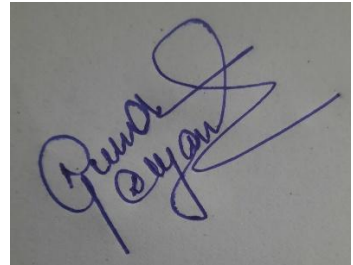


**BY Kumar Divyanshu:**



**Equity analysis of : -**

## **WEBSOL ENERGY SYSTEM**



About sector/business :- is engaged in the business of manufacturing photovoltaic crystalline solar cells and related modules in India.

### OUR PRODUCTS

SOLAR PV CELLS

SOLAR PV MODULES

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### MARKET

RESIDENTIAL ROOFTOP

COMMERCIAL AND INDUSTRIAL  
(C&I), INSTITUTIONS

UTILITIES SCALE SOLAR POWER  
PLANTS

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TECHNOLOGY

CLIENT/ CUSTOMER OF THE COMPANY :-

Tata , adani , reliance , jsr energy ,  
waree energies , Vikram solar , titan  
etc...

MD/CEO of company :- **Sohan Lal**

**Agarwal** is the founder of Websol Energy  
System Ltd., which was founded in 1990.

He currently holds the position of  
Chairman, Chief Executive Director & MD  
at Websol Energy System Ltd. In  
addition, he is also currently serving as a  
Director at S.L.

Industries Pvt Ltd. and Websol Green  
Projects Pvt Ltd.

Market cap – 5497 crore (small cap)

Stock P/E :- 27.6

Industry PE :-40

High / Low :- 1891/802

Roce – 59.2 % ( atleast should be 20)

Roe – 80.2% ( atleast should be 20)

Debt – 153

Reserve – 236 ( debt < reserve i.e good )

Peg ratio – 0.17 ( should be less than 1 i.e  
good)

Pitroski score – 8 ( atleast it should be 7 which is good )

Debt to equity ratio – 0.55 ( should be less than 1 which is good )

## LETS HAVE A LOOK TO THE QUARTERLY RESULT :-

Quarterly Results													
Figures in Rs. Crores													
	Jun 2022	Sep 2022	Dec 2022	Mar 2023	Jun 2023	Sep 2023	Dec 2023	Mar 2024	Jun 2024	Sep 2024	Dec 2024	Mar 2025	Jun 2025
Sales +	3	14	0	0	0	0	1	25	112	144	147	173	219
Expenses +	7	15	6	2	2	1	3	28	68	81	80	95	115
Operating Profit	-4	-2	-5	-1	-1	-1	-2	-3	44	63	68	78	103
OPM %	-129%	-14%	-1,627%	-1,327%	-750%	-277%	-429%	-13%	39%	44%	46%	45%	47%
Other Income +	1	-0	-1	1	0	0	-101	-4	0	0	0	1	2
Interest	1	1	1	1	1	1	0	5	5	6	5	4	4
Depreciation	4	4	4	4	4	4	4	24	8	9	15	10	11
Profit before tax	-8	-7	-11	-5	-6	-5	-107	-36	32	49	48	66	91
Tax %	-6%	-45%	-39%	6%	-12%	-25%	-49%	62%	28%	14%	14%	27%	26%
Net Profit +	-8	-4	-7	-5	-5	-4	-55	-59	23	42	42	48	67
EPS in Rs	-2.08	-1.06	-1.76	-1.38	-1.29	-1.02	-12.95	-13.88	5.42	9.67	9.57	11.12	15.47
Raw PDF													

Sales :- continuously increasing

Operating profit :- continuously increasing

Opm : consistently increasing

Profit before tax – continuously increasing

Net profit : - continuously increasing

Eps : - continuously increasing

## LETS TAKE A GLANCE AT YEARLY RESULTS :-

Profit & Loss

Figures in Rs. Crores

 RELATED PARTY

	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025	TTM
Sales +	305	356	280	296	183	69	196	154	213	17	26	575	683
Expenses +	291	351	271	267	167	93	193	120	187	30	27	322	370
Operating Profit	14	5	9	29	17	-25	3	34	26	-13	-1	253	312
OPM %	5%	1%	3%	10%	9%	-36%	1%	22%	12%	-74%	-5%	44%	46%
Other Income +	-39	-39	-1	70	11	17	4	60	6	1	-110	2	4
Interest	31	2	1	5	9	6	6	9	3	4	5	20	19
Depreciation	18	16	15	15	14	15	15	15	15	15	36	41	44
Profit before tax	-74	-52	-9	79	5	-29	-15	69	14	-32	-153	194	254
Tax %	0%	1%	14%	0%	0%	0%	-127%	29%	30%	-25%	-21%	20%	
Net Profit +	-74	-52	-10	79	5	-29	4	49	10	-24	-121	155	199
EPS in Rs	-33.84	-23.83	-4.49	35.83	1.79	-9.97	1.34	15.86	2.64	-6.11	-28.66	35.64	45.83
Dividend Payout %	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	

Sales , operating profit , opm , profit before tax , net profit , eps :- all are in increasing trend and most important the company has been profitable now.

## LETS LOOK AT THE BALANCE SHEET :-

Balance Sheet												
Figures in Rs. Crores												
	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Equity Capital	22	22	22	22	27	29	31	31	37	39	42	42
Reserves	-164	-217	-227	36	74	95	94	143	155	152	66	236
Borrowings +	389	382	352	84	81	76	78	35	36	28	184	153
Other Liabilities +	383	400	306	175	187	152	109	75	58	48	61	83
<b>Total Liabilities</b>	<b>629</b>	<b>587</b>	<b>453</b>	<b>317</b>	<b>369</b>	<b>352</b>	<b>311</b>	<b>284</b>	<b>286</b>	<b>267</b>	<b>353</b>	<b>514</b>
Fixed Assets +	322	280	266	283	304	287	254	239	225	210	270	285
CWIP	12	0	0	0	0	1	0	0	0	6	30	17
Investments	0	0	0	0	0	0	0	0	0	0	0	5
Other Assets +	296	307	187	34	65	64	56	45	61	51	53	208
<b>Total Assets</b>	<b>629</b>	<b>587</b>	<b>453</b>	<b>317</b>	<b>369</b>	<b>352</b>	<b>311</b>	<b>284</b>	<b>286</b>	<b>267</b>	<b>353</b>	<b>514</b>

Equity capital is also increasing , reserve is also increasing.

## LETS LOOK AT THE CASH RATIO SECTIONS : -

Cash Flows												
Figures in Rs. Crores												
	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Cash from Operating Activity +	-56	-13	30	142	10	5	1	36	-3	-8	35	167
Cash from Investing Activity +	-14	-4	-0	28	-1	6	13	-0	-1	-6	-223	-86
Cash from Financing Activity +	63	15	-30	-168	-12	-11	-14	-35	6	10	189	-35
<b>Net Cash Flow</b>	<b>-7</b>	<b>-1</b>	<b>-1</b>	<b>2</b>	<b>-3</b>	<b>0</b>	<b>0</b>	<b>1</b>	<b>2</b>	<b>-4</b>	<b>1</b>	<b>47</b>

As we can see that cash from operating activity is continuously increasing and net cash flow is positive which means company has good amount of cash flow which ensures financial stability.

## LETS NOW TAKE A LOOK TO THE RATIO SECTION :-

Ratios												
Figures in Rs. Crores												
	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Debtor Days	210	162	94	2	42	51	33	47	46	37	11	3
Inventory Days	55	61	33	7	51	216	29	70	56	544	525	70
Days Payable	328	283	250	64	172	517	134	157	58	878	1,334	66
Cash Conversion Cycle	-63	-60	-124	-55	-79	-249	-72	-40	45	-298	-798	7
Working Capital Days	-387	-363	-353	-183	-98	-397	-102	-77	-16	-853	-709	-5
ROCE %	-1%	-5%	-3%	62%	8%	-12%	-1%	11%	7%	-11%	-14%	59%



**Debtors days** which means how much time a client/organization is taking time to give loan back to the company and it is continuously decreasing which means company is receiving cash which give it stability.

**Inventory days :** - it means how much extra product is stored in the company storehouse and it should be in decreasing trend which signal the company has good sales and as we can see that sales of the company is continuously increasing , which is too good!!

**Days payable :-** it means how much company is taking time to give back the loan and it is continuously decreasing which means company is easily paying the debt which reflects that the company has enough amount of cash with itself .

**Cash conversion cycle : -** it should be also in decreasing trend which we can see which is good .

**ROCE :** return on capital which comes to positive and huge change in roce , nice comeback from negative !! which is too good!!

## LETS COMES TO THE SHARING HOLDING PATTERN :-

Shareholding Pattern												
Numbers in percentages												
	Sep 2022	Dec 2022	Mar 2023	Jun 2023	Sep 2023	Dec 2023	Mar 2024	Jun 2024	Sep 2024	Dec 2024	Mar 2025	Jun 2025
Promoters +	25.37%	26.76%	26.76%	26.76%	26.76%	27.71%	27.71%	27.71%	27.71%	27.71%	27.71%	27.71%
FII's +	2.78%	3.84%	4.08%	4.14%	0.83%	0.77%	0.47%	0.01%	0.48%	2.46%	4.24%	4.39%
DII's +	0.02%	0.02%	0.02%	0.02%	0.02%	0.25%	0.00%	0.00%	0.00%	0.09%	0.02%	0.44%
Public +	71.83%	69.38%	69.13%	69.09%	72.40%	71.26%	71.82%	72.28%	71.80%	69.74%	68.04%	67.47%
No. of Shareholders	76,495	74,349	72,622	69,255	62,101	61,032	86,164	1,02,892	1,13,690	1,22,902	1,27,378	1,26,281
* The classifications might have changed from Sep'2022 onwards. ⓘ												

**FII + DII + PROMOTER HOLDING should be atleast 60 % or more safer side 70% , but here it is just 31% and more holding is in retailers hand which is a concerning point.**

But a positive thing is that the fii and dii regularly increasing stake in the company which is a good sign !!

**ADDITIONAL MORE MONITORING FOR THE COMPANY :-** We should keep tracking the management guideline and guidance given , if the company is achieving the guidance and management guideline time to time or better quarter to quarter that's will be superb!!

**Conclusion :** Good / Fabulous for investment till yet., it will be a multibagger share if likenow as consistently performing .!!

But keep analysing the share on every parameter time to time or quarter to quarter .

THANK YOU.