

CMP: INR7.37

Stock data

BSE code	536738
BSE ID	STELLAR
Face value (INR)	10
No of shares (m)	16.6
Market cap (INRm)	122.06
3m avg. daily vol (No)	3966.1
Free float (INRm)	100.56
Dividend yield FY14 (%)	0

S&P BSE Sensex	941.16
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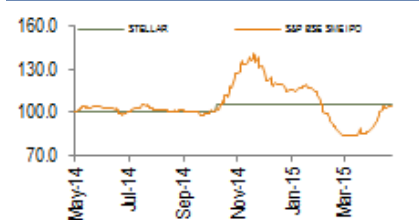
Stock performance (%)

52-week H/L	INR7.4/6.7		
	1M	3M	12M
Absolute (%)	4.8	4.8	10.0
Relative (%)	-13.1	6.7	4.7

Shareholding pattern (%)

Promoters	FIIs	DIIs	Others
17.61%	0.00%	0.00%	82.39%

Relative stock movement



Source: BSE

May 2015

Company Overview

Stellar Capital Services Ltd (SCSL) was incorporated on 20 Oct 1994 in Delhi as Stellar Capital Services Private Ltd by Mr Lalit Gupta and Mr Vinod K. Dayal. In the year 2011-2012, Mr Vikram Sharma took control of the Company. SCSL became a Public Limited company on 27 Jun 2013 and fresh certificate of incorporation was issued on 1 Aug 2013. Mr Ashish Bansal, Mr Vikram Sharma, Mr Vishal Sharma and Technofab Construction Pvt Ltd together holds 26.54% of the equity share. SCSL is a Non-deposit taking Non-systematically important Non-Banking Finance Corporation engaged in the business of advancing loans and investing & trading in securities.

H2FY15 performance

- Revenue decreased by 21.5% YoY from INR37.3 m in H2FY14 to INR29.2m in H2FY15. Raw material cost decreased by 48.5% YoY from INR35.5m in H2FY14 to INR18.3m in H2FY15. Staff cost increased by 61.1% YoY from INR1.8m in H2FY14 to INR2.9m in H2FY15. Other expenses were recorded at INR13.8m in H2FY15.
- As a result, operating loss widened by 84.3% YoY from INR3.1m in H2FY14 to INR5.8m in H2FY15.
- Depreciation increased by 5.6 times to INR0.9m in H2FY15. Interest expenses and non operating income remained NIL in H2FY15. Provision for taxes were recorded at INR0.1m in H2FY15.
- Consequently, the net loss widened by 103.5% YoY from INR3.4m in H2FY14 to INR6.8m in H2FY15.
- Inventories decreased to INR15.6m in H2FY15 from INR24.8m in H1FY15, whereas loans and advances decreased to INR421.4m in H2FY15. Equity Capital increased to INR249.6m in H2FY15 from INR165.6m in H1FY15.
- The company has informed BSE on 16 Apr 2015 that the Board of Directors of the Company at its meeting held on 16 Apr 2015, has appointed Ms. Rachna Bhasin, Company Secretary in Practice as Secretarial Auditor for the financial year 2014-15.

Table 1: H2FY15 snapshot

(INRm)	H2FY15	H2FY14	YoY %	H1FY15	HoH%	FY15	FY14	YoY%
Revenue	29.2	37.3	-21.5	15.2	92.5	44.4	54.6	-72.2
EBITDA	-5.8	-3.1	-84.3	7.2	-179.6	1.5	0.5	1322.2
PAT (Adjusted)	-6.8	-3.4	-103.5	7.1	-195.8	0.3	0.2	4651.3
PAT (Reported)	-6.8	-3.4	-103.5	7.1	-195.8	0.3	0.2	4651.3
Ratio								
% of sales	H2FY15	H2FY14	YoY %	H1FY15	HoH%	FY15	FY14	YoY%
Raw Material	62.5	95.2	-32.7	20.4	42.1	48.1	85.9	129.4
Staff Cost	9.9	4.8	5.1	18.2	-8.3	12.7	6.1	24.2
Other Expenditure	47.4	8.4	39.0	13.8	33.6	35.9	7.1	63.4
EBITDA	-19.7	-8.4	-11.3	47.7	-67.4	3.3	0.9	-1831.1
Tax Rate	-2.0	0.0	-2.0	0.0	-2.0	30.9	30.9	-3.1
NPM	-23.3	-9.0	-14.3	46.9	-70.3	0.7	0.3	-6441.7

Source: Company, Varhad Research

Quarterly performance in charts and tables

Table 2: Detailed H2FY15 Overview

	H2FY15	H2FY14	YoY %	H1FY15	HoH%	FY15	FY14	YoY%
Revenue	29.2	37.3	-21.5	15.2	92.5	44.4	54.6	-72.2
Raw Material Cost	18.3	35.5	-48.5	3.1	490.9	21.4	46.9	-93.4
Staff Cost	2.9	1.8	61.1	2.8	4.3	5.6	3.3	-17.5
Other Expenditure	13.8	3.1	343.9	2.1	561.7	15.9	3.9	-45.8
Total Cost	35.0	40.4	-13.3	7.9	340.3	43.0	54.1	-85.3
EBITDA	-5.8	-3.1	-84.3	7.2	-179.6	1.5	0.5	1322.2
Depreciation	0.9	0.1	562.9	0.1	728.6	1.0	0.2	-44.3
EBIT	-6.7	-3.3	-104.8	7.1	-193.9	0.4	0.3	2214.0
Interest Expenses	0.0	0.1	-100.0	0.0	*	0.0	0.1	-100.0
Non-Operating Income	0.0	0.0	*	0.0	*	0.0	0.0	*
PBT	-6.7	-3.4	-99.5	7.1	-193.9	0.4	0.2	3184.3
Provision for Tax	0.1	0.0	*	0.0	*	0.1	0.1	-100.0
PAT (Adjusted)	-6.8	-3.4	-103.5	7.1	-195.8	0.3	0.2	4651.3
Extra Ordinary	0.0	0.0	*	0.0	*	0.0	0.0	*
PAT (Reported)	-6.8	-3.4	-103.5	7.1	-195.8	0.3	0.2	4651.3

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

Table 3: Detailed FY15 Balance Sheet Overview

(INRm)	H2FY15#	H1FY15	FY14
Net Block	0.6	0.8	0.9
Investments	0.0	66.5	0.0
Cash and Bank Balances	14.6	14.4	64.2
Inventories	15.6	24.8	17.9
Sundry Debtors	0.3	0.0	0.0
Loans and Advances	421.4	469.9	309.1
Other Current Assets	2.3	3.2	4.0
Other Non- Current Assets	0.0	0.0	0.0
Total Assets	454.82	579.6	396.0
Equity Capital	249.6	165.6	165.6
Reserves and Surplus	202.3	209.3	202.2
Share Application Money	0.0	0.0	0.0
Minority Interest	0.0	0.0	0.0
Shareholder's Funds	451.9	374.9	367.8
Gross Debt	0.0	204.4	28.1
Trade Payables	0.0	0.0	0.0
Provisions and other current liabilities	2.9	1.0	0.9
Others	0.0	-0.7	-0.7
Total Liabilities	454.82	579.6	396.0

Note (#): Figures of H2FY15 provided by the company do not match, hence these are calculated figures based on given values. Source: Company, Varhad Research

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