

Press Release**HCC Net Profit at ₹66.2 cr for Q4 FY23 and ₹253.4 cr in FY23**
Construction Business records highest turnover with 12% annual growth

Mumbai: May 18, 2023: HCC reported consolidated net profit of ₹188.1 crore in Q4 FY23 versus net profit of ₹62.1 crore in Q4 FY22. Consolidated revenue stood at ₹3,094.1 crore in Q4 FY23 versus ₹2,920.6 crore in Q4 FY22. In FY23, the Company registered consolidated loss of ₹89.1 crore, versus net profit of ₹637.3 crore in FY22. Consolidated revenue in FY23 stood at ₹9,856.6 crore versus ₹10,668.3 crore in FY22.

Financial highlights – HCC audited standalone results

- Turnover of ₹5,222 crore in FY23 versus ₹4,666.3 crore last year and ₹1,844.8 crore in Q4 FY23 versus ₹1,571.4 crore in Q4 FY22
- Net profit of ₹253.4 crore in FY23 compared to loss of ₹153.1 crore last year and net profit of ₹66.2 crore in Q4 FY23 versus net profit of ₹21.6 crore in Q4 FY22
- EBITDA margin at 14% in FY23 compared to 17% last year
- The Company's order book stood at ₹14,772 crore as of March 31, 2023.

Mr. Arjun Dhawan, Vice Chairman, HCC, said, "It has been a transformative year for HCC, with success on major strategic initiatives alongside improved operational performance. The completion of our debt carve-out process and profitable divestment of our concession assets further strengthened our balance sheet and plans for future growth."

HCC, in JV, secured a contract worth ₹3,681 crore for the construction of the Bandra Kurla Complex Station for the high-speed Bullet Train.

During the quarter, the Company concluded the sale of Baharampore-Farakka Highways Limited ("BFHL") to Cube Highways and Infrastructure V Pte Ltd ("Cube") on March 28, 2023, at an enterprise valuation of ₹1,323 crore, which includes SPV debt of ₹646 crore. HCC is to receive a total of ₹941 crore which includes upfront amount of ₹677 crore and ₹264 crore payable by Q3 FY24 and Q1 FY25 in two tranches, contingent on traffic projections. Additionally, as part of the agreement with Cube, HCC will be entitled to a revenue share from BFHL over the entire concession period, which is material in nature. HCC's concessions portfolio has been a value generator for the Company and this asset sale underscores the material liquidity contribution toward operations and growth.

During the year, HCC also completed its debt carve out, duly supported by 23 banks and financial institutions. This strategic initiative shifted a significant portion of HCC's debt along with commensurate assets from its balance sheet. The event resulted in a long-awaited solution to the asset-liability timing mismatch faced by HCC on account of delayed realization of its arbitration awards and claims. This carve out plan not only addresses the

debt availed by HCC but also provides permanent solution for HCC's guarantee obligations in relation to Lavasa's debt.

Performance of HCC subsidiaries:

Steiner AG:

Steiner AG reported revenues of CHF 527 million (₹4,379.4 crore) in the financial year 2022-23 as compared to CHF 754 million (₹5,947 crore) in the previous year and a loss of CHF 42.4 million (₹352 crore) as compared to a net profit of CHF 39 million (₹312 crore) in the previous year. The Company secured fresh orders worth CHF 444 million (₹3,936 crore). The order book stood at CHF 967 million (₹8,572 crore) at the end of the financial year.

HCC Infrastructure Company Ltd (HICL):

The sale of Baharampore-Farakka Highways Ltd (BFHL) to Cube Highways closed on March 28, 2023. The balance construction of the 10.8 km Baharampore bypass is expected to complete as planned in Q3FY24.

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 26% of India's Hydro Power generation and 60% of India's Nuclear Power generation capacities, over 4,036 lane km of Expressways and Highways, more than 360 km of complex Tunnelling and 395 Bridges. Today, HCC Ltd. serves the infrastructure sectors of Transportation, Power and Water. The HCC Group, with a group turnover of ₹9,855 crore, comprises of HCC Ltd., HCC Infrastructure Co. Ltd., and Steiner AG in Switzerland.