



Market Cues

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

U.S. stock market indexes ended lower on Monday on the back of a fresh flare up in tensions between the U.S. and North Korea and a sharp decline in technology shares. The NASDAQ plunged by 0.9 percent to 6,471, the Dow dipped by 0.2 percent to 22,296 and the S&P 500 slipped 0.2 percent to 2,496.

The U.K. stocks slipped Monday, struggling as sterling climbed against the euro in the wake of Germany's general election, and as bank stocks sagged as the Bank of England reiterated a warning about risks from credit growth. The FTSE 100 index fell 0.1% to close at 7,301, led by financial and mining shares.

Indian shares ended sharply lower for a second consecutive session Monday on concerns over fiscal deficit after reports emerged that the government is thinking of spending ₹50,000 crore to boost the country's slowing economy. Muted global cues also weighed on markets as geopolitical tensions persisted and elections in Germany and New Zealand set the stage for periods of political uncertainty. The BSE Sensex dropped by 0.93% to finish at 31,626 after falling as much as 450 points in the afternoon.

News Analysis

- PM launches ₹16,320-crore 'power for all' project

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	763	850	11.4
Dewan Housing Finance	Financials	Buy	525	610	16.3
Asian Granito	Others	Buy	478	570	19.3
Navkar Corporation	Others	Buy	185	265	43.2
KEI Industries	Capital Goods	Buy	318	371	16.9

More Top Picks on Pg5

Key Upcoming Events

Date	Region	Event Description	Previous Reading	Consensus Expectations
Sep 26, 2017	US	Consumer Confidence	122.90	120.00
Sep 26, 2017	US	New home sales	571.00	587.50
Sep 28, 2017	Euro Zone	Euro-Zone Consumer Confidence	(1.20)	(1.20)
Sep 28, 2017	US	Initial Jobless claims	259.00	270.00
Sep 28, 2017	US	GDP Qoq (Annualised)	3.00	3.10

More Events on Pg7

Domestic Indices	Chg (%)	(Pts)	(Close)
BSE Sensex	(0.9)	(296)	31,627
Nifty	(0.9)	(92)	9,873
Mid Cap	(1.1)	(177)	15,433
Small Cap	(2.0)	(330)	15,963
Bankex	(0.8)	(215)	27,184

Global Indices	Chg (%)	(Pts)	(Close)
Dow Jones	(0.2)	(54)	22,296
Nasdaq	(0.9)	(56)	6,371
FTSE	(0.1)	(9)	7,301
Nikkei	(0.2)	(48)	20,350
Hang Seng	0.2	59	27,559
Shanghai Com	(0.1)	(3)	3,339

Advances / Declines	BSE	NSE
Advances	556	314
Declines	2,049	1,423
Unchanged	142	44

Volumes (₹ Cr)	
BSE#	4,690
NSE	29,598

#Net Inflows (₹ Cr)	Net	Mtd	Ytd
FII	981	(4,955)	42,334
MFs	351	7,976	76,863

Top Gainers	Price (₹)	Chg (%)
Sci	98	11.6
Ubl	859	6.3
Aegislog	231	3.9
Bfutilite	408	3.8
Oberoirly	423	3.8

Top Losers	Price (₹)	Chg (%)
Infibeam	120	(16.8)
Ibrealst	201	(8.4)
Dhfl	525	(7.6)
Jpassociat	17	(6.0)
Indigo	1,046	(5.9)

#as on 25th Sep, 2017



News Analysis

PM launches ₹16,320-crore 'power for all' project

The Narendra Modi government, which started its 'power for all' campaign in rural India with the Deen Dayal Upadhyaya Gram Jyoti Yojana (DDUGJY), is continuing its campaign, with the Prime Minister on Monday launching the Pradhan Mantri Sahaj Bijli Har Ghar Yojana — Saubhagya.

Launching Saubhagya scheme, Modi said: "There are over 4 crore households in the country without electricity. That means almost 20 per cent of all 25 crore households are devoid of a basic necessity like power."

The government is targeting the completion of household electrification by December 2018. Industry observers believe that this represents a natural transition of government policy from electrification of villages to connecting households. Access to energy is central to development and this initiative to expedite that access is strongly positive for growth.

Under the Deen Dayal Upadhyaya Gram Jyoti Yojana, the government had decided to electrify 18,452 unelectrified villages within 1,000 days, by May 1, 2018. Today, there are only 3,000 unelectrified villages left in the country, Modi said.

Capacit'e Infra Projects Ltd (CIL). – Book Profit

We have recommended SUBSCRIBE to Capacit'e Infra Projects Ltd (CIL). Largely owing to, CIL's experienced management, revenue visibility, and strong track record of timely delivery of projects and strong relationships, which gave us comfort that it would continue to gain incremental order inflow going ahead.

It got listed yesterday at ₹399 per share; 60% premium to issue price. Finally, closed at ₹342.40, which is premium of 37%. AT CMP it trades at 33x FY17 Earnings. Hence we recommend to booking profit in Capacit'e Infra Projects Ltd.

Economic and Political News

- RBI caps banks' investment limit in deposit-taking NBFCs at 10%
- PM Narendra Modi forms Economic Advisory Council; Bibek Debroy to head it
- 3,000 State schemes to be brought under Direct Benefit transfer scheme (DBT) ambit
- RBI has been intervening to stem rupee's appreciation: Arvind Subramanian

Corporate News

- Maruti to launch premium S-Cross in a brand new avatar
- GAIL plans to set up petrochemical complex in Andhra Pradesh
- Aditya Birla Capital receives in-principle nod from RBI to set up an asset reconstruction company



Top Picks

Company	Market Cap (₹ Cr)	CMP (₹)	Target (₹)	Upside (%)	Rationale
Alkem Laboratories	22,066	1,846	2,079	12.6	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	1,437	478	570	19.3	We expect the company would report strong profitability owing to better product mix, higher B2C sales and amalgamation synergy.
Blue Star	7,307	763	850	11.4	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	16,447	525	610	16.3	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	8,705	144	180	25.0	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.
KEI Industries	2,470	318	371	16.9	High order book execution in EPC segment, rising B2C sales and higher exports to boost the revenues and profitability
Music Broadcast	2,216	388	434	11.7	Expected to benefit from the lower capex requirement and 15 year long radio broadcast licensing.
Navkar Corporation	2,638	185	265	43.2	Massive capacity expansion along with rail advantage at ICD as well CFS augurs well for the company
Siyaram Silk Mills	2,038	2,174	2,500	15.0	Strong brands and distribution network would boost growth going ahead. Stock currently trades at an inexpensive valuation.
TV Today Network	2,472	414	484	16.8	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	2,40,238	7,953	8,658	8.9	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.
GIC Housing	2,693	500	655	31.0	We expect loan book to grow at 24.3% over next two year; change in borrowing mix will help in NIM improvement..

Source: Company, Angel Research



Key Upcoming Events

Global economic events release calendar

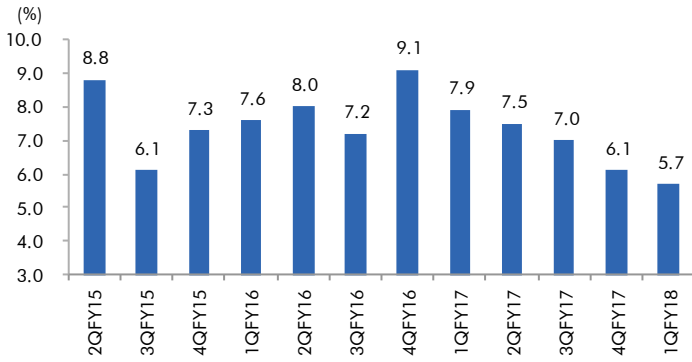
Date	Time	Country	Event Description	Unit	Period	Bloomberg Data	
						Last Reported	Estimated
Sep 26, 2017	7:30 PM	US	Consumer Confidence	S.A./ 1985= 100	Sep	122.90	120.00
	7:30 PM	US	New home sales	Thousands	Aug	571.00	587.50
Sep 28, 2017	2:30 PM	Euro Zone	Euro-Zone Consumer Confidence	Value	Sep F	(1.20)	(1.20)
	6:00 PM	US	Initial Jobless claims	Thousands	Sep 23	259.00	270.00
	6:00 PM	US	GDP Qoq (Annualised)	% Change	2Q T	3.00	3.10
Sep 29, 2017	6:30 AM	China	PMI Manufacturing	Value	Sep	51.70	51.50
	1:25 PM	Germany	Unemployment change (000's)	Thousands	Sep	(5.00)	(5.00)
Sep 30, 2017	2:00 PM	UK	GDP (YoY)	% Change	2Q F	1.70	1.70
Oct 02, 2017	1:25 PM	Germany	PMI Manufacturing	Value	Sep F	60.60	
	2:00 PM	UK	PMI Manufacturing	Value	Sep	56.90	
Oct 04, 2017	1:25 PM	Germany	PMI Services	Value	Sep F	55.60	
	2:30 PM	India	RBI Reverse Repo rate	%	Oct 4	5.75	
	2:30 PM	India	RBI Repo rate	%	Oct 4	6.00	
Oct 06, 2017	2:30 PM	India	RBI Cash Reserve ratio	%	Oct 4	4.00	
	6:00 PM	US	Change in Nonfarm payrolls	Thousands	Sep	156.00	50.00
Oct 10, 2017	6:00 PM	US	Unemployment rate	%	Sep	4.40	4.40
		India	Imports YoY%	% Change	Sep	21.00	
	2:00 PM	UK	Industrial Production (YoY)	% Change	Aug	0.40	
Oct 12, 2017		India	Exports YoY%	% Change	Sep	10.30	
		US	Producer Price Index (mom)	% Change	Sep	0.50	
Oct 13, 2017	5:30 PM	India	Industrial Production YoY	% Change	Aug	1.20	
	6:00 PM	US	Consumer price index (mom)	% Change	Sep	0.40	0.50
Oct 16, 2017		China	Exports YoY%	% Change	Sep	5.60	
	12:00 PM	India	Monthly Wholesale Prices YoY%	% Change	Sep	3.24	

Source: Bloomberg, Angel Research



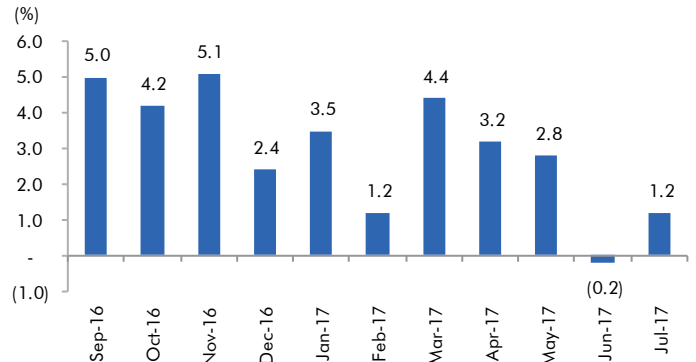
Macro watch

Exhibit 1: Quarterly GDP trends



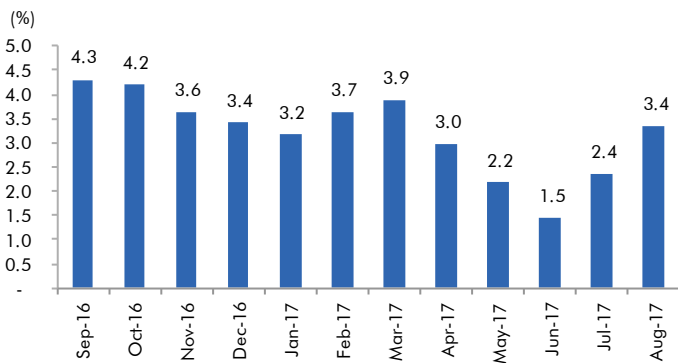
Source: CSO, Angel Research

Exhibit 2: IIP trends



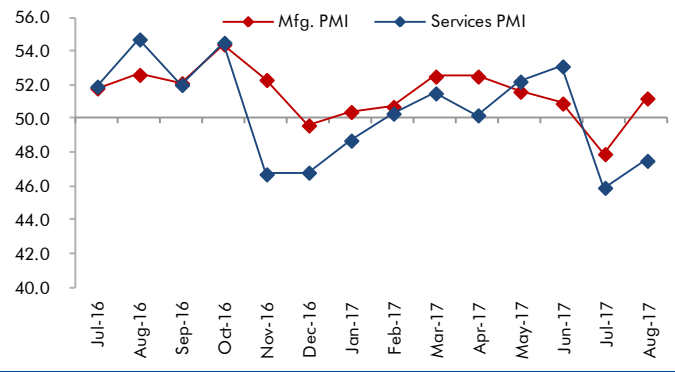
Source: MOSPI, Angel Research

Exhibit 3: Monthly CPI inflation trends



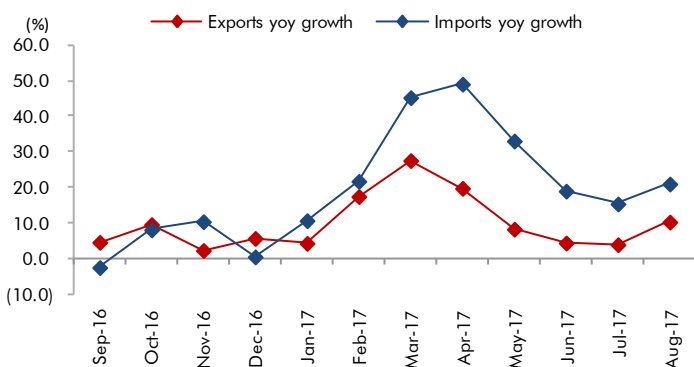
Source: MOSPI, Angel Research

Exhibit 4: Manufacturing and services PMI



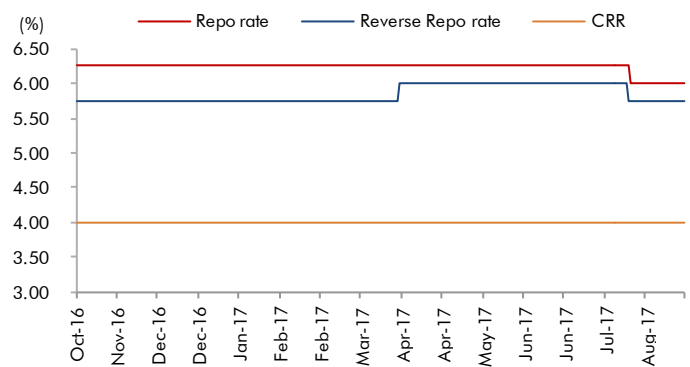
Source: Market, Angel Research; Note: Level above 50 indicates expansion

Exhibit 5: Exports and imports growth trends



Source: Bloomberg, Angel Research

Exhibit 6: Key policy rates

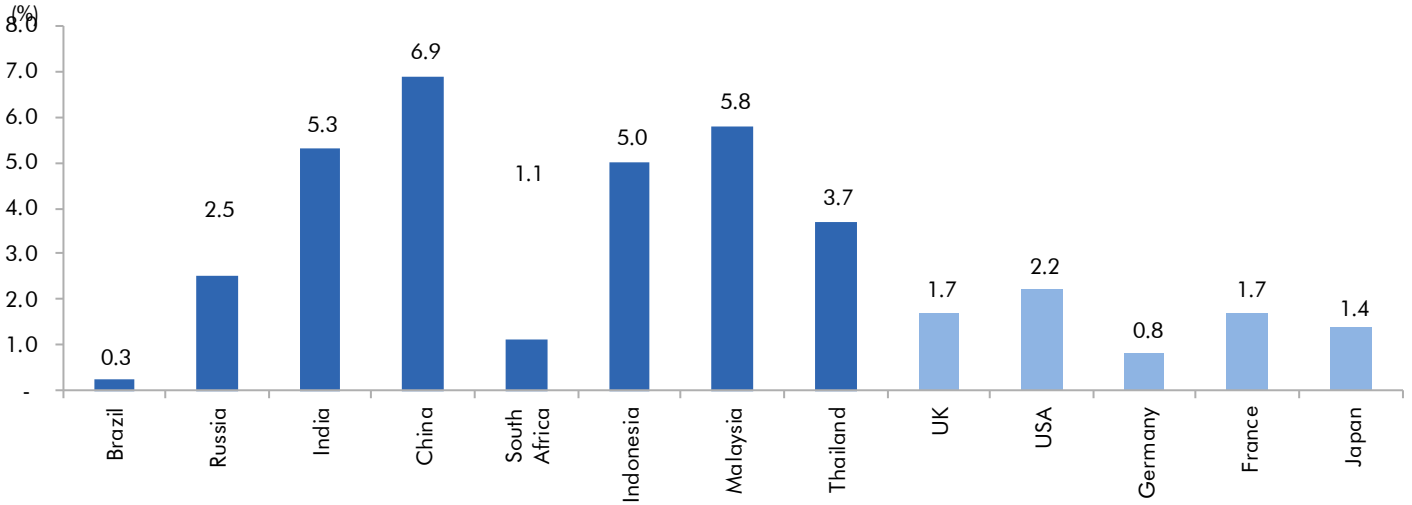


Source: RBI, Angel Research



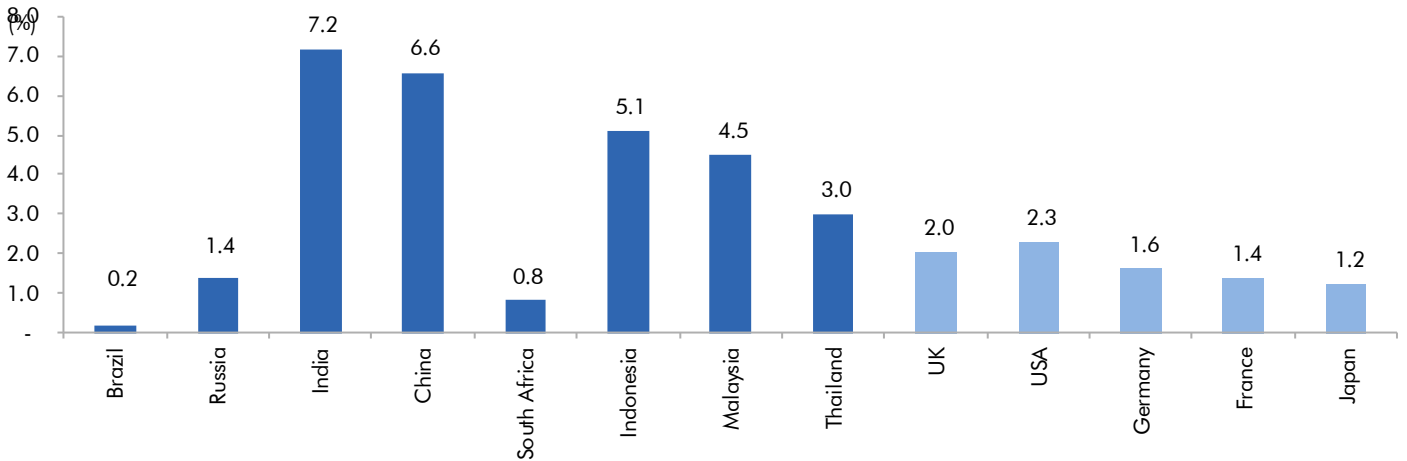
Global watch

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



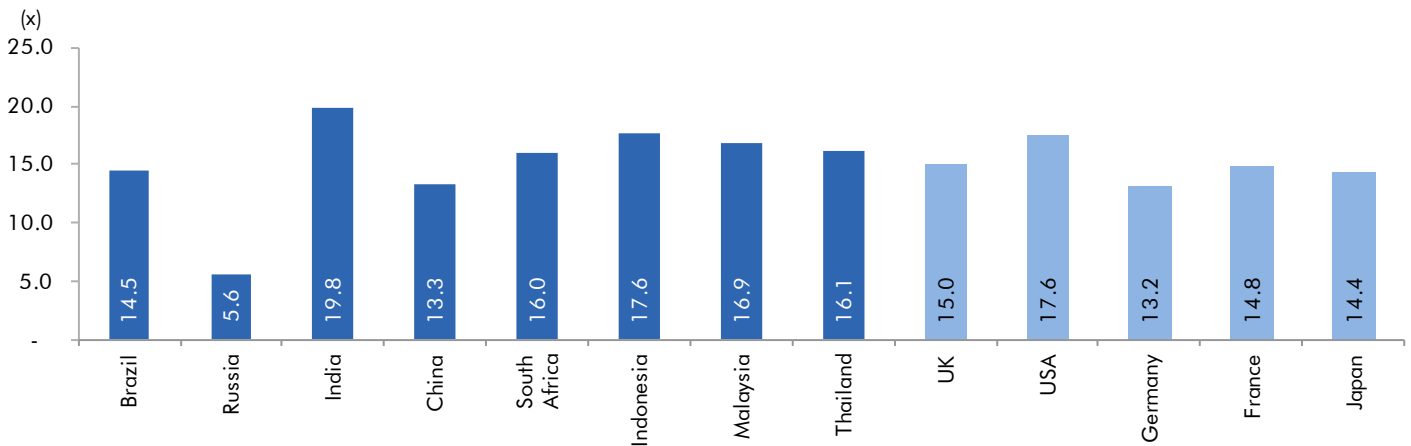
Source: Bloomberg, Angel Research

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, data as of 20th Sept-17



Exhibit 4: Relative performance of indices across globe

Country	Name of index	Closing price	1M	Returns (%)	
				3M	1YR
Brazil	Bovespa	74,443	5.6	19.7	27.5
Russia	Micex	2,069	4.8	10.1	4.7
India	Nifty	9,873	0.2	2.5	12.5
China	Shanghai Composite	3,342	0.2	5.2	11.2
South Africa	Top 40	49,565	(0.3)	9.3	11.9
Mexico	Mexbol	50,368	(2.1)	2.6	5.5
Indonesia	LQ45	981	(0.7)	1.2	6.1
Malaysia	KLCI	1,769	(0.4)	(1.1)	6.5
Thailand	SET 50	1,067	6.4	7.3	12.1
USA	Dow Jones	22,296	2.2	4.2	23.2
UK	FTSE	7,301	(1.1)	(2.0)	7.3
Japan	Nikkei	20,398	5.0	1.4	24.3
Germany	DAX	12,595	3.4	(0.6)	21.0
France	CAC	5,267	3.0	0.2	18.3

Source: Bloomberg, Angel Research, data as of 20th Sept-17

Stock Watch

September 26, 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	Neutral	213	-	4,141	1,873	2,099	15.0	15.0	9.5	10.5	22.4	20.3	3.4	3.1	15.8	16.0	2.1	1.9	
United Phosphorus	Neutral	787	-	40,000	18,922	21,949	18.0	18.5	36.2	45.6	21.8	17.3	4.6	3.8	22.7	23.8	2.3	1.9	
Auto & Auto Ancillary																			
Ashok Leyland	Accumulate	113	127	33,041	23,339	27,240	10.1	10.8	4.7	6.2	24.3	18.2	4.9	4.3	20.0	23.6	1.4	1.2	
Bajaj Auto	Neutral	3,039	-	87,927	23,936	27,955	19.5	20.1	142.7	167.3	21.3	18.2	4.6	4.1	21.8	22.8	3.3	2.7	
Bharat Forge	Neutral	1,223	-	28,464	7,637	8,755	21.7	23.2	36.1	47.3	33.9	25.9	6.1	5.2	18.5	20.8	3.6	3.0	
Eicher Motors	Neutral	30,980	-	84,335	19,043	22,837	19.5	19.9	835.4	1,019.0	37.1	30.4	13.9	10.7	40.9	37.8	4.3	3.5	
Gabriel India	Neutral	195	-	2,797	1,782	2,033	9.7	10.2	7.1	8.9	27.4	22.0	5.5	4.7	21.0	22.2	1.5	1.3	
Hero Motocorp	Accumulate	3,756	4,129	74,999	32,239	36,878	16.0	15.6	184.4	206.5	20.4	18.2	6.4	5.6	31.3	30.7	2.1	1.8	
Jamna Auto Industries	Neutral	256	-	2,039	1,441	1,662	14.4	14.8	13.9	17.6	18.4	14.5	5.0	4.1	30.0	31.0	1.4	1.2	
Mahindra and Mahindra	Neutral	1,259	-	78,217	46,971	53,816	13.6	14.0	67.7	79.8	18.6	15.8	2.7	2.4	15.0	15.9	1.6	1.3	
Maruti	Accumulate	7,953	8,658	240,238	81,825	101,245	15.0	15.0	283.5	356.0	28.1	22.3	6.1	5.0	21.9	22.4	2.6	2.0	
Minda Industries	Neutral	833	-	7,199	4,328	5,084	11.0	11.9	27.3	36.4	30.6	22.9	6.5	5.1	23.1	25.6	1.7	1.5	
Motherson Sumi	Neutral	334	-	70,302	55,937	64,445	10.8	11.4	16.9	21.1	19.8	15.9	4.4	4.5	25.2	25.4	1.3	1.1	
Tata Motors	Neutral	408	-	117,862	303,167	343,649	11.8	13.8	33.1	54.7	12.3	7.5	2.0	1.6	16.9	23.0	0.4	0.4	
TVS Motor	Neutral	642	-	30,496	13,992	16,216	9.0	9.4	17.1	20.3	37.7	31.6	10.0	7.7	29.7	27.7	2.1	1.8	
Amara Raja Batteries	Buy	739	858	12,630	6,140	7,122	14.3	15.6	29.3	39.0	25.2	19.0	4.3	3.6	17.1	19.0	2.1	1.8	
Exide Industries	Neutral	208	-	17,667	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	249	-	12,695	15,739	17,326	13.3	14.6	20.4	26.7	12.2	9.3	1.5	1.3	20.4	26.7	1.0	0.9	
Ceat	Neutral	1,686	-	6,820	6,661	7,717	11.1	14.2	116.2	178.2	14.5	9.5	2.5	2.1	15.2	21.3	1.1	1.0	
JK Tyres	Neutral	150	-	3,402	8,318	9,239	16.2	16.4	21.0	27.5	7.2	5.5	1.4	1.1	19.1	20.4	0.9	0.7	
Swaraj Engines	Neutral	2,050	-	2,546	788	889	16.4	16.5	71.6	81.0	28.6	25.3	8.3	7.7	29.6	31.0	2.9	2.5	
Subros	Neutral	223	-	1,338	1,855	2,135	11.6	11.8	10.3	14.7	21.8	15.2	3.3	2.8	15.8	19.1	0.9	0.8	
Capital Goods																			
BEML	Neutral	1,676	-	6,980	4,286	5,194	7.1	8.2	42.9	58.1	39.1	28.9	3.2	2.9	7.6	8.7	1.7	1.4	
Bharat Electronics	Neutral	181	-	40,429	10,258	12,470	19.6	19.5	7.3	8.6	24.8	21.1	0.5	0.4	20.4	21.9	3.4	2.8	
Voltas	Neutral	510	-	16,867	6,778	8,004	9.6	11.0	17.1	22.4	29.8	22.8	7.1	6.2	17.7	19.8	2.2	1.8	
BHEL	Neutral	127	-	31,170	33,200	39,167	6.8	9.5	6.2	11.2	20.5	11.4	0.9	0.9	4.6	8.0	0.5	0.4	
Blue Star	Accumulate	763	850	7,307	5,220	6,207	6.3	6.6	16.8	22.3	45.4	34.2	9.0	8.0	19.9	23.3	1.4	1.1	
CG Power and Industrial Solutions	Neutral	79	-	4,951	6,555	7,292	7.5	7.5	-	0.8	7,900.0	98.8	1.2	1.2	0.1	1.2	0.8	0.8	
Greaves Cotton	Neutral	136	-	3,326	1,778	1,993	14.7	15.1	8.1	9.1	16.8	15.0	3.8	3.5	21.8	23.6	1.6	1.5	

Stock Watch

September 26, 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	Buy	301	350	7,750	9,779	11,113	9.4	9.8	14.2	18.2	21.2	16.6	4.1	3.3	21.1	22.1	1.1	0.9	
KEI Industries	Buy	318	371	2,470	3,001	3,391	10.0	10.0	13.0	16.1	24.4	19.7	4.4	3.7	18.2	18.7	1.0	0.9	
Thermax	Neutral	850	-	10,134	4,125	4,747	10.3	10.8	26.7	31.5	31.9	27.0	3.6	3.3	11.2	12.0	2.2	1.9	
VATech Wabag	Accumulate	599	681	3,268	3,867	4,126	9.6	10.0	34.9	39.8	17.2	15.0	2.8	2.4	17.7	17.5	0.9	0.8	
Cement																			
ACC	Neutral	1,632	-	30,640	12,255	13,350	13.5	14.3	58.0	66.2	28.1	24.7	3.3	3.1	11.5	12.2	2.5	2.3	
Ambuja Cements	Neutral	263	-	52,173	10,250	11,450	17.5	19.0	7.2	8.3	36.5	31.7	2.6	2.5	7.0	7.8	4.9	4.3	
India Cements	Neutral	168	-	5,166	6,135	6,750	14.8	15.2	8.5	11.5	19.7	14.6	1.0	0.9	4.8	6.2	1.2	1.0	
JK Cement	Neutral	944	-	6,603	4,150	4,775	19.2	20.0	49.0	63.5	19.3	14.9	3.1	2.6	17.0	18.5	2.0	1.7	
J K Lakshmi Cement	Neutral	387	-	4,554	3,422	3,757	15.5	17.0	13.5	23.2	28.7	16.7	3.0	2.6	10.8	15.5	1.7	1.5	
Orient Cement	Neutral	153	-	3,130	2,215	3,233	16.8	17.0	5.9	6.9	25.9	22.1	2.0	1.8	10.8	10.1	2.4	1.6	
UltraTech Cement	Neutral	3,911	-	107,369	28,250	35,150	20.2	23.5	77.5	122.2	50.5	32.0	4.3	3.9	9.6	14.8	4.3	3.4	
Construction																			
KNR Constructions	Neutral	209	-	2,935	1,846	2,203	14.5	14.5	12.1	13.7	17.3	15.3	0.9	0.8	17.5	16.7	1.6	1.4	
Larsen & Toubro	Neutral	1,165	-	163,115	95,787	109,476	10.2	11.6	44.5	50.8	26.2	23.0	3.3	3.0	12.9	13.1	2.3	2.0	
Gujarat Pipavav Port	Neutral	133	-	6,418	739	842	61.6	62.7	5.1	6.2	26.0	21.6	3.3	3.2	12.7	14.9	8.1	7.0	
PNC Infratech	Accumulate	134	143	3,426	2,040	2,935	13.0	13.0	6.4	9.0	20.9	14.8	0.5	0.5	9.7	12.2	1.7	1.2	
Simplex Infra	Neutral	452	-	2,236	6,012	6,619	11.6	11.7	21.1	31.0	21.5	14.6	1.5	1.4	6.5	8.6	0.9	0.8	
Sadbhav Engineering	Neutral	288	-	4,941	3,823	4,426	10.7	10.8	10.3	11.8	28.0	24.4	3.4	2.9	10.1	10.5	1.6	1.4	
NBCC	Neutral	211	-	19,022	9,099	12,706	6.4	6.4	7.3	9.6	29.0	22.1	1.3	1.0	27.5	30.5	2.0	1.4	
MEP Infra	Neutral	100	-	1,631	2,403	2,910	18.3	16.8	2.4	6.1	42.7	16.5	16.2	10.9	35.2	55.8	1.8	1.5	
SIPL	Neutral	96	-	3,385	2,060	2,390	46.8	47.7	(5.8)	(3.1)			3.6	4.1	(14.2)	(2.3)	6.4	6.0	
Engineers India	Neutral	153	-	10,317	1,795	2,611	21.1	22.4	5.9	8.1	26.0	18.9	1.9	1.8	12.9	16.1	4.1	2.7	
Financials																			
Axis Bank	Buy	501	580	120,191	32,558	35,843	3.5	3.2	27.8	41.0	18.0	12.2	2.0	1.7	11.4	14.9	-	-	
Bank of Baroda	Neutral	142	-	32,800	22,533	26,079	2.4	2.4	12.0	20.9	11.9	6.8	0.8	0.7	6.6	11.0	-	-	
Canara Bank	Neutral	325	-	19,430	17,925	20,235	2.0	2.1	18.5	36.5	17.6	8.9	0.7	0.6	3.4	6.2	-	-	
Can Fin Homes	Neutral	2,588	-	6,889	586	741	3.5	3.5	107.8	141.0	24.0	18.4	5.3	4.3	24.1	25.6	-	-	
Cholamandalam Inv. & Fin. Co.	Accumulate	1,097	1,230	17,142	2,826	3,307	6.3	6.3	53.7	64.6	20.4	17.0	3.5	3.0	18.3	18.9	-	-	
Dewan Housing Finance	Buy	525	610	16,447	2,676	3,383	2.4	2.7	37.4	49.7	14.0	10.6	1.8	1.6	13.8	16.2	-	-	
Equitas Holdings	Buy	156	235	5,284	1,125	1,380	9.6	9.8	1.5	6.0	104.0	26.0	2.4	2.2	2.4	8.2	-	-	
Federal Bank	Accumulate	112	125	21,749	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 26, 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																			
GIC Housing	Buy	500	655	2,693	376	477	3.6	3.7	33.0	40.0	15.2	12.5	2.7	2.3	20.0	23.0	-	-	
HDFC Bank	Neutral	1,799	-	464,380	55,236	63,253	4.5	4.4	68.9	82.4	26.1	21.8	4.6	3.8	18.7	18.5	-	-	
ICICI Bank	Accumulate	280	315	179,331	42,361	51,378	3.6	3.9	18.4	25.7	15.2	10.9	1.7	1.6	11.3	15.0	-	-	
Karur Vysya Bank	Buy	144	180	8,705	3,289	3,630	3.7	3.9	10.8	14.1	13.3	10.2	1.6	1.4	12.5	14.7	-	-	
LIC Housing Finance	Neutral	622	-	31,388	4,895	6,332	3.4	3.7	50.7	66.8	12.3	9.3	2.5	2.0	21.7	23.8	-	-	
Punjab Natl.Bank	Neutral	138	-	29,302	23,708	25,758	2.1	2.1	5.9	16.4	23.4	8.4	0.7	0.7	3.0	8.3	-	-	
RBL Bank	Neutral	513	-	21,173	2,309	2,888	2.6	2.5	16.4	19.1	31.3	26.9	3.9	3.5	13.3	13.8	-	-	
Repco Home Finance	Buy	613	825	3,837	496	597	4.4	4.2	38.5	48.7	15.9	12.6	2.9	2.4	19.6	20.6	-	-	
South Ind.Bank	Neutral	29	-	5,161	3,195	3,567	3.0	3.1	3.0	3.8	9.5	7.5	0.9	0.8	10.5	11.9	-	-	
St Bk of India	Neutral	259	-	223,268	105,827	121,056	2.4	2.5	16.1	25.6	16.1	10.1	1.3	1.2	6.6	9.9	-	-	
Union Bank	Neutral	130	-	9,454	14,650	16,225	2.3	2.3	23.1	32.5	5.6	4.0	0.4	0.4	7.1	9.2	-	-	
Yes Bank	Neutral	360	-	82,342	11,088	13,138	3.0	2.9	84.0	99.3	4.3	3.6	0.7	0.6	16.3	16.8	-	-	
FMCG																			
Akzo Nobel India	Neutral	1,816	-	8,708	3,164	3,607	13.8	13.7	58.6	67.9	31.0	26.7	7.6	6.7	24.5	25.1	2.6	2.3	
Asian Paints	Neutral	1,196	-	114,744	17,603	20,615	18.6	18.6	2,128.9	2,543.3	0.6	0.5	11.8	10.0	28.0	28.9	6.3	5.3	
Britannia	Neutral	4,280	-	51,388	9,690	11,278	14.8	15.4	84.0	101.0	51.0	42.4	18.6	14.8	40.6	39.0	5.3	4.5	
Colgate	Neutral	1,085	-	29,509	4,420	5,074	24.9	25.3	28.6	32.8	37.9	33.1	15.0	12.1	43.8	40.5	6.4	5.6	
Dabur India	Neutral	313	-	55,056	8,346	9,344	19.6	19.9	7.8	9.0	40.1	34.7	8.1	7.3	25.2	24.8	6.2	5.5	
GlaxoSmith Con*	Neutral	4,946	-	20,800	5,072	5,760	18.2	18.4	176.3	199.2	28.1	24.8	6.0	5.4	21.2	21.7	3.4	3.0	
Godrej Consumer	Neutral	933	-	63,534	10,171	11,682	20.8	21.5	21.7	27.1	43.0	34.4	9.7	8.3	22.3	23.4	6.4	5.5	
HUL	Neutral	1,246	-	269,770	37,077	41,508	20.3	21.8	5,189.9	6,318.5	0.2	0.2	38.0	32.5	74.8	82.0	7.1	6.4	
ITC	Neutral	262	-	319,611	44,588	49,853	37.0	37.3	9.6	11.0	27.3	23.9	6.7	6.4	25.1	27.3	6.7	5.9	
Marico	Neutral	319	-	41,134	6,788	7,766	18.5	19.2	7.1	8.5	44.9	37.5	15.7	13.5	36.9	38.0	5.9	5.1	
Nestle*	Neutral	7,131	-	68,758	10,083	11,182	20.0	20.9	119.7	141.3	59.6	50.5	210.0	191.9	36.7	39.8	6.5	5.8	
Tata Global	Neutral	197	-	12,411	7,121	7,641	11.9	12.3	6.9	8.0	28.5	24.6	1.9	1.8	6.8	7.2	1.5	1.4	
Procter & Gamble Hygiene	Neutral	8,348	-	27,098	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	
IT																			
HCL Tech ^	Buy	873	1,014	124,526	52,342	57,053	20.9	20.9	62.8	67.6	13.9	12.9	3.1	2.7	22.4	20.6	2.1	1.8	
Infosys	Buy	897	1,179	205,958	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	2,508	2,651	494,223	127,403	138,870	27.6	27.6	144.5	156.0	17.4	16.1	5.2	4.8	29.7	29.8	3.5	3.2	
Tech Mahindra	Buy	452	533	44,062	31,015	33,496	15.0	15.0	35.6	38.1	12.7	11.9	2.2	2.0	17.0	16.3	1.2	1.0	

Stock Watch

September 26, 2017

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
IT																			
Wipro	Neutral	292	-	141,913	58,536	61,858	20.3	20.3	18.2	19.1	16.0	15.3	2.5	2.2	14.6	13.4	2.4	2.2	
Media																			
D B Corp	Neutral	366	-	6,726	2,404	2,625	30.5	31.5	23.7	26.9	15.4	13.6	3.6	3.1	23.5	22.8	2.6	2.4	
HT Media	Neutral	95	-	2,201	2,589	2,830	15.1	15.4	8.3	10.9	11.4	8.7	0.9	0.8	8.4	10.4	0.4	0.3	
Jagran Prakashan	Buy	173	225	5,670	2,541	2,835	28.5	28.7	12.7	14.1	13.7	12.3	2.8	2.5	21.3	21.4	2.1	1.8	
Sun TV Network	Neutral	787	-	31,014	3,238	3,789	51.9	55.1	30.9	38.0	25.5	20.7	7.3	6.4	30.0	31.0	9.1	7.7	
Hindustan Media Ventures	Neutral	262	-	1,919	1,002	1,074	23.3	23.5	29.2	33.8	9.0	7.7	1.4	1.2	15.6	15.4	0.9	0.6	
TV Today Network	Neutral	414	-	2,472	667	727	27.7	27.7	18.6	20.1	22.3	20.7	3.5	3.5	15.6	17.3	3.2	3.0	
Music Broadcast Limited	Accumulate	388	434	2,216	271	317	91.0	109.0	6.0	10.0	64.7	38.8	4.0	3.7	6.5	9.3	7.8	6.4	
Metals & Mining																			
Coal India	Neutral	257	-	159,499	82,301	91,235	17.0	18.0	17.1	20.5	15.0	12.5	2.8	2.7	45.0	55.0	1.6	1.4	
Hind. Zinc	Neutral	292	-	123,358	22,108	24,555	57.0	58.0	22.1	26.3	13.2	11.1	4.3	3.5	32.0	35.0	4.6	3.8	
Hindalco	Neutral	229	-	51,412	102,350	105,355	13.5	14.5	21.5	24.5	10.7	9.4	1.5	1.2	15.0	15.2	1.1	1.0	
JSW Steel	Neutral	237	-	57,276	64,500	68,245	21.1	21.5	20.1	21.2	11.8	11.2	2.2	1.9	-	-	1.6	1.5	
NMDC	Neutral	120	-	38,077	10,209	11,450	47.0	48.0	11.1	12.1	10.8	10.0	1.5	1.4	-	-	3.2	2.9	
SAIL	Neutral	57	-	23,418	54,100	63,555	3.0	10.0	(10.0)	1.5	37.8	0.8	0.8	-	-	1.4	1.2		
Vedanta	Neutral	307	-	114,044	81,206	87,345	28.0	29.0	26.5	33.5	11.6	9.2	2.6	2.3	-	-	2.2	1.8	
Tata Steel	Neutral	640	-	62,172	121,445	126,500	16.2	17.2	65.4	81.3	9.8	7.9	1.6	1.3	-	-	1.0	0.9	
Oil & Gas																			
GAIL	Neutral	398	-	67,263	53,115	52,344	14.2	15.3	30.0	31.1	13.3	12.8	1.7	1.5	-	-	1.0	1.0	
ONGC	Neutral	164	-	211,043	83,111	84,934	44.2	44.9	16.4	16.9	10.0	9.7	1.2	1.1	-	-	2.4	2.4	
Indian Oil Corp	Neutral	399	-	193,751	396,116	432,560	8.5	8.8	40.1	42.2	10.0	9.5	1.7	1.5	-	-	0.6	0.6	
Reliance Industries	Neutral	820	-	533,604	257,711	267,438	17.0	18.2	89.1	89.5	9.2	9.2	0.9	0.8	-	-	1.7	1.7	
Pharmaceuticals																			
Alembic Pharma	Buy	484	600	9,119	3,903	4,584	18.2	19.2	21.8	27.2	22.2	17.8	4.0	3.4	19.8	20.6	2.4	2.0	
Alkem Laboratories Ltd	Accumulate	1,846	2,079	22,066	6,320	7,341	17.5	19.8	72.7	96.6	25.4	19.1	4.5	3.8	16.7	18.7	3.4	2.9	
Aurobindo Pharma	Buy	703	823	41,161	17,086	19,478	22.1	22.0	44.7	51.4	15.7	13.7	3.5	2.8	24.7	22.7	2.5	2.2	
Aventis*	Neutral	3,994	-	9,198	2,508	2,862	16.8	16.8	139.9	153.8	28.6	26.0	4.1	3.4	23.5	25.8	3.3	2.7	
Cadila Healthcare	Reduce	482	426	49,298	11,584	13,228	20.3	20.4	18.7	21.3	25.8	22.6	5.7	4.7	24.6	22.9	4.1	3.5	
Cipla	Sell	577	458	46,422	16,619	19,437	15.4	16.2	19.7	24.3	29.3	23.7	3.3	3.0	12.0	13.2	3.0	2.5	
Dr Reddy's	Neutral	2,418	-	40,080	15,844	17,973	17.6	18.2	91.7	111.0	26.4	21.8	3.0	2.7	11.9	13.0	2.7	2.4	
GSK Pharma*	Neutral	2,427	-	20,553	3,260	3,651	15.0	18.0	46.1	58.6	52.6	41.4	10.8	11.2	20.0	26.5	6.2	5.7	
Indoco Remedies	Sell	208	153	1,919	1,154	1,310	14.9	14.9	11.3	12.7	18.4	16.4	2.6	2.3	15.0	15.0	1.8	1.5	

Stock Watch

September 26, 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																			
Ipsa labs	Accumulate	496	540	6,256	3,593	4,022	14.5	15.5	19.4	25.2	25.6	19.7	2.3	2.1	9.5	11.2	1.8	1.6	
Lupin	Buy	991	1,467	44,787	18,657	21,289	21.3	23.3	52.8	66.7	18.8	14.9	2.8	2.4	16.3	17.5	2.4	2.0	
Natco Pharma	Neutral	795	-	13,865	1,836	1,946	31.8	28.9	22.1	20.6	36.0	38.6	7.2	6.4	20.1	16.7	7.4	7.0	
Sun Pharma	Accumulate	506	558	121,378	32,899	36,451	26.9	25.4	31.6	32.3	16.0	15.7	2.8	2.5	18.7	18.8	3.3	2.8	
Syngene International	Buy	484	557	9,673	1,402	1,823	32.8	36.0	15.9	20.7	30.5	23.4	5.7	4.7	18.7	20.0	6.9	5.3	
Power																			
Tata Power	Neutral	82	-	22,139	32,547	33,806	20.5	20.5	4.7	5.4	17.4	15.3	1.7	1.4	10.5	10.5	1.7	1.6	
NTPC	Neutral	166	-	136,916	86,070	101,246	28.3	30.7	12.9	16.2	12.9	10.3	1.3	1.2	10.6	12.4	3.0	2.7	
Power Grid	Accumulate	210	223	109,942	29,183	32,946	89.7	90.0	18.0	20.8	11.7	10.1	2.0	1.7	17.7	18.2	7.7	7.1	
Real Estate																			
Prestige Estate	Neutral	251	-	9,429	4,607	5,146	21.0	22.2	7.9	9.8	31.8	25.7	2.0	1.8	10.3	12.0	3.2	2.9	
MLIFE	Accumulate	480	522	2,466	487	590	12.3	17.8	21.0	31.2	22.9	15.4	1.2	1.1	5.2	7.4	3.8	3.1	
Telecom																			
Bharti Airtel	Neutral	389	-	155,679	97,903	105,233	36.0	36.3	9.3	11.1	41.9	35.2	2.0	1.9	5.0	5.6	2.5	2.3	
Idea Cellular	Neutral	76	-	27,466	35,012	37,689	27.1	27.7	(4.4)	(2.7)			1.2	1.2	(6.8)	(4.6)	2.1	1.9	
zOthers																			
Abbott India	Neutral	4,164	-	8,848	3,244	3,723	14.9	16.1	167.5	209.4	24.9	19.9	5.5	4.6	23.7	24.8	2.4	2.0	
Asian Granito	Buy	478	570	1,437	1,169	1,286	12.5	12.5	16.0	19.7	29.9	24.2	3.2	2.8	10.7	11.6	1.5	1.3	
Bajaj Electricals	Accumulate	358	395	3,637	4,646	5,301	6.7	7.6	16.1	22.3	22.3	16.1	3.6	3.1	16.4	19.2	0.8	0.7	
Banco Products (India)	Neutral	210	-	1,504	1,530	1,695	13.2	12.7	19.0	20.0	11.1	10.5	1.8	1.6	0.2	0.2	0.9	99.0	
Coffee Day Enterprises Ltd	Neutral	212	-	4,377	3,494	3,913	17.4	18.0	4.8	5.7	-	37.3	1.9	1.8	-	0.1	1.7	1.5	
Elecon Engineering	Neutral	54	-	608	171	201	15.0	16.2	36.0	43.0	1.5	1.3	0.1	0.1	0.1	0.1	2.9	2.5	
Garware Wall Ropes	Neutral	851	-	1,862	928	1,003	15.2	15.2	39.4	43.2	21.6	19.7	3.6	3.0	16.5	15.4	1.9	1.7	
Goodyear India*	Neutral	817	-	1,885	1,717	1,866	11.8	12.3	47.9	49.8	17.1	16.4	2.6	2.3	15.6	15.7	0.8	113.5	
Hitachi	Neutral	1,890	-	5,139	2,355	2,715	10.3	10.8	49.0	60.9	38.6	31.0	9.0	7.1	0.2	0.2	2.2	1.9	
HSIL	Neutral	375	-	2,711	2,240	2,670	14.6	15.0	17.0	22.0	22.1	17.0	1.8	1.7	0.1	0.1	1.4	1.2	
Interglobe Aviation	Neutral	1,046	-	37,818	22,570	27,955	14.2	15.0	63.6	81.8	16.5	12.8	8.7	7.3	0.5	0.6	1.4	1.0	
Jyothy Laboratories	Neutral	380	-	6,911	1,781	2,044	14.1	15.0	9.4	10.5	40.7	36.2	8.7	8.1	0.2	0.2	4.1	3.5	
Linc Pen & Plastics	Neutral	224	-	331	420	462	9.3	9.3	15.3	17.1	14.7	13.1	2.5	2.6	16.9	19.5	0.8	0.8	
M M Forgings	Neutral	636	-	768	542	642	20.1	21.0	41.6	56.8	15.3	11.2	2.1	1.8	0.1	0.2	1.8	1.6	
Mirza International	Neutral	160	-	1,929	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	185	265	2,638	561	617	41.5	41.5	11.5	12.7	16.1	14.6	1.7	1.5	10.5	10.4	5.4	4.7	
Nilkamal	Neutral	1,528	-	2,281	2,317	2,525	11.4	11.1	96.0	105.0	15.9	14.6	2.7	2.4	0.2	0.2	1.0	0.9	

Stock Watch

September 26, 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																			
Parag Milk Foods	Neutral	231	-	1,939	1,987	2,379	7.6	9.0	12.4	18.3	18.6	12.6	2.6	2.3	8.2	13.2	1.1	0.9	
Radico Khaitan	Neutral	152	-	2,030	1,811	1,992	13.2	13.2	8.1	8.8	18.8	17.3	1.9	2.1	10.1	12.0	1.4	1.3	
Relaxo Footwears	Neutral	517	-	6,209	1,981	2,310	13.7	14.5	12.0	15.5	43.1	33.4	8.4	6.8	0.2	0.2	3.2	2.7	
Siyaram Silk Mills	Accumulate	2,174	2,500	2,038	1,769	1,981	12.7	12.7	113.1	131.1	19.2	16.6	3.0	2.6	15.5	15.5	1.3	1.2	
Styrolution ABS India*	Neutral	853	-	1,500	1,800	1,980	8.0	8.1	42.0	46.2	20.3	18.5	2.3	2.0	0.1	0.1	1.0	0.9	
Surya Roshni	Neutral	297	-	1,302	4,870	5,320	7.7	7.8	22.8	28.1	13.1	10.6	1.7	1.5	0.1	0.1	0.5	0.4	
TVS Srichakra	Neutral	3,127	-	2,394	2,729	2,893	12.7	12.5	248.5	265.0	12.6	11.8	3.6	2.9	0.3	0.3	0.9	0.8	
Visaka Industries	Neutral	588	-	934	1,104	1,214	12.1	12.6	31.0	37.9	19.0	15.5	2.3	2.1	0.1	0.1	1.1	1.0	
VIP Industries	Buy	235	300	3,315	1,450	1,693	10.4	10.5	6.5	7.8	35.9	30.0	7.6	6.6	21.1	22.1	2.3	1.9	
Navin Fluorine	Accumulate	643	730	3,170	945	1,154	22.4	22.6	28.7	34.8	22.4	18.5	3.7	3.2	-	-	2.9	2.2	

Source: Company, Angel Research; Note: *December year end; #September year end; &October year end; Price as on September 25, 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.