

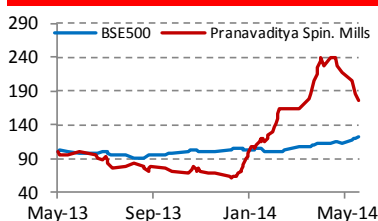
# Pranavaditya Spinning Mills Ltd.

## Market data

Current price*	Rs 9.9 (BSE)
Market cap *	Rs 190.8 m
Face value	Rs 10
BSE Code	531172
No. of shares	19.2 m
Free float	25.5%
52 week H/L*	Rs 13.4/3.4

\*as on 19<sup>th</sup> May 14

## Rs 100 invested is now worth



## Shareholding (Mar-2014)

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

## Report prepared by

Equitymaster Agora Research Private Limited.

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## Quarter results overview

### Result performance review

- Pranavaditya Spinning Mills' operating income increased by 13.5% on a year on year (YoY) basis during the March 2014 quarter. Its expenses increased at a relatively higher rate of 16.8% YoY during the same period.
- As such, higher expenses led to a decline in the operating profit by about 14% YoY during the quarter. Whereas the operating margin fell to 8.1%.
- Depreciation and interest charges were higher by 40% YoY and 12.5% YoY respectively for the March 2014 quarter.
- The company's net profit declined by 18% YoY to Rs 9 m during the quarter. Net margins fell to 4.8%.

### Quarter result comparison snapshot

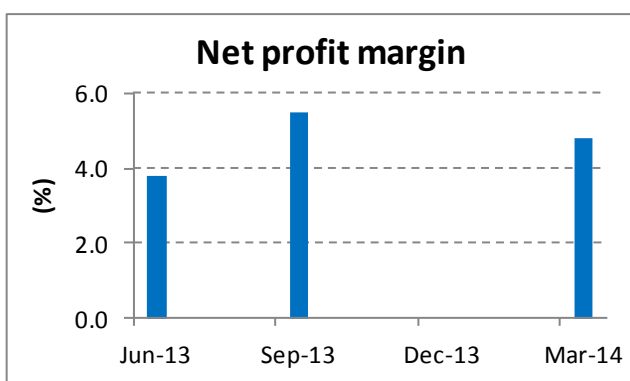
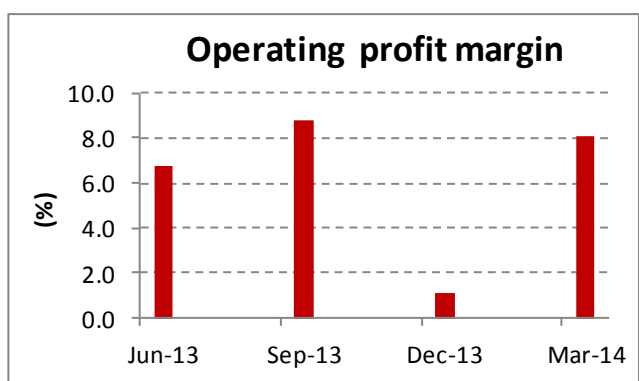
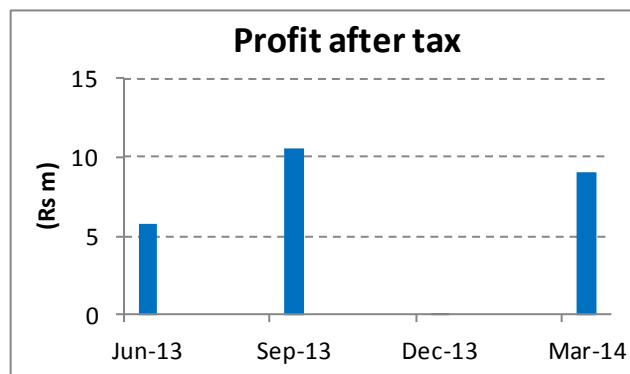
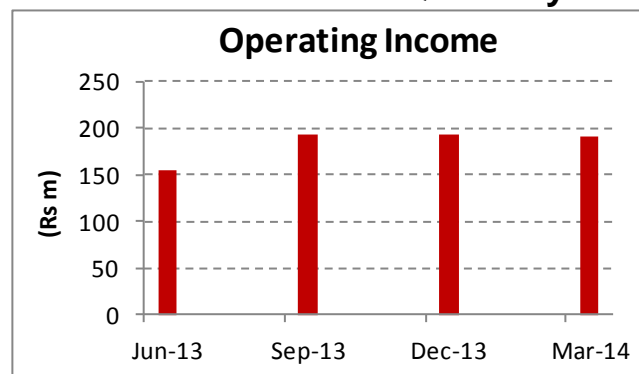
Rs m	Mar-13	Dec-13	Mar-14	QoQ ch	YoY ch
Operating Income	168.4	192.4	191.1	-0.7%	13.5%
Other income	0.0	0.0	0.0		
Total Income	168.4	192.4	191.1	-0.7%	13.5%
Expenses	150.3	190.2	175.6	-7.7%	16.8%
Operating profit	18.1	2.2	15.6	609.1%	-13.8%
Depreciation	1.0	1.2	1.4	16.7%	40.0%
Interest	0.8	0.6	0.9	50.0%	12.5%
Profit before tax	16.4	0.4	13.3	3225.0%	-18.9%
Tax	5.3	0.3	4.1	1266.7%	-22.6%
Profit after tax	11.1	0.08	9.14	9000.0%	-18.0%
Operating profit margin	10.8%	1.1%	8.1%		
Effective tax rate	32.3%	78.4%	31.1%		
Net profit margin	6.6%	NM	4.8%		
Diluted EPS	0.6	NM	0.5		

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 9.9, the company's stock trades at 7.6 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.
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