

**Aditya Joshi, Co-founder and CEO**

**Akriti Swaroop, Co-founder and COO**

# SOVRENN TIMES

**DISCLAIMER:** This document is created for educational and informational purposes only and should NOT be construed as a Buy/Sell recommendation, investment advice or a research report. Although the document accurately reflects the personal views of the authors, there may be manual/ human errors in the document. The authors may also have equity shares in the companies mentioned in this report. Investor is advised to consult his/her investment advisor and undertake further due diligence before making any investment decision in the companies mentioned. Authors are not liable for any financial gains or losses due to investments made as per the information written in this document.

# IMPORTANT: How to use Sovrenn Times

To begin your investment journey with Sovrenn, please watch the below education modules:

## MODULE I:

English: <https://sovrenn.com/education/videos?module=1&lang=english&avail=true>

Hindi: <https://sovrenn.com/education/videos?module=1&lang=hindi&avail=true>

## MODULE II:

English: <https://sovrenn.com/education/videos?module=2&lang=english&avail=true>

Hindi: <https://sovrenn.com/education/videos?module=2&lang=hindi&avail=true>

## SOVRENN FRAMEWORK

Please look at the following parameters to assess any company for investment:

- (1) Company type: Evergreen or Seasonal sector is preferable over Cyclical. This is because it is difficult to predict upswing in Cyclical stocks.
- (2) Profit uptrend: The revenue, operating profit and net profit should ideally be following an increasing trajectory and company must not be loss making.
- (3) PE: TTM PE or Trailing 12m Price to Earnings ratio should ideally be on the lower side of the sector PE range, unless the growth prospects are compelling to justify a higher PE.
- (4) Futuristic Sector: A futuristic sector (eg: Solar, Wind EV, Railways, Defence, 5G, Electrification, New Age IT, etc.) enjoys sector tailwinds and usually has higher growth potential.
- (5) HNI / Institutional / Promoter Buying: If a known HNI enters the Company by picking equity stake in it, it can add to one's conviction building. Similarly, promoters buying their company's shares is generally a positive signal of them demonstrating confidence in their business.
- (6) Special Situation: If a company is raising funds through preferential issuance of shares to a select group of investors, or through Rights issuance where all the current shareholders have the right to buy additional shares in the company, it signals incoming cash into the company. This cash is generally used for future growth and hence signals increased possibility of higher future profits.
- (7) Future Information: If we have information about future growth drivers of a company, it can help build conviction before making investment decisions. Examples of such events include: (a) capacity expansion which indicates future increase in sales, (b) new product launches, (c) large orders, (d) partnerships and agreements, (e) acquisitions, etc.

## Sovrenn Times Summary

### 1. KILBURN ENGINEERING LIMITED

**Filing:** (PROMOTER BUYING) Promoter of Kilburn Engineering bought 72.7k shares at INR 397/share, aggregating to INR 2.9 Cr in Jun'24.

**MCap:** INR 1,756 Cr **PE:** 34.8x

**Number of LinkedIn Employees:** 219 Members.

**GSTR6:** Last Filed Apr '24.

**Clients:** ONGC, ACC, etc.

### 2. MESON VALVES INDIA LIMITED

**Filing:** (SUBSIDIARY INCORPORATION) Meson Valves India has incorporated a new subsidiary named H2O Dynamics India Limited with 63.7% shareholding, specializing in industrial wastewater treatment for industries such as food and beverage, automotive, mining, pharmaceutical, petrochemical, and power. Company offers tailored solutions to meet stringent wastewater regulations, addressing high BOD, COD, and TSS levels. Our services include manufacturing, designing, repairing, installing, importing, exporting, and distributing water processing equipment and purifiers. Depending on client needs, we use technologies such as evaporation, filtration, clarification, and aerobic and anaerobic treatment to remove oil, grease, heavy metals, and toxic chemicals.

**MCap:** INR 1,057 Cr **PE:** 117x

**Number of LinkedIn Employees:** 93 Members

**GSTR3B:** Last Filed Apr '24.

**Clients:** Hindustan Petroleum, Indian Oil etc.

### 3. AIMTRON ELECTRONICS LIMITED

**Filing:** (BULK DEAL) Ashish Kacholia bought 8L shares of Aimtron Electronics at INR 241/share, aggregating to INR 19.3 Cr.

**MCap:** INR 569 Cr **PE:** 47.7x

**Number of LinkedIn Employees:** 97 Members

**GSTR3B:** Last filed Apr'24.

**Renowned Investor:** Ashish Kacholia.

### 4. SAHANA SYSTEMS LIMITED

**Filing:** (ORDER) Sahana Systems has received Work order worth INR 70 Cr from Satra Services and Solutions Private Limited for Centrally Sponsored Primary Agricultural Co-operative Credit Society Computerization Project (CSPCP) in the state of Karnataka as a sub-contractor for 1 year.

**MCap:** INR 1,212 Cr **PE:** 66.5x

**Number of LinkedIn Employees:** 58 Members

**GSTR3B:** Last filed Apr'24.

**Clients:** ICAI Surat, Liberty Lifestyle, etc.

### 5. ORIANA POWER LIMITED

**Filing:** (FUTURE OUTLOOK) As per Nuvama Wealth's meet with Management, Oriana Power has secured solar projects exceeding 250MWp from commercial, industrial, and utility sectors, to be completed by FY25. With a business pipeline of 600MWp in solar projects and a 30+ ton CBG project, the Company anticipates delivering more than 550MWp by FY26. Based on its order book and pipeline, the Company is poised to significantly outpace the solar industry's projected ~4x growth by 2030.

**MCap:** INR 4,626 Cr **PE:** 85.3x

**Number of LinkedIn Employees:** 70 Members.

**GSTR3B:** Last filed Apr '24.

**Clients:** Hindustan Aeronautics Limited (HAL).

# 1. KILBURN ENGINEERING LIMITED BSE: 522101

(1<sup>st</sup> time covered: 7<sup>th</sup> Feb 2023)

**Recent filing:** (PROMOTER BUYING) Promoter of Kilburn Engineering bought 72.7k shares at INR 397/share, aggregating to INR 2.9 Cr in Jun'24.

**SUMMARY:** 3y Operating Profit uptrend | 4q Operating Profit uptrend | PE 34.8x (Sector PE range 30-60) | Excellent Mar-24 results | Fund raise | Promoter buying | Capital Goods

**FUTURE OUTLOOK:** Company targeting consolidated revenue of INR 500+ Cr for FY25 with an EBITDA of 20%. Company has a Consolidated Order Book of INR 285 Cr as on 31<sup>st</sup> March, 2024.

- MCap of INR 1,756 Crore (share price = INR 420 / share) (as on 10<sup>th</sup> Jun '24)
- TTM PE of 34.8x (as on 10<sup>th</sup> Jun '24)      Retail float = 15.4% (Mar-24)

**FOOD FOR THOUGHT:** Working capital extensive business.

**Company Description:** Company offers comprehensive range of dryers for solid, liquid and gas to cover wide range of industries: chemical, petrochemical, oil & gas, refineries power, steel, cement, fertilizer, mining, sewage treatment, food etc. It also manufactures specially designed packages for onshore and offshore applications.

## Share price and Volume (last 1 year):




Price	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24
Kilbur	127	163	159	178	228	287	286	275	295	335	384	403

(In INR Cr)	Jun-22	Sep-22	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24
Sales	48.9	52.1	53.8	67	67	68	73	122
Op Profit	4.9	9.2	9.0	12	12	17	17	31
Net Profit	2.9	7.4	7.5	13	7	10	10	23
OPM	10%	18%	17%	17%	18%	25%	24%	25%
NPM	6%	14%	14%	19%	10%	15%	14%	19%
Promoter %	51.6%	54.6%	56.5%	56.9%	53.9%	53.9%	54.6%	49.9%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24
Sales	105	144	131	88	123	222	329
Op Profit	4	10	9	7	13	35	76
Net Profit	3	6	5	-92	2	30	5119%

Website: <https://www.kilburnengg.com/>

This page is created for information purpose. It is not a BUY/SELL recommendation.  
Please do your own due diligence before making any investment decisions.

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE <b>34.8</b> (Capital Goods: 30-60) Lower end sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	 <p>Rotary Dryers</p> <p>Mar '24: Promoter and Promoter Group bought 3.3L shares at an average price of INR 304/share, aggregating to INR 10 Cr in the month of Mar '24.</p> <p>Feb '24: Tusk Investment bought 12L shares through preferential allotment representing 2.87% stake.</p> <p>Dec '23: Promoter bought 1.6L shares at INR 280/share, aggregating to INR 4.5 Cr.</p> <p>Nov '23: Promoter bought 1.4L shares at INR 269/share, aggregating to INR 3.9 Cr.</p> <p>Jun '23: Bishnauth Investment (promoter) sold 14.5L shares at INR 136/share, aggregating to INR 19.8 Cr. Firstview Trading (promoter) bought 1L shares at INR 128/share, aggregating to INR 1.3 Cr. Niraj Shah bought 2L shares at INR 135/share, aggregating to INR 2.7 Cr. Amodini Sales bought 2L shares at INR 137/share, aggregating to INR 2.7 Cr. Ashok Kumar Damani bought 2.5L shares at INR 136/share, aggregating to INR 3.4 Cr.</p> <p>Mar '23: Santosh Industries bought 1.9L shares at INR 98/share, aggregating to INR 1.8 Cr.</p> <p>Feb '23: Promoter bought 1.7L shares at INR 80/share, aggregating to INR 1.3 Cr.</p> <p>Jan '23: Stock planet bought 2.2L shares at INR 80/share, aggregating to INR 1.8 Cr.</p>
Special Situation	Yes	<p>Oct '23: BoD of approved the issuance of 28.5L equity shares and 39.5L convertible warrants at INR 165 each to non-promoters. Total cash inflow (including warrant conversion) would be INR 112 Cr.</p> <p>Feb '23: BoD approved raising of funds by issue and allotment of 40L (5.5L for public &amp; 34.5L for promoter/ promoter group) securities at price of INR 80 per equity share/convertible warrant, amounting to INR 32 Cr on preferential basis.</p>
Future Visibility	Yes	<p>May '24: Company has received various orders worth INR 33.7 Cr since 29<sup>th</sup> Apr 2024. Orders include - Rotary Dryers &amp; Fluid Bed Dryers for INR 24.8 Cr, Air Preheaters for INR 6.5 Cr, Pelletizers for INR 2.4 Cr.</p> <p>Apr '24: Company has received various orders worth INR 35.4 Cr since 12<sup>th</sup> Mar 2024. Orders include - Rotary Dryers &amp; Fluid Bed Cooler for INR 19.4 Cr, Paddle Dryers for INR 11.2 Cr, Tea Dryers and others for INR 4.8 Cr. Orders worth INR 23.7 Cr have been received in April 2024. Company bagged INR 276 Cr worth of orders in FY24.</p>

		<p>Mar '24: Company has received various orders worth INR 25.2 Cr since 5<sup>th</sup> Feb 2024. Orders include - Rotary Dryers for INR 21.9 Cr, Tea Dryers and others for INR 3.3 Cr.</p> <p>Feb '24: Company has completed the acquisition of 100% ownership of the equity share capital of M/s. M.E Energy Private Limited. The target company specializes in the design, manufacturing, and installation of Energy Saving Projects, Heating, Cooling, Incinerations Equipment &amp; systems. The acquisition cost amounts to INR 98.7 Cr, financed through a cash consideration of INR 75.5 Cr and the issuance of 14 lakh equity shares to Mr. Kalthil Vijaysanker Kartha at a price of INR 166 per share. The target company reported a topline of INR 44.7 Cr for FY23.</p> <p>Feb '24: Company has received various orders worth INR 42.6 Cr. Order description is as follows - Hydrogen Fluoride Reactor package (Rotary Kiln) for INR 27.3 Cr, Rotary Dryers for INR 8.6 Cr, VFBD -wet clay for INR 2.3 Cr, Tea Dryers and others for INR 4.4 Cr.</p> <p>Dec '23: Company received an Lol from a leading Indian steel manufacturer amounting to INR 18.85 Cr for an Externally Fired Superheater.</p> <p>Dec '23: Post 8<sup>th</sup> Nov 2023, Company has received various Lols/orders worth INR 46.5 Cr.</p> <p>Nov '23: With effect from 1<sup>st</sup> Oct 2023, the Company has received till date various Lol / Orders of worth INR 32.8 Cr.</p> <p>Oct '23: Over the last 1 month, Company has received various orders with total worth INR 32.5 Cr. Also, during the half year ending Sep-23, Company received total orders worth INR 102 Cr.</p> <p>Oct '23: BoD approved the 100% acquisition of M E Energy Pvt. Ltd. for INR 99 Cr. INR 76 Cr will be paid in cash, and INR 23 Cr in the form of equity shares of Kilburn Engineering. FY23 revenue of Target was INR 45 Cr. This acquisition will add to existing capabilities of Kilburn via significant synergies, helping drive its next phase of growth with the help of enhanced manufacturing capabilities. M E Energy has won several accolades and is one of its kind company in the field of waste heat recovery and waste heat reutilization system which finds application for thermal energy saving and /or thermal energy cost reduction in almost all industrial processes.</p> <p>Sep '23: Since 1<sup>st</sup> Jul 2023, Company has received various orders of total worth INR 37.4 Cr.</p> <p>July '23: Secured order bookings of INR 353 Cr during the year, leading to a higher order backlog of INR 246 Cr as of March '23, to be executed within the next 12 to 18 months. Apart from the current order book, the Company is also addressing enquiries of over INR 700 Cr.</p>
--	--	---

*LT OP = Long-term operating profit; ST OP = Short-term operating profit*

## 2. MESON VALVES INDIA LIMITED BSE: 543982

(SME: Lot Size = 200 shares) (1<sup>st</sup> time covered: 23<sup>rd</sup> Sep 2023)

**Recent filing:** (SUBSIDIARY INCORPORATION) Meson Valves India has incorporated a new subsidiary named H2O Dynamics India Limited with 63.7% shareholding, specializing in industrial wastewater treatment for industries such as food and beverage, automotive, mining, pharmaceutical, petrochemical, and power. Company offers tailored solutions to meet stringent wastewater regulations, addressing high BOD, COD, and TSS levels. Our services include manufacturing, designing, repairing, installing, importing, exporting, and distributing water processing equipment and purifiers. Depending on client needs, we use technologies such as evaporation, filtration, clarification, and aerobic and anaerobic treatment to remove oil, grease, heavy metals, and toxic chemicals.

**FUTURE OUTLOOK:** Company has an Order book of INR 40+ Cr. Company anticipates a 50% CAGR for strong growth and profitability, doubling its topline. Company targeting a 10-15% EBITDA Margin increase.

**SUMMARY:** 3y Operating Profit uptrend | PE 117x (Sector PE range 50-100) | Excellent Mar-24 results | Institutional Entry | Defence

- MCap of INR 1,057 Crore (share price = INR 1,040 / share) (as on 10<sup>th</sup> Jun '24)
- TTM PE of 117x (as on 10<sup>th</sup> Jun '24)      Retail float = 23.2% (Mar-24)

**FOOD FOR THOUGHT:** PE is above sector range

**Company Description:** Meson Valves India Limited is in the business of assembling, buying, selling, distributing, importing, exporting or otherwise dealing in products like valves, actuators, remote control system, control cabinets, tanks, visualization system, piping, pumps, fittings, gaskets, flanges and and services that control and manage all such products. Company got listed on 21<sup>st</sup> Sep '23.

### Share price and Volume (last 1 year):




Price	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24
Meson	-	-	-	224	324	371	611	653	698	670	997	890

(In INR Cr)	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Sep-23*	Mar-24*
Sales	-	15.3	14.1	36.7	63.1	19.9	43.2
Op Profit	-	0.6	3.8	7.0	14.8	4.1	10.7
Net Profit	-	0.1	2.1	4.5	9.1	2.6	6.4
OPM	-	4%	27%	19%	23%	21%	25%
NPM	-	1%	15%	12%	14%	13%	15%
Promoter %	-	-	-	-	32.8%	32.8%	32.8%

\* Half year data, rest is annual.

Website: <https://mvi.ltd/>

This page is created for information purpose. It is not a BUY/SELL recommendation.  
Please do your own due diligence before making any investment decisions.

Company Type	Evergreen	 Check Valve
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE <b>117</b> (Defence: 50-100) Above sector range		
Futuristic Sector	Yes (Defence)	
HNI / Institutional / Promoter Buying	Yes	Sep '23: Blue Lotus Capital Multi Bagger Fund and India Emerging Giants Fund, each bought 1.8L shares at INR 214/share, aggregating to INR 3.9 Cr for each of them.
Special Situation	No	
Future Visibility	Yes	<p>Apr '24: Company has secured an exclusive agreement with Georg Schunemann GmHH, a respected German manufacturer known for their expertise in special fittings and filtration systems. This partnership grants Meson Valves access to essential knowledge and technology, strengthening its position in various industries including Aerospace, Water Treatment, HVAC, Oil and Gas, and Automotive. With this collaboration, Meson Valves can advance its manufacturing capabilities, marketing strategies, and sales tactics, enhancing its product range and global competitiveness, while also supporting India's 'Make in India' initiative.</p> <p>Apr '24: Company has received two export orders aggregating to INR 7 Cr from KW Engineering Solutions Pte Ltd, Singapore for the Supply of different model of Butterfly and Ball Valves, needs to be executed over 16 weeks.</p> <p>Jan '24: Nibe Meson Naval Limited is incorporated as an associate company of Meson Valves India Limited. It is involved in the business of assembling, buying, selling, distributing, importing, or otherwise dealing in turnkey projects for piping systems, including fabricated pipes, valves, pumps, fittings, gaskets, gauges, and the commissioning of piping systems. The company holds a 49% stake in the associate company.</p> <p>Dec '23: the company received a purchase order worth INR 1.35 Cr from Garden Reach Shipbuilders &amp; Engineers Limited for the supply of B&amp;D spares for hull valves for Project ASW SWC. Additionally, a Letter of Acceptance worth INR 2.8 Cr was received from Garden Reach Shipbuilders &amp; Engineers Limited for the supply of B&amp;D spares for underwater valves for Project SVL. The total aggregate value of the orders is approximately INR 4.12 Cr.</p> <p>INR 11 Cr from the IPO proceeds will be used towards purchase of plant and machinery.</p>

LT OP = Long-term operating profit; ST OP = Short-term operating profit



### 3. AIMTRON ELECTRONICS LIMITED NSE – SME: AIMTRON

(SME: Lot Size = 800 shares) (1<sup>st</sup> time covered: Today)

**Recent filing:** (BULK DEAL) Ashish Kacholia bought 8L shares of Aimtron Electronics at INR 241/share, aggregating to INR 19.3 Cr.

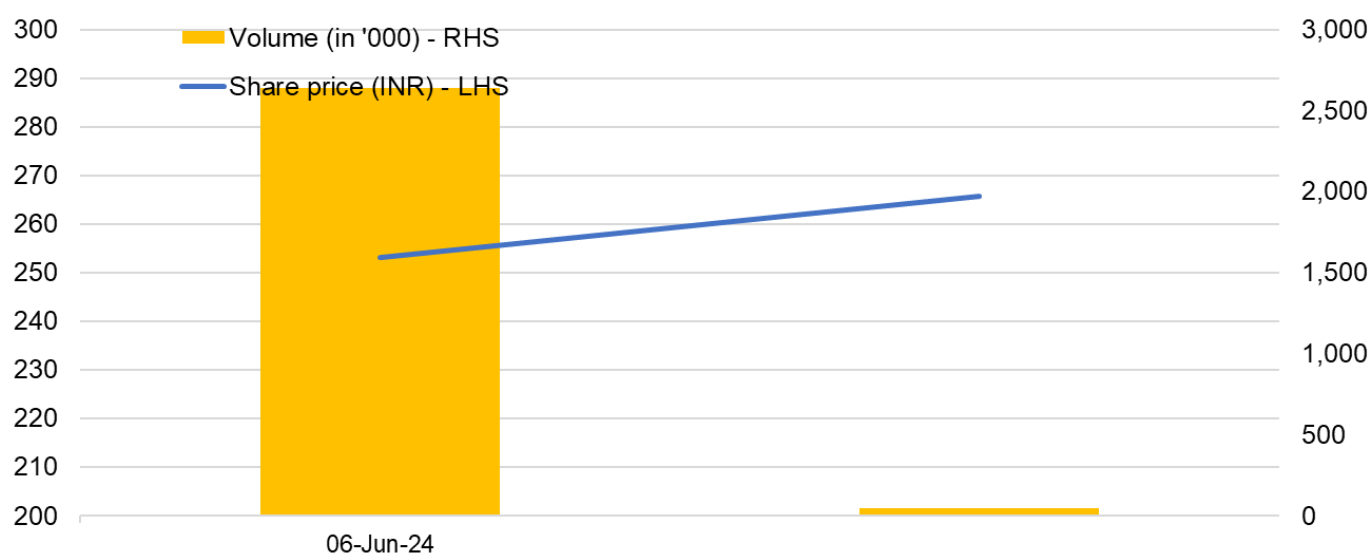
**SUMMARY:** PE 47.7x (Sector PE range 50-100) | Ace Investor | IPO | EMS

- MCap of INR 569 Crore (share price = INR 279 / share) (as on 10<sup>th</sup> Jun '24)
- TTM PE 47.7x (as on 10<sup>th</sup> Jun '24)      Retail float = xx (Mar-24)

**FOOD FOR THOUGHT:** Negative Operating cash flow for FY23.

**Company Description:** Company is engaged in the business of providing products and solutions towards electronics system design and manufacturing (ESDM) services with a focus on high-value precision engineering products. The Company provides products and solutions from printed circuit board (PCB) design and assembly to the manufacturing of complete electronic systems (Box Build) to certain domestic and global manufacturers located in India, the United States of America, Hong Kong, the United Kingdom, Spain, and Mexico.









#### Share price and Volume (last 1 year):



(In INR Cr)	Mar-21	Mar-22	Mar-23	Dec-23*	TTM= Dec-23* + (¼)*Mar-23
Sales	52.78	26.32	71.58	67.07	84.97
Op Profit	20.44	-0.60	16.57	17.13	21.27
Net Profit	15.72	-1.80	8.63	9.77	11.93
OPM	39%	-2%	23%	26%	25%
NPM	30%	-7%	12%	15%	14%

\*For The Period ended on 31<sup>st</sup> December 2023

Website: <https://aimtron.com/>

Company Type	Evergreen				
LT OP uptrend	Yes	<div></div> <div><p>Product Design</p><p>Surface Mount Technology</p><p>Through-Hole PCB Assembly</p><p>Electronics testing</p></div>			
ST OP uptrend	Yes				
PE 47.7 (EMS: 50-100) Below sector range					
Futuristic Sector	Yes (EMS)	<div></div> <div><p>Turnkey Manufacturing</p><p>Industry 4.0</p><p>Design For Excellence</p><p>Mechanical Design &amp; Manufacturing</p></div>			
HNI / Institutional / Promoter Buying	Yes	As stated above +  Jun '24: Vishal Bipinkumar Doshi bought 2.3L shares at INR 253/share, aggregating to INR 5.8 Cr.			
Special Situation	Yes	IPO in Jun '24.			
Future Visibility	Yes	Company will use IPO proceeds as follows: INR 15 Cr for repayment in full or in part, of certain outstanding borrowings and INR 18.6 Cr towards the installation of additional plant and machinery.			

LT OP = Long-term operating profit; ST OP = Short-term operating profit

## 4. SAHANA SYSTEMS LIMITED NSE – SME: SAHANA

(SME: Lot Size = 250 shares) (1<sup>st</sup> time covered: 13<sup>th</sup> Jun 2023)

**Recent filing:** (ORDER) Sahana Systems has received Work order worth INR 70 Cr from Satra Services and Solutions Private Limited for Centrally Sponsored Primary Agricultural Co-operative Credit Society Computerization Project (CSPCP) in the state of Karnataka as a sub-contractor for 1 year.

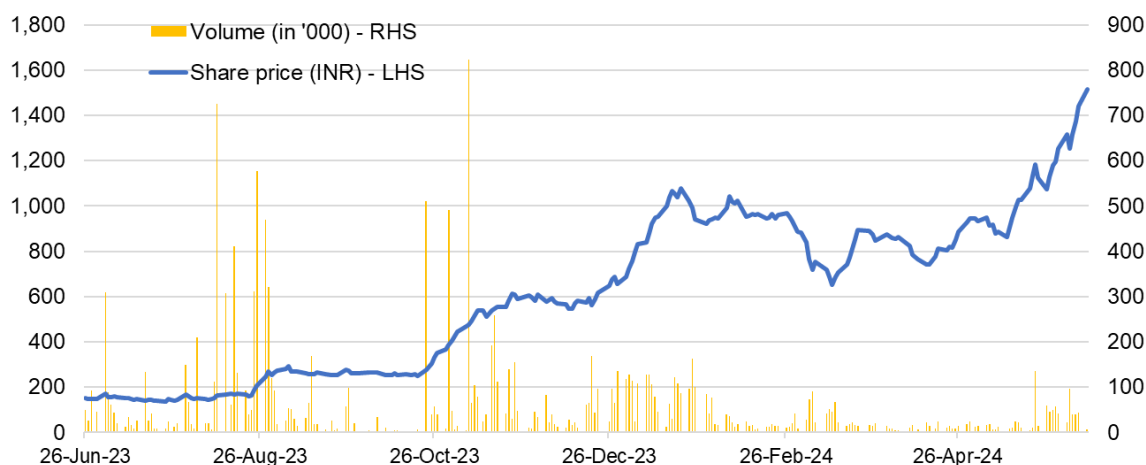
**SUMMARY:** 4y Operating Profit uptrend | Excellent Mar-24 results | PE 66.5x (Sector PE range 30-50) | Fund raise | Ace Investor | IT

- MCap of INR 1,212 Crore (share price = INR 1,515 / share) (as on 10<sup>th</sup> Jun '24)
- TTM PE 66.5x (as on 10<sup>th</sup> Jun '24)      Retail float = 19.8% (Mar-24)

**FOOD FOR THOUGHT:** PE is above sector range | Highly competitive sector.

**Company Description:** Sahana Systems Limited specializes in a range of services including web app development, mobile application development, AI & ML Development, Chatbot Development, product prototyping, graphic designing etc.

### Share price and Volume (last 1 year):



Price	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24
Sahan	146	167	266	262	386	580	656	940	908	850	946	1255

(In INR Cr)	Sep-22	Mar-23	Sep-23	Mar24
Sales	7	17	24	45
Op Profit	2	8	6	17
Net Profit	2	4	5	14
OPM	29%	47%	25%	38%
NPM	29%	24%	21%	31%
Promoter %	-	62.9%	-	62.9%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24
Sales	-	-	6	3	12	24	69
Op Profit	-	-	1	1	3	10	23
Net Profit	-	-	0	0	1	6	18

Website: <https://www.sahanasystem.com/>

This page is created for information purpose. It is not a BUY/SELL recommendation.  
Please do your own due diligence before making any investment decisions.

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE <b>66.5</b> (IT: 30-50) Above sector range		
Futuristic Sector	Yes (New Age IT)	
HNI / Institutional / Promoter Buying	Yes	<p>Oct '23: Gunavanthkumar G vaid bought 2L shares at INR 265, aggregating to INR 5.3 Cr.</p> <p>Ajay Salvi bought 1L shares at INR 163/share, aggregating to INR 1.6 Cr. Arunis Abode bought 80k shares at INR 163/share, aggregating to INR 1.3 Cr. BSEL Infrastructure Realty bought 50k shares at INR 171/share, aggregating to INR 86L. Mountain Ventures bought 49k shares at INR 171/share, aggregating to INR 84L. Nikhil Rajesh Singh bought 1.1L shares at INR 163/share, aggregating to INR 1.8 Cr. Saroj Gupta bought 60k shares at INR 163/share, aggregating to INR 98L. Shreeji Capital &amp; Finance bought 55k shares at INR 163/share, aggregating to INR 90L. Sw Capital bought 3L shares at INR 163/share aggregating to INR 4.9Cr. Victus Enterprise bought 1.3L shares at INR 163/share, aggregating to INR 2.1Cr.</p>
Special Situation	Yes	<p>Feb '24: BoD has considered and approved the fund raising of an amount upto INR 49 Cr. BoD issued 2.5L shares at INR 824/share aggregating to INR 20.8 Cr and remaining amount from the issuance of 72k shares as non – cash consideration for purchasing share of Softvan Private Limited and 19k shares as non – cash consideration for purchasing share of Softvan Labs Private Limited.</p> <p>Feb '24: BoD Considered and approved the raising of funds through unsecured loan from Promoters Directors with an option to convert into Equity Shares upto INR 100 Cr.</p>
Future Visibility	Yes	<p>Jan '24, Sahana System Limited acquired a 10.5% stake (2.2 lakh shares) in Machint Solutions Private Limited for INR 16.8 crore. Machint Solutions specializes in software development, IT services, and computer hardware. The target company reported a revenue of INR 48.5 crore for FY 2024. Nov '24: Company has received purchase order from Guj Info Petro Limited for WatchGuard M290 Hardware Appliance with 3 Years Basic Security Software Suites with onsite supply, Installation and technical Support. And Entered into a Service Agreement with Go Knit INC. for providing Software platform/software support and services for a period of minimum 3 years.</p> <p>Sep '23: Company has acquired Softvan Private Limited and Softvan Labs Private Limited in a strategic business transaction valued at INR 15 Cr. This acquisition will enhance company's technology expertise and position it as a key player in the IT sector.</p>

LT OP = Long-term operating profit; ST OP = Short-term operating profit

## 5. ORIANA POWER LIMITED BSE: SM : ORIANA

(SME: Lot Size = 150 shares) (1<sup>st</sup> time covered: 22<sup>nd</sup> Aug 2023)

**Recent filing:** (FUTURE OUTLOOK) As per Nuvama Wealth's meet with Management, Oriana Power has secured solar projects exceeding 250MWp from commercial, industrial, and utility sectors, to be completed by FY25. With a business pipeline of 600MWp in solar projects and a 30+ ton CBG project, the Company anticipates delivering more than 550MWp by FY26. Based on its order book and pipeline, the Company is poised to significantly outpace the solar industry's projected ~4x growth by 2030.

**SUMMARY:** 4y Operating Profit uptrend | PE 85.3x (Sector PE range 50-90) | Excellent Mar-24 results | Institution buying | Fund Raise | Ace Investor | Clean Energy

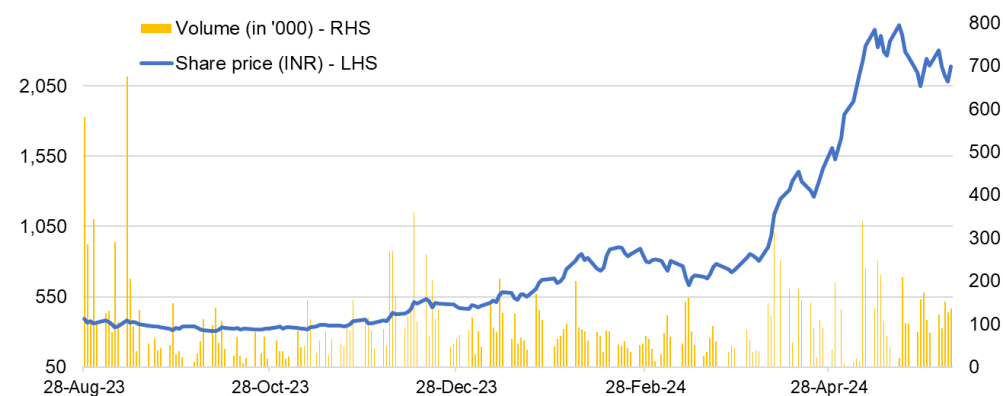
**FUTURE OUTLOOK:** As stated above.

- Mcap of INR 4,626 Crore (share price = INR 2,412 / share) (as on 10<sup>th</sup> Jun '24)
- TTM PE 85.3x (as on 10<sup>th</sup> Jun '24)      Retail float = 11.3% (Mar-24)

**FOOD FOR THOUGHT:** Industry's fragmentation curtails pricing flexibility and bargaining power, constraining operating margins, while tender-based operations dictate revenue and profitability based on successful bids.

**Company Description:** Oriana Power is a company that specializes in providing solar energy solutions to industrial and commercial customers. It offers low carbon energy solutions by installing on-site solar projects such as rooftop and ground-mounted systems, as well as off-site solar farms i.e. Open access. The business operations are divided into two segments: Capital Expenditure (CAPEX) and Renewable Energy Service Company (RESCO).

### Share price and Volume (last 1 year):




Price	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24
Orian	-	-	357	339	335	362	470	661	793	742	1,527	2,198

(In INR Cr)	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Sep-23*	Mar-24*
Sales	21	34	124	136	383	64	319
Op Profit	2	3	12	20	83	11	72
Net Profit	1	1	7	11	54	6	48
OPM	10%	9%	10%	15%	22%	17%	23%
NPM	5%	3%	6%	8%	14%	9%	15%

\* Half year data, rest is annual.

Website: <https://www.orianapower.com/>

This page is created for information purpose. It is not a BUY/SELL recommendation.  
Please do your own due diligence before making any investment decisions.

Company Type	Structural	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE <b>85.3</b> (Clean Energy: 50-90) Higher end of sector range		
Futuristic Sector	Yes (Solar)	
HNI / Institutional / Promoter Buying	Yes	<p>May '24: Subscribers to Company's Preferential of INR 246 Cr (at INR 1,820/share) include Pooja Kedia, Ovata Equity Strategies Master Fund, CCV Emerging Opportunities Fund, Rakesh Laoria, Sandeep Singh, Divyashree Ravichandran, amongst others.</p> <p>Aug '23: Societe Generale bought 2L shares at INR 308/share, aggregating to INR 6.2 Cr. Vora Financial Services bought 1.2L shares at INR 302/share, aggregating to INR 3.6 Cr.</p>
Special Situation	Yes	<p>May '24: BoD has approved to issue 13.5 L shares at INR 1820/share, aggregating to INR 246 Cr. Subscribers include Pooja Kedia, Ovata Equity Strategies Master Fund, CCV Emerging Opportunities Fund, Rakesh Laoria, Sandeep Singh, Divyashree Ravichandran.</p>
Future Visibility	Yes	<p>May '24: Oriana Power has received an order to build a 70 MWp solar power plant, handling EPC, commissioning, and 25 years of operation and maintenance, to be completed in 9 months.</p> <p>Apr 2024: Company has formed two wholly owned subsidiaries. One focuses on power generation, EPC of power projects, operation and maintenance, consultancy, and distribution activities. The other subsidiary is dedicated to the general business of electric power supply, including construction, installation, distribution, and trading of power equipment and devices for various sectors such as commercial, residential, military, telecommunications, civil aviation, and banks.</p> <p>Apr 2024: Company commissioned a 29 MWp solar power plant in Karnataka for a top steel industry client. It's set to generate 464,893,200 kWh yearly.</p> <p>Apr 2024: Company has received new rooftop order from Sansera Engineering Limited, Pantnagar, Uttarakhand for solar power plant of 0.8 MWp under RESCO (Renewable Energy Service Company) segment of the company that will generate recurring revenue for the period of 25 years. This order needs to be completed over FY 25.</p> <p>Apr 2024: Company has been awarded a new contract for a 76.62 MW (AC) Solar Power Plant from Jodhpur Vidyut Vitran Nigam Limited. The project has been granted Central Financial Assistance (subsidy) of 17.27 Crores, which will be disbursed according to the terms and conditions of the order. This subsidy further enhances the project's viability, enabling the company to deliver cost-effective solutions. The project is expected to be executed over 1 year, with an operation and maintenance period of 25 years from COD. The tentative estimated construction/development cost is INR 325 Crore.</p>



Apr 2024: Company has been awarded with a contract from a cement manufacturer for the development of solar power plant of capacity 5 MWp under CPP segment of the Company that will generate monthly recurring revenue for a period of 25 years.

Apr 2024: Long term Credit Rating is CRISIL BBB/Stable (Assigned) & Short-term Credit Rating is CRISIL A3+ (Assigned)

Mar '24: Company has received new order for power generation of 1.3MWp solar power plant under RESCO (Renewable Energy Service Company) segment of the company from Hindustan Aeronautics Limited (HAL), to be completed in FY25.

Mar '24: Company has received a new order worth INR 18.7 Cr for a 6.7 MWp solar power plant under the EPC segment, to be completed in FY25.

Feb '24: Company has received an order worth INR 56 Cr for developing Compressed Bio Gas (CBG) plant, capable of producing 21 tons daily, in Maharashtra. The Project needs to be executed in FY25.

Feb '24: Company's wholly-owned subsidiaries have commissioned projects aggregating to 2.55MWp Solar Power Plant Under RESCO (Renewable Energy Service Company) segment of the company ensuring a steady stream of monthly recurring revenue over the next 25 years.

Jan '24: Company has been awarded contracts for the development of 7.92 MWp solar power plants under EPC segment.

Jan '24: Wholly owned subsidiaries of. the Company have received orders of size 3.51 MWp for the development of solar power plants, to be executed in FY25, under Company's RESCO segment. The project will generate monthly recurring revenue for the Company for 25 years.

*LT OP = Long-term operating profit; ST OP = Short-term operating profit*

## Others

### JEENA SIKHO LIFECARE LIMITED

(PROMOTER BUYING) Company has acquired 80% stake in “Saatviksuddhi Ayurlife Private Limited” to provide adequate care, treatment and surgery through Ayurveda and Naturopathy by establishing health centers, hospitals, clinics with central concern of healthcare services and to promote, support, collaborate with such institutions involved with objects of the like nature.

- MCap of INR 2,674 Cr (share price = INR 1,076/share); TTM PE 80.8x (as on 10<sup>th</sup> Jun '24)

Price	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24
Kilburn	264	410	606	521	818	645	591	667	843	841	1,019	1,086

## IPO

Company	SME / Mainboard	Status	Open	Close	Listing	GMP	Subs (x)
GPES Solar	SME	Upcoming	14-Jun-24	19-Jun-24	24-Jun-24	0%	NA
United Cotfab	SME	Upcoming	13-Jun-24	19-Jun-24	24-Jun-24	26%	NA
IXIGO	Mainboard	Open	10-Jun-24	12-Jun-24	18-Jun-24	30%	1
Magenta Lifecare	SME	Close	05-Jun-24	07-Jun-24	12-Jun-24	31%	983
Sattrix	SME	Close	05-Jun-24	07-Jun-24	12-Jun-24	14%	70
3C IT	SME	Close	04-Jun-24	07-Jun-24	12-Jun-24	0%	20

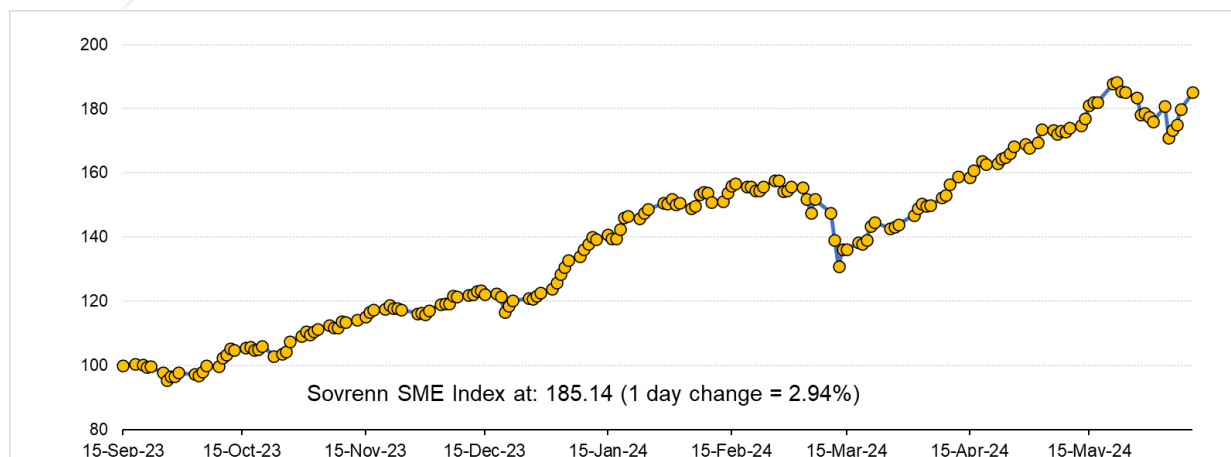
Company	Sector	Revenue growth (YoY)	Profit growth (YoY)	Issue PE
GPES Solar	EPC	0%	71%	19x
United Cotfab	Textile	180x	62x	14x
IXIGO	Tech Platform	28%	3.7x	50x
Magenta Lifecare	Consumer Discretionary	-12%	32%	79x
Sattrix	IT	8%	-16%	23x
3C IT	IT	-50%	-41%	40x

Note: GMP keeps updating till listing on exchange. Subscription (x) keeps updating till Issue is Open.

Revenue and Profit growth is calculated after annualizing last period growth.

## Sovrenn SME Index: 2.94%

Sovrenn SME Index was up 2.94% today. Please note that the constituents of the Index are private. Also, the Index is only an indication of the movement of the broader SME market and not available for replication or commercialization in any form. Sovrenn has the right to make changes to Index constituents or change weightages of the constituents as per its own discretion.



This page is created for information purpose. It is not a BUY/SELL recommendation.  
Please do your own due diligence before making any investment decisions.



# Sovrenn Macro

## Food Inflation Bites Indian Economy: RBI Sees Uptick in Vegetable Prices; Monsoon Key to Relief

### Rising Food Inflation in India

India's food inflation surged in May 2024, reaching 8.7% in April, up from 8.5% in March. Rural consumers faced a sharper increase of 8.75%, driven by climate-related supply disruptions affecting vegetables and fruits.

### Food vs. Fuel Inflation

While CPI-based inflation eased to 4.83% in April, food inflation remains a significant concern. Key categories saw steep rises: vegetables (+28% YoY), pulses (+17% YoY), and cereals (+8.6% YoY). Meanwhile, fuel inflation dropped to -4.2% YoY in April, thanks to LPG price cuts in 2023 and 2024, and stable petrol and diesel prices expected in Q1FY25.

### Monsoon's Crucial Role

Das noted that an above-normal monsoon could ease food inflation pressures, particularly for cereals and pulses. However, uncertainties around the food price outlook require close monitoring.

### Projections and Economic Insights

Assuming a normal monsoon, the RBI projects CPI inflation for 2024-25 at 4.5%, with quarterly estimates ranging from 3.8% to 4.9%. Aditi Nayar, Chief Economist at ICRA, expects food inflation to peak in the next two months before declining as base effects become favorable.

### Wholesale Price Index and Core Inflation

Higher food prices pushed WPI-based inflation to a 13-month high of 1.26% in April. Analysts suggest that easing food inflation and absence of weather shocks could provide relief. Shishir Bajjal, Chairman of Knight Frank India, anticipates an above-normal monsoon could lead to lower interest rates by the end of 2024.

### RBI's Stance on Interest Rates

The Monetary Policy Committee, led by Das, kept the benchmark repo rate unchanged at 6.5% for the eighth consecutive time and raised the GDP growth forecast for FY25 to 7.2%.

### Conclusion

Rising food inflation, driven by climate factors, poses a significant challenge to the Indian economy. A favorable monsoon is crucial for easing these pressures, with the RBI cautiously optimistic about balancing inflation risks with growth prospects.

## Annexure

### Sector specific PE classification:

Sl. No.	Sector	PE range
1	Information Technology	30 - 50
2	Pharma	20 - 30
3	Commodity Trading/Metal/ Paper	5 - 15
4	Consumer Retail/ FMCG	30 - 100
5	Consumer Discretionary	30 - 70
6	Gems and Jewellery	30 - 70
7	Capital Goods - Electrical Equipment	30 - 60
8	Capital Goods - Non Electrical Equipments	30 - 60
9	Industrial Products	30 - 60
10	Wires and Cables	30 - 60
11	Infrastructure	8 - 25
12	Telecom / Solar / Power Infra	30 - 50
13	Realty	30 - 40
14	Building Material	30 - 60
15	Oil & Gas field services	10 - 30
16	NBFCs	20 - 40
17	Banking	10 - 20
18	Financial Services	20 - 50
19	Microfinance	10 - 20
20	Brokerage	20 - 40
21	Power generation	20 - 30
22	Electric Vehicles	80 - 120
23	Automobile Manufacturing	30 - 50
24	Automobile Ancillaries	30 - 50
25	Railways	40 - 70
26	Clean Energy	50 - 90
27	Hydro Engineering	30 - 50
28	Smart Meter	30 - 70
29	Recycling	30 - 50
30	Waste Management	25 - 50
31	Healthcare - Hospitals/ Diagnostics	40 - 80
32	Speciality Chemicals	30 - 50
33	Commodity Chemicals	10 - 40
34	FMCG	30 - 70
35	Packaging	20 - 50
36	Defence	50 - 100
37	Drone	70 - 120
38	Contract Manufacturing	40 - 100
39	EMS	50 - 100
40	Logistics	10 - 40
41	Diversified Commercial Services	30 - 50
42	Consulting Services	30 - 50
43	Travel Services	30 - 60
44	HR Services	30 - 50
45	Tech Platform	50 - 100
46	Steel products	10 - 50
47	EPC	20 - 50
48	Stationery	20 - 40
49	Education	15 - 40
50	Agro-processing	15 - 30
51	Agri products	30 - 50
52	Alcoholic beverages	30 - 70
53	Event management	25 - 50
54	Entertainment	20 - 40
55	VFX	30 - 60
56	Biofuels	30 - 60

**Retail float calculation:**

Shareholding percent for resident individuals holding nominal share capital up to INR 2L.

**Special Situation:**

Special Situation refers to any form of capital raise by the Company – Preferential issuance or allotment of equity shares, Preferential issuance or allotment of equity warrants, Rights issuance, recently conducted IPO / FPO or issuance of any debt security like NCDs, commercial papers, etc.

**Future Visibility:**

Future Visibility refers to a piece of information / event that positively impacts future revenues. Examples: a large order win by the company, partnership / acquisition, new factory setup, expansion in existing factory, new stores, launch of a new brand, etc.

**Futuristic Sector:**

Futuristic Sector refers to those sectors where high growth is expected. Examples: Green Energy (solar, wind, etc.), Electric Vehicle, Railways (through railways modernization), Defence (through increasing self-reliance), New-Age IT (Cloud, AI, ML, big data), 5G, Electrification, etc.