

TEXMACO RAIL & ENGINEERING LIMITED

Financial Results for Q2(July-September 2015)and the 1st Half of 2015-16.

Press Note

Texmaco Rail & Engineering Ltd., a 'ADVENTZ' Group Company, has reported improved performance for the 2nd quarter July-September 2015. The gross revenue stood at Rs.205.09 crore compared to Rs.158.28 crore, Gross Profit (PBDT) at Rs.5.39 crore against Rs.6.42 crore, and Profit before Tax (PBT) at Rs.2.36 crore against Rs.3.33 crore in the corresponding quarter in the previous year. For the 1st half of FY16, the Gross Sales stood at Rs. 332.70 crore compared to Rs.218.35 crore, Gross Profit (PBDT) at Rs.4.26 crore against Rs.1.80 core and Profit/(Loss) before Tax (PBT) at (Rs.1.75) crore against (Rs.4.51) crore in the half year ended in the corresponding previous year.

After successful completion of Defence wagon proto-type against an order of 974 Nos., Valued Rs.387 crore, the Company has despatched 3 rakes during the quarter. The Steel Foundry Division, beside its running export to Australia, has commenced physical export to US during October 2015 which is expected to be sustained and further improved. In Bridge Division, the shipment of first full Span of 102 meter Bridge Girder (756 MT) to Bangladesh has been made, and further dispatch is expected to pick up during the coming quarters.

The Order Book Position of the company as on 1st November 2015 is Rs.1330 crore.

The Touax Texmaco Railcar Leasing Company Pvt Ltd., formed with French Group – Touax Rail, has signed lease agreements for 6 rakes. The first rake has been delivered and is now earning the lease rental. Negotiations are going on with a host of customers with appreciable growth potential in wagon leasing business of the JV.

The Company has pursuant to an agreement signed on 28th September,'15 purchased the entire shareholding of UGL Rail Services Limited, Australia in Texmaco UGL Rail Private Limited (TexUgl), *(a 50:50 joint venture between the Company and UGL Rail Services Limited)*, at a nominal aggregate consideration of Re.1/-, and accordingly TexUgl has become a wholly owned subsidiary of the Company w.e.f. 1st October, 2015. The Unit is being rechristened as Texmaco Hi-tech Private Limited.

The Company has initiated steps for the acquisition of majority equity share capital (76%) of Bright Powers Projects (India) Pvt Ltd. The transaction is expected to be consummated shortly, subject to requisite approvals

The merger plan of Kalindee Rail Nirman (Engineers) Limited with the Company is due to come up for hearing by the Hon'ble High Court, Calcutta towards end November 2015.

Wabtec Texmaco JV has initiated actions for obtaining requisite licences and registrations from the competent authorities including Indian Railways for early commencement of sale of its products.

Sd/-

A.K. Vijay

Executive Director (Finance)

Date: 07.11.2015