TEXMACO RAIL & ENGINEERING LTD.

Q1- 2012-13 Results

Press Note

Texmaco Rail & Engineering Ltd., a ADVENTZ Group company, and the leading manufacturer of Railway Freight Cars, Steel Castings and Hydro Mechanical Equipment for Mega Hydel Power Stations, has reported a decline in its working results for the 1st Qtr., April-June 2012. The Gross Revenue for the quarter stood at Rs. 205.27 crore, the Gross Profit (PBDT) at Rs. 31.41 crore, the Profit Before Tax (PBT) at Rs. 29.04 crore and the Net Profit at Rs.21.22 crore.

The results for the quarter were impacted as a large order from Indian Railways for a new design wagon was inoperative for a major part of the quarter. The issues have since been resolved and the production is in full swing currently.

The Company has during the quarter started shipping wagons for export to Africa.

HME Division of the Company during the quarter has bagged some prestigious orders and the prospects of the Division have brightened up. The Division recently secured an order for Rs.46 crore from Rongnichu Hydro Electric Project. The Upper Tamakoshi Project order recently secured, valued at Rs.88 crore in Nepal has also become operational. The ongoing projects which suffered some setbacks due to certain local political issues are also being revived and expected to contribute significantly to the working of the Division.

The Steel Foundry Division has been performing well with prospects of distinct improvement in its export performance.

The progress on modernization of old Foundry and the construction of the dedicated manufacturing facility of EMU Coaches at Sodepur for Indian Railways is going on in full swing.

The 50:50 JV Company, with UGL Rail, Australia, ‘Texmaco UGL Rail Pvt. Ltd.’ is scheduled to commence production from October 2012.

A 50:50 joint venture Company “Touax Texmaco Railcar Leasing Pvt Ltd” with the French Group Touax Rail, a leading leasing company of Europe, engaged in the business of leasing freight cars, etc. has been capitalized to the extent of Rs.25.30 crore with issue of Equity Capital to the partners. The joint venture will lease wagons on operating lease basis to private players including industrial units, mining industries and container cargo movers, etc.

Sd/-

A.K. Vijay
CFO & Secretary

Encl: Q1 (12-13) –Results

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