



TEXMACO

Texmaco Rail & Engineering Ltd

Belgharia Works

CIN-L29261WB1998PLC087404

TEXMACO RAIL & ENGINEERING LIMITED

Financial Results for Q3 (October-December 2016) & 9 months of 2016-17.

Press Note

Texmaco Rail & Engineering Ltd. ('TexRail'), a "ADVENTZ" Group Company has announced its results for the 3rd quarter and nine months ended 31st December, 2016 on 14th February, 2017. Kalindee Rail Nirman (Engineers) Ltd. ('Kalindee'), a subsidiary company now stands merged into TexRail in terms of the orders of the Hon'ble High Courts at Calcutta and Delhi dated 26th February, 2016 and 19th December, 2016 respectively. The performance report for the period is accordingly after taking into consideration the results of Kalindee for the said period.

Pursuant to the approval of the Scheme of merger of Kalindee into TexRail, the company has allotted 106 Equity Shares of ₹1/- each of TexRail against every 100 Equity shares of ₹10/- each of Kalindee as on the record date i.e. 10th February 2017 in terms of the Scheme of Merger. Post-merger of Kalindee into the Company, the operations of Kalindee would be continued under the name and style, "Kalindee Rail Nirman, a division of Texmaco Rail & Engineering Limited".

For the nine months period ended 31st December, 2016, the Gross Revenue stood at ₹897.06 crore compared to ₹747.31 crore, Gross Profit (PBDT) at ₹48.17 crore against ₹17.52 crore and Profit before Tax (PBT) at ₹36.15 crore against ₹6.81 crore compared to the corresponding period of the previous year. The Order Book of the Company now stands at ₹ 3500 crore.

The Q3 October – December 2016 of FY16-17 performance, however, showed a decline as the gross revenue stood at ₹263.29 crore compared to ₹345.45 crore, Gross Profit (PBDT) at ₹10.09 crore against ₹12.86 crore and Profit before Tax (PBT) at ₹5.78 crore against ₹9.19 crore in the corresponding quarter in the previous year. The performance for the quarter was impacted due to lower off-take of wagons by the Indian Railways. However, the performance of Steel Foundry, Rail-EPC and Loco Shell Divisions has been satisfactory.

The Finance Budget of the Govt. of India for 2017-18 announced on 1st February, 2017 has once again identified Rail sector as prime mover of the Indian economy, and the highest ever capital outlay of ₹ 1,31,000 Crore has been targeted for the Rail Sector in the year 2017-18. The main focus area of the Rail Budget is on accelerated development of Rail Infrastructure. TexRail's timely acquisition of two EPC Companies, namely Kalindee Rail Nirman (Engineers) Ltd and Bright Power Projects (India) Pvt. Ltd. will hold it in good stead to reap the benefit of Rail infrastructure growth in the coming years. The wagon business of the Company, however, may take some time to recuperate its position. The Company's other business segments viz. Loco Shell Components, Bridges & Structural and Steel Castings are showing good promise.

For Texmaco Rail & Engineering Limited

A.K. Vijay
Executive Director

14.02.2017

