

CMP: INR 13.0

Stock data

BSE code	514442
BSE ID	SRIKPRIND
Face value (INR)	10
No of shares (m)	17.2
Market cap (INRm)	223.6
3m avg. daily vol (No)	268.0
Free float (INRm)	49.3
Dividend yield FY13 (%)	5.3
<hr/>	
S&P BSE Sensex	21,251.1

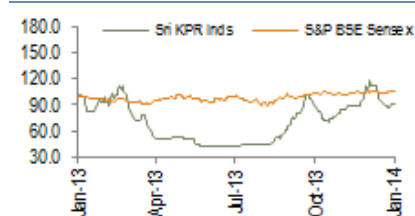
Stock performance (%)

52-week H/L	INR17.93/6.18		
	1M	3M	12M
Absolute (%)	-20.1	2.3	-9.7
Relative (%)	-20.8	0.6	-15.4

Shareholding pattern (%)

Promoters	FIIs	DIIs	Others
77.95%	0.58%	0.05%	21.42%

Relative stock movement



Source: BSE

Company Overview

BhagyaNagar Wood Plast Ltd. was established in 1988 and promoted by Mr N kishan Reddy. It was renamed as Sri KPR Industries Ltd. (SKPRIL) in 2011. SKPRIL is based out of Secunderabad, Andhra Pradesh, and manufactures PVC foam pipes and panels but it has not done any manufacturing in last two years. The company had approved amalgamation of the company with Sri Venkateswara pipes Ltd. in 2011 as per information given by the Company.

Q3FY14 performance

- Revenues declined by 34.2% QoQ from INR199.2m in Q2FY14 to INR131.0m in Q3FY14. Revenues from civil contracts for government stood at INR124.2m and wind power revenues stood at INR14.7m in Q3FY14.
- Raw material cost decreased by 78.5% QoQ from INR112.5m in Q2FY14 to INR24.1m in Q3FY14. Staff cost increased by 53.3% QoQ from INR5.5m in Q2FY14 to INR8.4m in Q3FY14. Other expense increased by 86.0% QoQ from INR39.1m to INR72.7m in Q3FY14. As a result, EBIDTA decreased by 39.0% QoQ from INR42.2m in Q2FY14 to INR25.7m in Q3FY14.
- Depreciation increased from INR4.9m in Q2FY14 to INR7.2m in Q3FY14. Non-operating income increased from negative INR0.1m in Q2FY14 to INR7.6m in Q3FY14.
- Provision for tax increased turned negative INR2.5m in Q3FY14 compared to INR8.3m in Q2FY14. As a result, the company reported PAT decreased from INR18.5m in Q2FY14 to INR15.7m in Q3FY14
- During 9mFY14, trade payable increased from INR139.2m to INR169.9m. Short term borrowing decreased from INR124.4m to INR113.1m. Long term borrowing increased from INR91.7m to INR 165.2m and Short term provision declined from INR39.0m to INR9.5m in 9mFY14. Inventories increased from INR122.5m to INR248.2m. Trade receivables decreased from INR151.0m to INR49.9m.
- Cash decreased from INR135.0m to INR32.3m. short term loans and advances decreased from INR43.9m to INR27.5m. Reserves and surplus increased from INR142.7m to INR182.5m during 9mFY14.

Table 1: Q3FY14 snapshot

(INRm)	Q3FY14	Q3FY13	YoY %	Q2FY14	QoQ%	9mFY14	9mFY13	YoY %
Revenue	131.0	*	*	199.2	-34.2	420.9	*	*
EBITDA	25.7	*	*	42.2	-39.0	87.6	*	*
PAT (Adjusted)	17.7	*	*	18.1	-2.1	43.6	*	*
PAT (Reported)	15.7	*	*	18.5	-15.1	43.3	*	*
Ratio								
% of sales	Q3FY14	Q3FY13	YoY %	Q2FY14	QoQ%	9mFY14	9mFY13	YoY %
Direct Cost	18.4	*	*	56.4	-38.0	38.1	*	*
Staff Cost	6.4	*	*	2.8	3.7	4.3	*	*
Other Expenditure	55.5	*	*	19.6	35.9	36.8	*	*
EBITDA	19.6	*	*	21.2	-1.5	20.8	*	*
Tax Rate	-16.7	*	*	31.5	-48.2	15.3	*	*
NPM	13.5	*	*	9.1	4.4	10.4	*	*

Note: (*) All the reported financials before FY14 are standalone values, Source: Company, Varhad Research

January 2014

Quarterly performance in charts and tables

Table 2: Detailed Q3FY14 Overview

	Q3FY14	Q3FY13	YoY %	Q2FY14	QoQ%	9mFY14	9mFY13	YoY %
Revenue	131.0	*	*	199.2	-34.2	420.9	*	*
Direct Cost	24.1	*	*	112.4	-78.5	160.5	*	*
Staff Cost	8.4	*	*	5.5	53.3	18.1	*	*
Other Expenditure	72.7	*	*	39.1	86.0	154.8	*	*
Total Cost	105.3	*	*	157.0	-32.9	333.4	*	*
EBITDA	25.7	*	*	42.2	-39.0	87.6	*	*
Depreciation	7.2	*	*	4.9	48.3	17.5	*	*
EBIT	18.5	*	*	37.3	-50.4	70.0	*	*
Interest Expenses	11.0	*	*	10.8	1.5	27.7	*	*
Non-Operating Income	7.6	*	*	-0.1	-5711.0	9.1	*	*
PBT	15.2	*	*	26.4	-42.5	51.4	*	*
Provision for Tax	-2.5	*	*	8.3	-130.5	7.9	*	*
PAT (Adjusted)	17.7	*	*	18.1	-2.1	43.6	*	*
Extra Ordinary	-2.0	*	*	0.4	-586.4	-0.2	*	*
PAT (Reported)	15.7	*	*	18.5	-15.1	43.3	*	*

Note: (*) All the reported financials before FY14 are standalone values, Source: BSE, Varhad Research

Chart 1: Sales trend (#)

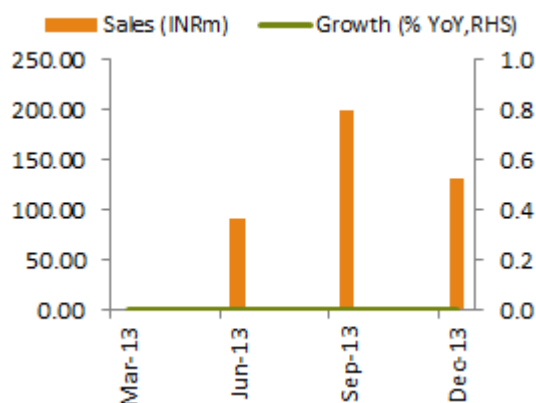


Chart 2: EBIDTA trend (#)

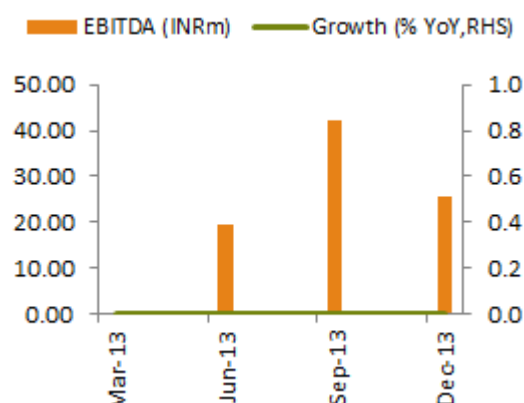


Chart 3: Margin trend (#)

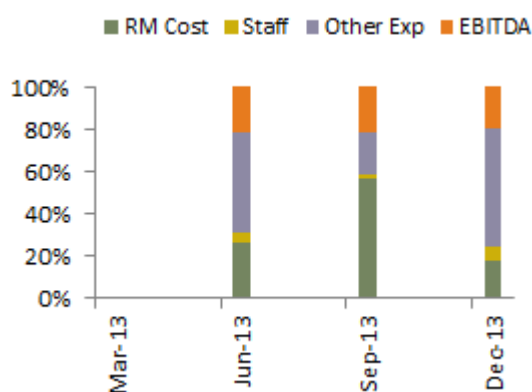
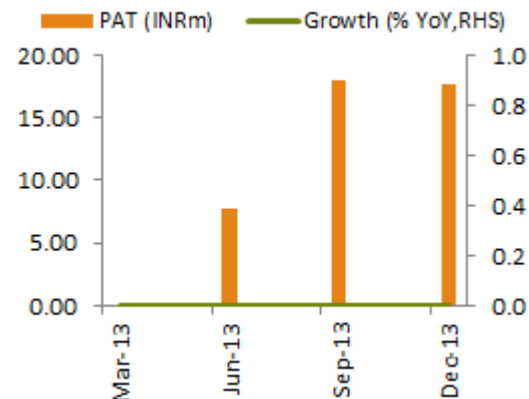


Chart 4: PAT trend (#)



Note: (#) All the reported financials before FY14 are standalone values, Source: Company, Varhad Research

DISCLAIMER

Varhad Financial Consultancy Services Private Limited (Varhad FCS), an entity of the Varhad Group has taken utmost care to ensure accuracy and objectivity while writing this report based on publicly available information or from reliable sources. However, neither the accuracy nor completeness of information contained in this report is guaranteed. Opinions expressed herein are our current opinions as on the date of this report. Nothing in this report can be construed as either investment or any other advice or any solicitation, whatsoever. The subscriber/user assumes the entire risk of any use made of this report or data herein. Varhad FCS specifically states that it or any of its entities or employees do not have any financial liabilities whatsoever to the subscribers / users of this report. This report is for personal information only of the authorised recipient in India only. This report or part of it should not be reproduced or redistributed or communicated directly or indirectly in any form to any other person or published or copied for any purpose.

PUBLISHED BY

Varhad Financial Consultancy Services (VFCS) is the research and financial consultancy services entity of the Varhad Group. We have one of the best in-house research team, which has sound understanding of SMEs through clients across India. We provide project specific, company specific and sector specific consultancy services. We help companies expand businesses through network expansion. We also help in balance sheet strengthening and improvement in both credit and business profile of the company.

Head Office: Ground Floor, E07/01, Sector 1, Vashi, Navi Mumbai 400703|Tel: +91-22-64646425
|www.varhadcapital.com|

Regional Offices: B111, Parmar Chambers, Sadhu Vasvani Chowk, Pune 411001