

24Th July '2014

Bangalore

From WENDT INDIA LTD

PRESS RELEASE

The Board of Directors of Wendt (India) Ltd, a Joint Venture between Wendt GmbH, Germany and Carborundum Universal Ltd of Murugappa Group have taken on record the unaudited financial results as reviewed by the Board of Directors for the quarter ended 30th June'2014.

On a standalone basis, the Company achieved sales of Rs 2375 lacs during the quarter ended 30th June'2014 which is 8% higher than the last year's level. The domestic sales has been at Rs 1719 lacs, almost at corresponding period of last year, despite the economic slowdown and subdued performance of our most of the user industry segments like auto, cutting tool, steel, refractory, components etc. The export sales demonstrated a remarkable growth of 49% over the corresponding period of last year and was at Rs 656 lacs. This was due to higher sales to UK, Germany, France, Spain, Belgium, Australia, Korea, Thailand and Middle-East.

The Profit After Tax(PAT) for the current quarter has been lower by 13% at Rs 212 lacs over the corresponding period of previous year. This is on account of higher depreciation due to reduction in useful life of assets as per the Companies Act 2013. Also ,the Company's DSIR approved R&D facility is focussing on the development of Bonds and alternate raw material for which the company has incurred higher expenditure as compared to last year corresponding quarter, partially contributing to the lower PAT for the current quarter . On a long term this is expected to help the company in creating its own IP and leadership position in this industry.

On a consolidated basis, Company's sales stood at Rs 2845 lacs for the current quarter which is 14% higher than the corresponding period of last year with the Profit After Tax (PAT) of Rs 320 lacs, being similar to the corresponding period last year.

For any clarifications please contact Mr Rajesh Khanna, CEO, Phone No 04344-405500.

Group write-up will be added here.