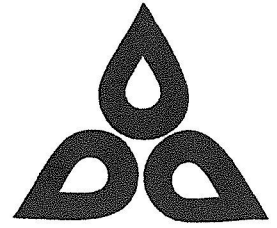


NELCAST LIMITED



1st August 2022

BSE Limited
Listing Operations
Phiroze Jeejeebhoy Towers,
Dalai Street,
Mumbai - 400 001
Maharashtra, India
BSE Script Code: 532864

National Stock Exchange of India Limited
Listing Department,
Exchange Plaza,
Bandra Kurla Complex, Bandra (E),
Mumbai - 400 051
Maharashtra, India
NSE Script Code: NELCAST

Dear Sir/Madam

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

We are enclosing the Press Release on the Unaudited Financial Results of the Company for the quarter ended 30th June 2022.

We request you to take this information on record.

Thanking you.

For **NELCAST Ltd**

(S.K.SIVAKUMAR)
Company Secretary

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e-mail:nelcast@nelcast.com; web: www.nelcast. com
CIN : L27109AP1982PLC003518

Regd. Off.: 34, Industrial Estate, Gudur - 524 101 (A.P.) Tel.: 251266 / 251766 Fax:08624-252066
Ponneri works :Madhavaram Village, Amur P.O, Ponneri - 601 204 .T.N Tel.: 27974165/27973532, Fax: 27973620
Pedapariya Works : 259 /261, Pedapariya Village, Ozili Madal, Nellore Dist - 524402. (A.P.)

IATF 16949 : 2016 * ISO 14001 : 2015 * ISO 50001 : 2011



ISO 9001 : 2015

*

OHSAS 18001 : 2007

Nelcast Ltd reports Q1 FY 2023 Results

Revenue grew by 60% YoY to Rs 295 Crores; PAT at Rs 7.8 Crores, a growth of 284% YoY in Q1 FY23

Chennai, India, August 01, 2022 – Nelcast Ltd (referred to as the “Company”; NSE Symbol: NELCAST, BSE Scrip Code: 532864), a leading producer of Ductile and Grey Iron castings in India, announced its financial results for the **First quarter ended June 30, 2022**.

Commenting on the performance Mr. P Deepak, Managing Director & CEO, said “*This quarter represented the second quarter in a row of record revenues. Revenue from Operations for the quarter was Rs. 295.2 Cr which represents a growth of around 60% on a YoY basis and 10% on a QoQ basis. On the export front, the company recorded a revenue of Rs. 72.5 Cr which represents a growth of 48% on a YoY basis and 33% on a QoQ basis.*

While demand was strong through the quarter, we faced several operational challenges due to the impact of electricity cuts and higher than normal summer temperatures. Despite these challenges, we were able to produce 19,158 Metric Tons and record sales of 20,158 Metric Tons for the quarter.

Looking forward to Q2, demand in M&HCV, Tractor & Export segments still appears to be fairly strong and these operational challenges of Q1 have also eased. Hence, we feel confident that we should be able to deliver a better performance in Q2”

Consolidated Performance Highlights

(In Rs. crores, unless otherwise mentioned)

Particulars	Q1 FY23	Q1 FY22	YoY Growth	Q4 FY22	QoQ Growth
Revenue from Operations	295.2	184.8	59.7%	267.9	10.2%
EBITDA	23.3	14.5	60.4%	20.9	11.5%
EBITDA Margin %	7.9%	7.9%	3 bps	7.8%	9 bps
EBITDA/kg (in INR)	12.2	8.5	42.8%	10.5	16.0%
PAT	7.8	2.0	283.5%	6.8	15.0%
PAT Margin %	2.6%	1.1%	153 bps	2.5%	11 bps

Q1FY23 Financial highlights

- **Revenue from operations was at Rs 295.2 Crores, a 59.7% YoY growth**
 - The growth was due to increase in volumes (20,158 Tonnes in Q1FY23 vs 15,667 Tonnes in Q1FY22) and better realization due to model mix and pass through of raw material increases.
- **EBITDA grew by 60.4% YoY and 11.5% QoQ to Rs 23.3 Crores; EBITDA margin at 7.9%**
 - The rise was due to sales volume increase and slightly softening of raw material cost.
- **The bottom-line stood at Rs 7.8 Crores, up by 283.5% YoY**

- **Segmental Revenue**

- In Q1 FY23, the largest share was contributed by M&HCV making up 38.3% of the total revenues, followed by Tractors – 31.7%, Exports – 24.7%, Off-highway equipment – 1.6%, Railways – 3.3% and Others – 0.4%
- In Q1 FY22, M&HCV contributed 27.0% to revenues, which was actually led by Tractors – 39.6%, Exports – 26.7%, Off-highway equipment – 3.2%, Railways – 3.1% and Others – 0.3%

Key Developments in Q1FY23

- M&HCV segment has grown substantially in Q1 and is expected to record around 20% growth this year.
- Tractor segment after a steep slowdown in the second half of FY22, is expected to show moderate growth in FY23
- Export demand remains strong and expected to get stronger with improvement in supply constraints and new product launches in FY23

About Nelcast Ltd

Incorporated in 1982, Nelcast manufactures grey and ductile castings for the M&HCV and tractor industry segments. Around 24% of its overall revenues is also generated from export markets. Key products supplied to its M&HCV clients include differential carriers, differential cases, bogie suspension brackets, and conventional brackets, among others. For the tractor segment, the company's major products are transmission casing, centre housing, axle housing and hydraulic lift cover. It also supplies base plates and brake discs for metro rail projects and the railways respectively. Nelcast has an aggregate installed production capacity of 160,000 tonnes per annum. Its factories are located at Ponneri in Tamil Nadu, and at Gudur and Pedapariya in Andhra Pradesh.

Contact Details

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For further information on Nelcast Limited, please visit www.nelcast.com

Safe Harbor

This release contains statements that may contain “forward-looking statements” including, but without limitation, statements relating to the implementation of strategic initiatives, and other statements relating to Nelcast Ltd future business developments and economic performance. While these forward-looking statements indicate our assessment and future expectations concerning the development of our business, several risks, uncertainties and other unknown factors could cause actual developments and results to differ materially from our expectations. These factors include, but are not limited to, general market, macro-economic, governmental and regulatory trends, movements in currency exchange and interest rates, competitive pressures, technological developments, changes in the financial conditions of third parties dealing with us, legislative developments, and other key factors that could affect our business and financial performance. Nelcast Ltd undertake no obligation to publicly revise any forward-looking statements to reflect future / likely events or circumstances.