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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. DEEP INDUSTRIES LIMITED

Filing: (FUND RAISE) Board has approved raising funds up to INR 350 Cr by the way of QIP.

MCap: INR 3,489 Cr

PE: 25.2x

Number of LinkedIn Employees: 723 Members

GSTR3B: Last filed Nov '24.

Clients: ONGC, Gujarat Gas, Adani Gas, etc.

2. SHAKTI PUMPS (INDIA) LIMITED

Filing: (FUND RAISE) Board meeting to be held on 7th Jan 2024 to consider fund raise.

MCap: 13,717 Cr

PE: 41.7x

Number of LinkedIn Employees: 1097 Members

GSTR3B: Last filed Nov '24.

Clients: Maharashtra Energy Department Agency (MEDA), Haryana Renewable Energy Department (HAREDA), etc.

3. TEERTH GOPICON LIMITED

Filing: (ORDER) Company has successfully won the SJVN Limited tender for developing 5,830 kW grid-connected rooftop solar power projects across multiple states, including Delhi, Uttar Pradesh, Madhya Pradesh, Haryana, Gujarat, and Maharashtra. Under the PM Surya Ghar: Muft Bijli Yojna, the project, with a tentative capacity of 5,705 kWp, will be implemented on government buildings within six months of the PPA's effective date.

MCap: INR 731 Cr

PE: 41.4x

Number of LinkedIn Employees: 217 Members.

GSTR3B: Last Filed Nov '24.

Clients: Municipal Corporation Ujjain.

4. SAHANA SYSTEMS LIMITED

Filing: (ORDER) Company has secured a contract worth INR 25.4 Cr contract to provide technical support for toll infrastructure systems in India. The services include Toll Management Systems, IT Management Systems, and Weigh-in-Motion (WIM) solutions using advanced sensor technology and integrated software.

MCap: INR 1,586 Cr

PE: 57.0x

Number of LinkedIn Employees: 58 Members

GSTR3B: Last filed Nov '24.

Clients: ICAI Surat, Liberty Lifestyle, etc.

5. SOLEX ENERGY LIMITED

Filing: (ORDER) Company has secured a Work Order worth INR150 Cr from Sprng Energy Private Limited, an affiliate of the Shell Group, for 100 MW N-type TOPCON 585/590 Wp modules. The project is scheduled for completion by June 2025.

MCap: INR 1,524 Cr

PE: 72.5x

Number of LinkedIn Employees: 212 Members.

GSTR3B: Last filed Nov '24.

Clients: ONGC, IIM Ahmedabad, Banco, IOCL, BoB, Canara Bank, Airport Authority of India, etc.

1. DEEP INDUSTRIES LIMITED NSE: DEEPINDS

(1st time covered: 23rd Feb 2023)

Recent filing: (FUND RAISE) Board has approved raising funds up to INR 350 Cr by the way of QIP.

SUMMARY: 4y Operating Profit uptrend | 2q Operating Profit uptrend | PE 25.2x (Sector PE range 10-30) | Excellent Sep-24 Results | JVs | Acquisition | Fund raise | Order Book of INR 2,622 Cr (Sep-24) (5.7x times of TTM Revenue) | Oil & Gas

FUTURE OUTLOOK: As per Q4 FY24 Concall, Company targeting a minimum of 25% revenue growth in FY25, expecting margin improvement in EBITDA from 42% to 45% in FY25.

- MCap of INR 3,489 Crore (share price = INR 545 / share) (as on 30th Dec '24)
- TTM PE 25.2x (as on 30th Dec '24) Retail float = 16.6% (Sep-24)

FOOD FOR THOUGHT: Majority of orderbook is from ONGC / ONGC-led consortium

Company Description: Deep Industries Ltd. is specialized in providing Air & Gas Compression Services, Drilling and Workover Services, Gas Dehydration Services, and also having expertise in Integrated Project Management Services. It provides various equipment and services under rental and chartered-hire basis.

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
Deep I	257	251	309	282	277	290	315	377	435	485	563	545

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	98	103	101	101	105	120	123	131
Op Profit	40	42	43	39	40	38	51	57
Net Profit	25	72	31	30	28	37	39	42
OPM	41%	41%	43%	38%	38%	32%	41%	44%
NPM	26%	70%	31%	30%	27%	31%	32%	32%
Promoter %	63.5%	63.5%	63.5%	63.5%	63.5%	63.5%	63.5%	63.5%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	318	262	194	322	341	427	478
Op Profit	153	126	81	116	131	167	186
Net Profit	14	31	65	72	125	125	145

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

Company Type	Evergreen	Our Clients
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 25.2 (Oil & Gas: 10-30) Higher end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	No	
Special Situation	Yes	
Future Visibility	Yes	

Dec '24: Company has received Letter of Award worth INR 62 Cr from Selan Exploration Technology Limited for Integrated Drilling Services for Selan operated blocks for a period of 18 months.

Sep '24: Company has received Letter of Award worth INR 1,402 Cr from Oil and Natural Gas Corporation Limited for Production Enhancement Operations in Mature Fields at Rajahmundry Asset for a period of 15 years.

Aug '24: Company has received Letter of Award worth INR 63 Cr from Oil and Natural Gas Corporation Limited for Hiring of services for a skid mounted modular type gas separation system and gas compression units including operation and maintenance at Rokhia GCS Tripura Asset for a period of 3 years.

Jul '24: Company has received Letter of Awards worth INR 82 Cr, from Oil and Natural Gas Corporation Limited for Charter Hiring Of 01 Number Of 100MT Workover Rig for Tripura & 150MT Workover Rig for Rajahmundry for 3 Years each.

Jun '24: Company has received a Letter of Award worth INR 56 Cr from Oil and Natural Gas Corporation Limited, Kakinada for Hiring of DPDU (GDU) for processing gas for 10 months.

Apr '24: Company has received a Letter of Award worth INR 81 Cr from Oil India Limited for Charter Hiring of 01 No. of 1000 HP Mobile Rig package for 2 years (with the provision of 1-year extension) for Drilling and Workover jobs in Tulamara DSF Block, Tripura under OIL, Duliajan.

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

2. SHAKTI PUMPS (INDIA) LIMITED NSE: SHAKTIPUMP

(1st time covered: 20th Mar 2023)

Recent filing: (FUND RAISE) Board meeting to be held on 7th Jan 2024 to consider fund raise.

SUMMARY: 2y Operating Profit uptrend | 4q Operating Profit uptrend | PE 41.7x (Sector PE range 30-60) | Excellent Sep-24 results | Fund raise | Expanding into EV Mobility through WOS | Promoter Buying | Institutional Entry | Order Book of INR 1,800 Cr (Sep-24) (0.8x times of TTM Revenue) | Solar Pumps | Capital Goods – Non-Electrical Equipment

FUTURE OUTLOOK: As per Q1FY25 Concall, Company expecting revenue growth of around 25% - 30% for next 3 to 4 years | As per Q2FY25 Investor Presentation, Company manufacturing Solar Structures for Solar Panels with capacity of 1,00,000 units per annum, with Capacity Expansion in Progress to Double existing capacities.

- MCap of INR 13,717 Crore (share price = INR 1,141 / share) (as on 30th Dec '24)
- TTM PE 41.7x (as on 30th Dec '24) Retail float = 23.5% (Sep-24)

FOOD FOR THOUGHT: Company's revenue heavily relies on government tenders in the solar pumps market, with growth tied to government initiatives.

Company Description: Company is involved in the manufacturing of energy-efficient pumps and motors. Its latest series of new advanced solar energy-operated pumps has emerged as a prestigious brand in domestic and international markets. These pumps are used for a variety of purposes, including cutting and grinding, fire-fighting, managing sewage, and heating and cooling systems.

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
Shakti	246	219	222	230	414	611	713	745	712	749	780	1141

(In INR Cr)	Dec-22	Mar-23	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24
Sales	314	183	113	153	496	609	568	635
Op Profit	22	11	8	15	71	131	136	149
Net Profit	11	2	1	6	45	90	93	101
OPM	7%	6%	7%	10%	14%	21%	24%	23%
NPM	4%	1%	1%	4%	9%	15%	16%	16%
Promoter %	56.0%	56.1%	56.2%	56.2%	56.2%	51.6%	51.6%	51.6%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	544	383	930	1,179	968	1,371	2,307
Op Profit	89	12	142	110	67	225	486
Net Profit	45	-14	76	65	24	142	329

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

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Please do your own due diligence before making any investment decisions.

Company Type	Evergreen	 <p>Solar Pumps</p>
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 41.7 (Capital Goods: 30-60) Lower end of sector range		
Futuristic Sector	Yes (Solar pumps)	
HNI / Institutional / Promoter Buying	Yes	<p>Dec '24: Promoter bought 4k shares at INR 940/share, aggregating to INR 37L.</p> <p>Sep '24: SBI Mutual Fund is holding 2.9% stake. LIC Mutual Fund is holding 3.6% stake.</p> <p>Promoter Buying: May '23: Bought 15k shares at 422/share, aggregating to INR 63 L. Mar '23: Bought 34k shares at 400/share, aggregating to INR 1.4 Cr. Dec '22: Bought 15k shares at 384/share, aggregating to INR 57 L. Nov '22: Bought 1.7L shares at 404/share, aggregating to INR 6.8 Cr.</p>
Special Situation	Yes	<p>Mar '24: BoD approved the issuance and allotment of 16.5L equity shares at INR 1,208/share, aggregating to INR 200 Cr to qualified institutional buyers. Subscribers include DIIs like LIC MF and SBI funds.</p>
Future Visibility	Yes	<p>Dec '24: 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.</p> <p>Dec '24: Empaneled by Maharashtra State Electricity Distribution Company for 25,000 Off-Grid Solar Pumps worth INR 754 Cr under the Magel Tyala Saur Krushi Pump Scheme; to be completed in 60 days.</p> <p>Nov '24: Secured a INR 116 Cr work order under PM-KUSUM Component-B from HAREDA for 3,174 solar pumps; to be completed in 120 days.</p> <p>Sep '24: Awarded the 15th patent for a PMBLDC motor drive technology developed with IIT Delhi, enhancing irrigation system efficiency. Patent valid for 20 years.</p> <p>Aug '24: Bagged INR 9.4 Cr order from Jharkhand Agriculture Dept. for solar pumps, to be completed in 4 months. First order from Jharkhand.</p> <p>Aug '24: Won INR 8.5 Cr work order from Uttarakhand Minor Irrigation Dept. for 200 SPWPS under PM-KUSUM Component-B; to be completed in 150 days.</p>

Aug '24: Received INR 558 Cr order for 12,537 solar pumps in Uttar Pradesh under PM-KUSUM Phase-III; to be executed in 4 months.

Jul '24: LoA worth INR 33.4 Cr from MEDA for 1,200 SPWPS under PM-KUSUM Component-B; to be executed in 120 days.

Mar '24: Secured 13th patent for motor soft start/stop technology, improving efficiency and reducing wear.

Mar '24: LoA worth INR 93 Cr from MEDA for 3,500 SPWPS under PM-KUSUM Component-B; to be executed in 120 days.

Mar '24: 4th work order worth INR 73 Cr under KUSUM-3 from HAREDA for 2,130 solar pumps.

Feb '24: 3rd work order worth INR 84 Cr under KUSUM-3 from HAREDA for 2,443 solar pumps.

Feb '24: 12th patent for impeller seal technology improving pump efficiency and reducing costs; valid for 20 years.

Jan '24: MPIDC sanctioned 46 acres of land for future expansion.

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

3. TEERTH GOPICON LIMITED NSE – SME: TGL

(SME: Lot Size = 200 shares) (1st time covered: 30th May 2024)

Recent filing: (ORDER) Teerth Gopicon has successfully won the SJVN Limited tender for developing 5,830 kW grid-connected rooftop solar power projects across multiple states, including Delhi, Uttar Pradesh, Madhya Pradesh, Haryana, Gujarat, and Maharashtra. Under the PM Surya Ghar: Muft Bijli Yojna, the project, with a tentative capacity of 5,705 kWp, will be implemented on government buildings within six months of the PPA's effective date.

SUMMARY: 4y Operating Profit uptrend | 3h Operating Profit uptrend | PE 41.4x (Sector PE range 10-50) | Excellent Sep-24 results | Promoter Buying | IPO | Orderbook of INR 1,081 Cr (8th Nov-24) (7.9x of TTM revenue) | Water Infra

FUTURE OUTLOOK: As per Sep-24 Analyst Meet, Company has given a Revenue guidance for FY25 of INR 250-300 Cr (a 2.6x growth) with 13-13.5% PAT margin and a Revenue guidance for FY26 of INR 750-900 Cr with 13.5-14% PAT margin.

- MCap of INR 731 Crore (share price = INR 610 / share) (as on 30th Dec '24)
- TTM PE 41.4x (as on 30th Dec '24) Retail float = 22.1% (Sep-24)

FOOD FOR THOUGHT: Highly competitive sector

Company Description: The Company specializes in road construction, sewerage work, and water distribution projects in Madhya Pradesh, and has also subcontracted residential tower construction in Indore. As an EPC contractor, it provides detailed project engineering, procurement of materials and machinery, project execution, and operation and maintenance services.

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
Teerth	-	-	-	203	254	502	584	591	584	478	495	610

(In INR Cr)	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	-	-	11	37	68	68
Op Profit	-	-	2	5	13	16
Net Profit	-	-	1	4	8	10
OPM	-	-	18%	14%	19%	24%
NPM	-	-	9%	11%	12%	15%
Promoter %	-	-	-	-	-	64.3%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-		46	31	39	105	136
Op Profit	-		1	1	3	18	29
Net Profit	-		0	0	2	12	18

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

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Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 41.4 (Water Infra: 10-50) Higher end of sector range		
Futuristic Sector	No	
HNI / Institutional / Promoter Buying	Yes	<p>Nov '24: Promoter bought 7.6k shares at INR 493 per share, aggregating to INR 37.5L in the month of Nov '24.</p> <p>Nov '24: Maheshbhai M Kumbhani bought 2.6k shares at INR 470/share, aggregating to INR 12L.</p>
Special Situation	Yes	IPO in Apr '24.
Future Visibility	Yes	<p>Dec '24: Company has secured an INR 237 Cr order from Rajasthan Renewable Energy Corporation under Hybrid Annuity Mode (HAM) for designing, supplying, erecting, testing, commissioning, and 25 years of comprehensive O&M of rooftop solar projects in Rajasthan, to be executed within 12 months. The project includes 11 MW in Baran (INR 48 Cr for setup) and 26 MW in Pali (INR 121 Cr for setup), with a total O&M cost of INR 67 Cr for both projects over 25 years. O&M includes INR 5 Lac/MW for the first year, with a 3% annual escalation post-COD.</p> <p>Oct '24: Company announced its foray into fast growing Real Estate sector as a Real Estate Developer by securing tender for acquiring freehold Land parcel of approximate 2,088 square meter for INR 25 Cr which has to be paid over period of 5 years. This land parcel has potential for both Residential and Commercial development of around 2,80,000 Square Feet with initial estimated potential to generate around INR 185 Cr of Revenue from development and sale of the project.</p>

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

4. SAHANA SYSTEMS LIMITED NSE – SME: SAHANA

(SME: Lot Size = 125 shares) (1st time covered: 13th Jun 2023)

Recent filing: (ORDER) Company has secured a contract worth INR 25.4 Cr contract to provide technical support for toll infrastructure systems in India. The services include Toll Management Systems, IT Management Systems, and Weigh-in-Motion (WIM) solutions using advanced sensor technology and integrated software.

SUMMARY: 4y Operating Profit uptrend | Excellent Sep-24 results | PE 57.0x (Sector PE range 30-50) | Fund raise | IT

- MCap of INR 1,586 Crore (share price = INR 1,805 / share) (as on 30th Dec '24)
- TTM PE 57.0x (as on 30th Dec '24) Retail float = 23.4% (Sep-24)

FOOD FOR THOUGHT: PE is above sector range.

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

Share price and Volume (last 1 year):



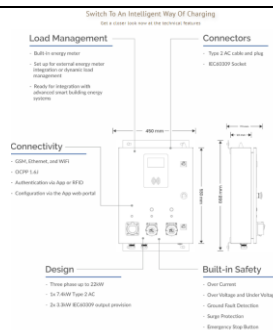
Price	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	LTP
Sahan	940	908	850	946	1255	1496	1477	1353	1313	1281	1452	1805

(In INR Cr)	Sep-22	Mar-23	Sep-23	Mar24	Sep-24
Sales	7	17	24	45	53
Op Profit	2	8	6	17	20
Net Profit	2	4	5	14	14
OPM	29%	47%	25%	38%	38%
NPM	29%	24%	21%	31%	26%
Promoter %	-	62.9%	-	62.9%	61.1%

(In INR Cr)	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	-	-	6	3	12	24	69	98
Op Profit	-	-	1	1	3	10	23	37
Net Profit	-	-	0	0	1	6	18	28

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

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 57.0 (IT: 30-50) Above sector range		
Futuristic Sector	Yes (New Age IT)	
HNI / Institutional / Promoter Buying	No	
Special Situation	Yes	<p>Feb '24: BoD has considered and approved the fund raising of an amount upto INR 49 Cr. BoD issued 2.5L shares at INR 824/share aggregating to INR 20.8 Cr and remaining amount from the issuance of 72k shares as non – cash consideration for purchasing share of Softvan Private Limited and 19k shares as non – cash consideration for purchasing share of Softvan Labs Private Limited.</p> <p>Feb '24: BoD Considered and approved the raising of funds through unsecured loan from Promoters Directors with an option to convert into Equity Shares upto INR 100 Cr.</p>
Future Visibility	Yes	<p>Oct '24: Company has been empaneled against the EOI “Expression of Interest for Empanelment of Agencies for Collaboration in Advanced and Emerging ICT&E Technologies” as a “Partner” for C-DAC Noida vide Application. Time period is Initially 2 years excluding 4 months (tentative) for integration activity.</p> <p>Jun '24: Company has received Work order worth INR 70 Cr from Satra Services and Solutions Private Limited for Centrally Sponsored Primary Agricultural Co-operative Credit Society Computerization Project (CSPCP) in the state of Karnataka as a sub-contractor for 1 year.</p>



5. SOLEX ENERGY LIMITED NSE: SOLEX

(SME: Lot Size = 125 shares) (1st time covered: 8th Mar 2023)

Recent filing: (ORDER) Company has secured a Work Order worth INR 150 Cr from Sprng Energy Private Limited, an affiliate of the Shell Group, for 100 MW N-type TOPCON 585/590 Wp modules. The project is scheduled for completion by June 2025.

SUMMARY: 3y Operating Profit uptrend | 5h Operating Profit uptrend | PE 72.5x (Sector PE range 50-90) | Excellent Sep-24 results | Clean energy

FUTURE OUTLOOK: As per FY24 Concall, Company Revenue target for FY25 is between INR 800 Cr to INR 900 Cr, and targeting revenue of INR 1,300 Cr to INR 1,400 Cr on full utilization | Company is expecting sales of INR 275 Cr to INR 300 Cr in the first half of FY25 | Company has an EBITDA margin target for FY25 between 9% to 11% | Company targeting to reach 3-gigawatt capacity within the next 9 to 12 months.

- MCap of INR 1,524 Crore (share price = INR 1,411 / share) (as on 30th Dec '24)
- TTM PE 72.5x (as on 30th Dec '24) Retail float = 16.9% (Sep-24)

FOOD FOR THOUGHT: Single digit operating profit margins

Company Description: Incorporated in 2014, the Company manufactures solar products and undertakes EPC contracts for setting up solar power plants, solar water pumps, solar water heating systems, etc. Its solar products include mono/multi-crystalline solar photovoltaic modules, solar lanterns, solar street-lights, solar water pumps, and solar inverters.

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
Solex	608	814	810	1178	1560	1443	1558	1606	1419	1488	1456	1411

(In INR Cr)	Sep-21	Mar-22	Sep-22	Mar-23	Sep-23	Mar-24	Sep-24
Sales	35	37	21	141	93	273	273
Op Profit	1	1	2	9	9	20	24
Net Profit	1	0	0	3	1	8	13
OPM	3%	2%	9%	7%	9%	7%	9%
NPM	3%	0%	0%	2%	1%	3%	7%
Promoter %	43.5%	70.7%	70.7%	70.7%	70.7%	70.7%	66.2%

(In INR Cr)	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	TTM
Sales	149	138	80	72	161	366	546
Op Profit	8	7	3	2	11	28	44
Net Profit	5	4	2	1	3	9	21

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

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Please do your own due diligence before making any investment decisions.

Company Type	Evergreen	
LT OP uptrend	Yes	
ST OP uptrend	Yes	
PE 72.5 (Clean Energy: 50-90) Higher end of sector range		
Futuristic Sector	Yes (Solar)	
HNI / Institutional / Promoter Buying	Yes	<p>Jun '24: Alternate Investment Funds is holding 0.9% stake.</p> <p>Apr '24: Bajoria Financial Services Private Limited bought 48.4k shares at INR 800/share, aggregating to INR 3.9 Cr.</p>
Special Situation	No	
Future Visibility	Yes	<p>Nov '24: Company has received the Work Order worth 18.9 Cr from Thenpandian Energy Innovations Private Limited for Solar PV Module Mono - Bifacial M10 of 13 MW, needs to be completed within 6 months.</p> <p>Oct '24: Company has partnered with State Bank of India (SBI) to provide financing solutions for commercial, industrial, and institutional solar photovoltaic projects. Through SBI's Surya Shakti Solar Finance Scheme, loans up to INR 10 Cr will be available for grid-connected rooftop and ground-mounted solar systems across India, including net metering and zero export options. Solex will offer end-to-end project support, while SBI provides a digital platform for easy loan applications and comprehensive insurance coverage throughout the loan term.</p> <p>Oct '24: Company has received the Work Order worth INR 7.6 Cr from District Panchayat Raj Officer, Madhepura for Comprehensive Maintenance Contract (CMS for 5 years) including Remote Monitoring System (RMS) of Smart Solar Street Light System.</p> <p>Sep '24: Company has announced a major investment of over INR 8,000 Cr as part of its Vision 2030 strategy, aiming to become a fully integrated solar player. The plan includes developing a new cell manufacturing facility with an initial capacity of 2 GW, scalable to 5 GW, and increasing its module manufacturing capacity from 1.5 GW to 15 GW. Company also aims to expand its workforce to over 25,000 to support this growth.</p> <p>Sep '24: Company becomes India's first PV module manufacturer to receive MCS Certification under the BSI Kitemark, supported by the United Kingdom Accreditation Service.</p> <p>Aug '24: Company has received a work order worth INR 10.4 Cr for Rooftop Solar and Ground mount for 3075 KWp from Torrent Power Limited, needs to be completed by 31 march 2025.</p> <p>Aug '24: Company has received an order worth INR 7.4 Cr for Comprehensive Maintenance Contract (CMS for 5 years) including Remote Monitoring System (RMS) of Smart Solar Street Light System from District Panchayat Raj Officer, Bihar, needs to be completed within 6 months.</p>

Aug '24: Company has received a work order worth INR 3.5 Cr for 1,217 kW Solar Roof Mount Power Plant, from APAR Industries Limited, needs to be executed within 6 months.

Aug '24: Company has received a work order worth INR 9.8 Cr for Comprehensive Maintenance Contract (CMS for 5 years) including Remote Monitoring System (RMS) of Smart Solar Street Light System, from District Panchayat Raj Officer, Patna, needs to be executed within 3 months.

Jul '24: Company has received the Work Order worth INR 34.3 Cr from Vatsalya Paper Industries LLP, Surat for 10 MWP Solar Ground Mount Power Plant, needs to be completed within 6 months.

Jul '24: Company has received the Work Order worth INR 8.5 Cr from M/s Sonali Dyeing & Printing Pvt. Ltd., Surat for 2.4 MWp Solar Ground Mount Power Plant, needs to be completed within 6 months.

Jul '24: Company has received Work Order worth INR 7.1 Cr from Shree Vasudev Processors Pvt. Ltd., Surat for 2 MWp Solar Ground Mount Power Plant, needs to be completed within 6 months.

Jul '24: Company has received a work contract worth INR 3.1 Cr from District Panchayat Raj Officer, Aurangabad for Comprehensive Maintenance Contract (CMS for 5 years) including Remote Monitoring System (RMS) of Smart Solar Street Light System, needs to be executed within 3 months.

Jul '24: Company has received a Work Order worth INR 16 Cr under Mukhyamantri Gramin Solar Street light Yojna in Supaul District, Bihar for 5,220 units.

Jul '24: Company has received the following Work Order worth INR 6.3 Cr from Vishwaprem Dyg. Mills Pvt. Ltd., Surat for 2 MW Solar Ground Mount Power Plant, needs to be executed within 6 months.

Jul '24: Company has received a work order worth INR 1 Cr, from Inorbit Malls (India) Pvt. Ltd, Malad for Solar Power Plant Rooftop, Capacity of 303 KW, needs to be executed within 3 months.

Jul '24: Company has received a work order worth INR 3.4 Cr, from Colour Fashions Pvt Ltd, Surat for 1 MW Solar Ground Mount Power Plant, needs to be executed within 6 months.

Jun '24: Company has received a work order worth INR 17.8 Cr, from Eminent Paper Industries LLP, Kosamba for 6 MW Ground Mount Solar Power Plant, needs to be executed within 6 months.

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

Others

SEALMATIC INDIA LIMITED

(PARTNERSHIP) Company has partnered with Egypt-based ValueTech Engineering Technologies to expand its presence in Africa. This strategic alliance focuses on selling, repairing, and refurbishing Company's mechanical seals for industries such as oil and gas, petrochemicals, power, water, and chemicals. Through this collaboration, Company aims to establish connections with key players, including Egypt's Ministry of Petroleum and Mineral Resources, to tap into the growing USD 45 million mechanical seals market.

- MCap of INR 488 Cr (share price = INR 539 /share); TTM PE 50.2x (as on 30th Dec '24)

COMPUTER AGE MANAGEMENT SERVICES LIMITED

(INVESTMENT) Board approved an additional INR 8 Cr investment in CAMS Financial Information Services Pvt Ltd (FY 2023-24 turnover: INR 68.0 L), a wholly-owned subsidiary, via a rights issue. The first tranche of INR 4 crore will be completed by December 31, 2024. CAMS FIS provides a platform for sharing financial asset data between authorized providers and users.

- MCap of INR 24,930 Cr (share price = INR 5,050/share); TTM PE 62.4x (as on 30th Dec '24)

SAHAJ SOLAR LIMITED

(LEASE AGREEMENT) Company has entered into a lease agreement with promoter Mr. Pramit Bhaskar Brahmabhatt for land to manufacture solar panels. The lease, effective January 1, 2025, is for nine years at INR 7.4 L per month (excluding GST), with a 15% fee escalation every three years. The transaction qualifies as a related party transaction and is conducted at arm's length. Mr. Brahmabhatt holds a 56.85% stake in Sahaj Solar Limited.

- MCap of INR 556 Cr (share price = INR 506/share); TTM PE 42.2x (as on 30th Dec '24)

DYNAMIC SERVICES & SECURITY LIMITED

(ORDER) Company has recently received work order worth INR 41.7 L from Government of West Bengal Office of the Chief Medical Officer of Health for providing House Keeping & Scavenging personal for Institute for Mental Care and Raghunathpur SSH/SDH, Purulia for 12 months.

(ORDER) Company secured a INR 6.4 Cr work order from South Central Railway, Guntakal Division, to install rooftop solar plants across various buildings and sections. The project will be completed within four months of the Letter of Acceptance.

- MCap of INR 494 Cr (share price = INR 360/share); TTM PE 43.1x (as on 30th Dec '24)

SRIVARI SPICES & FOODS LIMITED

(ACQUISITION) Board approved the acquisition of 60% equity in Srivari Supply Chain Pvt Ltd, making it a wholly-owned subsidiary of Srivari Spices and Foods Ltd. This acquisition in the logistics sector aims to enhance the company's supply chain, optimize product delivery, and improve efficiency. The target company's promoter holds a 60% stake.

- MCap of INR 193 Cr (share price = INR 225/share); TTM PE 20.6x (as on 30th Dec '24)

SHIVALIC POWER LIMITED

(ORDER) Company has been awarded with prestigious order worth INR 3.1 Cr for Supply and Installation work for all Electrical Items from GMT Industries, to be executed before Mar '25.

- MCap of INR 587 Cr (share price = INR 244/share); TTM PE 41.1x (as on 30th Dec '24)

BIKAJI FOODS INTERNATIONAL LIMITED

(SUBSIDIARY INCORPORATION) Company has incorporated a new wholly owned subsidiary in the name and style of "Bikaji Bakes Private Limited" to carry on the business of manufacturing, distributing and operating outlet for wide range of frozen bread, cakes, gluten free products, croissants, viennoiserie and other bakery products.

- MCap of INR 19,437 Cr (share price = INR 776/share); TTM PE 65.3x (as on 30th Dec '24)

JEENA SIKHO LIFECARE LIMITED

(NEW PRODUCT) Company launched a new product, the Alkaline Water Device, on December 7, 2024. It falls under the category of water filtering and purifying devices and is targeted at the domestic market.

- MCap of INR 5,394 Cr (share price = INR 2,170/share); TTM PE 64x (as on 30th Dec '24)

SERVOTECH POWER SYSTEMS LIMITED

(PROMOTER BUYING) Company secured an order worth INR 31 Cr from UPNEDA under the KUSUM Component C-1 Scheme to supply, install, and maintain 1,094 grid-connected solar agriculture pumps across Uttar Pradesh. The project includes 2 HP, 3 HP, and 5 HP pumps with solar plants of 3 kW, 4.5 kW, and 7.5 kW capacities and a 5-year comprehensive warranty, promoting solar-powered farming in the state.

- MCap of INR 3,773 Cr (share price = INR 169/share); TTM PE 186x (as on 30th Dec '24)

TECHERA ENGINEERING LIMITED

(ORDER) Company has recently received an order worth INR 3.5 Cr for Design, Manufacture, Installation and Commissioning of Hydraulic test bench, to be completed before Jul '25.

- MCap of INR 325 Cr (share price = INR 197/share); TTM PE 67.5x (as on 30th Dec '24)

SUPREME POWER EQUIPMENT LIMITED

(ORDER) Company has received new order of worth INR 3.6 Cr from Transtranco for Manufacturing and Supply Erection of Power transformers, to be completed within 3 months.

- MCap of INR 584 Cr (share price = INR 234/share); TTM PE 39.8x (as on 30th Dec '24)

SUNITA TOOLS LIMITED

(ORDER) Sunita Leoquip Aerospace Pvt Ltd Subsidiary of the Company has received an annual contract for supplying of Machined CI Castings to deliver 650 piece per month.

- MCap of INR 461 Cr (share price = INR 820/share); TTM PE 95.1x (as on 30th Dec '24)

AURIONPRO SOLUTIONS LIMITED

(ORDER) Company has secured a major order from Delhi Metro Rail Corporation (DMRC) to deliver Automated Fare Collection (AFC) technology, including gates, validators, and card readers, for DMRC's Phase I, II, and III networks. The AFC gates will be manufactured in India at Company's Ghaziabad facility under the "Make in India" initiative.

- MCap of INR 9,501 Cr (share price = INR 1,721/share); TTM PE 57.8x (as on 30th Dec '24)

GENSOL ENGINEERING LIMITED

(BUSINESS UPDATE) Company will showcase its first compact electric vehicle, EZIO, at the Bharat Mobility Global Expo 2025 in New Delhi from January 17-22, 2025 (Booth BM03, Hall 11). EZIO, a 2-door, 2-seater EV, features advanced technology and sustainability, aiming to redefine urban commuting. The booth will also display EZIBOT, an electric concept cargo vehicle, highlighting the future of urban logistics.

- MCap of INR 2,882 Cr (share price = INR 761/share); TTM PE 35.4x (as on 30th Dec '24)

AVG LOGISTICS LIMITED

(ACQUISITION) Company is set to acquire a major stake in Kaizen Logistics, a trusted provider of road and multimodal transportation, warehousing, and logistics services to leading companies like Vedanta, Aditya Birla, and RIL. This acquisition will enhance operational synergies, expand AVG's footprint in sectors like FMCG, beverages, and chemicals, and strengthen its service offerings. The acquisition is expected to be completed by Q4 FY 2024-25, aligning with AVG's strategic growth plans.

- MCap of INR 548 Cr (share price = INR 372/share); TTM PE 20.5x (as on 30th Dec '24)

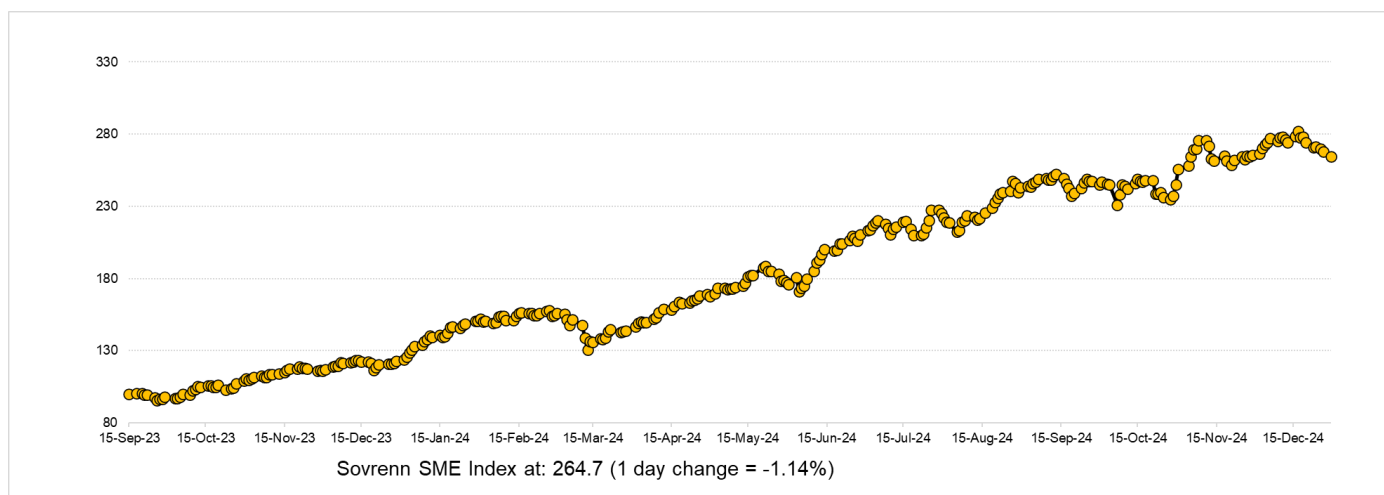
SHERA ENERGY LIMITED

(CAPACITY EXPANSION) Shera Group has successfully increased its production capacity from 41,130 MT to 46,750 MT, marking a 15% enhancement.

- MCap of INR 424 Cr (share price = INR 186/share); TTM PE 33.0x (as on 30th Dec '24)

Sovrenn SME Index: -1.14%

Sovrenn SME Index was down 1.14% 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)
Fabtech Technologies	SME	Upcoming	03-Jan-24	07-Jan-24	10-Jan-24	0%	NA
Parmeshwar Metal	SME	Upcoming	02-Jan-24	06-Jan-24	09-Jan-24	0%	NA
Davin Sons	SME	Upcoming	02-Jan-24	06-Jan-24	09-Jan-24	0%	NA
Leo Dry Fruits and Spices	SME	Upcoming	01-Jan-24	03-Jan-24	08-Jan-24	0%	NA
Technichem Organics	SME	Upcoming	31-Dec-24	02-Jan-24	07-Jan-24	20%	NA
Indo Farm Equipment	Mainboard	Upcoming	31-Dec-24	02-Jan-24	07-Jan-24	37%	NA
Citichem India	SME	Open	27-Dec-24	31-Dec-24	03-Jan-24	43%	152
Anya Polytech	SME	Open	26-Dec-24	30-Dec-24	02-Jan-24	50%	425
Unimech Aerospace	Mainboard	Close	23-Dec-24	26-Dec-24	31-Dec-24	86%	184

Company	Sector	Revenue growth (YoY)	Profit growth (YoY)	Issue PE
Fabtech Technologies	Building Material	27%	87%	13x
Parmeshwar Metal	Wire & Cables	25%	-53%	17x
Davin Sons	Consumption	-5%	-10%	19x
Leo Dry Fruits and Spices	Consumption	-43%	-44%	18x
Technichem Organics	Chemicals	27%	19%	19x
Indo Farm Equipment	Capital Goods	-20%	-37%	73x
Citichem India	Chemicals	-70%	-29%	46x
Anya Polytech	Fertilizers and Bags Manufacturing	30%	82%	14x
Unimech Aerospace	Engineering	19%	33%	59x

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

2025: The Year of Labour Transformation in India"

India is gearing up for one of the most significant labour reforms in its history, with the implementation of the four unified labour codes on Social Security, Wages, Industrial Relations, and Occupational Safety and Health. These reforms aim to streamline 29 existing labour laws into a cohesive framework, benefiting 500 million workers across the formal and informal sectors.

Key Deadlines and Policy Highlights

The Ministry of Labour and Employment has mandated all 36 states and Union Territories to harmonize and pre-publish draft rules under these codes by **March 31, 2025**. Once implemented, the reforms will include:

- **Single Registration and Single Return** for businesses to simplify compliance.
- A **common license valid for five years**, reducing regulatory hurdles for firms.

The codes also introduce a uniform definition of wages to eliminate ambiguities, improving legal clarity and reducing disputes.

Inclusion of Gig and Platform Workers

Gig and platform workers, who contribute significantly to India's digital economy, are explicitly recognized under the new codes. Provisions include:

- Formulating targeted social security schemes.
- Extending benefits through the Employees' State Insurance Corporation (ESIC) and Employees' Provident Fund Organisation (EPFO).

Over **30 crore workers have registered on the e-Shram portal**, underscoring the government's commitment to integrating unorganized workers into the welfare framework.

Modernizing Social Security Infrastructure

The EPFO and ESIC are undergoing significant modernization to enhance efficiency and coverage:

- The **Centralized Pension Payment System (CPPS)**, effective from **January 2025**, will allow pensioners to receive payments nationwide without being tied to specific branches.
- The **EPFO Amnesty Scheme 2024** has been launched to encourage businesses to rectify compliance issues without penalties.

Employment Generation Initiatives

To boost job creation, the government introduced the **Employment Linked Incentive Scheme** in the Union Budget 2024-25. This complements other efforts like:

- The **MIS Portal for Construction Workers**, launched in 2024, which centralizes welfare data for targeted interventions.
- The **National Career Service Portal**, which mobilized 1.89 crore vacancies in 2024, taking total vacancies mobilized since inception to 3.89 crore.

Challenges and the Way Forward

While the reforms promise efficiency and inclusivity, implementation remains uneven. As of December 2024, states like Meghalaya, West Bengal, and UTs like Delhi and Lakshadweep lag in pre-publishing rules under some labour codes. Despite these delays, the government is steadfast in its efforts to transform India's labour landscape. By modernizing regulatory frameworks, expanding social security, and recognizing the contributions of gig and platform workers, the reforms aim to create a workforce ready to drive India's economic growth in 2025 and beyond.

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.