# TEXMACO RAIL & ENGINEERING LTD

## Press Note

## Financial Results for Q3 *(October-December 2013)* & 9 months of 2013-14.

Texmaco Rail & Engineering Ltd., a "ADVENTZ" Group Company, has turned out adverse working results for the 3rd Qtr. October-December 2013, due to non-release of wagon orders by the Indian Railways for FY 12-13 and FY 13-14. The orders were last released by the Railways for FY 11-12 in January '12. No orders have been released for FY 12-13. After all the delays, Railways have finally come out with the wagon tender for 11728 wagons for FY 13-14 in end November 2013, which is likely to be finalized hopefully in February 2014.

The Gross Revenue for the quarter stood at Rs.101.94 crore, Gross Profit (PBDT) at Rs.6.05 crore, Profit Before Tax (PBT) at Rs.3.28 crore and Net Profit at Rs.3.18 crore. For the 9 months of FY13, the Gross Sales stood at Rs.416.26 crore, Gross Profit (PBT) at Rs.32.38 crore, Profit Before Tax (PBT) at Rs.24.29 crore and the Net Profit (PAT) at Rs.20.49 crore.

The Management is making all out efforts to give an export thrust in the Rolling Stock Divn. From the trend of negotiations, the prospects look encouraging. The Company's Steel Foundry Division too was adversely affected owing to non-release of wagon orders from the Railways. However, the working is picking up based on accreditation and sample approvals from the customers, and the first lot of shipment is expected to take place by March 2014. The modernization of old Foundry has been completed, and production from the new facility will commence by March this year. The performance of Hydro Mechanical Equipment Division of the Company is looking up.

The EMU Coach manufacture has started in the State-of-the-Art facility at Sodepur Works, and the first rake of EMU Coaches is likely to be completed in the current quarter.

After successful execution of Loco Bogie order from Kazakhstan thru' GE, the Company's JV facility with UGL Rail, Australia, is currently executing a prestigious export order for supply of Loco Bogie Frames received from Queensland Rail, Australia.

The JV Leasing Company, Touax Texmaco Rail Car Leasing Company Pvt Ltd., formed with French Group-Touax Rail, is in close dialogue with various potential customers for their wagon leasing requirements and expects to finalize a deal shortly.

The Company's open offer for acquiring up to 49,52,280 Equity Shares (30%) of Kalindee Rail Nirman (Engineers) Limited (Kalindee) closed on 3rd December 2013. The Public Shareholders tendered 20,51,318 Equity Shares (12%) under open offer to the Company. With the said acquisition Texmaco Rail has become the Promoter of Kalindee and the management control of the Company is now being taken over by Texmaco Rail.

Sd/-
**D.H. Kela**
President & CEO

Date: 31st January, 2014