

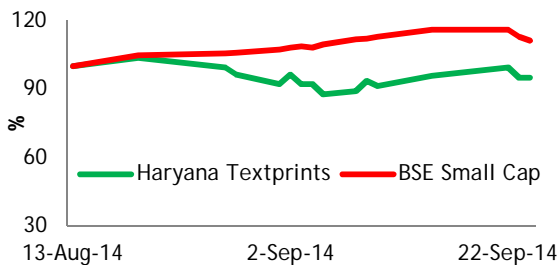


December 24, 2014

CMP	1.05
BSE Code	514296
BSE ID	HARYANATEX
52wk High/Low (₹)	2.11/1.00
Average Volume (3M) ^s	352
Market Cap (₹ Crore)	5.3

Shareholding - Sep 2014	No.	%
Promoters	3,56,65,000	71.33
FII's	0	0.00
DII's	0	0.00
Public & Others	1,43,35,000	28.67

Stock Chart As on September 30, 2014



Common Size Analysis (%)	Q2 FY15	Q2 FY14	Q1 FY15
Cost of Material/TR	62.3	57.0	60.6
Employee Cost/TR	12.4	12.1	10.5
Other Expenses/TR	9.5	9.4	8.4
Interest Cost/TR	4.6	5.1	4.3

Valuation Ratios	
P/E (TTM) (x)	8.75
P/BV (TTM) (x)	0.49
EPS (Q2 FY15)	₹ (0.016)

Financial Ratios	%
EBIDTA Margin	5.5
PAT Margin	(0.8)
Impact Cost [^]	--

Financials and Ratios are on Standalone basis

TR stands for Total Revenue

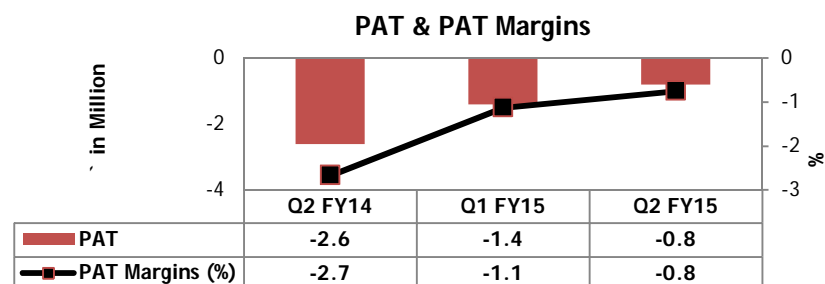
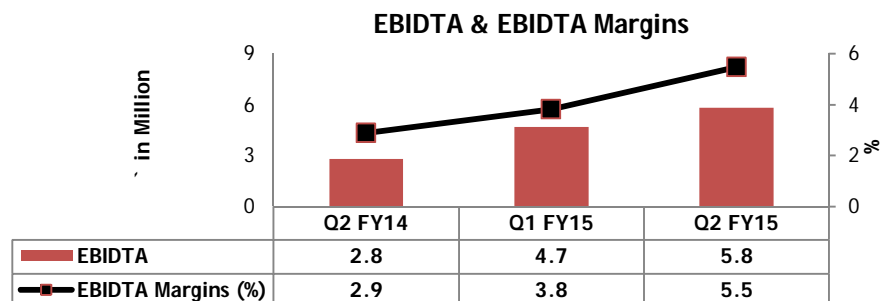
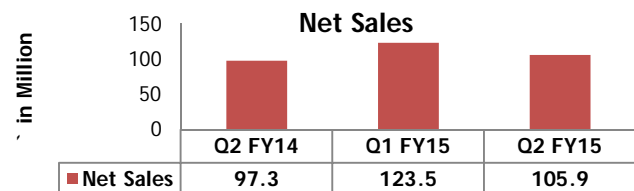
TTM stands for trailing twelve months

[^]Source: BSE, for December, 2014

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

Q2 FY15 Analyst's Review

- Net Sales for Q2 FY15 increased by 8.8% on a y-o-y basis. It stood at Rs. 105.9 million for the quarter under review as compared to Rs. 97.3 million for Q2 FY14. However, on a q-o-q basis, Net Sales decreased by 14.3% from Rs. 123.5 million as reported in Q1 FY15.
- In line with the satisfactory performance at the Topline, EBIDTA increased from Rs. 2.8 million in Q2 FY14 to Rs. 5.8 million in Q2 FY15. Whereas, the same increased by 23.4% on a q-o-q basis on the back of overall decline in the Operating Expenses. Resultantly, EBIDTA Margins increased and the same stood at 5.5% for Q2 FY15 as against 2.9% reported in Q2 FY14 and 3.8% in Q1 FY15. The estimation of the remaining useful life of Fixed Assets as per the Companies Act, 2013 is under process and therefore, the difference between current and revised computation if any, will be recognized at the end of the year.
- Despite the growth witnessed at EBIDTA level, the Company incurred Net Loss of Rs. 0.8 million for Q2 FY15 as against Net Loss of 2.6 million for Q2FY14 and Net Loss of 1.4 million for Q1FY15. The Company incurred losses at the bottomline mainly on account of Interest Expense. The Interest Expense stood at Rs. 4.9 million for Q2 FY15 as compared to Rs. 5 million in Q2 FY14 and Rs. 5.3 million in Q1 FY15.
- The members of the Company passed a Special Resolution at its Annual General Meeting held on 29th September, 2014 to authorize its Board of Directors to borrow money upto Rs. 200 million and to create charge on the assets of the Company.





Financial Snapshot

Particulars	Standalone Financials (In Millions)				
	Q2 FY2015	Q2 FY2014	Q1 FY2015	y-o-y (%)	q-o-q (%)
Income Statement					
Net Sales / Income from Operations	105.9	97.3	123.5	8.8	-14.3
<u>Expenses</u>					
Cost of material consumed	66.0	55.5	74.8	18.9	-11.8
Change in Inventories	(1.8)	8.1	6.2	-122.2	-129.0
Power & Fuel	12.7	10.0	14.4	27.0	-11.8
Employee Benefit Expenses	13.1	11.8	13.0	11.0	0.8
Administrative, Manufacturing, Selling & Other Expenses	10.1	9.1	10.4	11.0	-2.9
EBIDTA	5.8	2.8	4.7	107.1	23.4
Depreciation & Amortization	2.1	2.5	2.3	-16.0	-8.7
Finance Costs / Interest Expense	4.9	5.0	5.3	-2.0	-7.5
Other Income	0.2	0.4	0.2	-50.0	0.0
Profit After Tax (PAT)	-0.8	-2.6	-1.4	-69.2	-42.9
<u>Key Ratios - Income Statement</u>					
EBIDTA Margin (%)	5.5	2.9	3.8	-	-
PAT Margins (%)	-0.8	-2.7	-1.1	-	-
Adjusted EPS	-0.016	-0.052	-0.029	-	-

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.