

1st August 2022

BSE Limited,
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai 400 001

Stock Code: 513375

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051

Stock Code: CARBORUNIV-EQ

Dear Sir/Madam,

Sub: Press Release- Unaudited Financial Results of the Company for the quarter ended 30th June 2022

With the reference to captioned subject, we hereby enclose a copy of the press release issued by the Company in connection with the unaudited financial results for the quarter ended 30th June 2022 for your information and record.

Thanking you.

Yours faithfully,

For Carborundum Universal Limited



Rekha Surendhiran
Company Secretary

Encl.: a.a.

Carborundum Universal's Q1 FY 2022-23

Consolidated Sales at Rs.1129 Crores, up by 60%
PAT at Rs.79 Crores, up by 2%

Standalone Sales at Rs.600 Crores, up by 29%
PAT at Rs.73 Crores, up by 16%

Chennai, 01st August 2022: The Board of Directors met today and approved the results for the quarter ended June 30, 2022.

Financial performance

Consolidated sales for the quarter, increased by 60 percent to Rs.1129 Crores from Rs.706 Crores in last year, driven by steady performance across business segments and additional sales of Rs.181 Crores from newly acquired subsidiaries. At standalone level, sales grew by 29 percent to Rs.600 Crores from Rs.465 Crores.

On a consolidated basis, profitability for the quarter recorded strong growth across Minerals and Ceramics segments. Profit after tax and non-controlling interest for the quarter grew by 38 percent to Rs.79 Crores against Rs.57 Crores in Q4 of last year. However, Profit after tax and non-controlling interest for the quarter grew up by 2 percent compared to Q1 of last year. The profit for the quarter was mainly impacted by exchange loss in the Russian Subsidiary due to strengthening of Rouble.

The capital expenditure incurred during the quarter was Rs.56 Crores at consolidated level. The debt equity ratio was at 0.09. The net cash was at Rs.118 Crores.

Consolidated Segmental Operating Performance

Abrasives

Segment revenue for the quarter grew by 88 percent to Rs.513 Crores compared to Rs.273 Crores in Q1 of last year. Standalone Abrasives grew by 20 percent to Rs.269 Crores against Rs.224 Crores. The newly acquired subsidiaries – Rhodius and Awuko added additional sales to the topline besides the growth from standalone and Indian subsidiary.

Profit before finance cost and tax was lower by 53 percent at Rs.18 Crores as against Rs.38 Crores in Q1 of last year. The lower profit is due to cost impact in standalone, closure cost at China and integration cost.

Electro Minerals

Segment revenue was at Rs.406 Crores versus Rs.288 Crores in Q1 of last year, resulting in an increase of 41 percent. Standalone Electro Minerals grew by 34 percent to Rs.179 Crores from Rs.134 Crores. Volzhsky Abrasives Works, Russia and Foskor Zirconia (Pty) Limited, South Africa registered significant growth.

Profit before finance cost and tax was at Rs.59 Crores as against Rs.40 Crores in Q1 of last year. Profitability growth was due to good performance at standalone and Foskor Zirconia, despite drop of profit in Russian subsidiary due to foreign exchange loss on account of strengthening of Rouble.

Ceramics

Segment revenue was higher by 40 percent at Rs.243 Crores as against Rs.173 Crores in Q1 of last year. Standalone Ceramics grew by 37 percent to Rs.193 Crores from Rs.141 Crores despite logistics and cost related challenges. Subsidiaries in Australia and America also registered significant growth.

Profit before finance costs and tax grew by 79 percent to Rs.58 Crores from Rs.33 Crores on account of growth in volume, better realization, product mix and aided by forex gains.

About Murugappa Group

Founded in 1900, the INR 547 Billion (INR 54,722 Crores) Murugappa Group is one of India's leading business conglomerates. The Group has 29 businesses including ten listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., CG Power and Industrial Solutions 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

The Group holds leadership position in several product lines including Abrasives, Technical Ceramics, Electro Minerals, Auto Components & Systems, Power Conversion Equipment, Transformers & Reactors for the Power T&D segment, Solutions for Railways in Rolling Stock & Signalling Equipment, Bicycles, Fertilisers, Sugar, Tea and Spirulina (Nutraceuticals). The Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, 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, Rhodius, 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 59,000 employees

For more details, visit <https://www.murugappa.com/>

For further information, please contact:

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