

TEXMACO RAIL & ENGINEERING LTD

Press Note

Steady performance shown by Texmaco in FY 2013

Texmaco Rail & Engineering Ltd., a "ADVENTZ" Group Company, has maintained a steady performance in FY 13 in spite of non-release of wagon orders for 2012-13 yet by the Indian Railways.

The Gross Turnover for the year was higher by Rs.98 crore at Rs. 1036 crore as compared to Rs. 938 crore in the previous year. The Company produced and despatched 3876 wagons during the year and continued to maintain its leadership in the field of wagons.

The Gross Profit for the year (PBDT) and profit before tax (PBT) were at Rs.144.16 crore and Rs. 134.77 crore respectively. The Net Profit was marginally higher at Rs.94.27 crore after providing for a Tax liability of Rs.40.50 crore.

The Directors have recommended a dividend of 100% on the Equity Shares of the Company.

During the year your Company executed export orders worth Rs. 941 million. Its Rolling Stock Division has successfully executed High Capacity Mineral Wagons, Meter Gauge Container Flat Wagons, BG Bogie Tank wagons, to some African countries and Bangladesh Railways. The Steel Foundry Division has supplied Rs. 223 million worth Castings to North America and Australia.

The 1st lot of the wagons supplied to Bangladesh was inaugurated by the President of India H.E. Pranab Mukherjee along with Prime Minister of Bangladesh H.E. Sheikh Hasina at Dhaka. During the year, the Company has been awarded with the Status of 'Star Export House'.

Indian Railways wagon tenders for 2012-13 & 2013-14, are now expected to be issued shortly.

The EMU Coach manufacturing facility at the Company's Sodepur Works is at an advanced stage of erection and is expected to commence production **with the technical assistance of Kawasaki Heavy Industries, Japan, by the end of 2nd quarter of the current year.**

The Hydro Mechanical Division of the Company has an order book of Rs. 374 crore. The ongoing projects, which suffered some set-back due to local and political issues, are now reviving and expected to contribute significantly to the working of the Division.

Besides, the company has intensified its participation against enquiries for steel bridges, flyover steel structurals, etc. and expects to book significant orders during the year.

The Company's JV Project with UGL Rail, Australia, for manufacture of components/sub-assemblies for global market has commenced production and will be in full swing by end of the current year. JV has secured orders for export of Loco Bogie Frames from Kazakhstan and Queensland Rail. The first shipment of Kazakhstan Bogie Frames was made in the first quarter of the current year.

The Company's 50:50 JV leasing Co., Touax Texmaco Railcar Leasing Company Pvt Ltd. formed with the French Group – Touax Rail, a leading Lease Finance Company, is in dialogue with various potential customers for their leasing requirements of wagons.

Sd/-



D.H. Kela
President & CEO

Date : May 30, 2013.

Encl: Financial Results 2012-13