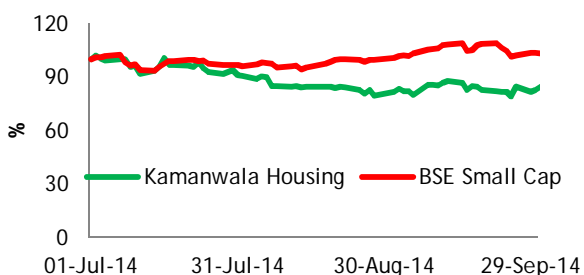


December 22, 2014

| | |
|----------------------------------|-----------|
| CMP | ₹ 17.5 |
| BSE Code | 511131 |
| BSE ID | KAMANWALA |
| 52wk High/Low (₹) | 29.0/17.1 |
| Average Volume (3M) ^s | 4,213 |
| Market Cap (₹ Crore) | 24.6 |

| Shareholding - Sep 2014 | No. | % |
|-------------------------|-----------|-------|
| Promoters | 68,71,001 | 48.75 |
| FII's | 0 | 0.00 |
| DII's | 1,900 | 0.01 |
| Public & Others | 72,20,259 | 51.23 |

Stock Chart As on September 30, 2014



| Common Size Analysis (%) | Q2 FY15 | Q2 FY14 | Q1FY15 |
|--------------------------|---------|---------|--------|
| Cost of Materials/TR | 591.8 | -1.0 | 40.6 |
| Employee Cost/TR | 64.2 | 20.9 | 26.8 |
| Other Expenses/TR | 55.8 | 12.1 | 18.4 |
| Interest Cost/TR | 310.7 | 4.0 | 104.6 |

| Valuation Ratios | |
|------------------|--------|
| P/E (TTM) (x) | 0.00 |
| P/BV (TTM) (x) | 0.28 |
| EPS (Q2 FY15) | ₹ 0.45 |

| Financial Ratios | % |
|--------------------------|--------|
| EBIDTA Margin | (39.2) |
| PAT Margin | 74.9 |
| Impact Cost [^] | 7.3 |

Financials and Ratios are on Standalone basis

TR stands for Total Revenue

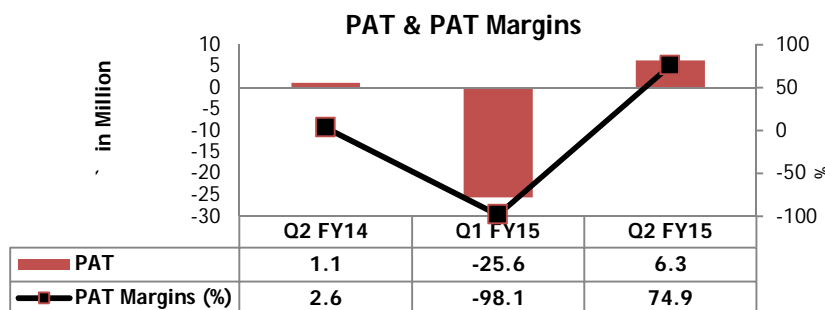
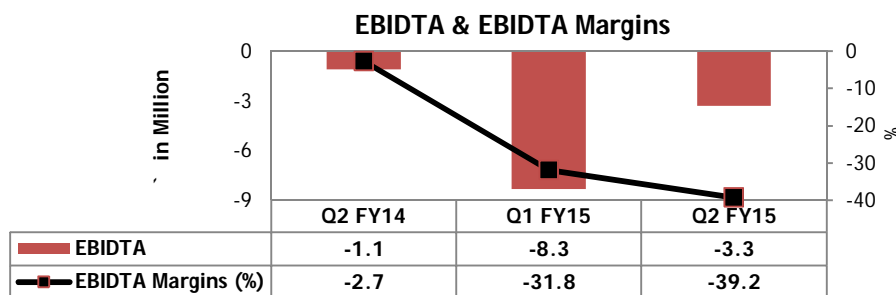
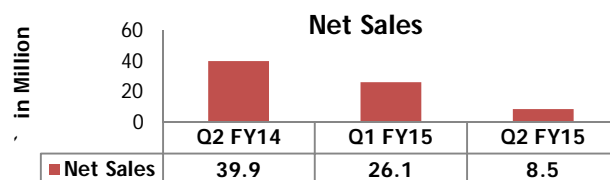
TTM stands for trailing twelve months

[^]Source: BSE, for December, 2014

\$ - Average Volumes (Total Shares traded) for 3 Months

Q2 FY15 Analyst's Review

- Net Sales for Q2 FY15 stood at Rs. 8.5 million, thus declining by 78.8% y-o-y and by 67.5% q-o-q. The Company records Sales of projects on the basis of percentage completion method as per Architects Certificate.
- The Company reported an Operating Loss of Rs. 3.3 million for Q2 FY15 as compared to an Operating Loss of Rs. 1.1 million in Q2 FY14 given the subdued Topline performance. Consequently, EBIDTA Margin for Q2 FY15 and Q2 FY14 stood in red. It stood at 38.6% and 2.7% respectively.
- For Q2 FY15, the Company incurred Interest & Financial Expenses amounting to Rs. 34.2 million. Out of this Rs. 7.9 million has been capitalized towards unsold stocks of the respective projects for which funds were borrowed and the balance Rs. 26.3 million has been reported as Revenue Expenditure.
- Kamanwala Housing Construction reported a Net Profit of Rs. 6.3 million in Q2 FY15 as compared to Rs. 1.1 million in Q2 FY14 despite reporting an Operating Loss for the period under review. The same could be primarily due to an increase in the Other Income from Rs. 4.7 million in Q2 FY14 to Rs. 36.3 million in Q2 FY15. PAT Margin increased and stood at 74.9% for Q2 FY15 versus 2.6% in Q2 FY14.
- The members of the Company passed a Special Resolution at its Annual General Meeting held on 27th September, 2014 to authorize its Board of Directors to borrow u/s 180(1)(c) of the Companies Act, 2013 and to create mortgage/charge on the movable and immovable properties of the Company.





Financial Snapshot

| Particulars | Standalone Financials (` In Millions) | | | | |
|---|--|-------------|--------------|-----------|-----------|
| | Q2 FY 2015 | Q2 FY 2014 | Q1 FY 2015 | y-o-y (%) | q-o-q (%) |
| Income Statement | | | | | |
| Net Sales / Income from Operations | 8.5 | 39.9 | 26.1 | -78.8 | -67.5 |
| Expenses | | | | | |
| Cost of Material Consumed | 50.1 | -0.4 | 10.6 | -12,630.5 | 372.8 |
| Change in Inventories | (48.5) | 28.2 | 12.0 | -272.0 | -504.2 |
| Employee Benefit Expenses | 5.4 | 8.3 | 7.0 | -34.7 | -22.3 |
| Administrative, Manufacturing, Selling & Other Expenses | 4.7 | 4.8 | 4.8 | -2.1 | -1.3 |
| EBIDTA | -3.3 | -1.1 | -8.3 | 213.4 | -59.9 |
| Depreciation & Amortization | 0.9 | 0.5 | 0.6 | 71.0 | 63.4 |
| Finance Costs / Interest Expense | 26.3 | 1.6 | 27.3 | 1,545.0 | -3.6 |
| Other Income | 36.3 | 4.7 | 10.7 | 678.1 | 238.9 |
| Profit After Tax (PAT) | 6.3 | 1.1 | -25.6 | 503.8 | -124.8 |
| Key Ratios - Income Statement | | | | | |
| EBIDTA Margin (%) | -39.2 | -2.7 | -31.8 | - | - |
| PAT Margins (%) | 74.9 | 2.6 | -98.1 | - | - |
| Adjusted EPS | 0.45 | 0.07 | 0.00 | - | - |

Source: Capitaline Database; Company Financials

About Us

LOTUS KNOWLWEALTH (LKW) is a Knowledge based company that commenced business in 1990. LKW is engaged primarily in CAPITAL MARKET RESEARCH STRATEGY & ADVISORY services.

GURUKSHETRA.com is an online initiative of LKW that focuses on Personal Finance and Financial Literacy while theIPOguru.com is its premier Portal that tracks IPO's.

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Disclosure

This report has been prepared for the BSE Investor Protection initiative and all the data for this report has been sourced primarily from publicly available documents and information. LKW asserts that it makes no Investment Recommendation through the medium of this Report.

Furthermore, each member of the team involved in the preparation of this report, hereby affirms that there exists no conflict of interest.