




Estimate change 
TP change 
Rating change 

CMP: INR 2,496 **TP: INR3,275 (+31%)** **Buy**

	HDFC IN
Bloomberg	
Equity Shares (m)	1,721
M.Cap.(INRb)/(USD\$b)	4503.1 / 61.3
52-Week Range (INR)	2895 / 1486
1, 6, 12 Rel. Per (%)	1/-/10
12M Avg Val (INR M)	10881

Financials & Valuations (INR b)

Y/E March	2021	2022E	2023E
Core PPOp	146.5	167.4	191.8
Adj. PAT	106.9	126.6	146.1
Adj. EPS (INR)	54.5	63.1	72.7
EPS Gr. (%)	10.8	15.8	15.3
BV/Sh. (INR)	609.3	653.6	704.7
ABV/Sh. (INR)	475.9	520.2	571.3
Core RoA (%)	1.9	1.9	1.9
Core RoE (%)	12.7	12.7	13.3
Payout (%)	40.0	44.1	44.1

Valuation

AP/E (x)	24.1	18.1	12.8
P/BV (x)	4.1	3.8	3.5
AP/ABV (x)	2.8	2.2	1.6
Div. Yield (%)	0.9	1.1	1.3

Shareholding pattern (%)

As On	Mar-21	Dec-20	Mar-20
Promoter	0.0	0.0	0.0
DII	16.3	17.3	18.0
FII	72.8	72.0	70.9
Others	10.9	10.7	11.1

FII Includes depository receipts

Strong operating performance across parameters

- HDFC's core PBT grew 19% YoY to INR33.4b (estimate of INR34.2b) of). NII (ex-assignment income) at INR40.3b was 4% above our estimate. On the other hand, provisions at INR7.2b were much higher than our est. of INR3.8b. Better-than-expected MTM gains on investment led to a 12% beat on reported PAT (+9 QoQ /42% YoY).
- For FY21, core PBT / core operating profit grew a healthy 15%/17% YoY to INR126b/INR146b, despite an additional ESOP charge of INR3.4b.
- Strong disbursement growth (on a low base) of 60% YoY, stable QoQ spreads at 2.3%, GNPA at 1.98%, and a reduction of 74bp QoQ in stage 2 assets were the key positives for the quarter
- We largely maintain our estimates. We expect HDFC to report core RoA/RoE of 2%/13% over FY22–23E. Reiterate **Buy**, with SOTP-based TP of INR3,275 (FY23 SOTP-based).

Robust disbursement performance; loan mix largely stable

- The recovery in disbursements was much stronger than expected at the start of FY21. During the fiscal, HDFC reported 3% YoY growth in individual disbursements, with 4Q/2H coming in at 60%/42% YoY. Overall individual AUM grew 5% QoQ / 12% YoY to INR4.4t. **The share of individual loans was up ~120bp QoQ to 77% (the highest ever).**
- Non-Individual segment AUM declined ~2% QoQ and grew just 4% YoY. Growth in this segment was partially impacted by pre-payments (INR94b) in LRD due to the listing of REITs, leading to a run-off of AUM. An uncertain environment also led to higher risk aversion. Overall AUM grew +3% QoQ / 10% YoY to INR5.7t.
- The company assigned loans worth INR75b during the quarter v/s INR55b YoY. The corresponding assignment income stood at INR4.3b (v/s INR4.1b QoQ and INR2.4b YoY).

GNPLs at 1.98% | stage 2 loans up YoY | restructuring at 80bp of AUM

- The overall GNPL ratio increased 7bp YoY to 1.98%. However, the corporate book witnessed a 42bp increase in the GNPL ratio to 4.77%.
- Stage 2 loans decreased 74bp QoQ to 6.3% due to some downgrades and resolutions in the accounts. On a YoY basis stage 2 is up 84bp due to 1) select stage 1 accounts opting for ECLGS and 2) the classification of all restructured accounts as stage 2 loans.
- **During the quarter, the company restructured loans worth INR44.8b (80bp of AUM). ~73% of these loans are from the Non-Individual segment, of which one account forms ~50bp of AUM.**
- The company continues to maintain elevated provisions. **The total buffer stands at ~2.6% of loans – the highest in our HFC Coverage Universe.**
- In Mar'21, for the Individual Lending business, collection efficiency (CE) stood at 98.0% on an overall basis (97.6% in Dec'20) – similar to pre-COVID levels.

Margins largely stable; lower liquidity on balance sheet

- Overall spreads were sequentially stable at 2.3%; NIMs improved 10bp QoQ to 3.5%. The average daily balance in liquid funds was INR157b in 4Q v/s INR168b QoQ.
- While individual spreads were stable at 1.93% for FY21 v/s 9M, non-individual spreads improved to 3.22% (v/s 3.14% for 9M).
- Total borrowings increased ~2% QoQ to INR4.4t. The share of deposits in total borrowings inched up 92bp QoQ to ~34%. Total deposits edged up ~5% QoQ to INR1.5t.

Highlights from management commentary

- INR9.36b ECLGS has been disbursed to date. Many of these loans are classified as Stage 2.
- There seem to be fewer bottlenecks amid the second wave. Disbursements in Apr'21 were more than in 1QFY21.

Other highlights

- The average size of individual loans disbursed for FY21 stood at INR2.95m (INR2.70m in FY20). An uptick was seen in the average ticket size to INR3.14m in 4Q, attributable to demand for higher end properties, especially in metro cities.
- In FY21, ~33%/16% of home loans approved in volume/value terms were to customers from the Economically Weaker Sections (EWS) and Low Income Groups (LIG). Average home loans to the EWS/LIG segment stood at INR1.08m/INR1.86m
- ~0.23m customers have availed benefits under the Credit Linked Subsidy Scheme (CLSS). Cumulative loans disbursed under CLSS stood at INR393b. The subsidy amounted to INR52.1b.
- The final dividend stood at INR23/share v/s INR21/share a year ago.
- CAR remains healthy at 22.2%, with Tier I of 21.5%. RWA assets were flat YoY at INR3.98t.

Valuation and view

4QFY21 was a strong quarter on all fronts. Disbursements have been picking up MoM and have exceeded YoY levels over the past quarter. With declining cost of funds and a reduction in excess liquidity on the balance sheet, margins should be stable despite pressure on retail lending yield. CE trends are encouraging. With provisions >GNPLs, we believe the company has made more-than-adequate provisions for any potential asset quality slippages in the ensuing quarters. Our core PBT/PAT estimate for FY22/FY23E remains largely unchanged. We expect HDFC to report core RoA/RoE of 2%/13% over FY22–23E. Reiterate Buy, with SOTP-based TP of INR3,275 (FY23 SOTP-based).

HDFC: Quarterly Performance

INR b

Y/E March	FY20				FY21				FY20	FY21	4QFY21E	Act V/s Est
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q				
Interest Income	107.8	107.8	109.8	112.0	111.5	110.0	108.4	105.9	437.5	435.8	107.3	-1
Interest Expense	77.4	78.3	77.7	76.6	78.2	74.0	68.3	65.7	310.0	286.1	68.4	-4
Net Interest Income	30.4	29.5	32.1	35.4	33.4	36.0	40.0	40.3	127.5	149.7	38.9	4
YoY Change (%)	10.9	12.7	11.0	12.1	9.7	22.1	24.6	13.7	11.4	17.4	9.8	
Assignment Income	3.0	2.6	1.7	2.4	1.8	1.6	4.1	4.4	9.7	11.9	3.6	21
NII (including assignment income)	33.4	32.1	33.8	37.8	35.2	37.6	44.2	44.6	137.2	161.6	42.5	5
YoY Change (%)	15.7	6.6	7.4	17.1	5.4	17.0	30.5	18.1	11.5	17.8	12.5	
Other Operating Income	0.6	0.6	0.7	1.0	0.5	0.8	0.7	0.9	3.0	2.9	0.8	14
Core Income	34.0	32.8	34.5	38.8	35.7	38.4	44.8	45.5	140.1	164.5	43.3	5
YoY Change (%)	15.4	6.1	7.7	15.1	4.9	17.1	29.9	17.3	11.1	17.4	11.6	
Operating Expenses	3.8	3.8	3.8	3.5	4.0	3.7	5.4	5.0	15.0	18.0	5.3	-6
YoY Change (%)	(25.1)	17.7	13.2	11.9	3.8	(3.5)	39.9	41.1	0.8	20.0	50.1	
Core Operating profits	30.2	29.0	30.7	35.3	31.7	34.7	39.5	40.6	125.2	146.5	38.0	7
YoY Change (%)	23.9	4.7	7.1	15.4	5.0	19.8	28.6	14.9	12.5	17.0	7.7	
Provisions	3.2	2.5	3.0	7.2	3.0	4.4	5.9	7.2	15.9	20.5	3.9	87
Core PBT	27.0	26.5	27.7	28.0	28.7	30.4	33.5	33.4	109.2	126.0	34.1	-2
YoY Change (%)	11.6	0.3	0.9	(0.0)	6.4	14.9	20.9	19.0	2.9	15.4	21.8	
Profit on Sale of Inv./MTM on Inv.	18.5	13.0	90.6	4.3	13.4	1.7	3.9	4.7	126.4	23.5	0.1	
Dividend income	0.0	10.7	0.0	0.0	3.0	3.2	0.0	1.1	10.8	7.3	1.1	
One off expense/Prov	(5.7)	(5.0)	(27.0)	(5.5)	(9.0)	-	-	-	(43.2)	(9.0)	-	
Other Income	0.1	0.1	0.1	0.1	0.0	0.0	0.1	0.1	0.2	0.3	0.1	
PBT	39.9	45.3	91.4	26.9	36.1	35.3	37.5	39.2	203.5	148.2	35.5	11
YoY Change (%)	29.8	29.8	218.7	(27.1)	(9.5)	(22.0)	(59.0)	45.7	55.1	(27.2)	31.7	
Provision for Tax	7.8	5.7	7.7	4.6	5.6	6.6	8.3	7.4	25.8	27.9	7.0	6
PAT	32.0	39.6	83.7	22.3	30.5	28.7	29.3	31.8	177.7	120.3	28.5	12
YoY Change (%)	46.3	60.6	296.1	(22.0)	(4.7)	(27.6)	(65.1)	42.4	84.5	(32.3)	27.5	0.0

E: MOFSL Estimates; FY19 estimates are under Ind-AS



Highlights from management commentary

Business updates

- Individual loan approvals were up 10% YoY, and applications received were up 8% YoY in FY21. 11% YoY growth was reported in Mar'21.
- It received a pre-payment of INR93.97b in LRD in FY21 due to the listing of REITs.
- 10.3% of individual loans pre-payments were reported in FY21 v/s 10.9% YoY and 10–12% generally. 60% of pre-payments are generally full pre-payments.
- INR9.36b ECLGS has been disbursed to date. Many of these loans are classified as Stage 2.**
- There seem to be fewer bottlenecks amid the second wave. Disbursements in Apr'21 were more than in 1QFY21.**
- Individual disbursements: FY21 – INR1.6t; 4QFY21 – INR400b**
- There is no 'pricing war' in the industry.

Asset quality

- It saw some resolution in corporate loans in 2HFY21.
- All restructured loans are classified as Stage 2.**
- HDFC has an internal timeline to fulfil the regulatory requirement of having a minimum 50% of total assets in individual housing loans and 60% in overall housing loans. Currently, 54–55% of total assets are in individual housing loans and 57–58% of total assets are in overall housing loans.
- Collection efficiency in Apr'21 was largely similar to Apr'19 levels.
- The bulk of Stage 2/3 loans in non-individual loans is from corporate and construction finance. Stage 2/3 loans are very minimal in LRD.

- COVID provisions are against loans to customers in industries impacted by COVID (such as Hospitality and Airlines).

Funding

- The excess liquidity deployed in liquid funds had a drag of 2.33%.

Others

- It would reduce shareholding in HDFC Ergo in May'21.
- Construction finance LTV would be ~50%.
- It remains to be seen whether the CLSS MIG scheme would be extended further. Regardless, this would not have a significant impact on disbursements.
- Sourcing mix: 27% – HDFCB, 54% – HDFC Sales (company subsidiary), 17% – DSA, 2% – Walk-ins
- Maharashtra reported 28% of disbursements in 2HFY21, up 200bp YoY, driven by stamp duty cuts.

Valuation and view

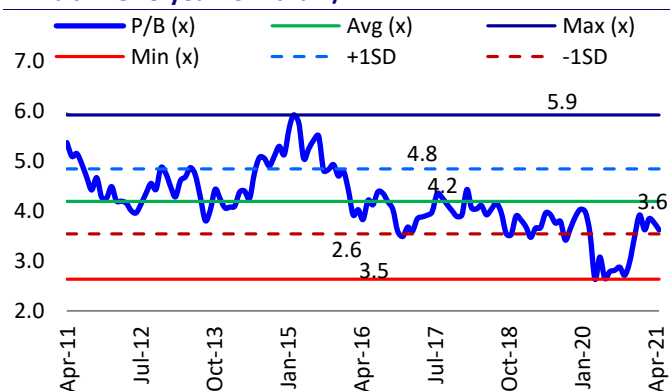
- HDFC is well-placed in the current environment to capture a profitable market share. The company has access to low cost of funds, a strong ALM position, comfortable leverage, and adequate provisioning on the balance sheet, with a healthy Tier I ratio of ~22%.
- Contrary to initial expectations of 15–20% YoY disbursement decline at the start of FY21, HDFC reported 3% YoY growth. **In our view, HDFC should deliver 14–15% AUM growth over FY22–23E.**
- With declining cost of funds and a reduction in excess liquidity on the balance sheet, margins should be stable despite the pressure on retail lending yield.
- Asset quality performance has been better than initially expected. **CE of 98% in the Individual Lending book is certainly encouraging.** We believe the company has made more-than-adequate provisions for any potential asset quality slippages in the ensuing quarters. **Its total provision buffer of INR130b is higher than its Stage 3 loans of INR116b.**
- Most of HDFC's subsidiaries are among the Top 3 players in their respective segments. Importantly, the value contribution of the subsidiaries/associates has been increasing. They now contribute ~60% to our SOTP
- For FY22–23E, our core PBT/PAT estimates remain largely unchanged. We expect HDFC to report core RoA/RoE of 2%/13% over FY22–23E. Reiterate **Buy**, with SOTP-based TP of INR3,275 (FY23 SOTP-based).

Exhibit 1: SOTP'23E-based

Particular	Stake	Value (INR b)	Value (USD b)	Value/Sh. (INR)	% of total	Target Multiple (x)	Rationale
Core business		3,092	40.9	1,714	52.3	3.0	PBV
Key Ventures							
HDFC Bank	21.1	2,097	27.7	1,164	35.5	3.7	PBV
HDFC Standard Life	50.0	732	9.7	406	12.4	4.0	PEV
HDFC AMC	52.7	401	5.3	222	6.8	45.0	PE
HDFC ERGO GIC	49.9	129	1.7	71	2.2	7.0	PBV
Bandhan Bank	10.0	66	0.9	37	1.1	2.5	PBV
Credila	100.0	82	1.1	46	1.4		Last deal
Other Invt		17	0.2	9	0.3	1.0	Invested Capital
Total Value of Ventures		3,525	46.6	1,956	59.7		
Less: 20% holding discount		705	9.3	391	11.9		
Value of Key Ventures		2,820	37.3	1,565	47.7		
SOTP		5,912	78.2	3,279	100.0		
CMP		4,503	59.6	2,496			
Upside - %		31.3	31.3	31.3			
SOTP W/O Holdco discount		6,617	87.5	3,670			
CMP		4,503	59.6	2,496			
Upside - %		46.9	46.9	47.0			

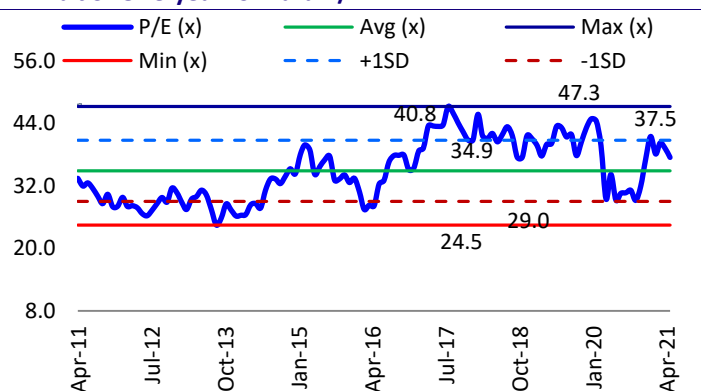
Source: MOFSL, Company

Exhibit 2: One-year forward P/B



Source: MOFSL, Company

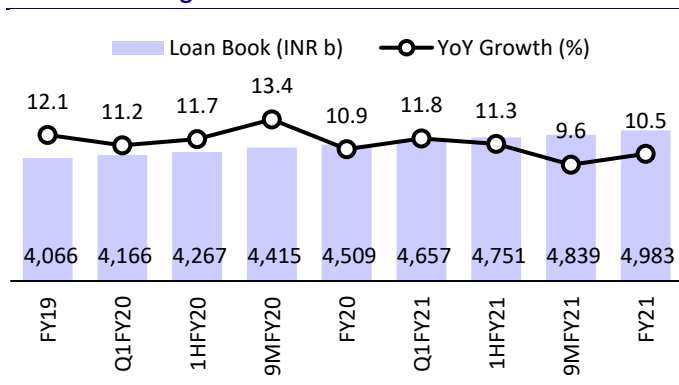
Exhibit 3: One-year forward P/E



Source: MOFSL, Company

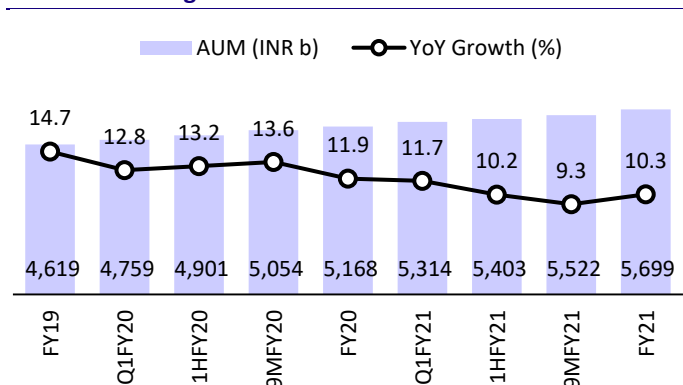
Key exhibits

Exhibit 4: Loan growth trend



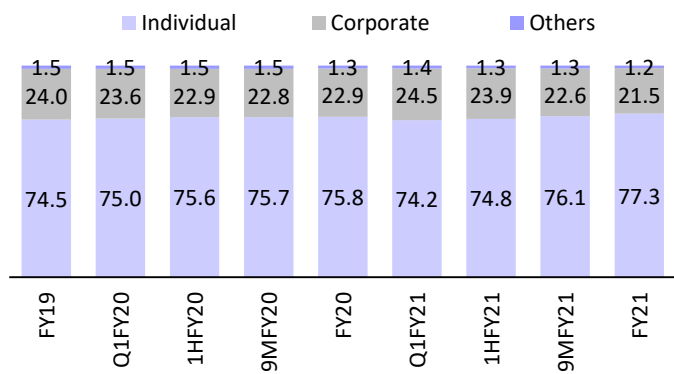
Source: MOFSL, Company

Exhibit 5: AUM growth at 10.3% YoY



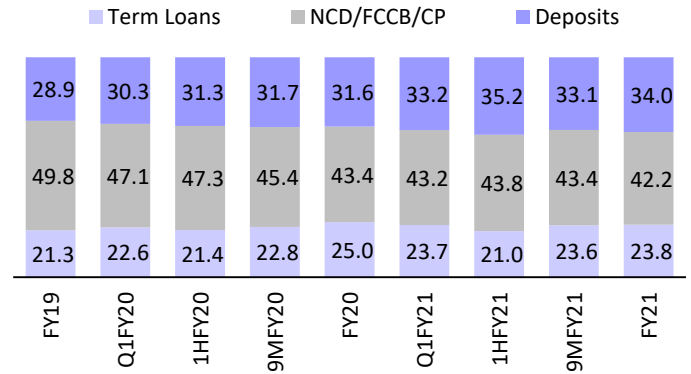
Source: MOFSL, Company

Exhibit 6: Individual loan share up ~120bp QoQ (%)



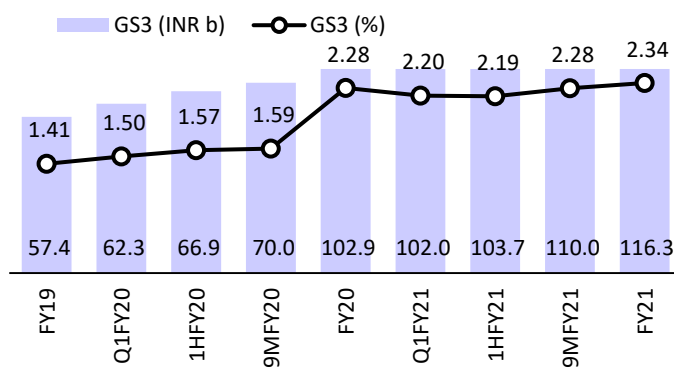
Source: MOFSL, Company,*HL :Home Loans

Exhibit 7: Share of deposits up ~ 250bp YoY (%)



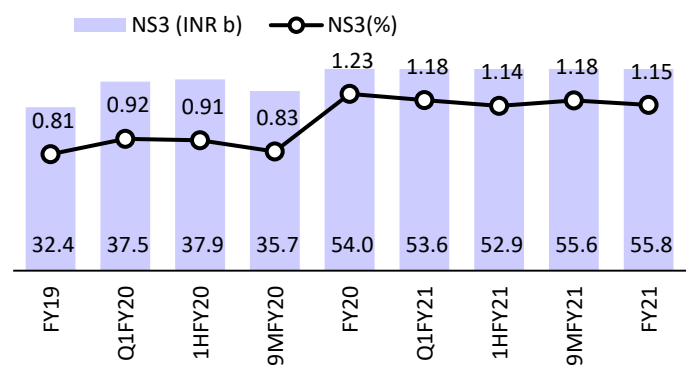
Source: MOFSL, Company

Exhibit 8: GS3 inches up 6bp QoQ (%)...



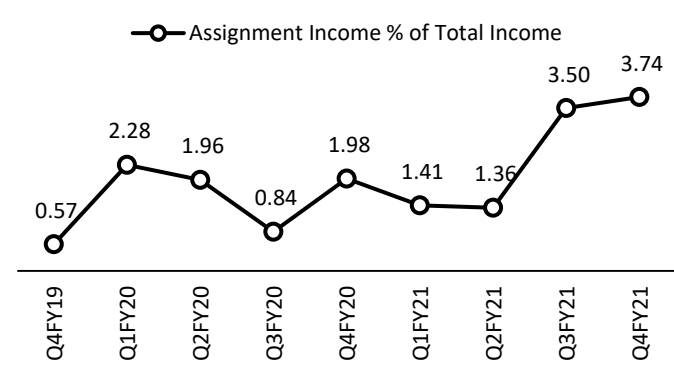
Source: MOFSL, Company

Exhibit 9: ...and NS3 decreases 3bp QoQ



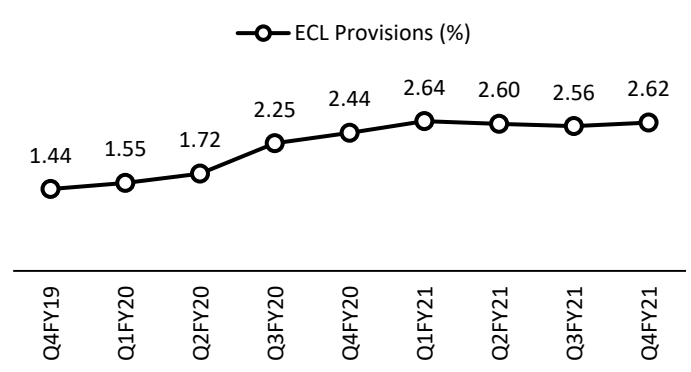
Source: MOFSL, Company

Exhibit 10: Assignment income trend (%)



Source: MOFSL, Company

Exhibit 11: Outstanding provisions at 2.6% of loans



Source: MOFSL, Company

Financials and valuation

Income statement										
										(INR b)
Y/E March	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Interest Income	260	281	309	331	393	437	436	448	511	581
Interest Expended	180	194	209	235	278	310	286	279	321	367
Net Interest Income	80	87	100	96	114	127	150	169	190	215
Change (%)	14.2	8.8	14.5	-3.2	18.7	11.4	17.4	13.0	12.2	13.2
Assignment income	0	0	0	5	9	10	12	14	17	20
NII (including assignment income)	80	87	100	102	123	137	162	183	207	235
Change (%)	14.2	8.8	14.5	2.2	21.0	11.5	17.8	13.2	13.2	13.5
Other core operating income	3	4	3	2	3	3	3	3	3	4
Core Income	83	91	103	104	126	140	164	186	210	239
Change (%)	13.5	9.5	13.5	0.9	21.4	11.1	17.4	13.1	13.1	13.4
Operating Expenses	7	8	8	19	15	15	18	19	19	21
Change (%)	12.5	7.4	10.3	127.6	-22.0	0.8	20.0	3.6	0.1	12.3
% of core income	8.5	8.4	8.1	18.3	11.8	10.7	10.9	10.0	8.9	8.8
Core operating profits	76	83	95	85	111	125	146	167	192	218
Change (%)	13.6	9.7	13.8	-10.3	31.1	12.5	17.0	14.2	14.6	13.5
Provisions/write offs	2	7	7	21	9	59	29	22	24	26
Core PBT	74	76	88	64	102	66	117	146	168	192
Change (%)	12.9	2.5	15.3	-27.3	59.9	-35.2	77.1	24.6	15.3	14.0
Profit on sale/MTM on Invt.	4	16	10	57	18	126	24	3	3	4
Dividend Income	7	8	9	11	11	11	7	12	14	17
One off exp/prov	0	-5	-3	-17	-4	-43	-9	0	0	0
Miscellaneous Income	1	1	1	0	0	0	0	0	0	0
PBT	86	97	105	115	127	160	139	161	186	213
Tax	26	30	33	22	35	26	28	32	37	43
Tax Rate (%)	30.5	31.2	31.4	19.3	27.4	16.1	20.0	20.0	20.0	20.0
Reported PAT	60	66	72	93	92	135	111	129	149	170
Change (%)	10.1	10.9	7.9	29.8	-1.0	46.0	-17.3	15.8	15.4	14.3
PAT adjusted for EO*	61	66	74	68	87	96	107	127	146	167
Change (%)	13.8	8.9	12.2	-8.7	29.0	10.5	11.1	18.4	15.5	14.3
Proposed Dividend	28	31	29	41	43	44	41	49	57	65

* (Core PBT +Dividend Income+Other income) adjusted for applicable tax

Financials and valuations

Balance sheet										(INR b)
Y/E March	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Capital	3	3	3	3	3	3	4	4	4	4
Reserves and Surplus (Ex OCI)	316	357	433	652	774	928	1,096	1,175	1,268	1,410
Net Worth (Ex OCI)	319	360	436	655	778	932	1,099	1,179	1,271	1,414
Other Comprehensive Income	0	0	-2	-3	-4	-70	-53	-53	-53	-53
Net Worth (Incl OCI)	319	360	434	653	774	862	1,046	1,126	1,218	1,361
Borrowings	2,086	2,376	2,794	3,197	3,662	4,191	4,414	5,215	5,960	6,795
Change (%)	13.4	13.9	17.6	14.4	14.5	14.4	5.3	18.2	14.3	14.0
Other liabilities	133	142	124	139	152	188	216	238	261	287
Total Liabilities	2,538	2,879	3,352	3,989	4,588	5,241	5,676	6,579	7,440	8,443
Loans	2,282	2,592	2,989	3,628	4,066	4,509	4,853	5,668	6,444	7,346
Change (%)	15.8	13.6	15.3	21.4	12.1	10.9	7.6	16.8	13.7	14.0
Investments	143	153	202	307	462	649	686	755	831	914
Change (%)	2.7	7.4	31.5	52.2	50.5	40.4	5.7	10.0	10.0	10.0
Net Fixed Assets	7	7	10	10	10	22	22	24	27	29
Other assets	110	144	150	43	50	60	115	131	139	155
Total Assets	2,542	2,897	3,352	3,989	4,588	5,241	5,676	6,579	7,440	8,443
Y/E March	2015	2016	2017	2018	2019	2020E	2021	2022E	2023E	2024E
AUM (INR B)	2,533	2,915	3,385	4,029	4,619	5,168	5,699	6,497	7,406	8,443
Change (%)	16.3	15.1	16.1	19.0	14.7	11.9	10.3	14.0	14.0	14.0
Individual loans (%)	71.4	72.8	72.6	72.9	74.5	75.8	77.3	77.0	76.5	76.0
Non Individual loans (%)	28.6	27.2	27.4	27.1	25.5	24.2	22.7	23.0	23.5	24.0
On Balance Sheet (%)	90.1	88.9	88.3	90.1	88.0	87.3	85.2	87.3	87.0	87.0
Assignment/Securitisation (%)	9.9	11.1	11.7	9.9	12.0	12.7	14.8	12.8	13.0	13.0

E: MOSL Estimates

Ratios										
Y/E March	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Spreads Analysis (%)										
Avg Yield on Hsg Loans	11.6	11.0	10.5	9.6	9.7	9.7	8.7	8.0	8.0	8.0
Avg. Yield on Funds	11.5	11.0	10.5	9.4	9.5	9.4	8.5	7.8	7.7	7.7
Avg. Cost of funds	9.2	8.7	8.1	7.8	8.1	7.9	6.7	5.8	5.8	5.8
Interest Spread on loans	2.5	2.3	2.5	1.7	1.6	1.8	2.1	2.2	2.2	2.2
Net Interest Margin	3.6	3.4	3.4	2.7	2.8	2.7	2.9	2.9	2.9	2.8
Profitability Ratios (%)										
RoAE	20.0	20.9	18.7	20.2	13.5	21.7	12.6	11.9	12.7	13.2
Core ROE	22.8	20.7	19.7	12.6	13.0	13.1	12.7	12.7	13.3	13.6
RoA	2.53	2.42	2.37	1.84	2.03	1.96	1.96	2.07	2.08	2.10
Core ROA	2.13	2.02	2.04	1.61	1.84	1.80	1.87	1.92	1.92	1.93
Efficiency Ratios (%)										
Int. Expended/Int.Earned	69.2	69.0	67.7	70.9	70.9	70.9	65.7	62.3	62.9	63.1
Op. Exps./Net Income	7.4	6.6	6.8	11.1	9.6	5.4	9.2	9.3	8.2	8.1
Empl. Cost/Op. Exps.	46.5	46.0	46.5	72.0	48.2	39.6	50.8	47.8	40.6	39.8
Asset Quality (INR m)										
Gross NPAs	16	19	24	41	48	89	97.6	95.4	99.3	1,07,597
Gross NPAs to Adv. (%)	0.7	0.7	0.8	1.1	1.2	2.0	2.0	1.7	1.5	1.5
Net NPAs	11	13	16	29	34	66	68.3	66.8	69.5	75,318
Net NPAs to Adv. (%)	0.5	0.5	0.6	0.8	0.8	1.5	1.4	1.2	1.1	1.0
VALUATION	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Book Value (INR)	201.9	227.7	274.7	391.1	451.7	537.9	609.3	653.6	704.7	776.3
Price-BV (x)					5.5	4.6	4.1	3.8	3.5	3.2
Adjusted BV* (INR)	149.7	176.6	220.1	340.2	352.4	399.0	475.9	520.2	571.3	644.1
Adj Price-ABV (x)					4.6	3.6	2.8	2.2	1.6	0.0
Adjusted EPS (INR)#	31.2	33.7	39.1	34.5	44.4	49.2	54.5	63.1	72.7	82.1
Adjusted EPS Growth YoY	11.2	8.2	15.9	-11.7	28.7	10.8	10.8	15.8	15.3	12.9
Adj Price-Adj EPS (x)					36.9	29.5	24.1	18.1	12.8	0.0
Dividend per share (INR)	15.0	17.0	18.0	20.0	21.0	21.0	23.0	27.2	31.3	35.5
Dividend yield (%)					0.8	0.8	0.9	1.1	1.3	1.4

E: MOSL Estimates; * BV is adj. by ded. invt in Subs/Asso. from NW

Explanation of Investment Rating	
Investment Rating	Expected return (over 12-month)
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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