



TALBROS AUTOMOTIVE COMPONENTS LIMITED

- Successful Completion of Partial Strategic Disinvestment of Non-Core Materials business assets
 - Sourcing under the Strategic Raw Material Sourcing Agreement with the Indian Affiliate of Interface Performance Materials, USA
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Talbro's Automotive Components Limited has successfully completed the partial strategic disinvestment of its non-core materials business assets by sale to the Indian Affiliate of M/s. Interface Performance Materials, USA who are pioneers & leaders of gaskets materials worldwide.

As earlier submitted, Talbro's has also entered into a raw material sourcing agreement with them to source various Gasket raw materials from Interface's Indian manufacturing unit. The Company is happy to report that the local raw material sourcing will commence in Q4FY18.

The disinvestment is expected to help the Company achieve two important things

- 1) Sourcing important material locally will lead to faster turnaround time in executing client orders. This will simultaneously help the Company reduce imports by 15%, thereby, reducing the working capital requirements and the exposure to foreign exchange fluctuations*
- 2) Savings on fixed cost*

The total savings expected to accrue from the strategic disinvestment will be in the range of Rs. 7-10 Million per annum.

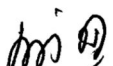
Commenting on the agreement Mr. Anuj Talwar, Jt. Managing Director, Talbro's Automotive Components Limited said

"Our raw material localization drive is a step in right direction. It will help us ramp up our client servicing by shortening lead times for our orders. It will also reduce our working capital requirements and enhance our overall productivity. We estimate that our annual savings will be in the range of Rs. 7-10 million.

Further, the Partial disinvestment has boosted our liquidity for business purpose.

We continue to focus our energies on enhancing our internal efficiencies and leverage on our technological know-how to supply best in class products to our customers. Due to our product capabilities and cost reduction activities we are well on track to achieving our goals."

For Talbro's Automotive Components Ltd.


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Talbro Automotive Components Limited., the flagship manufacturing company of the Talbro Group was established in the year 1956 to manufacture Automotive & Industrial Gaskets in collaboration with Coopers Payen of UK. Today Talbro stands proud and tall as a mother brand of gaskets, chassis, rubber products and forgings in India. Talbro Group portfolio also includes Mercedes Benz dealership for passenger cars.

TACL together with JV alliances has 8 manufacturing facilities at Haryana, Uttarakhand, and Maharashtra along with one materials division in Gurgaon and R&D technology center at Faridabad. The facilities are equipped to design, develop and manufacture products as per customer requirements competitively.

The company has technical collaborations with Nippon Leakless Corporation – Japan and Sanwa Packaging – Japan.

Few of the marquee customers includes Bajaj Auto, Tata Cummins, Volvo Eicher India, Ashok Leyland, Escorts Group, Force Motors, Hero MotoCorp, Honda, Hyundai, John Deere, Mahindra & Mahindra, Maruti Suzuki, Suzuki, TAFE, Daimler India, Tata Motors, Simpsons, Carraro, Dana, Musashi, Spicer, GE and QH Talbro besides a robust distribution network in the aftermarket.

For more information please visit www.talbro.com

About Interface Performance Materials, USA:

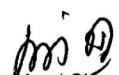
Interface Performance Materials, has seven manufacturing locations across the world and provides full range of engineering services including gasket design, flange analysis, and material recommendations, joint design recommendations, and validation testing of parts to OEMs and fabricators.

For more information please visit www.interfacematerials.com

For further information please contact	
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