

**Sell Reliance Power -1 Yr. TP Rs.114**

- It seems that Reliance Power continues to remain weak and the stock price is expected to move back to Rs.114 over a one-year term.
- It appears that the stock is not yet moved to the value zone and positives on this stock are very limited.
- At the current level, the stock seems to be heavily overpriced and the price is at 125.5 P/E multiple of FY09 expected earnings. The P/E is at 56.8 multiple of FY10 expected earnings.
- It also seems that the risk reward ratio is highly unfavorable and we recommend to sell the stock.

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