

Press Release from Shanthi Gears Ltd

Revenue at ₹ 53.7 Crs and PBT ₹ 8.2 Crs in Q2

Coimbatore, 21st October 2020: The Board of Directors of Shanthi Gears Limited (SGL) a subsidiary of Tube Investments of India Limited (TII), met today and approved the financial results for the quarter and six months ended 30th September, 2020.

Highlights

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

- Revenue of ₹ 53.7 Crores in the quarter with a 24% degrowth over Q2 of previous year.
- The Profit before tax for the quarter was at ₹ 8.2 Crores as against ₹ 11.9 Crores in Q2 of previous year.
- Focus on cost optimisation and lower capital employed enabled to sustain the Return on average Capital Employed (ROCE) to 19% during Q2.
- The Company generated operating free cash flow of ₹ 9.8 Crores during Q2 and Free cash flow to PAT is 148 % in Q2

During the quarter the Company booked orders for ₹ 76 Crores (against ₹ 61 Crores for corresponding quarter of the previous year). Pending orderbook as on 30th September 2020 was ₹ 187 Crores against ₹ 145 Crores in the previous year.

About Murugappa Group

Founded in 1900, the INR 381 Billion (38,105 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, 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 51,000 employees.

For more details, visit www.murugappa.com

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