Dear Sirs,

Sub: Outcome of Board Meeting held on 31/10/2016
Ref: Codes 521248 (BSE) and KITEX (NSE)

This is to inform you that at the Board Meeting held on 31st October, 2016,

(1) The unaudited financial results of the Company for the Half/quarter ended 30.09.2016 was taken on record and

(2) The Board has recommended an interim dividend at Rs.0.75 per Equity share of face value Re. 1.

Thanking you,

Yours faithfully,

For Kitex Garments Limited

A. Babu
Company Secretary
Limited Review Report

The Board of Directors
Kitex Garments Limited
Kizhakkambalam

We have reviewed the accompanying statement of unaudited financial results of Kitex Garments Limited ("the Company") for the period ended 30th September 2016. This statement is the responsibility of the Company’s Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Kizhakkambalam.
Date: 31.10.2016

For VARMA & VARMA
(FRN: 0045325)
(V. SATHYANARAYANAN)
Partner
CHARTERED ACCOUNTANTS
Membership No. 21941
### PART I: STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30.09.2016

<table>
<thead>
<tr>
<th>Particulars</th>
<th>For the three months ended 30.09.2016</th>
<th>For the six months ended 30.09.2016</th>
<th>Year ended 30.09.2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Unaudited)</td>
<td>(Unaudited)</td>
<td>(Unaudited)</td>
</tr>
<tr>
<td>Income from Operations</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Net Sales</td>
<td>9,554.44</td>
<td>10,528.74</td>
<td>12,020.08</td>
</tr>
<tr>
<td>b) Other Operating Income</td>
<td>1,141.48</td>
<td>1,402.03</td>
<td>1,405.21</td>
</tr>
<tr>
<td>Total Income</td>
<td>10,695.92</td>
<td>11,930.77</td>
<td>13,425.29</td>
</tr>
<tr>
<td>Expenses</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Cost of Materials Consumed</td>
<td>4,720.84</td>
<td>4,665.85</td>
<td>5,161.03</td>
</tr>
<tr>
<td>b) Purchase of stock-in-trade</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Changes in inventories of finished goods, work-in progress and stock in trade</td>
<td>(1,175.91)</td>
<td>(237.17)</td>
<td>333.82</td>
</tr>
<tr>
<td>d) Employee Benefits Expense</td>
<td>2,145.45</td>
<td>2,322.97</td>
<td>2,031.09</td>
</tr>
<tr>
<td>e) Depreciation and amortisation expense</td>
<td>508.66</td>
<td>510.39</td>
<td>549.38</td>
</tr>
<tr>
<td>f) Other Expenses</td>
<td>1,804.23</td>
<td>1,861.30</td>
<td>1,866.44</td>
</tr>
<tr>
<td>Total Expenses</td>
<td>8,093.49</td>
<td>9,053.34</td>
<td>9,461.76</td>
</tr>
<tr>
<td>Profit (Loss) from Operations before Other Income, Finance costs and Exceptional items (1-2)</td>
<td>2,693.43</td>
<td>2,877.43</td>
<td>3,963.53</td>
</tr>
<tr>
<td>Other Income</td>
<td>(334.19)</td>
<td>615.00</td>
<td>281.71</td>
</tr>
<tr>
<td>Profit (Loss) from ordinary activities before Finance costs and Exceptional items (3+4)</td>
<td>2,359.24</td>
<td>3,493.33</td>
<td>5,852.57</td>
</tr>
<tr>
<td>Finance Costs</td>
<td>193.15</td>
<td>261.01</td>
<td>323.32</td>
</tr>
<tr>
<td>Profit (Loss) from ordinary activities after Finance costs but before Exceptional items (5-6)</td>
<td>2,166.09</td>
<td>3,232.32</td>
<td>5,398.41</td>
</tr>
<tr>
<td>Exceptional items</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Profit (Loss) from Ordinary Activities before tax (7+8)</td>
<td>2,166.09</td>
<td>3,232.32</td>
<td>5,398.41</td>
</tr>
<tr>
<td>Tax expense</td>
<td>873.60</td>
<td>1,145.26</td>
<td>1,489.81</td>
</tr>
<tr>
<td>Net Profit (Loss) from Ordinary Activities after tax (8-10)</td>
<td>1,292.49</td>
<td>2,087.06</td>
<td>3,379.55</td>
</tr>
<tr>
<td>Extraordinary Item</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net Profit (Loss) for the period (11+12)</td>
<td>1,292.49</td>
<td>2,087.06</td>
<td>3,379.55</td>
</tr>
<tr>
<td>Share of Profit (Loss) of associates (13+14+15)</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Minority Interest</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net Profit (Loss) after taxes, minority interest and share of Profit (Loss) of associates (13+14+15)</td>
<td>1,292.49</td>
<td>2,087.06</td>
<td>3,379.55</td>
</tr>
<tr>
<td>Paid-up equity share capital (Face Value : Re 1 per share)</td>
<td>475.00</td>
<td>475.00</td>
<td>475.00</td>
</tr>
<tr>
<td>Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year</td>
<td>36,264.49</td>
<td>36,264.49</td>
<td>36,264.49</td>
</tr>
<tr>
<td>Earnings Per Share (EPS)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Basic and diluted Earnings Per Share (of Rs 1 each)</td>
<td>2.72</td>
<td>4.39</td>
<td>5.72</td>
</tr>
<tr>
<td>b) Basic and diluted Earnings Per Share (of Rs 1 each)</td>
<td>2.72</td>
<td>4.39</td>
<td>5.72</td>
</tr>
</tbody>
</table>

### SEGMENT - WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

<table>
<thead>
<tr>
<th>Particulars</th>
<th>For the three months ended 30.09.2016</th>
<th>For the six months ended 30.09.2016</th>
<th>Year ended 30.09.2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Unaudited)</td>
<td>(Unaudited)</td>
<td>(Unaudited)</td>
</tr>
<tr>
<td>Segment Revenue</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Garments</td>
<td>8,745.31</td>
<td>9,668.72</td>
<td>11,695.97</td>
</tr>
<tr>
<td>b) Fabrics</td>
<td>4,567.06</td>
<td>5,408.70</td>
<td>6,777.14</td>
</tr>
<tr>
<td>Total</td>
<td>13,112.37</td>
<td>15,170.42</td>
<td>18,444.03</td>
</tr>
<tr>
<td>Less: Inter Segment Revenue</td>
<td>3,015.48</td>
<td>3,716.64</td>
<td>5,047.82</td>
</tr>
<tr>
<td>Net sales/revenue from operations</td>
<td>10,096.91</td>
<td>11,453.78</td>
<td>13,396.21</td>
</tr>
<tr>
<td>2 Segment Results</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Garments</td>
<td>2,015.27</td>
<td>2,182.47</td>
<td>3,473.37</td>
</tr>
<tr>
<td>b) Fabrics</td>
<td>193.56</td>
<td>193.56</td>
<td>273.67</td>
</tr>
<tr>
<td>Total</td>
<td>3,008.83</td>
<td>3,276.08</td>
<td>5,747.04</td>
</tr>
<tr>
<td>Loss</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Interest</td>
<td>193.15</td>
<td>261.01</td>
<td>234.90</td>
</tr>
<tr>
<td>b) Other unallocable expenditure net of unallocable income</td>
<td>793.59</td>
<td>(220.75)</td>
<td>518.84</td>
</tr>
<tr>
<td>Profit before tax</td>
<td>2,166.09</td>
<td>3,232.32</td>
<td>5,398.41</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Particulars</th>
<th>For the three months ended 30.09.2016</th>
<th>For the six months ended 30.09.2016</th>
<th>Year ended 30.09.2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>(Unaudited)</td>
<td>(Unaudited)</td>
<td>(Unaudited)</td>
</tr>
<tr>
<td>Capital Employed</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>a) Garments</td>
<td>6,681.23</td>
<td>8,653.31</td>
<td>7,151.53</td>
</tr>
<tr>
<td>b) Fabrics</td>
<td>11,784.10</td>
<td>10,643.86</td>
<td>11,023.14</td>
</tr>
<tr>
<td>c) Unallocable</td>
<td>20,024.94</td>
<td>19,629.36</td>
<td>20,024.94</td>
</tr>
<tr>
<td>Total</td>
<td>38,490.27</td>
<td>38,926.53</td>
<td>38,799.23</td>
</tr>
</tbody>
</table>
## Statement of Assets and Liabilities

<table>
<thead>
<tr>
<th>Particulars</th>
<th>As at Year ended 30.09.2016 (Unaudited)</th>
<th>As at Year ended 31.03.2016 (Audited)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>A EQUITY AND LIABILITIES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1 Shareholders Funds’</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Share capital</td>
<td>475.00</td>
<td>475.00</td>
</tr>
<tr>
<td>(b) Reserves and Surplus</td>
<td>39,215.27</td>
<td>36,264.49</td>
</tr>
<tr>
<td>Sub Total -Shareholders Funds</td>
<td>39,690.27</td>
<td>36,739.49</td>
</tr>
<tr>
<td>2 Non Current Liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Long Term Borrowings</td>
<td>577.27</td>
<td>829.28</td>
</tr>
<tr>
<td>(b) Deferred Tax Liabilities (net)</td>
<td>1,969.51</td>
<td>2,060.65</td>
</tr>
<tr>
<td>(c) Long Term Provisions</td>
<td>525.10</td>
<td>456.93</td>
</tr>
<tr>
<td>Sub Total -Non Current Liabilities</td>
<td>3,071.88</td>
<td>3,346.86</td>
</tr>
<tr>
<td>3 Current Liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Short Term Borrowings</td>
<td>253.13</td>
<td>8,352.48</td>
</tr>
<tr>
<td>(b) Trade Payables</td>
<td>1,833.60</td>
<td>2,537.83</td>
</tr>
<tr>
<td>(c) Other Current Liabilities</td>
<td>3,394.94</td>
<td>4,296.72</td>
</tr>
<tr>
<td>(d) Short Term Provisions</td>
<td>2,720.91</td>
<td>2,666.47</td>
</tr>
<tr>
<td>Sub Total -Current Liabilities</td>
<td>8,002.58</td>
<td>17,795.50</td>
</tr>
<tr>
<td><strong>TOTAL EQUITY AND LIABILITIES</strong></td>
<td>50,764.73</td>
<td>57,881.85</td>
</tr>
<tr>
<td><strong>B ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1 Non Current Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Fixed Assets</td>
<td>16,829.19</td>
<td>17,423.18</td>
</tr>
<tr>
<td>(b) Non Current Investments</td>
<td>696.67</td>
<td>461.54</td>
</tr>
<tr>
<td>(c) Long Term loans and advances</td>
<td>819.23</td>
<td>311.78</td>
</tr>
<tr>
<td>(d) Other Non Current assets</td>
<td>204.66</td>
<td>204.66</td>
</tr>
<tr>
<td>Sub Total -Non Current Assets</td>
<td>18,549.75</td>
<td>18,401.16</td>
</tr>
<tr>
<td>2 Current Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>(a) Inventories</td>
<td>3,615.72</td>
<td>1,302.32</td>
</tr>
<tr>
<td>(b) Trade Receivables</td>
<td>3,866.22</td>
<td>9,600.64</td>
</tr>
<tr>
<td>(c) Cash and Cash Equivalents</td>
<td>20,649.13</td>
<td>24,991.28</td>
</tr>
<tr>
<td>(d) Short Term Loans and Advances</td>
<td>1,542.43</td>
<td>1,661.46</td>
</tr>
<tr>
<td>(e) Other Current Assets</td>
<td>2,441.48</td>
<td>1,925.00</td>
</tr>
<tr>
<td>Sub Total -Current Assets</td>
<td>32,214.90</td>
<td>39,480.69</td>
</tr>
<tr>
<td><strong>TOTAL ASSETS</strong></td>
<td>50,764.73</td>
<td>57,881.85</td>
</tr>
</tbody>
</table>

**Notes:**
1. The above statement of unaudited results have been reviewed by the audit committee and approved by the Board of Directors in their meeting held on 31.10.2016. The auditors have performed a limited review of the same.
2. Other operating income includes export incentives amounting to Rs.761.35 lakhs for the half year ended 30.09.2016(Rs.312.85 lakhs for the quarter ended 30.09.2016) relating to exports made in earlier quarters, since receipt of such income has now become certain.
3. The Board of Directors has declared an interim dividend of Rs.0.75 per Equity share of face value Rs.1 each in the meeting held on 31.10.2016, which will be paid to those members whose names appear in the Register of Members of the Company as on 18.11.2016.
4. Previous periods’ figures have been regrouped/reclassified wherever necessary to conform to this period’s classification.

For KITEX GARMENTS LIMITED

Place : Kizhakkambalam
Date : 31-10-2016