

11 May 2016

CMP: Rs. 12.2

Industry: Construction- Real Estate

BSE group: XD

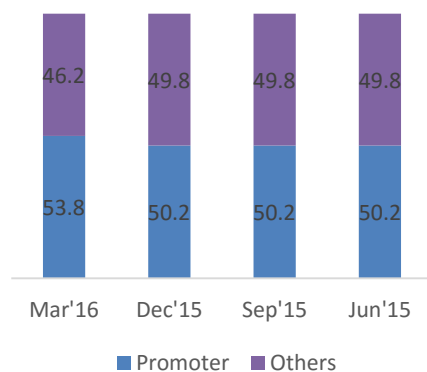
Promoters

Kishan Kedia, Sanjey Kedia, and Arun Kedia

Key Data

BSE	526727
ISIN	INE797D01017
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	169.6
Current P/E	-
Current P/BV	0.3
52 week low-high	10.2- 17.9
30 days avg daily trading volume	1.88
Net worth (Rs mn)	648.5

Shareholding Pattern (%)



[Click here for:
Initiation Report](#)

[Write to us at:
equity.research@outlook.com](mailto:equity.research@outlook.com)

Company business

Garnet Construction Ltd. is a real estate property developer having developed more than 600 acres of land for diverse projects including industrial, commercial and residential projects. The Company provides real estate related services as well includes residential, industrial, commercial open plots, bungalows at Khopoli and Lonavala. The Company is also developing commercial complex in Mumbai.

Financials

Particulars (Rs in mn)	Oct '15 to Dec '15	Oct '14 to Dec '14	% Change ¹	Jul '15 to Sep '15	% Change ²
Total income	84.1	90.8	-7.4	58.4	44.1
Total operating expenditure	78.8	85.7	-8.0	49.0	60.9
EBIDTA	5.2	5.1	3.0	9.4	-44.2
EBIDTA margin	6.2	5.6		16.1	
PBT	-1.8	1.2	-251.7	1.1	-270.5
PAT	-1.8	1.2	-251.7	0.6	-425.5
PAT margin	-2.1	1.3		0.9	
EPS	-0.1	0.1	-251.7	0.0	-425.5

¹ compared to corresponding quarter in the previous year

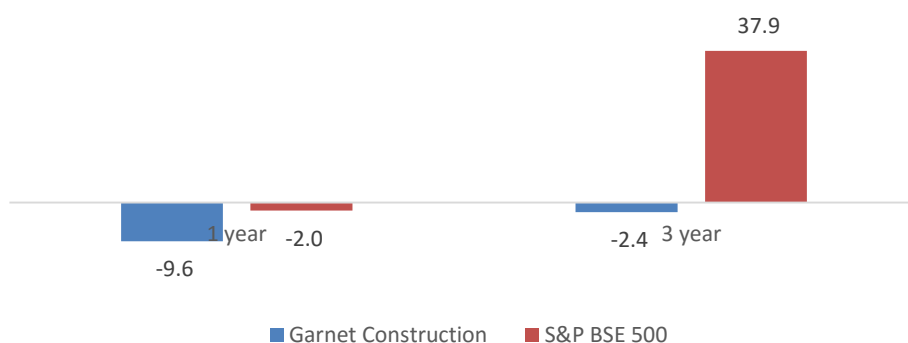
Source: ACE Equity, Company

² sequential comparisons

Financial Performance

The company reported losses in the Dec quarter corresponding to a profit in the same quarter last year. On a quarter on quarter basis also, financial performance deteriorated.

Share Price Performance



■ Garnet Construction ■ S&P BSE 500

Financials

P&L (Rs. mn)	FY13	FY14	FY15
Total income	211.3	101.7	287.3
EBIDTA	40.0	61.5	60.9
EBIDTA margin	18.9	60.4	21.2
Depreciation	3.7	4.1	9.5
EBIT	36.3	57.4	51.4
Interest	22.7	25.7	26.2
PBT	13.6	31.7	25.2
Tax	2.7	8.9	18.6
PAT	10.9	22.9	6.6
PAT Margin	5.2	22.5	2.3
Dividend	-	-	-
Dividend Payout	0.0	0.0	0.0
Cash Flow (Rs.mn)	FY13	FY14	FY15
PBT	13.6	31.7	25.2
CF from Operation	(47.3)	75.8	(180.3)
CF from Investment	47.1	30.5	1.1
CF from Financing	(38.7)	(116.7)	192.6
Inc/(dec) Cash	(38.9)	(10.4)	13.3
Closing Balance	20.3	9.8	23.1

Balance Sheet (Rs. mn)	FY13	FY14	FY15
Share Capital	139.0	139.0	139.0
Share Application Money	-	-	-
Reserves & Surplus	480.6	503.5	509.5
Net worth	619.6	642.5	648.5
Borrowings	432.5	341.4	560.0
Current Liabilities & Provisions	914.0	1,078.2	914.5
Total liabilities	1,966.1	2,062.0	2,123.0
Net fixed assets	70.1	86.0	76.5
Capital WIP	9.8	-	-
Investments	51.1	52.2	48.9
Inventories	926.6	1,188.1	1,222.3
Sundry Debtors	519.7	413.7	488.1
Cash & Bank	20.3	9.8	23.1
Other Current Assets	15.6	15.0	8.3
Loans and Advances	353.0	300.3	267.0
Miscellaneous Expenses not w/off	-	-	-
Deferred Tax Assets/(Liabilities)	-	(3.1)	(11.1)
Total assets	1,966.1	2,062.0	2,123.0

Disclaimer

The information contained herein is from publicly available data or other sources believed to be reliable, but we do not represent that it is accurate or complete and it should not be relied on as such. Our company shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation which may affect their investment in the securities of companies referred to in this document (including the merits and risks involved). The discussions or views expressed may not be suitable for all investors. This information is strictly confidential and is being furnished to you solely for your information.