

28th October 2022

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Stock Code: 513375

National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G,
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/ six months ended 30th September 2022

With reference to the above 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/ six months ended 30th September 2022 for your information and record.

Thanking you

Yours faithfully
For **Carborundum Universal Limited**

Rekha Surendhiran
Company Secretary

Encl.: a.a.

Carborundum Universal's Q2 FY 2022-23

**Consolidated Sales at Rs.1117 Crores
PAT at Rs.89 Crores**

**Standalone Sales at Rs.610 Crores
PAT at Rs.72 Crores**

Chennai, 28th October 2022: The Board of Directors met today and approved the results for the quarter and six months ended September 30, 2022.

Financial performance

Consolidated sales for the quarter, increased by 34 percent to Rs.1117 Crores from Rs.834 Crores in corresponding quarter of last year, driven by strong performance in Electrominerals and Ceramics segments along with additional sales of Rs.141 Crores from newly acquired subsidiaries. At standalone level, sales grew by 11 percent to Rs.610 Crores from Rs.551 Crores.

On a consolidated basis, profitability for the quarter recorded a strong growth across Electrominerals and Ceramics segments. Profit after tax and non-controlling interest for the quarter grew sequentially by 13 percent to Rs.89 Crores against Rs.79 Crores in first quarter. However, it de-grew by 9 percent compared to Q2 of last year on account of input cost inflation.

The capital expenditure incurred during first half of the year was Rs.177 Crores at consolidated level. The debt equity ratio was 0.14. The borrowings (net of cash) was at Rs.78 Crores.

Consolidated Segmental Operating Performance

Abrasives

Segment revenue for the quarter grew by 49 percent to Rs.484 Crores compared to Rs.325 Crores in Q2 of last year. Standalone Abrasives grew by 3 percent to Rs.276 Crores against Rs.268 Crores. The newly acquired subsidiaries – Rhodius and Awuko added additional sales of Rs.128 Crores to the topline besides significant growth from American subsidiary.

Profit/ (Loss) before finance cost and tax was lower by 37 percent at Rs.28 Crores as against Rs.45 Crores in Q2 of last year. The lower profit is due to cost impact in standalone and integration cost related to newly acquired subsidiaries. However, the profits were better by 57 percent on sequential basis.

Electro Minerals

Segment revenue was at Rs.410 Crores versus Rs.323 Crores in Q2 of last year, resulting in an increase of 27 percent. Standalone Electro Minerals grew by 21 percent to Rs.172 Crores from Rs.142 Crores on account of higher realization and volumes. Subsidiaries - Volzhsky Abrasives Works, Russia and Foskor Zirconia (Pty) Limited, South Africa also registered significant growth.

Profit before finance cost and tax was at Rs.69 Crores as against Rs.48 Crores of Q2 last year. The growth was due to strong performance at standalone as well as overseas subsidiaries on account of higher realization with increased demand of minerals.

Ceramics

Segment revenue was higher by 21 percent at Rs.254 Crores as against Rs.210 Crores in Q2 of last year. Standalone Ceramics grew by 22 percent to Rs.211 Crores from Rs.172 Crores on the back of strong demand across sectors and geographies. Subsidiaries in Australia and America also registered significant growth.

Profit before finance costs and tax grew by 32 percent to Rs.65 Crores from Rs.49 Crores on account of growth in volume, realization and product mix.



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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