

Turns ex-bonus today

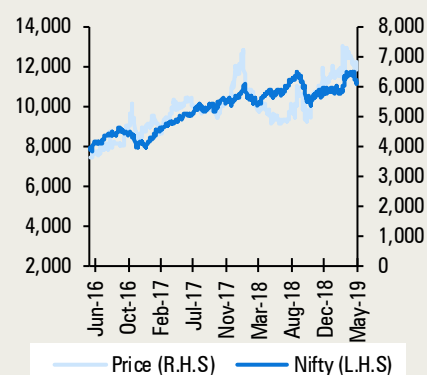
TTK Prestige on March 22, 2019 made an announcement to consider issuing bonus shares, subject to the approval of the Board of Directors, shareholders and regulatory provisions. The Board recommended the issue of bonus shares in proportion of one bonus share (face value of ₹ 10 each) for every five equity shares held. The record date for the same is May 16, 2019 while ex-date for the same is today i.e. May 15, 2019. Consequently, the TTK Prestige share price has dropped to ₹ 7400/ share from ₹ 8880/share. Our target price has also been revised to ₹ 6745/share from the earlier ₹ 8100/share. The stock is currently quoting at rich valuations of 38x P/E on FY21E EPS. We have a HOLD recommendation on the stock (35.0x FY21E EPS).



Particulars

Particular	Amount
Market Capitalisation (₹ Crore)	10,263.8
Debt (FY18) (₹ Crore)	129.2
Cash (FY18) (₹ Crore)	135.5
EV (₹ Crore)	10,257.5
52 week H/L	7738 / 4582
Equity Capital (₹ Crore)	13.9
Face Value	10

Price Chart



Research Analyst

Bharat Chhoda
bharat.chhoda@icicisecurities.com

Cheragh Sidhwa
cheragh.sidhwa@icicisecurities.com

Key Financial Summary- EPS adjusted as per bonus issue

(₹ Crore)	FY17	FY18	FY19E	FY20E	FY21E
Net Sales	1,745.1	1,871.4	2,136.1	2,447.2	2,801.1
EBITDA	214.5	247.4	304.5	352.3	414.0
PAT	150.7	263.5	197.5	228.8	267.9
EPS (₹)*	108.6	190.0	142.4	165.0	193.1
P/E (x)	68.1	39.0	52.0	44.9	38.3
EV/Sales (x)	5.9	5.5	4.8	4.2	3.6
EV/EBITDA (x)	48.1	41.5	33.5	28.9	24.4
RoCE (%)	19.5	19.3	21.9	23.1	24.7
RoE (%)	17.6	25.8	17.3	17.8	18.4

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Buy: >15%

Hold: -5% to 15%;

Reduce: -15% to -5%;

Sell: <-15%



Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
1st Floor, Akruti Trade Centre,
Road No 7, MIDC,
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

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