

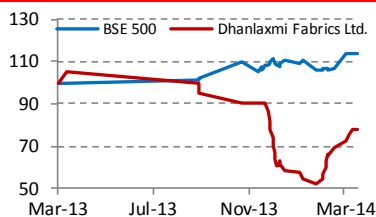
Dhanlaxmi Fabrics Ltd.

Market data

Current price*	Rs 12.5 (BSE)
Market cap *	Rs 107.2 m
Face value	Rs 10
BSE Code	521151
No. of shares	8.5 m
Free float	30.2%
52 week H/L*	Rs 16.8/8.2

*as on 21st Mar 14

Rs 100 invested is now worth



Shareholding (Dec-2013)

Category	(%)
Promoters	69.8
FII's	0.0
DII's	0.0
Others	30.2
Total	100.0

Report prepared by

Equitymaster Agora Research Private Limited.

www.equitymaster.com

info@equitymaster.com

Quarter results overview

Result performance review

- Dhanlaxmi Fabrics' net sales declined by 4.6% on a year on year (YoY) basis during the December 2013 quarter. Its expenses, however, declined at a higher rate of 6.3% during the same period.
- The company's operating profit increased by 7.7% YoY to Rs 28.1 m during the quarter as compared to profit of Rs 26.1 m during the same quarter of the previous year.
- Its operating profit margin improved to 13.8% during the quarter.
- Depreciation and interest charges were higher by 25% YoY and 313.3% YoY respectively for the December 2013 quarter.
- The company's net profit declined by 38% YoY to Rs 8.5 m as compared to a net profit of Rs 13.7 m during the same quarter of the previous year. Its net profit margin dropped to 4.2% during the December 2013 quarter.

Quarter result comparison snapshot

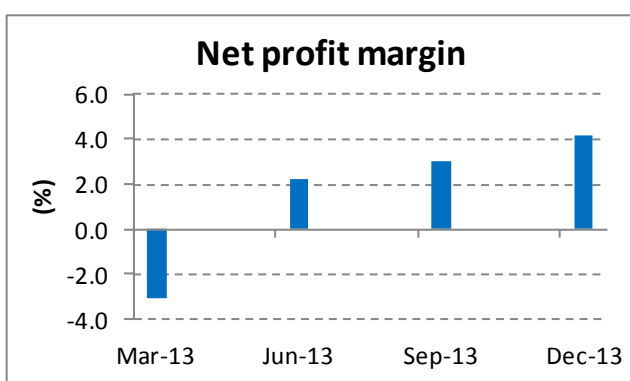
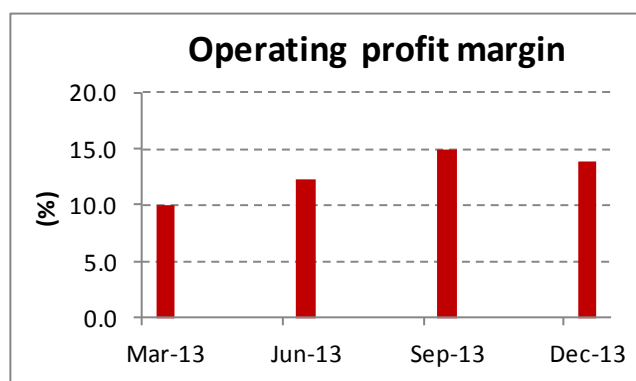
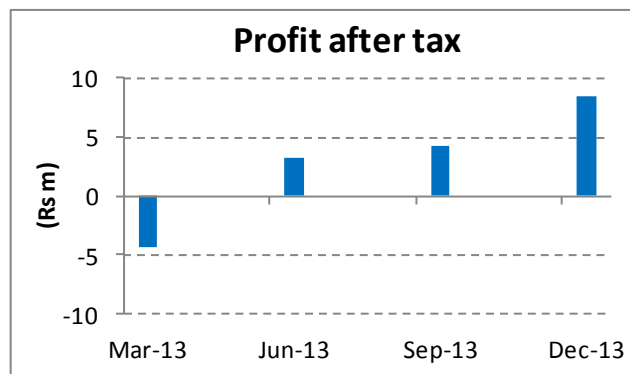
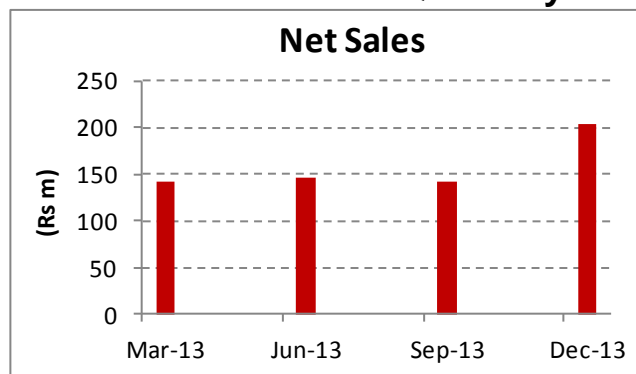
Rs m	Dec-12	Sep -13	Dec-13	QoQ ch	YoY ch
Net Sales	213.7	142.1	203.9	43.5%	-4.6%
Other income	1.2	1.3	1.6	23.1%	33.3%
Total Income	214.8	143.4	205.4	43.2%	-4.4%
Expenses	187.6	120.8	175.7	45.4%	-6.3%
Operating profit	26.1	21.3	28.1	31.9%	7.7%
Depreciation	12.0	15.0	15.0	0.0%	25.0%
Interest	1.5	3.3	6.2	87.9%	313.3%
Profit before tax	13.7	4.3	8.5	97.7%	-38.0%
Tax	0.0	0.0	0.0		
Profit after tax	13.7	4.3	8.5	97.7%	-38.0%
Operating profit margin	12.2%	15.0%	13.8%		
Effective tax rate	0.0%	0.0%	0.0%		
Net profit margin	6.4%	3.0%	4.2%		
Diluted EPS	1.6	0.5	1.0		

Note: Quarter results exclude extraordinary / exceptional items | Wherever the results are consolidated we have taken consolidated numbers else standalone. NA = Not applicable

Current valuation

At the current price of Rs 12.5, the company's stock trades at 8.9 times its trailing twelve month earnings.

Quarterly financial trend charts



Important Message from Equitymaster:

- This report has been prepared exclusively for the BSE Investor Protection initiative.
- The data for this report has been sourced primarily from the company's Annual Report and other publicly available information.
- Equitymaster did not meet the management of this company in person.
- Equitymaster insists that it makes no recommendation by way of presenting this report.
- The only purpose of this report is to make available publicly information on the company to readers in a format that is easy to understand

© Equitymaster Agora Research Private Limited. All rights reserved.

Disclaimer:

The information contained in this document has been compiled from sources we believe to be reliable, but we do not hold ourselves responsible for its completeness or accuracy. This document does not contain any views or opinions of Equitymaster and all such information is provided 'as is' without any warranty of any kind, and Equitymaster makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. This document should not be construed as an offer to sell or solicitation of an offer to buy any security in any jurisdiction. Equitymaster and its affiliates, its directors, analyst and employees will not be responsible for any loss or liability incurred to any person as a consequence of his or any other person on his behalf taking any investment decisions based on this document. Equitymaster and its affiliates and their officers and their employees may or may not hold any securities mentioned herein. Equitymaster and its affiliates may from time to time, have a consulting relationship with a company being reported upon.