

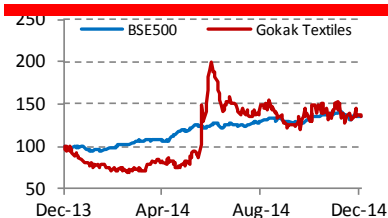
Gokak Textiles Ltd.

Market data

Current price*	Rs 54.0 (BSE)
Market cap *	Rs 350.9 m
Face value	Rs 10
BSE Code	532957
No. of shares	6.5 m
Free float	26.5%
52 week H/L*	Rs 83.8/26.0

*as on 30th Dec 14

Rs 100 invested is now worth



Shareholding (Sep-2014)

Category	(%)
Promoters	73.5
FIs	3.1
DIs	5.6
Others	17.8
Total	100.0

Report prepared by

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Quarter results overview

Result performance review

- Gokak Textiles reported quarterly results for Sept 2014. The company's operating income was down by 14.8% on a year on year (YoY) basis during the quarter. However, its expenses were also down by 7.4% YoY during the same period.
- A decline in the revenues led the company report operating loss of Rs 19.9 m during the quarter under review as compared to profit of Rs 54.8 m in Sept 2013 quarter.
- Depreciation declined by 2.3% YoY, while interest charges were higher by 12% YoY for the Sept 2014 quarter.
- At the bottom line level, the company's net loss increased to Rs 87.8 m during the quarter from Rs 10 m in Sept 2013 quarter due to the decline in the revenues and poor operating performance.,

Quarter result comparison snapshot

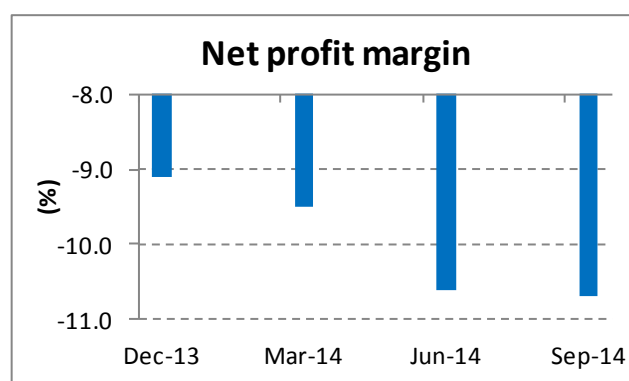
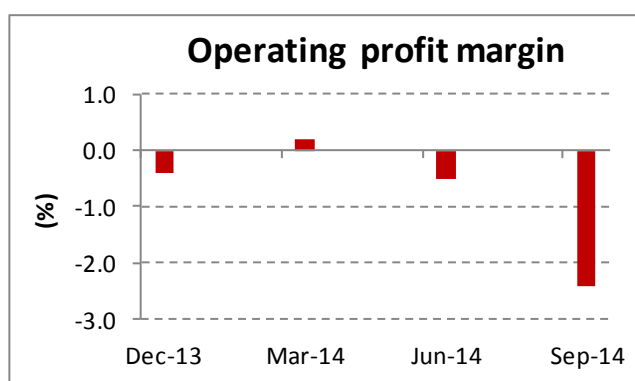
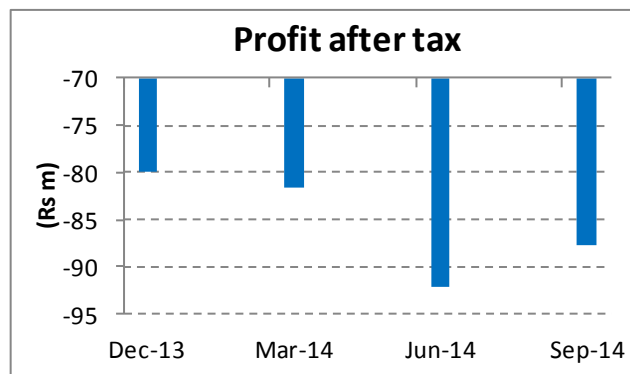
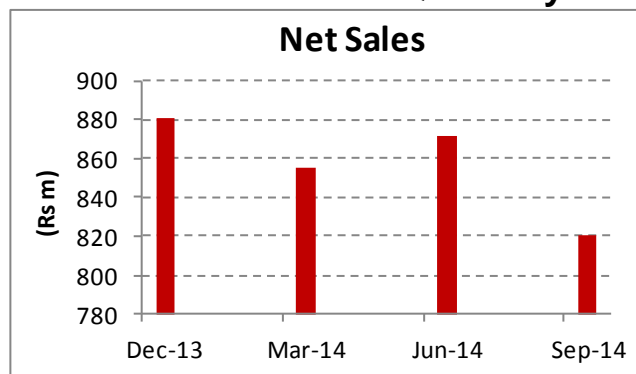
Rs m	Sep-13	Jun-14	Sep-14	QoQ ch	YoY ch
Operating Income	962.9	871.3	820.7	-5.8%	-14.8%
Other income	0.0	0.0	12.6		
Total Income	962.9	871.3	833.3	-4.4%	-13.5%
Expenses	908.1	875.3	840.6	-4.0%	-7.4%
Operating profit	54.8	-4.0	-19.9	397.5%	-136%
Depreciation	26.4	25.8	25.8	0.0%	-2.3%
Interest	52.3	62.4	58.6	-6.1%	12.0%
Profit before tax	-23.8	-92.2	-91.7	-0.5%	285.3%
Tax	-13.9	0.0	-3.9	NM	-71.9%
Profit after tax	-10.0	-92.2	-87.8	NA	NA
Operating profit margin	5.7%	-0.5%	-2.4%		
Effective tax rate	58.2%	0.0%	4.3%		
Net profit margin	-1.0%	-10.6%	-10.7%		
Diluted EPS	-1.5	-14.2	-13.5		

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

Current valuation

The company's stock trades at Rs 54, per share. Its trailing twelve months earnings are negative; hence its P/E ratio is not meaningful.

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.
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