
FUNDAMENTAL ANALYSIS OF A COMPANY

COMPUTER AGE MANAGEMENT SERVICES

Project by:

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ABOUT THE COMPANY

CAMS is a technology driven financial infrastructure and services provider to Mutual Funds and other financial institutions for over 25 years. CAMS serves approximately 68% of the average assets under management – as of April 2025. They also provide technology enabled service solutions to Alternatives and Insurance Companies. Besides serving as a B2B service partner, CAMS also serves customers through a variety of touch points such as pan-India network of service centres, white label call centre, online, mobile app and chatbots etc.

FINANCIAL ANALYSIS OF CAMS LTD

Particulars	Mar-14	Mar-15	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Sales growth		16%	19%	5%	31%	7%	2%	2%	28%	8%	13%	27%
OPM	19%	34%	32%	38%	34%	30%	39%	40%	45%	44%	46%	46%
NP margin	19%	19%	18%	23%	26%	17%	25%	32%	33%	30%	32%	33%
Fixed asset turnover ratio	9.70	5.90	7.89	7.48	7.58	7.48	4.18	4.68	5.11	5.63	6.47	5.73
Net working capital	-2	-14	-32	-6	1	-17	-65	37	53	151	195	293
Net working capital/sales	-1%	-4%	-7%	-1%	0%	-3%	-10%	5%	6%	16%	19%	22%
Debt to total capital	0%	0%	0%	0%	0%	0%	0%	13%	11%	9%	8%	7%
Cashflow from operation			84	102	188	144	180	239	306	317	388	442
NP	62	70	81	108	160	112	164	219	289	275	337	441
Cashflow from investing			-47	-30	-74	-15	-72	23	-117	0	-181	-102
cashflow from financing			-41	-72	-109	-132	-91	-268	-200	-201	-219	-334
Cummulative cashflow from operations			84	186	290	332	324	419	545	623	705	830
Cummulative Net profit		132	151	189	268	272	276	383	508	564	612	778
ROCE%	23%	25%	27%	28%	31%	27%	32%	33%	39%	33%	33%	37%
ROE%	23%	25%	27%	30%	39%	29%	34%	47%	48%	38%	38%	43%

SALES GROWTH & PROFIT MARGIN


Particulars	Mar-14	Mar-15	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
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OPM	19%	34%	32%	38%	34%	30%	39%	40%	45%	44%	46%	46%
NP margin	19%	19%	18%	23%	26%	17%	25%	32%	33%	30%	32%	33%

- **Sales growth** is at the increasing trend for past three years.
- For company like CAMS which belongs to fin-tech industry, Operating Profit Margin (OPM) and Net Profit Margin is good and it is also at the increasing trend.

ASSETS AND CAPITAL ANALYSIS

Fixed asset turnover ratio	9.70	5.90	7.89	7.48	7.58	7.48	4.18	4.68	5.11	5.63	6.47	5.73
Net working capital	-2	-14	-32	-6	1	-17	-65	37	53	151	195	293
Net working capital/sales	-1%	-4%	-7%	-1%	0%	-3%	-10%	5%	6%	16%	19%	22%
Debt to total capital	0%	0%	0%	0%	0%	0%	0%	13%	11%	9%	8%	7%


- **FAT** ratio is under good position and the fixed assets of the company is also getting increased YoY.
- **Net working capital** of the company is in increasing trend, so the operations will occur without any capital deficit and it will boost the sales turnover of the company by allowing more credit to the customers.

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- **Net working capital** is divided with total sales to track the growth percentage of sales trend compared to the change in working capital.
 - **Debt to capital** is calculated to track the influence of debt we have in our capital, It need to decrease for the increase in EBITA.

CASHFLOW FROM OPERATIONS

Cashflow from operation			84	102	188	144	180	239	306	317	388	442
NP	62	70	81	108	160	112	164	219	289	275	337	441
Cashflow from investing			-47	-30	-74	-15	-72	23	-117	0	-181	-102
cashflow from financing			-41	-72	-109	-132	-91	-268	-200	-201	-219	-334

- **Cash flow from operation** is on increasing trend for past five years, it denotes the credit sales are decreasing with increasing in total sales, So the liquid cash for the day-to-day operations of the company is **under positive state**.
- Cashflow from operation is **compared with net profit** to know how much the profitability of the company is **earned as liquid cash**.

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- **cashflow from investing** is on negative sign it denotes that the company is spending more on **their fixed assets and future projects**.
 - **Cashflow from financing** is always need to be negative for the credit worthiness of the company, In this company **borrowings are increasing YoY** which is negative for the investors but, in the same way **repayment of debt is a positive sign** for the investors.

CUMULATIVE & RETURNS

Cumulative cashflow from operations			84	186	290	332	324	419	545	623	705	830
Cumulative Net profit		132	151	189	268	272	276	383	508	564	612	778

- Cumulative cashflow from operations and cumulative Net profit is compared to identify how much **liquid cash is totally derived from the total net profit earned.**

ROCE%	23%	25%	27%	28%	31%	27%	32%	33%	39%	33%	33%	37%
ROE%	23%	25%	27%	30%	39%	29%	34%	47%	48%	38%	38%	43%

- Return on capital employed is the total return that we gained from the total capital that we employed, and it is in the positive state for this company.
- Return on equity denotes the return on total equity capital employed, for past 5 years it has given a great return for the equity holders of this company.