

November 14, 2015

Talbro's Automotive Components Limited

H1 FY16 Consolidated Results

Gurgaon, November 14, 2015: Talbro's Automotive Components Ltd., an integrated player in the automotive components industry reported its unaudited results and financial performance for the quarter ended June 2015.

Consolidated Financials at a Glance:

Rs. Crs	H1FY16	H1FY15	YoY%
Revenue	194.2	192.9	1%
EBIDTA	20.8	23.0	-9%
EBIDTA Margin	10.7%	11.9%	
PBT	7.3	8.8	-17%
Adj Net Profit	4.7	6.1	-23%
Like-to-Like (Excluding FOREX and Dividend)			
Revenue	194.5	191.6	2%
EBIDTA	21.2	21.7	-2%
PBT	7.6	7.5	2%

H1 FY16 HIGHLIGHTS:

- FOREX impact of ~ Rs 1 Crores in H1 FY16 over H1 FY15
- Dividend Received from Nippon Leakless Talbro's Joint Venture of Rs 72 lacs in Q1 FY15; delayed in the current year
- Total income of Rs 194.2 Crores; growth of 1% led by
 - Impact from Rupee depreciation; net FOREX impact of ~ Rs. 1 Crores
 - Erratic order schedule from key OE customers along with Slowdown in 2 wheeler and LCV demand
 - Change in product mix towards OEM
 - Excluding FOREX and dividend impact Total Income grew by 2%
- EBIDTA of Rs 20.8 Crores; de-growth of 9% led by
 - Pricing reduction given to OEM to block the entry for competitors
 - Under absorption of fixed cost due to subdued volumes
 - Excluding FOREX and dividend impact EBIDTA de-grew by 2%
- EBIDTA Margin was at 10.7% against 11.9% in H1 FY15
- PBT of Rs. 7.3 Crores; de-growth of 17%
 - Excluding FOREX and dividend impact PBT grew by 2%
- PAT of Rs 4.7 Crores against Rs 6.1 Crores in H1 FY15

For Talbro's Automotive Components Ltd.


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BUSINESS UPDATE:

Standalone:

- Subdued volumes led by Erratic order schedule from key OE customers along with Slowdown in 2 wheeler and LCV demand
- Secured new orders for Gaskets from Cummins for their new Hi-technology ISLe engine and for Mahindra's new SUV
- An appreciation in INR against Euro of 14% impacted Forging revenues

Nippon Leakless Talbros (LTL):

- Consistent performance in line with Industry Growth
- Pricing reduction given to OEM to block the entry for competitors

Magneti Marelli Talbros Chassis Systems (MMT):

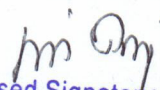
- New orders from Tata Motors for Control Arm Assembly

Talbros Marugo Rubber (TMR):

- Fresh orders from MSIL for Anti-Vibration Products and Hoses
- Positive profitability for Anti-Vibrations products in H1 FY16
- Hoses plant commenced operations on October 2015

Commenting on the results Mr. Umesh Talwar, Vice Chairman & MD said "Our new Joint Ventures are performing as per our expectations with Talbros Marugo Rubber being profitable for the first half of the fiscal year. New orders in Magneti Marelli Talbros and Talbros Marugo Rubber provide for a good visibility in their future performance. As volume pickup in the coming quarters led by continued pickup in Commercial vehicle sales and along with an expected broad base recovery in two wheeler sales will drive our performance for the rest of the year."

For Talbros Automotive Components Ltd.


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About Talbros Automotive Components Ltd.:

Talbros Automotive Components Ltd., the flagship manufacturing company of the Talbros Group was established in the year 1956 to manufacture Automotive & Industrial Gaskets in collaboration with Coopers Payen of UK. Today Talbros stands proud and tall as a mother brand of gaskets, stampings, rubber products and forgings in India. Talbros 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 Talbros besides a robust distribution network in the aftermarket.

For more information please contact / visit www.talbro.com

Talbros Automotive Components Ltd.

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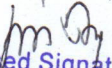
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Safe harbor Statement:

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential product characteristics and uses, product sales potential and target dates for product launch are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results, changed assumptions or other factors.

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