

## Rolex Rings Limited

*Update on earnings for Q3FY23*



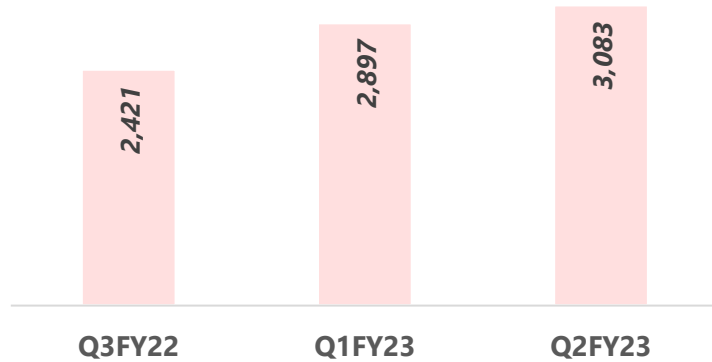
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# Q3 FY23 financials and business developments

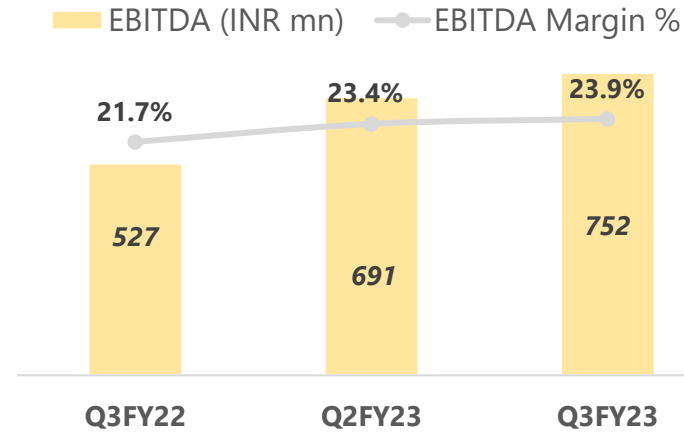
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# Financial Performance - Quarterly

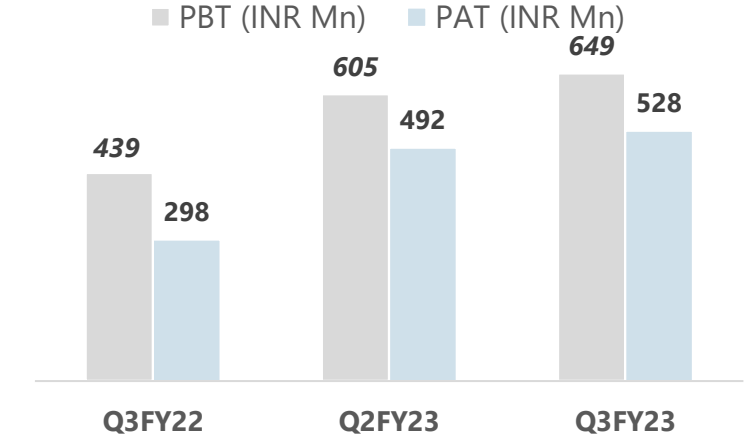
## Revenues from Operations (₹ mn)



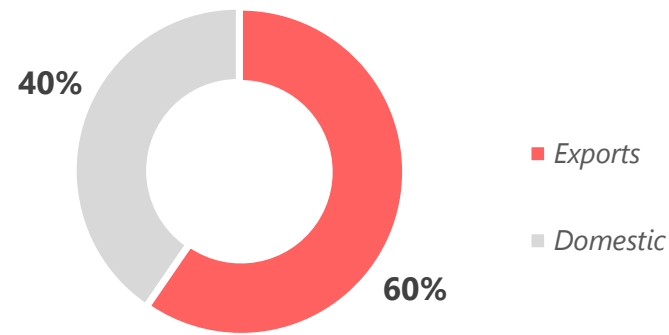
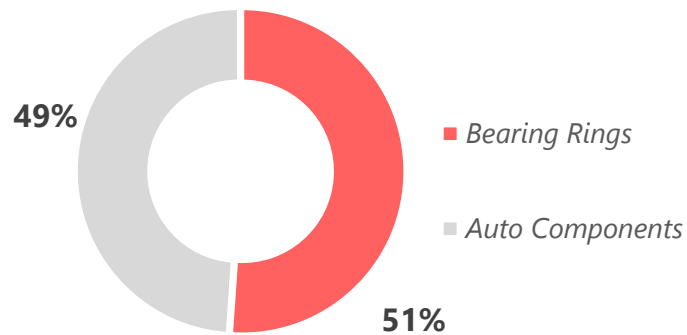
## EBITDA (₹ mn) and margins



## PBT/ PAT (₹ mn)



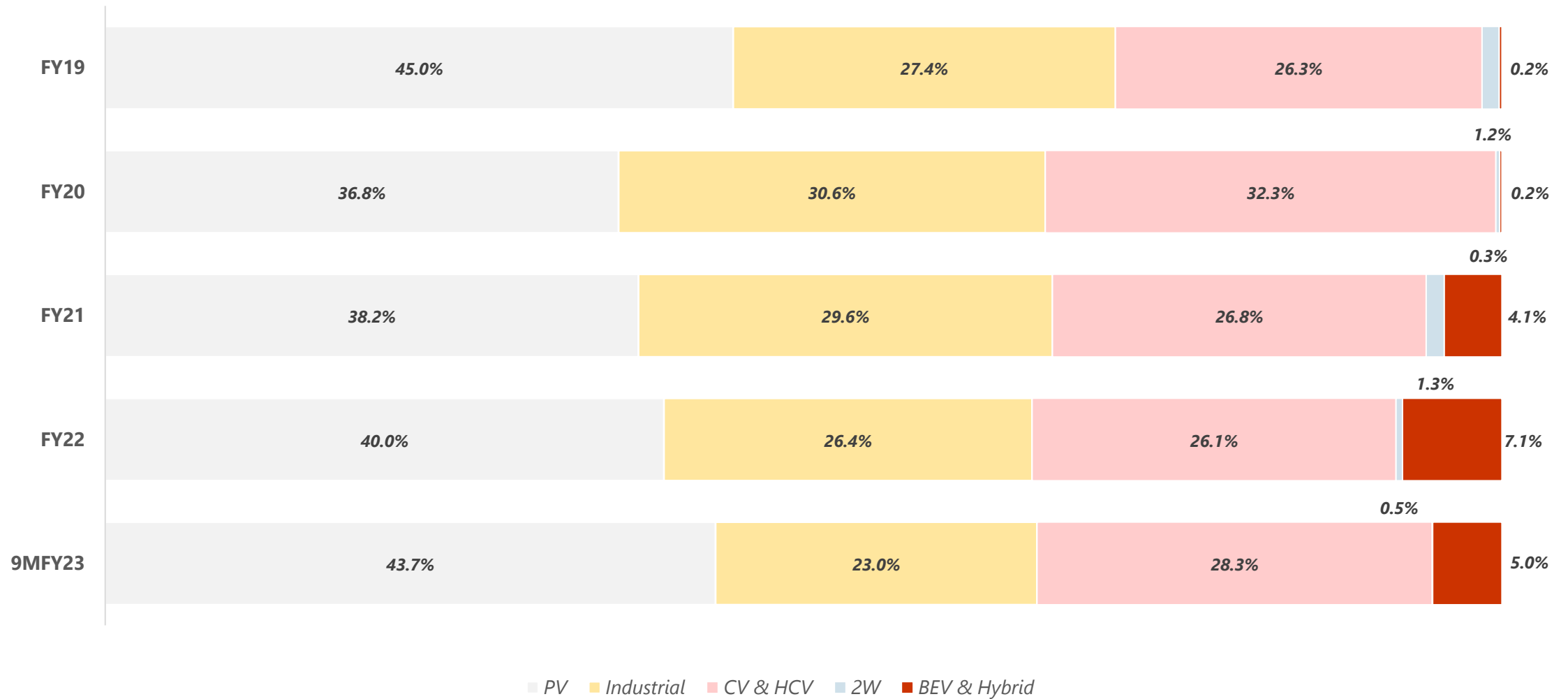
## Revenues from Operations (excluding scrap and other operating income) for 9 months ended December 31, 2022



- We continue to receive new enquiries from existing as well as new customers in both bearing rings as well as auto components segment;
- We have started supply for multiple new programs (which we had won over the last few quarters) in January 2023 onwards and expect the same to ramp up over the next few quarters;
- Our RM costs as well as freight costs have stabilized; expect them to be range bound in the near future;
- Our 4.0 MW solar project has been operationalized; the residual capacity should come on-stream over the next 3 months;
- Net Debt of the Company as at end of Quarter has reduced to below INR 900mn;

# Revenue mix by indicative end-user industries

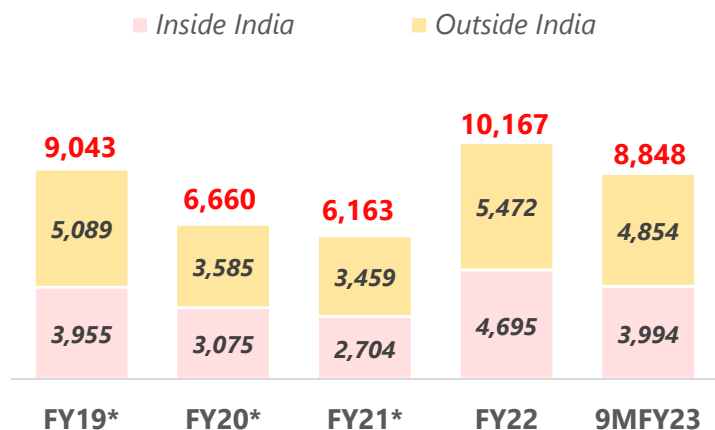
Revenues from operations (excluding scrap sales and other operating income)



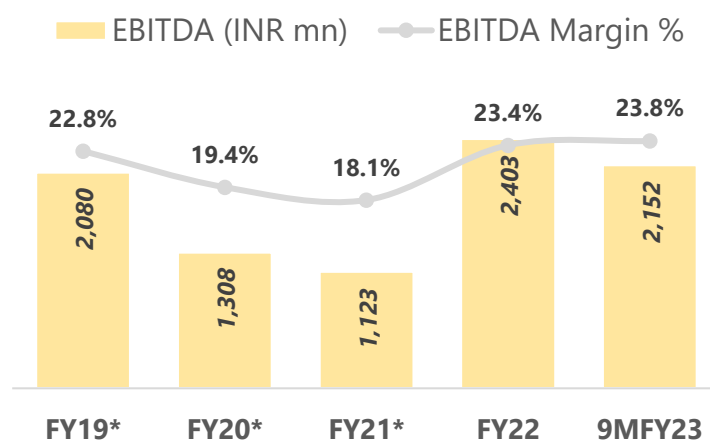
# Rolex continues to maintain growth momentum with focus on margins and strengthening balance sheet



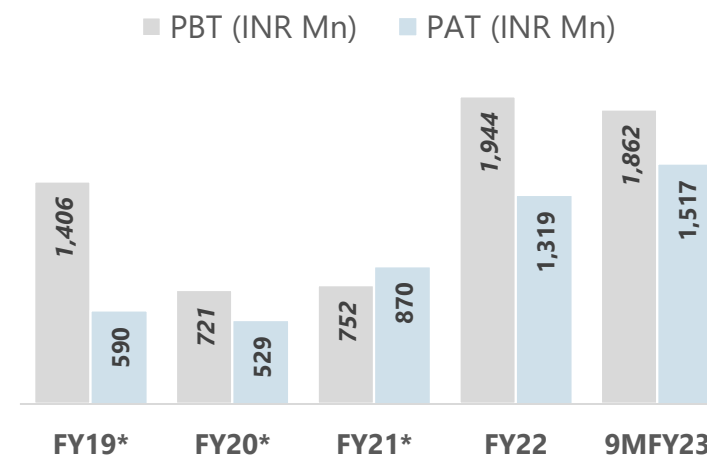
## Total Revenues from Operations (₹ mn)



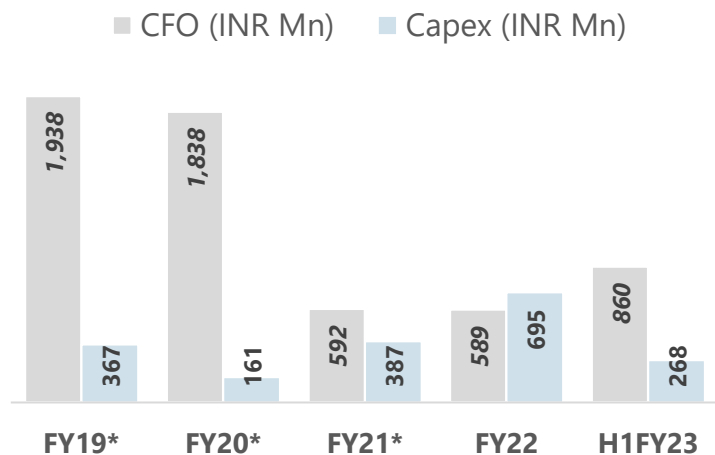
## EBITDA (₹ mn) and margins



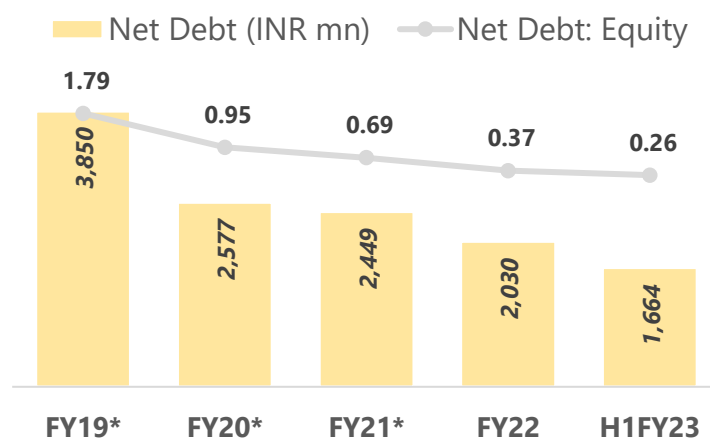
## PBT/ PAT (₹ mn)



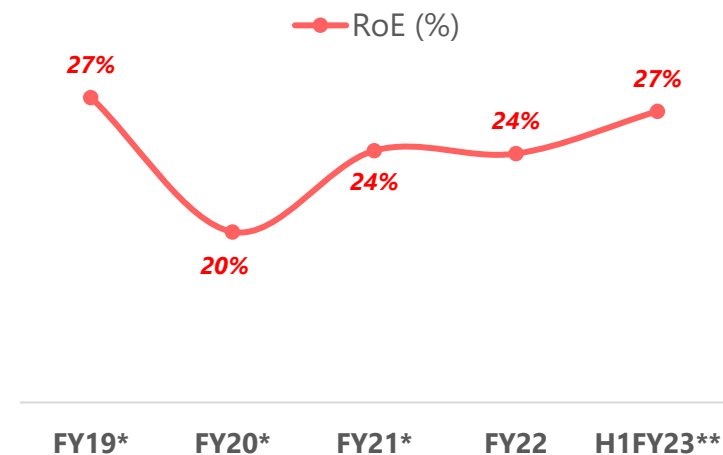
## Operating Cash Flows & Capex (₹ mn)



## Net Debt (₹ mn) and Net Debt: Equity



## Return on Equity (%)



Note : Return on Equity = Profit After Tax / Total Equity; \* indicates that numbers are based on Restated Financials; \*\* ROE for 6 month period has been computed assuming similar profitability in H2 FY23

# Statement of Profit and Loss (Quarterly)



Particulars (₹ mn)	Q3FY23	Q2FY23	Q-o-Q %	Q3FY22	Y-o-Y %
<b>Income</b>					
Revenue from operations	3,083	2,897		2,421	
Other income	68	54		6.13	
<b>Total income (I)</b>	<b>3,151</b>	<b>2,951</b>	<b>7%</b>	<b>2,427</b>	<b>30%</b>
<b>Expenses</b>					
Cost of raw materials and components consumed	1,534	1,478		1,294	
Decrease/ (increase) in inventories of finished goods and work-in progress	92	(118)		(198)	
Employee benefits expense	145	152		146	
Finance costs	36	20		22	
Depreciation and amortization expense	67	66		66	
Other expenses	627	748		659	
<b>Total expenses (II)</b>	<b>2,502</b>	<b>2,346</b>		<b>1,988</b>	
<b>Profit before tax (III) = (I - II)</b>	<b>649</b>	<b>605</b>	<b>7%</b>	<b>439</b>	<b>48%</b>
<b>Tax expense</b>					
Current tax expenses	165	154		150	
Deferred tax charge / (Credit)	(44)	(41)		(9)	
<b>Total tax expense (IV)</b>	<b>121</b>	<b>113</b>		<b>141</b>	
<b>Profit for the period (V) = (III - IV)</b>	<b>528</b>	<b>492</b>	<b>7%</b>	<b>298</b>	<b>77%</b>

# Statement of Profit and Loss (Annual)

Particulars (₹ mn)	9M FY23	FY22	FY21	FY20	FY19
<b>Income</b>					
Revenue from operations	8,848	10,167	6,163	6,660	9,043
Other income	191	114	34	93	69
<b>Total income (I)</b>	<b>9,038</b>	<b>10,281</b>	<b>6,198</b>	<b>6,753</b>	<b>9,113</b>
<b>Expenses</b>					
Cost of raw materials and components consumed	4,416	5,195	3,166	3,137	4,529
Decrease/ (increase) in inventories of finished goods and work-in progress	(57)	(554)	(292)	156	(190)
Employee benefits expense	444	588	519	527	608
Finance costs	94	204	117	322	420
Depreciation and amortization expense	196	256	254	265	254
Other expenses	2,083	2,649	1,682	1,626	2,085
<b>Total expenses (II)</b>	<b>7,177</b>	<b>8,338</b>	<b>5,446</b>	<b>6,032</b>	<b>7,707</b>
<b>Profit before tax (III) = (I - II)</b>	<b>1,862</b>	<b>1,944</b>	<b>752</b>	<b>721</b>	<b>1,406</b>
<b>Tax expense</b>					
Current tax expenses	473	666	130	127	309
Deferred tax charge / (Credit)	(128)	(41)	(248)	64	506
<b>Total tax expense (IV)</b>	<b>345</b>	<b>625</b>	<b>(118)</b>	<b>191</b>	<b>815</b>
<b>Profit for the period (V) = (III - IV)</b>	<b>1,517</b>	<b>1,319</b>	<b>870</b>	<b>529</b>	<b>590</b>



# Balance Sheet - Snapshot

Particulars (₹ mn)	H1FY23	FY22	FY21	FY20	FY19
<b>Assets</b>					
<b>Non-current assets</b>					
Property, plant, and equipment	3,825	3,789	3,714	3,730	3,808
Capital work in progress	571	460	12	-	10
Right-of-use assets	0	0	1	1	1
Intangible assets	7	8	9	12	14
Financial assets					
a) Loans		-	-	25	33
b) Other financial assets	223	42	140	34	125
Income tax assets (net)	20	20	20	20	20
Other non-current assets	139	155	288	111	131
<b>Current assets</b>					
Inventories	2,755	2,617	1,711	1,306	1,602
Financial assets					
a) Loans	0	0	1	31	1
b) Trade receivables	2,316	2,305	1,708	1,277	1,815
c) Cash and cash equivalents	28	37	46	12	1
d) Bank balances other than Cash and cash equivalents	16	162	58	152	45
e) Other financial assets	63	104	68	60	102
Other current assets	174	156	195	92	113
<b>Total assets</b>	<b>10,137</b>	<b>9,854</b>	<b>7,969</b>	<b>6,862</b>	<b>7,823</b>

Particulars (₹ mn)	H1FY23	FY22	FY21	FY20	FY19
<b>Equity and liabilities</b>					
<b>Equity</b>					
Equity share capital	272	272	240	240	240
Other equity	6,166	5,176	3,328	2,441	1,914
<b>Total equity</b>	<b>6,438</b>	<b>5,448</b>	<b>3,567</b>	<b>2,681</b>	<b>2,153</b>
<b>Liabilities</b>					
<b>Non-current liabilities</b>					
Financial liabilities					
a) Borrowings	170	205	323	442	913
b) Lease liabilities	0	1	1	1	1
Income tax liabilities (net)	33	179	179	179	171
Deferred tax liabilities (net)	179	608	324	569	506
Provisions	523	33	31	31	23
<b>Current liabilities</b>					
Financial Liabilities					
a) Borrowings	1,538	2,024	1,836	1,939	2,343
b) Lease liabilities	0	0	0	0	0
c) Trade payables	1,082	1,201	1,176	738	913
d) Other financial liabilities	56	58	434	261	671
Other liabilities	12	23	15	8	13
Provisions	8	8	7	7	7
Income tax liabilities (net)	96	67	75	3	107
<b>Total liabilities</b>	<b>3,699</b>	<b>4,406</b>	<b>4,402</b>	<b>4,181</b>	<b>5,669</b>
<b>Total equity and liabilities</b>	<b>10,137</b>	<b>9,854</b>	<b>7,969</b>	<b>6,862</b>	<b>7,823</b>

## Contact Us



For further information,  
please contact:

**Mr. Hiren Doshi** – Chief Financial Officer

+91 281 6699 577/ 677

[info@rolexrings.com](mailto:info@rolexrings.com)