Twitter Thread by Tar ■

Tar ■
@itsTarH

Guess the Sector, that this company operates in.

ROCE 1 Yr: 32.7%
ROCE 3 Yr: 24.8%
ROE: 27.4%
ROE 3 Yr: 19%
Op Margin: 28.4%
Reserves: 32% of Current Market Cap
Debt: Nil
Profit CAGR 3Yrs: 54%
Debtor Days: 15
Inventory Turnover > 5
CFO YoY Increase : 160%

Some of you got it correct. Its Anjali Portland.
The company just acquired another cement company that will double the total sales immediately.
https://t.co/2xVnpJapPy

The acquisition was financed by adding debt, so interest costs from next quarter will go up but still great!

For a company that operates in a cyclical sector like cement!

What I liked is that the company was able to maintain the balance sheet and margins even in a down cycle.

With real estate sector reviving, this can be a great bet from here.

No recommendations, just an observation.

Market started re-rating the stock as soon as they announced acquisition.



Someone did some work on details of acquisition, sharing the thread here.

https://t.co/yMIXzfbma9

> @drprashantmish6 @Investor_Mohit
> 1) Information on cement sector in India
> India at 550 MTPA is the 2nd largest cement producer globally. Expected to move to 650 MTPA by 2025E
> pic.twitter.com/GqtcSk03TU
>
> — Arun Choudhary FCA (@YOUNGBRUJ) July 9, 2021