

26 October 2017

CMP: Rs.35.0

Industry: -

BSE group: XD

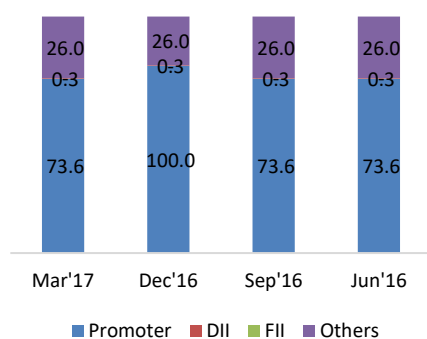
Promoters

R K Garg, Steel Strips Group

Key Data (as on 25 May 2017)

BSE	539112
ISIN	INE137M01017
Face Value (Rs.)	10.00
Mkt Cap (Rs. mn)	509.6
Current P/E	25.0
Current P/BV	0.9
52 week low-high	37-13.12
30 days avg daily trading volume	3.1
Equity capital (Rs mn)	151.9
Net worth (Rs mn)	589.9

Shareholding Pattern (%)



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equity.research@outlook.com

Company business

SAB Industries Limited is engaged in various business activities like Construction, Real Estate, Information Technology and Trading. It also provides civil engineering consultancy and preparation and award of claims. The Infotech division undertakes activities of an internet service provider in Punjab Telecom Circle. Under the trading division, the company imports cement from Pakistan and sells it in India as well as uses it for its own projects. The Company was formerly called SA Builders Limited. The company is the part of the Steel Strips Group which has diversified activities such as hi-tech manufacturing, construction and civil engineering, petrochemicals, Information technology, agro chemicals and retail development and management. SAB Industries Limited is registered with various Government bodies as a class – 1 contractor. The company was listed on 11 May 2015.

Financials

Particulars (Rs in mn)	Mar'17	Mar'16	% Change ¹	Dec'16	% Change ²
Total income	37.9	50.2	(24.5%)	70.4	(46.2%)
Total operating expenditure	21.9	73.8	(70.3%)	41.5	(47.2%)
EBIDTA	15.9	(23.6)	(167.5%)	28.9	(44.8%)
EBIDTA margin	42.1%	(47.1%)		41.0%	
PBT	10.1	(27.9)	(136.1%)	22.4	(55.1%)
PAT	29.7	(23.3)	(227.7%)	21.0	41.6%
PAT margin	78.4%	(46.4%)		29.8%	
EPS	0.5	(1.5)	(136.4%)	1.2	(57.5%)

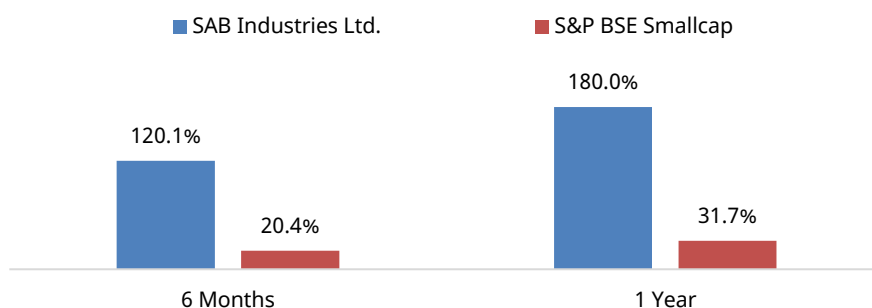
¹ compared to corresponding quarter in the previous year ² sequential comparisons

Source: ACE Equity, Company

Financial Performance

For the quarter ended 31 March 2017, total income of the company decreased 24.5% y-o-y to Rs.37.9 mn from Rs.50.2mn in the same quarter last year. The company posted a profit of Rs. 10.1 mn as compared to a loss of Rs. 23.3 mn over the corresponding period. On a sequential basis, total income of the company decreased by 46.2% to Rs.37.9 mn from Rs. 70.4 mn. The company posted a profit of Rs. 29.7 mn as compared to Rs. 21.0 mn in the previous quarter.

Share Price Performance



Financials

P&L (Rs. mn)	FY14	FY15	FY16
Total income	126.6	175.2	446.7
EBITDA	30.8	21.6	87.2
EBITDA margin (%)	24.3%	12.3%	19.5%
Depreciation	4.1	4.0	2.3
EBIT	26.8	17.6	84.9
Interest	20.9	11.3	13.8
PBT (before exceptional items)	5.9	6.3	71.1
Exceptional items	(0.1)	9.9	(8.9)
PAT	3.7	11.2	47.7
PAT margin (%)	2.9%	6.4%	10.7%
Dividend	-	-	-
Dividend payout (%)	0.0%	0.0%	0.0%

Balance Sheet (Rs. mn)	FY14	FY15	FY16
Equity Share Capital	151.9	151.9	151.9
Preference Share Capital	-	-	-
Share Warrants	-	-	-
Reserves & Surplus	333.4	344.7	392.4
Net worth	485.3	496.6	544.3
Borrowings	196.6	267.5	266.6
Current Liabilities & Provisions	203.0	172.3	186.1
Total liabilities	884.9	936.4	996.9
Net fixed assets	162.3	191.6	194.7
Capital WIP	-	-	-
Investments	124.4	136.9	140.4
Inventories	362.3	383.2	385.4
Sundry Debtors	114.9	104.4	1.3
Cash & Bank	38.4	34.9	29.8
Other Current Assets	1.0	4.5	168.1
Loans and Advances	78.0	77.0	74.0
Miscellaneous Expenses not w/off	-	-	-
Deferred Tax Assets/(Liabilities)	3.7	3.7	3.1
Total assets	884.9	936.4	996.9

Cash Flow (Rs.mn)	FY14	FY15	FY16
PBT (after exceptional items)	5.9	6.3	71.1
CF from operations	17.8	(43.0)	0.0
CF from investing	(4.3)	(31.4)	(4.3)
CF from financing	(4.2)	70.9	(0.9)
Inc/(dec) in cash	9.4	(3.5)	(5.2)
Closing Balance	38.4	34.9	29.8

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