CRISIL RESEARCH

Cotton yarn

Summary

The spinning sector saw robust capacity addition in 2008-09 in anticipation of buoyant demand; however the demand slowdown has aggravated the overcapacity scenario. Cheaper polyster prices will encourage substitution and continue to limit the pricing flexibility of spinners and put pressure on margins. CRISIL Research is of the opinion that the overall credit profile of spinning companies will remain weak over the medium term.

Annual Review — **September 2009**

Contents

This document has been prepared by Manisha S, Vinay C and Sridhar C (Head of Research). For any queries please get in touch with our client servicing desk. (clientservicing@crisil.com. Ph -022-66913561)

Opinion

Sections

Chart

Figures

Continued…

CRISIL RESEARCH

...continued

Figures

State of the industry

Sections

Boxes

Charts

Continued...

...continued

Figures

Tables

Industry statistics

Tables