



SRIL ENDS 2019 WITH DOUBLE-DIGIT GROWTH

JAKARTA, March 31st 2020 – Integrated textile company PT Sri Rejeki Isman Tbk ends 2019 with performance achievement in the middle of volatile year. As we know, trade tension between the U.S and China has still been going along 2019. At the same time, Europe's fiscal problems and concerning on decline of China's economy could possibly affects the world's economic growth. However, the company has successfully gained sales reaching USD 1,181 billion or an increase of 14.3% from previous year.

This potent growth is supported by the balance of sales for export and domestic trade. Whilst export still dominates our sales of 59,6% domestic consumption remains strong at 40,4%.

Garment division is the most developed business sector in 2019 drawing 30,74% or as much as USD 320,3 million, comparing to previous year USD 244,9 million. This is supported by increasing demand in garment from United States regarding to the trade tension with China. It causes global brands to diversify their supply chain to other countries.

The Director of Finance of PT Sri Rejeki Isman Tbk, Allan Moran Severino states that besides sales, company's Gross Profit Margin (GPM) performs better to 19,9% compared to previous year 17,8%. "Our EBITDA margin also increases to 19,9% from previous year, 18,8%" says Allan Moran Severino.

Sritex's production capacity in present time for Yarns (Spinning) is 1,15 million bales/year, for Weaving 180 million meter/year, for Garment (Finishing) 240 million yard/year and Apparel (Garment) 30 million pcs/year. Today the production utilization for each segment is as follows: Spinning 92%, Weaving 90%, Finishing 90% and Garment 95%. With continuous increase in capacity, Sritex remains to be the market leader in Indonesia.

As the biggest vertically integrated textile and garment in South East Asia, Sritex was also rewarded a few of awards in 2018 as "The Best Blue 2017" from IDX, Indonesia's Excellent Public Company 2018 and Best Corporate Secretary Award 2018 from Warta Ekonomi, "The Most Influential Company Of The Year" from OCI Awards Indonesia; "Excellent Growth 2018" for Various Industries category and "Best CEO 2018" from Bisnis Indonesia. Sritex remains positioning in 45 selected stocks this year or LQ45 and takes part in sport event, Asian Games 2018 as official merchandiser.

National Textile and Contribution to Export

Paralleling with government's plan to continue driving export, PT Sri Rejeki Isman Tbk commits to pursuing more volume of export perpetually. Therefore, the company's motto "*Karya Indonesia untuk Dunia*" (Indonesia's Creation for the World) can continually be our motivation to always generate foreign exchange for the country.

The company believes in improving the level of competitiveness of Indonesia's textile companies that are not lower than other countries such as Vietnam and Bangladesh. This can be continually improved by realizing the synergy of business practitioners and government end to end. Indonesia recently fulfills the global textile needs only 2-3% with total export in 2019 as

much as USD 12,9 billion. Together with the government, we optimistically reach national export target to USD 30 billion in 2025.

Sustainable Efficiency Program

SRIL's financial performance is solid and positive. Capex that has been issued in 2019 reaching USD 50,2 million is used for engine maintenance. This year, PT Sri Rejeki Isman Tbk focuses on sustainability. Human resource, natural resources and environmental sustainability are our priority focus. Our commitments that have been realized following the commitment of Indonesia to accomplish Sustainable Development Goals 2030 planned by United Nations are to have waste management that is safer for communities, actuate disabled community trainings, and conserve the environment as our responsible together.

About PT Sri Rejeki Isman Tbk:

PT Sri Rejeki Isman Tbk (SRIL) is a national integrated textile and garment company with four main productions: Spinning, Weaving, Finishing, and Garment. PT Sri Rejeki Isman Tbk. established by the late HM Lukminto in 1966, has its facilities in Semarang and Sukoharjo Central Java. SRIL's customers today spread over the world including Asia, Europe, America, Australia, and Africa.

SRIL is registered in Indonesia's Stock Exchange in 2013 and the only textile company registered in LQ45. The company is also included in IDX 30 announced in January 2017 and acknowledged as one of companies rewarded the IDX Top 10 Blue 2016 and The Best Blue 2017. These prestigious accolades are based on SRIL's performance as liquidity factor, growth and shareholders depth. <http://www.sritex.co.id>