

4 October 2016

CMP: Rs. 12.2

Industry: Ship repair

BSE group: XD

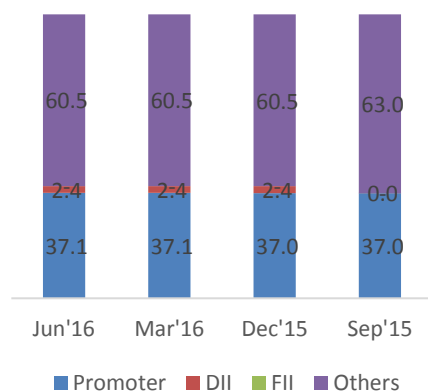
Promoters

Garware, Ashok Balchandra and family

Key Data

BSE	509563
ISIN	INE925D01014
Face Value (Rs.)	10.00
Mkt Cap (Rs. mn)	70.3
Current P/E	-
Current P/BV	1.3
52 week high-low	39.75-11.41
30 days avg daily trading volume (shares)	813
Equity capital (Rs mn)	57.7
Net worth (Rs mn)	55.8

Shareholding Pattern (%)



[Click here for: Initiation Report](#)

[Write to us at: equity.research@outlook.com](mailto:equity.research@outlook.com)

Company business

Garware Marine Industries Limited (GMIL) was incorporated in 1975 as Modern Nets Ltd. In 1981, the name was changed to Garware Marine Industries Ltd. The company was engaged in the manufacture and marketing of Fishing Nets till August 2013. The company now runs a ship repair division.

Financials

Particulars (Rs. mn)	Jun'16	Jun'15	% Change ¹	Mar'16	% Change ²
Total income	1.8	5.2	-65.8%	3.3	-46.4%
Total expenditure	2.4	4.5	-47.0%	4.2	-43.1%
EBITDA	(0.6)	0.8	-177.3%	(0.8)	-30.1%
EBITDA margin (%)	-32.6%	14.4%		-25.0%	
PBT	(0.6)	0.6	-201.7%	(0.9)	-35.2%
PAT (after extraordinary items)	(0.6)	0.6	-201.7%	(1.2)	-49.6%
PAT margin (%)	-33.1%	11.2%		-35.2%	
EPS (Rs.)	(0.1)	0.1	-200.0%	(0.2)	-50.0%

¹ compared to corresponding quarter in the previous year

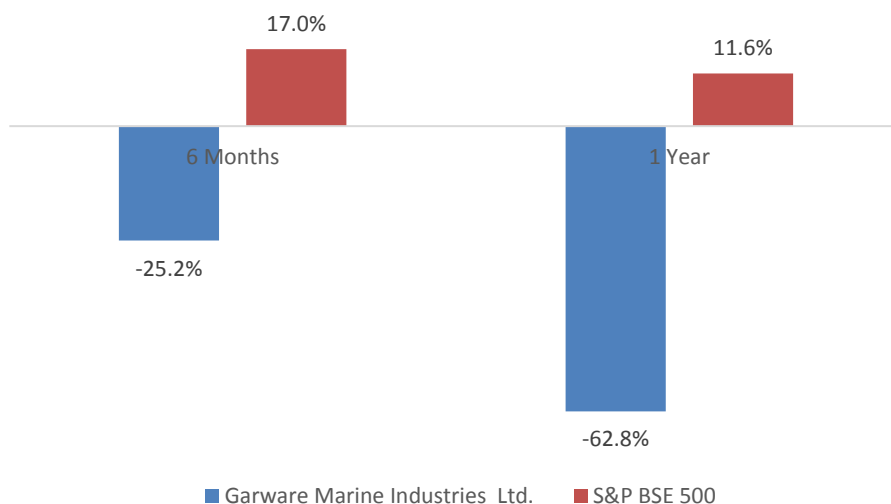
Source: ACE Equity, Company

² sequential comparisons

Financial Performance

Due to high competition from foreign counterparts, the company had quit their fishing nets business. This along with the weak scenario for ship repair industry continued to negatively impact the company's profitability metrics.

Share Price Performance



■ Garware Marine Industries Ltd.

■ S&P BSE 500

Financials

P&L (Rs. mn)	2014	2015	2016
Total income	56.7	12.2	20.0
EBITDA	(33.0)	(5.7)	0.8
EBITDA margin (%)	-58.2	-46.9%	4.1%
Depreciation	0.2	0.1	0.0
EBIT	(33.2)	(5.9)	0.8
Interest	1.0	0.4	0.6
PBT (before exceptional items)	(34.2)	(6.3)	0.2
Exceptional items	-	-	-
PAT	(32.9)	(7.6)	0.0
PAT margin (%)	-58.0	-62.3%	0.0%
Dividend	-	-	-
Dividend payout (%)	0.0	0.0%	0.0%
Cash Flow (Rs.mn)	2014	2015	2016
PBT (after exceptional items)	(34.2)	25.2	29.0
CF from operations	(61.8)	(180.3)	145.3
CF from investing	65.4	1.1	2.5
CF from financing	0.0	192.6	(164.8)
Inc/(dec) in cash	3.6	13.3	(17.1)
Closing Balance	6.1	23.1	6.1

Balance Sheet (Rs. mn)	2014	2015	2016
Equity Share Capital	57.7	57.7	57.7
Preference Share Capital	-	-	-
Share Warrants	-	-	-
Reserves & Surplus	6.3	(1.3)	(1.3)
Net worth	64.0	56.4	56.4
Borrowings	-	-	-
Current Liabilities & Provisions	14.8	6.0	9.1
Total liabilities	78.8	62.4	65.5
Net fixed assets	0.4	0.2	0.2
Capital WIP	-	-	-
Investments	9.0	8.9	9.0
Inventories	9.8	3.0	9.8
Sundry Debtors	32.3	36.1	33.4
Cash & Bank	6.1	3.9	2.3
Other Current Assets	11.5	1.8	2.1
Loans and Advances	6.4	6.8	6.2
Miscellaneous Expenses not w/off	-	-	-
Deferred Tax Assets/(Liabilities)	3.2	1.6	2.4
Total assets	78.8	62.4	65.5

Disclaimer

The information contained herein is from publicly available data or other sources believed to be reliable, but we do not represent that it is accurate or complete and it should not be relied on as such. Our company shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation which may affect their investment in the securities of companies referred to in this document (including the merits and risks involved). The discussions or views expressed may not be suitable for all investors. This information is strictly confidential and is being furnished to you solely for your information.