

CMP: INR 42.00

## Stock data

BSE code	535466
BSE ID	SRL
Face value (INR)	10
No of shares (m)	8.4
Market cap (INRm)	353.3
3m avg. daily vol (No)	327
Free float (INRm)	109.9
Dividend yield FY13 (%)	0.0

S&P BSE SME IPO	455.7
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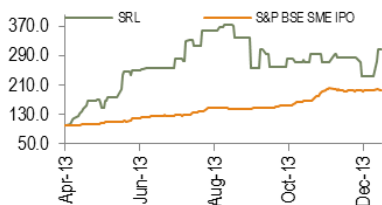
## Stock performance (%)

52-week H/L	INR51.0/12.8		
	1M	3M	12M
Absolute (%)	31.3	13.5	#
Relative (%)	30.4	12.7	#

## Shareholding pattern (%)

Promoters	FIIs	DIIs	Others
68.90%	0.00%	0.00%	31.10%

## Relative stock movement



Note: (#) The Company was listed on BSE on 12<sup>th</sup> April 2013, Source: BSE

## December 2013

## Company Overview

Samruddhi Realty Limited (SRL), based out of Bangalore, was incorporated on November 28, 2003. During the initial years, company undertook the execution of high value luxury apartments under the small size segment. SRL completed such initial projects with assured quality standards and delivered them to the customers in the scheduled time, which helped them to grow in the sector. SRL has completed 4 different projects at different locations in Bangalore covering a total of 1,25,528 sq. feet of area and presently, 6 projects are in the pipeline. SRL has plans to expand its operations to other cities viz. New Delhi, Chennai, Pune, Ahmedabad and Hyderabad.

## 6mFY14 performance

- Net revenue increased by 122.0% YoY from INR97.6m in 6mFY13 to INR216.6m in 6mFY14.
- Raw material cost increased by 141.9% YoY from INR49.8m in 6mFY13 to INR120.5m in 6mFY14. Staff cost increased by 35.8% YoY from INR12.3m in 6mFY13 to INR16.7m in 6mFY14. Other expenditure increased by 128.8% YoY from INR18.7m in 6mFY13 to INR42.7m in 6mFY14.
- Operating profit margin declined from 17.2% in 6mFY13 to 16.9% in 6mFY14. However, operating profit increased by 118.3% YoY from INR16.8m in 6mFY13 to INR36.6m in 6mFY14.
- Depreciation increased by 111.1% YoY from INR1.4m in 6mFY13 to INR2.9m in 6mFY14. Interest expenses increased by 41.6% YoY from INR9.1m in 6mFY13 to INR12.9m in 6mFY14. Non-operating Income decreased by 73.9% YoY from INR1.2m in 6mFY13 to INR0.3m in 6mFY14.
- Net profit increased by 182.9% YoY from INR5.0m in 6mFY13 to INR14.1m in 6mFY14.
- Gross debt increased from INR273.4m in FY13 to INR301.8m in 6mFY14. Trade payables increased from INR62.4m in FY13 to INR109.0m in 6mFY14. Inventory increased from INR219.3m in FY13 to INR318.3m in 6mFY14. Sundry debtors decreased from INR147.5m in FY13 to INR121.8m in 6mFY14.
- Samruddhi Realty Ltd has informed BSE that the Company has transferred all the shares held by it in Samruddhi Gruha Nirman Pvt Ltd, Samruddhi Holiday Resorts Pvt Ltd, Samruddhi Vaastu Infracon Pvt Ltd. As a result these companies have ceased to be the subsidiary companies of Samruddhi Realty Limited with immediate effect. The Company has informed BSE that the Board of Directors of the Company at its meeting held on September 13, 2013, allotted 1.4m Bonus equity shares in the ratio of 1:5 (One share for every Five shares] to shareholders.

Table 1: 6mFY14 snapshot

(INRm)	6mFY14	6mFY13	YoY %	FY13	FY12	YoY %
Revenue	216.6	97.6	122.0	268.4	123.1	118.0
EBITDA	36.6	16.8	118.3	59.3	22.9	159.0
PAT (Adjusted)	14.1	5.0	182.9	18.3	4.1	346.3
PAT (Reported)	14.1	5.0	182.9	18.3	4.1	346.3
Ratio						
% of sales	6mFY14	6mFY13	YoY %	FY13	FY12	YoY %
Raw Material	55.7	51.1	4.6	49.0	51.0	-2.0
Staff Cost	7.7	12.6	-4.9	9.4	12.8	-3.5
Other Expenditure	19.7	19.1	0.6	19.6	17.5	2.0
EBITDA	16.9	17.2	-0.3	22.1	18.6	3.5
Tax Rate	33.1	33.1	0.0	33.0	52.9	-19.9
NPM	6.5	5.1	1.4	6.8	3.3	3.5

Source: Company, Varhad Research

## Performance in tables

**Table 2: Detailed 6mFY14 Income Statement Overview**

	6mFY14	6mFY13	YoY %	FY13	FY12	YoY %
<b>Revenue</b>	216.6	97.6	122.0	268.4	123.1	118.0
Raw Material Cost	120.5	49.8	141.9	131.5	62.8	109.4
Staff Cost	16.7	12.3	35.8	25.1	15.8	58.9
Other Expenditure	42.7	18.7	128.8	52.5	21.6	143.1
Total Cost	179.9	80.8	122.8	209.1	100.2	108.7
<b>EBITDA</b>	36.6	16.8	118.3	59.3	22.9	159.0
Depreciation	2.9	1.4	111.1	3.8	2.4	58.3
<b>EBIT</b>	33.7	15.4	119.0	55.5	20.5	170.7
Interest Expenses	12.9	9.1	41.6	32.7	14.3	128.7
Non-Operating Income	0.3	1.2	-73.9	4.5	2.5	80.0
<b>PBT</b>	21.1	7.5	182.8	27.3	8.7	213.8
Provision for Tax	7.0	2.5	182.6	9.0	4.6	95.7
<b>PAT (Adjusted)</b>	14.1	5.0	182.9	18.3	4.1	346.3
Extra Ordinary	0.0	0.0	*	0.0	0.0	*
<b>PAT (Reported)</b>	14.1	5.0	182.9	18.3	4.1	346.3

Note: (\*) Not Applicable, Source: BSE, Varhad Research

**Table 3: Detailed 6mFY14 Balance Sheet Overview**

	6mFY14	FY13	FY12
Net Block	22.3	23.6	9.1
Investments	0.1	0.1	0.2
Cash and Banks Balance	86.1	105.2	30.9
Inventory	318.3	219.3	101.2
Sundry Debtors	121.8	147.5	65.5
Loans and Advances	150.3	95.6	62.5
Other Current Assets	2.1	2.3	3.0
Other	1.5	1.3	0.8
<b>Total Assets</b>	<b>702.6</b>	<b>594.8</b>	<b>273.1</b>
Equity Capital	84.1	48.3	22.5
Reserves & Surplus	33.1	28.6	10.3
Share Application money	0.0	1.7	0.0
Minority Interest	0.0	0.0	-0.1
<b>Shareholders' funds</b>	<b>117.3</b>	<b>78.6</b>	<b>32.9</b>
Gross Debt	301.8	273.4	154.5
Trade Payables	109.0	62.4	17.2
Provisions & other curr lia	174.6	180.4	68.5
Others	0.0	0.0	0.0
<b>Total Liabilities</b>	<b>702.6</b>	<b>594.8</b>	<b>273.1</b>

Source: BSE, Varhad Research

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