



Sundram Fasteners Limited

REGISTERED & CORPORATE OFFICE,
98-A, VII FLOOR, DR.RADHAKRISHNAN SALAI, MYLAPORE, CHENNAI 600 004, INDIA.

PRESS RELEASE

Key Highlights

- Stand alone revenues for 9 months grew by 37% on a YoY basis to reach Rs. 1337 Crores
- Exports for 9 months record impressive YoY growth of 47% to Rs. 357 Crores
- Net Profit grew by 42% YoY basis to Rs. 81.42 Crores from Rs. 57.35 Crores
- In addition, subsidiaries posted a Profit before tax of Rs. 7.82 Crores for the period ended 31st December 2010 as against a net loss of Rs. 28.04 Crores

Sale and other income of Sundram Fasteners Limited, increased by 37% to Rs. 1337.07 crores for the Nine months ended December 31, 2010 as against Rs. 975.04 crores achieved during the same period in the previous year.

Export sales for the period was Rs. 357.11 crores (Rs. 242.71 crores) an increase of 47%, Domestic sales, net of excise duties, was at Rs. 978.27 crores (Rs. 730.86 crores) has registered an increase of 34%.

Operating expenses were at Rs. 1163.74 crores (Rs. 841.78 crores). The operating margin was under pressure because of higher cost of inputs, hike in cost of transportation due to diesel price increase and increase in employee costs arising out of long term settlements in some of the major factories. Cost of power has gone up due to hike in power tariff, additional usage of captive power due to grid failures and purchase of expensive power from third party sources.

Gross Profit before interest, depreciation and provision for taxation increased by 30% to Rs.173.33 crores during the period (Rs. 133.26 crores).

Interest charges for the nine months amounted to Rs 15.81 crores (Rs 20.91 crores). Foreign exchange fluctuations resulted in a loss of Rs. 5.80 crores as against a gain of Rs 7.42 crores last year. Depreciation for the nine months was Rs. 40.67 crores (Rs. 36.33 crores). The provision for taxes was at Rs. 29.63 crores (Rs. 26.09 crores).

The net profit after tax was higher at Rs.81.42 crores (Rs. 57.35 crores), an increase of 42%. Earnings per share (on face value of Re 1 per share) for the nine months amounted to Rs. 3.87 (Rs. 2.73).

Subsidiaries

Further, during the period ended 31st December 2010, all subsidiary companies have performed better than previous year. Sales and other income of subsidiaries before adjustment for inter-company sales for period ended 31st December 2010 was at Rs.511.48 crores as against Rs. 399.59 crores during the same period in the previous year. The subsidiaries made a profit before interest, depreciation and tax of Rs.28.54 crores as against a loss of Rs.8.82 crores and a profit before tax of Rs.7.82 crores as against a net loss of Rs.29.42 crores during the same period in the previous year.