

Texmaco Rail & Engineering Limited
Financial Results for Q3, (October-December 2019) & 9 months of FY 2019-20.

Press Note

Texmaco Rail & Engineering Ltd. (Texmaco Rail/Company), "ADVENTZ" Group Company has reported its Q3 Results for FY 19-20 at its Board Meeting held on 31st January 2020. The Gross income from operations for the third quarter ended 31st December, 2019 stood at Rs.536 crore, EBIDTA at Rs.56 crore, Profit before Tax (PBT) Rs. 21 crore and a net profit of Rs.15 crore, as against total income of Rs. 471 crore, EBIDTA of Rs.52 crore, PBT of Rs.27 crore and net profit of Rs.22 crore respectively in the corresponding quarter of previous year.

For the nine months ended 31st December, 2019, the gross income from operation was at Rs.1416 crore, EBIDTA at Rs.140 crore, Profit before tax (PBT) was Rs 44 crore and net profit was Rs.35 crore as against Gross income of Rs. 1218 crore, EBIDTA of Rs.124 crore, Profit before Tax Rs.53 and net profit of Rs.42 crore compared to the corresponding period of previous year.

The performance of Rolling Stock Division continued to be impacted during the quarter due to inadequate availability of wheelsets from Rail Wheel Factory. On receipt of clearance for import of wheelsets from the Indian Railway (IR), the Company has arranged to procure wheelsets from the overseas suppliers and the shipment of wheelsets has already started. With the availability of imported wheelsets, the Division has geared up its production capacity for the Non-IR segment which was majorly affected. The Indian Railways tender for 6228 IR wagons opened on 5th November, 2019 has not yet been finalized.

The Company has recently participated in a tender against Exim Bank's LOC for an African Country for 300 Wagons and is well placed for the same.

The Hydro Mechanical & Bridge Division has shown progress and achieved a turnover of Rs. 23.50 crore for this Quarter. The Division is showing good signs of revival with a slew of fresh enquiries being generated in India and neighbouring countries. Recently the division has secured an order for Rs. 99 crore for fabrication & erection of a Bridge for N.F. Railways.

The Steel Foundry Division has maintained its steady performance. New products for export and domestic market have been successfully developed and well received by the Customers. At Urla plant - Raipur, the Company has successfully developed castings for defense and regular supply is likely to commence in the current financial year.

The execution of various projects of Rail EPC Division - Kalindee are going on and the division is now centrally focused on project completion and closure. However, due to delay in payments from Railways, working capital is severally stressed which is impacting the execution speed. On the new orders front, the company has bid for a major ETCS 2 Tender in partnership with CAF, Spain.

The merged entity, Bright Power, has reported improved revenue of Rs.85.92 crore during the quarter.

The JV Company, Touax Texmaco Railcar Leasing Pvt Ltd. currently operates a fleet of 12 rakes. The JV Company is in negotiation with the number of wagon leasing companies for leasing of rakes. With a slew of new/improved wagon designs announced by the RDSO, coupled with completion of rail handling facilities at many cement and auto industry, it is expected substantial increase in demand for all wagon types in near future. The JV Company Wabtec Texmaco has been successful in developing new products such as Freight Brake Blocks, Draft Gears etc. The Order Book of the Company is at Rs. 4576 crore.

The Equity Shares of the Company were delisted from The Calcutta Stock Exchange Limited w.e.f. 12th December 2019. The Equity Shares of the Company continue to remain listed on the National Stock Exchange of India Limited and BSE Limited.

For Texmaco Rail & Engineering Limited




Ravi Varma
Company Secretary &
Compliance Officer

Date: 31st January, 2020