

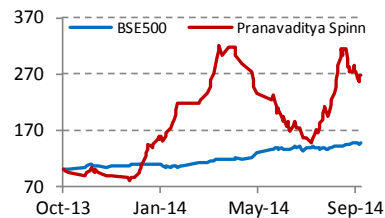
Pranavaditya Spinning Mills Ltd.

Market data

Current price*	Rs 10.8 (BSE)
Market cap *	Rs 207.8 m
Face value	Rs 10
BSE Code	531172
No. of shares	19.2 m
Free float	25.5%
52 week H/L*	Rs 13.9/3.4

*as on 19th Sep 14

Rs 100 invested is now worth



Shareholding (Jun-2014)

Category	(%)
Promoters	74.5
FII's	0.0
DII's	0.3
Others	25.2
Total	100.0

Report prepared by

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Quarter results overview

Result performance review

- Pranavaditya Spinning reported quarterly results for June 2014. The company's operating income witnessed a growth of 13.9% on a year on year (YoY) basis during the quarter. Its expenditure increased at a relatively higher rate of 16.8% YoY during the same period.
- As a result of increase in expenditure, the company's operating profit declined by as much as 27% YoY during the quarter. This led to contraction in operating margin to 4.3% in June 2014 quarter.
- Depreciation and interest charges increased by 40% YoY and 28.6% YoY respectively for the June 2014 quarter.
- Poor operating performance along with the rise in depreciation and interest charges led to a fall in net profit by about 38% YoY during the June 2014 quarter. This also led to contraction in net margin to 2% in the quarter.

Quarter result comparison snapshot

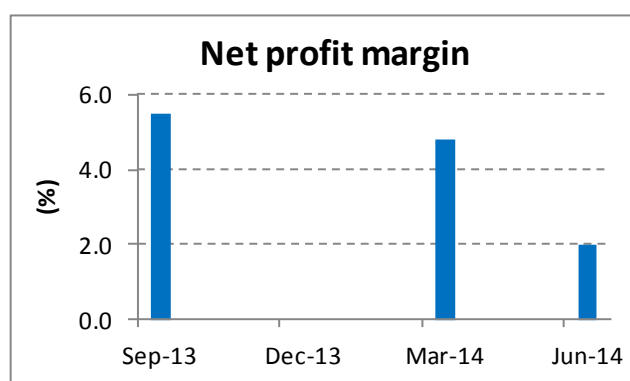
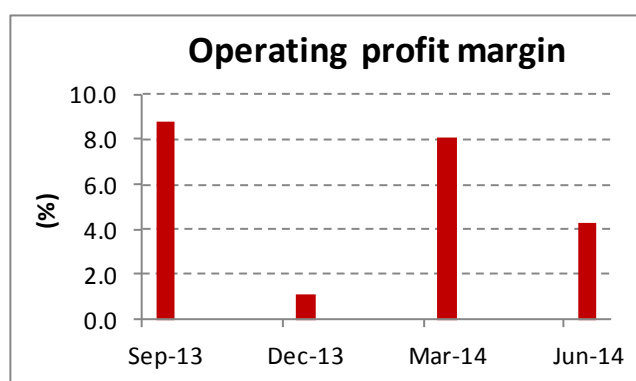
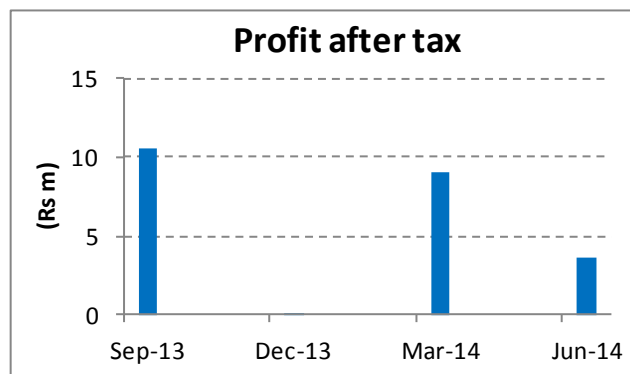
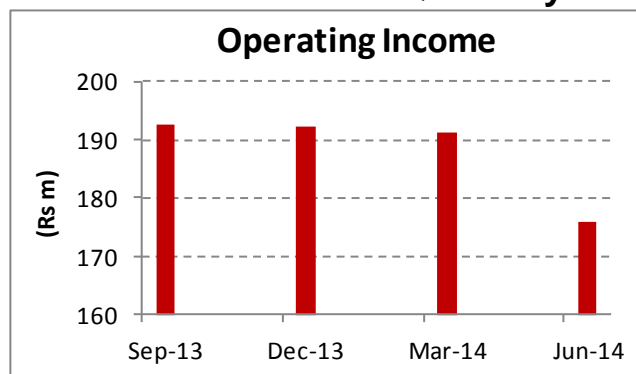
Rs m	Jun-13	Mar-14	Jun-14	QoQ ch	YoY ch
Operating Income	154.4	191.1	175.8	-8.0%	13.9%
Other income	0.0	0.0	0.0		
Total Income	154.4	191.1	175.8	-8.0%	13.9%
Expenses	144.0	175.6	168.2	-4.2%	16.8%
Operating profit	10.4	15.6	7.6	-51.3%	-26.9%
Depreciation	1.0	1.4	1.4	0.0%	40.0%
Interest	0.7	0.9	0.9	0.0%	28.6%
Profit before tax	8.7	13.3	5.3	-60.2%	-39.1%
Tax	2.9	4.1	1.7	-58.5%	-41.4%
Profit after tax	5.8	9.1	3.6	-60.4%	-37.9%
Operating profit margin	6.8%	8.1%	4.3%		
Effective tax rate	33.3%	31.1%	32.7%		
Net profit margin	3.8%	4.8%	2.0%		
Diluted EPS	0.3	0.5	0.2		

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 10.8, the company's stock trades at 9 times its trailing twelve month earnings.

Quarterly financial trend charts



Important Message from Equitymaster:

- This report has been prepared exclusively for the BSE Investor Protection initiative. 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.
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