

24 June 2015

CMP: Rs.18.2

Industry: Auto Tyres & Rubber Products

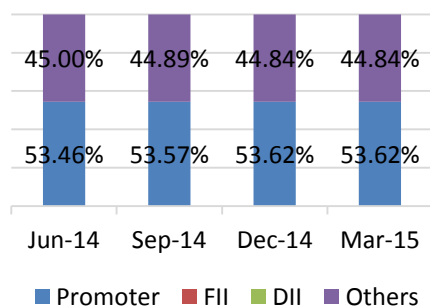
BSE group: B

Promoters

R P Jagatia, J. P. Goenka, R P Jagatia, M. P. Kankani

Key Data

BSE	509148
ISIN	INE011C01015
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	398.6
Current P/E	Neg.
Current P/BV	1.2
52 week low-high	16.3-34.8
30 days avg daily trading volume	12208
Equity capital (Rs mn)	218.4
Net worth (Rs mn)	322.1

Shareholding Pattern (%)


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Company business

Govind Rubber Limited (GRL) is engaged in the manufacture of rubber products including tyres and tubes. GRL's principal products include cycle tyres, cycle tubes, auto tyres and auto tubes. It manufactures auto tyres in nylon cross ply for mining, skid steers, forklifts, light trucks, motorcycles, scooters and mopeds. It also manufactures tubes and tube valves. GRL has two dedicated manufacturing units for tyres and one manufacturing unit for tubes. All three are in Ludhiana. GRL supplies tyres to a number of Indian bicycle manufacturing companies including TI, Avon, Hero, Atlas, Milton Cycles and Safari Bikes. Its European Clients include Aldi, Epple, Pukky, Panther, Prophete and Trax Bond. GRL is a part of Siyaram Poddar Group (SPG) which has wider interests in textiles and garment (Siyaram's) and paper other than tyres.

Financials

Particulars (Rs in mn)	Jan'15 to Mar'15	Jan'14 to Mar'14	% Change ¹	Oct'14 to Dec'14	% Change ²
Total income	859.5	1262.6	(31.9%)	866.3	(0.8%)
Total operating expenditure	804.5	1179.9	(31.8%)	798.9	(0.7%)
EBIDTA	55.0	82.7	(33.5%)	67.4	(18.4%)
EBIDTA margin	6.4%	6.5%	-	7.8%	-
PBT	(3.3)	17.0	-	4.8	-
PAT	(6.2)	18.5	-	4.8	-
PAT margin	Neg.	1.5%	-	0.6%	-
Cash accruals	4.3	29.2	(85.3%)	13.5	(68.1%)
EPS	(0.3)	0.9	-	0.2	-

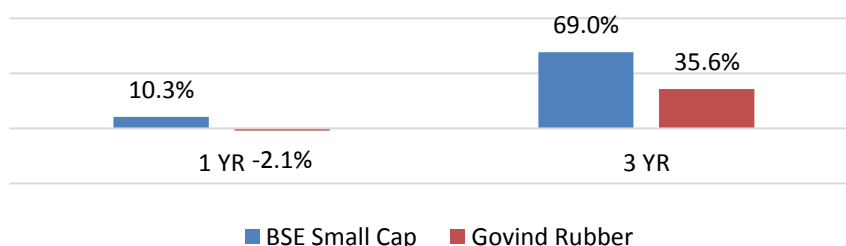
¹ compared to corresponding quarter in the previous year

² sequential comparisons

Source: Moneycontrol, Company

Financial Performance

On year-on-year basis, total income of the company decreased by 31.9% to Rs 859.5 mn for the quarter ended 31 March 2015 from Rs 1262.5 mn for the corresponding quarter previous year. EBIDTA margin has remained unchanged at 6.4% in Mar-15 quarter from the same quarter previous year. The company has made a net loss of Rs 6.2 mn for Mar-15 quarter as against a net profit of Rs 18.5 mn for the same quarter previous year.

Share Price Performance


Financials

P&L	FY12	FY13	FY14
Total income	3,418.2	4,103.8	4,102.1
EBIDTA	236.4	234.9	230.7
EBIDTA margin (%)	6.9	5.7	5.6
Depreciation	28.8	28.8	32.5
EBIT	207.6	206.1	198.2
Interest	147.4	185.5	197.0
PBT	60.2	20.6	1.2
Tax	(49.9)	5.0	(1.6)
PAT	110.1	15.6	2.8
PAT margin (%)	3.2	0.4	0.1
Dividend	-	-	-
Dividend Payout (%)	-	-	-

Balance Sheet	FY12	FY13	FY14
Share Capital	218.4	218.4	218.4
Share Application Money	-	-	-
Reserves & Surplus	85.3	100.9	103.7
Shareholders' Funds	303.7	319.3	322.1
Borrowings	1,059.1	1,198.9	1,170.5
Net deferred tax liability	(92.7)	(87.9)	(89.4)
Current Liabilities	1,067.1	1,155.5	1,296.5
Total Liabilities	2,337.2	2,585.8	2,699.7
Net fixed assets	345.5	356.1	425.4
Investments	22.4	32.4	32.4
Loans and Advances	129.5	180.8	225.5
Current Assets	1,839.8	2,016.5	2,016.4
Total Assets	2,337.2	2,585.8	2,699.7

Cash Flow	FY12	FY13	FY14
PBT	60.2	20.6	1.2
CF from Operation	192.4	25.6	341.4
CF from Investment	(61.1)	(51.3)	(77.2)
CF from Financing	(89.0)	(4.3)	(255.0)
Inc/(dec) Cash	42.3	(30.0)	9.2
Closing Balance	62.3	32.3	41.5

Source: CMIE Prowess

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