

TEXMACO RAIL & ENGINEERING LTD.
Financial Results for Q2, 2017-18 (July '17-Sep'17)

Press Note

Texmaco Rail & Engineering Ltd., a “ADVENTZ” Group company, has reported its Q2 Results for FY 17-18 at its Board Meeting held on 16th October 2017. The Company’s performance was adversely impacted due to continuing lean wagon orders from Indian Railways and consequential related issues. The Company is focusing on strengthening its position in Rail EPC segment both in domestic and international markets. With the Govt. of India’s focused attention on strengthening Rail infrastructure at war footing, the business from the segment look promising.

The Gross income for the second quarter ended 30th September, 2017 stood at Rs. 197.98 cr. and a net profit/(loss) Rs.(8.30 cr.) as against corresponding quarter’s Rs. 396.06 cr. and Rs. 20.72 cr. respectively. For the first half of FY17-18, the gross income was at Rs 436.95 crore compared to Rs 668.28 crore and net Profit/(Loss) at Rs. (16.95 crore) against Rs.24.78 crore in the corresponding period of the previous year.

With the expected finalization of the Railway Tender for 9500 wagons shortly, the order book position of wagon division is expected to improve.

Locomotives & Coaches Division has built up a comfortable order book position of Rs.555 crore and with the Govt.’s thrust on introducing new electric Locomotives in the system, the division looks forward to a healthy growth.

The Steel Foundry Division’s performance is expected to look up with increased export demand from the US market. Indigenous demand of the Bogies & Couplers is linked to early finalisation of Railway tender for 9500 wagons.

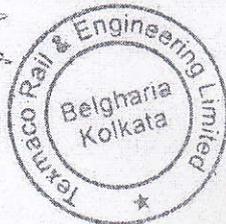
The Rail EPC Division’s performance was impacted due to disruption in procurement and correspondingly billing on introduction of GST. The situation is gradually settling down and the performance is expected to be back on track from the coming quarters.

The HME Segment has good potential with fresh enquiries from the upcoming Power Plants in India and neighbouring countries, and expects to receive good orders.

The present order book position of the Company with its subsidiaries is approximately Rs. 3800 crore.

Pursuant to the approval of a Scheme of Merger of Bright Power Projects (India) Pvt. Ltd. and Texmaco Hi-Tech Pvt. Ltd. into and with the Company, the Company has filed its application with the Stock Exchanges for necessary approvals. The merger will enable the Company to further consolidate its position as a “Total Rail Solution Provider” and assist in availing synergic benefits.


A.K. Vijay
Executive Director
DIN : 01103278



16.10.2017