

7 October 2015

CMP: Rs.19.0

Industry: Financial Services

BSE group: M

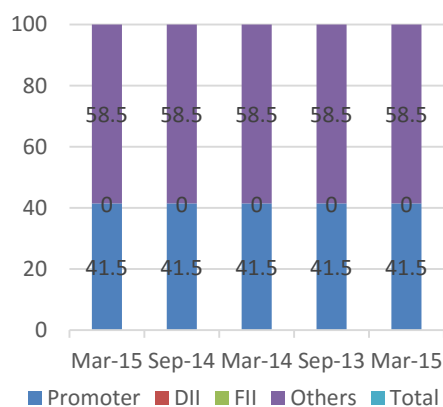
### Promoters

 Global Capital Market & Infrastructure Ltd,  
 Baid family

### Key Data

BSE	535431
ISIN	INE168O01026
Face Value (Rs.)	1.0
Mkt Cap (Rs. mn)	3609.2
Current P/E	317.0
Current P/BV	8.9
52 week low-high	18.0-90.2
30 days avg daily trading volume	0.0
Equity capital (Rs mn)	190.0
Net worth (Rs mn)	403.0

### Shareholding Pattern (%)



Click here for:  
[Initiation Report](#)

Write to us at:  
[equity.research@outlook.com](mailto:equity.research@outlook.com)

### Company business

GCM Securities Ltd. ('GCM Securities') was incorporated in the year 1995. The company engages in stock broking services and makes investments in companies. The company is a member of the Bombay Stock Exchange Ltd. (BSE) and a member of National Stock Exchange Ltd. under the capital market segment and F & O segment.

Inder Chand Baid, promoter director, has more than 40 years of experience as a practicing chartered accountant as well as in the financial sector. Manish Baid and Samir Baid, promoter directors, have 14 and 12 years of experience respectively in the financial sector. The company's registered office is situated in Kolkata. GCM Securities is a group company of Global Capital Market & Infrastructures Ltd., which is listed on BSE and CSE.

In March 2013, the company raised Rs 121.8 mn by way of issuing 6.1 mn equity shares of face Rs 10 each at Rs 20 per share. The listing price (5 April 2013) was Rs 68.25. The object of the issue was to augment long term working capital. The proceeds will be used to maintain adequate level of margins with the stock exchanges.

### Financials

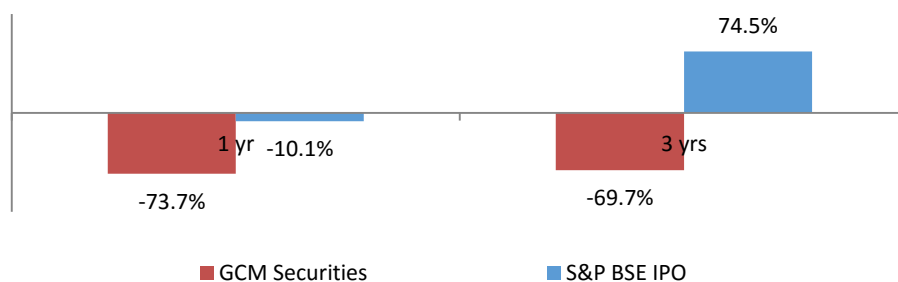
Particulars (Rs in mn)	Six Months ended Mar'15	Six Months ended Sep '14	% Change <sup>1</sup>	Six Months ended Mar'14	% Change <sup>2</sup>
Total income	18.4	14.8	24.32%	1.9	868.4%
Total operating expenditure	11.7	7.7	51.95%	2.7	333.3%
EBIDTA	6.7	7.1	-5.63%	-0.7	-
EBIDTA margin (%)	36.4	47.7	-	(38.1)	-
PBT	6.7	7	-4.29%	-0.9	-
PAT	3.8	7	-45.71%	-0.9	-
PAT margin (%)	20.7	47.0	-	-46.1	-
Cash accruals	4.6	7.1	-35.21%	-0.7	-
EPS	0.0	0.4	-95.00%	-0.1	-

<sup>1</sup> compared to corresponding quarter in the previous year

<sup>2</sup> sequential comparisons

Source: Company

### Share Price Performance



■ GCM Securities

■ S&P BSE IPO

## Financial Performance

In the six months ended 31 March 2015, the total income of the company increased by 868.4% to Rs.18.4 mn over the six months ended 31 March 2014. The Company reported net profit of Rs. 3.8 mn compared to loss of Rs. 0.9 mn in the corresponding period of previous year.

## Financials

P&L (Rs. mn)	FY13	FY14	FY15
Total income	60.0	9.0	33.2
EBIDTA	2.8	1.1	14.6
EBITDA Margin (%)	4.7	12.2	44.0
Depreciation	0.5	0.3	1.0
EBIT	2.3	1.1	13.6
Interest	0.0	0.0	0.0
PBT	2.3	1.1	13.6
Tax	0.5	0.1	2.9
PAT	1.8	1.0	10.7
PAT Margin %	3.0	11.1	32.2
Dividend	-	-	-

Balance Sheet (Rs. mn)	FY13	FY14	FY15
Share Capital	129.0	190.0	190.0
Reserves & Surplus	149.8	211.7	213.0
<b>Net worth</b>	<b>278.8</b>	<b>401.7</b>	<b>403.0</b>
Borrowings	0.4	0.3	3.8
Current liabilities and provisions	11.7	11.3	10.1
Deferred tax liability	0.1	0.0	1.1
<b>Total liabilities</b>	<b>291.0</b>	<b>413.3</b>	<b>417.0</b>
Net fixed assets	1.1	0.8	5.0
loans and advances	115.8	87.0	82.7
Investments	1.7	211.9	215.8
Current assets	172.4	113.6	113.5
<b>Total assets</b>	<b>291.0</b>	<b>413.3</b>	<b>417.0</b>

Cash Flow (Rs.mn)	FY13	FY14	FY15
PBT	3.6	1.1	13.6
CF from Operations	(136.0)	133.1	0.3
CF from Investment	44.6	13.8	24.6
CF from Financing	191.4	121.9	(5.8)
Inc/(dec) in Cash	100.0	268.9	19.0
<b>Closing Balance</b>	<b>116.8</b>	<b>153.9</b>	<b>102.2</b>

## Disclaimer

The information contained herein is from publicly available data or other sources believed to be reliable, but we do not represent that it is accurate or complete and it should not be relied on as such. Our company shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. This document is provided for assistance only and is not intended to be and must not alone be taken as the basis for any investment decision. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigation as it deems necessary to arrive at an independent evaluation which may affect their investment in the securities of companies referred to in this document (including the merits and risks involved). The discussions or views expressed may not be suitable for all investors. This information is strictly confidential and is being furnished to you solely for your information.