

## ***Alicon Castalloy Ltd Acquires the Castings Business of the Rs 137 Crore Atlas Castalloy Ltd***

- ***ALICON GROUP targets a sales turnover of Rs1000 crore during the financial year (2017-18)***
- ***ALICON CASTALLOY LTD has recently bagged two major orders – one each from Europe and America.***

Pune based **ALICON CASTALLOY LTD** (BSE: 531147|NSE: ALICON), one of the leading manufacturers of aluminum alloy castings, has acquired the Castings business of **ATLAS CASTALLOY LTD** which includes transfer of Plant and machinery against issue of equity shares to the existing shareholders. The acquisition has been completed through an all-share deal wherein existing shareholders of the acquired company have been issued 12.55 lacs equity shares of Alicon. Atlas Castalloy, which manufactures Aluminium Castings at its production facility at Chinchwad, Pune with a capacity of 6000 MTPA, generated revenue of Rs. 137 crore during FY 2014-15

**Says Mr. Vimal Gupta, CFO, Alicon Group**, “The acquisition will enable the company to achieve economies of scale with additional production capacities, optimal utilization of resources and reduction in cost. This will give access to the company to expand its large customer base with addition of clients like Greaves Cotton Ltd, Royal Enfield Ltd., Piaggio and Defence which are existing clients of Atlas Castalloy.”

**ALICON CASTALLOY LTD** is one of the leading manufacturers of aluminum alloy castings in India and the market leader in the manufacture of cylinder heads for two wheelers. Alicon commands a massive 42% share in the Indian 2 wheeler segment which means that every 3rd Cylinder Head in the 2 wheeler segment on Indian roads is an Alicon product. **ALICON GROUP**, which comprises of about 6 number of companies engaged in casting and related businesses, is growing rapidly at CAGR more than 20% since the last 3 years, both in domestic and International markets. The company’s business is getting a major boost as more and more multinational automotive manufacturers are setting up shop in India

**ALICON CASTALLOY LTD** has recently bagged two major orders from Europe and America. The company has entered into long term supply agreement of 9 years with Detroit Diesel Corporation (Daimler), USA, amounting to USD 81 million for the supply of highly critical Aluminum component to America and the supplies will be made from Indian production facilities. The company has also entered into the long term supply agreement with a Tier-1 BMW Motorcycles supplier, Germany amounting to EURO 33 Million. This order will be executed by 100% subsidiary company of **ALICON CASTALLOY LTD**, M/s Illichmann Castalloy GmbH from their European facilities.

Although, Alicon derives more than 90% of its revenues from automotive sector, it has built a substantial client base in the Healthcare, Farming, Infrastructure & Construction, Energy, aviation, defence and other sectors. **Alicon group is confident of achieving a turnover of Rs 1000 crore during 2017-18.** With an equity base of Rs5.50 crore, Alicon had a sales turnover of Rs509 crore during 2014-15 and a net worth of Rs128 crore as on 31.3.2015.

Incorporated in 1992, Alicon Group currently leads the Indian market in manufacturing cylinder heads for two wheelers and 4 wheelers. Alicon Group has the distinction of being a single source supplier of many critical engine parts to some of India’s largest OEMs. The company’s clientele in the automobiles space (4-wheeler segment) include Audi, Honda, Volkswagen, Piaggio, Maruti, Eicher, Fiat, TATA, VOLVO, Mahindra and Ashok Leyland. IN the 2-wheeler segment the company supplies to BMW, Bajaj Auto Ltd., Hero MotoCorp Ltd., Honda Motorcycle & Scooters India Pvt. Ltd., KTM Sport Motorcycle AG and Suzuki Motorcycle India Pvt. Ltd. To visit the company website: <http://alicongroup.co.in/>