

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 8-K

**CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

Date of Report (Date of earliest event reported):
September 16, 2013

UNIFI, INC.

(Exact name of registrant as specified in its charter)

New York
(State or Other Jurisdiction of Incorporation)
7201 West Friendly Avenue
Greensboro, North Carolina
(Address of Principal Executive Offices)

1-10542
(Commission File Number)

11-2165495
(IRS Employer Identification No.)
27410
(Zip Code)

Registrant's telephone number, including area code: **(336) 294-4410**

Not Applicable

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

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ITEM 7.01. REGULATION FD DISCLOSURE

William L. Jasper, Chairman and Chief Executive Officer, R. Roger Berrier, Jr., President and Chief Operating Officer, and James M. Otterberg, interim Chief Financial Officer, of the Registrant are scheduled to provide a series of investor presentations beginning on September 16, 2013 in New York City. The slide package prepared for use by the executives for these presentations is furnished herewith as Exhibit 99.1. All of the information therein is being presented as of September 16, 2013, except for information for which an earlier date is indicated. In any event, the Registrant does not assume any obligation to update such information in the future.

The information included in the preceding paragraph, as well as the exhibit referenced therein, shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended.

ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS

(d) Exhibits.

EXHIBIT NO.	DESCRIPTION OF EXHIBIT
99.1	Slide Package prepared for use in connection with the Registrant’s investor presentations beginning on September 16, 2013.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

UNIFI, INC.

By: /s/ W. RANDY EADDY

W. Randy Eaddy
General Counsel

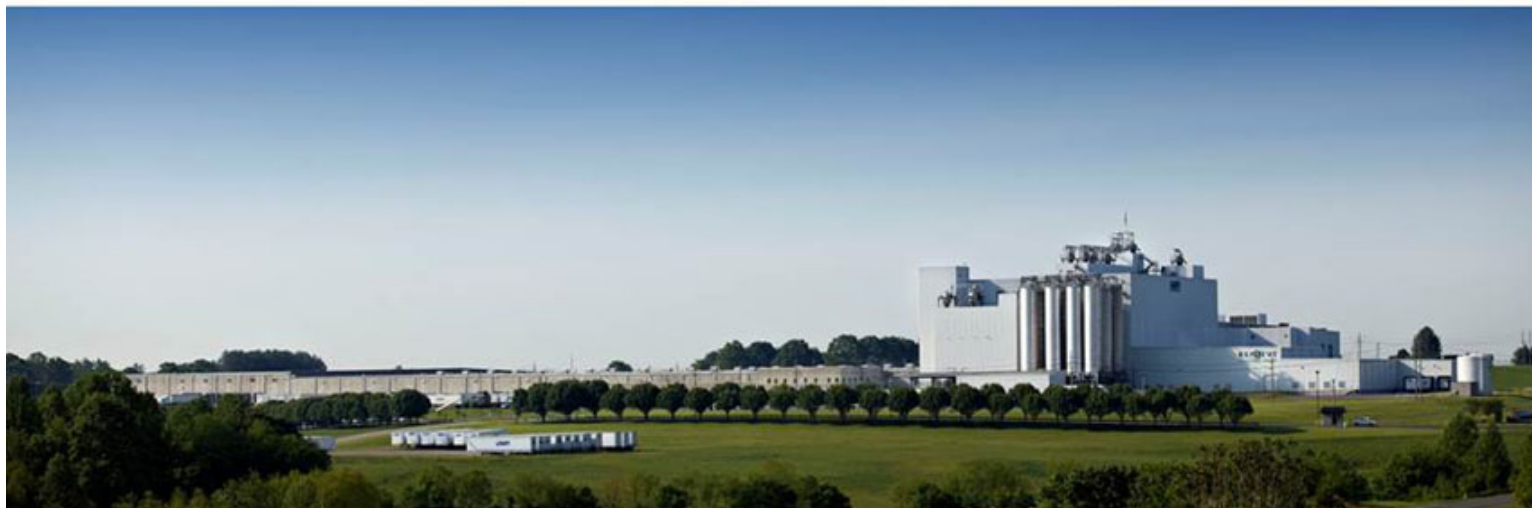
Dated: September 16, 2013

INDEX TO EXHIBITS

EXHIBIT NO.
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7th Annual Investor Update Meeting

September 16, 2013

Cautionary Statement

Certain statements included herein contain forward-looking statements within the meaning of federal securities laws about the financial condition and results of operations of Unifi, Inc. (the "Company") that are based on management's beliefs, assumptions and expectations about our future economic performance, considering the information currently available to management. The words "believe," "may," "could," "will," "should," "would," "anticipate," "estimate," "expect," "intend," "objective," "seek," "strive," and words of similar import, or the negative of such words, identify or signal the presence of forward-looking statements. These statements are not statements of historical fact; they involve risk and uncertainties that may cause our actual results, performance or financial condition to differ materially from the expectations of future results, performance or financial condition that we express or imply in any forward-looking statement.

Factors that could contribute to these differences include, but are not limited to the competitive nature of the textile industry and the impact of worldwide competition; changes in the trade regulatory environment and governmental policies and legislation; the availability, sourcing and pricing of raw materials; general domestic and international economic and industry conditions in markets where the Company competes, such as recession and other economic and political factors over which the Company has no control; changes in consumer spending, customer preferences, fashion trends and end-uses; the financial condition of the Company's customers; the loss of a significant customer; the success of the Company's strategic business initiatives; the continuity of the Company's leadership; volatility of financial and credit markets; the ability to service indebtedness and fund capital expenditures and strategic initiatives; availability of and access to credit on reasonable terms; changes in currency exchange rates, interest and inflation rates; the ability to reduce production costs; the ability to protect intellectual property; employee relations; the impact of environmental, health and safety regulations; the operating performance of joint ventures and other equity investments; and the accurate financial reporting of information from equity method investees.

All such factors are difficult to predict, contain uncertainties that may materially affect actual results and may be beyond our control. New factors emerge from time to time, and it is not possible for management to predict all such factors or to assess the impact of each such factor on the Company. Any forward-looking statement speaks only as of the date on which such statement is made, and we do not undertake any obligation to update any forward-looking statement to reflect events or circumstances after the date on which such statement is made, except as may be required by federal securities law. Other risks and uncertainties may be described from time to time in the Company's other reports and filings with the Securities and Exchange Commission.



Company and Market Overview

Unifi Overview

Company Overview

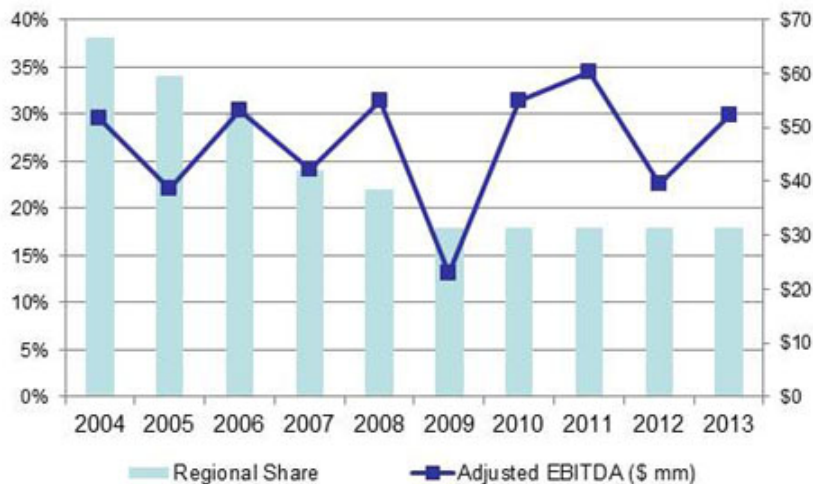
Unifi, Inc. is a diversified manufacturer of multi-filament polyester and nylon yarns

- The Company's product offerings include specialty and premier value-added yarns with enhanced performance characteristics
- The Company sells to other yarn manufacturers, knitters and weavers that produce fabric for the apparel, hosiery, furnishings, industrial and other end-use markets.

Well-established downstream partners



Regional Syn. Apparel Share and Adjusted EBITDA Trends

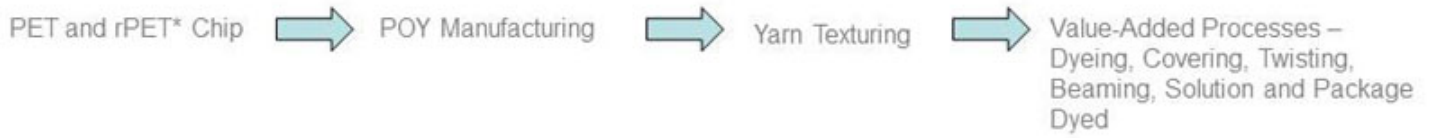


Valuable Equity Affiliate Partnerships

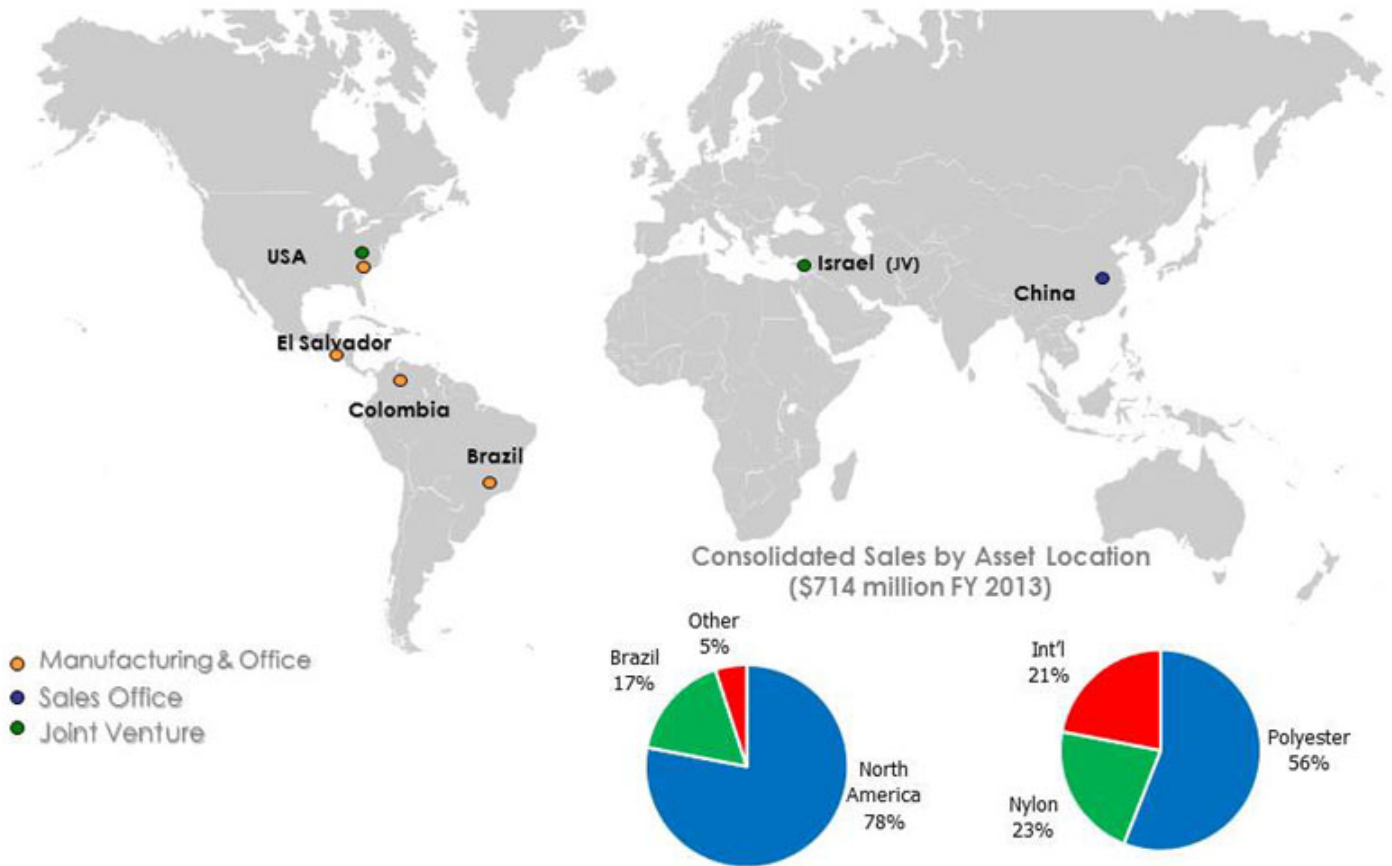
- 34% investment in Parkdale America LLC
A \$800 Million cotton spinning joint venture
- Strategic investment in Nylon spinning operations
U.S. and Israeli joint ventures

(1) Adjusted EBITDA excludes earnings from Parkdale America LLC and other unconsolidated equity affiliates.
 (2) Regional Syn. Apparel supply is based on calendar year, and Unifi Adjusted EBITDA is based on fiscal year.

Our Manufacturing Process



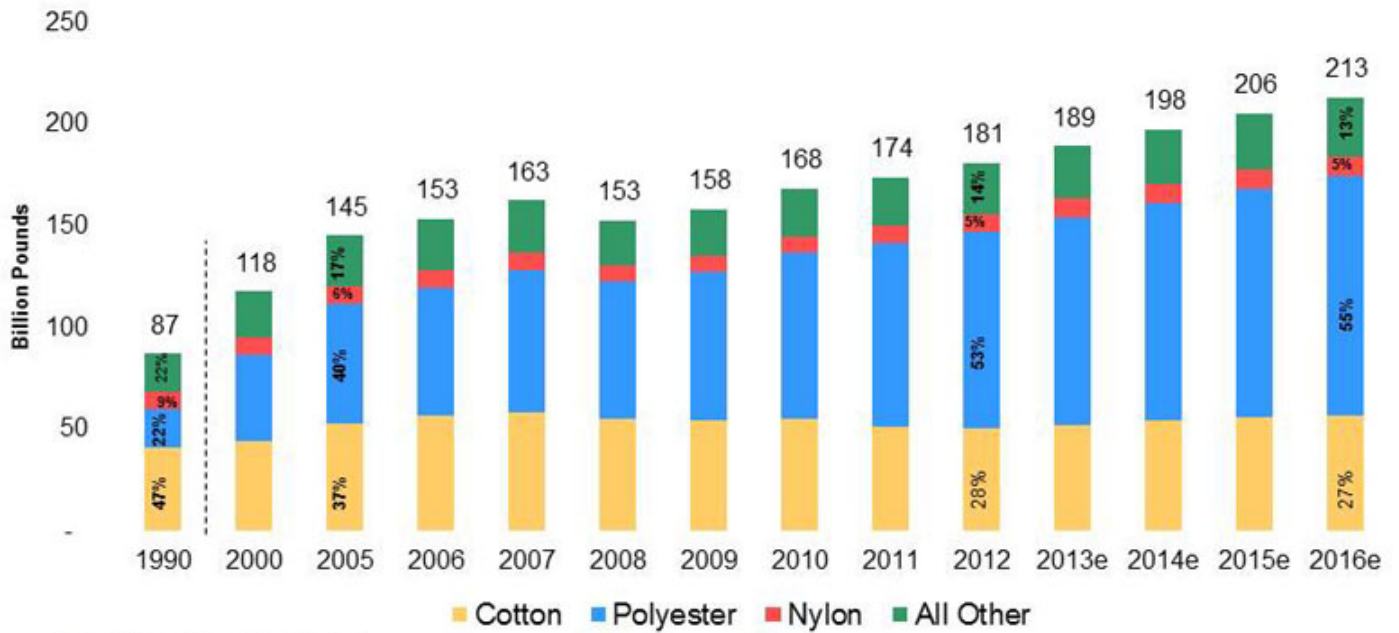
Who We Are



Our assets are well-positioned to leverage regional and global growth in synthetics

Growing Global Textile Fibers Market

Global consumption of textile fibers grows based on population and affluence



Global Textile Markets

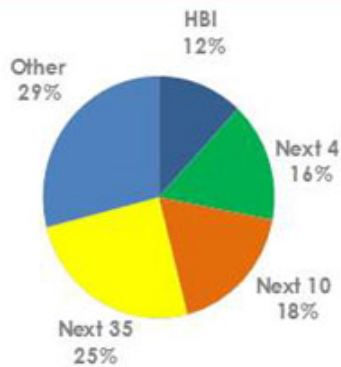
- Approximately 180 billion pounds of textile fibers sold annually
- 3% to 4% annual growth in global textile fibers projected from 2012 to 2020
- 4% to 5% annual growth in global polyester fibers projected from 2012 to 2020
- Polyester fibers' growth in market share: 22% in 1990 and 53% in 2011
 - Superior functionality compared to commodity fibers like cotton
 - Man-made fibers allow more acreage for food supply in countries like China

Source: PCI Fibers

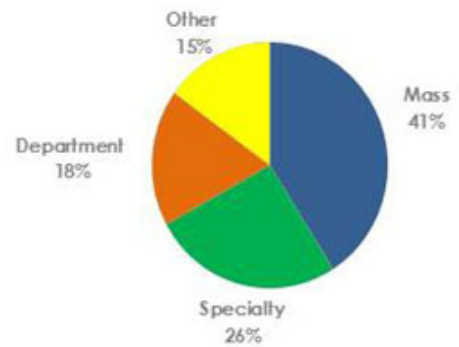
U.S. Customer & Channel Segmentation – FY 2013

Strong diversity of customer base and distribution channels

U.S. Sales by Customer



Distribution Channel ⁽¹⁾



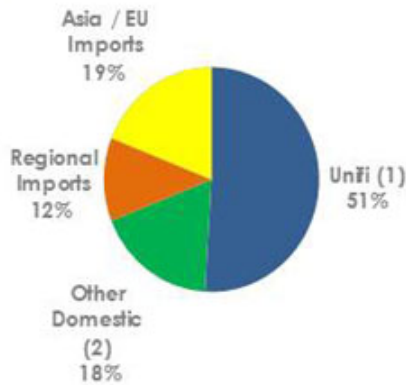
- Fiber/yarn demanded by wide variety of customers
 - Approximately 450 polyester customers and approximately 200 nylon customers served from U.S. operations
 - Top 5 U.S. customers include
 - Polyester : Milliken, Glen Raven, Polartec, American & Efird, and International Textile Group
 - Nylon: Hanesbrands (HBI), Acme-McCrory, Niki Viki, Doris Hosiery, and BSN Medical
 - In fiscal 2013, Hanesbrands accounted for 9% of consolidated sales
 - Top 50 customers in the U.S. represent 71% of U.S. net sales

(1) 2012/2011 Estimates for combined Apparel and Hosiery segments
Note: U.S. figures refers to unit operations in USA and El Salvador

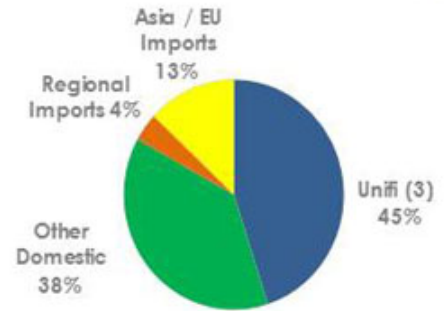
Leading Market Position

Regional leader in processing of multi-filament polyester and nylon yarns

U.S. Polyester



U.S. Nylon



Commentary

- Diversified yarn supplier with strong yarn market share across multiple product offerings
- One of few regional producers of complaint yarns utilized in NAFTA, CAFTA and Berry amendment apparel programs

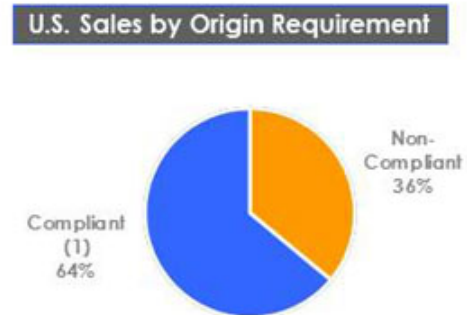
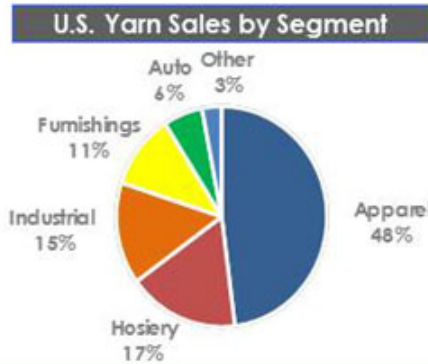
(1) Polyester market position includes Unifi sales of Polyester Textured Yarn, Draw Warp, and POY external sales to other U.S. domestic DTY producers

(2) Other domestic competition sales excludes Polyester Textured Yarn and Draw Warp made with Unifi POY

(3) Unifi nylon sales includes nylon Textured yarns sold as covered yarn and beamed yarn

Source: Unifi Internal Estimates for CY 2012 (U.S. Operations share)

U.S. Market Segmentation – FY 2013



Commentary

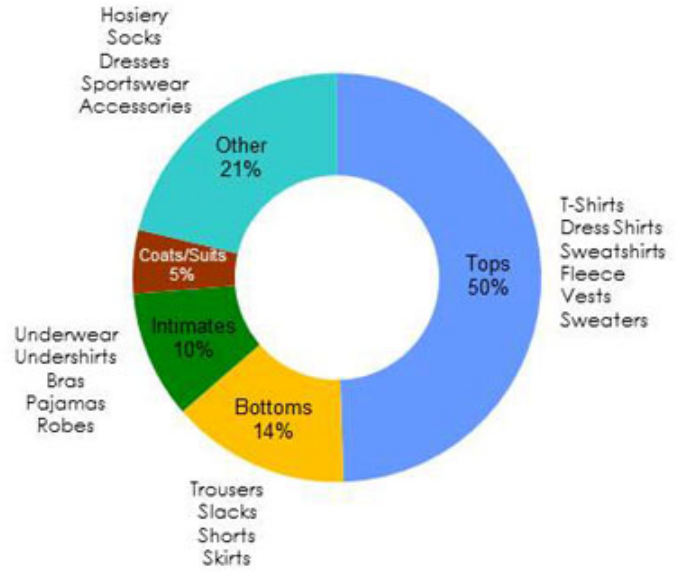
- Diverse product offering sells into the apparel, hosiery, industrial, furnishings, and automotive markets
- Compliant yarn sales account for approximately 64% of the Company's U.S. sales
 - Large majority of U.S. customers are domestic weavers and knitters
 - Most free trade benefits come through domestic customers' shipments of fabrics into region
 - Regional yarn origin required in free trade agreements (NAFTA, CAFTA, Colombia/Peru FTAs)
 - Berry and Kissel Amendments require U.S. origin fiber/yarn for Military and Homeland Security

Diverse end-use markets with high concentration of compliant yarns

(1) Compliant sales represent those sales to customers who utilize the terms of the NAFTA, CAFTA, CBI, Colombia/Peru FTA, and U.S. Military agreements to produce duty-free finished goods and U.S. origin fiber requirement. Estimates based on FY 2013 sales by category and division.

Our Regional Markets and Product Capabilities

2012: Synthetic Apparel Supply from NAFTA & CAFTA



1.5 Billion Square Meters

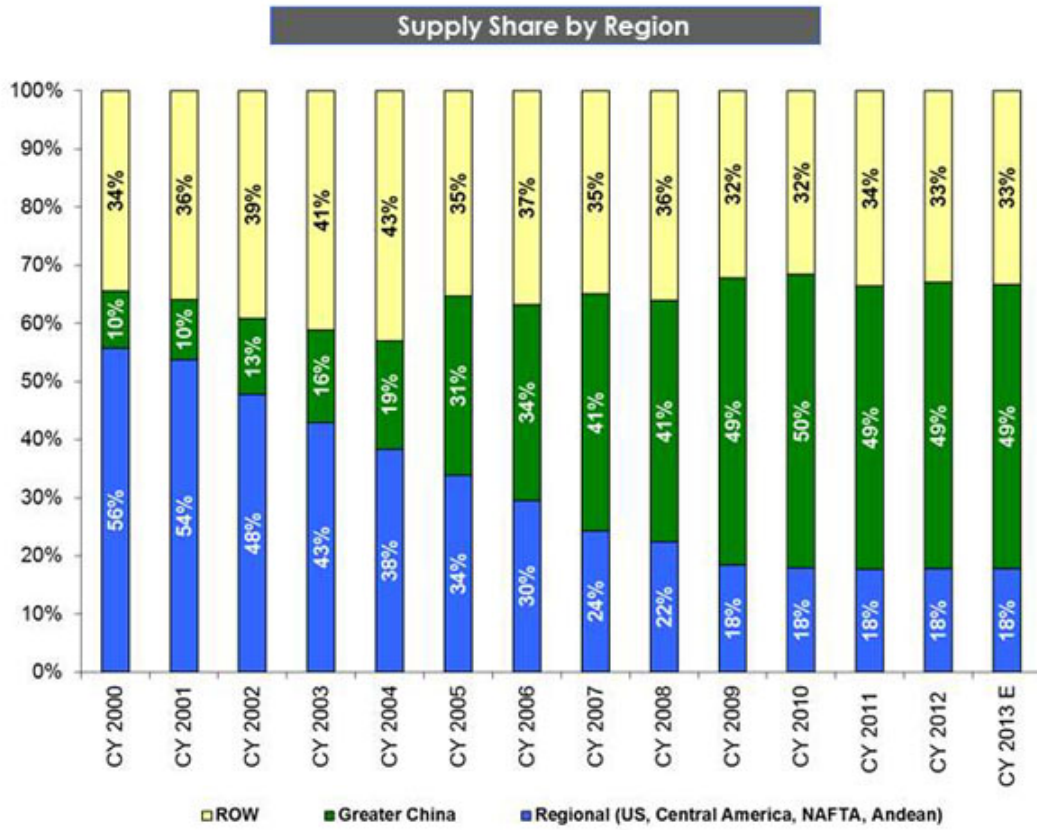
NAFTA countries: U.S., Mexico, Canada

CAFTA countries: U.S., El Salvador, Honduras, Costa Rica, Guatemala, Nicaragua and Dominican Republic

- Apart from NAFTA and CAFTA, our region also includes Free Trade Agreements (FTAs) with Colombia and Peru; and Andean Trade Pact benefits with Ecuador

Regional trade and diverse market segments provide competitive advantages

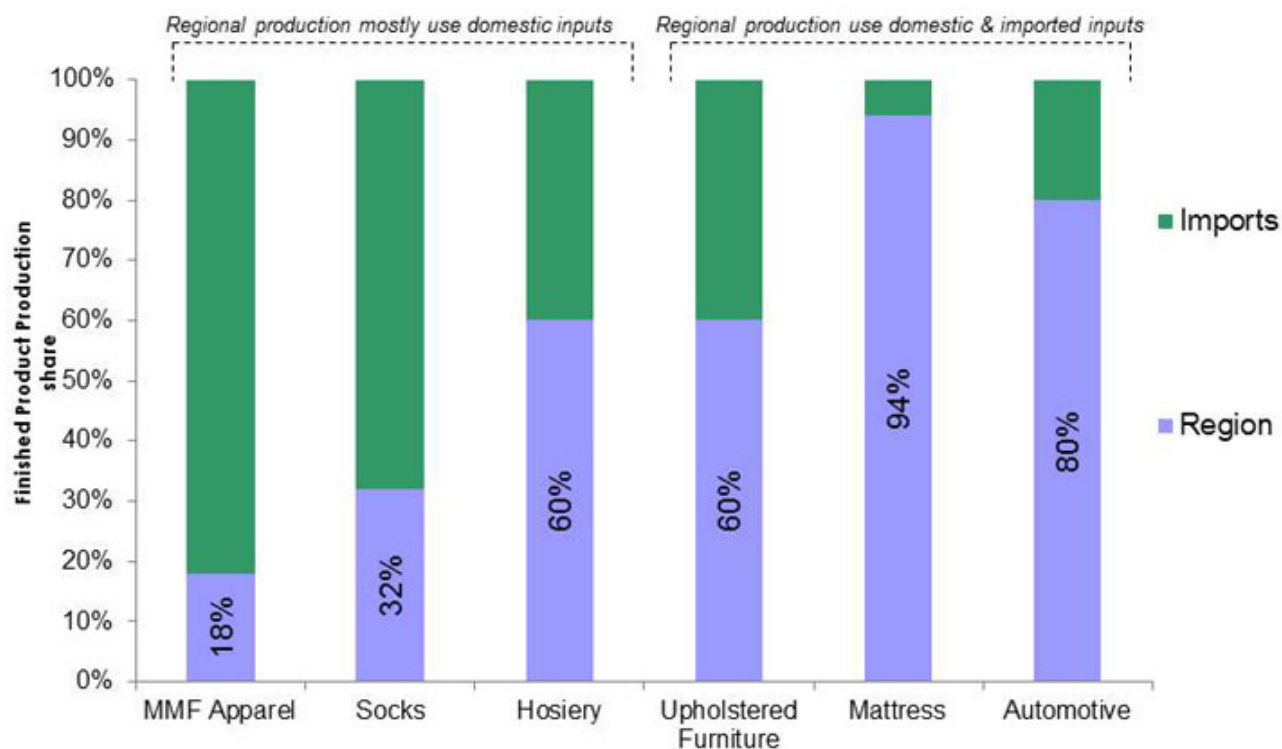
U.S. Synthetic Apparel Sourcing Trends



Regional: Units grew 7% and 5% in '11 and '12; expected to grow 5% to 7% in '13

Source: Internal Estimates, Federal Reserve, OTEXA, and Census Bureau

Regional Production Share of our Market Segments



Region includes NAFTA, CAFTA and Colombia/Peru FTA countries

Our Region... an essential part of the retail supply base

Source: CY 2012 Unifi Internal Estimates

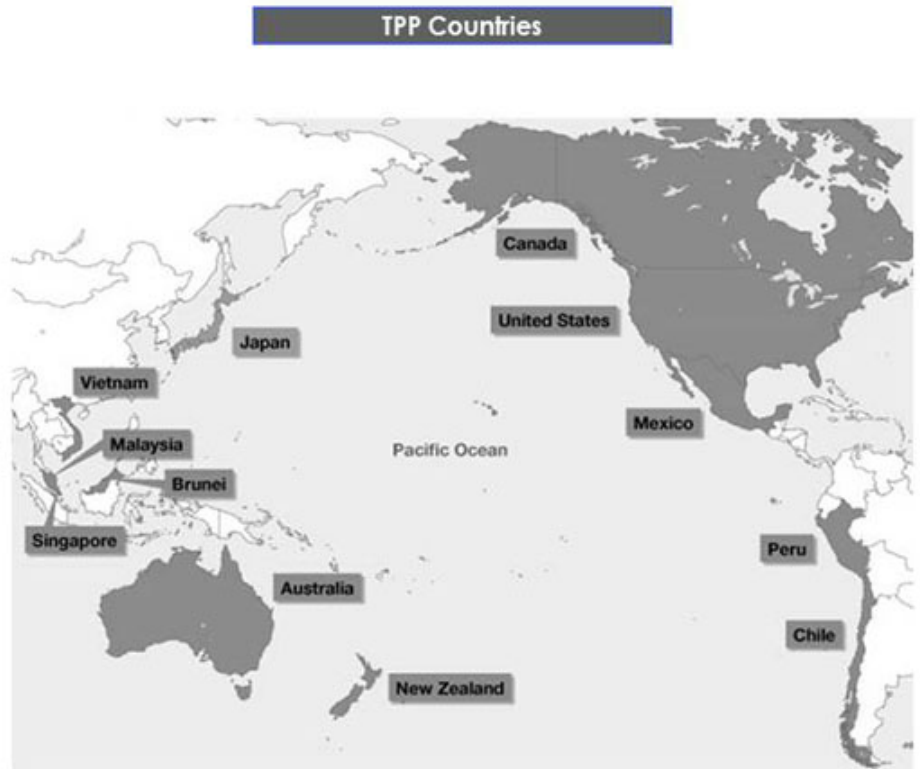
Trans-Pacific Partnership (TPP) Update

- Yarn forward
 - Basket

- Market Access
 - Duty reduction

- Customs enforcement

- Time to implement
 - Negotiations
 - Ratification





Business Strategy

Our Business Strategy

- ❑ Drive financial improvement to our core business through a rigorous and disciplined improvement process
 - Manufacturing excellence (Lean, SPC)
 - Rigorous price analysis and management
- ❑ Enrich our product mix by aggressively growing our Premier Value Added products and increasing our market share of compliant yarns
- ❑ Enhance our existing business through investment in growth opportunities, including,
 - Increasing our yarn sales in global growth markets, such as Central America, Brazil, and China
 - Strategic growth opportunities related to our core business
- ❑ Derive value from sustainability based initiatives, including polyester and nylon recycling
 - Repreve Renewables
- ❑ Use excess cash to enhance shareholder value through strategic growth opportunities and share repurchases



Repreve Renewables

Repreve Renewables



**Exclusive License of Proprietary
Miscanthus x Giganteus variety**

**Developed by Mississippi State University
as dedicated energy crop for the SE US**

Desirable Biomass Feedstock

- High Yields per Acre – up to 20+ tons/ a
- High Energy Content – 15.5 mm btu / ton
- Low Moisture Content at Harvest: 10-15%
- High Rates of Carbon Sequestration

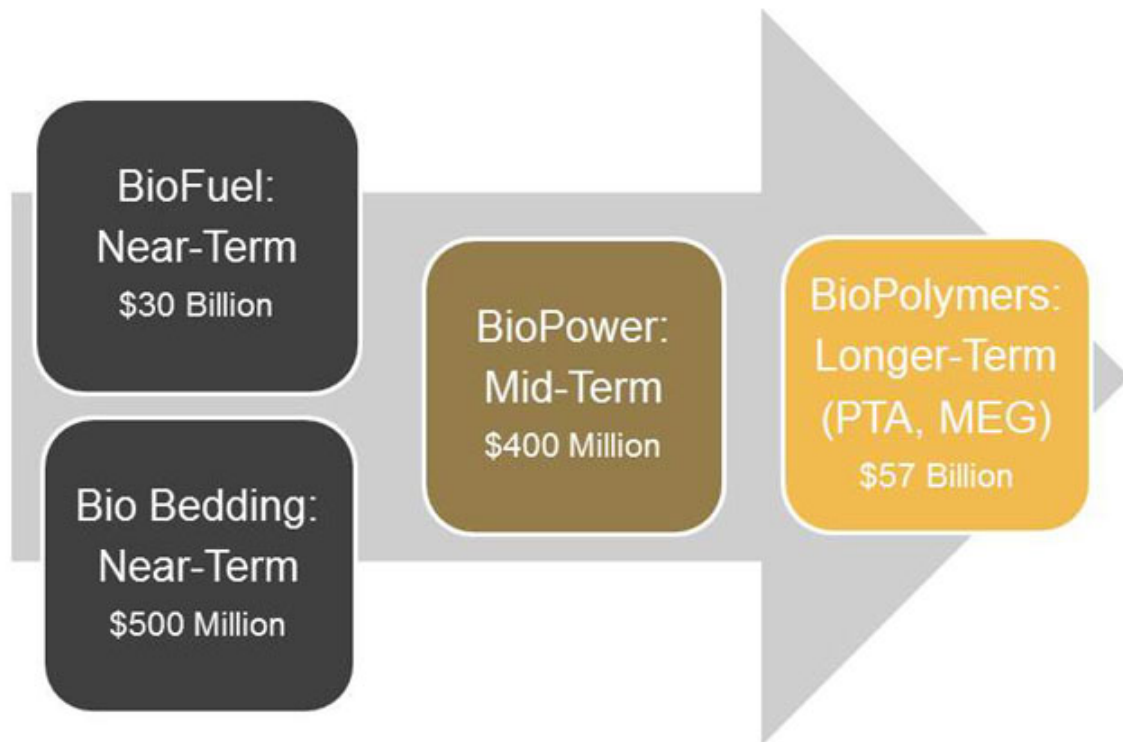
Highly Efficient Operations

- Perennial Grass: Long Stand Life
- Minimal nutrient supplement requirements
- Heat and drought resistance

Sterile and Non-Invasive

- Requires vegetative propagation

Estimated Feedstock Revenue in U.S.



Source: Internal estimates and various external sources

Repreve Renewables

□ Status

- Still a "Start-up"
- Commercial scale planting process developed
- 1-4 year yields meeting expectations
- Viable commercial sales models developed

□ Short Term Plan (next year)

- Aggressively sell into markets available to us today
 - Bio Bedding
 - Chemtex Bio-fuels
- Confirm viable sales models
- Prove planting efficiency and yield at commercial scale

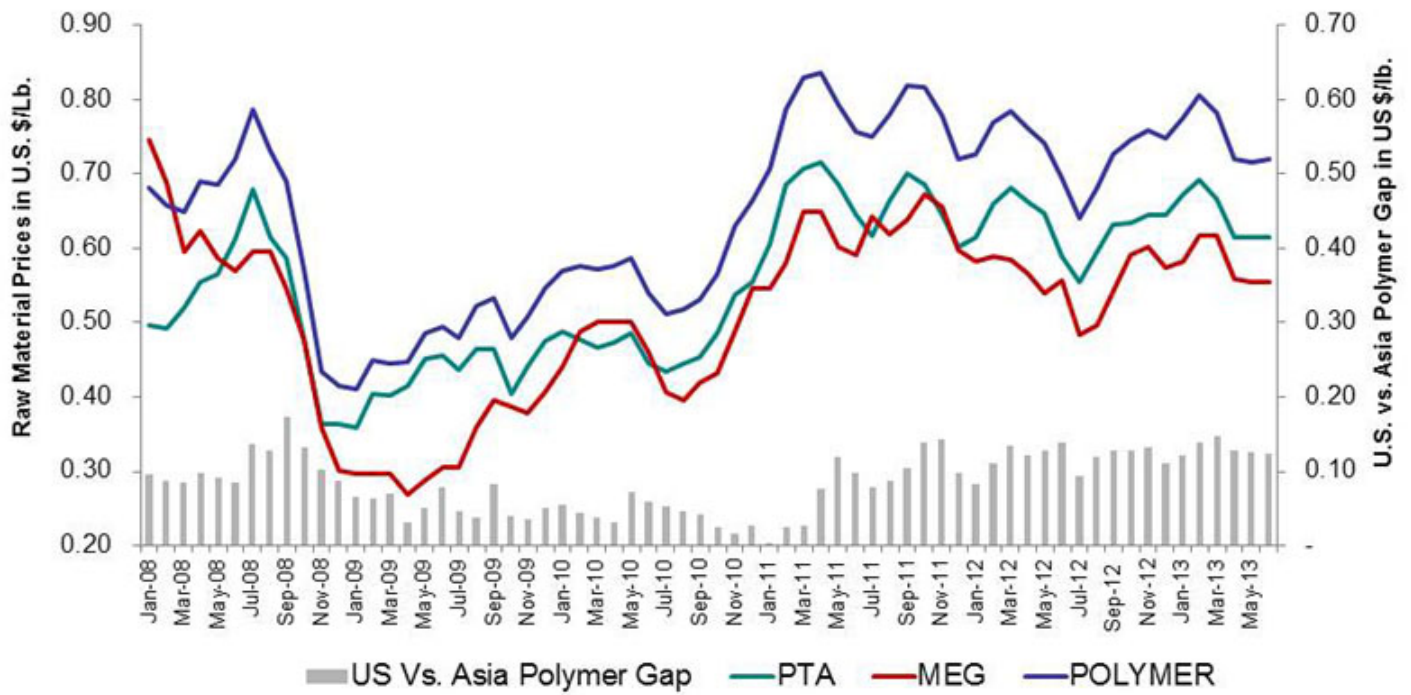
□ Long Term Plan

- Define sustainable competitive advantages in all target markets
- Develop and execute business plans in appropriate markets



Operating Environment

North America – Polyester Raw Material Trends



□ Continuing raw material volatility puts pressure on our business to review and adjust our pricing strategy on regular basis

Source: PCI Fibers, Unifi internal estimates

PX (Para xylene): Feedstock to PTA, Key Polyester Raw Materials



Global PX Supply tight in 2012 and 2013...New capacities in 2014 and 2015 expected to ease supply tightness..

Manufacturing Excellence

□ Continues Operational and Process Improvement

- Low cost commodity production
- Market segment pricing strategy

□ Lean Manufacturing

- Completed 75 projects over the last 3 years
- Around 20 active on-going projects



□ Product Mix Enrichment

- PVA and specialty product strategy

□ Lot Change Improvement

- Shorter production runs, quicker turnarounds
- Recently announced the purchase of 9 DTY machines for added flexibility and incremental growth opportunities

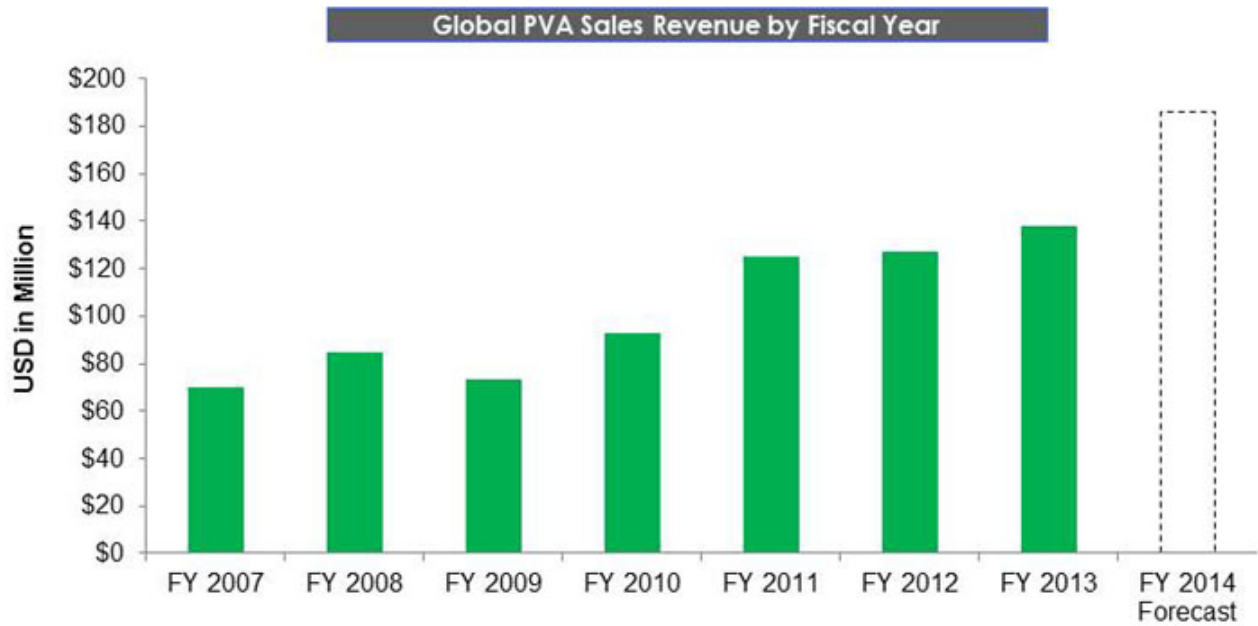


PVA – Premier Value Added Products

Branded/PVA Product Success

Premier Value-Added products are key for future growth

- PVA portfolio represented approximately 20% of consolidated sales in fiscal 2013
- Products utilized in apparel, contract, home furnishings, military, socks and hospitality
- Steady investment in R&D and commercialization of PVA products remains a strategic priority



Source: Unifi internal estimates

Our PVA Brands

Sustainability

REPREVE[®]
recycled fiber by unifi

satura[®]
solution dyed yarns by unifi



Performance

alo[®]
all-in-one performance yarns

A.M.Y.[®]
antimicrobial yarns for odor control

MAX
satura[®]
solution dyed yarns by unifi

myn^{UV}[®]
uv protective yarns by unifi

Sorbtek[®]
moisture management yarns by unifi

inhibit[®]
flame retardant yarns by unifi

reflexx[®]
stretch yarns by unifi

4t7[™]
silver. the performance element.

Touch & Texture

augusta[®]
natural touch yarns by unifi

MicroVista[®]
microfiber yarns by unifi



REP REVE®

IT'S WHAT'S IN IT™

Made from recycled materials; including post-consumer plastic bottles & post-industrial fiber waste

- Product Transparency & Authenticity
 - SCS Certified for recycled content claims; Oeko-Tex certified
 - **U|TRUST** VERIFICATION PROGRAM Program provides transparency throughout the supply chain with Unifi's unique & proprietary Fiberprint™ Technology
- Consistent Quality; Drop-in replacement
- Reputation
- Available Globally
- One brand; many product options
 - Filament Polyester & Nylon, Staple Polyester
 - Filament Performance Products; REP REVE Solution Dye, FR, Package Dyed, Moisture Management, etc.
 - PCR Chip



REPREVE®

IT'S WHAT'S IN IT™



The Growth Of A Brand

Commitment to Innovation



- Planned FY 2014 RRC Expansion

SUSTAINABLE STYLE.

Repreve is a fiber that contains recycled plastic bottles, like the ones we all take to the curb. Everyday brands use Repreve to make their products eco-friendlier—giving all of us another good reason to recycle.



Less than 30% of plastic bottles are recycled in the U.S.* We can do better—with no sacrifice in style. *According to NAPCOR 2011 data



High-performance planet. The North Face Denali fleece jacket offers amazingly lightweight climate protection. From recycled plastic bottles.

 51 Bottles Recycled



Eco-Interior. Take a seat in any Ford Focus Electric or Fusion model with cloth seats—the sustainable fabric is made from Repreve.

 42 Bottles Recycled



Wear what you believe. Life Khaki by Hagger reinvents Dad's pants in four fits. With the eco-benefits of Repreve.

 7 Bottles Recycled



Recycled fleece pioneer. Patagonia uses Repreve as the recycled ingredient in a wide range of products, including this fleece jacket.

 17 Bottles Recycled



IT'S WHAT'S IN IT™

REPREVE®

IT'S WHAT'S IN IT™

MAKING X GAMES GREENER

Repreve went to X Games Aspen 2013. And started a green movement. Our sponsorship campaign—as the event's proud recycling partner—encouraged millions of eco-conscious consumers to lighten their impact—by recycling more and by choosing products made with Repreve recycled fiber.



GOING SOCIAL

We engaged fans at home via Facebook, Twitter, and other social media. Fans could enter a giveaway and were also invited to lighten their impact with a pledge to recycle plastic bottles.



PROUD
RECYCLING
PARTNER



ON-SITE PRESENCE

Repreve-branded recycling stations throughout the X Games reinforced the importance of recycling. On-course logos were seen on the television broadcast.

A SIMPLE GREEN ICON

Repreve, an essential ingredient that contains recycled plastic bottles, is what's in a lot of products... that makes them green. To make it more tangible, the campaign centered on a Repreve green fleece beanie containing 6 recycled plastic bottles.



A WINNING AMBASSADOR

Elena Hight, two-time U.S. Olympic competitor and X Games Superpipe medalist, appeared in our TV spot, in digital ads, press interviews, and at our booth for autographs and photo ops.



MEDIA MIX

Advertising included TV, digital banner ads, and radio, emphasizing the importance of working together to create a reprieve for the planet, by joining the Repreve green movement.

A SEA OF GREEN BEANIES

We gave away 10,000 Repreve green beanies, and lucky recipients could win more prizes just by wearing the hat on site. By Sunday night's broadcast, the X Games audience was a sea of green beanies—a not-to-be-missed symbol of people's awareness of, and commitment to, recycling.

Repreve, the R design, and It's What's In It are trademarks of LEE'S, Inc. Repreve is registered in the U.S. and other regions.

REPREVE®

IT'S WHAT'S IN IT™








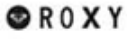











Herff Jones' Renew = 29 Bottles



Oak Hall GreenWeaver = 27 Bottles

REPREVE® based cap & gowns were worn at over 480 schools.

Brand	Product	Retailer
	Casual pants & shirts*	Kohl's, Belk, Macy's, JC Penney*, & Haggard stores*
	2013 & 2014 Focus Electric and Fusion vehicles	Ford dealerships
	NFL Replica jerseys	NFL.com & where jerseys are sold
	Graphic t-shirts	volcom.com, surf shops, & Nordstrom
	Motion Comfort khaki	JC Penney, Kohl's, Sears, & amazon.com
	Mesh performance tee	JC Penney
	Men's/Boys' Diamond Dobby board shorts	Nordstrom, Macy's, authorized surf shops, & quiksilver.com
	Women's board & fitness shorts	Nordstrom, Macy's, authorized surf shops, & roxy.com
	Flyknit FREE running shoe (Holiday 2013)	Foot Locker, Finish Line & sporting goods stores
	Earthkeepers shoe linings, denim jeans & woven shirts (Holiday 2013)	Sears, Gander Mountain, Dick's Sporting Goods, & timberland.com
	Easy khaki & Iron Free khaki	Macy's, Belk, Kohl's, Nordstrom, Bloomingdales, & dockers.com
	Tri-blend tee	reebok.com & sporting goods stores
	2015 50th Anniversary Mustang & F150 truck	Ford dealerships
	Climalite	adidas.com, Eastbay & sporting goods stores
	Smart Shield khaki	Macy's, Belk, Kohl's, Nordstrom, Bloomingdales, & dockers.com
	Socks	reebok.com & sporting goods stores
	Uniforms	

Forbes

Sports Names You Need to Know

JUL 19 2012

Shop Lauren Conrad's Adorable (and Affordable!) New Accessory Line

06:00 PM ET
Comments (2)
Favorite



Courtesy BlueAvocado XOXOXO

Lauren Conrad is helping the environment... one makeup bag at a time! The reality-star-turned-designer partnered with BlueAvocado XOXOXO to create her own line of 20 stylish food-on-the-go, travel and cosmetic accessories made with Repreve, a fabric made from recycled plastic bottles.

People StyleWatch

Good Housekeeping

USA TODAY

Two million plastic bottles recycled for car seat fabric



Ford is finding a new use for about 2 million plastic bottles. They were ground up and used to make the fabric that goes into the upholstery on car seats. The average Ford with seats made from the material goes through 22 recycled plastic bottles.

THE WALL STREET JOURNAL.

The New York Times

ELLE girl



Los Angeles Times



spry

Commitment to Sustainability

□ Long history of sustainability

- On-site environmental team constantly reviews every aspect of manufacturing to see how we can reduce, reuse and conserve.
 - Operate Fleet of Trucks; direct ship from our plants to our customers to reduce energy costs
 - Use of Returnable Packaging
- U.S. Operations are Landfill Free
- Sustainable Textile Solutions



Unifi Brazil

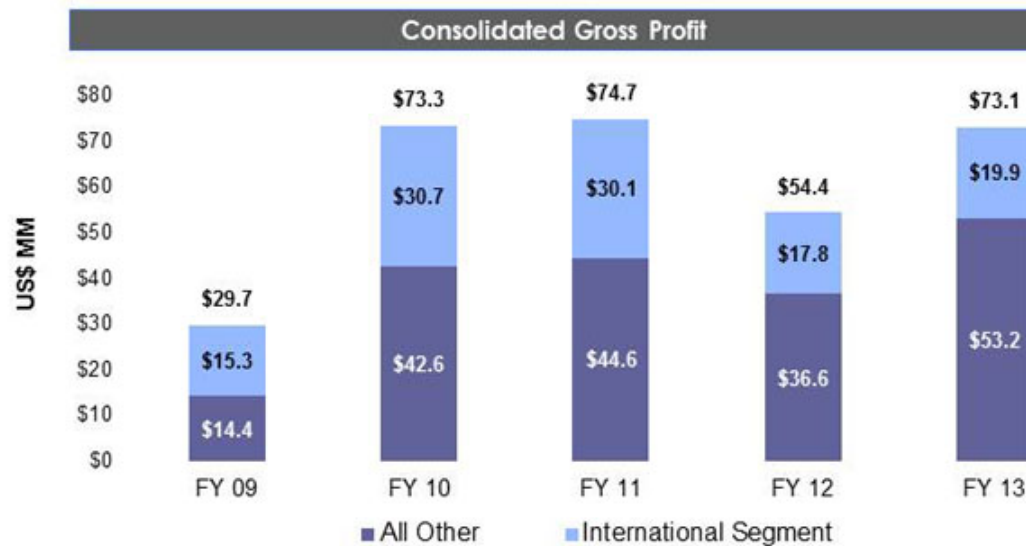


Unifi China



International Segment

International Segment Trends



Historically, International Segment, comprising Brazil and China, has performed well...

Brazil Dynamics & Outlook:

- State of the Economy – Inflation, exchange rate
- Imported textured yarn pressure on the commodity segment
- Change in local incentive program – VAT
- Recovery Underway:
 - Reduction in POY import duty
 - Product mix enrichment
 - Price increase strategy to improve margins

China Dynamics & Outlook:

- 100% PVA product portfolio
- European and U.S. retail/brand focused
- Business moderation over the last 2 years
- Current opportunities under development indicate improved sales and financial results during FY 2014 and in the foreseeable future



Financial Overview

Liquidity and Debt Highlights

(Amounts in millions, except percentages)	<u>June 2010</u>	<u>June 2011</u>	<u>June 2012</u>	<u>June 2013</u>
Cash	\$ 43	\$ 27	\$ 11	\$ 9
Revolver Availability, net	74	52	38	36
Total Liquidity	<u>\$ 117</u>	<u>\$ 79</u>	<u>\$ 49</u>	<u>\$ 45</u>
2014 Notes Payable (11.5%)	\$ 179	\$ 134	\$ -	\$ -
Revolving Credit Facility	-	35	-	-
ABL Revolver	-	-	51	53
ABL Term	-	-	50	43
Term B Loan	-	-	21	-
Other	1	0	0	2
Total Debt	\$ 179	\$ 169	\$ 122	\$ 98
Less: Cash	(43)	(27)	(11)	(9)
Net Debt	<u>\$ 137</u>	<u>\$ 141</u>	<u>\$ 111</u>	<u>\$ 89</u>
YTD weighted average interest rate	11.4%	10.8%	9.3%	3.9%

- U.S. \$85mm interest rate swap; declines \$5mm per qtr.; until reaches \$50mm in May 2015
- LIBOR is fixed at 1.06%; hedge terminates in May 2017

Long-Term Capital Structure

Unifi restructured and deleveraged its debt during fiscal years 2012 and 2013, allowing the Company to extend the maturity profile of its indebtedness at reduced interest rates, while providing the availability and flexibility needed to execute its strategic objectives.

\$150 MM ABL Facility

- ❑ Matures May 2018
- ❑ Secured by, among other things, eligible working capital, PP&E and PAL
- ❑ No on-going maintenance covenants, as long as availability exceeds the greater of \$10 mm or 20% of maximum Revolver amount
- ❑ No restricted payment limitations, as long as availability exceeds \$20 mm
- ❑ \$50 mm must be hedged, if total variable-rate debt outstanding exceeds \$75mm

ABL Revolver

- ❑ \$100 mm facility
- ❑ Interest currently based on LIBOR + 175 bps to 225 bps
- ❑ Availability based on eligible Accounts Receivable and Inventory borrowing base

ABL Term Loan

- ❑ \$50mm term loan
- ❑ Interest currently based on LIBOR + 225 bps
- ❑ Principal payments only required if outstanding term loan balance exceeds a calculation of eligible collateral (based upon M&E and real property advance rates)
- ❑ Fully pre-payable at par

Capital Allocation Strategy

- ❑ Maintain healthy balance sheet and sufficient domestic liquidity

- ❑ Appropriately fund our business strategy
 - Working capital and capital expenditure requirements to support current mix enrichment and PVA growth strategies
 - Selected growth opportunities related to our core business
 - Evaluate growth against prospective return available from share repurchases

- ❑ Use excess cash to enhance shareholder value through strategic growth opportunities and share repurchases

Cash Generation Trends

(\$ in millions)	FY 2010	FY 2011	FY 2012	FY 2013	4 Year Average	FY 2014⁽¹⁾ Estimate
Adjusted EBITDA	\$ 55	\$ 60	\$ 40	\$ 53	\$ 52	\$ 55
Capital expenditures	(13)	(21)	(6)	(9)	(13)	(17)
Cash interest payments	(21)	(19)	(17)	(4)	(15)	(3)
Cash taxes	(9)	(7)	(4)	(8)	(7)	(17)
EBITDA cash generation	<u>\$ 13</u>	<u>\$ 13</u>	<u>\$ 13</u>	<u>\$ 32</u>	<u>\$ 17</u>	<u>\$ 18</u>
Distributions from Equity Affiliates	<u>3</u>	<u>6</u>	<u>11</u>	<u>15</u>	<u>9</u>	<u>12</u>
Total cash generation	<u>\$ 16</u>	<u>\$ 19</u>	<u>\$ 23</u>	<u>\$ 47</u>	<u>\$ 26</u>	<u>\$ 30</u>

⁽¹⁾ FY 2014 Estimate based on management's estimates of:

- adjusted EBITDA based on range communicated during the Company's July 25, 2013 Earnings Conference Call;
- future annual capital expenditures (as disclosed in Form 10-K for the fiscal year ended June 30th, 2013);
- cash interest payments based on a weighted average interest rate of 3.4% and outstanding debt obligations of \$100 mm;
- cash taxes; and
- distributions from unconsolidated equity affiliates.



Questions



Appendix Slides

Unifi, Inc. - Adjusted EBITDA Reconciliation

(Dollars in thousands)	FY 2010	FY 2011	FY 2012	FY 2013
Net income attributable to Unifi	\$ 10,685	\$ 25,089	\$ 11,491	\$ 16,635
Interest expense, net	18,764	16,679	14,152	3,791
Provision (benefit) for income taxes	7,686	7,333	(1,979)	13,344
Depreciation and amortization expense	26,312	25,562	26,225	23,860
EBITDA	<u>\$ 63,447</u>	<u>\$ 74,663</u>	<u>\$ 49,889</u>	<u>\$ 57,630</u>
Loss (gain) on extinguishment of debt	(54)	3,337	3,203	1,102
Loss on previously held equity affiliate	-	-	3,656	-
Non-cash compensation costs, net	2,555	1,361	2,382	2,287
Other	1,001	5,451	410	3,075
Adjusted EBITDA including equity affiliates	<u>\$ 66,949</u>	<u>\$ 84,812</u>	<u>\$ 59,540</u>	<u>\$ 64,094</u>
Equity in earnings of unconsolidated affiliates	(11,693)	(24,352)	(19,740)	(11,444)
Adjusted EBITDA	<u>\$ 55,256</u>	<u>\$ 60,460</u>	<u>\$ 39,800</u>	<u>\$ 52,650</u>

Non-GAAP Financial Measures

Included in this presentation are certain non-GAAP financial measures designed to complement the financial information presented in accordance with generally accepted accounting principles in the United States of America ("GAAP") because management believes such measures are useful to investors.

Earnings Before Interest, Taxes, Depreciation and Amortization ("EBITDA"), Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation.

EBITDA represents net income or loss attributable to Unifi, Inc. before net interest expense, income tax expense, and depreciation and amortization expense (excluding interest portion of amortization). Adjusted EBITDA including equity affiliates represents EBITDA adjusted to exclude non-cash compensation expense net of distributions, gains or losses on extinguishment of debt, loss on previously held equity interest, and certain other adjustments. Such other adjustments include operating expenses for Repreve Renewables, restructuring charges and start-up costs, gains or losses on sales or disposals of property, plant and equipment, currency and derivative gains or losses, certain employee healthcare expenses, and other operating or non-operating income or expense items necessary to understand and compare the underlying results of the Company. Adjusted EBITDA represents Adjusted EBITDA including equity affiliates adjusted to exclude equity in earnings and losses of unconsolidated affiliates. The Company may, from time to time, change the items included within Adjusted EBITDA. EBITDA cash generation represents Adjusted EBITDA less capital expenditures, cash interest payments and cash taxes. Total cash generation represents EBITDA cash generation adjusted to include distributions from equity affiliates.

EBITDA, Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation are alternative views of performance used by management and we believe that investors' understanding of our performance is enhanced by disclosing these performance measures. Our management uses Adjusted EBITDA: (i) as a measurement of operating performance because it assists us in comparing our operating performance on a consistent basis as it removes the impact of (a) items directly related to our asset base (primarily depreciation and amortization) and (b) unusual items that we would not expect to occur as a part of our normal business on a regular basis; (ii) for planning purposes, including the preparation of our annual operating budget; (iii) as a valuation measure for evaluating our operating performance and our capacity to incur and service debt, fund capital expenditures and expand our business; and (iv) as one measure in determining the value of other acquisitions and dispositions. Adjusted EBITDA is also a key performance metric utilized in the determination of variable compensation.

We believe that the use of EBITDA, Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation as operating performance measures provides investors and analysts with a measure of operating results unaffected by differences in capital structures, capital investment cycles, and ages of related assets, among otherwise comparable companies. We also believe Adjusted EBITDA is an appropriate supplemental measure of debt service capacity, because cash expenditures on interest are, by definition, available to pay interest, and tax expense is inversely correlated to interest expense because tax expense decreases as deductible interest expense increases; depreciation and amortization are non-cash charges. Equity in earnings and losses of unconsolidated affiliates is excluded because such earnings or losses do not reflect our operating performance. The other items excluded from Adjusted EBITDA are excluded in order to better reflect the performance of our continuing operations.

Non-GAAP Financial Measures

Continued

In evaluating EBITDA, Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation, you should be aware that in the future we may incur expenses similar to the adjustments in this presentation. Our presentation of EBITDA, Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation should not be construed as an inference that our future results will be unaffected by unusual or non-recurring items. EBITDA, Adjusted EBITDA including equity affiliates, and Adjusted EBITDA are not determined in accordance with GAAP and should not be considered as substitutes to net income, operating income or any other performance measures determined in accordance with GAAP or as an alternative to cash flow from operating activities as a measure of our liquidity.

Each of our EBITDA, Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation measures has limitations as an analytical tool, and you should not consider it in isolation or as a substitute for analysis of our results as reported under GAAP. Some of these limitations are:

- it does not reflect our cash expenditures, future requirements for capital expenditures or contractual commitments;
- it does not reflect changes in, or cash requirements for, our working capital needs;
- it does not reflect the interest expense or the cash requirements necessary to service interest or to make payments on our debt;
- although depreciation and amortization are non-cash charges, the assets being depreciated and amortized will often have to be replaced in the future, and our Adjusted EBITDA (or our Adjusted EBITDA including equity affiliates) measure does not reflect any cash requirements for such replacements;
- it is not adjusted for all non-cash income or expense items that are reflected in our statements of cash flows;
- it does not reflect the impact of earnings or charges resulting from matters we consider not indicative of our ongoing operations;
- it does not reflect limitations on or costs related to transferring earnings from our subsidiaries to us; and
- other companies in our industry may calculate this measure differently than we do, limiting its usefulness as a comparative measure.

Because of these limitations, EBITDA, Adjusted EBITDA including equity affiliates, Adjusted EBITDA, EBITDA cash generation and Total cash generation should not be considered as a measure of discretionary cash available to us to invest in the growth of our business or as a measure of cash that will be available to us to meet our obligations, including those under our outstanding debt obligations. You should compensate for these limitations by relying primarily on our GAAP results and using these measures only as supplemental information.

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