

20 June 2015

CMP: Rs.14.2

Industry: Textiles - Cotton

BSE group: B

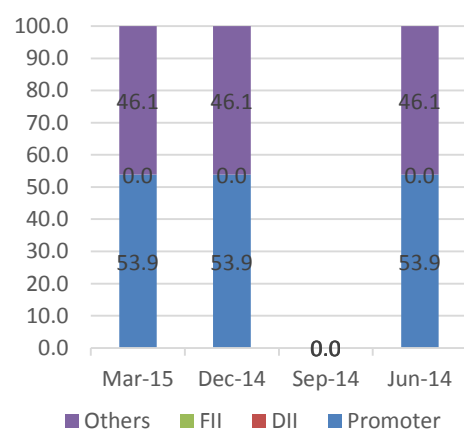
Promoters

Ajay Anand and his family members

Key Data (as on 26 May 2015)

BSE	530079
ISIN	INE963C01033
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	173.2
Current P/E	7.7
Current P/BV	negative
52 week low-high	6.71-18.99
30 days avg daily trading volume	802.6
Equity capital (Rs mn)	121.9
Net worth (Rs mn)	(334.8)

Shareholding Pattern (%)



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Company business

Faze Three Limited ('FTL') is engaged in the manufacture and sale of home furnishing items. The company has a diversified product portfolio comprising of bathmats, bed linen, blankets, floor coverings, carpets, cushions, curtains, tablemats and placemats. The company has four processing facilities spread across the north-western belt of India – Weaving unit (Dapada, Dadra and Nagar Haveli), Bathmat unit (Dadra, Dadra and Nagar Haveli), Handloom unit (Panipat, Haryana) and Dyeing unit (Vapi, Gujarat). FTL is primarily export-oriented and generates more than 90% of its revenues from international markets like USA and the European Union.

Financial Performance

For the quarter ended 31 March 2015, the total income of the company increased by 2.9% y-o-y to Rs.571.8 mn from Rs.555.6 mn. The company incurred net loss of Rs.22.4 mn v/s a profit of Rs.18.6 mn during the same period previous year.

On a sequential basis, the total income for the quarter ended 31 March 2015 increased by 28.1% over the previous quarter to Rs.571.8 mn. Consequently the loss of the company decreased from Rs. 24.5 mn to Rs.22.4 mn over the sequential period.

Financials

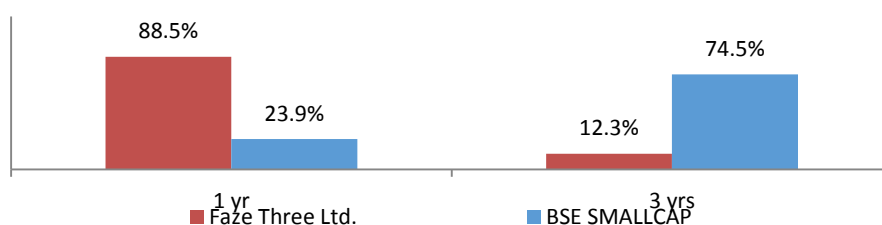
Particulars (Rs in mn)	Jan '15 to Mar '15	Jan '14 to Mar '14	% Change ¹	Oct '14 to Dec '14	% Change ²
Total income	571.8	555.6	2.9%	446.2	28.1%
Total operating expenditure	540.2	483.8	11.6%	428.4	26.1%
EBIDTA	31.7	71.8	(55.9%)	17.8	77.8%
EBIDTA margin	5.5%	12.9%	(57.2%)	4.0%	38.8%
PBT	(18.2)	10.6	(271.7%)	(28.6)	-
PAT	(22.4)	18.6	(220.4%)	(24.5)	-
PAT margin	(3.9%)	3.3%	(217.0%)	(5.5%)	-
Cash accruals	(10.7)	31.0	(134.5%)	(12.0)	-
EPS	-	1.5	(100.0%)	-	-

¹ compared to corresponding quarter in the previous year

² sequential comparisons

Source: Moneycontrol, Company

Share Price Performance



Financials

P&L (Rs. mn)	FY12	FY13	FY14
Total income	2,010.6	1,951.6	2306.9
EBIDTA	(84.9)	161.9	229.6
EBIDTA margin	negative	8%	10.0%
Depreciation	107.6	49.0	49.4
EBIT	(192.5)	112.9	180.2
Interest	462.6	323.4	147.6
PBT	(655.1)	(210.5)	32.6
Tax	30.5	4.6	1.5
PAT	(685.6)	(215.1)	31.1
PAT Margin	negative	negative	1.3%
	-	-	-
Dividend Payout	-	-	-

Balance Sheet (Rs. mn)	FY12	FY13	FY14
Share Capital	121.9	121.9	121.9
Share application money, warrants	0.0	0.0	0.0
Reserves & Surplus	(241.6)	(456.7)	-472
Net worth	(119.7)	(334.8)	-350.1
Borrowings	1,392.8	1,470.3	784.9
Current Liabilities and provisions	705.6	854.9	1765.7
Net deferred tax Liabilities	132.9	137.5	306
Total liabilities	2,111.6	2,127.9	2506.5
Fixed assets	832.4	795.5	765.8
Non-current Investments	8.2	2.1	2.3
Loans and Advances	151.4	127.3	160.7
Current Assets	1,119.6	1,203.0	1577.7
Total assets	2,111.6	2,127.9	2506.5

Cash Flow (Rs.mn)	FY12	FY13	FY14
PBT	(655.1)	(210.5)	-
CF from Operation	476.4	162.4	-
CF from Investment	(5.7)	3.8	-
CF from Financing	(442.4)	(154.4)	-
Inc/(dec) Cash	28.3	11.8	-
Closing Balance	53.1	64.9	-

*Cash flow statement for FY14 is not available

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