

Formerly Known as Supreme Heatreaters Pvt. Ltd.

SEL/CA/NSE/19-20/1

Date: 30.05.2019

To,
The Manager,
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051

TRADING SYMBOL: SUPREMEENG

Subject: PRESS RELEASE - FINANCIAL RESULTS FOR FY2018-19 & 2HFY19

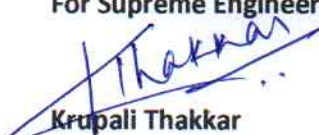
Dear Sir/Madam,

Please find enclosed herewith Press Release on Audited Financial Results for the half year and year ended 31st March, 2019.

Kindly take the same on records and acknowledge receipt.

Thanking You,
Yours Faithfully

For Supreme Engineering Limited


Krupali Thakkar

Company Secretary and Compliance Officer
ACS- 42594



Encl: As above

Supreme Engineering Ltd

PRESS RELEASE - FINANCIAL RESULTS FOR FY2018-19 & 2HFY19

Supreme Engineering Ltd

The Company listed on the NSE SME Exchange on September 2018 with IPO of 65 lakh shares at Rs. 27 each. We are happy to announce that in the first year of listing, our Board of Directors has proposed (subject to shareholders approval) a 5% dividend to shareholders.

Supreme Engineering Ltd manufactures special alloys such as super alloys, precipitation hardening steels, martensitic stainless steel, austenitic stainless steel, ultra high strength steel and high speed steels. It has developed exotic alloy steel bars indigenously through in house advanced R&D; thereby making it the only manufacturer of exotic alloys steel bars in the private sector in India.

It has equipments with advanced technology such as Vacuum Induction Melting (VIM), Argon-oxygen decarburisation (AOD), Electro-slag Refining (ESR), Radial Forging Machine (GFM), Rolling Mill, Heat treatment furnaces, bright bar plant & machine shop for manufacturing special alloys.

Please find below highlights of the financial results of FY 2018-19 & 2HY19

FY2018-19 – Strong PAT Growth

- Revenues at Rs.174 crores, are 14% YoY higher. The contribution of Super Critical Products, which enjoy high margins, contributed Rs.35 crores to revenues compared to Rs.5 crores in FY17.
- PAT Rs. 6.76 crores, up 35% YoY.

2HFY2018-19 - EBITDA Margins Improve

- Revenues at Rs.91.75 crores
- EBIDTA Rs. 9.57 crores, up by 10% YoY on improvement in EBIDTA Margins by 92 bsp
- PAT Rs. 4.12 crores, up 62% YoY, boosted by better operating efficiencies and low Interest cost.

FINANCIAL HIGHLIGHTS (Rs. Crores)						
Particulars	2H(6mths) FY19	2H(6 mths) FY18	Y-O-Y %	(12 mths) FY19	(12 mths) FY18	Y-O-Y %
Total Revenue	91.75	91.79	0%	174.73	152.30	14%
EBIDTA	9.57	8.73	10%	18.43	17.83	3%
EBIDTA Margin %	10.43%	9.51%		10.55%	11.70%	
Interest	3.46	4.58	-24%	7.53	9.11	-17%
Depreciation	0.96	0.69	39%	1.89	1.51	25%
PBT	5.56	3.46	60%	9.02	7.21	25%
Tax	1.43	0.92	55%	2.26	2.21	3%
PAT	4.12	2.54	62%	6.76	5.01	35%
PAT Margin %	4.50%	2.77%		3.87%	3.29%	
EPS (Rs)	1.68	1.36	23%	2.71	2.72	-

Management Commentary

Commenting on the results, Managing Director Mr. Sanjay Chowdhri said “We are focussed on our Super Critical Application products, which we believe will be the driver for growth and profitability. The high technical expertise and long stringent product approval process provides a deep moat against competition. Only Two Special Alloy manufacturers are the preferred suppliers in its segment for the Government of India. The end users include Defence Public Sector Undertakings, Ordnance factories in aerospace, automotive and energy sectors. New clients added in FY19 include Bharat Dynamics Ltd (BDL), Armament Research Development Establishment (ARDE), Bharat Electronics Ltd (BEL).

Our Special steel division ended FY19 with Revenues of Rs. 152 crores, a 20% growth YoY. These products offer advantages in high temperature applications and hence are popularly used in aerospace, oil & gas segments. Being import substitutes, we continue to receive repeat orders from customers having developed strong client relationship over the years.

At our Rabale Unit, we manufacture Wires used in the oil & gas and automotive sectors. We have a strong customer base built over last three decades.

With the major capex across our manufacturing units already done, the current infrastructure can support tripling of revenues. We have built over the years advanced R&D Capabilities to manufacture high tech critical products and are confident of good growth in the coming years. I would like to take this opportunity on behalf of the Board of Directors to thank all our stakeholders for your continued trust, confidence, and support”.

For more details please visit: www.supremesteels.com

For any Investor Relations query, please contact:

Mrs. Krupali Thakkar, Company Secretary, Email Contact: cs@supremesteels.com

Ms. Shahina Mukadam, Investor Relations; Shahina@valuewiseir.com (m) +91-9769726689

Note: Certain statements in this document may be forward-looking statements. Such forward looking statements are subject to certain risks and uncertainties like regulatory changes, local political or economic developments, and many other factors that could cause our actual results to differ materially from those contemplated by the relevant forward-looking statements. Further, past performance is not necessarily indicative of future results. Given these risks, uncertainties and other risk factors, viewers are cautioned not to place undue reliance on these forward-looking statements. One Point One Solutions Limited will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.