

25 May 2017

CMP: Rs. 943.2

Industry: Chemicals

BSE group: S&P BSE SmallCap

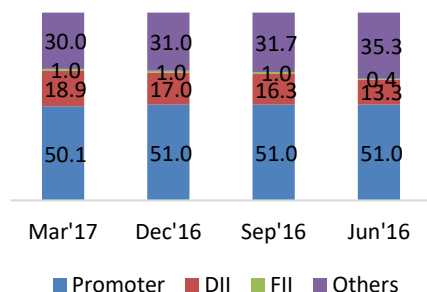
Promoters

Duncan JP Goenka Group

Key Data

BSE	506579
ISIN	INE321D01016
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	9,452.3
Current P/E	18.2
Current P/BV	2.9
52 week high-low	1067.35-436.5
30 days avg. daily trading volume (shares)	2.5
Equity capital (Rs mn)	103.1
Net worth (Rs mn)	3,299.8

Shareholding Pattern (%)



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Company business

Oriental Carbon & Chemicals (OCCL) was incorporated in 1978 as Dharuhera Chemicals Limited (DCL) and in 1983 was merged with Oriental Carbon Limited (OCL), a group company engaged in the production of Carbon Black, to form OCCL. In 1994, OCCL set-up a manufacturing facility for the production of Insoluble Sulphur, which is now the flagship product of the company. The company has undertaken capacity expansion over the past few years in order to satisfy the increasing customer requirements. The company is currently engaged in the production of Insoluble Sulphur, Sulphuric Acid and Oleum.

Financials

Particulars (Rs. mn)	Mar'17	Mar'16	% Change ¹	Dec'16	% Change ²
Total income	856.0	726.2	17.9%	702.2	21.9%
Total expenditure	596.0	528.4	12.8%	488.8	21.9%
EBITDA	260.0	197.8	31.5%	213.4	21.8%
EBITDA margin (%)	30.4%	27.2%		30.4%	
PBT	195.4	146.4	33.4%	170.5	14.6%
PAT (after extraordinary items)	93.0	120.2	-22.6%	148.7	-37.4%
PAT margin (%)	10.9%	16.5%		21.2%	
EPS (Rs.)	9.0	11.7	-22.6%	14.4	-37.5%

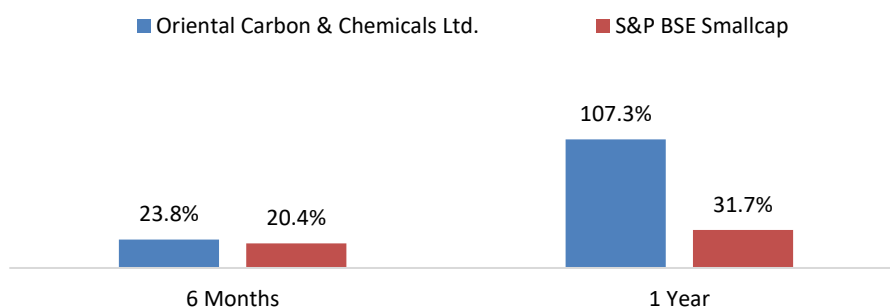
¹ compared to corresponding quarter in the previous year Source: ACE Equity, Company

² sequential comparisons

Financial Performance

The company's revenues were up ~18% this quarter at Rs. 856.0 mn. The company's EBITDA margin was up from 27.2% in the March quarter in the previous year to 30.4% this year, while the PAT margin went down from 16.5% to 10.9%.

Share Price Performance



Financials

P&L (Rs. mn)	2015	2016	2017
Total income	3,602.9	3,167.6	3,385.0
EBITDA	818.1	835.9	913.0
EBITDA margin (%)	22.7%	26.4%	27.0%
Depreciation	163.8	169.7	169.5
EBIT	654.3	666.2	743.5
Interest	103.5	79.3	66.6
PBT (before exceptional items)	550.8	586.9	676.9
Exceptional items	-	-	-
PAT	452.7	460.6	475.4
PAT margin (%)	12.6%	14.5%	14.0%
Earnings Per share (Rs.)	46.9	48.1	49.0
Cash Flow (Rs.mn)	2015	2016	2017
PBT (after exceptional items)	550.8	586.9	676.9
CF from operations	703.4	695.9	755.9
CF from investing	-312.4	-402.8	-823.0
CF from financing	-337.6	-378.4	47.1
Inc/(dec) in cash	53.4	-85.3	-20.1
Closing Balance	125.8	40.5	20.4

Balance Sheet (Rs. mn)	2015	2016	2017
Equity Share Capital	103.0	103.0	103.0
Preference Share Capital	-	-	-
Share Warrants	-	-	-
Reserves & Surplus	2,339.1	2,729.0	3,196.7
Shareholders' Funds	2,442.1	2,831.9	3,299.6
Minority Interest	145.7	111.0	81.6
Borrowings	1,087.4	883.7	1,105.6
Current Liabilities & Provisions	506.7	475.6	538.9
Total liabilities	4,181.8	4,302.3	5,025.8
Net fixed assets	2,147.2	2,067.4	3,269.4
Capital WIP	43.9	395.7	26.9
Investments	698.9	641.8	541.4
Inventories	530.3	508.1	407.5
Sundry Debtors	675.8	609.1	801.3
Cash & Bank	182.5	109.7	136.4
Other Current Assets	54.1	70.1	77.9
Loans and Advances	60.2	111.7	55.6
Miscellaneous Expenses not w/off	-	-	-
Deferred Tax Assets/(Liabilities)	-211.2	-211.4	-290.5
Total assets	4,181.8	4,302.3	5,025.8

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