

# Elecon Engineering announces Q4FY17 Results

## STANDALONE Q4FY17 NET REVENUE AT RS. 372.1 CRORES

**Vallabh Vidyanagar, India, May 19th, 2017-** Elecon Engineering Company Limited (“Elecon”), one of the largest manufacturers of gears in Asia and a leading player in MHE segment, announces its financial results for the **Fourth Quarter (Q4FY17)** and **Full year (FY17)** period ended March 31<sup>st</sup>, 2017.

### Financial Performance

#### Standalone Q4FY17 Review

- Total revenue was Rs. 372.1 Crores for Q4FY17 as compared to Rs. 378.9 Crores in the corresponding period of the previous year, reflecting a decline of 2%.
- EBITDA stood at Rs. 88.2 Crores as compared to Rs. 73.6 Crores during the corresponding period of previous year, an increase of 20%
- EBITDA Margin at 23.7% for Q4FY17 as against 19.4% in Q4FY16
- Net Profit stood at Rs. 29.1 Crores for Q4FY17 as compared to a profit of Rs. 28.5 Crores in the corresponding period of the previous year, an increase of 2%

#### Standalone FY17 Review

- Total Operating income was Rs. 1,004.3 Crores for FY17 as compared to the income of Rs. 1,095.9 Crores in the corresponding period of the previous year, a decline of 8.3%.
- EBITDA stood at Rs. 163.7 Crores as compared to Rs. 173.6 Crores during the corresponding period of previous year, a decline of 6%
- EBITDA Margin at 16.3% for FY17, as compared to 15.8% in FY16
- Net Profit stood at Rs. 21.1 Crores for FY17 as compared to a Profit of Rs. 36.5 Crores in the corresponding period of the previous year, decrease by 42%

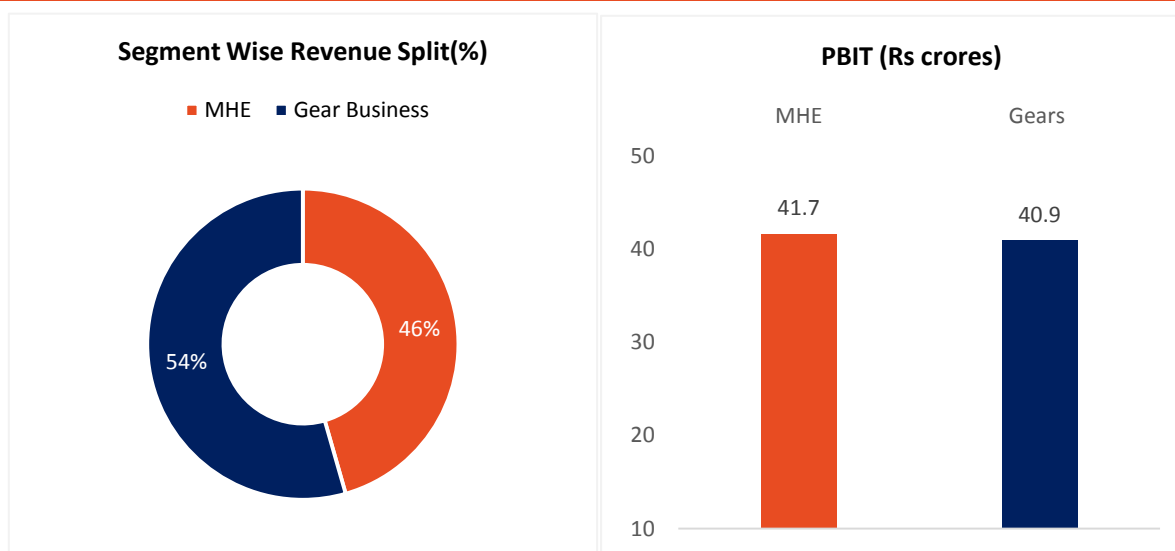
#### Consolidated FY17 Review

- Total Operating income was Rs. 1,283.2 Crores for FY17 as compared to the income of Rs. 1,395.2 Crores in the corresponding period of the previous year, a decline of 8%
- EBITDA stood at Rs. 172.6 Crores as compared to Rs. 193.5 Crores during the corresponding period of previous year, a decline of 11%
- EBITDA Margin at 13.5% for FY17 as against 13.9% in FY16
- Net Profit stood at Rs. 10.8 Crores for FY17 as compared to a Profit of Rs. 37.4 Crores in the corresponding period of the previous year

## Management Comments

Commenting on the Company's performance for Q4FY17, **Mr. Prayasvin Patel, CMD** said *"We are happy to witness improvement in the performance in the fourth quarter, largely driven by improved product mix and traction in the gears business. While the overall economic activity has not entirely paced up, we have started seeing order flows in few of the end segments. We are hopeful that we would continue to improve our performance as we await the momentum back in the Economy."*

## Segment Wise Performance (Q4FY17)



## Performance of the Overseas subsidiary

During the fiscal, our overseas business under Benzlers and Radicon registered revenue of Rs. 278 Crores with EBITDA of Rs. 8 Crores.

## Order Book and Outlook

During the quarter, we booked orders worth Rs. 114.6 Crores in gear business. This translates to an order backlog of Rs. 679.6 Crores for execution in the near to medium term. In the material handling business, we closed orders worth Rs. 173.7 Crores. The pending order book for MHE business now stands at Rs. 478.2 Crores.

## About Elecon Engineering Company Limited

Elecon Engineering Company Ltd (BSE code: 505700, NSE code: ELECON) is one of Asia's largest gear manufacturing Company with vast experience of about five decades and significant business presence in India and abroad. The Company designs and manufactures worm gears; parallel shaft and right angle shaft; helical and spiral level helical gears; fluid geared and flexible couplings, as well as planetary gear boxes. The Company also manufactures material handling equipment, mining equipment, casting processes amongst others. The company was incorporated in 1960 by Shri Ishwarbhai B Patel and has its headquarters in Vallabh Vidyanagar, Gujarat. For more info, visit: [www.elecon.com](http://www.elecon.com)

**If you have any questions or require further information, please feel free to contact**

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