

CMP: INR10.00

Stock data

BSE code	535917
BSE ID	GCMCOMM
Face value (INR)	10.0
No of shares (m)	7.4
Market cap (INRm)	74.3
3m avg. daily vol (No)	9,049.2
Free float (INRm)	35.1
Dividend yield FY13 (%)	0.0

S&P BSE SME IPO	897.9
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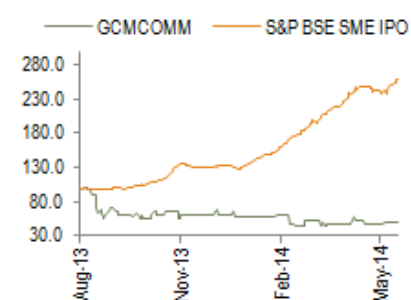
Stock performance (%)

52-week H/L	INR21.25/7.55		
	1M	3M	12M
Absolute (%)	-34.0	-34.0	*
Relative (%)	-38.5	-56.0	*

Shareholding pattern (%)

Promoters	FIIIs	DIIIs	Others
52.74%	0.00%	0.08%	47.18%

Relative stock movement



Source: BSE

Company Overview

GCM Commodity and Derivatives Ltd (GCMCOMM) was incorporated on 26th April 2005 in Kolkata as GCM commodity and derivatives Private Ltd. On 14th June 2013, the company was converted into a public company. Mr Inder Chand Baid, his family members, and group companies together hold 52.7 % of the equity share. The Company is currently in the business of investing in National Spot Exchange Ltd (NSEL) investment products for arbitrage opportunities and commodity broking. The equity shares were listed with effect from August 14th, 2013.

H2FY14 and FY14 performance

- Net revenue was decreased by 59.8% YoY and 82.7% HoH to INR38.9m in H2FY14. It increased by 161.3% YoY to INR263.4m in FY14.
- Raw material cost decreased 62.2% YoY and 83.5% HoH to INR36.4m in H2FY14. It increased 161.9% YoY to INR256.5m in FY14. Staff cost was INR0.7m in H2FY14 compared to INR0.2m and INR0.6m in H2FY13 and H1FY14 respectively. It was INR1.3m in FY14 compared to INR0.4m in FY13. Other expenditure was INR1.7m in H2FY14 compared to INR0.2m and INR2.6m in H2FY13 and H1FY14 respectively. It was INR4.3m in FY14 compared to INR0.3m in FY13.
- Operating profit increased 40.5% YoY but decreased by 85.5% HoH to INR0.2m in H2FY14. It decreased by 40.4% YoY to INR1.3m in FY14.
- Depreciation decreased by 20.8% YoY but increased 2.6% HoH to INR0.2m in H2FY14. It decreased by 21.6% YoY to INR0.4m in FY14.
- Interest expense and non operating income was nil in H2FY14, H2FY13 and H1FY14.
- Net profit was negligible in H2FY14 compared to net loss of INR0.1m and PAT of INR0.3m in H2FY13 and H1FY14 respectively. It decreased by 73.7% YoY to INR0.3m in FY14.
- Networth increased to INR164.6m in FY14 from INR94.1m in FY13. Trade payables increased to INR117.2m in FY14 from nil in FY13. Total loans and advances increased to INR5.8m in FY14 from INR4.3m in FY13. Investments increased to INR54.9m in FY14 from nil in FY13. Inventories increased to INR14.8m in FY14 from INR0.6m in FY13 and trade receivables increased to INR161.3m in FY14 from INR51.9m in FY13.
- Mr. Nitish Vyas Company Secretary of GCMCOMM has been appointed as the Compliance Officer of the company.

Table 1: H2FY14 snapshot

(INRm)	H2FY14	H2FY13	YoY %	H1FY14	HoH %	FY14	FY13	YoY %
Revenue	38.9	96.9	-59.8	224.4	-82.7	263.4	100.8	161.3
EBITDA	0.2	0.1	40.5	1.1	-85.5	1.3	2.2	-40.4
PAT (Adjusted)	0.0	-0.1	-73.9	0.3	-111.6	0.3	1.3	-79.1
PAT (Reported)	0.0	-0.1	-73.9	0.3	-111.6	0.3	1.0	-73.7

Ratio

% of sales	H2FY14	H2FY13	YoY %	H1FY14	HoH %	FY14	FY13	YoY %
Raw Material	93.5	99.4	-5.9	98.1	-4.6	97.4	97.2	0.2
Staff Cost	1.7	0.2	1.5	0.3	1.4	0.5	0.4	0.1
Other Expenditure	4.4	0.2	4.1	1.2	3.2	1.6	0.3	1.3
EBITDA	0.4	0.1	0.3	0.5	-0.1	0.5	2.1	-1.7
Tax Rate	0.0	0.0	0.0	67.5	-67.5	70.2	22.8	47.4
NPM	-0.1	-0.1	0.0	0.1	-0.2	0.1	1.3	-1.2

Source: Company, Varhad Research

June 2014

Performance in tables

Table 2: Detailed H2FY14 Income Statement Overview

(INRm)	H2FY14	H2FY13	YoY %	H1FY14	HoH%	FY14	FY13	YoY %
Revenue	38.9	96.9	-59.8	224.4	-82.7	263.4	100.8	161.3
Raw Material Cost	36.4	96.4	-62.2	220.1	-83.5	256.5	97.9	161.9
Staff Cost	0.7	0.2	254.5	0.6	6.9	1.3	0.4	242.2
Other Expenditure	1.7	0.2	620.3	2.6	-35.2	4.3	0.3	1234.3
Total Cost	38.8	96.8	-60.0	223.3	-82.6	262.1	98.6	165.7
EBITDA	0.2	0.1	40.5	1.1	-85.5	1.3	2.2	-40.4
Depreciation	0.2	0.3	-20.8	0.2	2.6	0.4	0.5	-21.6
EBIT	0.0	-0.1	-73.9	0.9	-103.8	0.9	1.7	-46.0
Interest Expenses	0.0	0.0	*	0.0	*	0.0	0.0	*
Non-Operating Income	0.0	0.0	*	0.0	*	0.0	0.0	*
PBT	0.0	-0.1	-73.9	0.9	-103.8	0.9	1.7	-46.0
Provision for Tax	0.0	0.0	*	0.6	-100.0	0.6	0.4	66.1
PAT (Adjusted)	0.0	-0.1	-73.9	0.3	-111.6	0.3	1.3	-79.1
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	-0.3	-100.0
PAT (Reported)	0.0	-0.1	-73.9	0.3	-111.6	0.3	1.0	-73.7

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

Table 3: Detailed H2FY14 Balance Sheet Overview

(INRm)	H2FY14	H1FY14	FY13
Net Block	37.9	38.1	37.8
Investments	54.9	54.9	0.0
Cash and Banks Balance	7.0	1.4	0.1
Inventories	14.8	4.3	0.6
Sundry Debtors	161.3	168.6	51.9
Loans and Advances	5.8	18.6	4.3
Other Current Assets	0.8	2.1	0.3
Other Non-current Assets	0.0	0.0	0.0
Total Assets	282.4	287.9	95.0
Equity Capital	74.3	74.3	39.2
Reserves & Surplus	90.3	91.0	55.0
Share Application money	0.0	0.0	0.0
Minority Interest	0.0	0.0	0.0
Shareholders' funds	164.6	165.3	94.1
Gross Debt	0.0	0.0	0.0
Trade Payables	117.2	122.2	0.0
Provisions & other current liabilities	0.5	0.3	0.7
Others	0.1	0.1	0.1
Total Liabilities	282.4	287.9	95.0

Source: BSE, Varhad Research

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