

CMP: INR106.75

Stock data

BSE code	526433
BSE ID	ASMTEC
Face value (INR)	10.0
No of shares (m)	5.0
Market cap (INRm)	533.8
3m avg. daily vol (No)	1,379.1
Free float (INRm)	203.7
Dividend yield FY16 (%)	4.7

S&P BSE Sensex	31,795.5
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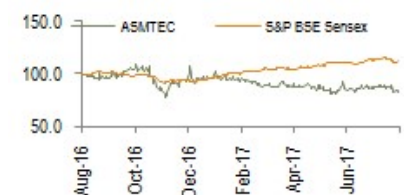
Stock performance (%)

52-week H/L	INR139.9/95.1		
	1M	3M	12M
Absolute (%)	-1.2	-104.3	-14.7
Relative (%)	-1.5	-108.7	-27.8

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.

Q1FY18 performance (Consolidated)

- The revenue increased by 3.2% YoY from INR201.0m in Q1FY17 to INR207.5m in Q1FY18. Raw material cost remained NIL in Q1FY18.
- Staff cost decreased by 1.1% YoY from INR142.1m in Q1FY17 to INR140.5m in Q1FY18. Other expenses increased by 52.9% YoY from INR29.9m in Q1FY17 to INR45.7m in Q1FY18.
- As a result, operating profit decreased by 26.7% YoY from INR29.1m in Q1FY17 to INR21.3m in Q1FY18.
- Depreciation increased from INR3.9m in Q1FY17 to INR4.2m in Q1FY18. Interest expenses decreased from INR7.9m in Q1FY17 to INR0.5m in Q1FY18.
- Non-operating income was recorded at INR3.5m in Q1FY18. There was tax expense of INR7.4m in Q1FY18.
- Consequently, net profit of the company decreased by 28.3% YoY from INR17.7m in Q1FY17 to INR12.7m in Q1FY18.

Table 1: Q1FY18 snapshot (Consolidated)

NRm)	Q1FY18	Q1FY17	YoY %	Q4FY17	QoQ%	FY17	FY16	YoY %
Revenue	207.5	201.0	3.2	212.3	-2.3	823.0	652.4	26.2
EBITDA	21.3	29.1	-26.7	-11.1	291.9	73.8	-38.0	294.2
PAT (Adjusted)	12.7	17.7	-28.3	-25.3	150.2	11.6	-97.0	112.0
PAT (Reported)	12.7	17.7	-28.3	-25.3	150.2	11.6	-97.0	112.0
Ratio								
% of sales	Q1FY18	Q1FY17	YoY %	Q4FY17	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	67.7	70.7	-3.0	65.7	2.0	68.4	60.1	8.3
Other Expenditure	22.0	14.9	7.2	39.5	-17.5	22.6	45.7	-23.1
EBITDA	10.3	14.4	-4.2	-5.2	15.5	9.0	-5.8	14.8
Tax Rate	36.7	29.3	7.5	-57.9	94.7	74.3	-13.1	87.4
NPM	6.1	8.8	-2.7	-11.9	18.0	1.4	-14.9	16.3

Source: Company, Varhad Research

Aug 2017

Quarterly performance in charts and tables

Table 2: Detailed Q1FY18 Overview (Consolidated)

	Q1FY18	Q1FY17	YoY %	Q4FY17	QoQ%	FY17	FY16	YoY %
Revenue	207.5	201.0	3.2	212.3	-2.3	823.0	652.4	26.2
Direct Cost	0.0	0.0	*	0.0	*	0.0	0.0	*
Staff Cost	140.5	142.1	-1.1	139.6	0.7	563.3	392.3	43.6
Other Expenditure	45.7	29.9	52.9	83.8	-45.5	186.0	298.1	-37.6
Total Cost	186.2	172.0	8.3	223.4	-16.6	749.3	690.4	8.5
EBITDA	21.3	29.1	-26.7	-11.1	291.9	73.8	-38.0	294.2
Depreciation	4.2	3.9	7.7	4.2	-0.8	16.8	16.6	1.2
EBIT	17.1	25.2	-32.0	-15.3	211.7	57.0	-54.6	204.3
Interest Expenses	0.5	7.9	-93.8	0.7	-30.7	11.7	31.1	-62.2
Non-Operating Income	3.5	7.8	-55.6	0.0	*	0.0	0.0	*
PBT	20.1	25.0	-19.9	-16.0	225.3	45.2	-85.7	152.7
Provision for Tax	7.4	7.3	0.5	9.3	-20.6	33.6	11.3	198.6
PAT (Adjusted)	12.7	17.7	-28.3	-25.3	150.2	11.6	-97.0	112.0
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	0.0	*
PAT (Reported)	12.7	17.7	-28.3	-25.3	150.2	11.6	-97.0	112.0

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

Chart 1: Sales trend

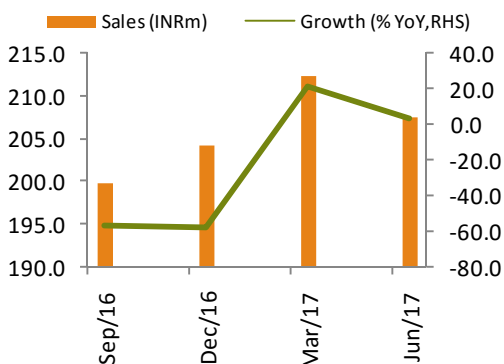


Chart 2: EBITDA trend

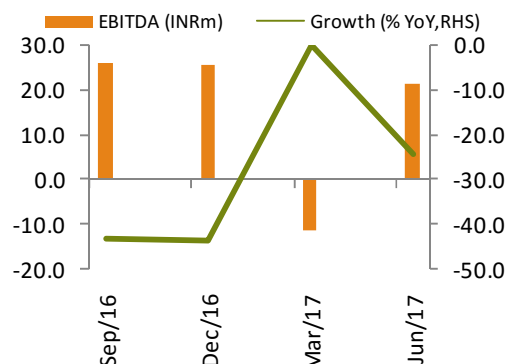


Chart 3: Margin trend

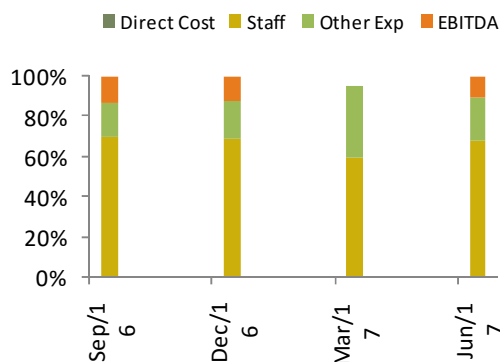
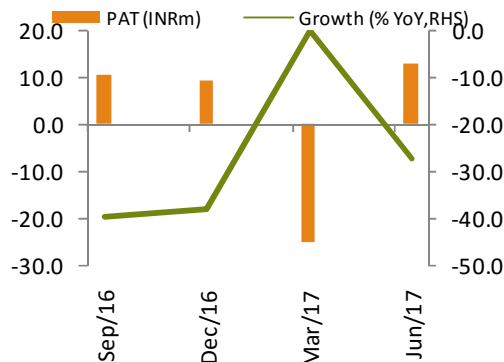


Chart 4: PAT trend (Adjusted)



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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