



Carborundum Universal's Q2 FY 2020-21 Consolidated Sales increased by 1%, Consolidated PAT grew by 34%

Chennai, 28th October 2020 The Board of Directors met today and approved the results for the Quarter and Six months ended 30th September 2020.

Financial performance

Consolidated net sales for the quarter, increased by 1 percent to Rs.683 Cr from Rs. 678 Cr of the same quarter last year, driven by steady performance across segments. At the standalone level, sales was lower by 2 percent.

On a consolidated basis, segmental profitability for the Quarter recorded strong growth across all three segments. Profit after tax and non-controlling interest grew by 34% to Rs.86.4 Cr (LY Rs.64.5 Cr).

The capital expenditure incurred during the first half year was Rs.53 Cr. The debt equity ratio was at 0.03 as of September 2020.

Consolidated Segmental Operating Performance

Abrasives

Segment Revenue for the Quarter at a consolidated level was flat at Rs.259 Cr compared to corresponding period of last year. Standalone Abrasives also remained at the same level in comparison to the corresponding quarter of the previous year.

Profit before finance costs and tax increased to Rs.37 Cr from Rs.30 Cr as a result of better cost management.

Electro Minerals

Segment Revenue at a consolidated level was higher at Rs.275 Cr versus Rs.267 Cr from the same Quarter of last year. Subsidiaries Volzhsky Abrasives Works, Russia and Foskor Zirconia Limited, South Africa registered good growth.

Profit before finance costs and tax increased to Rs.40 Cr from Rs.27 Cr on the back of better product mix and cost management in the domestic Electro Minerals Segment as well as consistent performance in Volzhsky Abrasives Works.

Ceramics

Consolidated revenue decreased to Rs.169 Cr from Rs.170 Cr resulting in a marginal decline of 1%.



Profit before finance costs and tax grew by 32%, to Rs.48 Cr from Rs.36 Cr on the back of operational efficiencies and better product mix. Profitability grew across all entities in the Ceramics Segment.

About the Murugappa Group:

Founded in 1900, the INR 381 Billion (38,105 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 28 businesses including nine listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd., and Wendt (India) Ltd.

Market leaders in served segments including Abrasives, Auto Components, Transmission systems, Cycles, Sugar, Farm Inputs, Fertilisers, Plantations, Bio-products and Nutraceuticals, the Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Sociedad Química y Minera de Chile (SQM), Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 51,000 employees.

For more details, visit www.murugappa.com

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