

CMP: INR20.0

Stock data

BSE code	521113
BSE ID	SUDTIND-B
Face value (INR)	10
No of shares (m)	16.7
Market cap (INRm)	333.5
3m avg. daily vol (No)	3,705.5
Free float (INRm)	83.8
Dividend yield FY14 (%)	2.0

S&P BSE Sensex	27,506.7
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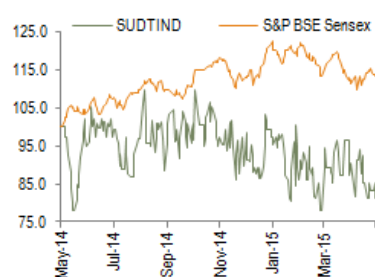
Stock performance (%)

52-week H/L	INR29.8/17.5		
	1M	3M	12M
Absolute (%)	-9.5	-8.9	-18.9
Relative (%)	-10.5	-2.3	-32.4

Shareholding pattern (%)

Promoters	FIIs	DIIs	Others
74.85%	0.00%	0.01%	25.14%

Relative stock movement



Source: BSE

May 2015

Company Overview

Suditi Industries Limited (SIL) was incorporated on 12th September 1991. It went public in January 1994. It manufactures 100% cotton knitted fabric and Polar Fleece fabric and knitted hosiery fabrics and readymade garments. The firm is promoted by the Agarwal family, better known as the R.P.K Group and is based out of Mumbai. While the company exports garments to the US and the EU, it chose to focus more on the local markets due to economic crises in the EU. However, it plans to export 35% of its production abroad. As part of its expansion plan, a printing plant is being set up at Navi Mumbai.

Q4FY15 performance

- Revenues increased by 17.4% YoY from INR180.6m in Q4FY14 to INR212.1m in Q4FY15.
- Raw material cost increased by 37.2% YoY from INR67.6m in Q4FY14 to INR92.8m in Q4FY15. Staff cost increased by 16.1% YoY from INR15.0m in Q4FY14 to INR17.5m in Q4FY15. Other expenses increased by 1.2% YoY from INR87.5m in Q4FY14 to INR88.5m in Q4FY15.
- As a result, EBIDTA increased by 26.9% YoY from INR10.4m in Q4FY14 to INR13.3m in Q4FY15.
- Depreciation increased by 106.0% YoY from INR3.2m in Q4FY14 to INR6.6m in Q4FY15. Interest expenses increased by 19.0% YoY from INR5.8m in Q4FY14 to INR6.9m in Q4FY15. Non-operating income increased from INR0.5m in Q4FY14 to INR3.2m in Q4FY15. Provision for taxes increased from INR0.4m in Q4FY14 to INR0.6m in Q4FY15.
- Consequently, PAT increased by 57.9% YoY from INR1.5m in Q4FY14 to INR2.4m in Q4FY15.
- Company has informed BSE on 03 Apr 2015 that the Board of Directors of the Company at its meeting held on 31 Mar 2015 has appointed Mrs. Sanjula Sanghai as "Woman Director" (Non-Executive) on the Board with effect from 31 Mar 2015. This has been made in compliance with the requirements of listing agreement and the provisions of the Companies Act 2013. Further the Company has also appointed secretarial auditor as per the requirements of the provisions of the Companies act 2013.

Table 1: Q4FY15 snapshot

(INRm)	Q4FY15	Q4FY14	YoY %	Q3FY15	QoQ%	FY15	FY14	YoY %
Revenue	212.1	180.6	17.4	116.3	82.4	699.0	620.7	12.6
EBITDA	13.3	10.4	26.9	10.6	25.4	50.8	40.5	25.3
PAT (Adjusted)	2.4	1.5	57.9	1.1	125.1	9.8	7.8	25.8
PAT (Reported)	2.4	1.5	57.9	1.1	125.1	9.8	7.8	25.8
Ratio								
% of sales	Q4FY15	Q4FY14	YoY %	Q3FY15	QoQ%	FY15	FY14	YoY %
Raw Material	43.8	37.5	6.3	17.6	26.2	32.8	32.8	-0.1
Staff Cost	8.2	8.3	-0.1	11.6	-3.4	8.2	9.3	-1.1
Other Expenditure	41.7	48.4	-6.7	61.7	-20.0	51.7	51.3	0.4
EBITDA	6.3	5.8	0.5	9.1	-2.8	7.3	6.5	0.7
Tax Rate	19.2	20.2	-0.9	19.0	0.2	19.1	19.3	-0.2
NPM	1.2	0.9	0.3	0.9	0.2	1.4	1.3	0.1

Source: Company, Varhad Research

Quarterly performance in charts and tables

Table 2: Detailed Q4FY15 Overview

	Q4FY15	Q4FY14	YoY %	Q3FY15	QoQ%	FY15	FY14	YoY %
Revenue	212.1	180.6	17.4	116.3	82.4	699.0	620.7	12.6
Raw Material Cost	92.8	67.6	37.2	20.5	353.8	229.0	203.8	12.4
Staff Cost	17.5	15.0	16.1	13.5	29.3	57.6	58.0	-0.7
Other Expenditure	88.5	87.5	1.2	71.8	23.4	361.6	318.4	13.6
Total Cost	198.8	170.2	16.8	105.7	88.1	648.2	580.2	11.7
EBITDA	13.3	10.4	26.9	10.6	25.4	50.8	40.5	25.3
Depreciation	6.6	3.2	106.0	4.3	54.6	19.4	12.0	62.1
EBIT	6.7	7.3	-7.9	6.3	5.7	31.4	28.6	9.9
Interest Expenses	6.9	5.8	19.0	6.0	15.2	25.0	21.3	17.5
Non-Operating Income	3.2	0.5	580.6	1.0	221.7	5.7	2.4	142.6
PBT	3.0	1.9	56.1	1.3	125.5	12.1	9.6	25.5
Provision for Tax	0.6	0.4	48.7	0.3	127.5	2.3	1.9	24.4
PAT (Adjusted)	2.4	1.5	57.9	1.1	125.1	9.8	7.8	25.8
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	0.0	*
PAT (Reported)	2.4	1.5	57.9	1.1	125.1	9.8	7.8	25.8

Note: (*) Not Applicable, Source: BSE, Varhad Research

Chart 1: Sales trend

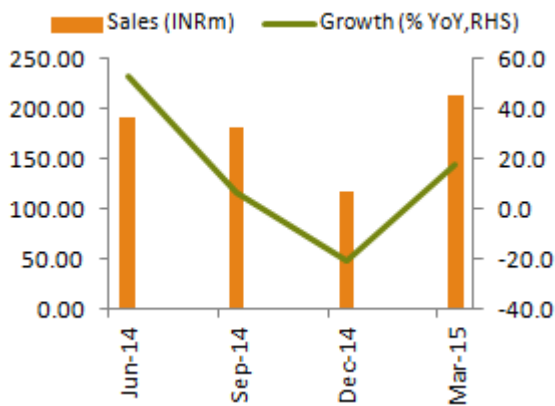


Chart 2: EBITDA trend

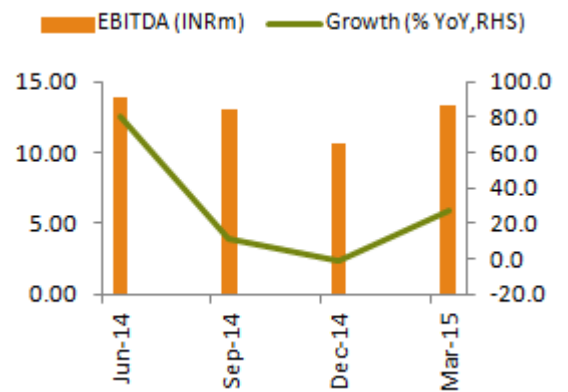


Chart 3: Margin trend

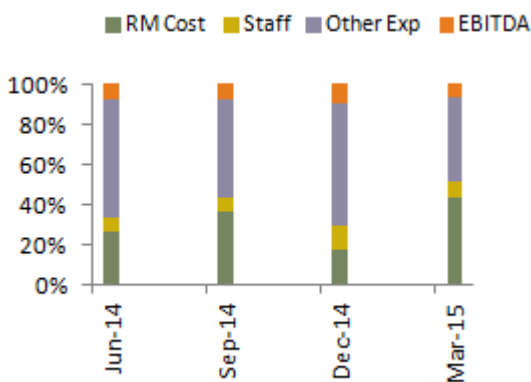
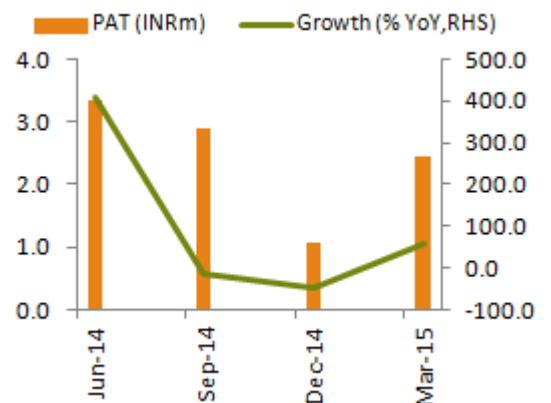


Chart 4: PAT trend



Source: Company, Varhad Research

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