



Market Cues

Indian markets are likely to open positive tracking global indices and SGX Nifty.

US markets moved higher on news that President Trump agreed to a measure that would raise the debt ceiling. The Institute for Supply Management released a report showing that its non-manufacturing index climbed to 55.3 in August. This was against an expected rebound to 55.8. Computer hardware stocks saw good gains with the NYSE Arca Computer Hardware Index closing up 1.8 percent. Oil and Gas stocks also gained moved up as oil prices moved higher. The Philadelphia Oil Service Index and the NYSE Arca Oil & Gas Index also moved up by 1.7 percent and 1.5 percent respectively.

UK stocks fell for the third straight session investors waited on the sidelines ahead of the European Central Bank's (ECB) policy meeting. Markets also reacted negatively to news over how Brexit would affect banking and homebuilding stocks. Barratt Developments, a homebuilder, fell by 4.5 percent after it a cautious outlook.

Indian markets moved lower as weak global cues as well as expectations over the European Central Bank's (ECB) policy meeting, scheduled today. The Healthcare index corrected strongly by 1.35 percent as pharma stocks continued to show weakness. The metal index was the major gainer for the session and closed up 0.67 percent.

News Analysis

- Petronet to form JV for LNG plant in Sri Lanka
- 4 PSU banks cut lending rates by up to 0.45%

Detailed analysis is on Pg2

Investor's Ready Reckoner

Key Domestic & Global Indicators

Stock Watch: Latest investment recommendations on 150+ stocks

Refer Pg7 onwards

Top Picks

Company	Sector	Rating	CMP (₹)	Target (₹)	Upside (%)
Blue Star	Capital Goods	Accumulate	754	830	10.1
Dewan Housing Finance	Financials	Accumulate	556	610	9.7
Mahindra Lifespace	Real Estate	Buy	440	522	18.5
Navkar Corporation	Others	Buy	197	265	34.4
KEI Industries	Capital Goods	Accumulate	262	290	10.9

More Top Picks on Pg5

Key Upcoming Events

Date	Region	Event Description	Previous Reading	Consensus Expectations
Sep 07, 2017	US	Initial Jobless claims	236.00	245.00
Sep 07, 2017	Euro Zone	Euro-Zone GDP s.a. (QoQ)	0.60	0.60
Sep 07, 2017	UK	Industrial Production (YoY)	0.30	0.40
Sep 08, 2017	Euro Zone	ECB announces interest rates	-	-
Sep 08, 2017	China	Exports YoY%	7.20	6.00

More Events on Pg7

Domestic Indices	Chg (%)	(Pts)	(Close)
BSE Sensex	(0.5)	(148)	31,662
Nifty	(0.4)	(36)	9,916
Mid Cap	0.2	27	15,705
Small Cap	0.4	62	16,255
Bankex	(0.3)	(83)	27,432

Global Indices	Chg (%)	(Pts)	(Close)
Dow Jones	0.2	54	21,808
Nasdaq	0.3	18	6,393
FTSE	(0.3)	(19)	7,354
Nikkei	(0.1)	(28)	19,358
Hang Seng	(0.5)	(128)	27,614
Shanghai Com	0.0	1	3,385

Advances / Declines	BSE	NSE
Advances	1,344	854
Declines	1,255	835
Unchanged	138	69

Volumes (₹ Cr)	
BSE	3,363
NSE	26,808

#Net Inflows (₹ Cr)	Net	Mtd	Ytd
FII	(226)	(1,818)	45,47
MFs	385	1,162	70,04

Top Gainers	Price (₹)	Chg (%)
Fconsumer	55	10.5
Aegislog	201	8.9
Muthootfin	505	8.3
Icil	122	5.6
Bomdyeing	146	5.0

Top Losers	Price (₹)	Chg (%)
Religare	40	(4.3)
Sunpharma	475	(3.7)
Idea	82	(3.4)
Divislab	700	(3.3)
Pnb	139	(3.3)

#as on 06th Sep, 2017



News Analysis

Petronet to form JV for LNG plant in Sri Lanka

Petronet LNG will set up an LNG terminal in the Sri Lankan capital Colombo in a joint venture with Sri Lankan and Japanese companies. The joint venture will develop an LNG Terminal in Sri Lanka to provide regassified natural gas to various power plants, domestic and transport sectors in Sri Lanka. The capacity of the LNG Terminal will be decided based upon the gas demand in Sri Lanka and is expected to be developed in 2 years after completion of initial formalities.

The LNG terminal would be set up on the west coast of Sri Lanka in close vicinity of Colombo. This is also where most of the power projects (operating mainly on costly liquid fuel) are located. The Colombo Metropolitan Area is inhabited by more than 5 million people and generates over 50 per cent of the country's GDP.

Four PSU banks cut lending rates by up to 0.45%

Four public sector lenders cut their benchmark lending rates by up to 0.45 per cent. The PSU banks that cut their rates are Punjab & Sind, IDBI, Indian Bank and Vijaya Bank. With the reduction in benchmark rates, home, car and other loans linked to marginal cost of funds based lending rate (MCLR) would become cheaper.

Punjab & Sind Bank reduced the overnight MCLR by 0.45 per cent to 8.15 per cent from 8.60 per cent. The bank also reduced the one-month MCLR by 0.40 per cent to 8.20 per cent, while one-year lending will be cheaper by 0.15 per cent to 8.55 per cent. Indian Bank reduced the MCLR across all segments by 0.15 per cent.

Vijaya Bank reduced interest rates in two segments, including for one-year tenor which will become cheaper by 0.15 per cent to 8.50 per cent. IDBI Bank also reduced MCLR by 5-10 bps across various tenors.

Economic and Political News

- Domestic air passenger traffic up 20% YoY to 18.9mln in June: ICRA
- Foreign tourist arrivals expected to grow by 18% in 2017
- GST collection reaches ₹94,000 cr for July

Corporate News

- Punj Lloyd JV wins ₹1,177cr contract for 120 km NHAI Myanmar highway
- HCL Technologies announces acquisition of UK-based ETL Factory Ltd for ₹58.5cr in order to boost its data migration and integration services
- RIL acquires Kemrock Industries' assets for an undisclosed amount
- NTPC offers 27.4 mln shares to employees at ₹159.60



Top Picks

Company	Market Cap (₹ Cr)	CMP (₹)	Target (₹)	Upside (%)	Rationale
Alkem Laboratories	21,045	1,760	2,161	22.8	Strong growth in domestic business due to its leadership in acute therapeutic segment. Alkem expects to launch more products in USA, which bodes for its international business.
Asian Granito	1,378	458	490	7.0	We expect the company would report strong profitability owing to better product mix, higher B2C sales and amalgamation synergy.
Blue Star	7,218	754	830	10.1	Favorable outlook for the AC industry to augur well for Cooling products business which is out pacing the market growth. EMPPAC division's profitability to improve once operating environment turns around.
Dewan Housing Finance	17,433	556	610	9.7	With a focus on the low and medium income (LMI) consumer segment, the company has increased its presence in tier-II & III cities where the growth opportunity is immense.
Karur Vysya Bank	9,092	150	160	6.3	Loan growth is likely to pick up after a sluggish FY17. Lower credit cost will help in strong bottom-line growth. Increasing share of CASA will help in NIM improvement.
KEI Industries	2,035	262	290	10.9	High order book execution in EPC segment, rising B2C sales and higher exports to boost the revenues and profitability
Mahindra Lifespace	2,260	440	522	18.5	Speedier execution and speedier sales, strong revenue visibility in short-to-long run, attractive valuations
Music Broadcast	2,160	379	434	14.6	Expected to benefit from the lower capex requirement and 15 year long radio broadcast licensing.
Navkar Corporation	2,812	197	265	34.4	Massive capacity expansion along with rail advantage at ICD as well CFS augurs well for the company
Siyaram Silk Mills	2,069	2,207	2,500	13.3	Strong brands and distribution network would boost growth going ahead. Stock currently trades at an inexpensive valuation.
TV Today Network	1,589	266	344	29.2	Market leadership in Hindi news genre and no. 2 viewership ranking in English news genre, exit from the radio business, and anticipated growth in ad spends by corporates to benefit the stock.
Maruti Suzuki	2,37,168	7,851	8,544	8.8	After GST, the company is expected to see higher volumes along with improving product mix. The Gujarat plant will also enable higher operating leverage which will be margin accretive.

Source: Company, Angel Research



Key Upcoming Events

Global economic events release calendar

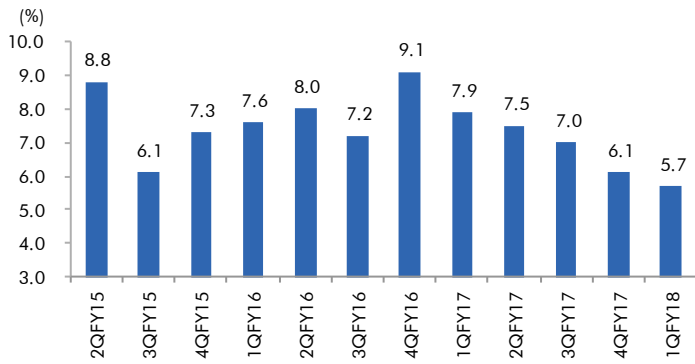
Date	Time	Country	Event Description	Unit	Period	Bloomberg Data	
						Last Reported	Estimated
Sep 07, 2017	6:00 PM	US	Initial Jobless claims	Thousands	Sep 2	236.00	245.00
	2:30 PM	Euro Zone	Euro-Zone GDP s.a. (QoQ)	% Change	2Q F	0.60	0.60
	2:00 PM	UK	Industrial Production (YoY)	% Change	Jul	0.30	0.40
Sep 08, 2017	5:15 PM	Euro Zone	ECB announces interest rates	%	Sep 7	-	-
		China	Exports YoY%	% Change	Aug	7.20	6.00
Sep 09, 2017		India	Exports YoY%	% Change	Aug	3.94	
Sep 11, 2017	7:00 AM	China	Consumer Price Index (YoY)	% Change	Aug	1.40	1.70
		India	Imports YoY%	% Change	Aug	15.40	
Sep 12, 2017	2:00 PM	UK	CPI (YoY)	% Change	Aug	2.60	
	5:30 PM	India	Industrial Production YoY	% Change	Jul	(0.10)	
Sep 13, 2017	2:00 PM	UK	Jobless claims change	% Change	Aug	(4.20)	
		US	Producer Price Index (mom)	% Change	Aug	(0.20)	
Sep 14, 2017	7:30 AM	China	Industrial Production (YoY)	% Change	Aug	6.40	6.60
	12:00 PM	India	Monthly Wholesale Prices YoY%	% Change	Aug	1.88	
	6:00 PM	US	Consumer price index (mom)	% Change	Aug	0.10	0.30
	4:30 PM	UK	BOE Announces rates	% Ratio	Sep 14	0.25	
Sep 15, 2017	6:45 PM	US	Industrial Production	%	Aug	0.19	0.20
Sep 18, 2017	6:00 PM	US	Housing Starts	Thousands	Aug	1,155.00	1,150.00
Sep 19, 2017	2:30 PM	Euro Zone	Euro-Zone CPI (YoY)	%	Aug F	1.50	
	6:00 PM	US	Building permits	Thousands	Aug	1,230.00	1,210.00
Sep 20, 2017	7:30 PM	US	Existing home sales	Million	Aug	5.44	5.48
	11:30 PM	US	FOMC rate decision	%	Sep 20	1.25	1.25
Sep 21, 2017	7:30 PM	Euro Zone	Euro-Zone Consumer Confidence	Value	Sep A	(1.50)	
Sep 22, 2017	1:00 PM	Germany	PMI Services	Value	Sep P	53.50	
Sep 26, 2017	7:30 PM	US	Consumer Confidence	S.A./ 1985=100	Sep	122.90	

Source: Bloomberg, Angel Research



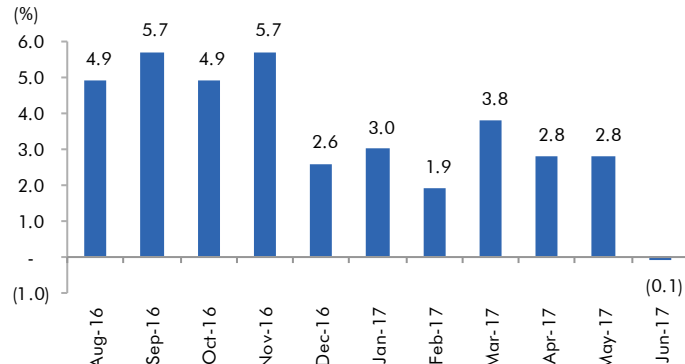
Macro watch

Exhibit 1: Quarterly GDP trends



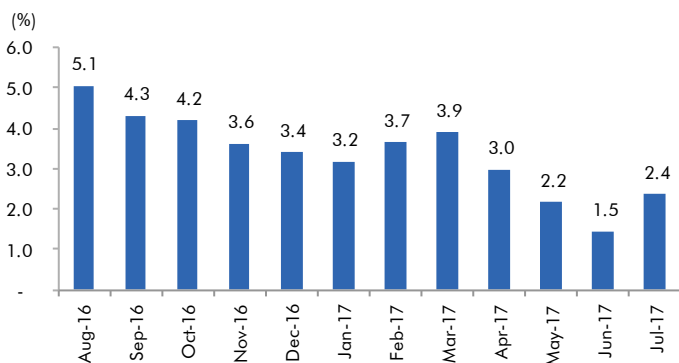
Source: CSO, Angel Research

Exhibit 2: IIP trends



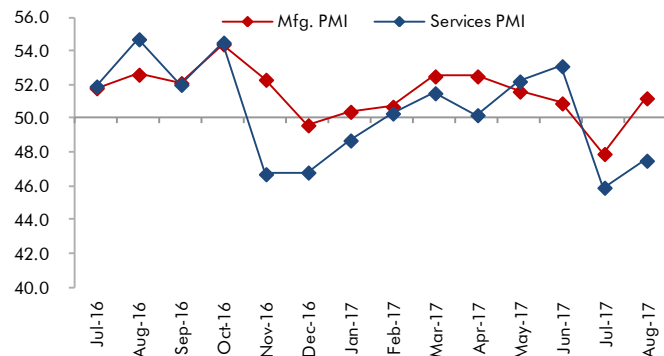
Source: MOSPI, Angel Research

Exhibit 3: Monthly CPI inflation trends



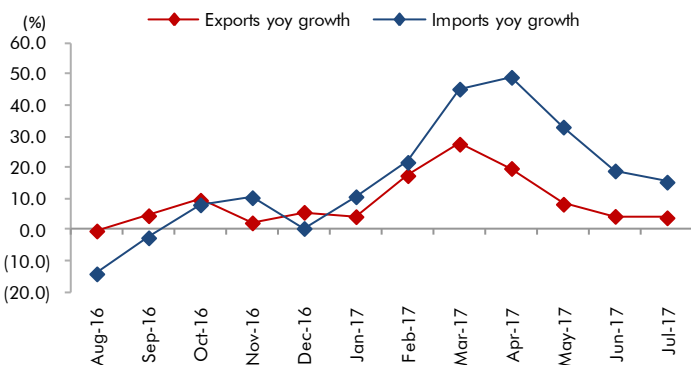
Source: MOSPI, Angel Research

Exhibit 4: Manufacturing and services PMI



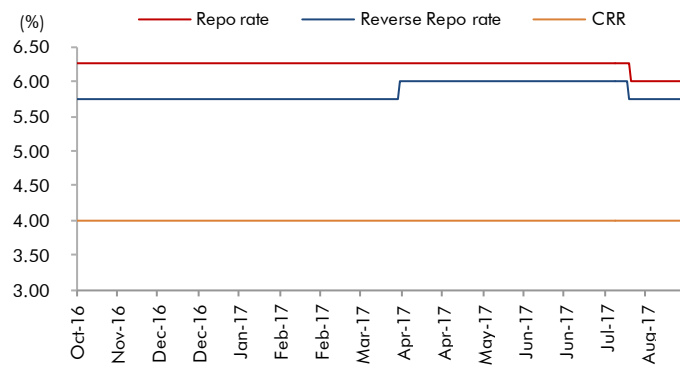
Source: Market, Angel Research; Note: Level above 50 indicates expansion

Exhibit 5: Exports and imports growth trends



Source: Bloomberg, Angel Research

Exhibit 6: Key policy rates

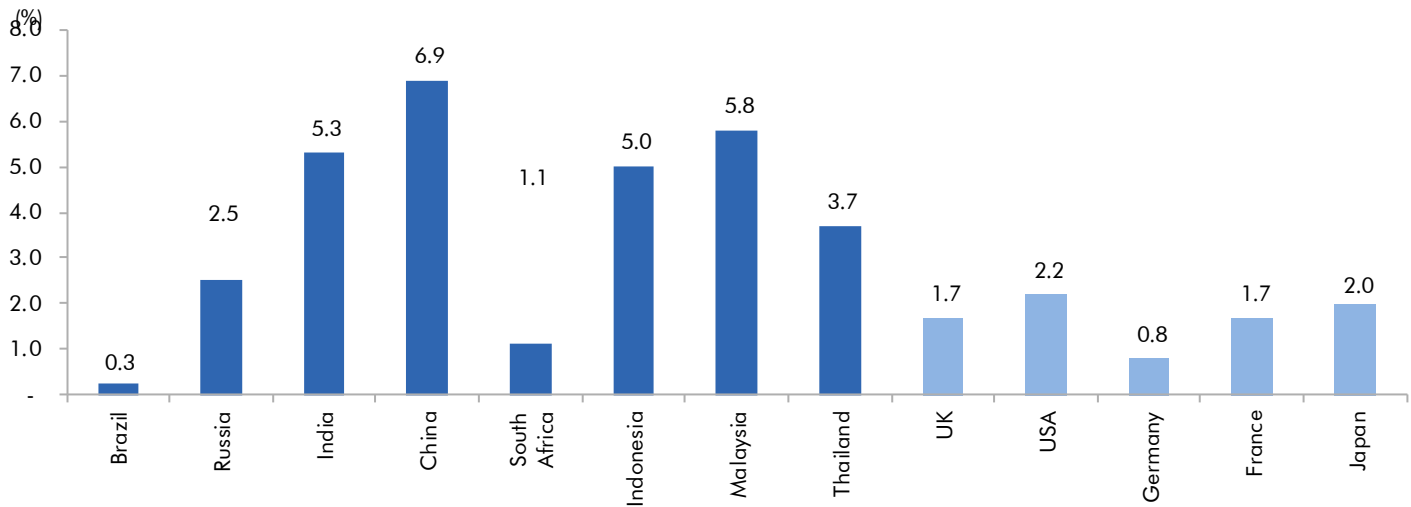


Source: RBI, Angel Research



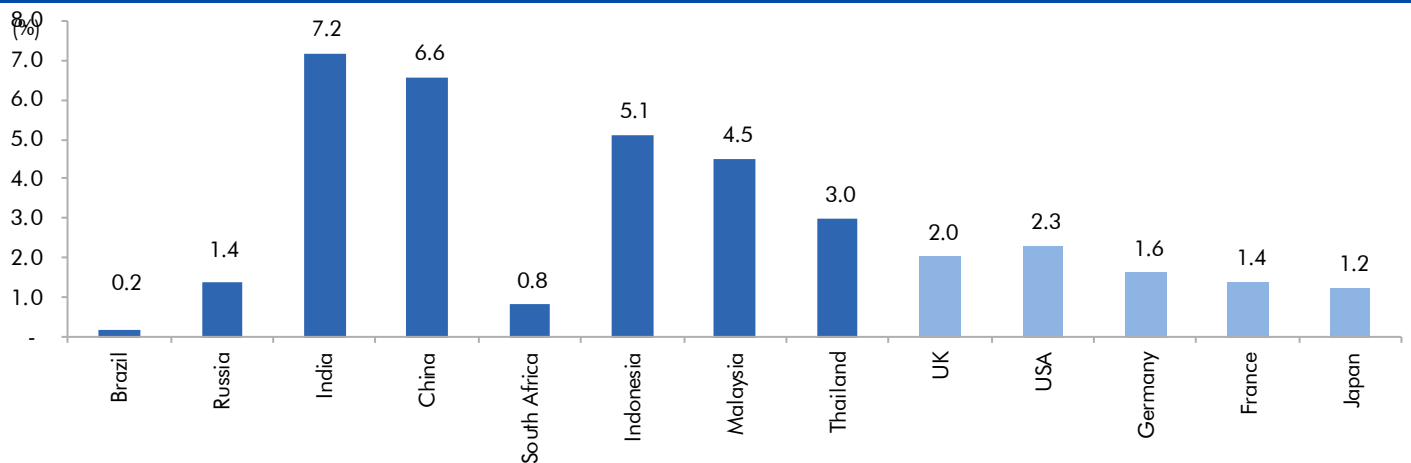
Global watch

Exhibit 1: Latest quarterly GDP Growth (% , yoy) across select developing and developed countries



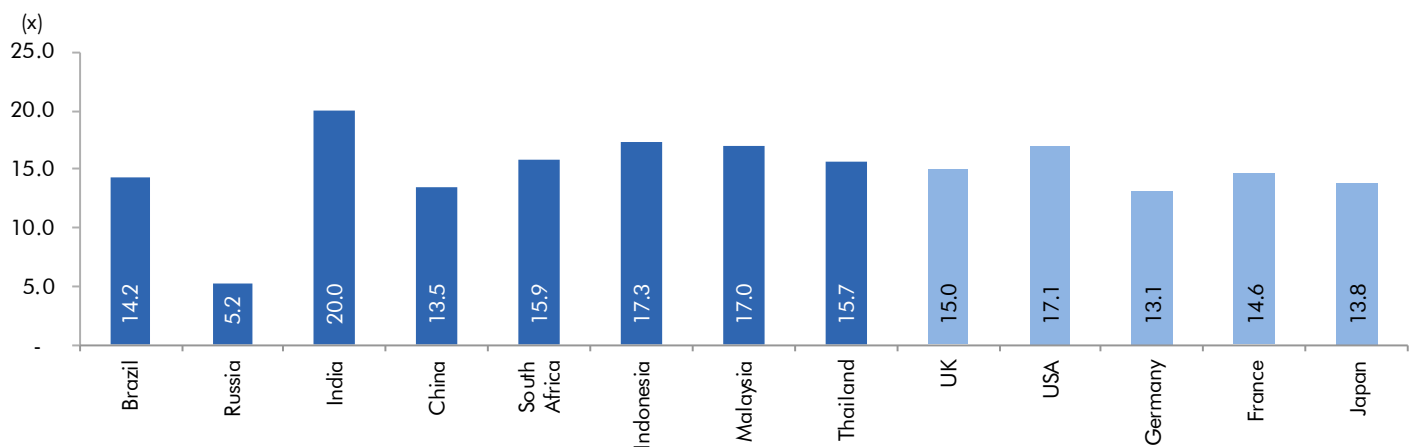
Source: Bloomberg, Angel Research

Exhibit 2: 2017 GDP Growth projection by IMF (% , yoy) across select developing and developed countries



Source: IMF, Angel Research

Exhibit 3: One year forward P-E ratio across select developing and developed countries



Source: IMF, Angel Research



Exhibit 4: Relative performance of indices across globe

Country	Name of index	Closing price	1M	Returns (%)	
				3M	1YR
Brazil	Bovespa	73,412	8.1	16.2	23.1
Russia	Micex	2,015	2.2	7.8	(1.8)
India	Nifty	9,916	(1.0)	2.5	12.9
China	Shanghai Composite	3,385	3.2	7.2	10.3
South Africa	Top 40	49,024	(1.0)	6.8	4.1
Mexico	Mexbol	50,516	(1.7)	2.9	6.6
Indonesia	LQ45	970	0.9	1.5	3.8
Malaysia	KLCI	1,772	0.1	0.4	5.5
Thailand	SET 50	1,034	3.2	4.6	5.2
USA	Dow Jones	21,808	(1.3)	3.2	17.7
UK	FTSE	7,354	(2.1)	(1.7)	7.2
Japan	Nikkei	19,358	(3.0)	(3.1)	15.7
Germany	DAX	12,215	(0.3)	(3.9)	17.1
France	CAC	5,101	(2.0)	(3.1)	16.7

Source: Bloomberg, Angel Research

Stock Watch

September 07, 2017

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
Agri / Agri Chemical																			
Rallis	Reduce	225	209	4,372	1,873	2,099	15.0	15.0	9.5	10.5	23.7	21.4	3.6	3.3	15.8	16.0	2.2	2.0	
United Phosphorus	Neutral	824	-	41,844	18,922	21,949	18.0	18.5	36.2	45.6	22.8	18.1	4.8	3.9	22.7	23.8	2.4	2.0	
Auto & Auto Ancillary																			
Ashok Leyland	Accumulate	112	127	32,821	23,339	27,240	10.1	10.8	4.7	6.2	24.1	18.0	4.8	4.3	20.0	23.6	1.4	1.1	
Bajaj Auto	Accumulate	2,926	3,151	84,663	23,936	27,955	19.5	20.1	142.7	167.3	20.5	17.5	4.5	4.0	21.8	22.8	3.1	2.6	
Bharat Forge	Neutral	1,129	-	26,288	7,637	8,755	21.7	23.2	36.1	47.3	31.3	23.9	5.6	4.8	18.5	20.8	3.3	2.8	
Eicher Motors	Neutral	32,083	-	87,335	19,043	22,837	19.5	19.9	835.4	1,019.0	38.4	31.5	14.4	11.1	40.9	37.8	4.5	3.7	
Gabriel India	Neutral	197	-	2,836	1,782	2,033	9.7	10.2	7.1	8.9	27.8	22.3	5.6	4.7	21.0	22.2	1.5	1.3	
Hero Motocorp	Neutral	3,951	-	78,891	32,239	36,878	16.0	15.6	184.4	206.5	21.4	19.1	6.7	5.9	31.3	30.7	2.2	1.9	
Jamna Auto Industries	Neutral	259	-	2,062	1,441	1,662	14.4	14.8	13.9	17.6	18.6	14.7	5.1	4.1	30.0	31.0	1.4	1.2	
Mahindra and Mahindra	Neutral	1,316	-	81,764	46,971	53,816	13.6	14.0	67.7	79.8	19.5	16.5	2.8	2.5	15.0	15.9	1.6	1.4	
Maruti	Accumulate	7,851	8,544	237,168	81,825	101,245	15.0	15.0	283.5	356.0	27.7	22.1	6.1	4.9	21.9	22.4	2.6	2.0	
Minda Industries	Neutral	871	-	7,531	4,328	5,084	11.0	11.9	27.3	36.4	32.0	23.9	6.8	5.3	23.1	25.6	1.8	1.5	
Motherson Sumi	Neutral	326	-	68,576	55,937	64,445	10.8	11.4	16.9	21.1	19.3	15.5	4.3	4.4	25.2	25.4	1.3	1.1	
Tata Motors	Neutral	383	-	110,701	303,167	343,649	11.8	13.8	33.1	54.7	11.6	7.0	1.9	1.5	16.9	23.0	0.4	0.3	
TVS Motor	Neutral	619	-	29,396	13,992	16,216	9.0	9.4	17.1	20.3	36.3	30.5	9.6	7.5	29.7	27.7	2.0	1.7	
Amara Raja Batteries	Accumulate	788	858	13,452	6,140	7,122	14.3	15.6	29.3	39.0	26.9	20.2	4.6	3.8	17.1	19.0	2.2	1.9	
Exide Industries	Neutral	207	-	17,625	8,689	9,854	15.1	15.2	9.7	11.0	21.5	18.9	3.8	3.4	15.7	16.1	1.8	1.5	
Apollo Tyres	Neutral	255	-	12,980	15,739	17,326	13.3	14.6	20.4	26.7	12.5	9.6	1.5	1.3	20.4	26.7	1.1	1.0	
Ceat	Neutral	1,733	-	7,012	6,661	7,717	11.1	14.2	116.2	178.2	14.9	9.7	2.6	2.2	15.2	21.3	1.2	1.0	
JK Tyres	Neutral	150	-	3,395	8,318	9,239	16.2	16.4	21.0	27.5	7.2	5.4	1.4	1.1	19.1	20.4	0.9	0.7	
Swaraj Engines	Neutral	2,055	-	2,552	788	889	16.4	16.5	71.6	81.0	28.7	25.4	8.3	7.7	29.6	31.0	2.9	2.5	
Subros	Neutral	247	-	1,482	1,855	2,135	11.6	11.8	10.3	14.7	24.1	16.9	3.7	3.1	15.8	19.1	1.0	0.9	
Capital Goods																			
BEML	Neutral	1,833	-	7,633	4,286	5,194	7.1	8.2	42.9	58.1	42.7	31.6	3.5	3.2	7.6	8.7	1.8	1.5	
Bharat Electronics	Neutral	194	-	43,221	10,258	12,470	19.6	19.5	7.3	8.6	26.5	22.5	0.5	0.5	20.4	21.9	3.7	3.0	
Voltas	Neutral	526	-	17,403	6,778	8,004	9.6	11.0	17.1	22.4	30.8	23.5	7.3	6.4	17.7	19.8	2.3	1.9	
BHEL	Neutral	131	-	32,002	33,200	39,167	6.8	9.5	6.2	11.2	21.1	11.7	1.0	0.9	4.6	8.0	0.5	0.4	
Blue Star	Neutral	754	-	7,218	5,101	5,997	6.0	7.0	17.9	26.6	42.1	28.3	9.0	8.2	21.9	29.0	1.4	1.2	
CG Power and Industrial Solutions	Neutral	88	-	5,487	6,555	7,292	7.5	7.5	-	0.8	8,755.0	109.4	1.4	1.4	0.1	1.2	0.9	0.8	
Greaves Cotton	Neutral	152	-	3,718	1,778	1,993	14.7	15.1	8.1	9.1	18.8	16.7	4.2	3.9	21.8	23.6	1.9	1.6	

Stock Watch

September 07, 2017

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
Capital Goods																			
KEC International	Neutral	307	-	7,889	9,779	11,113	9.4	9.8	14.2	18.2	21.6	16.9	4.1	3.4	21.1	22.1	1.1	0.9	
KEI Industries	Accumulate	262	290	2,035	3,001	3,391	10.0	10.0	13.0	16.1	20.1	16.2	3.7	3.0	18.2	18.7	0.9	0.8	
Thermax	Neutral	879	-	10,479	4,125	4,747	10.3	10.8	26.7	31.5	32.9	27.9	3.7	3.4	11.2	12.0	2.3	2.0	
VATech Wabag	Accumulate	625	681	3,413	3,867	4,126	9.6	10.0	34.9	39.8	17.9	15.7	3.0	2.6	17.7	17.5	0.9	0.8	
Cement																			
ACC	Neutral	1,802	-	33,843	12,255	13,350	13.5	14.3	58.0	66.2	31.1	27.2	3.7	3.4	11.5	12.2	2.7	2.5	
Ambuja Cements	Neutral	283	-	56,273	10,250	11,450	17.5	19.0	7.2	8.3	39.4	34.1	2.8	2.7	7.0	7.8	5.3	4.6	
India Cements	Neutral	185	-	5,710	6,135	6,750	14.8	15.2	8.5	11.5	21.8	16.1	1.1	1.0	4.8	6.2	1.3	1.1	
JK Cement	Neutral	1,019	-	7,123	4,150	4,775	19.2	20.0	49.0	63.5	20.8	16.1	3.3	2.8	17.0	18.5	2.2	1.8	
J K Lakshmi Cement	Neutral	430	-	5,057	3,422	3,757	15.5	17.0	13.5	23.2	31.8	18.5	3.3	2.9	10.8	15.5	1.9	1.6	
Orient Cement	Neutral	164	-	3,356	2,215	3,233	16.8	17.0	5.9	6.9	27.8	23.7	2.1	2.0	10.8	10.1	2.5	1.7	
UltraTech Cement	Neutral	4,153	-	114,022	28,250	35,150	20.2	23.5	77.5	122.2	53.6	34.0	4.5	4.1	9.6	14.8	4.5	3.6	
Construction																			
KNR Constructions	Neutral	207	-	2,904	1,846	2,203	14.5	14.5	12.1	13.7	17.1	15.1	0.9	0.8	17.5	16.7	1.6	1.3	
Larsen & Toubro	Neutral	1,118	-	156,574	95,787	109,476	10.2	11.6	44.5	50.8	25.2	22.0	3.2	2.9	12.9	13.1	2.2	1.9	
Gujarat Pipavav Port	Neutral	129	-	6,244	739	842	61.6	62.7	5.1	6.2	25.3	21.0	3.2	3.1	12.7	14.9	7.9	6.8	
PNC Infratech	Accumulate	135	143	3,459	2,040	2,935	13.0	13.0	6.4	9.0	21.1	15.0	0.6	0.5	9.7	12.2	1.7	1.2	
Simplex Infra	Neutral	467	-	2,312	6,012	6,619	11.6	11.7	21.1	31.0	22.2	15.1	1.5	1.4	6.5	8.6	0.9	0.8	
Sadbhav Engineering	Neutral	289	-	4,955	3,823	4,426	10.7	10.8	10.3	11.8	28.0	24.5	3.4	3.0	10.1	10.5	1.6	1.4	
NBCC	Neutral	208	-	18,756	9,099	12,706	6.4	6.4	7.3	9.6	28.6	21.8	1.3	1.0	27.5	30.5	1.9	1.4	
MEP Infra	Neutral	103	-	1,667	2,403	2,910	18.3	16.8	2.4	6.1	43.6	16.9	16.5	11.2	35.2	55.8	1.9	1.5	
SIPL	Neutral	100	-	3,512	2,060	2,390	46.8	47.7	(5.8)	(3.1)			3.7	4.3	(14.2)	(2.3)	6.5	6.1	
Engineers India	Neutral	161	-	10,833	1,795	2,611	21.1	22.4	5.9	8.1	27.3	19.9	1.9	1.9	12.9	16.1	4.4	2.9	
Financials																			
Axis Bank	Buy	494	580	118,311	32,558	35,843	3.5	3.2	27.8	41.0	17.7	12.0	1.9	1.7	11.4	14.9	-	-	
Bank of Baroda	Neutral	138	-	31,797	22,533	26,079	2.4	2.4	12.0	20.9	11.5	6.6	0.7	0.7	6.6	11.0	-	-	
Canara Bank	Neutral	335	-	20,021	17,925	20,235	2.0	2.1	18.5	36.5	18.1	9.2	0.7	0.6	3.4	6.2	-	-	
Can Fin Homes	Neutral	2,871	-	7,643	586	741	3.5	3.5	107.8	141.0	26.6	20.4	5.8	4.7	24.1	25.6	-	-	
Cholamandalam Inv. & Fin. Co.	Accumulate	1,170	1,230	18,279	2,826	3,307	6.3	6.3	53.7	64.6	21.8	18.1	3.7	3.2	18.3	18.9	-	-	
Dewan Housing Finance	Neutral	556	-	17,433	2,676	3,383	2.4	2.7	37.4	49.7	14.9	11.2	2.0	1.7	13.8	16.2	-	-	
Equitas Holdings	Buy	179	235	6,070	1,125	1,380	9.6	9.8	1.5	6.0	119.4	29.9	2.7	2.5	2.4	8.2	-	-	
Federal Bank	Accumulate	111	125	21,663	4,896	5,930	2.8	3.1	5.4	7.6	20.8	14.7	1.8	1.6	8.5	11.0	-	-	

Stock Watch

September 07, 2017

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
Financials																			
HDFC Bank	Neutral	1,760	-	453,174	55,236	63,253	4.5	4.4	68.9	82.4	25.6	21.4	4.5	3.7	18.7	18.5	-	-	
ICICI Bank	Accumulate	295	315	189,390	42,361	51,378	3.6	3.9	18.4	25.7	16.1	11.5	1.8	1.7	11.3	15.0	-	-	
Karur Vysya Bank	Accumulate	150	160	9,092	3,289	3,630	3.7	3.9	10.8	14.1	13.9	10.7	1.7	1.5	12.5	14.7	-	-	
LIC Housing Finance	Neutral	676	-	34,095	4,895	6,332	3.4	3.7	50.7	66.8	13.3	10.1	2.7	2.2	21.7	23.8	-	-	
Punjab Natl.Bank	Neutral	139	-	29,547	23,708	25,758	2.1	2.1	5.9	16.4	23.6	8.5	0.7	0.7	3.0	8.3	-	-	
RBL Bank	Neutral	540	-	20,467	2,309	2,888	2.6	2.5	16.4	19.1	33.0	28.3	4.1	3.7	13.3	13.8	-	-	
Repro Home Finance	Buy	660	825	4,128	496	597	4.4	4.2	38.5	48.7	17.2	13.5	3.1	2.6	19.6	20.6	-	-	
South Ind.Bank	Neutral	29	-	5,224	3,195	3,567	3.0	3.1	3.0	3.8	9.6	7.6	1.0	0.9	10.5	11.9	-	-	
St Bk of India	Neutral	274	-	236,691	105,827	121,056	2.4	2.5	16.1	25.6	17.0	10.7	1.3	1.2	6.6	9.9	-	-	
Union Bank	Neutral	134	-	9,219	14,650	16,225	2.3	2.3	23.1	32.5	5.8	4.1	0.4	0.4	7.1	9.2	-	-	
Yes Bank	Neutral	1,793	-	82,056	11,088	13,138	3.0	2.9	84.0	99.3	21.3	18.1	3.3	2.9	16.3	16.8	-	-	
FMCG																			
Akzo Nobel India	Neutral	1,835	-	8,800	3,164	3,607	13.8	13.7	58.6	67.9	31.3	27.0	7.7	6.8	24.5	25.1	2.6	2.3	
Asian Paints	Neutral	1,205	-	115,622	17,603	20,615	18.6	18.6	2,128.9	2,543.3	0.6	0.5	11.9	10.0	28.0	28.9	6.4	5.4	
Britannia	Neutral	4,243	-	50,943	9,690	11,278	14.8	15.4	84.0	101.0	50.5	42.0	18.4	14.6	40.6	39.0	5.2	4.5	
Colgate	Neutral	1,113	-	30,279	4,420	5,074	24.9	25.3	28.6	32.8	38.9	33.9	15.4	12.4	43.8	40.5	6.6	5.7	
Dabur India	Neutral	309	-	54,466	8,346	9,344	19.6	19.9	7.8	9.0	39.6	34.4	8.0	7.2	25.2	24.8	6.1	5.4	
GlaxoSmith Con*	Neutral	5,235	-	22,015	5,072	5,760	18.2	18.4	176.3	199.2	29.7	26.3	6.3	5.7	21.2	21.7	3.7	3.2	
Godrej Consumer	Neutral	901	-	61,357	10,171	11,682	20.8	21.5	21.7	27.1	41.5	33.2	9.3	8.0	22.3	23.4	6.2	5.3	
HUL	Neutral	1,204	-	260,515	37,077	41,508	20.3	21.8	5,189.9	6,318.5	0.2	0.2	36.7	31.3	74.8	82.0	6.9	6.1	
ITC	Neutral	276	-	335,510	44,588	49,853	37.0	37.3	9.6	11.0	28.7	25.1	7.0	6.7	25.1	27.3	7.0	6.2	
Marico	Neutral	318	-	40,972	6,788	7,766	18.5	19.2	7.1	8.5	44.7	37.4	15.6	13.4	36.9	38.0	5.9	5.1	
Nestle*	Neutral	6,950	-	67,006	10,083	11,182	20.0	20.9	119.7	141.3	58.1	49.2	204.6	187.0	36.7	39.8	6.3	5.7	
Tata Global	Neutral	206	-	12,985	7,121	7,641	11.9	12.3	6.9	8.0	29.8	25.7	2.0	1.9	6.8	7.2	1.6	1.5	
Procter & Gamble Hygiene	Neutral	8,395	-	27,252	3,034	3,579	27.1	27.7	167.7	198.8	50.1	42.2	13.4	11.6	28.8	29.5	8.4	7.0	
IT																			
HCL Tech ^	Buy	851	1,014	121,401	52,342	57,053	20.9	20.9	62.8	67.6	13.6	12.6	3.0	2.6	22.4	20.6	2.0	1.7	
Infosys	Buy	896	1,179	205,739	73,963	80,619	26.0	26.0	64.4	69.3	13.9	12.9	2.7	2.5	19.7	19.6	2.2	2.0	
TCS	Accumulate	2,456	2,651	484,026	127,403	138,870	27.6	27.6	144.5	156.0	17.0	15.8	5.1	4.7	29.7	29.8	3.5	3.1	
Tech Mahindra	Buy	423	533	41,268	31,015	33,496	15.0	15.0	35.6	38.1	11.9	11.1	2.0	1.9	17.0	16.3	1.1	1.0	
Wipro	Neutral	297	-	144,631	58,536	61,858	20.3	20.3	18.2	19.1	16.3	15.6	2.5	2.2	14.6	13.4	2.4	2.3	

Stock Watch

September 07, 2017

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
Media																			
D B Corp	Neutral	376	-	6,913	2,404	2,625	30.5	31.5	23.7	26.9	15.9	14.0	3.7	3.2	23.5	22.8	2.7	2.5	
HT Media	Neutral	98	-	2,287	2,589	2,830	15.1	15.4	8.3	10.9	11.8	9.0	1.0	0.9	8.4	10.4	0.4	0.3	
Jagran Prakashan	Buy	176	225	5,752	2,541	2,835	28.5	28.7	12.7	14.1	13.9	12.5	2.9	2.5	21.3	21.4	2.1	1.8	
Sun TV Network	Neutral	833	-	32,817	3,238	3,789	51.9	55.1	30.9	38.0	27.0	21.9	7.7	6.7	30.0	31.0	9.6	8.1	
Hindustan Media Ventures	Neutral	266	-	1,949	1,002	1,074	23.3	23.5	29.2	33.8	9.1	7.9	1.4	1.2	15.6	15.4	0.9	0.7	
TV Today Network	Buy	266	344	1,589	667	727	27.7	27.7	18.6	20.1	14.3	13.3	2.2	2.3	15.6	17.3	1.9	1.8	
Music Broadcast Limited	Accumulate	379	434	2,160	271	317	91.0	109.0	6.0	10.0	63.1	37.9	3.9	3.6	6.5	9.3	7.6	6.2	
Metals & Mining																			
Coal India	Neutral	255	-	158,568	82,301	91,235	17.0	18.0	17.1	20.5	14.9	12.5	2.8	2.6	45.0	55.0	1.6	1.4	
Hind. Zinc	Neutral	307	-	129,506	22,108	24,555	57.0	58.0	22.1	26.3	13.9	11.7	4.5	3.6	32.0	35.0	4.9	4.1	
Hindalco	Neutral	246	-	55,168	102,350	105,355	13.5	14.5	21.5	24.5	11.4	10.0	1.6	1.3	15.0	15.2	1.1	1.1	
JSW Steel	Neutral	262	-	63,404	64,500	68,245	21.1	21.5	20.1	21.2	13.1	12.4	2.4	2.0	-	-	1.7	1.6	
NMDC	Neutral	134	-	42,507	10,209	11,450	47.0	48.0	11.1	12.1	12.1	11.1	1.7	1.6	-	-	3.7	3.3	
SAIL	Neutral	62	-	25,565	54,100	63,555	3.0	10.0	(10.0)	1.5	41.3	0.8	0.8	-	-	1.5	1.3		
Vedanta	Neutral	318	-	118,300	81,206	87,345	28.0	29.0	26.5	33.5	12.0	9.5	2.7	2.3	-	-	2.2	1.9	
Tata Steel	Neutral	651	-	63,270	121,445	126,500	16.2	17.2	65.4	81.3	10.0	8.0	1.6	1.4	-	-	1.0	0.9	
Oil & Gas																			
GAIL	Neutral	382	-	64,642	53,115	52,344	14.2	15.3	30.0	31.1	12.7	12.3	1.6	1.5	-	-	0.9	0.9	
ONGC	Neutral	162	-	208,219	83,111	84,934	44.2	44.9	16.4	16.9	9.9	9.6	1.2	1.1	-	-	2.4	2.4	
Indian Oil Corp	Neutral	428	-	207,978	396,116	432,560	8.5	8.8	40.1	42.2	10.7	10.2	1.8	1.7	-	-	0.7	0.6	
Reliance Industries	Neutral	1,645	-	534,808	257,711	267,438	17.0	18.2	89.1	89.5	18.5	18.4	1.7	1.6	-	-	1.7	1.7	
Pharmaceuticals																			
Alembic Pharma	Buy	505	600	9,522	3,903	4,584	18.2	19.2	21.8	27.2	23.2	18.6	4.2	3.5	19.8	20.6	2.5	2.1	
Alkem Laboratories Ltd	Buy	1,760	2,161	21,045	6,901	7,850	18.4	19.1	85.0	100.5	20.7	17.5	4.2	3.5	20.2	20.1	3.0	2.7	
Aurobindo Pharma	Accumulate	745	823	43,657	17,086	19,478	22.1	22.0	44.7	51.4	16.7	14.5	3.7	3.0	24.7	22.7	2.7	2.3	
Aventis*	Neutral	3,956	-	9,110	2,508	2,862	16.8	16.8	139.9	153.8	28.3	25.7	4.1	3.3	23.5	25.8	3.2	2.7	
Cadila Healthcare	Reduce	496	426	50,747	11,584	13,228	20.3	20.4	18.7	21.3	26.5	23.3	5.9	4.8	24.6	22.9	4.2	3.6	
Cipla	Sell	557	458	44,793	16,619	19,437	15.4	16.2	19.7	24.3	28.3	22.9	3.2	2.9	12.0	13.2	2.9	2.4	
Dr Reddy's	Neutral	2,197	-	36,413	15,844	17,973	17.6	18.2	91.7	111.0	24.0	19.8	2.7	2.5	11.9	13.0	2.5	2.2	
GSK Pharma*	Neutral	2,447	-	20,728	3,260	3,651	15.0	18.0	46.1	58.6	53.1	41.8	10.9	11.3	20.0	26.5	6.3	5.7	
Indoco Remedies	Sell	194	153	1,790	1,154	1,310	14.9	14.9	11.3	12.7	17.2	15.3	2.4	2.2	15.0	15.0	1.7	1.4	
Ipca labs	Buy	421	540	5,307	3,593	4,022	14.5	15.5	19.4	25.2	21.7	16.7	2.0	1.8	9.5	11.2	1.5	1.4	

Stock Watch

September 07, 2017

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
Pharmaceuticals																			
Lupin	Buy	971	1,467	43,878	18,657	21,289	21.3	23.3	52.8	66.7	18.4	14.6	2.8	2.4	16.3	17.5	2.4	2.0	
Natco Pharma	Accumulate	702	796	12,236	1,836	1,946	31.8	28.9	22.1	20.6	31.8	34.1	6.4	5.7	20.1	16.7	6.5	6.1	
Sun Pharma	Buy	475	558	113,964	32,899	36,451	26.9	25.4	31.6	32.3	15.0	14.7	2.7	2.3	18.7	18.8	3.1	2.6	
Syngene International	Buy	463	557	9,268	1,402	1,823	32.8	36.0	15.9	20.7	29.2	22.4	5.5	4.5	18.7	20.0	6.6	5.1	
Power																			
Tata Power	Neutral	78	-	21,097	32,547	33,806	20.5	20.5	4.7	5.4	16.6	14.6	1.6	1.4	10.5	10.5	1.6	1.6	
NTPC	Neutral	170	-	140,132	86,070	101,246	28.3	30.7	12.9	16.2	13.2	10.5	1.4	1.3	10.6	12.4	3.0	2.7	
Power Grid	Neutral	214	-	111,930	29,183	32,946	89.7	90.0	18.0	20.8	11.9	10.3	2.0	1.8	17.7	18.2	7.8	7.2	
Real Estate																			
Prestige Estate	Neutral	260	-	9,733	4,607	5,146	21.0	22.2	7.9	9.8	32.9	26.5	2.0	1.9	10.3	12.0	3.3	3.0	
MLIFE	Buy	440	522	2,260	487	590	12.3	17.8	21.0	31.2	21.0	14.1	1.1	1.0	5.2	7.4	3.4	2.7	
Telecom																			
Bharti Airtel	Neutral	403	-	161,075	97,903	105,233	36.0	36.3	9.3	11.1	43.3	36.5	2.1	2.0	5.0	5.6	2.6	2.3	
Idea Cellular	Neutral	82	-	29,502	35,012	37,689	27.1	27.7	(4.4)	(2.7)			1.3	1.3	(6.8)	(4.6)	2.2	1.9	
zOthers																			
Abbott India	Neutral	4,198	-	8,920	3,244	3,723	14.9	16.1	167.5	209.4	25.1	20.1	5.5	4.6	23.7	24.8	2.4	2.0	
Asian Granito	Accumulate	458	490	1,378	1,169	1,286	12.5	12.5	16.0	19.7	28.7	23.2	3.1	2.7	10.7	11.6	1.4	1.3	
Bajaj Electricals	Accumulate	344	395	3,493	4,646	5,301	6.7	7.6	16.1	22.3	21.4	15.4	3.5	3.0	16.4	19.2	0.7	0.7	
Banco Products (India)	Neutral	218	-	1,561	1,530	1,695	13.2	12.7	19.0	20.0	11.5	10.9	1.8	1.6	0.2	0.2	0.9	103.4	
Coffee Day Enterprises Ltd	Neutral	246	-	5,066	3,494	3,913	17.4	18.0	4.8	5.7	-	43.2	2.2	2.1	-	0.1	1.9	1.7	
Elecon Engineering	Neutral	51	-	576	171	201	15.0	16.2	36.0	43.0	1.4	1.2	0.1	0.1	0.1	0.1	2.7	2.3	
Garware Wall Ropes	Neutral	925	-	2,024	928	1,003	15.2	15.2	39.4	43.2	23.5	21.4	3.9	3.3	16.5	15.4	2.0	1.8	
Goodyear India*	Neutral	831	-	1,917	1,717	1,866	11.8	12.3	47.9	49.8	17.3	16.7	2.7	2.3	15.6	15.7	0.8	116.3	
Hitachi	Neutral	1,957	-	5,321	2,355	2,715	10.3	10.8	49.0	60.9	39.9	32.1	9.4	7.4	0.2	0.2	2.3	2.0	
HSIL	Neutral	380	-	2,750	2,240	2,670	14.6	15.0	17.0	22.0	22.4	17.3	1.8	1.7	0.1	0.1	1.4	1.2	
Interglobe Aviation	Neutral	1,227	-	44,391	22,570	27,955	14.2	15.0	63.6	81.8	19.3	15.0	10.2	8.6	0.5	0.6	1.6	1.2	
Jyothy Laboratories	Neutral	393	-	7,138	1,781	2,044	14.1	15.0	9.4	10.5	42.0	37.4	8.9	8.4	0.2	0.2	4.2	3.6	
Linc Pen & Plastics	Neutral	241	-	357	420	462	9.3	9.3	15.3	17.1	15.8	14.1	2.7	2.8	16.9	19.5	0.9	0.8	
M M Forgings	Neutral	604	-	729	542	642	20.1	21.0	41.6	56.8	14.5	10.6	2.0	1.7	0.1	0.2	1.8	1.6	
Mirza International	Neutral	160	-	1,922	1,148	1,285	18.0	18.0	8.0	9.4	19.9	17.1	3.3	2.8	16.3	16.1	1.8	1.6	
Navkar Corporation	Buy	197	265	2,812	561	617	41.5	41.5	11.5	12.7	17.1	15.5	1.8	1.6	10.5	10.4	5.7	4.9	
Nilkamal	Neutral	1,524	-	2,274	2,317	2,525	11.4	11.1	96.0	105.0	15.9	14.5	2.7	2.4	0.2	0.2	1.0	0.9	
Parag Milk Foods	Neutral	247	-	2,074	1,987	2,379	7.6	9.0	12.4	18.3	19.9	13.5	2.8	2.5	8.2	13.2	1.2	1.0	

Stock Watch

September 07, 2017

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
zOthers																			
Radico Khaitan	Neutral	164	-	2,177	1,811	1,992	13.2	13.2	8.1	8.8	20.2	18.6	2.0	2.2	10.1	12.0	1.5	1.4	
Relaxo Footwears	Neutral	504	-	6,053	1,981	2,310	13.7	14.5	12.0	15.5	42.0	32.5	8.2	6.6	0.2	0.2	3.1	2.7	
Siyaram Silk Mills	Accumulate	2,207	2,500	2,069	1,769	1,981	12.7	12.7	113.1	131.1	19.5	16.8	3.0	2.6	15.5	15.5	1.3	1.2	
Styrolution ABS India*	Neutral	920	-	1,618	1,800	1,980	8.0	8.1	42.0	46.2	21.9	19.9	2.5	2.2	0.1	0.1	1.0	0.9	
Surya Roshni	Neutral	307	-	1,346	4,870	5,320	7.7	7.8	22.8	28.1	13.5	10.9	1.8	1.6	0.1	0.1	0.5	0.4	
TVS Srichakra	Neutral	3,282	-	2,513	2,729	2,893	12.7	12.5	248.5	265.0	13.2	12.4	3.8	3.1	0.3	0.3	0.9	0.9	
Visaka Industries	Neutral	667	-	1,060	1,104	1,214	12.1	12.6	31.0	37.9	21.5	17.6	2.6	2.4	0.1	0.1	1.2	1.1	
VIP Industries	Accumulate	235	250	3,317	1,450	1,693	10.4	10.5	6.5	7.8	35.9	30.1	7.6	6.6	21.1	22.1	2.3	1.9	
Navin Fluorine	Accumulate	674	730	3,321	945	1,154	22.4	22.6	28.7	34.8	23.5	19.4	3.9	3.3	-	-	3.0	2.4	

Source: Company, Angel Research; Note: *December year end; #September year end; &October year end; Price as on September 06, 2017





Research Team Tel: 022 - 39357800

E-mail: research@angelbroking.com

Website: www.angelbroking.com

DISCLAIMER

Angel Broking Private Limited (hereinafter referred to as "Angel") is a registered Member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited and Metropolitan Stock Exchange Limited. It is also registered as a Depository Participant with CDSL and Portfolio Manager with SEBI. It also has registration with AMFI as a Mutual Fund Distributor. Angel Broking Private Limited is a registered entity with SEBI for Research Analyst in terms of SEBI (Research Analyst) Regulations, 2014 vide registration number INH000000164. Angel or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities Market. Angel or its associates/analyst has not received any compensation / managed or co-managed public offering of securities of the company covered by Analyst during the past twelve months.

This document is solely for the personal information of the recipient, and must not be singularly used as the basis of any investment decision. Nothing in this document should be construed as investment or financial advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in the securities of the companies referred to in this document (including the merits and risks involved), and should consult their own advisors to determine the merits and risks of such an investment.

Reports based on technical and derivative analysis center on studying charts of a stock's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamentals. Investors are advised to refer the Fundamental and Technical Research Reports available on our website to evaluate the contrary view, if any.

The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true, but we do not represent that it is accurate or complete and it should not be relied on as such, as this document is for general guidance only. Angel Broking Pvt. Limited or any of its affiliates/ group companies shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. Angel Broking Pvt. Limited has not independently verified all the information contained within this document. Accordingly, we cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document. While Angel Broking Pvt. Limited endeavors to update on a reasonable basis the information discussed in this material, there may be regulatory, compliance, or other reasons that prevent us from doing so.

This document is being supplied to you solely for your information, and its contents, information or data may not be reproduced, redistributed or passed on, directly or indirectly.

Neither Angel Broking Pvt. Limited, nor its directors, employees or affiliates shall be liable for any loss or damage that may arise from or in connection with the use of this information.