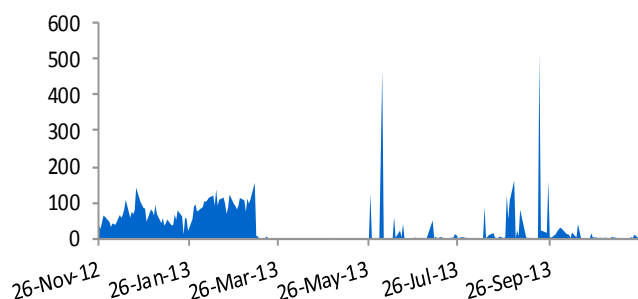


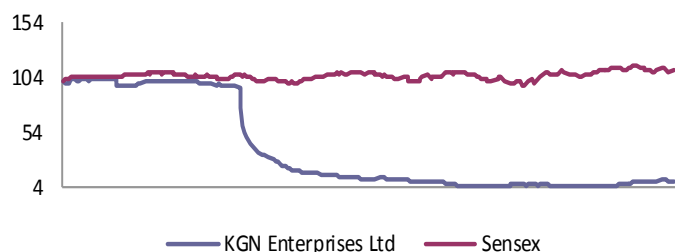
Equity Statistics

Current Market Price	Rs.	37
52 Week High/Low	Rs.	409.80/15.55
Market Capitalisation	Rs. Crores	75.74
Free Float	Rs. Crores	35.52
Dividend Yield	%	0.00
One Year Regression Beta	Times	0.09

BSE Volumes Trend - Average = 34.31 Thousand

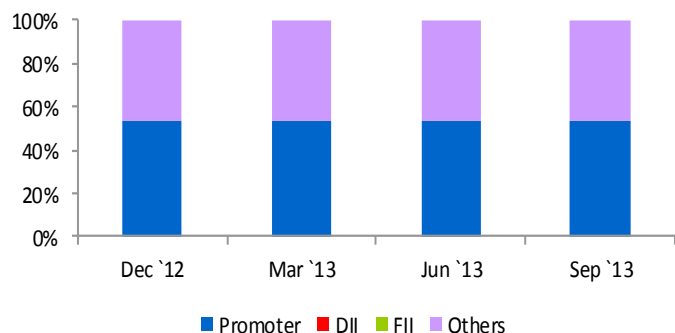


Relative Returns



Returns	1M	3M	6M	1 Yr
Absolute	45%	41%	-17%	-90%
Rel. to Sensex	45%	27%	-19%	-91%

Shareholding Pattern



Source: BSE, Capitaline and CARE Research

Result analysis

KGN Enterprises Ltd's (KEL) net sales declined by 95.6% y-o-y and 40.1% sequentially to Rs. 1.3 crore in Q2FY14. EBITDA also declined by 89.5% y-o-y to Rs. 0.1 crore in Q2FY14 owing to a decline in net sales. EBITDA margin expanded by 358 bps y-o-y to 6.2% in Q2FY14 owing to decline in raw material cost which decreased to 87.7% of net sales from 94.4% in Q1FY13. Net profit witnessed a 68.4% y-o-y decline to Rs. 0.1 crore in Q2FY14.

During H1FY14, the company's net sales declined by 39.9% y-o-y to Rs. 30.8 crore. EBITDA also declined by 43.6% y-o-y to Rs. 0.8 crore in H1FY14. Consequently, net profit declined by 30.6% y-o-y to Rs. 0.3 crore in H1FY14.

KEL is trading at 114.8 times its 12 months trailing EPS as on November 26, 2013.

Annual financial snapshot

Income statement	FY11	FY12	FY13
Net sales (Rs. crore)	9.6	8.6	60.3
Growth in net sales (%)	(94.5)	(10.1)	601.4
Per share data (Rs.)			
Adjusted BVPS	19.3	19.8	20.0
Diluted EPS*	0.6	0.6	0.4
Key financial ratios			
EBITDA margin (%)	15.3	6.6	4.8
Adjusted PAT margin (%)	16.3	6.3	1.2
RoCE (%)	2.0	0.3	1.0
RoE (%)	3.3	3.0	1.8
Net debt to equity	0.5	0.8	0.8
Interest coverage (times)	146.0	57.0	77.0

Source: BSE, Capitaline and CARE Research

Quarterly financials	Q2 FY14	Q2 FY13	Q1 FY14	Growth	Growth
Income statement (Rs. crore)				Y-o-Y (%)	Q-o-Q (%)
Total income	1.3	29.5	2.2	(95.6)	(40.1)
Net sales	1.3	29.5	2.2	(95.6)	(40.1)
EBITDA	0.1	0.8	0.3	(89.5)	(72.4)
Depreciation and amortisation	-	0.6	-	(100.0)	NM
EBIT	0.1	0.2	0.3	(61.9)	(72.4)
Interest	-	-	-	NM	NM
PBT	0.1	0.2	0.3	(61.9)	(72.4)
Ordinary PAT	0.1	0.2	0.2	(68.4)	(73.9)
Adjusted PAT	0.1	0.2	0.2	(68.4)	(73.9)
Per share data (Rs.)					
Diluted EPS*	0.0	0.1	0.1	(68.4)	(73.9)
Profitability ratio (%)					
EBITDA margin	6.2	2.6	13.4		
Adjusted PAT margin	4.6	0.6	10.6		

Source: BSE, Capitaline and CARE Research

DISCLOSURES

Each member of the team involved in the preparation of this research report, hereby affirms that there exists no conflict of interest that can bias the research on the company.

DISCLAIMER

Please refer to our detailed disclaimer mentioned on the last page of the initial report on this company.

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