Twitter Thread by Aashish Agarwal ■■

Aashish Agarwal ■■
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#GNFC #chemical

Thread on #GNFC (#attractive valuation)

■Chemical (~70%) + ■Fertilizer (~30%)

■Technical View :
■■Stock crossed major res of 452
■■Retesting strong support levels
■■Movement from here will take it to test ATH
■■Stock consolidated well & is above 10EMA



■Numbers : In Crs

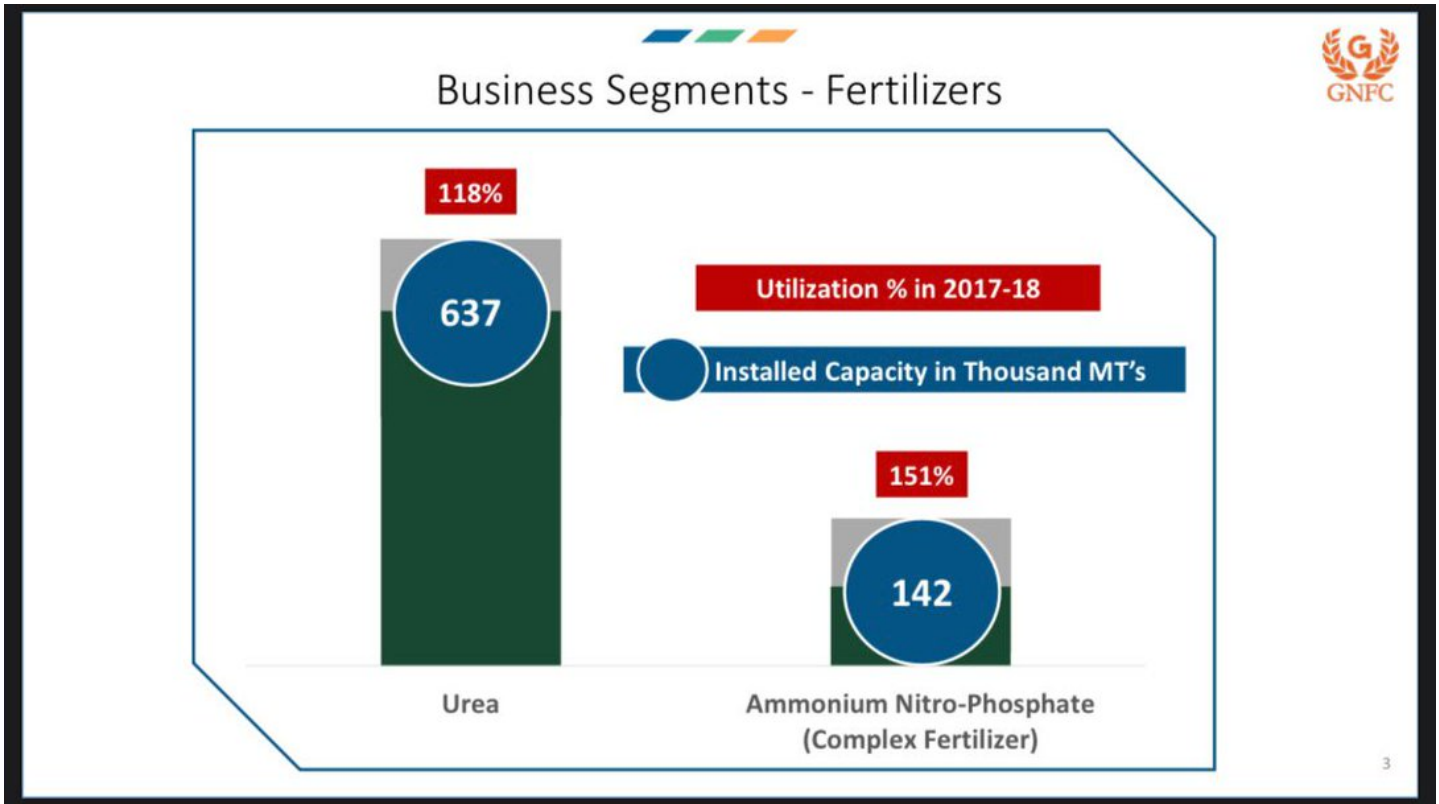
■■Revenue TTM: 5823 (~1.25 Sales) Cheapest among peers ■
■■EPS TTM: 60 (PE 7.8) Looks attractive even after the run up ■

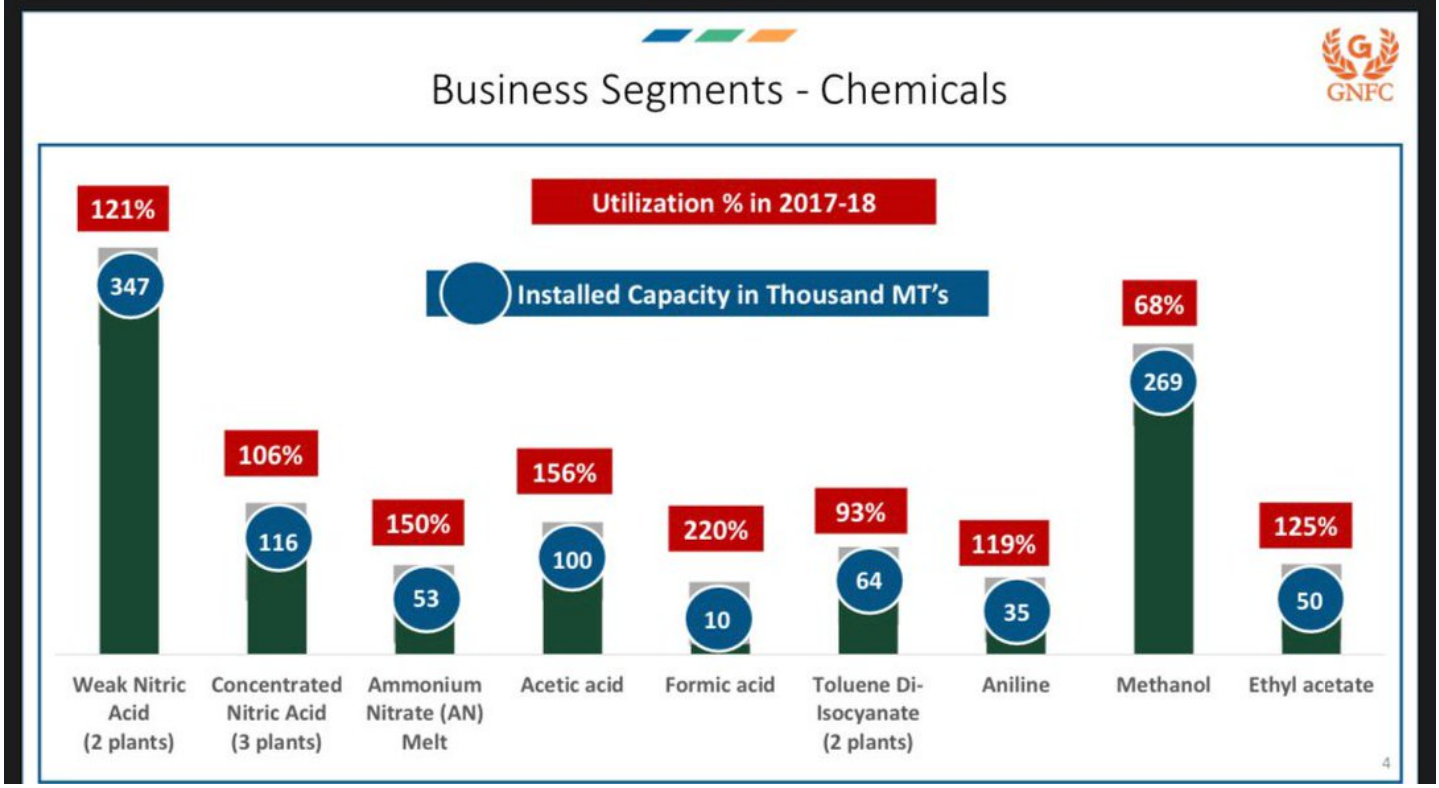
■■Debt Free : ■

■Now lets look at fundamentals

Products and capacities:
Many of the products at multiple yrs BO or 52 weeks High■

■■TDI : Monopoly - Used in Mattress, Car seats (Inc of 40%, EBITDA ~45-50%) #sheelafoams #berger #sleepwell





Methanol : 2x of LY ■■
Urea: 13 years high ■■
Aniline, Acetic Acid, Nitric Acid, Ethyl Acetate, Formic Acid : Import substitutes ■■

Competing companies : #jubilantingrevia #laxmiorganic #deepakfertiliser #GSFC #IOL and so on

■No company has this diverse and vast capacities■

Most of the products are unique and import substitute. Poised to take benefit of China +1 Story.

TDI : MS of 65%
Aniline, Formic Acid : More than 50%
Acetic Acid/Urea/Methanol: One of the largest player

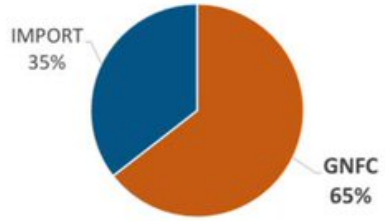
Best in class technology with world class technology partners :

Toluene Di-Isocyanate

Major Brands Using TDI from GNFC

Sweet Dream – Mattress • Cushion • Pillow • PU Foam Sheet
Sleepwell – SHEELA FOAM LIMITED
asianpaints
Berger
Prime Comfort – foam | mattresses | pillows | cushions
Kurl-on

Market Share of TDI in India



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Aniline

Major Brands Using Aniline from GNFC

RLG GROUP
AARTI INDUSTRIES LIMITED
colourtex – The Dyestuff Company
NOCIL LIMITED
Khyati Chemicals Pvt. Ltd.
Deepak Nitrite Limited

Market Share of Aniline in India



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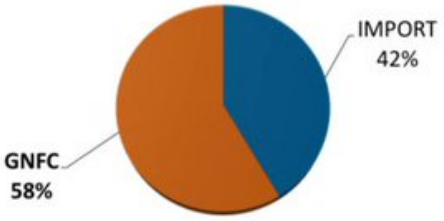
Formic Acid

Major Brands Using Formic Acid from GNFC

AARTI INDUSTRIES LIMITED
DRISH
AMINES PLASTICIZERS
ROYAL RUBBER
ROSSARI – making you more competitive

Market Share of Formic Acid in India



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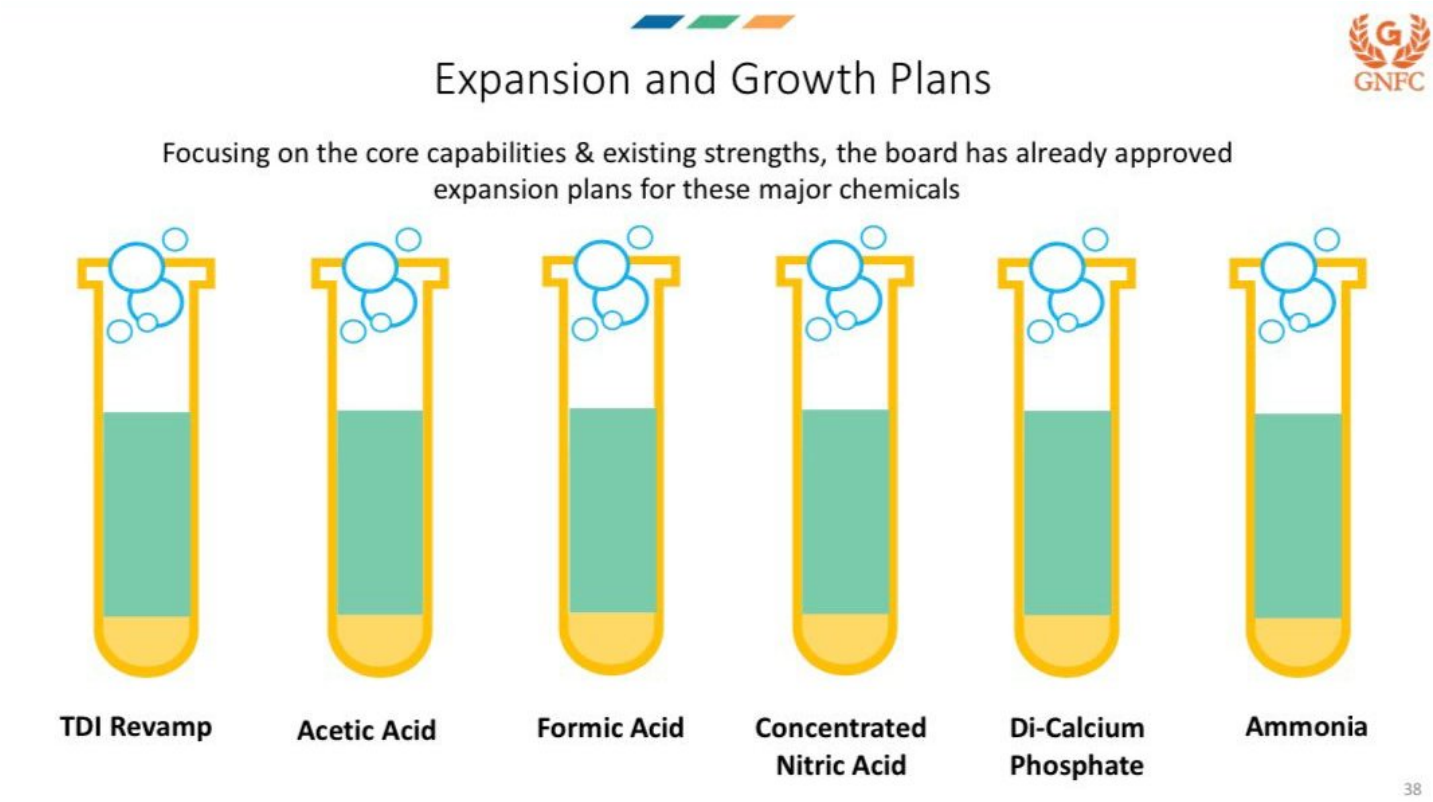
Expansion and Growth plan :

Has over 1500 Crs of surplus in books, can be utilized for acquisition or Capex

Co plans on the following products :
■■Acetic Acid
■■Formic Acid
■■Ammonia
■■Nitric Acid
■■TDI

Company plans to make India self sufficient #AatmanirbharBharat



The company is thus uniquely positioned in India's chemical growth journey and has potential to take advantage of the China + 1 story #ChinaPowerCrisis

TDI has monopoly in India. Others have competitors, but the company has strong capacity and dominance across ■■■

Is expected to give strong numbers in the coming quarters on the back of steep increase in prices of Acetic Acid, TDI, Urea, Formic Acid, Aniline, Methanol and so on. ■■■■

Low PE and EPS expansion makes it a good investment stock at current levels. STUDY AND TAKE A CALL ■■