

Market snapshot



Today's top research idea

Equities - India	Close	Chg. %	CY20.%
Sensex	49,035	-1.1	18.7
Nifty-50	14,434	-1.1	18.5
Nifty-M 100	21,934	-1.1	27.9
Equities-Global	Close	Chg. %	CY20.%
S&P 500	3,768	-0.7	15.7
Nasdaq	12,999	-0.9	43.0
FTSE 100	6,736	-1.0	-11.4
DAX	13,788	-1.4	3.0
Hang Seng	11,321	0.2	0.0
Nikkei 225	28,519	-0.6	20.6
Commodities	Close	Chg. %	CY20.%
Brent (US\$/Bbl)	55	-2.7	-17.8
Gold (\$/OZ)	1,828	-1.0	20.5
Cu (US\$/MT)	7,937	-1.3	28.8
Almn (US\$/MT)	1,991	-0.7	12.2
Currency	Close	Chg. %	CY20.%
USD/INR	73.1	0.0	2.6
USD/EUR	1.2	-0.6	7.8
USD/JPY	103.9	0.0	-4.5
YIELD (%)	Close	1MChg	CY20 chg
10 Yrs G-Sec	6.0	0.06	-0.6
10 Yrs AAA Corp	6.7	0.06	-0.9
Flows (USD b)	15-Jan	MTD	CY21
FII	0.13	0.67	0.54
DII	-0.13	-0.22	-0.09
Volumes (INRb)	15-Jan	MTD*	YTD*
Cash	804	768	768
F&O	22,758	32,266	32,266

Note: *Average

HDFC Bank: Steady performance; growth outlook getting stronger

- ❖ HDFCB reported a strong quarter, with PAT growth of ~18% YoY (+17% QoQ), supported by strong NII growth of 15% YoY, higher treasury gains, and controlled opex. Margins improved 10bp QoQ to 4.2% with advances growth driven by both corporate and revival in the Retail segment.
- ❖ Asset quality remained stable, while total restructuring stood at 0.5% of loans. Proforma slippages stood at INR49b; the bank holds a sufficient additional contingent provision buffer to manage the COVID impact as it created additional contingent provisions of INR24b toward slippages (not declared NPA due to the SC order).
- ❖ HDFCB has delivered strong business growth as reflected from the revival in retail loan growth, and disbursements across multiple segments are now higher than pre-COVID levels. Operating performance remains steady and the bank holds sufficient additional contingent provision buffer to manage residual stress. Maintain Buy, with TP of INR1,720 (3.7x Sep'22E ABV).



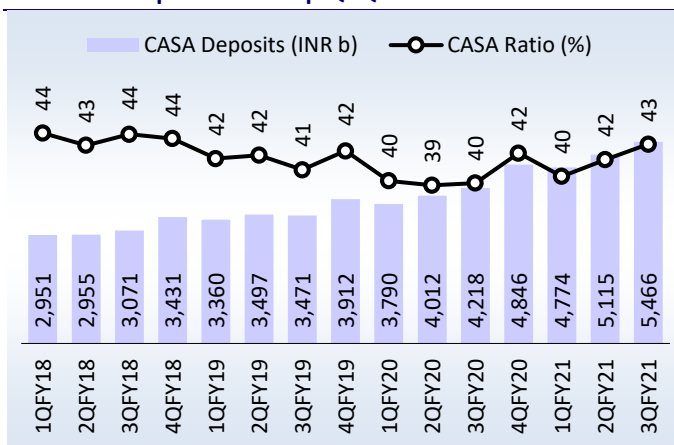
Research covered

Cos/Sector	Key Highlights
HDFC Bank	Steady performance; growth outlook getting stronger
HCL Technology	Product driven 3Q beat should ease viability concerns
PVR	Strict COVID-19 norms continue to hurt earnings
Piramal Enterprises	DHFL buyout: Significant step toward diversification DHFL resolution plan vote in favor of Piramal Group
Financials	Credit growth seeing smart recovery; retail growth revives across segments
Shoppers Stop	Revenue fell 29% YoY (in line) and EBITDA dropped 52% YoY to INR949m (16% miss)
EcoScope	India's exports remain stable YoY in Dec'20



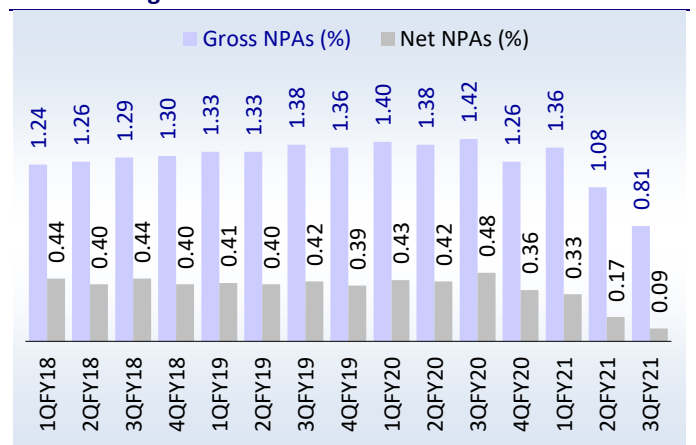
Chart of the Day: HDFC Bank (Steady performance; growth outlook getting stronger)

CASA ratio improved ~140bp QoQ to 43%



Source: MOFSL, Company

GNPA/NNPA declined to 0.81%/0.09%, aided by SC stay order on NPA recognition



Source: MOFSL, Company

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Kindly click on textbox for the detailed news link

1

Bank credit grows 3.2% in first nine months of FY21

Bank credit grew 3.2% to Rs 107.05 lakh crore in the first nine months of the current financial year, against a growth of 2.7 per cent registered in the corresponding period of 2019-20. In the fortnight ended March 27, 2020, bank advances stood at Rs 103.72 lakh crore. Bank deposits rose 8.5%...

2

Government procures paddy worth Rs 1.06 lakh crore so far this kharif season

The government has procured 25 per cent more paddy so far in this kharif marketing season at 564.17 lakh tonnes for Rs 1,06,516 crore amid farmers' protest against three new farm laws. Kharif marketing season runs from October...

3

Excise duty collection jumps 48% this fiscal on record hike in fuel taxes

While the pandemic pummelled tax collection across the board, excise duty mop-up jumped 48 per cent in the current fiscal on the back of a record increase in taxes on petrol and diesel, that more than made up for the below normal fuel sales. Excise duty collection during April-November 2020, was at Rs 1,96,342 crore, up from Rs 1,32,899 crore...

4

Metropolis Healthcare to acquire Hitech Diagnostic Centre in a cash, stock deal

Diagnostic chain Metropolis Healthcare on Sunday said it will acquire Dr Ganesan's Hitech Diagnostic Centre Pvt Ltd in a cash and stock combination deal, to strengthen its leadership position in southern India. The company's board has approved the acquisition partly by way of cash consideration...

5

International bullion exchange at IFSC likely to become operational by July-August

The international bullion exchange at the International Financial Services Centre (IFSC) in Gujarat's GIFT City will likely become operational by July-August this year, paving the way for a large chunk of gold trading shifting from Dubai to India, the largest consumer of the metal in the world. "Also, with the setting up of the international bullion exchange, a portion of the idle gold that is lying in the Indian households may come to the market as the sellers will be able to get a fair and transparent price for the precious metal," GIFT City managing director Tapan Ray told ET...

6

Indian garment exporters start getting orders again with Covid-19 vaccination roll out

Garment exporters in India have started getting orders again with the launch of the Covid-19 vaccination drive in all major markets, top suppliers to international brands such as Zara, H&M and Primarc said. Fashion brands have started...

7

JNPT SEZ plans to attract Rs 4,000 cr investment, generate 72,600 jobs

The Jawaharlal Nehru Port Trust (JNPT), one of the 12 major ports in the country, plans to attract Rs 4,000 crore investments from public and private players for its special economic zone (SEZ), as per a draft proposal. The Jawaharlal Nehru Port Trust (JNPT) at Navi Mumbai...



HDFC Bank

Estimate change	↑
TP change	↑
Rating change	↔

CMP: INR1,466 TP: INR1,720 (+17%) Buy

Steady performance; growth outlook getting stronger

Steady asset quality, with restructured book at 0.5% of loans

- HDFC Bank (HDFCB) reported a strong performance, with advances growth driven by both corporate and revival in the Retail segment. Operating performance remained steady, led by healthy business growth, sequential margin improvement, and cost control. The bank further shored up provisions, providing INR24b toward potential NPAs (not declared due to the SC order) and other contingent provisions.
- Asset quality remained stable, while total restructuring stood at 0.5% of loans. Proforma slippages stood at INR49b; the bank holds a sufficient additional contingent provision buffer to manage the COVID impact.
- We marginally increase our estimates for FY22/FY23 and expect an earnings CAGR of 20% over FY20–23E. **Maintain Buy.**

Asset quality steady; business momentum gaining traction

- HDFCB reported a strong quarter, with PAT growth of ~18% YoY (+17% QoQ), supported by strong NII growth of 15% YoY, higher treasury gains, and controlled opex. Margins improved 10bp QoQ to 4.2%.
- Fee income increased 10% YoY, with card spend improving and an uptick seen in retail asset growth. Treasury gains were higher at INR11.1b (+64% YoY), resulting in other income growth of 12% YoY. Opex grew 9% YoY, with the C/I ratio thus coming in at 36.1% (v/s 36.8% in 2QFY21). Overall, PPOp growth was robust at 17% YoY. For 9MFY21, PPOp/PAT growth stood at 17%/19% YoY.
- Loans grew ~16% YoY, led by an increase in corporate loans (+25.5% YoY), and retail loan growth stood at 5% YoY (+4% QoQ). Disbursement growth across various retail products surpassed pre-COVID levels and was aided by festive demand. Credit card growth improved 9% QoQ, while gold loans grew 11% QoQ.
- Deposits increased ~19% YoY (~3% QoQ), led by CASA growth of 30% YoY (7% QoQ); TD growth stood at 12% YoY. Overall, the CASA ratio improved to 43% (v/s 41.6% in 2QFY21).
- On the asset quality front, the GNPA/NNPA ratio improved 27bp/8bp QoQ to ~0.8%/~0.1%, primarily due to the SC order regarding temporarily halting NPL recognition. However, if not for the SC order, slippages would have been at ~1.9% annualized and the GNPA/NNPA ratio at 1.38%/0.4%. Overall, restructuring under the RBI resolution framework for COVID-19 stood at ~0.5% of advances – largely toward retail assets.
- Overall provisions stood at INR34b (+12% YoY) due to the bank making additional contingent provisions of INR24b toward slippages (not declared NPA due to the SC order).

Bloomberg	HDFCB IN
Equity Shares (m)	5,504
M.Cap.(INRb)/(USDb)	8076.2 / 110.7
52-Week Range (INR)	1494 / 739
1, 6, 12 Rel. Per (%)	-1/3/-3
12M Avg Val (INR M)	16223

Financials & Valuations (INR b)

Y/E MARCH	FY20	FY21E	FY22E
NII	561.9	671.3	798.0
OP	487.5	589.3	691.1
NP	262.6	313.1	379.0
NIM (%)	4.2	4.2	4.3
EPS (INR)	48.0	57.1	69.1
EPS Gr. (%)	21.2	18.8	21.1
BV/Sh. (INR)	311.8	359.3	418.2
ABV/Sh. (INR)	300.3	345.5	401.3

Ratios

RoE (%)	16.4	17.0	17.8
RoA (%)	1.9	1.9	2.0

Valuations

P/E(X)	30.5	25.7	21.2
P/BV (X)	4.7	4.1	3.5
P/ABV (X)	4.9	4.2	3.7

Shareholding pattern (%)

As On	Dec-20	Sep-20	Dec-19
Promoter	21.2	21.2	21.3
DII	17.7	18.6	17.1
FII	50.7	49.1	49.6
Others	10.5	11.1	12.0

FII Includes depository receipts

Highlights from management commentary

- Overall business activity has reached near pre-COVID levels, with demand resolution in retail improving to 97% levels (98% at pre-COVID levels).
- Stress in the SME portfolio declined further to 2.3% (v/s 3% in 2QFY21 and 9% in 1QFY21) as the credit guarantee scheme provided a much-needed boost to the sector.
- Business activity in Home Loans, Auto, 2W, and LAP surpassed pre-COVID levels.

Valuations and view

HDFCB has delivered strong business growth as the economy continues to recover from the COVID shock. Business activity has picked up, as reflected from the revival in retail loan growth, and disbursements across multiple segments are now higher than pre-COVID levels. The bank's operating performance remains steady, aided by healthy revenue growth, improving margins, and controlled opex. The asset quality impact due to COVID-19 remains under control, with total restructuring at 0.5% of loans and proforma slippages at INR49b (for 3QFY21). The bank holds a sufficient additional contingent provision buffer to manage residual stress. We marginally increase our earnings estimates and expect a 20% PAT CAGR over FY20–FY23E – with ROA/ROE of 2.1%/18.2% for FY23E. **Maintain Buy**, with revised TP of INR1,720 (3.7x Sep'22E ABV).

Quarterly performance

(INR b)

	FY20				FY21E				FY20	FY21E	FY21E V/s our	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4QE			3QE	Est
Net Interest Income	132.9	135.2	141.7	152.0	156.7	157.8	163.2	193.7	561.9	671.3	162.8	0.2
% Change (Y-o-Y)	22.9	14.9	12.7	16.2	17.8	16.7	15.1	27.4	16.5	19.5	14.9	
Other Income	49.7	55.9	66.7	60.3	40.8	60.9	74.4	73.9	232.6	250.1	73.1	1.8
Total Income	182.6	191.0	208.4	212.4	197.4	218.7	237.6	267.6	794.5	921.3	236.0	0.7
Operating Expenses	71.2	74.1	79.0	82.8	69.1	80.6	85.7	96.7	307.0	332.1	85.8	-0.1
Operating Profit	111.5	117.0	129.5	129.6	128.3	138.1	151.9	171.0	487.5	589.3	150.2	1.1
% Change (Y-o-Y)	28.9	23.4	20.1	19.5	15.1	18.1	17.3	31.9	22.6	20.9	16.0	
Provisions	26.1	27.0	30.4	37.8	38.9	37.0	34.1	60.7	121.4	170.8	41.7	-18.1
Profit before Tax	85.3	90.0	99.0	91.7	89.4	101.1	117.7	110.2	366.1	418.4	108.5	8.5
Tax	29.7	26.5	24.9	22.5	22.8	26.0	30.1	26.4	103.5	105.3	26.2	15.1
Net Profit	55.7	63.4	74.2	69.3	66.6	75.1	87.6	83.8	262.6	313.1	82.3	6.4
% Change (Y-o-Y)	21.0	26.8	32.8	17.7	19.6	18.4	18.1	21.0	24.6	19.2	11.0	
Operating Parameters												
Deposit Growth (%)	18.5	22.6	25.2	24.3	24.6	20.3	19.1	17.8	24.3	17.8	19.1	0.0
Loan Growth (%)	17.1	19.5	19.9	21.3	20.9	15.8	15.6	15.5	21.3	15.5	15.6	0.0
Deposit	9,546	10,216	10,674	11,475	11,894	12,293	12,711	13,518	11,475	13,518	12,710	0.0
Loan	8,297	8,970	9,360	9,937	10,033	10,383	10,823	11,477	9,937	11,477	10,820	0.0
Asset Quality												
Gross NPA (%)	1.4	1.4	1.4	1.3	1.4	1.1	0.8	1.4	1.3	1.4	1.3	-0.5
Net NPA (%)	0.4	0.4	0.5	0.4	0.3	0.2	0.1	0.4	0.4	0.4	0.3	-0.2
PCR (%)	69.7	69.7	66.7	72.0	76.2	84.5	88.5	71.5	72.0	71.5	75.0	13.5



HCL Technologies

Estimate change	↑
TP change	↑
Rating change	↔

CMP: INR989 TP: INR1,300 (+31%) Buy

Product driven 3Q beat should ease viability concerns

All round performance; expect mid-teen growth for FY22

Bloomberg	HCLT IN
Equity Shares (m)	2,714
M.Cap.(INRb)/(USDb)	2684.9 / 38.2
52-Week Range (INR)	1074 / 376
1, 6, 12 Rel. Per (%)	6/25/49
12M Avg Val (INR M)	5192

Financials & Valuations (INR b)

Y/E Mar	2021E	2022E	2023E
Sales	761	875	990
EBIT Margin (%)	21.6	21.8	22.1
PAT	130	153	176
EPS (INR)	48.0	56.5	65.0
EPS Gr. (%)	18.0	17.5	15.1
BV/Sh. (INR)	217	241	260

Ratios

RoE (%)	23.6	24.6	25.9
RoCE (%)	20.8	21.7	22.9
Payout (%)	37.5	50.0	60.0

Valuations

P/E (x)	20.6	17.5	15.2
P/BV (x)	4.6	4.1	3.8
EV/EBITDA (x)	12.4	10.6	9.3
Div Yield (%)	1.8	2.9	3.9

Shareholding pattern (%)

As On	Dec-20	Sep-20	Dec-19
Promoter	60.3	60.3	60.0
DII	10.3	10.7	8.5
FII	24.9	24.9	27.7
Others	4.5	4.1	3.9

FII Includes depository receipts

- HCL Technologies (HCLT) delivered strong revenue growth (3.5% QoQ CC) in 3QFY21, above our expectation and its guidance, led by stronger than expected seasonality in the Products and Platforms vertical (P&P, +8.3% QoQ in CC) and continued traction in Mode 2 services (+10.9% QoQ in CC).

- We expect HCLT to return to mid-teens growth in FY22 (14% YoY in CC USD) as continued strength in P&P – due to improving deal wins and new client additions – complements improving demand environment in IT Services and R&D verticals. The P&P business should deliver low teen USD revenue growth over the next two years.

- We view the improvement in deal wins (+13% YoY), robust deal pipeline, and large ER&D exposure (~16% of revenue) as positive. It should also continue to benefit from high demand for Cloud migration (Digital foundation) work.

- EBIT margin expanded by 130bp QoQ to 22.9%, driven by lower SG&A spends (+80bp) and increased offshoring (+50bp), despite a partial wage hike impact (-50bp). While we see a wage hike and sales investments as margin headwinds in FY22, it should also benefit from growth led positive operating leverage. We expect the company to report 21.8% EBIT margin, up 20bp YoY, but still 110bp below the peak delivered in 3QFY21.

- We expect HCLT to deliver 4Q revenue growth and FY21 EBIT margin at the upper end of its guidance band of 2-3% and 21-21.5%, respectively.

- For 9MFY21 it delivered sales (USD)/EBIT/PAT growth of 1.2%/21.2%/20.1%. Along with robust operational performance, cash conversion (percentage) for the company more than doubled in 9MFY21 with FCF/PAT at 150% as against 63% in FY20.

- **HCLT is our preferred pick in IT Services space, and also a part of our model portfolio.** We upgrade our EPS estimate for FY21E/FY22E/FY23E by 4%/4%/7%. Maintain **Buy** as we expect HCLT to re-energize its Products business, while keeping positive traction in the Services business, driven by higher IMS/Cloud focused deals. Our TP of INR1,300 per share implies 20x FY23E EPS (~20% discount to TCS).

Performance ahead of estimates

- In constant currency (CC), revenue grew 3.5% QoQ in 3QFY21, above our estimate of 2.2%.

- Mode 1 (61% of business) grew 0.1% QoQ, Mode 2 (23%) grew 11% QoQ, and Mode 3 (16%) was up 7.1% QoQ CC. Growth in Mode 2 was led by good traction seen in Cloud native and Digital programs.

- Growth was driven by Telecom/Media/Entertainment vertical, up a significant 12% QoQ CC. Other key contributors were Technology and Services (+6.8% QoQ CC) and Manufacturing (+5.6% QoQ CC).

- HCLT won 13 large deals across industry verticals, including Life Sciences and Healthcare, Technology, and Financial Services.

- In terms of business segments, growth was led by P&P (+8.3% QoQ CC). E&D/IT Services business grew by 2.5%/2.7% QoQ CC.
- Despite a partial wage hike during the quarter, EBIT margin inched up 130bp QoQ to 22.9%, above our estimate of 21%.
- Improvement in EBIT margin was a function of 80bp QoQ improvement in gross margin and 70bp reduction in SG&A cost.
- Adjusted PAT stood at INR34.3b as against our expectation of INR 31.6b, a beat of 8.6%. During the quarter, there was a one-time tax reversal, which led to reported ETR of 12% as against 24.1% QoQ.
- The management pegged its 4QFY21 revenue growth guidance between 2% and 3% QoQ CC. This would imply FY21 growth of 1.2-1.4% YoY CC
- EBIT margin is expected to be in the 21-21.5% range in 4QFY21.
- Net cash stood at USD2.2b. OCF/PAT and FCF/PAT came in at 127% and 115%, respectively.
- Attrition in IT Services (LTM) stood at 10.2%, down 670bp YoY. There were net additions of 6,597 during the quarter.

Key highlights from the management commentary

- HCLT reported a 3.5% sequential growth in CC terms. Two out of the three segments are operating above the peak of pre-COVID levels. The ER&D segment is lagging, but is expected to catch up soon.
- The strong performance during the quarter was led by Digital, Cloud, and the P&P business. The demand environment continues to remain strong.
- In the current environment, it is seeing deals around: 1) commerce modernization; 2) customer experience, and 3) supply chain modernization.
- The management sees better growth in the next five years than the previous five years.
- 3QFY21 was a strong quarter. The company has completed the acquisition of select IBM products six quarters ago, of which two were majorly transition quarters. However, the same is yielding results now.
- The management sees a lot of opportunities to work with other software companies, though it would not enter into the product reseller business.
- Total new bookings during 3QFY21 stood at USD91m, a 250% YoY increase.
- There will be some margin pressure resulting from investments in sales and incremental R&D in products.
- The sequential expansion of 130bp was impacted by: 1) wage hike (-50bp), 2) SG&A leverage (80bp), 3) move to offshore (+50bp), and 4) reversal in some provisions.
- The company witnessed a revenue catch up in Mode 2 and ER&D business, which has flown to margin (40bp).
- The management expects margin in 4QFY21 to face a headwind of 80bp on account of salary increments.
- Going forward, higher offshoring would result in margin tailwinds. However, this would be offset by travel resuming and the company's investments in sales and marketing.
- It sees various opportunities, especially in asset heavy industries.

Valuation and view – Subdued multiples offer a safety margin

- HCLT’s exposure to deeply troubled verticals (e.g., Energy, Travel, Transportation, Hospitality, and Retail) are lower v/s its peers. It has a higher exposure to Financial Services, Technology Services, and Life Sciences where we anticipate a better outlook.
- Higher exposure to IMS (~37% of revenue), comprising a larger share of non-discretionary spend, offers a better resilience to its portfolio in the current context, with increased demand for Cloud, Network, Security, and Digital workplace services.
- Broad-based sequential growth, coupled with healthy deal wins and a robust pipeline, indicates an improved outlook. We estimate strong performance in the Products business driven by HCLT’s capabilities to rightly align and sell these products.
- Given its deep capabilities in the IMS space and strategic partnerships, investments in Cloud, and Digital capabilities, we expect HCLT to emerge stronger on the back of an expected increase in enterprise demand for these services. The stock is currently trading at a modest ~15x FY23E earnings, which offers a margin of safety. Our TP is based on 20x FY23E EPS (a 20% discount to TCS). Maintain Buy.

Quarterly performance

Y/E March	(INR b)											
	FY20				FY21E				FY20	FY21E	3QFY21E	Variance (%/bp)
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4QE				
Revenue (USD m)	2,364	2,486	2,543	2,543	2,356	2,507	2,617	2,709	9,936	10,188	2,575	1.6
QoQ (%)	3.8	5.2	2.3	0.0	-7.4	6.4	4.4	3.5	15.1	2.5	2.7	167bp
Revenue (INR b)	164	175	181	186	178	186	193	203	707	761	190	1.6
YoY (%)	18.4	17.9	15.5	16.3	8.6	6.1	6.4	9.3	17.0	7.6	4.8	166bp
GPM (%)	35.3	36.9	38.4	40.0	39.9	41.2	42.0	41.2	37.7	41.1	40.4	160bp
SGA (%)	12.8	11.6	11.9	12.9	12.4	12.7	12.0	12.6	12.3	12.4	12.5	-54bp
EBITDA	34	41	45	47	46	50	54	54	167	204	49	10.3
EBITDA margin (%)	20.7	23.4	24.6	25.4	25.6	26.6	28.2	26.7	23.6	26.8	26.0	224bp
EBIT	28	35	37	39	37	40	44	44	139	164	40	10.9
EBIT margin (%)	17.1	20.0	20.2	20.9	20.5	21.6	22.9	21.4	19.6	21.6	21.0	192bp
Other income	1	0	1	0	2	1	1	2	2	7	2	-33.7
ETR (%)	24.0	23.9	18.5	18.3	24.0	24.1	24.1	22.0	20.9	23.5	24.0	4bp
Adjusted PAT	22	27	30	32	29	31	34	35	111	130	32	8.6
QoQ (%)	-13.6	19.4	14.6	3.8	-7.3	7.5	9.2	3.4			0.5	869bp
YoY (%)	-7.7	4.4	16.4	22.8	31.7	18.5	13.0	12.5	9.3	17.9	4.0	899bp
EPS	8.2	9.8	11.2	11.6	10.7	11.6	12.6	13.1	40.7	48.0	11.6	8.6



Estimate change	↓
TP change	↑
Rating change	↓

Bloomberg	PVRL IN
Equity Shares (m)	47
M.Cap.(INRb)/(USDb)	81.4 / 1.1
52-Week Range (INR)	2083 / 707
1, 6, 12 Rel. Per (%)	-4/5/-39
12M Avg Val (INR M)	2641

Financials & Valuations (INR b)

Y/E March	FY21E	FY22E	FY23E
Sales	3.4	35.2	43.2
EBITDA	-3.6	5.6	7.6
Adj. PAT	-5.4	1.0	2.2
EBITDA Margin (%)	-106.2	16.0	17.5
Adj. EPS (INR)	-98.0	18.9	40.3
EPS Gr. (%)	NM	NM	113.8
BV/Sh. (INR)	224.3	243.2	283.5

Ratios

Net D:E	4.1	3.6	3.0
RoE (%)	NM	8.1	15.3
RoCE (%)	NM	3.4	5.1
Payout (%)	0.0	0.0	0.0

Valuations

P/E (x)	NM	78.1	36.5
P/BV (x)	6.6	6.1	5.2
EV/EBITDA (x)	NM	20.8	15.3
Div Yield (%)	0.0	0.0	0.0

Shareholding pattern (%)

As On	Sep-20	Jun-20	Sep-19
Promoter	18.8	18.6	19.6
DII	30.1	29.8	26.6
FII	34.6	37.0	42.5
Others	16.6	14.7	11.4

FII Includes depository receipts

CMP: INR1473 TP: INR1,620 (+10%) Downgrade to Neutral

Strict COVID-19 norms continue to hurt earnings

- EBITDA loss increased 34% QoQ to INR1.1b (v/s our estimate of a loss of INR537m), despite reopening to cinemas as 50% capacity restrictions and lack of fresh content, led to meager (~1%) occupancy.
- We roll forward our estimates to FY23E and revise down our FY22E EBITDA/PAT estimates by 3%/12% on the back of slower recovery, thriving OTT market, and changing consumer behavior that could pose a risk to long term occupancies and business economics. We **downgrade to Neutral**.

Losses rise as operations remain impacted

- PVR's 3QFY21 revenue fell 93% YoY to INR634m (49% below our estimate) as cinema operators began operations in a staggered manner from Oct'20 with 50% capacity.
- On a pre-Ind AS 116 basis, operating loss stood at INR1.1b v/s a profit of INR1.8b YoY (v/s our estimate of an operating loss of INR537m), cushioned by a 77% YoY fall in operating cost to INR1.7b. Operating loss increased by 34% QoQ from INR810m. This indicates that operating at 50% capacity has been detrimental to PVR's earnings.
- The management has kept a tight lid on operating costs, but as cinemas reopen, the cost increase would be inevitable. Fixed opex is down 66% YoY, but jumped 31% QoQ to INR1.6b as cinemas resumed operations.
- Rental/employee expenses declined 59%/54% YoY, but resumption of operations have increased costs QoQ. Rentals, excludes INR320m on properties which are still under negotiations. It has reached settlements with landlords for 88% of cinemas for complete or partial waiver/discounts until Mar'21.
- Net loss stood at INR1.4b v/s a PAT of INR780m in 3QFY20 (estimate net loss of INR866m).

Highlights from the management commentary

- New content is seeing strong traction. The movie 'Master' released in the South and has become the second highest opening movie in Tamil Nadu.
- The management expects long-term employee and overhead costs to reduce by ~10-15% once COVID-19 ends on a long term basis, while rental cost would revert back of pre pandemic levels in FY22.
- Kerala has waived entertainment tax and other states can be expected to follow suit. The management expects some relief in the Budget for the entertainment sector.
- Ticket prices, which were low in 3QFY21, were close to pre-COVID levels for newly released movies.

Valuation and view

- Near term profitability and business scale is expected to remain muted as cinemas were the last to open, and are operating at single-digit capacity with limited timings. Relaxation over capacity norms (as Tamil Nadu has approved 100% capacity utilization) and a new lineup of movies would provide some relief.
- Expectations over relaxation of capacity norms and strong performance of Tamil's 'Master' movie can be expected to drive footfalls and movie launches from 4QFY21 onwards.
- Negotiation in rental charges and sharp drop in employee and other expenses have been a relief. Fixed costs are expected to reduce by 10-15% over the long term.
- Around INR3.7b cash and an option to raise ~INR8b in equity would provide PVR sufficient cash to meet its operating expenses over FY22 but continue to dilute earnings.
- We roll forward our estimates to FY23E and cut our FY22E EBITDA/PAT by 3%/12%. We expect business to slowly normalize to FY20 levels in FY22.
- The rising trend of movie releases on OTT platforms since the outbreak of the pandemic and strong growth in their subscriber base raises concerns over increased competition from such platforms in the near to long term.
- Earnings in the exhibition business remain highly sensitive to occupancies and even a 200-500bp drop in occupancy can severely impact earnings.
- We **downgrade the stock to Neutral**, valuing the company at 13x FY23E EV-to-EBITDA to arrive at our target price of INR1,620.

Quarterly performance

(INR m)

Y/E March	FY20				FY21				FY20	FY21E	3Q FY21E	Esti. Var. (%)
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4QE				
Net sales	8,804	9,732	9,157	6,451	43	436	634	2,254	34,144	3,368	1,234	95
YoY change (%)	26.4	37.3	8.6	-23.0	-99.5	-95.5	-93.1	-65.1	10.7	-90.1	-86.5	(7.0)
Total expenditure	7,217	7,788	7,355	6,023	1,286	1,246	1,722	2,691	28,382	6,945	1,771	240
EBITDA	1,587	1,944	1,802	428	-1,243	-810	-1,088	-437	5,762	-3,577	-537	NM
YoY change (%)	15.6	56.8	9.7	-73.4	-178.4	-141.7	-160.4	-202.2	-1.7	-162.1	-129.8	
Depreciation	549	598	563	614	603	583	585	661	2,324	2,432	608	4
Interest	414	390	392	325	353	351	402	312	1,521	1,418	355	-12
Other income	68	62	82	167	83	0	0	106	378	189	47	NM
PBT before EO expense	691	1,018	929	-344	-2,116	-1,744	-2,075	-1,305	2,294	-7,238	-1,452	NM
Extra-ordinary expense	1	2	2	1	2	4	0	0	5	0	0	
PBT	690	1,016	928	-345	-2,118	-1,749	-2,075	-1,305	2,289	-7,238	-1,452	NM
Tax	104	258	221	44	(707)	(587)	(707)	178	627.4	-1823.3	-487	-31
Rate (%)	15.1	25.4	23.8	-12.8	33.4	33.6	34.1	-13.6	27.4	25.2	33.5	
MI and p/l of associate cos	0	2	1	1	1	1	1	0	5	3	0	
Reported PAT	586	760	708	-388	-1,410	-1,161	-1,366	-1,482	1,666	-5,419	-966	NM
Adjusted PAT	586	760	708	-346	-1,410	-1,161	-1,366	-1,482	1,708	-5,419	-966	NM
YoY Change (%)	12.0	130.2	36.7	-174.0	-340.6	-252.7	-293.1	328.7	-7.1	-417.3	-236.5	

E: MOFSL estimates

Piramal Enterprises

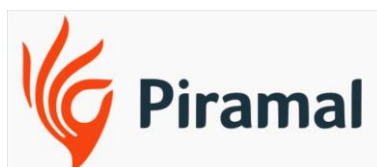
BSE SENSEX
49,035

S&P CNX
14,434

CMP: INR1,625

TP: INR1,960 (+20%)

Buy



Stock Info

Bloomberg	PIEL IN
Equity Shares (m)	212
M.Cap.(INRb)/(USD\$b)	366.5 / 4.9
52-Week Range (INR)	1728 / 608
1, 6, 12 Rel. Per (%)	6/-19/-11
12M Avg Val (INR M)	2669
Free float (%)	53.9

Financials Snapshot (INR b)

Y/E March	2020	2021E	2022E
Revenues	130.7	131.3	146.9
EBITDA	17.9	32.1	38.5
PAT	-5.5	24.8	30.4
EPS (INR)	-24.5	109.8	128.1
EPS Gr. (%)	-135	-548	17
BV/Sh. (INR)	1,274	1,345	1,436
Payout (%)	-53	35	35

Valuations

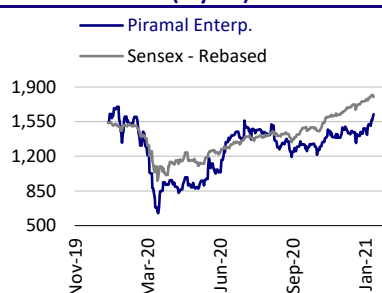
P/E (x)	NA	14.8	12.7
P/BV (x)	1.3	1.2	1.1
Div. Yield (%)	0.8	2.4	2.8

Shareholding pattern (%)

As On	Sep-20	Jun-20	Sep-19
Promoter	46.1	46.1	46.1
DII	10.2	9.9	10.0
FII	29.7	30.3	29.3
Others	14.1	13.8	14.6

FII Includes depository receipts

Stock Performance (1-year)



DHFL buyout: Significant step toward diversification

Fuelled by capital | Integration to boost investor confidence

- After much delay, the first IBC resolution for financial services company DHFL is complete. As per media reports, Piramal Enterprises (PIEL) has emerged as the winner in the bid for Dewan Housing Finance (DHFL).
- PIEL, reportedly, bid ~INR373b as a part of its settlement toward DHFL's creditors for the entire loan book. This includes INR127b in upfront cash, INR30b in interest income (already on DHFL's books), and ~INR196b worth of non-convertible debentures (to be repaid over 10 years). Based on media reports, this works out to ~43% recovery on the total admitted debt of ~INR872b. The amount claimed by creditors stood at ~INR1t.
- As per latest disclosures, DHFL has a gross wholesale lending book of INR520b. However, post fair value loss (write-down) of INR240b, the net wholesale lending book stands at INR280b. Additionally, DHFL has ~INR328b worth of retail loans (home loans and LAP) – net of provisions. A significant haircut has already been taken by bankers, which would largely take care of the stress (net of provision loans of INR608b and bid amount of INR373b – 40% cushion) on the portfolio, in our view.
- Loan book diversification is a key benefit of this acquisition for PIEL. Presently, the company has only 11% share of retail loans. This acquisition would give it a fillip, taking the share of retail loans to 35%. Notably, post-acquisition, the loan book size (net of provisions) would be INR1.1t. It remains to be seen how PIEL would treat the wholesale book – whether part of the NBFC balance sheet or transfer into owned managed fund structure, etc. On excluding DHFL's wholesale book, the retail loan share in overall loans would be ~47%.
- Other benefits include – (a) the efficient use of capital (lending book leverage to increase to 4–5x from 2x currently), (b) pan-India network of 250 branches with a strong presence in Tier 2, 3, and 4 towns, (c) the ability to cross-sell recently launched retail lending products (affordable housing finance, LAP, small business loans) from DHFL's branch network, and (d) an existing credit and technology platform.
- What are the key risks? The biggest risk, in our opinion, is legal risk. DHFL's resolution process has been on-going for over a year, and the bidders have faced many hurdles in the process. Legal action may be taken on the verdict of the Committee of Creditors against this decision. Another risk is the quality of loan book acquired – however, this is mitigated by the adequate buffer between purchase price (INR373b) and value of loans (INR608b). Integration risk also remains high considering the challenges DHFL employees faced in the last two years and the difference in the cultures of both organizations.
- Important details from DHFL 2QFY21 results – a) cash on BS – INR91b, b) loans of INR608b (amortized cost INR329b and FV of INR280b), c) borrowings of INR902b, d) negative networth of INR76b – excluding accrued interest on borrowings of INR28b (post tax), e) DTA of INR57b, f) fixed assets of INR9.8b, and g) investments of INR48b.

- As no formal announcement has been made and intricate details are still unknown, we have not made any changes to our estimates. Structurally, we see this development as a positive for Piramal Enterprises, resulting in a) much needed diversification in the portfolio, b) effective use of capital, c) a possible improvement in the credit rating, d) a reduction in cost of funds, and e) an increase in granularity on the balance sheet. Maintain BUY and rollover SOTP to FY23 – to INR1,960.

Share of retail lending to increase from 11% to 35% post the DHFL deal

INR b	PIEL	DHFL	Post-Merger
Retail loans	57	328	385
Wholesale loans	458	280	738
Total loans	515	608	1,123
Retail lending share (%)	11%	54%	35%
Wholesale lending share (%)	89%	46%	65%

Source: MOFSL, Company

SOTP (FY23E-based)

	Value (INR B)	Value (USD B)	INR per share	% To Total	Rationale
Lending Business	206	2.8	870	44	1.0x PBV
Pharma Business	178	2.4	751	38	Pharma EV/EBITDA 14x; EV of INR278b; 80% Stake; 20% Holdco dis
Shriram Group	48	0.6	204	10	Based on our TP for SHTF and SCUF
Unallocated NW	32	0.4	135	7	1x PBV (Net of DTA, OCI and Shriram Group allocated NW)
Total Value	465	6.2	1,960	100	Implied 1.3x Consolidated BV
Current market cap.	385	5.1	1,625		
Upside (%)	20.6	20.6	20.6		

Source: MOFSL, Company

Financials

Key financial creditors and amount admitted

INRb	Amount admitted	Projected Recovery
PSU Banks		
SBIN	72.68	31.04
BOI	41.26	17.62
CBK	37.51	16.02
UNBK	35.52	15.17
PNB	29.38	12.55
BOB	20.21	8.63
INBK	14.10	6.02
Private Banks		
HDFCB	3.62	1.54
FB	1.87	0.80
KBL	1.71	0.73
KMB	1.70	0.73
SIB	1.16	0.49

DHFL resolution plan vote in favor of Piramal Group

Estimated recovery rate stands at ~43%; approved by ~94% of creditors

- The creditors of Dewan Housing Finance Corporation Ltd. on Friday approved the resolution plan submitted by the Piramal Group. DHFL – which was admitted for resolution under the IBC in Nov'19 – received expressions of interest from multiple entities, with the Piramal Group, Oaktree Capital, and Adani Group being the final bidders.
- As per the resolution plan, Piramal Group would pay a total of INR372.5b, including upfront cash of INR127b, INR40b of interest income on DHFL's book, and INR195.5b of NCDs to be repaid in 10 years. **Thus, the estimated recovery for creditors stands at ~43%.**
- ~93.5% of creditors voted in favor of the Piramal Group, while Oaktree Capital was voted by 45% of creditors. ~6.5% of creditors abstained from casting their votes.
- Among the key lenders, SBIN has the highest exposure of ~INR102b (INR73b admitted), followed by BOI (~INR41b) and CBK (~INR38b). Other PSU banks such as UNBK, PNB, and BOB have exposures in the range of INR20–36b. Private banks have a comparatively lower exposure, with HDFCB at INR3.6b, FB at INR1.9b, and KMB at INR1.7b. Certain other banks such as YES and IIB have exposures in the form of investment books.
- We note that most banks are well-provided on the exposures as many of them have declared the account fraudulent over the past 3–4 quarters, while the investment book has also been fully provided and written off. Banks such as SBIN, YES, BOB, and IIB carry 100% provisions on the same.

Valuation and view

With creditors now approving the bid, we expect the resolution to gain momentum. However, the final NCLT approval is awaited. We thus expect banks to recover their dues, resulting in higher incomes and provisioning reversal, which are likely to support profitability. We expect PSU banks to be the key beneficiaries, led by SBIN, BOI, and CBK, while YES, IIB, and FB would be the key beneficiaries among the private banks. We remain positive on corporate lenders and expect asset quality/earnings to recover post FY21. **ICICIBC, HDFCB, and SBIN remain our top picks.**

Exhibit 1: Bank-wise financial creditors – as approved by Administrator

Banks (INR b)	Amount admitted	Estimated recovery
State Bank of India	72.68	31.04
Bank of India	41.26	17.62
Canara Bank	37.51	16.02
Union Bank of India	35.52	15.17
Punjab National Bank	29.38	12.55
Bank of Baroda	20.21	8.63
Indian Bank	14.10	6.02
Central Bank of India	10.79	4.61
IDBI Bank Limited	9.99	4.27
Punjab & Sind Bank	7.58	3.24
Indian Overseas Bank	6.73	2.87
Bank of Maharashtra	5.97	2.55
UCO Bank	5.20	2.22
HDFC Bank Ltd	3.62	1.54
Federal Bank	1.87	0.80
Karnataka Bank Ltd	1.71	0.73
Kotak Mahindra Bank	1.70	0.73
South Indian Bank	1.16	0.49
Debenture holders	454.44	194.05
Public Deposits	53.75	22.95
National Housing Bank	24.37	10.40
Others	31.30	13.37
Total Financial Creditor's	870.83	371.84
Operational Creditor's	1.62	0.69
Workmen & Employee	0.02	0.01
Total Claims	872.48	372.55
Recovery Rate		42.7%

Source: MOSL, Company

Exhibit 2: Comparison of bids for DHFL – Piramal bids approved with ~94% votes

INR b	Piramal	Oaktree
Upfront Cash	127.0	117.0
Interest Income	30.0	30.0
Additional Interest Income	10.0	17.0
Insurance Venture	10.0	10.0
Financial Instruments	195.5	210.0
Total Bid Amount	372.5	384.0
Duration of NCDs (Years)	10	7
Payments to Fixed Depositors	1.5	3.0

Source: MOSL, Company, Bloomberg Quint

Financials

Credit growth seeing smart recovery; retail growth revives across segments

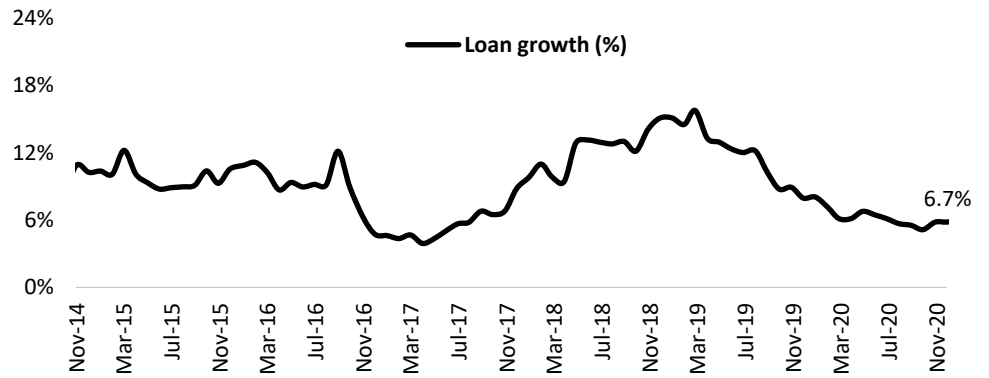
Credit card growth revives sequentially; various retail segments surpass pre-COVID trends

- Systemic loan growth recovered to 6.7% YoY (~4% QoQ) for the fortnight ended 1st Jan'21. The outstanding credit base has now reached INR107t. This sequential credit growth, aided by strong festive demand and continued economic recovery, is the highest seen over the past several years. **Thus, we expect systemic credit growth for FY21E at 7.0% YoY (v/s 4.5% earlier projected). This implies a net increase of INR3.9t in the systemic credit base for 4QFY21 v/s INR3.3t during this period last year.**
- Systemic retail loan growth had recovered to ~4% QoQ (10% YoY) as of Nov'20. Among the retail segments, Credit Cards growth had revived to ~9% QoQ, Auto Loans to ~4% QoQ, and Housing Loans to ~3% QoQ as of Nov'20.
- Most of the private banks, in their recent business updates, reported strong sequential growth trends in the range of 2–5% QoQ. Disbursement growth across various retail products – such as 2W, Home Loans, Auto, LAP, and Gold Loans – has surpassed pre-COVID levels.
- Furthermore, HDFCB reflected similar trends in its 3QFY21 results, with overall loan growth at ~16% YoY (4.2% QoQ). This was led by an increase in corporate loans (+25.5% YoY), and retail loan growth stood at 5% YoY (+4% QoQ). Among the segments, Credit Cards / Home Loans grew ~9%/6% QoQ and Business Banking / Personal Loans ~4%/~3% QoQ. Gold Loans increased ~11% QoQ and Auto Loans 2% QoQ.
- Growth trends in the Agri segment also improved to ~5% QoQ as rural growth is picking up faster.

Valuation and view

Overall, we believe loan growth for banks would continue to strengthen, aided by improving consumer sentiment and recovery in the economic outlook. We currently expect private bank loans to grow at 9%/16% over FY21/FY22 (would review our numbers along with 3QFY21 results). On the other hand, we revise our systemic loan growth for FY21E to 7.0% YoY (v/s earlier projection of 4.5%). We continue to prefer large private banks such as ICICIBC and HDFCB over mid-sized banks. Large banks (a) have a better ability to deal with asset quality risk due to COVID and already hold a sufficient additional contingent provision buffer to absorb the impact, (b) are well-capitalized, and (c) should continue to gain market share in key business segments. **ICICIBC, HDFCB, and SBIN remain our top picks. Among the mid-caps, we prefer AUBANK and FEDERAL.**

Exhibit 1: Loan growth reviving, aided by strong festive demand and continued economic recovery; systemic loan growth was ~4% QoQ (6.7% YoY) as of 1st Jan'21



Source: RBI, MOSL

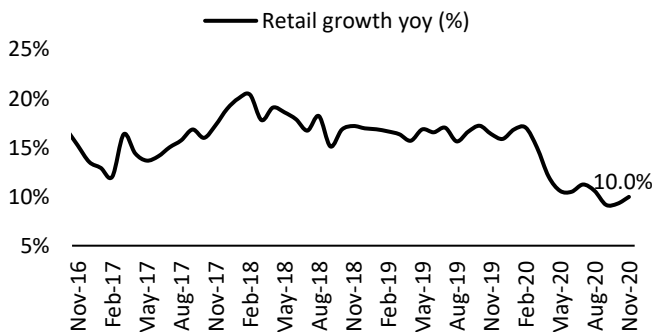
Exhibit 3: Loan trends for key banks over 3QFY21: Business momentum gaining traction

INR b	Loans (3QFY21)	YoY (%)	QoQ (%)
HDFCB	10,823	15.6%	4.2%
IIB	2,077	0.1%	3.2%
FB	1,282	6.1%	2.4%
IDFCFB	1,105	0.7%	3.4%
BANDHAN	803	22.6%	4.8%
Banking system	107,046	6.6%	3.5%

Note: IDFCFB includes total funded assets

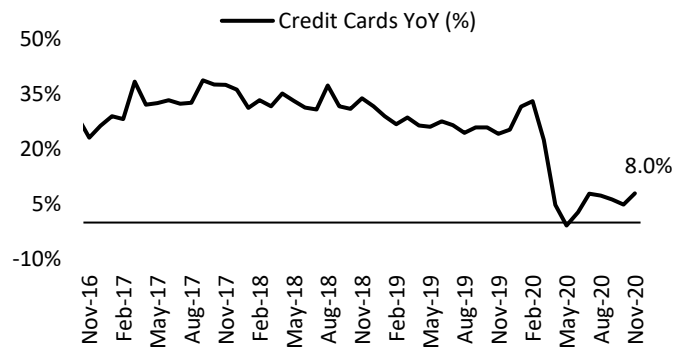
Source: MOFSL, Company

Exhibit 4: Retail loan growth bouncing back; 3.8% QoQ growth (10% YoY) as of Nov'20



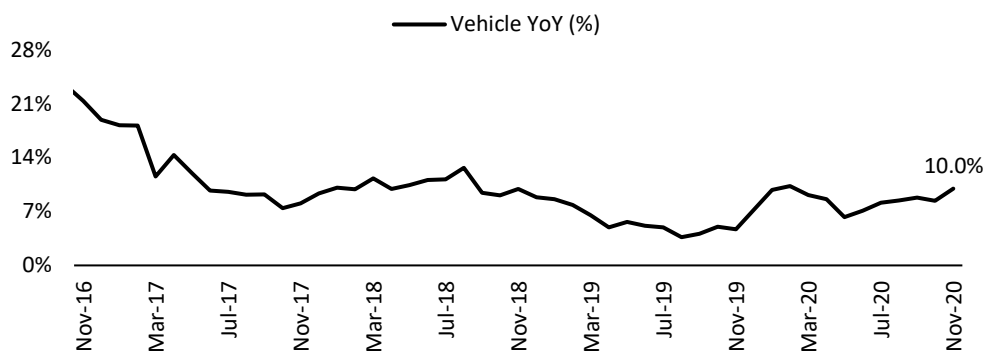
Source: RBI, MOSL

Exhibit 5: Credit Cards growth at 8% YoY / 9% QoQ



Source: RBI, MOSL

Exhibit 6: Auto Loans growth picking up; at 10% YoY / 4% QoQ



Source: RBI, MOSL

Shoppers Stop

BSE SENSEX 49,035 S&P CNX 14,434

Conference Call Details

Date: 18th January 2021

Time: 11:00am IST

Dial-in details:

+91 22 6280 1384

Financials & Valuations (INR b)

INRb	FY20	FY21E	FY22E
Sales	34.6	20.4	31.4
EBITDA	5.5	1.4	4.7
Adj. PAT	-1.2	-3.5	-1.3
EBITDA Margin (%)	15.9	6.9	15.1
Adj. EPS (INR)	-14.7	-41.9	-15.1
EPS Gr. (%)	-289.1	184.7	-64.0
BV/Sh. (INR)	8.0	NM	NM
Ratios			
Net D:E	62.1	NM	NM
RoE (%)	-25.0	NM	NM
RoCE (%)	10.0	-4.2	1.3
Payout (%)	0.0	0.0	0.0
Valuations			
P/E (x)	NM	NM	NM
EV/EBITDA (x)	7.3	28.4	7.8
EV/Sales (x)	1.2	2.0	1.2
Div. Yield (%)	0.0	0.0	0.0

CMP: INR207

Neutral

Revenue fell 29% YoY (in line) and EBITDA dropped 52% YoY to INR949m (16% miss)

- Shoppers Stop's standalone revenue fell 29% YoY to INR7.1b (in line) due to a 50% YoY decline in footfalls. However, revenue was up 142% QoQ as footfalls improved MoM.
- Gross margin fell 400bp YoY, despite higher private label mix, but improved 610bp QoQ.
- EBITDA dropped 52% YoY to INR949m (16% miss), with margin shrinking by 650bp to 13.4%. The miss could be attributed to higher than estimated operational costs, with employee/SG&A cost at INR660m/INR1.1b (v/s our estimate of INR605m/INR869m).
- Other income stood at INR310m (4.7x YoY) includes INR212m adjusted for rent concessions. Excluding the same, other income stood at INR189m.
- PBT/PAT stood at -INR279m/-INR207m (v/s our estimate of -INR124m/-INR100m).

Boosts liquidity through a rights issue

- Rights issue of INR3b was fully subscribed, which should boost liquidity.
- It also repaid loans worth INR1.25b.

Other business highlights

- It has closed a one Shoppers Stop department store/Beauty/airport store each, taking the total count to 84/130/26. It closed four Crossword stores, taking the total count to 29. Overall, it has 280 stores v/s 287 in 2QFY21.
- Footfalls fell -50% YoY v/s -81% in 2QFY21. Geographically, Tier II and III cities performed better than metros. East zone performed better, while Delhi NCR was impacted due to local unrest.
- Private label saw 4% volume growth, with 220bp YoY increase in revenue share to 13.4%. It increased its portfolio, adding Loungewear, Sleepwear, and Athleisure categories.
- Revenue share from Beauty brands decreased 70bp YoY to 15.7%. It has launched brand Arcelia at 63 stores in the Bath and Body segment.
- Sales from the online channel stood at 3x YoY, forming 6% of total revenue, up 440 bps YoY.
- It added 0.3m members under First Citizen, taking its total membership to 7.7m. These customers contributed 83% of sales, with 6% higher average transaction value. Personal shoppers contributed 16% of sales, up 220bp YoY, with an average ticket size of 2.7x.
- Conversion ratio improved 7% YoY and average transaction value improved by 4% YoY.

Standalone quarterly earning model

(INR m)

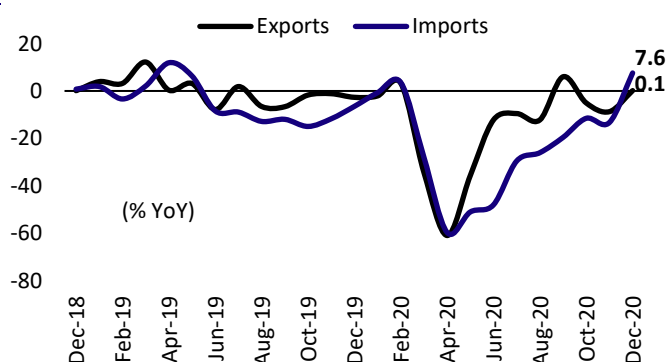
Y/E March	FY20				FY21				FY20	FY21	3QFY21E	Esti./ var. (%)
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4QE				
Total Revenue from Operations	8,324	8,453	9,941	7,092	539	2,924	7,076	8,164	33,810	18,703	7,242	-2
YoY Change (%)	NA	2.3	-0.5	-29.0	-93.5	-65.4	-28.8	15.1	-2.9	-44.7	-13.0	
Total Expenditure	6,942	7,081	7,966	6,326	1,563	3,271	6,127	6,568	28,315	17,530	6,109	0
EBITDA	1,382	1,372	1,975	766	-1,024	-347	949	1,595	5,495	1,173	1,133	-16
EBITDA Margin (%)	16.6	16.2	19.9	10.8	-189.9	-11.9	13.4	19.5	16.3	6.3	15.6	
Depreciation	884	878	934	1,696	997	941	1,003	952	4,392	3,894	948	6
Interest	484	474	478	508	552	607	535	607	1,944	2,301	609	-12
Other Income	24	181	66	64	1,040	631	310	300	335	2,281	300	3
PBT before EO expense	38	201	629	-1,375	-1,533	-1,265	-279	336	-506	-2,741	-124	NM
PBT	38	201	629	-1,575	-1,533	-1,365	-279	336	-706	-2,841	-124	NM
Tax	14	255	681	-247	-382	-342	-72	66	703	-730	-24	
Rate (%)	35.8	126.7	108.3	15.7	24.9	25.1	25.9	19.6	-99.5	25.7	19.6	
Reported PAT	24	-54	-52	-1,328	-1,151	-1,023	-207	270	-1,409	-2,111	-100	NM
Adjusted PAT	81	-54	-52	-734	-1,112	-1,123	-207	270	-759	-2,171	-100	NM
YoY Change (%)	-17.4	-140.7	-111.1	-343.3	-1,476.6	NM	296.7	-136.8	-175.9	186.0	-223.3	

E: MOFSL estimates

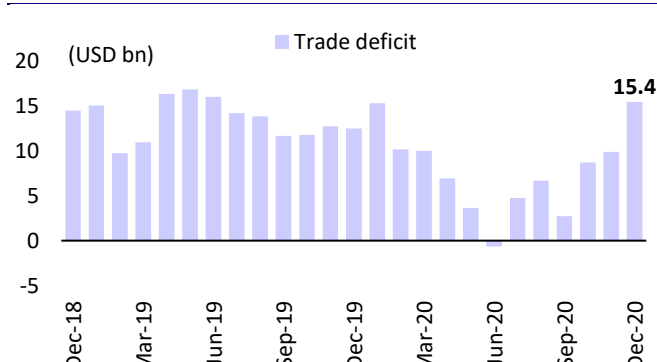
India's exports remain stable YoY in Dec'20

- Data from the Ministry of Commerce reveals that exports from India rose 0.1% YoY in Dec'20 as against a decline of 8.7% YoY in Nov'20 and a contraction of 2.7% in Dec'19. Imports into the country grew 7.6% YoY last month as compared with a fall of 13.3%/6.5% YoY in Nov'20/Dec'19 (*Exhibit 1*). As a result of a sharp pick-up in imports, the foreign trade deficit widened to USD15.4b in Dec'20 v/s USD9.9b in Nov'20 but higher than the USD12.5b in Dec'19 (*Exhibit 2*).
- On a year-to-date basis, while exports have declined 15.6% YoY to USD201b up to Dec'20, imports fell at a rather fast pace (28.9% YoY) to USD259.1b. The trade deficit in 9MFY21 stood at USD58.1b as against a deficit of USD125.9b during Apr-Dec'19 (*Exhibits 3 and 4*).
- While petroleum exports contracted at the slowest pace in three months by 35.6% YoY to USD2.3b, gems and jewelry exports grew at the highest pace of 6.7% YoY in nearly two years. Non-oil exports have actually risen much faster at a three-month high of 5.6% YoY in Dec'20, and exports, excluding gems and jewelry, declined 50bp YoY.
- The major non-oil non-gems and jewelry exported items that posted a growth in Dec'20 were electronic goods (16.5% YoY); cotton yarn/fabs./made-ups, handloom products, etc. (10.6% YoY); engineering goods (0.3% YoY); organic and inorganic chemicals (10.8% YoY); drugs and pharmaceuticals (17.5% YoY); among others.
- Major reason for a pick-up in total imports in Dec'20 was a 14.3% YoY growth in non-oil imports (first growth in 19 months), while oil imports too declined at the slowest pace in 10 months. Gold imports grew sharply by 81.8% YoY to USD4.5b, without which total imports would have grown only 2.6% YoY in Dec'20.
- Electronic goods (20.9% YoY); machine tools (13.5% YoY); non-ferrous metals (28.1% YoY); iron and steel (12.7% YoY); machinery, electrical and non-electrical (0.6% YoY); pearls, precious, and semi-precious stones (7.8% YoY); among others, were the other imported items to report a growth in Dec'20.
- The recent normalization in economic activity and rise in global oil prices has led to a growth in imports in Dec'20. While even a 15bp growth in exports is encouraging, we need to be watchful of the trend going forward as fresh lockdowns globally pose a risk. We believe that India's current account surplus could reduce to 0.3% of GDP in 3QFY21. We expect the current account to remain in surplus in all the four quarters and record a surplus of ~1.3% of GDP in FY21E.

Imports grew faster than exports in Dec'20...

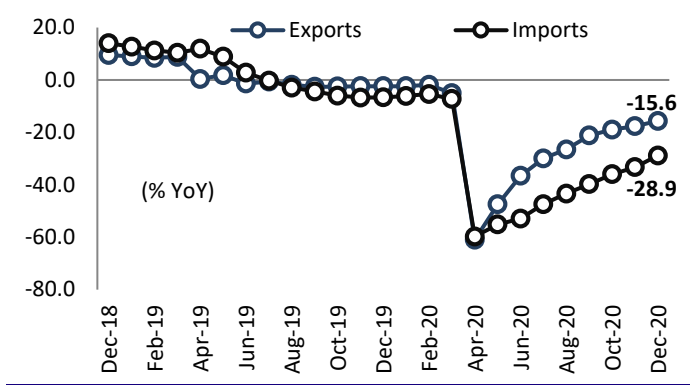


...leading to a wider trade deficit

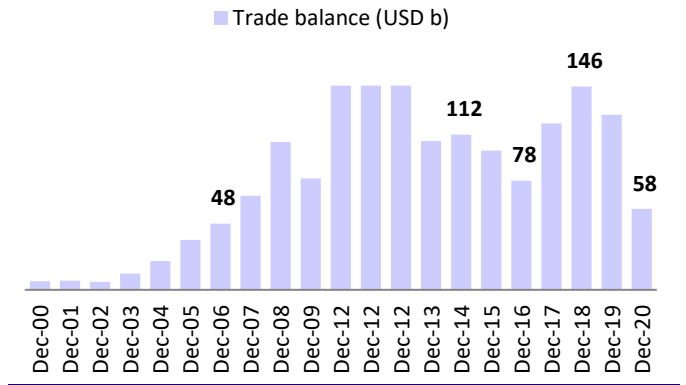


Source: Commerce Ministry, MOFSL

Imports continue to decline faster than exports up to Dec'20 (monthly YTD growth)...



...and cumulative trade deficit during 9MFY21 was at a 14-year low



April-December for all years
Source: Commerce Ministry, MOFSL



HCL Tech: Next 5 years to be better than last 5 years for tech services sector

- Products and platforms had stupendous performance
- Have outperformed guidance for the last two quarters
- DWS acquisition would contribute to 1% growth in Q4
- Gave out salary increments in Q3; wage hikes impacted margins by 50 bps in Q3
- Wage hikes will impact margin by 80 bps in Q4
- Will see some expenses coming back, but not at pre-COVID levels
- Focussed on closing FY21 with good increase in margin
- Next 5 years will be better than last 5 years for the tech service sector
- Feel positive for FY22 outlook
- Confident of industry leading performance for next 2-5 years
- Quite early to get an idea on budget spends of large clients
- Demand pipeline is strong and expect bookings to be strong
- Signed 13 deals across verticals

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NBCC: Expect reduction in taxation for real estate in Budget 2021; Pawan Kumar Gupta, CMD

- Reduction in taxation for real estate can be expected from the budget
- The Government has already done a lot in regards to bank guarantees
- Residential sector has improved; commercial segment is yet to improve
- Have new orders worth Rs. 2600 crore in the current year
- Major focus is on the execution of projects

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PFC: Launches taxable bond issue of Rs. 5000 crore; exploring bond issuance in international markets too; RS Dhillon, CMD

- Tenure of the bond issue is between 3-15 years. Issuance size is Rs. 10000 crore; 1st tranche with greenshoe option is Rs. 5000 crore
- Exploring bond issuance in international market too
- Will tap private placement of bonds as well
- Have disbursed Rs. 22000 crore to discoms
- Demand in power sector in Nov/ Dec has reached last year's level
- Outlook for power sector is positive. New tariff policy expected to have cost-reflective tariffs
- Expect Government subsidies to upfront and it will benefit discoms
- Resolution of RKM Energy and RS India help NPAs decline

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Company	Reco	CMP (INR)	TP (INR)	% Upside Downside	EPS (INR)			EPS Gr. YoY (%)			P/E (x)		P/B (x)		ROE (%)	
					FY21E	FY22E	FY23E	FY21E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
Automobiles																
Amara Raja	Neutral	1007	869	-14	37.4	41.9	48.3	-3.3	12.0	15.1	24.0	20.9	3.8	3.4	16.6	17.1
Ashok Ley.	Buy	120	115	-4	0.0	4.1	6.4	-99.5	#####	57.4	29.2	18.5	4.3	3.8	15.6	21.7
Bajaj Auto	Neutral	3581	3784	6	153.9	196.8	214.7	-17.9	27.9	9.1	18.2	16.7	4.3	3.8	24.8	24.1
Bharat Forge	Buy	614	622	1	5.2	17.1	23.7	-43.4	227.3	38.9	35.9	25.9	4.7	4.2	13.8	17.1
Bosch	Neutral	14768	14550	-1	296.8	448.1	519.6	-29.1	51.0	16.0	33.0	28.4	4.1	3.7	13.1	13.7
CEAT	Buy	1255	1325	6	82.5	99.0	114.2	44.5	20.0	15.4	12.7	11.0	1.4	1.3	12.0	12.4
Eicher Mot.	Buy	2858	2787	-2	50.7	83.5	105.7	-24.2	64.6	26.6	34.2	27.0	6.1	5.1	19.2	20.6
Endurance Tech.	Buy	1318	1606	22	30.7	48.3	57.3	-19.4	57.5	18.8	27.3	23.0	4.9	4.3	19.2	19.8
Escorts	Neutral	1321	1417	7	81.8	90.4	99.1	51.6	10.5	9.6	14.6	13.3	2.3	2.0	17.0	15.9
Exide Ind	Buy	200	222	11	7.9	10.2	12.3	-20.4	29.2	20.4	19.6	16.3	2.4	2.1	12.1	13.2
Hero Moto	Buy	3205	3620	13	140.5	176.0	199.8	-8.2	25.3	13.5	18.2	16.0	4.1	3.9	23.4	24.9
M&M	Buy	819	841	3	30.5	37.6	41.3	103.7	23.2	9.8	21.8	19.9	2.4	2.2	10.4	11.1
Mahindra CIE	Buy	160	204	28	2.4	10.8	13.2	-74.6	350.7	22.3	14.8	12.1	1.2	1.1	8.3	9.3
Maruti Suzuki	Buy	8021	8650	8	174.7	275.5	345.5	-7.1	57.7	25.4	29.1	23.2	4.2	3.8	14.3	16.1
Motherson Sumi	Buy	162	189	16	2.0	6.8	8.7	-46.8	244.1	27.9	24.0	18.7	3.9	3.4	17.2	19.4
Tata Motors	Buy	260	252	-3	-13.9	14.9	26.4	-45.1	LP	77.0	17.4	9.8	1.5	1.3	9.2	14.2
TVS Motor	Neutral	507	543	7	9.9	20.2	26.2	-23.8	103.6	30.1	25.2	19.3	5.2	4.3	22.5	24.4
Aggregate								14.1	127.4	28.0	23.5	18.4	3.3	2.9	14.0	15.9
Banks - Private																
AU Small Finance	Buy	919	1100	20	44.4	36.4	49.2	96.3	-18	35.2	25.3	18.7	4.1	3.4	17.8	19.9
Axis Bank	Buy	675	725	7	21.3	35.4	55.7	253.5	66	57.3	19.0	12.1	1.9	1.6	10.3	14.4
Bandhan Bank	Buy	369	450	22	22.2	29.7	38.6	2.8	34	29.8	12.4	9.6	2.7	2.2	24.0	25.5
DCB Bank	Neutral	118	110	-7	9.3	11.2	15.6	-14.2	19.9	39.7	10.5	7.5	0.9	0.8	9.6	12.1
Equitas Hold.	Buy	78	65	-17	8.0	11.7	16.3	12.5	46.0	38.8	6.7	4.8	0.9	0.8	13.5	17.7
Federal Bank	Buy	73	80	9	7.6	10.7	14.2	-1.4	40.1	32.4	6.8	5.2	0.8	0.7	12.7	14.8
HDFC Bank	Buy	1466	1720	17	57.1	69.1	82.5	18.8	21.0	19.4	12.2	17.8	3.5	3.0	17.8	18.2
ICICI Bank	Buy	543	630	16	21.4	30.0	38.7	74.4	40.2	29.0	18.1	14.0	2.3	2.0	13.7	15.4
IndusInd	Buy	967	850	-12	32.8	64.1	94.9	-51.8	95.3	48.0	15.1	10.2	1.7	1.5	11.7	15.4
Kotak Mah. Bk	Neutral	1864	1800	-3	51.7	61.0	73.4	15.2	17.9	20.3	30.6	25.4	4.2	3.6	13.1	13.9
RBL Bank	Buy	254	270	6	8.6	15.8	22.8	-13.7	84.5	43.8	16.0	11.2	1.1	1.0	7.3	9.8
Aggregate								29.1	33.9	29.0	20.3	15.8	2.8	2.4	13.9	15.5
Banks - PSU																
BOB	Neutral	75	60	-20	3.8	6.2	13.3	219.5	63.1	115.9	12.2	5.7	0.5	0.5	3.8	7.9
SBI	Buy	304	330	9	30.6	41.9	53.6	38.2	37	28.1	7.3	5.7	0.9	0.8	12.6	14.5
Aggregate								43.1	38	34	8	5.7	0.9	0.8	11.3	13.5
NBFCs																
Aditya Birla Cap	Buy	93	100	7	4.5	5.1	5.9	17.9	14.6	15.2	18.2	15.8	1.5	1.4	8.7	9.1
Bajaj Fin.	Neutral	4882	4900	0	78.8	141.9	177.4	-10.2	80.1	25.0	34.4	27.5	6.6	5.4	21.0	21.7
Cholaman.Inv.&F n	Buy	424	475	12	20.3	24.3	30.2	58.1	19.8	24.4	17.4	14.0	3.0	2.5	18.8	19.6
H D F C	Buy	2632	3250	23	54.4	63.8	71.6	10.6	17.3	12.3	41.3	36.7	4.0	3.7	12.6	12.9
HDFC Life Insur.	Neutral	705	650	-8	7.5	8.9	10.3	16.3	19.7	14.7	78.8	68.7	4.8	4.1	17.5	17.4
ICICI Pru Life	Buy	500	575	15	8.7	11.2	13.1	17.0	28.6	16.6	44.6	38.2	2.3	2.0	14.6	14.3
IIFL Wealth Mgt	Buy	1065	1240	16	39.1	49.9	61.8	69.4	27.5	23.8	21.4	17.2	2.9	2.7	13.8	16.3
IndoStar	Neutral	322	306	-5	3.4	12.2	18.3	-109.6	264.7	50.0	26.3	17.5	1.0	0.9	3.8	5.4
L&T Fin Holdings	Buy	105	90	-14	4.7	10.8	15.2	-57.0	130.7	40.8	9.7	6.9	1.2	1.1	13.5	16.5
LIC Hsg Fin	Buy	430	510	19	59.6	64.8	68.1	25.3	8.8	5.0	6.6	6.3	0.9	0.8	15.1	14.1
Manappuram Fin.	Buy	169	205	21	19.4	23.9	28.1	10.9	23.2	17.5	7.1	6.0	1.6	1.3	25.3	24.1
MAS Financial	Buy	893	1040	17	28.6	34.4	40.9	-13.7	20.1	19.1	26.0	21.8	3.9	3.4	15.9	16.7
M&M Fin.	Buy	189	210	11	7.3	9.3	14.4	-50.7	27.9	55.2	20.3	13.1	1.4	1.3	7.2	10.5
Muthoot Fin	Buy	1203	1500	25	88.4	104.7	122.6	17.4	18.5	17.1	11.5	9.8	2.7	2.2	26.2	25.0
Piramal Enterp.	Buy	1624	1960	21	109.8	128.1	147.9	-547.7	16.7	15.4	12.7	11.0	1.1	1.1	9.4	10.0
PNB Housing	Neutral	364	400	10	56.9	66.6	89.8	48.1	17.0	34.8	5.5	4.0	0.6	0.6	12.2	14.7
Repco Home Fin	Buy	262	340	30	46.6	49.4	54.7	3.9	6.0	10.8	5.3	4.8	0.7	0.6	14.0	13.7



Company	Reco	CMP (INR)	TP (INR)	% Upside Downside	EPS (INR)			EPS Gr. YoY (%)			P/E (x)		P/B (x)		ROE (%)	
					FY21E	FY22E	FY23E	FY21E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
SBI Life Insurance	Buy	910	1050	15	17.7	20.3	25.5	24.2	15.0	25.6	44.8	35.7	2.5	2.1	17.9	18.5
Shriram City Union	Buy	1079	1250	16	129.1	166.6	210.8	-14.9	29.1	26.6	6.5	5.1	0.8	0.7	12.9	14.5
Shriram Trans.	Buy	1204	1325	10	101.4	123.2	143.1	-8.1	21.5	16.2	9.8	8.4	1.2	1.1	13.4	13.8
Aggregate								17.4	29.4	19.2	21.9	18.4	2.9	2.6	13.2	14.0
Capital Goods																
ABB	Buy	1283	1370	7	9.7	21.6	27.3	-41.3	121.7	26.6	59.5	47.0	6.7	6.0	11.2	12.8
Bharat Elec.	Buy	133	150	12	7.1	8.5	9.4	-3.3	19.8	10.0	15.6	14.2	2.7	2.5	17.3	17.3
BHEL	Sell	39	27	-31	-1.0	1.4	2.2	-75.3	LP	55.0	27.3	17.6	0.5	0.5	1.7	2.7
Blue Star	Sell	783	680	-13	7.7	18.5	25.2	-49.9	141.9	35.8	42.2	31.1	8.5	7.7	20.2	24.7
CG Cons. Elec.	Buy	385	430	12	7.7	9.6	11.2	11.0	24.4	16.3	40.0	34.4	11.5	9.6	28.8	28.0
Cummins	Sell	602	385	-36	18.3	22.4	25.7	-21.3	22.3	14.6	26.9	23.5	3.6	3.5	13.6	14.9
Engineers India	Buy	78	90	16	5.7	7.9	8.0	-16.3	38.2	1.0	9.9	9.8	2.1	2.1	20.3	20.0
Havells	Neutral	981	850	-13	13.9	16.2	18.9	19.1	16.5	16.4	60.4	51.9	11.1	9.7	18.3	18.7
K E C Intl	Buy	354	450	27	22.6	26.6	30.0	2.7	17.7	13.0	13.3	11.8	2.3	2.0	17.5	16.8
L&T	Buy	1355	1465	8	75.5	64.1	76.2	11.0	-15.1	19.0	21.1	17.8	2.4	2.2	11.3	12.3
Siemens	Neutral	1620	1515	-7	21.3	33.9	35.8	-32.6	59.1	5.7	47.9	45.3	5.5	5.0	11.5	11.1
Thermax	Neutral	991	790	-20	19.2	32.2	35.8	1.9	67.3	11.4	30.8	27.6	3.3	3.0	10.7	11.0
Voltas	Neutral	888	820	-8	13.5	18.7	21.0	-19.1	38.3	12.1	47.4	42.3	5.8	5.3	12.3	12.6
Aggregate								-17.9	50.6	16.9	27.8	23.8	3.0	2.8	10.9	11.8
Cement																
Ambuja Cem.	Neutral	264	250	-5	9.2	8.8	10.6	19.0	-4.4	20.8	30.2	25.0	2.4	2.2	8.2	9.2
ACC	Buy	1740	1980	14	74.8	84.2	92.3	3.5	12.6	9.7	20.7	18.8	2.4	2.1	12.0	11.9
Birla Corp.	Buy	723	935	29	80.4	82.0	96.0	22.6	2.0	17.0	8.8	7.5	0.9	0.9	11.2	11.9
Dalmia Bhar.	Buy	1141	1310	15	43.1	43.6	66.5	275.1	1.1	52.6	26.2	17.2	1.8	1.6	7.1	10.0
Grasim Inds.	Neutral	1032	920	-11	78.9	94.4	110.4	-10.7	19.8	16.9	10.9	9.3	1.7	1.7	3.5	4.9
India Cem	Neutral	164	168	2	7.0	5.5	7.2	925.0	-21.9	31.0	29.9	22.8	0.9	0.9	3.0	3.8
J K Cements	Buy	2194	2250	3	81.0	102.9	119.5	29.5	27.0	16.1	21.3	18.4	4.0	3.3	20.6	19.9
JK Lakshmi Ce	Buy	339	445	31	26.1	26.3	32.8	15.5	0.8	24.8	12.9	10.3	1.7	1.5	14.3	15.5
Ramco Cem	Neutral	822	805	-2	37.0	35.0	42.2	45.1	-5.6	20.8	23.5	19.5	3.0	2.7	13.6	14.5
Shree Cem	Neutral	24402	24900	2	692.2	687.2	765.8	59.1	-0.7	11.4	35.5	31.9	5.0	4.4	15.2	14.8
Ultratech	Buy	5449	6240	15	180.2	216.1	266.4	35.6	19.9	23.3	25.2	20.5	3.0	2.8	13.3	14.4
Aggregate								20.7	11.4	19.6	21.2	17.7	2.6	2.4	12.3	13.3
Consumer																
Asian Paints	Neutral	2590	2590	0	30.6	37.1	43.2	5.7	21.0	16.5	69.9	60.0	19.3	17.1	29.3	30.3
Britannia	Neutral	3610	3890	8	81.3	79.6	90.8	38.7	-2.2	14.1	45.4	39.8	17.9	16.5	41.2	43.2
Colgate	Buy	1563	1860	19	34.3	37.8	44.4	14.1	10.3	17.4	41.3	35.2	25.7	25.7	62.1	72.9
Dabur	Buy	541	620	15	9.4	10.9	12.8	8.8	16.0	17.2	49.6	42.4	12.0	10.8	25.3	26.7
Emami	Buy	470	510	8	15.4	15.1	16.7	24.3	-1.8	10.5	31.1	28.1	9.1	8.9	29.6	31.9
Godrej Cons.	Neutral	780	790	1	16.3	18.1	20.4	15.4	10.9	12.5	43.0	38.2	10.0	10.1	23.3	26.3
HUL	Buy	2352	2640	12	34.2	42.2	48.7	9.5	23.4	15.5	55.8	48.3	11.3	11.2	20.2	23.3
ITC	Neutral	218	200	-8	10.2	13.0	14.5	-17.6	27.2	11.5	16.7	15.0	3.7	3.5	22.9	24.0
Jyothy Lab	Neutral	160	150	-6	5.4	5.8	6.3	19.2	6.7	8.6	27.7	25.5	4.7	4.5	17.0	18.0
Marico	Buy	417	470	13	8.5	9.7	11.2	4.1	14.6	15.8	42.9	37.1	13.3	12.3	31.4	34.5
Nestle	Neutral	17872	16440	-8	226.4	249.6	288.8	9.5	10.2	15.7	71.6	61.9	65.1	58.6	96.5	99.7
Page Inds	Neutral	28456	24400	-14	259.1	433.4	487.9	-15.8	67.3	12.6	65.7	58.3	31.1	28.3	47.4	48.5
Pidilite Ind.	Neutral	1749	1580	-10	20.8	25.7	29.8	-10.0	23.3	16.0	68.2	58.8	13.8	11.9	21.7	21.8
P&G Hygiene	Neutral	11369	12000	6	174.7	217.6	262.1	28.0	24.5	20.5	52.3	43.4	25.9	23.2	52.3	56.5
Tata Consumer	Buy	602	623	3	10.7	12.9	15.1	34.7	20.4	16.7	46.6	40.0	3.6	3.4	8.0	8.8
United Brew	Sell	1294	860	-34	4.9	11.6	15.7	-69.6	135.5	35.7	111.7	82.3	8.9	8.4	8.2	10.5
United Spirits	Buy	634	750	18	6.7	13.3	17.7	-38.6	99.6	32.7	47.5	35.8	8.9	7.1	18.7	19.9
Varun Beverages	Buy	895	1100	23	13.2	23.8	36.2	-18.8	80.4	52.2	37.6	24.7	6.2	5.0	17.8	22.5
Aggregate								-0.6	22.0	14.6	42.5	37.1	9.7	9.2	22.9	24.7
Healthcare																
Alembic Phar	Neutral	1088	1100	1	61.2	54.4	59.5	39.1	-11.1	9.5	20.0	18.3	3.7	3.2	20.6	19.4



Company	Reco	CMP (INR)	TP (INR)	% Upside Downside	EPS (INR)			EPS Gr. YoY (%)			P/E (x)		P/B (x)		ROE (%)	
					FY21E	FY22E	FY23E	FY21E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
Alkem Lab	Buy	3103	3570	15	133.2	144.1	155.6	39.6	8.2	7.9	21.5	19.9	4.2	3.6	21.3	19.6
Ajanta Pharma	Buy	1747	1990	14	64.8	72.9	85.0	26.8	12.5	16.5	24.0	20.6	4.4	3.8	19.5	19.6
Aurobindo	Buy	936	1100	17	56.3	61.5	68.7	14.6	9.1	11.8	15.2	13.6	2.4	2.0	16.6	16.0
Biocon	Neutral	457	430	-6	7.1	10.6	12.9	14.5	49.5	22.4	43.2	35.3	6.7	5.9	16.4	17.7
Cadila	Buy	488	565	16	20.4	23.4	25.0	38.5	15.1	6.8	20.8	19.5	3.2	2.8	16.2	15.4
Cipla	Neutral	824	850	3	31.3	33.9	38.0	59.7	8.1	12.2	24.3	21.7	3.2	2.8	13.2	13.0
Divis Lab	Buy	3643	4450	22	77.7	99.6	127.6	58.8	28.1	28.1	36.6	28.6	8.8	7.0	26.4	27.3
Dr Reddy's	Neutral	5208	5450	5	171.9	190.1	221.6	30.8	10.6	16.6	27.4	23.5	4.1	3.6	16.2	16.3
Glenmark	Neutral	512	495	-3	33.1	33.1	38.4	34.4	0.1	16.0	15.5	13.4	1.9	1.7	12.8	13.2
GSK Pharma	Neutral	1516	1480	-2	27.6	35.0	40.1	-2.1	26.8	14.7	43.3	37.8	12.4	10.9	28.6	28.8
Granules India	Buy	356	480	35	23.0	27.1	31.0	76.5	17.8	14.3	13.1	11.5	3.1	2.5	26.5	24.4
IPCA Labs	Buy	2111	2650	26	92.2	94.0	110.0	79.4	1.9	17.1	22.5	19.2	4.7	3.9	23.2	22.4
Jubilant Life	Buy	976	1020	5	50.3	65.8	81.4	-15.9	30.7	23.7	14.8	12.0	2.1	1.8	15.1	16.3
Laurus Labs	Buy	370	430	16	17.7	20.8	24.5	269.7	17.6	18.2	17.8	15.1	5.6	4.3	36.5	32.2
Lupin	Buy	1093	1135	4	23.3	36.8	44.5	0.0	58.0	20.9	29.7	24.5	3.4	3.1	12.1	13.3
Strides Pharma	Buy	908	920	1	31.7	47.3	57.1	108.8	49.2	20.7	19.2	15.9	2.6	2.3	14.3	15.5
Sun Pharma	Buy	604	700	16	23.6	25.0	28.0	43.7	5.9	12.2	24.2	21.6	2.8	2.6	12.3	12.4
Torrent Pharma	Neutral	2713	2675	-1	76.6	96.2	106.3	36.4	25.6	10.5	28.2	25.5	6.9	5.9	26.4	24.8
Aggregate								36.7	14.1	14.9	24.8	21.6	3.8	3.3	15.5	15.5
Infrastructure																
Ashoka Buildcon	Buy	94	125	33	12.2	11.1	12.7	-11.3	-9.4	14.8	8.5	7.4	0.8	0.7	10.0	10.4
IRB Infra	Neutral	116	113	-2	4.2	6.2	10.8	-77.6	47.4	73.2	18.6	10.7	0.6	0.6	3.2	5.4
KNR Constructions	Buy	367	390	6	17.4	25.0	29.7	20.0	43.8	18.6	14.7	12.4	2.4	2.0	17.5	17.6
Aggregate											13.6	10.4	1.0	0.9	7.2	8.6
Media																
PVR	Neutral	1473	1620	10	-98.0	18.9	40.3	-404.5	LP	113.2	78.1	36.5	6.1	5.2	8.1	15.3
Sun TV	Buy	518	550	6	35.5	41.1	40.5	2.0	15.8	-1.4	12.6	12.8	3.2	3.0	26.4	24.2
Zee Ent.	Neutral	225	225	0	8.0	14.7	22.5	45.1	84.3	53.5	15.3	10.0	2.0	1.7	13.7	18.4
Aggregate								-21.2	60.5	26.4	15.8	12.5	2.7	2.3	16.8	18.8
Metals																
Hindalco	Buy	253	305	20	21.2	30.2	33.4	21.5	42.4	10.4	8.4	7.6	1.2	1.1	15.6	15.0
Hind. Zinc	Neutral	273	250	-8	18.3	25.5	24.1	13.8	39.3	-5.4	10.7	11.3	3.3	3.0	32.0	27.9
JSPL	Buy	299	375	25	41.7	32.3	35.4	-863.0	-22.4	9.5	9.2	8.4	0.9	0.8	10.6	10.4
JSW Steel	Buy	394	466	18	26.3	45.4	28.7	190.8	72.9	-36.7	8.7	13.7	1.8	1.6	22.9	12.4
Nalco	Buy	45	51	12	3.0	4.3	5.0	317.9	45.3	14.4	10.4	9.1	0.9	0.8	8.3	9.2
NMDC	Buy	122	145	19	19.5	20.7	15.4	27.1	6.3	-25.5	5.9	7.9	1.0	1.0	18.7	12.6
SAIL	Neutral	70	81	15	9.2	10.5	8.1	#####	14	-22.7	6.7	8.7	0.6	0.6	9.1	6.6
Tata Steel	Neutral	706	687	-3	46.9	82.9	83.0	417.7	77	0.1	8.5	8.5	1.0	0.9	12.6	11.4
Vedanta	Neutral	176	187	6	22.5	23.8	25.3	157.0	5	6.4	7.4	6.9	1.2	1.1	16.4	16.4
Aggregate								121.9	30.6	-8.9	8.5	9.3	1.2	1.1	14.5	12.2
Oil & Gas																
Aegis Logistics	Buy	276	300	9	7.2	12.0	14.5	140.4	67.9	20.6	22.9	19.0	4.2	3.6	20.0	20.5
BPCL	Neutral	415	415	0	42.7	35.2	42.7	68.7	-17.7	21.4	11.8	9.7	1.8	1.6	16.0	17.5
Castrol India	Buy	130	170	31	6.4	8.2	8.5	-23.3	27.7	3.6	15.9	15.3	7.8	7.0	51.5	48.2
GAIL	Buy	139	160	16	9.3	15.7	16.6	-43.7	69.1	6.2	8.8	8.3	1.1	1.0	14.4	14.0
Gujarat Gas	Buy	375	440	17	16.1	17.5	20.0	-7.0	8.8	14.0	21.4	18.7	4.9	4.0	25.5	23.7
Gujarat St. Pet.	Buy	211	320	52	17.2	17.8	18.9	-12.4	3.4	6.4	11.8	11.1	1.4	1.3	12.5	11.9
HPCL	Buy	229	295	29	63.2	36.5	37.8	164.5	-42.3	3.5	6.3	6.1	1.0	1.0	16.6	16.6
IOC	Buy	101	150	48	15.6	15.6	19.0	51.7	-0.1	21.9	6.5	5.3	0.8	0.8	13.3	15.0
IGL	Neutral	548	510	-7	15.6	17.8	19.0	-4.2	14.6	6.5	30.7	28.9	5.6	4.8	19.4	17.9
Mahanagar Gas	Buy	1089	1200	10	61.3	78.4	71.7	-23.7	27.9	-8.6	13.9	15.2	2.9	2.6	22.0	18.0
MRPL	Neutral	40	30	-24	-3.9	3.9	7.1	-74.6	LP	82.8	10.2	5.6	0.9	0.8	9.2	15.3
Oil India	Buy	118	130	10	12.4	16.3	19.4	-45.7	31.3	18.9	7.2	6.1	0.5	0.5	7.3	8.4
ONGC	Buy	101	110	9	11.1	18.1	19.6	-15.4	63.7	8.0	5.6	5.2	0.6	0.5	10.4	10.4



Company	Reco	CMP (INR)	TP (INR)	% Upside Downside	EPS (INR)			EPS Gr. YoY (%)			P/E (x)		P/B (x)		ROE (%)	
					FY21E	FY22E	FY23E	FY21E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
PLNG	Buy	260	340	31	18.0	21.4	23.7	-2.5	19.0	10.5	12.1	11.0	3.1	2.8	16.2	26.8
Reliance Ind.	Buy	1938	2280	18	64.8	105.1	125.6	-3.0	62.1	19.5	18.4	15.4	2.2	1.9	12.6	13.3
Aggregate								8.3	35.3	16.2	13.4	11.5	1.6	1.5	12.1	12.7
Retail																
Avenue Supermarts	Neutral	2821	2850	1	17.6	30.5	38.4	-12.4	73.5	25.8	92.4	73.5	12.4	10.6	15.0	16.1
Aditya Birla Fashion	Buy	176	200	13	-3.9	-0.7	0.1	2,040.2	Loss	LP	NM	1,674.8	23.0	22.7	-9.9	1.4
Jubilant Food.	Neutral	2732	2700	-1	15.5	38.1	52.3	-31.2	146.1	37.0	71.6	52.3	23.5	18.6	32.8	35.5
Shoppers Stop	Neutral	207	-		-41.9	-15.1	-7.2	184.7	Loss	Loss	NM	NM	-4.2	-3.7	36.4	13.7
Titan Company	Buy	1476	1750	19	9.0	22.5	29.2	-47.1	149.0	29.9	65.7	50.5	16.8	14.8	27.3	31.1
Trent	Neutral	644	710	10	-3.3	4.0	6.2	-211.9	LP	56.1	162.1	103.9	8.9	8.1	6.0	8.7
V-Mart Retail	Buy	2404	3000	25	-18.2	29.4	50.4	-166.9	LP	71.1	81.7	47.7	9.1	7.6	11.8	17.4
Westlife Develop	Neutral	467	440	-6	-7.7	0.2	5.7	#####	LP	3,238.3	2,724.7	81.6	15.8	13.2	0.6	17.6
Aggregate								-70.5	377.1	38.7	90.2	65.0	14.3	12.4	15.9	19.1
Technology																
Cyient	Neutral	494	555	12	31.8	38.3	44.5	-5.7	20.3	16.2	12.9	11.1	1.8	1.6	14.3	15.0
HCL Tech.	Buy	989	1300	31	48.0	56.5	65.0	17.9	17.7	15.0	17.5	15.2	4.1	3.8	24.6	25.9
Infosys	Buy	1345	1600	19	46.4	56.9	67.2	19.3	22.6	18.0	23.6	20.0	8.0	7.7	34.8	39.2
L & T Infotech	Neutral	4278	3910	-9	104.1	127.0	147.5	20.1	22.1	16.1	33.7	29.0	9.3	7.7	30.5	29.2
Mindtree	Neutral	1697	1610	-5	58.9	68.2	75.8	53.6	15.8	11.3	24.9	22.4	6.2	5.3	27.2	25.5
Mphasis	Buy	1667	1955	17	66.2	78.0	91.9	7.6	17.9	17.9	21.4	18.1	4.7	3.9	21.8	22.7
Coforge	Neutral	2638	2715	3	77.7	96.1	108.5	2.8	23.7	12.9	27.5	24.3	5.1	4.4	19.8	19.5
Persistent Sys	Buy	1628	1695	4	53.3	64.3	75.8	19.7	20.6	17.9	25.3	21.5	4.3	3.8	18.0	18.7
TCS	Neutral	3234	3175	-2	87.9	111.9	127.0	2.0	27.3	13.5	28.9	25.5	13.2	12.4	47.6	50.8
Tech Mah	Neutral	1007	1090	8	47.3	56.5	62.5	-2.2	19.5	10.6	17.8	16.1	3.2	2.8	19.0	18.6
Wipro	Neutral	438	450	3	18.5	21.6	23.9	12.5	17.1	10.6	20.3	18.3	4.7	4.7	23.2	25.8
Zensar Tech	Neutral	237	250	6	15.2	18.3	20.0	29.9	20.3	9.7	12.9	11.8	2.0	1.7	16.5	16.0
Aggregate								9.1	22.6	13.9	25.3	22.2	10.2	9.4	40.2	42.2
Telecom																
Bharti Airtel	Buy	603	650	8	1.7	4.4	6.9	-123.2	152.1	58.8	137.8	86.8	5.1	4.8	3.7	5.7
Indus Towers	Neutral	262	210	-20	16.5	18.2	18.9	-7.6	10.7	3.5	14.4	13.9	3.1	2.9	22.5	21.4
Vodafone Idea		14			-8.1	-7.5	-8.6	7.5	Loss	Loss	NM	NM	-1.0	-0.6	76.6	48.4
Tata Comm	Neutral	1097	940	-14	51.2	66.0	77.3	384.7	28.8	17.3	16.6	14.2	15.7	7.4	178	71.1
Aggregate								Loss	Loss	Loss	-31	-28.1	9.9	16.5	-31.9	-58.9
Utilites																
Coal India	Buy	143	192	34	20.2	25.7	30.7	-25.6	27.2	19.8	5.6	4.7	2.0	1.6	35.2	34.5
CESC	Buy	692	873	26	97.3	96.9	103.9	-0.5	-0.4	7.2	7.1	6.7	0.8	0.8	12.1	12.2
Indian Energy Exchange	Buy	234	255	9	6.4	7.7	8.7	6.7	21.1	13.1	30.4	26.9	13.5	11.8	47.7	46.8
JSW Energy	Under Review	75	-		4.6	5.6	7.0	-10.3	23.5	23.7	13.3	10.7	1.0	0.9	7.6	8.9
NHPC	Neutral	25	22	-11	2.9	2.9	3.4	1.2	-0.3	19.0	8.6	7.2	0.7	0.7	8.5	9.6
NTPC	Buy	101	140	39	15.1	16.6	18.0	9.1	10.3	8.3	6.0	5.6	0.7	0.7	12.7	13.0
Power Grid	Buy	203	222	9	23.1	24.5	25.9	9.1	6.4	5.7	8.3	7.8	1.4	1.3	17.9	17.6
Torrent Power	Buy	332	380	15	20.2	29.2	30.3	-27.8	44.4	3.6	11.4	11.0	1.5	1.3	13.4	12.6
Tata Power	Under Review	86	-		3.4	5.1	5.1	-9.5	49.1	1.5	16.8	16.6	1.2	1.1	7.3	7.0
Aggregate								-4.4	13.2	12.1	7.0	6.2	1.1	1.0	16.2	16.8
Others																
Brigade Enterpr.	Buy	269	267	-1	0.0	7.3	4.3	-100.3	LP	-41.5	36.8	62.9	2.3	2.2	6.4	3.6
BSE	Buy	622	780	25	38.1	47.6	53.4	52.9	25.0	12.1	13.1	11.7	1.1	1.0	8.4	9.0
Concor	Buy	433	453	5	10.2	12.8	15.6	-38.4	25.2	21.6	33.8	27.8	2.4	2.3	7.3	8.5
Coromandel Intl	Buy	832	1090	31	50.3	54.7	60.5	38.3	8.8	10.7	15.2	13.7	3.8	3.3	27.5	25.7
EPL	Buy	267	333	25	9.3	11.5	13.3	35.9	23.7	16.1	23.3	20.1	4.3	3.8	20.0	20.2
Indiamart Inter.	Buy	7767	8370	8	95.3	102.9	125.4	85.7	8.0	21.8	75.5	61.9	18.4	13.0	45.9	38.8



Company	Reco	CMP (INR)	TP (INR)	% Upside Downside	EPS (INR)			EPS Gr. YoY (%)			P/E (x)		P/B (x)		ROE (%)	
					FY21E	FY22E	FY23E	FY21E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
Indian Hotels	Buy	127	144	14	-6.2	0.8	2.1	-329.4	LP	161.4	160.9	61.6	4.1	3.9	2.5	6.5
Interglobe	Neutral	1631	1525	-7	-128.5	54.3	114.5	-187.9	LP	111	30	14.2	22.7	9.5	113.4	93.8
Info Edge	Neutral	5011	5040	1	20.4	27.4	40.9	21.9	34.6	49.2	182.7	122.4	14.0	13.0	7.8	11.0
Godrej Agrovet	Buy	543	689	27	17.6	20.7	24.2	32.7	17.7	17.1	26.3	22.4	4.6	4.0	18.4	19.1
Kaveri Seed	Buy	546	631	16	52.6	53.0	57.3	22.1	0.8	8.1	10.3	9.5	2.7	2.5	27.7	27.2
Lemon Tree Hotel	Buy	41	46	13	-1.6	0.0	0.4	1,216.5	Loss	LP	NM	106.6	4.6	4.4	0.0	4.2
MCX	Buy	1676	2140	28	43.2	57.2	76.3	-6.9	32.4	33.4	29.3	22.0	5.9	5.2	21.1	25.1
Oberoi Realty	Buy	560	618	10	15.0	27.0	30.8	-20.7	79.4	14.3	20.8	18.2	2.0	1.8	10.1	10.5
Phoenix Mills	Buy	779	828	6	2.9	19.4	32.9	-86.6	577.4	69.1	40.0	23.7	2.4	2.2	6.1	9.6
Qess Corp	Buy	606	745	23	13.4	28.8	49.5	-26.5	114.9	71.9	21.0	12.2	2.4	1.9	15.3	21.8
PI Inds.	Buy	2239	2658	19	52.1	66.9	80.5	73.2	28.4	20.4	33.5	27.8	5.5	4.6	17.6	18.1
Security & Intel	Buy	405	600	48	21.5	20.3	25.9	33.3	-5.7	27.8	20.0	15.6	1.4	1.2	16.3	17.6
SRF	Buy	5815	6539	12	201.0	242.2	289.3	29.5	20.5	19.4	24.0	20.1	4.2	3.6	19.2	19.3
S H Kelkar	Buy	127	146	15	8.5	10.4	12.6	101.5	23.2	20.5	12.2	10.1	1.8	1.6	15.5	17.0
Tata Chemicals	Buy	534	490	-8	13.4	31.1	39.7	-57.6	131.5	27.8	17.2	13.5	1.0	1.0	6.0	7.4
Team Lease Serv.	Buy	2703	3280	21	53.8	82.9	122.4	10.0	54.0	47.7	32.6	22.1	5.7	4.6	19.3	23.0
Trident	Buy	15	13	-15	0.7	0.9	1.1	13.1	22.8	27.0	16.5	13.0	2.0	1.7	12.5	14.2
UPL	Neutral	523	473	-9	42.4	47.3	56.3	21.7	11.7	18.9	11.0	9.3	1.2	1.1	18.1	18.5



Index	1 Day (%)	1M (%)	12M (%)
Sensex	-1.1	6.0	17.1
Nifty-50	-1.1	6.4	16.9
Nifty Next 50	-1.6	5.7	16.7
Nifty 100	-1.2	6.3	16.9
Nifty 200	-1.2	6.3	17.5
Company	1 Day (%)	1M (%)	12M (%)
Automobiles	-0.6	11.2	21.4
Amara Raja Batt.	-0.7	6.7	30.3
Ashok Leyland	0.4	25.9	44.8
Bajaj Auto	0.2	9.4	14.7
Bharat Forge	-1.5	11.0	16.2
Bosch	-0.3	11.5	-1.2
CEAT	5.2	8.9	23.4
Eicher Motors	-1.0	15.4	38.5
Endurance Tech.	-0.6	13.6	26.3
Escorts	-1.9	-1.0	94.8
Exide Inds.	-1.3	3.5	3.2
Hero Motocorp	-1.8	3.0	29.5
M & M	-1.3	14.1	43.8
Mahindra CIE	-2.4	5.3	-7.9
Maruti Suzuki	-1.6	3.3	7.2
Motherson Sumi	-2.8	3.0	16.8
Tata Motors	6.2	45.6	30.0
TVS Motor Co.	-1.2	4.8	4.3
Banks-Private	-0.8	3.9	0.4
AU Small Fin. Bank	0.6	-0.6	7.1
Axis Bank	-0.2	11.2	-9.5
Bandhan Bank	-1.2	-10.5	-25.1
DCB Bank	-1.3	-4.5	-39.3
Equitas Holdings	-2.1	11.9	-25.6
Federal Bank	-2.3	8.8	-19.5
HDFC Bank	-0.1	5.5	14.2
ICICI Bank	-1.8	4.8	1.4
IndusInd Bank	-0.3	4.3	-31.0
Kotak Mah. Bank	-1.5	-4.5	11.1
RBL Bank	-0.1	7.0	-27.5
Banks-PSU	-2.1	5.7	-21.4
BOB	-1.2	12.0	-23.3
SBI	-1.1	12.3	-6.3
Company	1 Day (%)	1M (%)	12M (%)
NBFCs	-1.0	5.3	5.6
Aditya Birla Cap	2.2	2.9	-15.7
Bajaj Fin.	0.1	-4.8	16.1
Cholaman.Inv.&Fn	-0.5	12.4	27.6
HDFC	-2.0	12.0	5.9
HDFC Life Insur.	-0.3	8.2	14.3
Indostar Capital	-2.9	3.3	66.9
L&T Fin.Holdings	-1.7	11.8	-16.9
LIC Hsg Fin	-0.7	15.1	-5.8
M&M Fin.	-2.0	6.3	-12.5
Muthoot Fin	-3.8	0.1	58.3
Manappuram Fin.	-1.3	-2.6	-4.2
MAS Financial Serv.	-1.1	-10.4	1.6
ICICI Pru Life	-2.0	4.2	2.0
ICICI Sec	-0.2	-2.6	3.4
IIFL Wealth Mgt	-1.2	0.9	-8.7
PNB Housing	-1.8	-3.6	-27.3

Note: Sectoral performance are of NSE/BSE Indices

Index	1 Day (%)	1M (%)	12M (%)
Nifty 500	-1.1	6.3	18.3
Nifty Midcap 100	-1.1	6.1	23.0
Nifty Smallcap 100	-1.1	7.4	18.8
Nifty Midcap 150	-1.1	6.1	25.5
Nifty Smallcap 250	-1.1	6.7	21.6
Company	1 Day (%)	1M (%)	12M (%)
Repco Home	1.6	7.0	-19.3
SBI Life Insuran	-1.6	6.3	-8.8
Shriram City Union	-1.8	1.8	-22.7
Shriram Trans.	-1.3	10.2	12.5
Capital Goods	-1.7	7.8	12.9
ABB	0.5	11.2	-3.4
Bharat Elec.	-4.2	12.9	28.5
BHEL	-2.0	8.4	-15.9
Blue Star	-0.5	0.8	-8.0
CG Cons. Elec.	-3.3	13.3	56.0
Cummins	-2.4	0.4	3.8
Engineers India	-2.5	-0.6	-24.9
Havells	-2.2	13.5	52.8
K E C Intl	-2.1	-4.6	8.9
L&T	-1.6	8.7	2.3
Siemens	-1.8	5.5	7.5
Thermax	-2.6	11.6	-8.9
Voltas	-2.6	7.0	27.6
Cement	-0.8	7.7	24.5
Ambuja Cem.	-1.1	6.6	24.4
ACC	-2.6	6.4	14.9
Birla Corp.	-0.1	-0.5	-4.3
Dalmia Bhar.	-3.1	8.2	36.9
Grasim Inds.	1.1	13.1	34.7
India Cem	-1.0	9.1	86.1
J K Cements	-0.3	13.2	67.0
JK Lakshmi Ce	-0.5	-0.8	-2.1
Ramco Cem	-1.5	-3.2	-0.3
Shree Cem	-1.6	0.5	2.9
Ultratech	-2.4	5.7	20.8
Consumer	-0.7	1.9	10.9
Asian Paints	-2.8	2.5	40.6
Britannia	-1.5	-4.1	16.0
Colgate	-1.9	-2.7	3.6
Dabur	-1.5	5.2	10.2
Emami	-3.1	10.8	50.8
Godrej Cons.	-0.5	7.9	2.4
HUL	-1.9	1.4	16.4
ITC	1.8	2.1	-10.1
Jyothy Lab	-1.3	12.1	0.4
Marico	-0.4	2.1	20.7
Nestle	-1.4	-1.8	20.2
Page Inds	-2.0	15.5	17.1
Pidilite Ind.	-2.2	8.0	22.0
P&G Hygiene	0.6	0.2	1.5
Tata Consumer	-1.8	5.4	54.0
United Brew	1.1	11.8	-1.3
United Spirits	-0.9	6.7	9.6
Varun Beverages	-1.8	-2.7	21.2
Healthcare	-1.6	4.7	59.4
Alembic Phar	-0.3	1.1	92.0



Company	1 Day (%)	1M (%)	12M (%)
Alkem Lab	-0.3	7.1	31.0
Ajanta Pharma	-1.1	3.6	61.4
Aurobindo	-2.4	7.1	92.7
Biocon	-2.1	0.3	62.2
Cadila	-3.0	4.6	85.6
Cipla	-2.0	5.4	70.3
Divis Lab	-2.2	0.4	95.2
Dr Reddy's	-1.9	3.6	78.4
Glenmark	-1.6	-0.6	48.2
GSK Pharma	-0.1	-2.2	-6.7
Granules	-2.8	-7.6	159.3
IPCA Labs	-1.7	-5.8	69.0
Jubilant Life	-2.9	20.0	78.8
Laurus Labs	0.7	12.6	353.3
Lupin	-1.1	15.8	45.5
Strides Pharma	-1.4	15.8	133.2
Sun Pharma	-0.5	5.7	34.6
Torrent Pharma	-2.7	-1.3	42.9
Infrastructure	-0.8	6.5	16.7
Ashoka Buildcon	-1.4	-0.8	-12.4
IRB Infra.Devl.	-0.9	3.9	28.1
KNR Construct.	-0.4	17.6	24.2
Media	-1.3	0.6	-5.7
PVR	2.7	2.2	-22.2
Sun TV	-2.7	2.8	11.5
Zee Ent.	-2.0	-3.0	-17.6
Metals	-1.1	7.3	18.1
Hindalco	-3.1	3.6	18.6
Hind. Zinc	-2.2	12.3	26.8
JSPL	1.9	9.6	65.9
JSW Steel	-0.6	7.7	39.5
Nalco	-1.6	5.6	-6.0
NMDC	-2.8	6.0	-7.1
SAIL	4.4	20.5	36.4
Tata Steel	-0.1	11.1	40.6
Vedanta	-0.4	20.5	6.7
Oil & Gas	-2.4	2.7	1.2
Aegis Logistics	-2.6	12.3	31.2
BPCL	-2.7	4.0	-11.4
Castrol India	-0.8	3.2	-2.7
GAIL	-3.8	10.6	5.2
Gujarat Gas	-0.3	4.2	40.3
Gujarat St. Pet.	-0.8	-10.3	-11.4
HPCL	-2.0	1.0	-10.6
IOC	-1.8	6.2	-19.4
IGL	-3.5	13.4	22.4
Mahanagar Gas	-1.9	3.2	-1.1
MRPL	-3.1	8.4	-12.9
Oil India	0.4	2.6	-25.7
ONGC	-3.5	0.9	-18.8
PLNG	-1.9	-2.6	-6.1
Reliance Ind.	-1.2	-1.8	28.3
Aditya Bir. Fas.	-1.9	10.1	-22.6
Retail			
Avenue Super.	-2.5	6.9	45.9
Jubilant Food	-1.7	5.8	55.8
Shoppers St.	-2.8	0.3	-46.3

Company	1 Day (%)	1M (%)	12M (%)
Titan Co.	-0.9	0.5	24.6
Trent	-1.8	-9.2	10.3
V-Mart Retail	-0.5	2.1	41.4
Westlife Develop	-0.5	11.7	22.3
Technology	-2.2	16.1	61.3
Cyient	-2.2	-6.9	8.8
HCL Tech.	-3.7	11.7	66.1
Infosys	-1.9	16.5	75.2
L&T Infotech	-2.5	31.1	121.3
Mindtree	-2.7	15.6	91.3
Mphasis	-1.7	25.8	84.8
Coforge	-3.5	3.7	46.5
Persistent Sys	-2.7	24.9	130.1
TCS	-0.5	17.1	45.2
Tech Mah	-4.4	8.6	26.7
Wipro	-3.5	24.2	76.7
Zensar Tech	-0.9	-1.8	27.1
Telecom	3.7	17.7	30.5
Bharti Airtel	3.8	19.5	28.8
Indus Towers	2.6	6.3	6.1
Idea Cellular	10.7	37.6	127.0
Tata Comm	0.6	5.7	150.3
Utilities	-1.3	1.6	6.2
Coal India	-2.3	0.1	-32.6
CESC	-0.4	13.0	-7.7
Indian Energy Ex	1.8	6.9	26.2
JSW Energy	4.2	12.6	11.1
NHPC Ltd	-0.4	10.7	1.4
NTPC	-1.6	-5.0	-18.8
Power Grid	-0.9	5.3	4.4
Tata Power	-0.5	13.8	40.3
Torrent Power	-0.3	-1.1	9.6
Others			
Brigade Enterpr.	-2.1	13.2	15.4
BSE	-1.2	-0.8	15.4
Coromandel Intl	1.2	5.7	45.5
Concor	-3.4	4.8	-22.4
EPL Ltd	1.1	3.1	53.7
Indiamart Inter.	-5.3	44.2	283.1
Godrej Agrovet	2.3	3.0	-4.4
Indian Hotels	-0.4	-1.8	-8.0
Interglobe	-1.6	-1.6	12.8
Info Edge	-3.2	8.1	99.0
Kaveri Seed	-2.0	1.2	10.4
Lemon Tree Hotel	-0.4	-6.0	-27.0
MCX	-0.9	-2.0	21.7
Oberoi Realty	-3.3	9.4	1.0
Piramal Enterp.	1.7	12.0	5.7
Phoenix Mills	0.6	0.9	-9.4
PI Inds.	-0.1	-4.7	53.5
Quess Corp	-2.8	25.5	8.6
Security & Intel	-1.3	-11.8	-20.4
SRF	-2.8	11.7	62.8
S H Kelkar	0.6	9.6	6.0
Tata Chemicals	-0.3	6.1	65.8
Team Lease Serv.	-2.4	3.2	-2.0
Trident	2.3	49.9	94.8
UPL	2.6	16.5	-10.7

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BUY	>=15%
SELL	< - 10%
NEUTRAL	> - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
NOT RATED	We have forward looking estimates for the stock but we refrain from assigning recommendation

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Research & Advisory services is backed by proper research. Please read the Risk Disclosure Document prescribed by the Stock Exchanges carefully before investing. There is no assurance or guarantee of the returns. Investment in securities market is subject to market risk, read all the related documents carefully before investing. Details of Compliance Officer: Name: Neeraj Agarwal, Email ID: na@motilaloswal.com, Contact No.:022-71881085. * MOFSL has been amalgamated with Motilal Oswal Financial Services Limited (MOFSL) w.e.f August 21, 2018 pursuant to order dated July 30, 2018 issued by Hon'ble National Company Law Tribunal, Mumbai Ben