

**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. CEIGALL INDIA LIMITED

**Filing:** (ORDER CANCELLATION) Ceigall India has received a letter from the State Highways Authority of Jharkhand informing that the tender for the project Construction of 4 Lane Elevated Road from Sahajanand Chowk to Judge Colony, Ranchi (awarded value: INR 207 Cr) has been cancelled due to administrative reasons as per the RFP clause.

**MCap:** INR 6,315 Cr

**PE:** 19.1x

**Number of LinkedIn Employees:** 576 Members.

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

**Client:** Ministry of Road Transport and Highways (MoRTH), NHAI, IRCON, Military Engineer Services.

### 2. H.G. INFRA ENGINEERING LIMITED

**Filing:** (SOLAR RESTRUCTURING WITH JV) H.G. Green Energy Private Limited a Wholly-owned Subsidiary of H.G. Infra has transferred 26% of its partial stake from its 23 wholly owned Subsidiaries to Stockwell Solar Projects Private Limited (JV Partner). Stockwell specializes in Solar OPEX/RESCO and CAPEX models. Company has expertise in renewable energy and providing engineering to deliver a comprehensive service, from site evaluation and design to financing, execution, and maintenance.

**MCap:** INR 9,871 Cr

**PE:** 18.8x

**Number of LinkedIn Employees:** 2,043 Members.

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

**Clients:** NHAI, IRB Infrastructure Developers, Tata Projects Limited, and Adani Road Transport.

### 3. HBL ENGINEERING LIMITED

**Filing:** (ORDER) HBL Power has received a work order worth INR 1,522 Cr from Chittaranjan Locomotive Works for supply, Installation and Commissioning of on-Board Train Collision Avoidance System (TCAS) (KAVACH) equipment in locomotives within 1 year.

**MCap:** INR 19,653 Cr

**PE:** 56.8x

**Number of LinkedIn Employees:** 2,581 Members.

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

**Clients:** Indian Air Force, and Indian Railways etc.

### 4. CHATHA FOODS LIMITED

**Filing:** (FUND RAISE) Board of Chatha Foods has approved the issuance of 15.9 L equity shares and 1.2 L warrants at INR 127/each, aggregating to INR 21.6 Cr. Subscribers include Negen Undiscovered Value Fund, and Sandeep Singh.

**MCap:** INR 307 Cr

**PE:** 51.3x

**Number of LinkedIn Employees:** 82 Members

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

**Clients:** Dominos & Subway etc.

### 5. VIVIANA POWER TECH LIMITED

**Filing:** (PROMOTER BUYING) Promoter of Viviana Power bought 5k shares at INR 905/share, aggregating to INR 45.3 L.

**MCap:** INR 596 Cr

**PE:** 70.4x

**Number of LinkedIn Employees:** 28 Members

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

**Clients:** BHEL, Adani, L&T, etc.

6. **SHIVALIC POWER CONTROL LIMITED**

**Filing:** (PROMOTER BUYING) Promoter of Shivalic Power Control bought 36k shares at INR 241/share, aggregating to INR 87L.

**MCap:** INR 622 Cr

**PE:** 43.5x

**Number of LinkedIn Employees:** 128 Members.

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

**Clients:** J K Cement, Escorts, Yamaha Motors, etc.

# 1. CEIGALL INDIA LIMITED NSE: CEIGALL (1<sup>st</sup> time covered: 23<sup>rd</sup> Sep 2024)

**Recent filing:** (ORDER CANCELLATION) Ceigall India has received a letter from the State Highways Authority of Jharkhand informing that the tender for the project Construction of 4 Lane Elevated Road from Sahajanand Chowk to Judge Colony, Ranchi (awarded value: **INR 207 Cr**) has been cancelled due to administrative reasons as per the RFP clause.

**SUMMARY:** 4y Operating Profit uptrend | PE 19.1x (Sector PE range 10-50) | Orderbook INR **12,153 Cr** (as of Sep-24) (3.8x of TTM Revenue) | Infrastructure

**FUTURE OUTLOOK:** As per Q1FY25 Concall, Management is hoping that the company will make a proper effort to report same level of growth during FY25.

- MCap of INR 6,315 Crore (share price = INR 362 / share) (as on 16<sup>th</sup> Dec '24)
- TTM PE 19.1x (as on 16<sup>th</sup> Dec '24)      Retail float = 7.0% (Sep 2024)

**FOOD FOR THOUGHT:** Negative operating Cashflows for FY24.

**Company Description:** Company is an infrastructure construction company with experience in undertaking specialized structural works such as elevated roads, flyovers, bridges, Railway over bridges (ROB), tunnels, highways, expressways and runways.

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



Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
Ceigall	-	-	-	-	-	-	-	394	376	349	342	362

(In INR Cr)	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	650	741	694	944	822	772
Op Profit	87	127	140	164	144	123
Net Profit	44	74	78	108	78	66
OPM	13%	17%	20%	17%	18%	16%
NPM	7%	10%	11%	11%	9%	9%
Promoter %	-	-	-	-	-	82.1%

(In INR Cr)	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	873	1,134	2,068	3,029	3,232
Op Profit	160	186	296	518	571
Net Profit	112	126	167	304	330

Website: <https://ceigall.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	No	
PE <b>19.1</b> (Infrastructure: 10-50) Lower end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	Sep '24: ICICI Prudential Life Insurance Company Limited has taken up 1.01% stake, and Hdfc Small Cap Fund has taken up 1.01% stake in the Company.
Special Situation	Yes	IPO in Aug '24.
Future Visibility	Yes	<p>Oct '24: Company has emerged as the L1 bidder for a project worth <b>INR 207 Cr</b> for the construction of a 4-lane elevated road from near Sahajanand Chowk to near Judge Colony, Ranchi (approximately 3.00 km in length), with a completion duration of 18 months.</p> <p>Oct '24: Company has received a Letter of Intent for a project worth INR 143 Cr for the development of the Kanpur Central bus terminal on a Design, Build, Finance, Operate, and Transfer (DBFOT) basis from the Uttar Pradesh State Road Transport Corporation (UPSRTC). The project is to be executed within 2 years.</p> <p>Sep '24: Company has emerged as L1 bidder for two projects of worth INR 2,498 Cr as follows: (i) 1,199 Cr for Construction of 4/6 Lane Northern Ayodhya Bypass in Uttar Pradesh. (II) INR 1,299 Cr for Construction of 4/6 Lane Southern Ayodhya Bypass in Uttar Pradesh.</p> <p>Aug '24: Company has secured order worth INR 1042 Cr for development of Kanpur Central Bus Terminal and Bhuvaneshwar Metro Project.</p>

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

## 2. H.G. INFRA ENGINEERING LIMITED NSE: HGINFRA

(1<sup>st</sup> time covered: 22<sup>nd</sup> Mar 2023)

**Recent filing:** (SOLAR RESTRUCTURING WITH JV) H.G. Green Energy Private Limited a Wholly-owned Subsidiary of H.G. Infra has transferred 26% of its partial stake from its 23 wholly owned Subsidiaries to Stockwell Solar Projects Private Limited (JV Partner). Stockwell specializes in Solar OPEX/RESCO and CAPEX models. Company has expertise in renewable energy and providing engineering to deliver a comprehensive service, from site evaluation and design to financing, execution, and maintenance.

**SUMMARY:** 6y Operating Profit uptrend | PE 18.8x (Sector PE range 10-50) | Institutional entry | Infrastructure

**FUTURE OUTLOOK:** As per Q2FY25 Investor Presentation, Company has a total Order book of INR 16,624 Cr as of Sep 2024 | As per Q1FY25 Concall, Company committed for an order inflow of INR 11,000 Cr to INR 12,000 Cr in FY25, with a revenue growth of 17% to 18% and a margin of 15% to 16%.

- MCap of INR 9,871 Crore (share price = INR 1,515 / share) (as on 16<sup>th</sup> Dec '24)
- TTM PE of 18.8x (as on 16<sup>th</sup> Dec '24)      Retail float = 10.5%% (Sep-24)

**FOOD FOR THOUGHT:** Client concentration risk: Road projects from NHAI and ARTL contribute to 87% of orderbook as of Dec-23.

**Company Description:** With a resilient two-decade journey, HGIEL has emerged as one of India's fastest-growing construction companies. Its dedication to quality and timely execution has been pivotal in establishing it as a trusted leader in the infrastructure industry. It is engaged in the business of EPC and Maintenance of roads, bridges, flyovers, etc.

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




Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
H.G.In	932	881	909	1189	1507	1763	1619	1562	1549	1358	1331	1515

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	1,185	1,535	1,351	955	1,365	1,708	1,528	902
Op Profit	238	297	281	220	228	333	312	220
Net Profit	131	171	150	96	102	190	163	81
OPM	20%	19%	21%	23%	17%	19%	20%	24%
NPM	11%	11%	11%	10%	8%	11%	11%	9%
Promoter %	74.5%	74.5%	74.5%	74.5%	74.5%	74.5%	74.5%	71.8%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	2,014	2,217	2,610	3,751	4,622	5,378	5,503
Op Profit	305	353	484	711	895	1,064	1,093
Net Profit	127	167	237	380	493	539	535

Website: <https://www.hginfra.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	No	
PE <b>18.8</b> (Infra: 10-50) Lower end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	<p>Sep '24: Nippon Life India Trustee Ltd is holding 3.7%, HSBC Smallcap Fund is holding 2.8% Abakkus Emerging Opportunities is holding 1.3% stake.</p> <p>Aug '24: Sundaram Mutual Fund, Societe Generale, Bandhan Mutual Fund, and Iiti Mutual bought 8.4L shares Fund at an average price of INR 1,566/shares aggregating to INR 131.5 Cr, these shares were sold by Promoters.</p> <p>Aug '24: Tata Mutual Fund and Aditya Birla Sun Life Mutual Fund bought 9.7L shares at an average price of INR 1,566/shares aggregating to INR 151.3 Cr, these shares were sold by Promoters.</p>
Special Situation	No	
Future Visibility	Yes	<p>Dec '24: Company has received a letter of acceptance from MoRTH worth INR 763 Cr project to upgrade NH-227B (84 Kosi Parikrama Marg) in Uttar Pradesh to a two-lane paved shoulder configuration under the Hybrid Annuity Model. The 63.84 km project has a construction period of two years.</p> <p>Dec '24: Company has incorporated a wholly owned subsidiary company named "H.G. Banaskantha Bess Private Limited. It will carry out business in the field of Battery energy storage system.</p> <p>Dec '24: Company has been declared as a qualified bidder by the Gujarat Urja Vikas Nigam Ltd for 250 MW/500 MWh out of the project for setting up of 500 MW/1000 MWh Standalone Battery Energy Storage Systems in Gujarat under Tariff-Based Global Competitive Bidding (Phase-IV) with Viability Gap Funding Support, needs to be executed within 18 months.</p> <p>Nov '24: Company has received a letter of award (LoA) from NTPC Vidyut Vyapar Nigam for setting up of 500 mw/1000mwh standalone battery energy storage systems in India with viability gap funding support, needs to be completed in 18 months.</p> <p>Oct '24: Company has been declared as qualified bidder by the NTPC Vidyut Vyapar Nigam Limited for 185 MW/370 MWh out of the project of tariff-based setting up of 500 MW/1000 MWh standalone battery energy storage systems in India with viability gap funding support as per the terms and conditions of the Request for Selection (RfS).</p>



Oct '24: Company has incorporated a wholly owned subsidiary company namely "H.G. Narol Sarkhej Highway Private Limited" a Special Purpose Vehicle ('SPV') to undertake the below-mentioned project of INR 781 Cr awarded by Ministry of Road Transport and Highways.

Oct '24: Company has secured a project valued at INR 862 crore for the construction of an access-controlled highway. This includes a 4-lane highway with paved shoulders from the TN/AP border (Design Chainage km 61+51) to Puttur (Design Chainage km 81+450) on NH-716, as well as a 6-lane highway with paved shoulders from Mallavaram (Design Chainage km 97+100) to Renigunta (Design Chainage km 114+500) on NH-71, both in Andhra Pradesh. The project, awarded under Hybrid Annuity Mode as part of NH (O) (Chennai-Tirupati Package-II), is expected to be completed over a period of two years.

Sep '24: H.G. Green Energy Private Limited (Formerly known as H.G. Solar Projects Private Limited) wholly owned subsidiary of H.G. Infra Engineering Limited, has acquired 49% of the total paid-up share capital in the form of Equity Shares in the following companies:

1. UVSE Project Three Private Limited
2. UVSE Project Four Private Limited
3. UVSE Project Five Private Limited
4. UVSE Project Six Private Limited
5. UVSE Project Seven Private Limited
6. UVSE Project Eight Private Limited
7. UVSE Project Nine Private Limited
8. UVSE Project Ten Private Limited
9. UVSE Project Thirteen Private Limited
10. UVSE Project Fourteen Private Limited
11. UVSE Project Fifteen Private Limited

Sep '24: Company has received the letter of award worth INR 781 Cr from Ministry of Road Transport & Highways (MoRTH) for Up-gradation of existing 6 lane road including elevated corridor as per site requirements in the state of Gujarat, over next 2.5 Years.

Sep '24: H.G. Solar Projects Private Limited', a wholly-owned subsidiary of company has been changed to H.G. Green Energy Private Limited.

Aug '24: Company has been declared as L-I bidder by the Ministry of Road Transport and Highways (MoRTH) for the Up-gradation of existing 6 Lane Road including elevated corridor in the State of Gujarat on Hybrid Annuity Mode.

Jul '24: Company has received a work contract worth INR 763 Cr from Ministry of Road Transport and Highways (MORTH) for Improvement and up-gradation in two lanes with paved shoulders configuration of

newly declared NH-227B Bahuvan Madar Majha to Jagarnathpur "84 Kosi Parikrama Marg" in the State of Uttar Pradesh on Hybrid Annuity Mode Package VI, needs to be executed within 24 months.

Jul '24: Company has been granted lease worth INR 14.6 Cr for Commercial Development on Railway Land at Abu Road, Rajasthan Measuring 8034 sqm for a period of 60 years.

Jul '24: Company has entered into a Memorandum of Understanding with Ultra Vibrant Solar Energy Private Limited to acquire the project development activities, which will be done through individual project companies. The total project size is 83.02 MW (AC)/ 116.228 MW (DC), which will be developed by the Company. The total Engineering Procurement Construction (EPC) value for developing these projects is INR 465 Cr.

Jun '24: Company has incorporated 60+ subsidiary/step-down subsidiary companies to operate in the field of solar power in the month of May '24 and Jun '24.

May '24: Secured two projects from Maharashtra State Road Development Corporation for the Nagpur-Chandrapur Expressway under EPC mode. The projects, valued at INR 1,991 Cr and INR 2,151 Cr, span 28.2 km and 31.75 km, respectively, to be completed in 30 months.

Apr '24: H.G. Solar Projects, a subsidiary, incorporated three new subsidiaries: H.G. Jodhpur Solar Energy Private Limited, H.G. Solar Project Developer Private Limited, and H.G. Green Hydrogen Power Private Limited for solar power businesses.

Apr '24: Incorporated "H.G. Chennai-Tirupati (II) Highway Private Limited" for constructing a highway in Andhra Pradesh with a project cost of INR 862 Cr and a 2-year construction period.

Apr '24: Received two awards worth INR 156 Cr from Jodhpur Vidyut Vitran Nigam Limited for 36.3 MW solar power plants in a consortium with Stockwell Solar Services Private Limited.

Mar '24: Signed contracts worth INR 64 Cr with Norangdesar Solar Developer and Rasisar Solar Developer for solar plants of 6.52 MW and 5.04 MW.

Mar '24: Awarded a 51.76 MW solar project worth INR 220 Cr by Jodhpur Vidyut Vitran Nigam Limited in consortium with Stockwell Solar Services.

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

### 3. HBL ENGINEERING LIMITED NSE: HBLPOWER (1<sup>st</sup> time covered: Today)

**Recent filing:** (ORDER) HBL Engineering has received a work order worth INR 1,522 Cr from Chittaranjan Locomotive Works for supply, Installation and Commissioning of on-Board Train Collision Avoidance System (TCAS) (KAVACH) equipment in locomotives within 1 year.

**SUMMARY:** 4y Operating Profit uptrend | Excellent Sep-24 results | PE 56.8x (Sector PE range 30-70) | Capital Goods – Electrical equipment

**FUTURE OUTLOOK:** As per the FY24 Annual Report, FY 25 sales may be about the same as FY 24 because; no Kavach tenders were issued from Feb 2022 till 6 August 2024 | FY 26 sales may be 30% more than FY 25 sales, because Kavach tenders were issued in August 2024 | FY 27 and FY 28 may have compound growth in sales at about 20 % a year over FY 26

- MCap of INR 19,653 Crore (share price = INR 709/ share) (as on 16<sup>th</sup> Dec '24)
- TTM PE 56.8x (as on 16<sup>th</sup> Dec '24)      Retail float = 27.6% (Sep-24)

**FOOD FOR THOUGHT:** Working Capital intensive business

**Company Description:** HBL is a company that creates advanced products to meet India's technology needs. For over 40 years, they have worked in industries like aviation, defense, railways, and energy. One of their key achievements is developing railway safety systems to improve Indian Railways' security and capacity. HBL is now focusing on electric vehicles (eMobility), providing India with locally made motors and batteries for eco-friendly transport.

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




Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
HBL	537	521	454	512	496	500	619	625	604	562	624	709

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	332	403	467	557	599	610	520	521
Op Profit	38	45	78	101	113	131	110	109
Net Profit	24	35	52	68	79	81	80	87
OPM	11%	11%	17%	18%	19%	21%	21%	21%
NPM	7%	9%	11%	12%	13%	13%	15%	17%
Promoter %	59.0%	59.1%	59.1%	59.1%	59.1%	59.1%	59.1%	59.1%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	1,603	1,266	1,092	912	1,236	1,369	2,233	2,250
Op Profit	126	97	81	67	139	151	423	464
Net Profit	32	28	26	14	94	98	280	327

Website: <https://www.hbl.in/>

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	<div><div><p>BATTERIES</p></div><div><p>ELECTRONICS</p></div><div><p>EMOBILITY</p></div><div><p>DEFENCE</p></div><div><p>SPUN CONCRETE</p></div><div><p>BATTERY ENERGY STORAGE SYSTEMS</p></div></div>
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 56.8 (Capital Goods: 30-70) Middle of sector range		
Futuristic Sector	Yes (Electrification)	
HNI / Institutional / Promoter Buying	No	
Special Situation	No	
Future Visibility	Yes	As stated above.

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

## 4. CHATHA FOODS LIMITED BSE: 544151 (SME Lot Size = 2,000 shares)

(1<sup>st</sup> time covered: 8<sup>th</sup> Apr 2024)

**Recent filing:** (FUND RAISE) Board of Chatha Foods has approved the issuance of 15.9 L equity shares and 1.2 L warrants at INR 127/each, aggregating to INR 21.6 Cr. Subscribers include Negen Undiscovered Value Fund, and Sandeep Singh.

**SUMMARY:** 3y Operating Profit uptrend | PE 51.3x (Sector PE range: 30-70) | Capacity expansion | New products | Geographical expansion of distribution | Fund raise | Institutional Entry | IPO | Consumption

**FUTURE OUTLOOK:** As per Q2FY25 Concall, Company targets a revenue growth of 3x and a PAT increase of 5x-6x by 2028.

- MCap of INR 307 Crore (share price = INR 136 / share) (as on 16<sup>th</sup> Dec '24)
- TTM PE 51.3x (as on 16<sup>th</sup> Dec '24)      Retail float = 9.9% (Sep-24)

**FOOD FOR THOUGHT:** Top 5 customers contribute to 93% of revenues

**Company Description:** Founded in 1997, Chatha Foods is one of India's recognised frozen food processors, serving top QSRs (Quick Serving Restaurants), CDRs (Casual Dining Restaurants), and other players in the HoReCa (Hotel-Restaurant-Catering) segment. Company's manufacturing facilities and systems are BRC Certified.

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





Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
Chatha	-	-	73	111	93	104	137	120	119	120	128	136

(In INR Cr)	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	-	-	-	71	63	74
Op Profit	-	-	-	7	6	5
Net Profit	-	-	-	3.4	3	3
OPM	-	-	-	10%	9%	7%
NPM	-	-	-	4%	5%	4%
Promoter %	-	-	-	-	59.8%	59.8%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	91	85	61	87	117	134	137
Op Profit	10	5	-2	5	7	12	11
Net Profit	4	1	-4	1	2.5	6	6

Website: <https://www.cfpl.net.in/>

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	<div><div><p>CHICKEN WINGS - BBQ</p><p>Behind the bold barbecue taste of these tender and juicy wings, as they are even roasted, they definitely make for a healthier alternative.</p></div><div><p>CHICKEN WINGS - PERI PERI</p><p>Peri Peri seasoning permeates throughout these fantastic chicken wings, bringing to the table a delicious addition.</p></div></div>
LT OP uptrend	Yes	
ST OP uptrend	No	
PE 51.3 (Consumption: 30-70) Middle of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	<p>Sep '24: Negen Undiscovered Value Fund is holding 9.95%, Aurum Sme Trust is holding 1.7%, Nova Global Opportunities Fund Pcc is holding 2.4% stake.</p> <p>Oct '24: Darshika Rahul Poddar bought 1.14L shares at INR 125/share, aggregating to INR 1.4 Cr.</p> <p>Oct '24: Smart Horizon Opportunity Fund bought 1.2L shares at INR 124/share, aggregating to INR 1.5 Cr.</p> <p>Jul '24: Frigerio Conserva Allana bought 2.8 L shares of Chatha Foods at INR 104/share, aggregating to INR 2.9 Cr.</p> <p>Apr '24: Viney Equity Market bought 2.4L at an average price of INR 90/share, aggregating to INR 2.2 Cr.</p> <p>Mar '24: Nova Global Opportunities Fund bought 4.5L shares at INR 76/share, aggregating to INR 3.4 Cr.</p>
Special Situation	Yes	<p>Dec '24: As stated above</p>
Future Visibility	Yes	<p>Oct '24: Company has developed a new Rice Bowl concept tailored for Quick-Service Restaurants (QSRs). This ready-to-serve solution aims to eliminate in-store rice preparation, providing a consistent, high-quality product while saving space, time, and labor for QSRs. The rice bowls, designed to meet the fast-paced demands of food service, will launch in the third week of November 2024.</p> <p>Oct '24: Company as executed a Joint Venture Agreement with Frigorifico Allana Private Limited (FAPL), for manufacturing and sale of ready to cook and ready to eat meat and chicken products and shall set up a processing plant with a capacity of 6,000 MT and 4,500 MT per year. The proposed shareholding of the joint venture company shall be as follows: CFL – 70%; and FAPL – 30%.</p> <p>Apr '24: Company has secured approval from Burger King India to supply chicken products. Company cleared stringent food safety audits by Burger King before initiating supplies.</p> <p>Apr '24: Company launched a vegetarian range for North India's QSR market, aiming for widespread availability. Over 40 new distributors will</p>

		be engaged to facilitate expansion across Punjab, Himachal, Delhi NCR, Haryana, UP, and Rajasthan. The diverse menu includes Chilli Herb Patty, Veggie Nuggets, Falafel Poppers, and more.
		Company will use part of the IPO proceeds (INR 24 Cr) towards setting up a Manufacturing Unit.

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

## 5. VIVIANA POWER TECH LIMITED NSE: VIVIANA

(SME: Lot Size = 125 shares) (1<sup>st</sup> time covered: 30<sup>th</sup> Jan 2023)

**Recent filing:** (PROMOTER BUYING) Promoter of Viviana Power bought 5k shares at INR 905/share, aggregating to INR 45.3 L.

**SUMMARY:** 4y Operating Profit uptrend | 4h Operating Profit uptrend | PE 70.4x (Sector PE range 30-50) | Excellent Sep-24 results | Fund raise | Acquisition | Promoter buying | Large Order | Orderbook of INR 236 Cr (Sep-24) (2.6x of TTM revenue) Telecom | Solar | Power infra

**FUTURE OUTLOOK:** As per Q2FY25 Investor Presentation, Company aims to achieve an order booking target of INR 250 Cr and a turnover of INR 160 Cr (144% Growth) in FY25, increasing to INR 350 Cr and INR 240 Cr (50% Growth) in FY26, and further reaching INR 525 Cr and INR 365 Cr (52% Growth) in FY27 | Company expected PAT margin for the year around 10-11%.

- MCap of INR 596 Crore (share price = INR 999 / share) (as on 16<sup>th</sup> Dec '24)
- TTM PE 70.4x (as on 16<sup>th</sup> Dec '24)      Retail float = 20.3% (Sep-24)

**FOOD FOR THOUGHT:** Negative Operating cash flow for FY24 | PE is above sector range.

**Company Description:** Viviana Power Tech Ltd. operates in the Power Transmission, Distribution and Industrial EPC space. Within the span of about five years, Viviana has completed 40 projects (Contracts worth INR 40+ Crores). The projects include ±500 KV HVDC and 400/ 220/ 132/ 66/ 33 KV Transmission lines/ Sub Stations of private and Government utilities and industries. It also undertakes turnkey jobs for Supply, Erection, Testing & Commissioning of all types of Electrical system.

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



Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
Viviana	324	300	280	477	653	885	825	908	807	824	852	999


(In INR Cr)	Jun-22	Sep-21	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	-	13.69	18.93	19.24	16.91	23.22	42.3	48.1
Op Profit	-	1.71	2.84	2.55	2.61	4.26	7.3	7.6
Net Profit	-	1.10	1.69	1.44	1.57	2.50	4.0	4.5
FPM	-	12%	15%	13%	15%	18%	17%	16%
NPM	-	8%	9%	7%	9%	11%	9%	9%
Promoter %	-	-	-	73.2%	73.2%	73.2%	73.4%	73.4%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-	20.1	22.5	32.6	36.2	65.5	90.4
Op Profit	-	2.2	2.1	4.9	5.2	11.6	14.9
Net Profit	-	1.2	1.0	2.8	3.0	6.5	8.5

Website: <https://www.vivianagroup.in/>

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>70.4</b> (Telecom/Solar/Power Infra: 30-50) Above sector range		
Futuristic Sector	Yes (Electrification)	
HNI / Institutional / Promoter Buying	Yes	Dec '24: As stated above
Special Situation	Yes	Jun '24: BoD has approved the issuance of 3.1L shares at INR 625/share, aggregating to INR 19.3 Cr and 52k warrants at INR 625/warrant, aggregating to INR 3.2 Cr.
Future Visibility	Yes	<p>Nov '24: Company has secured 2 turnkey contracts of total worth INR 106 Cr (i) INR 74 Cr from Paschim Gujarat Vij Company Limited and existing client, M/s. Dakshin Gujarat Vij Company Limited under the SI and KSY Schemes. (ii) INR 32.3 Cr from Madhya Gujarat Vij Company Limited under the SI Scheme.</p> <p>Oct '24: Company Aarsh Transformers Pvt Ltd, a subsidiary, has set up a new Distribution Transformers Unit in Por-Vadodara with a capacity of 1.00 MVA, aiming to expand to 7 MVA and increase production from 7,000 to 15,000 units annually. The company has passed key type tests and is developing Dry-Type transformers. The inauguration of the facility is set for 29th October 2024.</p> <p>Sep '24: Company acquired 75% equity Shares of Aarsh Transformers Private Limited to carry out business of designing, manufacturing and assembling of Power and Distribution Transformers, Compact Substations, Ring Main Units, Electrical Panels, Electrical Components etc. used in Power Generation, Transmission and Distribution network and renewable energy system. This Acquisition will help strengthen the technical expertise and to increase the client base of the parent company.</p> <p>Aug '24: Company has received a work order worth INR 60.4 Cr for Creation of a Robust Network under S.I. Scheme for 11 KV XLPE HT Cable with Under Ground /Over Head Cable, with Ring Main Units (RMU), and Replacement of Open bare conductor with MVCC conductor in various subdivisions of (1) Godhra O&amp;M Circle and (2) Nadiad O&amp;M Circle, from Madhya Gujrat VIJ Limited, needs to be executed within 9 months.</p> <p>Mar '24: Company has received an order worth INR 42.1 Cr from existing client Dakshin Gujarat Vij Company Limited for creation of robust network under S.I. scheme for (i) underground /overhead</p>

		cable in various sub-divisions of Kim Industrial Division and (ii) overhead cable in Vyara Division.
--	--	--

		May '23: Received an order worth INR 4.9 Cr from its existing client – Gujarat Energy Transmission Corporation Limited for supply, erection, testing and commissioning of 66kV line on turnkey basis.
--	--	---

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

## 6. SHIVALIC POWER CONTROL LIMITED NSE -SME: SPCL

(SME: Lot Size = 600 shares) (1<sup>st</sup> time covered: 2<sup>nd</sup> Jul 2024)

**Recent filing:** (PROMOTER BUYING) Promoter of Shivalic Power Control bought 36k shares at INR 241/share, aggregating to INR 87L.

**SUMMARY:** 3y Operating Profit uptrend | PE 43.5x (Sector PE range 30-70) | Institutional Entry | Promoter buying | IPO | Electrification | Capital Goods – Electrical equipment

- MCap of INR 622 Crore (share price = INR 258 / share) (as on 16<sup>th</sup> Dec '24)
- TTM PE 43.5x (as on 16<sup>th</sup> Dec '24)      Retail float = 18.3% (Sep-24)

**FOOD FOR THOUGHT:** Negative operating Cash flow for FY24

**Company Description:** Shivalic Power Control Limited, is in the business of manufacturing LT and HT electric panels, boasts a rich 20-year operating history, with a sprawling 1,25,000 Sq. Feet in-house manufacturing facility, the company prides itself on its ability to produce a varied selection of electric panels, including PCC Panels, IMCC Panels, Smart Panels, MCC Panels, DG synchronization panels, Outdoor panels, and HT Panels up to 33KV.

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



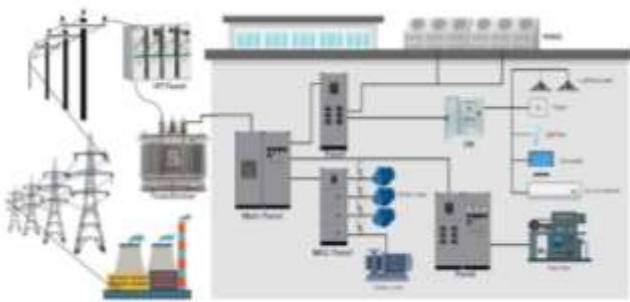
Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
Shivalic	-	-	-	-	-	-	279	254	212	237	208	258

(In INR Cr)	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	-	-	50	31	71	54
Op Profit	-	-	8	7	13	9
Net Profit	-	-	4	3	8	6
OPM	-	-	16%	21%	18%	17%
NPM	-	-	8%	10%	11%	11%
Promoter %	-	-	-	-	70.9%	70.9%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-	-	52	57	82	102	125
Op Profit	-	-	5	5	13	19	22
Net Profit	-	-	1	2	7	11	14

Website: <https://shivalic.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	 <small>Additionally, they specialize in VFD Panels, Power Distribution Boards, Bus Duct, and LT &amp; HT APFC Panels.</small>
LT OP uptrend	Yes	
ST OP uptrend	No	
PE <b>43.5</b> (Capital Goods: 30-70) Lower end sector range		
Futuristic Sector	Yes (Electrification)	
HNI / Institutional / Promoter Buying	Yes	Sep '24: CCV Emerging Opportunities Fund-I is holding 1.7% stake.  Jul '24: Bofa Securities Europe Sa bought 2.8L shares at INR 311/share, aggregating to INR 8.7 Cr.
Special Situation	Yes	IPO in Jun '24
Future Visibility	Yes	Dec '24: Company has been awarded with prestigious order of LT Panels of INR 1.7 Cr from Pepsico India Holding Pvt. Ltd and the project is scheduled to be completed by Mid of March 2025.  Dec '24: Company has been awarded with prestigious order of LT Panels of INR 4.1 Cr from Ramacivil India Construction. The project is scheduled to be completed by Mid of March 2025.  Nov '24: Company has been awarded a prestigious order for LT Panels worth INR 1.1 Cr. The project is scheduled to be completed by February 2025.  Nov '24: Company has been awarded with prestigious order worth INR 3.7 Cr of Supply and Installation work for all Electrical Items, from Machino Plastics Ltd, project is scheduled to be completed by February 2025.  Nov '24: Company has secured a significant order worth INR 1.7 crore for LT Panels from Machino Plastics. The project is expected to be completed by December 2024.  Nov '24: Company has been awarded an order worth INR 5.3 Cr for LT panels, to be supplied before February 25.  Nov '24: Company has been awarded with prestigious order of LT Panels of INR 53 Lacs.  Oct '24: Company has been awarded with prestigious order of LT Panels of INR 1.3 Cr.  Oct '24: Company has been awarded with prestigious order of HT Panels of INR 86 Lacs.

Oct '24: Company has been awarded an order of LT Panels before listing of the company for INR 2.8 Cr, which is now increased by INR 75 Lacs, and the new amended order value is INR 3.54 Cr.

Oct '24: Company has received a work order worth INR 50 Lac from HI-TECHNOCRAFTS, order needs to be completed by Feb 2025.

Oct '24: Company has received a work order worth INR 1.3 Cr from MINDA INFRASTRUCTURE LLP, order needs to be completed by Jan 2025.

Oct '24: Company has received a work order worth INR 43 Lac from JK Cement Ltd, order needs to be completed by Jan 2025.

Oct '24: Company has been awarded with Order INR 88 Lac of LT Panels for GMT Industries Ltd.

Oct '24: Company has reported a 72% growth in revenue from INR 31 Cr in H1FY24 to INR 53.5 Cr in H1FY25.

Sep '24: Company has been awarded with prestigious order of LT Panels of INR 3 Cr.

Aug '24: Company has received a work order worth INR 10 Cr from JK Cement Ltd, order needs to be completed by November 2024.

Jun '24: IPO proceeds will be used towards as follows:

- INR 6 Cr towards funding of new machineries
- INR 2 Cr towards Civil construction of warehouse
- INR 6 Cr towards Inorganic growth

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

## Others

### **GANESH GREEN BHARAT LIMITED**

(CAPACITY EXPANSION) Company has commenced commercial production of its new Module Line at Mahesana, Gujarat, effective December 15, 2024. Manufacturing capacity at the existing factory has increased by 514 MW, raising total capacity from 236 MW to 750 MW. The facility features fully automated processes for consistent quality and can handle advanced technologies like TOPCon, PERC, and HJT for solar PV manufacturing.

- MCap of INR 1,253 Cr (share price = INR 505/share); TTM PE 51x (as on 16<sup>th</sup> Dec '24)

### **TEXMACO RAIL & ENGINEERING LIMITED**

(ORDER) Company has received an order worth INR 187 Cr from Chhattisgarh State Power Transmission Co. Ltd. for the construction of nine 132KV transmission lines (291 km) on a turnkey basis, to be completed within 15 months.

- MCap of INR 9,149 Cr (share price = INR 229 /share); TTM PE 44.0 (as on 16<sup>th</sup> Dec '24)

### **JEENA SIKHO LIFECARE LIMITED**

(BUSINESS UPDATE) Company is establishing "Shuddhi Ayurveda Panchkarma Hospitals/Daycare Centres" in nine locations across India, including Dehradun, Alwar, Jaipur, Ranchi, Raipur, Hyderabad, Prayagraj, Pune, and Muzaffarnagar, with facilities featuring 12–32 rooms, 25–50 beds, and 2 OPDs per centre.

- MCap of INR 5,852 Cr (share price = INR 2,354 /share); TTM PE 69.4x (as on 16<sup>th</sup> Dec '24)

### **AVP INFRACON LIMITED**

(INVESTMENT) Kanthan Blue Metals, a Partnership firm in which the company holds 90% shares has executed a sale deed for 23 acres of land in Tirupur District for INR 13.18 crores to set up a Crusher Unit. The total investment of INR 17 Cr (including land) will be funded through external financing and internal accruals. The unit, expected to be operational within 6 months, will cater to the rising demand for blue metals and ensure a steady supply of quality raw materials for business expansion.

- MCap of INR 506 Cr (share price = INR 203/share); TTM PE 21.3x (as on 16<sup>th</sup> Dec '24)

### **URBAN ENVIRO WASTE MANAGEMENT LIMITED**

(ORDER) Company has received a work order from Saoner Municipal Council, Nagpur District, Maharashtra, for INR 1.9 Cr. The 1-year project includes house-to-house waste collection, transportation, scientific treatment of waste, drain cleaning, garbage collection, and public toilet cleaning in Saoner.

- MCap of INR 299 Cr (share price = INR 691/share); TTM PE 28.0x (as on 16<sup>th</sup> Dec '24)

### **SHAKTI PUMPS (INDIA) LIMITED**

(INVESTMENT) Company has invested INR 4 Cr in its wholly owned subsidiary, Shakti Energy Solutions Private Limited (a manufacturer of solar structures), to support its business expansion. The subsidiary reported a turnover of ₹140 crore for FY24.

- MCap of INR 11,351 Cr (share price = INR 931/share); TTM PE 34.5x (as on 16<sup>th</sup> Dec '24)

**ATMASTCO LIMITED**

(FUND RAISE DEFERRED) Fund raising plan has been deferred by the board.

- MCap of INR 647 Cr (share price = INR 261/share); TTM PE 26.6x (as on 16<sup>th</sup> Dec '24)

**RMC SWITCHGEARS LIMITED**

(CAPACITY EXPANSION) Company plans to set up a INR 100 Cr state-of-the-art Solar Module Manufacturing Plant and Solar Module Mounting Structure facility with 1 GWp annual capacity in Badodiya Village, Jaipur, Rajasthan. The project, executed through its subsidiary RMC Green Energy Pvt. Ltd., will be operational by July 2025, with revenues expected from August 2025. This backward integration will reduce external dependency, improve cost efficiencies, and support RMC's Solar EPC and IPP projects while driving strong market growth in FY26.

- MCap of INR 1,138 Cr (share price = INR 1,104 /share); TTM PE 66.6x (as on 16<sup>th</sup> Dec '24)

**PREMIER ROADLINES LIMITED**

(ORDER) Company has secured multiple transportation contracts worth INR 30 Cr, including orders for Over Dimensional Cargo, DG sets, solar panels, and general goods from leading companies across sectors, with project tenures ranging from 3 months to 1 year.

- MCap of INR 284 Cr (share price = INR 124/share); TTM PE 21.2x (as on 16<sup>th</sup> Dec '24)

**CANARYS AUTOMATIONS LIMITED**

(ORDER) Company has been awarded a contract/work order worth INR 15.5 Cr by Government of Tamil Nadu, Water Resources Department, Chennai Region for Commissioning of SCADA (Supervisory Control and Data Acquisition) based Reservoir Gate Automation and Decisions Support System including 5- Year Operations and Maintenance for Chennai City Water Supply Reservoirs Project.

- MCap of INR 229 Cr (share price = INR 40.8/share); TTM PE 21.9x (as on 16<sup>th</sup> Dec '24)

**INSOLATION ENERGY LIMITED**

(CAPACITY EXPANSION) Board of Insolation Green Energy, a wholly owned subsidiary of Company, has approved a proposal from the Madhya Pradesh Government for the allotment of 45 acres of land in Mohasa, Babai, Narmadapuram for setting up a manufacturing unit for Solar PV Modules, Solar Cells, and Aluminum Frames. The project, with an investment of INR 1,800 crore, will be executed in two phases, targeting capacities of 3 GW for Solar Cells, 4 GW for Solar Modules, and 24,000 MT for Aluminium Frames. The facility, offering concessions like low lease rates, capex subsidies, and fixed electricity/water rates, is expected to create over 1,600 jobs and aligns with the company's \$1 billion revenue target. This will be the company's fourth manufacturing unit and first outside Rajasthan, strengthening its position in renewable energy manufacturing.

- MCap of INR 8,229 Cr (share price = INR 3,950/share); TTM PE 80.9x (as on 16<sup>th</sup> Dec '24)

**ORIANA POWER LIMITED**

(CLARIFICATION) Exchange has sought clarification from Oriana Power Limited with respect to recent news item captioned NSE-listed Oriana Power signs MoU with Rajasthan government to invest INR 10,000 Cr in clean energy projects. The response from the Company is awaited.

- MCap of INR 5,042 Cr (share price = INR 2,482/share); TTM PE 51.9x (as on 16<sup>th</sup> Dec '24)

**MACH CONFERENCES & EVENTS LIMITED**

(BUSINESS UPDATE) Company has launched a specialized Religious Tourism department to promote Mahakumbh Mela 2025 packages, including the Shahi Snan days. Key Snan dates include January 13, 14, 29, February 3, 4, 12, and 26, 2025.

- MCap of INR 488 Cr (share price = INR 232/share); TTM PE 18.9x (as on 16<sup>th</sup> Dec '24)

## Sovrenn SME Index: 1.55%

Sovrenn SME Index was up 1.55% 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.





## IPO

Company	SME / Mainboard	Status	Open	Close	Listing	GMP	Subs (x)
Rosmerta Digital Services	SME	Upcoming	—	—	—	15%	NA
Concord Enviro Systems	Mainboard	Upcoming	19-Dec-24	23-Dec-24	27-Dec-24	0%	NA
DAM Capital Advisors	Mainboard	Upcoming	19-Dec-24	23-Dec-24	27-Dec-24	38%	NA
Mamata Machinery	Mainboard	Upcoming	19-Dec-24	23-Dec-24	27-Dec-24	46%	NA
Transrail Lighting	Mainboard	Upcoming	19-Dec-24	23-Dec-24	27-Dec-24	25%	NA
Sanathan Textiles	Mainboard	Upcoming	19-Dec-24	23-Dec-24	27-Dec-24	0%	NA
Newmalayalam Steel	SME	Upcoming	19-Dec-24	23-Dec-24	27-Dec-24	0%	NA
Identical Brains Studio	SME	Upcoming	18-Dec-24	20-Dec-24	26-Dec-24	59%	NA
NACDC Infrastructure	SME	Upcoming	17-Dec-24	19-Dec-24	24-Dec-24	114%	NA
International Gemmological Institute	Mainboard	Open	13-Dec-24	17-Dec-24	20-Dec-24	28%	1
Hamps Bio	SME	Open	13-Dec-24	17-Dec-24	20-Dec-24	78%	181
Inventurus Knowledge Solutions	Mainboard	Close	12-Dec-24	16-Dec-24	19-Dec-24	32%	53
Yash Highvoltage	SME	Close	12-Dec-24	16-Dec-24	19-Dec-24	92%	181
Mobikwik	Mainboard	Close	11-Dec-24	13-Dec-24	18-Dec-24	59%	126
Sai Life Sciences	Mainboard	Close	11-Dec-24	13-Dec-24	18-Dec-24	13%	10
Vishal Mega Mart	Mainboard	Close	11-Dec-24	13-Dec-24	18-Dec-24	25%	29
Supreme Facility Management	SME	Close	11-Dec-24	13-Dec-24	18-Dec-24	32%	27
Purple United Sales	SME	Close	11-Dec-24	13-Dec-24	18-Dec-24	60%	160
Toss The Coin	SME	Close	10-Dec-24	12-Dec-24	17-Dec-24	118%	1026
Jungle Camps India	SME	Close	10-Dec-24	12-Dec-24	17-Dec-24	83%	495

Company	Sector	Revenue growth (YoY)	Profit growth (YoY)	Issue PE
Rosmerta Digital Services	Digital Services (Auto)	2.2x	2.8x	39x
Concord Enviro Systems	Waste Water Treatment	-3%	-97%	59x
DAM Capital Advisors	Financial Services	2.1x	8.1x	28x
Mamata Machinery	Capital Goods	-52%	-98%	—
Transrail Lighting	EPC	-10%	-11%	26x
Sanathan Textiles	Textiles	6%	50%	18x
Newmalayalam Steel	Steel Products	2%	143%	21x
Identical Brains Studio	VFX	2.5x	3.3x	—
NACDC Infrastructure	Construction	-35%	-13%	13x
International Gemmological Institute	Diamonds, Gemstones and Jewellery	27%	34%	44x
Hamps Bio	Pharma	15%	17%	40x
Inventurus Knowledge Solutions	Healthcare	39%	13%	58x
Yash Highvoltage	Capital Goods	2%	4%	—
Mobikwik	Fintech	55%	—	—
Sai Life Sciences	Biotech	20%	8.3x	138x
Vishal Mega Mart	Consumption	13%	10%	—
Supreme Facility Management	Diversified Commercial Services	11%	30%	24x
Purple United Sales	Kids Apparels	64%	3.2x	25x
Toss The Coin	Consulting	77%	2.1x	20x
Jungle Camps India	Wildlife Camps and Hotels	61%	8x	31x

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 Macro

## India Should Do More to Tax Its Super-Rich: A Call for Equitable Growth

### The Rising Tide of Inequality in India

India's wealth distribution has reached alarming levels of disparity. The richest 1% of India's population now controls **22.6% of the national income** and **40.1% of the nation's total wealth**, surpassing inequality levels in countries like the United States and Brazil.

### What Could Wealth Taxes Achieve?

Piketty's proposal offers a clear roadmap for India to increase revenue without burdening the middle class. By introducing a **2% annual wealth tax** on individuals with assets over ₹100 million (\$1.18 million) and a **33% inheritance tax** on properties exceeding the same threshold, India could generate revenue worth **2.73% of its GDP annually**.

### Historical Context: Why Was the Wealth Tax Abolished?

India abolished its wealth tax in 2015, citing inefficiencies in administration and low revenue collection. However, the situation has changed. With advancements in digital tax monitoring and data analytics, the argument against taxing wealth is no longer valid. Instead, robust systems can now be deployed to ensure compliance and transparency.

### The Global Consensus on Taxing the Rich

The G20's recent commitment to improve the taxation of large fortunes underscores a global recognition of the need to curb wealth concentration. Many developed nations, including France and Germany, levy progressive inheritance taxes and wealth taxes. India's refusal to implement similar measures keeps it at odds with this international trend.

### Counterarguments: The Fear of Capital Flight

Critics, including India's Chief Economic Adviser V. Anantha Nageswaran, warn that higher taxes could lead to capital flight. However, this fear is not supported by substantial evidence. Studies from countries with progressive tax systems reveal that carefully designed wealth taxes do not necessarily drive investors away but instead encourage reinvestment in productive avenues.

### Why Now? The Ethical and Economic Imperative

India's economy has witnessed a sharp increase in the wealth of its billionaires, who saw their cumulative assets grow by **\$300 billion in 2022-23**, largely fueled by stock market gains. Meanwhile, the middle and lower-income groups continue to struggle with inflation and stagnant wages. Failing to tax the super-rich in this context is not just an economic oversight but an ethical failure.

### A Balanced Approach for Equitable Growth

For India to remain a land of opportunity, it must bridge its wealth divide. A targeted wealth tax that spares small landholders and middle-class savers—as suggested by Finance Minister Nirmala Sitharaman—could strike the right balance between revenue generation and fairness.

### Conclusion

India's high levels of inequality demand decisive action. Taxing the super-rich is not about penalizing wealth but fostering an equitable society. As Thomas Piketty aptly stated, such measures are vital for sustainable economic growth. By taking inspiration from global best practices and implementing progressive wealth taxes, India can create a more inclusive future while ensuring its economic stability.

## Annexure

### Sector specific PE classification:

Sector	PE Range
5G	30-60
Advertising	30-50
Agri Products	15-30
Alcoholic Beverages	30-70
Automobile and Ancillaries	30-50
Biofuels	30-60
Building Material	30-60
Capital Goods - Electrical Equipment	30-70
Capital Goods - Non Electrical Equipments	30-60
Clean Energy	50-90
Commodity Chemicals	10-40
Consulting Services	30-50
Consumption	30-70
Cyber Security	50-100
Data center	50-100
Defence	50-100
Diversified Commercial Services	30-50
Drones	70-120
Electric Vehicle	80-120
EMS	50-100
Entertainment	20-40
EPC	30-60
Event Management	25-50
Financial Services	20-50
Gas Infra	10-50
Healthcare - Hospitals / Diagnostics	40-80
Hotels and Hospitality	30-60
HR Services	30-50
Infrastructure	10-50
IT	30-50
Marine Services	30-50
Microfinance	10-20
NBFC	20-40
Oil and Gas	10-30
Packaging	20-50
Pharma	20-40
Plastic Products	30-50
Railways	40-70
Realty	30-40
Shipping / Logistics	10-40
Speciality Chemicals	30-50
Steel Products	10-50
Sustainability and Recycling	30-50
Tech Platform	50-100
Telecom / Solar / Power Infra	30-50
Trading	NA
Travel Services	30-60
VFX	30-60
Water Infra	10-50
Wires and Cables	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.