



## Market Cues

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

US stock markets hit new peaks on Friday after forecast-beating results from the technology companies including Google's parent company Alphabet, Amazon and Microsoft.

The majority of the European markets ended Friday's session with modest gains. Uncertainty over the future of Catalonia was overshadowed by the continued weakening of the Euro. The value of the currency has been falling since the European Central Bank pledged to continue with bond purchases beyond September 2018 yesterday, despite strong growth.

Indian shares ended a lackluster session on a flat note Friday as mixed earnings results prompted traders to book some profits at higher levels after recent sharp gains.


## News Analysis

- Maruti Suzuki Q2 net up 3.4% at `2,484cr

Detailed analysis on Pg2

## Investor's Ready Reckoner

 Key Domestic & Global Indicators

 Stock Watch: Latest investment recommendations on 150+ stocks

Refer Pg5 onwards

## Top Picks

Company	Sector	Rating	CMP (₹)	Target (₹)	Upside (%)
Blue Star	Capital Goods	Accumulate	792	867	9.5
Dewan Housing Finance	Financials	Accumulate	612	670	9.6
Asian Granito	Other	Buy	483	570	18.0
Navkar Corporation	Other	Buy	194	265	36.9
KEI Industries	Capital Goods	Buy	324	380	17.2

More Top Picks on Pg4

## Key Upcoming Events

Date	Region	Event Description	Previous Reading	Consensus Expectations
Oct 30	Euro Zone	Euro-Zone Consumer Confidence	(1.00)	(1.00)
Oct 31	US	Consumer Confidence	119.80	121.00
Oct 31	China	PMI Manufacturing	52.40	52.10
Oct 31	Euro Zone	Euro-Zone GDP s.a. (QoQ)	0.70	0.50
Nov01	US	Initial Jobless claims	233.00	

More Events on Pg7

Domestic Indices	Chg (%)	(Pts)	(Close)
BSE Sensex	0.0	10	33,157
Nifty	(0.2)	(21)	10,323
Mid Cap	0.3	45	16,380
Small Cap	0.3	47	17,304
Bankex	(0.8)	(234)	28,096

Global Indices	Chg (%)	(Pts)	(Close)
Dow Jones	0.3	71	23,401
Nasdaq	(0.1)	(7)	6,557
FTSE	0.3	19	7,505
Nikkei	1.2	269	22,008
Hang Seng	0.8	236	28,439
Shanghai Com	0.3	9	3,417

Advances / Declines	BSE	NSE
Advances	1,373	906
Declines	1,351	835
Unchanged	147	71

Volumes (₹ Cr)	
BSE	5,595
NSE	36,894

Net Inflows (₹ Cr)	Net	Mtd	Ytd
FII	6,812	349	36,879
MFs	691	8,851	95,195

Top Gainers	Price (₹)	Chg (%)
Unitdspr	3,029	17.6
Fconsumer	61	7.0
Enginersin	181	7.0
Sparc	380	6.9
Niitech	644	5.9

Top Losers	Price (₹)	Chg (%)
Infratel	419	(8.0)
Idbi	62	(8.0)
Pnb	196	(8.0)
Albk	78	(7.8)
Yesbank	307	(7.4)

As on October, 27 2017



## News Analysis

### Maruti Suzuki Q2 net up 3.4% at `2,484cr

Country's largest carmaker Maruti Suzuki India posted 3.4 per cent rise in net profit at `2,484.3cr for the second quarter ended September 30. The company had reported a net profit of `2,401.5cr for the same period of previous fiscal.

Net sales rose 7 per cent to `21,438.1cr for the quarter under review, as against `20,048.6cr a year ago, Maruti Suzuki India (MSI) said in a statement. The company said its net profit increased by only 3.4 per cent due to lower non operating income as the yields of investment were lower compared to last year.

Moreover, there was some impact of commodities and advertisement expenses along with increase in effective tax rates, it added. During July-September period, the company sold a total of 4,92,118 vehicles, including 34,717 in overseas markets, a growth of 17.6 per cent over the same period a year ago.

## Economic and Political News

- Telangana's `800cr private rail coach factory to generate 2,000 jobs
- UP govt raises cane price by 3.3% in FY18
- Coast Guard's `32,000cr expansion plan to see higher pvt participation

## Corporate News

- Indian Oil aims 13.5 mn tonnes of LNG import capacity in 5 years
- L&T to set up `500cr missile systems plant for armed forces
- ITC Q2 net increases nearly 6% at `2,640cr
- PVR Q2 profit down 15% to `25cr



### Quarterly Bloomberg Brokers Consensus Estimate

#### Tata Steel Ltd - Oct 30, 2017

Particulars ( ` cr)	2QFY18E	2QFY17	y-o-y (%)	1QFY18	q-o-q (%)
Sales	32,295	26,370	22.5	29,556	9.3
EBIDTA	5,235	2,901	80.5	4,345	20.5
%	16.2	11.1		14.7	
PAT	1,663	(49.3)	-	921	80.6

#### LIC Housing Finance - Oct 30, 2017

Particulars ( ` cr)	2QFY18E	2QFY17	y-o-y (%)	1QFY18	q-o-q (%)
PAT	536	495	8.3	470	14.1

#### Lupin Ltd - Oct 30, 2017

Particulars ( ` cr)	2QFY18E	2QFY17	y-o-y (%)	1QFY18	q-o-q (%)
Sales	4,055	4,290	(5.5)	3,869	4.8
EBIDTA	870	1,028	(15.4)	768	13.3
%	21.5	23.9		19.9	
PAT	443	662	(33.1)	358	23.8



## Top Picks ★★★★★

Company	Market Cap (₹ Cr)	CMP (₹)	Target (₹)	Upside (%)	Rationale
Alkem Laboratories	22,328	1,867	2,079	11.3	Strong growth in domestic business due to its leader hip in acute therapeutic segment. Alkem expects to launch more products in USA, which bodes for its international business.
Asian Granito	1,454	483	570	18.0	We expect the company would report strong profitability owing to better product mix, higher B2C sales and amalgamation synergy.
Blue Star	7,584	792	867	9.5	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	19,175	612	670	9.6	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	7,678	127	180	41.7	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	2,521	324	380	17.2	High order book execution in EPC segment, rising B2C sales and higher exports to boost the revenues and profitability
Music Broadcast	2,157	378	434	14.8	Expected to benefit from the lower capex requirement and 15 year long radio broadcast licensing.
Navkar Corporation	2,761	194	265	36.9	Massive capacity expansion along with rail advantage at ICD as well CFS augur well for the company
Siyaram Silk Mills	2,838	605	650	7.4	Strong brands and distribution network would boost growth going ahead. Stock currently trades at an inexpensive valuation.
TV Today Network	2,139	359	435	21.3	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 corporate to benefit the stock.
Maruti Suzuki	2,45,132	8,115	8,658	6.7	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	2,638	490	655	33.7	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

### Result Calendar

Date	Company
October 30, 2017	United Phosphorus, LMW, HDFC, IDFC, LIC Housing Fin., Central Bank, Marico, Tata Steel, Lupin
October 31, 2017	Blue Star, IDBI Bank, Syndicate Bank, Dabur India, KPIT Cummins, D B Corp, JSW Steel, L G Balakrishnan & Bros

Source: Bloomberg, Angel Research

### Global economic events release calendar

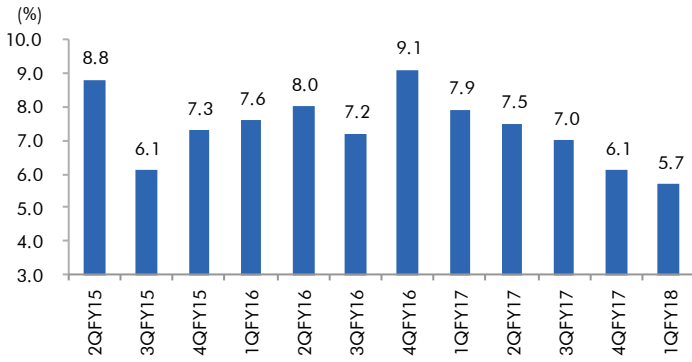
Date	Time	Country	Event Description	Unit	Period	Bloomberg Data	
						Last Reported	Estimated
Oct 30, 2017	3:30 PM	Euro Zone	Euro-Zone Consumer Confidence	Value	Oct F	(1.00)	(1.00)
Oct 31, 2017	7:30 PM	US	Consumer Confidence	S.A./ 1985= 100	Oct	119.80	121.00
	6:30 AM	China	PMI Manufacturing	Value	Oct	52.40	52.10
	3:30 PM	Euro Zone	Euro-Zone GDP s.a. (QoQ)	% Change	3Q A	0.70	0.50
Nov 01, 2017	6:00 PM	US	Initial Jobless claims	Thousands	Oct 28	233.00	
	3:00 PM	UK	PMI Manufacturing	Value	Oct	55.90	55.90
Nov 02, 2017	11:30 PM	US	FOMC rate decision	%	Nov 1	1.25	1.25
	2:25 PM	Germany	PMI Manufacturing	Value	Oct F	60.50	60.50
	2:25 PM	Germany	Unemployment change (000's)	Thousands	Oct	(22.00)	(10.00)
	5:30 PM	UK	BOE Announces rates	% Ratio	Nov 2	0.25	0.50
Nov 03, 2017	6:00 PM	US	Change in Nonfarm payrolls	Thousands	Oct	(33.00)	310.00
	6:00 PM	US	Unemployment rate	%	Oct	4.20	4.20
Nov 06, 2017	2:25 PM	Germany	PMI Services	Value	Oct F	55.20	
Nov 08, 2017		China	Exports YoY%	% Change	Oct	8.10	
Nov 09, 2017	7:00 AM	China	Consumer Price Index (YoY)	% Change	Oct	1.60	

Source: Bloomberg, Angel Research



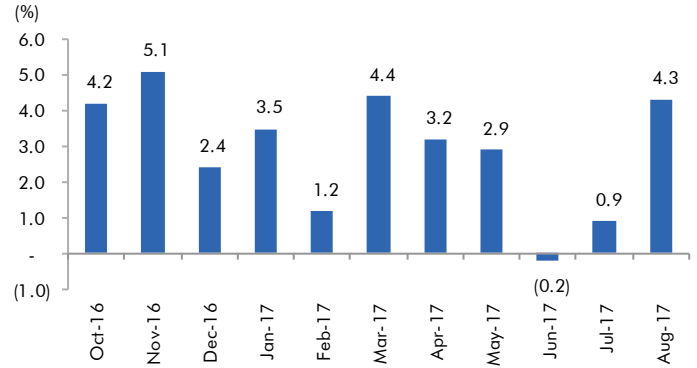
## Macro watch

**Exhibit 1: Quarterly GDP trends**



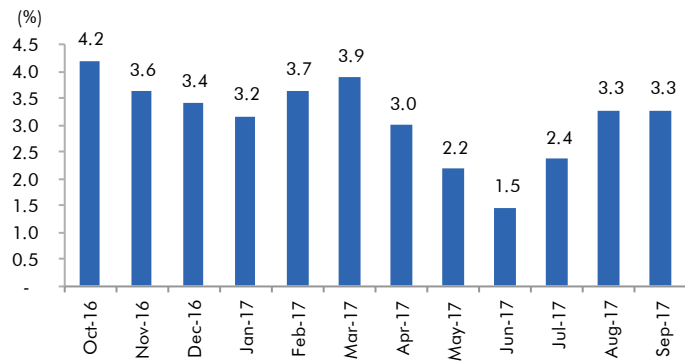
Source: CSO, Angel Research

**Exhibit 2: IIP trends**



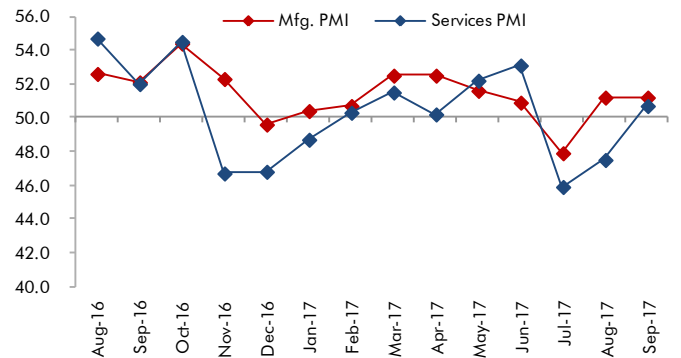
Source: MOSPI, Angel Research

**Exhibit 3: Monthly CPI inflation trends**



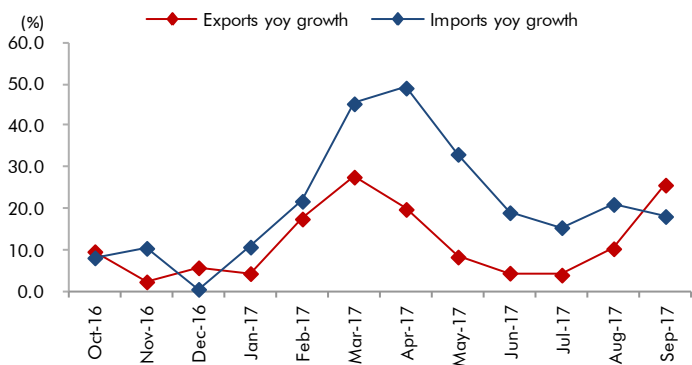
Source: MOSPI, Angel Research

**Exhibit 4: Manufacturing and services PMI**



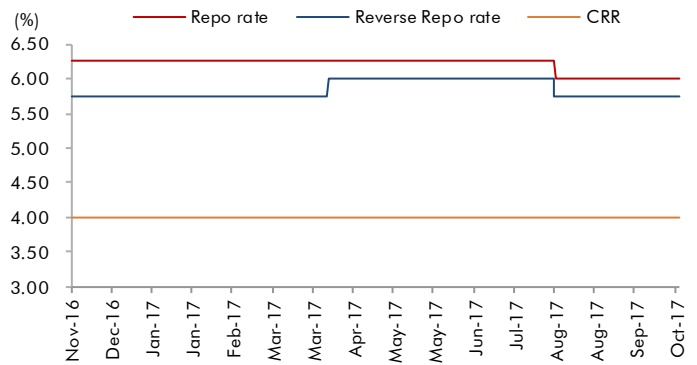
Source: Market, Angel Research; Note: Level above 50 indicates expansion

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



Source: Bloomberg, Angel Research

**Exhibit 6: Key policy rates**

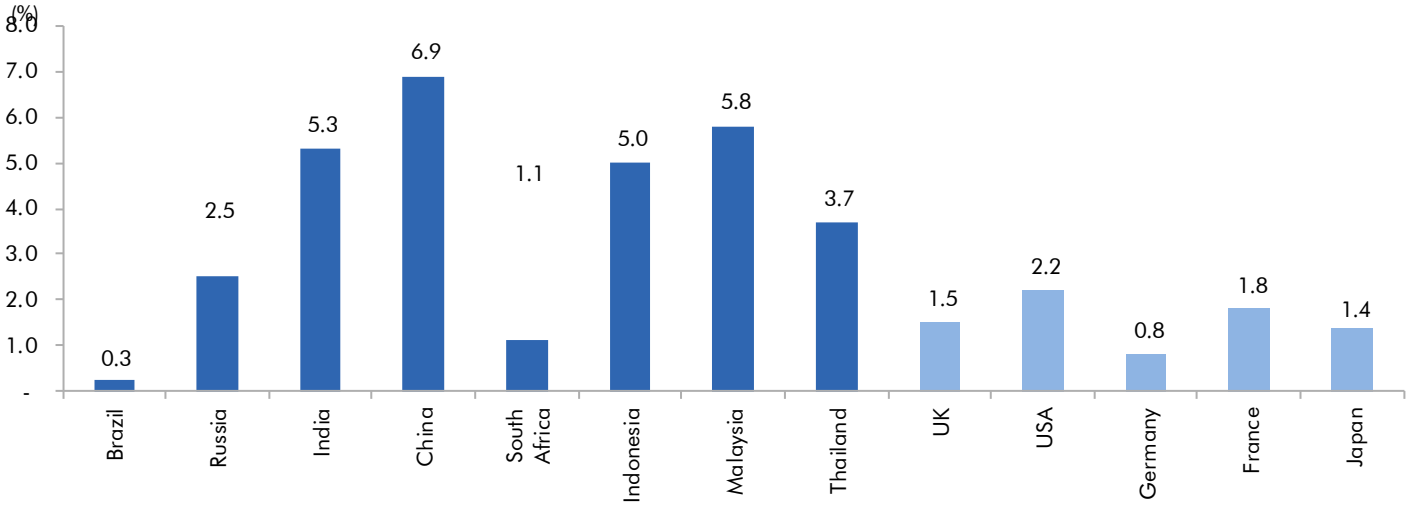


Source: RBI, Angel Research



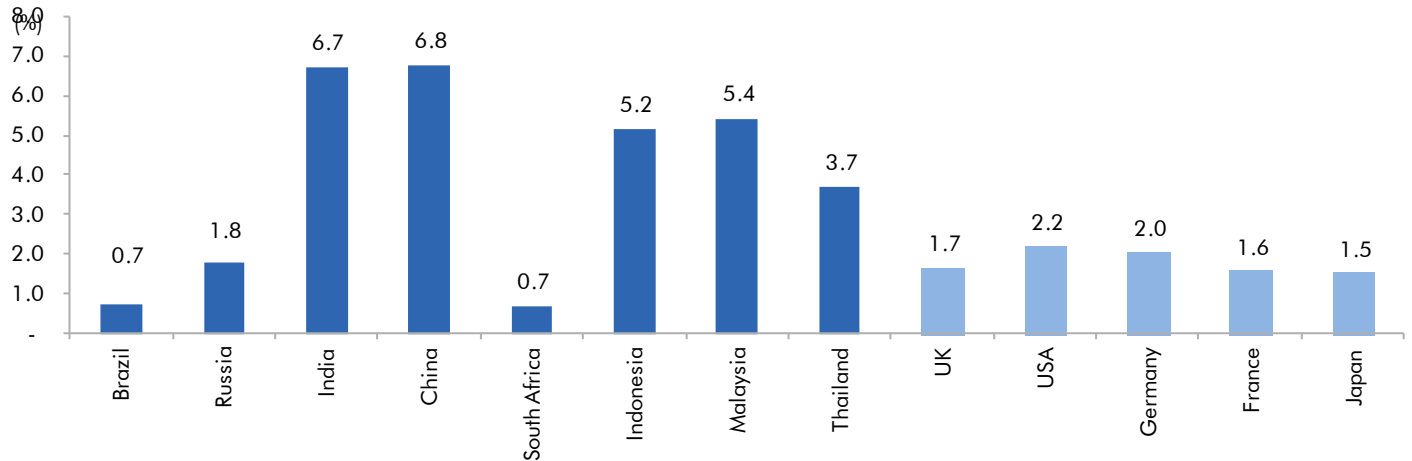
## Global watch

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



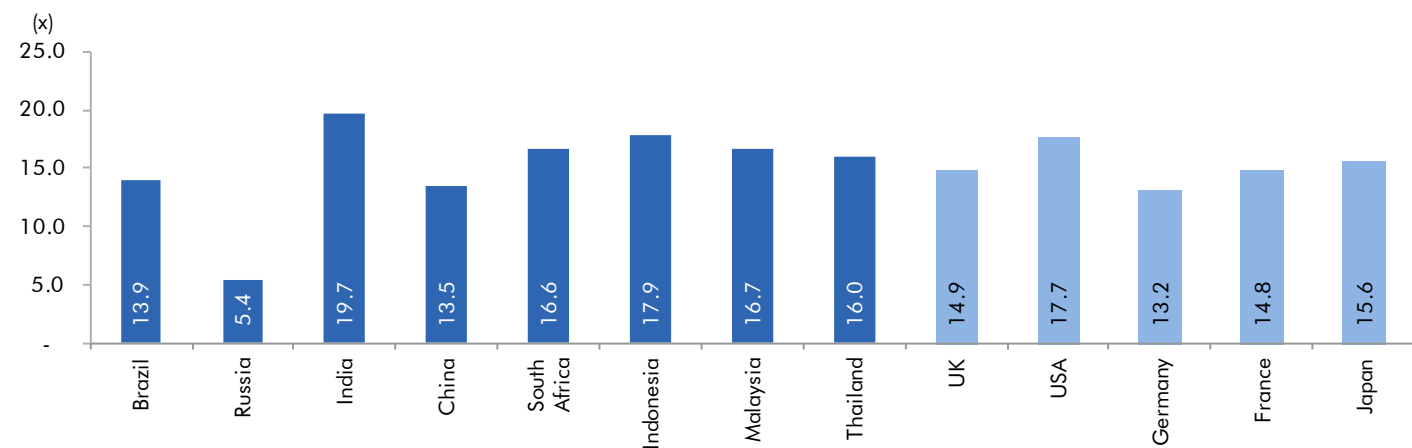
Source: Bloomberg, Angel Research

**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

# Stock Watch

October 30, 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	245	209	4,772	1,873	2,099	15.0	15.0	9.5	10.5	25.8	23.4	3.9	3.6	15.8	16.0	2.4	2.2	
United Phosphorus	Neutral	830	-	42,142	18,922	21,949	18.0	18.5	36.2	45.6	22.9	18.2	4.8	4.0	22.7	23.8	2.4	2.0	
<b>Auto &amp; Auto Ancillary</b>																			
Ashok Leyland	Neutral	128	-	37,460	23,339	27,240	10.1	10.8	4.7	6.2	27.5	20.6	5.5	4.9	20.0	23.6	1.6	1.3	
Bajaj Auto	Neutral	3,290	-	95,190	23,936	27,955	19.5	20.1	142.7	167.3	23.1	19.7	5.0	4.5	21.8	22.8	3.6	3.0	
Bharat Forge	Buy	672	875	31,274	7,637	8,755	21.7	23.2	36.1	47.3	18.6	14.2	3.3	2.8	18.5	20.8	4.0	3.4	
Eicher Motors	Neutral	31,783	-	86,521	19,043	22,837	19.5	19.9	835.4	1,019.0	38.1	31.2	14.2	11.0	40.9	37.8	4.4	3.6	
Gabriel India	Neutral	197	-	2,836	1,782	2,033	9.7	10.2	7.1	8.9	27.8	22.3	5.6	4.8	21.0	22.2	1.5	1.3	
Hero Motocorp	Accumulate	3,797	4,129	75,826	32,239	36,878	16.0	15.6	184.4	206.5	20.6	18.4	6.5	5.7	31.3	30.7	2.1	1.8	
Jamna Auto Industries	Neutral	66	-	2,614	1,441	1,662	14.4	14.8	13.9	17.6	4.7	3.7	1.3	1.0	30.0	31.0	1.8	1.5	
Mahindra and Mahindra	Neutral	1,386	-	86,080	46,971	53,816	13.6	14.0	67.7	79.8	20.5	17.4	2.9	2.6	15.0	15.9	1.7	1.4	
Maruti	Accumulate	8,115	8,658	245,132	81,825	101,245	15.0	15.0	283.5	356.0	28.6	22.8	6.3	5.1	21.9	22.4	2.7	2.1	
Minda Industries	Neutral	812	-	7,015	4,328	5,084	11.0	11.9	27.3	36.4	29.8	22.3	6.3	4.9	23.1	25.6	1.7	1.4	
Motherson Sumi	Neutral	358	-	75,270	55,937	64,445	10.8	11.4	16.9	21.1	21.2	17.0	4.7	4.8	25.2	25.4	1.4	1.2	
Tata Motors	Neutral	430	-	124,170	303,167	343,649	11.8	13.8	33.1	54.7	13.0	7.9	2.1	1.7	16.9	23.0	0.5	0.4	
TVS Motor	Neutral	718	-	34,114	13,992	16,216	9.0	9.4	17.1	20.3	42.1	35.4	11.2	8.7	29.7	27.7	2.4	2.0	
Amara Raja Batteries	Buy	685	858	11,699	6,140	7,122	14.3	15.6	29.3	39.0	23.4	17.6	4.0	3.3	17.1	19.0	1.9	1.6	
Exide Industries	Neutral	203	-	17,268	8,689	9,854	15.1	15.2	9.7	11.0	21.1	18.5	3.7	3.3	15.7	16.1	1.7	1.5	
Apollo Tyres	Neutral	244	-	12,397	15,739	17,326	13.3	14.6	20.4	26.7	11.9	9.1	1.5	1.3	20.4	26.7	1.0	0.9	
Ceat	Neutral	1,685	-	6,814	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	146	-	3,313	8,318	9,239	16.2	16.4	21.0	27.5	7.0	5.3	1.4	1.1	19.1	20.4	0.8	0.7	
Swaraj Engines	Neutral	2,005	-	2,490	788	889	16.4	16.5	71.6	81.0	28.0	24.8	8.1	7.5	29.6	31.0	2.8	2.4	
Subros	Neutral	263	-	1,575	1,855	2,135	11.6	11.8	10.3	14.7	25.6	17.9	3.9	3.3	15.8	19.1	1.1	0.9	
<b>Capital Goods</b>																			
BEML	Neutral	1,705	-	7,101	4,286	5,194	7.1	8.2	42.9	58.1	39.7	29.4	3.3	3.0	7.6	8.7	1.7	1.4	
Bharat Electronics	Neutral	172	-	42,334	10,258	12,470	19.6	19.5	7.3	8.6	23.6	20.0	0.5	0.4	20.4	21.9	3.6	2.9	
Voltas	Neutral	543	-	17,964	6,778	8,004	9.6	11.0	17.1	22.4	31.8	24.2	7.6	6.6	17.7	19.8	2.3	2.0	
BHEL	Neutral	95	-	34,952	33,200	39,167	6.8	9.5	6.2	11.2	15.4	8.5	0.7	0.7	4.6	8.0	0.6	0.5	
Blue Star	Accumulate	792	867	7,584	5,220	6,207	6.3	6.6	16.8	22.3	47.1	35.5	9.4	8.3	19.9	23.3	1.4	1.2	
CG Power and Industrial Solutions	Neutral	82	-	5,130	6,555	7,292	7.5	7.5	-	0.8	8,185.0	102.3	1.3	1.3	0.1	1.2	0.9	0.8	
Greaves Cotton	Neutral	131	-	3,198	1,778	1,993	14.7	15.1	8.1	9.1	16.2	14.4	3.6	3.4	21.8	23.6	1.6	1.4	



# Stock Watch

October 30, 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	Buy	298	350	7,657	9,779	11,113	9.4	9.8	14.2	18.2	21.0	16.4	4.0	3.3	21.1	22.1	1.0	0.9	
KEI Industries	Buy	324	380	2,521	3,001	3,391	10.0	10.0	13.0	16.1	24.9	20.1	4.5	3.8	18.2	18.7	1.0	0.9	
Thermax	Neutral	987	-	11,755	4,125	4,747	10.3	10.8	26.7	31.5	37.0	31.3	4.1	3.8	11.2	12.0	2.6	2.2	
VATech Wabag	Buy	591	681	3,225	3,867	4,126	9.6	10.0	34.9	39.8	16.9	14.8	2.8	2.4	17.7	17.5	0.9	0.8	
<b>Cement</b>																			
ACC	Neutral	1,786	-	33,538	12,255	13,350	13.5	14.3	58.0	66.2	30.8	27.0	3.6	3.4	11.5	12.2	2.7	2.5	
Ambuja Cements	Neutral	279	-	55,439	10,250	11,450	17.5	19.0	7.2	8.3	38.8	33.6	2.8	2.6	7.0	7.8	5.2	4.6	
India Cements	Neutral	195	-	6,023	6,135	6,750	14.8	15.2	8.5	11.5	23.0	17.0	1.1	1.1	4.8	6.2	1.3	1.2	
JK Cement	Neutral	1,005	-	7,026	4,150	4,775	19.2	20.0	49.0	63.5	20.5	15.8	3.2	2.8	17.0	18.5	2.1	1.8	
J K Lakshmi Cement	Neutral	443	-	5,210	3,422	3,757	15.5	17.0	13.5	23.2	32.8	19.1	3.4	2.9	10.8	15.5	1.9	1.7	
Orient Cement	Neutral	171	-	3,504	2,215	3,233	16.8	17.0	5.9	6.9	29.0	24.8	2.2	2.1	10.8	10.1	2.6	1.7	
UltraTech Cement	Neutral	4,435	-	121,767	28,250	35,150	20.2	23.5	77.5	122.2	57.2	36.3	4.8	4.4	9.6	14.8	4.8	3.8	
<b>Construction</b>																			
KNR Constructions	Neutral	254	-	3,566	1,846	2,203	14.5	14.5	12.1	13.7	21.0	18.6	1.2	1.0	17.5	16.7	2.0	1.6	
Larsen & Toubro	Neutral	1,224	-	171,357	95,787	109,476	10.2	11.6	44.5	50.8	27.5	24.1	3.5	3.2	12.9	13.1	2.3	2.1	
Gujarat Pipavav Port	Neutral	139	-	6,727	739	842	61.6	62.7	5.1	6.2	27.3	22.6	3.4	3.3	12.7	14.9	8.6	7.4	
PNC Infratech	Neutral	184	-	4,723	2,040	2,935	13.0	13.0	6.4	9.0	28.8	20.5	0.8	0.7	9.7	12.2	2.3	1.7	
Simplex Infra	Neutral	526	-	2,603	6,012	6,619	11.6	11.7	21.1	31.0	25.0	17.0	1.7	1.6	6.5	8.6	1.0	0.9	
Sadbhav Engineering	Neutral	316	-	5,428	3,823	4,426	10.7	10.8	10.3	11.8	30.7	26.8	3.7	3.2	10.1	10.5	1.7	1.5	
NBCC	Neutral	255	-	22,991	9,099	12,706	6.4	6.4	7.3	9.6	35.1	26.7	1.6	1.2	27.5	30.5	2.4	1.7	
MEP Infra	Neutral	100	-	1,618	2,403	2,910	18.3	16.8	2.4	6.1	42.3	16.4	16.1	10.8	35.2	55.8	1.8	1.5	
SIPL	Neutral	113	-	3,963	2,060	2,390	46.8	47.7	(5.8)	(3.1)			4.2	4.8	(14.2)	(2.3)	6.7	6.2	
Engineers India	Neutral	181	-	12,224	1,795	2,611	21.1	22.4	5.9	8.1	30.8	22.4	2.2	2.1	12.9	16.1	5.2	3.4	
<b>Financials</b>																			
Axis Bank	Buy	485	580	116,163	32,558	35,843	3.5	3.2	27.8	41.0	17.4	11.8	1.9	1.7	11.4	14.9	-	-	
Bank of Baroda	Neutral	174	-	40,162	22,533	26,079	2.4	2.4	12.0	20.9	14.5	8.3	0.9	0.9	6.6	11.0	-	-	
Canara Bank	Neutral	404	-	24,116	17,925	20,235	2.0	2.1	18.5	36.5	21.8	11.1	0.8	0.8	3.4	6.2	-	-	
Can Fin Homes	Buy	496	2,128	6,598	586	741	3.5	3.5	107.8	141.0	4.6	3.5	1.0	0.8	24.1	25.6	-	-	
Cholamandalam Inv. & Fin. Co.	Accumulate	1,124	1,230	17,561	2,826	3,307	6.3	6.3	53.7	64.6	20.9	17.4	3.6	3.0	18.3	18.9	-	-	
Dewan Housing Finance	Accumulate	612	670	19,175	2,676	3,383	2.4	2.7	37.4	49.7	16.4	12.3	2.1	1.9	13.8	16.2	-	-	
Equitas Holdings	Buy	144	235	4,879	1,125	1,380	9.6	9.8	1.5	6.0	96.0	24.0	2.2	2.0	2.4	8.2	-	-	
Federal Bank	Neutral	120	-	23,425	4,896	5,930	2.8	3.1	5.4	7.6	22.4	15.9	1.9	1.8	8.5	11.0	-	-	

# Stock Watch

October 30, 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>Financials</b>																			
GIC Housing	Buy	492	655	2,647	376	477	3.6	3.7	33.0	40.0	14.9	12.3	2.7	2.3	20.0	23.0	-	-	
HDFC Bank	Neutral	1,793	-	463,337	55,236	63,253	4.5	4.4	68.9	82.4	26.0	21.8	4.5	3.8	18.7	18.5	-	-	
ICICI Bank	Neutral	301	-	193,094	42,361	51,378	3.6	3.9	18.4	25.7	16.4	11.7	1.8	1.7	11.3	15.0	-	-	
Karur Vysya Bank	Buy	127	180	7,678	3,289	3,630	3.7	3.9	10.8	14.1	11.7	9.0	1.4	1.3	12.5	14.7	-	-	
LIC Housing Finance	Neutral	614	-	31,009	4,895	6,332	3.4	3.7	50.7	66.8	12.1	9.2	2.4	2.0	21.7	23.8	-	-	
Punjab Natl.Bank	Neutral	196	-	41,761	23,708	25,758	2.1	2.1	5.9	16.4	33.4	12.0	1.0	0.9	3.0	8.3	-	-	
RBL Bank	Neutral	524	-	21,663	2,309	2,888	2.6	2.5	16.4	19.1	32.1	27.5	4.0	3.6	13.3	13.8	-	-	
Repro Home Finance	Buy	600	825	3,756	496	597	4.4	4.2	38.5	48.7	15.6	12.3	2.8	2.3	19.6	20.6	-	-	
South Ind.Bank	Neutral	31	-	5,594	3,195	3,567	3.0	3.1	3.0	3.8	10.3	8.1	1.0	0.9	10.5	11.9	-	-	
St Bk of India	Neutral	311	-	268,414	105,827	121,056	2.4	2.5	16.1	25.6	19.3	12.2	1.5	1.4	6.6	9.9	-	-	
Union Bank	Neutral	176	-	12,752	14,650	16,225	2.3	2.3	23.1	32.5	7.6	5.4	0.6	0.5	7.1	9.2	-	-	
Yes Bank	Neutral	307	-	70,353	11,088	13,138	3.0	2.9	84.0	99.3	3.7	3.1	0.6	0.5	16.3	16.8	-	-	
<b>FMCG</b>																			
Akzo Nobel India	Neutral	1,848	-	8,863	3,164	3,607	13.8	13.7	58.6	67.9	31.5	27.2	7.7	6.8	24.5	25.1	2.7	2.3	
Asian Paints	Neutral	1,187	-	113,866	17,603	20,615	18.6	18.6	2,128.9	2,543.3	0.6	0.5	11.8	9.9	28.0	28.9	6.3	5.3	
Britannia	Neutral	4,589	-	55,095	9,690	11,278	14.8	15.4	84.0	101.0	54.6	45.4	19.9	15.8	40.6	39.0	5.6	4.8	
Colgate	Neutral	1,057	-	28,761	4,420	5,074	24.9	25.3	28.6	32.8	37.0	32.2	14.6	11.8	43.8	40.5	6.3	5.4	
Dabur India	Neutral	322	-	56,800	8,346	9,344	19.6	19.9	7.8	9.0	41.3	35.8	8.3	7.5	25.2	24.8	6.4	5.6	
GlaxoSmith Con*	Neutral	4,927	-	20,723	5,072	5,760	18.2	18.4	176.3	199.2	28.0	24.7	5.9	5.4	21.2	21.7	3.4	2.9	
Godrej Consumer	Neutral	925	-	63,016	10,171	11,682	20.8	21.5	21.7	27.1	42.6	34.1	9.6	8.2	22.3	23.4	6.3	5.4	
HUL	Neutral	1,257	-	272,161	37,077	41,508	20.3	21.8	5,189.9	6,318.5	0.2	0.2	38.3	32.7	74.8	82.0	7.2	6.4	
ITC	Neutral	269	-	328,077	44,588	49,853	37.0	37.3	9.6	11.0	28.1	24.5	6.9	6.6	25.1	27.3	6.8	6.1	
Marico	Neutral	311	-	40,114	6,788	7,766	18.5	19.2	7.1	8.5	43.8	36.6	15.3	13.1	36.9	38.0	5.8	5.0	
Nestle*	Neutral	7,166	-	69,089	10,083	11,182	20.0	20.9	119.7	141.3	59.9	50.7	211.0	192.8	36.7	39.8	6.5	5.8	
Tata Global	Neutral	221	-	13,916	7,121	7,641	11.9	12.3	6.9	8.0	32.0	27.6	2.1	2.0	6.8	7.2	1.8	1.6	
Procter & Gamble Hygiene	Neutral	8,620	-	27,981	3,034	3,579	27.1	27.7	167.7	198.8	51.4	43.4	13.8	11.9	28.8	29.5	8.6	7.2	
<b>IT</b>																			
HCL Tech ^	Buy	858	1,014	122,393	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	947	1,179	217,629	73,963	80,619	26.0	26.0	64.4	69.3	14.7	13.7	2.9	2.7	19.7	19.6	2.4	2.1	
TCS	Neutral	2,579	-	508,213	127,403	138,870	27.6	27.6	144.5	156.0	17.9	16.5	5.3	4.9	29.7	29.8	3.7	3.3	
Tech Mahindra	Accumulate	476	533	46,462	31,015	33,496	15.0	15.0	35.6	38.1	13.4	12.5	2.3	2.1	17.0	16.3	1.3	1.1	

# Stock Watch

October 30, 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	
<b>IT</b>																			
Wipro	Neutral	297	-	144,346	58,536	61,858	20.3	20.3	18.2	19.1	16.3	15.5	2.5	2.2	14.6	13.4	2.4	2.3	
<b>Media</b>																			
D B Corp	Neutral	369	-	6,792	2,404	2,625	30.5	31.5	23.7	26.9	15.6	13.7	3.7	3.1	23.5	22.8	2.7	2.4	
HT Media	Neutral	102	-	2,385	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	180	225	5,891	2,541	2,835	28.5	28.7	12.7	14.1	14.2	12.8	2.9	2.6	21.3	21.4	2.2	1.9	
Sun TV Network	Neutral	842	-	33,200	3,238	3,789	51.9	55.1	30.9	38.0	27.3	22.2	7.8	6.8	30.0	31.0	9.8	8.2	
Hindustan Media Ventures	Neutral	240	-	1,761	1,002	1,074	23.3	23.5	29.2	33.8	8.2	7.1	1.3	1.1	15.6	15.4	0.8	0.5	
TV Today Network	Buy	357	435	2,129	667	727	27.7	27.7	18.6	20.1	19.2	17.8	3.0	3.1	15.6	17.3	2.7	2.6	
Music Broadcast Limited	Accumulate	378	434	2,157	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	291	-	180,542	82,301	91,235	17.0	18.0	17.1	20.5	17.0	14.2	3.2	3.0	45.0	55.0	1.9	1.7	
Hind. Zinc	Neutral	316	-	133,499	22,108	24,555	57.0	58.0	22.1	26.3	14.3	12.0	4.6	3.8	32.0	35.0	5.0	4.2	
Hindalco	Neutral	271	-	60,701	102,350	105,355	13.5	14.5	21.5	24.5	12.6	11.0	1.7	1.5	15.0	15.2	1.2	1.1	
JSW Steel	Neutral	265	-	64,153	64,500	68,245	21.1	21.5	20.1	21.2	13.2	12.5	2.4	2.1	-	-	1.7	1.6	
NMDC	Neutral	129	-	40,767	10,209	11,450	47.0	48.0	11.1	12.1	11.6	10.7	1.6	1.5	-	-	3.5	3.2	
SAIL	Neutral	80	-	33,020	54,100	63,555	3.0	10.0	(10.0)	1.5	-	53.3	1.1	1.1	-	-	1.6	1.4	
Vedanta	Neutral	340	-	126,329	81,206	87,345	28.0	29.0	26.5	33.5	12.8	10.1	2.9	2.5	-	-	2.3	2.0	
Tata Steel	Neutral	726	-	70,535	121,445	126,500	16.2	17.2	65.4	81.3	11.1	8.9	1.8	1.5	-	-	1.1	1.0	
<b>Oil &amp; Gas</b>																			
GAIL	Neutral	471	-	79,635	53,115	52,344	14.2	15.3	30.0	31.1	15.7	15.1	2.0	1.8	-	-	1.2	1.2	
ONGC	Neutral	184	-	235,554	83,111	84,934	44.2	44.9	16.4	16.9	11.2	10.9	1.4	1.3	-	-	2.7	2.7	
Indian Oil Corp	Neutral	415	-	201,496	396,116	432,560	8.5	8.8	40.1	42.2	10.4	9.8	1.8	1.6	-	-	0.7	0.6	
Reliance Industries	Neutral	929	-	604,496	257,711	267,438	17.0	18.2	89.1	89.5	10.4	10.4	1.0	0.9	-	-	2.0	1.9	
<b>Pharmaceuticals</b>																			
Alembic Pharma	Buy	498	600	9,392	3,903	4,584	18.2	19.2	21.8	27.2	22.9	18.3	4.2	3.5	19.8	20.6	2.4	2.1	
Alkem Laboratories Ltd	Accumulate	1,867	2,079	22,328	6,320	7,341	17.5	19.8	72.7	96.6	25.7	19.3	4.5	3.8	16.7	18.7	3.5	2.9	
Aurobindo Pharma	Accumulate	761	823	44,568	17,086	19,478	22.1	22.0	44.7	51.4	17.0	14.8	3.8	3.0	24.7	22.7	2.7	2.4	
Aventis*	Neutral	4,161	-	9,583	2,508	2,862	16.8	16.8	139.9	153.8	29.7	27.1	4.3	3.5	23.5	25.8	3.4	2.8	
Cadila Healthcare	Reduce	491	426	50,307	11,584	13,228	20.3	20.4	18.7	21.3	26.3	23.1	5.9	4.8	24.6	22.9	4.2	3.6	
Cipla	Sell	623	458	50,156	16,619	19,437	15.4	16.2	19.7	24.3	31.6	25.7	3.6	3.2	12.0	13.2	3.2	2.7	
Dr Reddy's	Neutral	2,395	-	39,714	15,844	17,973	17.6	18.2	91.7	111.0	26.1	21.6	3.0	2.7	11.9	13.0	2.7	2.4	
GSK Pharma*	Neutral	2,531	-	21,439	3,260	3,651	15.0	18.0	46.1	58.6	54.9	43.2	11.3	11.6	20.0	26.5	6.5	5.9	
Indoco Remedies	Sell	272	153	2,503	1,154	1,310	14.9	14.9	11.3	12.7	24.0	21.4	3.4	3.0	15.0	15.0	2.3	2.0	

# Stock Watch

October 30, 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>Pharmaceuticals</b>																			
Ipca labs	Neutral	524	-	6,616	3,593	4,022	14.5	15.5	19.4	25.2	27.0	20.8	2.5	2.2	9.5	11.2	1.9	1.7	
Lupin	Buy	1,001	1,467	45,218	18,657	21,289	21.3	23.3	52.8	66.7	19.0	15.0	2.9	2.4	16.3	17.5	2.4	2.0	
Natco Pharma	Accumulate	965	1,057	16,816	1,886	2,016	32.3	29.5	23.2	22.0	41.7	43.8	8.7	7.7	20.9	17.6	8.8	8.2	
Sun Pharma	Neutral	550	-	132,043	32,899	36,451	26.9	25.4	31.6	32.3	17.4	17.0	3.1	2.7	18.7	18.8	3.6	3.1	
Syngene International	Accumulate	501	557	10,021	1,402	1,823	32.8	36.0	15.9	20.7	31.6	24.3	5.9	4.9	18.7	20.0	7.1	5.5	
<b>Power</b>																			
Tata Power	Neutral	85	-	23,058	32,547	33,806	20.5	20.5	4.7	5.4	18.1	15.9	1.7	1.5	10.5	10.5	1.7	1.6	
NTPC	Neutral	182	-	150,438	86,070	101,246	28.3	30.7	12.9	16.2	14.1	11.3	1.5	1.4	10.6	12.4	3.1	2.8	
Power Grid	Accumulate	211	223	110,491	29,183	32,946	89.7	90.0	18.0	20.8	11.8	10.2	2.0	1.7	17.7	18.2	7.7	7.2	
<b>Real Estate</b>																			
Prestige Estate	Neutral	301	-	11,278	4,607	5,146	21.0	22.2	7.9	9.8	38.1	30.7	2.3	2.2	10.3	12.0	3.6	3.3	
MLIFE	Accumulate	462	522	2,372	487	590	12.3	17.8	21.0	31.2	22.0	14.8	1.2	1.1	5.2	7.4	3.6	2.9	
<b>Telecom</b>																			
Bharti Airtel	Neutral	485	-	193,914	97,903	105,233	36.0	36.3	9.3	11.1	52.2	43.9	2.5	2.4	5.0	5.6	2.9	2.7	
Idea Cellular	Neutral	93	-	33,544	35,012	37,689	27.1	27.7	(4.4)	(2.7)			1.5	1.5	(6.8)	(4.6)	2.3	2.0	
<b>zOthers</b>																			
Abbott India	Neutral	4,301	-	9,139	3,244	3,723	14.9	16.1	167.5	209.4	25.7	20.5	5.7	4.7	23.7	24.8	2.5	2.1	
Asian Granito	Buy	485	570	1,458	1,169	1,286	12.5	12.5	16.0	19.7	30.4	24.6	3.2	2.9	10.7	11.6	1.5	1.3	
Bajaj Electricals	Neutral	385	-	3,912	4,646	5,301	6.7	7.6	16.1	22.3	23.9	17.3	3.9	3.3	16.4	19.2	0.8	0.7	
Banco Products (India)	Neutral	215	-	1,535	1,530	1,695	13.2	12.7	19.0	20.0	11.3	10.7	1.8	1.6	0.2	0.2	0.9	101.4	
Coffee Day Enterprises Ltd	Neutral	222	-	4,566	3,494	3,913	17.4	18.0	4.8	5.7	-	38.9	2.0	1.9	-	0.1	1.8	1.5	
Elecon Engineering	Neutral	73	-	820	171	201	15.0	16.2	36.0	43.0	2.0	1.7	0.2	0.2	0.1	0.1	4.2	3.5	
Garware Wall Ropes	Neutral	943	-	2,062	928	1,003	15.2	15.2	39.4	43.2	23.9	21.8	3.9	3.4	16.5	15.4	2.1	1.9	
Goodyear India*	Neutral	808	-	1,864	1,717	1,866	11.8	12.3	47.9	49.8	16.9	16.2	2.6	2.3	15.6	15.7	0.8	111.8	
Hitachi	Neutral	2,379	-	6,470	2,355	2,715	10.3	10.8	49.0	60.9	48.6	39.1	11.4	9.0	0.2	0.2	2.8	2.4	
HSIL	Neutral	410	-	2,963	2,240	2,670	14.6	15.0	17.0	22.0	24.1	18.6	2.0	1.9	0.1	0.1	1.5	1.2	
Interglobe Aviation	Neutral	1,202	-	43,491	22,570	27,955	14.2	15.0	63.6	81.8	18.9	14.7	10.0	8.4	0.5	0.6	1.6	1.2	
Jyothy Laboratories	Neutral	375	-	6,811	1,781	2,044	14.1	15.0	9.4	10.5	40.1	35.7	8.5	8.0	0.2	0.2	4.0	3.5	
Linc Pen & Plastics	Neutral	247	-	364	420	462	9.3	9.3	15.3	17.1	16.1	14.4	2.7	2.8	16.9	19.5	0.9	0.8	
M M Forgings	Neutral	846	-	1,021	542	642	20.1	21.0	41.6	56.8	20.3	14.9	2.8	2.4	0.1	0.2	2.3	2.0	
Mirza International	Neutral	159	-	1,913	1,148	1,285	18.0	18.0	8.0	9.4	19.8	17.0	3.3	2.8	16.3	16.1	1.8	1.6	
Navkar Corporation	Buy	193	265	2,746	561	617	41.5	41.5	11.5	12.7	16.7	15.2	1.8	1.6	10.5	10.4	5.6	4.9	
Nilkamal	Neutral	1,600	-	2,388	2,317	2,525	11.4	11.1	96.0	105.0	16.7	15.2	2.8	2.5	0.2	0.2	1.0	0.9	

# Stock Watch

October 30, 2017

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		(₹)	Price (₹)	(₹ cr)	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	FY18E	FY19E	
<b>zOthers</b>																			
Parag Milk Foods	Neutral	264	-	2,223	1,987	2,379	7.6	9.0	12.4	18.3	21.3	14.4	3.0	2.6	8.2	13.2	1.2	1.0	
Radico Khaitan	Neutral	214	-	2,844	1,811	1,992	13.2	13.2	8.1	8.8	26.4	24.3	2.7	2.9	10.1	12.0	1.9	1.7	
Relaxo Footwears	Neutral	529	-	6,351	1,981	2,310	13.7	14.5	12.0	15.5	44.1	34.1	8.6	6.9	0.2	0.2	3.3	2.8	
Siyaram Silk Mills	Accumulate	605	650	2,838	1,769	1,981	12.7	12.7	22.6	26.2	26.8	23.1	4.1	3.6	15.5	15.5	1.8	1.6	
Styrolution ABS India*	Neutral	1,029	-	1,810	1,800	1,980	8.0	8.1	42.0	46.2	24.5	22.3	2.7	2.4	0.1	0.1	1.1	1.0	
Surya Roshni	Neutral	377	-	1,654	4,870	5,320	7.7	7.8	22.8	28.1	16.6	13.4	2.2	1.9	0.1	0.1	0.6	0.5	
TVS Srichakra	Neutral	3,076	-	2,355	2,729	2,893	12.7	12.5	248.5	265.0	12.4	11.6	3.5	2.9	0.3	0.3	0.9	0.8	
Visaka Industries	Neutral	677	-	1,074	1,104	1,214	12.1	12.6	31.0	37.9	21.8	17.9	2.7	2.4	0.1	0.1	1.2	1.1	
VIP Industries	Accumulate	279	300	3,941	1,450	1,693	10.4	10.5	6.5	7.8	42.6	35.7	9.0	7.9	21.1	22.1	2.7	2.3	
Navin Fluorine	Neutral	734	-	3,621	945	1,154	22.4	22.6	28.7	34.8	25.6	21.1	4.2	3.6	-	-	3.4	2.6	

Source: Company, Angel Research; Note: \*December year end; #September year end; &October year end; Price as on October 27, 2017



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