

Press Release from Shanthi Gears Ltd

Financial Results of Shanthi Gears Limited

Revenue at ₹ 64.8 Crs and PBT at ₹ 10.2 Crs in Q3

Coimbatore, 10th February 2021: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 nine months ended 31st December, 2020.

Highlights

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

- Revenue of ₹ **64.8** Crores in the quarter with a **12% growth** over Q3 of previous year.
- The Profit before tax for the quarter up by **32%** at ₹ **10.2 Crores** as against ₹ 7.7 Crores in Q3 of previous year. The Profit before tax % to Sales was **16%** for Q3.
- Focus on cost optimisation and lower capital employed enabled to sustain the Return on average Capital Employed (ROCE) to **25.4%** during Q3.
- The Company generated free cash flow of ₹ **10.2** Crores during Q3 and Free cash flow to PAT is **132%** in Q3.

During the quarter, the Company has registered highest ever order book of ₹ 104 Crores (96% growth over previous year). Pending order book as on 31st December 2020 is ₹ 220 Crores against ₹ 127 Crores in the previous year.

The Board declared an interim dividend of ₹ 1.5 per share of Face Value ₹ 1 per share for the financial year 2020-21.

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 29 businesses including ten listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., CG Power and Industrial Solutions 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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