

Himatsingka Seide Limited

10/24, Kumara Krupa Road, High Grounds, Bangalore - 560 001, India.

Ref: SEC:0001:2:0688:KGN

May 23, 2016

Listing Department
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor, Plot No. C/1
G Block, Bandra-Kurla Complex, Bandra (E)
Mumbai - 400 051

Dear Sirs,

Sub: Business Update.

We are enclosing herewith Business Update dated 23rd May, 2016.

This is for your information and record.

Thanking you,

Yours faithfully,
For Himatsingka Seide Limited



Ashok Sharma
Associate Vice President – Treasury, Taxation
& Company Secretary

Encl: as above.

An update on New Projects:

- The 1281 Crore expansion plan entailing investments in expanding the Group's Sheeting Capacity, backward integration into Spinning and foray into Terry Towels are being carried out in phases as being communicated earlier. The company has received an allotment letter for the required land from the Government of Karnataka for the above Projects.
- The Sheeting Project is currently under construction and is likely to be commissioned by the end of July 2016. This Sheeting Expansion will enhance the group's Sheeting capacity from 23 MMPA to 46 MMPA. We envisage placing approximately 40 to 50 % of the fresh Sheeting capacity by end of FY 17.
- We envisage commencement of construction of the Spinning Project by September 2016. The proposed Spinning plant will have an installed capacity of 211584 spindles.

About Himatsingka

The Rs.2500 crores Himatsingka Group is a vertically integrated home textile major with a global footprint. The Group focuses on the manufacture, retail and distribution of Home Textile products. On the manufacturing front, the Group operates amongst the largest capacities in the world for upholstery fabrics, drapery fabrics and bed linen products. Spread across Asia, Europe and North America, its retail and wholesale distribution divisions carry some of the most prestigious brands in the Home Textile space and cater to Private Label programs of major retailers across these geographies.

With over 5000 people, the Group continues to expand its reach and build capacities in the Home Textile space.

www.himatsingka.com

Himatsingka Seide Ltd.
10/24 Kumara Krupa Road,
High Grounds
Bangalore – 560001
Tel: +91.80.4257 8000
Fax: +91.80. 4147 9384



For more information please contact:

For Investors:

Mr. Ashok Sharma
Assistant Vice President – Treasury, Taxation
& Company Secretary
Himatsingka Seide Ltd.
Phone: +91-80-42578000
Email: investors@himatsingka.com

For Media:

Email: media@himatsingka.com

Statements in this document relating to future status, events, or circumstances, including without limitation statements about plans and objectives, the progress and results of research and development, potential product characteristics and uses, product sales potential and target dates for product launch are forward-looking statements based on commercial estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may materially differ from those anticipated in such forward-looking statements. Himatsingka Seide Limited may, from time to time, make additional written and oral forward looking statements, including statements contained in the company's filings with the regulatory bodies and its reports to shareholders. The company assumes no obligation to update forward-looking statements to reflect actual results, changed assumptions or other factors that may or may not be relevant.