

20 June 2016
CMP: Rs. 49.9

Industry: Textile

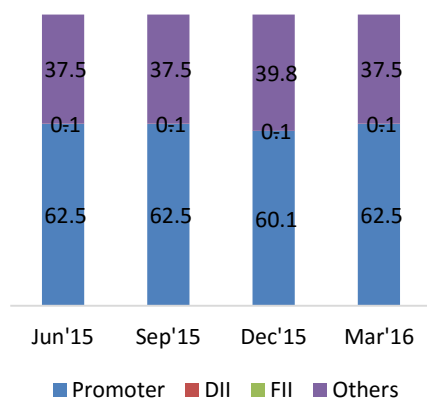
BSE group: XD

Promoters

 Surendra Agarwal, Ghanshyam Das
 Agarwal, Ashok Kumar Agarwal, Kailash
 Kumar Agarwal

Key Data

BSE	502873
ISIN	INE950C01014
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	190.1
Current P/E	9.4
Current P/BV	1.0
52 week low-high	78-31
30 days avg daily trading volume	5,543
Net worth (Rs mn)	188.0

Shareholding Pattern (%)


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Company business

HP Cotton Textile Mills Limited was promoted in association with the Haryana State Industrial Infrastructure Development Corporation (HSIIDC). Later on, HSIIDC's entire stake was bought back by the other promoters. The company is primarily involved in the manufacturing of gazed and mercerized yarns for knitting, weaving, lace material, fashion garments, T-shirts, and socks; sewing threads; and crochet and hand knitting yarns. It also provides industrial sewing threads, glazed and soft threads for stitching, kite flying, and embroidery, as well as cotton mink threads for fur stitching.

Financials

Particulars (Rs in mn)	Jan '16 to Mar '16	Jan '15 to Mar '15	% Change ¹	Oct '15 to Dec '15	% Change ²
Total income	218.8	263.9	(17.1%)	241.1	(9.2%)
Total operating expenditure	209.5	240.9	(13.0%)	228.8	(8.4%)
EBIDTA	9.3	23.0	(59.6%)	12.3	(24.4%)
EBIDTA margin	4.3%	8.7%	-	5.1%	-
PBT	2.9	11.9	(75.6%)	6.5	(55.4%)
PAT	2.7	7.3	(63.0%)	3.2	(15.6%)
PAT margin	1.2%	2.8%	-	1.3%	-
EPS	0.7	1.9	(63.0%)	0.8	(15.5%)

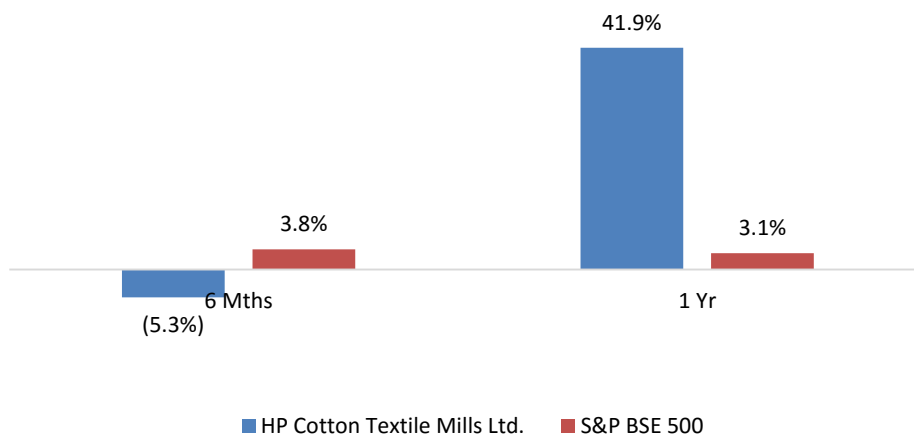
¹ compared to corresponding quarter in the previous year

Source: ACE Equity, Company

² sequential comparisons

Financial Performance

The company's revenues decreased by 17.1% to Rs. 218.8 mn compared to corresponding quarter the previous year. At the same time, operating costs decreased by 13% to Rs. 209.5 mn resulting in a weak quarter for the company translating into the company's profitability decreasing by 63% compared to the corresponding quarter of the previous year.

Share Price Performance


■ HP Cotton Textile Mills Ltd. ■ S&P BSE 500

Financials

P&L (Rs. mn)	FY13	FY14	FY15
Total income	866.4	979.8	921.2
EBITDA	90.8	91.3	63.7
EBITDA margin (%)	10.5	9.3	6.9
Depreciation	13.1	13.3	12.6
EBIT	77.7	77.9	51.1
Interest	24.2	20.3	19.0
PBT	53.5	57.6	32.1
Tax	19.6	17.8	12.4
PAT	33.9	39.8	19.7
PAT margin (%)	3.9	4.1	2.1
Dividend	4.5	4.5	4.6
Dividend payout (%)	13.2	11.2	23.2
Cash flow (Rs.mn)	FY13	FY14	FY15
PBT	53.5	57.6	32.1
CF from operations	71.9	48.0	63.3
CF from investment	(15.7)	(6.7)	(17.7)
CF from financing	(54.0)	(46.6)	(44.4)
Inc/(dec) cash	2.3	(5.3)	1.2
Closing balance	14.5	9.2	10.4

Balance sheet (Rs. mn)	FY13	FY14	FY15
Share capital	38.1	38.1	38.1
Share application money	-	-	-
Reserves & surplus	102.9	138.2	134.3
Net worth	141.0	176.3	172.4
Borrowings	150.1	124.7	107.1
Current liabilities & provisions	137.7	159.6	156.3
Total liabilities	428.8	460.6	435.8
Net fixed assets	113.4	109.0	87.8
Capital WIP	0.2	0.2	0.2
Investments	12.6	12.2	12.4
Inventories	178.9	200.6	197.0
Sundry debtors	40.6	53.9	51.8
Cash & bank	14.5	9.2	10.4
Other current assets	66.1	67.4	59.9
Loans and Advances	17.5	20.4	17.9
Miscellaneous Expenses not w/off	-	-	-
Deferred tax assets/(liabilities)	(14.8)	(12.2)	(1.4)
Total assets	428.8	460.6	435.8

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