

**CMP: INR7.50**

## Stock data

BSE code	535916
BSE ID	ALSL
Face value (INR)	10
No of shares (m)	21.0
Market cap (INRm)	158.1
3m avg. daily vol (No)	3,389.8
Free float (INRm)	83.82
Dividend yield FY13 (%)	0.0

S&P BSE SME IPO	876.1
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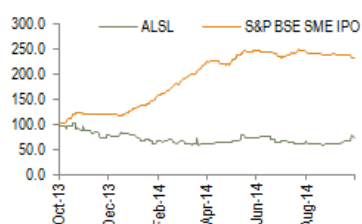
## Stock performance (%)

52-week H/L	INR10.7/6.1		
	1M	3M	12M
Absolute (%)	15.4	7.1	-28.6
Relative (%)	18.1	7.1	-160.0

## Shareholding pattern (%)

Promoters	FIIs	DIIs	Others
46.98%	0.00%	0.00%	53.02%

## Relative stock movement



Source: BSE

## November 2014

## Company Overview

Alacrity Securities Ltd (ALSL) was incorporated on 20th December 1994 in Mumbai as Alacrity Securities Private Ltd. The Company became a deemed Public company on 1st July 1999 and retained the status as Public Ltd by passing management resolution on 30th June 2001, consequently changed the name to Alacrity Securities Ltd. Ms Pooja H Mehta and her uncle, Mr Hiten R Mehta, together hold 46.98% of the equity share. The Company is offering financial services with products and services covering equity broking, F & O and currency derivatives to retail, high net worth and corporate investors

## 6mFY15 performance

- Net revenue increased by 193.6% YoY from INR6.5m in 6mFY14 to INR19.0m in 6mFY15. Raw material cost increased by 542.4% YoY from INR1.4m in 6mFY14 to INR9.3m in 6mFY15. Staff cost increased by 8.5% YoY from INR1.5m in 6mFY14 to INR1.6m in 6mFY15. Other expenditure increased by 1.7% YoY from INR4.3m in 6mFY14 to INR4.4m in 6mFY15
- Company reported operating profit of INR3.7m in 6mFY15 against operating loss of INR0.8m in 6mFY14. Depreciation increased by 11.1% YoY from INR1.2m in 6mFY14 to INR1.4m in 6mFY15. Interest expenses increased by 145.2% YoY from INR1.6m in 6mFY14 to INR4.0m in 6mFY15. Non operating income increased by 6.0% YoY from INR3.6m in 6mFY14 to INR3.9m in 6mFY15.
- Company reported net profit of INR2.2m in 6mFY15 against net profit of INR0.05m in 6mFY14.
- Investments increased from INR39.1m in 6mFY14 to INR41.7m in 6mFY15. Cash and bank balance and inventories both increased from INR88.1m and INR1.2m in 6mFY14 to INR94.3m and INR19.9m in 6mFY15 respectively.
- Company has informed BSE on 2 May 2014 that Mr. Ankur Mahesh Gupta has been appointed as an Independent director of the Company and also Mr. Ramanand Gupta has resigned from the post of directorship.

Table 1: 6mFY15 snapshot

(INRm)	H1FY15	H1FY14	YoY %	H2FY14	QoQ%	FY14	FY13	YoY %
Revenue	19.0	6.5	193.6	7.2	161.7	13.7	254.5	-94.6
EBITDA	3.7	-0.8	587.8	2.3	65.2	1.5	-6.5	123.0
PAT (Adjusted)	2.2	0.0	4429.2	2.8	-21.1	2.8	-8.4	133.4
PAT (Reported)	2.2	0.0	4429.2	2.8	-21.1	2.8	-8.4	133.4
Ratio								
% of sales	H1FY15	H1FY14	YoY %	H2FY14	QoQ%	FY14	FY13	YoY %
Raw Material	48.9	22.3	26.5	13.0	35.9	17.4	95.3	-77.9
Staff Cost	8.5	23.1	-14.6	19.2	-10.7	21.0	1.4	19.6
Other Expenditure	23.0	66.4	-43.4	36.7	-13.7	50.7	5.8	44.9
EBITDA	19.6	-11.8	31.4	31.1	-11.5	10.9	-2.5	13.4
Tax Rate	0.0	-2300.0	2300.0	35.6	-35.6	34.5	6.7	27.9
NPM	11.5	0.7	10.7	38.1	-26.6	20.5	-3.3	23.8

Source: Company, Varhad Research

## Performance in tables

Table 2: Detailed 6mFY15 Income Statement Overview

	H1FY15	H1FY14	YoY %	H2FY14	QoQ%	FY14	FY13	YoY %
<b>Revenue</b>	19.0	6.5	193.6	7.2	161.7	13.7	254.5	-94.6
Raw Material Cost	9.3	1.4	542.4	0.9	884.4	2.4	242.5	-99.0
Staff Cost	1.6	1.5	8.5	1.4	16.1	2.9	3.7	-21.4
Other Expenditure	4.4	4.3	1.7	2.7	63.9	6.9	14.7	-52.9
Total Cost	15.2	7.2	111.1	5.0	205.3	12.2	260.9	-95.3
<b>EBITDA</b>	3.7	-0.8	587.8	2.3	65.2	1.5	-6.5	123.0
Depreciation	1.4	1.2	11.1	1.4	0.7	2.6	2.0	29.3
<b>EBIT</b>	2.3	-2.0	217.0	0.9	165.1	-1.1	-8.5	86.8
Interest Expenses	4.0	1.6	145.2	2.0	100.7	3.7	8.5	-57.0
Non-Operating Income	3.9	3.6	6.0	5.4	-28.5	9.1	8.0	13.5
<b>PBT</b>	2.2	0.0	108600.0	4.3	-49.2	4.3	-9.0	147.6
Provision for Tax	0.0	0.0	-100.0	1.5	-100.0	1.5	-0.6	-347.1
<b>PAT (Adjusted)</b>	2.2	0.0	4429.2	2.8	-21.1	2.8	-8.4	133.4
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	0.0	*
<b>PAT (Reported)</b>	2.2	0.0	4429.2	2.8	-21.1	2.8	-8.4	133.4

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

Table 3: Detailed 6mFY15 Balance Sheet Overview

	6mFY15	6mFY14	FY14	FY13	
Net Block		13.9	13.4	14.3	15.4
Investments		41.7	39.1	36.7	36.6
Cash and Banks Balance		94.3	88.1	90.5	86.3
Inventory		19.9	1.2	9.1	2.6
Sundry Debtors		78.9	96.5	78.7	52.6
Loans and Advances		164.2	140.7	123.0	86.9
Other Current Assets		3.2	2.8	3.5	3.9
Other		1.7	2.9	2.1	0.6
<b>Total Assets</b>		<b>417.6</b>	<b>384.5</b>	<b>357.8</b>	<b>284.9</b>
Equity Capital		210.8	210.8	210.8	150.0
Reserves and Surplus		71.6	66.6	69.4	36.2
Share Application Money		0.0	0.0	0.0	0.0
Minority Interest		0.0	0.0	0.0	0.0
<b>Shareholder's Funds</b>		<b>282.4</b>	<b>277.4</b>	<b>280.2</b>	<b>186.2</b>
Gross Debt		90.0	24.2	23.3	18.0
Trade Payables		21.9	46.9	33.2	39.7
Provisions and other current liabilities		22.4	35.5	20.2	40.4
Others		1.0	0.5	1.0	0.5
<b>Total Liabilities</b>		<b>417.6</b>	<b>384.5</b>	<b>357.8</b>	<b>284.9</b>

Source: BSE, Varhad Research

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