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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. THOMAS SCOTT INDIA LIMITED

**Filing:** (FUND RAISE) Board has approved issuing 9.5 lakh equity shares and 6.1 lakh warrants, with pricing yet to be determined. Subscribers include Ashish Kacholia and RBA Finance and Investment Company.

**MCap:** INR 538 Cr

**PE:** 50.7x

**Number of LinkedIn Employees:** 42 Members.

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

**Brands:** Thomas Scott, and Hammersmith London etc.

### 2. AGI GREENPAC LIMITED

**Filing:** (FUND RAISE) Board of AGI Greenpac has approved raising funds for an aggregate amount of up to INR 1,500 Cr; the mode of fundraising is yet to be determined.

**MCap:** INR 7,678 Cr

**PE:** 28.8x

**Number of LinkedIn Employees:** 1,389 Members.

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

**Clients:** Inox Wind, AVG Logistics, etc.

### 3. KPI GREEN ENERGY LIMITED

**Filing:** (MoU) KPI Green Energy has signed a Memorandum of Understanding (MoU) with the Government of Rajasthan for the development of Hybrid, Solar & Wind Power Projects at Jaisalmer (Ramgarh), Rajasthan.

**MCap:** INR 10,477 Cr

**PE:** 45.2x

**Number of LinkedIn Employees:** 217 Members.

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

**Clients:** Gujarat Urja Vikas Nigam

### 4. ARHAM TECHNOLOGIES LIMITED

**Filing:** (BUSINESS UPDATE) Arham Technologies new trademark, Aratton, has been approved. Products will now be sold under both brands: Starshine for premium offerings and Aratton for economical, higher-volume products.

**MCap:** INR 237 Cr

**PE:** 42.4x

**Number of LinkedIn Employees:** 31 Members.

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

**Online Presence:** Amazon, and Flipcart etc.

### 5. SEALMATIC INDIA LIMITED

**Filing:** (JOINT VENTURE) Sealmatic India has acquired an Abu Dhabi Economic License for a 50:50 joint venture with High Technology FZ-LLC, forming SealTech LLC. Located in Musaffah Industrial Area, the state-of-the-art service center will cater to the growing demand for mechanical seals in the UAE.

**Mcap:** INR 505 Cr

**PE:** 52x

**Number of LinkedIn Employees:** 127 Members.

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

**Clients:** KEPL, Andritz, KBL, RuhrPumpen, Wilo, SPX, Seepex, Düchting, ITT (USA), BHEL etc.



# 1. THOMAS SCOTT INDIA LIMITED NSE: THOMASCOTT

(1<sup>st</sup> time covered: Today)

**Recent filing:** (FUND RAISE) Board has approved issuing 9.5 lakh equity shares and 6.1 lakh warrants, with pricing yet to be determined. Subscribers include Ashish Kacholia and RBA Finance and Investment Company.

**SUMMARY:** 4y Operating Profit uptrend | PE 50.7x (Sector PE range 30-70) | Fund raise | Ace Investor | Consumption

- MCap of INR 538 Cr (share price = INR 477/ share) (as on 23<sup>rd</sup> Dec '24)
- TTM PE 50.7x (as on 23<sup>rd</sup> Dec '24)      Retail float = 1.3% (Sep-24)

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

**Company Description:** Thomas Scott India Limited (TSIL) is an online focused specialty retailer with 12,000+ SKUs, sold across 9 channels for 15 brands in India and Gulf (GCC).

## 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
Thomas	299	335	290	257	252	281	267	241	239	209	219	477

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	10.9	23.9	18.4	23.0	21.7	25.7	27.3	40.7
Op Profit	-0.8	3.4	1.2	3.3	1.6	4.3	2.9	4.3
Net Profit	-1.3	2.7	1.2	2.5	2.4	4.0	1.4	2.8
OPM	-	14%	6%	14%	7%	17%	11%	11%
NPM	-	11%	6%	11%	11%	16%	5%	7%
Promoter %	61.1%	64.9%	69.6%	69.6%	64.5%	60.1%	58.8%	57.9%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	20	21	22	21	32	62	90	115
Op Profit	-0	-1	-1	1	1	5	13	13
Net Profit	-1	-1	-2	-0	1	3	10	11

Website: <https://www.thomasscott.org/>



Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE <b>50.7</b> (Consumption: 30-70) Middle of sector range.		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	As stated above.
Special Situation	Yes	As stated above.
Future Visibility	No	

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



## 2. AGI GREENPAC LTD. NSE: AGI (1<sup>st</sup> time covered: 5<sup>th</sup> May 2023)

**Recent filing:** (FUND RAISE) Board of AGI Greenpac has approved raising funds for an aggregate amount of up to INR 1,500 Cr; the mode of fundraising is yet to be determined.

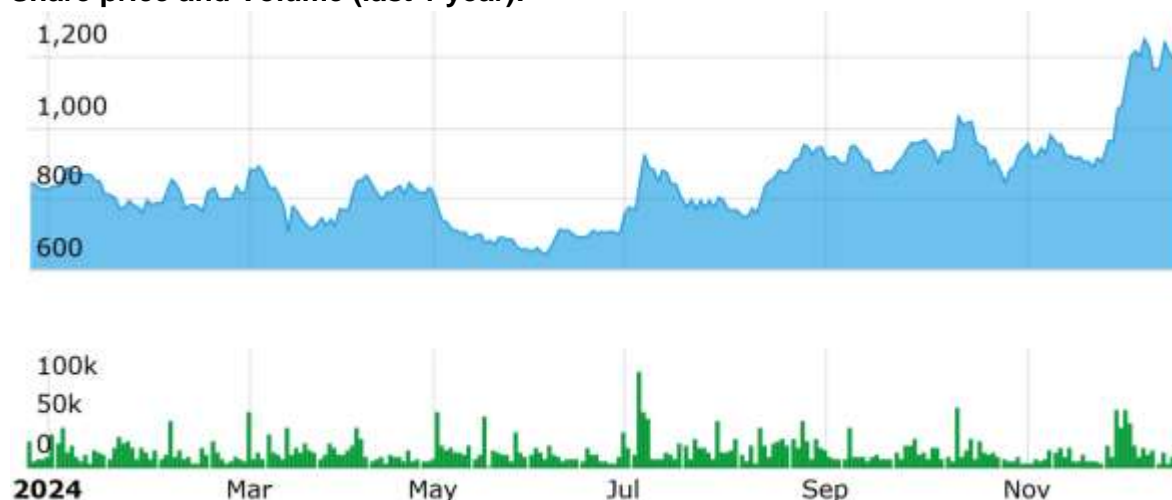
**SUMMARY:** 3y Operating Profit uptrend | 2h Operating Profit uptrend | PE 28.8x (Sector PE range 20-50) | Capacity expansion | Fund raise | Promoter Buying | Packaging

**FUTURE OUTLOOK:** As per Q1FY25 Concall, Company management expects a 10% growth in revenue for FY25.

- MCap of INR 7,678 Crore (share price = INR 1,186 / share) (as on 23<sup>rd</sup> Dec '24)
- TTM PE of 28.8x (as on 23<sup>rd</sup> Dec '24)      Retail float = 15.0% (Sep-24)

**Company Description:** AGI Greenpac Limited is engaged in the manufacturing of various packaging products like glass containers, specialty glass, Polyethylene Terephthalate (PET) bottles & products and security caps & closures.

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




2024	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
AGI	798	819	727	834	652	704	799	945	960	941	959	1186

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	567	680	558	615	622	625	566	599
Op Profit	110	177	132	134	150	148	136	154
Net Profit	53	109	63	56	67	65	63	72
OPM	19%	26%	24%	22%	24%	24%	24%	26%
NPM	9%	16%	11%	9%	11%	10%	11%	12%
Promoter %	60.2%	60.2%	60.2%	60.2%	60.2%	60.2%	60.2%	60.2%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	1,605	1,859	1,260	1,430	2,281	2,421	2,413
Op Profit	174	271	266	265	462	564	589
Net Profit	15	48	88	193	262	251	267

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



Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE <b>28.8</b> (Packaging: 20-50) Lower end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	Sep '24: Ellipsis Partners is holding 3.5%, and Ashish Dhawan is holding 4.8% stake.
Special Situation	Yes	As stated above
Future Visibility	Yes	Jan '23: Commenced production of its specialty glass facility in Telangana with installed capacity of 154 tons per day.

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



### 3. KPI GREEN ENERGY LIMITED NSE: KPIGREEN

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

**Recent filing:** (MoU) KPI Green Energy has signed a Memorandum of Understanding (MoU) with the Government of Rajasthan for the development of Hybrid, Solar & Wind Power Projects at Jaisalmer (Ramgarh), Rajasthan.

**SUMMARY:** 6y Operating Profit uptrend | 2q Operating Profit uptrend | PE 45.2x (Sector PE range 50-90) | Excellent Sep-24 results | Fund raise | Large Order | Geographical Expansion | Institutional entry | Promoter buying | Solar | Clean Energy

**FUTURE OUTLOOK:** As per Q2FY25 Concall, Management anticipates a robust revenue growth of 60% to 70% in FY25, driven by a strong order book and the momentum of ongoing projects. Q2FY25 Investor Presentation, Company has 2.41+ GW of Orders in hand as on Sep 30, 2024 and 1.1+ GW of hybrid Orders in hand as on Sep 30, 2024, also a Zero Net-Debt IPP Company | KP Group has an Ambitious target of 10+ GW by 2030.

- MCap of INR 10,477 Crore (share price = INR 798 / share) (as on 23<sup>rd</sup> Dec '24)
- TTM PE 45.2x (as on 23<sup>rd</sup> Dec '24)      Retail float = 22.6% (Sep-24)

**FOOF FOR THOUGHT:** Negative operating cash flow for FY24.

**Company Description:** Incorporated in 2002, KPI Green develops, builds, owns, operates, and maintains solar power plants through Independent Power Producer (IPP) and as service provider to Captive Power Producer (CPP) under the brand name of 'Solarism'.

#### 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
KPI Gr	607	870	762	904	911	902	929	907	864	778	788	798


(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	179	182	189	215	330	289	348	360
Op Profit	60	54	69	71	104	93	132	134
Net Profit	34	32	33	35	51	43	66	70
OPM	34%	30%	37%	33%	31%	32%	38%	37%
NPM	19%	18%	17%	16%	16%	15%	19%	19%
Promoter %	54.8%	54.8%	54.8%	54.8%	53.1%	53.1%	53.1%	48.8%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	34	59	102	230	644	1,024	1,327
Op Profit	15	27	58	109	208	337	462
Net Profit	9	6	22	43	110	162	230

Website: <https://www.kpigreenenergy.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>45.2</b> (Clean Energy: 50-90) Below sector range		
Futuristic Sector	Yes (Solar)	
HNI / Institutional / Promoter Buying	Yes	<p>Sep '24: Aspire Emerging Fund is holding 1.1%, Morgan Stanley Asia (Singapore) is holding 2% stake.</p> <p>Sep '24: In a block deal, City Group Global Market bought 1.6L shares at INR 887/share, aggregating to INR 13.9 Cr from Morgan Stanley Asia (Singapore).</p> <p>Aug '24: Farukbhai Gulambhai Patel (Promoter) bought 5.5k shares at INR 909/share, aggregating to INR 50L.</p> <p><b>Aug '24: Shaheedul Hasan (Designated Person) sold 30k shares at INR 1,100/share, aggregating to INR 3.3 Cr.</b></p> <p><b>May '24: Director sold INR 29.4 Cr worth of shares in May '24.</b></p> <p>Promoter Buying:  Jun '24: 3.4k shares at INR 1760/share, aggregating to INR 59L.  May '24: 2.8K shares at INR 1770/share, aggregating to INR 50L.  Apr '24: 2.8k shares at INR 1,808/share, aggregating to INR 49L.  Mar '24: 1.1k shares at INR 1695/share, aggregating to 18.4L  Sep '23: 6k shares at INR 807/share, aggregating to INR 49L.  Aug '23: 1.5k shares at INR 837/share, aggregating to INR 12L.  Nov '22: 11.2k shares at INR 773/share, aggregating to INR 86L.  Oct '22: 10.8k shares at INR 763/share, aggregating to INR 82L.  Sep '22: 3k shares at INR 927/share, aggregating to INR 27L.</p>
Special Situation	Yes	<p>Aug '24: BoD has approved the issuance and allotment of 1 Cr Equity Shares to eligible QIBs at the issue price of INR 935/each, aggregating to INR 935 Cr. Subscribers include Morgan Stanley Asia (Singapore) PTE, and Bofa Securities Europe SA.</p> <p>May '24: Board of Director has approved the raising of funds through the issuance of equity shares for an aggregate amount of up to INR 1,000 Cr via Qualified Institutions Placement.</p> <p>Dec '23: BoD approved the allocation of 25L Shares to be allotted to eligible QIBs at an issue price of INR 1,183 per Equity Share, aggregating to INR 300 Cr. Several Institutions are subscribing to the QIP including Quant Mutual Fund, Societe Generale, Goldman Sachs, Morgan Stanley, BoFA Securities, Yes Bank, Bengal Finance, etc.</p>
Future Visibility	Yes	<p>Dec '24: Company has received a Letter of Award (LOA) worth INR 1300.1 Cr from Coal India Limited (CIL) for the development of a 300 MWAC grid-connected ground-mounted solar PV plant at GIPCL's Solar Park in Khavda, Gujarat. The project also includes operation and maintenance (O&amp;M) services for a period of 5 years. This order marks a significant milestone for the company, being the first major order from</p>



a central government entity. It aligns closely with the company's strategic vision and ambitious goal of achieving 10 GW of capacity by 2030.

Oct '24: Company has received Letters of Award/Intent for development of solar power projects with a cumulative capacity of 9 MW under the 'Captive Power Producer (CPP)' business segment of the Company.

Oct '24: Company has signed Power Purchase Agreements (PPAs) with Gujarat Urja Vikas Nigam Limited (GUVNL) for 620 MWAC (917 MWDC) renewable energy projects, including a 250 MWAC solar photovoltaic project and a 370 MWAC hybrid renewable energy project, both with Greenshoe options for additional capacity upto 500 MW without energy storage. The company aims to achieve a 10 GW renewable energy capacity by 2030.

Oct '24: Company have obtained approvals from the Chief Electrical Inspector (CEIG) for 5 MW of solar power project under CPP business segment. This project was executed for an esteemed client of M/s KPIG Energia Private Limited, wholly owned subsidiary of the Company.

Sep '24: Company has received the Letter of Award for the development of a 66.20 MW Hybrid Power Project under the Captive Power Producer (CPP) segment of the Company. The project is tentatively scheduled to be completed by July 2025.

Sep '24: Company has obtained approvals from the Chief Electrical Inspector (CEIG) for 12.7 MW of Wind-Solar Hybrid Power Project under its CPP business segment.

Sep '24: ICRA has upgraded KPI Green long-term rating from [ICRA]A-stable outlook to [ICRA]A positive outlook and the short-term rating has been reaffirmed. The ratings upgrade considers an improvement in the Group's capital structure, post the fund-raising of INR 1,000 Cr by KPI Green through the qualified institutional placement (QIP) route in August 2024, which has been mainly utilised to prepay the entire outstanding debt under KPI Green.

Aug '24: Company has obtained approvals from the Chief Electrical Inspector (CEIG) for 16 MW of solar power projects under its CPP business segment.

Aug '24: Company has received Letters of Intent for executing solar power projects with a cumulative capacity of 7 MW under the 'Captive Power Producer (CPP)' business segment of the Company. The projects are scheduled to be completed in the FY25.

Aug '24: Company has attained zero net debt status on a standalone basis.

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



## 4. ARHAM TECHNOLOGIES LIMITED NSE: ARHAM

(SME: Lot Size = 1,000 shares) (1<sup>st</sup> time covered: 21<sup>st</sup> Jun 2023)

**Recent filing:** (BUSINESS UPDATE) Arham Technologies new trademark, Aratton, has been approved. Products will now be sold under both brands: Starshine for premium offerings and Aratton for economical, higher-volume products.

**SUMMARY:** 5y Operating Profit uptrend | PE 42.4x (Sector PE range 30-70) | Fund raise | Ace Investor | New Products | Promoter buying | Consumption

- MCap of INR 237 Crore (share price = INR 140 / share) (as on 23<sup>rd</sup> Dec '24)
- TTM PE of 42.4x (as on 23<sup>rd</sup> Dec '24)      Retail float = 16.4% (Sep-24)

**Company Description:** Arham Technologies manufactures Smart Televisions and has been leading the electronic manufacturing space in Central India since 2013 with its headquarters located at Electronic manufacturing Cluster, New Raipur.

### 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
Arham	143	135	89	148	136	142	140	134	162	152	133	140

(In INR Cr)	Sep-21	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	-	22.8	21.4	27.1	27.1	27.6	32.1
Op Profit	-	4.0	2.5	3.6	3.1	5.4	4.9
Net Profit	-	2.7	1.3	2.3	1.7	3.2	2.4
OPM	-	18%	12%	13%	12%	20%	15%
NPM	-	12%	6%	9%	6%	12%	7%
Promoter %	-	-	-	73.1%	73.1%	72.3%	72.3%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-	13.8	22.8	36.5	48.4	54.7	59.7
Op Profit	-	1.6	3.8	4.8	6.2	8.5	10.2
Net Profit	-	0.6	2.0	3.0	3.6	4.9	5.6

Website: <https://www.arhamtechnologies.co.in/>



Company Type	Evergreen	  Starshine – Television manufactured by company
LT OP uptrend	Yes	
ST OP uptrend	No	
PE 42.4 (Consumption: 30-70) Lower end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	Dec '24: Promoter bought 2k shares at INR 138/share, aggregating to INR 3L.  Nov '24: Promoter bought 8k shares at INR 135/share, aggregating to INR 11L.  Nov '24: Promoter bought 3k shares at INR 141 per share, aggregating to INR 4.2 L.
Special Situation	Yes	Dec '23: BoD has considered and approved the raising of INR 50 Cr of funds by way of issuance of equity shares via Further Public Offer (FPO).
Future Visibility	Yes	Mar '24: Company has collaborated with Ms. Mona Singh, who featured in Three Idiots, Lal Singh Chadha, Yeh Meri family etc., for promotion of STARSHINE brand over various print and digital platforms.  Feb '24: Company announced the launch of Google TVs under its brand, Starshine. These state-of-the-art Smart Televisions integrate Google TV, offering curated recommendations, Google Assistant for voice commands, access to over 10,000 apps, and personalized entertainment options.  Dec '23: Company has entered an MoU with Magure Softwares Private Limited to collaborate on the development, implementation and deployment of digital signage and display solutions incorporating machine learning and artificial intelligence technologies ("Collaborative Project"). This Collaborative Project aims to leverage the expertise and resources of both Magure and Arham to create innovative and advanced solutions for the digital signage industry and any other relevant display solutions using machine learning and artificial intelligence.  Oct '23: Company is entering into Manufacturing and Commercial Production of Ceiling Fans and Solar BLDC Fans with remote control. Due to this, the Company is expecting current year's sales and profitability to increase in comparison to the previous year.

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



## 5. SEALMATIC INDIA LIMITED BSE: 543782

(SME Lot Size = 150 shares) (1<sup>st</sup> time covered: 2<sup>nd</sup> Mar 2023)

**Recent filing:** (JOINT VENTURE) Sealmatic India has acquired an Abu Dhabi Economic License for a 50:50 joint venture with High Technology FZ-LLC, forming SealTech LLC. Located in Musaffah Industrial Area, the state-of-the-art service center will cater to the growing demand for mechanical seals in the UAE.

**SUMMARY:** PE 52x (Sector PE range 30-60) | Capacity expansion | Partnerships | Ace Investor | Certifications | Capital Goods-Non-Electrical Equipment

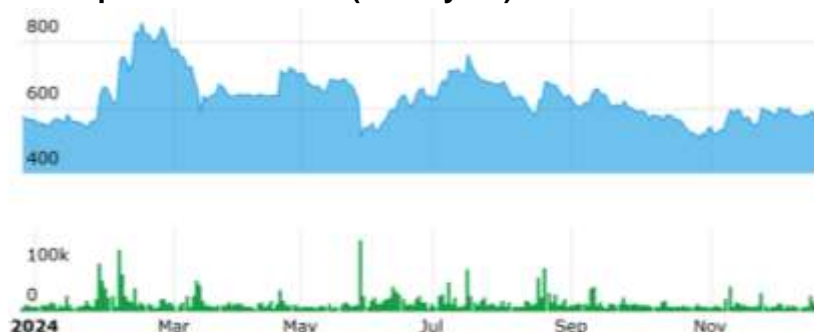
**FUTURE OUTLOOK:** As per Jun'24 Concall, Company has provided guidance indicating a 60% growth in revenues, and expecting EBITDA to be in the range of 24% to 26% for FY25.

- MCap of INR 505 Crore (share price = INR 558 / share) (as on 23<sup>rd</sup> Dec '24)
- TTM PE of 52x (as on 23<sup>rd</sup> Dec '24) Retail float = 23.3% (Sep-24)

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

**Company Description:** Incorporated in 2009, Sealmatic India Limited is engaged in the designing and manufacturing of mechanical seals and associated products. Mechanical seals prevents the leak of high pressure fluid into a low pressure liquid. It manufactures a variety of seals like Pusher Seals, Standard Cartridge Seals, Split Seals, 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
Sealma	662	775	636	699	539	638	673	639	588	537	591	558

(In INR Cr)	Mar-21	Sep-21	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	-	-	22	26	33	37	34	44
Op Profit	-	-	6	8	7	9	5	10
Net Profit	-	-	4	5	6	7	3	7
OPM	-	-	27%	31%	21%	24%	14%	22%
NPM	-	-	18%	19%	18%	19%	9%	16%
Promoter %	-	-	-	-	72.4%	72.4%	72.4%	72.4%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-	33	35	42	59	71	78
Op Profit	-	8	10	12	15	14	14
Net Profit	-	5	6	8	11	10	10

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



Company Type	Evergreen	 Mechanical Seals
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 52 (Capital Goods: 30-60) Higher end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	No	
Special Situation	Yes	Nov '24: BoD approved the raising of funds upto INR 25 Cr by creating, issuing, offering and allotting to the extent of 4.3L shares.
Future Visibility	Yes	<p>Nov '24: Inaugurated a 25,000 sq. ft. facility in Kaman-Vasai, increasing production capacity by 65% with a ₹6.8 crore investment. The plant, operational from Nov 26, 2024, will produce 1,050 mechanical seals and API vessels monthly.</p> <p>Oct '24: Partnered with Saudi Thalate General Manufacturing Industrial Co. Ltd to expand into Saudi Arabia.</p> <p>Sep '24: Secured an order from BHEL for engineered mechanical seals for the 1320 MW DVC Raghunathpur Thermal Power Station Phase II. Sealmatic is the only Indian vendor for such applications, alongside limited foreign vendors.</p> <p>Sep '24: India is constructing 14 new 700 MW nuclear reactors by 2031-32. Sealmatic, accredited with ISO 19443, aims to capture 15% of the mechanical seal market for nuclear applications.</p> <p>Aug '24: Received renewal of certification from the Ministry of Science and Technology for its facilities.</p> <p>Jun '24: Obtained Marine Works Approval Certification from the Indian Register of Shipping (IRS), meeting standards for naval and defense applications.</p> <p>Jun '24: Secured a ₹15 crore order to supply 247 mechanical seals and 187 API 682 Plans for Kirloskar Ebara Pumps' Mongol Refinery project, to be delivered within 36 weeks.</p> <p>Feb '24: Received NBBI certification for Pressure Vessels (API 682), enabling sales in the USA.</p>

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



## Others

### **REFEX INDUSTRIES LIMITED**

(SUBSIDIARY INCORPORATION) Company has established a wholly owned subsidiary, Venwind Refex Power Limited, to focus on sustainable energy projects, including trading, manufacturing, R&D, EPC, and operating renewable energy plants. It will also handle asset commercialization, leasing, and logistics for renewable energy projects.

- MCap of INR 6,284 Cr (share price = INR 486/share); TTM PE 56.9x (as on 23<sup>rd</sup> Dec '24)

### **PNGS GARGI LIMITED**

(NEW BRAND STORE) Company has opened its new exclusive brand store in Pitampura, Delhi.

- MCap of INR 1,353 Cr (share price = INR 1,306/share); TTM PE 64.2x (as on 23<sup>rd</sup> Dec '24)

### **VALIANT COMMUNICATION LIMITED**

(ORDER) Company has received an order worth INR 8.1 Cr from Transmission Corporation of Andhra Pradesh (APTRANSCO) for Supply and commissioning of Communication and Protection solutions, to be executed before Jul '25.

- MCap of INR 388 Cr (share price = INR 508/share); TTM PE 39.6x (as on 23<sup>rd</sup> Dec '24)

### **SHIVALIC POWER CONTROL LIMITED**

(ORDER) Company has been awarded with prestigious order worth INR 1.9 Cr for LT Panels, to be completed by mid of Mar '25.

- MCap of INR 604 Cr (share price = INR 251/share); TTM PE 42.3x (as on 23<sup>rd</sup> Dec '24)

### **CIGNITI TECHNOLOGIES LIMITED**

(ACQUISITION) Company announced the completion of the final tranche closing on December 20, 2024, under the SPA with Coforge Limited. With this acquisition, Coforge now holds a 54% stake in the company.

- MCap of INR 5,008 Cr (share price = INR 1,828/share); TTM PE 32.6x (as on 23<sup>rd</sup> Dec '24)

### **EXHICON EVENTS MEDIA SOLUTIONS LIMITED**

(AGREEMENT) Company has signed an agreement with the International Association of Disaster Management (IADM) to host the 4th edition of the Disaster Management Expo & Summit in India, the 5th edition in the UAE, and the 6th edition in Sweden. The India event, starting October 11, 2025, will run for six months and is expected to generate USD 4 million in revenue. The UAE and Sweden editions are expected to bring in USD 2 million. Exhicon's subsidiary, Digiglobe Advertising, will manage marketing, publishing, and exhibitor displays for all three events.

- MCap of INR 323 Cr (share price = INR 249/share); TTM PE 21.2x (as on 23<sup>rd</sup> Dec '24)

### **SUPREME POWER EQUIPMENT LIMITED**

(APPROVAL) Company has been officially approved as a vendor for the supply of power and distribution transformers to the Kerala State Electricity Board (KSEB).

- MCap of INR 555Cr (share price = INR 222/share); TTM PE 37.8x (as on 23<sup>rd</sup> Dec '24)



**VIVIANA POWERTECH LIMITED**

(BUSINESS UPDATE) Board approved an additional INR 63 Cr credit facility from HDFC Bank, increasing the company's working capital limit to INR 120 Cr, boosting growth prospects and accelerating FY27 targets. Strategic initiatives include expansion into African power markets, bidding for INR 450 crore in transmission & distribution tenders, and participating in utility transformer tenders via its subsidiary.

- MCap of INR 690 Cr (share price = INR 1,155/share); TTM PE 81.4x (as on 23<sup>rd</sup> Dec '24)

**SUNITA TOOLS LIMITED**

(ORDER) Company has received the contract for supply of different kinds of Mould Bases totaling to INR 1.4 Cr apart from the Work in Progress of INR 10.8 Cr.

- MCap of INR 437 Cr (share price = INR 777/share); TTM PE 90.1x (as on 23<sup>rd</sup> Dec '24)

**MARINE ELECTRICALS (INDIA) LIMITED**

(ORDER) Company has received an Export Order amounting to INR 8.6 Cr from Société Minière de DASA SA (SOMIDA), Niger, West Africa (International Entity) for the supply of HT panels. The delivery will take place over a period of nine months.

- MCap of INR 3,998 Cr (share price = INR 290/share); TTM PE x (as on 23<sup>rd</sup> Dec '24)

**ECO RECYCLING LIMITED**

(FUND RAISE) Board has approved raising funds up to INR 500 crore.

- MCap of INR 2,013 Cr (share price = INR 1,043/share); TTM PE 84.8x (as on 23<sup>rd</sup> Dec '24)

**URBAN ENVIRO WASTE MANAGEMENT LIMITED**

(ORDER) Company has secured a INR 70.8 L, one-year contract from Dhandhuka Nagarpalika, Gujarat, for door-to-door MSW collection and transportation, reinforcing its commitment to sustainable waste management in the region.

- MCap of INR 272 Cr (share price = INR 629/share); TTM PE 25.5x (as on 23<sup>rd</sup> Dec '24)

**RMC SWITCHGEARS LIMITED**

(ORDER) Company has received a work order worth INR 5.4 Cr from Suncity Urja Private Limited for Construction of various transmission elements including survey, supply of all equipment's/materials, erection (including civil works), testing and commissioning under RVPN, to be executed before Jul '25.

- MCap of INR 1,094 Cr (share price = INR 1,061/share); TTM PE 64.1x (as on 23<sup>rd</sup> Dec '24)

**POWER AND INSTRUMENTATION GUJARAT LIMITED**

(STAKE INCREASED IN PECL) Company is increasing its stake in Peaton Electricals from 15% to 60%, aligning with its vision to strengthen its position in electrical manufacturing. PECL, recently licensed by Siemens to produce SIEPAN 8PU switchboards, brings advanced capabilities. This move enhances PIGL's manufacturing, expands its product range, and boosts market reach with Siemens-certified products.

- MCap of INR 536 Cr (share price = INR 329/share); TTM PE 57.9x (as on 23<sup>rd</sup> Dec '24)



**YATHARTH HOSPITAL & TRAUMA CARE SERVICES LIMITED**

(BUSINESS UPDATE) Yatharth Hospital, Noida Extension, has become Uttar Pradesh's first JCI-accredited hospital, reflecting its commitment to world-class, patient-centered care.

- MCap of INR 5,334 Cr (share price = INR 618/share); TTM PE 41.3x (as on 23<sup>rd</sup> Dec '24)

**DHABRIYA POLYWOOD LIMITED**

(ORDER) Company has received the work order/LOI worth INR 4.5 Cr from Concient Group (Heritage Max) for Supply & Installation of Modular Kitchen, to be completed within 6 months.

(ORDER) Company has received the work order/LOI worth INR 5.2 Cr from Puravankara Group (INR 3.9 Cr) & DLF (INR 1.4 Cr) Group for Supply & Installation of uPVC/Aluminium Windows & Doors, to be completed Within 12 months.

- MCap of INR 395 Cr (share price = INR 365/share); TTM PE 24.4x (as on 23<sup>rd</sup> Dec '24)



## Sovrenn SME Index: -1.30%

Sovrenn SME Index was down 1.30% 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
Citichem India	SME	Upcoming	27-Dec-24	31-Dec-24	03-Jan-24	0%	NA
Anya Polytech	SME	Upcoming	26-Dec-24	30-Dec-24	02-Jan-24	21%	NA
Solar91 Cleantech	SME	Upcoming	24-Dec-24	27-Dec-24	01-Jan-24	51%	NA
Unimech Aerospace	Mainboard	Open	23-Dec-24	26-Dec-24	31-Dec-24	61%	3
Carraro India	Mainboard	Open	20-Dec-24	24-Dec-24	30-Dec-24	0%	0
Senores Pharmaceuticals	Mainboard	Open	20-Dec-24	24-Dec-24	30-Dec-24	56%	12
Ventive Hospitality	Mainboard	Open	20-Dec-24	24-Dec-24	30-Dec-24	4%	1
Concord Enviro Systems	Mainboard	Close	19-Dec-24	23-Dec-24	27-Dec-24	7%	10
DAM Capital Advisors	Mainboard	Close	19-Dec-24	23-Dec-24	27-Dec-24	57%	80
Mamata Machinery	Mainboard	Close	19-Dec-24	23-Dec-24	27-Dec-24	107%	183
Transrail Lighting	Mainboard	Close	19-Dec-24	23-Dec-24	27-Dec-24	42%	78
Sanathan Textiles	Mainboard	Close	19-Dec-24	23-Dec-24	27-Dec-24	19%	35
Newmalayalam Steel	SME	Close	19-Dec-24	23-Dec-24	27-Dec-24	33%	48
Identical Brains Studio	SME	Close	18-Dec-24	20-Dec-24	26-Dec-24	74%	544
NACDC Infrastructure	SME	Close	17-Dec-24	19-Dec-24	24-Dec-24	143%	2210

Company	Sector	Revenue growth (YoY)	Profit growth (YoY)	Issue PE
Rosmerta Digital Services	Digital Services (Auto)	2.2x	2.8x	39x
Citichem India	Chemicals	-70%	-29%	46x
Anya Polytech	Fertilizers and Bags Manufacturing	30%	82%	14x
Solar91 Cleantech	EPC	2.4x	3.4x	—
Unimech Aerospace	Engineering	19%	33%	59x
Carraro India	Auto Ancillary	2%	59%	49x
Senores Pharmaceuticals	Pharmaceutical	69%	46%	45x
Ventive Hospitality	Hospitality	-8%	—	—
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

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

## India's GDP Outlook 2024-25: Balancing Growth and Challenges

India's economic growth remains a focal point for global observers, with projections for FY 2024-25 reflecting both optimism and caution. While HDFC Securities anticipates GDP growth of 6.4%, challenges such as urban demand slowdown and delayed private capital expenditure (capex) weigh on the outlook.

### The Slowdown in Quarterly Growth

The July-September quarter of FY 2024-25 witnessed GDP growth of just 5.4% in real terms, a marked decline from the RBI's projected 7%. This underperformance highlights the economy's vulnerability to inflationary pressures and external headwinds.

### Rural Revival: A Beacon of Hope

Rural consumption emerges as a critical growth driver, buoyed by a strong monsoon, healthy kharif crop output, and robust reservoir levels. Indicators like reduced demand for MNREGA reflect improving labor market conditions. This rural resurgence stands in stark contrast to urban consumption trends, which face hurdles due to persistent inflation and constrained credit availability.

### Urban Consumption: The Strain of Inflation

Urban demand continues to falter as inflation curtails the purchasing power of lower-income households. Staples are witnessing slower demand, even as high-ticket discretionary spending remains relatively robust. Restrictions on unsecured retail lending have further impacted consumption, particularly in e-commerce and electronics.

### Muted Capex: A Temporary Setback?

The government's capital expenditure in the first half of FY 2024-25 has been subdued, but a stronger push is expected in the latter half. HDFC Securities projects investments in sectors like BFSI, cement, IT, and energy to accelerate growth, setting the stage for an estimated 6.7% GDP growth in FY 2025-26.

### India's Global Advantage

Despite domestic challenges, India is poised to remain an outlier in global GDP growth. As noted by HDFC Securities MD and CEO Dhiraj Relli, growth will likely be volume-driven, supported by strong performance in key sectors. This positions India as a beacon of resilience amid a slowing global economy.

### Historical Strengths and Future Prospects

India's consistent growth in recent years underscores its economic potential. GDP surged by 8.2% in FY 2023-24, following growth of 7.2% in FY 2022-23 and 8.7% in FY 2021-22. While the pace is expected to moderate, the economy's long-term trajectory remains robust.

### Conclusion: Navigating a Complex Landscape

India's GDP outlook for 2024-25 paints a picture of cautious optimism. Rural demand, government spending, and strategic investments provide much-needed support, but urban demand challenges and sluggish capex pose significant risks. Achieving sustained growth will require targeted policy interventions and a balance between consumption and investment.



# 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.