

Financial Results of Shanthi Gears Ltd for Q3 FY 2018-19

PAT up by 46 %

Coimbatore, 1st February 2019: The Board of Shanthi Gears Ltd. (SGL) a subsidiary of Tube Investments of India Ltd, (TII) met today to discuss the unaudited financial results for the quarter ended 31st December, 2018.

The turnover for the quarter was higher by 14 % in comparison to the corresponding quarter of the previous year and at Rs. 61.51 Crores against Rs. 53.95 Crores in the same quarter of the previous year. The net profit after tax for the quarter was 46 % higher at Rs. 9.84 Crores against Rs. 6.74 Crores in the same quarter of the previous year. The Profit before tax for the quarter was Rs.12.35 Crores against Rs.9.41 Crores in the same quarter previous year, up by 31%. Higher profitability and lower capital employed enabled improvement in Return on average Capital Employed (ROCE) for the quarter to 24.4% from 16.3% in the corresponding quarter of the previous year. Cumulative Free Cash Flow to PAT is 80% for the nine months ended 31 December 2018, before disbursement of onetime special Interim Dividend of Rs. 5 per share.

During the quarter the Company improved its orderbook position significantly by booking orders for Rs. 74.2 Crores (against Rs. 56.5 Crores for corresponding quarter of the previous year), a growth of 31%. Pending orderbook as on 31st December 2018 was Rs.159 Crores against Rs.126 Crores in the corresponding quarter of 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 329 Billion (32,893 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 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., TI Financial Holdings Ltd and Wendt (India) Ltd.



Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bio-products 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 35,000 employees.

For more details, visit www.murugappa.com

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