

Press Release

HCC Net Profit up 33% at Rs 14.5 crore in Q1 of FY2017-18

Order book at Rs 20,363 crore

Mumbai, August 03, 2017: HCC's turnover & net profit for Q1 FY2017-18 is at Rs 991.1 crore and 14.5 crore respectively versus Rs 1,041.8 crore and Rs 10.9 crore, respectively, in the same period last year. The company secured two new orders worth Rs 1,012 crore (HCC's share) in this quarter and is the lowest bidder in projects worth Rs 2,804 crore. Excluding L1 bids, the order book is at Rs 20,363 crore as on June 30, 2017.

Financial highlights:

Unaudited standalone results for Q1 FY2017-18 vs Q1 FY2016-17

- Turnover at Rs 991.1 crore vs Rs 1,041.8 crore
- Net Profit of Rs 14.5 crore vs Rs 10.9 crore
- EBITDA at Rs 170 crore vs Rs 172.6 crore
- Order book at Rs 20,363 crore, excluding L1 bids worth Rs 2,804 crore

Mr. Praveen Sood, Group CFO said, "The Company's focus this year is to improve its operations productivity while materially de-leveraging our balance sheet. We will achieve this through the receipt of arbitration award receivables and improving free cash flow generation. Our order book is very healthy and we expect improvements in our pace of its execution by this fiscal year end".

Pursuant to the recent Cabinet order on arbitration awards, HCC is in receipt of letters from government agencies for release of Rs 1,882 crore, of which Rs 839 crore has already been received.

Performance of HCC subsidiaries:

Steiner AG: In Q1 of FY2017-18, Steiner AG has achieved a revenue of CHF 213.9 million (Rs 1,405.7 crore) compared to CHF 203.3 million (Rs 1,402.1 crore) in the previous year. The net profit stood at CHF 7.8 million (Rs 51.3 crore) compared to CHF 4.9 million (Rs 33.8 crore) in the previous year. The company secured fresh orders worth CHF 430 million (Rs 2,925 crore). The order backlog was CHF 1.65 billion (Rs 11,232 crore) at the end of Q1 FY2017-18. Further, the company has secured orders for over CHF 360 million (Rs 2,447 crore), where contracts are yet to be signed.

HCC Concessions Ltd: On July 21, 2017, Baharampore Farakka Highways Ltd (BFHL) received an Arbitration Award of Rs 448 cr for delays on account of NHAI. The daily collection for BFHL & FRHL for Q1 FY18 has been Rs 47 lakh (3% higher than Q1 of FY2016-17) and Rs 57.5 lakh, respectively, which will increase at Final COD.

Lavasa Corporation Ltd: After a hiatus of 22 months, the Joint Lenders' Forum in its last meeting on July 13, 2017 achieved the required majority to move forward in an aligned fashion. This is a first positive step and the company is working toward a long term solution to recapitalize the project for success. On May 23, 2017, Lavasa was brought under the purview of newly formed Pune Metropolitan Regional Development Authority (PMRDA) and this will benefit the broader urban development plan of the region. The tourist footfall in FY2016-17 was 890,000.

About HCC:

HCC is a business group of global scale developing and building responsible infrastructure through next practices. With an engineering heritage of nearly 100 years, HCC has executed a majority of India's landmark infrastructure projects, having constructed 25% of India's Hydel Power generation and over 65% of India's Nuclear Power generation capacities, over 3,800 lane km of Expressways and Highways, more than 320 km of complex Tunnelling and over 365 Bridges. Today, HCC Ltd. serves the infrastructure sectors of Transportation,

Power and Water. HCC is also developing Lavasa City, a planned hill city and one of India's largest urban development and management initiatives. The HCC Group, with a group turnover of Rs 9,867 crore, comprises of HCC Ltd, HCC Infrastructure Co. Ltd, Lavasa Corporation Ltd and Steiner AG in Switzerland.

For further information:

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