



MOLD-TEK
Packaging Limited
(Formerly known as Moldtek Plastics Ltd.)

Press Release

01st August, 2020

KEY HIGHLIGHTS OF MOLDTEK PACKAGING LIMITED-FINANCIAL RESULTS

JUNE QUARTER (Q1) OF FY 2020-21

Consolidated Sales dip by 44% Q1 on Q1

Consolidated Performance Highlights Y on Y & Q1 FY 21 Vs Q4 FY 20

- Net Sales Value dip by 44.32% Y on Y, and dip by 38.77% Q1 on Q4
- EPS dip by 83.70% Y on Y, and dip by 82.70% Q1 on Q4
- Net Profit dip by 83.85% Y on Y and dip by 82.69% Q1 on Q4
- EBIDTA dip by 54.11% Y on Y and dip by 50.69% Q1 on Q4

Standalone Performance Highlights of Y on Y & Q1 to Q4

- Net Sales dip by 43.97% Y on Y and dip by 38.77% Q1 on Q4
- EBIDTA dip by 56.54% Y on Y and dip by 52.45% Q1 on Q4
- Net Profit dip by 85.57% Y on Y and dip by 80.38% Q1 on Q4
- EPS dip by 85.59% Y on Y and dip by 80.38% Q1 on Q4

Hyderabad, 1st, August 2020: MOLDTEK Packaging Limited is the leader in manufacturing injection moulded rigid plastic packaging containers (BSE Code: 533080). Mold-tek has been the innovator and torch bearer in introducing many world class packaging products in India for Lubes, Paints, Food and FMCG products.

The commitment to growth, disciplined capital allocation and shareholder's stable returns are main the goals for MOLDTEK Packaging Limited and delivering repeated and industry leading returns to our shareholders.

Mold-Tek has 8 technologically advanced manufacturing facilities located at various places spread across the country.

Covid-19 impacted entire world much more than any other pandemic in last hundred years completely halting the progress of the mankind. The past quarter was unprecedented as COVID-19 pandemic impacted the operations in the early part of the quarter. However, the Company was able to recover from the early setbacks and slowly reached normalcy by June 2020.

"The economy and market has just survived a high magnitude pandemic effect. After a full month of lockdown in April, and a staggered resumption of operational activity in May and June, we could manage

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to curtail our effective production loss to 50 days during the quarter. This impacted the operational performance significantly and thereby resulted in decrease in profit during the quarter. While it is not possible to predict normalization of market and economy, our efforts are aimed towards responding to crisis with agility and ensuring business continuity. We have managed to weather the storm and demonstrated that our fundamentals are strong. While slow demand still continues, we are looking at a better H2 2020 compared to H1”.

Although production and dispatches at all the plants of the Company have commenced during last week of April/first week of May, 2020, normalcy of operations and business level almost restored to pre Covid levels by June, 2020.

We continue to face major problems of manpower at all our plants as attendance is still lower at around 70-75%.

We have committed Rs. 50 lakhs of our annual CSR budget during this quarter to support several Covid impacted communities as India Fights Corona. Separately, we have also offered support to resume operations through complimentary sanitization drives and distribution of food and groceries kits to several families around the factories, while also providing complimentary Sanitizers to essential service workers of police and Municipalities.

Commenting on future prospects:

Mr. J. Lakshmana Rao, Chairman and Managing Director, said that from June 2020 there is decent restart in the demand for packing products for Lubricants, Food and FMCG though it is far below normal. The Company looking into other opportunities to widen the product range in caps, closures and pumps. Steps are being taken to start manufacturing of pumps for sanitizers, Hand wash and other liquids by Nov'20, with a capital outlay of about Rs.12 crores.

Mr Laxman Rao .J, CMD believes that despite the significant reduction in revenue and profits of the Company for the quarter ended June 30, 2020, Moldtek is working towards normalcy and hope to recover the Q1 revenue losses in the remaining 3 Quarters of the Financial year. However, in view of the highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve.

J Lakshmana Rao



Chairman and Managing Director

DIN: 00649702