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SOVRENN TIMES

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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. TIRUPATI FORGE LIMITED

Filing: (FUND RAISE) BoD of Tirupati Forge approved the issuance of 1.5 Cr equity shares and 1.2 Cr warrants at INR 32/each aggregating to INR 86.4 Cr. Subscribers include Sandeep Kapadia, Rakesh Laroia, etc. With the company planning large scale capacity expansion, the proceeds will be largely utilized in capex towards land acquisition and plant & machinery amongst others.

MCap: INR 381 Cr

PE: 47.1x

Number of LinkedIn Employees: 22 Members.

GSTR3B: Last filed Sep' 24.

Clients: Mahindra Gears & Transmission Pvt. Ltd.

2. LLOYDS ENGINEERING WORKS LIMITED

Filing: (GOOD TO EXCELLENT RESULTS) For the quarter ending Sep-24 for Lloyds Engineering, Sales up 74% YoY from INR 122 Cr in Sep-23 to INR 212 Cr in Sep-24. Similarly, Net Profit up 47% from INR 19 Cr to INR 28 Cr. On a QoQ basis, Sales up 57% and Net Profit up 33%.

MCap: INR 9,100 Cr

PE: 93.4x

Number of LinkedIn Employees: 191 Members.

GSTR3B: Last filed Sep' 24.

Clients: Coromandel, GAIL, Finolex, Goa Shipyard, Bharat Petroleum Indian Oil, HP etc.

3. ANAND RATHI WEALTH LIMITED

Filing: (GOOD TO EXCELLENT RESULTS) For the quarter ending Sep-24 for Anand Rathi Wealth, Sales up 32% YoY from INR 183 Cr in Sep-23 to INR 242 Cr in Sep-24. Similarly, Net Profit up 31% from INR 58 Cr to INR 76 Cr. On a QoQ basis, Sales up 2% and Net Profit up 4%.

MCap: INR 17,334 Cr

PE: 65.7x

Number of LinkedIn Employees: 1,179 Members.

GSTR3B: Last filed Sep' 24.

Clients: Zerodha, Upstox, Angel One, PayTM Money etc.

4. TEJAS NETWORKS LIMITED

Filing: (EXCELLENT RESULTS) For the quarter ending Sep-24 for Tejas Networks, Sales up 7.1x YoY from INR 396 Cr in Sep-23 to INR 2811 Cr in Sep-24. Similarly, Net Profit up from loss of INR 13 Cr to profit of INR 275 Cr. On a QoQ basis, Sales up 80% and Net Profit up 3.6x.

MCap: INR 22,163 Cr

PE: 48.7x

Number of LinkedIn Employees: 2,789 Members.

GSTR3B: Last filed Sep' 24.

Clients: Bharti Airtel, BSNL etc.

5. GSM FOILS LIMITED

Filing: (EXCELLENT RESULTS) For the half year ending Sep-24 for GSM Foils, Sales up 97% HoH from INR 26.5 Cr in Mar-24 to INR 52.2 Cr in Sep-24. Similarly, Net Profit up 3.6x from INR 0.98 Cr to INR 3.51 Cr.

MCap: INR 109 Cr

PE: 24.3x

Number of LinkedIn Employees: NA

GSTR3B: Last filed Sep' 24.

1. TIRUPATI FORGE LIMITED NSE - BE : TIRUPATIFL

(1st time covered: 15th May 2023)

Recent filing: (FUND RAISE) BoD of Tirupati Forge approved the issuance of 1.5 Cr equity shares and 1.2 Cr warrants at INR 32/each aggregating to INR 86.4 Cr. Subscribers include Sandeep Kapadia, Rakesh Laroia, etc. With the company planning large scale capacity expansion, the proceeds will be largely utilized in capex towards land acquisition and plant & machinery amongst others.

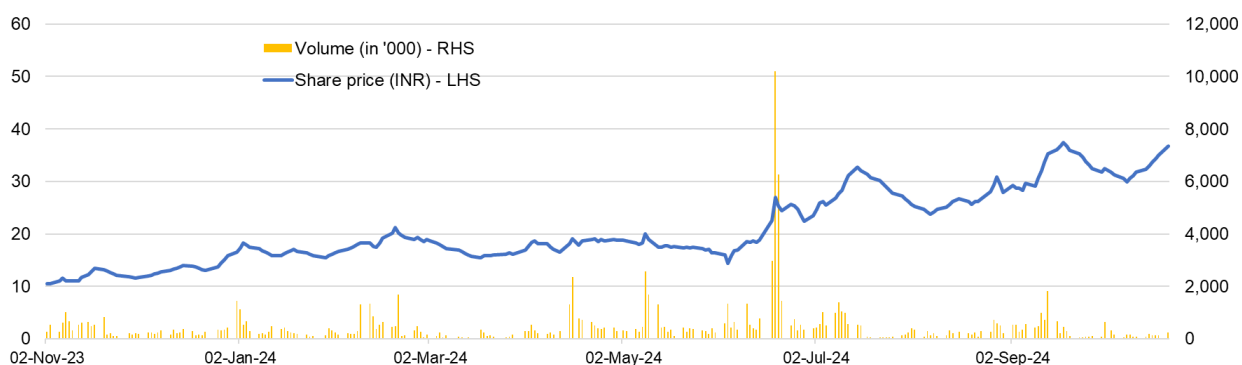
SUMMARY: 1y Operating Profit uptrend | 1q Operating Profit uptrend | PE 47.1x (Sector PE range 30-60) | Fund raise | Institutional Entry | Ace Investor | Capacity Expansion | Capital Goods – Non-Electrical Equipment

- MCap of INR 381 Crore (share price = INR 36.8 / share) (as on 21st Oct '24)
- TTM PE of 47.1x (as on 21st Oct '24) Retail float = 32.2% (Sep-24)

FOOD FOR THOUGHT: Highly Competitive sector

Company Description: Incorporated in 1992, Tirupati Forge is engaged in the manufacturing and exporting of forged and machined components like auto components, bearings, gear, flanges etc. It is also engaged in trading of casting products

Share price and Volume (last 1 year):



Price	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	LTP
Tiru Fo	12	16	16	19	16	19	17	22	26	28	32	36.8

(In INR Cr)	Sep-22	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24
Sales	26.5	16.8	23.4	20.9	23.7	32.4	33.1	29.1
Op Profit	4.5	2.2	3.5	2.4	2.9	4.0	3.5	4.7
Net Profit	3.2	1.0	2.1	1.1	1.5	2.1	1.9	2.6
OPM	17%	13%	15%	11%	12%	12%	11%	16%
NPM	12%	6%	9%	5%	6%	7%	6%	9%
Promoter %	57.6%	57.6%	57.6%	57.6%	57.6%	57.6%	57.6%	55.8%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	42	28	31	88	92	100	118
Op Profit	7	2	3	11	15	13	15
Net Profit	4	0	0	6	9	7	8

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

Company Type	Structural	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 47.1 (Auto Ancillaries: 30-60) Higher end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	Oct '24: As stated above Dec '22: Maven India bought 6.5L shares at INR 23, aggregating to INR 1.5 Cr. Aegis Investment Fund bought 5L shares at INR 1.1 Cr.
Special Situation	Yes	Oct '24: As stated above Nov '23: BoD has approved the issuance of 56.8L equity shares at INR 12.5/each, aggregating to INR 7.1 Cr, on a Preferential basis to Promoter & Non-Promoter Group.
Future Visibility	Yes	Jul '24: Company has got permission from Paschim Gujarat Vij Company Limited for installation of 4.80 MW Solar Power Plant Project. Solar Project will be installed on approximate cost of INR 15 Cr and the Installation will be completed within next 6 Months. The cost of use of power is having significant place in expenses list. The Installation of Power Project Plant will reduce the cost of power consumption to the maximum extent. Due to installation of 4.80 MW plant, it is expected to increase approximately additional PAT of INR 5 Cr from next year. Additionally, it's worth noting that this project qualifies us for government subsidies in the interest of the Loan taken for installation of this solar power plant. Apr '23: Received approval from reputed large companies of India for supply of forging and machined components. Dec '22: Company to enter into new products in Oil & Gas Segment specially targeting American Markets.



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

2. LLOYDS ENGINEERING WORKS LIMITED NSE: LLOYDSENGG

(1st time covered: 9th Sep 2024)

Recent filing: (GOOD TO EXCELLENT RESULTS) For the quarter ending Sep-24 for Lloyds Engineering, Sales up 74% YoY from INR 122 Cr in Sep-23 to INR 212 Cr in Sep-24. Similarly, Net Profit up 47% from INR 19 Cr to INR 28 Cr. On a QoQ basis, Sales up 57% and Net Profit up 33%.

SUMMARY: 4y Operating Profit uptrend | 1q Operating Profit uptrend | PE 93.4x (Sector PE range 30-60) | Excellent results Sep-24 | Fund raise (Rights) | Acquisition | Orderbook of INR 1,365.9 Cr (Sep-24) (1.9x of TTM Revenue) | Capital Goods – Non-Electrical Equipment

- MCap of INR 9,100 Crore (share price = INR 79.5/ share) (as on 21st Oct '24)
- TTM PE 93.4 (as on 21st Oct '24) Retail float = 25.3% (Oct-24)

FOOD FOR THOUGHT: PE is above sector range.

Company Description: Company specializes in the design and manufacture of heavy equipment, machinery, and systems tailored to meet the stringent requirements of various industries. From the Hydro Carbon sector to Oil & Gas, Steel Plants, Power Plants, Nuclear Plant Boilers, and Turnkey Projects, it's comprehensive portfolio of products and solutions caters to diverse needs and applications.

Share price and Volume (last 1 year):



Price	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	LTP
Lloyds	46	41	48	59	49	68	65	71	86	80	81	79.5

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	58	174	113	122	201	188	135	212
Op Profit	20	13	15	24	36	27	25	32
Net Profit	13	6	13	19	27	21	21	28
OPM	34%	7%	13%	20%	18%	14%	19%	15%
NPM	22%	3%	12%	16%	13%	11%	16%	13%
Promoter %	57.7%	57.7%	60.6%	59.8%	59.8%	57.3%	57.3%	57.3%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	98	114	70	50	313	624	737
Op Profit	-6	-3	-10	5	53	101	119
Net Profit	3	2	0	6	37	80	97

Website: <https://www.lloydsengg.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 93.4 (Capital Goods: 30-60) Above sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	No	May '24: Promoter, Designated Person, KMP, & Employee sold INR 1.4 Cr worth of shares in May '24.
Special Situation	Yes	Sep '24: Company approved the issuance of 1.76 Cr equity shares at INR 85/each, aggregating to INR 150 Cr to acquire 66% stake in Techno Industries Private Limited (TIPL) to carry out the business of developers, builders, masonry, General Construction Contractors, including designing, engineering, electrical engineering, Construction, and execution of infrastructure projects, fabrication, erection, buildings. Jul '24: BoD considered and approved the issuance of equity shares of the Company for an amount not exceeding INR 1050 Cr by way of a rights issue.
Future Visibility	Yes	Oct '24: Company is pleased to announce the signing of a Memorandum of Understanding (MOU) to acquire the Engineering Division of Bhilai Engineering Corporation Ltd (BECL), a key player in providing engineering solutions across various industries. Acquisition pertains to acquiring only the division's assets with no liabilities being taken over and to be funded without resorting to debt. Oct '24: Company has secured orders exceeding INR 59 Cr for the supply of Steel Eco-Pickling systems (INR 50 Cr) and Marine Loading Arms (INR 9.3 Cr). Apr '24: Company has received significant orders worth INR 81 Cr for naval equipment, encompass Ship steering gears System and Ship stabiliser systems, and are slated for execution over the course of three years.

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

3. ANAND RATHI WEALTH LIMITED NSE: ANANDRATHI

(1st time covered: Today)

Recent filing: (GOOD TO EXCELLENT RESULTS) For the quarter ending Sep-24 for Anand Rathi Wealth, Sales up 32% YoY from INR 183 Cr in Sep-23 to INR 242 Cr in Sep-24. Similarly, Net Profit up 31% from INR 58 Cr to INR 76 Cr. On a QoQ basis, Sales up 2% and Net Profit up 4%.

SUMMARY: 4y Operating Profit uptrend | 2q Operating Profit uptrend | Excellent Sep-24 results | PE 65.7x (Sector PE range 30-50) | Financial Services

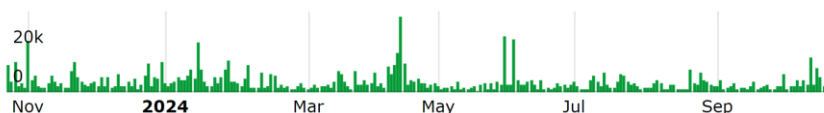
FUTURE OUTLOOK: Company has revised its revenue guidance to INR 980 crores from INR 910 crores, and PAT guidance from INR 280 crores to INR 295 crores. Management remains focused on a long-term growth trajectory, targeting an annual growth rate of 20-25% over the next decade.

- MCap of INR 17,334 Crore (share price = INR 4,137/ share) (as on 21st Oct '24)
- TTM PE 65.7x (as on 21st Oct '24) Retail float = 16.8% (Sep-24)

FOOD FOR THOUGHT: PE is above sector range.

Company Description: Company provides a wide range of Investment Services across asset classes, as well as Private Wealth, Institutional Equities, Investment Banking, Insurance Broking, and NBFC.

Share price and Volume (last 1 year):



Price	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	LTP
AnandR	2596	2594	3058	3657	3694	3998	4195	3908	3778	3814	3925	4137

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	138	143	175	183	182	184	238	242
Op Profit	62	61	73	77	80	73	98	104
Net Profit	43	43	53	58	58	57	73	76
OPM	45%	43%	42%	42%	44%	40%	41%	43%
NPM	31%	30%	30%	32%	32%	31%	31%	31%
Promoter %	48.74%	48.74%	48.75%	48.69%	48.20%	48.02%	48.09%	47.99%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-	280	336	273	424	559	752	847
Op Profit	-	102	110	78	184	249	331	355
Net Profit	-	58	62	45	127	169	226	265

Website: <https://rathi.com/grp/index.php>

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 65.7 (Financial Services: 20-50) Above sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	Sep '24: Quant Small Cap fund is holding 2.7%, and SBI Small Cap Fund 1.8% stake. Jan '24: In a block deal, Marshall Wace Investment Strategies - Eureka Fund bought 35k shares at INR 2,950/share, aggregating to INR 87.5L from Societe Generale.
Special Situation	No	
Future Visibility	No	

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

4. TEJAS NETWORKS LIMITED NSE: TEJASNET (1st time covered: Today)

Recent filing: (EXCELLENT RESULTS) For the quarter ending Sep-24 for Tejas Networks, Sales up 7.1x YoY from INR 396 Cr in Sep-23 to INR 2811 Cr in Sep-24. Similarly, Net Profit up from loss of INR 13 Cr to profit of INR 275 Cr. On a QoQ basis, Sales up 80% and Net Profit up 3.6x.

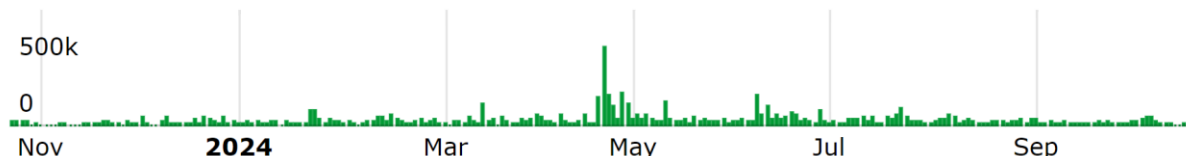
SUMMARY: 3y Operating Profit uptrend | Excellent Sep-24 results | PE 48.7x (Sector PE range 30-60) | 5G

- MCap of INR 22,163 Crore (share price = INR 1,294 / share) (as on 21st Oct '24)
- TTM PE 48.7x (as on 21st Oct '24) Retail float = 13.7% (Sep-24)

FOOD FOR THOUGHT: Negative operating cashflow for FY24.

Company Description: Tejas Networks designs and manufactures high-performance wireline and wireless networking products for telecommunications service providers, internet service providers, utilities, defence and government entities in over 75 countries. Tejas Networks Ltd. is a part of the Tata Group, with Panatone Finvest Ltd. (a subsidiary of Tata Sons Pvt. Ltd.) being the majority shareholder.

Share price and Volume (last 1 year):




Price	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	LTP
Tejas	797	870	785	747	656	1144	1114	1413	1240	1318	1197	1294

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	275	299	188	396	560	1,327	1,563	2,811
Op Profit	8	-8	-46	13	-8	309	230	535
Net Profit	-15	-11	-26	-13	-45	147	77	275
OPM	3%	-3%	-24%	3%	-1%	23%	15%	19%
NPM	-5%	-4%	-14%	-3%	-8%	11%	5%	10%
Promoter %	52.0%	56.4%	56.0%	55.9%	55.8%	55.6%	55.5%	55.4%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	750	900	391	527	551	922	2,471	6,261
Op Profit	153	196	-87	53	-80	16	266	1,067
Net Profit	107	147	-237	38	-63	-36	63	455

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

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 48.7 (5G: 30-60) Higher end of sector range		
Futuristic Sector	Yes (5G)	
HNI / Institutional / Promoter Buying	Yes	Sep '24: Nippon Life India Trustee is holding 3.6% stake. East Bridge Capital Master Fund is holding 2.0% stake. Govt. Pension Fund Global is holding 2.0% stake. Kedia Securities is holding 1.9% stake.
Special Situation	No	
Future Visibility	Yes	<p>Aug '24: Optimus Electronics has entered the telecom equipment manufacturing sector, partnering with Tejas Networks to produce products like 4G Base Band Units, Remote Radio Heads, ONTs, ONUs, and Broadband Switches at its Noida facility. This initiative supports India's move toward self-reliance in telecom equipment manufacturing, aligning with the government's Atmanirbhar Bharat vision. Tejas Networks, a key player in Indian telecom and networking, will collaborate with Optimus to boost domestic manufacturing capabilities.</p> <p>Aug '24: Saankhya Labs, a subsidiary of Tejas Networks, received a INR 96.4 Cr purchase order from NewSpace India Limited for supplying and installing Two-way Mobile Satellite Service (MSS) Terminals for vessel communication in marine fishing vessels. Initially provisional, the order was confirmed after the successful delivery and acceptance of prototype terminals and bulk production clearance.</p> <p>Mar '24: Company has signed an MoU with Telecom Egypt, ITIDA, and NTI to replicate its experience from Bharatnet and NKN projects in Egypt. The collaboration focuses on training Egyptian engineers, establishing FTTH manufacturing and R&D facilities, and providing technical support services for Egypt and the broader Africa and Middle East regions.</p> <p>Feb '24: Company received INR 27.8 Cr as incentives for the FY23 under the PLI (Production-Linked Incentive) Scheme for Telecom and Networking Products. The said amount accounts for 85% of the total claim for FY23 and the balance 15% is expected to be released subsequently in accordance with the PLI Scheme Guidelines.</p> <p>Dec '23: Company licensed a 5G RAN (Radio Access Network) technology developed by IIT Madras, IIT Kanpur, and SAMEER in one of India's largest academic technology transfer deals. The company will pay INR 12 Cr in instalments based on technical milestones to advance and commercialize the technology.</p>

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

5. GSM FOILS LIMITED NSE-SME: GSMFOILS (SME: Lot Size = 4,000 shares)

(1st time covered: Today)

Recent filing: (EXCELLENT RESULTS) For the half year ending Sep-24 for GSM Foils, Sales up 97% HoH from INR 26.5 Cr in Mar-24 to INR 52.2 Cr in Sep-24. Similarly, Net Profit up 3.6x from INR 0.98 Cr to INR 3.51 Cr.

SUMMARY: 2y Operating Profit uptrend | Excellent Sep-24 results | PE 24.3x (Sector PE range 20-50) | Ace Investor | IPO | Packaging

- MCap of INR 109 Crore (share price = INR 85 / share) (as on 21st Oct '24)
- TTM PE 24.3x (as on 21st Oct '24) Retail float = 16.6% (Sep-24)

FOOD FOR THOUGHT: Negative operating cashflow for FY24.

Company Description: Incepted in the year 2019, Company is engaged in manufacturing broad array of Blister Foils and Aluminum Pharma Foils.

Share price and Volume (last 1 year):



(In INR Cr)	Mar-23	Mar-24	Sep-23*	Mar24*	Sep-24*	TTM
Sales	65.9	51.8	25.3	26.5	52.2	78.7
Op Profit	2.8	4.4	2.9	1.5	5.4	6.9
Net Profit	1.6	1.9	0.9	1.0	3.5	4.5
OPM	4%	9%	12%	6%	10%	9%
NPM	2%	4%	4%	4%	7%	6%
Promoter %	-	-	-	-	73.1%	-

*Half year data, Else is annual.

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

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 24.3 (Packaging: 20-50) Lower end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	<p>Aug '24: Vicco Laboratories Goa bought 1L equity shares at INR 73/share, aggregating to INR 73 L.</p> <p>Aug '24: Jignesh Amrutlal Thobhani sold 2L shares at INR 59/share, aggregating to INR 1.2 Cr. Sandeep Singh bought 1,00,000 shares at INR 59/share, aggregating to INR 59 L. Abhayadeep Singh bought 80k shares at INR 59/share, aggregating to INR 47 L.</p>
Special Situation	Yes	IPO in May '24.
Future Visibility	No	



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

Others

BLUE PEBBLE LIMITED

(EXCELLENT RESULTS) For the half year ending Sep-24, Sales up 77% YoY from INR 13.18 Cr in Sep-23 to INR 23.39 Cr in Sep-24. Similarly, Net Profit up 29% from INR 2.92 Cr to INR 3.77 Cr. On a HoH basis, Sales up 2.6x and Net Profit up 4.5x.

- MCap of INR 132 Cr (share price = INR 325/share); TTM PE 28.8x (as on 21st Oct '24)

BALU FORGE INDUSTRIES LIMITED

(EXCELLENT RESULTS) For the quarter ending Sep-24, Sales up 60% YoY from INR 139 Cr in Sep-23 to INR 223 Cr in Sep-24. Similarly, Net Profit up 2.1x from INR 23 Cr to INR 48 Cr. On a QoQ basis, Sales up 27% and Net Profit up 41%.

- MCap of INR 8,676 Cr (share price = INR 825/share); TTM PE 63.8x (as on 21st Oct '24)

E2E NETWORKS LIMITED

(GOOD TO EXCELLENT) For the quarter ending Sep-24, Sales up 2.2x YoY from INR 22 Cr in Sep-23 to INR 47.6 Cr in Sep-24. Similarly, Net Profit up 2x from INR 6 Cr to INR 12.1 Cr. On a QoQ basis, Sales up 16% and Net Profit up 21%.

- MCap of INR 5,523 Cr (share price = INR 3,812/share); TTM PE 173x (as on 21st Oct '24)

CROWN LIFTERS LIMITED

(GOOD RESULTS) For the quarter ending Sep-24, Sales up 44% YoY from INR 5.24 Cr in Sep-23 to INR 7.56 Cr in Sep-24. Similarly, Net Profit up 2x from INR 1.05 Cr to INR 2.13 Cr. On a QoQ basis, Sales down 1% and Net Profit up 21%.

- MCap of INR 275 Cr (share price = INR 245/share); TTM PE 38.3x (as on 21st Oct '24)

TRIDENT LIFELINE LIMITED

(GOOD RESULTS) For the quarter ending Sep-24, Sales up 58% YoY from INR 9.93 Cr in Sep-23 to INR 15.66 Cr in Sep-24. Similarly, Net Profit up 98% from INR 1.71 Cr to INR 3.39 Cr. On a QoQ basis, Sales up 6% and Net Profit up 13%.

- MCap of INR 361 Cr (share price = INR 314/share); TTM PE 34.9x (as on 21st Oct '24)

GRAVITA INDIA LIMITED

(GOOD RESULTS) For the quarter ending Sep-24, Sales up 11% YoY from INR 836 Cr in Sep-23 to INR 927 Cr in Sep-24. Similarly, Net Profit up 22% from INR 59 Cr to INR 72 Cr. On a QoQ basis, Sales up 2% and Net Profit up 6%.

- MCap of INR 16,652 Cr (share price = INR 2,412/share); TTM PE 62x (as on 21st Oct '24)

EIKO LIFESCIENCE LIMITED

(AVERAGE RESULTS) For the quarter ending Sep-24, Sales up 21% YoY from INR 6.41 Cr in Sep-23 to INR 7.74 Cr in Sep-24. Similarly, Net Profit up 75% from INR 0.12 Cr to INR 0.21 Cr. On a QoQ basis, Sales down 28% and Net Profit down 40%.

- MCap of INR 76 Cr (share price = INR 61/share); TTM PE 68.4x (as on 21st Oct '24)

FROG CELLSAT LIMITED

(GOOD RESULTS) For the quarter ending Sep-24, Sales up 25% YoY from INR 35.15 Cr in Sep-23 to INR 43.81 Cr in Sep-24. Similarly, Net Profit up 60% from INR 2.58 Cr to INR 4.13 Cr. On a QoQ basis, Sales up 22% and Net Profit up 3.5x.

- MCap of INR 570 Cr (share price = INR 368/share); TTM PE 36.8x (as on 21st Oct '24)

SHREE PACETRONIX LIMITED

(POOR RESULTS) For the quarter ending Sep-24, Sales down 23% YoY from INR 5.23 Cr in Sep-23 to INR 4.04 Cr in Sep-24. Similarly, Net Profit down 96% from INR 0.67 Cr to INR 0.03 Cr. On a QoQ basis, Sales down 17% and Net Profit down 92%.

- MCap of INR 45.6 Cr (share price = INR 127/share); TTM PE 20.4x (as on 21st Oct '24)

AVANTEL LIMITED

(FUND RAISE) Board meeting to be held on 24th Oct '24 to consider fund raise.

- MCap of INR 4,349 Cr (share price = INR 179/share); TTM PE 70.5x (as on 21st Oct '24)

PG ELECTROPLAST LIMITED

(FUND RAISE) BoD approved the issuance of equity shares or other convertible securities by way of Qualified Institutions Placement, for an aggregate consideration not exceeding INR 1500 Cr.

- MCap of INR 15,489 Cr (share price = INR 592/share); TTM PE 83.8x (as on 21st Oct '24)

MANOJ CERAMIC LIMITED

(FUND RAISE) BoD considered and approved the issuance of 33L equity shares and 24L warrants at INR 161/each, aggregating to INR 92 Cr. Subscribers include promoters.

- MCap of INR 155 Cr (share price = INR 186/share); TTM PE 25.6x (as on 21st Oct '24)

DYNAMIC SERVICES AND SECURITIY LIMITED

(ORDER) Company has secured orders from South East Central Railway totaling INR 4.8 Cr for various services over two years. These include: 1. INR 1.4 Cr for supplying and filling silica sand with manpower, including 16,787 polythene bags (50 microns or above) and repairing locomotive sanders at BSP and BJRI filling points. 2. INR 3.4 Cr for supplying and filling dry, screened river sand (28,608 polythene bags) and silica sand (14,304 polythene bags) along with repairing locomotive sanders at BSP and SDL BJRI filling points.

- MCap of INR 418 Cr (share price = INR 304/share); TTM PE 48.8x (as on 21st Oct '24)

PRESSTONIC ENGINEERING LIMITED

(CERTIFICATION) Company has received a "Certificate EN 17460" from the "European Certifying Body" for suitability in adhesive bonding of rail vehicles and their components and this certification will provide opportunities to generate more business to the Company. This certification is in addition to the EN 15085 railway part welding certification possessed by the Company.

- MCap of INR 90.6 Cr (share price = INR 118/share); TTM PE 34x (as on 21st Oct '24)

ABHISHEK INTEGRATIONS LIMITED

(COAL ALLOTMENT) Company has been allotted 300MT of coal/coal products of ECL through eAuction

- MCap of INR 51 Cr (share price = INR 84.8/share); TTM PE 64.6x (as on 21st Oct '24)

KAY CEE ENERGY & INFRA LIMITED

(ORDER) Company has been awarded with another work order worth INR 22.5 Cr from Rajasthan Rajya Vidyut Prasaran Nigam Limited for "Up-rating and refurbishment of existing 132 kV lines using HTLS conductor with associated works in Jaipur EHV network.

- MCap of INR 315 Cr (share price = INR 288/share); TTM PE 46.6x (as on 21st Oct '24)

VA TECH WABAG LIMITED

(BULK DEAL) Ishares Global Water UCITS ETF bought 6.4L shares at a price of INR 1,875, aggregating to INR 120 Cr while UBS Principal Capital Asia Limited sold 5 L units at a price of INR 1,870, aggregating to INR 94 Cr.

- MCap of INR 10,720 Cr (share price = INR 1,710 /share); TTM PE 42.9x (as on 21st Oct '24)

TD POWER SYSTEMS LIMITED

(ORDER) Company has signed a 5-year contract worth INR 300 Cr with an Indian entity of a Major International Company for the supply of traction motors to the European Market. The initial order worth INR 18 Cr has been received by the Company for scheduled delivery in April 2025.

- MCap of INR 6,375 Cr (share price = INR 409/share); TTM PE 50.2x (as on 21st Oct '24)

EPACK DURABLE LIMITED

(PARTNERSHIP) Hisense has partnered with Company to establish a dedicated manufacturing facility in India for its range of air conditioners and home appliances. This move supports Hisense's "Make in India" initiative and aims to introduce advanced, premium-quality products to the Indian market. The goal is to position Hisense as a top 5 brand in the air conditioner and home appliance segments in India within the next five years, aligning with its global leadership.

- MCap of INR 3,733 Cr (share price = INR 393/share); TTM PE 74.6x (as on 21st Oct '24)

GENSOL ENGINEERING LIMITED

(NEW PROJECT) A consortium led by Matrix Gas & Renewables Ltd., along with Gensol Engineering Ltd., Indian Institute of Technology Bhubaneswar, and Metsol AB (Sweden), will develop India's first and largest Green Steel production facility, using 100% Green Hydrogen under the National Green Hydrogen Mission. The 50 TPD plant, supported by MECON, the Ministry of Steel, and MNRE, will utilize DRI vertical shaft technology to produce sponge iron with zero CO₂ emissions, replacing fossil fuels. The project, with an estimated capex of INR 321 Crore, is backed by 50% government incentives and aims to drive sustainable steel production in India.

- MCap of INR 3,055 Cr (share price = INR 806/share); TTM PE 52.4x (as on 21st Oct '24)

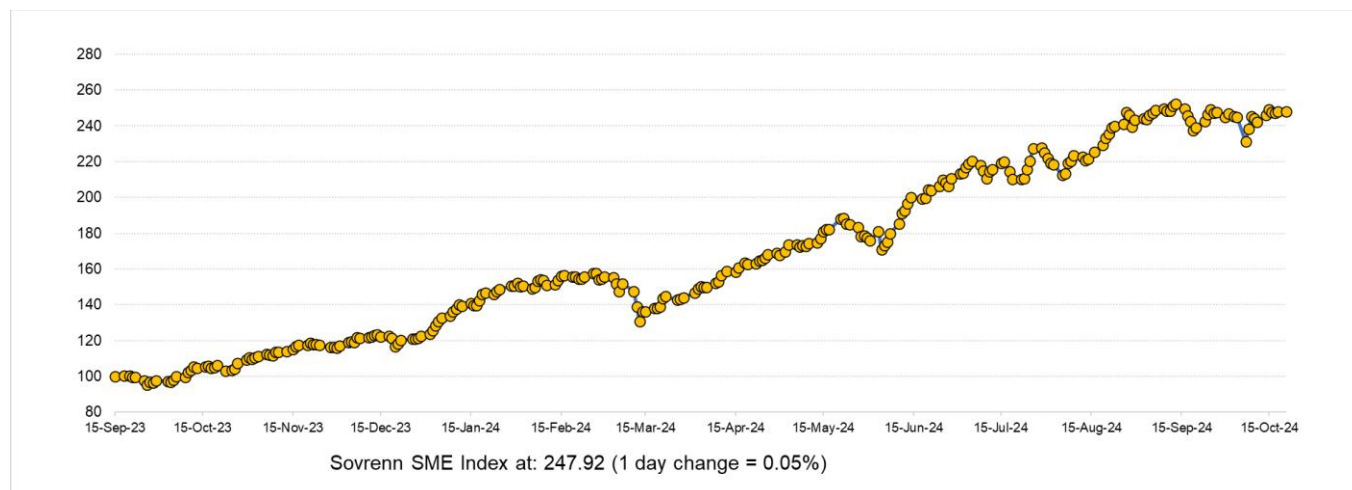
VIVIANA POWER TECH LIMITED

(CAPACITY EXPANSION) 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.

- MCap of INR 445 Cr (share price = INR 746/share); TTM PE 68.8x (as on 21st Oct '24)

Sovrenn SME Index: 0.05%

Sovrenn SME Index was up 0.05% 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)
Afcons Infrastructure	Mainboard	Upcoming	25-Oct-24	29-Oct-24	04-Nov-24	13%	NA
Usha Financial Services	SME	Upcoming	24-Oct-24	28-Oct-24	31-Oct-24	24%	NA
Godavari Biorefineries	Mainboard	Upcoming	23-Oct-24	25-Oct-24	30-Oct-24	0%	NA
United Heat Transfer	SME	Upcoming	22-Oct-24	24-Oct-24	29-Oct-24	17%	NA
Danish Power	SME	Upcoming	22-Oct-24	24-Oct-24	29-Oct-24	57%	NA
OBSC Perfection	SME	Upcoming	22-Oct-24	24-Oct-24	29-Oct-24	0%	NA
Deepak Builders Engineers	Mainboard	Open	21-Oct-24	23-Oct-24	28-Oct-24	30%	4
Premium Plast	SME	Open	21-Oct-24	23-Oct-24	28-Oct-24	29%	3
Waaree Energies	Mainboard	Open	21-Oct-24	23-Oct-24	28-Oct-24	101%	3
Freshara Agro Exports	SME	Close	17-Oct-24	21-Oct-24	24-Oct-24	91%	234
Lakshya Powertech	SME	Close	16-Oct-24	18-Oct-24	23-Oct-24	106%	573
Hyundai Motor	Mainboard	Close	15-Oct-24	17-Oct-24	22-Oct-24	3%	2
Khyati Global Ventures	SME	Close	04-Oct-24	08-Oct-24	11-Oct-24	0%	346

Company	Sector	Revenue growth (YoY)	Profit growth (YoY)	Issue PE
Afcons Infrastructure	Infrastructure	-6%	-19%	40x
Usha Financial Services	Financial Services	68%	50%	24x
Godavari Biorefineries	Chemicals	24%	—	NA
United Heat Transfer	Capital Goods	-1%	17%	17x
Danish Power	Capital Goods	—	—	20x
OBSC Perfection	Capital Goods	18%	19%	19x
Premium Plast	Capital Goods	4%	18%	19x
Deepak Builders Engineers	Construction	-18%	-6%	16x
Waaree Energies	Solar	20%	26%	32x
Freshara Agro Exports	Agro Products Exporter	9%	4%	12x
Lakshya Powertech	EPC	-7%	-9%	12x
Hyundai Motor	OEM Manufacturer	16%	29%	26x
Khyati Global Ventures	Exporter of FMCG Products	4%	50%	24x

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.

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

China Cuts Benchmark Loan Prime Rates: A Strategic Move to Revitalize the Economy

In a significant monetary policy adjustment, China has cut its benchmark lending rates by 25 basis points (bps) during the monthly fixing on October 21, 2024. This decision aligns with market expectations and reflects the government's commitment to stimulate the economy amidst ongoing challenges. The one-year Loan Prime Rate (LPR) now stands at 3.10%, down from 3.35%, while the five-year LPR has been reduced to 3.60% from 3.85%.

Context of the Rate Cuts

The reduction in the LPR is part of a broader strategy initiated by the People's Bank of China (PBOC) to bolster economic activity. Following last month's policy rate reductions, this cut is the latest in a series of aggressive measures aimed at addressing sluggish growth and reviving critical sectors, particularly real estate and consumer spending. The PBOC last adjusted both rates in July, and they are now positioned at historically low levels, providing an opportunity for both businesses and consumers to access cheaper financing.

Implications for Borrowers and the Economy

The one-year LPR is the reference rate for most new and outstanding loans in China, making it a crucial benchmark for businesses seeking credit. The five-year LPR plays a vital role in determining mortgage rates, impacting home buyers and the real estate market. With the latest cuts, the hope is to encourage lending and stimulate demand in a landscape characterized by cautious consumer sentiment and reduced investment activity.

PBOC Governor Pan Gongsheng previously indicated the likelihood of rate reductions between 20 to 25 basis points, setting the stage for this anticipated adjustment. This move is expected to ease financial pressures on borrowers and support consumption as the country grapples with economic headwinds.

Comprehensive Stimulus Measures

The recent rate cuts are part of a comprehensive stimulus package implemented by the PBOC, marking the most aggressive measures since the onset of the pandemic. On September 24, the central bank reduced the reserve requirement ratio for banks by 50 bps and cut the benchmark seven-day reverse repo rate by 20 bps. Additionally, a 30 bps cut in the medium-term lending facility rate was enacted last month.

Economic Outlook and Challenges Ahead

Recent economic data suggests that China's growth in the third quarter surpassed expectations, although investment in the property sector has plummeted by more than 10% in the first nine months of the year. Encouragingly, both retail sales and industrial production showed signs of recovery in September, indicating that the economy may be beginning to stabilize.

Chinese officials remain optimistic about achieving the government's full-year growth target of approximately 5%. They have also indicated the possibility of further reductions to banks' reserve ratios by year-end, emphasizing a commitment to economic recovery.

In conclusion, the recent cut in benchmark lending rates underscores the PBOC's proactive stance in fostering a conducive environment for growth. As China navigates through these challenging economic waters, the effectiveness of these measures will be closely monitored, with implications not only for domestic markets but also for the global economy.

Companies declaring results on 21st, & 22nd Oct 2024

Sl. No.	Name of the Company	Date
1	360 ONE WAM Ltd	21-Oct-24
2	Aditya Forge Ltd	21-Oct-24
3	Artson Engineering Ltd	21-Oct-24
4	Aurionpro Solutions Ltd	21-Oct-24
5	Aurum Proptech Ltd	21-Oct-24
6	Authum Investment & Infrastructure Ltd	21-Oct-24
7	Bajaj Housing Finance Ltd	21-Oct-24
8	Balu Forge Industries Ltd	21-Oct-24
9	Bhansali Engineering Polymers Ltd	21-Oct-24
10	Blue Pebble Ltd	21-Oct-24
11	CG Power & Industrial Solutions Ltd	21-Oct-24
12	City Union Bank Ltd	21-Oct-24
13	Comfort Fincap Ltd	21-Oct-24
14	Consecutive Investments & Trading Co Ltd	21-Oct-24
15	Crown Lifters Ltd	21-Oct-24
16	Cyient DLM Ltd	21-Oct-24
17	E2E Networks Ltd	21-Oct-24
18	Fabino Enterprises Ltd	21-Oct-24
19	Futuristic Securities Ltd	21-Oct-24
20	Getalong Enterprise Ltd	21-Oct-24
21	Goldcoin Health Foods Ltd	21-Oct-24
22	Gravita India Ltd	21-Oct-24
23	HFCL Ltd	21-Oct-24
24	IEL Ltd	21-Oct-24
25	Indbank Merchant Banking Services Ltd	21-Oct-24
26	Jana Small Finance Bank Ltd	21-Oct-24
27	Julien Agro Infratech Ltd	21-Oct-24
28	Mahindra Logistics Ltd	21-Oct-24
29	Mangalam Global Enterprise Ltd	21-Oct-24
30	NELCO Ltd	21-Oct-24
31	Nikki Global Finance Ltd	21-Oct-24
32	Picturepost Studios Ltd	21-Oct-24
33	PMC Fincorp Ltd	21-Oct-24
34	Rajratan Global Wire Ltd	21-Oct-24
35	Remi Edelstahl Tubulars Ltd	21-Oct-24
36	Route Mobile Ltd	21-Oct-24
37	Shiva Cement Ltd	21-Oct-24
38	Solara Active Pharma Sciences Ltd	21-Oct-24
39	Supreme Petrochem Ltd	21-Oct-24

40	Suraj Ltd	21-Oct-24
41	Surana Solar Ltd	21-Oct-24
42	Swaraj Engines Ltd	21-Oct-24
43	Tips Films Ltd	21-Oct-24
44	UltraTech Cement Ltd	21-Oct-24
45	Unick Fix-A-Form And Printers Ltd	21-Oct-24
46	Union Bank of India	21-Oct-24
47	Vinyl Chemicals (I) Ltd	21-Oct-24
48	Visagar Polytex Ltd	21-Oct-24
49	Wendt India Ltd	21-Oct-24
50	Yogi Ltd	21-Oct-24
51	Adani Energy Solutions Ltd	22-Oct-24
52	Adani Green Energy Ltd	22-Oct-24
53	Aditya Birla Real Estate Ltd	22-Oct-24
54	Ambassador Intra Holdings Ltd	22-Oct-24
55	Amber Enterprises India Ltd	22-Oct-24
56	Amerise Biosciences Ltd	22-Oct-24
57	Amraworld Agrico Ltd	22-Oct-24
58	Apt Packaging Ltd	22-Oct-24
59	Asi Industries Ltd	22-Oct-24
60	Baba Arts Ltd	22-Oct-24
61	Bajaj Finance Ltd	22-Oct-24
62	Bisil Plast Ltd	22-Oct-24
63	Bridge Securities Ltd	22-Oct-24
64	Can Fin Homes Ltd	22-Oct-24
65	Chennai Petroleum Corporation Ltd	22-Oct-24
66	Choice International Ltd	22-Oct-24
67	Cigniti Technologies Ltd	22-Oct-24
68	Coforge Ltd	22-Oct-24
69	Deccan Bearings Ltd	22-Oct-24
70	Dynamic Cables Ltd	22-Oct-24
71	G K Consultants Ltd	22-Oct-24
72	Gabriel India Ltd	22-Oct-24
73	Gagan Gases Ltd	22-Oct-24
74	Global Education Ltd	22-Oct-24
75	Goldkart Jewels Ltd	22-Oct-24
76	Goodyear India Ltd	22-Oct-24
77	Gujarat Inject (Kerala) Ltd	22-Oct-24
78	Gujarat Mineral Development Corporation Ltd	22-Oct-24
79	Huhtamaki India Ltd	22-Oct-24
80	ICICI Prudential Life Insurance Company Ltd	22-Oct-24
81	ICICI Securities Ltd	22-Oct-24
82	IIFL Securities Ltd	22-Oct-24
83	Indus Towers Ltd	22-Oct-24

84	Jindal Hotels Ltd	22-Oct-24
85	Jubilant Ingrevia Ltd	22-Oct-24
86	Kajaria Ceramics Ltd	22-Oct-24
87	Key Corp Ltd	22-Oct-24
88	Lloyds Luxuries Ltd	22-Oct-24
89	Mahindra & Mahindra Financial Services Ltd	22-Oct-24
90	Markobenz Ventures Ltd	22-Oct-24
91	Max Financial Services Ltd	22-Oct-24
92	NDL Ventures Ltd	22-Oct-24
93	Olectra Greentech Ltd	22-Oct-24
94	One 97 Communications Ltd	22-Oct-24
95	Orbit Exports Ltd	22-Oct-24
96	Osiagee Texfab Ltd	22-Oct-24
97	Par Drugs & Chemicals Ltd	22-Oct-24
98	Persistent Systems Ltd	22-Oct-24
99	Pet Plastics Ltd	22-Oct-24
100	Prime Securities Ltd	22-Oct-24
101	R O Jewels Ltd	22-Oct-24
102	Rajath Finance Ltd	22-Oct-24
103	Regis Industries Ltd	22-Oct-24
104	Responsive Industries Ltd	22-Oct-24
105	Royale Manor Hotels & Industries Ltd	22-Oct-24
106	Sakar Healthcare Ltd	22-Oct-24
107	Salasar Techno Engineering Ltd	22-Oct-24
108	SBC Exports Ltd	22-Oct-24
109	Shangar Decor Ltd	22-Oct-24
110	Shanthi Gears Ltd	22-Oct-24
111	Shoppers Stop Ltd	22-Oct-24
112	SRF Ltd	22-Oct-24
113	Sunrise Efficient Marketing Ltd	22-Oct-24
114	Supreme Industries Ltd	22-Oct-24
115	Swastika Investmart Ltd	22-Oct-24
116	TCC Concept Ltd	22-Oct-24
117	Tokyo Finance Ltd	22-Oct-24
118	Tokyo Plast International Ltd	22-Oct-24
119	Ugro Capital Ltd	22-Oct-24
120	Varun Beverages Ltd	22-Oct-24
121	Vikas Lifecare Ltd	22-Oct-24
122	Welspun Specialty Solutions Ltd	22-Oct-24
123	Zensar Technologies Ltd	22-Oct-24
124	Zomato Ltd	22-Oct-24

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.