

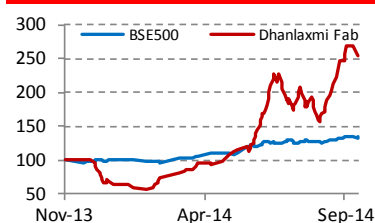
Dhanlaxmi Fabrics Ltd.

Market data

Current price*	Rs 36.8 (BSE)
Market cap *	Rs 316.2 m
Face value	Rs 10
BSE Code	521151
No. of shares	8.5 m
Free float	28.5%
52 week H/L*	Rs 39.0/8.2

*as on 18th Sep 14

Rs 100 invested is now worth



Shareholding (Mar-2014)

Category	(%)
Promoters	71.5
FIIIs	0.0
DIIIs	0.0
Others	28.5
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 reported quarterly results for June 2014. The company's operating income witnessed a healthy growth of 37.6% on a year on year (YoY) basis during the quarter. Its expenditure was up at a relatively lower rate of 35.2% YoY during the same period.
- Strong income led to increase in operating profit by 53.6% YoY during the quarter. This led to improvement in operating margin to 13.8% in June 2014 quarter.
- Other income grew by 33.3% YoY. Depreciation and interest charges were higher by 19% YoY and 591% YoY respectively for the June 2014 quarter.
- The company's net profit grew by 24% YoY during the quarter led by strong operating performance.

Quarter result comparison snapshot

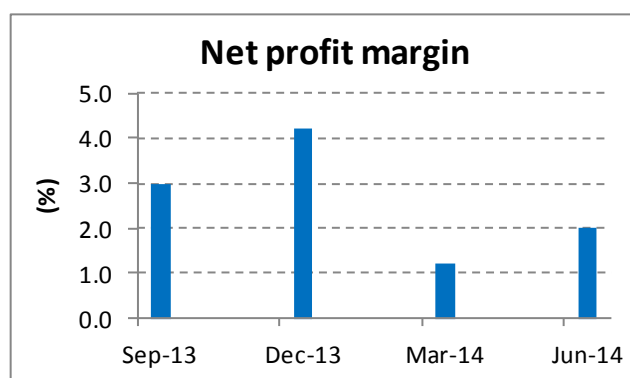
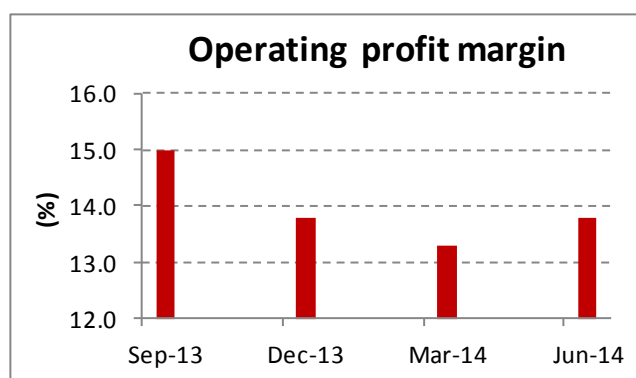
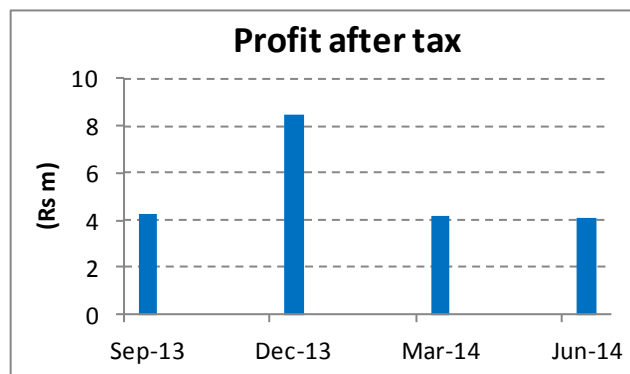
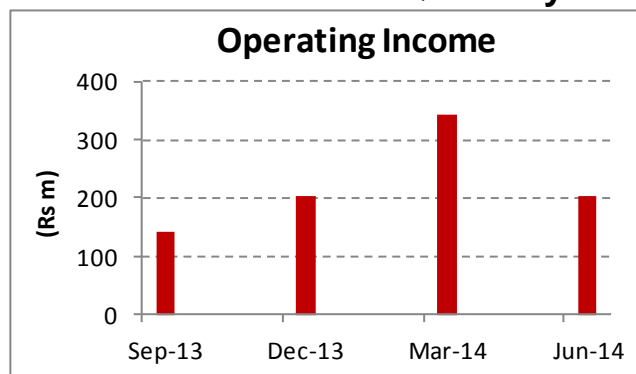
Rs m	Jun-13	Mar-14	Jun-14	QoQ ch	YoY ch
Operating Income	146.9	342.6	202.1	-41.0%	37.6%
Other income	1.2	1.6	1.6	0.0%	33.3%
Total Income	148.1	344.2	203.7	-40.8%	37.5%
Expenses	128.8	297.0	174.2	-41.3%	35.2%
Operating profit	18.1	45.6	27.8	-39.0%	53.6%
Depreciation	14.9	14.6	17.7	21.2%	18.8%
Interest	1.1	6.1	7.6	24.6%	590.9%
Profit before tax	3.3	26.5	4.1	-84.5%	24.2%
Tax	0.0	22.3	0.0	NA	NA
Profit after tax	3.3	4.2	4.1	-2.4%	24.2%
Operating profit margin	12.3%	13.3%	13.8%		
Effective tax rate	0.0%	84.1%	0.0%		
Net profit margin	2.2%	1.2%	2.0%		
Diluted EPS	0.4	0.5	0.5		

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 36.8, the company's stock trades at 14.7 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.