

Financial Results of Shanthi Gears Limited

Shanthi Gears Net Profit Up by 79%

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, 2021.

Highlights

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

- Highest ever Revenue of ₹ 94.7 Crores in the quarter with a **46 % growth** over Q3 of previous year.
- The Profit before tax for the quarter up by 69 % at ₹ **17.2 Crores** as against ₹ 10.2 Crores in Q3 of previous year. The Profit before tax % to Sales was 18 % for Q3.
- Focus on cost optimisation and lower capital employed enabled to sustain the Return on average Invested Capital (ROIC) to **41%** during Q3.
- The Company generated free cash flow of ₹ **13.9** Crores during Q3 and Free cash flow to PAT is **101%** in Q3.

During the quarter, the Company has registered an order booking of ₹ 93 Crores and Pending order book as on 31st December 2021 is ₹ 272 Crores.

The Board declared an interim dividend of ₹2.5/- per share (Face Value ₹1/- per share) for the financial year 2021-22.

About Murugappa Group

Founded in 1900, the INR 417 Billion (41,713 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.

The Group holds leadership position in several product lines including Abrasives, Technical Ceramics, Electro Minerals, Auto Components & Systems, Bicycles, Fertilisers, Sugar, Tea and Spirulina (Nutraceuticals). The Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, 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 53,000 employees.

For more details, visit <https://www.murugappa.com/>

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