



**Management Note : Mumbai, August 21<sup>st</sup>, 2012 :**

Kabra Extrusion Technik Ltd is part of the Kolsite group, engaged in the manufacture of Plastic Extrusion machinery in India.

For the first quarter of FY 13 ended June 2012, the company reported Total Income from Operations of Rs. 3,409.82 lakh as against Rs. 3,828.35 lakh in the corresponding quarter last year; reflecting decline of 10.93%.

In terms of value, export sales witnessed a 5% dip, but domestic sales have reduced by 15% which has resulted in a hit on the topline.

Also under the Duty Entitlement Pass Book Scheme (DEPB), valid up to 30-9-2011, the company was entitled to DEPB at the rate of 7 %. Due to discontinuation of DEPB w e f 30-9-2011, now the company is allowed to claim export incentive at the rate of 4 % and hence the numbers of this quarter are not directly comparable with those of the same quarter in the last financial year.

Power Cost in Q1 FY 2013, which is a part of other expenses has been taken at the revised tariff which are higher than in Q1 FY 2012.

All other items in the expenses are in line with decline in sales. Depreciation has increased due to amortisation of Royalty paid in Q4 and which was continued this quarter and is expected to continue in the current and subsequent financial years till fully amortised.

EBIDTA for Q1 FY13 stood at Rs. 16.47 lakh, while for Q1 FY13 we reported a Net Loss of Rs. 110.66 lakh.

**Mr. Jayant Sarpotdar, the Chief Financial Officer of Kabra Extrusiontechnik Ltd** said The economic slowdown has seen decline in off-take of machines, resulting in a dip in our numbers. While we have not seen major order cancellations, we expect the performance to remain subdued over the next few months.

**Mr. S. V. Kabra, Chairman & Managing Director of Kabra Extrusiontechnik Ltd** said: The dip in domestic markets especially in the pipes segment has resulted in a hit on our numbers in line with the overall slowdown in the capital goods segment. Once we see policy initiatives moving forward and the improvement in the macroeconomic scenario, we remain confident of turning around our performance.



## **About Kabra Extrusiontechnik :**

Kabra Extrusiontechnik is a part of the Kolsite group and manufactures Plastic Extrusion machinery in India. It has over 4 decades of experience in plastic industry. KET has a joint venture with global leaders in plastics extrusion machinery viz. Battenfeld Extrusionstechnik, Germany and American Maplan Corporation, USA. It specializes in the manufacture of plants to produce a wide range of plastic pipes.

The Company's domestic production of extrusion machinery consists of plants for making pipes, films. The Company manufactures hi-tech HDPE pipe plants. It offers multi-layer blown film plants, which has applications in lamination, milk and edible oil packing industries. The Company's two major products include plastic processing machineries and spares & parts of plastic processing machineries.

### **FOR MORE INFORMATION PLEASE CONTACT:**

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