

November 01, 2025

National Stock Exchange of India Limited
"Exchange Plaza"
Bandra – Kurla Complex,
Bandra (E), Mumbai – 400 051
NSE Code: GHCLTEXTIL

BSE Limited
Corporate Relationship Department,
1st Floor, New Trading Ring, Rotunda
Building, P.J. Towers,
Dalal Street, Fort, Mumbai – 400 001
BSE Code: 543918

Dear Sir/Madam,

Subject: Investors' Presentation – Q2FY26- business update

In continuation to our earlier communication dated October 29, 2025 that an earning conference call by Company's senior management is scheduled to be held on **Monday, November 03, 2025 at 10:30 AM (IST)**, please find enclosed herewith copy of the financials and other business details for Q2FY26 (i.e. Business Update), which is going to be circulated for the scheduled investors' conference for your reference and record.

Please note that copy of this communication shall also be available on the website of the company (www.ghcltextiles.co.in), BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com).

You are requested to kindly note the same.

Thanking you

Yours faithfully

For GHCL Textiles Limited



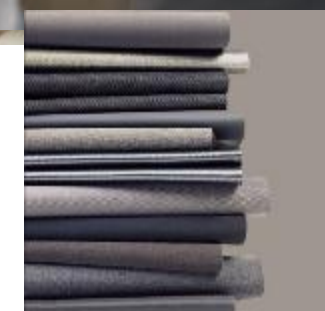
Lalit Narayan Dwivedi
Company Secretary and Compliance officer
Membership No.: FCS10487

Encl: as above



GHCL TEXTILES LIMITED

Q2 & H1 FY26 Investor Presentation
November 2025



Respect



Trust



Ownership



Integrated Team Work

This presentation and the accompanying slides (the “Presentation”), have been prepared solely for information purposes and do not constitute any offer, recommendation or invitation to purchase or subscribe for any securities, and shall not form the basis or be relied on in connection with any contract or binding commitment whatsoever. No offering of securities of the Company will be made except by means of a statutory offering document containing detailed information about the Company.

This Presentation has been prepared by the Company based on information and data which the Company considers reliable, but the Company makes no representation or warranty, express or implied, whatsoever, and no reliance shall be placed on, the truth, accuracy, completeness, fairness and reasonableness of the contents of this Presentation. This Presentation may not be all inclusive and may not contain all of the information that you may consider material. Any liability in respect of the contents of, or any omission from, this Presentation is expressly excluded.

Certain matters discussed in this Presentation may contain statements regarding the Company’s market opportunity and business prospects that are individually and collectively forward-looking statements.

Such forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and assumptions that are difficult to predict.

These risks and uncertainties include, but are not limited to, the performance of the Indian economy and of the economies of various international markets, the performance of the industry in India and world-wide, competition, the company’s ability to successfully implement its strategy, the Company’s future levels of growth and expansion, technological implementation, changes and advancements, changes in revenue, income or cash flows, the Company’s market preferences and its exposure to market risks, as well as other risks. The Company’s actual results, levels of activity, performance or achievements could differ materially and adversely from results expressed in or implied by this Presentation. The Company assumes no obligation to update any forward-looking information contained in this Presentation. Any forward-looking statements and projections made by third parties included in this Presentation are not adopted by the Company and the Company is not responsible for such third party statements and projections.



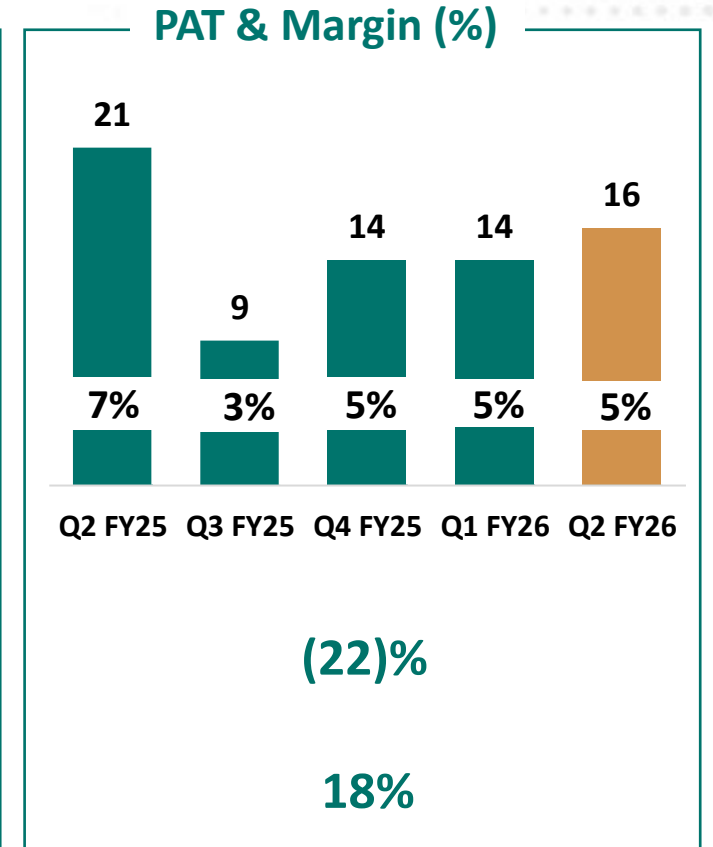
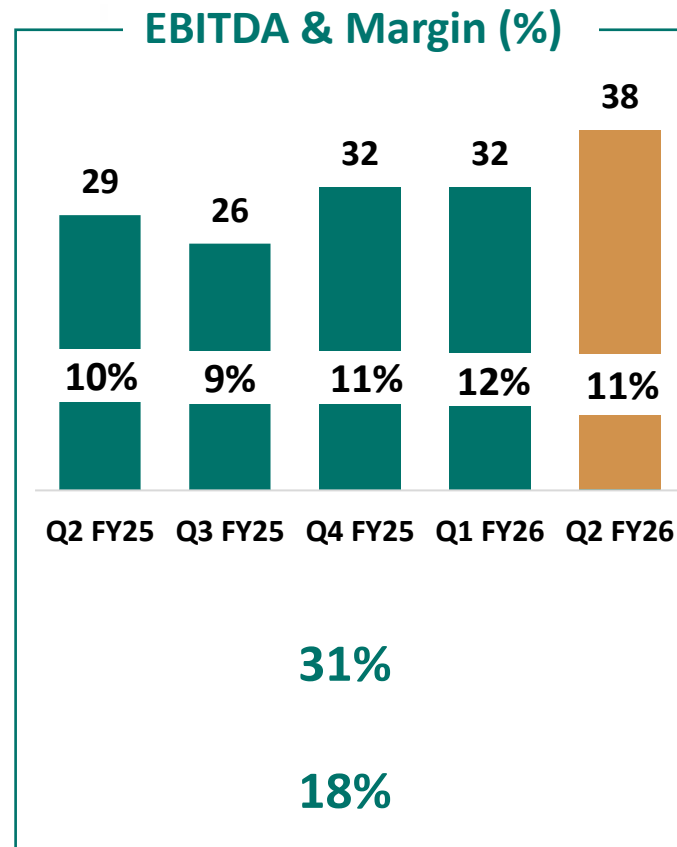
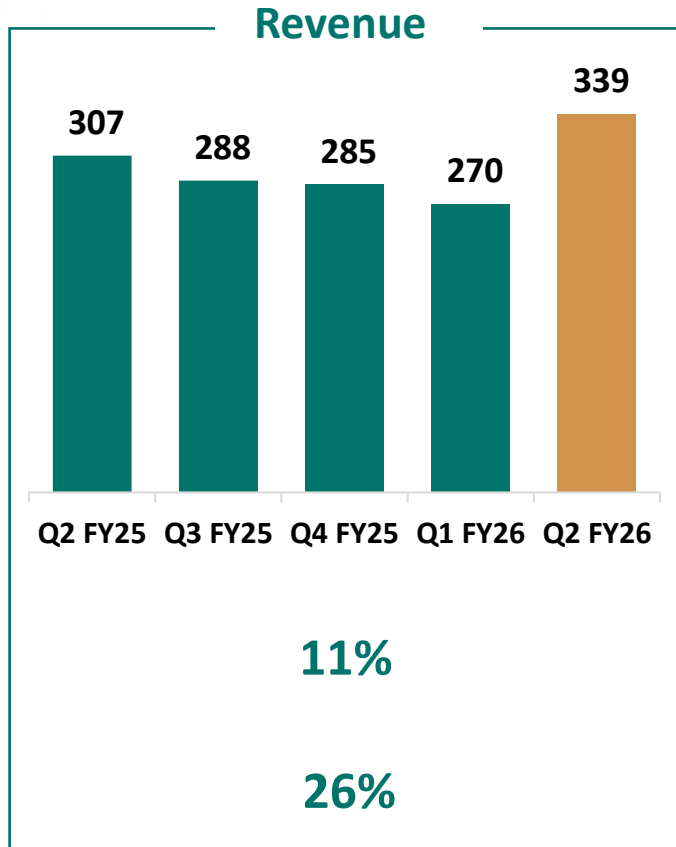
Mr. Marshal Sonavane
Chief Executive Officer

Q2FY26 reflected resilience and strong execution for GHCL Textiles amid evolving global trade conditions. Our recently commissioned 25k spindles have started to operate as per our expectations, adding to volume growth. We advanced our vertical integration roadmap with knitting machines expansion underway, while maintaining cost and working-capital discipline.

- With **largely stable Indian cotton prices** and **growing global demand**, we are strategically expanding our capacities, integrating into higher-value fabric production, and strengthening customer relationships.
- We have achieved **highest ever yarn volume production in the quarter** on back of recently commissioned new 25k spindles. This addition to deliver full potential in Q3 FY2026. Phase-1 of knitting machines expansion to be completed in Q3 FY2026.
- Our **share of revenue from fabric has increased to highest ever** at over 11%. During Q2 FY27, we achieved knitting fabric sale of ~400 MT compared to ~515 MT in full year FY2025.
- Our focus on operational excellence and cost efficiency is supported by **62MW** of green energy, which meets **72% of our energy needs**. We will further invest in 10 MW of RE to enhance sustainable footprints.
- We doubled our revenue from ~Rs. 600 Cr. in FY2021 to ~Rs. 1200 Cr in FY2025. With our Rs. 1,000 crores in committed investments, including ~Rs. 600 crores already deployed in capacity enhancement and vertical integration; we are on a strong positing to sustain the future growth and improving return ratios.

As we move ahead, GHCL Textiles is well-positioned to leverage operational synergies, sustain profitability, and capture emerging global opportunities through disciplined execution and a customer-centric approach.

Q2 & H1 FY26 Financial Result Highlights



H1 FY26	609	70	30
YoY %Change	2%	21%	(9)%

Efficient Capacity Utilisation with Increasing Fabric Sales & Exports



Particulars	UoM	FY21	FY22	FY23	FY24	FY25	Q2FY25	Q1FY26	Q2FY26
Sales Volume:									
Yarn	000 MT	26.4	28.8	28.6	33.1	36.2	9.3	8.5	10.4
Knitted Fabric	MT	-	-	44	336	514	127	247	402
Griege Fabric	Lakh Meters	-	9	50	114	159	35	36	50
Capacity Utilization	%	95%	98%	94%	98%	99%	98%	99%	98%

Total Revenue	Rs. Cr	611	924	1,037	1,060	1,168	307	270	339
Revenue by Products:									
Yarn	Rs. Cr	611	914	1,005	991	1,071	286	245	301
Fabric	Rs. Cr	-	10	32	69	97	21	25	38
% of Revenue	%	-	1.1%	3.1%	6.5%	8.3%	6.9%	9.3%	11.4%
Revenue by Geography:									
Domestic	Rs. Cr	571	809	903	901	984	247	253	309
Exports	Rs. Cr	39	115	134	159	184	60	17	30
% of Revenue	%	6.4%	12.4%	12.9%	15.0%	15.7%	19.5%	6.1%	8.8%

Note: Before demerger, GHCL Textile was part of GHCL Limited.

Q2 & H1 FY26 Results



Particulars (Rs. Cr)	Q2FY26	Q1FY26	QoQ	Q2FY25	YoY	H1FY26	H1FY25	YoY
Total Income	339	270	26%	307	11%	609	595	2%
Operating Expenses	301	238	26%	278	8%	539	537	0%
EBITDA	38	32	18%	29	31%	70	58	21%
<i>EBITDA Margin (%)</i>	<i>11.2%</i>	<i>12.0%</i>	<i>(80) bps</i>	<i>9.5%</i>	<i>170 bps</i>	<i>11.5%</i>	<i>9.8%</i>	<i>170 bps</i>
Interest	1	1	20%	0	222%	3	1	83%
Depreciation	15	13	14%	13	16%	28	25	10%
PBT	22	18	20%	16	37%	40	32	26%
Tax Expenses	6	5	24%	(5)	NA	10	(1)	NA
PAT	16	14	19%	21	-22%	30	32	(9)%
<i>PAT Margin (%)</i>	<i>4.7%</i>	<i>5.0%</i>	<i>(30) bps</i>	<i>6.7%</i>	<i>200 bps</i>	<i>4.8%</i>	<i>5.4%</i>	<i>(60) bps</i>

Note: Revenue and EBITDA numbers include other income.

Prudent Capital Allocation and Strong Balance Sheet



Capital Allocation for H1 FY 26

Rs. 61 Crore

Cash Inflows Generated

Rs. 7 Crore

Debt Repayment

Rs. 5 Crore

Dividends Paid

Rs. 41 Crore

Growth Capex

Rs. 5 Crore

Working Capital Increase

Decrease in cash & cash equivalents*

Rs. 3 Crore

Rs. 49 Crore

Net Debt

0.03x

Net Debt to Equity

Rs. 0.5

Dividend Per Share
25% Payout Ratio

6%

Return on Capital
Employed **

Closing cash & cash equivalents*

Rs. 8 Crore

Note: *Cash and cash equivalents consists of cash, bank and current investments.

** RoCE excludes Rs. 332 Cr. on account of capital reserves from demerger and surplus non-operating assets. Without this adjustment RoCE is 5%.

Key Sector and Company Highlights



Sector Updates



Uncertainty and significant increase in Tariff on textile exports out of India at 50%. To mitigate, exploring alternate markets, focus on domestic market, deepen strategic partnerships ties and customer serviceability



Cotton prices have stabilized in 2025, correcting 30-40% from FY22-FY23 highs, easing input cost pressures after a prolonged downcycle.



Import duty on cotton relaxation till 31 Dec 2025, resulting in narrowing of domestic cotton premium over global cotton. Thus, improving competitiveness for Indian spinners in export and domestic markets.



Supply chain realignment continues, with larger integrated mills sustaining utilization and market share amid industry consolidation.

Operational Milestones



Yarn Sales Volumes at 10.4k MT in Q2 FY26 (vs. 8.5k MT in Q1 FY26), with GHCL Textile well positioned to benefit from any sector tailwinds in H2 FY26.



Early commercialization of recently installed 25K spindles now operating at optimal utilization. Full benefits shall be achieved in Q3 FY26.



Renewable energy assets of 62 MW and further green initiatives of 10 MW, contributing to sustainability and to reduce energy costs further.



Focus on operational discipline, sourcing efficiency and working capital management; with potential to improve as scale, mix and vertical integration evolve will be positive driver for RoCE.

Strategic Priorities



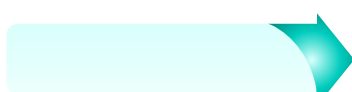
Vertical integration of the yarn manufacturing to include knitted, weaving and dyed fabrics, which yields superior margin and integration with existing business



Specialized Yarn for moving into value added products / premium products in each category



Enhancement of Green energy portfolio to 75 MW (from 62 MW currently) to cater up to 75% of our energy requirement



Operational Excellence with focused execution, and continuous improvement to drive efficiency, reduce costs, and deliver consistent quality at scale.

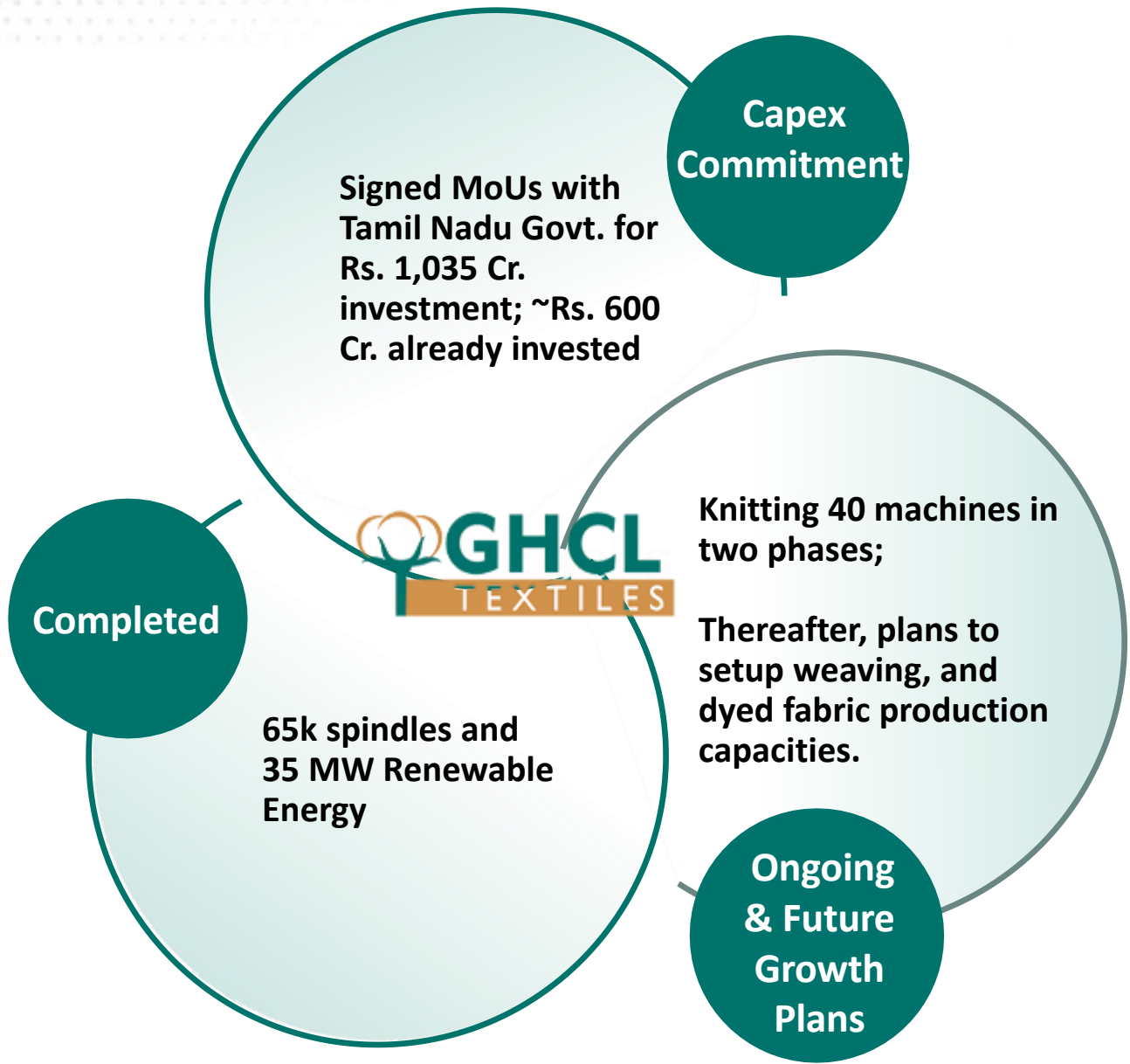


These initiatives will more than double the revenue and will be margin accretive.

Long term EBITDA margins shall be in 15-18% range



Future Expansion Plans



Capex - Capacity Additions

Project Description	25k Spindles	Knitting Machines	10 MW Green Energy
Current Status	Commissioned in June 2025.	Initiated	Initiated
Timeline	Production ramp-up underway.	Phase 1: Q3FY26 Phase 2: Q4FY26	Q1 FY 26-27
Implication	Expected to generate revenue of Rs. 250 Cr	Forward integration into own cotton yarn	Ground Solar Power project to provide sustainable green energy



COMPANY OVERVIEW

An Introduction to GHCL Textiles



FY25

- Revenue: ₹ 1168 Cr
- EBITDA Margin: 10%
- Long Term Avg. Margins: 15%

Capacities

- Ring Spindles: 2.25 lac
- Rotors: 3,320
- Vortex: 480
- TFO Spindles: 5,760

~99%

Capacity Utilisation

- Journey started with acquisition of sick spinning unit in 2002, turnaround to one of the most reputed mills.
- Spinning business demerged to form GHCL Textiles Ltd effective April 1, 2023.
- 2 State-of-the-art manufacturing infrastructure with cutting-edge textile machinery located in the state of Tamil Nadu.
- Producers of high-quality tailor-made yarns, catering to domestic and international markets.
- Committed to sustainability with substantial green energy assets providing cost benefits as well.



Key Product Offerings

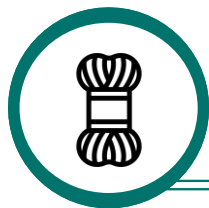
Product Portfolio



Open End Yarn



Vortex Yarn



Ring Spun Cotton Yarns



Cellulosic & Blended Yarns



TFO Double Yarns

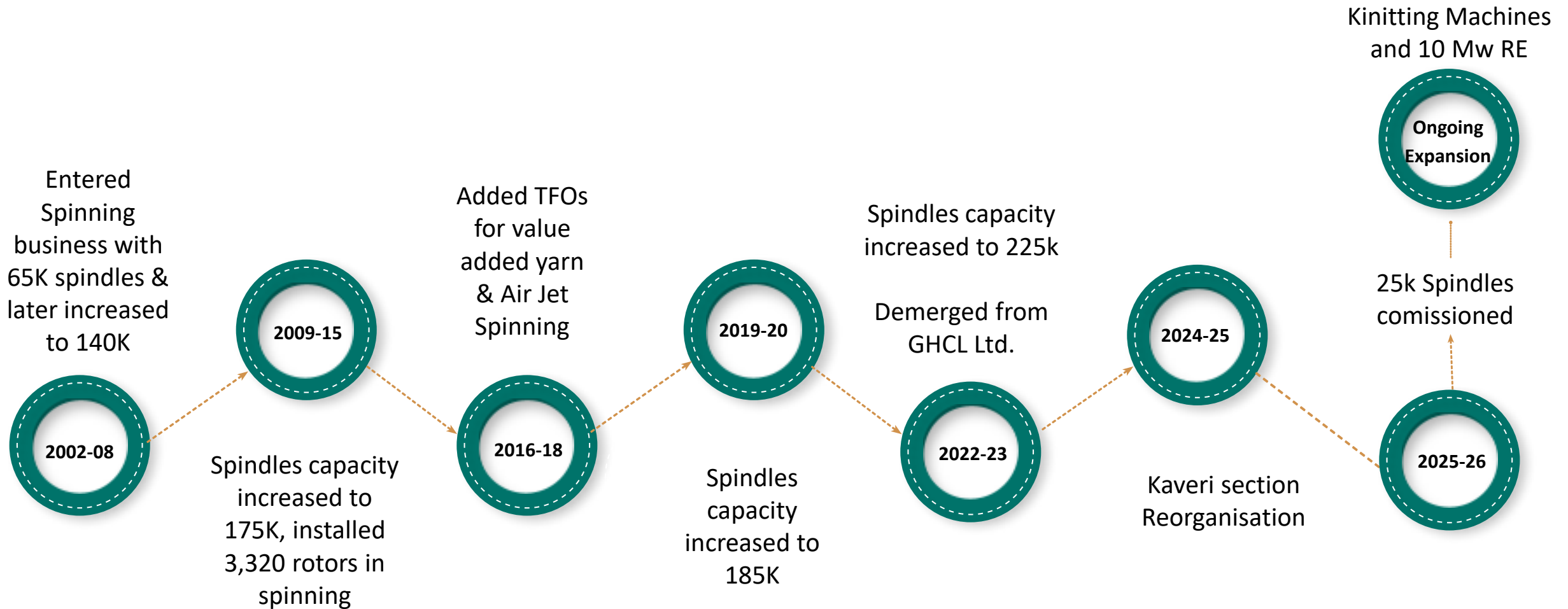


Synthetic Blended Yarns

Yarn Type	Range	End Use
100% cotton combed Compact Hosiery yarn from Indian, US and Australian Mix	20s to 60s	Knitting
100% cotton combed compact yarn from Indian, US, Australian, Supima and Giza Mix	30s to 170s	Weaving
Polyester /Cotton & Cotton/Polyester blended Hosiery yarn	25s to 40s	Knitting
PV/PC/100% Polyester normal and Fancy Yarns	25s to 70s	Weaving
100% cotton open end Indian/Contamination Free Yarn	10s to 32s	Knitting / Weaving
100% VSF Vortex and Ring Spun Yarn	30s to 40s	Knitting / Weaving
Micro Modal, Tencel SIRO and its blend yarn	40s to 80s	Knitting / Weaving
100% Cotton TFO yarn in all Mix	2/30s to 2/170s	Weaving

Preferred supplier to premium customers both at domestic and international level with varied portfolio offerings

Decade-long Expertise in Spinning: Focused on Value Creation



Note: Before demerger, GHCL Textiles was part of GHCL Limited

Successful Commissioning of new 25K Spindles



1. Completion of state-of-the-art 25K spindles in June 2025.
2. Aligns with **captive consumption strategy** - yarn to feed upcoming **knitting plant**.
3. We are ramping up the facility and full benefit is expected to come in Q3 FY26.
4. The 25,000 Spindle unit has stabilized well, with strong market response to yarn quality and consistent output levels.
5. Drives **value chain integration** and supports **margin expansion**.

GHCL's Unique Value Proposition



Operational Excellence

- 98%+ utilization, even in tough markets
- Lean cost structure with efficient power, labor, and admin management
- 62MW renewable energy covers ~72% of energy needs
- ~80% of the workforce consists of skilled women



Customer-Centric Approach

- Catering to strategic customers who require customized products



Strategic Shift to Premium Products

- Gradual transition from commodity yarn to higher-margin, value-added yarn segments



Strong Foundation for Growth

- Expertise in cotton inventory management
- Strong balance sheet supports sustainable growth

Superior Credibility through Several Certifications



Strengthening Customer Relationship through Value Creation



10+ Years Long Standing Relationship with Several Key Customers

Fully Equipped

- 39K MTPA yarn production
- Culture for developing value-added products leading to value creation
- Cost benefits driven by a deeply ingrained cost-conscious culture

Product Basket

- Wide range of products form commodity to value-added
- Tailor-made products to suit specific applications
- Further expanding product portfolio to be one stop shop

Premium Quality

- Producers of high-quality yarns, including GIZA, SUPIMA, Australian, CmiA, Tencel, Viscose & rPET Yarn, catering to domestic & international markets.
- Adhering to global standards & international best practices

Quality Assurance

- Machines equipped with latest on-line quality monitoring systems
- Certified member of USTERIZED brand which is a symbol of excellence in spinning

Serviceability

- Single-step service process for Customers while following the problem through to its resolution
- Outstanding customer service experience to build trusting relationships

Traceability

- Developed a traceability platform for premium products, offering details on source locations, environmental and social impact to customers.

Sustainable Energy Solution: Guiding Path to Excellence

“ We strive to become a responsible steward and aim to reduce the overall environmental footprint of the organisation and will continuously monitor our journey ”

Several Initiatives Focused on ESG

- 1 Renewable Energy:** 62 MW of green energy caters to ~72% of energy consumption; further investing in 10 MW capacity
- 2 Environment:**
 - Significant savings in purchased electricity through usage of renewable electricity
 - Saving from water recycling and rain water harvesting
- 3 Impactful CSR Initiatives by GHCL Foundation Trust**
 - Promoting sustainable Agriculture and Animal Husbandry practices
 - Prioritizing Health initiatives for community well-being
 - Dedicated to Women Empowerment and Education



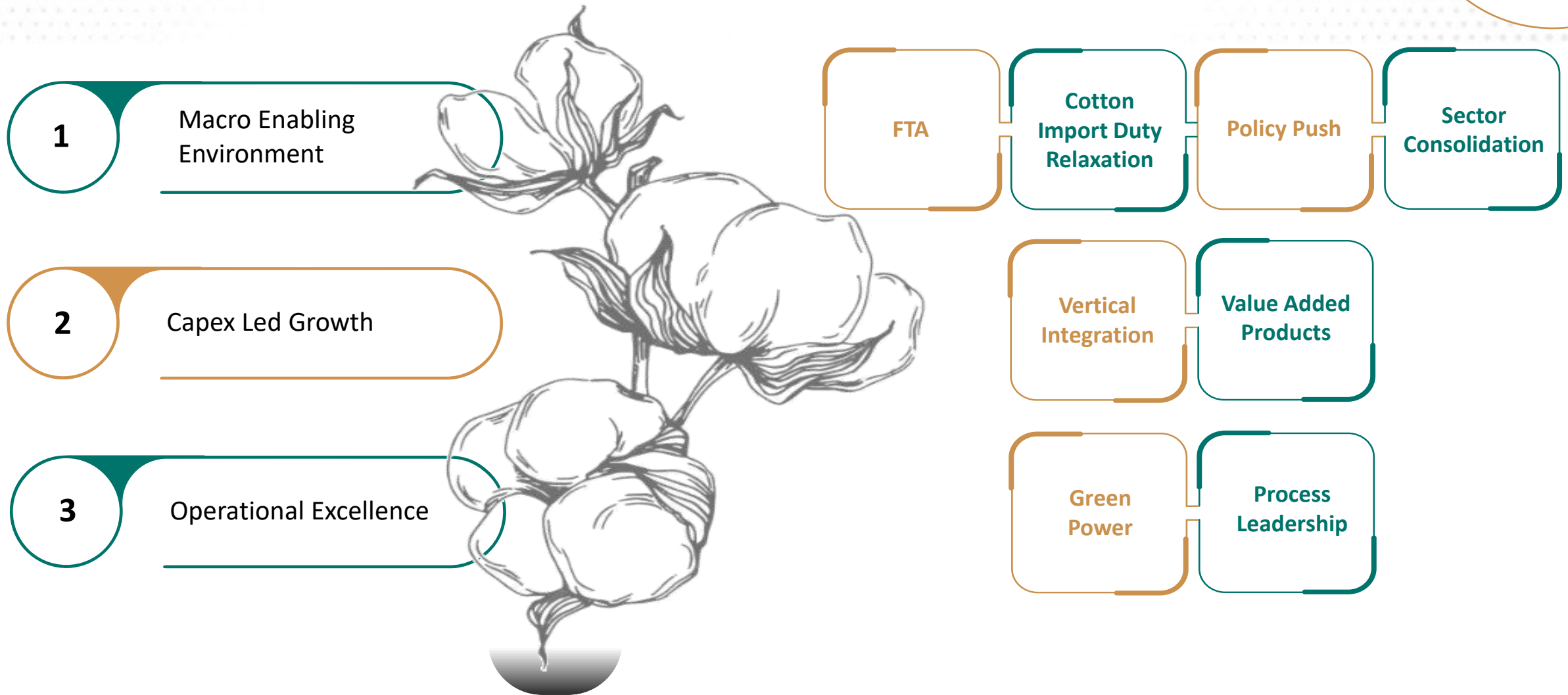
GHCL Unveils Textile Excellence at Bharat Tex 2025



GHCL Textiles participated in Bharat Tex 2025, held from February 14–17 at Bharat Mandapam, New Delhi. The company exhibited its diverse product range emphasizing its commitment to innovation, sustainability, and excellence.

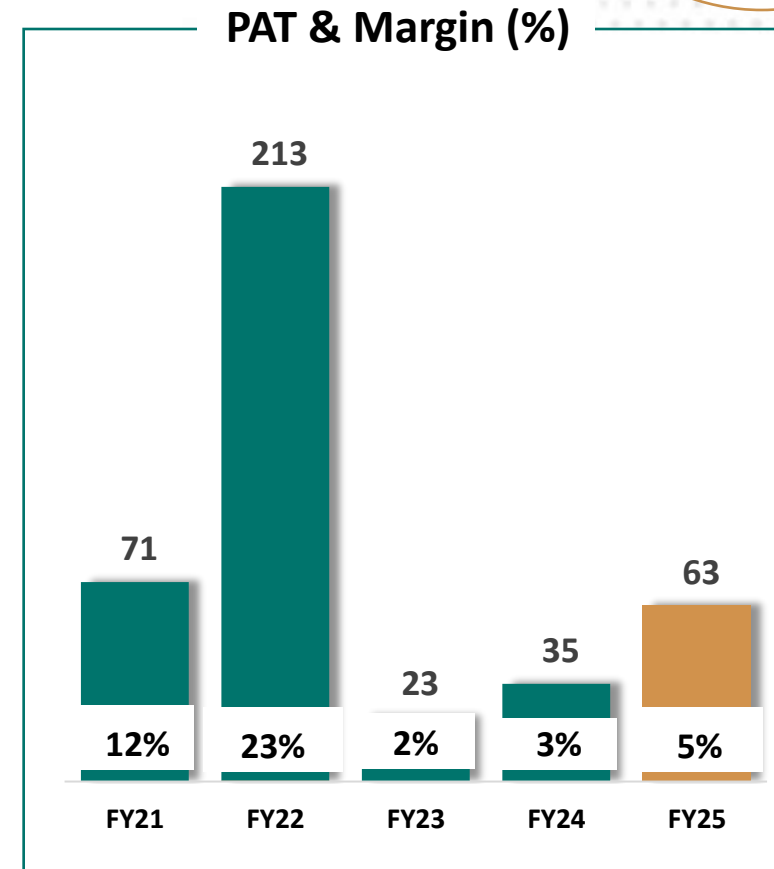
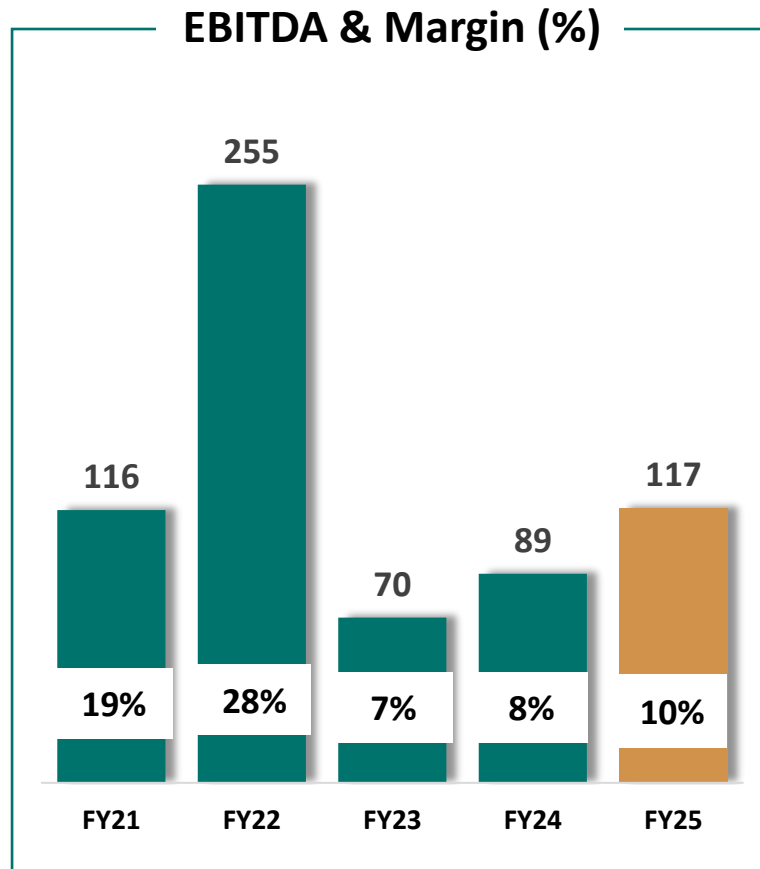
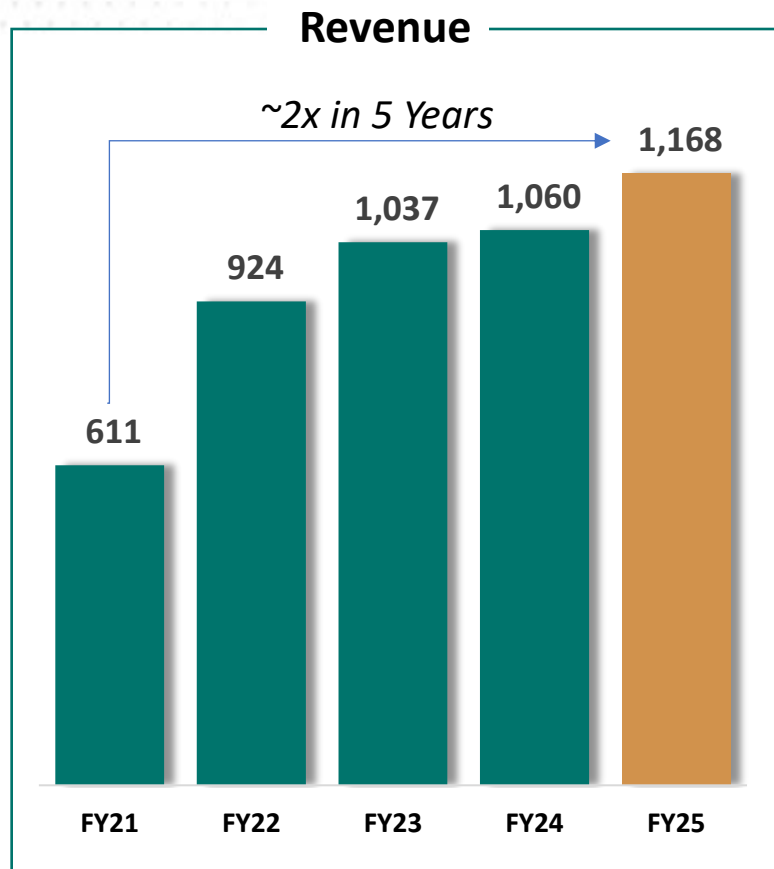


Factors Impacting Sector and Our Performance



Our Focus in on Strengthening Our Core and Expanding Our Horizons.

Long Term Financial Performance



Achieved an industry leading average EBITDA margins of ~15% over long term due to Vertical Integration, Value Added Portfolio, Strategic Customers and Operational Excellence.

Note: (1) Before demerger, GHCL Textile was part of GHCL Limited. (2) Revenue and EBITDA numbers include other income.

Ongoing Revenue Diversification to Drive Future Growth



Value Added Product Portfolio



Giza



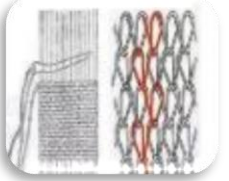
Supima



Australian Yarn

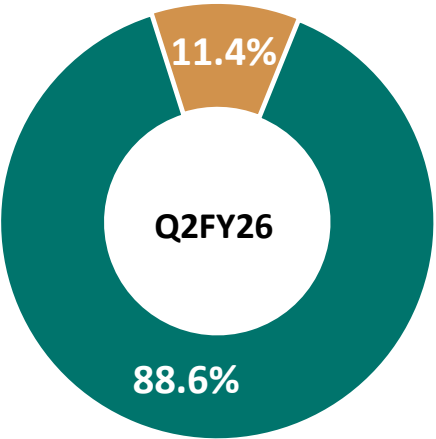


CmiA Yarn

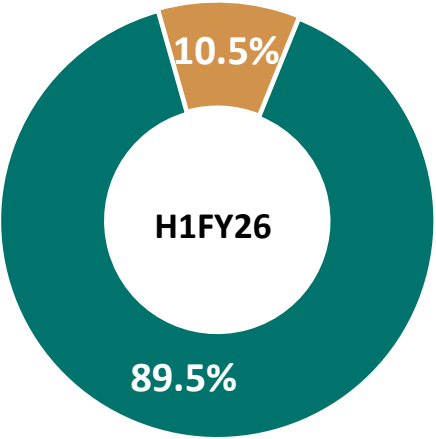


Woven and Knitted Fabric

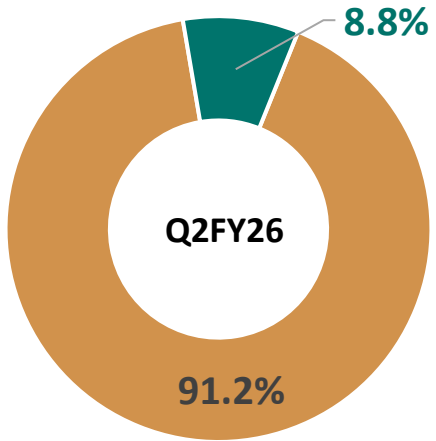
Revenue by Product



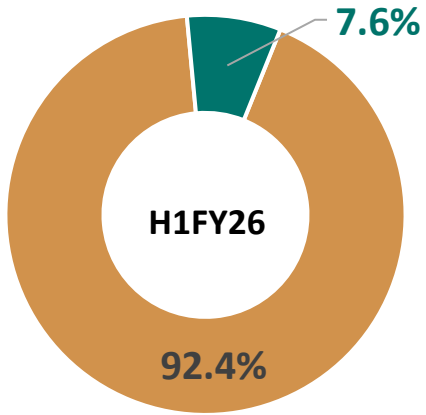
Yarn Fabric



Revenue by Geography



Domestic Exports



Experienced Leadership Team



Experienced and Accomplished Board of Directors

Mr. Anurag Dalmia
Chairman

Mr. C. R. Rajagopal
Independent Director

Mr. R. S. Jalan
Non-Executive Director

Justice Mr. Ravindra Singh (Retd.)
Independent Director

Mr. Raman Chopra
Non-Executive Director

Mrs. Sudha Pillai, IAS (Retd.)
Independent Director

Mr. Neelabh Dalmia
Non-Executive Director

Mr. V. K. Jeyakodi
Independent Director

Revamped Management Team

Mr. Marshal Sonavane
CEO

Mr. Parasuraman M.
CFO

Mr. N. Rajagopal
Technical Head

Mr. R. Satish Kumar
Operational Head

Mr. Lalit Dwivedi
Company Secretary

New independent directors and revamped management team is well positioned to strengthen corporate governance practices and drive the growth for GHCL Textiles.



Mr. Manu Jain

GHCL Textiles Limited

Tel: +91-7042310002

Email: manujain@ghcl.co.in



Ms. Garima Singla

Tel: +91-9780042377

Email: garima@goindiaadvisors.com

Ms. Mehal Gogia

Tel: +91-9140969229

Email: mehal@goindiaadvisors.com

THANK YOU

