



Technocraft Industries (India) Limited

Registered Office: Plot No. 47 "Opus Centre", Second floor, Central Road, Opposite Tunga Paradise Hotel, MIDC, Andheri (East) Mumbai – 400 093, Maharashtra, India
Tel: 4098 2222/2340; Fax No. 2835 6559; CIN: L28120MH1992PLC069252
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August 31, 2020

To,
National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E),
Mumbai- 400051
Ref: Script Name: TIIL

BSE Limited
Listing Department
P.J. Towers, 1st Floor,
Dalal Street, Fort,
Mumbai – 400 001
Script Code: 532804

Dear Sir / Madam,

Sub: Financial Highlights

Pursuant to regulation 30 of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, please find enclosed press release issued by the Company related with the financial results of the Company for the quarter ended June 30, 2020.

Thanking You,

Yours truly,

For Technocraft Industries India Limited


Neeraj Rai
Company Secretary



Technocraft Industries (India) Limited

Q1 of FY21

Consolidated Revenue from Operations at ₹ 275 Crores;

Consolidated EBITDA at ₹ 72 Crores and Profit Before Tax at ₹ 47 Crores

Mumbai, India – August 31, 2020: Technocraft Industries (India) Limited, amongst India's leading engineering Company announced its financial results on August 31, 2020 for the first quarter (Q1 FY21) ended on June 30, 2020.

Highlights of consolidated financials for the quarter are:

- Revenue from Operations for the quarter decreased by 21.57% on YOY Basis to ₹ 275 Crores due to nationwide lockdown on account of Covid 19 and closure of plants in major part of the quarter.
- EBIDTA increased by 19.57% on YOY Basis to ₹ 72 Crores in spite of closure of plants in major part of the quarter due to Covid 19.
- Profit after Tax from continued operations increased by 45% to ₹ 39 Crores inspite of the Covid challenges.
- EPS on the basis of Continued operations for the quarter increased from ₹ 10.39 to ₹ 15.30 Per Share on YOY Basis.
- Other Income for the quarter increased from ₹ 8 Crores to ₹ 19 Crores – which is mainly due to increase in fair value of the investments at the end of the quarter.
- Depreciation for the quarter increased by ₹ 6 Crores as a result of expansions across various divisions, result of which are likely to be seen in coming years.

Consolidated Segmental Highlights for the quarter on YOY Basis:

- **Drum Closure Division:** Revenue from Operations has remained intact YOY Basis at ₹ 94 Crores. However, Profit Before Tax and Finance Cost but after Depreciation substantially increased by 78% to ₹ 34 Crores, inspite of the Covid 19 challenges.
- **Scaffolding Division:** Revenue from Operations decreased by 44% on YOY Basis to ₹ 87 Crores due to nationwide lockdown on account of Covid 19 leading to disruption in Demand and Supply in the segment and closure of plants in May or part of the quarter. Profit Before Tax and Finance Cost but after Depreciation reduced to ₹ 13 Crores as a result of the same. The Division is in scale up mode with several new products like Mach One and Mach deck being added and new sales and distribution center set up in New Zealand and India. Management is hopeful that impact of Covid-19 is likely to get reduced in medium and long term

going forward. The management believes that this division has strong prospects due to anticipated growth in Infrastructure and Affordable housing construction demand in India post Covid.

- **Textiles:** Revenue from Operations of Yarn Division decreased by 18% on YOY Basis to ₹ 46 Crores and of Fabric Division reduced to ₹ 16 Crores amid challenging business environment in textile sector and lower capacity utilization of Fabric Division, which the management aims to improve in future and also due to nationwide lockdown on account of Covid 19 and closure of plants in major part of the quarter. Loss Before Tax and Finance Cost but after Depreciation of Yarn Division was ₹ 5 Crores and of Fabric Division is was ₹ 2 Crores. The Company has made significant structural changes in this division and is concentrating on Value Added products.
- **Engineering Services:** Revenue from Operations increased substantially by 91% on YOY Basis to ₹ 47 Crores. Profit Before Tax and Finance Cost but after Depreciation substantially increased to ₹ 5 Crores. This division has also done well in spite of the Covid 19 challenges and the Management is hopeful of good performance going forward in view of Work From Home for this segment and Cost Restructure supported by revival of Demand.
- **Power division closure:** The Company had setup a captive power plant (“CPP”) with generation capacity of 15 MW in 2008. We were generating the power for captive consumption only. Considering the high per unit cost of generation of power, availability of power from State Grid, withdrawal of benefit Income Tax Exemption of Profit of CPP under Section 80IA of the Income Tax due to new tax regime which is more beneficial to Company on overall basis, on August 4, 2020, the management had decided not to re-start the power plant which was already closed during lockdown. The closure of CPP will not affect the operations of various manufacturing units as power is available from State Grid.
- **COVID-19:** On account of the spread of COVID-19 virus, the Government of India had imposed a complete nation-wide lockdown on March 24, 2020 leading to shut down of the Company's facilities and operations. The Company has resumed its facilities and has scaled up its operations gradually. The Company is closely monitoring the developments and possible effects that may result from the current pandemic on its financial condition, liquidity and operations and is actively working to minimize the impact of this unprecedented situation. Management believes that the impact is short term and temporary in nature and the pandemic is not likely to have an impact on the recoverability of the carrying value of its assets as such and the future operations.

About Technocraft Industries (India) Limited

Tecnocraft Industries (India) Limited (“The Company/Technocraft”) is an Indian Multi-national Company with interest across Closures, Scaffolding Systems, Formworks, Textiles & Engineering Services.

The Company is one of the largest manufacturer of high precision and sophisticated Drum Closures Products. It has been a predominant player in producing and distributing high precision scaffolding systems and Form works.

The Textile division manufactures and exports various kinds of cotton yarn, fabric and Garments.

Technocraft has been constantly upgrading its capacity & improving its standards to meet the ever increasing expectations of its customers. The strategy adopted by the company comprises of growth through constant innovation, enter new categories, and focus both on domestic as well as foreign markets.

The Company has manufacturing facilities in Maharashtra, India and in China. It distributes its products through its overseas offices situated at United Kingdom, Poland, Germany, Australia, New Zealand, USA, Canada, UAE etc.

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Disclaimer: This document contains statements that constitute forward-looking statements. These statements include descriptions regarding the intent, belief or current expectations of the Company or its directors and officers with respect to the results of operations and financial condition of the Company. These statements can be recognized by the use of words such as "expects", "plans", "will", "estimates", "projects", or other words of similar meaning. Such forward-looking statements are not guarantees of future performance and involve risks and uncertainties, and actual results may differ materially from those in such forward-looking statements as a result of various factors and assumptions, which the Company believes to be reasonable in light of its operating experience in recent years. The risks and uncertainties relating to these statements include, but not limited to, risks and uncertainties, regarding fluctuations in earnings, our ability to manage growth, competition, our ability to manage our international operations, government policies, regulations, etc. The Company does not undertake any obligation to revise or update any forward-looking statement that may be made from time to time by or on behalf of the Company including to reflect actual results, changes in assumptions or changes in factors affecting these statements.
