



## Market Cues

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

US markets had a mixed session as concerns due to hurricane Irma as well as a possible North Korean nuclear test made investors cautious. A report from the Commerce Department showed that wholesale inventories rose by 0.6 percent in July against an expectation of an increase of 0.4 percent. The NYSE Arca Natural Gas and the Philadelphia Oil Service Indices fell by 2.8 and 1.8 percent respectively as crude oil prices fell by 1.6\$ per barrel to \$47.48 per barrel.

UK stocks fell during Friday's trade a continuation in the weak performance shown during the week. Mining stocks showed weakness as Chinese export data acted as a source of negative sentiment. Antofagasta, BHP Billiton and Anglo American dropped by 4.11, 3.77 and 3.36 percent respectively.

Indian markets closed on Friday with a mixed session. Mid and small cap stocks moved slightly lower during the session on profit booking. The capital goods index had a strong session and closed up 1.9 percent. The healthcare index closed down 0.9 percent.

## News Analysis

- Biocon targets \$1 bln in revenues by FY19

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	792	807	1.8
Dewan Housing Finance	Financials	Accumulate	544	610	12.1
Mahindra Lifespace	Real Estate	Buy	445	522	17.4
Navkar Corporation	Others	Buy	198	265	33.9
KEI Industries	Capital Goods	Accumulate	275	290	5.3

More Top Picks on Pg5

## Key Upcoming Events

Date	Region	Event Description	Previous Reading	Consensus Expectations
Sep 11, 2017	China	Consumer Price Index (YoY)	1.40	1.60
Sep 11, 2017	India	Exports YoY%	3.94	
Sep 12, 2017	UK	Jobless claims change	(4.20)	
Sep 12, 2017	UK	CPI (YoY)	2.60	2.80
Sep 13, 2017	India	Industrial Production YoY	(0.10)	1.70

More Events on Pg7

Domestic Indices	Chg (%)	(Pts)	(Close)
BSE Sensex	0.1	25	31,688
Nifty	0.0	5	9,935
Mid Cap	(0.4)	(69)	15,755
Small Cap	(0.1)	(13)	16,325
Bankex	0.0	9	27,491

Global Indices	Chg (%)	(Pts)	(Close)
Dow Jones	0.1	13	21,798
Nasdaq	(0.6)	(38)	6,360
FTSE	(0.3)	(19)	7,378
Nikkei	(0.6)	(122)	19,275
Hang Seng	0.5	146	27,668
Shanghai Com	(0.0)	(0)	3,365

Advances / Declines	BSE	NSE
Advances	1,111	692
Declines	1,545	1,002
Unchanged	124	62

Volumes (₹ Cr)	
BSE	3,799
NSE	26,292

#Net Inflows (₹ Cr)	Net	Mtd	Ytd
FII	(303)	(3,409)	43,87
MFs	531	1,890	70,77

Top Gainers	Price (₹)	Chg (%)
Geship	418	7.4
Jswenergy	72	7.3
Sreinfra	117	6.0
Exideind	220	5.9
Igl	1,382	5.3

Top Losers	Price (₹)	Chg (%)
Dishtv	76	(4.2)
Icil	117	(4.1)
Network18	50	(3.7)
Bajfinance	1,893	(3.4)
M&M	1,295	(3.3)

#as on 08<sup>th</sup> Sep, 2017



## News Analysis

### Biocon targets \$1 bln in revenues by FY19

Biocon is betting big on small molecules and generic formulations, biosimilars, branded formulations and research services as it targets \$1 billion revenue by the next fiscal. The company has been chasing this target since 2011 and has identified these verticals as its key focus areas. Biocon had posted a revenue of ₹4,078.7cr in FY17.

To achieve the revenue target, the company expects meaningful near-term growth in biosimilars that from emerging markets and by increasing their presence in post developed markets.

Biocon expects that the growth drivers would be supplemented by addition of new offerings such as products, services and partnerships to help the company achieve its target of \$1 billion revenues by FY19.

## Economic and Political News

- Domestic hotel industry room revenue to rise 11-13 per cent over the next 5 years: CARE
- Trade deficit may narrow to \$10.3 bln in Aug: Morgan Stanley
- Forex reserves increase by \$3.572 bln during the week, touches a record high of \$ 398.122 bln

## Corporate News

- SAIL posts 7 percent increase in sales at 5.5 mln tonnes in the first five months of FY18
- Amrutanjan Healthcare to expand direct distribution network from 2,40,000 outlets to 3,00,000 by the end of FY18
- GMR Infrastructure to seek shareholders approval to raise up ₹2,500cr



## Top Picks

Company	Market Cap (₹ Cr)	CMP (₹)	Target (₹)	Upside (%)	Rationale
Alkem Laboratories	21,370	1,787	2,161	20.9	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	1,360	452	490	8.4	We expect the company would report strong profitability owing to better product mix, higher B2C sales and amalgamation synergy.
Blue Star	7,588	792	807	1.8	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	17,067	544	610	12.1	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	9,034	150	160	7.0	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.
KEl Industries	2,143	275	290	5.3	High order book execution in EPC segment, rising B2C sales and higher exports to boost the revenues and profitability
Mahindra Lifespace	2,281	445	522	17.4	Speedier execution and speedier sales, strong revenue visibility in short-to-long run, attractive valuations
Music Broadcast	2,156	378	434	14.9	Expected to benefit from the lower capex requirement and 15 year long radio broadcast licensing.
Navkar Corporation	2,823	198	265	33.9	Massive capacity expansion along with rail advantage at ICD as well CFS augurs well for the company
Siyaram Silk Mills	2,071	2,209	2,500	13.2	Strong brands and distribution network would boost growth going ahead. Stock currently trades at an inexpensive valuation.
TV Today Network	1,613	270	344	27.2	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	2,40,842	7,973	8,544	7.2	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

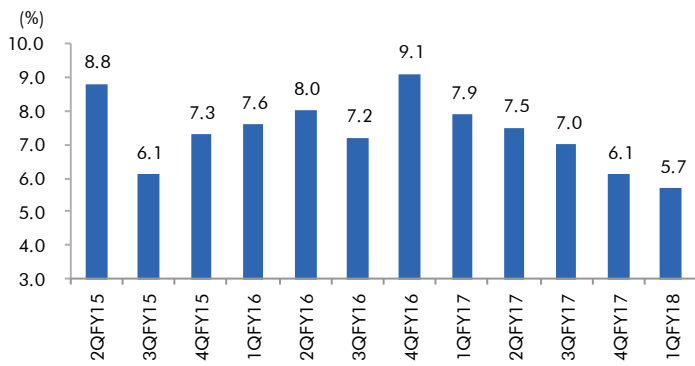
Date	Time	Country	Event Description	Unit	Period	Bloomberg Data	
						Last Reported	Estimated
Sep 11, 2017	7:00 AM	China	Consumer Price Index (YoY)	% Change	Aug	1.40	1.60
		India	Exports YoY%	% Change	Aug	3.94	
Sep 12, 2017	2:00 PM	UK	Jobless claims change	% Change	Aug	(4.20)	
		UK	CPI (YoY)	% Change	Aug	2.60	2.80
Sep 13, 2017	5:30 PM	India	Industrial Production YoY	% Change	Jul	(0.10)	1.70
		US	Producer Price Index (mom)	% Change	Aug	(0.20)	
Sep 14, 2017	6:00 PM	US	Initial Jobless claims	Thousands	Sep 9	298.00	
		China	Industrial Production (YoY)	% Change	Aug	6.40	6.60
	12:00 PM	India	Monthly Wholesale Prices YoY%	% Change	Aug	1.88	3.15
		US	Consumer price index (mom)	% Change	Aug	0.10	0.30
	4:30 PM	UK	BOE Announces rates	% Ratio	Sep 14	0.25	0.25
Sep 15, 2017	6:45 PM	US	Industrial Production	%	Aug	0.19	0.10
Sep 18, 2017	2:30 PM	Euro Zone	Euro-Zone CPI (YoY)	%	Aug F	1.50	
Sep 19, 2017	6:00 PM	US	Housing Starts	Thousands	Aug	1,155.00	1,148.00
		US	Existing home sales	Million	Aug	5.44	5.49
Sep 20, 2017	6:00 PM	US	Building permits	Thousands	Aug	1,230.00	1,205.00
		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	
		Germany	PMI Manufacturing	Value	Sep P	59.30	
Sep 26, 2017	7:30 PM	US	Consumer Confidence	S.A./ 1985=100	Sep	122.90	
		US	New home sales	Thousands	Aug	571.00	
Sep 28, 2017	6:00 PM	US	GDP Qoq (Annualised)	% Change	2Q T	3.00	
Sep 29, 2017	1:25 PM	Germany	Unemployment change (000's)	Thousands	Sep	(5.00)	
		China	PMI Manufacturing	Value	Sep	51.70	

Source: Bloomberg, Angel Research



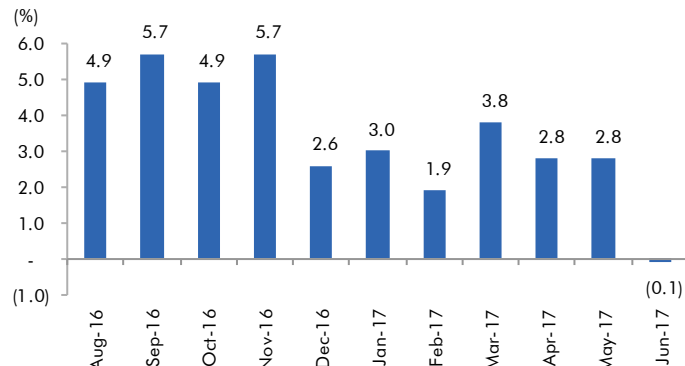
## Macro watch

**Exhibit 1: Quarterly GDP trends**



Source: CSO, Angel Research

**Exhibit 2: IIP trends**



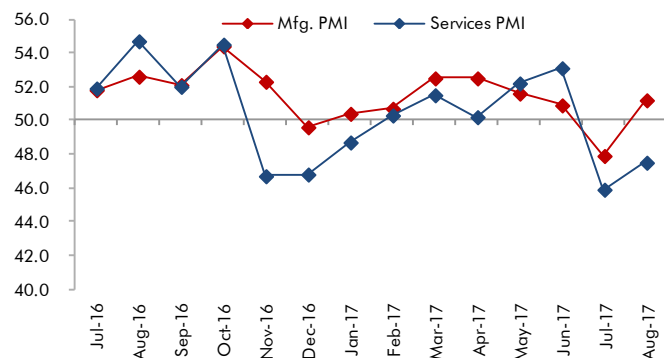
Source: MOSPI, Angel Research

**Exhibit 3: Monthly CPI inflation trends**



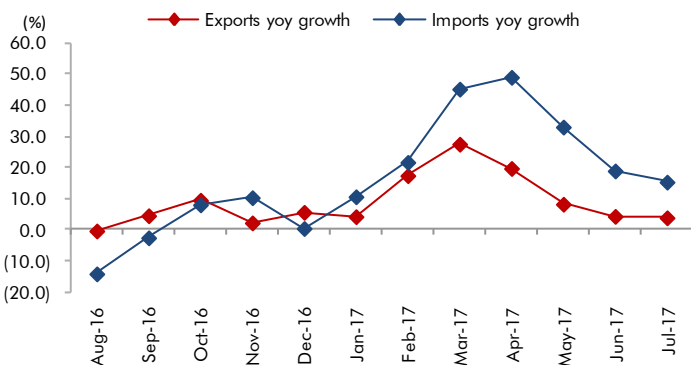
Source: MOSPI, Angel Research

**Exhibit 4: Manufacturing and services PMI**



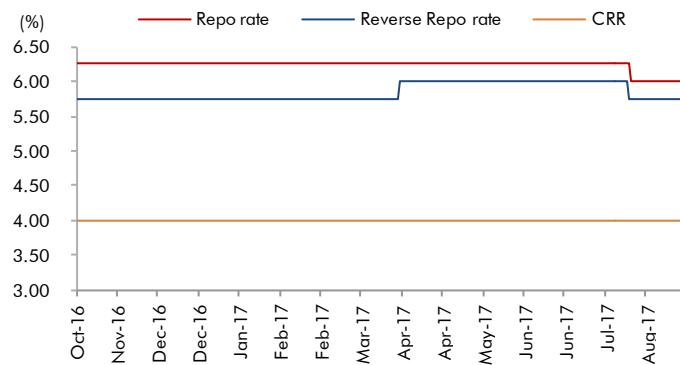
Source: Market, Angel Research; Note: Level above 50 indicates expansion

**Exhibit 5: Exports and imports growth trends**



Source: Bloomberg, Angel Research

**Exhibit 6: Key policy rates**

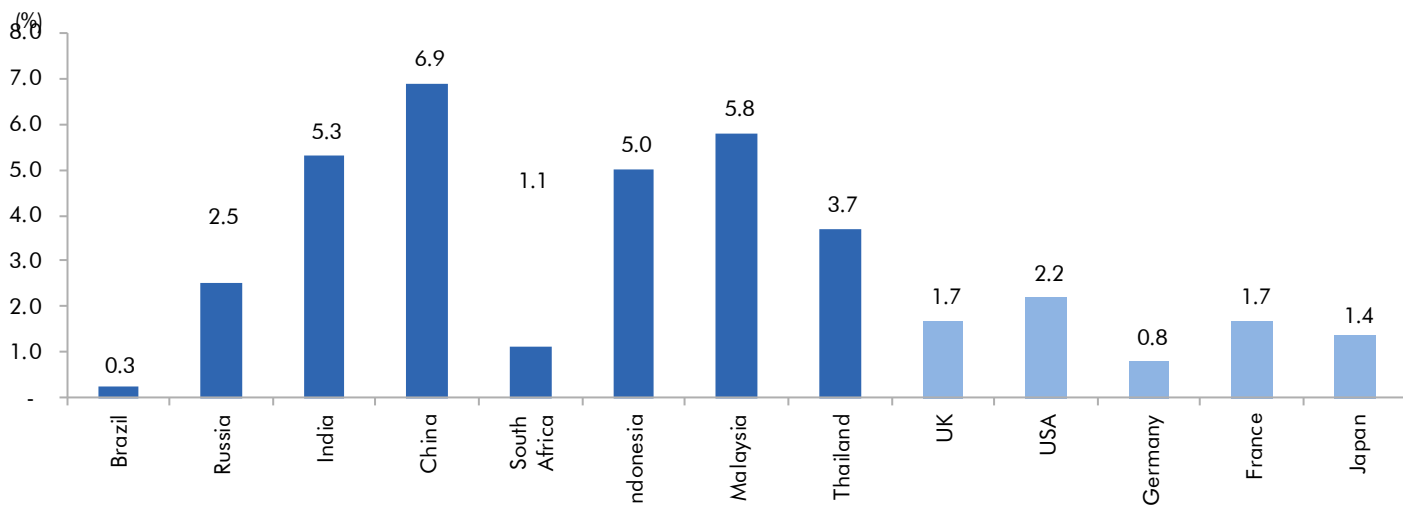


Source: RBI, Angel Research



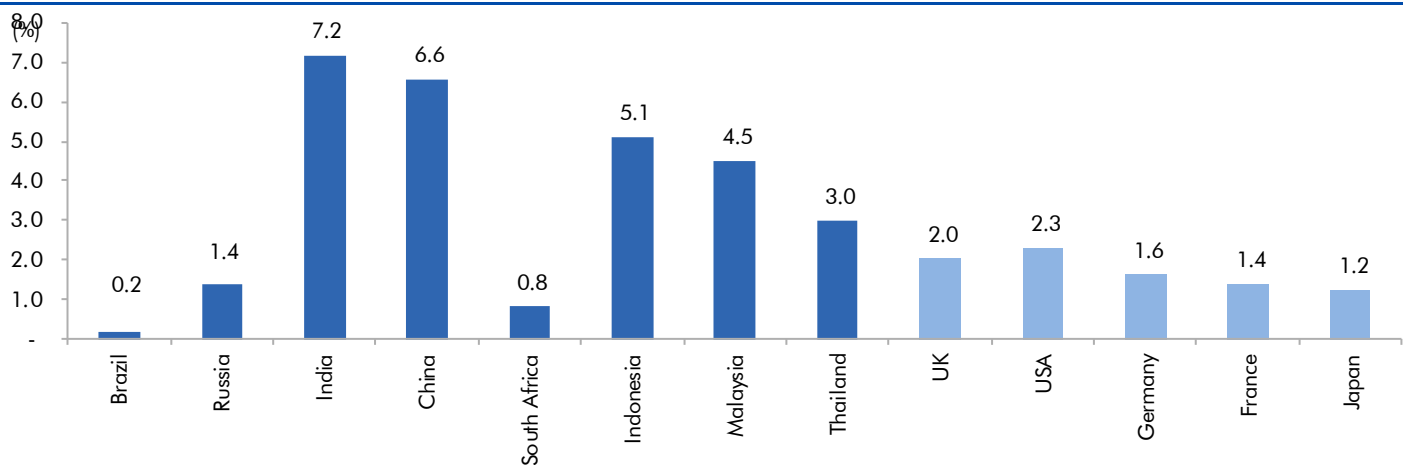
## Global watch

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



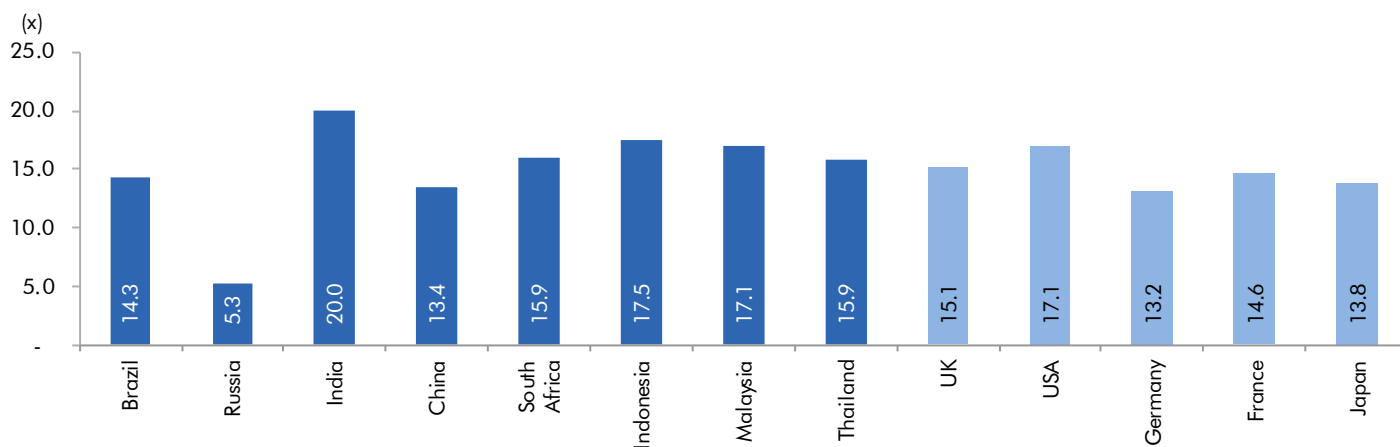
Source: Bloomberg, Angel Research

**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	73,079	7.6	16.4	22.7
Russia	Micex	2,033	2.9	7.9	0.6
India	Nifty	9,935	(1.2)	2.8	12.8
China	Shanghai Composite	3,365	3.6	7.2	10.0
South Africa	Top 40	49,274	(0.6)	7.7	5.3
Mexico	Mexbol	50,084	(2.3)	1.9	7.8
Indonesia	LQ45	976	1.0	2.0	3.8
Malaysia	KLCI	1,780	0.3	0.2	5.8
Thailand	SET 50	1,046	4.4	5.9	8.5
USA	Dow Jones	21,798	(1.3)	2.9	20.5
UK	FTSE	7,378	(2.2)	(2.0)	10.1
Japan	Nikkei	19,275	(3.6)	(3.2)	13.9
Germany	DAX	12,304	1.2	(3.0)	18.6
France	CAC	5,113	(0.6)	(2.4)	18.0

Source: Bloomberg, Angel Research

# Stock Watch

September 11, 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	
<b>Agri / Agri Chemical</b>																			
Rallis	Reduce	222	209	4,307	1,873	2,099	15.0	15.0	9.5	10.5	23.3	21.1	3.5	3.2	15.8	16.0	2.2	2.0	
United Phosphorus	Neutral	813	-	41,311	18,922	21,949	18.0	18.5	36.2	45.6	22.5	17.8	4.7	3.9	22.7	23.8	2.3	2.0	
<b>Auto &amp; Auto Ancillary</b>																			
Ashok Leyland	Accumulate	115	127	33,670	23,339	27,240	10.1	10.8	4.7	6.2	24.8	18.5	4.9	4.4	20.0	23.6	1.4	1.2	
Bajaj Auto	Accumulate	2,914	3,151	84,317	23,936	27,955	19.5	20.1	142.7	167.3	20.4	17.4	4.4	4.0	21.8	22.8	3.1	2.6	
Bharat Forge	Neutral	1,162	-	27,041	7,637	8,755	21.7	23.2	36.1	47.3	32.2	24.6	5.8	4.9	18.5	20.8	3.4	2.9	
Eicher Motors	Neutral	32,629	-	88,824	19,043	22,837	19.5	19.9	835.4	1,019.0	39.1	32.0	14.6	11.2	40.9	37.8	4.5	3.7	
Gabriel India	Neutral	206	-	2,959	1,782	2,033	9.7	10.2	7.1	8.9	29.0	23.3	5.9	5.0	21.0	22.2	1.6	1.4	
Hero Motocorp	Neutral	3,959	-	79,060	32,239	36,878	16.0	15.6	184.4	206.5	21.5	19.2	6.7	5.9	31.3	30.7	2.2	1.9	
Jamna Auto Industries	Neutral	252	-	2,011	1,441	1,662	14.4	14.8	13.9	17.6	18.2	14.3	5.0	4.0	30.0	31.0	1.4	1.2	
Mahindra and Mahindra	Neutral	1,295	-	80,413	46,971	53,816	13.6	14.0	67.7	79.8	19.1	16.2	2.7	2.4	15.0	15.9	1.6	1.3	
Maruti	Accumulate	7,973	8,544	240,842	81,825	101,245	15.0	15.0	283.5	356.0	28.1	22.4	6.1	5.0	21.9	22.4	2.6	2.0	
Minda Industries	Neutral	873	-	7,540	4,328	5,084	11.0	11.9	27.3	36.4	32.0	24.0	6.8	5.3	23.1	25.6	1.8	1.5	
Motherson Sumi	Neutral	328	-	69,113	55,937	64,445	10.8	11.4	16.9	21.1	19.4	15.6	4.3	4.4	25.2	25.4	1.3	1.1	
Tata Motors	Neutral	375	-	108,290	303,167	343,649	11.8	13.8	33.1	54.7	11.3	6.9	1.9	1.5	16.9	23.0	0.4	0.3	
TVS Motor	Neutral	635	-	30,187	13,992	16,216	9.0	9.4	17.1	20.3	37.3	31.3	9.9	7.7	29.7	27.7	2.1	1.8	
Amara Raja Batteries	Accumulate	796	858	13,590	6,140	7,122	14.3	15.6	29.3	39.0	27.2	20.4	4.6	3.9	17.1	19.0	2.2	1.9	
Exide Industries	Neutral	220	-	18,658	8,689	9,854	15.1	15.2	9.7	11.0	22.8	20.0	4.0	3.6	15.7	16.1	1.9	1.6	
Apollo Tyres	Neutral	252	-	12,845	15,739	17,326	13.3	14.6	20.4	26.7	12.4	9.5	1.5	1.3	20.4	26.7	1.0	0.9	
Ceat	Neutral	1,724	-	6,975	6,661	7,717	11.1	14.2	116.2	178.2	14.8	9.7	2.6	2.1	15.2	21.3	1.2	1.0	
JK Tyres	Neutral	145	-	3,290	8,318	9,239	16.2	16.4	21.0	27.5	6.9	5.3	1.3	1.1	19.1	20.4	0.8	0.7	
Swaraj Engines	Neutral	2,030	-	2,522	788	889	16.4	16.5	71.6	81.0	28.4	25.1	8.2	7.6	29.6	31.0	2.9	2.5	
Subros	Neutral	247	-	1,484	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	
<b>Capital Goods</b>																			
BEML	Neutral	1,856	-	7,728	4,286	5,194	7.1	8.2	42.9	58.1	43.3	31.9	3.6	3.2	7.6	8.7	1.9	1.5	
Bharat Electronics	Neutral	188	-	42,026	10,258	12,470	19.6	19.5	7.3	8.6	25.8	21.9	0.5	0.4	20.4	21.9	3.6	2.9	
Voltas	Neutral	536	-	17,722	6,778	8,004	9.6	11.0	17.1	22.4	31.3	23.9	7.5	6.6	17.7	19.8	2.3	1.9	
BHEL	Neutral	128	-	31,280	33,200	39,167	6.8	9.5	6.2	11.2	20.6	11.4	1.0	0.9	4.6	8.0	0.5	0.4	
Blue Star	Neutral	792	-	7,588	5,101	5,997	6.0	7.0	17.9	26.6	44.3	29.8	9.4	8.6	21.9	29.0	1.5	1.3	
CG Power and Industrial Solutions	Neutral	87	-	5,459	6,555	7,292	7.5	7.5	-	0.8	8,710.0	108.9	1.4	1.4	0.1	1.2	0.9	0.8	
Greaves Cotton	Neutral	147	-	3,586	1,778	1,993	14.7	15.1	8.1	9.1	18.1	16.1	4.1	3.8	21.8	23.6	1.8	1.6	



# Stock Watch

September 11, 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	
<b>Capital Goods</b>																			
KEC International	Neutral	313	-	8,051	9,779	11,113	9.4	9.8	14.2	18.2	22.1	17.2	4.2	3.5	21.1	22.1	1.1	1.0	
KEI Industries	Accumulate	275	290	2,143	3,001	3,391	10.0	10.0	13.0	16.1	21.2	17.1	3.9	3.2	18.2	18.7	0.9	0.8	
Thermax	Neutral	879	-	10,474	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	619	681	3,377	3,867	4,126	9.6	10.0	34.9	39.8	17.7	15.5	2.9	2.5	17.7	17.5	0.9	0.8	
<b>Cement</b>																			
ACC	Neutral	1,793	-	33,666	12,255	13,350	13.5	14.3	58.0	66.2	30.9	27.1	3.7	3.4	11.5	12.2	2.7	2.5	
Ambuja Cements	Neutral	282	-	55,906	10,250	11,450	17.5	19.0	7.2	8.3	39.1	33.9	2.8	2.6	7.0	7.8	5.2	4.6	
India Cements	Neutral	183	-	5,647	6,135	6,750	14.8	15.2	8.5	11.5	21.6	15.9	1.1	1.0	4.8	6.2	1.3	1.1	
JK Cement	Neutral	1,023	-	7,154	4,150	4,775	19.2	20.0	49.0	63.5	20.9	16.1	3.3	2.8	17.0	18.5	2.2	1.8	
J K Lakshmi Cement	Neutral	423	-	4,980	3,422	3,757	15.5	17.0	13.5	23.2	31.4	18.2	3.3	2.8	10.8	15.5	1.9	1.6	
Orient Cement	Neutral	159	-	3,257	2,215	3,233	16.8	17.0	5.9	6.9	27.0	23.0	2.1	1.9	10.8	10.1	2.5	1.6	
UltraTech Cement	Neutral	4,127	-	113,290	28,250	35,150	20.2	23.5	77.5	122.2	53.3	33.8	4.5	4.1	9.6	14.8	4.5	3.6	
<b>Construction</b>																			
KNR Constructions	Neutral	203	-	2,852	1,846	2,203	14.5	14.5	12.1	13.7	16.8	14.9	0.9	0.8	17.5	16.7	1.6	1.3	
Larsen & Toubro	Neutral	1,172	-	164,186	95,787	109,476	10.2	11.6	44.5	50.8	26.4	23.1	3.3	3.0	12.9	13.1	2.3	2.0	
Gujarat Pipavav Port	Neutral	134	-	6,468	739	842	61.6	62.7	5.1	6.2	26.2	21.8	3.3	3.2	12.7	14.9	8.2	7.1	
PNC Infratech	Accumulate	134	143	3,438	2,040	2,935	13.0	13.0	6.4	9.0	20.9	14.9	0.5	0.5	9.7	12.2	1.7	1.2	
Simplex Infra	Neutral	450	-	2,226	6,012	6,619	11.6	11.7	21.1	31.0	21.4	14.5	1.5	1.4	6.5	8.6	0.9	0.8	
Sadbhav Engineering	Neutral	284	-	4,876	3,823	4,426	10.7	10.8	10.3	11.8	27.6	24.1	3.3	2.9	10.1	10.5	1.6	1.4	
NBCC	Neutral	209	-	18,792	9,099	12,706	6.4	6.4	7.3	9.6	28.7	21.8	1.3	1.0	27.5	30.5	1.9	1.4	
MEP Infra	Neutral	100	-	1,622	2,403	2,910	18.3	16.8	2.4	6.1	42.4	16.4	16.1	10.9	35.2	55.8	1.8	1.5	
SIPL	Neutral	100	-	3,520	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	160	-	10,775	1,795	2,611	21.1	22.4	5.9	8.1	27.1	19.7	1.9	1.9	12.9	16.1	4.4	2.8	
<b>Financials</b>																			
Axis Bank	Buy	493	580	118,261	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	137	-	31,521	22,533	26,079	2.4	2.4	12.0	20.9	11.4	6.6	0.7	0.7	6.6	11.0	-	-	
Canara Bank	Neutral	332	-	19,815	17,925	20,235	2.0	2.1	18.5	36.5	17.9	9.1	0.7	0.6	3.4	6.2	-	-	
Can Fin Homes	Neutral	2,861	-	7,617	586	741	3.5	3.5	107.8	141.0	26.5	20.3	5.8	4.7	24.1	25.6	-	-	
Cholamandalam Inv. & Fin. Co.	Accumulate	1,161	1,230	18,143	2,826	3,307	6.3	6.3	53.7	64.6	21.6	18.0	3.7	3.1	18.3	18.9	-	-	
Dewan Housing Finance	Accumulate	544	610	17,067	2,676	3,383	2.4	2.7	37.4	49.7	14.6	11.0	1.9	1.7	13.8	16.2	-	-	
Equitas Holdings	Buy	172	235	5,836	1,125	1,380	9.6	9.8	1.5	6.0	114.8	28.7	2.6	2.4	2.4	8.2	-	-	
Federal Bank	Accumulate	111	125	21,646	4,896	5,930	2.8	3.1	5.4	7.6	20.7	14.7	1.8	1.6	8.5	11.0	-	-	

# Stock Watch

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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	
<b>Financials</b>																			
HDFC Bank	Neutral	1,788	-	461,553	55,236	63,253	4.5	4.4	68.9	82.4	26.0	21.7	4.5	3.8	18.7	18.5	-	-	
ICICI Bank	Accumulate	292	315	187,326	42,361	51,378	3.6	3.9	18.4	25.7	15.9	11.4	1.7	1.7	11.3	15.0	-	-	
Karur Vysya Bank	Accumulate	150	160	9,034	3,289	3,630	3.7	3.9	10.8	14.1	13.8	10.6	1.7	1.5	12.5	14.7	-	-	
LIC Housing Finance	Neutral	659	-	33,267	4,895	6,332	3.4	3.7	50.7	66.8	13.0	9.9	2.6	2.1	21.7	23.8	-	-	
Punjab Natl.Bank	Neutral	138	-	29,355	23,708	25,758	2.1	2.1	5.9	16.4	23.5	8.4	0.7	0.7	3.0	8.3	-	-	
RBL Bank	Neutral	537	-	20,369	2,309	2,888	2.6	2.5	16.4	19.1	32.8	28.2	4.1	3.7	13.3	13.8	-	-	
Repro Home Finance	Buy	666	825	4,167	496	597	4.4	4.2	38.5	48.7	17.3	13.7	3.1	2.6	19.6	20.6	-	-	
South Ind.Bank	Neutral	29	-	5,179	3,195	3,567	3.0	3.1	3.0	3.8	9.5	7.5	1.0	0.8	10.5	11.9	-	-	
St Bk of India	Neutral	272	-	234,749	105,827	121,056	2.4	2.5	16.1	25.6	16.9	10.6	1.3	1.2	6.6	9.9	-	-	
Union Bank	Neutral	131	-	9,531	14,650	16,225	2.3	2.3	23.1	32.5	5.7	4.0	0.4	0.4	7.1	9.2	-	-	
Yes Bank	Neutral	1,789	-	81,878	11,088	13,138	3.0	2.9	84.0	99.3	21.3	18.0	3.3	2.8	16.3	16.8	-	-	
<b>FMCG</b>																			
Akzo Nobel India	Neutral	1,823	-	8,745	3,164	3,607	13.8	13.7	58.6	67.9	31.1	26.8	7.6	6.7	24.5	25.1	2.6	2.3	
Asian Paints	Neutral	1,203	-	115,358	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	4,291	-	51,517	9,690	11,278	14.8	15.4	84.0	101.0	51.1	42.5	18.6	14.8	40.6	39.0	5.3	4.5	
Colgate	Neutral	1,157	-	31,458	4,420	5,074	24.9	25.3	28.6	32.8	40.4	35.3	16.0	12.9	43.8	40.5	6.9	5.9	
Dabur India	Neutral	307	-	54,105	8,346	9,344	19.6	19.9	7.8	9.0	39.4	34.1	7.9	7.2	25.2	24.8	6.1	5.3	
GlaxoSmith Con*	Neutral	5,175	-	21,764	5,072	5,760	18.2	18.4	176.3	199.2	29.4	26.0	6.2	5.6	21.2	21.7	3.6	3.1	
Godrej Consumer	Neutral	923	-	62,873	10,171	11,682	20.8	21.5	21.7	27.1	42.5	34.1	9.6	8.2	22.3	23.4	6.3	5.4	
HUL	Neutral	1,207	-	261,198	37,077	41,508	20.3	21.8	5,189.9	6,318.5	0.2	0.2	36.8	31.4	74.8	82.0	6.9	6.2	
ITC	Neutral	272	-	331,853	44,588	49,853	37.0	37.3	9.6	11.0	28.4	24.8	7.0	6.6	25.1	27.3	6.9	6.2	
Marico	Neutral	325	-	41,998	6,788	7,766	18.5	19.2	7.1	8.5	45.8	38.3	16.0	13.7	36.9	38.0	6.0	5.3	
Nestle*	Neutral	7,195	-	69,369	10,083	11,182	20.0	20.9	119.7	141.3	60.1	50.9	211.8	193.6	36.7	39.8	6.6	5.9	
Tata Global	Neutral	207	-	13,045	7,121	7,641	11.9	12.3	6.9	8.0	30.0	25.8	2.0	1.9	6.8	7.2	1.6	1.5	
Procter & Gamble Hygiene	Neutral	8,350	-	27,105	3,034	3,579	27.1	27.7	167.7	198.8	49.8	42.0	13.4	11.5	28.8	29.5	8.4	7.0	
<b>IT</b>																			
HCL Tech ^	Buy	860	1,014	122,778	52,342	57,053	20.9	20.9	62.8	67.6	13.7	12.7	3.1	2.6	22.4	20.6	2.0	1.7	
Infosys	Buy	884	1,179	203,144	73,963	80,619	26.0	26.0	64.4	69.3	13.7	12.8	2.7	2.5	19.7	19.6	2.2	1.9	
TCS	Accumulate	2,470	2,651	486,725	127,403	138,870	27.6	27.6	144.5	156.0	17.1	15.8	5.1	4.7	29.7	29.8	3.5	3.1	
Tech Mahindra	Buy	430	533	41,954	31,015	33,496	15.0	15.0	35.6	38.1	12.1	11.3	2.1	1.9	17.0	16.3	1.1	1.0	
Wipro	Neutral	300	-	146,195	58,536	61,858	20.3	20.3	18.2	19.1	16.5	15.7	2.6	2.2	14.6	13.4	2.4	2.3	

# Stock Watch

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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	
<b>Media</b>																			
D B Corp	Neutral	374	-	6,876	2,404	2,625	30.5	31.5	23.7	26.9	15.8	13.9	3.7	3.2	23.5	22.8	2.7	2.5	
HT Media	Neutral	102	-	2,381	2,589	2,830	15.1	15.4	8.3	10.9	12.3	9.4	1.0	0.9	8.4	10.4	0.5	0.3	
Jagran Prakashan	Buy	177	225	5,783	2,541	2,835	28.5	28.7	12.7	14.1	13.9	12.6	2.9	2.5	21.3	21.4	2.1	1.8	
Sun TV Network	Neutral	807	-	31,799	3,238	3,789	51.9	55.1	30.9	38.0	26.1	21.2	7.5	6.5	30.0	31.0	9.3	7.9	
Hindustan Media Ventures	Neutral	265	-	1,945	1,002	1,074	23.3	23.5	29.2	33.8	9.1	7.8	1.4	1.2	15.6	15.4	0.9	0.7	
TV Today Network	Buy	270	344	1,613	667	727	27.7	27.7	18.6	20.1	14.5	13.5	2.3	2.3	15.6	17.3	1.9	1.8	
Music Broadcast Limited	Accumulate	378	434	2,156	271	317	91.0	109.0	6.0	10.0	63.0	37.8	3.9	3.6	6.5	9.3	7.5	6.2	
<b>Metals &amp; Mining</b>																			
Coal India	Neutral	254	-	157,948	82,301	91,235	17.0	18.0	17.1	20.5	14.9	12.4	2.8	2.6	45.0	55.0	1.6	1.4	
Hind. Zinc	Neutral	304	-	128,619	22,108	24,555	57.0	58.0	22.1	26.3	13.8	11.6	4.5	3.6	32.0	35.0	4.8	4.0	
Hindalco	Neutral	249	-	55,922	102,350	105,355	13.5	14.5	21.5	24.5	11.6	10.2	1.6	1.4	15.0	15.2	1.1	1.1	
JSW Steel	Neutral	263	-	63,500	64,500	68,245	21.1	21.5	20.1	21.2	13.1	12.4	2.4	2.1	-	-	1.7	1.6	
NMDC	Neutral	135	-	42,554	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	63	-	26,040	54,100	63,555	3.0	10.0	(10.0)	1.5		42.0	0.8	0.8	-	-	1.5	1.3	
Vedanta	Neutral	330	-	122,705	81,206	87,345	28.0	29.0	26.5	33.5	12.5	9.9	2.8	2.4	-	-	2.3	1.9	
Tata Steel	Neutral	656	-	63,663	121,445	126,500	16.2	17.2	65.4	81.3	10.0	8.1	1.6	1.4	-	-	1.0	0.9	
<b>Oil &amp; Gas</b>																			
GAIL	Neutral	379	-	64,160	53,115	52,344	14.2	15.3	30.0	31.1	12.7	12.2	1.6	1.5	-	-	0.9	0.9	
ONGC	Neutral	162	-	207,770	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	429	-	208,391	396,116	432,560	8.5	8.8	40.1	42.2	10.7	10.2	1.9	1.7	-	-	0.7	0.6	
Reliance Industries	Neutral	817	-	531,458	257,711	267,438	17.0	18.2	89.1	89.5	9.2	9.1	0.9	0.8	-	-	1.7	1.6	
<b>Pharmaceuticals</b>																			
Alembic Pharma	Buy	499	600	9,409	3,903	4,584	18.2	19.2	21.8	27.2	22.9	18.4	4.2	3.5	19.8	20.6	2.4	2.1	
Alkem Laboratories Ltd	Buy	1,787	2,161	21,370	6,901	7,850	18.4	19.1	85.0	100.5	21.0	17.8	4.3	3.6	20.2	20.1	3.1	2.7	
Aurobindo Pharma	Accumulate	738	823	43,229	17,086	19,478	22.1	22.0	44.7	51.4	16.5	14.4	3.7	3.0	24.7	22.7	2.6	2.3	
Aventis*	Neutral	3,953	-	9,105	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	Sell	502	426	51,397	11,584	13,228	20.3	20.4	18.7	21.3	26.9	23.6	6.0	4.9	24.6	22.9	4.3	3.7	
Cipla	Sell	551	458	44,310	16,619	19,437	15.4	16.2	19.7	24.3	28.0	22.7	3.2	2.8	12.0	13.2	2.8	2.4	
Dr Reddy's	Neutral	2,159	-	35,791	15,844	17,973	17.6	18.2	91.7	111.0	23.5	19.5	2.7	2.4	11.9	13.0	2.5	2.2	
GSK Pharma*	Neutral	2,458	-	20,816	3,260	3,651	15.0	18.0	46.1	58.6	53.3	41.9	10.9	11.3	20.0	26.5	6.3	5.7	
Indoco Remedies	Sell	194	153	1,784	1,154	1,310	14.9	14.9	11.3	12.7	17.1	15.2	2.4	2.2	15.0	15.0	1.7	1.4	
Ipca labs	Buy	421	540	5,309	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	

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		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
<b>Pharmaceuticals</b>																			
Lupin	Buy	968	1,467	43,741	18,657	21,289	21.3	23.3	52.8	66.7	18.3	14.5	2.8	2.4	16.3	17.5	2.4	2.0	
Natco Pharma	Accumulate	721	796	12,568	1,836	1,946	31.8	28.9	22.1	20.6	32.6	35.0	6.6	5.8	20.1	16.7	6.7	6.3	
Sun Pharma	Buy	471	558	113,017	32,899	36,451	26.9	25.4	31.6	32.3	14.9	14.6	2.6	2.3	18.7	18.8	3.1	2.6	
Syngene International	Buy	483	557	9,658	1,402	1,823	32.8	36.0	15.9	20.7	30.4	23.4	5.7	4.7	18.7	20.0	6.9	5.3	
<b>Power</b>																			
Tata Power	Neutral	77	-	20,827	32,547	33,806	20.5	20.5	4.7	5.4	16.4	14.4	1.6	1.4	10.5	10.5	1.6	1.6	
NTPC	Neutral	168	-	138,194	86,070	101,246	28.3	30.7	12.9	16.2	13.0	10.4	1.3	1.2	10.6	12.4	3.0	2.7	
Power Grid	Neutral	213	-	111,511	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	
<b>Real Estate</b>																			
Prestige Estate	Neutral	259	-	9,705	4,607	5,146	21.0	22.2	7.9	9.8	32.8	26.4	2.0	1.9	10.3	12.0	3.3	3.0	
MLIFE	Buy	445	522	2,281	487	590	12.3	17.8	21.0	31.2	21.2	14.3	1.1	1.1	5.2	7.4	3.4	2.8	
<b>Telecom</b>																			
Bharti Airtel	Neutral	403	-	161,175	97,903	105,233	36.0	36.3	9.3	11.1	43.4	36.5	2.1	2.0	5.0	5.6	2.6	2.3	
Idea Cellular	Neutral	80	-	28,765	35,012	37,689	27.1	27.7	(4.4)	(2.7)			1.2	1.3	(6.8)	(4.6)	2.1	1.9	
<b>zOthers</b>																			
Abbott India	Neutral	4,198	-	8,921	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	452	490	1,360	1,169	1,286	12.5	12.5	16.0	19.7	28.3	22.9	3.0	2.7	10.7	11.6	1.4	1.2	
Bajaj Electricals	Accumulate	345	395	3,507	4,646	5,301	6.7	7.6	16.1	22.3	21.5	15.5	3.5	3.0	16.4	19.2	0.7	0.7	
Banco Products (India)	Neutral	219	-	1,563	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	103.5	
Coffee Day Enterprises Ltd	Neutral	242	-	4,977	3,494	3,913	17.4	18.0	4.8	5.7	-	42.4	2.1	2.0	-	0.1	1.9	1.7	
Elecon Engineering	Neutral	50	-	565	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	913	-	1,998	928	1,003	15.2	15.2	39.4	43.2	23.2	21.2	3.8	3.3	16.5	15.4	2.0	1.8	
Goodyear India*	Neutral	826	-	1,904	1,717	1,866	11.8	12.3	47.9	49.8	17.2	16.6	2.7	2.3	15.6	15.7	0.8	115.2	
Hitachi	Neutral	1,925	-	5,234	2,355	2,715	10.3	10.8	49.0	60.9	39.3	31.6	9.2	7.3	0.2	0.2	2.3	1.9	
HSIL	Neutral	380	-	2,744	2,240	2,670	14.6	15.0	17.0	22.0	22.3	17.3	1.8	1.7	0.1	0.1	1.4	1.2	
Interglobe Aviation	Neutral	1,222	-	44,198	22,570	27,955	14.2	15.0	63.6	81.8	19.2	15.0	10.1	8.5	0.5	0.6	1.6	1.2	
Jyothy Laboratories	Neutral	396	-	7,200	1,781	2,044	14.1	15.0	9.4	10.5	42.4	37.7	9.0	8.5	0.2	0.2	4.3	3.6	
Linc Pen & Plastics	Neutral	239	-	353	420	462	9.3	9.3	15.3	17.1	15.6	14.0	2.6	2.7	16.9	19.5	0.9	0.8	
M M Forgings	Neutral	619	-	747	542	642	20.1	21.0	41.6	56.8	14.9	10.9	2.1	1.7	0.1	0.2	1.8	1.6	
Mirza International	Neutral	166	-	1,991	1,148	1,285	18.0	18.0	8.0	9.4	20.6	17.7	3.4	2.9	16.3	16.1	1.9	1.7	
Navkar Corporation	Buy	198	265	2,823	561	617	41.5	41.5	11.5	12.7	17.2	15.6	1.8	1.6	10.5	10.4	5.7	5.0	
Nilkamal	Neutral	1,588	-	2,370	2,317	2,525	11.4	11.1	96.0	105.0	16.5	15.1	2.8	2.5	0.2	0.2	1.0	0.9	
Parag Milk Foods	Neutral	246	-	2,071	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	

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		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E
<b>zOthers</b>																		
Radico Khaitan	Neutral	176	-	2,343	1,811	1,992	13.2	13.2	8.1	8.8	21.7	20.0	2.2	2.4	10.1	12.0	1.6	1.5
Relaxo Footwears	Neutral	508	-	6,100	1,981	2,310	13.7	14.5	12.0	15.5	42.3	32.8	8.2	6.7	0.2	0.2	3.1	2.7
Siyaram Silk Mills	Accumulate	2,209	2,500	2,071	1,769	1,981	12.7	12.7	113.1	131.1	19.5	16.9	3.0	2.6	15.5	15.5	1.4	1.2
Styrolution ABS India*	Neutral	912	-	1,604	1,800	1,980	8.0	8.1	42.0	46.2	21.7	19.7	2.4	2.2	0.1	0.1	1.0	0.9
Surya Roshni	Neutral	301	-	1,321	4,870	5,320	7.7	7.8	22.8	28.1	13.3	10.7	1.8	1.5	0.1	0.1	0.5	0.4
TVS Srichakra	Neutral	3,229	-	2,472	2,729	2,893	12.7	12.5	248.5	265.0	13.0	12.2	3.7	3.0	0.3	0.3	0.9	0.9
Visaka Industries	Neutral	656	-	1,041	1,104	1,214	12.1	12.6	31.0	37.9	21.2	17.3	2.6	2.3	0.1	0.1	1.2	1.0
VIP Industries	Accumulate	227	250	3,202	1,450	1,693	10.4	10.5	6.5	7.8	34.6	29.0	7.3	6.4	21.1	22.1	2.2	1.9
Navin Fluorine	Accumulate	668	730	3,293	945	1,154	22.4	22.6	28.7	34.8	23.3	19.2	3.9	3.3	-	-	3.0	2.3

Source: Company, Angel Research; Note: \*December year end; #September year end; &October year end; Price as on September 08, 2017



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