

Financial Results of Shanthi Gears Ltd

PAT up by 11%

Coimbatore, 23rd July 2019: The Board of Shanthi Gears Limited (SGL) a subsidiary of Tube Investments of India Limited, (TII) met today to discuss the audited financial results for the quarter ended 30th June, 2019. The turnover for the quarter grew by 16% and PAT grew by 11% compared to Q1 of last year.

Highlights

The Company continues to focus on 4 key priorities of revenue growth, profitability, ROCE and Free Cash Flow (FCF)

- Revenue of Rs. 71.7 Crores. in the quarter with a growth of 16% over Q1 of previous year.
- The Profit before tax for the quarter was higher by 14% at Rs. 12.6 Crores against Rs. 11.0 Crores in the corresponding quarter of the previous year.
- Higher profitability and lower capital employed enabled improvement in Return on average Capital Employed (ROCE) for the quarter to 31% from 24% in the corresponding quarter of the previous year.
- The Company generated operating free cash flow of Rs. 15.9 Crores during the quarter.

During the quarter the Company booked orders for Rs. 76 Crores (against Rs. 70 Crores for corresponding quarter of the previous year).

Pending orderbook as on 30th June 2019 was Rs. 163 Crores against Rs. 139 Crores in the previous year. The Company continues to remain focused on expanding its customer base, enhancing its dealer and service network and improving the production capabilities through investments in modern technologies.

About Murugappa Group

Founded in 1900, the INR 369 Billion (36,893 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bioproducts and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 50,000 employees.

For more details, visit www.murugappa.com

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