

TEXMACO RAIL & ENGINEERING LIMITED

Financial Results for Q1 - 2013-14

Press Note

Texmaco Rail & Engineering Limited, a “ADVENTZ” Group Company, has reported a decline in its working results for the 1st Qtr. April-June 2013. The Gross Revenue for the Quarter stood at Rs.165.45 crore, the Gross Profit (PBDT) at Rs.16.78 crore, the Profit Before Tax (PBT) at Rs.14.22 crore and the Net Profit at Rs. 11.37 crore.

The results for the quarter were impacted due to continued delay in release of regular annual wagon orders by the Indian Railways which resulted in substantial under utilization of the production capacity. No orders have been released by the Indian Railways after the order against RSP 2011-12 .

The Company has stepped up its efforts in export markets and has focused on execution of orders received from Bangladesh and African countries. The Company during the quarter has manufactured and supplied specialized insulated tank wagons to Bangladesh for movement of aviation fuel.

The Steel Foundry Division has been performing well on export front. The Company has received the approval for export of Railway Castings to CIS countries after undergoing stringent quality and simulation trials at their laboratories.

The construction of State-of-the-Art EMU Coach manufacturing facility at the Company's Sodepur Works is proceeding smoothly. The facility is expected to be completed in the 3rd quarter of FY 2013-14, with the technical assistance of Kawasaki Heavy Industries, Japan. The first proto-type of EMU Coach is in advanced stage of production and likely to be completed by September 2013, using high precision jigs, fixtures and equipment.

The prospects of Hydro Mechanical Division are bright with an order book of Rs. 365 crore and a large requirement under tendering. However, continued local social and political problems have posed a big challenge

The Joint Venture Company Texmaco UGL Rail Pvt. Ltd., has completed the dispatch of Loco Bogies to Kazakhstan and has bagged an additional order of 135 Loco Bogies from Queensland Rail, Australia.

The JV Leasing company, Touax Texmaco Railcar Leasing Company Pvt. Ltd. formed with French Group – Touax Rail, is in advanced negotiations with the renowned Auto logistics companies for their requirements of Special Purpose Car Carrying Wagons.

The Company is diversifying its business activities and proposing to make strategic investment in Kalindee Rail Nirman (Engineers) Ltd., a Gurgaon based Company engaged in Railway/Metro Infrastructure and Components businesses.



A.K. Vijay
CFO & Secretary.

Date: 10th August 2013