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## Result Update: Page Industries

Rs. In mn	Qtr. Ended on			Half year Ended on			Year ended
	Sep-09	Sep-08	% Chg	Sep-09	Sep-08	% Chg	Mar-09
<b>Sales</b>	875.21	649.65	34.72	1669.40	1309.14	27.52	2546.51
<b>Expenditure</b>							
<b>(Increase)/Decrease in Inventory</b>	27.39	-2.85	-	-15.99	21.31	-	-88.02
<b>Manufacturing Expense</b>	387.92	343.25	13.01	837.67	653.67	28.15	1348.45
<b>Personnel Expense</b>	142.19	103.32	37.62	260.79	197.86	31.80	429.24
<b>Administrative and Selling Expense</b>	138.71	71.43	94.21	234.32	176.87	32.48	348.27
<b>EBIDTA</b>	178.99	134.51	33.07	352.62	259.42	35.92	508.58
<b>Depreciation</b>	22.18	17.32	28.08	42.19	32.41	30.15	73.34
<b>EBIT</b>	156.81	117.19	33.80	310.43	227.01	36.75	435.24
<b>Interest</b>	4.92	9.35	-47.40	12.90	19.16	-32.63	30.68
<b>Other income</b>	5.62	9.83	-42.81	12.18	34.49	-64.69	63.84
<b>Net profit before tax and extra-ordinary items</b>	157.51	117.67	33.85	309.70	242.35	27.79	468.39
<b>Less Taxes</b>	51.95	33.91	53.23	102.75	71.51	43.70	152.09
<b>Less Extra-ordinary item</b>	-	-	-	-	-	-	-
<b>Net profit after tax and EI</b>	105.56	83.77	26.01	206.95	170.84	21.14	316.31
<b>EPS Rs.</b>	9.46	7.51		18.55	15.32		28.36



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### Page Industries: Result highlights (Q2FY10)

- Net sales increased by 34% Rs 875.21 mn in Q2FY10 as against Rs 649.65 mn in Q2FY09.
- EBITDA margin where stable at 20.45% in Q2FY10 as against 20.70% in Q2FY09.
- EBITDA increased to Rs 178.99 mn in Q2FY10 as against Rs 134.51 mn in Q2FY09.
- Pat increased by 26% at Rs. 105.56 mn in Q2FY10 as against Rs. 83.77 mn in Q2FY09.

### Comments

At CMP of Rs. 650/- the stock trades at P/E 20.50x of its 12 month trading EPS of Rs. 31.60. The Q2 FY10 results are slightly above our expectation and we advice long term investors to remain invested and accumulate further on sharp decline. We maintain our target price of Rs. 774/- with a 12 to 15 months horizon.