

15 October 2013

CMP: Rs.2.47

Industry: Iron & steel products

BSE group: B

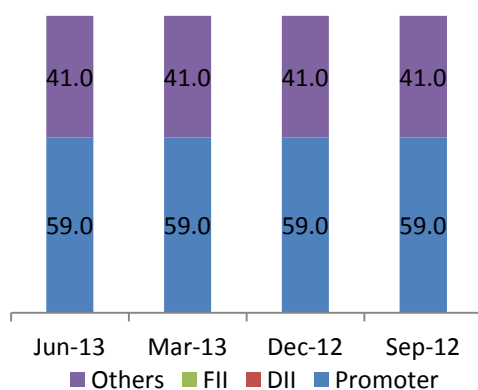
Promoters

Kamlesh Kumar Rathi and family

Key Data (as on 15 Oct' 13)

BSE	532918
ISIN	INE575I01016
Face Value (Rs.)	10.0
Mkt Cap (Rs. mn)	40.3
Current P/E	1.2
Current P/BV	0.1
52 week low-high	1.98-6.08
30 days avg daily trading volume	1299
Equity capital (Rs mn)	163.3
Net worth (Rs mn)	691.8

Shareholding Pattern (%)



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Company business

Rathi Bars Ltd (RBL) manufactures ingots and thermo-mechanically treated (TMT) bars in its plant located in Khushkhara, Rajasthan. The company sells these products in the Northern Indian market. It markets all its products excluding TMT bars under the brand 'Rathi'. Its TMT bars have diameter ranging from 7 mm to 32 mm and are marketed under the brand 'Rathi Shaktiman Steel'. Kamlesh Kumar Rathi is the managing director and Anupam Rathi is executive director of the company.

Financials

Particulars (Rs in mn)	Apr '13 to Jun '13	Apr '12 to Jun '12	% Change ¹	Jan'13 to Mar '13	% Change ²
Total income	841.4	643.0	30.9%	866.7	(2.9%)
Total operating expenditure	815.7	620.8	31.4%	839.5	(2.8%)
EBIDTA	25.7	22.2	15.8%	27.2	(5.5%)
EBIDTA margin	3.1%	3.5%	-	3.1%	-
PBT	10.1	9.1	11.0%	11.1	(9.0%)
PAT	10.1	9.1	11.0%	11.1	(9.0%)
PAT margin	1.2%	1.4%	-	1.3%	-
Cash accruals	15.2	14.1	7.8%	17.4	(12.6%)
EPS	0.6	0.6	10.7%	0.7	(8.8%)

¹ compared to the corresponding quarter in the previous year

² sequential comparisons

Source: Moneycontrol, Company

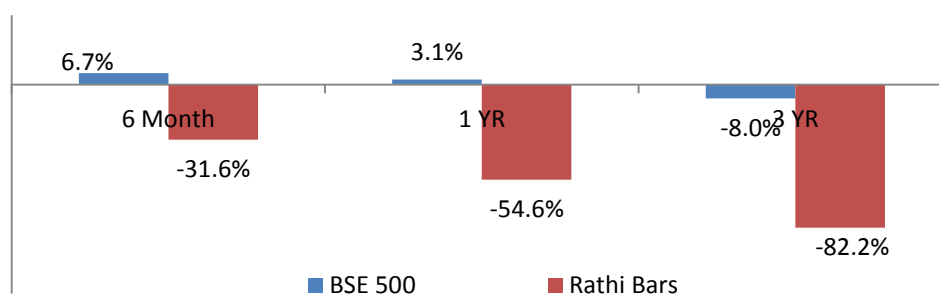
Financial Performance

For the quarter ended 30 June 2013, total income of the company increased by 30.9% to Rs.841.4 mn from Rs.643.0 mn in the same quarter of the previous year. EBIDTA increased to Rs.25.7 mn from Rs.22.2 mn in the corresponding quarter of the previous year. The company's PAT increased from Rs.9.1 mn to Rs.10.1 mn Y-o-Y.

The share price on 30 June 2013 discounts the TTM EPS (Rs.2.0) for the quarter ended 30 June 2013 by 1.5 times (was 1.7 times for TTM ended 31 March 2013).

The company has not paid dividend to its shareholders since FY08.

Share Price Performance



Financials

P&L (Rs. mn)	FY10	FY11	FY12	Balance Sheet (Rs. mn)	FY10	FY11	FY12
Total income	2,017.0	2,086.6	2,898.0	Share Capital	163.3	163.3	163.3
EBIDTA	83.7	91.4	79.6	Reserves & Surplus (incl. revaluation reserves)	450.7	498.9	528.5
EBITDA Margin%	4.1%	4.4%	2.7%	Net worth	614	662.2	691.8
Depreciation	16.6	21.6	20.5	Borrowings	200.6	246.8	276.5
EBIT	67.1	69.8	59.1	Current liabilities and provisions	262	245.1	242.7
Interest	21	22.5	28.1	Total liabilities	1,076.6	1,154.1	1,211.0
PBT(post extraordinary items)	49.2	47.3	31	Net fixed assets	316.6	311.4	315.9
Tax	1.6	-0.8	1.4	loans and advances (Long term and short term)	156.7	158.9	164.4
PAT (excluding minority interest)	47.7	48.2	29.6	Investments	185.6	169.4	91.3
PAT Margin %	2.4%	2.3%	1.0%	Current assets	411.7	497.9	629.7
Dividend (including dividend tax)	-	-	-	Other non-current assets	6	16.5	9.7
				Total assets	1,076.6	1,154.1	1,211.0
Valuation ratios	FY10	FY11	FY12	Cash Flow (Rs.mn)	FY10	FY11	FY12
P/E	3.3	2.8	3.2	PBT	46.2	47.5	31.0
P/BV	0.3	0.2	0.1	CF from Operations	50.6	36.2	(80.0)
				CF from Investment	(31.6)	(6.5)	69.2
				CF from Financing	(21.1)	(7.3)	1.4
				Inc/(dec) in Cash	(2.1)	22.3	(9.3)
				Closing Balance	3.4	25.7	16.5

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