Our Top Recommendations

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Emkay Global Financial Services Ltd.

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Top Recommendations

	Overweight	Underweight
Agri-inputs	Rallis India	
Automobiles	Bajaj Auto, Eicher Motors, Mahindra & Mahindra	
Banking and Fin Services	ICICI Bank, LIC Housing Finance	Axis Bank, Bank of India
Cement	ACC	Ambuja Cement
Consumers	Berger Paints, Godrej Consumer	Asian Paints, Titan Industries
Engineering & Capital Goods		BHEL
IT	Hexaware Technologies, Infosys	
Metals & Mining	Hindustan Zinc	
Oil & Gas	Gujarat Gas	
Pharmaceuticals	Cadila Healthcare, Divi's Lab, Glenmark Pharma, Lupin	
Power	NHPC, Reliance Power	Adani Power, PTC India
Telecom	Bharti Airtel	
Others	Dish TV, IRB Infrastructure, Kajaria Ceramics, Oberoi Realty, Piramal Glass	

Overweight

ACC

15.1x FY2013E	CMP : Rs1,054	RECO : HOLD	TP : Rs1100

Investment Rationale

- Cement demand growth likely to bounce back in FY13 after a prolonged 12-15 months of subdued growth. Growth to be led by 1) Continued improvement in rural housing fuelled by higher MSPs and better monsoons. 2) Pre-election (General elections in FY14, multiple state election in FY12/13) infra spending
- Though cement realizations could come under pressure in short term ACC's solid volume growth (12%+ytd) would help company protect its profitability. Cost closer to peaking out by Q3FY12 as slower global growth likely to stabilize runaway coal/petcoke prices
- Solid balance sheet - Rs23 bn (1/3rd of balance sheet size) worth of Cash & cash equivalents
- Impressive return ratios - RoCE of 21% (1.5X CoC) & RoIC of ~35% even in relatively subdued cement cycle clearly reflects company's superior capital efficiency

Valuations

- Valuation at PER of 15.1X & EV/ton of USD118 on CY12E though not cheap are still at discount to Ambuja Cement

Bajaj Auto

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14x FY2013E	CMP : Rs1,600	RECO : ACCUMULATE	TP : Rs1,950

Investment Rationale

- Focus on demand pull to ensure market share gains along with strong profitability. 1QFY12 market share of ~25% is still below its previous peak of ~32% in FY07
- Expect strong volume growth of ~15.5% CAGR FY11-13E driven by launch of variants within its umbrella brands (Discover, Pulsar), introduction of Boxer in domestic market and continued traction in exports
- Factoring in DEPB withdrawal in our estimates. Extension of the scheme to result in EPS upgrade of ~7%. Irrespective of DEPB, expect exports to remain a key growth driver

Valuations

- We have valued the stock at a target PER of 17x our FY13 estimates.
- Lowered our rating to ACCUMULATE from BUY on valuations. Here on there is limited scope of valuation rerating.
- Stock performance will be driven by earnings
- Key trigger for the stock would be strong monthly volumes and quarterly earning surprises

Berger Paints

17.3x FY2013E	CMP : Rs108	RECO : ACCUMULATE	TP : Rs109

Investment Rationale

- Berger Paints is the second largest player in the decorative paints segment with a market share of 17%. It has a strong distribution network of 14,500 dealers with 8,000 tinting machines across India. *With a strong second position in the decorative paints market, we believe Berger Paints cannot be ignored.*
- The inherent growth in the paints industry coupled with the company's aggression to expand its geographical reach will help Berger Paints attain reasonable revenue size of Rs 33 bn by FY13E. (Revenue CAGR of 19%)
- Increasing focus on water-based emulsion paints, backward integration of its emulsion requirements and higher operating efficiencies as the company gains size and scale could possibly result in higher operating margins. We have, however, not factored in margin expansion due to higher raw material cost and expect margins at 10.4% in FY13E.
- The company plans to increase its production capacity by 52%, through the addition of 160,000 MT (Phase I and II at a cost of Rs 1.4 bn) capacity plant (scalable to 320,000 MT) in Andhra Pradesh over the next 2 years. We believe it has a comfortable cash flow position to fund this capex plan.

Valuation

- At CMP, the stock is trading at 17.3x FY13E EPS of Rs 6.2 respectively.
- Historically the stock has traded at 40% discount to Asian Paints. We expect this gap to narrow due to
  - It gaining considerable size and scale with healthy revenue and earnings CAGR of 19% and 20%, respectively, over FY11-13E.
  - Increasing shift towards premium products enhancing operating margins.
  - Increasing presence across India with rising penetration in the south through its franchisee stores.

Bharti Airtel

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14.3x FY2013E	CMP : Rs382	RECO : ACCUMULATE	TP : Rs464

Investment Rationale

- Bharti Airtel continues to maintain its leadership position with strong subscriber additions and healthy revenue market share of ~31.1%
- Stabilization in the competitive landscape and recent price of 20% in most of its circles would drive the strong revenue and EBITDA (would be visible in numbers from Q3FY12E), going forward. As a incumbent with the hefty subscriber base, we expect Bharti is expected to benefit the most from 3G. It claims to have already added more than 3mn subs on 3G network.
- Improving economics of African operations, in-terms of both the incremental subscriber addition, revenue and EBITDA margins. We believe the network sharing contracts are on the way for African operation and once it gets thru it would positively impact EBITDA. We estimate EBITDA margins from African operations at 28.2% for FY12E and 30.9% for FY13E.
- Regulatory environment remains a concern: Re-pricing of excess spectrum, re-farming of spectrum and upcoming licences renewal in next couple of years at higher price are key issues
- We estimate net debt/ EBITDA to reduce from 3.1x in FY11 to 1.6x in FY13E. Unlocking of value in the tower business (either in Indus or Bharti Infratel) could also give an upside trigger to the stock
- Estimating strong revenue and EBIDTA CAGR of 18.8% and 23.4% respectively over FY11-13E

Valuations

- At CMP of Rs400, stock trades at EV/EBIDTA of 7.8x and 6.1x and PE of 21.6x and 14.3x for FY12E and FY13E respectively. Bharti remains our preferred pick in the sector, we recommend ACCUMULATE with target price Rs464. We maintain our cautious view on the sector till the regulatory uncertainties gets cleared out.

Cadila Healthcare

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16.1x FY2013E	CMP : Rs823	RECO : ACCUMULATE	TP : Rs1021

Investment Rationale

- Cadlila Healthcare emerges our top pick given its strong growth prospects (>20% revenue & earnings CAGR over FY11-13E), strong domestic foothold, wide geographical reach and foray into difficult to manufacture generics such as transdermal patches, bio-similar and vaccines.
- US (contributes 21%) likely to witness 8-10 ANDA launches in FY12E and FY13E each. Currently 67 ANDAs have been approved and 43 been launched. Expect FY11-13E revenue CAGR of 22%
- Hospira JV currently has launched 3 products. Cadila has recently started the supplies of docetaxel to Hospira (Q4'11 sales were Rs1.1bn). 3 more products set to get introduced in US and 6 in Europe over the next 18 months. Hospira ramp-up to allay concerns around Nycomed JV
- Bayer JV is expected to commence the operations from H2FY12, with a focus on women's healthcare, metabolic disorders, diagnostic imaging, CVS, oncology and anti diabetic
- Current strategic alliance with Abbott for 24 products (for emerging markets), can be extended by another 40 products
- Expect international business to grow at a CAGR of 22% over FY11-13E
- Domestic formulations (contributes 38%) continues to grow above industry rates –cash cow for the company.
- The company is aiming to attain revenue of US$3bn by 2016. Healthy return ratios (RoE > 35%)

Valuations

- We expect earnings to grow at 25% CAGR over FY11-13E to Rs10.5bn.
- At CMP, the stock is trading at 21x/ 16x, FY12E/ FY13E EPS of Rs39.9/ Rs51.1 respectively.

Dish TV

11.9x EV/E FY2013E	CMP : Rs76	RECO : ACCUMULATE	TP : Rs99

Investment Rationale

- Leader in the DTH space with active subscriber base of 8.93million and gross subscriber base of 11.2million. We expect it to maintain its leadership with 29% subscriber market share and 24% share in incremental net adds by FY13E
- We estimate subscriber addition of 3mn and ARPU of Rs154 for FY12E. Recent price hike in its recharge packages and uptick in HD subscriber would support ARPU improvement, resulting in strong revenue growth.
- Recent price hike on the STB for initial start-up packages would reduce SAC (subscriber acquisition cost) and per subscriber pay back period. We estimate company to turn PAT positive by Q4FY12E
- With Rs11.0bn of cash profit generation over the next two years and cash balance in sheet would fund the subscriber addition for same period. We estimate Dish TV to turn FCF positive by FY13E, thereby enabling future growth through internal accruals and de-leveraging of balance sheet.
- We estimate 34.7% & 76.2% revenue and EBITDA CAGR over FY11-13E respectively, led by strong operating leverage on increasing scalability of business

Valuations

- At CMP of Rs80, the stock trades at 17.4x and 12.4 EV/EBIDTA. Premium to global peers justified given Dish TV's growth trajectory. We maintain ACCUMULATE rating on the stock with DCF based target price of Rs 99. Higher than expected churn rate and slower improvement in ARPU would be the key risk to our call.

Divi's Lab

15.3x FY2013E	CMP : Rs709	RECO : BUY	TP : Rs927

Investment Rationale

- Company's new multi-purpose plant at Vizag has commenced operation in Q1FY12. We expect this facility to have a meaningful contribution in FY12. The company is further investing Rs1.75bn as capex in FY12E in order to address shortfall in capacities in FY13
- Management has guided for sales CAGR of 20% and EBITDA margins at 40% levels over FY11-13E on back of good off-take from new products in the Generics segment and sustained momentum in the CSS business
- Custom Synthesis and Generics business are set to grow at 20% CAGR over FY11-13E on the back of new capacity additions. Company has set up a new multipurpose facility at Vizag which will be commissioned in Q1FY12E. The investments in Nutraceuticals will see 100% CAGR with Rs2.5bn revenues over FY11-13E
- Operating margins at 40% will be driven by a) improved product mix, b) higher contribution of high margin Carotenoids business, and c) normalization of demand from US and Europe. Moreover with capex investment stabilizing, benefits from operating leverage would come into play
- Divi's continues to maintain strong performance in the CRAMS space vis-à-vis its peers in terms of best-in-class operating metrics. We value the company at 20x FY13E earnings

Valuations

- We expect an earnings CAGR of 21% over FY11-13E
- At CMP, the stock is trading at 18.9xFY12E EPS of Rs37.5 and 15.3xFY13E EPS of Rs46.3

Eicher Motors

12x FY2013E	**CMP : Rs1,450**	**RECO : BUY**	**TP : Rs1,700**

Investment Rationale

- CV volumes to surprise positively driven by higher demand for 7.5-12ton segment during slowdown (~65% of EML's portfolio) and its success in 12- 16ton segment (aided by support from Volvo)
- Two wheeler demand remains strong and enjoys strong brand equity. Higher capacity coming on stream and clear focus on the business will lead to strong volumes and improved margins
- Engine outsourcing business to commence from CY13 onwards and provides a strong potential. Capacity planned is of 85,000 units for engines of Euro II to Euro VI.

Valuations

- We have valued the existing business (two wheeler at 8x and CV at 7x CY12 EV/EBITDA) at Rs 1,547
- We value the engine outsourcing business at Rs 153
- The key trigger for the stock will be strong monthly volumes and quarterly earnings

Glenmark Pharma

13.3x FY2013E	CMP : Rs317	RECO : BUY	TP : Rs401

Investment Rationale

- Glenmark has strong product pipeline in the US and in the forthcoming quarters the management has guided for launch of seven new products in the oral contraceptives, oral solids and semi solids space, as well as exclusive launches
- Strong performance from key specialties like the derma, respiratory, CVS and pain management, new product launches coupled with recent addition to the filed force would lead to 16-18%+ growth in the Indian business. The total MR strength is ~2400
- Expect Generic business to grow at a CAGR of 18% and Specialty business to grow at a CAGR of 16% over FY11-13E
- Domestic formulations (contributes ~30%) continues to grow above industry rates –cash cow for the company and we expect it to clock revenue CAGR of 15% during FY11-13E.
- Expect base business earnings to grow at FY11-13E CAGR of 22% over FY11-13E

Valuations

- We expect earnings to grow at 22% CAGR over FY11-13E. Value the company at 18x FY12 base business earnings + adjusted NPV of Rs45 to arrive at a target price of Rs401
- At CMP, the stock is trading at 13.2x/ 13.3x, FY12E/ FY13E EPS of Rs24.0/ Rs23.8 respectively.

Godrej Consumer

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17.3x FY2013E	CMP : Rs427	RECO : ACCUMULATE	TP : Rs 474

Investment Rationale

- Faster growing household insecticide segment (category growth of 20%+) will continue to strengthen its domestic business of soaps and hair colours, which is likely to witness an improving growth outlook. We expect domestic business to register 15% CAGR growth over FY11-13E.
- Increasing presence in international geographies of Indonesia, LatAM and Africa will assist future growth momentum. International revenue size at Rs 3.6bn for 1QFY12 is considerable and is expected to continue a healthy growth trajectory in future.
- Moreover, increasing contribution from household insecticide segment, with modest inflationary input costs scenario and better margin profile, will likely aid better profitability going forward. We expect operating margins to increase to 18.1% (up 90bps from FY11) and PAT to grow at 29% CAGR over FY11-13E.

Valuations

- Valuations at 17.3x FY13E EPS of Rs 23.7/share look reasonable.
- GCPL is the only stock in the consumers' space which is providing c12% absolute upside potential from current levels. Moreover, on a relative basis also, GCPL has under performed its peers in the recent times.
- Attractive valuations, coupled with robust growth drivers place GCPL in a preferred position and hence, we maintain our ACCUMULATE rating with a target price of Rs 474/share.

Gujarat Gas

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16.6x CY2012E	CMP : Rs439	RECO : BUY	TP : Rs481

Investment Rationale

- Volumes to grow at a CAGR of 6.6% from 3.4mmsmcd in CY10 to 3.8mmscmd in CY12E, led by huge demand from industrial and CNG segment to drive volume growth
- Industrial and CNG segment - Key volume and revenue drivers in the segment:- which provides higher revenues & better margins. we expect industrial volume to grow at 5.5% CAGR to 1123mmscm in CY12E and CNG volume to grow at 15.5% CAGR to 166mmscmd in CY12E
- Supply outlook remains robust backed by long term RLNG and KG D6 gas
- Increase in selling price across segments result in a margin expansion on QoQ basis: During Q2 CY11 EBIDTA/scm has increased by 26.6% QoQ and 36.5% YoY.
- Authorization from PNGRB expected soon: positive trigger for GGCL to expand in the existing cities

Valuations

- Our EPS estimate of Rs.23.1 and Rs.26.4 for CY11E and CY12E respectively, imply an earnings CAGR of 15% over CY10-12E. GGCL is one of our top picks given its monopoly in cities like Surat, Bharuch, Valsad, and Ankleshwar, expected volume growth plus zero debt and robust business model with no commodity risk. We believe that concerns on volume growth and pricing pressure have eased and any dip should be used as an opportunity to accumulate the stock. At CMP of Rs.452, stock trades at 16.6x, one year forward P/E and 3.6x P/BV. We recommend BUY on GGCL with a target price of Rs.481 based on SOTP valuation.

Hexaware Technologies

9.7x FY2013E	CMP : Rs72	RECO : ACCUMULATE	TP : Rs80

Investment Rationale

- Revenue growth momentum to uplift financial performance
  - Hexaware used the downturn to address its inherent weaknesses by hiring senior talent, revamping the entire management team as well adopting a vertical led sales approach.
  - Company's ability to survive vendor consolidation exercises at several clients has driven strong revenue growth over the past 5 quarters (9% CQGR) (as clients reverted to normal spending levels)
  - Margin uptrend (expansion of ~700 bps in last 5 quarters) to continue driven by strong revenue growth, growth led SG&A leverage and offshore leverage
  - Estimated to post 23%, 56% and 59% revenue, EBITDA and profit CAGR (24% US$ revenue CAGR) over FY11-13E, driven by operating leverage
- Strong revenue growth + margin expansion = a perfect recipe for re-rating

  Hexaware has guided for a strong 4.3-5.6% QoQ growth in revenues for Sep'11 at US$ 78-79 mn and raised annual revenue guidance from US$ 295 mn to US$ 302 mn (+30% YoY) which still builds in QoQ flat revenues in Dec'11 qtr. We estimate 32%+ revenue growth for FY12 as we expect pickup in discretionary spending to fuel Enterprise Services revenues.

Valuations

- At CMP of Rs 80, the stock is trading at a P/E of 9.6x/9.7x on FY12E/FY13E earnings of Rs 7.5/Rs. 7.4 respectively

Hindustan Zinc

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8.6x FY2013E	CMP : Rs127	RECO : BUY	TP : Rs173

Investment Rationale

- World's largest integrated zinc producer with unit cost of production in the first quartile
- Reserve and Resource base of 313 million tonnes (almost 30 years mine life) and potential to increase further.
- Projects commissioning in full swing of 1 lakh tpa lead smelter at Dariba
- Silver business contribution to overall EBITDA to increase from 10% in FY11 to about 25% in FY13
- Net cash balance of Rs 157 billion (~ Rs 39 per share) as on 30th June 2011 fetching ~10.25% pre-tax returns
- Excellent organization with Government nominees on Board. Gives comfort on regulatory compliances

Valuations

- Being the largest integrated zinc producer in the world with strong cash flows, low cost of production, operations geographically well positioned and increasing contribution from the silver business it deserves a premium in valuation multiple over peers
- At the CMP of Rs 127, the stock is trading at 9.6x FY12 EPS and 8x FY13E EV/ EBITDA. Global zinc and lead producers are currently trading at 4.4x CY12 EV/ EBITDA, while pure silver producers are trading at 13x CY12 EV/ EBITDA on an average basis. We continue to value the stock at 6.5x FY13E EV/ EBITDA. Maintain Buy with a target price of Rs 173

ICICI Bank

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1.6x FY2013 ABV	CMP : Rs852	RECO : ACCUMULATE	TP : Rs1,200

Investment Rationale

- **NIMs may improve in H2FY12 led by favourable asset liability repricing:** The bank has increased its base rate by 200bps over last two quarters; however yield on advances has increased by just 70bps during the period. As all advances get fully reprised by December 2011 only, we may see margin improvement from Q3FY12 onwards.
- **Slippage rate to remain stable @ 1.2%:** The bank expect it's slippage rate to stablise at FY11 levels of 1.2%. The bank draws comfort from the fact that it has only ~5% of its exposure to SME and less than 3% exposure to unsecured retail portfolio, which normally throw concern in a rising rate scenario. Moreover its infra exposure is also relatively lower at 10%, as against 14-17% for other peers. Of the total infra exposure, power exposure is 4.5% with very small exposure to SEB's.
- **Limited exposure to troubled nations:** Over the last three years the bank has reduced its banks/ Financial institutions bonds exposure significantly from USD2.2bn to USD600mn only. Even of this exposure they have a very miniscule exposure towards UK, Germany, and France and no exposure to PIIGS countries. Moreover its non India linked credit derivatives exposure also stands at just USD600mn.
- **Valuations and view:** Valuations at 1.7x/1.6x FY12E/FY13E standalone ABV does not look unreasonable with improving operating matrix. Maintain ACCUMULATE rating with TP of Rs1200

Infosys

15.1x FY2013E	CMP : Rs2,222	RECO : ACCUMULATE	TP : Rs2,500

Investment Rationale

- Infosys continues to be one of the two top picks within the Tier 1 coverage universe on account of
  - Preparing the business model for future and targeting at 1/3rd of revenues each from Business operations (apps devt and maintenance), Transformation (package implementation and consulting) & Innovation (products and platforms) V/s. contribution of 60%/32%/8% currently.
  - Temporary blips but prepared for the next wave of demand increase by way of new restructuring in business units
  - Higher exposure to discretionary spending (~25% of revenues in Q1FY12) expected to help Infosys grow its US$ revenues at ~19% in FY12 on the back of ~26% growth rate in FY11
  - Investors expectations more sanguine leaving room for positive surprises. Expect 16%/9%/11% US$ Rev/EBITDA/PAT CAGR over FY11-13E and see margins levers in the form of (1) increase in utilizations (2) broadening of employee pyramid (3) increasing proportion of non linear revenues

Valuations

- At CMP of Rs 2,222, the stock is trading at a P/E of 16.8x/15.1x on FY12E/FY13E earnings of Rs 132.4/146.9 respectively.

IRB Infrastructure Developers

14.2x FY2013E	CMP : Rs162	RECO : BUY	TP : Rs250

Investment Rationale

- India Premier road asset, with commendable track record - Bagged 7 NHAI projects over last 4 years with market share of 7%- port folio set to grow at 29% CAGR over FY08-14E.
- BOT Revenues to grow 2.6X over FY11-15E at implied CAGR of 28% -7 BOT projects worth Rs112 bn are likely to commence toll collection over the next 3 years.
- Ideally Complemented by solid integrated E&C capabilities- E&C order backlog at Rs111.7 bn 6.7X FY11 construction revenues which provides strong visibility – E&C business to gain traction revenue CAGR of 29% over FY11-13E
- Robust Cash flows over FY11-14E, Strong balance (FY12 net D:E equity at 1.6X) to drive dilution free asset accretion - Estimate new project win at Rs30 bn over FY13E, covering ~250 km as the company in 1QFY12 has already bagged Rs 49bn of order
- Consolidated revenues to grow at a CAGR of 30%, EBIDTA at 14%, Gross cash accruals at 12% over FY11-13E
- SoTP Value at Rs250 - Stock trades 54% discount to fair value, even ex the new project wins – other Implied value drivers providing significant comfort

Key Triggers

- Pick up in awarding activity by NHAI, Identified list of 100 projects covering 11500 kms
- 10% Toll hike at Surat Dahisar project expected on 1st Sept 2011 will improve the BOT performance further

Kajaria Ceramics

7.6x FY2013E	CMP: Rs109	RECO : BUY	TP : Rs143

Investment Rationale

- Indian ceramics / tiles industry is likely to report volume growth of 14% (FY10-13E) while growth in high-end segment is likely to remain at 20%. Kajaria with its presence in only high end segment with market share of 5% will be a strong beneficiary of this growth in high end segment
- Given the healthy growth prospects of the tile industry in general and high-end segment in particular, Kajaria's brownfield expansion for manufacture of vitrified tiles comes at an opportune time. Capacity additions in high end segment will increase share of value added tiles from 10% in FY10 to 30% by FY12E
- To leverage its well established dealers network and brands, trading of tiles in high end segment, is likely to remain a growth driver (trading revenues contribute approx 38% to company’s topline) in future
- Increase in asset turnover ratio is expected to result in improved RoCE from 17.0% to 28.5% and RoIC from 17.2% to 31.0% over FY10-FY13E
- We expect the company's revenue and EBITDA to grow by 22% and 23% CAGR (FY11E-13E) to Rs 14.2 bn and Rs 2.3 bn by FY13E, respectively

Valuations

- At current price, the stock trades at 7.6x FY13 EPS, EV / EBITDA of 4.3x and P/BV of 2.1x. With higher asset turnover, RoE are expected to improve from 20.4% in FY10 to 31.7% by FY 13E

LIC Housing Finance

1.5x FY2013 ABV	CMP : Rs204	RECO : BUY	TP : Rs250

Investment Rationale

- **Earnings momentum to remain strong:** LIC Housing Finance with loan portfolio of US$11bn, is the second largest housing finance company in India. Strong parentage, domain expertise and rising income levels, we expect LICHF to witness robust 28% CAGR in its loan book, 37% CAGR in NII and 20% CAGR in net profit over FY11-13E.
- **Low mortgage / GDP provides ample room for growth :** Mortgage/GDP ratio in India has remained in sub-10% levels providing room for growth. Despite steep price in real estate prices in certain pockets, with rising income levels, evolution of nuclear family concept and flexible EMI, we expect demand for mortgage to outpace overall system credit growth.
- **Tighter provisioning norms to act as a cover against uncertainties :** Cap on LTV ratio and stringent provisioning norms towards NPA including provisions towards dual rate scheme are likely to act as a cover in uncertain environment. GNPA/NNPA at 0.67%/0.18% remain comfortable.

Valuations

- With average RoE of 26% over FY11-13E, and valuations at 1.9x/1.5x FY12E/FY13E ABV, we believe that stock offers an attractive investment opportunity.

Lupin

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18.7x FY2013E	CMP : Rs468	RECO : BUY	TP : Rs501

Investment Rationale

- Strong execution track record, fair visibility on the earnings, strong pipeline coupled with both Para IVs (15 FTFs) as well as niche therapies and well diversified presence across the key markets, makes Lupin as one of the attractive stocks in the Pharma pack
- Growth in US would be triggered by ramp up in Antara, launch of AllerNaze and 11 ANDAs including 3-4 OC's and 2 FTF's in FY12. The approval for Suprax Chewable Tablets would help the company to address price erosion in its Suprax franchise
- Company expects 3-4 products from its OC portfolio to hit the market by Oct'12E (addressable market US$300-500mn). US likely to witness ~11ANDA launches in FY12E and FY13E each
- Key FTFs launches -Fortamet (US$70mn, likely launch Jun'11) and Ziprasidone (US1.2bn, likely launch Mar'12) will drive US revenues. Lupin continues to remain the 5th largest generic player by prescriptions in the US generics space
- In India, improved contribution from existing products and 41 new product launches will lead to 18% revenue CAGR over FY11-13E
- Growth in Japan would be driven by 7 new launches in FY12 and increased sourcing of products from India
- Healthy return ratios (RoE> 25%)

Valuations

- We expect earnings to grow at 14% CAGR over FY11-13E.
- At CMP, the stock is trading at 22.3x/ 18.7x, FY12E/ FY13E EPS of Rs21/ Rs25 respectively.

Mahindra & Mahindra

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14.6x FY2013E	CMP : Rs782	RECO : BUY	TP : Rs930

Investment Rationale

- Existing product portfolio enjoys strong brand equity with higher share of rural/semi urban demand
- New launches to provide volume momentum in FY12/FY13 as it has entered into new segments and products have achieved reasonable success.
- We expect value accretion from Ssangyong in FY13 as management streamlines operations and looks for synergies. Pick up in volumes and strong cash flow generation are important near term positives in our view

Valuations

- We value standalone business at Rs 725 (8x FY13 EV/EBITDA)
- We value listed subsidiaries and Tech Mahindra at Rs 160 and MVML at Rs 45 (7.5x FY13 EV/EBITDA)
- Strong potential for higher value from MVML exists as product ramp up happens and earnings visibility improves

NHPC

1.1x FY2012E BV	CMP : Rs24	RECO :BUY	TP : Rs34

Investment Rationale

- Adj. Core ROE of 21% in FY11 - Including by Rs2.8bn revenue recognition in 1QFY12, related to FY10 and FY11
- Grossing up to be at full tax rate for FY12 vs. MAT in 1Q12 - 4Q profits to be higher by about Rs3bn
- Previous yr sales likely to continue with water cess approval likely in 3Q and two tariff orders likely in FY12 itself
- Regulatory trigger - CERC contemplating an increase in hydro returns. Consultation paper on the same likely to be out very shortly
- Commissioning pick up; as against 120MW in past two years, next five years to witness quantum jump - 515MW in FY12, 697MW in FY13, 960MW in FY14, 1000MW in FY15 and 1000MW in FY16
- Likely reduction in working capital driven by issue of tariff orders - about Rs15bn to be realized

Valuations

- About 25-30% cheaper on ROE adjusted valuations compared with NTPC and PGCIL
- Fair value of Rs34/Share without regulatory trigger and conservative commissioning targets
- Only risk present is execution - a significant part of under construction capacity already passed through this stage

Oberoi Realty

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9.8x FY2013E	CMP : Rs219	RECO : ACCUMULATE	TP : Rs272

Investment Rationale

- Quality Mumbai-based land bank, strong repute of quality and execution and zero leveraged balance sheet makes Oberoi Realty (OBRE) less vulnerable in the current macro environment
- Slowdown in real estate sector will provide attractive opportunities to OBRE for new land acquisition. The acquisition would be key trigger for stock re-rating, as it would lead to higher yield of 20%+ on growing idle cash reserves, vis-a-vis current yields of 6% - 7%
- Factoring in risks pertaining to flat absorption rate, execution timeline extension, lower rentals for leasable assets and zero price escalation across ongoing projects, our target NAV works out to Rs 272; 21% upside from CMP
- Annual net cashflows from rentals of Rs 1.0bn from Oberoi Mall and Commerz 1 will substantially meet the development cost of the ongoing commercial projects, leading to lower erosion of the current cash reserves

Valuations

- We have initiated coverage with a SOTP NAV of Rs 272 with leased assets, operational hotel asset and cash accounting for 37% of the NAV
- 58% NAV concentrated in the Goregaon (E) projects, where as Andheri (E), Mulund (W) and Worli account for 6-7% each
- Expect lower ROEs of 14.1% FY12E owing to increase in CWIP and working capital, and with new launches and higher sales absorption in FY13E the same is seen at 17.1%
- Cashflows are discounted at 13.7% where as leasaeable assets are valued at 10% capitalisation rate. To account for business risk in commercial assets, we have further discounted their NAVs by 15%.

Piramal Glass

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5.8x FY2013E	CMP : Rs136	RECO : BUY	TP : Rs205

Investment Rationale

- Well enriched business model - with multiple drivers
- Cosmetics and Perfumery (C&P) division continues to surge, share to total revenues rises to 56% - Expect segment revenues to grow at 23.8% CAGR over FY11-FY13E
- Specialty F&B business has regained growth momentum with robust growth in Sri Lankan operations and revival in US subsidiary - Expect 15.5% revenue CAGR during FY11-13E
- Capacity expansion of Rs 2.6bn through Greenfield and realignments is on track and full benefit would realize in FY13E – To aid revenue CAGR of 15% in FY11-FY13E period
- Rising share of C&P division to enhance EBIDTA margins – Expect EBIDTA margins to rise from 22.8% in FY11 to 25.2% in FY13E

Valuations

- At CMP, the stock is trading at a P/e of 8X FY12E and 5.8X FY13E consolidated earnings of Rs16.9 and Rs23.3 per share respectively

Rallis India

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14.7x FY2013E	CMP : Rs170	RECO : BUY	TP : Rs209

Investment Rationale

- Rallis is the 2nd largest domestic generic player in extremely regulated market of crop protection and enjoys the benefit of its well diversified distribution network and age old brand of Tata
- Its multi pronged strategy to boost revenues through product restructuring, new product launches and focus on exploring export opportunities and entry into seeds segment along with new initiatives taken like trading of pulses should help Rallis to post strong revenue growth of 20-22% p.a.
- Well positioned to tap opportunities in fast growing CRAMS space through its new upcoming facility at Dahej. Rallis has contracted with leading global players to provide its services under toll manufacturing agreement
- Growing share of high value branded products, cost reduction initiatives taken by the company and recent fall in commodities prices is expected to drive its EBITDA margins by 360 bps to 21.4% by FY13E (over FY10)

Valuations

- At EPS CAGR of 32% (FY10-13E), Rallis offers PEG of 0.5. EBITDA margin expansion of 360 bps over FY10-13E to improve RoE by 450 bps to 31% by FY13E. With a healthy balance sheet (negative net debt / equity of 0.1) in FY11, Rallis offers attractive investment opportunity. The company also has ‘hidden assets’ like excess land bank and a minority stake in Advinus, one of the finest pharma research organizations in India

Reliance Power

1x FY2013E BV	CMP : Rs78	RECO : BUY	TP : Rs155

Investment Rationale

- Huge captive coal potential with reserves of about 3bn MT and annual production potential of 95mn MT in next 5-7 years offers (1) fuel security and (2) one of the cheapest cost power (fuel cost in the range of Rs0.40/unit)
- Significant progress achieved in its power plant/coal mine execution -either in line or ahead of schedule
- Posting excellent operational performance as against other IPPs subdued performance - we have increased its earnings estimates substantially (+15%) versus other IPPs substantial (-25%) downgrades
- Merchant capacity only in plants with captive coal - excellent strategy
- None of the current problems of private power utilities are applicable - fuel (captive), merchant prices (merchant capacity to be only in captive fuel plants) and SEB bad health (cheap supplies)
- Even in case of Krishnapatnam, the Indonesian law impact is likely to be insignificant in the worst case scenario

Valuations

- Mid-term triggers - 1) COD of 4,260MW by Dec12 (incl. 1 unit of Sasan), 2) coal production in Sasan - Jun12, 3) milestones in Tilaiya & Indonesian mines & 4) gas plant and gas supplies
- Solidity in the business model and positive triggers are being ignored with Reliance power valuations implying long term merchant rate of Rs1.3/unit, very safe
- We foresee RPL as the most sustainable private utility. Buy with Fair value of Rs155/Share

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Underweight

Adani Power

1.5x FY2012E BV	CMP:Rs84	RECO : REDUCE	TP:Rs82

Investment Rationale

- Though execution has been a lot better vs. peers, the business model with almost 7000MW+ case I bids (fuel not a pass through) and fuel coming from Indonesia (cheap cost, has risk to be revised upwards due to regulations) and coal India (shortage and price changes) - poses structural long-term risk.
- Taken into consideration best operating parameters (PLF, SHR, Aux, O&M etc), posing a risk of earnings downgrade – which has been happening since past few qtrs and will continue. Further, have considered Rs3.6/unit merchant prices in the long-term, which we believe has a downside - again a risk to long-term earnings.
- Negative news flow recently - (1) MAT on SEZ, (2) Coal India hiking prices of MCL coal (Mundra linkage from MCL), (3) Indonesian coal export price regulations and (4) domestic coal shortage aggravating.

Valuations

- APL is trading at 1.5x FY12E book (not considering FY13E because it depends on PAT in FY12E/13E - which we believe could be downgraded substantially). Valuations imply long term merchant tariff of Rs4.0/unit (our est. of sustainable merchant tariffs is Rs2.7/unit). Plus, factors in cheaper fuel, aggressive execution/ operating parameters & early merchant and do not factor in recent negative news flows and risks. Reduce
- Fair value for Adani power, taking conservative (vs aggressive currently) operational parameters, is Rs65/Share.

Ambuja Cement

15.6x FY2013E	CMP : Rs146	RECO : REDUCE	TP : Rs140

Investment Rationale

- Our major concern for Ambuja remains the volume growth which we expect to be around 5.2% for CY11.
- The demand growth is impacted by slowdown in government led infrastructure projects and rising interest rates & project clearance affecting private spends and is now one of the major concerns which has also led to downgrades in our estimates
- We remain concerned on the demand as this remains the only trigger to sustain cement prices & help recovery for the sector.
- Though the realizations helped post better than expected EBITDA for Ambuja in Q2CY11 the sluggish demand growth has now started impacting prices.
- The proposed new mining tax could also pose a threat as it would increase the limestone mining costs by Rs75+80/t.

Valuations

- We believe Ambuja's current valuations at PER of 15.6X, EV/EBIDTA of 8.3X & EV/ton of USD143, leaves little upside with potential of above mentioned risks not completely factored in.

Asian Paints

26x FY2013E	CMP : Rs3,147	RECO : HOLD	TP : Rs3,026

Investment Rationale

- While domestic paints growth has shown resilience, pace of growth has seen moderation, on the expected lines, to 14% for 1QFY12 against 17% for FY11. We believe that, being a discretionary product, demand velocity would be impacted; domestic business would register volume growth of 1.9X GDP in FY12E and FY13E.
- Implemented 4.4% price hike in May, 2.5% in June and 1.3% in July – however, corresponding increase in raw material index is 14%
- Expect raw material pressure to continue… titanium dioxide prices have increased by 40% YTD. This is likely to remain a key concern and will keep margins under check in future – Expect EBITDA margin to trail cost inflation and hence, see 60 bps contraction in operating margins during FY12E.
- Moreover, the company's international and industrial paints segments, with higher price elasticity, are likely to report a muted performance in future considering the weak business environment.

Valuations

- Asian Paints is trading at rich valuations of 26x FY13E earnings. The upside is capped and current valuations do not provide room for negative surprise.
- Considering, risk to earnings estimates from lower volume growth and continuing high input cost, we maintain HOLD rating with target price of Rs 3,026/share.

Axis Bank

1.7x FY2013 ABV	CMP : Rs1,050	RECO : HOLD	TP : Rs1,380

Investment Rationale

- **Declining CASA proportion to hit margins in rising rate scenario:** CASA mix has fallen from ~47% in FY10 to ~41% in FY11. With ~150-200bps increase in deposit rates across all major buckets, we expect the CASA share to fall by ~200bps over FY12/13 as more people (particularly retail deposits) shift to term deposits in rising rate scenario.
- **Earnings growth to moderate; margin compression evident:** We expect earnings growth to moderate to 19% CAGR over FY11-13 led by steep 50bps compression in margins and relatively lower advance growth of 23% over the same period.
- **Exposure to retail and SME could pose risk:** The bank slippage rate has moderated to 0.9% in FY11 from 1.5% in FY10. The GNPA stood at 1.0% while NNPA were at 0.3% of advances as on 31st March 2011. However, with ~34% of loan portfolio being towards vulnerable segment of retail and SME, this could pose risk to our NPA assumptions .

Valuations

- At CMP, the stock trades at 2x FY12 ABV of Rs514 and 1.7x FY13ABV of Rs602 with RoE of >20% and RoA of ~1.4-1.5%.

Bank of India

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0.9x FY2013 ABV	CMP : Rs335	RECO : HOLD	TP : Rs420

Investment Rationale

- **Concerns on asset quality unlikely to ease –** GNPA/NNPA during Q1 were up 20.4%/38.3% respectively. While the bank has been closely monitoring its slippages and recoveries, given the vulnerable nature of agriculture and SME segment, we expect bank to report higher GNPA and slippages in Q2 as well. Slippages stood at 3.1% annualized with credit cost at 0.7%.
- **Capital constraint likely to hinder growth-** BOI's CAR as at end Q1FY12 stood at 11.6% with tier I CAR of 8%. With very high net NPLs/net worth ratio at 15%, the bank has again approached the government for additional capital. Earlier in March-11, GoI had infused Rs10bn as capital thereby raising its stake to 65.9%. We expect bank to report 17% CAGR in loan portfolio over FY11-13E.
- **Margin improvement in H2FY12; only positive** – Through lending rate hikes and re-pricing of deposits including shedding of bulk deposits on domestic front and shift in loan portfolio towards ECB financing on international front will aid margin expansion. Q1FY12 NIM at 2.2% (adjusted for w/off.) was a multi-quarter low.

Valuations

- At CMP, stock trades at 1.1x FY12E/0.9x FY13E ABV. With average RoE / RoA at 17.8%/0.8, valuations appear justified given concerns on NPA.

BHEL

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12.2x FY2013E	CMP : Rs1,701	RECO : HOLD	TP : Rs2,150

Recommendation Rationale

- Direct play on the power sector → Sector currently plagued with multiple issues
  - Sector witnessing systemic delays owing to → coal linkages, financial closures amidst high interest rates, collapse of merchant rates
  - Intense competitive atmosphere → both from domestic and international players
- Looming risk to FY12E order inflows target of 10% growth → could create disappointment
  - In Q1FY12, secures orders worth Rs25 bn or 4% of FY12E target of Rs667 bn - lowest in past 24 quarters
  - Target order inflows factor some contribution from 11X660 MW or 9X800MW NTPC orders - judgment by Supreme Court awaited
  - Order book down 2% qoq to Rs1596 bn as on Jun'11 → though order book cover remains healthy at 3.7X
- Expect earnings growth momentum to decelerate to 3% CAGR during FY11-13E period to Rs139.4 per share in FY13E

Valuations – No earnings or re-rating catalysts

- At 12.2X FY13E earnings and considering free cashflow generating business model and strong ROIC, valuations appear not demanding
- There is a lack of earnings or PER re-rating catalyst – We recommend HOLD rating

PTC India

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0.9x FY2012E BV	CMP : Rs71	RECO : SELL	TP : Rs65

Investment Rationale

- Short term volumes (70% of current volumes) witnessing huge competition - unlikely to grow over next 3-4 yrs
- Current margins of 5-6paise is likely to come down to 3-4paise (few traders already charging low margins)
- Long term trading is a very risky business - PTC takes market price risk (guarantees CERC returns to developers under any scenario) and credit risk (SEB default) in its books.
- But, in case of a scenario where PTC is able to sell at higher than CERC prices, only 5-10% of the upside is kept by PTC. Thus, its taking a call on the market price but not keeping the returns from the upside
- To earn ~17% ROE in best case scenario in its trading business - assuming the liquid funds it has to keep in its balance sheet to transact volumes (for transacting the estimated volumes by FY13E, PTC will need about Rs10bn liquid funds, which is the current cash in hand).
- In the tolling business, the cost of generation is likely to be upwards of Rs3.5/unit. We strongly believe that at this level of cost, PTC is likely to make losses

Valuations

- Thus, looking at its SoTP - (1) trading business which will earn in the best case scenario, just about cost of equity, and in other scenarios, it might make losses, has to be valued at significantly less than 1x book, (2) Tolling business – at best zero value if not negative, (3) Cash is actually working capital and at max it can be valued at 0.33x (5% yield / 15% cost of equity) and lastly (4) its equity investments in power projects cannot be valued at more than 1x book when PTC financial services itself is trading at 1x book. Thus, considering that all the components of SoTP has to be valued at less than 1x book, PTC is trading at near 1x book. Sell

Titan Industries

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26x FY2013E	CMP : Rs213	RECO : HOLD	TP : Rs225

Investment Rationale

- While Titan reported stellar volume growth performance - 30%+ in its jewellery segment and 18% in the watches business during 1QFY12, substantial increase in gold and diamond prices have triggered earnings upgrade during this quarter.
- We remain cautious on discretionary spends and sustainability of volume growth in discretionary products considering the overall macro scenario.
- Hence, we remain vigilant on the company's growth outlook as the recent upgrades are driven by sharp price increases in gold and precious stones and not volume growth.
- We expect volume growth to remain modest in forthcoming quarters – 30% for jewellery and 10% for watches in FY13E. We remain watchful of incremental risks to volume growth, especially in its jewellery division, in the near future.

Valuations

- Current valuations at 26x FY13E earnings do not offer comfort, being 15% higher than 5-year average PER. Further, there is risk of sharp de-rating of the stock in event of moderation of volume and earnings growth.
- We, thus, maintain our HOLD rating on the stock with a target price of Rs 225/share

Valuations - Overweight

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	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Agri Input & Chemicals												
	Rallis India												
CMP(Rs)	170	FY09	8328	1070	12.9	601	7.2	3.1	55.0	9.7	30.3	28.3	18.5
Mkt Cap (Rs bn)	33.1	FY10	8787	1449	16.5	975	11.1	5.0	33.9	7.8	21.8	36.6	25.4
Reco	Buy	FY11p	10657	2610	24.5	2161	20.3	11.1	15.3	6.5	13.0	52.9	46.5
Target Price (Rs)	209	FY12e	13086	2563	19.6	1722	13.2	8.9	19.2	5.2	13.2	36.5	30.3
% Upside	23%	FY13e	15520	3322	21.4	2249	14.5	11.6	14.7	4.1	9.8	39.1	31.5
	Automobiles												
	Bajaj Auto												
CMP(Rs)	1600	FY09	87556	11373	13.0	8616	9.8	29.8	53.7	27.5	40.4	38.2	52.6
Mkt Cap (Rs bn)	463.0	FY10	118637	25353	21.4	18651	15.7	64.5	24.8	15.8	17.1	68.5	80.8
Reco	Accumulate	FY11	165148	33178	20.1	26422	16.0	91.3	17.5	9.4	12.4	76.7	67.4
Target Price (Rs)	1950	FY12e	195075	35857	18.4	28674	14.7	99.1	16.1	7.4	11.1	66.0	51.3
% Upside	22%	FY13e	225573	41164	18.2	33184	14.7	114.7	14.0	5.9	9.3	63.1	46.9
	Eicher Motors												
CMP(Rs)	1450	CY08 (9M)	17,180	35	0.2	-131	-0.8	(4.9)	(298.8)	3.7	807.9	(0.6)	(1.7)
Mkt Cap (Rs bn)	38.6	CY09	29,386	1,455	4.9	844	2.9	31.2	46.3	3.6	19.6	11.0	7.8
Reco	Buy	CY10	43,971	3,578	8.1	1,899	4.3	70.1	20.6	3.2	13.5	22.5	16.5
Target Price (Rs)	1700	CY11E	53,341	5,189	9.7	2,792	5.2	103.7	14.0	2.7	8.7	27.6	20.9
% Upside	17%	CY12E	64,821	6,388	9.9	3,255	5.0	120.8	12.0	2.3	6.5	27.5	20.8
	Mah & Mah												
CMP(Rs)	782	FY09	130488	10477	8.0	7933	6.1	12.9	60.5	9.2	42.7	12.6	16.6
Mkt Cap (Rs bn)	448.1	FY10	185296	28828	15.6	19459	10.5	31.7	24.7	6.1	14.8	26.8	29.8
Reco	Buy	FY11	233119	33003	14.2	23887	10.2	38.9	20.1	4.7	12.3	26.6	26.3
Target Price (Rs)	930	FY12e	289265	38937	13.5	28822	10.0	46.9	16.7	3.9	10.0	26.8	25.5
% Upside	19%	FY13e	335205	43746	13.1	32807	9.8	53.4	14.6	3.3	8.4	26.6	24.4
	Cement												
	ACC												
CMP(Rs)	1054	FY09	72829	17332	23.8	11639	16.0	62.0	17.0	4.0	10.7	32.8	25.6
Mkt Cap (Rs bn)	197.9	FY10	80272	24797	30.9	16067	20.0	85.5	12.3	3.3	7.3	37.5	29.4
Reco	Hold	FY11p	77173	15540	20.1	11200	14.5	59.6	17.7	3.1	11.2	21.3	17.9
Target Price (Rs)	1100	FY12e	92474	17918	19.4	11044	11.9	58.8	17.9	2.8	9.3	21.2	16.2
% Upside	4%	FY13e	104241	21061	20.2	13149	12.6	70.0	15.1	2.5	7.6	22.5	17.4

Valuations - Overweight

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	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Consumers												
	Berger Paints												
CMP(Rs)	108	FY09	16239	1339	8.2	828	5.1	2.6	41.7	9.1	25.5	33.9	22.3
Mkt Cap (Rs bn)	37.5	FY10	18913	2016	10.7	1204	6.4	3.5	31.1	6.3	18.4	36.5	24.7
Reco	Accumulate	FY11p	23281	2394	10.3	1501	6.4	4.3	25.0	5.4	15.1	35.8	23.3
Target Price (Rs)	109	FY12e	28955	2815	9.7	1744	6.0	5.0	21.5	4.6	12.8	36.1	23.2
% Upside	1%	FY13e	33154	3460	10.4	2163	6.5	6.2	17.3	3.9	10.8	37.4	24.4
	Godrej Consumer Products												
CMP(Rs)	427	FY09	13930	2075	14.9	1753	12.6	6.8	62.6	19.4	52.4	37.0	47.5
Mkt Cap (Rs bn)	138.2	FY10	20031	3667	18.3	2992	14.9	9.7	44.0	13.8	35.2	41.8	39.3
Reco	Accumulate	FY11p	35638	5433	15.2	4011	11.3	12.4	34.5	8.0	28.7	23.8	29.9
Target Price (Rs)	474	FY12e	47666	8603	18.0	6357	13.3	19.6	21.7	6.7	18.1	22.5	33.7
% Upside	11%	FY13e	60038	10849	18.1	8003	13.3	24.7	17.3	5.6	14.6	25.1	35.3
	IT Services												
	Infosys												
CMP(Rs)	2222	FY09	216930	71950	33.2	59900	27.6	104.4	21.3	7.0	16.4	40.2	37.4
Mkt Cap (Rs bn)	1275.9	FY10	227426	78616	34.6	62666	27.6	109.2	20.3	5.5	14.9	33.5	30.3
Reco	Accumulate	FY11p	275010	89640	32.6	68310	24.8	119.6	18.6	4.7	12.4	32.1	27.1
Target Price (Rs)	2500	FY12e	323780	98378	30.4	76003	23.5	132.4	16.8	3.9	11.0	29.9	25.5
% Upside	13%	FY13e	367398	107445	29.2	84295	22.9	146.9	15.1	3.4	9.7	27.8	24.1
	Hexaware Technologies												
CMP(Rs)	72	FY09	11520	1227	10.6	591	5.1	2.0	33.1	2.9	14.0	13.6	8.6
Mkt Cap (Rs bn)	20.8	FY10	10386	2023	19.5	1343	12.9	4.6	14.5	2.3	8.4	22.6	17.8
Reco	Accumulate	FY11p	10545	938	8.9	853	8.1	2.9	22.9	2.0	16.8	7.5	9.4
Target Price (Rs)	80.0	FY12e	13793	2053	14.9	2165	15.7	7.5	9.6	2.0	7.8	17.7	21.4
% Upside	11%	FY13e	15891	2279	14.3	2146	13.5	7.4	9.7	1.8	6.9	17.9	19.2
	Metals & Mining												
	Hindustan Zinc												
CMP(Rs)	127	FY09	56803	27342	48.1	27276	48.0	6.5	19.7	3.8	18.7	24.8	20.8
Mkt Cap (Rs bn)	538.5	FY10	80170	46701	58.3	40414	50.4	9.6	13.3	3.0	11.3	29.9	24.9
Reco	Buy	FY11p	100393	56228	56.0	49217	49.0	11.6	10.9	2.4	8.6	28.3	24.2
Target Price (Rs)	173	FY12e	114426	63491	55.5	56138	49.1	13.3	9.6	1.9	7.3	27.0	22.4
% Upside	36%	FY13e	133108	75566	56.8	66972	50.3	15.9	8.0	1.6	5.8	26.3	21.8

Valuations - Overweight

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	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Oil & Gas												
	Gujarat Gas												
CMP(Rs)	439	FY09	13013	2765	21.2	1607	12.3	12.5	35.1	7.9	20.4	33.2	25.1
Mkt Cap (Rs bn)	56.3	FY10	14197	3062	21.6	1742	12.3	13.6	32.3	7.4	18.4	32.0	23.7
Reco	Buy	FY11p	18493	4380	23.7	2577	13.9	20.1	21.9	5.7	12.8	40.1	29.3
Target Price (Rs)	481	FY12e	22484	4991	22.2	2970	13.2	23.2	19.0	4.5	11.1	36.5	26.4
% Upside	9%	FY13e	26426	5866	22.2	3398	12.9	26.5	16.6	3.6	9.3	34.5	24.3
	Pharmaceuticals												
	Cadila Healthcare												
CMP(Rs)	823	FY09	29274	6057	20.7	3184	10.9	15.6	52.9	13.6	29.5	22.7	25.6
Mkt Cap (Rs bn)	168.5	FY10	36580	7798	21.3	4799	13.1	23.4	35.1	10.3	22.7	25.0	37.0
Reco	Accumulate	FY11p	45852	9812	21.4	6660	14.5	32.5	25.3	7.8	17.8	28.5	38.7
Target Price (Rs)	1021	FY12e	56060	12161	21.7	8164	14.6	39.9	20.6	6.0	14.2	30.7	33.3
% Upside	24%	FY13e	67504	15032	22.3	10455	15.5	51.1	16.1	4.6	11.2	33.9	32.7
	Divi's Lab												
CMP(Rs)	709	FY09	11852	4861	41.0	4166	35.2	64.3	11.0	3.7	9.5	39.8	39.6
Mkt Cap (Rs bn)	94.1	FY10	9501	4137	43.5	3403	35.8	25.8	27.5	6.2	22.7	26.3	24.7
Reco	Buy	FY11p	13181	5025	38.1	4293	32.6	32.4	21.9	5.2	18.7	27.3	25.9
Target Price (Rs)	927	FY12e	16087	6200	38.5	4976	30.9	37.5	18.9	4.3	15.1	29.3	24.9
% Upside	31%	FY13e	19284	7620	39.5	6145	31.9	46.3	15.3	3.5	12.2	29.6	25.0
	Glenmark Pharma												
CMP(Rs)	317	FY09	21161	4550	21.5	3036	14.3	11.3	28.1	5.4	22.7	16.4	12.6
Mkt Cap (Rs bn)	85.6	FY10	24848	6703	27.0	3287	13.2	12.2	26.0	3.7	15.1	13.5	15.6
Reco	Buy	FY11p	29491	5923	20.1	4532	15.4	16.8	18.9	4.2	17.6	11.5	20.9
Target Price (Rs)	401	FY12e	36475	9993	27.4	6477	17.8	24.0	13.2	3.3	10.3	20.0	27.9
% Upside	27%	FY13e	39323	9966	25.3	6413	16.3	23.8	13.3	2.7	10.0	18.2	22.0
	Lupin												
CMP(Rs)	468	FY09	38523	7733	20.1	5310	13.8	12.8	36.5	13.6	26.6	25.3	37.5
Mkt Cap (Rs bn)	209.1	FY10	48359	10010	20.7	6845	14.2	15.4	30.4	8.1	21.8	26.2	34.0
Reco	Buy	FY11p	58320	12000	20.6	8625	14.8	19.3	24.2	6.4	18.1	24.0	30.1
Target Price (Rs)	501	FY12e	69979	14194	20.3	9372	13.4	21.0	22.3	5.0	15.2	24.0	25.5
% Upside	7%	FY13e	80462	16613	20.6	11169	13.9	25.0	18.7	4.0	12.7	24.8	24.3

Valuations - Overweight

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	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Power												
	NHPC												
CMP(Rs)	24	FY09	27208	18406	67.6	13153	48.3	1.2	20.7	1.4	22.9	5.5	6.4
Mkt Cap (Rs bn)	298.7	FY10	35154	25989	73.9	13687	38.9	1.1	21.8	1.2	16.2	4.3	5.8
Reco	Buy	FY11	42253	31390	74.3	19594	46.4	1.6	15.3	1.1	13.4	5.9	7.0
Target Price (Rs)	34	FY12e	47218	37306	79.0	22287	47.2	1.8	13.4	1.1	11.3	5.9	7.7
% Upside	40%	FY13e	56082	42907	76.5	26021	46.4	2.1	11.5	1.0	9.8	6.3	8.6
	Reliance Power												
CMP(Rs)	78												
Mkt Cap (Rs bn)	218.5	FY10	207	-1073	-518.4	6840	3304.3	2.9	27.3	1.3	-192.0	-0.7	4.8
Reco	Buy	FY11p	10548	2547	24.1	7605	72.1	2.7	28.6	1.3	91.0	0.7	4.9
Target Price (Rs)	155	FY12e	28257	11593	41.0	7167	25.4	2.6	30.4	1.3	33.8	2.9	4.2
% Upside	99%	FY13e	85653	41113	48.0	18260	21.3	5.9	13.1	1.0	13.8	6.5	8.9
	Telecommunications												
	Bharti Airtel												
CMP(Rs)	382	FY09	369615	151457	41.0	84699	22.9	22.3	17.1	4.7	10.3	32.3	31.6
Mkt Cap (Rs bn)	1448.9	FY10	396150	160087	40.4	91025	23.0	24.0	15.9	3.3	9.4	26.0	24.5
Reco	Accumulate	FY11p	594672	199372	33.5	60473	10.2	15.9	24.0	2.8	10.1	12.1	12.7
Target Price (Rs)	464	FY12e	721721	252145	34.9	67105	9.3	17.7	21.6	2.6	7.8	10.7	12.4
% Upside	22%	FY13e	839005	303821	36.2	101439	12.1	26.7	14.3	2.2	6.1	14.5	16.5

Valuations - Overweight

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	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Others												
	Dish TV												
CMP(Rs)	76												
Mkt Cap (Rs bn)	81.3	FY10	10850	1117	10.3	-2622	-24.2	-2.5	-31.0	21.2	76.0	-22.5	n.a
Reco	Accumulate	FY11p	14367	2380	16.6	-1920	-13.4	-1.8	-42.3	44.9	36.4	-3.5	-71.0
Target Price (Rs)	99	FY12e	20772	5265	25.3	-182	-0.9	-0.2	-445.7	50.9	16.7	7.9	-10.7
% Upside	30%	FY13e	26061	7388	28.3	924	3.5	0.9	87.9	31.8	11.9	17.0	44.5
	IRB Infrastructure												
CMP(Rs)	162	FY09	9919	4388	44.2	1758	17.7	5.3	35.6	3.5	20.3	8.9	10.2
Mkt Cap (Rs bn)	53.9	FY10	17049	7990	46.9	3331	19.5	10.0	18.8	3.0	11.7	14.3	17.1
Reco	Buy	FY11p	25026	11584	46.3	4524	18.1	13.6	13.9	2.5	9.6	15.3	19.5
Target Price (Rs)	250	FY12e	31170	13309	42.7	4797	15.4	14.4	13.1	2.1	9.9	13.0	17.6
% Upside	54%	FY13e	41977	15081	35.9	4414	10.5	13.3	14.2	1.9	11.0	11.1	14.2
	Kajaria Ceramics												
CMP(Rs)	109	FY09	6649	949	14.3	89	1.3	1.2	89.7	4.9	11.8	13.1	5.6
Mkt Cap (Rs bn)	8.0	FY10	7355	1148	15.6	359	4.9	4.9	22.3	4.2	9.2	17.0	20.4
Reco	Buy	FY11p	9523	1475	15.5	607	6.4	8.2	13.2	3.6	7.3	22.3	29.5
Target Price (Rs)	143	FY12e	12532	1910	15.2	815	6.5	11.1	9.8	2.8	5.6	26.1	32.0
% Upside	32%	FY13e	14223	2226	15.6	1049	7.4	14.3	7.6	2.1	4.3	28.5	31.7
	Oberoi Realty												
CMP(Rs)	219	FY09											
Mkt Cap (Rs bn)	71.9	FY10	7772	4608	59.3	4574	58.8	13.9	15.3	3.8	14.4	27.2	27.7
Reco	Accumulate	FY11	9843	5653	57.4	5176	52.6	15.8	13.5	2.1	10.0	20.8	19.9
Target Price (Rs)	272	FY12e	8163	4934	60.4	5036	61.7	15.3	13.7	1.8	11.9	13.1	14.1
% Upside	24%	FY13e	13780	8561	62.1	7011	50.9	21.4	9.8	1.6	6.2	20.1	17.1
	Piramal Glass												
CMP(Rs)	136	FY09	10088	1289	12.8	-1038	-10.3	-57.7	-2.4	9.3	12.7	4.3	-127.3
Mkt Cap (Rs bn)	10.9	FY10	11039	2324	21.1	44	0.4	0.6	247.0	4.9	9.1	10.9	2.6
Reco	Buy	FY11p	11843	2439	20.6	589	5.0	7.3	18.6	3.8	8.3	12.5	27.1
Target Price (Rs)	205	FY12e	14143	3396	24.0	1361	9.6	16.9	8.0	2.8	6.0	18.7	43.3
% Upside	51%	FY13e	16443	4136	25.2	1870	11.4	23.3	5.8	2.0	4.7	21.4	42.4

Valuations - Overweight

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	Company Name	Year End	Net Interest income (Rs mn)	Operating Profit (Rs mn)	NIM (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	Tier I CAR (x)	ROA (%)	ROE (%)
	Banking & Financial Services												
	ICICI Bank												
CMP(Rs)	852	FY09	83666	89252	2.3	37581	44.9	33.8	25.3	2.1	9.9	1.0	7.8
Mkt Cap (Rs bn)	982.2	FY10	81144	97322	2.4	40250	49.6	36.1	23.6	2.0	9.3	1.1	8.0
Reco	Accumulate	FY11	90169	90476	2.5	51514	57.1	44.7	19.1	1.9	10.2	1.3	9.7
Target Price (Rs)	1200	FY12e	106340	105166	2.5	59801	56.2	51.9	16.4	1.7	4.2	1.3	10.4
% Upside	41%	FY13e	123890	124326	2.5	71447	57.7	62.0	13.7	1.6	4.0	1.4	11.4

	Company Name	Year End	Net Interest	Operating Profit	NIM (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	ROA (%)	ROE (%)
	Banking & Financial Services											
	LIC Housing Finance											
CMP(Rs)	204	FY09	7401	7219	2.8	5220	70.5	12.3	16.6	3.9	2.6	33.9
Mkt Cap (Rs bn)	97.0	FY10	8894	8989	2.6	6361	71.5	13.4	15.3	2.9	1.8	22.6
Reco	Buy	FY11	13770	13860	3.0	10623	77.1	22.4	9.1	2.3	1.7	21.3
Target Price (Rs)	250	FY12e	16430	16177	2.7	11223	68.3	23.6	8.7	1.9	1.8	24.2
% Upside	22%	FY13e	22288	21852	2.9	15078	67.7	31.7	6.4	1.5	2.0	26.3

Valuations – Underweight

	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Cement												
	Ambuja Cements												
CMP(Rs)	146	FY09	62203	17424	28.0	10939	17.6	7.2	20.3	3.9	12.2	33.3	21.2
Mkt Cap (Rs bn)	223.1	FY10	70769	18669	26.4	11723	16.6	7.7	18.9	3.4	11.0	30.4	19.3
Reco	Reduce	FY11p	73902	18236	24.7	12098	16.4	7.9	18.4	3.0	10.8	25.9	17.5
Target Price (Rs)	140	FY12e	83911	19447	23.2	12198	14.5	8.0	18.3	2.8	10.0	24.9	15.8
% Upside	-4%	FY13e	93236	22505	24.1	14288	15.3	9.3	15.6	2.5	8.3	25.6	16.7
	Consumers												
	Asian Paints												
CMP(Rs)	3147	FY09	54632	7001	12.8	3948	7.2	41.2	76.5	25.1	42.8	53.1	38.1
Mkt Cap (Rs bn)	301.7	FY10	66809	12395	18.6	7641	11.4	79.7	39.5	17.7	24.3	76.0	55.8
Reco	Hold	FY11p	77062	13199	17.1	8432	10.9	87.9	35.8	13.8	22.8	60.4	45.2
Target Price (Rs)	3026	FY12e	95489	15771	16.5	9904	10.4	103.2	30.5	10.7	19.0	55.9	41.2
% Upside	-4%	FY13e	108473	18458	17.0	11609	10.7	121.0	26.0	8.5	16.1	51.5	37.9
	Titan Industries												
CMP(Rs)	213	FY09	38034	3371	8.9	2100	5.5	2.4	89.9	34.2	56.4	42.3	42.5
Mkt Cap (Rs bn)	188.7	FY10	46744	3988	8.5	2532	5.4	2.9	74.5	26.1	47.0	45.5	39.7
Reco	Hold	FY11p	65209	5878	9.0	4336	6.6	4.9	43.5	18.4	30.3	64.2	49.6
Target Price (Rs)	225	FY12e	84354	7602	9.0	5802	6.9	6.5	32.5	12.8	23.3	62.3	46.4
% Upside	6%	FY13e	103783	9590	9.2	7246	7.0	8.2	26.0	9.2	17.9	56.4	41.1

Valuations – Underweight

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	Company Name	Year End	Sales (Rs mn)	EBITDA (Rs mn)	EBITDA Margin (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	EV/EBitda (x)	ROCE (%)	ROE (%)
	Engineering & Capital Goods												
	BHEL												
CMP(Rs)	1701	FY09	267268	44240	16.6	30407	11.4	62.1	27.4	6.4	15.4	34.5	25.6
Mkt Cap (Rs bn)	832.7	FY10	333549	62666	18.8	42639	12.8	87.1	19.5	5.2	10.5	40.3	29.6
Reco	Hold	FY11p	424955	92029	21.7	59321	14.0	121.2	14.0	4.1	7.2	48.0	32.9
Target Price (Rs)	2150	FY12e	497265	100723	20.3	64579	13.0	131.9	12.9	3.3	6.4	41.6	28.6
% Upside	26%	FY13e	558006	107269	19.2	68224	12.2	139.4	12.2	2.8	6.3	36.1	24.8
	Power												
	Adani Power												
CMP(Rs)	84	FY09											
Mkt Cap (Rs bn)	183.4	FY10	4349	2438	56.1	1701	39.1	0.8	107.8	3.1	110.7	1.8	4.1
Reco	Reduce	FY11p	21064	12081	57.4	5237	24.9	2.4	35.0	3.0	28.1	5.1	8.7
Target Price (Rs)	82	FY12e	61869	38636	62.4	19174	31.0	8.6	9.8	2.1	11.0	11.3	25.6
% Upside	-3%	FY13e	123748	74505	60.2	33214	26.8	14.9	5.7	1.5	6.7	14.9	31.5
	PTC India												
CMP(Rs)	71	FY09	65440	370	0.6	995	1.5	4.3	16.3	1.0	16.9	1.9	6.1
Mkt Cap (Rs bn)	20.9	FY10	78393	1001	1.3	1208	1.5	4.1	17.3	0.9	11.9	4.4	6.1
Reco	Sell	FY11	90632	1331	1.5	1327	1.5	4.7	15.0	0.9	10.2	5.6	6.2
Target Price (Rs)	65	FY12e	110462	1610	1.5	1563	1.4	5.3	13.4	0.9	6.5	6.9	7.0
% Upside	-8%	FY13e	123522	2222	1.8	2022	1.6	6.9	10.3	0.9	4.3	9.4	8.8

Valuations – Underweight

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	Company Name	Year End	Net Interest income (Rs mn)	Operating Profit (Rs mn)	NIM (%)	PAT (Rs mn)	PAT Margin (%)	EPS (Rs)	PE (x)	PB (x)	Tier I CAR (x)	ROA (%)	ROE (%)
	Banking & Financial Services												
	Axis Bank												
CMP(Rs)	1050	FY09	36862	37249	3.0	18154	49.2	50.6	20.8	3.8	6.9	1.4	19.1
Mkt Cap (Rs bn)	432.6	FY10	50045	52406	3.0	25145	50.2	62.1	16.9	2.7	8.2	1.5	19.2
Reco	Hold	FY11	65630	64157	3.0	33885	51.6	82.5	12.7	2.3	6.9	1.5	19.3
Target Price (Rs)	1380	FY12e	75529	73755	2.7	40454	53.6	97.7	10.7	2.0	6.6	1.4	19.6
% Upside	31%	FY13e	90035	87549	2.7	48581	54.0	116.3	9.0	1.7	6.3	1.4	20.0
	Bank of India												
CMP(Rs)	318	FY09	54989	54568	2.8	30073	54.7	57.2	5.6	1.5	8.5	1.5	25.0
Mkt Cap (Rs bn)	173.7	FY10	57560	47048	2.4	17410	30.2	33.1	9.6	1.6	7.0	0.7	12.6
Reco	Hold	FY11	78106	53841	2.6	24885	31.9	45.5	7.0	1.2	6.6	0.8	15.8
Target Price (Rs)	420	FY12e	86861	68779	2.4	29902	34.4	54.6	5.8	1.1	6.7	0.8	16.2
% Upside	32%	FY13e	100169	81525	2.4	37517	37.5	68.6	4.6	0.9	6.9	0.8	17.6

Price Performance - Overweight

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	Absolute (%)							Rel to Nifty (%)						
	1d	1w	1m	3m	6m	1yr	YTD	1d	1w	1m	3m	6m	1yr	YTD
Agri Input & Chemicals														
Rallis India	-1.0	-3.7	1.0	9.8	34.3	10.7	16.6	-0.8	-0.1	3.4	22.2	50.6	30.3	45.4
Automobiles														
Bajaj Auto	1.1	-1.4	11.2	17.8	16.9	9.9	5.0	1.2	2.3	13.9	31.1	31.1	29.3	30.9
Eicher Motors	-0.7	-1.8	7.0	9.5	33.3	16.2	16.5	-0.6	1.9	9.5	21.9	49.5	36.7	45.3
Mah & Mah	1.0	0.5	6.7	17.7	19.6	17.9	1.6	1.1	4.3	9.3	31.1	34.1	38.7	26.7
Banking & Financial Services														
ICICI Bank	-0.5	-5.5	-9.8	-19.7	-16.8	-22.9	-26.0	-0.4	-2.0	-7.6	-10.6	-6.7	-9.3	-7.7
LIC Housing Finance	-0.8	-7.8	-4.1	-10.1	2.6	-17.2	3.8	-0.7	-4.3	-1.8	0.1	15.0	-2.6	29.4
Cement														
ACC	-1.2	-2.3	4.2	3.3	3.9	8.2	-2.5	-1.1	1.3	6.7	15.0	16.5	27.2	21.6
Consumers														
Berger Paints	2.4	8.8	9.8	5.8	29.4	12.0	8.1	2.5	12.9	12.4	17.8	45.1	31.7	34.9
Godrej Consumer Products	-0.2	0.4	1.8	-2.5	20.1	7.1	10.2	-0.1	4.1	4.2	8.6	34.7	26.0	37.4
IT Services														
Infosys	2.5	-0.6	-4.1	-20.7	-26.5	-22.7	-33.8	2.7	3.2	-1.8	-11.7	-17.6	-9.0	-17.5
Hexaware Technologies	2.4	-8.7	-11.8	3.2	33.3	99.1	27.3	2.6	-5.3	-9.7	14.9	49.4	134.2	58.8
Metals & Mining														
Hindustan Zinc	0.6	0.0	1.9	-4.8	-0.8	16.6	-6.3	0.8	3.7	4.4	6.0	11.2	37.2	16.9
Oil & Gas														
Gujarat Gas	0.2	-2.3	-0.8	13.2	11.2	10.4	12.3	0.3	1.4	1.6	26.0	24.6	29.9	40.0
Pharmaceuticals														
Cadila Healthcare	-0.2	-1.0	-3.4	-9.6	6.4	33.7	5.6	-0.1	2.7	-1.1	0.7	19.3	57.3	31.7
Divi's Lab	-0.3	-3.2	-7.3	-10.9	14.0	-5.7	9.4	-0.1	0.5	-5.0	-0.8	27.8	11.0	36.4
Glenmark Pharma	1.4	-0.4	-1.3	2.4	19.1	10.3	-11.4	1.5	3.4	1.1	14.0	33.5	29.8	10.6
Lupin	2.7	2.6	6.2	9.5	21.7	29.4	-0.3	2.9	6.4	8.7	21.9	36.4	52.2	24.3
Power														
NHPC	0.0	1.9	-3.0	-0.4	4.5	-25.3	-13.8	0.1	5.7	-0.7	10.9	17.2	-12.2	7.5
Reliance Power	0.4	-8.0	-14.3	-34.0	-38.6	-50.6	-50.6	0.5	-4.5	-12.2	-26.5	-31.1	-41.8	-38.3
Telecommunications														
Bharti Airtel	-1.7	-6.6	-3.6	-1.1	16.6	5.2	4.5	-1.6	-3.1	-1.3	10.1	30.7	23.8	30.4
Others														
Dish TV	0.4	-5.1	-8.1	-8.7	23.4	31.0	7.8	0.5	-1.5	-5.9	1.7	38.4	54.1	34.4
IRB Infrastructure	1.5	-3.5	-0.7	-5.2	-11.1	-41.9	-26.9	1.7	0.2	1.7	5.5	-0.4	-31.7	-8.8
Kajaria Ceramics	-1.5	-0.7	0.3	19.6	52.4	50.0	44.5	-1.4	3.1	2.7	33.1	70.9	76.4	80.2
Oberoi Realty	-0.7	-2.8	-5.5	-5.4	-11.9	n.a	-14.9	-0.5	0.8	-3.2	5.3	-1.2	n.a	6.1
Piramal Glass	-1.4	1.4	-2.0	-1.8	40.2	2.9	18.9	-1.3	5.2	0.4	9.4	57.2	21.0	48.3

Price Performance - Underweight

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	Absolute (%)							Rel to Nifty (%)						
	1d	1w	1m	3m	6m	1yr	YTD	1d	1w	1m	3m	6m	1yr	YTD
Banking & Financial Services														
Axis Bank	1.2	-7.0	-12.1	-15.6	-17.6	-25.5	-21.3	1.4	-3.5	-10.0	-6.1	-7.6	-12.3	-1.8
Bank of India	0.8	-3.7	-5.4	-23.1	-31.0	-35.5	-29.1	0.9	-0.1	-3.1	-14.3	-22.6	-24.1	-11.6
Cement														
Ambuja Cement	-0.5	-1.7	10.4	7.3	13.6	5.9	1.1	-0.4	2.0	13.0	19.5	27.3	24.6	26.1
Consumers														
Asian Paints	-0.5	-2.8	-3.1	2.0	23.8	9.4	8.7	-0.4	0.8	-0.7	13.5	38.8	28.7	35.6
Titan Industries	-0.6	-3.0	0.1	-7.3	20.9	36.3	17.6	-0.5	0.7	2.5	3.2	35.6	60.3	46.6
Engineering & Capital Goods														
BHEL	-0.7	-5.7	-1.9	-13.2	-14.5	-32.5	-27.3	-0.6	-2.2	0.4	-3.4	-4.2	-20.6	-9.4
Power														
Adani Power	-1.5	-11.9	-11.9	-26.5	-26.6	-41.3	-36.4	-1.4	-8.5	-9.8	-18.2	-17.7	-31.0	-20.7
PTC India	0.1	-6.1	-5.7	-11.1	-16.1	-43.2	-44.5	0.2	-2.6	-3.5	-1.1	-5.9	-33.1	-30.8

Shareholding - Overweight

Your success is our success

	Promotors Holding (%)			DII (%)			FII (%)			Private Corp (%)			Public (%)		
	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10
Agri Input & Chemicals															
Rallis India	50.7	50.7	50.7	19.0	21.0	21.1	6.5	4.2	3.2	4.6	3.7	4.1	19.3	20.4	20.9
Automobiles															
Bajaj Auto	50.0	50.0	49.7	8.1	7.9	6.2	16.3	16.5	18.3	8.7	8.6	8.7	16.9	16.9	17.1
Eicher Motors	55.3	55.3	55.3	16.5	16.6	12.7	15.1	14.4	18.2	2.1	2.3	2.4	11.1	11.4	11.5
Mah & Mah	24.9	24.9	22.8	22.6	23.6	24.3	33.8	32.7	35.0	10.3	10.2	8.9	8.5	8.6	9.0
Banking & Financial Services															
ICICI Bank	0.0	0.0	0.0	24.9	24.0	23.3	65.5	66.5	67.4	4.0	3.9	3.8	5.5	5.6	5.5
LIC Housing Finance	36.5	36.5	36.5	7.8	5.9	4.5	40.4	41.9	42.3	2.9	2.7	4.1	12.4	13.0	12.6
Cement															
ACC	50.3	49.3	48.2	15.2	15.5	16.1	15.7	15.3	15.9	4.0	4.9	4.7	14.9	15.1	15.1
Consumers															
Berger Paints	75.6	75.6	75.6	3.9	4.0	4.5	8.1	7.6	7.3	1.9	2.0	2.0	10.5	10.8	10.7
Godrej Consumer Products	67.3	67.3	67.4	2.2	1.7	1.8	19.3	19.5	19.4	3.7	4.6	4.4	7.5	7.0	7.0
IT Services															
Infosys	16.0	16.0	16.0	9.8	9.0	8.4	52.4	54.6	55.7	7.8	6.7	6.0	13.9	13.7	13.8
Hexaware Technologies	28.2	28.4	28.4	7.4	7.2	8.9	48.5	48.5	45.9	3.8	4.3	5.7	12.2	11.7	11.2
Metals & Mining															
Hindustan Zinc	64.9	64.9	64.9	1.9	2.0	2.0	1.5	1.5	1.7	1.0	1.0	0.8	30.7	30.7	30.5
Oil & Gas															
Gujarat Gas	65.1	65.1	65.1	7.5	7.6	7.5	16.1	16.0	16.1	1.6	1.8	1.7	9.6	9.5	9.6
Pharmaceuticals															
Cadila Healthcare	74.8	74.8	74.8	12.6	13.3	13.8	5.9	5.5	5.1	1.8	1.5	1.4	4.9	4.9	5.1
Divi's Lab	52.2	52.2	52.2	16.1	13.8	12.7	12.5	16.2	17.1	10.1	8.7	8.9	9.2	9.1	9.1
Glenmark Pharma	48.3	48.3	48.3	6.9	6.9	6.7	31.9	31.2	31.9	2.2	2.7	2.3	10.7	11.0	10.8
Lupin	47.0	47.0	47.0	19.1	20.0	18.7	23.9	22.3	23.5	1.0	1.0	1.4	9.0	9.8	9.4
Power															
NHPC	86.4	86.4	86.4	2.9	2.6	2.7	1.9	1.9	2.0	1.9	2.0	2.1	7.0	7.2	6.9
Reliance Power	80.4	80.4	80.4	1.7	1.7	1.8	5.1	4.9	5.0	1.9	2.0	1.7	10.8	10.9	11.1
Telecommunications															
Bharti Airtel	68.3	68.3	68.2	8.5	8.7	8.7	17.8	17.5	17.6	3.7	3.7	3.6	1.7	1.8	1.9
Others															
Dish TV	64.8	64.8	64.8	6.2	6.4	6.2	22.3	20.2	19.5	2.7	4.3	4.8	4.1	4.3	4.7
IRB Infrastructure	74.8	74.8	75.0	4.0	3.9	3.4	13.7	14.3	13.5	2.7	2.6	4.0	4.9	4.5	4.1
Kajaria Ceramics	51.3	51.3	51.3	9.2	7.7	7.3	5.5	4.0	5.7	12.8	11.6	10.7	21.2	25.3	25.1
Oberoi Realty	78.5	78.5	78.5	1.0	1.0	1.0	19.0	19.0	18.9	0.4	0.5	0.5	1.0	1.1	1.1
Piramal Glass	72.7	72.7	72.7	3.3	2.4	2.0	2.2	3.3	3.5	9.9	9.6	9.9	11.9	12.0	12.0

Shareholding - Underweight

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	Promotors Holding (%)			DII (%)			FII (%)			Private Corp (%)			Public (%)		
	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10	Jun-11	Mar-11	Dec-10
Banking & Financial Services															
Axis Bank	37.2	37.2	37.4	5.7	5.1	5.3	45.6	47.1	45.8	5.9	5.6	6.5	5.6	5.0	5.0
Bank of India	65.9	65.9	64.5	12.4	12.5	12.2	15.5	14.7	15.7	0.7	1.4	1.7	5.6	5.6	6.0
Cement															
Ambuja Cement	50.4	46.2	46.3	14.6	14.7	14.7	26.7	30.1	30.0	0.6	1.1	1.0	7.7	7.9	8.0
Consumers															
Asian Paints	52.7	52.3	52.3	9.2	11.6	11.4	19.0	16.2	16.4	5.7	6.2	6.3	13.5	13.7	13.7
Titan Industries	53.3	53.5	53.4	6.2	9.4	8.6	12.5	9.7	10.4	3.2	2.9	3.8	24.8	24.5	23.8
Engineering & Capital Goods															
BHEL	67.7	67.7	67.7	12.7	12.7	12.0	13.2	13.0	14.1	4.2	4.5	4.4	2.2	2.0	1.8
Power															
Adani Power	73.5	73.5	73.5	1.4	1.3	1.4	18.6	18.9	18.5	3.8	3.7	3.7	2.7	2.7	2.8
PTC India	16.3	16.3	16.3	47.6	46.8	48.7	16.2	17.4	19.7	10.7	11.0	7.9	9.2	8.5	7.3

Thank You

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