

Smallcap energy stock climbs 6% on power purchase agreement with Jamnagar Air Force station

By Navdeep Singh, ETMarkets.com Last Updated: Mar 08, 2023, 12:45 PM IST

Synopsis

KPI Green Energy Limited provides renewable energy construction services. The company designs and builds solar power plants. The company develops and maintains grid-connected IPP solar power projects under the 'Solarism' brand. It generates revenue by supplying the power generated from its solar power plants to reputed business houses through Power Purchase Agreements.



Shares of smallcap energy firm KPI Energy rallied 6.4% to Rs 461 in Wednesday's intraday trade on BSE after the company announced that it has signed a power purchase agreement (PPA) with Jamnagar Air Force Station.

"KPI Green Energy has signed a new long term (20 years) Hybrid Power Purchase Agreement (PPA) for 1.845 MWac capacity with M/s. [Garrison Engineer](#), Military Engineer Services, Air Force Station, Jamnagar under Independent Power Producer ('IPP') segment," the company

said in a BSE filing.

At 10.47 am the scrip was trading 5.6% higher at Rs 457 over its previous day's closing price of Rs 433 apiece. The stock has also surged 72% in the last 12 months, however, it has fallen over 7% in the last one month.

In Q3FY23, the company's revenue from operations stood at Rs 179.21 crore as against last year's Rs 62.20 crore. Profit after tax (PAT) climbed to Rs 34.46 crore in the reporting quarter over Rs 13.14 crore a year ago.

The stock has hardly any analyst coverage. Technically, the stock is trading above 8 out of 8 SMAs (Simple Moving Average).

The promoter group holds around 54.8% stake in the company. Public holding in the company stood at 42.7%, while FIIs holding is at 2.5%, as per Trendlyne data.

The company has a market cap of Rs 1,657 crore. From its 52-week high of Rs 510, the stock is trading 10% lower. While, from its 52-week low of Rs 191.6, the stock is trading 138% higher.

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