

CMP: INR110.00

Stock data

BSE code	526433
BSE ID	ASMTEC
Face value (INR)	10.0
No of shares (m)	5.0
Market cap (INRm)	550.0
3m avg. daily vol (No)	913.6
Free float (INRm)	209.9
Dividend yield FY16 (%)	7.8

S&P BSE Sensex	29,926.2
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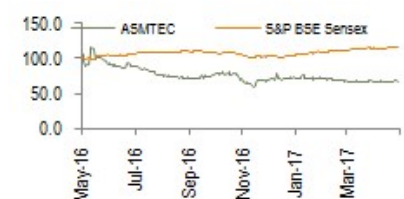
Stock performance (%)

52-week H/L	INR210.0/95.1		
	1M	3M	12M
Absolute (%)	-2.0	-107.1	-34.7
Relative (%)	-3.2	-112.8	-51.2

Shareholding pattern (%)

Promoters	FIIs	DIIs	Others
61.84%	0.00%	0.04%	38.12%

Relative stock movement



Source: BSE

Company Overview

ASM along with its subsidiaries provides business IT services, comprising business systems, engineering services, technology services and IT infrastructure services. The company is a public limited company incorporated in India and having its registered office in Bengaluru, Karnataka, India. The company's shares are listed with BSE limited since 2001.

Q4FY17 performance (Consolidated)

- The revenue increased by 21.6% YoY from INR174.6m in Q4FY16 to INR212.3m in Q4FY17. Raw material cost remained NIL in Q4FY17.
- Staff cost increased by 3.1% YoY from INR135.4m in Q4FY16 to INR139.6m in Q4FY17. Other expenses decreased by 32.7% YoY from INR124.6m in Q4FY16 to INR83.8m in Q4FY17.
- As a result, operating loss narrowed down by 87.0% YoY from INR85.4m in Q4FY16 to INR11.1m in Q4FY17.
- Depreciation increased from INR3.8m in Q4FY16 to INR4.2m in Q4FY17. Interest expenses decreased from INR19.9m in Q4FY16 to INR0.7m in Q4FY17.
- Non-operating income was recorded NIL in Q4FY17. There was tax expense of INR9.3m in Q4FY17.
- Consequently, net loss of the company narrowed down by 73% YoY from INR93.8m in Q4FY16 to INR25.3m in Q4FY17.

Table 1: Q4FY17 snapshot (Consolidated)

NRm)	Q4FY17	Q4FY16	YoY %	Q3FY17	QoQ%	FY17	FY16	YoY %
Revenue	212.3	174.6	21.6	204.3	3.9	823.0	652.4	26.2
3ITDA	-11.1	-85.4	87.0	25.4	-143.7	73.8	-38.0	294.2
PAT (Adjusted)	-25.3	-93.8	73.0	9.2	-374.0	11.6	-97.0	112.0
PAT (Reported)	-25.3	-93.8	73.0	9.2	-374.0	11.6	-97.0	112.0
Ratio								
% of sales	Q4FY17	Q4FY16	YoY %	Q3FY17	QoQ%	FY17	FY16	YoY %
Raw Material Cost	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Staff Cost	65.7	77.5	-11.8	69.1	-3.3	68.4	60.1	8.3
Other Expenditure	39.5	71.4	-31.9	18.5	21.0	22.6	45.7	-23.1
EBITDA	-5.2	-48.9	43.7	12.4	-17.6	9.0	-5.8	14.8
Tax Rate	-57.9	14.1	-72.0	52.5	-110.5	74.3	-13.1	87.4
NPM	-11.9	-53.7	41.8	4.5	-16.4	1.4	-14.9	16.3

Source: Company, Varhad Research

May 2017

Quarterly performance in charts and tables

Table 2: Detailed Q4FY17 Overview (Consolidated)

	Q4FY17	Q4FY16	YoY %	Q3FY17	QoQ%	FY17	FY16	YoY %
Revenue	212.3	174.6	21.6	204.3	3.9	823.0	652.4	26.2
Direct Cost	0.0	0.0	*	0.0	*	0.0	0.0	*
Staff Cost	139.6	135.4	3.1	141.1	-1.1	563.3	392.3	43.6
Other Expenditure	83.8	124.6	-32.7	37.8	121.8	186.0	298.1	-37.6
Total Cost	223.4	260.0	-14.1	178.9	24.9	749.3	690.4	8.5
EBITDA	-11.1	-85.4	87.0	25.4	-143.7	73.8	-38.0	294.2
Depreciation	4.2	3.8	10.4	5.1	-16.6	16.8	16.6	1.2
EBIT	-15.3	-89.2	82.8	20.3	-175.3	57.0	-54.6	204.3
Interest Expenses	0.7	19.9	-96.4	0.9	-19.8	11.7	31.1	-62.2
Non-Operating Income	0.0	0.0	*	0.0	*	0.0	0.0	*
PBT	-16.0	-109.1	85.3	19.4	-182.4	45.2	-85.7	152.7
Provision for Tax	9.3	-15.3	-160.5	10.2	-9.1	33.6	11.3	198.6
PAT (Adjusted)	-25.3	-93.8	73.0	9.2	-374.0	11.6	-97.0	112.0
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	0.0	*
PAT (Reported)	-25.3	-93.8	73.0	9.2	-374.0	11.6	-97.0	112.0

Note: '*' Not Applicable, Source: BSE, Varhad Research

Chart 1: Sales trend

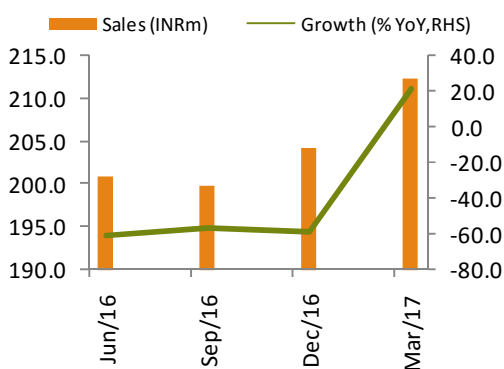


Chart 2: EBITDA trend

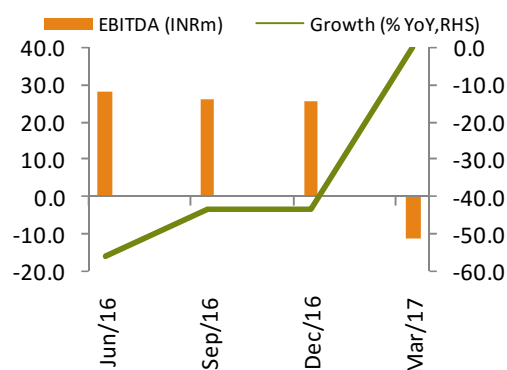


Chart 3: Margin trend

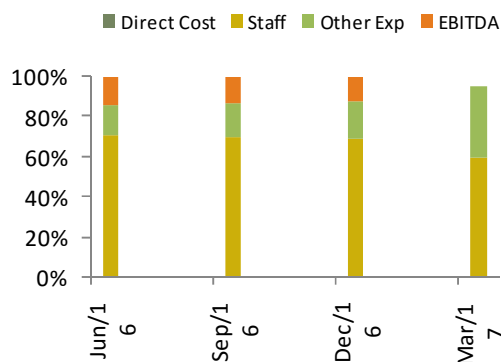
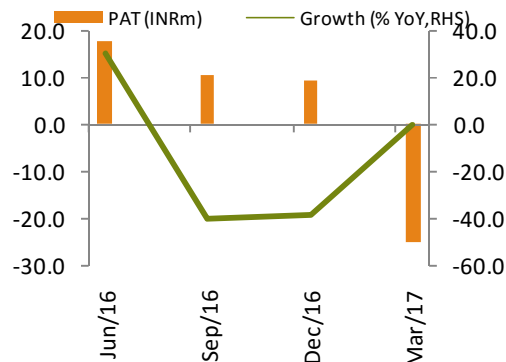


Chart 4: PAT trend (Adjusted)



Source: Company, Varhad Research

Auditors Qualification

The company's auditors have not reported any/major qualifications for the financial period under review.

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