

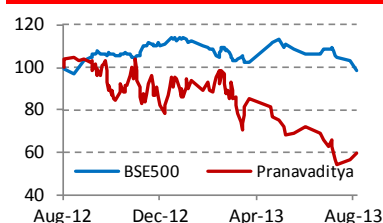
## Pranavaditya Spinning Mills Ltd.

### Market data

Current price*	Rs 4.4 (BSE)
Market cap *	Rs 84.5m
Face value	Rs 10
BSE Code	531172
No. of shares	19.2 m
Free float	6.5%
52 week H/L*	Rs 8.2/4.2

\*as on 4<sup>th</sup> Sep 13

### Rs 100 invested is now worth



### Shareholding (Jun-2013)

Category	(%)
Promoters	93.8
DII's	0.3
FII's	0.0
Others	5.9
Total	100.0

### Report prepared by

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### Quarter results overview

#### Result performance review

- Pranavaditya announced its results for the quarter ended June 2013. The company's net sales increased 15% on a year on year (YoY) basis.
- Operating expenditure was higher by 21% YoY. As a result, gross profit margin declined to 6.8% for the quarter as compared to 11.2% during the same quarter of the previous year.
- Depreciation expenses remained flat, while interest charges declined by 30% YoY for the quarter ended June 2013.
- Net profit after tax declined by 28% YoY for the quarter on account of higher operating expenses during the period.

#### Quarter result comparison snapshot

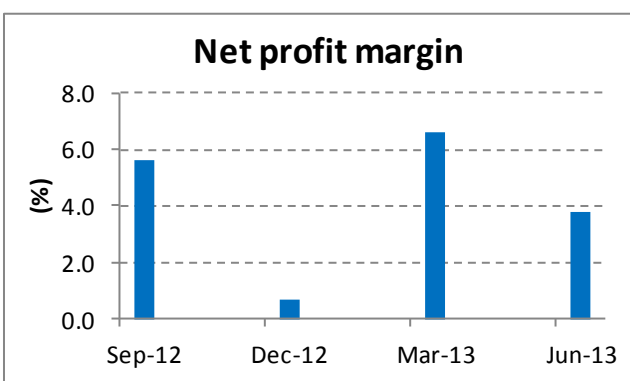
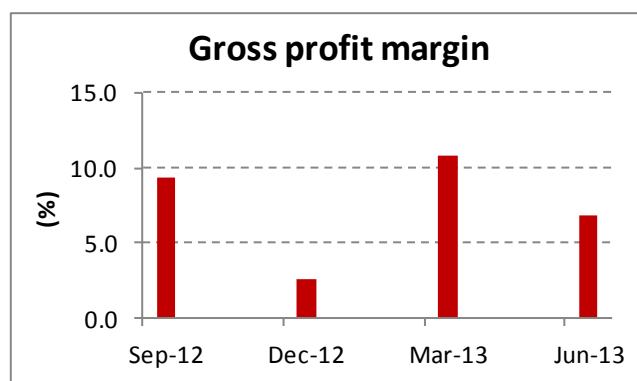
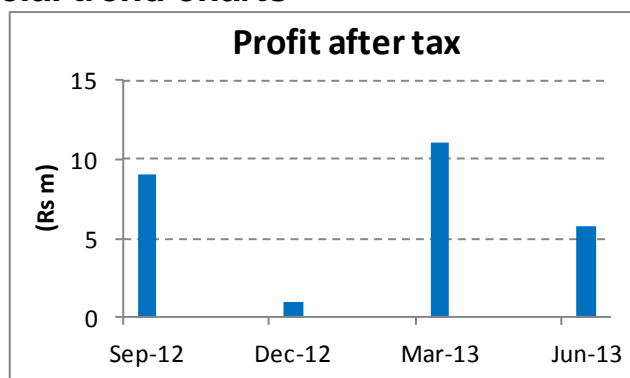
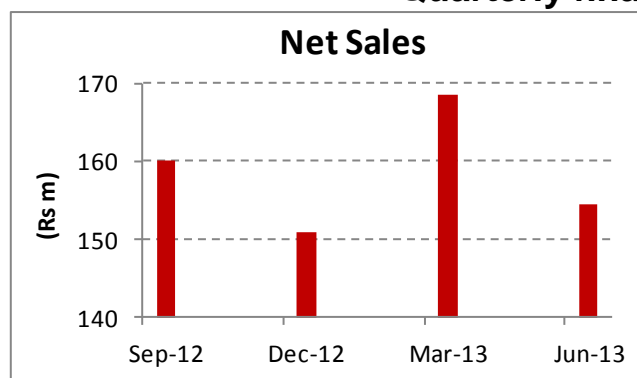
Rs m	Jun-12	Mar-13	Jun-13	QoQ ch	YoY Ch
Net Sales	134.0	168.4	154.4	-8.3%	15.2%
Other income	0.0	0.0	0.0		
Total Income	134.0	168.4	154.4	-8.3%	15.2%
Expenses	119.0	150.3	144.0	-4.2%	21.0%
Gross profit	15.0	18.1	10.4		
Depreciation	1.0	1.0	1.0	0.0%	0.0%
Interest	1.0	0.8	0.7	-12.5%	-30.0%
Profit before tax	13.0	16.4	8.7	-47.0%	-33.1%
Tax	5.0	5.3	2.9	-45.3%	-42.0%
Profit after tax	8.0	11.1	5.8	-47.7%	-27.5%
Gross profit margin	11.2%	10.8%	6.8%		
Effective tax rate	38.5%	32.3%	33.3%		
Net profit margin	6.0%	6.6%	3.8%		
Diluted EPS	0.4	0.6	0.3		

Note: Quarter results exclude extraordinary / exceptional items | Wherever the results are consolidated we have taken consolidated numbers else standalone. NA = Not applicable

#### Current valuation

At the current price of Rs 4.4, the company's stock trades at 3 times its trailing twelve month earnings.

## Quarterly financial trend charts



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- The data for this report has been sourced primarily from the company's Annual Report and other publicly available information.
- Equitymaster did not meet the management of this company in person.
- Equitymaster insists that it makes no recommendation by way of presenting this report.
- The only purpose of this report is to make available publicly information on the company to readers in a format that is easy to understand

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