

03 April 2013

CMP: Rs.2.78

Industry: Commodity chemicals

BSE group: B

Promoters

Sandeep Kumar Reddy

Company business

Gayatri Bioorganics Limited (GBL), previously known as Gayatri Starchkem Limited, is engaged in manufacturing and distribution of starch, sorbitol, liquid glucose and its allied products. GBL is a Hyderabad headquartered and the company has two manufacturing facilities in Andhra Pradesh, one in Medak District and other in East Godavari District. GBL is promoted by Sandeep Kumar Reddy and family. Sandeep Kumar Reddy is the chairman of the company.

Earnings per share for the last four quarter sum upto a negative Rs. 1.5 and market price is Rs. 2.78 (20 Mar '13) which is lower than face value of the company. So investors must proceed with caution.

Key Data (as on 26 Feb' 13)

BSE	524564
ISIN	INE052E01015
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	135.0
Current P/E	negative
Current P/BV	3.5
52 week low-high	2.51-5.97
30 days avg daily trading volume	1427
Equity capital (Rs mn)	818
Net worth (Rs mn)	347

Financials

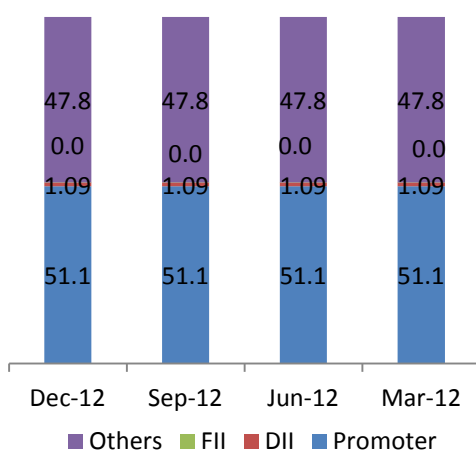
Particulars (Rs in mn)	Oct '12 to Dec '12	Oct '11 to Dec '11	% Change ¹	Jul'12 to Sep '12	% Change ²
Total income	352.8	336.2	4.9%	301.9	16.9%
Total expenditure	365.5	339.9	7.5%	297.5	22.8%
EBIDTA	(12.7)	(3.7)	(243.2%)	4.3	-
EBIDTA margin	-	-	-	1.4%	-
PBT	(43.9)	(34.4)	(27.6%)	(25.5)	(72.2%)
PAT	(43.9)	(34.4)	(27.6%)	(22.3)	(96.9%)
PAT margin	-	-	-	-	-
Cash accruals	(34.1)	(24.7)	(38.1%)	(12.5)	(172.8%)
EPS	(0.97)	(0.78)	(24.4%)	(0.54)	(79.6%)

¹ compared to corresponding quarter in the previous year

² sequential comparisons

Source: Moneycontrol, Company

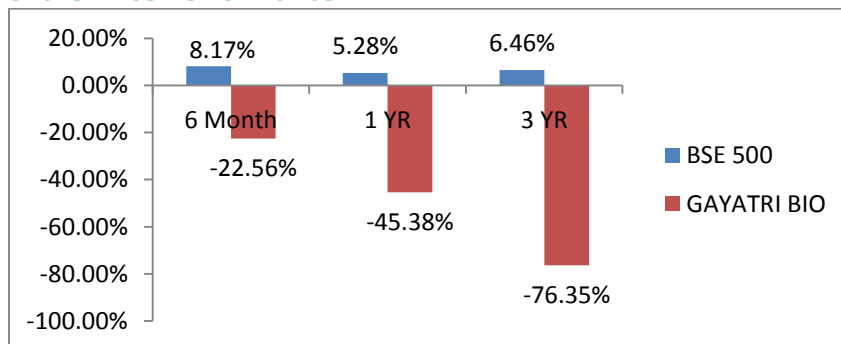
Shareholding Pattern (%)



Financial Performance

Total income of the company increased by 4.9% to Rs. 352.8 mn from Rs. 336.2 mn (Oct-Dec '11). The company incurred the operating loss of Rs. 12.7 mn on account of high cost of raw material, increase in employee expense by 51% to Rs. 28.6 mn and other expenses by 33.6% to Rs. 48.5 mn. The company incurred the net loss of Rs. 43.9 mn on account of finance costs of Rs. 21.3 mn and depreciation of Rs. 9.8 mn.

Share Price Performance



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Financials

P&L (Rs.mn)	FY10	FY11	FY12
Total income	623	874	1310
EBIDTA	53	94	86
EBIDTA margin	8.5%	10.8%	6.6%
Depreciation	29	31	38
EBIT	23	64	48
Interest	8	31	76
PBT	15	33	(28)
Tax	0	4	0
PAT	15	29	(28)
PAT margin	2.4%	3.3%	(2.1%)
Dividend (incl. tax)	0	0	0
Dividend per share	0	0	0

Valuation ratios	FY10	FY11	FY12
P/E	Negative	59.5	Negative
P/BV	1.1	1.2	0.7

Balance Sheet (Rs.mn)	FY10	FY11	FY12
Share Capital	818	818	818
Reserves & Surplus	(471)	(442)	(470)
Net worth	347	375	347
Borrowings	91	444	403
Current Liabilities (excluding borrowing)	106	139	280
Other non-current liabilities		2	3
Total liabilities	543	960	1033
Net fixed assets	312	463	522
Investments	0	0	0
Loans and Advances	21	37	44
Current Assets	210	459	467
Total assets	543	960	1033

Cash Flow (Rs.mn)	FY10	FY11	FY12
PBT	15	33	(28)
CF from Operation	3	(69)	9
CF from Investment	(32)	(142)	(104)
CF from Financing	39	379	(76)
Inc/(dec) in Cash	10	168	(170)
Closing Balance	17	185	15

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