ValueGuide

June 2024

Intelligent Investing	Regular Features	Products & Services	Trader's Edge
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From the Editor's Desk

May was a volatile month for Indian equities, wherein pressure from FII selling slightly dragged down the Sensex and Nifty. On the other hand, a bumper dividend by the RBI, better-than-expected Q4FY24 earnings and steady domestic macros data aided investor sentiments. June began on a jarring note as the BJP failing to achieve a single majority in the general elections, rattled the Street, leading to a kneejerk reaction in benchmark indices. However, all's well that ends well. ...

EQUITY

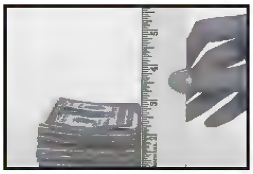
FUNDAMENTALS

TECHNICALS

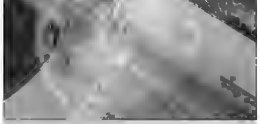
CURRENCY

TECHNICALS

PMS DESK



MUTUAL FUND DESK



REPORT CARD

ACTIVE COVERAGE

COMPANY	CURRENT RECO	PRICE AS ON 03-JUN-2024	PRICE TARGET	52 WEEK HIGH	52 WEEK LOW	ABSOLUTE PERFORMANCE 1M	3M	6M	12M	RELATIVE TO SENSEX 1M	3M	6M	12M
Autos													
Alicon Castalloy	BUY	1060	1225	1159	731	18.1	13.4	26.4	39.5	14.2	9.5	13.8	14.6
Amara Raja Energy & Mobility Ltd	BUY	1196	1377	1278	599	6.7	41.0	55.7	94.5	3.1	36.2	40.2	59.7
Apollo Tyres	BUY	477	563	560	366	-1.3	-10.9	6.0	21.8	-4.6	-13.9	-4.5	0.0
Ashok Leyland	BUY	236	244	238	147	17.8	37.5	35.5	58.7	13.8	32.8	22.0	30.3
Bajaj Auto	BUY	9332	10363	9440	4544	3.1	13.7	50.5	98.1	-0.3	9.9	35.6	62.7
Balkrishna Industries	BUY	3049	3197	3180	2194	23.8	36.3	19.1	33.8	19.6	31.6	7.2	9.8
Bosch	BUY	29969	35968	32214	17925	-0.1	2.2	36.6	58.8	-3.5	-1.3	23.0	30.3
Eicher Motors	BUY	4668	5307	4908	3159	1.4	24.4	11.6	27.2	-2.0	20.2	0.5	4.4
Exide Industries	BUY	505	537	517	204	9.5	53.5	71.6	138.8	5.9	48.2	54.5	96.0
Gabriel India	BUY	358	481	440	179	-4.5	3.2	-14.2	95.6	-7.7	-0.3	-22.7	60.6
Hero MotoCorp	BUY	5160	6057	5344	2746	14.4	11.9	35.9	79.8	10.6	8.1	22.4	47.7
Lumax Auto Technologies	BUY	473	552	515	333	0.6	-1.4	21.4	34.7	-2.8	-4.8	9.3	10.6
M&M	BUY	2636	2678	2654	1346	18.5	37.2	59.1	89.0	14.5	32.6	43.3	55.2
Maruti Suzuki	BUY	12473	14434	13067	9257	0.3	7.6	17.6	30.2	-3.1	3.9	5.9	6.9
Ramkrishna Forgings	BUY	709	888	815	365	1.0	-6.5	-10.3	90.2	-2.4	-9.6	-19.2	56.2
Schaeffler India	BUY	4512	**	4749	2616	17.2	57.4	53.6	50.1	13.2	52.1	38.3	23.3
Sundram Fasteners	BUY	1223	1460	1334	1002	6.4	14.9	-3.7	7.8	2.9	11.0	-13.3	-11.5
Suprajit Engineering	BUY	445	535	459	353	3.7	2.5	17.1	15.9	0.2	-0.9	5.5	-4.9
Tata Motors	BUY	951	1235	1066	538	-6.4	-3.7	34.7	73.9	-9.6	-7.0	21.3	42.8
TVS Motor	BUY	2249	2410	2314	1287	9.5	0.7	18.1	73.7	5.8	-2.7	6.4	42.6
BSE Auto Index		***54411***		***55137***	***33597***	***5.8***	***13.8***	***34.8***	***61.9***	***2.3***	***9.9***	***21.4***	***33.0***
Agri/Specialty Chemical													
Aarti Industries	BUY	626	800	770	438	-16.5	-5.5	11.3	21.2	-19.3	-8.7	0.3	-0.5
Atul Ltd	HOLD	5750	7300	7587	5183	-6.7	-5.4	-14.7	-15.2	-9.8	-8.6	-23.2	-30.4
Coromandel International	BUY	1341	1371	1372	915	9.8	22.8	13.8	39.5	6.1	18.6	2.5	14.5
Insecticides (India)	BUY	519	680	718	410	-9.7	-1.2	-22.2	17.8	-12.7	-4.6	-30.0	-3.3
NOCIL Ltd	BUY	257	320	298	204	-0.6	-1.9	5.0	16.5	-3.9	-5.3	-5.5	-4.4
PI Industries	BUY	3647	4000	4032	3060	1.5	0.8	-5.7	3.2	-1.9	-2.6	-15.0	-15.3
Sumitomo Chemical India	BUY	462	550	498	336	16.0	24.6	13.2	11.5	12.1	20.4	1.9	-8.5
SRF Ltd	BUY	2267	2592	2697	2050	-12.5	-4.5	-6.6	-10.5	-15.5	-7.8	-15.8	-26.5
Sudarshan Chemicals	BUY	768	1000	890	440	1.5	30.4	63.3	57.5	-2.0	26.0	47.1	29.3
UPL	HOLD	529	550	699	448	9.4	11.5	-8.6	-23.4	5.7	7.7	-17.7	-37.1
Vinati Organics	HOLD	1710	**	1985	1463	5.6	4.6	0.2	-6.6	2.1	1.1	-9.8	-23.3
Banks and Financial Services													
AU Small Finance Bank	HOLD	645	700	813	554	1.7	11.2	-14.5	-14.1	-1.7	7.4	-23.0	-29.5
Axis Bank	BUY	1224	1350	1242	921	7.0	10.6	8.7	28.7	3.4	6.9	-2.1	5.7
Bajaj Finance	BUY	6918	9300	8190	6190	0.8	4.8	-6.6	-1.7	-2.6	1.2	-15.9	-19.3
Bajaj Finserv	BUY	1576	2040	1742	1419	-2.2	-2.7	-7.0	8.0	-5.5	-6.0	-16.3	-11.3
Bank of Baroda	BUY	297	310	298	183	11.6	8.5	41.8	59.8	7.9	4.9	27.7	31.2
Bank of India	BUY	136	165	158	69	-7.1	-2.8	24.2	82.6	-10.2	-6.1	11.8	50.0
Can Fin Homes	BUY	752	960	905	680	-1.0	-4.7	-8.8	5.4	-4.4	-8.0	-17.9	-13.4
Cholamandalam Investment and Finance Company	BUY	1288	1500	1353	997	-2.8	19.9	12.2	22.9	-6.1	15.8	1.0	0.9
City Union Bank	HOLD	147	170	168	120	-8.2	5.2	-2.3	17.3	-11.2	1.7	-12.0	-3.7
Federal Bank	BUY	164	190	170	121	0.4	6.9	6.7	29.2	-3.0	3.3	-3.9	6.0
HDFC Bank	BUY	1572	1900	1758	1363	3.2	9.8	-2.3	-2.0	-0.2	6.0	-12.0	-19.5
ICICI Bank	BUY	1160	1300	1172	899	1.0	6.3	17.1	22.5	-2.4	2.7	5.5	0.6
Indusind Bank	BUY	1530	1850	1694	1262	2.1	-0.1	1.0	17.6	-1.3	-3.5	-9.0	-3.4
Kotak Mahindra Bank	BUY	1719	2000	1987	1544	5.8	-0.5	-5.4	-10.7	2.2	-3.8	-14.8	-26.7
LIC Housing Finance	BUY	681	720	685	363	7.4	3.5	34.3	81.2	3.8	0.0	20.9	48.8
LT Finance Holding	BUY	160	185	179	104	-2.1	-8.5	3.8	52.0	-5.4	-11.6	-6.5	24.8
Max Financial	BUY	937	1160	1093	660	-5.0	-6.4	-8.4	36.0	-8.2	-9.6	-17.5	11.7
M&M Financial Services	BUY	273	345	346	244	5.1	-5.0	-1.7	-9.3	1.5	-8.2	-11.5	-25.5
Nippon Life India AMC	BUY	624	650	636	243	6.5	21.5	41.4	149.1	2.9	17.4	27.3	104.6

(as on Jun 03, 2024)

ACTIVE COVERAGE

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Punjab National Bank	BUY	137	140	143	50	7.8	8.6	63.6	163.0	4.2	5.0	47.4	116.0
SBI	BUY	906	950	912	543	12.1	17.3	52.3	54.3	8.4	13.3	37.2	26.7
BSE Bank Index		***58290***		***58467***	***47464***	***5.0***	***8.1***	***10.9***	***16.5***	***1.4***	***4.4***	***-0.1***	***-4.3***
Insurance													
HDFC Life	BUY	550	750	711	511	-0.9	-9.9	-18.4	-4.2	-4.2	-12.9	-26.6	-21.3
ICICI Pru Life	BUY	553	670	641	464	-3.6	1.2	-1.8	13.8	-6.9	-2.3	-11.6	-6.5
ICICI Lombard	BUY	1599	1950	1747	1190	-5.0	-3.1	8.7	30.4	-8.2	-6.4	-2.1	7.1
Consumer Goods													
Asian Paints	HOLD	2866	2960	3567	2671	-2.3	1.2	-10.3	-10.4	-5.6	-2.2	-19.2	-26.4
Bajaj Consumer Care	BUY	231	281	271	182	-10.0	-2.1	2.3	24.2	-13.1	-5.4	-7.9	2.0
Britannia	BUY	5165	5850	5415	4350	2.0	6.7	4.6	10.2	-1.4	3.1	-5.8	-9.5
Colgate-Palmolive (India)	HOLD	2686	2970	2961	1594	-6.1	4.2	17.4	67.0	-9.2	0.6	5.7	37.1
Dabur India	BUY	545	715	597	489	2.6	1.4	-0.4	-1.3	-0.8	-2.0	-10.3	-19.0
Emami	BUY	634	815	663	371	25.7	38.6	24.5	60.4	21.5	33.9	12.1	31.7
Godrej Consumer Products	BUY	1307	1520	1372	960	4.5	4.2	25.5	24.2	1.0	0.6	13.1	1.9
Hindustan Unilever	BUY	2355	2725	2769	2170	4.4	-2.7	-9.5	-12.7	0.9	-6.0	-18.5	-28.3
ITC	BUY	431	515	500	399	-0.9	5.2	-5.2	-2.3	-4.3	1.7	-14.6	-19.8
Indigo Paints	BUY	1353	1850	1700	1253	-1.3	-2.4	-10.7	-8.1	-4.6	-5.7	-19.6	-24.6
Jyothy Laboratories	BUY	394	530	554	201	-5.1	-9.2	-11.4	89.0	-8.3	-12.2	-20.2	55.1
Marico	BUY	595	755	620	487	12.0	13.5	10.9	8.8	8.2	9.6	-0.1	-10.6
Nestle India	HOLD	2354	2681	2771	2145	-4.2	-9.0	-3.5	7.8	-7.4	-12.1	-13.1	-11.5
Radico Khaitan	BUY	1618	1900	1882	1141	-7.7	3.1	-1.8	33.7	-10.8	-0.4	-11.6	9.8
Tata Consumer Products Ltd	BUY	1069	1315	1270	784	-2.7	-11.1	12.9	34.9	-6.0	-14.1	1.7	10.7
Zydus Wellness	BUY	1722	1968	1813	1425	4.7	9.8	10.0	17.0	1.2	6.1	-1.0	-3.9
BSE FMCG Index		***19725***		***21029***	***18111***	***0.1***	***1.0***	***0.7***	***8.0***	***-3.3***	***-2.4***	***-9.3***	***-11.4***
IT / IT services													
Birlasoft	BUY	614	820	862	327	-0.8	-21.6	-3.4	77.2	-4.2	-24.3	-13.0	45.5
Coforge	HOLD	5021	**	6840	4291	13.8	-22.1	-11.5	9.3	9.9	-24.7	-20.3	-10.3
HCL Technologies	BUY	1315	1670	1697	1088	-3.3	-19.7	-1.7	15.5	-6.6	-22.4	-11.4	-5.2
Infosys	BUY	1406	1700	1731	1262	-1.4	-14.2	-4.0	7.7	-4.7	-17.1	-13.5	-11.5
Intellect Design	HOLD	905	**	1199	572	-13.6	-18.9	19.9	51.6	-16.5	-21.6	8.0	24.5
LTI Mindtree	HOLD	4649	5200	6443	4518	-1.1	-10.9	-16.6	-6.0	-4.5	-13.9	-24.9	-22.8
L&T Technology services	BUY	4483	5500	5885	3757	-0.3	-14.7	-5.6	14.2	-3.6	-17.6	-15.0	-6.2
Mastek Ltd	BUY	2373	3150	3147	1891	-7.9	-19.6	0.5	15.9	-11.0	-22.3	-9.5	-4.8
NIIT Learning Systems Ltd	BUY	417	550	576	344	-10.4	-26.6	6.4	-	-13.4	-29.1	-4.2	-
Persistent Systems^	BUY	3427	4150	4490	2319	1.1	-19.1	6.1	31.4	-2.3	-21.8	-4.5	7.9
Tata Consultancy Services	BUY	3707	4750	4254	3156	-5.4	-9.2	5.6	12.7	-8.6	-12.3	-4.9	-7.5
Tech Mahindra	HOLD	1245	1405	1416	1060	-1.3	-2.7	1.8	12.3	-4.7	-6.0	-8.3	-7.8
Wipro	HOLD	444	500	546	375	-3.1	-14.7	9.0	9.8	-6.4	-17.6	-1.8	-9.8
BSE IT Index		***33306***		***39159***	***28622***	***-2.4***	***-12.3***	***-0.3***	***13.5***	***-5.7***	***-15.3***	***-10.2***	***-6.8***
Telecom and New Media													
Affle (India) Ltd	BUY	1153	1535	1336	966	6.0	3.2	1.8	16.8	2.4	-0.3	-8.3	-4.1
Bharti Airtel	BUY	1394	1550	1420	819	8.6	22.9	35.0	67.1	5.0	18.7	21.6	37.2
Info Edge (India)	BUY	5711	7000	6546	3973	-4.6	10.8	24.3	38.0	-7.8	7.0	11.9	13.3
Capital goods / Power													
Amber Enterprises	BUY	3729	4100	4615	2064	-8.1	0.1	19.9	70.7	-11.2	-3.3	8.0	40.2
Bharat Electronics	BUY	319	325	323	113	37.5	52.0	107.5	175.4	32.9	46.9	86.9	126.1
Blue Star	BUY	1599	1670	1689	702	10.5	21.4	61.3	121.7	6.8	17.3	45.3	82.1
Carborundum Universal	HOLD	1663	**	1796	1026	9.7	55.2	39.8	42.6	6.0	49.9	25.9	17.1
CESC	BUY	152	170	158	70	2.2	17.4	39.9	114.6	-1.2	13.4	26.0	76.2
Coal India	BUY	512	550	527	223	11.2	12.5	44.4	123.0	7.5	8.7	30.1	83.1
Cummins India	BUY	3714	4200	3900	1590	8.9	33.6	90.1	109.4	5.2	29.0	71.2	72.0
Dixon Technologies	HOLD	9890	**	9970	3848	17.6	38.1	64.8	148.4	13.6	33.4	48.4	104.0

(as on Jun 03, 2024)

ACTIVE COVERAGE

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Finolex Cable	BUY	1469	1800	1510	772	42.7	53.6	44.3	82.8	37.9	48.4	30.0	50.1
Honeywell Automation	BUY	53208	**	59050	34990	20.2	38.5	45.4	29.5	16.2	33.8	30.9	6.3
Kalpataru Projects International	BUY	1223	**	1370	510	-2.1	22.4	75.8	133.7	-5.4	18.3	58.3	91.9
KEC International	BUY	775	850	838	523	3.0	6.3	26.6	46.3	-0.5	2.7	14.0	20.1
KEI Industries	HOLD	4204	4300	4346	2049	10.6	23.0	46.5	99.0	6.9	18.8	31.9	63.4
NTPC	BUY	392	425	395	174	9.9	10.8	42.6	125.1	6.2	7.0	28.4	84.8
Polycab India	BUY	6931	7400	7106	3380	17.6	45.0	29.8	92.9	13.6	40.1	16.9	58.4
Power Grid Corporation	BUY	338	**	347	176	10.0	14.7	58.6	91.2	6.3	10.8	42.8	57.0
Ratnamani Metals and Tubes	BUY	3376	3500	3924	2259	9.4	9.6	-11.2	45.7	5.7	5.9	-20.0	19.6
Tata Power	BUY	457	**	464	214	2.3	16.5	62.2	108.5	-1.1	12.6	46.0	71.2
Thermax	HOLD	5661	**	5698	2193	21.8	52.9	109.4	138.4	17.7	47.7	88.6	95.8
Triveni Turbine	BUY	582	660	675	312	2.2	18.1	34.6	51.0	-1.3	14.1	21.2	24.0
Va Tech Wabag	BUY	994	1100	1040	436	6.9	35.5	61.2	108.6	3.3	30.9	45.2	71.2
V-Guard Industries	BUY	375	440	394	250	8.4	7.8	25.5	47.7	4.7	4.2	13.0	21.3
BSE Power Index		***8285***		***8340***	***3877***	***14.7***	***21.5***	***60.9***	***115.3***	***10.8***	***17.4***	***44.9***	***76.8***
BSE Capital Goods Index		***73722***		***74550***	***38267***	***18.5***	***24.4***	***41.2***	***94.4***	***14.5***	***20.2***	***27.1***	***59.6***
Infrastructure													
KNR Constructions	HOLD	325	**	348	226	26.2	15.3	20.5	32.2	21.9	11.4	8.5	8.5
Larsen & Toubro	BUY	3897	4000	3949	2240	12.6	7.0	17.6	71.8	8.8	3.3	5.9	41.0
PNC Infratech	BUY	546	660	575	310	26.4	18.0	58.4	73.5	22.2	13.9	42.7	42.4
CNX Infra Index		***9147***		***9166***	***5561***	***8.3***	***9.7***	***34.1***	***66.4***	***4.7***	***6.0***	***20.7***	***36.7***
BSE Real estate Index		***8448***		***8531***	***3946***	***8.9***	***15.5***	***44.4***	***114.4***	***5.2***	***11.6***	***30.1***	***76.0***
Metal & mining													
JSW Steel	REDUCE	915	738	930	703	3.9	11.1	11.6	28.5	0.4	7.3	0.5	5.5
NMDC	BUY	268	290	286	104	-0.6	11.5	45.5	145.9	-3.9	7.7	31.0	101.9
MOIL	BUY	525	**	556	158	24.4	75.3	67.9	227.7	20.3	69.3	51.2	169.0
SAIL	HOLD	166	**	176	82	2.0	17.4	76.9	98.5	-1.4	13.4	59.3	63.0
Oil & gas													
Bharat Petroleum Corporation	BUY	666	**	688	332	9.2	4.0	44.4	86.8	5.6	0.5	30.1	53.4
Castrol India	BUY	192	240	230	113	-4.0	-9.2	35.4	67.6	-7.2	-12.3	21.9	37.6
GAIL (India)	BUY	231	**	233	103	16.7	20.9	62.5	120.8	12.7	16.8	46.4	81.3
Gujarat Gas	BUY	569	615	621	397	4.0	-3.5	28.9	19.8	0.5	-6.7	16.1	-1.6
Gujarat State Petronet Ltd	BUY	293	440	407	255	0.4	-21.4	1.6	-1.2	-3.0	-24.1	-8.5	-18.9
Hindustan Petroleum Corporation	HOLD	583	**	595	239	13.5	11.0	54.8	127.2	9.7	7.3	39.5	86.6
Indian Oil Corporation	HOLD	175	**	197	86	5.4	0.0	51.2	96.4	1.8	-3.4	36.2	61.3
Indraprastha Gas Ltd	HOLD	469	**	501	376	5.9	5.0	16.8	1.3	2.4	1.4	5.2	-16.9
Mahanagar Gas	BUY	1380	1530	1579	971	-2.3	-10.8	25.7	34.1	-5.6	-13.8	13.2	10.1
ONGC	HOLD	284	**	293	153	0.7	1.7	40.6	82.8	-2.7	-1.7	26.6	50.1
Oil India Ltd	BUY	670	755	682	241	5.8	7.2	104.0	163.7	2.2	3.5	83.7	116.5
Petronet LNG	HOLD	317	**	323	192	3.9	8.8	54.4	41.3	0.4	5.1	39.0	16.1
Reliance Ind	BUY	3021	3130	3030	2221	6.4	0.3	24.8	34.4	2.8	-3.1	12.4	10.3
BSE Oil and gas Index		***30765***		***30953***	***17770***	***7.8***	***6.5***	***43.6***	***72.3***	***4.2***	***2.9***	***29.3***	***41.5***
Pharmaceuticals													
Abbott India	BUY	25938	30540	29628	21453	0.7	-6.0	10.9	18.8	-2.7	-9.2	-0.1	-2.4
Aurobindo Pharma	REDUCE	1227	1014	1246	653	5.5	12.5	17.7	86.3	1.9	8.7	6.0	52.9
Biocon	BUY	309	350	331	218	2.5	11.0	28.5	28.1	-0.9	7.2	15.7	5.2
Zydus Lifesciences	BUY	1032	1200	1172	504	1.1	9.1	63.0	102.5	-2.3	5.4	46.8	66.3
Cipla	BUY	1453	1600	1519	955	2.0	-1.3	19.4	49.0	-1.4	-4.6	7.5	22.4
Divi's Labs	HOLD	4321	4450	4469	3300	9.1	24.1	13.8	24.8	5.4	19.9	2.5	2.5
DR Reddy's	HOLD	5784	6537	6506	4570	-8.2	-8.7	0.6	25.7	-11.3	-11.8	-9.4	3.2
Granules	BUY	441	500	481	275	4.4	-5.6	12.6	54.7	0.9	-8.8	1.4	27.1
IPCA Lab	BUY	1127	1350	1374	692	-15.7	-6.2	-1.4	55.5	-18.6	-9.4	-11.2	27.7
Laurus Labs	REDUCE	427	293	471	325	-2.7	2.3	12.6	25.0	-5.9	-1.2	1.4	2.6

(as on Jun 03, 2024)

ACTIVE COVERAGE

COMPANY	CURRENT RECO	PRICE AS ON 03-JUN-2024	PRICE TARGET	52 WEEK HIGH	52 WEEK LOW	ABSOLUTE PERFORMANCE 1M	3M	6M	12M	RELATIVE TO SENSEX 1M	3M	6M	12M
Lupin	BUY	1584	1868	1728	805	-5.7	-5.1	25.7	93.1	-8.9	-8.3	13.2	58.5
Sanofi India^^	BUY	8767	9800	9370	6759	2.7	1.4	8.2	22.3	-0.8	-2.0	-2.5	0.5
Strides Pharma Sciences	BUY	857	1050	919	357	-2.8	7.6	72.5	139.6	-6.0	4.0	55.3	96.7
Sun Pharmaceutical Industries	BUY	1453	1800	1639	978	-5.0	-6.4	18.0	43.9	-8.2	-9.6	6.3	18.2
Torrent Pharma	BUY	2678	2954	2840	1761	-1.4	-0.5	25.6	50.9	-4.7	-3.8	13.1	23.9
BSE Health Care Index		***34929***		***35984***	***24105***	***-2.3***	***0.5***	***14.1***	***45.1***	***-5.6***	***-2.9***	***2.8***	***19.2***
Building materials													
APL Apollo Tubes	BUY	1554	1850	1806	1136	-0.3	0.9	-4.0	33.2	-3.6	-2.6	-13.5	9.3
Astral Ltd	BUY	2146	2400	2352	1739	1.8	2.3	7.8	13.8	-1.7	-1.1	-2.9	-6.5
Century Plyboards (India)	BUY	666	765	849	564	2.9	-4.5	-3.1	16.8	-0.6	-7.8	-12.7	-4.1
Dalmia Bharat	BUY	1858	2250	2429	1664	3.6	-8.3	-19.5	-13.0	0.1	-11.4	-27.5	-28.6
Grasim	BUY	2369	2850	2535	1691	-3.4	6.1	16.1	37.2	-6.7	2.5	4.6	12.7
Greenlam Industries	BUY	589	670	662	360	2.1	11.9	-1.0	56.9	-1.3	8.1	-10.8	28.8
JK Lakshmi Cement	BUY	784	1000	998	608	-1.9	-16.8	-5.0	8.7	-5.2	-19.6	-14.4	-10.8
Kajaria Ceramics	BUY	1218	1450	1522	1111	4.1	-5.3	-11.9	-3.4	0.6	-8.5	-20.7	-20.7
Pidilite Industries	BUY	2988	3170	3116	2293	1.2	10.6	17.1	13.3	-2.2	6.9	5.4	-7.0
Shree Cement	BUY	25409	34000	30710	22601	-0.6	-1.2	-8.3	2.4	-3.9	-4.5	-17.4	-15.9
Supreme Industries Ltd	BUY	5564	**	5843	2746	5.6	37.7	18.1	98.7	2.0	33.0	6.3	63.1
The Ramco Cements	BUY	773	1010	1058	700	0.8	-8.8	-24.9	-15.2	-2.6	-11.9	-32.4	-30.3
UltraTech Cement	BUY	10468	11900	10523	7867	7.1	4.8	12.3	33.0	3.5	1.3	1.2	9.2
Logistics													
Gateway Distriparks	BUY	97	121	122	64	-6.8	-8.9	-4.2	35.2	-10.0	-12.0	-13.7	11.0
Mahindra Logistics	BUY	438	520	493	347	-4.7	2.0	19.7	19.7	-7.9	-1.4	7.8	-1.7
TCI Express	BUY	1076	1410	1699	998	2.7	-4.3	-23.7	-33.8	-0.7	-7.6	-31.3	-45.7
TCI Ltd	BUY	843	1100	1080	686	-1.5	2.6	-2.8	20.2	-4.8	-0.9	-12.5	-1.3
Discretionary													
ABFRL	BUY	293	400	304	193	16.8	27.3	25.9	41.8	12.9	23.0	13.4	16.4
Bata India	HOLD	1368	1470	1770	1269	2.8	-4.0	-16.0	-13.3	-0.6	-7.3	-24.4	-28.8
Devyani International Ltd	HOLD	153	166	228	142	-6.0	0.2	-15.2	-16.2	-9.2	-3.2	-23.6	-31.2
Gokaldas Exports Ltd	BUY	835	1045	1022	447	-1.1	-0.5	-16.6	79.1	-4.4	-3.8	-24.9	47.0
Jubilant Foodworks	BUY	497	570	586	421	5.2	7.2	-11.4	0.7	1.7	3.6	-20.2	-17.3
KPR Mill	BUY	798	965	927	580	-4.9	3.2	-8.0	30.8	-8.1	-0.3	-17.2	7.4
PVRINOX	BUY	1328	1550	1880	1204	0.5	-3.9	-24.1	-7.2	-2.8	-7.2	-31.7	-23.8
Relaxo Footwear	HOLD	789	935	974	760	-4.7	-5.0	-13.9	-14.0	-7.9	-8.2	-22.5	-29.4
Restaurant Brands Asia	BUY	101	150	138	92	-2.6	-6.8	-11.8	-8.0	-5.9	-10.0	-20.6	-24.5
The Indian Hotels Company	BUY	577	679	622	371	1.1	-2.0	33.0	48.1	-2.3	-5.3	19.8	21.6
Titan Company Ltd	BUY	3261	3990	3885	2834	-0.6	-12.6	-6.5	14.2	-4.0	-15.6	-15.8	-6.2
Trent Ltd	BUY	4664	5838	4799	1583	3.5	19.1	65.5	191.7	0.0	15.0	49.1	139.5
Welspun Living	BUY	137	181	172	91	-9.0	-10.9	-12.3	38.9	-12.0	-13.9	-21.1	14.1
Wonderla Holidays	BUY	857	1085	1107	529	-12.7	-10.0	-9.8	57.1	-15.6	-13.1	-18.8	29.0
Diversified / Miscellaneous													
Bajaj Holdings	BUY	8009	**	9355	6635	-2.0	-9.5	2.1	15.6	-5.3	-12.6	-8.0	-5.1
Balrampur Chini Mills	BUY	391	440	486	343	1.5	2.8	-16.5	0.1	-1.9	-0.7	-24.8	-17.8
Mahindra Lifespace	BUY	585	785	679	443	-3.7	0.4	6.5	30.1	-7.0	-3.0	-4.1	6.9
Polyplex Corporation	HOLD	808	1570	1393	753	-9.4	-6.1	-25.2	-38.9	-12.5	-9.3	-32.7	-49.8
Triveni Engineering & Industries	BUY	332	405	417	266	-4.5	-6.1	-15.2	19.7	-7.7	-9.3	-23.6	-1.7
BSE500 Index		***34450***		***34635***	***25211***	***4.6***	***6.7***	***18.1***	***36.7***	***1.1***	***3.0***	***6.4***	***12.2***
CNX500 Index		***21797***		***21927***	***15867***	***4.5***	***6.7***	***18.2***	***37.4***	***1.0***	***3.1***	***6.4***	***12.9***
CNXMCAP Index		***53353***		***53705***	***34091***	***5.3***	***8.3***	***21.5***	***56.9***	***1.8***	***4.7***	***9.4***	***28.8***

(as on Jun 03, 2024)

** Price under review
# Reco price adjusted for bonus
^^ Sanofi India price reflects ex-date of Healthcare business from 13th Jun'2024 indicating demerger of its consumer business.

@ Reco price adjusted for demerger
^ Reco price adjusted for stock split

ACTIVE COVERAGE (VIEWPOINTS)

COMPANY	CURRENT RECO	PRICE AS ON 03-JUN-2024	PRICE TARGET	52 WEEK HIGH	52 WEEK LOW	ABSOLUTE PERFORMANCE 1M	3M	6M	12M	RELATIVE TO SENSEX 1M	3M	6M	12M
Allcargo Gati Ltd	POSITIVE	99	131	178	90	-13.9	-14.2	-28.5	-14.0	-16.8	-17.1	-35.6	-29.4
Arvind SmartSpaces Ltd	POSITIVE	643	841	763	294	-4.6	5.4	47.3	79.5	-7.8	1.8	32.6	47.4
Artemis Medicare Services Ltd	POSITIVE	173	222	199	86	-7.4	4.7	1.5	97.8	-10.5	1.1	-8.6	62.4
BSE Ltd	POSITIVE	2708	3300	3265	551	-4.8	16.7	7.8	369.6	-8.0	12.8	-2.9	285.5
Bharat Forge Ltd	POSITIVE	1607	1619	1639	793	28.8	35.1	38.8	101.2	24.4	30.5	25.0	65.2
Caplin Point Laboratories Ltd	POSITIVE	1291	1511,1	1618	759	-1.6	-13.4	2.6	69.0	-4.9	-16.4	-7.6	38.7
Carysil Ltd	POSITIVE	785	1098	1148	556	-16.8	-16.5	-17.8	37.3	-19.6	-19.3	-26.0	12.8
Chalet Hotels	POSITIVE	786	937	959	401	-9.0	-3.4	35.9	79.4	-12.0	-6.6	22.3	47.3
DLF Ltd	POSITIVE	869	1107	967	462	-2.1	-6.8	33.8	77.6	-5.3	-9.9	20.5	45.9
Escorts Kubota Ltd	NEUTRAL	3896	**	3953	2112	12.0	33.5	21.3	77.6	8.2	29.0	9.2	45.8
Expleo Solutions Ltd	NEUTRAL	1200	1353	1771	1151	-7.5	-11.3	-7.2	-21.5	-10.6	-14.3	-16.4	-35.5
Five star Business Finance Ltd	POSITIVE	747	900	875	549	-4.3	9.3	0.7	32.0	-7.5	5.6	-9.3	8.4
Garware Hi-Tech Films Ltd	POSITIVE	1799	2373	2197	745	8.3	-3.1	25.8	132.0	4.7	-6.4	13.3	90.5
Gravita India Ltd	POSITIVE	1071	1157	1167	583	15.3	17.1	-4.0	70.9	11.4	13.1	-13.6	40.4
Gujarat Fluorochemicals Ltd	POSITIVE	3078	3794	3920	2480	-15.9	-11.9	7.3	-3.7	-18.7	-14.9	-3.4	-20.9
Heritage Foods Ltd	POSITIVE	426	484	480	202	29.2	25.3	76.9	109.3	24.8	21.1	59.3	71.8
Himatsingka Seide Ltd	POSITIVE	127	168	187	101	-7.2	-12.5	-24.1	23.0	-10.3	-15.5	-31.6	1.0
Hindustan Aeronautics Ltd	POSITIVE	5274	**	5435	1589	38.2	64.1	109.2	221.2	33.5	58.5	88.4	163.8
Hindware Home Innovation Ltd	POSITIVE	363	510	664	315	5.4	-9.0	-30.4	-28.6	1.8	-12.1	-37.3	-41.4
Hitech Pipes Ltd	POSITIVE	123	160	170	71	-6.0	-13.7	12.1	54.2	-9.1	-16.7	1.0	26.6
Indiabulls Real Estate	POSITIVE	136	166	146	58	13.4	11.1	62.9	95.1	9.6	7.4	46.7	60.2
Inox Wind Ltd	POSITIVE	154	161	177	33	1.3	11.0	84.8	344.9	-2.1	7.2	66.5	265.3
Iris Clothings	POSITIVE	75	101	111	67	-4.5	-11.2	-0.5	-3.9	-7.7	-14.2	-10.4	-21.1
ISGEC Heavy Engineering Ltd	POSITIVE	1127	**	1244	594	9.7	19.8	17.4	84.4	6.0	15.7	5.7	51.4
Jupiter Wagons Ltd	POSITIVE	647	**	682	127	61.3	76.2	90.1	408.2	55.9	70.2	71.2	317.3
KIRLOSKAR BROTHERS Ltd	POSITIVE	1776	**	1924	554	32.7	78.3	74.9	209.5	28.2	72.2	57.5	154.1
Kirloskar Oil Engines	POSITIVE	1319	**	1379	383	29.8	46.7	122.2	213.1	25.4	41.7	100.1	157.1
KSB Ltd	POSITIVE	4789	**	5185	2015	5.8	27.1	38.1	127.0	2.3	22.8	24.4	86.4
Landmark Cars Ltd (New Idea)	POSITIVE	670	944	902	637	-15.2	-10.8	-12.9	-1.4	-18.0	-13.8	-21.6	-19.0
Lemon Tree Hotels Ltd	POSITIVE	141	163	158	90	-10.5	-1.8	21.7	49.8	-13.5	-5.1	9.6	23.0
Macrotech Developers Ltd	POSITIVE	1432	1480	1487	537	22.8	21.3	56.8	158.3	18.7	17.1	41.2	112.1
CIE Automotive India Ltd	POSITIVE	538	632	578	401	11.1	18.6	8.8	17.0	7.4	14.6	-2.0	-3.9
Mold-Tek Packaging Ltd	POSITIVE	744	1624	1105	721	-9.0	-12.4	-15.9	-22.7	-12.0	-15.3	-24.2	-36.5
Mrs. Bectors Food Specialities	POSITIVE	1276	1501	1373	757	2.9	19.3	5.5	61.0	-0.5	15.3	-5.0	32.2
Oberoi Realty	POSITIVE	1885	1890	1911	953	25.8	36.1	31.0	96.5	21.6	31.5	18.0	61.3
PCBL	POSITIVE	234	333	343	137	-10.9	-19.2	-14.6	70.8	-13.9	-21.9	-23.1	40.2
Puravankara	POSITIVE	417	531	460	84	6.6	70.9	154.9	379.3	3.0	65.1	129.6	293.5
Rolex Rings	POSITIVE	2362	2961	2679	1727	24.3	16.3	-5.4	19.4	20.1	12.4	-14.8	-1.9
Samhi Hotels	POSITIVE	182	244	238	127	-5.6	-17.1	0.4	#N/A	-8.8	-19.9	-9.6	#N/A
Subros Ltd	POSITIVE	611	770	733	332	1.1	2.3	40.3	82.5	-2.3	-1.1	26.3	49.8
Suraj Estate Developers	POSITIVE	390	479	444	256	-9.5	13.7	#N/A	#N/A	-12.6	9.8	#N/A	#N/A
SP Apparels	POSITIVE	572	690	710	406	0.4	-7.7	-9.4	37.0	-3.0	-10.9	-18.4	12.5
Sterling Tools	POSITIVE	374	438	423	305	4.6	3.0	8.9	6.5	1.0	-0.5	-1.9	-12.5
Sunteck Realty	POSITIVE	473	589	512	271	10.6	1.2	-4.0	66.6	6.8	-2.3	-13.6	36.8
Symphony Ltd	NEUTRAL	1065	**	1124	820	11.9	16.8	21.2	25.3	8.2	12.8	9.1	2.9
Varun Beverages Ltd	POSITIVE	1464	1700	1560	754	-2.8	2.6	36.6	71.7	-6.0	-0.9	23.0	40.9
VST Tillers and Tractors Ltd	NEUTRAL	3428	**	4184	2712	5.8	6.8	-14.9	26.1	2.2	3.2	-23.4	3.6
Welspun Corp	POSITIVE	550	703	637	258	-5.6	1.0	3.2	108.4	-8.8	-2.4	-7.0	71.1

(as on Jun 03, 2024)

** Price under review

Reco price adjusted for bonus

@ Reco price adjusted for demerger

^ Reco price adjusted for stock split

From the Editor's Desk

All's Well that ends Well

May was a volatile month for Indian equities, wherein pressure from FII selling slightly dragged down the Sensex and Nifty. On the other hand, a bumper dividend by the RBI, better-than-expected Q4FY24 earnings and steady domestic macros data aided investor sentiments. June began on a jarring note as the BJP failing to achieve a single majority in the general elections, rattled the Street, leading to a kneejerk reaction in benchmark indices. However, all's well that ends well. The BJP-led NDA coalition formed the government yet again boosting market spirits.

The formation of the new government and ministerial portfolio allocations also seem to be on expected lines, indicating policy continuity. This warmed investor sentiments leading to a rise in domestic inflows into equity markets. In May alone, equity mutual funds saw record inflows in May and total assets under management reached Rs 59 lakh crore and the Nifty is back at pre-election result levels.

Q4FY24 earnings have been satisfactory and beat the broader earnings estimate. Further, the management commentary also remained encouraging with a likelihood of sustainability of strong earnings growth trajectory in FY25.

On the macro front, the markets will keenly eye the new government's first full Union Budget in July for further clarity on policy continuity. The government is likely to stick to its path of fiscal consolidation along with capex-led policy reforms program. However, we expect a higher focus on rural India and middle-class population in the upcoming budget, keeping in mind upcoming state elections. Still, with the RBI's record surplus transfer of Rs. 2.11 lakh crore and expectations of good monsoon, the fiscal math may stay undisturbed.

Even amid uncertain global conditions, India's growth outlook has yet again received a thumbs-up from the RBI that has revised growth projection for FY25 to 7.2% from 7%. S&P Global Ratings has also upgraded India's economic outlook to "positive" from "stable". Inflation in the US and Europe is gradually trending down, and the ECB has already cut rates, with the US Fed also expected to follow by the fag end of this year. This move will augur well for emerging markets and we expect sustainable flows from FIIs to Indian equities that have recently been swinging both ways.

Events such as the US elections, changes in the global geopolitical scenario, assembly polls in key states of Maharashtra, Haryana and Jharkhand later this year will keep markets on their toes.

In the medium to long term, inclusion of sovereign debt in JP Morgan GBI, upgradation on India economy growth by the IMF and S&P Global, sustained improvement in corporate earnings and likelihood of reversal interest rate scenario in 2024 should continue to aid Indian markets.

Happy Investing! ■

<table>
<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 02, 2024</td><td>Cholamandalam Investment and Finance Company Ltd</td><td>Stock Update</td><td>BUY</td><td>⇔</td><td>1,302</td><td>1,500</td><td>↑</td></tr>
<tr><td colspan="8">

Summary

- Cholamandalam Investment and Finance Company (CIFC) reported a strong overall performance in Q4FY2024, except for the elevated opex ratio. Core PBT grew 20% y-o-y/20% q-o-q, led by lower credit cost and higher NII/fee income offsetting the higher opex.
- Strong performance across its existing product lines and scaling up of the new business segment resulted in robust AUM growth of 36% y-o-y/9% q-o-q. Disbursements grew 18% y-o-y/11% q-o-q.
- GS-2/GS-3 assets fell 22% q-o-q/4% q-o-q. GS3/NS3 ratio improved 34 bps/22 bps q-o-q and stood at 2.48%/1.33%. PCR on GS3 stood at ~46% vs. 45% q-o-q.
- The stock trades at 4.4x/3.6x its FY2025E/FY2026E BV estimates. We maintain BUY with a revised PT of Rs. 1,500.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Cholamandalam-3R-May02_2024.pdf

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<tr><td>May 02, 2024</td><td>Dabur India Ltd</td><td>Stock Update</td><td>BUY</td><td>⇔</td><td>524</td><td>615</td><td>↓</td></tr>
<tr><td colspan="8">

Summary

- Dabur India's (Dabur's) Q4FY2024 numbers were ahead of our expectation mainly on account of higher-than-expected OPM at 16.6%; Revenues grew by 5% y-o-y (domestic volume growth of 4.2%) and PAT grew by 16.6% y-o-y (like-for-like by 22.7%).
- The company's growth in rural market stood at 8% versus urban growth of 4%. Dabur expects rural growth to improve with likelihood of a better monsoon and sustained support through government initiatives.
- Management targets revenue growth of high-single digit to low-double digits with mid-to-high single digit volume growth. OPM would stand at 20% in FY25 and will consistently improve in years ahead.
- Stock has corrected by 12% from its highs and is trading at 43.5x/36.7x its FY2025E/26E EPS. Recovery in volume growth will be key re-rating trigger for the stock. We maintain a Buy with a revised PT of Rs. 615.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Dabur-May02_2024.pdf

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<tr><td>May 02, 2024</td><td>Ramkrishna Forgings Ltd</td><td>Stock Update</td><td>BUY</td><td>⇔</td><td>756</td><td>888</td><td>⇔</td></tr>
<tr><td colspan="8">

Summary

- Reported EBITDA margin at 22.7% against an estimate of 23.4%.
- Its Q4FY24 performance was impacted by the ongoing Red Sea issue, though export volume growth surpassed domestic volume growth.
- We maintain our Buy rating on the stock with an unchanged PT of Rs. 888 on its inorganic growth plan, diversification strategies, robust guidance, firm business plan and management's focus on sustaining high operating margins.
- Stock trades at P/E multiple of 23.9x and EV/ EBITDA multiple of 12.2x its FY26E estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/RK_Forgings-3R-May02_2024.pdf

</td></tr>
<tr><td>May 02, 2024</td><td>Gravita India Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>⇔</td><td>933</td><td>24%</td><td>↑</td></tr>
<tr><td colspan="8">

Summary

- Gravita India reported revenues of Rs. 863 crore (up 15.3% y-o-y). It was 4% below our expectations of Rs. 899 crore. There was no impact on revenues because of the Red Sea logistics issue in the quarter.
- Adj. operating profit was Rs 87 crore and it was up 11.5% y-o-y. OPM for the quarter was at 10.1% vs 10.4% last year. Consolidated PAT of Rs. 69 crore (up 8% y-o-y) was affected by higher depreciation and compensated a little by lower taxation.
- The Red Sea logistics issue affected the FY24 financials. But that is normalized now and company has maintained its robust guidance of 25%/35% revenue/PAT CAGR over FY2024-FY2028E supported by capacity expansion in new and existing recycling verticals.
- We stay positive on Gravita India and expect a 24% upside. The CMP provides a good entry opportunity, given solid earnings growth outlook and a reasonable valuation of 16x its FY2026E EPS.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Gravita-May02_2024.pdf

</td></tr>
<tr><td>May 03, 2024</td><td>Blue Star Ltd</td><td>Stock Update</td><td>BUY</td><td>⇔</td><td>1,448</td><td>1,670</td><td>↑</td></tr>
<tr><td colspan="8">

Summary

- Blue Star's consolidated revenues came in marginally higher than consensus estimates, led by strong growth in unitary products. OPM marginally lagged, while net earnings came in better than expectations.
- The company targets over 20% y-o-y revenue growth in the EMP and unitary product divisions, with PBIT margins in the range of 7-7.5% and 8-8.5%, respectively, for FY2025.
- April 2024 continues to see strong growth momentum due to rising temperatures. We expect Q1FY2025 to be strong for the industry in general and the company in particular.
- We maintain Buy with a revised PT of Rs. 1,670, increasing our valuation multiple owing to a strong earnings growth trajectory over the next 2-3 years.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/BlueStar-3R-May03_2024.pdf

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<tr><td>◆ Upgrade</td><td>↑</td><td>◆ No change</td><td>⇔</td><td>◆ Downgrade</td><td>↓</td></tr>
<tr><td colspan="6">◆ Note: The arrow indicates change in call and price target, if any, vis-à-vis the previous report</td></tr>
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<table>
<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 03, 2024</td><td>Britannia Industries Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>4,745</td><td>5,850</td><td>↔</td></tr>
<tr><td colspan="8">
Summary

Britannia Industries (Britannia's) Q4FY2024 numbers were largely in line with expectation with 3% y-o-y revenue growth and OPM at 19.4%; volume growth stood at 6%.
The company implemented the Route-To-Market (RTM) 2.0 to improve the growth of adjacent business while continuing steady growth in core business.
Raw material inflation and new project costs will keep check on margins. However, the management expects it remain stable on y-o-y basis.
Stock trades at 47x/42x its FY2025E/26E earnings. We maintain a Buy on the stock with an unchanged PT of Rs. 5,850.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Britannia-May03_2024.pdf
</td></tr>
<tr><td>May 03, 2024</td><td>KEI Industries Ltd</td><td>Stock Update</td><td>HOLD</td><td>↓</td><td>3,894</td><td>4,300</td><td>↑</td></tr>
<tr><td colspan="8">
Summary

KEI reported a strong 22% y-o-y growth in net earnings for Q4FY2024 led by 19% y-o-y growth in revenues and marginal improvement in OPM. Export revenues rose 57% y-o-y.
The management targets ~17% y-o-y revenue growth for FY2025 and close to 11% EBITDA margins. Over the longer tenure, it targets a 17-18% CAGR in revenue growth and OPMs to rise by 1-1.5 ppts over 3-4 years.
KEI remains on track with respect to its brownfield and greenfield capacity expansion plans with a capital expenditure plan of Rs. 1400-1600 crore over the next two years.
We downgrade rating on stock to Hold with a revised PT of Rs. 4,300 owing to unfavourable risk reward at current valuation.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/KEI_Industries-May03_2024.pdf
</td></tr>
<tr><td>May 03, 2024</td><td>Titan Company</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>3,535</td><td>3,990</td><td>↓</td></tr>
<tr><td colspan="8">
Summary

Titan Company's (Titan's) Q4FY2024 performance was affected by lower-than-expected EBIDTA margins at 9.5%, resulting in lower EBIDTA growth of 9%. Consolidated revenue grew 22% y-o-y.
Intense competition in the weak demand environment led to dip in the margins of jewellery business due to higher consumer offers.
Titan is targeting aggressive growth in the jewellery business (in strong double-digits). EBIT margin of the business is likely to remain weak in the near term and improve in H2FY2025. Management has maintained its guidance of 12-13% EBIT margins for the jewellery business.
The stock trades at 74x/58x its FY205E/FY2026E earnings. We maintain Buy with a revised PT of Rs. 3,990.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Titan-May03_2024.pdf
</td></tr>
<tr><td>May 03, 2024</td><td>Federal Bank Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>166</td><td>190</td><td>↑</td></tr>
<tr><td colspan="8">
Summary

Federal Bank reported an RoA/RoE at 1.2% /12.8%, respectively. Earnings growth were flat y-o-y led by higher opex (due to one-off provisions on account of wage settlement) offset by write-back of loan loss provisions.
NIMs were broadly stable improved 2 bps q-o-q. Asset quality trends improved led by lower slippages & higher recoveries.
The bank is progressing well on succession planning and will be submitting names to RBI sooner.
The bank reiterated its guidance for RoA expansion and ~18% loan growth in FY25. The stock trades at 1.2x/1.1x its FY2025E/FY2026E BV estimates. We maintain our Buy rating on the stock with a revised PT of Rs. 190.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Federal_Bank-3R-May03_2024.pdf
</td></tr>
<tr><td>May 03, 2024</td><td>Kotak Mahindra Bank</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,547</td><td>2,000</td><td>↓</td></tr>
<tr><td colspan="8">
Summary

Kotak Mahindra Bank (KMB) reported a strong beat in Q4FY24 on all fronts however majority of the discussion was dominated on RBI's recent diktat and attrition at a senior level.
The bank guided that it would take a couple of months for the final submissions to RBI and roughly impact could be Rs. 300-500 crore on PBT level annually, which translates to ~3% of FY24 PBT. On attrition, it highlighted that it has requisite bench strength and depth.
As clarity has emerged on timelines and business impact (lower than anticipated), the downside could be Ltd as stock has seen sharp correction however it would underperform peers in the near term as growth could be unpredictable for next 12 months as lot of management bandwidth would be utilised on the immediate priority to resolve technology & IT systems.
We stay constructive from medium to long term perspective and maintain Buy with a revised SOTP-based PT of Rs. 2,000. The stock currently trades at 1.8x/1.6x its FY2025E/FY2026E core BV estimates.

Read report -https://www.sharekhan.com/MediaGalary/StockIdea/KotakBank-May04_2024.pdf
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<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 03, 2024</td><td>Coforge Ltd</td><td>Stock Update</td><td>HOLD</td><td>↓</td><td>4,482</td><td>5,000</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Coforge reported revenue of $286.8 million, up 1.9% q-o-q/9% y-o-y in CC terms, missing our estimates of $289.2 million led by sequential growth in BFS and Travel vertical.
• EBITDA margin improved 76 bps q-o-q to 18% but missed our estimates of 18.8%. Adj. EBITDA Margin grew 102 bps sequentially to 19% owing to a significant jump in utilisation (230 bps) and continued ramp-up in offshore revenues.
• Company refrained from providing revenue growth guidance for FY25 citing uncertain environment. The stock's 10% fall post results clearly reflect the street's disappointment on the suspension of guidance for FY25 and the near-term overhang due to increased uncertainty on revenue and margins owing to Cigniti Technologies' acquisition.
• We have cut EPS estimates by ~20%/22% for FY25/26E to factor lower revenue growth and muted margin estimates. We revise our rating downwards to Hold with a revised PT of Rs 5,000 (valuing at 25xFY26E EPS from 30x earlier to account for increased uncertainty in the near term owing to the acquisition). At CMP, the stock trades at 26.5/22.4x its FY25/26E EPS.
Read report -https://www.sharekhan.com/MediaGalary/StockIdea/Coforge-3R-May03_2024.pdf</td></tr>
<tr><td>May 03, 2024</td><td>CIE Automotive India Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>490</td><td>29%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• AEBITDA came at Rs. 361 crore against estimate of Rs. 371 crore.
• European business was impacted by Easter Holidays.
• We maintain our Positive viewpoint on the stock with an upside potential of 29% on account of its focus on high operating margin, consistent market share gain, rising traction in the EV space, and inorganic growth opportunity.
• The stock trades at P/E multiple of 17.9x and an EV/EBITDA multiple of 10.8x in its FY26 estimates.
Read report - https://www.sharekhan.com/MediaGalary/Equity/CIE_Automotive-3R-May03_2024.pdf</td></tr>
<tr><td>May 03, 2024</td><td>Five Star Business Finance</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>775</td><td>16%</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Five Star reported in-line performance in Q4FY24 with earnings growing at 40% y-o-y/9% q-o-q led by strong AUM growth (up 39% y-o-y/8% q-o-q) driving RoA/RoE at ~8.4%/18.6%.
• The management continues to guide for over a ~30% loan book CAGR over the next three years along with expanding its footprint.
• Asset quality was stable. The 30+ DPD stood at 7.89% (lowest ever). GS3 / NS3 ratio reported at 1.38%/0.63% vs 1.40%/ 0.65% q-o-q. PCR on GS3 assets, at 54% stable q-o-q. GS2 assets at 6.51% vs 6.95% q-o-q.
• We stay positive and expect a potential upside of 16%. Stock trades at 3.7x/3.0x its FY2025E/FY2026E BV estimates.
Read report - https://www.sharekhan.com/MediaGalary/Equity/FiveStar-May03_2024.pdf</td></tr>
<tr><td>May 04, 2024</td><td>Marico Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>531</td><td>620</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Marico's soft performance in Q4FY2024 was largely in line with expectation with revenues growing by 2% (volume growth of 3%) while EBIDTA margins improved by 186 bps y-o-y to 19.4% resulting in 13% y-o-y growth in PAT.
• Volume offtake of core portfolio is expected to gradually improve in the quarters ahead. Foods and premium personal care segments are expected to grow by 20%+ CAGR over the next three years. The company eyes a low teens growth in FY2025.
• Consolidated OPM to consistently improve with scale-up in premium foods and personal care businesses in the coming years. Raw material inflation might keep OPM flat in FY2025.
• Stock trades at 40x/35x its FY2025E/FY2026E earnings. We retain a Buy with a revised price target of Rs. 620
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Marico-3R-May06_2024.pdf</td></tr>
<tr><td>May 04, 2024</td><td>Mahindra & Mahindra Financial Services Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>260</td><td>345</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Earnings were broadly in line adjusting for fraud provisions of ~Rs. 136 crore.
• The company has conducted stress test pan India across all its branches and concluded that there were no further adverse outcomes. The fraud at North-East branch is considered as an outlier by management.
• Asset quality trends were better led by higher write offs. GS3/GS2 assets reduced to 3.4%/5.0% vs 4.0%/6.0% q-o-q respectively. The company is targeting RoA expansion in FY25E led by yield improvement, fee, and lower credit cost.
• The stock trades at 1.6x/ 1.4x its FY2024E/FY2025E BV estimates, respectively. We maintain Buy with an unchanged PT of Rs. 345.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/MnM_Financial-3R-May06_2024.pdf</td></tr>
</table>

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 04, 2024	**KPR Mill Ltd**	Stock Update	BUY	↔	839	965	↑

Summary

- KPR Mills' (KPR's) Q4FY2024 numbers were a mixed bag as revenues fell by 13% y-o-y, while EBITDA margin improved by 332 bps y-o-y to 19.7%; PAT grew by 1.9% y-o-y.
- Garment order book is at Rs. 1,000 crore; with capacity addition expected to be completed by H1FY2025, KPR expects to produce 40 million pieces per quarter in H1FY2025 and 45 million pieces per quarter in H2FY2025. Garment segment's margin likely to be at 22-24%.
- In FY2025, sugar production is expected to be higher at 2 lakh tonnes versus 1.76 lakh in FY2024, while it plans to produce 6-7 crore litres of ethanol in FY2025 versus 9 crore litres produced in FY2024.
- Stock trades at 30x/24x its FY2025E/FY2026E EPS and 20x/16x its FY2025E/FY2026E EV/EBITDA. We maintain Buy with a revised price target (PT) of Rs. 965.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/KPR-3R-May06_2024.pdf

May 04, 2024	**Carborundum Universal Ltd**	Stock Update	HOLD	↓	xx	xx	↑

Summary

- Consolidated revenue stayed flat y-o-y for Q4FY2024, while OPM improvement and lower tax outgo aided in 20% y-o-y net earnings growth.
- Management targets consolidated revenue growth of 9-11% y-o-y for FY2025 with improvement in PBIT margins in abrasives and EMD.
- Overseas subsidiaries are expected to grow with improved profitability in FY2025. High-purity silicon carbide and thin-wheel facilities are expected to be set up over the next 18 months.
- We downgrade the stock to HOLD with a revised PT of Rs. 1,650 owing to unfavourable risk-reward at the current valuation post a sharp run-up over the trailing two months.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Carborundum-3R-May06_2024.pdf

May 07, 2024	**Godrej Consumer Products Ltd**	Stock Update	BUY	↔	1,322	1,520	↑

Summary

- GCPL's Q4FY2024 numbers were above our as well as street expectations due to better-than-expected OPM of 22.5%, leading to adjusted PAT growth of 22%; it achieved industry-leading organic volume growth of 9% (India business 7%).
- GCPL met its target of high single-digit underlying volume growth and high-teen EBITDA growth for FY2024.
- Management targets to achieve high single-digit volume growth for consolidated business with India and Indonesia business volumes growing in high single digits in the coming years. Consolidated EBITDA is expected to grow in mid-teens. RoCE will continue to improve in the medium term.
- We retain a Buy with a revised PT of Rs. 1,520. Management's focus will help drive double-digit earnings growth in the medium term. The stock trades at 53x/46x its FY2025E/FY2026E EPS

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/GCPL-3R-May07_2024.pdf

May 07, 2024	**Dr. Reddy's Laboratories Ltd**	Stock Update	HOLD	↓	6,211	6,537	↔

Summary

- Q4FY24 earnings were weak; operating numbers were below our estimates. EBITDA was at 4%, below our estimates, while reported PAT was 8.5% above our estimates due to one-time tax benefits of lower effective tax rate.
- Geographically, US sales in cc terms were 15% above our estimates at $390 while India sales were 16% below our estimates at Rs 1126 crore due to divestment of core business in the base.
- Healthy product mix drove up margins to 58.6% Gross margins were 106 bps higher than our estimates, but EBITDA margins were 160 bps lower than our estimates at 26.2% due to higher SG&A and R&D costs.
- On lack of incremental triggers in the near term and flat EBITDA Margin guidance, we lower our FY26E EPS by 6% and downgrade stock to Hold. The stock is currently trading at an attractive valuation of 17.8x and 17.2x on FY25E and FY26E EPS of Rs. 350.7 and Rs. 363.8 per share and we maintain our PT to Rs 6536 ascribing a PE multiple of 18x on FY26E.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/DrReddys-3R-May07_2024.pdf

May 07, 2024	**Lupin Ltd**	Stock Update	BUY	↔	1,611	1,868	↔

Summary

- Lupin reported a mix set of earnings where sales were 4% below our estimates at Rs. 4,895 crore. EBITDA was 4% below our estimates at Rs. 997 crore, while adjusted PAT was in-line with our estimate of Rs. 561 crore.
- A healthy product mix led by 80% growth from non-oral solids in the U.S. resulted in 67.8% gross margin, which was offset by higher R&D expense resulting in 20.1% EBITDA margin in 4QFY2024.
- U.S. sales in CC terms were at US$209mn, which was 4% lower than our estimate due to a decline in seasonal products, but it was offset by the launch of new products like Tiotropium and Prolensa.
- The company has guided for above 20% EBITDA margin, led by a healthy pipeline of complex generics and specialty products; hence, we maintain our BUY rating on the stock. At the CMP, the stock trades at 31.8x and 26.8x its FY2025E and FY2026E PE and as 70% of the product pipeline in non-oral solids. We maintain our PT at Rs. 1,868 (ascribing 31x its FY2026 P/E).

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Lupin-3R-May07_2024.pdf

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<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 07, 2024</td><td>Max Financial Services Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>971</td><td>1,160</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• APE grew by ~13% y-o-y (above estimates) driven by strong growth in proprietary channels besides good show by PAR & ULIP products.
• VNB grew by 7% y-o-y (above estimates). VNB margins were at 28.6% vs 30.3% y-o-y / 27.2% q-o-q and estimates of 27.5%.
• Company expects APE to grow at high teens in FY25 and expects VNB growth to be broadly in line with APE growth.
• Stock trades at 1.8x/1.5x its FY2025E/FY2026E EVPS. We maintain a Buy with an unchanged PT of Rs. 1,160.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Max_Financial-3R-May07_2024.pdf</td></tr>
<tr><td>May 07, 2024</td><td>Arvind Smartspaces Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>702</td><td>25%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• We retain Positive view on Arvind Smartspaces and expect a 25% upside, increasing our NAV premium factoring strong scale up it project portfolio size over the next 2-3 years.
• ASL reported strong sales booking growth of 32% y-o-y led by two key launches. Collection velocity too remained healthy while OCFs remained stable.
• Consolidated revenues, OPM and PAT beat estimates. It added Rs. 4150 crore projects in FY24 and targets Rs. 5000-5500 crore additions in FY2025.
• Sales booking growth target is pegged at 30-35% for FY2025 led by a launch pipeline of Rs. 2000-2500 crore GDV projects. Estimated unrealized OCFs from current projects stands at Rs. 2563 crore.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Arvind_Life-3R-May07_2024.pdf</td></tr>
<tr><td>May 07, 2024</td><td>Gujarat Fluorochemicals Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>3,518</td><td>15%</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Revenue for the quarter of Rs. 1133 crore (down 23% yoy, up 14% qoq) was a little ahead than estimates. Fluoropolymers/Fluorochemicals/bulk chemicals grew 18%/23%/-1% qoq and -11%/-37%/-26% yoy. Consolidated PAT of Rs. 101 crore (down 69% yoy, up 26% qoq) was inline with estimates.
• Management expects FY25 EBITDA to be at FY23 level led by volume/margin growth in new fluoropolymers.
• GFCL EV, a 100% subsidiary of GFL, commissioned initial phase of its integrated battery materials manufacturing facility. Cumulative capex plan to be of Rs.6000 crore for next 4-5 years with asset turnover/margin of 2x/25%. Sales in this segment will start from 2HFY25.
• We maintain our Positive view on GFL and expect a 15% upside. Investment in the right areas of new fluoropolymers and battery chemicals bodes well for long-term growth. Good execution in the battery chemicals business leaves further room for upside.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Gujarat_Fluoro-3R-May07_2024.pdf</td></tr>
<tr><td>May 08, 2024</td><td>Larsen & Toubro Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>3,485</td><td>4,000</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Healthy consolidated revenue growth of 15% y-o-y aided by core business while OPMs at 10.8% lagged due to higher SG&A expenses. Adjusted net earnings rose 8% y-o-y.
• L&T guides for order inflow growth of 10% y-o-y, revenue growth of 15% y-o-y, flattish P&M operating margins and increase in net working capital to sales ratio to 15% for FY2025.
• Company has strong order prospects of ~Rs. 12.1 lakh crore, up 24% y-o-y. Order book at an all-time high of ~Rs 4.76 lakh crore (2.2x TTM revenues).
• We maintain a Buy on L&T with a revised PT of Rs. Rs. 4,000, as we increase valuation multiple for its core business on strong domestic order prospects, while factoring downwardly revised valuation for L&T Mindtree.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/LnT-3R-May08_2024.pdf</td></tr>
<tr><td>May 08, 2024</td><td>Pidilite Industries Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>2,817</td><td>3,170</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Pidilite's Q4FY2024 numbers lagged ours as well as the street's expectation mainly on account of lower-than-expected EBIDTA margins at ~20% (vs. our and street expectation of 22%) affected by higher investments on the brands.
• Consumer & Bazaar business' underlying volume growth (UVG) stood at 12.7%. Management has maintained guidance of double-digit volume growth in medium to long run. Q1FY2025 might see some hit on sales due to elections.
• EBIDTA margins will remain at 20-24%. Raw material prices to remain stable for next six months.
• Pidilite will see mid-teens earnings growth in the next two years. We maintain our Buy recommendation on the stock with revised PT of Rs. 3,170.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Pidilite-May08_2024.pdf</td></tr>
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<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 08, 2024</td><td>TVS Motor Company Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>2,006</td><td>2,410</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Reported EBITDA stood at Rs. 926 crore against the estimate of Rs 893 crore.
• This was the third consecutive quarter when it reported EBITDA margin above 11%.
• We maintain a Buy on the stock with revised PT of Rs 2,410 in expectation of a gradual revival in export volumes, successful launches in EV space and sustained, high EBITDA margins.
• Stock trades at P/E multiple of 27.6x and EV/EBITDA multiple of 15.9x its FY26 estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/TVSMotor-3R-May08_2024.pdf</td></tr>
<tr><td>May 08, 2024</td><td>Hero MotoCorp Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>4,624</td><td>6,057</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• HMCL reported EBITDA of Rs. 1,359 crore against our estimate of Rs. 1,314 crore.
• Underlying EBITDA margin in the ICs business stood at 15.3% against reported EBITDA margin of 14.3%.
• We retain our BUY rating on HMCL with an unchanged PT of Rs. 6,057 on healthy recovery in EBITDA margin, strong response to its latest products, continuous focus on premiumisation, and expansion of its EV markets.
• The stock trades at a P/E multiple of 16.6x and EV/EBITDA multiple of 11.2x its FY2026 estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/HeroMoto-May08_2024.pdf</td></tr>
<tr><td>May 08, 2024</td><td>Bharat Forge Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>1,408</td><td>15%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• AEBITDA came at Rs. 654 crore against our estimate of Rs. 666 crore.
• Management has shared an optimistic outlook for FY2025, backed by healthy traction in the non-auto segment, including the defence segment.
• We continue to maintain our positive viewpoint on Bharat Forge Ltd (BFL) with an upside potential of 15% on its well-diversified business model, a global play on the auto and non-auto engineering segment, a strong order book in the defence segment, and an inorganic growth opportunity.
• The stock trades at a P/E multiple of 33.5x and EV/EBITDA multiple of 20.8x its FY2026 estimates.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Bharat_Forge-3R-May08_2024.pdf</td></tr>
<tr><td>May 08, 2024</td><td>BSE Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>2,815</td><td>17%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• BSE's core operating revenue grew 31% q-o-q (~7% above estimates), led by strong growth in transaction charges, up 52% q-o-q.
• However, PAT at Rs. 107 crore missed estimates by 37%, impacted by provisions on regulatory fees and higher clearing and settlement expenses.
• Management highlighted the impact of higher regulatory fees would be largely set off by increased transaction charges and further endeavor is to reduce the clearing charges to improve the derivative segment's profitability.
• We stay Positive on the stock with a potential upside of 17% from the CMP. The stock trades at 39.4x/30.8x its FY2025E/FY2026E core earnings estimates.
Read report - https://www.sharekhan.com/MediaGalary/Equity/BSE-3R-May08_2024.pdf</td></tr>
<tr><td>May 08, 2024</td><td>Jupiter Wagons Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>408</td><td>25%</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Q4FY2024 results were strong, with a steep rise of 57%/60%/167% y-o-y in consolidated revenues/operating profit/PAT to Rs. 1115 crore/Rs. 147 crore/Rs. 105 crore due to strong execution.
• Healthy order book of ~Rs. 7,102 crore provides good revenue visibility for the next 1-2 years. The company acquired Bonatrans India Private Ltd. for Rs 271 crore. It is involved in the manufacturing of wheels and axles.
• Company is increasing its manufacturing capacity to meet growing wagon demand from Indian Railways. Focus on the braking and wheels business would drive growth, increase backward integration and boost margins.
• Valuation of 26x its FY2026E EPS is reasonable, considering strong growth outlook (PAT CAGR of 40% over FY2024-FY2026E) and high RoCE of 28%. Hence, we maintain our positive view on JWL and expect a 25% upside from CMP.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Jupiter-3R-May08_2024.pdf</td></tr>
<tr><td>May 09, 2024</td><td>State Bank of India</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>820</td><td>950</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• SBI reported a solid quarter with beat on all fronts. The bank reported RoA of ~1.36% in Q4, led by strong growth in operating profit and lower credit cost.
• Higher NII/fee income/treasury gains and lower opex growth (on account of lower wage settlement provisions) led to strong PPoP growth.
• Loan growth remained strong. NIM and asset quality (lowest in the last decade) trends were also better.
• The stock trades at 1.2x/1.0x its FY2025E/FY2026E core BV estimates. We maintain BUY with a revised PT of Rs. 950.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/SBI-May09_2024.pdf</td></tr>
</table>

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 09, 2024	**Bajaj Consumer Care Ltd**	Stock Update	BUY	↔	241	281	↑

Summary

- Bajaj Consumer Care Ltd's (BCC's) Q4FY2024 performance was weak, with revenues declining by 4%, OPM lower by 225 bps y-o-y to 14.5% (versus expectations of 16.6%) and PAT falling by 12% y-o-y to Rs. 36 crore.
- The company is targeting double-digit revenue growth in FY2025. ADHO to grow by mid-single digits, while new products to grow in strong double digit in the coming years. OPM will remain at 16-18%.
- The company has announced buyback of Rs. 166.5 crore at price of Rs. 290 per share. No promoter participation in the buyback. Dividend payout policy will remain at 40-60%.
- Stock has corrected by 11% from highs and trades at 20x/18x its FY2025E/26E EPS. We maintain a Buy on the stock with a revised price target of Rs. 281.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Bajaj_Cons-3R-May09_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 09, 2024	**Punjab National Bank**	Stock Update	BUY	↔	122	140	↔

Summary

- Earnings were marginally above estimates in Q4FY24 mainly led by lower provisions. Core credit cost stood at 0.85% annualised versus 1.3% q-o-q.
- However, core operating profits (below estimates) fell by 8% y-o-y/ 16% q-o-q led by higher staff costs driven by higher retiral benefit provisions under AS-15 and weak NII. Advances growth was also muted.
- Asset quality trends continued to improve and net slippages stayed negative for the fifth consecutive quarter in a row. Credit cost is expected to be below ~1% of average advances in FY25 (vs c.1.4% in FY24) which should lead to improvement in RoA in FY25.
- Stock trades at 1.2x/ 1.0x its FY2025E/FY2026E ABV. We maintain Buy with an unchanged PT of Rs. 140.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/PNB-3R-May09_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 09, 2024	**Abbott India Ltd**	Stock Update	BUY	↔	25,557	30,540	↔

Summary

- Abbott reported healthy earnings an annual basis but earnings lagged our estimates where sales grew by 7% y-o-y to Rs 1438 crore (1.3% below our estimates), EBITDA grew by 17.7% y-o-y to Rs 329 crore (13% below our estimates) and PAT grew by 29% y-o-y to Rs 287 crore (4% below our estimates).
- Healthy product mix resulted in Gross Margin expansion by 60 bps y-o-y to 44% and EBITDA Margins increment by 207 bps y-o-y (303 bps below our estimates).
- Abbott paid 72.5% of its profits to shareholders by continuing to pay hefty dividends of Rs 410 to its shareholders. Cash balance as on FY24 stood at Rs. 2134 crore.
- At CMP, the stock trades at ~40.4x/ 36.3x its FY2025E/FY2026E EPS of Rs 633 and Rs 704 per share respectively. Due to superior margin profile and above 20% PAT growth, we ascribe a multiple of 43x on FY26E to maintain our PT of Rs. 30,540.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Abbott-May09_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 09, 2024	**Intellect Design Arena Ltd**	Stock Update	HOLD	↓	1,023	990	↓

Summary

- Intellect Design Arena Ltd (Intellect) reported revenues of Rs. 613.7 crore, down 3.3%/0.3% on q-o-q and y-o-y respectively, missing our estimates of Rs. 63.7.3 crore owing to weakness in platform revenues due to absence of GeM revenue.
- EBITDA margin expanded 187 bps q-o-q to 22.5% beating our estimates of 21.7% in the absence of lower margin profile GeM revenues. Deal pipeline remained healthy at Rs. 8,138 crore, up 1.5% q-o-q/15.5% y-o-y.
- The company is guiding for 15% y-o-y revenue growth after adjusting for GeM and expects EBITDA margins to improve to 24% in FY25.
- We have cut our estimates for FY25/26E by ~14%/6%, owing to lower-than-expected revenue growth for FY25. We have revised ratings to Hold on Intellect Design with revised PT of Rs. 990. At CMP, the stock trades at 31.8/23.9x its FY25/26E EPS.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Intellect-3R-May09_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 09, 2024	**SRF Ltd**	Stock Update	BUY	↔	2,292	2,592	↓

Summary

- Revenue for the quarter of Rs. 3570 crore was down 7% y-o-y and up 17% q-o-q. Chemical/ Technical textiles/packaging films segments grew 30%/8%/2% q-o-q and -14%/2%/9% y-o-y. Growth was affected due to the weak external environment in specialty chemicals and fluorochemicals.
- Operating profit of Rs. 696 crore (down 30% y-o-y, up 23% q-o-q) was 10% below our estimates. There was margin pressure in chemical and packaging film business. Consolidated PAT of Rs. 422 crore (down 32%y-o-y, up 66% q-o-q) was helped by a lower tax rate.
- Management indicated that there will be recovery in specialty chemicals and fluorochemicals in FY25 which should drive the growth. Company has done a capex of Rs. 3000 crore in these two businesses recently and revenues from it will flow in the next 12-18 months as the capacity gets ramped up.
- We maintain a Buy on SRF with a reduced PT of Rs. 2,592 to reflect the quarter's performance. SRF is a quality player and its investment in specialty chemicals and fluorochemicals provides strong long-term earnings growth prospects. Valuation seems reasonable at 26x its FY2026E EPS.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/SRF-May09_2024.pdf

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 09, 2024	**Asian Paints Ltd**	Stock Update	HOLD	↔	2,711	2,960	↓

Summary

- Asian Paints Ltd's (APL's) Q4FY2024 performance was a miss on all fronts with consolidated revenue coming in flat at Rs. 8,731 crore (affected by value decline), OPM declining by 125 bps y-o-y to 19.4% due to higher media spends, and PAT remaining flat y-o-y at Rs. 1,250 crore.
- Decorative paints' volume growth stood at 10% in Q4FY2024. Realisation decline was ~12% due to price cut of ~3% and downtrading to economy range of products.
- Volume growth to remain in double-digits, value-volume gap will remain at 5-6%. We expect OPM to remain at the lower end of the guided band of 18-20% due to higher media spends.
- The stock trades at 47x and 42x its FY2025E and FY2026E EPS, respectively. Margin pressure in the near term keeps risk-reward unfavourable. We maintain Hold with a revised PT of Rs. 2,960.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/AsianPaints-May09_2024.pdf

May 09, 2024	**Suraj Estate Developers Ltd**	Viewpoint	POSITIVE	↔	383	25%	↑

Summary

- We retain our Positive view on Suraj Estate Developers and expect a 25% upside, given the discount to NAV valuation and stellar growth prospects in redevelopment space.
- Pre-sales booking declined q-o-q while collections saw sharp uptick during Q4FY2024. Net earnings beat estimates due to higher-than-expected OPMs and lower interest expense.
- It added a Rs. 120 crore GDV redevelopment project in Mahim. Settlement of litigation unlocks Rs. 350 crore sales potential and additional Rs. 225 crore redevelopment potential.
- Management eyes strong pre-sales of Rs. 850 crore, 1.8x y-o-y for FY2025. Consolidated revenues are targeted at Rs. 500-525 crore while maintaining high OPMs.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Suraj_Estate-3R-May09_2024.pdf

May 09, 2024	**Escorts Kubota Ltd**	Viewpoint	NEUTRAL	↔	3,443	5%	↑

Summary

- It reported EBITDA of Rs 266 crore as against estimate of Rs 259 crore.
- Tractor industry may recover in H2FY25 subject to a favourable monsoon
- While we are constructive about long-term growth prospects due to synergy benefits on collaboration of with Kubota, we remain Neutral on the stock due to volume growth uncertainty in tractor industry in the near term due to a high base.
- Stock trades at a P/E multiple of 25.8x and EV/EBITDA multiple of 18.7x its FY26 estimates.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Escorts-May09_2024.pdf

May 10, 2024	**Tata Motors Ltd**	Stock Update	BUY	↔	1,046	1,235	↑

Summary

- AEBITDA came at Rs 16,993 crore in Q4FY24 against estimate of Rs 17,392 crore.
- All three divisions saw EBITDA margin rise q-o-q.
- Net automotive debt fell from Rs 43,700 crore in Q4FY23 to Rs 16,000 crore in Q4FY24.
- We maintain our Buy with a revised PT of Rs 1235 on expecting continued improvement in JLR, PV and CV businesses and reduced net automotive debt.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/TataMotors-May10_2024.pdf

May 10, 2024	**Eicher Motors Ltd**	Stock Update	BUY	↔	4,657	5,307	↑

Summary

- Reported EBIDTA at Rs 1129 crore, against expectation of Rs 1123 crore.
- The management is looking for double-digit growth in the mid-size motorcycle market in FY25.
- We maintain a Buy on the stock with an unchanged PT of Rs. 5307, on account of its leadership position in the premium motorcycle segment, rising premiumization, and its focus on balanced growth.
- Stock trades at a P/E multiple of 24.6 and EV/EBITDA multiple of 19.7 its FY2026 estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Eicher_Motors-3R-May10_2024.pdf

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<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 10, 2024</td><td>Cipla Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,339</td><td>1,600</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Earnings were a mixed bag, where sales grew by 7.4% y-o-y to Rs 6163 crore (1.3% above our estimates), EBITDA grew by 12% y-o-y-o-y to Rs 1315 crore (5% below our estimates) and PAT grew by 33% y-o-y to Rs 939 crore (5% below our estimates).
• North America in CC terms grew by 11% y-o-y but declined marginally by 2% to US$ 250 mn out of which we believe Revlimid sales to have clocked $40 million.
• EBITDA margins declined by 92 bps to 21.63% (149 bps below our estimates); We believe base business margins stood at 18% affected by seasonality.
• Cipla has meaningful peptide launches in FY25E and bullish on Domestic growth led by One India and strong branded Rx portfolio, hence, we maintain a Buy with a similar PT of Rs. 1,600 ascribing a P/E multiple of 24x on FY2026E EPS.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Cipla-3R-May10_2024.pdf</td></tr>
<tr><td>May 10, 2024</td><td>Kajaria Ceramics Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,181</td><td>1,450</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• We retain a Buy rating on Kajaria Ceramics with a revised PT of Rs. 1,450, factoring in downwardly revised estimates while considering a healthy earnings growth trajectory over the next three years, discounting short-term demand headwinds.
• Consolidated revenues were marginally lower although volume growth stayed in line with expectations. Consolidated OPM materially lagged due to weak tile realisations.
• Management set consolidated revenue target of Rs. 6500 crore for FY2027, a 12% CAGR over FY2024-FY2027. OPM eyed at 15-17%.
• Expect real estate led demand to pick up in FY2025. It expects an 11-13% tile volume growth during FY2025 while industry may grow at 6-8% y-o-y.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Kajaria-May10_2024.pdf</td></tr>
<tr><td>May 10, 2024</td><td>CI Express Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,096</td><td>1,410</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• We retain a BUY on TCI Express with a revised PT of Rs. 1,410, factoring in downward revision of estimates and expecting a revival in growth from FY2025.
• Q4FY2024 numbers were weak, as both revenue and OPM missed estimates. However, it has been able to maintain gross margin over the trailing four quarters despite a weak demand environment.
• The company would be eyeing 10-12% y-o-y revenue growth for FY2025, aided by the expected price increase of 1.5-2% y-o-y. The company may try 100bps y-o-y OPM expansion.
• The company's planned capex of Rs. 500 crore over FY2023-FY2027 remains on track with a balance capex of Rs. 329 crore to be incurred during FY2025-FY2027.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/TCI_Express-3R-May10_2024.pdf</td></tr>
<tr><td>May 10, 2024</td><td>Relaxo Footwear Ltd</td><td>Stock Update</td><td>HOLD</td><td>↔</td><td>851</td><td>935</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Relaxo Footwers' (Relaxo's) Q4FY2024 performance was weak with revenues and PAT falling by 2.3% and 3% y-o-y, respectively. EBIDTA margins improved by 68 bps y-o-y to 16.1%.
• Implementation of BIS norms affected sales volumes in Q4 (decreased by ~4%). A good pick-up has been seen in sales volume since beginning of Q1FY2025.
• The management has guided for double-digit revenue growth and EBIDTA margins at 15-16% in FY2025.
• Stock continues to trade at a premium valuation of 79x/64x its FY2025E/26E earnings, which does not provide favourable risk-reward. Hence, we maintain a Hold on the stock with an unchanged PT of Rs. 935.
Read report -https://www.sharekhan.com/MediaGalary/StockIdea/Relaxo-3R-May10_2024.pdf</td></tr>
<tr><td>May 13, 2024</td><td>Bank of India</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>125</td><td>165</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Earnings were below estimates in Q4FY2024 mainly led by higher credit cost driving lower RoA at 0.6%. Core credit cost stood at 148bps annualised vs. 46 bps q-o-q and 45 bps y-o-y.
• Asset-quality trends improved, led by healthy recoveries and contained write-offs; however, slippages were higher at 1.7% annualised vs. 1.1% q-o-q. Higher slippages came from agri, MSME, and corporate segments.
• The bank expects to recoup some of the slippages going ahead and has guided for lower slippages/credit cost in FY2025. Loan growth remained healthy at 16% y-o-y/4% q-o-q.
• We maintain BUY with an unchanged PT of Rs. 165. The stock trades at 0.7x/0.6x its FY2025E/FY2026E BV estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/BOI-3R-May13_2024.pdf</td></tr>
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<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 13, 2024</td><td>Coromandel International Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,204</td><td>1,371</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Revenues stood at Rs. 3913 crore for the quarter (down 29% y-o-y), due to lower rate of subsidy in the fertiliser segment and pricing pressure in crop protection segment.
• Operating profit of Rs. 273 crore (down 32% y-o-y) was affected due to the impact on revenue and compensated a little by a higher gross margin. OPM was 7% for the quarter, almost the same as last year.
• Focus on backward integration and de-bottlenecking along with investment in CDMO, specialty chemicals & drone business would drive long-term growth. Also, the new subsidy rates which have been announced for 1HFY25 and forecast of a good monsoon will help the company.
• We maintain a Buy with a raised PT of Rs. 1,371, assigning a revised 16x multiple on FY26E EPS due to backward integration and foray in the specialty chemical/CDMO business. At CMP, the stock trades at a valuation of 14x FY26E EPS.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Coromandel-3R-May13_2024.pdf</td></tr>
<tr><td>May 13, 2024</td><td>Aarti Industries Ltd</td><td>Stock Update</td><td>BUY</td><td>↑</td><td>669</td><td>800</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Q4FY2024 results were decent, with a rise of 2.4%/9%/7% q-o-q in consolidated revenues/ operating profit/PAT to Rs. 1773 crore/Rs. 283 crore/Rs. 132 crore. The discretionary segment catering to dyes, pigments, specialistic polymers, etc. is doing well but the non-discretionary segment remains subdued.
• Going ahead, management expects further improvement in discretionary segment. The non-discretionary segment, which was witnessing soft demand as major customers were having lean inventory due to high carrying costs and moderate demand, is expected to see demand normalization in FY25.
• The company anticipates a 20-30% volume growth in FY25, with an EBITDA guidance of Rs 1450-1700 crore. Capex guidance is of Rs. 1600-1800 crore in FY25.
• With growth expected to come back in FY25 on the back of increased capex and improving external environment, we upgrade our rating on Aarti Industries to a Buy with a higher PT of Rs. 800.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Aarti-May13_2024.pdf</td></tr>
<tr><td>May 13, 2024</td><td>APL Apollo Tubes Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,565</td><td>1,850</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Q4FY2024 earnings lagged estimates owing to lower than expected OPMs while revenues came in better than estimates.
• The management expects volume CAGR of 20-25% over the next three years vis-à-vis its earlier guidance of 30% CAGR over the next two years. It targets EBITDA/tonne of Rs. 5500 when volumes cross the five million mark.
• APL would be increasing its capacity to 4.5 million tonne and 5 million tonne by June-July 2024 and June next year. It would envisage capacity expansion to 10 million tonnes, which would entail lower capex of Rs. 2500-3000 crore.
• We maintain a Buy on the stock with a revised PT of Rs. 1850, rolling forward our valuation to FY2026E earnings and factoring downwardly revised estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/APL-May13_2024.pdf</td></tr>
<tr><td>May 13, 2024</td><td>Varun Beverages Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>1,478</td><td>15%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Varun Beverages' (VBL's) Q1CY2024 numbers beat our as well as the street's expectations with PAT growing by 25% y-o-y to Rs. 548 crore driven by a 241 bps rise in OPM to 22.9%; volume growth stood at 7% due to a delayed summer and high base.
• VBL is banking on three growth engines 1) Expansion in South Africa 2) Foray into DRC region (manufacturing will begin from Q2CY2024) and 3) Entry in snack food production by May-25 in Morocco to drive consistent double-digit growth.
• Company will start reducing its debt from June/July 2024 and will reduce debt to levels seen in December 2023. Any future capex will be done through internal accruals.
• Stock trades at 78x and 61x its CY2024E and CY2025E earnings. We stay Positive on the stock and expect an upside of 15% over the next 12 months.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Varun_Beverages-3R-May13_2024.pdf</td></tr>
<tr><td>May 13, 2024</td><td>Artemis Medicare Services Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>178</td><td>25%</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Artemis reported strong numbers where sales grew by 15% to Rs 225 crore, EBITDA grew by 48% to Rs 38 crore and PAT reported at Rs 14 crore as against a loss of Rs 18 crore.
• Average gross revenue per occupied bed (ARPOB) for its flagship Gurgaon facility increased to Rs 78,800 in Q4FY24 as compared to Rs 69900 in Q4FY23.
• Flagship hospital's EBITDA margin stood at 19.2%, while blended EBITDA margin stood at 16.8% indicating non flagship hospitals are turning profitable.
• Stock trades at ~29.7x/18.6x FY24E/FY25E EPS and we maintain our positive viewpoint on it with an upside potential of ~25%.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Artemis-May13_2024.pdf</td></tr>
</table>

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 13, 2024	**Sterling Tools Ltd**	Viewpoint	POSITIVE	↔	365	20%	↔

Summary

- Reported EBITDA at Rs. 31 crore for Q4FY24 against an estimate of Rs. 29 crore.
- Going forward, the company aims to grow in line with the industry's growth via focusing on improvement in profitability.
- We stay positive on Sterling Tools Ltd (STL) and expect a 20% upside in expectation of rise in content per vehicle in EV business on beginning of supply to LCVs, better blended EBITDA margins, continued traction in EV space and its dominant position in the fasteners business.
- Stock trades at P/E multiple of 13.3x and EV/EBITDA multiple of 7.4x its FY26e estimates.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Sterling_Tools-3R-May13_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 14, 2024	**Zydus Wellness Ltd**	Stock Update	BUY	↑	1,721	1,968	↑

Summary

- We upgrade Zydus Wellness Ltd (ZWL) from Hold to Buy with a revised PT of Rs. 1,968 on account of improved growth visibility and attractive valuations at 29x/23x its FY2025E/FY2026E EPS, respectively.
- ZWL posted a good performance in Q4FY2024 with revenue growing by ~10% (volume growth of 5.5%) and operating profit growing by 12.2% y-o-y (OPM improving by 45 bps y-o-y to 20.7%).
- Management has guided for double-digit revenue growth with the personal care segment expected to grow in strong double-digits and steady recovery in the foods and nutrition segment.
- Consolidated OPM has bottomed out at 13.3% in FY2024. Management expects OPM to improve to 17-18% over the next two years on account of stable raw-material prices, cost efficiencies, and better operating leverage.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Zydus_Wellness-3R-May14_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 14, 2024	**PVR Inox Ltd**	Stock Update	BUY	↔	1,298	1,550	↓

Summary

- Revenue stood at Rs 1256.4 crore, down 18.7% q-o-q/ up 10% y-o-y in line with our estimates of Rs. 1253.5 crore, owing to lack of appealing content and ongoing general elections.
- EBITDA margin (pre Ind-AS 116) fell to 0.1% from 13.1% in Q3FY24, missing our estimate of 2.3%. Average ticket price (ATP) fell to Rs 233 (vs 271 in Q3FY24) while F&B spend per head (SPH) stood at Rs 129 (vs 132 in Q3FY24).
- Company is looking at transitioning to a capital-light growth model for new screen additions through the FOCO model and is evaluating monetization of owned real estate assets to reduce debt.
- We have cut our estimates for FY25/26E by ~21%/22%, owing to concerns on content supply volatility, which is likely to affect recovery of admits, occupancy and advertising in the near to medium term. We maintain Buy with revised PT of Rs 1550. At CMP, the stock trades at 25.3x FY26E EPS and 11.3x FY26E EV/ EBITDA.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/PVR-May14_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 14, 2024	**Colgate-Palmolive (India) Ltd**	Stock Update	HOLD	↔	2,818	2,970	↑

Summary

- Colgate Palmolive (India) Ltd's (Colgate's) Q4FY2024 performance was beat on expectation with all time high OPM of 35.7% (vs. 34-35% earlier) resulting in a 20% PAT growth; revenue growth stood at 10.3%.
- Revenue growth of 10.3% in Q4 and 9% in FY24 was driven by mix of volume, price and mix improvement. The management expects growth momentum to sustain driven by premiumization and a recovery in rural markets.
- OPM rose by 400 bps y-o-y to 33.5% in FY2024. Management expects OPM to remain at 33-34% in the near term.
- With earnings CAGR expected to stay in high single-digits to low double-digits, current valuations of 53x/48x FY2025E/26E its earnings, provides Ltd upside from the current levels. We maintain a Hold with a revised PT of Rs. 2,970.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Colgate-May14_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 14, 2024	**DLF Ltd**	Viewpoint	POSITIVE	↔	839	30-32%	↔

Summary

- Sales bookings came in lower than expectation for Q4 due to exhaustion of inventory in key projects. Collections and OCFs maintained steady quarterly run-rate. Net cash position increased by Rs. 300 crore q-o-q.
- Q4FY24 consolidated revenues, OPMs and net profit beat estimates led by Chennai land sales. DCCDL rental income rose 9% y-o-y, while net profit rose by 13% y-o-y.
- Management retained Rs. 17,000 crore sales booking guidance for FY2025 along with a 15% y-o-y growth in collections. It also raised its FY2025 launch potential. It has outlined Rs. 94,000 crore GDV project launches for 2-3 years.
- We stay positive on DLF and expect an upside of 30-32%, given the strong growth potential in residential and scaling up of the rental portfolio.

Read report - https://www.sharekhan.com/MediaGalary/Equity/DLF-May14_2024.pdf

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<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
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<tr><td>May 14, 2024</td><td>Chalet Hotels Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>787</td><td>19%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
Chalet Hotels’ (Chalet’s) Q4FY2024 performance was largely in with expectations, with revenues and EBIDTA growing by 24% and 25% y-o-y to Rs. 418 crore and Rs. 191 crore respectively; EBIDTA margins stood at 45.7%.
RevPar grew by 18% y-o-y in FY2024. The management is confident of double-digit growth in RevPar and room rentals as room demand is expected to stay ahead of room supply.
Company reduced debt by Rs. 900 crore through QIP issuance; capex of Rs. 1,500 crore will be done through internal accruals over the next two years.
Stock trades at 22x/19x its FY2025E/FY2026E EV/EBIDTA. We stay Positive on the stock and expect an upside of 19% in the next 12 months.
Read report - https://www.sharekhan.com/MediaGalary/Equity/ChaletHotels-3R-May14_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>Bharti Airtel Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,312</td><td>1,550</td><td>↑</td></tr>
<tr><td colspan="8">Summary
Consolidated revenues stood at Rs. 37,599 crore, down 0.8% q-o-q/up 4.4% y-o-y missing our estimates by 3.3%, impacted by currency devaluation in Africa.
Consolidated EBITDA margin lagged expectations at 51.5%, down 78 bps q-o-q/42 bps y-o-y, missing our estimates of 52.7%. Growth was driven by the Home business, Mobile services India, Airtel business revenues and Digital TV which grew 20%/ 12.9%/14.1% and 5.5% y-o-y respectively.
In the medium term, management sees strong growth tailwinds in non-mobile parts of its portfolio which are homes, B2B, and digital TV.
We maintain Buy on Bharti Airtel with a revised price target of 1,550(raised target multiple to 11x FY26E EV/EBITDA to factor tariff hikes over FY25-26E). At CMP, the stock trades at 23.7x its FY26E EPS and 10x FY26E EV/EBITDA.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/BhartiAirtel-3R-May15_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>Shree Cement Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>25,819</td><td>34,000</td><td>↔</td></tr>
<tr><td colspan="8">Summary
We retain a Buy on Shree Cement with an unchanged PT of Rs. 34,000, considering discounted valuation to industry leader and strong earnings growth outlook over the next 2-3 years.
Q4FY2024 saw an operational beat led by higher than expected sales volumes, higher realisations and lower opex per tonne. Lower tax outgo leads to a PAT beat.
Management retained sales volume guidance of 39-40 million tonnes for FY2025 expected a strong recovery in demand from H2FY2025. Average cement prices remain stable to weak versus March 2024 exit prices.
Capacity expansion plans remain on track to reach 62 MTPA by FY2025. It would incur a Rs. 12,000 crore capex in three years.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/ShreeCement-May15_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>Apollo Tyres Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>474</td><td>563</td><td>↓</td></tr>
<tr><td colspan="8">Summary
Adjusting for EPR cost, AEBIDTA came at Rs. 1,096 crore against estimate of Rs. 1,135 crore in Q4FY2024.
Apollo has taken a 3% price hike to counter the impact of EPR provisioning.
We maintain BUY on the stock with a revised TP of Rs. 563 in expectation of sustenance of high-margin trajectory, continuation of the premiumization trend in its model mix, and a healthy market share gain in the European business.
The stock trades at a P/E of 14.3x and EV/EBITDA multiple of 6.9x its FY2026E.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/ApolloTyres-May15_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>Radico Khaitan Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,618</td><td>1,900</td><td>↓</td></tr>
<tr><td colspan="8">Summary
Radico Khaitan Ltd’s (RKL’s) Q4FY2024 numbers missed expectations on all fronts, with revenue and PAT growing by 29.7% and 52.5% y-o-y, respectively; OPM at 11.4% missed expectations of 12.6%.
Volume growth in Prestige & Above (P&A) moderated to 14.5% in Q4 (versus 20%+ growth for past three quarters) due to state-specific issues. Company has maintained guidance of 15-18% volume growth in the P&A segment in FY2025.
The management expects the effect of raw material volatility to have bottomed out and expects OPM to be in mid-teens in FY2025 and further rise to 16-17% by FY2026.
Stock is currently trading at 50x/39x its FY25E/FY26E earnings. We retain a Buy on the stock with a revised PT of Rs. 1,900.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Radico_Khaitan-3R-May15_2024.pdf</td></tr>
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<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 15, 2024</td><td>Jyothy Labs Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>439</td><td>530</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Jyothy Labs Ltd's (JLL's) Q4FY24 performance missed our expectation with revenues growing by 7% (versus expectation of 10.4%) while the OPM stood at 16.4% (versus expectation of 17.2%).
• FY2024 was relatively strong, with revenues growing by 11% (driven by 9% volume growth); with expected recovery in the rural market, focus on distribution expansion and increase in investments behind brands, the management is aspiring for double-digit revenue growth.
• Lower input prices aided the company to post strong 470 bps y-o-y expansion in OPM to 17.4% in FY2024. Management expects OPM to remain stable at 16-17% in the near term.
• Stock has corrected by 21% from its recent highs and is trading at 40x/34x its FY2025E/FY2026E EPS. With good earnings visibility, strong balance sheet (with cash balance of Rs. 600 crore+) and attractive valuations, we maintain a Buy with a revised PT of Rs. 530.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Jyothy-3R-May15_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>UPL Ltd</td><td>Stock Update</td><td>HOLD</td><td>↔</td><td>515</td><td>550</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Revenue for the quarter of Rs. 14078 crore grew -15% y-o-y, ahead of our estimates of -28%. Revenue was affected by liquidation of high cost inventory and high rebates. CPC revenues from North America/LatAM/India posted a sharp decline of 49%/24%/24% y-o-y.
• EBITDA margin for the quarter was 13.7%, a decline of 458 bps y-o-y due to the revenue impact. It was helped a little by reduction in overheads by 17%. Company reported a PAT of Rs. 40 crore, better than expectations of a net loss. PAT had a degrowth of 95% y-o-y.
• Demand recovery would be gradual, and the management now expects business performance to normalise from Q2FY25 and growth to be driven in H2 as inventory destocking subsides.
• We maintain our Hold rating on UPL with a revised PT of Rs. 550, given the de-stocking concerns and high debt. At CMP, the stock trades at 12x FY26E EPS.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/UPL-3R-May15_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>Oberoi Realty Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>1,575</td><td>20%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Sales bookings were strong aided by Elysian project launch and sustained sales in Three Sixty West project. Though consolidated revenues lagged expectations, were aided by revenue booking from the above projects.
• Consolidated OPM surprised positively led by high margins in its key Elysian and Three Sixty West projects. Consequently operating profits and net profits beat estimates.
• It is well-placed to maintain sales booking momentum in FY2025 with key projects in Borivali, Gurgaon, Mulund, Thane and Worli lined up.
• We stay positive on Oberoi Realty and expect a 20% upside, increasing our NAV premium considering higher absorption of inventory especially in its key projects than earlier envisaged.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Oberoi-3R-May15_2024.pdf</td></tr>
<tr><td>May 15, 2024</td><td>Iris Clothings Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>83</td><td>22%</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Iris Clothings (Iris) revenue grew by 12% y-o-y to Rs. 42 crore in Q4FY2024, EBITDA margins improved by 282 bps y-o-y to 16.8% and PAT rose by 56.5% y-o-y to Rs. 3.5 crore.
• Focus on product diversification and wider distribution coupled with robust demand will aid the company to post strong double-digit revenue growth. The management expects to deliver 35-40% volume-led revenue growth for the next 2-3 years.
• Margins are expected to improve by 100-150 bps mainly driven by better mix (share of infant wear expected to increase to ~20% from 10-12% in FY2024).
• We retain a Positive stance on the stock with potential upside of 22% over the next twelve months. Stock trades at 18x and 12x its FY2025E and FY2026E EV/EBIDTA.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Iris_Clothings-3R-May15_2024.pdf</td></tr>
<tr><td>May 16, 2024</td><td>Mahindra & Mahindra Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>2,372</td><td>2,678</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• AEBITDA came at Rs 3240 cr in Q4FY24 against an estimated Rs 2963 cr.
• Including XUV 3XO, the order book in SUV segment stands at 270k units.
• We maintain our Buy rating on the stock with a SOTP based revised PT of Rs. 2678 due to a healthy order book in the PV segment, market leadership in the tractor segment, opportunity to grow in the farm machinery segment, and its road map to play in the EV space.
• The stock trades at P/E multiple of 20.1x and EV/EBITDA multiple of 13.9x its FY26 estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Mahindra_Mahindra-3R-May16_2024.pdf</td></tr>
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<tr><td>May 16, 2024</td><td>Info Edge (India) Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>5,867</td><td>7,000</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Standalone revenues stood at Rs. 608.3 crore, up 2.2% q-o-q/7.9% y-o-y in line with our estimates of Rs 610 crore.
• EBITDA margin expanded by 20 bps q-o-q to 40.6%, beating our estimates of 39.9%. Revenue growth across 99acres.com, Jeevansathi.com and Shiksha.com rose by 22.5%, 29.2%and 22.2% y-o-y respectively.
• Company is optimistic about recent improvements in the core Naukri business and growth of emerging product lines and strategic businesses.
• We maintain a Buy on Info Edge with a revised SOTP based PT of Rs.7,000, factoring continuity in uptick of Recruitment billings over the coming quarters owing to the probable recovery in IT hiring, increased traction in 99acres and lower losses in other verticals with steady progression to breaking even. At CMP, the stock trades at 65.6x FY26E EPS and 55.6x FY26E EV/EBITDA.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/InfoEdge-May16_2024.pdf</td></tr>
<tr><td>May 16, 2024</td><td>Biocon Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>305</td><td>350</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Q4FY24 numbers were good with EBITDA and PAT surpassing estimates. Sales grew by 3.8% to Rs. 3,917 crore (2% below our estimates), EBITDA declined by 8% y-o-y to Rs. 916 crore (14% above our estimates) and PAT declined 54% y-o-y to Rs. 135 crore (11% above our estimates).
• Though EBITDA margin declined 305 bps y-o-y to 23%, it was 338 bps above our estimates.
• Biocon expects huge opportunity from GLP1 opportunity, which has a market opportunity of US$ 100 mn by FY30. The company expects meaningful GLP1 sales to clock from FY26E.
• We value Biocon on SOTP basis, valuing the generics segment, Syngene, and biologics business on an EV/EBITDA basis of 7x, 11x, and 12x on FY2026E, respectively, to arrive at a PT of Rs. 350. We also value the stock on a P/E basis by allotting a P/E of 22x on FY2026E EPS of Rs. 15.7/share to arrive at a TP of Rs. 350. We allot 50% weightage to both SOTP and PE method to arrive at a PT of Rs. 350 per share (earlier Rs 330).
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Biocon-May16_2024.pdf</td></tr>
<tr><td>May 16, 2024</td><td>LIC Housing Finance Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>653</td><td>720</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Loan growth remained weak despite a pick-up in disbursements. Strong margins continued to offset lower growth but margins upheld mainly due to chunky NPA recoveries.
• Company has guided for NIMs at upper end of the range at 2.7-2.9% in FY25 versus 3.1% in FY24 factoring in marginally higher cost of borrowings.
• The management expects double digit business growth in FY25 as tech and organisational restructuring has been fully done. Asset quality improved led by higher technical write-offs as well as healthy recoveries.
• Stock trades at 0.9x/ 0.8x its FY2025E/FY2026E BV estimates, respectively. We maintain our BUY rating with an unchanged PT of Rs. 720.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/LIC-May16_2024.pdf</td></tr>
<tr><td>May 16, 2024</td><td>Devyani International Ltd</td><td>Stock Update</td><td>Hold</td><td>↔</td><td>151</td><td>166</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Devyani International Ltd (DIL) posted yet another quarter of weak performance in Q4FY2024 with KFC's and Pizza Hut's SSSG declining by 7% and 14%, respectively. Revenue growth of 39% y-o-y was mainly due to Thailand KFC integration (mid-single digit growth excluding the integration).
• Nigerian currency (Naira's) devaluation and integration of low-margin Thailand business hit profitability, with EBITDA margin declining by 344 bps y-o-y to 16.6% and reported loss at Rs. 49 crore.
• Gradual recovery in demand, focus on food court expansion, improvement in international business performance and continued store expansion (targets 275-300 additions in FY2025) will be growth levers in long run. Recovery in SSSG will be gradual.
• Stock trades at 18x/15x its FY2025E/FY2026E EV/EBIDTA. However, in view of the near-term headwinds, we maintain sHold on the stock with a reduced PT of Rs. 166.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Devyani-May16_2024.pdf</td></tr>
<tr><td>May 16, 2024</td><td>Sanofi India Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>8,570</td><td>9,800</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Earnings beat our estimates on all fronts where sales fell marginally by 0.6% (3.5% above our estimates), while EBITDA fell by 4.8% (6.6% above our estimates) and adjusted PAT fell by 12% (3% above our estimates).
• A decline in performance is largely due to impact of Lantus' inclusion in the NLEM portfolio (~40% of portfolio), but the brand witnessed steady volume growth.
• Going forward, margin increment is expected from deeper penetration of partnered brands in CVC portfolio to Emcure and CNS brands to Cipla besides launch of Soliqua.
• Currently, OTC business has 40% EBITDA margins, which is embedded in the listed entity, hence we believe demerger to unlock value for the shareholders. Hence, we retain a Buy with a revised PT of Rs. 9,800. Stock trades at an attractive valuation of ~31x/29x its CY2024E/CY2025E earnings.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Sanofi-3R-May16_2024.pdf</td></tr>
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<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 16, 2024</td><td>Transport Corporation of India Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>910</td><td>1,100</td><td>↑</td></tr>
<tr><td colspan="8">Summary
We retain BUY on TCI with a revised SOTP-based PT of Rs. 1,100, increasing our valuation multiples, considering its healthy net earnings growth trajectory over FY2024-FY2026E.
TCI reported an in-line consolidated revenue, led by sustained growth in SCM and JVs. OPMs were a tad lower, while net earnings beat was led by lower tax outgo and higher income from JVs.
Management has retained its overall topline and bottom-line growth guidance of 10-15% y-o-y, led by healthy momentum sustaining in SCM and JVs, while freight starts showing growth and seaways stay flat.
TCI continues to scout for the acquisition of two new ships and simultaneously second hand ships opportunistically.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/TCI-May16_2024.pdf</td></tr>
<tr><td>May 16, 2024</td><td>Hi-Tech Pipes Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>123</td><td>30%</td><td>↓</td></tr>
<tr><td colspan="8">Summary
We stay Positive on Hi-Tech Pipes and expect a 30% upside in the stock, considering its strong net earnings growth outlook over FY2024-FY2026E.
Consolidated revenues stayed in-line while EBITDA/tonne came in higher than expectations. Net earnings disappointed due to higher interest expenses.
For FY2025, the management targets a 4.5-5 lakh tonne sales volumes with EBITDA/tonne of Rs. 4000. It expects strong pick up in demand from mid-Q2, while re-stocking has started.
Post commissioning of 1.7 LTPA Sikarandabad and 1.1 LTPA Sanand capacities in Q4FY2025, it would achieve its 1 MTPA capacity. Balance warrant money of Rs. 100 crore expected within a couple of months.
Read report - https://www.sharekhan.com/MediaGalary/Equity/HitechPipes-May16_2024.pdf</td></tr>
<tr><td>May 17, 2024</td><td>Polycab India Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>6,491</td><td>7,400</td><td>↑</td></tr>
<tr><td colspan="8">Summary
Company reported a strong revenue of Rs. 5592 crore, a growth of 29% y-o-y. It was led by volume growth of over 30% in C&W business and good performance in the EPC segment.
Operating profit and PAT for the quarter was Rs. 762/546 crore and grew 25%/29% on a y-o-y basis.
Robust C&W volume growth is expected to continue, given good government and private capex. EPC business is also on a strong growth trajectory. Company has increased the capex guidance to Rs 1000-1100 crore annually for the next three years.
Strong government and private capex with a growing real estate sector augurs well for growth of the company. We expect revenue/PAT to clock a CAGR of 19%/18%, respectively from FY24-26, with a good RoCE of 31%. Hence, we maintain a Buy rating on the stock with a revised PT of Rs 7400.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Polycab-May17_2024.pdf</td></tr>
<tr><td>May 17, 2024</td><td>Wonderla Holidays Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>873</td><td>1,085</td><td>↔</td></tr>
<tr><td colspan="8">Summary
Wonderla Holidays Ltd's (WHL's) Q4FY24 was soft on high base of Q4FY2023 and early school exams in some of the key states impacting group footfalls; high EBIDTA margins were lower due to higher employee cost.
Old park footfalls to grow by 4-5%; ARPU to grow by 10%. Odisha park to add 4-5 lakh incremental footfalls with ARPU at Rs. 800-850 per visitor in year one of operations.
EBIDTA margins expected to be lower in FY25 due to operationalisation of Odisha Park. However, same will improve in the medium to long run.
Stock trades at 18x and 13x its FY2025E and FY2026E EV/EBIDTA, respectively. With growth momentum expected to sustain (company to add to 3-4 more parks over the next 5 years), we maintain Buy with an unchanged PT of Rs. 1,085.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Wonderla-3R-May17_2024.pdf</td></tr>
<tr><td>May 17, 2024</td><td>Restaurant Brands Asia Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>106</td><td>150</td><td>↔</td></tr>
<tr><td colspan="8">Summary
Restaurant Brand Asia's (RBA's) Q4FY2024 operating performance beat expectations, mainly led by higher-than-expected consolidated EBIDTA margins of 11.6% versus expectations of 9.6%; consolidated revenues grew by 16%.
India business' SSSG grew by 3% in FY24 (in line with guidance); expects consistent improvement in SSSG through higher footfalls. Gross margins to improve by ~200 bps to 69% by FY2027.
Indonesia business to break even on cash basis by FY2025-end. Improvement in menu and digital capabilities will help store performance in Indonesia to improve in the coming years.
Stock trades at 16x/12x it FY2025E/FY2026E EV/EBIDTA. We maintain a Buy with an unchanged price target (PT) of Rs. 150.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Restaurant-3R-May17_2024.pdf</td></tr>
</table>

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 17, 2024	**Allcargo Gati Ltd**	Viewpoint	POSITIVE	⇔	109	20%	↓

Summary

- We stay positive on Allcargo Gati Ltd (AGL) and expect an upside of 20%, factoring downwardly revised estimates, yet expecting a high net earnings growth trajectory over the next two years.
- Operational profitability improved in Q4FY2024 as expected led by reduction in direct costs and an improvement in yields in express business.
- For FY2025, the company expects 5% reduction in direct costs leading to improvement in gross margins. It would also be regain a higher share of relatively higher profitable MSME and retail customers.
- It has retained a revenue target of Rs. 3000 crores with a 9-10% EBITDA margins in FY2026. We expect gross margin improvement to continue in ensuing quarters.

Read report - https://www.sharekhan.com/MediaGalary/Equity/AllcargoGati-3R-May17_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 18, 2024	**Zydus Lifesciences Ltd**	Stock Update	BUY	⇔	1,051	1,200	↑

Summary

- Q4FY24 numbers were strong and beat our estimates on all fronts, whereas revenues rose 10% (4% above our estimates), EBITDA grew by 29% (3% above estimate) and PAT grew by 250% y-o-y (17% above estimates).
- Sales growth was driven by higher volume growth in the base business and US product launches and India business. The management guided for a high-teens revenue growth for FY25E.
- Gross margins stood at the highest-ever at 70%, while EBITDA margin stood at 29.4% for Q4FY23 driven by a higher product mix and despite competition from gAsacol.
- We expect EBITDA margins to rise 100 bps every year to 29% by FY26E despite R&D spending, driven by healthy product mix, hence we maintain a Buy with an upward revised PT of Rs. 1200. Stock trades at an attractive~26x/22x FY2025E/FY2026E EPS estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/ZydusLife-May18_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 18, 2024	**Balkrishna Industries Ltd**	Stock Update	BUY	↑	2,798	3,195	↑

Summary

- Strong earnings beat on robust volume growth (+12.8% q-o-q), healthy realisations (+3.9% q-o-q), and sharp gross margin expansion (+160bps q-o-q). Revenue and EBITDA exceeded estimates by 16.2% and 18.2%, respectively.
- With volume growth assumption in FY2025, management is planning for a price hike in the near term.
- We upgrade our rating from Hold to BUY with a revised PT of Rs. 3,195 in expectation of demand revival, sustenance of EBITDA margin, and its market share gain strategies.
- The stock is trading at a P/E multiple of 23.6x and EV/EBITDA multiple of 16.3x its FY2026 estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Balkrishna-May18_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 18, 2024	**Alicon Castalloy Ltd**	Stock Update	BUY	⇔	991	1,225	↑

Summary

- APAT came at Rs. 24.2 crore on 70bps beat in AEBITDA margin to 14.6%.
- With new orders of Rs. 150 crore, order book reached Rs. 9,150 crore over FY2024 -FY2029E.
- We maintain our BUY rating on the stock with a revised PT of Rs. 1,225 on healthy revenue visibility due to a robust order book, expectation of improved operating margin led by a better product mix, and focus on EV projects.
- The stock trades at a P/E multiple of 12.1x and EV/ EBITDA multiple of 6.6x its FY2026 estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Alicon-3R-May18_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 18, 2024	**City Union Bank**	Stock Update	HOLD	⇔	153	170	↑

Summary

- Earnings beat estimates in Q4FY24 mainly led by lower credit cost. Credit cost stood at 29 bps annualised vs 42 bps q-o-q and 148 bps y-o-y.
- Net slippages remained negative for the third consecutive quarter led by higher recoveries leading to lower credit costs. But stressed assets (Net NPA +Restructured assets+ Security Receipts) are relatively higher at ~4% with sub-optimal coverage of ~58%.
- Loan growth remained weak (missed FY24 guidance) along with elevated opex led to weak operating performance. The bank refrained from giving any guidance on growth but emphasized that it is currently into the investment phase.
- Stock trades at 1.3x/1.1x its FY2025E/FY2026E ABV. We maintain Hold on CUB with a revised PT of Rs. 170 given growth outlook is bleak relative to peers and lower RoE.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/CityUnion-3R-May20_2024.pdf

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<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 18, 2024</td><td>Hindustan Aeronautics Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>4,532</td><td>15%</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• Hindustan Aeronautics Ltd (HAL) reported very good numbers, with adjusted PAT growing 52% y-o-y to Rs. 3,184 crore (adjusted for Rs 1500 crore one-time benefit). It was led by good revenue growth and reduction in depreciation and impairment charges.
• Order book is quite robust for HAL at Rs 94, 000 crore. Company is going to be awarded orders worth 1.6 lakh crore in the next 1.5-3 years. This provides good low double-digit revenue growth visibility over the next few years.
• The government's push for the purchase of domestic defense aircraft will create long-term sustainable demand growth for HAL as it is India's main supplier of military aircraft. HAL has identified several indigenization programs and earmarked funds to create additional capacity for engines, avionics and accessories.
• HAL has strong government support, a good order book and proven execution capabilities. The stock currently trades at ~34x its FY2026E EPS. We have a Positive view on the stock and expect an upside of 15%
Read report - https://www.sharekhan.com/MediaGalary/Equity/HindustanAeronautics-3R-May18_2024.pdf</td></tr>
<tr><td>May 18, 2024</td><td>Caplin Point Laboratories Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>1,314</td><td>15%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Q4FY2024 numbers lagged our estimates on all fronts where topline grew by 16% y-o-y to Rs. 453 crore (-0.7% below our estimates), EBITDA grew by 17% y-o-y to Rs. 145 crore (5% below our estimates) and PAT grew 20% y-o-y to Rs 121 crore (7% below our estimates).
• Geographically, US grew by 49.7% y-o-y to Rs 81 crore, while LatAm grew by 8% y-o-y to Rs 362 crore. Growth across geographies drove CFO to all-time high of Rs. 318 crore for FY24.
• Going forward, injectables and API for oncology facility would be completed in 10-12 months which would further increase profitability.
• Led by new product launches, we have revised our EPS estimates by 5% and 10% for FY25E and FY26E. Currently, the stock trades at ~21.2x/18.1x FY25E/FY26E EPS and we maintain our positive viewpoint on it with an upside potential of ~15%.a
Read report - https://www.sharekhan.com/MediaGalary/Equity/Caplin-May18_2024.pdf</td></tr>
<tr><td>May 21, 2024</td><td>Bank of Baroda</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>265</td><td>310</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Earnings beat estimates in Q4FY24 as NII rose (driven by higher NIMs that were partially the result of a one-off), strong fee income, higher treasury gains, lower credit cost, despite higher opex (partially driven by one-off relating to staff cost).
• Loan growth was healthy at 13% y-o-y /4% q-o-q. The bank expects credit growth of ~12-14% for FY2025E driven by ~11-12% growth in corporate and ~20% growth in retail. Deposit growth picked up and outpaced loan growth.
• Asset quality improved although slippages were higher in MSME and agri loan segment. The bank guided that there are no worrisome signs of stress in the overall portfolio and slippages are likely to normalise going forward.
• The bank is confident of sustaining RoA at ~1.1% in FY25. We maintain Buy with a revised PT of Rs. 310 given reasonable valuations, stable outlook, and strong balance sheet. At the CMP, the stock trades at 1.1x/1.0x its FY25E/26E ABV.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/BoB-May21_2024.pdf</td></tr>
<tr><td>May 21, 2024</td><td>Astral Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>2,078</td><td>2,400</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• We retain BUY on Astral with a revised PT of Rs. 2,400, led by upwardly revised estimates and considering a healthy demand outlook for the next 2-3 years.
• Q4FY2024 consolidated operating profit and net profit came in marginally higher than our estimates, led by volume and OPM beat in plumbing. Revenue marginally lagged due to underperformance by the paints and bathware segments.
• Management expects plumbing revenue growth of over 20% y-o-y, led by 15-20% y-o-y volume growth for FY2025. Additionally, it expects sharp scale-up in the revenue of paints and bathware segments in FY2025.
• It would be setting up two new pipe manufacturing units in Hyderabad (70,000MT) and Kanpur (60,000MT) in two phases each by the end of FY2025.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Astral-3R-May21_2024.pdf</td></tr>
<tr><td>May 21, 2024</td><td>Balrampur Chini Mills Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>378</td><td>440</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• Balrampur Chini Mills' (BCML's) Q4FY2024 numbers beat expectations with revenues and PAT coming at Rs. 1,434 crore and Rs. 203 crore (versus expectation of Rs. 1,183 crore and Rs. 175 crore) respectively; EBIDTA margins fell by 300 bps y-o-y to a 24% due to change in mix.
• Sugar production for SY2024-25 is expected to be at 31 million tonnes. With opening stock of 8.9 million tonnes, the company expects to have 3.0-3.5 million tonnes available for ethanol blending.
• With available feedstock of broken rice and maize, the company can manufacture ~10 crore litres of ethanol till the start of next season.
• Stock has corrected by 22% from its highs and trades at its 14.6x/11.6x FY2025E/FY2026E earnings. We maintain a Buy with a revised PT of Rs. 440.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Balrampur-May21_2024.pdf</td></tr>
</table>

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 21, 2024	**Triveni Engineering & Industries Ltd**	Stock Update	BUY	↔	352	405	↔

Summary

- Triveni Engineering and Industries Ltd's (TEIL's) Q4FY24 revenues and PAT decreased by 10% to Rs. 1,311.2 crore and 7% to Rs. 137.6 crore respectively affected by availability of lower sugar quota and lower distillery revenues; same was ahead of our expectation.
- TEIL's ethanol production will be around 21.0-21.5 crore litres; fall in the maize prices and availability of broken rice will help profitability of distillery business to improve in FY2025.
- Power transmission will be in the sustainable growth with good order intake expected from defence segment; water business will see revival in order booking post the elections.
- Stock trades at 19x/15x its FY2025E/26E EPS, respectively. We maintain Buy with an unchanged PT of Rs. 405.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/TriveniEng-May21_2024.pdf

May 21, 2024	**Sudarshan Chemical Industries Ltd**	Stock Update	BUY	↔	835	1,000	↑

Summary

- Q4FY2024 consolidated PAT of Rs. 58 crore rose 78% y-o-y due to strong OPM of 15.6% which was a growth of 332 bps on a y-o-y basis.
- Company reported a good revenue of Rs, 764 crore (up 10.6% y-o-y). Domestic revenue was up 15% y-o-y to Rs. 345 crore. Export revenue was muted at 2% y-o-y growth to Rs. 299 crore.
- Management expects full revenue potential of recently completed Rs. 750 crore capex to be visible over the next four years, which will drive future growth with improved OPM as higher revenue is expected to be generated by higher margin speciality products.
- Recovery in export demand and ramp-up of new projects would drive growth in FY2025. Bankruptcy of Heubach, its German competitor would drive consolidation in the industry and bodes well for company's long-term growth. With a significant beat in margins for the quarter, we increase our margin assumptions and consequently the earnings estimate for FY25-26 by 50%/40% respectively. Hence, we maintain Buy with a revised PT of Rs. 1,000, ascribing a multiple of 27x on FY26 EPS.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Sudarshan-3R-May21_2024.pdf

May 21, 2024	**Rolex Rings Ltd**	Viewpoint	POSITIVE	↔	2,575	15%	↑

Summary

- EBITDA came at Rs 72 crore against estimate of Rs 56 crore on favourable operating leverage.
- Management guided for a 14-16% revenue growth for FY25E.
- We stay positive on Rolex Rings and expect a 15% upside on - (1) A gradual rise in wallet share with existing customers (2) Step-wise ramp-up of volumes from new customers (3) Strong balance sheet led by Ltd capex (4) Focus on EBITDA margins than plain-vanilla volume growth.
- Stock trades at a P/E multiple of 25.8x and EV/EBITDA multiple of 17.7x its FY26E estimates.

Read report - https://www.sharekhan.com/MediaGalary/Equity/RolexRings-May21_2024.pdf

May 22, 2024	**NIIT Learning Systems Ltd**	Stock Update	BUY	↔	470	550	↔

Summary

- NIIT Learning Systems Ltd (NLSL) reported revenue of Rs. 397.7 crore, up 2% q-o-q/up 3% y-o-y in constant currency (CC), slightly missing our estimate of Rs. 400.4 crore.
- EBITDA margin improved 131bps q-o-q to 24.3%, beating our estimate of 23.2%, driven by a continuous focus on cost and a better product mix.
- The company expects revenue growth of 12-14% in CC terms for FY25 and expects EBITDA margin to be range-bound between 22-24%.
- We believe NLSL is well-positioned to achieve a strong growth trajectory over FY24-26E and, hence, maintain BUY on NLSL with an unchanged PT of Rs. 550. At the CMP, the stock trades at 24.5/18.9x its FY25/26E EPS

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/NIITMTS-May22_2024.pdf

May 22, 2024	**Triveni Turbine Ltd**	Stock Update	BUY	↔	581	660	↑

Summary

- Triveni Turbine Ltd's PAT increased 37% y-o-y to Rs. 90 crore, supported by strong revenue growth of 24% y-o-y and good operating margin of 19.6%.
- Company has hired the required personnel for its US subsidiary and is on track to deliver its revenue and orderbook target for the year. Plan to do a capex of Rs 90-100 crore in the next couple of years.
- Order book surged 17% y-o-y to Rs. 1,552 crore, with export order book rising 46% y-o-y to Rs. 800 crore. Domestic order book had a slight decline and was Rs. 750 crore.
- The global focus on renewables, waste to heat recovery, robust order book and margin tailwinds bode well for the company. It is expected to report a strong EBITDA/PAT cagr of 36.5%/37.3% over FY24-26. Hence, we maintain BUY with a revised PT of Rs. 660.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Triveni_Turbine-3R-May22_2024.pdf

<table>
<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 22, 2024</td><td>Jubilant Foodworks Ltd</td><td>Stock Update</td><td>BUY</td><td>↑</td><td>479</td><td>570</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• We upgrade Jubilant Foodworks (JFL) to Buy from Hold earlier with a revised PT of Rs. 570 on the back of better earnings visibility, focus on achieving profitable growth in India business and attractive valuation at 22x and 19x its FY25E and FY26E consolidated EV/EBIDTA.
• Domino's India's like-for-like (LFL) growth turned positive to 0.1% in Q4. The management targets a 3% LFL, which will aid margin expansion of 200 bps.
• DP Eurasia is FCF positive and improved cash generation will take care of debt taken for acquisition. India business will be FCF positive in next two years.
• Standalone revenues grew by 6.3% y-o-y to Rs. 1,331 crore; EBIDTA margins fell by 104 bps y-o-y to 19.1% and adjusted PAT decreased by 44.6% y-o-y to Rs. 35 crore.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/JubilantFoodworks-May22_2024.pdf</td></tr>
<tr><td>May 22, 2024</td><td>Sun Pharmaceutical Industries Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,540</td><td>1,800</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Q4FY24 numbers were a mixed bag, with sales and EBITDA numbers were below our estimates, while PAT was in line with our estimates due to higher other income and a lower tax rate.
• Healthy product mix resulted in 240 bps y-o-y increase in gross margins (190 bps our estimates) to 80%, however, was offset by higher other expenses resulting in EBITDA margins of 25%, down 50 bps y-o-y and 220 bps y-o-y.
• Global specialty sales grew 11% y-o-y to $270 million in Q4FY24, contributing to 19% of the total sales driven by products like Ilumya, Cequa, Winlevi and Odomzo.
• We maintain a Buy on the stock. The stock trades at 32x/~28x its FY2025E/FY2026E EPS and believes superior margin profile and healthy cash balance to enable it to trade at a premium valuation to its peers thus ascribing a PE of 33x on FY26E to arrive at a price target (PT) to Rs. 1,800 for the stock.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/SunPharmaceutical-May22_2024.pdf</td></tr>
<tr><td>May 22, 2024</td><td>Strides Pharma Science Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>900</td><td>1,050</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Q4FY2024 numbers were healthy on all fronts, led by higher sales in North America region due to the launch of Icosapent and Suprep.
• EBITDA rose to the highest-ever at Rs. 229 crore, resulting into an EBITDA margin of 21.2%, driven by a healthy product mix and cost rationalisation. The company ended FY24 with an 18% EBITDA margin and expects to close FY25E with 21% margins.
• US sales stood at $250 million and is expected to increase o US$ 400 million led by new launches in high market products like US$ 40-60 million.
• Stock trades at an attractive valuation of 19.7x /13.7x its FY2025/26E EPS, indicating attractive valuation levels. We maintain a Buy rating with an upward revised PT of Rs 1050 (earlier PT of Rs 900).
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Strides-May22_2024.pdf</td></tr>
<tr><td>May 22, 2024</td><td>Carysil Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>858</td><td>28%</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• We stay Positive on Carysil and expect an upside of 28%, increasing our valuation multiple, considering its strong earnings growth outlook and favourable valuations.
• Q4FY2024 performance was lower than expected, led by miss on both consolidated revenue and OPMs. However, gross margin positively surprised.
• Management has retained its FY2025 revenue target of Rs. 1,000 crore, for which it is looking at inorganic opportunity in the near term. OPM is pegged at 18-20%.
• Management is focusing on domestic stays with 15-20% revenue growth target for FY2025. It is increasing its focus on gulf countries and increasing the share of its own brand globally.
Read report - https://www.sharekhan.com/MediaGalary/Equity/Carysil-3R-May22_2024.pdf</td></tr>
<tr><td>May 23, 2024</td><td>ITC Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>441</td><td>515</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• ITC's Q4FY2024 performance was marginal miss on expectation with net revenues growing by 1.1% to Rs. 16,579 crore while adjusted PAT at Rs. 5,022 crore remained flat y-o-y; OPM stood at 37.2%.
• Cigarette sales volumes grew by ~2% versus street expectations of 0-1%, while non-cigarette FMCG business revenues grew by 7%, with EBIDTA margin coming at 9%.
• On the hotel business demerger, the company has scheduled a meeting with shareholders on June 6, 2024 to consider the approval of the demerger scheme.
• The company has recommended final dividend of Rs. 7.50 (total dividend of Rs. 13.75 per share for FY2024; dividend yield of 3.2%). Stock trades at 24x/21x its FY2025E and FY2026E earnings. We maintain a Buy with an unchanged PT of Rs. 515.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/ITC-3R-May23_2024.pdf</td></tr>
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<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 23, 2024</td><td>Grasim Industries Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>2,453</td><td>2,850</td><td>↑</td></tr>
<tr><td colspan="8">Summary
◆ We retain BUY on Grasim with a revised PT of Rs. 2,850 as we pencil in upwardly revised UltraTech’s valuation and increased valuation of its other key subsidiaries.
◆ Q4 reported marginally better-than-expected standalone operational performance, led by the cellulosic fibres segment, while the chemicals segment underperformed. Adjusted PAT beat was led by higher other income.
◆ Grasim commenced operations at three paints plants in April 2024; construction on the other three remains on track. Revenue target of Rs. 10,000 crore in the initial three years remains unchanged for paints.
◆ B2B e-commerce business crossed the Rs. 1,000 crore mark in the first year of operations with the quarterly run-rate nearing Rs. 500 crore. Standalone capex for FY2025 is estimated at Rs. 4,500 crore, majorly in paints.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Grasim-3R-May23_2024.pdf</td></tr>
<tr><td>May 23, 2024</td><td>Bharat Electronics Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>289</td><td>325</td><td>↑</td></tr>
<tr><td colspan="8">Summary
◆ Q4 numbers were robust with revenues of Rs. 8564 crore, up 32% y-o-y. Operating profit margin at 26.7% was a huge beat due to better than expected gross margin. Consequently, consolidated PAT rose 30% y-o-y to Rs. 1797 crore.
◆ Order backlog stood strong at ~Rs. 75,934 crore (up 25% y-o-y). The company has a robust order pipeline and is expecting Rs 65000 crore worth of orders in the next two years.
◆ Company has guided for a 15% revenue growth and 23-25% OPM for FY25 (In FY24, it was 24.9%).
◆ BEL boasts a promising order inflow pipeline, strong cash balance, and healthy return ratios. The strong performance in the quarter makes us increase our earnings estimate by 16%/25% for FY25/26 respectively. Hence, we retain a Buy on the stock with a revised PT of Rs. 325. At CMP, the stock trades at 45x/37x its FY25/26 earnings estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/BEL-3R-May23_2024.pdf</td></tr>
<tr><td>May 23, 2024</td><td>The Ramco Cements Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>788</td><td>1,010</td><td>↓</td></tr>
<tr><td colspan="8">Summary
◆ We retain BUY on Ramco with a revised PT of Rs. 1,010, led by a downward revision in estimates and considering a strong earnings growth profile over FY2024-FY2026E.
◆ Ramco reported a higher-than-estimated standalone revenue, aided by strong volume beat for Q4FY2024. Operational profitability miss led by weak realisations.
◆ Management remains on track to expand clinker and cement capacities to 19mtpa and 26mtpa by Q4FY2026. Capex guidance for FY2025 has been lowered to Rs. 1,200 crore from Rs. 1,700 crore.
◆ Management expects the demand environment to remain healthy in its region of operations although the cement pricing environment remains a key monitorable.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Ramco-3R-May23_2024.pdf</td></tr>
<tr><td>May 23, 2024</td><td>Indigo Paints Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,388</td><td>1,850</td><td>↔</td></tr>
<tr><td colspan="8">Summary
◆ Indigo paints Ltd (IPL) registered operationally good quarter with revenues and operating profit growing by 18% y-o-y each and OPM standing flat y-o-y at 22%. Revenue growth was largely volume-led growth.
◆ Revenues grew by 3-4x ahead of industry growth for fourth consecutive quarter, and company expects the trend to continue in the quarters ahead.
◆ Management expects OPM to rise by 50-100 bps in FY2025 led by an improved mix, decline in ad spends as percentage to sales and operating efficiencies.
◆ Stock trades at 37x/30x its FY2025E/FY2026E earnings. We maintain our Buy rating with an unchanged PT of Rs. 1,850.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/IndigoPaints-May_23_2024.pdf</td></tr>
<tr><td>May 23, 2024</td><td>SP Apparels Ltd</td><td>Viewpoint</td><td>POSITIVE</td><td>↔</td><td>595</td><td>16%</td><td>↑</td></tr>
<tr><td colspan="8">Summary
◆ SP Apparels (SPAL’s) Q4FY2024 numbers were a mixed bag with revenues rising by 7.3% y-o-y (volumes grew 7.5%) to Rs. 295 crore, while EBITDA margin fell by 62 bps y-o-y to 13.8%. Lower interest expenses and tax aided a 38.7% y-o-y growth in PAT to Rs. 29 crore.
◆ Garment division order book is at Rs. 389 crore. The company expects to achieve a 7-10% volume growth from existing capacities in FY2025 and Rs. 100 crore revenues from Sri Lanka in the first year of operations (beginning from H2FY25). Garment margins to be at 18%.
◆ SPAL aims to double SPUK business with operations in Sri Lanka playing a crucial role. Retail business is expected to generate Rs. 100-110 crore in revenues and be EBITDA-positive in FY2025.
◆ Stock has corrected by 16% from highs and trades at attractive valuation of 11x/8x its FY2025E/FY2026E EPS. We stay Positive and expect a 16% upside.
Read report - https://www.sharekhan.com/MediaGalary/Equity/SPApparels-May23_2024.pdf</td></tr>
</table>

Stock Update

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 24, 2024	**Ashok Leyland Ltd**	Stock Update	BUY	↔	210	244	↑

Summary

- EBITDA came at Rs 1592 crore (42.9% up q-o-q) in Q4FY24 against estimate of Rs 1419 crore.
- Company prefers profitability in place of following a plain vanilla discount-based volume growth model.
- We retain a Buy with revised PT of Rs.244 in expectation of sustainable double-digit EBITDA margin and its profit focused volume growth strategy.
- Stock trades at a P/E of 18X and EV/EBITDA of 10x its FY2026E estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/AshokLeyland-May24_2024.pdf

May 24, 2024	**Torrent Pharmaceuticals Ltd**	Stock Update	BUY	↔	2,612	2,954	↔

Summary

- Q4FY24 results were good where sales grew by 10% y-o-y (2% below our estimates), EBITDA grew by 21% y-o-y (0.8% above our estimates) and PAT grew by 56% y-o-y (10% above our estimates).
- Gross margins were healthy at 74.8% (150 bps above our estimates), while EBITDA margin of 32.8% (90 bps above our estimates) led by Curatio synergies and higher sales in branded generic market.
- The company is not scouting for any M&A deals in any regions and is looking for repayment of Rs 1300-1400 crore debt pa out of higher cash flows.
- Stock trades at 48x/40x its FY2025E and FY26E EPS and due to its 1) Superior margin profile, 2) double digit growth in branded market and 3) repayment of debt through increased cash flows, hence, we believe the premium valuation to sustain and retain our PT to Rs. 2954 (ascribing a P/E of 44x on FY26E).

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/TorrentPharma-May24_2024.pdf

May 24, 2024	**Gabriel India Ltd**	Stock Update	BUY	↔	388	481	↑

Summary

- EBITDA margin stood at 9.0% in Q4FY24, the fourth consecutive quarter when it was above 8.5%.
- Sunroof project has been ramping up volumes and reported positive EBITDA in Q4FY2024.
- We maintain a Buy rating with a revised PT of Rs. 481, owing to its strong brand equity, market share expansion strategy, focus on profitability, the expectation of a rise in content per vehicle, inorganic growth strategies, and renewed focus on exports.
- Stock trades at a P/E multiple of 20.2x and EV/EBITDA multiple of 12.9x its FY2026 estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Gabriel-May24_2024.pdf

May 24, 2024	**Affle (India) Ltd**	Stock Update	BUY	↔	1,228	1,535	↔

Summary

- Affle's (India) Q4FY24 revenue stood at Rs. 506.2 crore up, 1.5% q-o-q/42.3% y-o-y, beating our estimates of Rs. 499.8 crore, driven by steady growth in CPCU revenue.
- EBITDA margin was flat at 19.4%, on q-o-q and y-o-y basis, slightly beating our estimate of 19.2%. CPCU revenue recorded steady growth at Rs. 503.8 crore, up 5.5% q-o-q/57.8% y-o-y. Converted users grew 5.5% q-o-q/41.7% y-o-y to Rs. 8.8 crore.
- The company is poised to further accelerate its growth trajectory in FY2025 with a gradual increase in profitability margin. The company is experiencing a strong market opportunity as advertisers are consistently increasing their digital spending.
- We maintain BUY on Affle with an unchanged PT of Rs. 1,535, as the company is expected to accelerate the growth trajectory, driven by a wider adoption of its CPCU model and increased digital spending by advertisers. At CMP, the stock trades at 43/36.1x its FY25/FY26E EPS.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/AffleIndia-May24_2024.pdf

May 24, 2024	**PNC Infratech Ltd**	Stock Update	BUY	↔	558	660	↑

Summary

- We retain BUY on PNC Infratech with a revised PT of Rs. 660, factoring in the value from asset divestments and considering its healthy growth outlook over the next two years.
- The company reported lower-than-expected standalone revenue, operating profit, and net profit adjusting for one-off arbitration claim. Adjusted OPM stayed in-line with expectations.
- Management has retained its FY2025 standalone revenue growth guidance of 10% y-o-y, while it has lowered its OPM guidance to 12-12.5% due to increased competitive intensity.
- Order intake guidance remains strong at Rs. 13,000-15,000 crore, including almost Rs. 5,000 crore recent L1 orders. Funds from phase-I of asset divestment are likely to be received by Q2FY2025.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/PNC-3R-May24_2024.pdf

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 24, 2024	**Divi's Laboratories Ltd**	Stock Update	HOLD	↔	4,122	4,450	↑

Summary

- Q4FY24 earnings beat our estimates on all fronts, where sales grew by 16% y-o-y to Rs 2259 crore (2% above our estimates), EBITDA grew by 47% y-o-y to Rs 717 crore (24% above our estimates) and PAT grew by 65% y-o-y to Rs 531 crore (18% above our estimates).
- Segment-wise, the custom synthesis segment contributed 51%a of sales whereas generics fetched the rest.
- A healthy product mix resulted in maintaining Gross margins at 60.2% despite the Red sea issues, while EBITDA margin stood at 31.2% (versus our estimate of 26%) led by decline in other expenses.
- As lower API prices and the Red Sea crisis drove up freight costs, we believe that the company would not achieve peak margins of 35-40%. Hence, we maintain our Hold rating. At CMP, the stock is valued at 49.3x on FY25E EPS of Rs 83.6 and 42.4x its FY26E EPS of Rs 97.3 EPS and due to sustain growth in custom synthesis business, we ascribe a PE of 46x to arrive a PT of Rs 4450.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/DivisLab-3R-May24_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 24, 2024	**Puravankara Ltd**	Viewpoint	POSITIVE	↔	425	25%	↑

Summary

- We stay positive on Puravankara and expect a 25% upside, factoring in higher pre-sales run-rate and accounting for recent business developments.
- The company reported a 93% y-o-y jump in pre-sales and a 65% y-o-y in collections for Q4. Net debt inch up by Rs. 410 crore q-o-q to provide an exit to IFC and ASK investments.
- Consolidated revenues surprised positively led by higher deliveries, while OPM disappointed owing to project mix, higher marketing & overhead spends. Consequently, it reported a net loss.
- Partnership with HDFC Capital to unlock value in existing projects and business developments under Provident brand. Launch pipeline stay strong at 14 msf for FY2025.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Puravankara-3R-May24_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 24, 2024	**Himatsingka Seide**	Viewpoint	POSITIVE	↔	129	29%	↓

Summary

- Himatsingka Seide Ltd's (HSL's) Q4FY2024 numbers were a mixed bag, with revenues remaining flat, while lower raw material costs aided a sharp rise in EBITDA margin to 21%; aiding a 19% y-o-y growth in EBIDTA.
- Sheeting and terry towel divisions' capacity utilisation stayed stable at 67-68% in FY2024. Management targets maximum utilisation levels in two years with double-digit revenue growth.
- EBIDTA margin stood at 21% in FY2024. Management has maintained guidance of 18-22% EBIDTA margins in the near term.
- The management's key focus areas are improving growth through share gains in key markets and deleveraging the balance sheet in the near future. Stock has corrected by 30% from its high and is trading at 8x/6x its FY2025E/26E EPS. We stay Positive view and expect a 29% potential upside in 12 months.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Himatsingka-3R-May24_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 24, 2024	**Subros Ltd**	Viewpoint	POSITIVE	↔	621	24%	↔

Summary

- EBITDA stood at Rs 77 crore for Q4FY24, in line with our estimates, while EBITDA margin revival is on track.
- Alternative fuel segment contributed 17% to its revenue.
- With the expectation of higher bottomline growth in comparison to topline growth, EBITDA margin revival, and a reduction in tax rate in the next two years, we maintain our positive view on the stock with a 24% upside potential.
- Stock trades at P/E multiple of 23.0x and EV/EBITDA multiple of 10.6x its FY26 estimates.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Subros-May24_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 24, 2024	**Landmark Cars Ltd**	Viewpoint	POSITIVE	↔	721	31%	↔

Summary

- Landmark's Q4FY2024 performance was impacted by upfront cost for new outlets.
- With an investment of Rs. 75 crore, the company plans to open 25 new outlets in FY2025.
- We maintain a positive view on Landmark with an upside potential of 31% on expectation of rise in penetration of luxury cars in the domestic market, expansion in its addressable market, and rise in aspirational population along with increased per capita income.
- The stock trades at a P/E multiple of 19.9x and EV/EBITDA multiple of 8.5x its FY2026 estimates.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Landmark-May24_2024.pdf

<table>
<tr><th rowspan="2">Date</th><th rowspan="2">Company</th><th rowspan="2">Report Type</th><th colspan="2">Recommendation</th><th rowspan="2">Reco Price (Rs.)</th><th colspan="2">Price Target/ Upside (%)</th></tr>
<tr><th>Latest</th><th>Chg</th><th>Latest</th><th>Chg</th></tr>
<tr><td>May 24, 2024</td><td>Kolte-Patil Developers Ltd</td><td>Viewpoint</td><td colspan="2">BOOK PROFIT</td><td colspan="3">515</td></tr>
<tr><td colspan="8">Summary
• We recommend to Book Profit in Kolte-Patil Developers Ltd (KPDL) with a 21% gain owing to unfavourable risk-reward at current valuations. We advise investors to shift to other mid-cap realty preferred picks viz. Sunteck Realty and Arvind Smartspaces.
• KPDL reported steady sales booking and collections for Q4FY2024. The company disappointed on the earnings front, led by lower deliveries, revenue booking of lower-margin projects, and one-off charges.
• Management has retained its pre-sales guidance of Rs. 3,500 crore for FY2025. The business development target is retained at Rs. 8,000 crore, although it has achieved half of the target set for FY2024.
• Revenue booking is pegged at Rs. 2,000 crore and Rs. 3,000 crore for FY2025 and FY2026, respectively. Legacy projects are expected to weigh on OPM during FY2025-FY2026.
Read report - https://www.sharekhan.com/MediaGalary/Equity/KoltePatil-3R-May24_2024.pdf</td></tr>
<tr><td>May 27, 2024</td><td>Bosch Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>31,598</td><td>35,968</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• EBITDA came to Rs 557 crore in Q4FY24 against estimate of Rs 591 crore.
• The management foresees a 10-15% penetration of hydrogen ICs in MHCV market by 2030.
• We maintain a Buy on the stock with a revised price target (PT) of Rs. 35,968 on expectations of rising localisation, increased content per vehicle and emerging opportunities in the alternative power-train.
• Stock trades at a P/E multiple of 36.1x and EV/EBITDA multiple of 26.5x its FY2026 estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Bosch-3R-May27_2024.pdf</td></tr>
<tr><td>May 27, 2024</td><td>Sundram Fasteners Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>1,149</td><td>1,460</td><td>↔</td></tr>
<tr><td colspan="8">Summary
• EBITDA came at Rs 228 crore as against estimate of Rs 221 crore.
• De-stocking in the overseas market is over, outlook appears positive for wind energy segment.
• We maintain a Buy rating on the stock with an unchanged PT of Rs 1460 in expectation of traction in export revenue, expectation of new orders in the EV segment, successful execution of existing orders in EV and non-auto space.
• Stock trades at P/E multiple of 24.4 and EV/EBITDA multiple of 16x its FY26 estimates.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Sundram-3R-May27_2024.pdf</td></tr>
<tr><td>May 27, 2024</td><td>JK Lakshmi Cement Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>801</td><td>1,000</td><td>↓</td></tr>
<tr><td colspan="8">Summary
• We retain BUY on JKL with a revised PT of Rs. 1,000, factoring in downwardly revised standalone estimates and considering its healthy growth outlook over 2-3 years.
• Q4 standalone operational profitability beat estimates, led by higher-than-estimated blended realisation, while volumes surprised negatively, led by lower outsourced volume offtake.
• JKL is undertaking almost Rs. 5,500 crore capex plan over the next three years, with clinker and grinding capacity additions planned at Durg and grinding capacity additions in Surat and Northeast.
• JKL expects consolidated volume growth of 10% y-o-y, aided by recently commissioned 2.5 mtpa cement capacity at UCW and phase-I of 0.7 mtpa at Surat expected by October 2024.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/JKLakshmi-May27_2024.pdf</td></tr>
<tr><td>May 27, 2024</td><td>Va Tech Wabag Ltd</td><td>Stock Update</td><td>BUY</td><td>↔</td><td>967</td><td>1,100</td><td>↑</td></tr>
<tr><td colspan="8">Summary
• Va Tech Wabag's adjusted profit decreased 10% y-o-y to Rs. 72 crore due to higher interest expenses. Revenue of Rs. 934 crore was up 0.8% y-o-y and OPM stood at 12.4%, up 40bps y-o-y.
• Order backlog stands strong at Rs. 11,400 crore and order pipeline is promising across Middle East, Africa, CIS nations, and SE Asian countries. The company has submitted bids worth $1bn in Middle East.
• Va Tech's focus on technologically advanced EP projects, industrial and international projects, and increasing share of O&M contracts would improve margins, cash flows, and working capital cycle. Company has guided for a revenue growth CAGR of 15% and margin guidance of 13-15% for the next 3-5 years.
• We maintain BUY with a revised PT of Rs. 1,100, given its strong order inflow, promising pipeline, and margin tailwinds. The stock trades at an attractive P/E of ~15x its FY2026E EPS.
Read report - https://www.sharekhan.com/MediaGalary/StockIdea/VaTech-May27_2024.pdf</td></tr>
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Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 27, 2024	**Aurobindo Pharma Ltd**	Stock Update	REDUCE	↓	1,191	1,014	↓

Summary

- Q4 numbers outperformed our estimates on all fronts, where sales grew by 16.7% y-o-y to Rs 7551 crore (5% above our estimates), EBITDA grew by 66% y-o-y to Rs. 1,658 crore (18% above our estimates) and adjusted PAT grew by 84% y-o-y to Rs. 907 crores.
- Surge in sales was led by 22 y-o-y growth in the U.S region (cc sales of $ 432 million), followed by 10% y-o-y growth in the Europe business (cc sales of Euro 203 million).
- Healthy product mix driven by growth across geographies resulted in gross margin expansion by 247 bps y-o-y to 59.1% and subsequently increased EBITDA margin by 20bps to 22% in Q4FY2024.
- USFDA woes have escalated for the company as Eugia Unit III received an OAI thereby impacting new launches. This increases the chance of receiving Import Alert, hence we downgrade the stock to Reduce. At the CMP, the stock is trading at ~19x/17x its FY2025E/FY2026E EPS, we would like to allot a lower P/E of 15x to arrive at a PT of Rs. 1014 (earlier PT 1133).

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Aurobindo-May27_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target Latest	Price Target Chg
May 28, 2024	**Century Plyboards (India) Ltd**	Stock Update	BUY	↑	658	765	↔

Summary

- We upgrade our rating to Buy on Century Plyboards with an unchanged PT of Rs. 765, as the recent correction in the stock and strong earnings growth outlook over the next 2-3 years.
- For Q4FY2024, Century reported marginally lower-than-expected standalone revenues. OPMs surprised negatively due to impairments. Hence, net earnings lagged.
- For FY2025, the management targets double-digit revenue growth aided by strong revenue growth in MDF and laminates and steady performance in plywood. OPMs to remain under pressure for FY2025.
- We expect demand revival during FY2025 as realty projects launched post COVID-19 starts getting delivered. OPMs revival to follow suit.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/CenturyPlyboards-3R-May28_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target Latest	Price Target Chg
May 28, 2024	**Gokaldas Exports Ltd**	Stock Update	BUY	↔	818	1,045	↔

Summary

- Gokaldas Exports Ltd's (GKEL's) Q4 numbers were good with like-for-like (LFL) revenue growth of 14% (largely volume led), while adjusted EBIDTA margins came at 14.4%.
- US retail sales grew 3% in Q1CY2024. Inventory de-stocking is in the last phase and the company expects 10% y-o-y growth in US garment imports in the current year. Volume growth momentum to sustain.
- EBIDTA margins of acquired entities - Atraco and Matix - should improve to 10.5% and 11% over the next two to three quarters. Post integration, EBIDTA margins of acquired entities should be close to GKEL's standalone EBIDTA margins in next six quarters.
- Stock has corrected by 19% from its highs and trades at 32x/20x its FY25E/FY26E earnings. Recovery in US apparel market and rise in margins will act as key valuation triggers in the near term. We retain Buy with an unchanged PT of Rs. 1,045.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Gokaldas-3R-May28_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target Latest	Price Target Chg
May 28, 2024	**Sumitomo Chemical India Ltd**	Stock Update	BUY	↑	449	550	↑

Summary

- Company reported a revenue of Rs. 674 crore (up 3.5% y-o-y and 24.4% q-o-q), in line with expectations. Operating margin at 20.8% (up 840 bps y-o-y) was far ahead than expectations of 16.2%. The margin beat was led by high gross margins as the company had liquidated all the high cost inventory by Q2. PAT of Rs. 110 crore was up 52% y-o-y.
- This year's domestic performance was affected by below normal monsoons and low reservoir levels. Export sales were impacted due to the low demand, pricing pressure and inventory de-stocking.
- Management expects domestic demand to start normalizing in the coming year, which would improve product realization and support domestic sales. Overall, company expects volume growth of 12-15% in FY25.
- Improvement in the domestic demand on the back of normal monsoon forecast, ramp-up of already completed capex and increase in margins bodes well for the company. We have increased both our FY25/26 earnings estimates by 17%. Hence, we revise our rating to Buy from Hold on SCIL with a PT of Rs. 550.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Sumitomo-May28_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target Latest	Price Target Chg
May 29, 2024	**Greenlam Industries Ltd**	Stock Update	BUY	↔	587	670	↑

Summary

- We retain a Buy on Greenlam Industries Ltd with a revised PT of Rs. 670, assigning a higher valuation multiple considering its strong earnings growth trajectory over FY2024-FY2026E.
- For Q4FY2024, the company reported marginally higher consolidated revenues with higher than expected OPMs. Net earnings beat was further aided by lower other income and tax outgo.
- Company retained 20% consolidated revenue growth guidance for FY2025 while OPMs may remain flat to marginally higher.
- Particleboard unit is delayed by a quarter to Q3FY2025 with rated capacity rising to 886 cbm per day. However, capital outlay too sees upward revision by Rs. 100 crore to Rs. 875 crore.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Greenlam-May29_2024.pdf

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 29, 2024	**Emami Ltd**	Stock Update	BUY	↔	522	635	↑

Summary

- Emami's Q4FY2024 operating performance was good as compared to the earlier quarter with a 6.4% volume growth; revenue grew by 7%; EBIDTA margin stood stable at 23.7%.
- Management expects an over 10% growth in FY2025, as rural demand recovers, distribution widens and strong summers aid good growth in summer centric portfolio in Q1FY2025.
- EBIDTA margins rose 120 bps y-o-y to 26.5% in FY2024. Margin expansion to sustain despite higher ad-spends in FY2025.
- Stock trades at attractive valuations of 24x/21x its FY2025E/26E earnings. Good recovery in rural demand will uplift Emami's performance in FY2025. We maintain a Buy rating on the stock with a revised PT of Rs. 635.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Emami-3R-May29_2024.pdf

May 29, 2024	**Aditya Birla Fashion & Retail Ltd**	Stock Update	BUY	↔	299	400	↑

Summary

- Aditya Birla Fashion & Retail Ltd (ABFRL) registered good performance in Q4FY2024 with revenue growing by 18% y-o-y, while EBIDTA margin expanded 163bps y-o-y to 8.3%, leading to 47% y-o-y growth in EBIDTA.
- Pantaloons' revenue grew 12% (LFL growth of 1%), new businesses such as ethnic wear and TMRW registered strong growth of 51% and 2.1x y-o-y, respectively.
- Net debt at FY2024-end is at ~Rs. 2,900 crore. By FY2025-end, management expects net debt for ABLBL to be at Rs. 600-700 crore and the demerged ABFRL entity to have negligible debt or to be net-debt positive (post fundraising).
- The stock trades at 21x/16x its FY2025E/FY2026E EV/EBITDA. We maintain Buy on the stock with a revised PT of Rs. 400.

Read report -https://www.sharekhan.com/MediaGalary/StockIdea/ABFRL-3R-May29_2024.pdf

May 30, 2024	**Suprajit Engineering Ltd**	Stock Update	BUY	↔	437	535	↑

Summary

- For Q4FY2024, Suprajit's EBITDA was in line with estimates, while PAT beat was led by higher other income and lower tax provisioning.
- Non-auto business in the USA has bottomed out, while control division continues to gain new orders.
- We maintain BUY with a revised PT of Rs. 535 on its long-term growth prospects with healthy traction in the automotive business, continued order wins, and expected revival in the non-auto business.
- The stock trades at a P/E multiple of 20.4x and EV/EBITDA multiple of 11.5x.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/Suprajit-May30_2024.pdf

May 30, 2024	**Lumax Auto Technologies Ltd**	Stock Update	BUY	↔	482	552	↑

Summary

- EBITDA missed the mark but matched PAT estimates on lower tax provisioning and higher other income.
- LATL has started supplies to Mahindra's new 3X0 model further IACI has added Tata Motors as a new customer.
- We maintain our Buy rating on the stock with revised PT of Rs. 552 on expectation of an improvement in product mix, rise in content per vehicle and expansion of growth opportunity on consolidation of IACI's business.
- Stock trades at P/E multiple of 14.8x and EV/EBITDA multiple of 6.5x its FY26 estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/LumaxAuto-3R-May30_2024.pdf

May 30, 2024	**Amara Raja Energy & Mobility Ltd**	Stock Update	BUY	↔	1,190	1,377	↑

Summary

- Adjusted EBITDA margin came in line with estimates, while revenue and EBITDA missed the estimates by 6.7% and 6.2%, respectively.
- Amalgamation of plastics business contributed 0.8% margin in FY24 and tubular battery's capacity is expected to commence by the end of FY25.
- We maintain a Buy rating on the stock with revised PT of Rs 1377 on account of expectation of healthy traction in replacement segment and an opportunity to play in the Li-ion cell business.
- Stock trades at P/E multiple of 18.2x and EV/EBITDA multiple of 8.6x its FY26 estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/AmaraRaja-May30_2024.pdf

Date	Company	Report Type	Recommendation		Reco Price (Rs.)	Price Target/ Upside (%)	
			Latest	Chg		Latest	Chg
May 30, 2024	**Cummins India**	Stock Update	BUY	↔	3,597	4,200	↑

Summary

- The company reported strong beat on Q4FY2024 consensus earnings estimates, with standalone revenue/operating profit/adjusted net profit growth of 20%/67%/76% y-o-y to Rs. 2,316 crore/Rs. 544 crore/Rs. 562 crore, respectively.
- Domestic sales grew 38% to Rs. 1,925 crore, driven by strong demand from data centres, commercial and residential real estate, manufacturing, and continued spending by the government on infrastructure.
- For FY2025, management has maintained its guidance of revenue growth of 2x of GDP. Moreover, with the sale of higher value CPCB IV gensets, margins will improve.
- We expect a 18%/22% CAGR in revenue/PAT (FY24-26E) and RoE/RoCE of ~28%/36%. Valuations at 40x FY2026E EPS might seem optically high but there is a huge growth tailwind supported of continued government spending on infrastructure. We maintain our buy on the stock with a revised PT of Rs 4,200, ascribing a multiple of 47x on FY26 earnings estimates.

Read report - https://www.sharekhan.com/MediaGalary/StockIdea/CumminsIndia-May30_2024.pdf

May 30, 2024	**KNR Constructions Ltd**	Stock Update	HOLD	↓	303	320	↔

Summary

- For Q4FY24, adjusting for one-offs, standalone revenues were marginally higher than estimates, while OPMs surprised positively leading to overall strong beat on net earnings.
- Standalone revenue growth guidance for FY2025 trimmed down to flattish utmost from 10% y-o-y growth earlier. OPM guidance fell to 15-16% from 16-16.5%.
- Order inflow guidance stays intact at Rs. 5000-6000 crore for FY2025. It is eyeing strategic partnerships for bidding BOT toll projects, metros and irrigation. OPM may have to be reduced for future wins.
- We downgrade KNR to Hold with an unchanged PT of Rs. 320, considering its sharp run-up over a fortnight, which provides unfavourable risk-reward at current valuation due to near term headwinds.

Read report -https://www.sharekhan.com/MediaGalary/StockIdea/KNR-3R-May30_2024.pdf

May 30, 2024	**Hindware Home Innovation Ltd**	Viewpoint	POSITIVE	↔	378	35%	↓

Summary

- We stay positive on Hindware Home Innovation (HHIL), expecting an upside of 35%, factoring in a downward revision in net earnings estimates and favourable valuations.
- Q4FY24 numbers were broadly in line with expectation adjusting for provision related to discontinuance of retail business. Bathware and Plastic Pipes remain strong while consumer appliances was weak.
- Management retained growth guidance for Bathware and Plastic Pipes while targeting margin expansions in each over the next 12-24 months. Consumer appliance division to see growth revival from Q2FY2025.
- Roorkee pipe unit remain on track to get operational by Q3FY2025. It may raise equity to reduce leverage.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Hindware-May30_2024.pdf

May 30, 2024	**Samhi Hotels Ltd**	Viewpoint	POSITIVE	↔	182	34%	↔

Summary

- Q4FY24 was the second consecutive quarter of a positive bottomline with adjusted PAT standing at Rs. 7.7 crore in Q4FY2024 (versus Rs. 2.4 crore in Q3FY2024). Revenues grew by 36% y-o-y; EBIDTA margins (pre-ESOP) are down by 69 bps y-o-y to 34.7%.
- RevPar is expected to grow in low double digits in FY25. Bangalore and Hyderabad markets are expected to see RevPar growth of mid-teens. This along with integration of ACIC portfolio will further enhance margins in FY25.
- Company plans to generate free cash of Rs. 225-250 crore in FY2025. This will be utilized for growth and deleveraging balance sheet. It targets net debt to EBIDTA to reduce to 3.5x (likely by FY26E) from 4.9x in FY24.
- Stock trades at an attractive valuation of 11x/9x its FY2025E/FY2026E EV/EBITDA. Industry tailwinds and discounted valuations to peers make it a good bet in hotel space. We maintain Positive stance and expect a 34% upside.

Read report - https://www.sharekhan.com/MediaGalary/Equity/SamhiHotels-May30_2024.pdf

May 30, 2024	**Garware Hi-Tech Films Ltd**	Viewpoint	POSITIVE	↔	1,798	32%	↑

Summary

- Q4FY2024 results were strong with a sharp rise of 28%/47%/34% y-o-y in consolidated revenue/operating profit/PAT to Rs. 447 crore/Rs. 78 crore/Rs. 58 crore due to strong growth in the PPF and SCF business.
- The SCF business registered a healthy growth of 67% y-o-y in the quarter and the PPF business is doing well and running at optimal capacity. The IPD segment has been a soft spot.
- Management expects growth momentum to continue, supported by the architectural segment and doubling of capacity of the PPF segment. They have guided for a revenue of Rs. 2500 crore in FY26.
- Strong growth outlook and high net cash (around 10% of the current market capitalization) make valuation attractive at 10.9x its FY2026E EPS. We stay Positive on GHFL and expect a 32% upside.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Garware_HiTech-3R-May30_2024.pdf

Date	Company	Report Type	Recommendation Latest	Recommendation Chg	Reco Price (Rs.)	Price Target/ Upside (%) Latest	Price Target/ Upside (%) Chg
May 31, 2024	**Sunteck Realty Ltd**	Viewpoint	POSITIVE	↔	471	25%	↑

Summary

- We stay Positive on Sunteck Realty with an upside potential of 25%, owing to its strong growth levers in both the medium and long term.
- Pre-sales growth was strong led by sustained sales momentum in BKC, Naigaon and Mira Road projects. Consolidated revenues and net profit lagged, while OPM came in higher than estimate.
- It expects a 30-35% pre-sales growth in FY2025 aided by sustenance sales, ODC launch and new phase launches at Mira Road and Naigaon. Napean Sea Road project may get launched in Q4FY2025 or Q1FY2025.
- Commencement of ODC projec[t revenue recognition, partial recognition from Maxxworld and contribution from BKC projects to drive revenues and profitability in FY2025.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Sunteck-3R-May31_2024.pdf

May 31, 2024	**Mrs. Bectors Food Specialities Ltd**	Viewpoint	POSITIVE	↔	1,261	19%	↑

Summary

- Mrs Bectors Food Specialities Ltd's (MBFSL's) Q4FY2024 performance was in line with expectations with revenue growing by 17% y-o-y, OPM at 14.4% (up by 49 bps y-o-y) and PAT rising by 22% y-o-y.
- The company has maintained its guidance of high to mid-teens revenue growth. OPM came at 14.9% in FY2024 and will remain close to 15% in the near term.
- Capacity expansion in the biscuit and bakery division is as per schedule (~Rs. 250 crore capex in FY2025). Acquired bread and bakery business along with Cremica trademark for Rs. 15 crore, which provides opportunity to expand bakery business (B2C side) in northern India.
- The stock trades at 48x/40x its FY2025E/26E earnings. We maintain our Positive view with an upside of 19% over the next twelve months.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Mrs_Bectors_Food-3R-May31_2024.pdf

May 31, 2024	**Heritage Foods Ltd**	Viewpoint	POSITIVE	↔	403	20%	↑

Summary

- Heritage Foods Ltd's (HFL's) Q4FY2024 numbers beat expectations on all fronts with revenue growing by 16.3% y-o-y and OPM rising by 231 bps y-o-y to 7.5% leading to a 2.1x y-o-y growth in PAT.
- Value-added products' (VAP) revenue grew by 22% y-o-y in Q4FY2024 with volumes rising 20% y-o-y. HFL targets high teens overall revenue growth in the coming years and 2.5%-3% increase in VAP contribution every year.
- Management does not expect to incur any further loss from bulk fat sale in the near term. This coupled with rising share of VAP will help improvement in OPM.
- Stock has moved up by ~56% since our initiation in September-23 and trades at 23x/18x its FY2025E/26E earnings. We maintain a Positive view on the stock with an upside of 20% in 12 months.

Read report - https://www.sharekhan.com/MediaGalary/Equity/HeritageFoods-3R-May31_2024.pdf

Sharekhan Ltd, its analyst or dependant(s) of the analyst might be holding or having a position in the companies mentioned in the article.

<table>
<tr><th rowspan="2">Date</th><th rowspan="2">Sector</th><th rowspan="2">Report Type</th><th colspan="2">Sector View</th></tr>
<tr><th>Latest</th><th>Chg</th></tr>
<tr><td>May 02, 2024</td><td>Automobiles</td><td>Sector Update</td><td>Positive</td><td>⇔</td></tr>
<tr><td colspan="5">Summary

Two-wheeler segment outperformed the automobile sector in April 2024.
PV segment saw demand moderation, CV players showed decent show.
Overall retail sales may get impacted in the near term due to the ongoing elections.
Preferred picks: Tata Motors, Bajaj Auto, Maruti Suzuki and Hero MotoCorp; Auto Ancillaries: Bosch, Bharat Forge, Lumax Auto Technologies, Apollo Tyres, Schaeffler India, Sterling Tools, Subros, Exide Industries, Ramkrishna Forgings and Sundram Fasteners.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Automobile-May02_2024.pdf</td></tr>
<tr><td>May 27, 2024</td><td>Q4FY2024 IT Results Review</td><td>Sector Update</td><td>Positive</td><td>⇔</td></tr>
<tr><td colspan="5">Summary

For Q4FY24, tier-1 IT companies reported muted constant currency (CC) revenue growth of -2.2% to 1.1% q-o-q with growth led by large deal ramp-up and reversal of furloughs.
EBIT margin for companies in our coverage was mixed with operating efficiencies and cost optimisation programs aiding improvement in margins.
Deal win momentum picked up with combined deal wins for covered Tier-1 companies improving 48.8% q-o-q/36.6% y-o-y. Infosys and HCL Technologies gave weaker than expected guidance for FY25 signaling a softer FY25 for the overall sector.
Recent correction following muted quarterly performance and soft management commentary has made valuations attractive for select IT companies in our coverage. We maintain Positive stance and advise selective investment in our preferred picks.
Preferred picks:
o Large caps: Pecking order: TCS, Infosys and HCL Tech
o Mid-caps: Pecking order: Persistent Systems, Birlasoft and Mastek

Read report - https://www.sharekhan.com/MediaGalary/Equity/Q4FY2024_IT_Results_Review-May27_2024.pdf</td></tr>
<tr><td>May 28, 2024</td><td>Banking</td><td>Sector Update</td><td>Positive</td><td>⇔</td></tr>
<tr><td colspan="5">Summary

Banks in our coverage universe reported a 19% y-o-y growth in PPoP vs modest growth expectation (mainly driven by marginal beat in NII (mainly led by PSB`s) and higher-than-expected other income across banks), resulting in an earnings beat.
Private banks' NIMs shrunk as expected but PSU banks surprised positively on NIMs (driven by healthy recoveries from NPL accounts). Credit cost continued to trend below the long-term averages led by lower slippages and healthy recoveries resulting in stable asset quality.
Deposit growth outpaced loan growth led by strong year-end flows plus there was a greater emphasis on improving deposit growth to manage LDR. Credit growth remained healthy (barring HDFC Bank, PNB & City Union Bank).
Top preferred picks: Large private banks – ICICI Bank, Axis Bank, HDFC Bank and Kotak Mahindra Bank; Mid-tier Private Banks – IndusInd Bank and Federal Bank; PSBs – SBI, BOB, BOI and PNB remains our top preferred picks.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Q4FY2024_Banking_Results_Review-May28_2024.pdf</td></tr>
<tr><td>May 29, 2024</td><td>Automobiles</td><td>Sector Update</td><td>Positive</td><td>⇔</td></tr>
<tr><td colspan="5">Summary

Retail sales to lag wholesales in May due to lack of seasonal buying triggers.
New launches are continuously gaining customer's mind space.
Dealers are eyeing a resurge in sales after the general election.
Preferred picks: Tata Motors, Bajaj Auto, Maruti Suzuki and Hero MotoCorp; Auto Ancillaries: Bosch, Bharat Forge, Lumax Auto Technologies, Apollo Tyres, Schaeffler India, Sterling Tools, Subros, Exide Industries, Ramkrishna Forgings and Sundram Fasteners.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Automobile-May29_2024.pdf</td></tr>
</table>

◆ Upgrade	↑	◆ No change	⇔	◆ Downgrade	↓
◆ Note: The arrow indicates change in call and price target, if any, vis-à-vis the previous report					

Date	Sector	Report Type	Sector View	
			Latest	Chg
May 30, 2024	**NBFCs, Insurance, AMC & Diversified Financials**	Sector Update	Positive/Neutral/Neutral & Positive	

Summary

- NBFCs: Business momentum remained healthy for our NBFC coverage universe (barring some housing finance companies (HFCs)). NIMs were lower for HFCs and diversified players but vehicle financiers flared better. Asset quality remained broadly stable but credit cost was relatively higher on a low base as well as higher delinquencies in MFI and personal loan segment.
- Insurance: APE growth was lower, driven by higher base in Q4FY23 while VNB growth lagged APE growth due to adverse product mix and higher cost. For general insurers (especially for ICICIGI), premium growth remained healthy and the combined ratio improved.
- AMC & Other diversified Financials: NAM India reported strong performance led by robust AUM growth driven by strong sector tailwinds. In other diversified financials, BSE continued to report robust core revenue growth driven by volume pick up but higher regulatory charges and clearing & settlement expense weighed down the earnings.
- Top Preferred Picks: BSE Ltd, Cholamandalam Finance, Bajaj Finance, L&T Finance Holdings, Five Star Finance, Nippon AMC and ICICI Lombard.

Read report - https://www.sharekhan.com/MediaGalary/Equity/Q4FY2024_NBFC_ResultsReview-May30_2024.pdf

Ride till it reverses

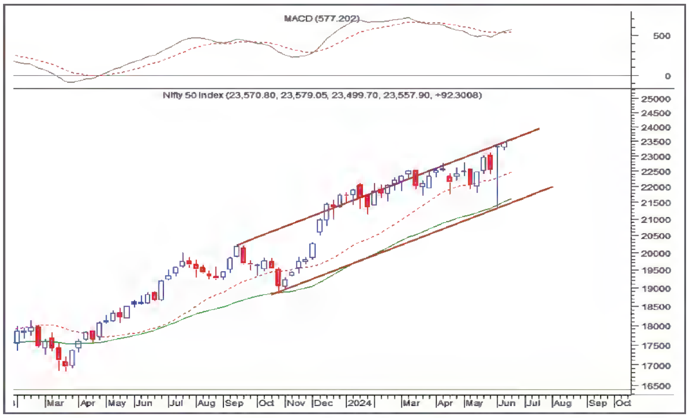
Daily view

Nifty witnessed heightened volatility during the first half of the June and thereafter has been steadily scaling to New Highs after the election result day correction. The nifty witnessed its first meaningful correction of 8.8% after a 24% rally since the Oct 18838 Lows. The V Shaped recovery has put the bulls in a position of advantage. The five-day consolidation between 23200 – 23500 has breached on the upside suggesting resumption of next leg of upmove. Daily momentum indicator has a positive crossover which is a buy signal and minor degree pullbacks towards support zone 23460 – 23430 should be used as a buying opportunity. The upmove is likely to extend towards 23820 which is the 123.6% fibonacci retracement level of the fall and beyond that it can extend towards 24120 which is the 138.2% fibonacci retracement levels. On The downside 23330 – 23300 is the crucial support zone and should not be breached for the rally to continue.

Trend	Resistance	Support
Sideways	23800	22100

Weekly view

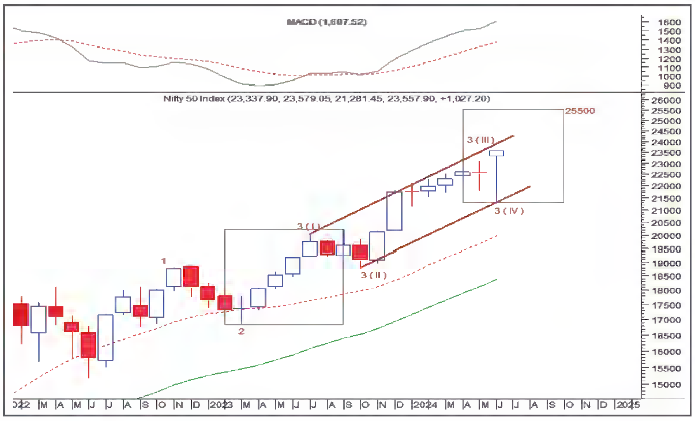
The weekly chart of Nifty suggests that it has tested the lower end of the rising channel and held on during the volatility. Also the 40 week moving average (21450) absorbed the selling pressure and has been tested which increases its significance as the more times it is tested the more stronger the support becomes. Currently the Nifty is trading around the upper end of the rising channel and hence we are witnessing a slow and gradual upmove. The weekly momentum indicator has a positive crossover how the divergence is keeping the rise under check. Idea here should be ride the upmove until there is evidence of weakness on the price front. A decisive close below 23000 would put the bullish outlook at risk.



Trend	Resistance	Support
Sideways	23800	22100

Monthly view

On the monthly chart, the Nifty witnessed sharp swings in both directions and has resulted in a long lower shadow on the monthly charts. This suggests that there is ample buying interest at lower levels around supports. The higher top higher bottom is still intact and thus keeping the uptrend intact. Going ahead the low of 21281 shall be a panic bottom from a medium term perspective. As per the Elliott Wave principle, we believe that Nifty has started wave 5 of larger degree wave 3 which can extend towards 25500 levels. Thus, incase of dips towards 22750 - 22700, the 38.2% retracement mark and 40 day average, it is likely to be a minor degree wave 2 of the wave 5 which is under assumption.



Trend	Resistance	Support
Sideways	24500	21500

USD-INR: Symmetrical Triangle

- On the weekly spot chart, USDINR have been trading with a symmetrical triangle formation within a consolidation of 83.70-83.00 for the past few weeks, as the prices have sustained the support of 83.00, making it a crucial level for the pair to breach.
- A move beyond the mentioned range should provide us with further direction to trade for the week. While the resistance for the pair should be the level 83.60 which is long-term trendline resistance & a move above the level should back the bulls to target the level of 84.40.
- However, the momentum indicator RSI trading has a positive crossover as it trades around the mid-level of the oscillator to support the sideways to bullish move. Thus, the pair should trade test the support of 83.20, followed by 83.00 for the week. With the resistance being around the level of 83.70 which would initiate a fresh bullish move.
- Thus, from the above the analysis we expect USDINR pair to trade with a Buy on Dips strategy for the coming month of June until the price closes above the resistance of 83.00. With the downside supports being around the level of 83.00.

View	CMP	Currency	Reversal	Target
Bullish	83.50	USDINR	83.00	84.40

GBP-INR: Trading around the multiple resistance

- On the weekly chart, GBPINR has been trading with a higher high formation as it tests the monthly resistance of 107 & the previous swing high of 107.90, which acts as an immediate resistance for the pair. A move above the mentioned resistance should back the bullish bias for the pair & target the levels of 107.50/108.
- The positive move is backed by the momentum indicator RSI, which has a positive crossover as it moves towards the overbought zone.
- The support for the pair should be around 105.25 which is the 20 weeks EMA. Additionally, if the prices fail to sustain the level of 106 on the daily close that could negate the bullish move for the month ahead & once again trade within 107.00-105.00.
- Thus, from the above the analysis we can conclude that the prices of GBPINR pair is trading with the bullish bias & one should trade with a buy on dips strategy for the month of June until the prices sustains above the mentioned level.

View	CMP	Currency	Reversal	Target
Bullish	106.75	GBPINR	106.00	108.00

EUR-INR: Double top formation

- On the weekly spot chart, EURINR has breached the trendline support also breaching an ascending triangle formation, implying bearish move for the pair. Prices have recently witnessed a pullback towards the breakdown level & resume their bearish bias, while a close below the previous week should back the bearish move.
- The momentum indicator Stochastics has a negative crossover as it moves below the overbought zone of the oscillator supporting a bearish move.
- Prices should find an immediate support around 89.50/89.00 which is the trendline support. Thus, the pair should be traded with a sell on rise strategy targeting the levels of 89.00 with the reversal being above the level of 90.80.
- Thus, from the above the analysis, we expect EURINR pair to trade with a sell on rise strategy for the coming month of June until the price closes above the resistance of 90.80. With the downside supports being around the level of 89.00.

View	CMP	Currency	Reversal	Target
Bearish	90.25	EURINR	90.80	89

JPY-INR: Consolidation at the low

- On the weekly spot chart, JPYINR has been trading within an Inside bar's formation inside the range of 52.60-54.30. Prices have consolidated at the recent lows making the level of 52.60 a crucial level to breach & resume the bearish move.
- The momentum indicator RSI has a positive crossover as it moves from the oversold zone to support a correction in the bearish move. Prices should find resistance around 20-weekly EMA, along with the recent high of 54.50.
- Thus, any dips towards 53.00/52.80 should be an opportunity to buy & add positions with a reversal for the trend below the close of 52.00. Hence, from the above analysis we expect the JPYINR pair to trade with a sideways to bullish bias for June.

View	CMP	Currency	Reversal	Target
Bullish	53.10	JPYINR	52.00	54.50

PRIME PICKS (EQUITY STRATEGY)

OVERVIEW

- Prime Picks is multi-cap discretionary PMS scheme with an aim to generate superior risk adjusted returns across market cycles through a well defined stock selection process and balanced allocation between Quality and Alpha.
- **Performance benchmark :** S&P BSE 500 TRI Index.
- Prime Picks follows a dual investment approach with two distinct portfolios, Quality and Alpha, to maintain disciplined allocation between core portfolio of proven structural growth companies (Quality) and an aggressive portfolio of midcap companies (Alpha).
- **Assets Allocation:** 0-100% in Equity stocks and excess cash balance if any, may be invested in mutual funds.

INVESTMENT STRATEGY

- Maintain disciplined investment approach by building a core portfolio of proven secular growth companies that provide steady returns over a period of time.
- Use allocation in Alpha portfolio to generate outperformance through superior selection of stocks in the midcap space.
- Investors get to choose allocation options between Quality and Alpha portfolios depending upon the risk profile and market conditions.

RISK

- **Market Risk :**As the portfolio created under Prime Portfolio product is invested in the equity market, if for reason the equity market corrects, there will be associated risk with this product too
- Risk associated with full deployment of cash, so in the event of market correction, there can be risk to the portfolio.

PRICING & PRODUCT FEATURES

Particulars	Prime Picks PMS		
	Plan A	Plan B	Plan C
Minimum Investment	Rs. 50 lakh	Rs. 50 lakh	Rs. 50 lakh
Additional Investments	Multiples of Rs. 1 lakh	Multiples of Rs. 1 lakh	Multiples of Rs. 1 lakh
Management Fees	0%-2% p.a. on corpus + taxes	0%-2% p.a. on corpus + taxes	0%-1% p.a. on corpus + taxes
Brokerage	0.1%-0.5% + statutory charges	0.1% + statutory charges	0.1% + statutory charges
Hurdle Rate	18% (net of all the cost)	15% (net of all the cost)	12% (net of all the cost)
Profit Sharing Fees*	20% profit sharing post hurdle rate	20% profit sharing post hurdle rate	20% profit sharing post hurdle rate
Exit Load	Nil	3% if exit within 1 year; 2% if exit within 2 years; 1% if exit within 3 years	3% if exit within 1 year; 2% if exit within 2 years; 1% if exit within 3 years

Note : Management Fees are not charged upfront but in four installments at the end of each quarter. Fees are subject to overall regulatory caps as may be specified in the Disclosure Document. *Subject to High Water Mark Principle.

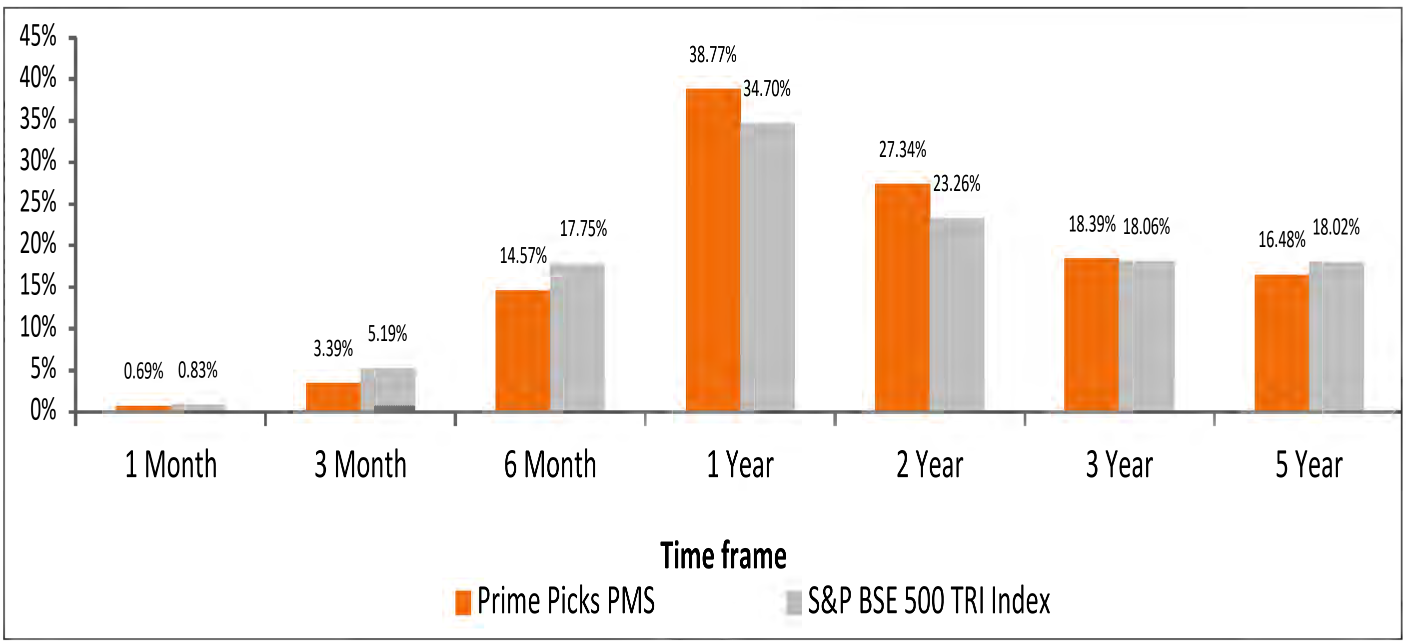
Prime Picks Portfolio Performance (as of May 2024)

Duration	Prime Picks*	S&P BSE 500 TRI Index	NIFTY 50 TRI INDEX
1 Month	0.69%	0.83%	0.03%
3 Month	3.39%	5.19%	2.86%
6 Month	14.57%	17.75%	12.51%
1 Year	38.77%	34.70%	23.02%
2 Year (CAGR)	27.34%	23.26%	17.87%
3 Year (CAGR)	18.39%	18.06%	14.45%
5 Year (CAGR)	16.48%	18.02%	14.95%

Note: *1. Returns are net of all taxes and cost.*
2. Returns are generated by Moneyware system and based on TWRR method of calculations as mandated by SEBI
3. Above 1 year return is Compounded Annual Growth Rate (CAGR)
4. Performance related information provided herein is not verified by SEBI
*5.Performance relative to other Portfolio Managers within the selected Strategy: **Click Here**. (as per clause 2.13 of SEBI Circular SEBI/HO/IMD/IMD-PoD-2/P/CIR/2022/172, dated December 16, 2022)*

Top 5 Stocks – Prime Picks QUALITY	
1	ICICI BANK
2	ITC
3	L&T
4	M&M
5	RELIANCE INDUSTRIES

Top 5 Stocks – Prime Picks ALPHA	
1	AXIS BANK
2	DLF
3	HINDUSTAN AERONAUTIC
4	BSE LTD
5	BHEL



The Portfolio Manager provides an option for Direct On-boarding. Performance related information provided herein is not verified by SEBI. For more details with regard to Portfolio Manager, investment approach, risks, conflicts and other terms, please read the Disclosure Document carefully (available on www.sharekhan.com) before making an investment decision. Investment in securities market is subject to market risks, read all the related documents carefully before investing.

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Other registrations of Sharekhan Ltd: SEBI Regn. Nos.: BSE / NSE / MSEI (CASH / F&O / CD) / MCX - Commodity: INZ000171337; DP: NSDL/CDSL-IN-DP-365-2018; PMS: INP000005786; Mutual Fund: ARN 20669. BSE – 748, NSE – 10733, MCX – 56125, MSEI – 1043.

Compliance Officer: Ms. Binkle Oza; Tel: 022-62263303; email id: **complianceofficer@sharekhan.com**

For any complaints/grievance, email us at **pms@sharekhan.com** or you may even call PMS desk on - **022-62263242/46/51/67.**

InvesTiger

Most Popular Portfolios

Return Matrix – Thematic Category - Economic Recovery Picks

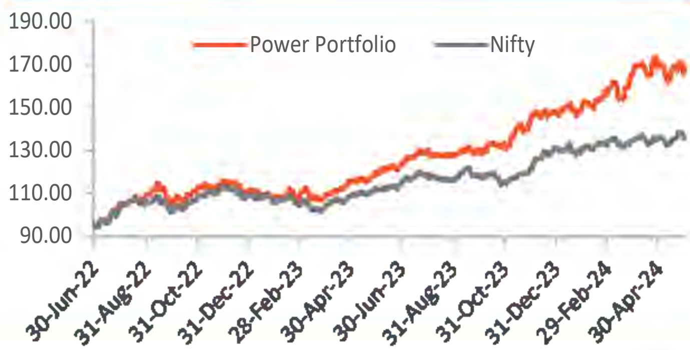
Time Period	Economic Recovery	Benchmark: Nifty	OP/UP
1 Month	-3.7%	-0.3%	**-3.3%**
3 Month	1.0%	2.5%	**-1.5%**
6 Month	14.3%	11.9%	**2.4%**
1 Year	47.4%	21.6%	**25.8%**
Since Inception	92.5%	37.7%	**54.8%**

Return Matrix – Premier Category - Power Portfolio Picks

Time Period	Power Portfolio	Benchmark: Nifty	OP/UP
1 Month	-0.3%	-0.3%	**0.0%**
3 Month	8.1%	2.5%	**5.7%**
6 Month	17.3%	11.9%	**5.4%**
1 Year	40.8%	21.6%	**19.2%**
Since Inception	68.4%	35.9%	**32.6%**

Economic Recovery Picks v/s Benchmark

Power Portfolio Picks v/s Benchmark



Premier Category Portfolios

Power Portfolio

Time Period	Portfolio return	Nifty Return	OP/UP
1 Month	-0.3%	-0.3%	**0.0%**
3 Month	8.1%	2.5%	**5.7%**
6 Month	17.3%	11.9%	**5.4%**
1 Year	40.8%	21.6%	**19.2%**
Since Inception (June 2022)	68.4%	35.9%	**32.6%**

Star Portfolio

Time Period	Portfolio return	Nifty200 Return	OP/UP
1 Month	2.1%	0.5%	**1.5%**
3 Month	9.6%	4.8%	**4.8%**
6 Month	30.1%	17.0%	**13.1%**
1 Year	45.9%	31.0%	**14.9%**
Since Inception (June 2022)	95.1%	45.7%	**49.4%**

Top Picks

Time Period	Portfolio return	Nifty Return	OP/UP
1 Month	-0.5%	-0.3%	**-0.2%**
3 Month	6.8%	2.5%	**4.3%**
6 Month	17.9%	11.9%	**6.0%**
1 Year	31.7%	21.6%	**10.2%**
Since Inception (June 2022)	59.4%	35.9%	**23.6%**

Emerging Stars Portfolio

Time Period	Portfolio return	CNX Nifty Midcap 100 Return	OP/UP
1 Month	-1.5%	1.6%	**-3.2%**
3 Month	1.3%	7.0%	**-5.6%**
6 Month	10.2%	20.5%	**-10.3%**
1 Year	47.8%	53.2%	**-5.4%**
Since Inception (Jan 2023)	73.5%	71.0%	**2.5%**

Thematic Category Portfolios

Economic Recovery Picks

Time Period	Portfolio return	Nifty Return	OP/UP
1 Month	-3.7%	-0.3%	**-3.3%**
3 Month	1.0%	2.5%	**-1.5%**
6 Month	14.3%	11.9%	**2.4%**
1 Year	47.4%	21.6%	**25.8%**
Since Inception (June 2022)	92.5%	37.7%	**54.8%**

Export Picks

Time Period	Portfolio return	Nifty 500 Return	OP/UP
1 Month	-0.8%	0.5%	**-1.4%**
3 Month	3.8%	5.0%	**-1.3%**
6 Month	21.0%	17.3%	**3.7%**
1 Year	45.4%	33.8%	**11.6%**
Since Inception (June 2022)	64.5%	61.2%	**3.3%**

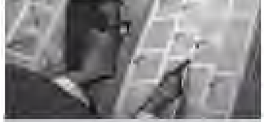
MNC Picks

Time Period	Portfolio return	Nifty MNC Return	OP/UP
1 Month	3.8%	5.5%	**-1.7%**
3 Month	6.6%	13.8%	**-7.2%**
6 Month	7.0%	26.0%	**-19.0%**
1 Year	18.6%	37.3%	**-18.7%**
Since Inception (June 2022)	48.4%	64.0%	**-15.6%**

Green Model Portfolio

Time Period	Portfolio return	CNX Nifty 100 ESG Return	OP/UP
1 Month	-2.6%	0.0%	**-2.6%**
3 Month	5.0%	2.3%	**2.7%**
6 Month	16.5%	13.8%	**2.8%**
1 Year	43.1%	26.7%	**16.4%**
Since Inception (Jan 2023)	66.3%	33.8%	**32.5%**

Note: Returns shown above pertain to Model Portfolio of each stock basket are as on May 31, 2024.



Sharekhan Mutual Fund Top Picks June 2024

Top Equity Fund Picks

Data as on May 02, 2024

Scheme Name	Absolute % (Point to Point)	Compounded Annualised % (Point to Point)				AUM (In Crs)	NAV (Rs.)	*Riskometer
	6 Months	1 yr	3 yrs	5 yrs	Since Inception			
Large Cap Fund								
Nippon India Large Cap Fund - Reg - Growth	26.1	42.3	26.1	18.1	13.3	26,138	81	Very High
HDFC Top 100 Fund - Growth	23.1	36.0	22.4	15.9	19.2	33,170	1049	Very High
ICICI Prudential Bluechip Fund - Growth	25.8	39.9	22.1	18.2	15.4	54,904	98	Very High
Baroda BNP Paribas Large Cap Fund - Growth	28.4	39.8	20.1	18.2	16.6	1,931	204	Very High
Tata Large Cap Fund - Reg - Growth	24.6	34.4	18.7	15.9	19.4	2,103	460	Very High
Kotak Bluechip Fund - Reg - Growth	21.9	30.8	17.3	16.5	19.2	8,028	505	Very High
Mirae Asset Large Cap Fund - Reg - Growth	16.0	24.0	14.8	14.0	15.3	38,060	99	Very High
Large & Mid Cap Fund								
ICICI Prudential Large & Mid Cap Fund - Growth	29.1	46.4	27.8	21.8	18.8	13,117	864	Very High
HDFC Large and Mid Cap Fund - Growth	27.5	49.1	27.1	21.8	13.1	18,692	303	Very High
Bandhan Core Equity Fund - Reg - Growth	33.6	57.1	26.6	21.2	14.0	4,395	116	Very High
UTI Large & Mid Cap Fund - Growth	27.7	47.5	24.3	20.1	13.0	2,978	154	Very High
Baroda BNP Paribas Large & Mid Cap Fund - Reg - Growth	32.8	46.9	24.0	--	27.9	1,172	25	Very High
Kotak Equity Opportunities Fund - Reg - Growth	28.3	44.7	23.0	20.6	19.0	21,496	307	Very High
SBI Large & Midcap Fund - Growth	22.0	34.3	22.7	19.3	15.1	22,689	538	Very High
Mid Cap Fund								
Nippon India Growth Fund - Reg - Growth	28.9	60.2	30.6	26.1	22.8	26,822	3521	Very High
HDFC Mid-Cap Opportunities Fund - Growth	26.9	56.9	29.9	25.0	18.1	63,413	165	Very High
Edelweiss Mid Cap Fund - Growth	30.5	53.2	27.2	25.8	13.7	5,534	82	Very High
SBI Magnum Midcap Fund - Growth	20.6	40.7	24.5	24.1	17.3	17,910	212	Very High
Mirae Asset Midcap Fund - Reg - Growth	25.9	50.6	24.4	--	27.6	15,139	32	Very High
Baroda BNP Paribas Midcap Fund - Growth	28.3	50.3	24.1	23.9	13.0	1,891	91	Very High
Kotak Emerging Equity Fund - Reg - Growth	22.6	43.6	23.9	23.8	15.1	42,699	110	Very High
Small Cap Fund								
Nippon India Small Cap Fund - Reg - Growth	27.1	60.5	35.5	31.3	22.3	50,423	155	Very High
HSBC Small Cap Fund - Reg - Growth	24.5	51.9	33.3	25.9	22.6	14,619	76	Very High
HDFC Small Cap Fund - Growth	21.9	49.3	31.7	23.8	17.0	29,685	126	Very High
Bandhan Small Cap Fund - Reg - Growth	35.9	76.3	30.7	--	37.5	4,994	38	Very High
Edelweiss Small Cap Fund - Reg - Growth	22.4	49.3	29.2	28.9	29.6	3,361	39	Very High
Focused Fund								
HDFC Focused 30 Fund - Growth	26.1	40.5	29.3	20.0	16.2	11,247	192	Very High
ICICI Prudential Focused Equity Fund - Ret - Growth	29.0	45.2	24.4	20.1	14.6	7,872	77	Very High
360 ONE Focused Equity Fund - Reg - Growth	25.0	39.6	22.0	22.3	16.7	7,009	44	Very High
Nippon India Focused Equity Fund - Reg - Growth	15.8	32.4	18.5	17.5	14.6	7,895	106	Very High
Sundaram Focused Fund - Growth	21.8	34.2	17.6	18.2	15.7	1,056	148	Very High
Mirae Asset Focused Fund - Reg - Growth	12.3	19.7	12.2	--	17.3	8,313	22	Very High
Flexi Cap Funds								
HDFC Flexi Cap Fund - Growth	26.8	42.3	27.6	19.9	19.0	52,874	1659	Very High
Franklin India Flexi Cap Fund - Growth	25.2	44.5	23.8	19.5	18.3	15,267	1451	Very High
Edelweiss Flexi Cap Fund - Reg - Growth	28.7	42.1	21.6	18.3	14.0	1,784	34	Very High
HSBC Flexi Cap Fund - Growth	27.6	43.9	21.5	17.4	15.7	4,399	192	Very High
Aditya Birla Sun Life Flexi Cap Fund - Growth	22.5	37.2	17.3	16.4	21.7	20,564	1550	Very High
DSP Flexi Cap Fund - Reg - Growth	20.5	37.2	17.3	18.0	13.8	10,409	89	Very High
SBI Flexicap Fund - Growth	19.5	29.0	16.7	15.4	13.2	20,784	100	Very High

Data as on May 02, 2024

Scheme Name	Absolute % (Point to Point)	Compounded Annualised % (Point to Point)				AUM (In Crs)	NAV (Rs.)	*Riskometer
	6 Months	1 yr	3 yrs	5 yrs	Since Inception			
Value & Contra Funds								
SBI Contra Fund - Growth	29.8	49.7	31.8	26.1	19.8	29,586	355	Very High
HSBC Value Fund - Reg - Growth	31.6	55.0	28.2	22.2	17.2	12,067	97	Very High
Nippon India Value Fund - Reg - Growth	33.6	58.5	27.6	22.4	17.2	7,523	202	Very High
ICICI Prudential Value Discovery Fund - Growth	25.2	42.2	26.9	22.6	20.6	42,664	404	Very High
Bandhan Sterling Value Fund - Reg - Growth	26.7	44.1	26.6	22.0	17.6	8,944	137	Very High
ELSS								
SBI Long Term Equity Fund - Growth	35.9	59.8	28.7	22.1	16.7	23,412	391	Very High
HDFC ELSS Taxsaver Fund - Growth	28.4	45.2	27.2	18.0	23.6	14,475	1205	Very High
Franklin India ELSS Tax Saver Fund - Growth	25.8	45.0	23.3	18.2	21.5	6,383	1313	Very High
Bandhan ELSS Tax saver Fund - Reg - Growth	21.5	37.7	22.1	20.2	18.8	6,432	141	Very High
Kotak ELSS Tax Saver Fund - Reg - Growth	26.9	40.0	22.0	19.5	13.8	5,608	108	Very High
DSP ELSS Tax Saver Fund - Growth	27.4	43.6	21.6	20.0	15.4	14,860	120	Very High
Mirae Asset ELSS Tax Saver Fund - Reg - Growth	23.3	35.6	18.7	19.4	19.0	22,472	43	Very High
Thematic ESG								
ICICI Prudential ESG Exclusionary Strategy Fund - Reg - Growth	22.5	40.1	17.1	--	19.5	1,430	19	Very High
Invesco India ESG Integration Strategy Fund - Reg - Growth	21.3	35.7	16.5	--s	16.3	550	16	Very High
SBI ESG Exclusionary Strategy Fund - Growth	18.8	29.7	16.4	15.1	14.5	5,422	213	Very High
Kotak ESG Exclusionary Strategy Fund - Reg - Growth	21.2	31.2	14.0	--	14.0	998	16	Very High
Aditya Birla Sun Life ESG Integration Strategy Fund - Reg - Growth	15.5	26.8	12.9	--	12.7	675	15	Very High
Thematic/Sector Funds								
ICICI Prudential Manufacturing Fund - Reg - Growth	39.4	65.6	31.5	25.1	23.2	3,883	32	Very High
UTI Transportation and Logistics Fund - Growth	38.2	61.1	30.1	21.2	17.3	3,280	248	Very High
ICICI Prudential Pharma Healthcare and Diagnostics Fund - Reg - Growth	29.4	58.0	17.7	24.7	21.4	3,835	31	Very High
SBI Banking & Financial Services Fund - Reg - Growth	23.1	32.4	16.3	14.0	14.6	5,327	35	Very High
ICICI Prudential Banking and Financial Services Fund - Retail - Growth	13.0	22.3	15.8	11.2	16.6	7,424	111	Very High
SBI Magnum Global Fund - Growth	5.0	17.4	13.4	15.4	14.4	6,299	341	Very High

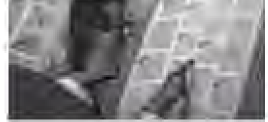
Baroda BNP Paribas Equity schemes

Scheme name	Scheme Category	Absolute % (Point to Point)	Compounded Annualised % (Point to Point)				AUM (In Crs)	Riskometer
		6 Months	1 yr	3 yrs	5 yrs	Since Inception		
Baroda BNP Paribas Multi Cap Fund - Growth	Multi Cap	32.1	48.7	24.9	21.6	17	2424	Very High
Baroda BNP Paribas Midcap Fund - Growth	Mid Cap	28.3	50.3	24.1	23.9	13	1891	Very High
Baroda BNP Paribas Large & Mid Cap Fund - Reg - Growth	Large & Mid Cap	32.8	46.9	24.0	--	28	1172	Very High
Baroda BNP Paribas India Consumption Fund - Reg - Growth	Thematic	20.4	37.3	20.3	19.9	20	1264	Very High
Baroda BNP Paribas Large Cap Fund - Growth	Large Cap	28.4	39.8	20.1	18.2	17	1931	Very High
Baroda BNP Paribas Focused Fund - Reg - Growth	Focused	29.4	40.9	20.0	17.2	12	623	Very High
Baroda BNP Paribas ELSS Tax Saver Fund - Growth	ELSS	29.8	45.5	18.8	17.6	12	881	Very High
Baroda BNP Paribas Banking & Financial Services Fund - Growth	Sectoral	21.7	29.2	15.3	12.0	13	135	Very High
Baroda BNP Paribas Aqua Fund of Fund - Reg - Growth	FoF - Overseas	19.7	15.1	--	--	6	58	Very High
Baroda BNP Paribas Business Cycle Fund - Reg - Growth	Thematic	30.9	44.4	--	--	16	520	Very High
Baroda BNP Paribas Flexi Cap Fund - Reg - Growth	Flexi Cap	27.4	41.7	--	--	23	1291	Very High
Baroda BNP Paribas Value Fund - Reg - Growth	Value	30.1	--	--	--	37	1757	Very High
Baroda BNP Paribas Small Cap Fund - Reg - Growth	Small Cap	24.5	--	--	--	25	1394	Very High

*The Riskometer will indicate six levels of risk – Low, Low to moderate, Moderate, Moderately High, High and Very high.

Every individual has a different investment requirement, which depends on his financial goals and risk-taking capacities. We at Sharekhan first understand the individual's investment objectives and risk-taking capacity, and then recommend a suitable portfolio. So, we suggest that you get in touch with our Mutual Fund Advisor before investing in the best funds.

Sharekhan Ltd, its analyst or dependant(s) of the analyst might be holding or having a postition in the mutual funds mentioned in the article.



Sharekhan Mutual Fund Top Picks June 2024

Top SIP Fund Picks

(*invested on 1st day of every month)

Data as on May 02, 2024

SIP INVST (Monthly Rs. 1,000)*	1 year		3 years		5 Year		AUM (In Crs)	NAV	*Riskometer
Total amount invested	12,000		36,000		60000				
Scheme Name	Present Value (Rs.)	Compounded annualised return (%)	Present value (Rs.)	Compounded annualised return (%)	Present value (Rs.)	Compounded annualised return (%)			
Large Cap Fund									
Nippon India Large Cap Fund - Reg - Growth	14,141	41.4	52,457	27.5	1,11,833	26.0	26,138	81	Very High
ICICI Prudential Bluechip Fund - Growth	14,103	40.6	50,290	24.2	1,05,481	23.5	54,904	98	Very High
HDFC Top 100 Fund - Growth	13,826	35.0	49,948	23.7	1,03,982	22.8	33,170	1049	Very High
Baroda BNP Paribas Large Cap Fund - Growth	14,316	45.0	49,865	23.6	1,01,178	21.7	1,931	204	Very High
Tata Large Cap Fund - Reg - Growth	13,837	35.2	47,748	20.3	98,352	20.5	2,103	460	Very High
Kotak Bluechip Fund - Reg - Growth	13,650	31.5	46,624	18.5	96,351	19.6	8,028	505	Very High
Mirae Asset Large Cap Fund - Reg - Growth	13,145	21.5	43,950	14.1	89,433	16.5	38,060	99	Very High
Large & Mid Cap Fund									
Bandhan Core Equity Fund - Reg - Growth	14,922	57.7	55,479	31.9	1,18,855	28.6	4,395	116	Very High
HDFC Large and Mid Cap Fund - Growth	14,298	44.6	53,474	29.0	1,19,108	28.7	18,692	303	Very High
UTI Large & Mid Cap Fund - Growth	14,401	46.8	52,384	27.4	1,14,459	27.0	2,978	154	Very High
Kotak Equity Opportunities Fund - Reg - Growth	14,424	47.2	52,061	26.9	1,10,726	25.5	21,496	307	Very High
Edelweiss Large & Mid Cap Fund - Growth	13,885	36.2	49,023	22.3	1,04,511	23.1	2,974	75	Very High
SBI Large & Midcap Fund - Growth	13,684	32.2	48,839	22.0	1,06,793	24.0	22,689	538	Very High
Mirae Asset Large & Midcap Fund - Growth	13,831	35.1	48,061	20.8	1,04,390	23.0	34,974	135	Very High
Mid Cap Fund									
HDFC Mid-Cap Opportunities Fund - Growth	14,417	47.1	56,976	34.0	1,30,271	32.6	63,413	165	Very High
Nippon India Growth Fund - Reg - Growth	14,653	52.0	56,324	33.1	1,30,155	32.5	26,822	3521	Very High
Edelweiss Mid Cap Fund - Growth	14,628	51.5	54,074	29.9	1,25,060	30.8	5,534	82	Very High
Invesco India Midcap Fund - Growth	14,480	48.4	53,026	28.3	1,16,974	27.9	4,512	137	Very High
Baroda BNP Paribas Midcap Fund - Growth	14,546	49.8	52,532	27.6	1,17,492	28.1	1,891	91	Very High
Kotak Emerging Equity Fund - Reg - Growth	14,079	40.1	50,948	25.2	1,16,428	27.7	42,699	110	Very High
SBI Magnum Midcap Fund - Growth	13,786	34.2	50,710	24.9	1,19,639	28.9	17,910	212	Very High
Small Cap Fund									
Nippon India Small Cap Fund - Reg - Growth	14,593	50.8	58,578	36.2	1,52,060	39.4	50,423	155	Very High
HSBC Small Cap Fund - Reg - Growth	14,314	45.0	55,687	32.2	1,38,357	35.2	14,619	76	Very High
HDFC Small Cap Fund - Growth	13,927	37.1	55,015	31.2	1,33,575	33.7	29,685	126	Very High
Edelweiss Small Cap Fund - Reg - Growth	14,050	39.6	53,151	28.5	1,32,748	33.4	3,361	39	Very High
ICICI Prudential Smallcap Fund - Growth	13,728	33.0	51,479	26.0	1,26,793	31.4	7,659	80	Very High

(*invested on 1st day of every month)

Data as on May 02, 2024

SIP INVST (Monthly Rs. 1,000)*	1 year		3 years		5 Year		AUM (In Crs)	NAV	*Riskometer
Total amount invested	12,000		36,000		60000				
Scheme Name	Present Value (Rs.)	Compounded annualised return (%)	Present value (Rs.)	Compounded annualised return (%)	Present value (Rs.)	Compounded annualised return (%)			
Focused Fund									
HDFC Focused 30 Fund - Growth	14,159	41.8	53,403	28.9	1,17,408	28.1	11,247	192	Very High
ICICI Prudential Focused Equity Fund - Ret - Growth	14,398	46.7	51,941	26.7	1,12,507	26.2	7,872	76	Very High
360 ONE Focused Equity Fund - Reg - Growth	14,046	39.5	49,916	23.7	1,07,928	24.4	7,009	44	Very High
Franklin India Focused Equity Fund - Growth	14,027	39.1	49,828	23.5	1,08,477	24.7	11,512	98	Very High
Sundaram Focused Fund - Growth	13,715	32.8	47,024	19.1	98,838	20.7	1,056	148	Very High
Nippon India Focused Equity Fund - Reg - Growth	13,329	25.1	46,502	18.3	1,01,820	22.0	7,895	106	Very High
Flexi Cap Funds									
HDFC Flexi Cap Fund - Growth	14,157	41.7	53,027	28.3	1,16,690	27.8	52,874	1659	Very High
Franklin India Flexi Cap Fund - Growth	14,175	42.1	51,034	25.4	1,11,577	25.9	15,267	1451	Very High
HSBC Flexi Cap Fund - Growth	14,308	44.8	50,400	24.4	1,04,738	23.2	4,399	191	Very High
Edelweiss Flexi Cap Fund - Reg - Growth	14,278	44.2	50,159	24.0	1,05,161	23.3	1,784	34	Very High
DSP Flexi Cap Fund - Reg - Growth	13,627	31.0	47,363	19.7	98,255	20.4	10,409	89	Very High
Aditya Birla Sun Life Flexi Cap Fund - Growth	13,794	34.4	47,359	19.7	98,109	20.4	20,564	1550	Very High
SBI Flexicap Fund - Growth	13,503	28.5	45,914	17.4	94,707	18.9	20,784	100	Very High
Value & Contra Funds									
SBI Contra Fund - Growth	14,520	49.2	56,100	32.8	1,36,576	34.7	29,586	355	Very High
HSBC Value Fund - Reg - Growth	14,795	55.0	55,805	32.3	1,22,367	29.9	12,067	97	Very High
Nippon India Value Fund - Reg - Growth	14,861	56.4	55,085	31.3	1,21,438	29.5	7,523	202	Very High
ICICI Prudential Value Discovery Fund - Growth	14,133	41.2	52,707	27.9	1,19,261	28.7	42,664	404	Very High
Bandhan Sterling Value Fund - Reg - Growth	14,094	40.4	51,945	26.7	1,23,874	30.4	8,944	137	Very High
Tax-saving funds (ELSS)									
SBI Long Term Equity Fund - Growth	15,064	60.7	57,323	34.5	1,23,328	30.2	23,412	391	Very High
HDFC ELSS Taxsaver Fund - Growth	14,319	45.1	53,146	28.5	1,12,925	26.4	14,475	1205	Very High
Franklin India ELSS Tax Saver Fund - Growth	14,206	42.7	51,168	25.6	1,09,181	24.9	6,383	1313	Very High
Kotak ELSS Tax Saver Fund - Reg - Growth	14,283	44.3	50,637	24.8	1,07,420	24.2	5,608	108	Very High
DSP ELSS Tax Saver Fund - Growth	14,206	42.7	50,172	24.1	1,07,605	24.3	14,860	120	Very High
Bandhan ELSS Tax saver Fund - Reg - Growth	13,690	32.3	49,119	22.4	1,11,522	25.8	6,432	141	Very High
Mirae Asset ELSS Tax Saver Fund - Reg - Growth	13,764	33.8	47,619	20.1	1,02,375	22.2	22,472	43	Very High

*The Riskometer will indicate six levels of risk – Low, Low to moderate, Moderate, Moderately High, High and Very high.

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Sharekhan Earnings Guide

Prices as on June 03, 2024

Company	CMP (Rs)	Sales FY23	Sales FY24E	Sales FY25E	Net profit FY23	Net profit FY24E	Net profit FY25E	EPS FY23	EPS FY24E	EPS FY25E	(%) EPS growth	PE (x) FY23	PE (x) FY24E	PE (x) FY25E	RoCE (%) FY24E	RoCE (%) FY25E	RoNW (%) FY24E	RoNW (%) FY25E	DPS Rs.	Div Yld(%)
Autos																				
Alicon Castalloy	1,060	1,559.0	1,817.0	2,177.0	61.0	96.0	132.0	38.1	59.7	81.7	46%	27.8	17.8	13.0	13.7	15.7	16.0	18.5	3.0	0.3
Amara Raja Energy & Mobility Ltd	1,196	11,260.0	12,612.0	13,873.0	906.0	1,060.0	1,200.0	49.5	57.9	65.6	15%	24.2	20.6	18.2	15.0	14.9	14.7	14.7	5.1	0.4
Apollo Tyres	477	25,378.0	26,768.0	28,236.0	1,799.0	1,900.0	2,104.0	28.3	29.9	33.1	8%	16.8	15.9	14.4	10.5	10.5	12.2	12.0	6.0	1.3
Ashok Leyland	236	38,367.0	38,921.0	42,718.0	2,683.0	3,038.0	3,428.0	9.1	10.3	11.7	13%	26.0	23.0	20.2	25.3	24.7	29.0	27.7	5.0	2.1
Bajaj Auto	9,332	44,685.0	50,920.0	59,687.0	7,431.0	8,632.0	10,333.0	266.2	309.2	370.1	18%	35.1	30.2	25.2	27.6	27.7	27.6	27.7	80.0	0.9
Balkrishna Industries	3,049	9,299.0	10,440.0	12,062.0	1,396.0	1,758.0	2,287.0	72.2	91.0	118.3	28%	42.2	33.5	25.8	15.8	17.6	17.3	19.2	16.0	0.5
Bosch	29,969	16,727.0	18,734.0	21,357.0	1,648.0	2,210.0	2,587.0	558.7	749.5	877.3	25%	53.6	40.0	34.2	15.7	16.0	16.0	16.3	375.0	1.3
Eicher Motors	4,668	16,536.0	19,441.0	21,799.0	4,001.0	4,616.0	5,184.0	146.3	168.8	189.5	14%	31.9	27.7	24.6	19.7	19.3	21.9	21.2	51.0	1.1
Exide Industries	505	16,029.0	17,107.0	18,601.0	1,053.0	1,308.0	1,578.0	12.4	15.4	18.6	22%	40.7	32.8	27.1	9.8	10.8	9.5	10.6	2.0	0.4
Gabriel India	358	3,343.0	3,738.0	4,075.0	185.0	218.0	277.0	12.9	15.2	19.3	22%	27.8	23.6	18.6	20.2	21.5	19.8	21.2	4.0	1.1
HERO MOTOCORP	5,160	37,456.0	40,862.0	45,178.0	4,128.0	4,674.0	5,485.0	206.7	234.0	274.7	15%	25.0	22.1	18.8	23.0	24.3	23.5	24.8	140.0	2.7
Lumax Auto Technologies	473	2,822.0	3,213.0	3,642.0	130.0	188.0	221.0	19.1	27.6	32.5	30%	24.7	17.1	14.5	18.3	19.3	21.2	20.1	4.5	1.0
M&M	2,636	98,763.0	1,17,872.0	1,31,934.0	10,919.0	12,624.0	14,641.0	87.8	101.5	117.7	16%	30.0	26.0	22.4	20.2	20.1	20.7	20.5	21.1	0.8
Maruti Suzuki	12,473	1,40,933.0	1,53,808.0	1,73,832.0	13,209.0	14,822.0	17,454.0	420.1	471.4	555.2	15%	29.7	26.5	22.5	15.6	16.1	15.6	16.2	125.0	1.0
Ramkrishna Forgings	709	3,490.0	4,018.0	4,682.0	326.0	455.0	573.0	18.0	25.2	31.7	33%	39.4	28.1	22.4	13.8	15.4	15.8	17.1	2.5	0.4
Schaeffler India	4,512	7,226.0	8,349.0	9,860.0	914.0	1,054.0	1,306.0	58.5	67.4	83.6	20%	77.1	66.9	54.0	20.5	22.2	20.5	22.2	26.0	0.6
Sundram Fasteners	1,223	5,666.0	6,515.0	7,749.0	522.0	760.0	989.0	24.8	36.2	47.0	38%	49.3	33.8	26.0	18.0	20.0	20.4	22.3	4.2	0.3
Suprajit Engineering	445	2,896.0	3,230.0	3,651.0	167.0	251.0	296.0	12.1	18.1	21.4	33%	36.8	24.6	20.8	13.8	14.4	17.0	17.4	2.5	0.6
Tata Motors	951	4,37,928.0	4,80,682.0	5,41,768.0	21,520.0	25,222.0	31,302.0	56.2	65.8	81.7	21%	16.9	14.4	11.6	13.2	13.7	23.4	22.9	6.0	0.6
TVS Motor	2,249	31,776.0	36,512.0	42,773.0	2,083.0	2,654.0	3,459.0	43.8	55.9	72.8	29%	51.3	40.2	30.9	24.0	25.0	26.7	27.0	8.0	0.4
Agri/Specialy Chemical																				
Aarti Industries	626	6,372.0	8,411.0	10,261.0	416.0	730.0	1,024.0	11.5	20.1	28.2	57%	54.4	31.1	22.2	11.9	14.2	13.1	16.4	2.5	0.4
Atul Limited	5,750	5,017.0	5,648.0	-	445.0	562.0	-	150.2	189.8	-	-	38.3	30.3	-	13.5	-	10.6	-	25.0	0.4
Coromandel International	1,341	22,058.0	22,797.0	24,364.0	1,641.0	1,963.0	2,523.0	55.7	66.7	85.7	24%	24.1	20.1	15.6	26.1	28.0	19.2	21.0	6.0	0.4
Insecticides (India)	519	2,017.0	2,320.0	-	103.0	149.0	-	34.6	50.3	-	-	15.0	10.3	-	18.3	-	13.7	-	3.0	0.6
NOCIL Ltd	257	1,473.0	1,932.0	-	125.0	184.0	-	7.5	11.1	-	-	34.3	23.1	-	12.9	-	10.9	-	3.0	1.2
PI Industries	3,647	7,778.0	9,281.0	-	1,573.0	1,862.0	-	103.1	122.0	-	-	35.4	29.9	-	22.4	-	19.3	-	11.5	0.3
Sumitomo Chemical India	462	2,844.0	3,327.0	3,893.0	370.0	544.0	692.0	7.4	10.9	13.9	37%	62.5	42.4	33.3	27.0	28.9	20.4	21.8	6.2	1.3
SRF Limited	2,267	13,139.0	15,212.0	17,266.0	1,336.0	1,881.0	2,479.0	45.1	63.5	83.6	36%	50.3	35.7	27.1	15.5	17.6	15.2	17.1	7.2	0.3
Sudarshan Chemicals	768	2,539.0	2,837.0	3,152.0	118.0	206.0	260.0	17.0	29.7	37.5	49%	45.2	25.8	20.5	16.3	18.4	26.8	18.4	5.5	0.7
UPL	529	43,098.0	45,684.0	49,795.0	(1,200.0)	1,359.0	3,165.0	-16.0	18.1	42.2	-	-33.0	29.2	12.5	8.5	11.8	6.0	11.8	10.0	1.9
Vinati Organics	1,710	1,809.0	2,320.0	-	310.0	401.0	-	30.1	39.0	-	-100%	56.8	43.9	-	19.9	-	15.4	-	7.0	0.4
Banks and Financial Services																				
AU Small Finance Bank	645	5,157.0	6,622.0	9,287.0	1,535.0	2,044.0	2,901.0	23.0	27.6	39.1	30%	28.0	23.4	16.5	-	-	12.7	13.7	1.0	0.2
Axis Bank	1,224	49,894.0	57,599.0	65,363.0	24,861.0	26,381.0	30,457.0	80.1	85.1	97.5	10%	15.3	14.4	12.6	-	-	16.1	15.9	1.0	0.1
Bajaj Finance	6,918	29,582.0	36,357.0	45,977.0	14,451.0	18,095.0	22,534.0	236.0	294.4	366.6	25%	29.3	23.5	18.9	-	-	22.3	22.9	36.0	0.5
Bajaj Finserv	1,576	1,10,383.0	1,32,460.0	1,58,950.0	8,148.0	9,777.0	11,733.0	50.7	60.8	73.0	20%	31.1	25.9	21.6	-	-	15.0	15.0	1.0	0.1
Bank of Baroda	297	44,722.0	47,796.0	55,417.0	17,789.0	18,036.0	19,158.0	34.4	34.8	37.0	4%	8.6	8.5	8.0	-	-	14.9	13.7	7.6	2.6
Bank of India	136	23,053.0	24,635.0	28,845.0	6,318.0	8,495.0	10,740.0	14.9	18.7	23.6	26%	9.1	7.3	5.7	-	-	11.6	13.0	2.8	2.1
Can Fin Homes	752	1,258.0	1,409.0	1,634.0	751.0	830.0	965.0	56.4	62.4	72.6	13%	13.3	12.1	10.4	-	-	17.7	17.5	4.0	0.5
Cholamandalam Investment and Finance Company	1,288	8,383.0	10,844.0	13,695.0	3,423.0	4,834.0	6,050.0	41.1	57.5	72.0	32%	31.3	22.4	17.9	-	-	22.4		0.7	0.1
City Union Bank	147	2,123.0	2,270.0	2,579.0	1,016.0	987.0	1,096.0	13.7	13.3	14.8	4%	10.7	11.0	9.9	-	-	11.1	11.0	1.5	1.0
Federal Bank	164	8,293.0	9,497.0	10,923.0	3,721.0	3,808.0	4,376.0	15.9	15.5	17.7	6%	10.3	10.6	9.3	-	-	12.3	12.6	1.2	0.7
HDFC Bank	1,572	1,08,532.0	1,33,174.0	1,50,289.0	60,812.0	69,160.0	77,383.0	85.4	89.9	100.5	8%	18.4	17.5	15.6	-	-	14.9	14.2	19.5	1.2
ICICI Bank	1,160	74,306.0	85,804.0	99,912.0	40,888.0	44,651.0	51,235.0	57.3	63.6	72.9	13%	20.2	18.2	15.9	-	-	17.2	16.7	10.0	0.9
Indusind Bank	1,530	20,616.0	25,193.0	29,534.0	8,950.0	10,416.0	12,070.0	115.0	133.7	154.7	16%	13.3	11.4	9.9	-	-	15.3	15.2	16.5	1.1
Kotak Mahindra Bank	1,719	25,993.0	29,167.0	33,343.0	13,782.0	14,098.0	15,914.0	69.2	70.6	79.3	7%	24.8	24.3	21.7	-	-	13.6	13.4	2.0	0.1

Company	CMP (Rs)	Sales FY23	Sales FY24E	Sales FY25E	Net profit FY23	Net profit FY24E	Net profit FY25E	EPS FY23	EPS FY24E	EPS FY25E	(%) EPS growth	PE (x) FY23	PE (x) FY24E	PE (x) FY25E	RoCE (%) FY24E	RoCE (%) FY25E	RoNW (%) FY24E	RoNW (%) FY25E	DPS Rs.	Div Yld(%)
LIC Housing Finance	681	8,651.0	8,810.0	9,638.0	4,765.0	4,824.0	5,248.0	86.6	87.7	95.4	5%	7.9	7.8	7.1	-	-	14.7	14.1	9.0	1.3
LT FINANCE HOLDING	160	7,537.0	8,558.0	10,286.0	2,320.0	2,906.0	3,861.0	9.3	11.7	15.5	29%	17.2	13.6	10.3	-	-	11.9	14.3	2.5	1.6
Max Financial	937	7,433.0	8,700.0	10,200.0	360.0	400.0	450.0	1.9	2.1	2.3	11%	500.9	446.3	407.5	-	-	19.0	19.0	0.0	0.0
M&M Financial Services	273	6,682.0	8,482.0	10,390.0	1,760.0	2,639.0	3,365.0	14.3	21.3	27.2	38%	19.1	12.8	10.0	-	-	14.4	15.9	6.3	2.3
Nippon Life India AMC	624	1,643.0	2,020.0	2,250.0	1,107.0	1,180.0	1,300.0	17.5	18.7	20.6	8%	35.6	33.4	30.3	-	-	29.5	32.5	16.5	2.6
Punjab National Bank	137	40,083.0	41,564.0	49,349.0	8,245.0	14,021.0	16,963.0	7.5	12.7	15.4	43%	18.3	10.8	8.9	-	-	12.4	13.2	1.5	1.1
SBI	906	1,59,876.0	1,70,693.0	1,97,946.0	61,077.0	67,280.0	76,081.0	68.4	75.4	85.2	12%	13.2	12.0	10.6	-	-	16.4	15.8	13.7	1.5
Insurance																				
HDFC Life	550	13,291.0	15,500.0	17,500.0	1,574.0	1,900.0	2,200.0	7.3	8.8	10.2	18%	75.4	62.5	53.9	-	-	17.0	17.0	2.0	0.4
ICICI Pru Life	553	9,046.0	10,350.0	11,750.0	851.0	940.0	1,020.0	5.9	6.5	7.1	10%	93.7	85.1	77.9	-	-	14.0	14.0	0.6	0.1
ICICI Lombard	1,599	24,776.0	29,500.0	34,000.0	1,919.0	2,450.0	2,930.0	39.0	49.7	59.3	23%	41.0	32.2	27.0	-	-	18.5	19.0	6.0	0.4
Consumer Goods																				
Asian Paints	2,866	35,495.0	38,057.0	42,510.0	5,558.0	5,504.0	6,172.0	57.9	57.4	64.3	5%	49.5	49.9	44.6	22.3	22.8	27.8	27.7	33.3	1.2
Bajaj Consumer Care	231	984.0	1,074.0	1,196.0	155.0	171.0	196.0	10.9	12.0	13.7	12%	21.2	19.2	16.8	`21.6	22.4	19.4	19.8	3.0	1.3
Britannia	5,165	16,769.0	18,388.0	20,070.0	2,140.0	2,435.0	2,744.0	88.8	101.1	113.9	13%	58.2	51.1	45.3	36.8	35.6	53.4	46.2	73.5	1.4
Colgate-Palmolive (India)	2,686	5,680.0	6,108.0	6,542.0	1,338.0	1,447.0	1,584.0	49.2	53.2	58.2	9%	54.6	50.5	46.1	94.5	93.6	74.4	73.5	58.0	2.2
Dabur India	545	12,404.0	13,690.0	15,630.0	1,812.0	2,138.0	2,530.0	10.2	12.1	14.3	18%	53.4	45.0	38.1	23.2	25.1	20.6	21.8	5.5	1.0
Emami	634	3,578.0	4,035.0	4,587.0	803.0	963.0	1,113.0	18.3	22.0	25.5	18%	34.7	28.8	24.9	38.9	37.7	36.1	34.9	8.0	1.3
Godrej Consumer Products	1,307	14,096.0	15,437.0	17,084.0	2,033.0	2,534.0	2,932.0	19.9	24.8	28.7	20%	65.7	52.7	45.5	18.6	19.3	19.0	19.5	25.0	1.9
Hindustan Unilever	2,355	60,469.0	64,780.0	72,774.0	9,900.0	10,902.0	12,323.0	42.1	46.4	52.4	12%	55.9	50.8	44.9	27.7	30.6	21.1	22.8	42.0	1.8
ITC	431	70,105.0	77,861.0	87,386.0	20,430.0	22,765.0	25,926.0	16.4	18.2	20.8	13%	26.3	23.7	20.7	33.5	34.9	30.2	31.0	13.8	3.2
Indigo Paints	1,353	1,306.0	1,634.0	1,909.0	149.0	180.0	221.0	31.3	37.9	46.5	22%	43.2	35.7	29.1	24.8	28.1	19.3	21.8	3.5	0.3
Jyothy Laboratories	394	2,757.0	3,067.0	3,487.0	369.0	404.0	474.0	10.1	11.0	12.9	13%	39.0	35.8	30.5	19.5	20.4	21.2	22.1	3.5	0.9
Marico	595	9,653.0	11,074.2	12,264.2	1,502.0	1,731.8	1,983.4	11.6	13.4	15.4	15%	51.3	44.3	38.7	42.5	45.7	40.8	40.2	9.5	1.6
Nestle India	2,354	24,394.0	21,686.0	24,361.0	3,928.0	3,500.0	3,979.0	40.7	36.3	41.3	1%	57.8	64.9	57.0	114.0	117.3	99.3	101.1	182.5	7.8
Radico Khaitan	1,618	4,119.0	5,285.0	6,031.0	256.0	430.0	551.0	19.6	32.2	41.2	45%	82.5	50.2	39.3	17.8	19.9	15.2	16.6	3.0	0.2
Tata Consumer Products Ltd	1,069	15,206.0	18,889.0	21,793.0	1,458.0	1,725.0	2,071.0	15.3	18.1	21.7	19%	69.8	59.0	49.2	10.4	11.8	10.7	11.9	7.8	0.7
Zydus Wellness	1,722	2,328.0	2,614.0	2,975.0	277.0	378.0	481.0	43.6	59.5	75.7	32%	39.5	28.9	22.8	6.8	8.1	6.8	8.1	5.0	0.3
IT / IT services																				
Birlasoft	614	5,278.1	5,888.7	6,747.8	623.8	681.1	806.6	22.3	24.7	29.3	15%	27.5	24.8	20.9	25.3	25.7	20.7	21.1	3.5	0.6
Coforge	5,021	9,179.0	10,427.1	11,927.0	808.0	1,052.3	1,246.5	129.6	168.9	200.0	24%	38.7	29.7	25.1	26.7	29.2	26.5	26.4	76.0	1.5
HCL Technologies	1,315	1,09,913.0	1,16,880.4	1,32,198.0	15,702.0	16,614.2	20,585.2	57.9	61.2	75.9	14%	22.7	21.5	17.3	26.8	31.2	23.6	27.4	52.0	4.0
Infosys	1,406	1,53,671.0	1,59,754.5	1,73,119.5	26,232.0	25,824.5	30,540.3	63.4	62.4	73.8	8%	22.2	22.5	19.1	34.3	38.5	28.7	31.8	46.0	3.3
Intellect Design	905	2,506.4	2,697.6	3,150.2	333.7	457.7	611.0	22.9	32.1	42.9	37%	39.6	28.2	21.1	18.2	20.6	17.3	19.4	3.5	0.4
LTI Mindtree	4,649	35,517.0	38,720.0	43,393.0	4,582.0	5,190.0	6,043.0	154.4	174.9	203.6	15%	30.1	26.6	22.8	31.4	35.6	24.0	24.8	60.0	1.3
L&T Technology services	4,483	9,647.2	10,701.9	12,557.7	1,303.6	1,365.0	1,785.0	123.0	129.0	168.6	17%	36.5	34.8	26.6	26.2	29.9	23.8	26.6	45.0	1.0
Mastek Limited	2,373	3,054.8	3,480.6	4,126.3	304.4	325.3	443.6	98.2	104.9	143.1	21%	24.2	22.6	16.6	17.5	20.9	14.6	17.7	19.0	0.8
NIIT Learning Systems Ltd	417	1,553.5	1,781.4	2,144.0	218.4	259.5	336.0	16.1	19.2	24.9	24%	25.9	21.7	16.8	26.3	27.2	23.4	23.9	2.5	0.6
Persistent Systems^	3,427	9,821.6	11,510.3	13,618.6	1,142.1	1,340.5	1,661.2	75.1	88.1	109.2	21%	45.6	38.9	31.4	30.2	32.9	25.0	26.4	50.0	1.5
Tata Consultancy Services	3,707	2,40,893.0	2,63,719.6	2,95,923.8	46,585.0	52,747.5	61,293.4	128.8	145.8	169.4	15%	28.8	25.4	21.9	67.0	75.0	56.9	64.2	73.0	2.0
Tech Mahindra	1,245	51,995.5	52,883.8	57,659.1	2,816.0	4,462.3	6,032.4	32.0	50.7	68.6	46%	38.9	24.6	18.2	17.7	22.1	16.1	19.8	44.0	3.5
Wipro	444	89,794.3	91,246.1	97,269.3	11,045.2	12,193.3	13,082.0	21.2	23.4	25.1	9%	20.9	19.0	17.7	14.5	14.7	14.8	14.5	1.0	0.2
Telecom and New Media																				
Affle (India) Limited	1,153	1,842.8	2,375.9	2,880.0	334.2	380.1	452.8	24.6	28.0	33.4	17%	46.9	41.2	34.5	12.2	12.9	13.2	13.6	0.0	0.0
Bharti Airtel	1,394	1,49,982.4	1,70,138.3	1,95,960.3	15,039.3	24,861.1	32,685.1	25.5	42.1	55.4	47%	54.7	33.1	25.2	16.5	16.3	27.1	22.0	4.0	0.3
Info Edge (India)	5,711	2,381.0	2,717.8	3,170.3	850.2	984.5	1,158.9	65.7	76.0	89.5	17%	87.0	75.1	63.8	12.7	13.4	16.8	17.6	22.0	0.4
Cap goods / Power																				
Amber Enterprises	3,729	7,273.0	8,874.0	-	139.0	285.0	-	41.3	84.7	-	-	90.3	44.0	-	14.9	-	13.1	-	0.0	0.0
Bharat Electronics	319	20,268.0	23,919.0	27,725.0	3,985.0	4,666.0	5,660.0	5.5	6.4	7.7	18%	57.9	49.8	41.4	16.0	16.4	25.9	25.9	2.0	0.6
Blue Star	1,599	9,685.0	11,556.0	13,680.0	415.0	543.0	699.0	21.5	28.2	36.3	30%	74.4	56.7	44.1	26.4	29.6	19.4	21.4	6.0	0.4
Carborundum Universal	1,663	4,702.0	5,229.0	5,997.0	461.0	551.0	675.0	24.3	29.0	35.6	21%	68.4	57.3	46.7	19.7	21.1	16.4	17.4	3.5	0.2

Company	CMP (Rs)	Sales FY23	Sales FY24E	Sales FY25E	Net profit FY23	Net profit FY24E	Net profit FY25E	EPS FY23	EPS FY24E	EPS FY25E	(%) EPS growth	PE (x) FY23	PE (x) FY24E	PE (x) FY25E	RoCE (%) FY24E	RoCE (%) FY25E	RoNW (%) FY24E	RoNW (%) FY25E	DPS Rs.	Div Yld(%)
CESC	152	8,606.0	9,427.0	10,271.0	775.0	918.0	1,030.0	5.8	6.9	7.8	16%	26.2	22.1	19.5	7.8	8.3	9.2	10.1	4.5	3.0
Coal India	512	1,41,866.0	1,50,161.0	-	29,963.0	30,775.0	-	48.6	49.9	-	-	10.5	10.3	-	49.7	-	45.8	-	24.5	4.8
Cummins India	3,714	8,959.0	10,554.0	12,540.0	1,662.0	2,046.0	2,471.0	60.0	73.8	89.1	22%	61.9	50.3	41.7	37.1	36.1	29.5	28.6	38.0	1.0
Dixon Technologies	9,890	17,770.0	21,839.0	-	401.0	519.0	-	67.3	87.1	-	-	147.0	113.5	-	31.1	-	26.9	-	3.0	0.0
Finolex cable	1,469	5,014.0	5,824.0	6,702.0	652.0	784.0	903.0	42.6	51.3	59.1	18%	34.5	28.6	24.9	16.9	17.6	36.4	30.8	7.0	0.5
Honeywell Automation	53,208	4,177.0	4,845.0	-	585.0	620.0	-	562.8	701.2	-	-	94.5	75.9	-	17.0	-	15.9	-	95.0	0.2
Kalpataru Projects International	1,223	17,365.0	20,968.0	-	612.0	860.0	-	37.7	52.9	-	-	32.4	23.1	-	12.5	-	13.8	-	7.0	0.6
KEC International	775	20,249.0	23,169.0	-	332.0	731.0	-	12.9	28.4	-	-	60.1	27.3	-	21.5	-	16.8	-	3.0	0.4
KEI Industries	4,204	8,104.0	9,502.0	11,077.0	581.0	721.0	861.0	64.4	79.9	95.5	22%	65.3	52.6	44.0	25.8	25.7	18.8	18.4	3.5	0.1
NTPC	392	1,78,501.0	2,02,373.0	2,18,965.0	20,812.0	26,984.0	32,068.0	21.5	27.8	33.1	24%	18.2	14.1	11.8	12.0	13.0	16.0	17.4	7.5	1.9
Polycab India	6,931	18,039.0	21,715.0	25,431.0	1,803.0	2,060.0	2,487.0	120.5	137.7	166.2	17%	57.5	50.3	41.7	31.4	31.0	22.8	22.8	20.0	0.3
Power Grid Corporation	338	45,843.0	49,052.0	52,486.0	15,573.0	16,998.0	18,443.0	16.7	18.3	19.8	9%	20.2	18.5	17.1	13.1	13.4	18.9	19.1	13.3	3.9
Ratnamani Metals and Tubes	3,376	5,002.8	5,868.3	-	551.5	659.7	-	78.7	94.1	-	-	42.9	35.9	-	23.8	-	20.1	-	12.0	0.4
Tata Power	457	60,498.0	68,375.0	-	4,294.0	5,914.0	-	13.4	18.5	-	-	34.1	24.7	-	13.9	-	16.8	-	2.0	0.4
Thermax	5,661	9,546.0	10,855.0	-	601.0	802.0	-	50.5	67.3	-	-	112.1	84.1	-	20.4	-	17.6	-	10.0	0.2
Triveni Turbine	582	1,654.0	2,284.0	2,763.0	269.0	408.0	498.0	8.5	12.8	15.7	36%	68.5	45.5	37.1	48.0	43.4	35.5	32.1	2.3	0.4
Va Tech Wabag	994	2,856.0	3,306.0	3,862.0	246.0	326.0	405.0	39.5	52.5	65.1	28%	25.2	18.9	15.3	19.6	20.6	16.5	17.3	0.0	0.0
V-Guard Industries	375	4,559.0	5,292.0	6,107.0	231.0	309.0	377.0	5.3	7.2	8.7	28%	70.7	52.1	43.1	20.5	21.7	16.3	17.1	1.4	0.4
Infrastructure																				
KNR Constructions	325	4,091.0	4,026.7	4,852.1	493.8	418.6	533.3	17.6	14.9	19.0	4%	18.5	21.8	17.1	12.8	14.3	12.2	13.7	0.3	0.1
Larsen & Toubro	3,897	2,21,113.0	2,50,963.0	2,82,334.0	15,453.0	17,902.0	20,886.0	112.4	130.2	151.9	16%	34.7	29.9	25.7	11.9	13.3	19.2	19.2	30.0	0.8
PNC Infratech	546	7,699.2	8,521.7	9,810.6	631.3	648.4	813.6	24.6	25.3	31.7	14%	22.2	21.6	17.2	12.6	13.5	12.4	13.3	0.5	0.1
Metal & mining																				
JSW Steel	915	1,63,624.0	1,80,463.0	-	11,513.0	15,924.0	-	47.6	65.9	-	-	19.2	13.9	-	14.7	-	17.4	-	3.4	0.4
NMDC	268	21,842.0	23,627.0	-	5,751.0	6,793.0	-	19.6	23.2	-	-	13.7	11.5	-	28.2	-	25.3	-	2.9	1.1
MOIL	525	1,637.0	-	-	444.0	-	-	21.8	-	-	-	24.1	-	-	-	-	-	-	0.7	0.1
SAIL	166	1,05,000.0	1,11,150.0	-	1,879.0	3,539.0	-	4.6	8.6	-	-	36.1	19.3	-	7.5	-	6.1	-	1.5	0.9
Oil & gas																				
Bharat Petroleum Corporation	666	4,48,667.0	4,14,473.0	-	23,706.0	13,182.0	-	111.3	61.9	-	-	6.0	10.8	-	36.5	-	18.9	-	25.0	3.8
Castrol India	192	5,379.0	5,702.0	-	1,017.0	1,074.0	-	10.3	10.9	-	-	18.7	17.6	-	58.7	-	47.8		11.0	5.7
GAIL (India)	231	1,33,109.0	1,48,944.0	-	10,038.0	9,993.0	-	15.3	15.2	-	-	15.1	15.2	-	14.8	-	15.3		5.5	2.4
Gujarat Gas	569	16,254.0	18,400.0	-	1,089.0	1,380.0	-	15.8	20.0	-	-	36.0	28.5	-	20.3	-	16.9		6.7	1.2
Gujarat State Petronet Limited	293	2,049.0	2,251.0	-	1,191.0	1,322.0	-	21.1	23.4	-	-	13.9	12.5	-	14.1	-	12.1		5.0	1.7
Hindustan Petroleum Corporation	583	3,73,252.0	3,51,296.0	-	15,106.0	10,642.0	-	106.5	75.0	-	-	5.5	7.8	-	17.6	-	26.8		15.0	2.6
Indian Oil Corporation	175	7,80,558.0	8,16,153.0	-	31,696.0	24,257.0	-	22.4	17.2	-	-	7.8	10.2	-	13.0	-	16.0		8.0	4.6
Indraprastha Gas Limited	469	14,062.0	14,977.0	-	1,670.0	1,730.0	-	23.9	24.7	-	-	19.6	19.0	-	25.4	-	19.9		14.0	3.0
Mahanagar Gas	1,380	5,753.0	6,130.0	-	1,322.0	1,020.0	-	133.8	103.3	-	-	10.3	13.4	-	25.5	-	20.1		28.0	2.0
ONGC	284	1,37,168.0	1,30,615.0	-	39,817.0	42,580.0	-	31.7	33.8	-	-	9.0	8.4	-	17.3	-	14.7		10.3	3.6
Oil India Ltd	670	22,359.0	20,983.0	-	5,843.0	6,728.0	-	53.9	62.0	-	-	12.4	10.8	-	18.3	-	17.2		17.5	2.6
Petronet LNG	317	49,470.0	52,621.0	-	3,105.0	3,551.0	-	20.7	23.7	-	-	15.3	13.4	-	24.3	-	19.6		10.0	3.2
Reliance Ind	3,021	9,04,499.0	9,79,767.0	-	74,923.0	90,836.0	-	110.8	134.3	-	-	27.3	22.5	-	10.1	-	8.2		9.0	0.3
Pharmaceuticals																				
Abbott India	25,938	5,848.9	6,404.6	7,019.4	1,201.2	1,345.5	1,495.9	565.3	633.2	704.0	12%	45.9	41.0	36.8	42.3		32.5	31.6	410.0	1.6
Aurobindo Pharma	1,227	28,704.5	31,209.0	34,336.8	3,084.6	3,656.2	4,065.4	52.6	62.4	69.4	15%	23.3	19.7	17.7	14.4	14.4	11.6	11.6	4.5	0.4
Biocon	309	14,196.0	15,000.0	17,108.0	644.0	1,459.0	2,215.0	9.9	12.5	15.7	26%	31.2	24.7	19.7	5.9	6.9	7.7	8.9	1.5	0.5
Zydus Lifesciences	1,032	18,821.0	20,754.0	23,108.0	3,650.0	4,026.0	4,671.0	35.7	40.1	46.5	14%	28.9	25.7	22.2	20.0	19.8	18.5	17.8	6.0	0.6
Cipla	1,453	25,774.0	28,248.0	30,438.0	4,121.6	5,005.2	5,501.5	43.5	62.1	68.2	25%	33.4	23.4	21.3	18.5	18.1	16.1	15.4	8.5	0.6
Divi's Labs	4,321	7,845.0	9,325.1	10,451.8	1,600.0	2,218.7	2,581.6	60.3	86.3	97.3	27%	71.7	50.1	44.4	18.6	19.3	14.5	14.9	30.0	0.7

Company	CMP (Rs)	Sales			Net profit			EPS			(%) EPS growth	PE (x)			RoCE (%)		RoNW (%)		DPS Rs.	Div Yld(%)
		FY23	FY24E	FY25E	FY23	FY24E	FY25E	FY23	FY24E	FY25E		FY23	FY24E	FY25E	FY24E	FY25E	FY24E	FY25E		
DR Reddy's	5,784	27,916.4	30,704.0	33,437.6	5,568.4	5,822.0	6,039.0	335.4	350.7	363.8	4%	17.2	16.5	15.9	24.7	22.1	19.0	16.8	40.0	0.7
Granules	441	4,472.0	5,194.0	-	416.0	604.0	-	16.4	23.8	-	-	26.9	18.5	-	19.5	-	16.7	-	1.5	0.3
IPCA Lab	1,127	7,640.5	7,777.6	-	783.7	1,002.3	-	25.0	39.5	-	-	45.1	28.5	-	15.9	-	14.1	-	6.0	0.5
Laurus Labs	427	5,264.4	6,046.3	6,944.4	174.2	327.8	568.9	3.2	6.0	10.5	81%	133.4	71.2	40.7	8.6	11.5	18.9	18.9	1.6	0.4
Lupin	1,584	19,656.0	21,450.0	23,709.0	1,916.0	2,339.0	2,779.0	42.1	50.7	60.2	20%	37.6	31.2	26.3	17.8	20.8	14.1		4.0	0.3
Sanofi India	8,767	2,908.5	3,112.1	-	587.4	633.7	-	255.0	275.1	-	-	34.4	31.9	-	54.6	-	41.6	-	-	-
Strides Pharma Sciences	857	4,051.1	4,652.6	5,121.8	37.1	381.2	547.9	3.9	40.6	58.3	287%	219.8	21.1	14.7	14.4	16.1	-9.7	15.5	1.5	0.2
Sun Pharmaceutical Industries	1,453	47,758.0	52,564.0	57,520.0	9,612.0	11,489.0	13,111.0	41.8	47.5	54.5	14%	34.8	30.6	26.7	16.4	16.3	16.6	15.8	12.5	0.9
Torrent Pharma	2,678	10,728.0	11,808.6	12,975.5	1,568.0	1,846.5	2,217.0	46.1	54.3	65.2	19%	58.1	49.3	41.1	25.9	28.4	23.4	23.8	28.0	1.0
Building materials																				
APL Apollo Tubes	1,554	18,119.0	22,739.0	29,061.0	732.0	998.0	1,490.0	14.1	36.3	49.3	87%	110.2	42.8	31.5	24.9	29.6	24.8	17.1	5.0	0.3
Astral Limited	2,146	5,641.0	7,152.0	8,609.0	546.0	750.0	958.0	20.3	27.9	35.6	32%	105.7	76.9	60.3	27.3	28.3	21.1	21.9	3.8	0.2
Century Plyboards (India)	666	3,886.0	4,538.0	5,255.0	321.0	358.0	511.0	14.4	16.1	23.0	26%	46.2	41.3	28.9	12.3	14.7	15.0	18.3	1.0	0.2
Dalmia Bharat	1,858	14,691.0	16,591.0	30,747.0	770.0	863.0		43.5	45.4		-100%	42.7	40.9	#DIV/0!	6.1		5.2		4.8	0.3
Grasim	2,369	25,847.0	27,707.0	30,747.0	1,661.0	1,693.0	1,986.0	25.3	25.7	30.2	9%	93.6	92.2	78.4	2.6	2.9	3.2	3.6	10.0	0.4
Greenlam Industries	589	2,306.3	2,803.4	3,447.3	138.4	166.0	237.4	10.8	13.0	18.6	31%	54.6	45.3	31.7	9.4	11.8	14.5	18.0	1.5	0.3
JK Lakshmi Cement	784	6,320.0	6,655.0	7,256.0	510.0	502.0	595.0	43.3	42.7	50.5	8%	18.1	18.4	15.5	13.3	13.3	15.3	15.9	5.8	0.7
Kajaria Ceramics	1,218	4,578.4	5,122.1	5,870.0	422.1	520.7	616.6	26.5	32.7	38.7	21%	46.0	37.3	31.5	18.3	19.3	18.9	19.9	12.0	1.0
Pidilite Industries	2,988	12,383.0	13,931.0	15,908.0	1,805.0	2,114.0	2,473.0	35.5	41.6	48.7	17%	84.2	71.8	61.3	18.0	18.4	23.0	22.5	16.0	0.5
Shree Cement	25,409	19,585.5	21,840.9	24,844.2	2,468.4	3,022.0	3,570.0	684.2	837.6	989.5	20%	37.1	30.3	25.7	13.8	14.4	13.9	14.6	105.0	0.4
Supreme Industries limited	5,564	10,134.0	12,180.0	14,056.0	1,070.0	1,356.0	1,557.0	84.2	106.8	122.6	21%	66.1	52.1	45.4	26.1	26.2	22.6	22.2	28.0	0.5
The Ramco Cements	773	9,350.0	10,166.0	11,206.0	357.0	555.0	677.0	15.1	23.5	28.6	38%	51.2	32.9	27.0	6.5	7.1	6.5	8.5	2.0	0.3
UltraTech Cement	10,468	68,641.0	75,717.0	86,078.0	6,977.0	8,292.0	10,584.0	241.7	287.2	366.6	23%	43.3	36.4	28.6	12.7	14.4	13.3	15.0	38.0	0.4
Logistics																				
Gateway Distriparks	97	1,536.1	1,691.3	1,912.7	256.2	286.1	342.2	5.1	5.7	6.8	15%	19.0	17.0	14.3	14.1	15.7	13.9	14.9	2.0	2.1
Mahindra Logistics	438	5,506.0	6,235.7	6,993.4	(58.6)	32.0	98.6	-8.1	4.4	13.7	-	-54.0	99.4	31.9	10.1	17.8	6.3	17.2	2.5	0.6
TCI Express	1,076	1,253.8	1,399.9	1,599.2	131.7	154.3	183.4	34.4	40.3	47.8	18%	31.3	26.7	22.5	19.5	19.9	20.2	20.5	8.0	0.7
TCI Limited	843	4,024.2	4,491.1	5,045.4	353.2	390.9	450.9	45.7	50.6	58.3	13%	18.5	16.7	14.5	12.1	11.8	17.9	17.5	7.0	0.8
Discretionary																				
ABFRL	293	13,996.0	16,394.0	19,272.0	(749.0)	(486.0)	(305.0)	-7.3	-4.8	-3.0	-	-40.1	-61.0	-97.6	1.1	2.1	-	-	0.0	0.0
Bata India	1,368	3,478.4	3,762.3	4,187.4	300.8	351.2	411.2	23.4	27.3	32.0	17%	58.4	50.1	42.7	12.9	13.8	21.2	21.2	12.0	0.9
Devyani International Ltd	153	3,556.0	5,183.0	5,975.0	76.0	127.0	222.0	0.7	1.1	1.9	65%	218.6	139.1	80.5	9.7	13.5	11,3	17.2	0.0	0.0
Gokaldas Exports Ltd	835	2,379.0	3,989.0	4,615.0	144.0	162.0	258.0	22.7	25.5	40.7	34%	36.8	32.7	20.5	15.2	19.8	11.8	16.4	0.0	0.0
Jubilant Foodworks	497	5,654.1	7,771.1	8,717.6	249.0	439.0	600.0	4.0	6.6	9.1	51%	124.3	75.3	54.6	12.8	15.1	18.7	21.5	1.2	0.2
KPR Mill	798	6,060.0	7,001.0	8,147.0	805.0	945.2	1,177.5	23.4	27.5	34.2	21%	34.1	29.1	23.3	22.3	24.2	19.7	20.3	5.0	0.6
PVRINOX	1,328	6,107.1	6,767.4	7,613.0	114.3	392.7	502.0	11.6	40.0	51.2	110%	114.0	33.2	25.9	12.8	15.6	5.1	6.2	0.0	0.0
Relaxo Footwear	789	2,914.0	3,185.0	3,511.0	200.0	269.0	328.0	8.1	10.8	13.2	28%	97.7	72.8	59.7	19.5	19.5	12.8	14.0	3.0	0.4
Restaurant Brands Asia	101	2,437.0	2,928.0	3,554.0	(237.0)	(159.0)	(113.0)	-4.8	-3.2	-2.3	-	-21.1	-31.6	-44.0	-	0.4	-	-	0.0	0.0
The Indian Hotels Company	577	6,769.0	7,919.0	9,147.0	1,202.0	1,552.0	1,956.3	9.3	11.6	14.6	25%	62.0	49.7	39.6	17.0	19.1	14.3	15.6	1.8	0.3
Titan Company Limited	3,261	46,751.0	56,475.0	66,897.0	3,494.0	4,245.0	5,463.0	39.3	47.7	61.4	25%	83.0	68.4	53.1	29.1	31.2	37.7	35.1	11.0	0.3
Trent Ltd	4,664	11,927.0	16,393.0	21,543.0	1,070.0	1,652.3	2,394.2	30.1	46.5	67.3	50%	154.9	100.3	69.2	35.1	39.4	31.5	33.3	3.2	0.1
Welspun Living	137	9,679.0	10,897.0	12,606.6	673.0	762.0	924.0	6.7	7.6	9.2	17%	20.4	18.0	14.9	15.0	16.2	15.6	16.1	0.1	0.1
Wonderla Holidays	857	483.0	595.0	793.0	158.0	174.0	242.0	27.9	30.7	42.8	24%	30.7	27.9	20.0	18.6	22.5	14.8	17.7	2.5	0.3
Diversified / Miscellaneous																				
Bajaj Holdings	8,009	-	-	-	-	-	-	-	-	-	-	-	-	-	-		-		40.0	0.5
Balrampur Chini Mills	391	5,593.7	6,029.7	6,852.4	427.6	523.8	655.7	21.2	26.0	32.5	24%	18.5	15.0	12.0	12.1	13.7	14.1	15.5	3.0	0.8
Mahindra Lifespace	585	212.1	408.5	546.3	98.2	122.6	175.3	6.4	8.0	11.4	33%	91.3	73.1	51.3	-2.1	-0.5	6.3	8.4	2.3	0.4
Polyplex Corporation	808	6,824.7	-	-	556.1	-	-	177.1	-	-	-	4.6	-	-	-	-	-	-	3.0	0.4
Triveni Engineering & Industries	332	5,220.0	5,430.0	6,287.0	395.0	401.0	520.0	18.1	18.8	24.2	16%	18.4	17.7	13.7	13.3	15.8	13.4	15.2	5.8	1.7

Note: Grasim- Changed reporting to standalone financial numbers

Castrol India and Sanofi Nos for CY2020/Cy2021E/CY2022E

Prices as on June 03, 2024

Company	Cmp (Rs)	Sales			Net Profit			Eps			(%) Eps Growth	Pe (X)			Roce (%)		Ronw (%)		Dps Rs.	Div Yld(%)
		FY23	FY24E	FY25E	FY23	FY24E	FY25E	FY23	FY24E	FY25E		FY23	FY24E	FY25E	FY24E	FY25E	FY24E	FY25E		
Allcargo Gati Ltd	99	1,698.0	1,942.7	2,294.9	(20.0)	(9.5)	44.1	-1.5	-0.7	3.4	-	-66.2	-141.9	29.2	1.8	8.6	-1.5	6.8	0.0	0.0
Arvind SmartSpaces Ltd	643	341.0	448.0	594.0	42.0	41.0	74.0	9.2	9.1	16.2	33%	69.8	70.6	39.7	10.8	14.5	8.1	13.4	3.3	0.5
Artemis Medicare Services Ltd	173	841.3	1,369.0	1,845.0	49.0	85.0	133.0	3.6	6.2	9.8	65%	48.0	27.9	17.6	16.0	20.0	16.0	20.0	0.5	0.3
BSE Ltd	2,708	1,390.0	2,135.0	2,594.0	404.0	810.0	1,034.0	30.0	62.0	80.0	63%	90.3	43.7	33.8	17.7	21.8	24.2	30.4	15.0	0.6
Bharat Forge Ltd	1,607	8,969.0	9,887.0	10,952.0	1,429.0	1,699.0	1,959.0	30.7	36.5	42.1	17%	52.3	44.0	38.2	13.0	13.4	17.3	17.3	6.5	0.4
Caplin Point Laboratories Ltd	1,291	1,619.0	2,000.7	2,271.7	461.2	531.4	620.8	60.3	70.2	82.1	17%	21.4	18.4	15.7	24.9	24.3	20.8	20.2	4.5	0.3
Carysil Ltd	785	683.8	891.8	1,054.1	57.9	87.0	113.3	21.6	32.4	42.2	40%	36.3	24.2	18.6	15.2	16.1	22.1	23.2	2.0	0.3
Chalet Hotels	786	1,417.3	1,647.0	1,873.0	238.0	343.0	449.0	11.6	15.7	20.6	33%	67.7	49.4	38.1	12.3	13.8	13.6	13.1	0.0	0.0
DLF Ltd	869	6,427.0	7,155.6	7,971.1	2,727.1	2,955.0	3,314.4	11.0	11.9	13.4	10%	79.0	73.0	64.8	7.2	7.6	7.3	7.7	4.0	0.5
Escorts Kubota Ltd	3,896	8,777.0	10,660.0	12,370.0	1,037.0	1,264.0	1,483.0	93.4	113.9	133.6	20%	41.7	34.2	29.2	12.4	13.0	12.3	12.9	18.0	0.5
Expleo Solutions Ltd	1,200	954.7	1,132.2	-	93.1	124.1	-	60.0	80.0	-	-	20.0	15.0	-	23.8	-	18.4	-	5.0	0.4
Five star Business Finance Ltd	747	1,648.0	2,095.0	2,615.0	836.0	1,028.0	1,272.0	28.4	34.9	43.2	23%	26.3	21.4	17.3	-	-	18.0	18.5	0.0	0.0
Garware Hi-Tech Films Ltd	1,799	1,677.0	2,035.0	2,455.0	203.0	283.0	381.0	90.1	121.8	164.4	35%	20.0	14.8	10.9	29.0	30.8	21.8	23.2	10.0	0.6
Gravita India Ltd	1,071	3,161.0	4,055.0	5,070.0	239.0	316.0	399.0	34.6	45.7	57.8	29%	31.0	23.4	18.5	22.2	23.1	32.5	31.3	4.4	0.4
Gujarat Fluorochemicals Ltd	3,078	4,281.0	6,314.0	7,284.0	441.0	1,067.0	1,276.0	40.1	97.1	116.1	70%	76.8	31.7	26.5	17.7	18.3	16.5	16.8	2.0	0.1
Heritage Foods Ltd	426	3,794.0	4,248.0	4,880.2	113.0	166.0	214.5	11.5	17.4	22.6	40%	37.1	24.5	18.9	21.9	24.5	18.8	20.3	2.5	0.6
Himatsingka Seide Ltd	127	2,841.5	3,070.0	3,432.0	113.0	155.0	235.0	11.5	15.7	23.8	44%	11.0	8.1	5.3	9.9	12.0	9.5	13.1	0.3	0.2
Hindustan Aeronautics Ltd	5,274	30,381.0	35,740.0	44,784.0	6,477.0	7,189.0	8,882.0	96.8	107.5	132.8	17%	54.5	49.1	39.7	30.6	32.4	22.9	24.3	37.0	0.7
Hindware Home Innovation Ltd	363	2,800.0	3,142.0	3,522.6	53.7	105.5	162.0	7.4	14.6	22.4	74%	49.0	24.8	16.2	12.4	15.2	16.4	21.4	1.0	0.3
Hitech Pipes Ltd	123	2,699.0	3,397.0	4,457.0	44.0	76.0	135.0	2.9	4.3	7.6	62%	42.5	28.6	16.2	14.0	18.1	10.7	14.8	0.0	0.0
Indiabulls Real Estate	136	159.0	463.0	495.0	(409.6)	(126.4)	(82.6)	-7.6	-2.3	-1.5	-	-17.9	-59.1	-90.6	-3.4	-2.0	-4.7	-3.2	0.0	0.0
Inox Wind Ltd	154	3,737.5	-	-	381.6	-	-	17.2	-	-	-	8.9	-	-	-	-	-	-	0.0	0.0
Iris Clothings	75	121.9	169.2	227.1	12.2	22.1	31.4	1.5	2.7	3.8	59%	50.2	27.9	19.8	34.0	35.0	27.6	29.3	0.0	0.0
ISGEC Heavy Engineering Ltd	1,127	6,701.0	7,339.0	-	259.0	276.0	-	35.2	37.6	-	-	32.0	30.0	-	10.6	-	9.9	-	3.0	0.3
Jupiter Wagons Ltd	647	3,644.0	5,309.0	6,074.0	331.0	561.0	648.0	8.0	13.6	15.7	40%	80.9	47.6	41.2	30.6	28.2	25.9	23.2	0.8	0.1
KIRLOSKAR BROTHERS Ltd	1,776	4,069.0	4,654.0	-	292.0	366.0	-	36.8	46.0	-	-	48.3	38.6	-	19.4	-	20.2	-	4.5	0.3
Kirloskar Oil Engines	1,319	4,754.0	5,694.0	-	247.0	472.0	-	24.0	32.7	-	-	55.0	40.3	-	27.8	-	21.1	-	2.5	0.2
KSB Ltd	4,789	2,157.0	2,603.0	-	283.6	340.5	-	84.5	101.2	-	-	56.7	47.3	-	21.8	-	18.3	-	15.0	0.3
Landmark Cars Ltd New Idea	670	3,288.0	3,753.0	4,247.0	56.0	96.0	150.0	13.7	23.3	36.2	63%	48.9	28.8	18.5	14.1	16.7	15.4	19.7	1.5	0.2
Lemon Tree Hotels Ltd	141	1,071.1	1,320.6	1,485.3	181.0	260.0	335.0	2.3	3.3	4.2	36%	61.4	42.7	33.2	13.5	15.0	23.7	24.0	0.0	0.0
Macrotech Developers Ltd	1,432	10,316.0	12,699.0	15,126.0	1,654.0	2,187.0	2,740.0	16.6	22.0	27.6	29%	86.3	65.1	51.9	9.7	10.9	11.9	13.2	1.0	0.1
CIE Automotive India Ltd	538	9,280.0	9,557.0	10,539.0	798.0	907.0	1,040.0	21.0	23.9	27.4	14%	25.6	22.5	19.6	13.0	13,3	13.5	13.7	5.0	0.9
Mold-Tek Packaging Ltd	744	632.0	1,012.0	-	85.0	102.0	-	25.7	30.9	-	-	28.9	24.1	-	18.9	-	15.3	-	4.0	0.5
Mrs. Bectors Food Specialities	1,276	1,624.0	1,906.0	2,199.1	140.0	155.0	184.9	23.9	26.4	31.5	15%	53.4	48.3	40.6	22.6	23.7	21.2	21.0	3.3	0.3
Oberoi Realty	1,885	4,496.0	6,667.0	6,824.0	1,927.0	2,728.0	2,851.0	53.0	75.0	78.4	22%	35.6	25.1	24.0	16.2	14.7	18.0	16.0	8.0	0.4
PCBL	234	6,322.0	7,124.0	-	584.0	651.0	-	15.5	17.3	-	-	15.1	13.5	-	20.2	-	19.8	-	5.5	2.3
Puravankara	417	2,185.3	2,586.0	2,997.4	42.3	86.8	185.9	1.8	3.7	7.8	108%	231.5	112.6	53.4	12.7	15.4	4.7	10.0	6.3	1.5
Rolex Rings	2,362	1,222.0	1,404.0	1,659.0	188.0	212.0	272.0	69.0	77.8	99.8	20%	34.2	30.4	23.7	20.8	22.1	21.1	22.3	14.0	0.6
Samhi Hotels	182	957.4	1,110.0	1,237.0	(147.0)	61.0	153.0	-6.7	2.8	7.0	-	-27.1	64.9	26.0	8.5	11.1	5.7	13.0	0.0	0.0
Subros Ltd	611	3,071.0	3,298.0	3,672.0	98.0	146.0	176.0	15.0	22.3	27.0	34%	40.8	27.4	22.6	13.4	14.1	13.7	14.3	1.8	0.3
Suraj Estate Developers	390	412.0	505.0	609.0	68.0	110.0	48.5	15.7	25.7	36.4	52%	24.9	15.2	10.7	18.4	19.4	19.3	22.1	1.0	0.3
SP Apparels	572	1,087.4	1,207.0	1,445.0	90.0	135.0	181.0	35.7	53.6	72.3	42%	16.0	10.7	7.9	18.4	21.3	16.3	18.6	0.0	0.0
Sterling Tools	374	932.0	1,179.0	1,380.0	55.0	77.0	99.0	15.3	21.2	27.4	34%	24.5	17.7	13.7	13.9	15.2	15.9	17.5	2.0	0.5
Sunteck Realty	473	564.8	1,226.8	1,659.2	70.9	200.2	279.1	4.8	13.7	19.1	99%	98.5	34.5	24.8	10,3	12.7	6.2	8.1	1.5	0.3
Symphony Ltd	1,065	588.0	1,421.1	-	140.6	171.2	-	20.4	24.8	-	-	52.3	42.9	-	22.5	-	20.3	-	9.0	0.8
Varun Beverages Ltd	1,464	16,042.6	18,795.3	22,338.9	2,055.9	2,461.4	3,138.0	15.8	18.9	24.2	24%	92.5	77.3	60.6	25.9	29.7	31.5	30.6	2.5	0.2
VST Tillers and Tractors Ltd	3,428	1,203.0	1,422.0	-	107.0	132.0	-	124.2	152.8	-	-	27.6	22.4	-	18.4	-	18.3	-	20.0	0.6
Welspun Corp	550	18,702.0	20,356.0	-	986.0	1,199.0	-	37.7	45.8	-	-	14.6	12.0	-	23.0	-	20.5	-	5.0	0.9

Note: KSB Ltd and Varun Beverages Ltd follow calendar year , therefore nos. are for CY22, CY23E and CY24E

	Remarks
	Automobiles
Alicon Castalloy	• Alicon to benefit from its established market position in aluminium casting components, driven by established client relationships and operations in India, Austria, and Slovakia. We remain positive on the company's growth prospects, robust order book, multi-year order wins, increased share of high-margin machined components, and higher share of e-mobility business. We maintain a positive stance on Alicon's business outlook and recommend a Buy on the stock.
Amara Raja Batteries	• Amara Raja Batteries Limited (Amara) is expected to benefit from an improving business outlook for automotive and industrial sectors, as economic activities normalize. We expect gradual recovery on sales and EBITDA margins for Amara. Amara's management has laid down the company's vision to remain a dominant battery player in the Indian. We expect Amara to continue outpace peers, by adding clients, launching products and by benefiting from an extensive distribution network. Further its investment in li ion project augurs well for long term growth We retain our Buy rating on the stock.
Apollo Tyres (ATL)	• ATL is well-positioned to gain market share in India and Europe, given its strong brand, R&D, technology and distribution network. We expect the company to benefit from its strategy by deleveraging its balance sheet, capital utilisation of over 70% and a focus on firm capital allocation and cash management. ATL is to improve its OEM and replacement market sales, given the improvement in rural and semi-urban demand, coupled with improvement in economic activities in the medium term. While the overseas business is expected to do well on back of richer product mix and gradual capacity additions, though facing macro headwinds. Thus, we maintain a Buy rating on the stock.
Ashok Leyland	• Ashok Leyland is a pure play on upturn in the commercial vehicle (CV) industry, owing to the expected growth recovery in the CV industry post normalisation of economic activities. The company is likely to benefit from its aggressive strategy to increasing market share through increased penetration across all regions and new product launches. ALL continues to focus on greener technology with renewed focus on EV products. The company expects good opportunities to continue to grow exports, defence, power solutions, LCVs, and parts business even as it expands the reach and products of the core medium and heavy commercial vehicle MHCVs business. ALL's subsidiary, Switch Mobility Limited is likely to be a beneficiary of EV mobility movement through its strong presence in the UK, India, and Continental Europe. we reiterate a Buy on stock.
Bajaj Auto	• BAL is the second largest motorcycle manufacturer in India Over the years, BAL has created a strong brand not only domestically but also in export markets. BAL is the leader in the premium motorcycle segment. With Triumph 400 BAL has entered into premium iconic motorcycle segment. We believe export volumes have reached their bottom and will pick up once dollar availability situation improves in the overseas market. We retain a Buy rating on the stock factoring its continued focus on EBITDA margin and an entry into the electric three-wheeler segment.
Balkrishna Industries	• Management foresees a stable demand situation in the U.S. and is looking for a market share gain in the Indian market as replacement demand is rising in the domestic market. Inventory levels in European markets are reaching normal levels. Further, management has highlighted that geopolitical issues are continuing to be a challenge. BKT continues to aspire for a 10% market share in the domestic market in the medium term compared to a 5-6% market share currently. We upgrade our rating on the stock from Hold to BUY, in expectation of demand revival, sustenance of EBITDA margin, and its market share gain strategies.
Bosch Limited	• Bosch Ltd is a leading supplier of technology and services for mobility solutions, industrial technology, consumer goods and energy and building technology. Given strong technology expertise and deep penetration in domestic automotive segment, Bosch is expected to be key beneficiary of implementation of stringent emission norms in domestic automotive segment. Further, Bosch has adequate expertise to cater to alternate fuel segments including EV, hydrogen and others. Over the period Bosch has emerge has preferred complete powertrain solution providers for OEMs and hence continuously acquiring healthy business orders. Implementation of new emission norms is expected to boost its content per vehicles which in our view would drive its profitability going forward. Bosch is a strong technological company with a robust balance sheet (zero debt) and healthy return ratios. Its strong brand positioning, focus on technology and electrification of vehicles enable high growth visibility. Hence, we retain a Buy rating on Bosch.
Eicher Motors	• Royal Enfield (RE) is expected to be a key beneficiary of rising premiumization trend in domestic two-wheeler market as RE is gaining market share, while overall two-wheeler industry is still facing headwinds. Along with domestic market, Hunter has started catering to export market, given RE aims to gain significant market share in midsize motorcycle segment in export markets. The introduction of Hunter has revamped its volumes, while suitable price hike coupled with introduction of new products in 650 cc segment would improve its product mix. We reiterate our Buy rating
Exide Industries	• Exide is the largest battery manufacturer in the lead acid battery markets, amongst organised players. With a strong brand equity and extensive distribution network, we expect Exide to grow strongly in the battery industry, led by replacement demand, recovery in the industrial battery segment, and its extensive distribution network. Battery pack assembly business has won an order of Rs 600-700 crore, Li-ion cell project is on track. With Exide tightening costs through backward integration, enhanced automation, raising share of renewable energy for power and higher digitisation initiatives we expect margins to improve. We recommend a Buy rating on the stock.
Gabriel India	• While maintaining its dominant position in its existing business, Gabriel is gradually building up its space in the EV segment. Gabriel is well positioned to benefit from rising p penetration o f E Vs, e specially in the 2W and 3W segments, given the company has built up strong relationships with leading EV OEMS. Gabriel is witnessing strong traction from domestic and global OEMs, as automotive demand recovers, d riven by strong b rand recall and a leadership position in suspension components. Further, the company is endeavoring to expand its export business and the aftermarket segment to reduce its dependence on the domestic vehicle production cycle. We retain our Buy rating on the stock.
Hero MotoCorp	• The management has guided for a double-digit revenue growth for the industry in FY25 and aimed for a market share expansion via new product launches. The management is targeting to launch one product in every quarter in FY24 and also hinted for an introduction of a product under the Harley Davidson brand. While rural recovery is yet to reflect, the management sees green shoots in the rural segment as sales pick up during festive period and marriage season. After successful launch of its EV scooter VIDA in 3 cities the company is now planning to cater to the EV segment in over 100 cities and has been building up cost effective EV business. While HMCL has been growing organically, we understand that the company can opt for the inorganic route also to enhance its growth opportunities. The company is focusing on enhancing premiumization of its product portfolio and looking for a 10% of revenue to come from export markets in medium term. Softening of commodity prices and adequate price hike along with rise in demand would help HMCL in registering better margins in the coming periods.
Lumax Auto Technologies	• Lumax Auto Technologies (LATL) is a leading auto component manufacturer with a well-diversified product portfolio. Lumax Auto Technologies Ltd (LATL) has acquired 75% stake in IAC International Automotive India (IACI), which manufactures interior as well as exterior components for passenger vehicles and commercial vehicles. On consolidation while the content per vehicle would increase, the profitability is also expected to increase on better product mix. Considering, the superior financials, access to technology and complementary product profile- the offered valuation to IACI's appears to be reasonable. We maintain Buy rating on the stock.
M&M	• The company is strategically focusing on achieving a leadership position in most of its operating segments and is aiming to grow its non-core business as per its potential. M&M is consistently improving its profitability. Along with maintaining its leadership position in the tractor segment, the company aims to achieve 10x growth in the farm machinery segment by FY2026. Historically, M&M's operating performance has largely depended on the tractor segment; however, we believe the auto segment is expected to drive its operating performance in the coming years due to increasing volumes going ahead. We reiterate our Buy rating on the stock.
Maruti Suzuki	• the management has shared an optimistic outlook for volumes in near term led by favorable response to new launches as it is enjoying healthy order book. With a stable outlook for raw material basket, gradual ease of chip shortage and expectation of rise in ASPs on improvement in product mix in coming quarters, we believe that MSIL would report better operating performance in coming quarters. A successful entry into premium segment and rise in share of UVs in its overall portfolio is structural shift in MSIL's business model. We reiterate our Buy rating on the stock

Ramakrishna Forgings	• RKFL's management has shared an optimistic outlook for FY2025. Management is targeting 15-20% volume growth in FY2024 with sustainable EBITDA margin trend at higher levels and assumes the growth trend to continue for the next three years. Further, the company is acquiring a casting manufacturing facility and is aiming to become a system supplier from a component supplier to enhance its profitability. Ongoing capacity addition is on track. We maintain our Buy rating on the stock
Schaeffler India	• The company has been expanding its distribution network and product portfolio to leverage its brand equity in the aftermarket. While Schaeffler has been facing headwinds in the export market, it continues to maintain its capex programme to build capabilities in line with the group's relocation strategy and to reach a high level of localisation in the coming years. The company assumes that its export revenue is well diversified geography wise and reduces a risk of a sharp fall in case of an unfavourable business situation in any single geography. Further, the company is continuously focusing on rising content per vehicle. Schaeffler continues to invest on capacity build-up and allocated 30% of its capex for relocation/export-related capex and is targeting a localisation level of 80% in the next 2- 3 years from the current localisation level of 76%. The company would be benefitted from ongoing localisation, strategic expansion in the export market, and strong footprint in the aftermarket segment. The company's successful entry into system solution supply to EVs would enhance earnings potential on volume ramp-up and localisation. We maintain our Buy rating on the stock
Sundram Fasteners	• The management expects to continue to outperform the underline domestic industry's growth by 2-3% and expects soft RM cost trend to translate into healthy gross margin expansion. Its ongoing capex programme of Rs. 1,000 crore over FY2023-FY2025 has been on schedule and, over the period, management is expecting rise in contribution from the EV space on execution of new orders, given the EV segment currently contributes 3% to its total revenue. SFL has been working closely with domestic OEMs for import substitution and is expected to emerge as a beneficiary of China plus theme. We have broadly identified three key structural growth drivers for SFL in the long term – (1) beginning of execution of ~USD480 mn EV project for six years from FY2026, for which management is expecting an additional revenue of Rs. 500 crore per annum from FY2026, (2) beginning of execution of orders in the wind energy segment, for which management is expecting an additional revenue of Rs. 80 crore-100 crore in 12 months from the beginning of execution, and (3) Management is engaged with the customers for a potential order of Rs. 1,000 crore in the EV segment. We maintain our Buy rating on the stock.
Suprajit Engineering	• Despite external challenges SEL beat our earnings estimates and reported a decent set of performance except in control division in Q3FY24. Further, the management visualizes challenges in the non-auto segment but assumes that new order win would help it in improving its performance in the coming period. Going further, the management has indicated while its domestic cable divisions and Phoenix Lamp division would maintain their growth trajectory in the near term, the overseas business may face headwinds in the near term due to macro issues and ongoing restructuring in the control division. Non-auto business in USA is expected to remain subdued in near term. We assume that the restructuring of its business would make it competitive for a medium to long term play. Further the order wins in electronic division and control division provides medium to long term revenue visibility. SEL's diversified, de-risked and innovation-driven business model is expected to support the growth momentum in upcycling. we maintain our Buy on the stock
Tata Motors	• improvement in operating performance has been visible in reduction in net automotive debt and cash generation as TML has announced a dividend in second consecutive year. With high base and rise in inventory levels the management expects domestic PV industry may grow with less than 5% rate in FY25. JLR's order book though declining (in line with management's guidance) but continue to be healthy at 133k units (compared to 148,000 units in Q3FY25) and hence the management assumes a rise in VME cost in FY25 leads it to guide for a flat EBIT margin expansion in FY25. The management is looking for double-digit EBITDA margins in both CV and PV businesses. Further, it is sustaining its leadership position in electric car business Tata Group company is planning to set up Li-ion cell plant. In the CV business, the company is continuing to focus on retail sales performance with value added product offering, which we believe would help its CV division sustain profitability. Further, the PV business has been gaining a healthy market share backed by its new product launch strategy and we believe that losses in the EV business would come down in coming quarters. An EV battery cell plant within the group would help company in achieving speedy product validation and reduce the dependence on the third-party suppliers. While hydrogen fuel cell technology as at nascent stage, TML has been making efforts to secure its growth prospects in hydrogen space in future.
TVS Motor	• Despite challenges in the export markets, production constraints in EV space, absorption of rise in cost due to cut down in FAME subsidy TVSM came out with robust operating performance in H1FY24. the management hopes to expand EBITDA margin in the coming period on gradual recovery in volumes as the RM cost trend is soft. While the macro challenges, including the dollar availability issues are continue in the overseas market the dealer inventory is under control as retail sales have been surpassing the dispatches. This gives hope that TVSM would be able to enhance its export volumes speedily once macros in overseas markets would turn up. Its recently launched product Ronin has been well accepted in the market, and the company continue to aim to expand its penetration in premium segment. Going, forward TVSM aims to expand its EV product portfolio in domestic as well as in overseas market. The company remains the key beneficiary of the rising premiumisation in the domestic motorcycle segment. While we believe that TVSM would face headwinds in near term in the EV space due to a sudden change in FAME subsidy its network expansion and product launches are expected to support its plans to expand in the EV space. We maintain our BUY rating on the stock
	Agri/Specialty Chemicals
UPL	• We see earnings and RoE concern for UPL over FY24-25 given headwinds in the global agrochemical industry. Weak EBITDA would impact leverage ratios and raise concern of downgrade in UPL's credit rating. Hence, we have downgraded UPL to Hold. Furthermore, we believe that any demand recovery in the global agrochemical industry would only be gradual.
Coromandel International	• We like Coromandel because of its leadership position in key businesses, led by high backward integration through joint ventures for the sourcing of key raw materials and strong distribution reach. This helps the company deliver healthy performance on a consistent and sustainable basis. The company has been generating healthy cash flows, which have helped the company to look for inorganic acquisitions at different intervals in related businesses. A conservative and calibrated approach towards capital allocation in the right business has yielded synergies for the company and has helped the company to maintain a lean and strong balance sheet. The company's focus to foray into CDMO and specialty chemical is a right step to diversify its business stream and the same could drive meaningful growth in the medium to long term. Coromandel's valuation seems attractive
PI Industries	• A strong CSM order book of ~$1.8 billion and decent growth in the domestic formulation business provide strong long-term revenue growth visibility. The company has organic and inorganic growth aspirations in areas such as enhancement of technological capability, de-risking manufacturing concentration in India. The recent pharma acquisition would accelerate earnings growth prospects for the company
Insecticides (India)	• Strategic transition yielding results: IIL's management took strategic steps towards realigning the product mix by introducing NewGen products through higher R&D thrust and weeding out the old generic products for more sustainable growth visibility with improved margin trajectory. The transition has started yielding results, with strong new launches and improved margins. Four growth pillars driving performance: IIL's management has chalked out a four-prolonged strategy for long-term sustainable growth acceleration with new product launches – (1) reverse engineering; (2) combination products; (3) biological products; and (4) product discovery.
Sumitomo Chemical India	• Few crop-protection chemicals are expected to be off-patent in the coming years, thus genetic crop-protection chemicals should grow in double digits. Hence, the merger of ECCL (has 100% generic portfolio in the crop protection market along with backward integration of a few technical) bodes well for industry-leading revenue growth of SCIL. Cost synergies in terms of reduction in imported raw material (post ECCL merger) would drive strong margin expansion. Additionally, SCIL derives multiple benefits from its parent's R&D capabilities and global presence. CRAMS from the parent would support medium to long-term growth for SCIL.
Atul Limited	• Atul intends to expand capacities in a calibrated manner without relying on external borrowings. Moreover, significant opportunities are expected to arise from a medium to long-term perspective, as global players shift their manufacturing base and vendor base outside China. Future growth is expected to be driven by improved utilisation levels, backed by a strong demand outlook along with positive pricing tailwinds and operating leverage. The company achieved debt-free status in FY2018 and return ratios are expected to see a northward trend (after a gap of four years) on account of improved profitability (largely due to ease in input cost pressure) and strong free-cash-flow generation. This gives the company ample scope to explore organic and inorganic growth opportunities further. However, near-term revenue/margin weakness in the POC segment is a concern for the company.

Aarti Industries	• Aarti Industries is investing in the right areas for building capabilities and richer client engagements, which would create a long-term moat in a booming industry. The company expects significant growth prospects, led by growth from discretionary end-users (65% of revenues of Aarti Industries) and recovery in the non-discretionary segment. Capex of Rs 2500 crore in the next two years and good growth in end user industries bodes well for the company.
SRF Limited	• Favourable growth prospects across the segment, led by specialty chemicals and fluorochemicals. Management sees significant growth opportunities in agro chemicals and API. Continued high capex to expand capacities in high growth areas of the specialty chemical business is likely to drive sustained high earnings growth. Moreover, the structural high-growth cycle for the Indian specialty chemicals sector, given favourable dynamics (China Plus One strategy by global companies) to support premium valuation for quality players like SRF
Sudarshan Chemical	• SCIL is a leading world-class colour solutions provider focusing on exceptional and sustainable results, which help in customer retention. Significant growth opportunities are available for players in Southeast Asia as innovators seek a reliable partner for assured sourcing. The situation in China has not changed much due to the ongoing government clampdown because of environmental and compliance issues. SCIL has completed its Rs. 750 crore capex plan and the ramp-up of new capacities/products would drive medium to long-term growth and would scale up SCIL's position in both domestic and global markets and is expected to benefit from the exit of two global peers from the space.
NOCIL Ltd	• NOCIL is the key beneficiary of China plus one strategy and import substitution in the niche market of rubber chemicals. The recent doubling of capacity has made it the third largest rubber chemical manufacturer in terms of capacity and ramp-up of utilisation, which would drive sustainable double-digit volume growth and help expand its global market share to ~8% over the next 2-3 years as compared to 5% currently. Although near-term volume growth outlook is subdued, the long-term structural growth outlook remains intact supported by growth in the tyre industry and Europe plus one opportunity. A potential volume recovery and resilient margin would drive earnings recovery over FY2024-FY2026. NOCIL has a strong balance sheet with net cash position and is available at reasonable valuation
Vinati Organics	• Vinati Organics operates in niche segments and have an exceptional product basket with a significant market share in its products globally. Hence, the company can generate significantly higher margin profile. This coupled with a lean balance sheet helps Vinati Organics to generate superior return ratios. Vinati Organics is expected to see increased volumes in ATBS (2-Acrylamido 2 Methylpropane Sulfonic Acid) due to capacity expansion, while IB (Isobutylene) volumes are expected to rise due to enhancement of capacity utilisation and a gradual ramp-up in utilisation levels for butyl phenol. However, destocking of ATBS by clients and delay in commissioning of new products (MEHQ, guaiacol and isoamylene) has dampened near term earnings outlook for Vinati Organics.
Banks, Financial Services	
Axis Bank	• The investment thesis for Axis Bank remains strong, led by sustained improvement in the franchise. The balance sheet mix has significantly improved for the bank, which we believe is positive for profitability and sustainable growth going forward. The bank is trading at lower valuations compared to its close peers due to lower CET-1 ratio and a weaker NIM profile. We believe it is on the path to gradually converge with peers
Bajaj Finance	• BAF continues to derive benefits from a diverse loan portfolio, wide distribution network, effective execution and a strong management team. BAF has significantly strengthened its technology, digital platforms, and product offering. We believe business transformation is expected to enhance growth sustainability, improve the scalability of business, and would give competitive advantage against peers. BAF is expected to sustain healthy RoE trajectory despite normalisation of business matrices in FY25. We are confident on strong sustainable earnings growth and longevity of the franchise.
Bajaj Finserv	• We believe all of Bajaj Finserv's subsidiaries are well-placed to capture long-term growth opportunities. BFL stands out as it has a strong balance sheet, comfortable liquidity position, is well-capitalized, and is poised to deliver sector-leading ROA/ROE. The company has exhibited its strong ability to navigate through the economic downcycle, led by a prudent and agile management team, robust risk management framework and a diverse product offering strategy. The company's insurance subsidiaries are building well-diversified product portfolios and multi-channel distribution networks, which would help to gain market share on sustainable basis.
Bank of Baroda	• BoB is an attractive play on the fast-growing Indian economy. We believe BoB's higher retail orientation, strong balance sheet, and improving asset-quality augur well for stable earnings progression in near to medium term.
Bank of India	• Healthy business momentum and better asset-quality trends are likely to augur well for the bank's earnings trajectory and return ratios in the near to medium term.
Can Fin Homes	• CanFin has shown its ability to deliver superior return ratios metrics, navigated stiff competition from the bank in the past and its asset quality continues to be the best in class among peers. The company is investing in tech and IT transformation project to strengthen the internal control systems and thus opex cost is expected to be higher in near term but should help business to grow with all due diligence. Growth guidance appears conservative.
Federal Bank	• Federal Bank is evolving as a strong business franchise displaying better asset-quality trends and healthy return ratios. The bank has been building incremental additions in better-rated corporate borrowers and has been focusing on increasing the retail mix. The bank is rapidly adapting and transforming itself into a next-generation bank in the private mid-segment, which is a key positive. We believe the bank is well-poised to sustain RoA of over 1.2% in the near to medium term.
HDFC Bank	• Improvement in NIMs, strong retail deposit mobilisation resulting in the normalisation of CD ratio in turn leading to a sustainable loan growth path, building strong distribution, broadening customer base and enabling technology remain key monitorables in near to medium term. The bank has a good track record of strong execution capabilities, has consistently delivered superior performance, and its track record is unmatched across the sector. FY25 would be another period of transition and once this transition period is completed, growth and profitability trajectory should catch up with peers.
ICICI Bank	• The bank is positioned well with superior margins, strong RoE, asset quality, contingency buffers, and robust capitalisation levels. Strong liability franchise indicates a robust business outlook for the bank. We find ICICI Bank to be an attractive franchise with a strong balance sheet and a better return ratio matrix, which makes it attractive over the mid to long term. Moreover, its well-performing subsidiaries, which are strong players in their respective fields, add value to the overall business. The franchise is looking towards more predictable performance, which is a key positive.
IndusInd Bank	• Focus on granular growth and its strategy to create counter-cyclical buffers will strengthen the franchise. Asset-quality outlook is expected to be stable in the near term. Near-term business trends look comfortable for the bank and the franchise is looking towards a more predictable performance, which is a key positive. The bank began well on its PC-6 strategy with ambition on growth and granularize the loan and deposit book and maintain ROA of 1.9-2.1%
LIC Housing	• The company is confident of a bounce-back to double-digit disbursements growth as tech and organisational restructuring has been fully done. Outlook on asset quality is also stable. Healthy growth and lower credit cost are expected to offset lower NIMs to some extent going forward.
PNB	• As asset-quality trends improve with each passing quarter, a strong asset quality outlook is likely to drive strong earnings growth. Credit cost is expected to fall below ~1% of average advances in FY2025E, which should lead to improvement in the return ratios.
SBI	• SBI is an attractive play in the fast-growing Indian economy, with a healthy balance sheet and strong liability franchise. In recent times, the results indicate its inherent business strength and the bank has worked on improving operating metrics along with strong sector tailwinds. We believe credit growth would be broad-based, driven by retail, SME, and corporate segments. We believe improved performance should be sustained over the medium term.
City Union Bank	• Overall, growth outlook is bleak for the bank as it continues to focus on building the other loan segments and relevant team. Moreover, stressed book is higher than some lower-tier PSU banks with sub optimal coverage but although asset quality has started to normalise led by higher recoveries.
Kotak Mahindra Bank	• We believe that the near-term focus for KMB would continue to be on taking the corrective measures and submit the final submissions to RBI. The bank is seeking continuous guidance from regulator and winning back trust from customer and regulator is the number one priority. It would take a couple of months for the final submissions to RBI. It would underperform the peers in near term as growth could be unpredictable for next 12 months as lot of management bandwidth would utilized on the immediate priority to resolve tech & IT systems, but we remain constructive from medium to long term perspective.

L&T FINANCE HOLDING	• LTFH has transformed itself into a retail franchise. The company is realigning its strategy by repositioning its portfolio growth from product-based to customer-centric, focusing on cross-selling, up-selling along with using deep analytics to understand various nuances like business selection, dealer selection, sale volumes, market positioning in various segments, portfolio vintage including customer behaviour, counter share performance, and distribution network, which are key positives. The current collection trends are appearing strong; and overall, the retail asset-quality outlook remains stable to positive.
Nippon Life India AMC	• NAM India has been witnessing strong growth across segments leading to strong market gains on the back of buoyant market. Also, its equity funds have been delivering better performance in the past years vs peers which is driving improvement in net inflows. Impact of lower equity yields on core revenue has been broadly managed by increasing the yield in other segments and faster growth in AUMs.
AU Small Finance Bank	• - AUSFB has had a long and successful history (since its days as an NBFC and now as a bank) in secured credit and its underwriting quality, mainly in the under/unbanked self-employed customer segment that lacks formal income documentation. The bank has a strong skill set and deep experience in its core secured segments. The merger with Fincare SFB further reduces share of core secured segment for the bank. We believe it will be a challenge for the franchise to sustain superior metrics across the economic cycle. Valuations are also expensive.
Cholamandalam Investment Finance Company	• CIFC has a strong business model, as demonstrated by superior performance across economic cycles. A robust collection mechanism aided by a strong credit risk assessment framework has helped it to navigate past business cycles and would enable it to navigate in the future also. Pristine asset quality has been the hallmark of the franchise. The company is likely to deliver a consistently sustainable RoE of ~20%. We are confident about the longevity of the franchise and best-in-class management in terms of execution capabilities and strong governance.
Mahindra & Mahindra Financial Services (MMFS)	• Asset quality has seen improvement however trends have remained volatile in the past. Key monitorable remains collection trends and tightening of internal system & processes (due to recent fraud reported). The company expects to offset moderation in business growth with improvement in yields and fee income
insurance	
HDFC Life (HLIC)	• HDFC Life is well-placed with a superior product mix and strong distribution channel. A higher share from HDFC Bank, ramping up lower ticket non-par business, higher share from protection segment and investments in overall product portfolio/ distribution channel will likely help sustain market share gains over the medium term. We believe near term growth looks moderate, but we stay positive on medium to long-term prospects.
ICICI Prudential Life Insurance	• A diversifying product and distribution mix are key important pillars. Management is guiding that company would grow faster than industry in FY25E with similar full-year margins as seen in FY24. The company is looking to optimise its channel and product matrix with a focus on improving persistency and lower dependence on ICICI Bank is a key positive.
ICICI Lombard General Insurance	• ICICI Lombard remains an attractive franchise, striking a good balance between profitability and growth. The company has a strong management team focusing on RoE and a strong execution track record. We expect healthy demand for health products going forward. The company has also been able to fare better on the loss ratio front as compared to its peers, which indicates its strong fundamentals. The company's business reach (under a multichannel distribution network, including branches of promoter banks) adds to its competitive advantage. Moreover, the company's conservative underwriting is a key differentiator. The company has been continuously investing in distribution and technology
Max Financial Services	• MFSL is building a strong franchise with a multi-channel distribution network built upon a balanced product mix. Over the medium term, management has indicated a balanced mix of business with non-PAR at ~30-35% of APE, while protection is expected at 35-40% of APE. We believe cost management, re-balancing of the product mix, and further diversification of distribution channels are key levers for profitability improvement and growth.
Consumer Goods	
Asian Paints	• APL is the largest paint company in India with market leadership of over 50 years and stands among the top 10 paint companies in the world. The company has a strong brand portfolio across the product pyramid. With a focus on becoming a complete home decor play, the company has introduced products in home lightings, furnishings, and furniture. Water proofing products, construction chemicals and project business will continue to witness strong traction from real-estate sector, government projects and housing society projects in the medium term. APL's leadership position in the domestic paints industry and better earnings visibility justify premium valuations. However, expected increase in competition from large new players in the domestic paint industry would act as risk to profitability in the near term.
Bajaj Consumer Care (BCCL)	• BCCL is market leader in the light hair oil category with market share of close to 65%. The company reduced dependence on the wholesale network and increased share of direct distribution (with focus on penetrating deep in the rural markets). This along with relaunch of core brands would act as key levers for achieving sustained volume growth (targets to achieve volume growth of 6-8% in the medium term). Further, new product additions under the hair care category and focus on improving presence in the southern market will add-on to the growth in the coming years. Negative working capital and strong cash generation would help it to invest heavily behind core brands and new launches or go for any inorganic initiative in near future to improve growth prospects.
Britannia	• Britannia is India's largest domestic biscuit and snacking companies with a turnover of over Rs. 16,700 crore. Sustained new launches and entry into healthier and premium variants helped it gain market share and beat category growth. The company is also focusing on growing its adjacent categories such as dairy and bakery. Volume growth is expected to sustain in mid-single digits in the near term. Market share gains, expanding reach in rural India and strong traction to innovation would help volume growth trajectory to improve ahead. Along with its focus on improving mix, the company will stringently manage its discretionary cost and will continue to strengthen efficiencies at the operations and distribution level to reduce costs, which will help to achieve better OPM of high teens in the coming years.
Colgate-Palmolive (India)	• Colgate-Palmolive (India) is a leading multi-national consumer products company, focused on production and distribution of oral care and personal care products. Oral care contributes ~95% of turnover. In the past few quarters, COLPAL has launched several new products under its core toothpaste/toothbrush category, focusing on digitalisation and needs of the consumer, and entered into categories (including oral hygiene and skin/face cleansing). Focused strategies have started showing good results with a good performance in FY2024. We shall keenly monitor the performance in the quarters ahead.
Dabur India	• Dabur is one of India's leading FMCG companies with revenue of over Rs. 12,400 crore (FY2024). Dabur's positioning as an Ayurvedic products company with a focus on herbal and natural products in the healthcare and personal care segments and a strong presence in the juices segment make it a formidable play in the domestic market. Further, the company's international presence de-risks its business model when demand slows down in the domestic market. The company continues to leverage its urban and rural presence by enhancing its distribution network and product launches. Focus on volume growth, continuous innovation, investment behind brands, leveraging power brands, and consumer-connect initiatives are some of the key growth drivers for Dabur in the near to medium term.
Emami	• Emami is one of the leading FMCG companies that manufactures and markets personal care and healthcare products. Emami has a strong brand portfolio, largely catering to low penetrated categories in the domestic market. However, most of these are prone to seasonal vagaries, affecting growth in the domestic business. The company has taken various initiatives for key categories to improve its growth prospects. The company has appointed a separate sales head, international business head, and healthcare segment head recently, which gives us an indication that management is now getting its focus back on improving the growth prospects of its consumer business. The company's revenue and PAT are expected to report a 13% and 18% CAGR, respectively, over FY2024-FY2026E, driven by its focus on product launches, distribution expansion, scale-up of the emerging channels, strong pipeline of D2C brands, growth in the international business, and improved penetration.
GCPL	• GCPL has a '3 X 3' approach to international expansion by building presence in 'three' emerging markets (Asia, Africa and Latin America) across 'three' categories (home care, personal wash and hair care products). The company has a leadership position in most categories in the domestic and international markets. Under the new leadership, the immediate focus of the company is to fill the gaps to achieve sustainable double-digit revenue growth in the medium term. Increase in penetration, cross-pollination, simplifying business in key markets and increase in distribution are some of the key growth drivers in the medium term. Premiumisation, better revenue mix and operating efficiencies would drive margins in long run.

HUL	• HUL has a leadership position in highly penetrated categories such as soaps, detergents, and shampoos in India. Out of the company's portfolio of over 50 brands, 19 brands have a turnover exceeding Rs. 1,000 crore per annum. The company maintained its leadership position in more than 85% of business. Sustaining product innovation, entering new categories, premiumisation, and increasing distribution network remain some of the company's key revenue drivers. A strong financial background, robust cash-generation ability, and leadership position in some of the key categories give HUL an edge over other companies and, hence, justify the stock's premium valuation. With strategies in place, we expect the company to clock 10%/12% revenue/PAT CAGR over FY2024-26E.
ITC	• ITC is focusing on de-risking its business model by reducing dependence on its core cigarette business (affected by regulatory and tax hurdles for the past few years) by scaling up the fast-growing consumer goods, PPP and hotel businesses. The company has quickly rebound from disruption caused by the lockdown and key businesses are operating at normal levels. Cigarette and FMCG business registered resilient performance in FY2024 in the backdrop of tough demand environment. Post demerging of asset-heavy hotels business, the return profile of ITC will substantially improve in the coming years.
Indigo Paints	• IPL is the fastest-growing paints company in India, which has carved a niche for itself by developing and marketing differentiated products to establish its position in the high entry-barrier paint industry. The differentiated business model aided the company to achieve strong topline and earnings growth of 20% and 34%, respectively, over FY2019-FY2024, with the highest gross margin of ~48% among peers. Rising urbanisation, willingness to spend on home improvement, strong traction to differentiate products, and market share gains would help IPL to achieve strong growth in the coming years.
Jyothy Labs	• Jyothy Labs (JLL) has a leadership position in the fabric whitener segment in India, whereas it is the second-largest player in the dishwash bar, liquid, and mosquito repellent coil categories. The company is focusing on achieving volume-led, double-digit revenue growth in the medium to long term through driving category development, increased brand-building initiatives, digital technology driving sales efficiency in go-to-market initiatives, market share gains, distribution expansion, and improving penetration for key categories in rural and urban markets. With the recent correction in key input prices, the company's OPM reached historical levels of 16-17% in FY2024 and is expected to consistently improve in the subsequent years.
Marico	• Marico is a leading player in the domestic hair and wellness market with a leadership position in categories such as branded hair oil (~62% market share), value-added hair oil (~27% market share), and branded edible oil (~53% market share). The company has a three-pronged strategy of driving growth through key categories, innovations/entrance into the niche category, and scaling up its presence in international geographies. In recent times, the company has entered into niche categories such as male grooming, premium hair nourishment, and healthy foods, which will not only improve the revenue growth trajectory but would help in boosting margins in the long run due to their premium nature. Consistent innovations, a wide distribution network, and expansion in new-age channels such as modern trade and e-commerce would be key platforms to achieve good growth in the near term.
Nestle India	• Nestlé is the largest food company in India with a turnover of ~Rs. 24,400 crore (15M FY24). It has a diversified portfolio of brands divided into four segments: Milk Products and Nutrition, Prepared Dishes and Cooking Aids, Confectionery, and Beverages. The company manufactures products under internationally famous brand names such as Nescafé, Maggi, Milkybar, KitKat, Bar-One, Milkmaid, and Nestea; and in recent years, it has introduced products of daily consumption and use such as Nestlé Milk and Nestlé Slim Milk. Sustained innovation, premiumisation, enhancing of distribution reach, and adoption of the cluster-based distribution approach would be the key growth drivers for the company in the near to medium term. A strong return profile, future growth prospects, and good dividend payout make it a better pick in the FMCG space.
Radico Khaitan	• RKL has transformed itself into a leading IMFL brand player from just a distillery player with premiumisation at the core of its growth strategy. The company's P&A segment reported a 13% CAGR over FY2019-FY2024, contributing ~46% to own IMFL sales volume (69% to IMFL's sales value). Going ahead as well, the company expects the strong growth trajectory in premium brands to continue. Efficient working capital management and improved profitability would help the company to generate high free cash flows (FCF) in the coming years. The company is investing Rs. 740 crore (mix of debt and internal accruals) in backward integration to secure extra neutral alcohol (ENA) supply (largely grain based). It will help to retain its guidance of high-teen margins over the next two years.
Tata Consumer Products	• TCPL's India branded business is scaling up well and growing in double digits with consistent strong growth in its growth businesses (18% of overall revenues – FY24). Rising per capita income, increasing brand awareness, growing in-house consumption, and consumption through modern channels such as large retail stores/ecommerce would act as key growth levers for branded pulses and spices businesses in India in addition to the consistently growing tea business. Along with margin expansion through product mix, improving efficiencies will help to achieve consistent margin improvement in the coming years. An enhanced product portfolio and expanded distribution reach would help India business's revenues and PAT to grow at CAGR of 20% and 19% over FY2024-26E with consolidated OPM expected to improve to over 15.5%.
Zydus Wellness	• Zydus Wellness Limited (ZWL) has a strong brand portfolio that leads its respective categories. Sugarfree brand has a ~96% market share in the artificial sweetener category, while Glucon-D has a ~60% market share. Over past three years, despite losing sales due to COVID, the company has consolidated and grown market shares across categories, launched multiple innovations, doubled its direct distribution reach, made significant strides in growing business ahead of the category in both online and offline organized trade, reduced cost and simplified the organization leading to synergy benefits. We expect the company's revenue and PAT to report a CAGR of 13% and 32%, respectively, during FY2024-FY2026E.
	IT/IT services
Birlasoft	• Birlasoft Limited (Birlasoft) has strong enterprise solutions capabilities and digital competencies, which would help it to capture opportunities in the enterprise digital space. Management expects financial services & manufacturing to do well while on service lines management believes they have great momentum in ERP and infrastructure while digital and data business remain strong. The company stated that they would aim for industry leading growth in FY25. Margins are expected to be in narrow band owing to investments in capabilities. We remain positive on the stock considering robust partnership with hyperscalers, healthy deal intake, robust demand from enterprise customers and inorganic opportunities.
Coforge	• Established in 1981, Coforge (earlier known as NIIT Technologies) is one of the leading mid-sized Indian IT services companies, engaged in providing services in cloud, managed services, data & analytics, automation, application development & maintenance and Business Process Management The company refrained from providing revenue growth guidance for FY25 citing uncertain environment. Coforge believes that the acquisition of Cigniti will help it grow into a USD 2 billion firm by FY27 and also improve OPM by 150-250 bps by FY27.
HCL Tech	• HCL Technologies (HCL Tech) leads the infrastructure management services (IMS) and engineering and research and development (ERD) segments. For FY25, the company provided constant currency revenue growth guidance of 3-5% y-o-y, which is lower than expectations. EBIT margin guidance for FY25 is at 18-19%. Despite the challenging environment Hcltech is well positioned given the strong deal pipeline and tailwinds due to cloud adoption and vendor consolidation
Infosys	• Infosys is a premier IT and ITeS company that provides business consulting, technology, engineering, and outsourcing services. The Company expects FY25 revenue growth to be 1- 3% in constant currency terms which was lower than our and street expectations. OPM guidance for FY25 is 20- 22%. However, we believe the large deal signing and strong pipeline are setting the tone for growth and acceleration beyond FY24 and we see Infosys as a beneficiary of a recovery in discretionary spends and vendor consolidation, given its strong execution track record and capabilities.
Intellect Design	• Intellect Design Arena Limited (Intellect Design) is one of the global leaders in financial technology because of its wide spectrum of products for banking, financial services, and insurance. The company is guiding for 15% y-o-y revenue growth after adjusting for GeM and expects EBITDA margins to improve to 24% in FY25. Management intends to achieve their design principles of 20% y-o-y growth and 30% EBITDA in the coming years. The management believes that with strong pipelines and sign-ups in the US, the company is well placed for continued success. Large destiny deal wins and increasing traction from e.MACH.AI continue to be growth drivers.
LTIMindtree	• L&T Infotech and Mindtree have merged into LTIMindtree to become the country's fifth largest provider of IT services by market capitalisation and sixth largest IT company by revenue. Management reiterated that EBIT margin target of 17-18% as well as the overall aspirational margin target laid down at the time of merger remains intact. Margins improvement for FY25 is subject to growth and improving business environment. Post-merger, LTIMindtree is expected to leverage on cross-selling and up-selling opportunities and reap significant revenue and cost synergies over the longer term.

L&T Technology Services	• L&T Technology Services (LTTS) is the third-largest engineering services provider (ESP) in India and is well-diversified to capture digital engineering spending across verticals. For FY25, the company provided a revenue growth guidance of 8-10% in constant currency and expects EBIT margins for FY25 at 16% levels. The management's soft guidance for FY25 is much weaker than expected. However, over the long term the company remains well placed to achieve a higher growth trajectory given the under penetration of ER&D services, healthy deal wins, traction in SDV and greater leverage of SWC capabilities
Mastek Limited	• Mastek has created a consistent and predictable revenue stream from UK's public sector over the past few years, thanks to introduction of Digital Outcomes and Specialists (DoS) framework by the UK government. The company expects FY25 revenue growth to beat FY24 organic revenue growth, which was nearly 12.5-13%, and aspires to achieve EBITDA margin of 17-18% over the short to medium term. We believe the company is well placed to achieve industry-leading growth given the robust 12-month order backlog, healthcare growth in the U.S., and progress in the U.K. public sector.
NIITMTS	• NIIT Learning Systems (NLSL) is an established leader in Managed Learning Training Services and ranks among the Top 5 global players in terms of revenue from Training Outsourcing. The current penetration of outsourced learning services in the L&D sector is less than 5% of the total addressable spends, which is ~$240 billion and growing. This presents a significant and multi-year growth opportunity for NLSL. NLSL consistently generates robust cash flows, enabling it to build a strong war chest for pursuing inorganic expansion by acquiring a company every 12-18 months. The company expects revenue growth of 12-14% in CC terms for FY25 and expects EBITDA margin to be range-bound between 22-24%.
Persistent Systems	• Persistent Systems Limited (PSL) has proven expertise and a strong presence in newer technologies, strength to improve its IP base and a decent margin profile, all of which set it apart from other mid-cap IT companies. Management has stated its goal is to maintain top-quartile growth, while maintaining margins at the current level for FY25. The industry top quadrant growth with consistency in earning performance would continue to justify its premium valuation.
TCS	• Tata Consultancy Services (TCS) is India's the largest IT services firm. TCS' management indicated that cloud transformation is a multi-year opportunity.. TCS is witnessing green shoots and moderate growth in consumer business and pent-up demand in BFS, Management believes FY25 to be certainly better than FY24. The company stated that they are committed to aspirational margin guidance of 26-28% with a focus on disciplined execution and look forward to drive operational excellence.
Tech Mahindra	• Tech Mahindra (Tech M) has successfully transformed itself from a telecom-focused player to one that offers a wide portfolio of differentiated offerings in the enterprise segment over the last decade. The management expects FY25 to be better than FY24. The company aims at achieving topline growth above peers. The strategic initiatives would lead from turnaround to steady incremental gains for Tech Mahindra over FY25-27E.
Wipro	• Wipro is among India's top five IT companies. The company over several quarters has reported weak performance owing to higher exposure to discretionary spending . However, the company is seeing green shoots in Capco. The company is witnessing stability in BFSI, led by its Capco unit in Europe. Healthcare has done well for Wipro, and the company expects momentum to build on. The company provided weaker-than-expected revenue growth guidance for IT services ranging from -1.5 to 0.5% in CC terms for Q1FY25 and expects IT services EBIT margin to be range bound, reflecting continuity in challenges around discretionary spend.
	Capital Goods/Power
Polycab India	• Polycab is the market leader in the wires and cables space with an extensive product portfolio and distribution reach coupled with accelerated growth in the FMEG space, which augurs well for growth visibility. The company's market position and success are driven by its robust distribution network, wide range of product offerings, efficient supply chain management, and strong brand image. Polycab's five-year roadmap to achieve Rs. 20,000 crore in FY2026E with more focus towards brand positioning, operations, and business growth along with strong emphasis on governance and sustainability outpacing the industry's growth provide healthy visibility ahead. Revenue from the wires and cable segment has seen a decent 16.8% CAGR during FY2018-FY2024 and FMEG posted a ~17.8% CAGR during the same period. Further, increasing market share of organised players, which grew from 61% in FY2014 to 66% in FY2018, has touched 70% in FY2023, which augurs well for industry leaders.
Bharat Electronics	• The government's Make in India and AatmaNirbhar Bharat initiatives, along with rising spending for modernising defence equipment, will support earnings growth in the coming years, as BEL is one of the key players with strong research and manufacturing capabilities in the defence space in the country. A robust order book provides strong revenue and earnings visibility. BEL plays well in the defence sector because of its strong manufacturing and R&D base, good margin trajectory, cost efficiency, growing indigenisation, and strong balance sheet.
Blue Star	• Structural growth visibility in the Indian white goods segment remains high due to favourable demographics (urbanisation, per capita GDP, and low AC ownership similar to China's levels in 1998-2000). Blue Star remains one of the key beneficiaries of rising AC penetration in India, led by its improving market share, impressive product profile, and strong service network. The company is well poised to grow, driven by its strategy of – 1) growing faster than the market, 2) improving profit by scale and backward integration, and 3) deepening distribution through conventional and e-commerce channels. We believe near to medium-term growth could moderate due to weakness in the RAC industry.
CESC	• CESC has stable earnings contributions from standalone operations with regulated power generation and distribution businesses getting assured RoE of 15.5% on generation assets and 16.5% for distribution assets. Reducing loss at Dhariwal Infrastructure and Rajasthan DF make CESC an attractive investment proposition. CESC's valuation is also appealing.
Coal India	• The government's plans to increase coal production to substitute imports (stands at more than 200 million tonne) would help CIL to register sustainable volume growth over the next couple of years. Moreover, costcontrol initiatives such as reduction of manpower (employee cost accounts for 53-54% of overall cost) would cushion margins. Moreover, valuations are at a steep discount to historical averages and the stock offers high dividend yield.
NTPC	• NTPC is expected to commercialise new capacities of >5 GW annually over the couple of years and the same is expected to drive double-digit CAGR n regulated equity base. Thus, we expect strong earnings growth momentum to continue as NTPC earns 15.5% RoE on regulated equity. Moreover, with improvement in PAF of coal-based power plants, the company's fixed cost under-recoveries are expected to decline. NTPC trades at an attractive valuation and offers a healthy dividend yield.
Power Grid Corporation	• Power Grid is expected to maintain its strong growth momentum, given ~Rs. 86,700 worth of projects pending for capitalization, which provides a healthy earnings growth visibility over the next few years. RE projects would result in a significant pick-up in the transmission projects going forward. Power Grid has a healthy RoE of 18-19% and has a dividend yield of 3%.
Tata Power	• Tata Power's core earnings are resilient even in demand down cycle as it gets regulated returns on power generation and distribution assets. The company's focus to shift from a B2G to B2C model would drive robust earnings growth (to be driven by RE and distribution business) over the next 4-5 years. Potential improvement in ESG rating could re-rate the company
Dixon Technologies	• Dixon is a leading manufacturer of products for key consumer durable brands in India and going ahead, local manufacturing is expected to get a boost given the strong demand in the consumer electronics market in India. Dixon stands to benefit in the electronic outsourcing business with a leadership position in key business segments. The company has been constantly adding key brands as its clients which would spur revenue growth in the coming years. Dixon Technologies has reported strong Q4 numbers and provided an optimistic outlook for FY24 without any specific revenue guidance. It has toned down its mobile revenue guidance to Rs. 6,000 crore in FY24 but expects to surpass it. We expect sales/PAT CAGR of ~28%/42% (FY23- FY25E) and margin expansion of ~25-30 bps to 4.5% over the same period. We await a better entry point for the investors given the expensive valuation as the stock trades at ~63xFY24E EPS and ~48xFY25E EPS. We also reckon that scalability in the mobile division holds the key to growth in the future.

KEI Industries	• Over the years, the company has established its presence in the institutional space by developing the ability to offer various products across locations. KEI has a well-entrenched marketing presence across all states, which increases its ability to deliver products speedily from plants in North and West India. The company has created a presence by building specialized offerings to tap niche segments such as real estate, shipping, oil, and petroleum plants. The retail segment comprises house wires (HW) and a part of low-tension cables (LT) sold through dealers. Given its growing dealer network and brand-building initiatives (advertising and sponsoring), performance-linked schemes, dealerelectrician meets, etc., we expect KEI to deepen its retail presence and gain market share.
Ratnamani Metals	• RMTL is expected to sustain growth momentum path over FY2024E-FY2025E given robust demand outlook coupled with the expectation of healthy order intake. The company is expanding capacities in a calibrated manner through a mix of internal accruals and debt. RMTL is a net debt-free company with a stable margin profile and healthy return ratios.
Cummins India	• Cummins is the largest standby genset player in India with a lead market share in medium and large gensets. The company has a strong technology/innovation track record, well supported by its parent, which helps it stay ahead of peers across changes in emission norms. The company's diversified business presence across power generation, industrial BU, exports, and distribution contribute reasonably to its long-term growth prospects with a healthy return/ cash flow profile. However, the recent drop in demand in exports is a near-term concern, which could weigh on the stock's performance.
Finolex Cables	• Pick-up in capex in real estate, construction and industrial sector is likely to lead to robust demand for housing wires and cables. Further, ongoing government programmes (Bharat Net Phase III) are expected to improve broadband connectivity, and related technologies will continue to drive growth for communication cables. Moreover, FMEG products would aid revenue growth once the products reach a sizeable revenue. The company also plans to pursue inorganic opportunities to expand its product portfolio.
Kalpataru Power	• T&D spends in India have been expected to be around Rs. 2,30,000 crore over FY2018-FY2024E, rising 28% over FY2012- FY2017. A large part of this spending is likely to come from SEBs. Additionally, ordering for the Green Energy Corridor is likely to provide ample opportunities in the domestic market going forward. Moreover, expansion in regional transmission networks in Africa, SAARC, and CIS countries is likely to supplement domestic demand and present a huge business opportunity. KPIL has significantly scaled up non-T&D segments (railways and oil and gas) and margins in these segments are expected to inch up gradually. The opportunity size remains high in the non-T&D segment to provide enough opportunities to ramp up its total order outstanding for the business. Further, monetization of its non-core three road BOOT projects and reduction in promoter's pledge would be a key catalyst for re-rating in the stock.
KEC	• T&D spend in India is expected to be around Rs. 2,300 billion over FY2018-FY2023E, up 28% over FY2012-FY2017. Much of this spending will likely come from state electricity boards. Additionally, ordering for the Green Energy Corridor will likely provide ample opportunities in the domestic market. Moreover, expansion in the regional transmission network in Africa, SAARC, and CIS countries will likely supplement domestic demand and present a large business opportunity. KEC has significantly scaled up the non-T&D segments (railways, civil, and cables segments), and margins in these segments have improved significantly. The opportunity size remains high in the non-T&D segment to provide enough opportunity to ramp up its total order outstanding for the business. KEC's order book remains strong, providing strong revenue visibility; and order inflow visibility remains healthy in international T&D, railways, and civil segments. Stability in the margins going forward would be a key re-rating trigger for the stock
Thermax	• Thermax provides solutions in the energy and environment space and benefits from the continuous rise in India Inc's capex. The management commentary on the enquiries pipeline remains positive for small ticket-size orders across food processing, chemical, and pharma in domestic markets, including large orders from oil and gas, FGD, and chemical. Thermax is expected to benefit from India's transitioning to green energy setting up ambitious targets for 2030 in the renewable energy space. The company's enquiries pipeline remains positive for small ticket-size orders in waste heat recovery in cement and steel apart from large orders from oil and gas, FGD, and chemical. The international opportunities in Biomass, WHR, water desalination remain strong. Further, it has a strong balance sheet with healthy cash position which provides investment avenues in new energy technologies like green hydrogen.
Triveni Turbines	• TTL is a market leader in the up to 30 MW steam turbine segment. The company has a strong aftermarket segment and overseas business, while the domestic market is showing distinct signs of pick-up. The company has also formed a JV with GE for 30 MW-100 MW range steam turbines, which is likely to grow in the ensuing years. TTL is a virtually debt-free company with a limited capex requirement and an efficient working capital cycle, reflected in very healthy return ratios.
Va Tech Wabag	• VA Tech has unique technological know-how, based on innovative, patented technologies, and long-term experience. For over 99 years, the company has been facilitating access to clean and safe water to over 500 million people. The company is a globally known organisation with decades of rich experience, over 6,000 projects across multiple sectors, and state-of-the-art plants in over 20 countries. The company is on a strong earnings growth trajectory going ahead, with concerns of high leverage led by increasing working capital now behind it. The company's well-funded strong order book provides comfort on execution and collections going ahead. Further, the government's focus is expected to remain on water-related investments, providing healthy order intake tailwinds for the company going ahead.
V-Guard	• V-Guard Industries is an established brand in the electrical and household goods space, particularly in South India. Over the years, the company has successfully ramped up its operations and network to become a multi-product company. Over the years, it has V-Guard Industries is an established brand in the electrical and household goods space, particularly in South India. Over the years, the company has successfully ramped up its operations and network to become a multi-product company. Over the years, it has successfully ramped up its operations and network to become a multi-product company. The company is aggressively expanding in non-south markets and is particularly focusing on tier-II and III cities, where there is a lot of pent-up demand for its products puts company in good stead with its competitors. The management highlighted that demand drivers remain healthy and it has seen improvement as smaller players are not back to their full operation which is leading to higher share of business coming to larger players. The company focuses on 1) evolving category mix and product mix, 2) go to market with focus on e-commerce and modern trade, 3) distribution enhancement in smaller town and rural along with increase in non-south region and 4) in-organic expansion will generate growth for the company. Its acquisition of Sunflame Enterprises would help it unlock synergy benefits in areas like geography, product portfolio and channels. Sunflame has strong presence in north and west through traditional channels, while V-Guard is pre-dominantly present in south region and is active on e-Commerce and modern trade platforms. The company's strong balance sheet, cash flows, and reputed brand along with robust business fundamentals provide us comfort. Hence, we maintain a Buy on the stock.
Honeywell Automation India	• Honeywell Automation India Limited (Honeywell), a step down subsidiary of Honeywell International (a diversified technology and manufacturing company) is a leader in providing integrated automation and software solutions, including process solutions and building solutions. The company has positioned itself across various industries diversifying sector-specific risks and largely shielding itself from economic downturn. The company's focus on development of new products and services, venturing into new industries apart from core industries and addressing the growing mass mid-market is expected to maintain its healthy earnings growth trend. The company's asset-light model, strong cash position, strong cash flow generation, healthy return ratios, consistent dividend paying record are some of its salient features. Considering its strong business fundamentals. Hence, we retain Buy on the stock.
Amber Enterprises	• Amber has a market leadership position in the OEM/ODM segment for branded room ACs. Moreover, the opportunity size seems to be increasing as OEM players are now more focused on the innovation and marketing side of the business and relying on outsourcing for manufacturing their products. We believe enormous growth opportunities would come across going forward, owing to global players shifting their manufacturing base outside China and the Government of India to enhance manufacturing through Make in India initiative by providing incentives. Further, Amber remains a strong beneficiary from the recently announced PLI schemes for AC and components. A healthy demand outlook for the electronic outsourcing industry and enhanced capacity, increased product offerings, and customer penetration are likely to drive the company's performance

Carborundum Universal	• Carborundum Universal (CUMI) manufactures a wide range of abrasives (bonded, coated, and super abrasives), ceramics (wear resistance, lined equipment, engineered ceramics, and metallized ceramics), refractories (fired products and monolithics), and electro minerals (silicon carbide, alumina, and zirconia). CUMI is expected to benefit from early economic cycle recovery in the domestic market along with improvement in overseas operations. CUMI's cost-competitive position in electro minerals being the largest and lowest cost producer domestically and marginal difference with China is expected to benefit in terms of being a domestic and overseas supplier (countries looking to reduce dependence on China). CUMI's growth momentum is expected to sustain, given improvement in domestic economic activity and a strong product line-up for overseas operations. The impact of ongoing Russia-Ukraine war on its Russian subsidiary- VAW was not meaningful. On the positive side, due to a ban on exports to Russia by several countries, demand for CUMI's silicon carbide has increased. In the long-term, capacity expansion, new product introduction, end-user demand, and geographic diversification are expected to revive its earnings growth trajectory along with sustained healthy overseas operations. Hence we maintain a Buy on the stock.
Infrastructure	
KNR Constructions	• KNR is one of the best managed road construction companies with more than two decades of experience executing over 6,000 lane km road projects across 12 states in India. KNR has in-house construction capabilities, which ensure on-schedule project completion (history of receiving early completion bonuses). KNR entered into a complete stake sale agreement with Cube Highways for four of its hybrid annuity projects, which will lower equity requirement along with booking of EPC work with possibility of receiving an early completion bonus. We have a Buy rating on the stock.
L&T	• Larsen and Toubro (L&T) is a direct beneficiary of the domestic infrastructure capex cycle and the Atmanirbhar Bharat scheme with its diversified businesses across sectors such as defence, infrastructure (roads, railways, metros, and DRC), heavy engineering, and IT (digitalization). The National Infrastructure Pipeline project is likely to lead to increased spends in critical areas. L&T is poised to capitalise on these opportunities. L&T targets 12-15% revenue and 10-12% order intake growth in FY24. OPM for the core business to be at ~9% (up 40/50bps y-o-y). Working capital/sales to be at 16-18%. Management expects order inflow /execution momentum to continue. Order book stands strong at ~Rs 4.5 lakh crore (2.4xTTM revenue). Company has chalked out a 5-year strategic plan for pursuing profitable growth in its traditional businesses of EPC projects and manufacturing and expand its IT&TS portfolio. It is aggressively looking to unlock value of its current investments in few non-core areas such as road and power concession projects. We retain Buy on the stock.
PNC Infratech	• PNC is one of the best picks in the roads sector given its strong execution capabilities, healthy balance sheet, robust order book, and prudent capital management. PNC has in-house manufacturing capabilities providing it the ability to timely execute projects. The company's strong order book along with expected order inflows is expected to lead to healthy earnings growth over the next two years. The company is also looking at monetising its assets, which would further lighten its balance sheet and free up equity capital for future projects. We have a Buy rating on the stock.
Metal & mining	
JSW Steel	• China reopening and supportive real estate policies provide a tactical opportunity for recovery in demand sentiments for base metals and steel price recovery in CY2023. This makes us turn our view on the metal space to neutral from negative, but cyclical upcycle in the metal space may not be round the corner, given demand concerns in U.S./Europe. Despite expectations of a gradual recovery in steel price/spreads over the coming quarters, we believe continued high capex would be a concern for JSW Steel. Additionally, JSW Steel's valuation is above historical averages.
MOIL Limited	• MOIL is well-placed to capitalise on potential recovery in the domestic steel demand growth as it holds strong reserves and a resource base of 92.6 million tonnes. Recent price hikes bode well for recovery in margins. Moreover, the company is attractively valued, offers a healthy dividend yield and has a strong cash position which provides room for share buyback.
NMDC Limited	• The reopening of China's economy and capacity expansion by domestic steel companies bodes well for the volume/earnings growth of NMDC over FY24-25. Moreover, the recent demerger of the steel business will reduce capital intensity. NMDC valuation is reasonable, and stock offers healthy dividend yield. High cash on the books also provides comfort to the investors
SAIL	• China reopening and supportive real estate policies provides a tactical opportunity for recovery in demand sentiments for base metals and steel price recovery in CY23. This makes us turn our view on metal space to neutral from negative, but cyclical upcycle in metal space may not be round the corner given demand concerns in US/Europe. Additionally, we believe that a major balance sheet deleveraging cycle is largely over as the company's plan to expand capacities would require sizable capex.
Oil & Gas	
Castrol India	• Castrol's recent alliance with the Jio-BP retail network and Ki Mobility provide long-term volume growth opportunity and management's renewed focus to gain share could result in better volume growth in the coming years despite overall muted outlook for lubricant demand (given higher drain interval to change lubricants). Strong FCF generation, healthy dividend yield, and robust RoE of 47% lend comfort to investors. Castrol is trading at a steep discount to its historical valuations.
ONGC	• The current oil/gas price regulations provide earnings visibility but capping of oil and gas realisation limits meaningful growth catalysts for upstream PSUs. In fact, earnings of upstream PSUs seem to have peaked out in FY2023 and are expected to decline in FY2024 with moderate growth over FY2025-FY2026. ONGC's valuation is reasonable, and the stock offers healthy dividend yield of 5%, which limits the downside risk for ONGC.s
Oil India	• Management's robust oil and gas production guidance bode well for earnings growth of core E&P business. OIL's plan for 3x capacity expansion for NRL would create significant value for its shareholders and OIL's current market capitalization does not fully reflect the value for NRL post expansion. The stock is available at reasonable valuation and offers healthy dividend yield.
Petronet LNG	• The recent surge in spot LNG price and rising domestic gas production could limit utilization on P-LNG's capacity expansion at Dahej to 22.5mtpa (versus 17.5 mtpa currently). Moreover, the company's plan for petchem foray at high capex of ~Rs. 20700 crore raises concern on capital allocation. Thus, we downgrade P-LNG to Hold.
Reliance Industries	• Improving growth prospects of the telecom business with potential ARPU hike, ramp-up of broadband/5G services and sustained high growth in the retail business would be key catalysts for long-term value creation. The company's target to increase its share of EBITDA from consumer-centric over the next few years bodes well for RIL amid volatility in refining and petrochemical margins. Further, value unlocking in digital and retail (post the recent stake sale deals) would add value to shareholders' return over the coming years. Planned clean energy investment of $10 billion could create long-term value for RIL.
Mahanagar Gas	• MGL's long-term volume growth outlook is strong supported by the government's aim to increase the share of gas in India's energy mix to ~15% by 2030 (from 6% currently) and the thrust to reduce air pollution provides a regulatory push for strong growth in CNG and domestic PNG volumes for MGL. Development of Raigad GA (0.5-0.6 mmscmd volume potential) would further add to the company's volume growth prospects. Recent capping of APM gas price at $6.5/mmBtu would remove high gas cost overhang for CGDs and drive volume/ margin recovery over FY24-25. Moreover, recent acquisition of Unison Enviro is expected to allay the concern of weak volume growth versus peers. MGL is the cheapest CGD stock.
Indian Oil Corporation	• IOCL has diversified earnings with exposure to pipeline and petrochemicals, which insulated it from volatility in refining and marketing margins. Monetisation of hydrogen plant could unlock value for IOCL. Moreover, IOCL's valuation is attractive, and the stock offers a high dividend yield.
Hindustan Petroleum Corporation	• OMCs are expected to benefit from the recent recovery in refining margin and likely normalization of diesel marketing margin given recent fall in crude oil price. Hence, we expect earnings of OMCs to normalize gradually over FY24-25 post steep losses in FY23. HPCL's valuation is attractive, and the stock offers high dividend yield on FY24E DPS.

Bharat Petroleum Corporation	• Earning environment to be tough for OMC in H2FY24 given sharp rise in Brent crude oil price and steep fall in GRM. Normalisation of geopolitical risk premium in oil price is key to improve sentiments for OMCs. BPCL's valuation is attractive, and the stock offers a healthy dividend yield.
Gujarat Gas	• Strong medium to long-term gas volume growth outlook and resilient margins bodes well for strong earnings growth for GGAS. Moreover, India's long-term gas demand outlook remains robust, supported by the regulatory push to curb pollution and the government's thrust to increase the share of gas in India's energy mix to ~15% by 2030 (from 6% currently). Additionally, the development of seven new GAs (won in the 9th and 10th CGD bidding round) has a volume potential of 3 mmscmd-3.5 mmscmd over the next 3-5 years. Moreover, GGAS is expected to be the biggest beneficiary of potential inclusion of natural gas under GST as the same would substantially improve industrial PNG demand. The recent surge in propane prices bodes well for strong I-PNG volume recovery for GGAS
Indraprastha Gas	• We believe that any likely reduction in favourable economic of CNG versus petrol/diesel and potential gradual increase in the EV penetration in case of Delhi Motor Vehicle Aggregator and Delivery Service Provider scheme 2023 (if approved) would impact the CNG volume growth in Delhi (key GA of IGL and accounts for 60-65% of CNG volume). Threat of EV on CNG volume in Delhi would act as a key overhang on IGL and thus we downgrade IGL to Hold.
GAIL (India)	• Strong long-term gas demand supported by a favourable regulatory environment and improving gas supplies (through upcoming LNG terminals and higher domestic gas production) bode well for improvement in GAIL's gas transmission volumes in the next 2-3 years. We expect GAIL's earnings to witness a strong recovery in FY24, supported by an improving outlook across its business segments, given the normalisation of global LNG supply and prices. GAIL's valuation is attractive and the stock offers a healthy divided yield
Gujarat State Petronet Limited	• Higher gas supplies with commissioning of new LNG terminals in Gujarat, rise in domestic gas supply, and government's target to increase share of gas in India's energy mix to ~15% by 2030 (from 6% currently) and thrust to reduce pollution provide a strong gas transmission volume opportunity for GSPL. Investment in CGD space (Gujarat Gas and Sabarmati Gas) is likely to create long-term value for investors. Core pipeline business is available at attractive valuation.
Pharmaceuticals	
Aurobindo Pharma	• Aurobindo Pharma Limited (Aurobindo) injectables business is reporting healthy growth and is on the track to report US$ 500 mn by FY24E. The company has been witnessing stronger growth in the regulated markets U.S., Europe. The company is witnessing an easing of price erosion and is launching aggressive new product launches. It's China plant is expected to get operational soon. The company has been seeing stabilisation in gross margins over the last three quarters. We believe the upside potential to the operating profitability is stronger, given the series of feasible drivers such as differentiated product launches, including gRevlimid, PenG, Biosimilars, expected continued growth in injectables, and regular new product launches in the U.S.
Zydus Lifesciences	• Zydus's US sales is expected to report healthy numbers led by Revlimid and stability in the price erosion in the US market. Complex products pipeline and a strong focus on the US, India and emerging markets should help it drive sustainable and profitable growth over short to medium term. The company plans to outperform industry growth in India over the medium term.
Cipla	• Some of Cipla's significant facilities, including those in Indore and Goa, are still being investigated by the USFDA, which is causing delays in the introduction of important products like gAbraxane and gAdvair and a gloomy prognosis for the US market as the company needs to rely on only two key products such as gRevlimid and gLanreotide for any growth in the US. On the other side, due to the large base impact brought on by COVID 19 sales, the India segment's revenue growth is also progressing slowly. Also, R&D spend is expected to continue to rise as a percentage of revenue due to a likely increase in spend on differentiated portfolio of products and biosimilars, which restricts the likelihood of EBITDA margin expansion over the short – medium term.
Divis Laboratories	• Q2FY24 was largely in line on the profit front as unfavorable conditions such as operating de-leveraging seen due to fall in custom synthesis segment's revenues and core API as pricing pressures were factored in. The company has invested heavily in existing and new generic molecules' capacity expansion, backward integration, and custom synthesis segment. Another ~Rs. 1200-1,500 crore are slated to be invested in Kakinada III unit, is likely to be commissioned by ~FY26-FY27. Margins are expected to continue to lag behind historical averages and normalise by ~FY26-27, as incremental sales come in from new generic and custom synthesis and contrast media APIs.
IPCA Labs	• IPCA Labs has agreed to acquire a majority stake in Unichem Labs for total consideration of Rs. 1,840 crore, at 2.3x Unichem Labs's LTM sales of Rs. 1,311 crore and at an exorbitant EV/EBITDA of ~ 512x its LTM EBITDA of Rs. 6 crore, ending December 2022. The acquisition is expected to help IPCA Labs foray into a lucrative, yet highly competitive US market, with the help of Unichem's regulatory compliant facilities. However, it can also be mulled that the US market is competitive and can thus further stress IPCA's margins. Nevertheless, IPCA's management is confident of generating Rs. 300 crore of EBITDA from Unichem Labs on a revenue of Rs. 1700-1800 crore by FY25E-FY26E through cost synergies, cross market expansions, etc. We believe that the combined profitability on a pro-forma basis will get diluted over short – medium term unless the tall targets in terms of EBITDA and revenue for Unichem Labs can be attained by IPCA's management.
Lupin	• Lupin recently received approval for complex generic Spiriva where it has no competitors for at least 2 years. Lupin's US portfolio looks healthy supported by complex products like Brovana, Xopenex, Albuterol in the respiratory portfolio. It's newly launched Suprep is also gaining good traction. Lupin had hired 1000 MRs in the India business to increase it domestic sales growth in line with the IPM. Due to its healthy product mix and cost rationalization efforts, EBITDA Margin is expected to inch up to 20%.
Sun Pharma	• Due to a robust product mix, Sun Pharmaceutical's (Sun Pharma) gross margins increased for the fourth straight quarter year over year in Q4FY2023. Sun Pharma will get access to the complete cash of USD 1.3 billion on Taro Pharma's books by purchasing the remaining 21.5% interest in the company. Spending on research and development was 6% of sales; management anticipates an increase to 7-8% of revenue. However, the specialty section should be able to sustain profitable growth over the short to medium term due to a significant increase in sales and consequent increase in profitability.
Torrent Pharma	• Torrent Pharma's India sales is expected to report double digit growth led by healthy traction in the Curatio sales and increasing market share in the base portfolio. Torrent's Brazil sales is expected to outperform the industry. Torrent's Germany sales is picking up with execution of tenders won in 2HFY23. It's Dahej plant has received an EIR which means its new product launches in the US market are expected soon taking US $ sales to 50 mn.
Biocon	• Revenues grew strongly by full benefit of Viatris deal that led to more than doubling of biosimilars business. As finance costs have surged driven by debt taken for the inorganic initiatives. Although prospects are strong for the company due to traction in its base business and the acquisition of Viatris biosimilar business, the company's cash generation is expected to be affected due to high interest costs and increased borrowings. However, the company has many avenues to tame debt and the company will cut down its debt by FY26E.
Granules	• The performance was in line with expectations. An unfavorable product mix towards API sales, especially towards paracetamol and in regulated markets, and expected increase in R&D spends, however, led to decline in profitability in Q4FY23. The company plans to spend Rs. 2,000 crore over the next 5 years to build a green chemistry plant at Kakinada, AP, which will enable it to be carbon zero in API manufacturing. An ambitious capex plan should help it to become a fully integrated player, which can bring benefits of operating leverage over medium to long term.
Laurus Labs	• Laurus earnings largely underperformed due to Paxlovid numbers in the base year. Sharper-than-anticipated fall in CDMO/ custom synthesis and generic FDF revenue, an unfavorable product mix and operating de-leverage affected performance. The company expects FY2024E to be the year of consolidation, as a large purchase order – the Paxlovid supply contract – gets completed, owing to which we expect CDMO and custom synthesis revenues to decline over FY2023-FY2025E. Yet, a strong growth in generic API and Bio businesses and a gradual recovery in generic FDF business would offset the fall in the CDMO/ custom synthesis biz; partially offset by unfavorable products mix and operating de-leverage over FY2023-FY2025E.
Strides Pharma Sciences	• The regulated Markets of US, Europe, UK, and South Africa continued to grow at a strong rate in Q4FY2023, since Q1FY2023. They grew at an average ~35.2% rate each quarter of FY23 (y-o-y) vs. an average decline of -14.4% seen in the 4 quarters of FY22, y-o-y. Management is hopeful of reaching historical margins of ~20%-21% in the short – medium term vs. ~11.7% EBITDA margins recorded in FY23.

Dr Reddy's Limited	• Dr. Reddy's Laboratories' (DRL's) profitability was augmented by proceeds from divestment of a few non-core brands amounting to Rs. 494.1 crore; this was included in reported revenue. Normalized net income rose ~27.9% y-o-y to ~ Rs. 550 crore, excluding brand divestment-related income, while reported net profits increased ~ 889.8% y-o-y to Rs. 960.1 crore in Q4FY23. Core EBITDA margins excluding other non-operating income and unusual gains and impairment costs fell by ~ 165 bps y-o-y to ~ 18.8% in Q4FY23. Reported EBITDA margins rose ~ 156 bps y-o-y to 25.1%.
Sanofi India	• Sanofi's key brand Lantus is included in the NLEM with a price revision of 25% lower. Post the inclusion the management has taken various steps like Cost rationalization and launching new product Toujeo in the Diabetes segment which aids in margin retention of 25%. In order to reward shareholders post inclusion of Lantus in the NLEM, the management is going to demerge its consumer business. Sanofi India Consumer Healthcare Ltd. (SICHL) is a distinct corporation that the firm has claimed will de-merge its consumer business into at a 1:1 ratio. This process is anticipated to be finished in the middle of calendar year 24. For the shareholders of Sanofi India, this promises a significant value unlocking.
Abbott India	• Abbott is retaining its leadership position in key therapies like gastro and women health segment. It has continues to launch 10-15 new products including line extensions every year. Abbott has one of the highest margin in the MNC pharma basket of 25% and its PAT has grown at 20% CAGR since last 10 years.
	Building Materials
APL Apollo Tubes	• Structural steel share in overall steel consumption in India is one of the lowest in the world at ~4% in FY2020 as compared to global average of 9-10%. With rising demand from housing and infrastructure projects, we expect the structural steel market to witness a 10% CAGR over FY2021EP-FY2024E and reach 5mt by FY2024E. APL, a market leader in the segment, would be the key beneficiary of rising demand and potential market share gain over the next couple of years. Thus, we expect sustained volume-led strong earnings growth for APL.
Grasim	• Grasim is benefiting from a rise in domestic demand for its key standalone businesses as offtake from end user industries improves. The same has led to an increase in Capex expenditure and expansion in both verticals. Further, the management's clarity on capital allocation with priority being given to the standalone business and nil investments in listed telecom investment removes a key hangover. The company's venture into the paints business will provide scale, and growth and reduce the cyclicality of the standalone business. Further, UltraTech's growth outlook remains buoyant, which comprises over 70% of Grasim's SOTP valuation.
Greenlam Industries	• GRLM is a joint leader in Rs. 5700 crore laminate industry with a market share of ~20%. Greenlam, with its dominant industry position in laminates, is expected to be among the top three players in the plywood space and the leader in the particleboard segment. Healthy demand, capacity additions and market share gains from unorganised players would drive volumes. Its expansions in laminates, plywood and particle board is expected to provide next leg of growth with manageable leverage on the balance sheet. Key growth drivers are rising incomes, urbanisation, real estate development, Housing for All etc. The government's focus on making India an export hub provides strong export growth opportunities for Greenlam.
Kajaria Ceramics	• Kajaria is expected to see an improvement in operations and demand going ahead. The company's asset utilisation has been improving and is expected to grow further. Anti-China sentiments in the US and European countries have boosted exports for the Morbi cluster, which houses ~850 manufacturing units. This has led to an improved pricing environment for organised players such as Kajaria and an increase in market share domestically. Given the strong demand outlook over the next two to three years, the company is undertaking brownfield expansion. Its rising free cash flow generation and high cash surplus would aid in expansion plans without leveraging the balance sheet.
Pidilite Industries	• Pidilite has monopoly in the domestic adhesive market on account of its strong product portfolio. Over the years, it has transformed itself from a B2B to B2C player by consistently introducing consumer-centric product in the domestic market. Pidilite's long-term growth prospects are intact as the company is continuously launching new products under core brands, entering into new categories, expanding into neighbouring countries, and enhancing the domestic distribution reach. Strong cash flows, lean balance sheet, and decent payout make it the safest bet in the volatile market environment. However, the company's entry into the diverse NBFC business has surprised the street negatively, although investment in the business is expected to be very low in the near term.
Shree Cement	• Shree Cement is seeing strong demand traction in key regional markets viz. Northern and Eastern India. Shree Cement has been outpacing industry volume offtake over most of the past four quarters and is further expected to outperform over FY2023-FY2025E led by improving capacity utilisation and addition of newer capacities. However, operational profitability is expected to improve at a gradual pace than earlier expected. The firm cement demand has led to the management venturing in increasing capacity from 47MTPA to 57MTPA over three years period and to 80MTPA by 2030. However, major peers in the industry has taken a faster route of capacity additions along with improvement in operational efficiencies. The same may lead to market share loss for the company going ahead.
The Ramco Cements	• The Ramco Cements, one of India's most cost-efficient cement producers, will benefit from capacity additions carried out ahead of its peers in the southern region. The company's ongoing capex plan is to create new grinding and clinker capacities that would help it tap the growth potential in the Eastern region and establish itself as a significant player. Front-loading of capex for future expansions would help it to add incremental organic capacities at lower costs although it has led to lower return ratios in the interim. The ongoing expansion plans provide ample room for future growth. The company's balance sheet is expected to remain strong despite its aggressive expansion plans.
UltraTech Cement	• UltraTech Cement is India's largest cement company. We expect UltraTech to report industry-leading volume growth on account of timely capacity expansion (inorganic and organic expansions) and revival in demand (demand pick up in infrastructure, urban housing along with continued demand emanating from the rural housing segment). We expect the company to be the biggest beneficiary of multi-year industry upcycle, being a market leader and its timely scaling up of capacities and profitability in the shortest possible time.
JK Lakshmi Cement	• JK Lakshmi Cement (JKL) is expected to benefit from sustained rural sector demand along with improvement in infrastructure demand. Pricing environment in key regions remains healthy. JKL's expansion plans at UCW of 2.5MTPA grinding unit are expected to be completed by April 2024, while the 1.5MTPA clinker line has completed during October 2023, which would provide the next leg of growth. Meanwhile, its standalone debt de-leveraging would continue improving its balance sheet strength. On the other hand, the cement industry is on a strong growth trajectory for the next three years. The company's operational efficiency measures would aid in improving operational profitability going ahead
Supreme Industries	• SIL is on a firm footing, with a strong product portfolio and new product launches, which are expected to drive growth in the coming years. The government's thrust on affordable housing and enhanced allocation towards irrigation projects will aid future growth for companies such as SIL. We remain positive on the introduction of value-added products and capacity expansion plans, which are largely funded by robust internal accruals. SIL enjoys superior return ratios with low gearing levels, and we expect the company to maintain high return ratios going forward.
Century Plyboards	• Century Plyboards is a leading player in the organised plywood industry with a market share of 25%. The company also has laminate, particle board, and medium-density fibre board (MDF) division having capacity of 600 cubic metres per day. Century Plywood is expected to ride on strong growth envisaged for wood panel industry over the next five years driven by structural growth tailwinds in the domestic residential market. Aggressive capital expenditure across core businesses would help it capture the industry growth potential and maintaining healthy balance sheet as the expansion plans would be funded majorly through internal accruals. The company has also been able to withstand rising input costs through its ability to increase prices, gain market share from unorganised segment and cost reduction initiative undertaken internally.
Dalmia Bharat	• Dalmia is on a strong growth trajectory for the next five years with capacity expansion plans lined up for the medium and long term. The company outlined its capital allocation strategy over the next decade to increase capacity at 14-15% CAGR to reach 110-130 million tonnes by 2031, which would be done through both organic and inorganic routes maintaining net debt/EBITDA below 2x (unless a significant ticket size acquisition is done). It also highlighted allocation towards shareholders' returns (10% of OCFs) and a green & innovation fund (10% of OCF). The company remains focused on being a pan-India pure pure-play cement company with a significant presence in every market, wherein it operates over the long term, initially expanding in the Southern and North East regions.

Astral	• Astral is among the country's leading manufacturers of plastic pipes used across industries. Astral has a market share of 25% in CVPC pipes and 5% in PVC pipes and is well placed to grab the significant growth opportunities unveiled by the government through its various schemes such as Housing for All by 2022, PMAY, Smart Cities Mission, AMRUT, HRIDAY, Har Ghar Jal by2024, Nal se Jal by 2024, and PMKSY. Astral is expected to perform well in the coming year as it continues to benefit from sustained rural demand along with pick up in infrastructure sector. The company has also been improving upon cash balance with tight monitoring of working capital.
Telecom & New Media	
Affle (India)	• Affle (India) Limited (Affle) provides end-to-end offerings to advertisers through mobile advertising using its proprietary mobile audience as a service platform for customers. Affle's exposure in fast-growing markets such as India and SEA, segments such as e-Commerce and expanding footprint in developed markets provide a platform for sustainable growth momentum in the long term. The company is poised to accelerate its growth trajectory in FY25 with a gradual increase in profitability margins and is confident of achieving 20% plus growth. Affle is well diversified with regards to markets, use cases, platforms, customers, publishers and has reasonable cash in hand. With key markets of India and global emerging markets continuing to grow steadily, Affle is well placed to capture market opportunities in mobile advertising spends.
Info Edge (India)	• Info Edge is India's premier online classifieds company in the recruitment, matrimony, real estate, education, and related service sectors. Naukri.com is a quality play and is directly related to GDP growth and internet/mobile penetration. Non-IT business segments, especially manufacturing, real estate, travel, tourism, healthcare, pharma, BFSI, etc. can sustain growth and helped offset the slower growth in IT to some extent The company is optimistic about the recent improvements in the core Naukri business and the growth of emerging product lines and strategic businesses. They plan to monitor the overall growth over the next one or two quarters before confirming a definite recovery. We continue to derive comfort on Info Edge's business strength, with leading market share in key businesses.
Bharti Airtel	• Bharti Airtel (Bharti) continues to focus sharply on increasing retail ARPUs, non-mobile services (enterprise services), while value-added services (Airtel TV and music) are expected to boost revenue and reduce the churn rate. Bharti Airtel continues to maintain pole position in Mobile India Service ARPU, reaching an ARPU milestone of Rs 209 in Q4FY24 with continued strong traction in Mobility, Homes Services and Airtel Business. We continue to remain positive on Bharti given its relatively well-capitalised balance sheet, improving free cash flows, asset monetisation efforts and strong competitive position.
Discretionary Consumption	
ABFRL	• ABFRL is one of the largest players in the branded apparel and retail space. The company has built an agile supply chain model to deliver continuous fresh fashion throughout the year with its 12-season model, which will aid in reducing working capital in the coming years. The company has entered into strategic partnerships with designers like Shantanu & Nikhil, Tarun Tahiliani, Sabyasachi and House of Masaba, to tap the ethnic and wedding segment, which has a large unorganised presence. Going ahead, the company's growth would be driven by capex across brands, aggressive store expansion plans, marketing expenses incurred on brands, IT and digital enhancement and strengthening the overall digital play through organic & inorganic routes.
Bata India	• Bata India is the largest footwear retailer in India, offering footwear, accessories, and bags across brands such as Bata, Bata Red Label, Hush Puppies, Naturalizer, Power, Marie Claire, Weinbrenner, North Star, Scholl, Bata Comfit and Bubble gummers, to name a few. It has established a leadership position in the industry and is the most-trusted name in branded footwear. The company has a retail network of 1,862 stores, including 533 franchised stores To drive growth in the near to medium term, the company has identified certain strategic levers such as the focus on portfolio evolution, accelerating expansion via franchisee and distribution, bringing back marketing investments and getting youth to brand Bata, exploring digital footprint, building an agile and efficient supply chain, and staying nimble on costs in a dynamic environment. We expect the company's revenue and EBITDA to post a CAGR of 10% and 16% over FY2024-FY2026E, respectively.
Devyani International	• Devyani International (DIL) is a multi-dimensional quick service restaurant (QSR) player with a strong portfolio of global brands (including KFC, Pizza Hut and Costa Coffee). Its strong association with Yum Brands will help it create more opportunities in India's growing QSR market. DIL plans to add 275-300 outlets p.a (as against 60-70 stores added per annum in the earlier years) with a cluster-based approach in India. A strong recovery in the out-of-home consumption, rising traction for branded products, strong store expansion plans, boosting value proposition through an innovated menu and widening delivery reach will help DIL's revenue and EBITDA to post a CAGR of 30% and 28%, respectively, over FY2024-FY2026E.
Gokaldas Exports	• Established in 1979, GKEL has evolved into a one-stop solution for some of the world's most recognized apparel brands. With an annual turnover of USD 290 million in FY2024, GKEL is one of India's largest manufacturers and exporters of apparel, exporting to more than 50 countries. Following the acquisition of Atraco and Matrix, the company currently has over 30+ production units and more than 30,000+ advanced machines supported by a strong workforce of >51,000 employees that can produce about 87 million garments annually. The company has made itself future-ready through its focus on entering new categories and geographies, improving product mix (outerwear share expanding) and establishing in low-cost manufacturing locations. Revenue and PAT are expected to report CAGRs of 39% and 34% (including recent acquisitions), respectively, over FY2024-FY2026E.
KPR Mill	• KPR is one of India's largest vertically integrated textile players, with a steady financial record and sturdy balance sheet. The strength of its integrated model helps the company to achieve consistent operating margins that are much better than some of the exporting peers. A shift in base from China to India, addition of more international clients, transforming itself from volatile yarn business to profitable garment business, scale-up in the retail business and scale-up in the garmenting revenues through increase in capacity utilisation from newly-commissioned Ethiopia facility are some of the medium to long-term growth drivers for KPR.
PVRINOX	• PVRINOX is a strong premium theatre chain in India, which provides enhanced movie-watching experience to its customers. The merger between PVR and Inox has created a multiplex giant with 360 properties and 1712 screens in 113 cities. Aggressive expansion plans, robust line-up of content, and increasing average ticket prices (ATP) and spend per head (SPH) are expected to result in healthy revenue and earnings for the merged entity. The general election has affected the flow of new releases in the current quarter which is expected to stabilize by mid-June. The presence in premium locations and the ability to maintain industry-leading pricing are likely to aid its growth momentum. PVR-INOX Leisure merger is expected to bring in enhanced productivity, deeper reach in newer markets, and cost-optimisation opportunities
Jubilant Foodworks	• JFL has four strategic pillars: product and innovation, value for money, customer experience, and digital and technology to drive growth, efficiency, and productivity. The company has introduced Every Day Value (EDV) offer to enhance its value-for-money proposition. With a revamped mobile app and website, the company has been increasing its OLO share, which is in line with its strategy of technology-driven growth. Venturing into Chinese cuisines and biryani segments and entering into franchisee agreement with Popeyes brand to launch in India will be long-term growth drivers. Expansion strategies along with robust SSSG, increasing number of stores, cost optimisation, and customer-satisfaction initiatives would be key growth drivers for JFL.
Restaurant Brands Asia	• RBA is one of the emerging and fastest growing QSR player in India with market share of less than 5% in the India's QSR market. Long term franchisee agreement with 'Burger Kings', Differentiated and localisation of menu provides edge over its peers to scale up fast in the domestic market. This along with additional growth levers coming in from introduction of BK Café and expansion in the Indonesia market will help the company to achieve strong and consistent revenue growth in the medium to long run. Improvement in the new store fundamentals, better mix and improving profitability of Indonesia business will drive earnings in the coming years. Strong earnings growth with negative working capital will help in driving higher cash flows in the coming years.
Relaxo Footwear	• Relaxo's revenue reported a CAGR of ~5% with volume CAGR of 1% over FY2019-FY2024. Inflationary environment and GST rate hike on footwear below Rs. 1,000 per pair affected the company's performance in the near term. However, the long-term growth prospects of the domestic footwear sector are intact. With the implementation of GST, there is a shift from unbranded to branded products, which provides further scope for the company in the Rs. 55,000-60,000 crore Indian footwear market, of which ~50% is unbranded. The management has identified 4-5 levers, which are expected to drive growth for the company including higher contribution from e-commerce channel, expansion in closed footwear, increased export contribution, adoption of the EBO model and steady growth momentum maintained in the open footwear category.

Titan Company	• Titan is India's largest specialty retail player, with 3,035 stores across 428 towns with a retail area of 4.14 million sq. ft. having businesses in jewellery, watches, and eyewear. Sustained launch of new collections, expansion in domestic footprint, shift of consumers to trusted brands, and strong growth in diamond jewellery remain the key growth pillars. Titan is aiming to grow its revenue at CAGR of over 20% over FY2022-27 on back of its ambitious growth plan in the medium term. This along with consistent improvement in margins will help cash flows improve strongly in the coming years.
Trent	• Trent is the only branded retail player with a ~100% share of private brands with pan-India presence. Trent a strong set of brands catering to all categories of consumers, which has helped the company offers report the highest average revenue per square foot compared to other branded players. Aggressive store expansion, better store fundamentals, higher contribution from private brands and innovative product offering in the premium and value fashion space would be key growth drivers for the company going ahead. Trent is among India's strong branded retail plays with a robust balance sheet, stable cash flows and one of the highest utilisation rates per store.
The Indian Hotel Company	• The Indian Hotel Company (IHCL) is one of the top players in the domestic hotel space with strong room inventory. The hotel industry's business fundamentals have recently improved with room demand outpacing room supply. Strong domestic travel coupled with recovery in foreign travel would help IHCL in posting better performance in the medium term. A strong focus on building an asset-light model, market share gains in key markets and recovery in the business environment will help IHCL to deliver strong growth in the coming years with strong growth in profitability. Further, the company is focusing on strengthening its balance sheet by a sustained reduction in debt, which augurs well from a long-term perspective.
Welspun Living	• Welspun is one of the leading players in the global textile market with capacities of 90,000 metric tonnes (MT) and 108 million metres of terry towels and bed linen capacity largely to cater exports markets. The company will benefit from recovery in the US, where it has market share of 19% and 13% in terry towel and bed sheets segments, respectively. New ventures such as flooring business and advance textile revenue would add-on to revenue in the near to medium term. This along with benign cotton prices and improved revenue mix would aid profitability to improve consistently in the near to medium term. Improving cash flows would aid the company to reduce debt on the books in the coming years.
Wonderla Holidays	• WHL is one of the top entertainment companies in India with four amusement parks in Kochi, Bengaluru, Hyderabad and Odisha. Despite an asset-heavy model, the company has a strong balance sheet with no debt on books, as strong cash flows take care of incremental capex requirements. During the pandemic, performance was affected by the closure of amusement parks and resorts. However, the company has been gaining strong momentum in the past few quarters, aided by the preference of customers for leisure activities. With the company's aim to add more parks to its portfolio, increased marketing initiatives, and addition of new attractions to existing parks, strong growth is expected in the near-medium term. We expect the company's revenue and PAT to post a CAGR of 29% and 26%, respectively, over FY2024-FY2026E.
Diversified/Miscellaneous	
Bajaj Holdings	• We maintain our Buy rating on Bajaj Holdings and Investments Limited (BHIL), factoring upside in valuations of its key associates, viz. Bajaj Finserv (BFS) and Bajaj Auto (BAL), and other key investments. Q1FY23 results saw robust growth by BHIL's associates – BFS and BAL. The performance of both the associate companies has improved notably during the quarter. We continue to remain positive on BFS and BAL and have retained our buy rating on the stock. BHIL will be the key beneficiary of improving business prospects and valuations of associates. BAL beats expectations in operational performance during Q1FY23, whereas BFS continues to improve life and general insurance businesses. As a result, we continue to remain positive on BHIL and maintain our Buy rating.
Mahindra Lifespaces Developers	• Mahindra Lifespaces is scaling up its land acquisitions and approvals pipeline with a strong core management team across key functions. The company is gearing up to pre-sale over Rs. 2,000 crore per annum in the residential division over the next two to three years. The company's low gearing can lend support for aggressive land acquisitions. The company is witnessing strong demand for built-to-suit factories, warehouses, and data centers for its IC&IC business. The company the has benefit of the China +1 apart from increasing government's focus on attracting manufacturing investment in the country led by Atma Nirbhar, production-linked incentive schemes for its IC&IC vertical. Overall, growth outlook is positive for the company as the IC&IC vertical is a cash cow and scale up of its residential business provides strong uptick.
Triveni Engineering and Industries	• TEIL will be one of the key beneficiaries of improving fundamentals of the sugar industry in India with the government focusing on reducing the cyclicality in the industry to achieve stable realisation and better profitability in the coming years. Expansion in distillery capacity will drive strong growth for the distillery business, which will add to overall profitability. Further, increased MSPs and higher international sugar prices will keep sugar realisation stable despite higher sugar production. This will help EBITDA margin to improve from 12% in FY2024 to 12.5% in FY2026. Higher profitability along with stable working capital management will help cash flows to improve in the coming years. Thus, the balance sheet is expected to strengthen further in the coming years.
Polyplex Corporation	• Robust demand for packaging and capacity additions by Polyplex Corporation (PCL) in the BOPET segment would aid volume growth. However, we believe that the BOPET margin cycle is near peak levels and spreads are expected to contract from current levels, with a rise in supplies and higher raw material cost. Hence, we believe that PCL's margin to decline over FY2023E-FY2024E offsetting the benefit of volume growth. Hence, have Hold rating on the stock.
Balrampur Chini	• BCML is one of the largest integrated sugar manufacturing companies in India. The company is headquartered in Kolkata and has 10 sugar factories in UP with a total cane crushing capacity of 80,000 TCD, four distillery units with a collective capacity of 1,050-kilo litre per day, and eight co-generation units with saleable co-generation capacity of 175.7 MW. Higher salience of ethanol in the revenue mix will improve the cash conversion cycle with debt reduction. With the increase in the ethanol business's contribution, the company's cash flows will consistently improve in the coming years. We expect BCML's revenue and PAT to post a CAGR of 11% and 24%, respectively, over FY2024-FY2026E.
Logistics	
Gateway Distriparks Limited	• The company has been showing resilience performance in the midst of increased EXIM imbalance. However, we expect this imbalance to correct with a gradual pick-up in exports especially in its key NCR market. The completion of DFC would further aid in improvement in volumes. Consequently, we expect overall rail throughput for the company to show healthy growth for the next couple of years. The company is likely to improve upon blended EBITDA/TEU with revenue mix tilting towards rail while CFS remains flattish. The company is undertaking a capex of Rs. 300 crore for the next two years, which includes upfront payment towards the acquisition of Kashipur ICD, construction spends for greenfield ICD at Jaipur and setting up a third terminal.
Mahindra Logistics	• MLL is an integrated third-party logistics (3PL) service provider, specializing in supply chain management and people transport solutions. Founded more than a decade ago, MLL serves over 300 corporate customers across various industries like automobiles, engineering, consumer goods and e-Commerce. The company pursues an asset-light business model under which assets necessary for its operations such as vehicles and warehouses are owned or provided by a large network of business partners on lease rentals, while MLL largely invests in logistics technology. With improving auto demand along with growth in its E-commerce, Consumer and Freight Forwarding business, the company is expected to improve its earnings growth trajectory.
TCI Express	• TCI is a leading time-definite express distributor, with a network of 700 offices covering more than 40,000 locations. The company commenced operations in 1997 and has over two decades of industry experience. The company demerged from Transport Corporation of India in 2016 and was listed on December 15, 2016. The company offers services comprising surface, domestic and international air, e-Commerce, priority, and reverse express services. TCI has over 3,000 plus workforce with 28 sorting centres. The company caters to sectors such as consumer electronics, retail, apparel and lifestyle, automobile, pharmaceuticals, engineering, e-Commerce, energy/power, and telecommunications. TCI has a strong balance sheet, healthy cash flow-generation capacity and high return ratios. Hence, we recommend a Buy on the stock.
TCI Limited	• TCI has a strong long-term growth potential as it operates in a fragmented and highly unorganised logistics industry. The company's presence in multi-modal logistics along with supply chain business with over six decades of experience gives it a distinctive advantage to capture the high growth potential in the logistics sector. TCI is expected to benefit from the logistics sector growth tailwinds, led by GST, increased outsourcing of logistics services owing to COVID-19, government's thrust on Atmanirbhar Bharat, and global supply chain re-alignments. We expect TCI to be on a long-term growth trajectory, driven by positive sectoral fundamentals and its inherent strengths and capabilities.

	Remarks
Arvind SmartSpaces Limited	• ASL benefits from its strong parentage with Lalbhai Group, which has a 120-year old legacy and a professional management team having credible experience in marquee companies. The company has scaled up its project portfolio to 60 msf through its asset-light business model in focused geographies viz. Ahmedabad and Bangalore. The company is expected to generate strong operating cash flows over the next 3-4 years, led by a strong launch pipeline and new business developments. The company's strategic partnership with HDFC Capital Advisors is expected to provide material scalability to business operations without undue stress on the balance sheet.
BSE Limited	• The strong ramp of the equity derivative segment is leading to strong earnings growth. BSE also has multiple growth levers in the near to medium term – a) Further pick-up in volumes for the equity and index derivatives segments led by increased trading members/ FPI, thereby increasing the share of the cash segment; b) Strong momentum in the Star MF business; c) Levy of charges on the INX platform; d) Monetisation of co-location.
Bharat Forge	• Bharat Forge Limited (BFL) is a domestically grown MNC with expertise in forging and caters to both auto and non- auto segment. BFL is a leading company, which has built overseas markets ahead of time and now considered to be a preferred global partner across the sectors.Following the Europe plus 1 global theme the casting business has been gradually shifting from Europe to low-cost manufacturing countries like India and BFL has been targeting to benefit from Europe plus 1 theme in casting segment. The acquisition of casting capacities has now allowed BFL to play in global casting segment. While BFL has built up strong capacities inhouse, it has plugged the gap via suitable inorganic growth opportunities, given it now complements its offerings in forging with castings after acquisition of casting capacities.Bharat Forge (BFL), which has also received license for small arms business in India is a play on the global defence segment supported by robust order book. Further the company is expecting order inflow from domestic defence segment, which we believe would be a potential multiplier. A well-diversified, de-risked business model and a best fit play on global auto as well as non-automotive engineering. Robust order book with sustainable high margin would converge into sustenance of high valuation and the rerating is expected to continue in our view, given engineering companies demands a premium valuation in market.
Caplin Point Laboratories Limited	• Caplin Point witnessed both the US and emerging markets of Latin America and Africa to continue to grow in FY24. Caplin Steriles (US) has a strong order book of Rs. 230-240 crore. The company believes that once it completes the expansion of its oncology, OSD, and API projects and also the product registration in the next 2-3 years, the company is sure of being one among the few of these companies of its size. The company has eight products under review with the USFDA, which should lead to product approvals over the next 3-4 quarters. Additionally, 13 products are stable that includes four complex products including ophthalmic bags and vials for the US market. The company is hopeful of targeting a growth of ~50% in the coming years in the US. The order book is to the tune of Rs. 230-240 Crores. The company has gained market share for the majority of its products. For FY24, the results have been in line on the operating profitability front and marginally underperformed on sales and adjusted net income basis and we expect it to clock in growth of ~15.7% and ~10.8% in sales and earnings, respectively, over FY24-FY26E.
Carysil	• Carysil gets a distinct advantage with Schock technology as it acts as a high entry barrier for other players to gain access to the technology which includes go-ahead from existing players. Carysil is expected to benefit from strong rebound in export revenues with demand rebound in key markets such as UK and US while its domestic revenues ramp up aided by in-house manufacturing of appliances and rise in B2B revenues. The strong demand outlook is complemented by doubled capacities of quartz/stainless steel sink capacities and continuous expansion in other product adjacencies (kitchen appliances and bathware).
DLF Ltd	• DLF's strong leadership position in Delhi-NCR, strong residential project pipeline, increasing rental portfolio, large land reserves at low carrying cost, and strong housing market tailwinds provide high-growth opportunities. DLF offers a long-term play on the real estate market, with its presence across residential, office, and retail sub-segments. Its land bank with a development potential of 187msf at low carrying cost provides steady and sustainable project pipeline visibility along with better operating margins.
Escorts Kubota Limited	• The management indicated for continued headwinds in the domestic tractor market in near term and hopes a revival in H2FY25 in assumption of favourable monsoon trends. Construction equipment segment is expected to regain momentum after the election and railway business is expected to register double-digit growth in FY25. Amalgamation with Kubota entities would help in strengthening it in its position in the upcycle as Kubota brand is relatively better placed in southern markets. On the partnership of Kubota Corporation and erstwhile Escorts and believe EKL is likely to focus on synergizing and integrating its respective strengths. In addition, the partnership will provide EKL access to global best practices and R&D facilities that will strengthen to produce and deliver new products at competitive propositions. EKL would have an opportunity to expand its exports via using Kubota's global distribution network. However, full benefit of partnership in global market would be seen beyond a year as both the players are integrating their distribution network in the global market. While we are constructive about long-term growth prospects of the company due to synergy benefits on the collaboration of with Kubota, we remain Neutral on the stock due to a limited upside from the current price and volume growth uncertainty in tractor industry in the near term due to high base.
Expleo Solutions Limited	• Expleo Solutions Limited (ESL) has successfully transformed itself from a quality assurance (QA) consulting and onsite delivery testing company to a specialised testing services player by building capabilities in digital quality assurance and offshore delivery testing business model. The amalgamation of all Indian Expleo Group entities under ESL, the company would diversify its service capabilities (engineering services), industry portfolio (aerospace, automobiles, defence, industrial and media & entertainment) and markets.
Five Star Business Finance	• We believe that Five Star is uniquely positioned with superior growth and best-in-class profitability among its peers. Five Star's key strength is in its strong underwriting practices, which have led to a superior asset-quality performance through cycles. We are confident about the franchise's longevity and considering better return and growth outlook, we believe it is a good compounding story over the medium term.
Gati Limited	• Gati is on a high earnings growth trajectory for the next 2-3 years, which got initiated post acquisition of the company by Allcargo logistics in March 2020. The restructuring involves divestment of subsidiaries and unrelated businesses, sale of land and buildings, significant reduction in debt and contingent liabilities, deep rationalization of costs, streamlined working capital and senior leadership changes which would going ahead lead to asset light focused approach on its core businesses. It is now on path to regain its leadership positioning through accelerated sales, digitization and capacity expansion. Gati targets to grow its revenues in double digit and achieve OPM of 10.5-11.5% over the course of next two years.
Garware Hi-Tech Films Limited	• The company has commissioned a new 1,800 LSF p.a. lamination facility in Q3FY2023. New domestic automotive rules now allow the usage of safety glazing materials in automobiles, which will increase domestic demand of SCF as GHFL is the sole manufacturer of safety glazing film, conforming to new standards. GHFL is the third largest branded player in the U.S. and European SCF markets. Usually, tinters who install SCF films also install PPF films. GHFL can expand PPF's distribution network and increase its visibility by leveraging SCF's existing distribution networks
Himatsingka Seide	• HSL will be one of the key beneficiaries of the rising demand for Indian home textiles in export markets. Leveraging on its experience in the US market and vertically integrated business model, the company is focusing on strengthening its presence in European and Middle East markets. In the past five years, the company has spent Rs. 1,300 crore-1,500 crore to expand its bed sheet capacity to 61 MMPA and set up a new terry towel capacity of 25,000 TPA. The company posted a weak performance in FY2023 as inventory correction with global retailers, slowing demand and high input costs put a toll on its operating performance. However, with gradual recovery in demand and correction in input prices, the company posted decent performance in FY2024.
Hindustan Aeronautics Ltd.	• India's defence sector is undergoing major reforms as the government is keen on strengthening the nation's defence prowess by reducing dependence on imports and making India more self-reliant. The government's focus on the 'Make in India' initiative bodes well for HAL, which is a leading player in India's defence and aerospace industry and is well placed for growth backed by a strong order book and promising order pipeline. We expect HAL to have a crucial role to play in the structural transformation of India's defence sector, which aims to achieve a production target of US$25 billion by 2025 through indigenisation and boosting exports under the 'Make in India' initiative. The company has a diversified revenue mix covering the manufacturing of aircraft/products as well as spares and services and repair and overhaul (ROH).

Hindware Home Innovation

- Over the past decade, HHIL has transformed itself from being a sanitaryware company with an addressable market size of ~Rs. 4,000 crore to a multi-segment consumer-facing company with an addressable market size of ~Rs. 50,000 crore. HHIL is on a strong long-term growth trajectory, led by its dominant position in bathware, a high growing piping business, and innovation-led new product introductions in consumer appliances businesses. The company's strong brand recall, distinctive distribution channels across business segments, strong innovation-led product basket, strategic partnerships with trade allies, and suppliers provide the requisite competitive advantage to drive sustainable growth.

Hitech Pipes Ltd

- Hitech is on a strong growth journey led by structural demand drivers like low per capital domestic steel pipes consumption, infrastructure investments over next five years, government schemes like Jal Jeevan Mission, etc. The company's capacity expansion plans over the medium to long term without leveraging balance sheet is expected to capture the huge growth potential for the domestic steel pipe industry. Hitech Pipes, is among the top five pipe manufacturing companies in India with a 5.8 lakh TPA capacity that has grown by 3.2x over FY2015-FY2021. The company is expanding its capacity to 7.5 lakh TPA in FY2025; while by mid-FY2026, it is targeting to reach 10 lakh TPA capacity. The company's capacity expansion plans over the medium to long term without leveraging the balance sheet are expected to capture the huge growth potential for the domestic steel pipe industry.

Indiabulls Real Estate

- Indiabulls Real Estate (Indiabulls) is slated to merge with the Embassy Group transforming itself to be one of the leading real estate companies in terms of surplus from launched projects, land bank and residential stock+planned area development. The merged entity to have balanced mix of commercial and residential assets providing natural hedge against cyclicality and would be benefiting from the new promoter Mr. Jitendra Virwani, chairman of the Embassy group. The combined entity can potentially realize Rs. 11,000 crore inventory value with spends of just Rs. 201 crore. Additionally, it large land parcels in prime locations such as Mumbai, NCR, Chennai and Nashik which can provide liquidity through monetization.

Inox Wind Ltd

- Inox Wind is a fully integrated wind energy solutions provider in India with a cumulative manufacturing capacity of 1,600 MW. The company is expected to witness turnaround in profitability with improvement in order execution scale and better margin because of tariff stability and better realisation backed by technological improvement. Moreover, focus towards improving the business mix over the next three years would also improve margin and lower working capital cycle going forward.

ISGEC Heavy Engineering Limited

- ISGEC Heavy Engineering Limited is engaged in the manufacture of process plant equipment, mechanical and hydraulic presses, alloy steel and ferrous castings, containers, contract manufacturing and execution of projects for setting up boilers, sugar plants, power plants and air pollution control equipment for customers in India and abroad. The company expects double-digit revenue growth and expects margin improvement in FY2024, as high-margin orders get executed. Order inflow was strong at Rs. 1,152 crore in Q1FY2024 and order backlog stands at Rs. 8,411 crore (up 8.7% y-o-y). Order pipeline in sugar, distilleries, ethanol, cement, metal, oil and gas is robust. However, conversion of enquiry into orders has been low in overseas markets. The company plans to commission Philippines ethanol plant by Q2FY2024-end. The prospects of ethanol business are promising in this geography. ISGEC's performance has seen a remarkable improvement in the last two quarters, driven by the execution of high-margin projects and a decline in commodity prices from peak levels. Further, new orders are being taken at better margins, which should lead to better OPMs in the long term. We have built in a Revenue/PAT CAGR of ~13%/~28% (FY23-FY25E) and we maintain our positive stance on the stock.

Jupiter Wagons Ltd

- JWL will be the beneficiary of the much-needed capital expenditure by railways in wagon procurement. The company is also increasing its wagon manufacturing capacity to cater to increased demand by railways as well as private players. The company is focused on growing its leadership position with the introduction of new products through R&D. The company has a decent order book, which will lead to good financial performance over the next few years.

Kolte-Patil Developers

- KPDL has built a strong project portfolio, led by its stronghold Pune region apart from Mumbai and Bengaluru. It has carved out priority launches out of its overall portfolio, which would expedite sales growth over the next two years. Its flagship LR project along with contribution from other Pune projects is expected to drive sales booking growth. It also has a strong business development pipeline, which is expected to ascertain a higher sales growth trajectory for the next few years. The company's efficient capital allocation policy and strong OCFs have strengthened its balance sheet, providing comfort on new project additions and timely execution of ongoing projects.

KIRLOSKAR BROTHERS LTD.

- KBL would leverage its market leadership to capitalise on the opportunities in the pumps industry, driven by public and private capex in the domestic market. The company's international operations are also on a recovery path with increased diversification to non-oil and gas sectors such as power, building and construction, water management, and others. Thus, strong order books in consolidated and standalone businesses would drive revenue growth. Further, the company is expediting efforts to increase the share of its services business, which provides consistent revenue and profit growth. Margin tailwinds in subsiding cost headwinds, reduction in exposure to the low-margin and lumpy EPC business, and increasing share of services business would result in strong profitability. Further, the company has low debt, improving cash flows and return ratios, and a short working capital cycle. The company is now being run by the next generation of promoters and, therefore, there seems no succession risk.

KSB Limited

- Consolidated Q1CY23 numbers were a mixed bag as operating and net profit lagged estimates despite healthy sales in the pumps segment. Order intake for the quarter was Rs. 676 crore, the highest ever order intake in the conventional business and order book stood at ~Rs. 2,500-2,600 crore. KSB aims to grow market share in high growth sectors such as oil & gas, solar, railways and other emerging and fast-growing sectors through expansion of its product portfolio. Acquisition of Bharat Pumps would help broaden its clientele and product offerings and scale up its aftermarket segment. The company's efforts in increasing its dealers network (adding 100 dealers per annum, over 1,000 dealers currently), improving its aftermarket segment through 'SupremeServ' and enhancement of product portfolio should help it achieve the next leg of growth through market share gains. KSB boasts of a strong parentage, good execution capabilities, healthy balance sheet, robust cash flows and short working capital cycle. We expect Sales/PAT CAGR of ~20%/~27% (CY23-CY24). Therefore, we have a positive view on the stock.

Landmark Cars Ltd

- Landmark (Landmark Cars) is positioned as a key player in the domestic luxury passenger vehicle market's growth, representing nine premium brands across ten states in India. The sustained trend of premiumisation in the Indian passenger vehicle market signals a significant shift in consumer behaviour, with Landmark poised to benefit from the increasing penetration of luxury vehicles. Growth is supported by demographic changes favouring younger buyers, expanding market reach into semi-urban areas, a rising number of high-income individuals, and a preference for top-tier vehicle variants alongside growing per capita income. Notably, the addition of three new premium brands in FY24 (MG, M&M, and Kia) enhances Landmark's potential for recurring revenue through a higher serviceable vehicle population. Further it caters to the domestic market only and follows a city-specific business model (in top cities) and caters to aspirational set of customers, its business is partially immune to geopolitical issues, subjected to smooth supply chain situation. Considering these factors, we build up a positive viewpoint on Landmark Cars.

Kirloskar Oil Engines Ltd.

- KOEL is the flagship company of the Kirloskar Group, one of India's largest engineering conglomerates. It is one of the world's largest generating set manufacturers, specialising in manufacturing of both air-cooled and water-cooled engines (2.5HP to 740HP) and diesel generating sets. The new appointments at the top management level is a step towards stability in the leadership team and pursuing its future growth trajectory. Further, strong growth levers in the core business as well as subsidiaries give us confidence in its long-term prospects. Cumulative price hikes in last one year across products should be able to cover commodity inflation. This coupled with higher volumes would lead to increase in profit margins. Implementation and its readiness for CPCB-IV plus norms, product launches, entry into allied businesses through its subsidiary, ramp up in exports and stability at the top level management would fuel the company's next lag of growth.

Lemon Tree Hotels

- Indian hotels industry upcycle is expected to last for the next 4-5 years with room demand expected to stay ahead of room supply, which is a key difference compared to previous upcycles. LTHL with expanding room inventory will be key beneficiary of the upcycle and would see sustained improvement in the occupancies and ARRs in the coming years. LTHL is one of the strongest brand in the mid-market segment with 17% market share in India. With strong expansion plan focusing on asset-light model, LTHL is on strong footing to achieve strong revenue and PAT growth of 18% and 36%, respectively, over FY2024-26E. Consistent improvement in profitability will drive cash flows, which will help in strengthening balance sheet and return profile in the coming years.

Chalet Hotels

- Chalet Hotels' portfolio comprises 10 fully-operational hotels representing 3,052 keys, across mainstream and luxury segments, and commercial spaces, representing 2.4 million sq. ft. in close proximity to the hospitality assets. Chalet Hotels with its strong portfolio of 10 high-end branded hotels and commercial property, which are strategically located in high density business districts, is well poised to deliver strong growth in the coming years driven by industry tailwinds and robust development pipeline. With expected asset sweating, cash flows will improve and take care of capex requirements and pay off some debt, which will lead to consistent improvement in the return profile (RoCE to improve to 13.6% in FY2026E versus 10.5% in FY2024).

Macrotech Developers Ltd

- Macrotech Developers (Lodha) has outpaced industry peers in terms of sales during FY2014-FY2023 positioning itself in the league of large residential property developers. The company has also been the second-largest player in terms of deliveries showcasing strong execution capabilities on a larger scale. The company targets pre-sales growth of 20% y-o-y for FY2024 and aims to reach Rs. 21,000 crore by FY2026 (at a 20% CAGR). Embedded EBITDA margin is expected to moderate to 30% in FY2024 from 32% in FY2023 owing to higher contribution from JD projects. The company has increased its RoE target to ~20% for FY2024 from ~17% in FY2023. Management has given moderate operating cash flow target of Rs. 6,000 crore (Rs. 5,660 crore in FY2023), as it would own (rather than sell) annuity assets. Management targets annuity income of Rs. 500 crore per annum by FY2026 and Rs. 1,500 crore p.a. by the end of the decade. It has also given net debt target of below 1x OCF and 0.5x net debt/equity for FY2024.

CIE Automotive India Ltd

- The Indian business has been continuously registering improvement in operating performance. The share of the EV business is rising in new order inflow in both Indian and European businesses. The Indian business has been receiving healthy orders in both IC and EV technology. Management assumes that Metalcastello business would remain under pressure in CY2024 due to slowdown in the U.S. and assumes that the improvement would be seen by the end of CY2024 or beginning of next year. In the European business, it is gaining 60% of the new orders from the EV segment. The EV segment is witnessing a slowdown in the European business and the company assumes that EVs would get adopted in the European market, though at a slower pace compared to initial expectations. Management has guided for a recovery in the European margin in the coming quarters. In the future, we believe CAIL would continue to emphasise more on the Indian business to enhance overall profitability in line with its parent's performance. New orders are mainly coming from the EV business; hence, the complexity increase would help CAIL sustain higher margins. We believe an inroad in EV would multiply its growth avenues. A consistent focus on profitability and improvement in engineering practices in the domestic business augur well for the company.

Metropolis Healthcare Ltd

- Metropolis expects turbulence in the near term after a strong performance in the recent past, benefiting from COVID led opportunities. Increasing competition with new players entering the diagnostics space (leading to possibly margin pressures), normalization in test volumes (as the share of covid tests reduces) and slower than expected pick up in the government business are the key factors that would slow down the growth in the near term, hence FY23 is expected to be a year of normalization for Metropolis. Over the long term, management's thrust to grow the lucrative B2C segment, expand the network and leverage the digital platform would be key growth drivers for Metropolis. Q1FY23 results were disappointing marred by weak topline as well as weak operating performance, due to higher costs and adverse mix which resulted in a sharp drop in margins. Further though there are apparent near term challenges, the long term growth levers are intact.

Oberoi Realty

- Oberoi Realty has unsold inventory in completed and ongoing residential projects worth ~Rs. 17,000 crore, providing the company a strong growth opportunity to cash in the rising demand in the residential segment in the MMR. Oberoi Realty is constructing retail (Borivali Mall), office (Commerz III, Borivali commercial), and hotels (Ritz Carlton, Borivali Hotel), which is expected to be operational by FY2024 and start contributing to revenues. Increased occupancy rates at existing office assets along with new projects getting operational would increase its rental income by more than three times in FY2025. Unleveraged balance sheet, redevelopment project venture, and monetisable annuity portfolio provide value creation avenues for future.

Phillips Carbon Black Limited

- A structural driver for higher CB demand led by revival in the domestic tyre industry is expected to drive strong volume growth for PCBL over FY2024E-FY2025E. Volume growth would provide operating leverage, while the rise in the share of specialty CB (fetching a 3x-3.5x higher margin versus the traditional tyre industry) would mean sustained high margin. PCBL is well-placed to benefit from improving CB demand as the company is in the final stage of commissioning its greenfield CB capacity expansion of 150 kt (40% commissioned and the rest to be commissioned by Q1FY2024).

Puravankara

- Puravakara has built a strong launch pipeline of 16 MSF developable areas till FY2024. It is confident of achieving a 90-95% mark for launches, given 70% of projects have received approvals and are either RERA registered or in the process of RERA registration. It has liquidated its inventory and de-leveraged its balance sheet over the past 3-4 years. The company has re-entered the Mumbai market and is planning for further launches going ahead, which would provide a healthy value proposition. Further, it is scouting for investors to build a commercial platform which would provide a steady revenue stream in future. The company has a huge paid-up land bank which would aid in providing sustainable growth going ahead.

Rolex Rings

- Though it continues to face challenges in the export market, but management is rapidly adding new customers and products in its portfolio to offset the deficit on a slowdown in order execution for its existing customers. . We believe that the revival in the business cycle and the expansion of its customer base as headwinds in the immediate near term in European markets are expected to continue. Beyond that a gradual shift in bearing industry from tube-based manufacturing to forging-based manufacturing expands the addressable market for Rolex Rings. The company continues to be a key beneficiary of Europe +1/ China +1 theme followed by global manufacturers. Beyond that a gradual shift in bearing industry from tube- based manufacturing to forging-based manufacturing expands addressable market for Rolex Rings. we maintain our positive viewpoint on Rolex in expectation of (1) a gradual rise in wallet shares with existing customers (2) step wise ramp up of volumes from new customers (3) strong balance sheet led by limited capex (4)focus on EBITDA margin than plain vanilla volume growth.

Sterling Tools

- Though STL is hoping for a recovery in EV business, it is continuously making efforts to expand its customer bandwidth to reduce dependency on a limited number of customers as it currently caters to five customers in the electric two-wheeler space. With overall 16 contracts in hand in the EV space, the company has been in discussion with over 40 customers for a business. Further, its ongoing capex of double the MCU capacity is on track, however, it expects significant electric vehicle (LCV) launches in FY25, which would offer it an opportunity to increase content per vehicle. Given its strong market positioning, STL is expected to maintain traction in the traditional fasteners business lead by its strong association with its clients and systematic product development. We believe that content per vehicle would begin to rise sharply once STL would gains scale in the electric LCV space due to higher kit value for components in E-LCVs as compared to E-two-wheelers. we stay positive on Sterling Tools in expectation of rise in content per vehicle in EV business on beginning of supply to LCVs, improvement in blended EBITDA margin, continued traction in EV space and its dominant position in fastenerbusiness.

Sunteck Realty

- Sunteck Realty has a strong sustainable growth potential over the near to long term with strong foundations built across key regions and across income groups in the lucrative MMR market. Its completed and ongoing project portfolio offer near to medium net operating surplus generation at minimal expenditure. The company has underperformed its sector peers with slow pace of monetization of ready BKC assets being a key hangover. However, it remains committed in expediting sales at BKC. We believe traction in BKC sales and high sales growth in newly built key regions in MMR provide strong re-rating trigger for the company.

Suraj Estate Developers

- Suraj possessives a distinguished skillset and a carries a credible long legacy in redevelopment market in the South-Central Mumbai region. It has a diversified portfolio in value luxury and luxury segment with expertise in tenant settlement in the redevelopment projects. It has vast scale up opportunity for redevelopment in SCM market with more than 19,500 building earmarked for redevelopment in SCM. Its strong project portfolio provide high cash flow visibility while land reserves at prime locations offer deep future value. It has significantly de-leveraged its balance sheet via IPO fund raising and is set to embark on growth trajectory with asset light redevelopment project model.

S. P. APPARELS LIMITED

- SP Apparels' (SPAL's) key strengths are stringent quality compliance, superior in-house product development (operating 26 facilities with close proximity to raw material supply and skilled labour) and strong relationship with international retailers. Garment business is expected to grow at ~16% CAGR over FY2024-26 led by strong export demand and higher capacity utilisation. EBITDA margin is expected to improve to ~20% by FY2026 from ~15% in FY2024. Improving growth prospects in the garment business and strengthening of balance sheet with reduction in debt will be key re-rating triggers for the stock. Hiving of underperforming retail business would act as an additional trigger for the stock.

Symphony Limited

- Symphony is India's largest maker of air coolers, with 50% value share in the organised market. It boasts of a strong brand equity (commands 10-12% pricing premium over competitors), superior product portfolio and a pan-India presence with deep distribution network. However, subdued performance of the overseas business and a weak outlook for subsidiaries is a key concern. We like Symphony's high brand equity, superior product portfolio and pan-India presence with deep distribution network. The India business sales declined in Q1FY24 due to unfavourable weather conditions. On the positive side, its overseas business has recovered from the lows of Q4FY23 and performed better than expectations with sustained profitability on y-o-y basis. However, from current valuation, we see a limited upside and have a Neutral view on the stock.

Varun Beverages Ltd

- VBL the largest beverage company in India having a strategic association with PepsiCo accounting for 90% (from 47% in CY2017) its beverage sales in India. With strong alliance with PepsiCo the company secured large share in the domestic market and also expanded its reach in key African markets such as Morroco, Zimbabwe and Zambia and South Asian market such as Sri Lanka. Strong expansion in the new acquired territories in the southern and western part of India, higher growth in emerging categories such as energy drink, and sustained growth in the international market would help VBL's revenues to grow at CAGR of 18% (14-15% volume growth) during CY2023-CY2025E. OPM would rise to 23-23.5% and earnings are expected to deliver a solid CAGR of 24% over the same period.

VST Tillers and Tractors Ltd

- VST is expected to remain a dominant player in the tiller segment and has been looking to expand its presence in the tractor segment. We believe that its entry in the premium tractor segment via VST – Zetor and expansion in the northern market would help it in broaden its addressable market in long term. Post reporting below expected operating performance while management continue to expect healthy topline growth in FY24E but guided that its EBITDA margin would remain lower than its targeted range of 12-15% due to higher marketing expenses. The company envisages higher than normal marketing expenses in coming quarters as it is aiming to expand in the northern markets. We maintain our Neutral view on the stock

Grauer & Weil Ltd

- Growel's vision is to be in the Top 2 players across its businesses and be a predominant global player in Surface Finishing. Company is focused on growing its leadership position by the introduction of new products through R&D. They are expanding the paints capacity and trying to grow the decorative paints business. The order book of the Engineering division is healthy and has performed even during recessionary trends in the capital goods industry. Management's decision to revisit the company's FY19 plan to double the mall space could be potential earnings trigger. Growel has a robust balance sheet with high net cash balance of Rs. 233 crores and negligible debt/equity ratio of 0.04 as on 31st March 2022. Company can fund capex requirements from internal accruals and also has the potential to comfortably raise debt in the future without impacting the gearing ratios.

Gravita India Ltd

- Gravita India is expected to be beneficiary of the government latest regulation on battery waste management as the same would result in strong double-digit volume growth for its India lead sales volume. Moreover, the company is implementing sizable capacity expansion plans for existing recycling verticals in India as well as in the overseas business. Focus to diversify into the new recycling vertical i.e. rubber, copper, paper, e-waste, and lithium is expected to stream new business avenues and would support to achieve management's 2028 target 25%+/35%+ revenue/PAT CAGR along with 25% RoCE

Gujarat Fluorochemicals Ltd

- GFL has planned capex of Rs.1,300 crores for FY25E, which would be largely spent towards new fluoropolymers and battery chemicals division. The company's focus on new age verticals with application in EV battery, solar panel and green hydrogen provides exponential growth opportunities and is expected to drive next leg of earnings growth for GFL. The company is also addressing investor concern on related party transaction. The stock is available at attractive valuation.

Heritage Foods Ltd

- Heritage Foods (HFL) is one of the leading dairy companies in India with a diversified product portfolio, which includes milk, value added products (curd, buttermilk, flavoured milk, sweet lassi, milk shakes, cold coffee, paneer, cheese, etc), fat products (ghee, butter, cream), ice-cream and frozen desserts, yogurt and animal nutrition. HFL's portfolio not only encompasses dairy products but also extends to cattle feed and renewable energy. It has leading position of no.1/no.2 in core markets of Telangana, Andhra Pradesh, Tamil Nadu and Karnataka and its influence extends to select North Indian states as well. HFL is leveraging on strong leadership position in key markets, expanded distribution reach and diversified portfolio to achieve consistent revenue and PAT growth of 13% and 38% over FY2024-26E with OPM improving ~7%. Return profile to consistently improve with RoE/RoCE improving to 20%/25% by FY2026. It is likely to generate cumulative free cash flow (FCF) of ~Rs. 460 crore over FY2024E-26E.

Mold-Tek Packaging

- MTPL has the ability to launch new products by adopting advanced technologies. Higher order inflow in paints and lubes segment and recovery in demand in food and FMCG segment will support volume growth over FY23-FY25. To tap healthy demand from end-user industries, the company plans to expand it's a capacity by 56% to 70 ktpa over next couple of years. The stable growth in existing segments and foray into pharma OTC would drive sustained higher volume growth. The share of high margin F&F/Pharma segment is expected to increase in the company years and drive strong improvement in margin. The company's balance sheet is also lean with low net debt/equity of just 0.1x and generates decent cash flows from operations.

Mrs Bectors Food Specialities

- MBFSL is one of the leading companies in the premium and mid-premium biscuits segment and the premium bakery segment in North India. The company's strategies hinges towards achieving consistent double-digit earnings growth focusing on multiple levers such as enhancing capacities to prepare the company for future growth opportunities, transforming its selling and distribution infrastructure to extend its geographic presence, expanding the distribution reach and strengthening leadership team to re-charge the organisation and take it to the next level of growth in the coming years. This should help MBFSL to achieve consistent double-digit revenue growth and earnings to post a CAGR of 18% over FY2024-FY2025E. This, along with stable working capital, the company's cash flows will consistently improve, and the return profile is expected to stand high in the coming years.

Samhi Hotels

- Samhi operates a portfolio of prominent international brands catering to upper upscale, upscale upper midscale and mid-scale hotels with large presence in important business metros in India. The company has added ~90% of its existing room inventory of 4,801 rooms under the acquisition & turnaround strategy with strong demonstration of strong growth in RevPar of most of the acquired hotels. This along with strong portfolio of brands under management, the company is expected to post strong operating performance over FY2024-26 with revenues/EBIDTA growing by 14%/25%, respectively. The company targets to reduce net debt/EBITDA to to 3x in the coming years through consistent improvement in operating cash flows.

Subros Ltd

- While Subros has been a good proxy to play on the rising PV theme, the re-occupation of high-margin trajectory ensures the improvement in return ratios along with a healthy balance sheet. We continue to believe that both its technological supporter (Denso Corp) and customer (Suzuki Motors – Parent to MSIL) hold a stake in it, and hence, ensures the professionalism in its business activities. Historically, Subros' performance mirrors that of MSIL; and as MSIL's margin contraction cycle bottomed out in FY2022, we believe Subros' EBITDA margin contraction cycle could have bottomed out in FY2023 and revival is on cards from FY2024. Further, management's near-term EBITDA margin target of 10% has been in line with our expectations. We identified key growth drivers in the company are: (1) An improvement in ASPs, driven by a shift towards high- value SUVs in the PV segment, (2) Reduced emphasis on low-margin home AC business, (3) exploration of opportunities in the railway sector, (4) An increase in business from non-Maruti PVs, (5) Enhanced profitability through rising localization, (6) a favourable 25% tax rate from FY2025, (7) The expansion of the addressable market with mandatory AC cabins in CVs, and (8) Potential for introduction of advanced technological products in collaborations with Denso. Management's focus on EBITDA margin revival has reinforced our confidence in the performance of the company in the near to medium term and, hence, we continue to maintain our positive viewpoint

Welspun Corp

- Welspun Corp's strong order book provides revenue growth visibility and ramp up existing line pipe and new businesses (DI pipes, TMT bars and specialty steel) would drive significant earnings growth over FY24E25E. Inorganic growth (acquisition of ABG and Sintex) provide opportunity to diversify into new business avenues of shipbuilding, offshore oil & gas structures and plastics. The company's FY24 revenue/EBITDA/ RoCE guidance of Rs. 15,000 crore/ Rs. 1,500 crore/16% and improve DJSI ESG rating to 60+ is impressive. Valuation is attractive considering strong growth and likely improvement in return ratios over FY24E-25E.

Iris Clothings

- Iris is a fast-growing kids apparel company with strong potential to grow driven by multiple levers including roduct/category expansion, distribution expansion and capacity addition aiding revenues to grow at CAGR of 37% over FY2024-26E (volume growth of 20%+). EBIDTA margins of 21.6% (in FY2024) are highest among the branded apparel space and there is potential for further margin expansion to 23-24% over the next two years through improved mix and manufacturing efficiencies. Strong revenue growth coupled with margin expansion would aid PAT to post a 60% CAGR over FY2024-26E. Reduction in working capital and improved profitability will lead to strong improvement in the return profile with RoE/RoCE standing at 29%/35% in FY2026 from 19%/26% in FY2024.

Sharekhan
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