

Indag Rubber Limited

Q3 FY18 Unaudited Financial Highlights

Net Revenues at Rs. 45 Crores

EBITDA at Rs. 8 Crores

PAT of Rs. 5 Crores

Particulars (Rs. Crores)	Q3 FY18	Q2 FY18	Q-o-Q
Revenue from Operations	45.3	42.4	7%
EBITDA	7.6	6.3	20%
EBITDA Margin (%)	16.8%	14.9%	+ 190 bps
Profit After Tax	4.7	3.8	25 %
PAT Margin (%)	10.3%	8.9%	+ 140 bps

Press Release: 2nd February 2018, Delhi

Indag Rubber Limited, one of India's leading Tread Manufacturing Company, has declared its Unaudited Results for the quarter and nine months ended 31st December, 2017. The Results are in accordance with the Indian Accounting Standards (Ind AS)

Highlights of Q3 FY18

- Revenue of Rs. 45 crores, a growth of 7% as compared to Q2 FY18
- EBITDA stood at Rs. 8 crores, a growth of 20% as compared to Q2 FY18
- EBITDA Margins have improved by 190 basis points to 16.8% as compared to 14.9% in Q2 FY18
- Net Profit After Tax stood at Rs. 4.7 crores, a growth of 25% as compared to Q2 FY18
- PAT Margins have increased by 140 basis points to 10.3%

Commenting on the Result, Mr. K. K. Kapur CEO, Indag Rubber Limited said,

*“In the quarter gone by, our Company has achieved a **Revenue of Rs. 45 crores with EBITDA and PAT of Rs. 8 and Rs. 5 crores respectively.** We have seen a good jump in volumes from last quarter. We expect this momentum to continue going ahead.*

Post implementation of GST, we have seen a visible shift from the unorganised sector to the organised sector. Once the e-way bill is introduced, we expect further consolidation in the industry and this should benefit us in the long run.

Post the imposition of anti-dumping duty on Chinese tyres, there has been a significant drop in imports. The imports of truck and bus radial tyres from China has approximately halved thus enhancing the demand of domestic tyres which would lead to an increased demand of retreading too.

With increased government funding on infrastructure projects and restrictions on overloading of goods, the demand for high tonnage vehicles has also increased. During the first nine months of the year, there has been a significant growth of ~18% in sale of Commercial Vehicles in India. Going ahead, the demand for truck and bus tyres is also expected to grow by 8-10%. This will lead to increased retreading of tyres.

The business is gradually coming back to normalcy”



About Indag Rubber Limited

Indag Rubber Limited (IRL) is founded by Khemka Group during the early 80's. IRL pioneered the introduction of Cold Retreading Technology in India. Since then the company has provided Retreading material to customers ranging from Pre-cure Tread Rubber to Envelopes. IRL has state-of-the-art manufacturing unit established at Nalagarh Industrial Estate in Himachal Pradesh with an Annual Capacity to manufacture 20,000 tons of Precured Tread Rubber (PTR) along with allied items. With the Best Quality product and reasonable pricing with wide distribution network, Company provides Tread which gives "Lowest Cost per Kilometre" for tyres to the end users.

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 project characteristics, project potential and target dates for project related issues 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.

For further information, please contact

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