

COSMO FILMS LTD

ISIN: INE757A01017 BSE:508814 NSE: COSMOFILMS CMP: Rs.1399.00

 Thu, 14th Oct' 21

OVERVIEW

- Cosmo Films Ltd is engaged in the production of flexible packaging films.
- Its product majorly comprises of bi-axially oriented polypropylene films, thermal films, and coated films.
- Geographically, its manufacturing activities are carried out in the Indian states of Maharashtra and Gujarat.
- The company generates a majority of the revenue from out of India.

STRENGTHS

- Strong Performers - High DVM Stocks
- High Piotroski Score - Companies with strong financials
- Company with high TTM EPS Growth
- Consistent Highest Return Stocks over Five Years - Nifty500

PRODUCT PORTFOLIO

- Print & Pouching Films, Tape & Textile Films, Barrier Films, Overwrap Films
- Pressure Sensitive Label stock films, Direct Thermal Printable films, In-mould films, Wrap Around label films
- Thermal Lamination & Wet Lamination, special Application Lamination Films, Premium Lamination Films

SPECIFIC FOCUS AREA

- Offer mono layered structure for ease of recycling
- Several sustainability initiatives to all plants are partially using renewable power as a source of energy to reduce power consumption, rainwater harvesting and reuse of effluent treated water.
- Planted 5k trees – target one lakh trees plantation
- Water based coatings
- Innovated heat resistant BOPP film to facilitate mono material
- Partnering with some of the best global brands to offer structure rationalization

FUTURE PROSPECTS

- It has successfully pioneered among the trusted business partners in the Flexible Packaging trade.
- Company vision for the coming years is to become the most preferred brand for complete packaging solutions and laminating developments globally.
- This company's future is pretty apparent, since it has created a client base in over 100 countries. As a result of its exceptional quality of manufacturing, more commercial options are opening for it.

SUMMARY OF FINANCIALS

- Revenue / turnover of COSMO FILMS LIMITED is Over INR 1000 crs.
- The company's EBIT growth has been recorded at 16.75%.
- The company has an income growth of 16.84%.
- The company has a Net Profit Margin of 12.41%.
- The company has a growth in assets of 11.26%
- The company's total liabilities has been decreased by 1.99%.

Disclaimer: The analysis is only for illustration purposes only. Please consult your financial advisor, agent, broker before acting on any information. We may or may not have positions in the stock. We would not be responsible for the profit/loss resulting from this analysis.

Growth Rates (Compound Annual)	1 Yr	3 Yr	5 Yr	10yr
Revenue %	4.3	7.3	6.6	-
Operating Income %	50.4	48.2	16.8	-
Earnings/Share %	112.4	55.2	20.5	21.5
Dividends %	19.1	35.7	13.1	17.5
Book Value/Share %	23.3	13.8	13.3	-
Stock Total Return	250.2	89.4	31.0	34.2
Market +/-	215.8	74.8	20.5	25.0

Valuation Analysis	Current	5Yr Avg	Ind	Mkt
Price/Earnings	10.3	7.0	15.9	15.2
Forward P/E	-	-	-	-
Price/Cash Flow	8.5	7.4	-	9.9
Price/Free Cash Flow	10.9	20.3	-	-
Dividend Yield %	3.3	2.9	1.0	2.8
Price/Book	3.2	1.0	2.2	2.1
Price/Sales	1.2	0.3	1.0	-

Profitability Analysis	Current	5Yr Avg	Ind.	Mkt.
Return on Equity %	-	16.5	13.7	15.4
Return on Asset %	-	6.3	5.8	5.6
Gross Margin %	33.4	27.2	38.2	-
Operating Margin %	15.8	8.9	11.5	-
Net Margin %	11.4	5.6	6.4	21.4
Inventory Turns	-	2.1	1.9	-
Fixed Asset Turns	-	5.3	4.0	-

Financial Position (INR)	03-20(Mil.)	03-21 (Mil.)
Cash	265	635
Inventories	2,753	3,748
Receivables	—	—
Current Assets	7,812	9,919
Fixed Assets	10,171	10,228
Intangibles	27	25
Total Assets	19,102	21,253
Payables	1,825	2,444
Short-Term Debt	4,342	4,227
Current Liabilities	6,901	7,664
Long-Term Debt	3,553	3,376
Total Liabilities	11,693	12,715
Total Equity	7,409	8,539

Source: Company filings & Analyst research