



Press Release from Tube Investments of India Limited

Chennai, 23rd July 2020: The Board of Directors of Tube Investments of India Limited (TII) met today and approved the financial results for the Quarter ended 30th June 2020.

Consequent to the outbreak of the COVID-19 pandemic and the lockdown/curfew introduced by the Central and State Governments, the operations in the Company's manufacturing plants situated across various locations of the Country had to be shut down or were disrupted from 23rd March 2020 onwards.

With the easing in the lockdown/curfew and the Governments permitting operations to be resumed with necessary permission from the local authorities, the Company has resumed operations from end April 2020 onwards, in a partial manner.

The restrictions have had a significant impact on our operational and financial performance in the quarter. Our revenue for the month of April was virtually nil. In May, we began operations, but at a very low level of capacity utilization. In June, capacity utilization across our system reached around 50%.

Standalone Results for the quarter

- Revenue of Rs.379 Cr in the quarter compared with Rs.1252 Cr in Q1 of last year.
- The company reported a loss of (before exceptional items) Rs. 69 Cr as compared to profit of Rs.107 Cr in Q1 of last year. During the quarter, the Company implemented a voluntary retirement scheme at a cost of Rs.8 Cr. and the same was considered as exceptional item resulting in loss before tax (after exceptional items) of Rs.77 Cr.
- The net debt of the company has reduced to Rs.101 Cr as compared to Rs.149 Cr as of March 31, 2020.

Review of Businesses

Engineering

The Revenue for the quarter was at Rs.164 Cr. compared with Rs.657 Cr. in the corresponding quarter of the previous year. Loss before interest and tax for the quarter was Rs.27 Cr. as against profit before interest and tax of Rs.67 Cr in the corresponding quarter of previous year.

Cycles and Accessories

The Revenue for the quarter was at Rs.100 Cr. compared with Rs.290 Cr. in the corresponding quarter of the previous year. Loss before interest and tax for the quarter was Rs.6 Cr. as against profit before interest and tax of Rs.12 Cr in the corresponding quarter of previous year.

Metal Formed Products

The Revenue for the quarter was at Rs.127 Cr. compared with Rs.350 Cr. in the corresponding quarter of the previous year. Loss before interest and tax for the quarter was Rs.38 Cr. as against profit before interest and tax of Rs.34 Cr in the corresponding quarter of previous year.

Consolidated Results

TII's consolidated Revenue for the quarter was Rs.457 Cr as against Rs. 1,385 Cr in the corresponding quarter of the previous year and reported a loss of Rs. 77 Cr as against a profit of Rs. 120 Cr in the corresponding quarter of the previous year.

Shanthi Gears Ltd., a subsidiary company in the Gears Business, in which the Company holds 70.47% stake, registered revenue of Rs.25 Cr. during the quarter as against Rs.71 Cr. in the corresponding quarter of the previous year. Loss for the quarter was at Rs. 5 Cr. as against profit of Rs. 13 Cr. in the corresponding quarter of previous year.

About Murugappa Group

Founded in 1900, the INR 381 Billion (38,105 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bio-products and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 51,000 employees.

For more details, visit www.murugappa.com

For further information, please contact:

Gopi Kannan. S
Murugappa Group
+91 9500011238

Bhargav TS
Adfactors PR
+91-9884883350