

21 September 2015

CMP: Rs.9.49

Industry: Broadcasting & Cable TV

BSE group: T

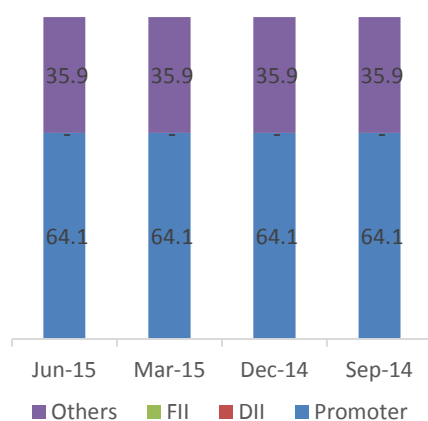
Promoters

JV between Hathway Cable (promoted by Raheja group) and Bhawani Cable (promoted by Kuldeep Puri & family)

Key Data (as on 13 August-15)

BSE	509073
ISIN	INE525B01016
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	76.9
Current P/E	negative
Current P/BV	4.4
52 week low-high	7.6-11.85
30 days avg daily trading volume	52.0
Equity capital (Rs mn)	80.0
Net worth (Rs mn)	17.5

Shareholding Pattern (%)



[Click here for: Initiation Report](#)

[Write to us at: equity.research@outlook.com](mailto:equity.research@outlook.com)

Company business

The company was incorporated in 1984 and in 1995 it started providing cable TV services under the name Bhawani Cable, in the Chembur area in Mumbai. The founder Kuldeep Puri also started movie channels on the network – Bhawani Superhit and Bhawani Viewers'Choice. The company is categorized as a multi-service operator (MSO). In 1999, the Hathway Group, promoted by Rahan Raheja, acquired a 51% stake in the company. Presently, the Hathway group's ownership remains 51%, while the Bhawani group owns 12.5%. The Hathway group has a listed company – Hathway Cable and Datacom Ltd – which offers cable TV distribution and broadband services in Mumbai, Delhi, Chennai, Bangalore, Hyderabad, Pune, Mysore etc. Hathway Bhawani Cabletel and Datacom, in which the former has a 51% stake, provides cable TV and broadband services within Mumbai and its proximity.

Financial Performance

For the quarter ended 30 June 2015, the total income of the company increased by 7.9% over the corresponding quarter of the previous year. Net loss decreased from 6.6 mn to 1.9 mn.

On a sequential basis the total income of the company increased by 1.0% to Rs.42.2 mn. The net loss decreased to Rs.1.9mn from a loss of Rs.10.2 mn in the previous quarter. The company has consistently posted loss during the last six quarters.

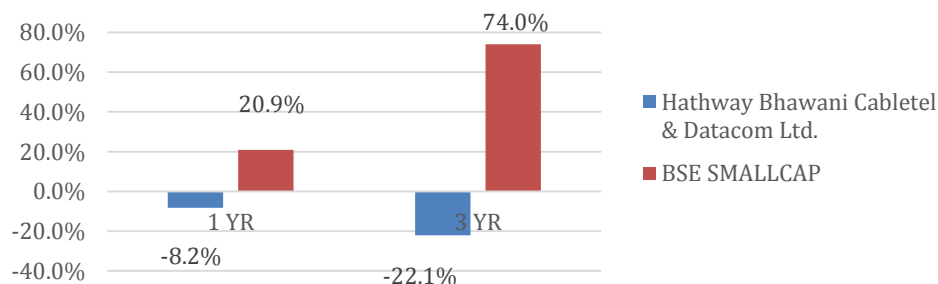
Financials

Particulars (Rs in mn)	Apr '15 to Jun '15	Apr '14 to Jun '14	% Change ¹	Jan '15 to Mar '15	% Change ²
Total income	42.2	39.1	7.9%	41.8	1.0%
Total operating expenditure	41.8	42.7	(2.1%)	50.6	(17.4%)
EBIDTA	0.4	(3.6)	-	(8.8)	-
EBIDTA margin	0.0	(0.1)	-	(0.2)	-
PBT	(1.9)	(6.1)	-	(10.8)	-
PAT	(1.9)	(6.6)	-	(10.2)	-
PAT margin	(0.0)	(0.2)	-	(0.2)	-
Cash accruals	(0.1)	(4.6)	-	(8.8)	-
EPS	-	-	-	-	-

¹ compared to corresponding quarter in the previous year ² sequential comparisons

Source: BSE, CMIE Prowess

Share Price Performance



Financials

P&L (Rs. mn)	FY12	FY13	FY14
Total income	164.5	177.7	153.8
EBIDTA	39.1	3.2	-28.8
EBIDTA margin	24%	2%	Neg.
Depreciation	7.9	7.6	7.8
EBIT	31.2	(4.4)	(36.6)
Interest	13.7	5.5	0.3
PBT	17.5	(9.9)	(36.9)
Tax	2.4	(0.5)	(0.4)
PAT	15.1	(9.4)	(36.5)
PAT Margin	9%	Neg.	Neg.
	-	-	-
Dividend Payout	-	-	-

Balance Sheet (Rs. mn)	FY12	FY13	FY14
Share Capital	80.0	80.0	80
Share application money, warrants	0.0	0.0	0.0
Reserves & Surplus	(16.6)	(25.9)	(62.4)
Net worth	63.4	54.1	17.6
Borrowings	2.3	7.4	1.2
Current Liabilities and provisions	52.0	77.8	106.7
Net deferred tax Liabilities	3.0	3.3	2.0
Total liabilities	120.7	142.6	127.5
Fixed assets	48.4	47.7	45.7
Non-current Investments	8.1	8.1	8.1
Loans and Advances	11.3	16.9	28.1
Current Assets	52.9	68.0	45.6
Total assets	120.7	142.6	127.5

Cash Flow (Rs.mn)	FY12	FY13	FY14
PBT	17.5	(9.9)	-
CF from Operation	9.6	2.5	-
CF from Investment	(4.5)	(9.0)	-
CF from Financing	(1.9)	3.9	-
Inc/(dec) Cash	3.2	(2.6)	-
Closing Balance	4.4	1.8	-

Disclaimer

The information contained herein is from publicly available data or other sources believed to be reliable, but we do not represent that it is accurate or complete and it should not be relied on as such. Our company shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation which may affect their investment in the securities of companies referred to in this document (including the merits and risks involved). The discussions or views expressed may not be suitable for all investors. This information is strictly confidential and is being furnished to you solely for your information.