

Gokaldas Exports Ltd

Performance Review – Q3 FY 2017-18

Gokaldas Exports Limited (GEX) has posted quarterly revenue from operations of INR 237.5 crores, 19% YoY growth, in Q3 FY18. The company declared net loss of INR 16.1 crores in Q3 FY18 as against net loss of INR 21.3 Cr in Q3 FY 17.

In the nine month period ending December 2017, the revenue increased to INR 735.9 crores, a YoY growth of 21%. The net loss for the nine month period is INR 33.0 crores, as against a net loss of INR 59.5 crores in the corresponding period of the previous year.

The Government had notified reduced drawback rates along with availing credit of GST paid on inputs effective 1st October impacting apparel industry as a whole. The net reduction in the draw back rates impacted the PBT to the extent of Rs 6.2 Cr during the quarter.

The company is working on improving its operational metrics, which will increase productivity and profitability in the quarters to come. It is already experiencing a steady growth in factory efficiency, reduction of rework and wastage leading to unlocking incremental capacity, better quality and improved on-time delivery performance to customers. In light of the recent budget pronouncement, the company anticipates a favourable Government policy environment going forward which will augur well for the company. The company is building upon its strong customer relationships and looking to acquire new customers to grow its revenue.

Date: February 3, 2018