

Texmaco Achieves Transformational Growth and Strengthens Market Position
Freight Car Run Rate Sales of 2,927 Wagons per Quarter
Order Book as of 30th September of ₹8,194 Cr
H1 FY25 Revenue from Operations at ₹2,434 Cr
H1 FY25 EBITDA at ₹272 Cr and margin of 11.2%

Kolkata, 27th October 2024: Texmaco Rail & Engineering Limited, (“Texmaco” or the “Company”) (BSE: 533326; NSE: TEXRAIL) a leading manufacturer of freight wagons and provider of railway infrastructure in India, has announced its unaudited Financial Results for the quarter ended 30th September 2024.

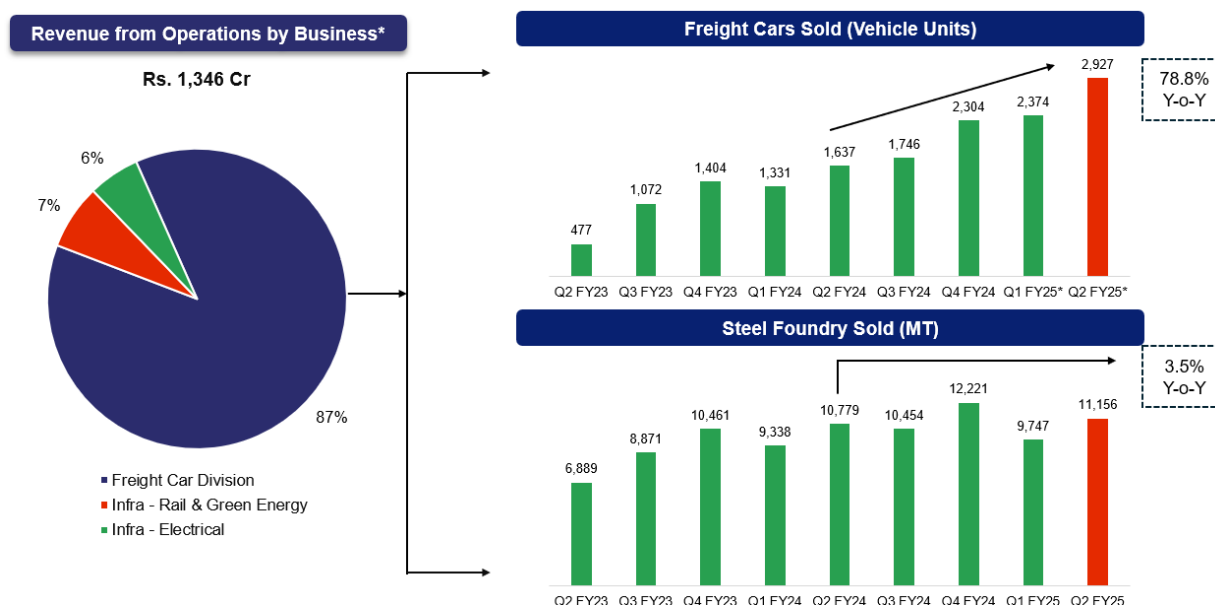
Texmaco successfully completed the acquisition of Jindal Rail Infrastructure Ltd. (JRIL) on 3rd September 2024, and the company has now been renamed to Texmaco West Rail Limited. It was acquired for Rs. 614 Cr and the transaction represented an FY24 EV / EBITDA multiple of 8.1x. This acquisition positions Texmaco as a market leader in the freight car industry.

Q2 and H1 FY25 Consolidated Financial Highlights:

Rs. in Cr	Q2 FY25	Q2 FY24	Y-o-Y (%)	Q1 FY25	Q-o-Q (%)	H1 FY25	H1 FY24	Y-o-Y (%)
Revenue from Operations	1,346	805	67.2%	1,088	23.7%	2,434	1,462	66.5%
EBITDA	149	82	82.2%	123	20.5%	272	139	96.4%
EBITDA Margin%	11.0%	10.1%		11.3%		11.2%	9.5%	
PAT	74	25	201.2%	59	25.1%	133	37	257.6%
PAT Margin%	5.5%	3.1%		5.4%	25.1%	5.5%	2.6%	
EPS (Rs.)	1.82	0.76		1.50		3.32	1.16	

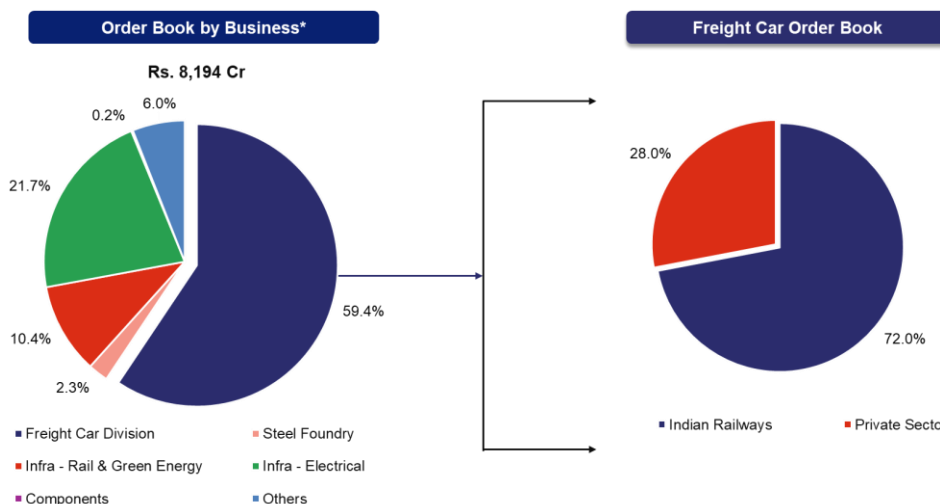
- EBITDA includes Other Income
- Texmaco West Rail (previously Jindal Rail and Infrastructure) has been consolidated from 1st April 2024 (the date at which the lock box mechanism was agreed in the acquisition)

Consolidated Q2 FY25 Revenue by Business:



* Texmaco West Rail (previously Jindal Rail and Infrastructure) is included in Q1 FY25 and Q2 FY25 Freight Cars Sold

Consolidated Q2 FY25 Order Book Summary:



* Texmaco West Rail (previously Jindal Rail and Infrastructure) is included in Q2 FY25 Freight Car Order Book

Indrajit Mookerjee, Executive Director and Vice Chairman said:

“We are delighted to have successfully completed the acquisition of Jindal Rail & Infrastructure Ltd during the first half of the year and announced consolidated Revenue from Operations of Rs. 2,434 Cr. In terms of profitability, Texmaco reported EBITDA at Rs. 272 Cr, with a margin of 11.2% and Profit After Tax at Rs. 133 Cr, with a margin of 5.5% in H1 FY25. The acquisition has resulted in us increasing revenues by a factor of 1.67x representing a transformation in Texmaco’s market presence in India and internationally. With the first 100-day integration plan well underway, the company has been renamed as Texmaco West Rail Limited and the synergy realization is in line with management expectations. This acquisition represents the largest deal in India’s rolling stock industry, marking a strategic milestone for the Company. Texmaco West Rail provides greater customer reach in the private commodity specific wagons market and increases our private sector revenue contribution from 12% to 28%. We look forward to leveraging the combined potential of both companies and creating new opportunities for sustainable growth and innovation.”

Sudipta Mukherjee, Managing Director said:

“During the first half of the year, Texmaco has achieved the highest ever freight car sales in its history, having sold 5,301 freight cars. With the acquisition of Jindal Rail & Infrastructure Ltd., we have attained leadership position in the freight car manufacturing industry. During Q2 FY24, we delivered 2,927 freight cars with 72% to Indian Railways and 28% to private customers and export markets. Our steel foundries in Raipur and Belgharia had combined sales of 11,156 metric tonnes of castings and other railway components, marking a 3.5% increase YoY. As a market leader in the steel foundry segment, the growth in foundry reinforces the resilience of the Texmaco supply chain for critical railway components. In October 2024, Texmaco was recognized as a “Three Star Export House” under the Government of India’s Foreign Trade Policy, 2023. This certification strengthens our position as a contributor to India’s global trade policies. The rail freight industry is poised for significant growth in the upcoming years, with freight volumes by rail projected to increase from 27% to 45% by 2030, as outlined in the National Rail Plan Vision 2030. Our sector plays a crucial role in supporting the government to achieve its goal of 3,000 MT of freight loading whilst also creating valuable opportunities for Texmaco. As Indian Railways expands its fleet to meet these goals, we are well-positioned to contribute with our advanced manufacturing capabilities and integrated solutions. Looking ahead, we remain focused on leveraging these government initiatives while also addressing growing demand from private customers and export markets. Our management team is ready to embrace the challenges ahead and is confident in its capabilities to convert them into opportunities for sustainable growth.”

Texmaco Overview

Texmaco operates through three business segments, Freight Car (freight car manufacturing, steel foundry and components systems), Infra – Rail & Green Energy and Infra – Electrical. The Company has seven manufacturing facilities, with five located in West Bengal (Agarpara, Belgharia [2], Sodepur and Panihati), one in Vadodara, Gujarat and one in Raipur, Chhattisgarh.

The Company manufactures freight cars for Indian Railways, commodity specific special purpose wagons for the private sector and for exports. Texmaco is one of the few companies working with mild steel, stainless-steel and composite materials for the manufacturing of rolling stock solutions. In FY 2024 Texmaco manufactured over 7,200 wagons, its highest-ever production.

The steel foundry, with a capacity of over 48,000 MTPA across two facilities in Belgharia and Raipur, is an integrated part of the Freight Car segment providing railway castings. The foundry in Belgharia is the largest in India accredited by the Association of American Railroads (AAR). The components business is a global sourcing partner for precision fabricated parts, machined systems and solutions. The Hi-Tech division manufactures bogies through fabrication processes. Wabtec Texmaco Rail (40.0%) is a joint venture that manufactures railway components for India and international markets.

Saira Asia (51.0%), acquired in June 2024, manufactures interiors for railway passenger mobility and is based in Vadodara, Gujarat. Texmaco Nymwag (51.0%), represents Texmaco's joint venture with NYMWAG CS to manufacture freight wagons and railway components for Indian Railways, the private sector and export markets. The facility is currently under construction and is anticipated to be operational within a year. Touax Texmaco Rail Car Leasing (50.0%) leases freight cars on long-term basis to private sector logistics and industrial transportation companies in India.

For further information, please contact:



Mr. Hemant Bhuwania
Chief Financial Officer
Texmaco Rail & Engineering Ltd
Texrail_cs@texmaco.in

Churchgate
Investor Relations

Anvita Raghuram / Lavanya Shreedhar
Churchgate Partners
+91 22 6169 5988
texmaco@churchgatepartners.com

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.