

20 August 2015

CMP: Rs.35.9

Industry: Auto Tyres and rubber products

BSE group: T

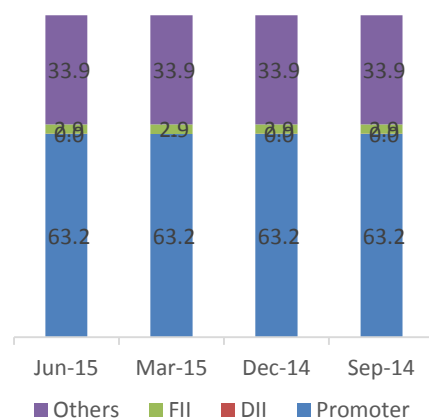
Promoters

Vinay Kumar Modi, Alok Kumar Modi, and Chandar Bala Modi

Key Data

BSE	500890
ISIN	INE832A01018
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	826.3
Current P/E	36.7
Current P/BV	0.6
52 week low-high	18.65-39.2
30 days avg daily trading volume	5978.0
Equity capital (Rs mn)	250.4
Net worth (Rs mn)	1,355.5

Shareholding Pattern (%)



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Company business

Modi Rubber Ltd (MRL) was incorporated in 1971 originally as an automobile tyre and tube manufacturing company. It is a part of the 'VK Modi' group. In July 2011, it sold its two tyre and tube manufacturing plants to German tyre maker - Continental AG, Germany, its technical and brand partner. With the sale of the tyre and tube business MRL is changing its business focus. In November 2012, MRL invested Rs.300 mn in a joint venture with Asahi Organic Chemicals Industry Co Ltd, Japan to manufacture 'resin coated sand'. Upon commissioning of this facility the company will shift from 'automobile' to 'foundry' industry.

Financials

Particulars (Rs in mn)	Apr '15 to Jun '15	Apr '14 to Jun '14	% Change ¹	Jan '15 to Mar '15	% Change ²
Total income	35.2	30.0	17.3%	26.6	32.3%
Total operating expenditure	38.0	43.7	(13.0%)	42.8	(11.2%)
EBITDA	(2.8)	(13.7)	-	(16.2)	-
EBITDA margin	(8.0%)	(45.7%)	-	(60.9%)	-
PBT	(5.4)	(16.0)	-	(26.4)	-
PAT	(5.4)	(16.0)	-	(25.4)	-
PAT margin	(15.3%)	(53.3%)	-	(95.5%)	-
Cash accruals	(3.0)	(13.7)	-	(15.4)	-
EPS	-	-	-	-	-

¹ compared to corresponding quarter in the previous year

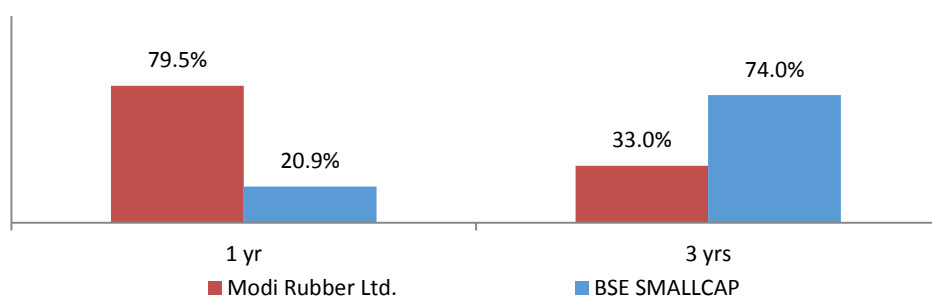
² sequential comparisons

Source: www.moneycontrol.com

Financial Performance

In the quarter ended Jun'15, the total income of the company increased to Rs.35.2 mn from Rs.30.0 mn for the quarter ended Jun'14. The company reported net loss of Rs.5.4 mn against net loss of Rs.25.4 mn reported in the same quarter of the previous year.

Share Price Performance



Financials

P&L (Rs. mn)	Sep'11 ³	Mar'13 ³	Mar'14	Balance Sheet (Rs. mn)	Sep'11 ³	Mar'13 ³	Mar'14
Total income	964.7	542.9	227.8	Share Capital	250.4	250.4	250.4
EBITDA	389.2	309.4	41.7	Share application money, warrants	-	-	-
EBITDA margin	40.3%	57.0%	18.3%	Reserves & Surplus	820.0	1092.8	1105.2
Depreciation	18.6	17.7	10.2	Net worth	1070.4	1343.2	1355.6
EBIT	370.6	291.7	175.9	Borrowings	61.5	47.7	25.3
Interest	23.0	6.9	0.1	Current Liabilities and provisions	555.5	490.6	416.8
PBT	347.6	284.8	31.4	Net deferred tax Liabilities	-	-	-
Tax	23.3	12.0	19.0	Total liabilities	1687.4	1881.5	1797.7
Extraordinary item	157.2	-	-	Fixed assets	161.7	148.1	134.5
PAT	492.0	272.8	12.4	Loans & Advances	618.8	1123.0	964.8
PAT Margin	51.0%	50.2%	5.4%	Investments	426.2	541.1	668.3
Dividend (incl. of tax)	-	-	-	Current Assets	480.7	69.3	30.1
³ 18 months ended Sep'11 and Mar'13				Total assets	1687.4	1881.5	1797.7
				Cash Flow (Rs.mn)	Sep'11³	Mar'13³	Mar'14
				PBT	347.6	284.8	31.4
				CF from Operation	(157.0)	(304.8)	(5.1)
				CF from Investment	(1217.3)	275.1	13.7
				CF from Financing	(629.0)	(0.8)	0.2
				Inc/(dec) Cash	431.4	(30.6)	8.8
				Closing Balance	473.3	5.9	14.7

Source: CMIE Prowess

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