



TUBE INVESTMENTS OF INDIA LTD STANDALONE Q3 NET PROFIT UP BY 67%

The Board of Directors of Tube Investments of India Limited (TII) met today and approved the financial results for the quarter and nine months ended 31st December, 2016. The Board declared an Interim Dividend of `1.25 per share (62.50%) for the financial year 2016-17.

Standalone Results

TII's Revenue for the quarter was higher by 8% at `1041 Cr. as against `968 Cr. in the corresponding quarter of the previous year. The profit before tax for the quarter was at `38 Cr. as against `21 Cr. in the corresponding quarter of the previous year. The PAT for the quarter was higher by 67% at `27 Cr. as compared to `16 Cr. in the corresponding quarter of the previous year.

Mr. L. Ramkumar, Managing Director said, "The domestic turnover of the company across sectors and the profits were adversely affected due to Demonetisation announced in November 2016. The exports grew by 48% over corresponding quarter in the previous year. PAT was higher than last year same quarter due to savings in finance charges."

Review of Businesses

Cycles and Accessories

This division has registered a revenue growth of 3% during the quarter, aided by Institution sales though the trade sales was affected due to Demonetisation. Profit before Interest and Tax for the quarter was `1 Cr. as against `9 Cr. in the corresponding quarter of the previous year. The company continued its retail expansion in the new formats and 6 new outlets were established during the quarter.

Engineering

This division has registered revenue growth of 14% during the quarter, aided by 91% revenue growth in exports. Profit before Interest and Tax for the quarter was `37 Cr. as against `24 Cr. in the corresponding quarter of the previous year. The Board approved a capex program of `77 Cr. for setting up a greenfield precision tubes manufacturing facility at Rajpura, Punjab.

Metal Formed Products

This division has registered revenue growth of 3% during the quarter compared with corresponding quarter in the previous year. Profit before Interest and Tax for the quarter was `21 Cr. as against `23 Cr. in the corresponding quarter of the previous year.

Key Results of Subsidiary Companies

Cholamandalam Investment & Finance Company Ltd, a financial services subsidiary, in which the Company holds 46.22% stake, disbursed `4373 Cr. during the quarter compared to `4260 Cr. in the corresponding quarter of the previous year. Consolidated Profit after Tax for the quarter was at

`163 Cr. as against `148 Cr. in the corresponding quarter of the previous year, registering a growth of 10%.

Cholamandalam MS General Insurance Company Ltd., a subsidiary in general insurance business, in which the Company holds 60% stake, registered a Gross Written Premium (GWP) of `751 Cr. during the quarter as against `614 Cr. in the corresponding quarter of the previous year, a growth of 22%. Profit after Tax (PAT) for the quarter was at `47 Cr. as against `34 Cr. in the corresponding quarter of the previous year, registering a growth of 38%.

Shanthi Gears Ltd., a subsidiary company in the Gears Business, in which Company holds 70.12% stake, registered a revenue growth of 7% for the quarter compared with corresponding quarter of the previous year. The revenue for the quarter was `51 Cr. as against `48 Cr. in the corresponding quarter of the previous year. PAT for the quarter was at `4.7 Cr. as against `4.6 Cr. in the corresponding quarter of the previous year.

About Murugappa Group

Founded in 1900, the INR 295 Billion 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 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., Parry Sugar 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, Ladybird, 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 32,000 employees. For more details, visit www.murugappa.com

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