

31st January 2023

BSE Limited
1st Floor, New Trading Ring
Rotunda Building, P J Towers
Dalal Street, Fort
Mumbai 400 001

Stock Code: 513375

The Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051

Stock Code: CARBORUNIV

Dear Sir/Madam,

Sub.: Press Release- Unaudited Financial Results of the Company for the quarter/ period ended 31st December 2022

With reference to the above captioned subject, we hereby enclose a copy of the press release issued by the Company in connection with the unaudited financial results for the quarter/ period ended 31st December 2022 for your information and record.

We request you to kindly take the same on record.

Thanking you

Yours faithfully,
For **Carborundum Universal Limited**

Rekha Surendhiran
Company Secretary

Carborundum Universal's Q3 FY 2022-23

**Consolidated Sales at Rs.1172 crores
PAT at Rs.109 crores**

**Standalone Sales at Rs.634 crores
PAT at Rs.72 crores**

Chennai, 31st January 2023: The Board of Directors met today and approved the results for the quarter and nine months ended December 31, 2022.

Financial performance

Consolidated sales for the quarter, increased by 32 percent to Rs.1172 crores from Rs.891 crores in corresponding quarter of last year, driven by strong performance in Electrominerals and Ceramics segments along with additional sales of Rs.145 crores from recent overseas acquisitions. At standalone level, sales grew by 6 percent to Rs.634 crores from Rs.596 crores in corresponding quarter of last year.

On a consolidated basis, profitability for the quarter recorded a strong growth across Electrominerals and Ceramics segments. Profit after tax and non-controlling interest for the quarter grew sequentially by 23 percent to Rs.109 crores against Rs.89 crores in second quarter and by 7 percent compared to Q3 of last year.

The capital expenditure incurred during nine months ended Dec 31, 2022 was Rs.267 crores at consolidated level. The debt equity ratio at the consolidated level was at 0.14. The cash and cash equivalents including deposits with tenure exceeding 3 months net of borrowings was at Rs.30 crores at the consolidated level.

Consolidated Segmental Operating Performance

Abrasives

Segment revenue for the quarter grew by 50 percent to Rs.513 crores compared to Rs.341 crores in Q3 of last year. Standalone Abrasives was almost flat at Rs.282 crores against Rs.280 crores. The newly acquired entities Rhodius and AWUKO added additional sales of Rs.145 crores to the topline. The domestic, American as well as Russian subsidiary registered double digit growth.

The profits at standalone level improved by 16 percent sequentially on account of softening in input costs, price increase implementation and efficiency improvements. Profit before finance cost and tax at consolidated level was lower by 56 percent at Rs.21 crores as against Rs.47 crores in Q3 of last year because of higher energy and input costs in Rhodius and re-establishing business in AWUKO.

Electro Minerals

Segment revenue was at Rs.412 crores versus Rs.361 crores in Q3 of last year, resulting in an increase of 14 percent. Standalone Electro Minerals was flat sequentially but degrew against Q3 of last year by 2 percent to Rs.173 crores after softening of commodity prices. The Russian Subsidiary - Volzhsky Abrasives Works, Russia performed well.

Profit before finance cost and tax was at Rs.82 crores as against Rs.63 crores in Q3 of last year. The growth was due to good performance by Russian subsidiary.

Ceramics

Segment revenue was higher by 24 percent at Rs.264 crores as against Rs.213 crores in Q3 of last year. Standalone Ceramics grew by 23 percent to Rs.219 crores from Rs.178 crores on the back of strong demand across sectors and geographies. Subsidiaries in Australia and America also registered significant growth.

Profit before finance costs and tax grew by 54 percent to Rs.66 crores from Rs.43 crores on account of growth in volume, realization and product mix.

Interim Dividend

The Board of Directors of the Company at its meeting held on Jan 31, 2023 have declared an interim dividend of Rs.1.50/- per share (150% on face value of Re.1) to the shareholders of the Company



About Murugappa Group

Founded in 1900, the INR 547 Billion (INR 54,722 crores) Murugappa Group is one of India's leading business conglomerates. The Group has 29 businesses including ten listed Companies traded in NSE & BSE. Headquartered in Chennai, the major Companies of the Group include Carborundum Universal Ltd., CG Power and Industrial Solutions Ltd., Cholamandalam Financial Holdings Ltd., Cholamandalam Investment and Finance Company Ltd., Cholamandalam MS General Insurance Company Ltd., Coromandel International Ltd., Coromandel Engineering Company Ltd., E.I.D. Parry (India) Ltd., Parry Agro Industries Ltd., Shanthi Gears Ltd., Tube Investments of India Ltd. and Wendt (India) Ltd.

The Group holds leadership position in several product lines including Abrasives, Technical Ceramics, Electro Minerals, Auto Components & Systems, Power Conversion Equipment, Transformers & Reactors for the Power T&D segment, Solutions for Railways in Rolling Stock & Signalling Equipment, Bicycles, Fertilisers, Sugar, Tea and Spirulina (Nutraceuticals). The Group has forged strong alliances with leading international companies such as Groupe Chimique Tunisien, Foskor, Mitsui Sumitomo, Morgan Advanced Materials, Yanmar & Co. and Compagnie Des Phosphat De Gafsa (CPG). The Group has a wide geographical presence all over India and spanning 6 continents.

Renowned brands like BSA, Hercules, Montra, Mach City, Ballmaster, Ajax, Rhodius, Parry's, Chola, Gromor, Shanthi Gears and Paramfos are from the Murugappa stable. The Group fosters an environment of professionalism and has a workforce of over 59,000 employees.

For more details, visit <https://www.murugappa.com/>

For further information, please contact:

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