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Company Overview:

Established in 1996, Swastika Castal Limited (SCL) is a leading manufacturer of high-precision aluminium castings in India. The company specializes in Sand Casting, Gravity Die Casting, and Centrifugal Casting, serving critical sectors like automotive, railways, electricals, power transmission, and textiles.

With ISO certifications and a strong focus on quality, SCL has established a global footprint across 8 countries and 4 continents, including key markets such as the USA and Europe.

Management Team:

Name	Experience	Position
Mr. Varun Sharda	Promoter & Managing Director	18+ Years
Ms. Varsha Sharda	Director	5+ Years

Their leadership has guided the company through process optimization, export growth, and consistent innovation.

Product Applications (In Simple Language):

Swastika Castal makes aluminium parts used in many important industries:

- ✓ **Automotive:**
Parts like tanks and radiators used in cars and trucks.
- ✓ **Electrical & Power:**
Castings used in power lines and electrical equipment.
- ✓ **Railways & Engines:**
Strong parts used in train engines and railway systems.
- ✓ **Oil & Gas:**
Parts for pressure valves used in oil and gas pipelines.
- ✓ **Textiles:**
Components for machines used in cloth and fabric making.
- ✓ **General Engineering:**
Parts used in pumps, compressors, and electrical insulators.

Financial Performance

Key Financials (₹ in Lakhs)

Particulars	Jan'25	FY24	FY23
Revenue	2,364.08	2,277.24	2,401.09
EBITDA	395.87	247.69	232.76
PAT	196.86	64.98	58.47
ROE (%)	21.83	8.43	8.24
ROCE (%)	25.97	14.75	14.62

Observations:

Higher Profits:

The company made much more profit in Jan'25 compared to the last



Two Years. This Was Mainly Because It Worked More Efficiently And Managed Its Costs Better.

✓ **Better Use of Capital:**

The returns on money invested in the business (ROE and ROCE) improved a lot. This means the company is using its resources wisely to earn more.

✓ **Improved Margins:**

The company is keeping more of its earnings as profit. This shows better control over costs and smoother operations.

✓ **Stable Business:**

Even though revenue didn't grow much, the company focused on making its business more profitable and strong for the future.

Balance Sheet Snapshot (Jan'25)

Particulars	₹ in Lakhs
Net Worth	1,000.35
Total Assets	2,977.23
Current Ratio	1.20
Debt-to-Equity	0.91

Balance Sheet Ratios Explained:

✓ **Current Ratio – 1.20:**

This means the company has ₹1.20 in current assets for every ₹1 of current liabilities. A ratio above 1 shows that Swastika can comfortably meet its short-term obligations, indicating good liquidity.



✓ **Debt-to-Equity Ratio – 0.91:**

For every ₹1 of equity, the company has ₹0.91 of debt. This is a moderate and healthy level of debt, showing that the company is not heavily dependent on borrowing and has balanced funding between debt and equity.

✓ **NET WORTH – ₹1,000.35 LAKHS:**

This is the value of the company's assets minus its liabilities. A strong net worth reflects a stable financial position and investor confidence.

✓ **TOTAL ASSETS – ₹2,977.23 LAKHS:**

This includes everything the company owns—plants, machines, inventory, cash, and receivables. A large asset base supports future growth and operations.

**Geographical and Customer Diversification
(Simplified & Point-wise):**

Domestic Revenue (Jan'25): ₹1,515.84 lakh (64.47%)

Export Revenue (Jan'25): ₹835.58 lakh (35.53%)

Top Export Countries:

- ✓ USA
- ✓ Germany
- ✓ Switzerland
- ✓ Mexico

Top States by Revenue (Domestic):

- ✓ Maharashtra: ₹695.47 lakh
- ✓ Gujarat: ₹570.71 lakh
- ✓ Telangana: ₹128.84 lakh

Customer Base:



Top 10 customers contributed 92.49% of total revenue
Indicates strong, repeat business from major clients

Key Strengths

✓ **Experienced Leadership:**

Promoter Mr. Varun Sharda brings 18+ years of domain expertise.

✓ **Technological Edge:**

Advanced CNC and testing equipment ensure high-quality output.

✓ **Global Reach:**

Established networks in Europe and the U.S.

✓ **Vertical Integration:**

In-house facilities for testing and treatment improve quality and reduce lead times.

Risks & Concerns

✓ **High customer concentration**

May Expose Revenue To Key Client Performance.

✓ **Export reliance**

Makes It Vulnerable To Global Economic And Policy Shifts.

✓ **Capital-intensive expansion**

May Impact Free Cash Flows In The Short Term.

Outlook & Conclusion (Simplified & Positive):

Swastika Castal Limited has a strong foundation with a wide range of products used in many important industries. Its growing exports, especially to the USA and Europe, show that the company is gaining global recognition.



The business is also improving by upgrading its facilities and focusing on clean energy, which makes it more efficient and future-ready. With rising profits, better margins, and smart use of capital, Swastika is in a good position to grow steadily in the coming years.

Overall, the company shows great potential for long-term success and looks like a promising opportunity for investors.



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