

**CMP: INR44.0****Stock data**

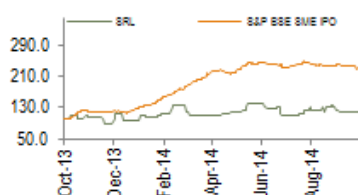
BSE code	535466
BSE ID	SRL
Face value (INR)	10
No of shares (m)	10.1
Market cap (INRm)	444.1
3m avg. daily vol (No)	5735.6
Free float (INRm)	138.1
Dividend yield FY13 (%)	0.0
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S&P BSE SME IPO	876.1

**Stock performance (%)**

52-week H/L	INR58.0/30.5		
	1M	3M	12M
Absolute (%)	-2.2	10.0	18.9
Relative (%)	0.5	10.0	-112.5

**Shareholding pattern (%)**

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

**Relative stock movement**

Source: BSE

**November 2014****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.

**6mFY15 performance**

- Net revenue increased by 22.4% YoY from INR216.6m in 6mFY14 to INR265.1m in 6mFY15.
- Raw material cost increased by 50.1% YoY from INR120.5m in 6mFY14 to INR181.0m in 6mFY15. Staff cost increased by 10.7% YoY from INR16.7m in 6mFY14 to INR18.4m in 6mFY15. Other expenditure decreased by 45.9% YoY from INR42.7m in 6mFY14 to INR23.1m in 6mFY15
- Operating profit of the company increased by 16.2% YoY from INR36.6m in 6mFY14 to INR42.6m in 6mFY15.
- Depreciation increased by 34.3% YoY from INR2.9m in 6mFY14 to INR3.9m in 6mFY15. Non operating income increased by 743.9% YoY from INR0.3m in 6mFY14 to INR2.6m in 6mFY15.
- Net profit increased by 18.5% from INR14.1m in 6mFY14 to INR16.8m in 6mFY15.
- Net block assets increased from INR22.3m in 6mFY14 to INR28.5m in 6mFY15. Loans and advances decreased from INR150.3m in 6mFY14 to INR106.1m in 6mFY15.
- Trade payables increased from INR109.0m in 6mFY14 to INR177.6m in 6mFY15.
- Company has informed BSE that September 19, 2014 has been fixed as the Record Date for the purpose of issue / allotment of Bonus Shares in the ratio of 1:5 (i.e. one bonus equity share of INR10/- each for every five fully paid up equity share of INR10/- each).

**Table 1: 6mFY15 snapshot**

(INRm)	H1FY15	H1FY14	YoY %	H2FY14	QoQ%	FY14	FY13	YoY %
Revenue	265.1	216.6	22.4	291.5	-9.1	508.1	268.4	89.3
EBITDA	42.6	36.6	16.2	63.0	-32.4	99.6	58.3	70.8
PAT (Adjusted)	16.8	14.1	18.5	18.0	-7.1	32.2	18.3	75.8
PAT (Reported)	16.8	14.1	18.5	18.0	-7.1	32.2	18.3	75.8
<b>Ratio</b>								
% of sales	H1FY15	H1FY14	YoY %	H2FY14	QoQ%	FY14	FY13	YoY %
Raw Material	68.3	55.7	12.6	54.6	13.7	55.0	49.0	6.0
Staff Cost	7.0	7.7	-0.7	6.7	0.3	7.1	9.4	-2.2
Other Expenditure	8.7	19.7	-11.0	17.1	-8.4	18.2	19.9	-1.7
EBITDA	16.1	16.9	-0.9	21.6	-5.5	19.6	21.7	-2.1
Tax Rate	22.9	33.1	-10.2	42.2	-19.3	38.5	32.8	5.7
NPM	6.3	6.5	-0.2	6.2	0.1	6.3	6.8	-0.5

Source: Company, Varhad Research

## Performance in tables

Table 2: Detailed 6mFY15 Income Statement Overview

	H1FY15	H1FY14	YoY %	H2FY14	QoQ%	FY14	FY13	YoY %
<b>Revenue</b>	265.1	216.6	22.4	291.5	-9.1	508.1	268.4	89.3
Raw Material Cost	181.0	120.5	50.1	159.1	13.7	279.7	131.5	112.7
Staff Cost	18.4	16.7	10.7	19.5	-5.6	36.2	25.1	44.0
Other Expenditure	23.1	42.7	-45.9	49.9	-53.7	92.6	53.4	73.5
Total Cost	222.5	179.9	23.7	228.6	-2.7	408.5	210.0	94.5
<b>EBITDA</b>	42.6	36.6	16.2	63.0	-32.4	99.6	58.3	70.8
Depreciation	3.9	2.9	34.3	4.2	-6.6	7.1	3.8	89.6
<b>EBIT</b>	38.7	33.7	14.6	58.8	-34.2	92.5	54.6	69.5
Interest Expenses	19.534	12.8973	51.5	35.8	-45.5	48.7	31.8	53.4
Non-Operating Income	2.6	0.3	743.9	8.3	-68.5	8.6	4.5	92.8
<b>PBT</b>	21.7	21.1	2.9	31.2	-30.4	52.4	27.3	92.0
Provision for Tax	5.0	7.0	-28.8	13.2	-62.2	20.2	9.0	125.1
<b>PAT (Adjusted)</b>	16.8	14.1	18.5	18.0	-7.1	32.2	18.3	75.8
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	0.0	*
<b>PAT (Reported)</b>	16.8	14.1	18.5	18.0	-7.1	32.2	18.3	75.8

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

Table 3: Detailed 6mFY15 Balance Sheet Overview

	6mFY15	6mFY14	FY14	FY13
Net Block	28.5	22.3	32.1	23.5
Investments	0.1	0.1	0.1	0.3
Cash and Banks Balance	108.5	86.1	189.4	104.9
Inventory	510.8	318.3	442.5	219.3
Sundry Debtors	461.9	121.8	229.0	147.5
Loans and Advances	106.1	150.3	137.9	95.7
Other Current Assets	8.0	2.1	11.2	2.3
Other	1.1	1.5	1.5	1.3
<b>Total Assets</b>	<b>1225.0</b>	<b>702.6</b>	<b>1043.6</b>	<b>594.7</b>
Equity Capital	100.9	84.1	84.1	48.3
Reserves and Surplus	46.8	33.1	46.8	28.6
Share Application Money	0.0	0.0	0.0	1.7
Minority Interest	0.0	0.0	0.0	0.0
<b>Shareholder's Funds</b>	<b>147.7</b>	<b>117.3</b>	<b>130.9</b>	<b>78.6</b>
Gross Debt	168.5	301.8	274.7	133.6
Trade Payables	177.6	109.0	164.7	62.4
Provisions and other current liabilities	730.1	172.2	472.3	318.1
Others	1.2	2.3	1.1	2.0
<b>Total Liabilities</b>	<b>1225.0</b>	<b>702.6</b>	<b>1043.6</b>	<b>594.7</b>

Source: BSE, Varhad Research

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**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