



TUBE INVESTMENTS OF INDIA LTD's STANDALONE Q2 FY 2022-23 PBT AFTER EXCEPTIONAL ITEMS AT Rs. 202 Cr.

The Board of Directors of Tube Investments of India Limited (TII) met today and approved the financial results for the Quarter ended 30th September 2022.

Standalone Results for the Quarter:

- **Revenue** in Q2 was at Rs. 1,906 Cr. compared with Rs. 1,667 Cr. of same period previous year.
- **PBT** (after exceptional items) was of Rs. 202 Cr. as against Rs. 164 Cr. in the same period previous year. Exceptional Item of Rs. 23.45 Cr. represents impairment provision in respect of investments made in Sri Lankan subsidiaries due to current market conditions and on-going economic crisis.
- **ROIC** (annualized) at 56% for the quarter ended 30th September 2022 compared with 48% in the previous year same period.
- **Free cash flow** for the quarter was Rs. 119 Cr.

Review of Businesses

Engineering

The Revenue for the quarter was at Rs. 1,192 Cr. compared with Rs. 1,027 Cr. in the corresponding quarter of the previous year. Profit before interest and tax for the quarter was Rs. 165 Cr. as against Rs. 102 Cr. in the corresponding quarter of the previous year.

Metal Formed Products

The Revenue for the quarter was at Rs. 371 Cr. compared with Rs. 328 Cr. in the corresponding quarter of the previous year. Profit before interest and tax for the quarter was Rs. 48 Cr. as against Rs. 39 Cr. in the corresponding quarter of the previous year.

Mobility

The division has registered revenue of Rs. 226 Cr. during the quarter compared with Rs. 262 Cr. in the corresponding quarter of the previous year. Profit before interest and tax for the quarter was Rs. 10 Cr. compared to Rs. 20 Cr. in the corresponding quarter of the previous year.

Others

The Revenue for the quarter was at Rs. 188 Cr. compared with Rs. 120 Cr. in the corresponding quarter of the previous year. Profit before interest and tax for the quarter was Rs. 8 Cr. as against Rs. 12 Cr. in the corresponding quarter of the previous year.

Key Developments:

During the quarter, the Company acquired a 76% equity stake in Moshine Electronics Private Limited ('Moshine') on 23rd September 2022. Moshine is a company engaged in manufacturing of camera modules for mobile phones.

As part of its strategy to pursue opportunities in clean mobility, the Company's subsidiary TI Clean Mobility Private Limited acquired a 65.2% equity stake in IPL Tech Electric Private Limited ('IPLT') on 21st September 2022. IPLT is a manufacturer of electric heavy commercial vehicles.

Consolidated Results

TII's consolidated Revenue for the quarter was Rs. 3,789 Cr. as against Rs. 3,263 Cr. in the corresponding quarter of the previous year. The profit (before share of profit/(loss) of an Associate/Joint Venture, Exceptional Items and Tax) for the quarter was at Rs. 439 Cr. as against Rs. 294 Cr. in the corresponding quarter of the previous year.

CG Power and Industrial Solutions Ltd, a subsidiary company, in which the Company holds 58.05% stake, registered a consolidated revenue of Rs. 1,707 Cr. during the quarter as against Rs. 1,469 Cr. in the corresponding quarter of the previous year. Profit before tax (before exceptional items) for the quarter was at Rs. 241 Cr. as against Rs. 144 Cr. in the corresponding quarter of previous year.

Shanthy Gears Ltd., a subsidiary company in the Gears Business, in which the Company holds 70.47% stake, registered revenue of Rs. 109 Cr. during the quarter as against Rs. 72 Cr. in the corresponding quarter of the previous year. Profit before tax for the quarter was at Rs. 23 Cr. as against Rs. 11 Cr. in the corresponding quarter of previous year.

Commenting on the financial results, Mr. M.A.M Arunachalam (known as Arun Murugappan), Chairman, Tube Investments of India Limited

The results of the Company reflect the stability of its businesses delivering strong results in the wake of continuing economic challenges viz. high inflation and looming recession globally. Engineering, Metal Forming Products and Industrial chains divisions performed well in the domestic market but faced challenges in its exports. Mobility division had lower profits due to shrinking of volumes in the industry.

The Company expanded its footprint in its clean mobility ventures through acquisition of controlling stake in IPL Tech Electric Private Limited a manufacturer of electric heavy commercial vehicles through its subsidiary TI Clean Mobility Private Limited. The quarter also witnessed the commercial launch of the electric three-wheeler in September 2022.

The performance of our subsidiaries CG Power and Industrial Solutions Ltd and Shanthy Gears Ltd has been consistent and delivered strong performance and profitability across all segments.

About Murugappa Group

Founded in 1900, the INR 547 Billion (54,700 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., Shanthy 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, Shanthy 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/>

For further information, please contact:

Sruthi Radhakrishnan
Murugappa Group
+91- 99402-26267/9600-005932

Bhargav TS
Adfactors PR
+91-9884883350