

FROM THE RESEARCH DESK

1QFY14 RESULTS REVIEW

Gruh Finance Limited
Seasonality at play

COMPANY UPDATE

CESC Limited
Dhariwal TPS - Surfing options to be viable?

Global News

- U.S. stocks rose for a third day as investors awaited the start of second-quarter earnings season and euro-area finance ministers met to discuss aid for Greece. European equities recovered from a July 5 slide, while shares and currencies in Asia declined.
- European stocks rose, rebounding from their biggest decline in almost two weeks, amid speculation that economic data will improve and as Portugal's politicians reached an agreement to hold the governing coalition together.

Sector & Corporate News

- Maruti:** Is understood to have asked 200 contract workers to go on indefinite leave following cut in diesel engine production at its Manesar plant due to low demand. The company has shut the third shift at its diesel engine plant at Manesar, which has an annual capacity of 3,00,000 units.
- JSW Steel:** Has sought shareholders' approval to enhance the borrowing limit by up to 60%, at INR400bn. It intends to raise the limit for various capex programmes including acquisition. JSW intends to jack up capacity of 10 mtpa Vijayanagar plant in Karnataka by an additional 2 mtpa. Besides, work is in progress on a new steel mill in West Bengal. These two plans would entail over INR 200bn investment.
- Neyveli Lignite:** The Union Ministry of Coal has allocated two coal blocks to NLC for implementing its power projects in Tamil Nadu and for another project in Uttar Pradesh. NLC is planning to set up a 4,000 MW coal-based power plant near Thirumullaivasal village at Sirkali Taluk, Nagapattinam district in two phases.
- Alstom T&D:** Has bagged an order worth INR2bn from Bajaj Infrastructure Development Company for supply of equipment to its 1,980 MW power plant in Uttar Pradesh.
- Jyoti Structures:** Has secured export orders worth INR 12bn from countries including Kenya, Tanzania, Namibia, Nigeria, Philippines and Tajikistan. The orders pertain to engineering, tower testing and turnkey construction of transmission lines and sub stations. The orders include manufacture and supply of 36,000 MT of towers.

Market Snapshot

Global Indices	Closing	% Chg	% YTD
Dow Jones	15,225	0.6	16.2
NASDAQ	3,485	0.2	15.4
FTSE	6,450	1.2	9.4
CAC	3,824	1.9	5.0
DAX	7,969	2.1	4.7
Russia	1,281	0.3	(16.1)
Bovespa	45,076	(0.3)	(26.0)
Nikkei	14,240	1.0	38.1
Hang Seng	20,582	(1.3)	(9.2)
Shanghai Composite	1,958	(2.4)	(13.7)

Indian Indices	Closing	% Chg	% YTD
Sensex	19,325	(0.9)	(0.5)
Nifty	5,812	(1.0)	(1.6)
MSCI India	381	(1.7)	(11.5)
CNX Midcap	7,360	(0.3)	(13.5)
BSE Smallcap	5,670	(0.4)	(23.2)

Flows (USDm)	Last	MTD
FII	(3)	174
Locals	-	(75)

Provisional flows	(USDm)
FIIs	(34)
Locals	(10)

Volumes	USDbn	% Chg
Cash (NSE + BSE)	1.7	6.3
F&O (net)	19.4	14.4

FII F&O	Stock Fut	Index Fut
Net (\$ mn)	27	20
Open Int (%)	0.5	(5.4)

ADR/GDR Gainers	Last	% Chg
Infosys	41.6	1.0
Wipro	7.5	0.4

ADR/GDR Losers	Last	% Chg
Ranbaxy	5.7	(2.9)
Tata Motors	23.4	(2.3)

Sectoral indices

	Closing	% Chg	% MTD	% YTD
BSE Auto	10,655	(1.5)	(0.6)	(6.7)
BSE Bank	12,900	(1.1)	(2.7)	(10.1)
BSE Cap Goods	9,135	0.1	0.3	(16.0)
BSE Cons dur	6,158	(0.0)	0.4	(20.2)
BSE FMCG	6,895	0.7	6.8	16.6
BSE IT	6,246	0.3	(0.1)	9.9
BSE Health	9,079	(0.0)	2.6	11.6
BSE Metal	7,543	(1.4)	(2.7)	(31.9)
BSE Oil	8,743	(1.9)	(1.8)	2.6
BSE Power	1,614	(0.4)	(0.5)	(18.9)
BSE PSU	5,913	(1.9)	(4.1)	(19.4)
BSE Realty	1,486	(1.8)	(1.7)	(29.6)
BSE TECK	3,699	0.4	0.5	7.9

Nifty Outperformers

	Price	% Chg	% MTD	% YTD
Indusind Bank Ltd	492	3.6	5.3	18.0
HCL Technologies Ltd	819	2.9	5.5	32.3
Reliance Infrastructure Ltd	369	2.3	5.6	(29.2)
Bharat Heavy Electricals	183	2.3	4.9	(19.9)
Ambuja Cements Ltd	193	1.6	3.4	(3.9)
Cairn India Ltd	295	1.5	1.9	(7.4)
ACC Ltd	1,257	1.5	2.8	(12.3)

Bulk Deals

Date	Security Name	Client Name	Buy/Sell	Qty	Price
8-Jul-13	Goenka Diamond	Tax And Finance Services India Pvt Ltd	BUY	1,850,000	25.91
8-Jul-13	Goenka Diamond	The Bank Of Nova Scotia Asia Limited	BUY	2,500,000	24.27
8-Jul-13	Goenka Diamond&Jewels Ltd	Tax And Finance Services India Pvt Ltd	BUY	1,999,000	25.97
8-Jul-13	Goenka Diamond&Jewels Ltd	The Bank Of Nova Scotia Asia Limited	BUY	2,500,000	24.28

Derivatives Update

Long Build Up

Company	Last	% Chg	% Chg OI	OI (in 000)
RPOWER	72	5.5	6.7	36,620
INDUSINDBK	493	3.4	6.7	4,627
HCLTECH	821	3.0	9.7	3,142
UCOBANK	67	2.9	9.8	15,444

Short Buildup

Company	Last	% Chg	% Chg OI	OI (in 000)
BPCL	348	(5.2)	13.5	3,046
HINDPETRO	239	(3.9)	6.2	7,667
ONGC	306	(3.7)	12.9	8,410
LICHSGFIN	222	(3.7)	12.6	14,146

Short Covering

Company	Last	% Chg	% Chg OI	OI (in 000)
RCOM	145	7.2	(13.0)	43,100

Profit Booking

Company	Last	% Chg	% Chg OI	OI (in 000)
TATAMOTORS	289	(2.5)	(4.9)	23,468
GAIL	319	(2.4)	(3.4)	9,279
M&M	937	(2.4)	(2.2)	2,201
JINDALSTEL	223	(1.1)	(3.9)	10,601

Nifty Underperformers

	Price	% Chg	% MTD	% YTD
Bharat Petroleum Corp Ltd	346	(5.4)	(5.8)	(3.0)
Jaiprakash Associates Ltd	52	(4.4)	(2.9)	(46.3)
Oil & Natural Gas Corp Ltd	304	(3.9)	(8.2)	13.4
Housing Development Finance	824	(3.1)	(6.3)	(0.6)
Tata Motors Ltd	288	(2.8)	2.3	(7.9)
Axis Bank Ltd	1,253	(2.8)	(5.5)	(7.7)
Gail India Ltd	318	(2.8)	1.5	(10.9)

Nifty



Nifty P/E



Nifty P/B

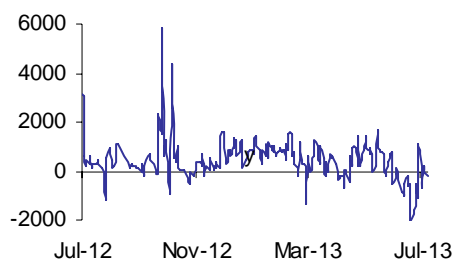


Source: Bloomberg

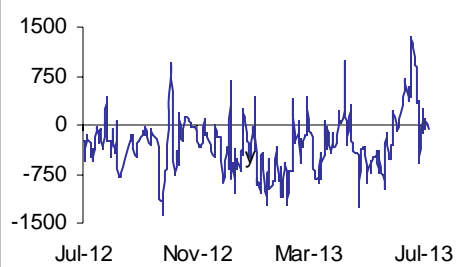
Sensex



FII Provisional Flows (INRcr)



DII Provisional Flows (INRcr)



Source: Bloomberg

Economy, Money & Banking

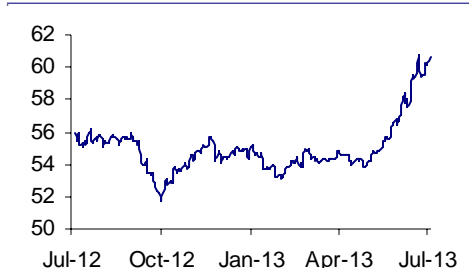
Forex Rate	Last	% Chg	% MTD	% YTD
INR~USD	60.6	(0.6)	(2.0)	(9.3)
INR~EUR	77.9	(0.3)	(0.3)	(6.8)
INR~GBP	90.3	(0.1)	0.2	(1.5)

Bond Market	Last	Chg (bps)	MTD (bps)	YTD (bps)
10 Year Bond	7.6	7	11	(48)
Interbank call	7.7	110	70	(130)

Commodities Update

Commodities	Last	% Chg	% MTD	% YTD
Gold (\$/Ounce)	1,238	0.1	0.3	(26.1)
Crude Oil (\$/B)	103	(0.3)	6.5	9.7
Aluminium (\$/t)	1,757	1.9	1.6	(13.9)
Copper (\$/t)	6,820	0.6	1.3	(13.7)
Zinc (\$/t)	1,846	2.1	1.4	(9.9)
Lead (\$/t)	2,055	1.8	0.7	(11.3)
Nickel (\$/t)	13,356	0.9	(2.1)	(21.4)

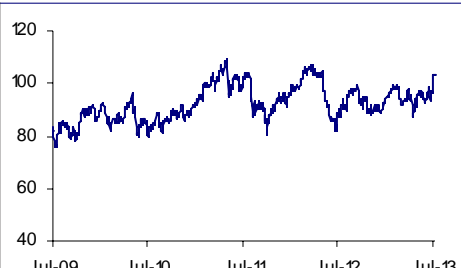
INR/USD



Gold and silver prices

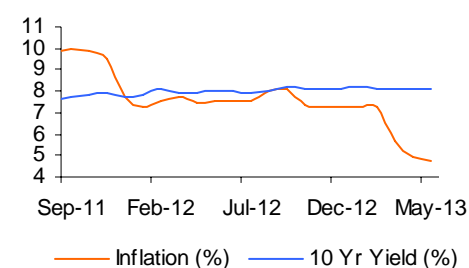


Crude prices

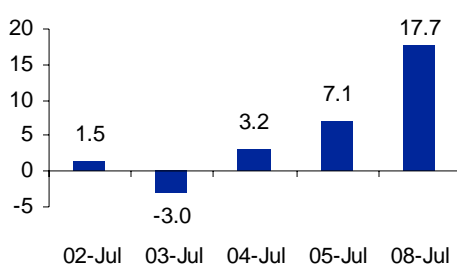


Source: Bloomberg

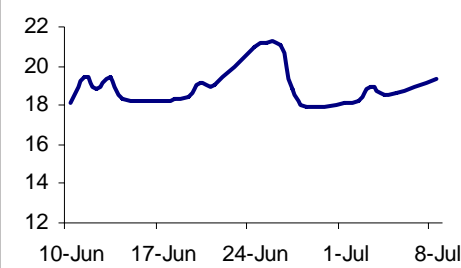
Inflation vs 10 year yield



Nifty premium/discount



NSE volatility index (%)



Source: Bloomberg

Current Reco	: BUY
Previous Reco	: BUY
CMP	: INR234
Target Price	: INR270
Potential Return	: 15%

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Market data

Sensex	:	19,325
Sector	:	NBFC
Market Cap (INRbn)	:	42
Market Cap (USDbn)	:	1
O/S Shares (m)	:	179
52-wk HI/LO (INR)	:	250/145
Avg Daily Vol ('000)	:	47
Bloomberg	:	GRHF IN

Source: Bloomberg

Valuation

	FY14e	FY15e	FY16e
EPS (INR)	10.2	12.9	16.3
PE (x)	23.0	18.2	14.4
P/BV (x)	6.9	5.5	4.4
RoA (%)	3.0	3.0	2.9
RoE (%)	33.1	33.7	34.1

Source: Bloomberg

Returns (%)

	1m	3m	6m	12m
Absolute	3	9	(2)	52
Relative	3	4	0	38

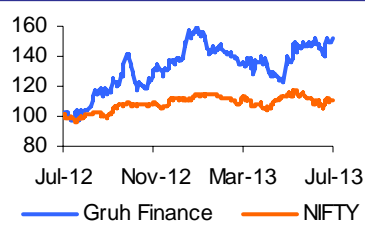
Source: Bloomberg

Shareholding pattern

Promoters	:	60%
FII	:	15%
DII	:	0%
Others	:	25%

Source: Bloomberg

Price performance vs Nifty



Source: Bloomberg

1QFY14 RESULTS REVIEW

Gruh Finance Limited

Seasonality at play

Gruh Finance's Q1FY14 operational performance was lower than our estimates, primarily led by 40bps sequential decline in calculated yields. Traction in disbursements aided 32% YoY growth in loan book while asset quality witnessed a seasonal spike, with GNPA's increasing 14bps sequentially to 0.46%. The incremental GNPA's were completely provided (vs. regulatory requirement of 15%) in Q1FY14 and any future recovery would result in write-back of these provisions.

We would view the decline in spreads as a part of the lead-lag effect and believe that benefits from declining borrowing costs will accrue from Q2FY14 given that banks have cut base rates only towards the end of June. Deep penetration and huge hinterland opportunity will ensure 27% loan book CAGR over FY13-16E while strong pricing power and best-in-class liability profile will ensure stable spreads at 3.6% over FY13-16E. Relentless cost control and stringent asset quality control will aid earnings accrual at 26% CAGR. Maintain BUY with price target of INR270/share which discount FY15E earning by 18x.

Borrowing cost benefit to accrue with lag

Given that 100% of its assets are floating in nature while only 30% of liabilities are floating, benefits from declining borrowing costs will accrue with some lag. We expect borrowing costs to decline over H2FY14 given that 1) banks have cut base rates only towards the end of June, and 2) NHB refinance rates could re-price downward as interest rates start trending downwards. Bank borrowings constitute 28% of Gruh's total borrowings while NHB funding constitutes 47%. Pricing power in the hinterland coupled with strong credit rating will enable Gruh to sustain spreads at 3.6% over FY13-16E.

Asset quality witnesses seasonal spike

On a sequential basis, GNPA's increased from 0.32% in Mar-13 to 0.46% in Jun-13. We note that this is peculiar to Gruh's business model where-in GNPA's rise in the first quarter and gradually decline towards the end of fourth quarter. In-line with its conservative policy, the incremental GNPA's were fully provided. Solid understanding of local markets and stringent credit appraisal processes will ensure that credit costs will remain minimal (8-10bps) over FY13-16E.

Penetration driven growth continues

Through its combination of branch network and referral associate program, Gruh Finance continues to penetrate deeper within the country. As an illustration, it now covers 89% of talukas in Maharashtra (82% in FY12), 70% in Karnataka (63%) and 33% in Rajasthan (28%). Gruh Finance is also well poised to benefit from the thrust on affordable housing, especially in Rajasthan and Maharashtra. Given the small loan book size and the immense opportunity, we believe that high than system growth would continue for a very long time.

Key financials

	FY12	FY13	FY14E	FY15E	FY16E
Net interest income (INRm)	1,757	2,137	2,839	3,623	4,624
Net Profit (INRm)	1,205	1,459	1,822	2,306	2,911
% growth	31.8	21.0	24.9	26.6	26.2
EPS (INR)	6.8	8.2	10.2	12.9	16.3
BV (INR)	21.8	27.5	34.1	42.5	53.1
P/E (x)	34.4	28.8	23.0	18.2	14.4
P/BV (x)	10.8	8.5	6.9	5.5	4.4
RoA (%)	3.2	3.0	3.0	3.0	2.9
RoE (%)	34.3	33.3	33.1	33.7	34.1

Source: Company, Antique

Quarterly performance – P&L

	Jun-13	Jun-12	%YoY	Mar-13	%QoQ
Interest income*	1,747	1,412		1,691	
Interest expense	1,158	945		1,082	
NII	588	467	26.1	608	(3.3)
Fee & other income*	85	66		102	
Total income	674	533		711	
Operating expenses	122	107		97	
Staff expenses	64	60		40	
Pre provisioning profit	552	425	29.8	614	(10.1)
Depreciation	6	5		5	
Provisions	98	65		9	
Provision write back	-	-		149	
PBT	448	355		749	
Tax	111	88	25.5	119	-
PAT	338	267	26.4	631	(46.5)
Loan portfolio	57,272	43,495	31.7	54,370	5.3
Disbursement (quarter)	5,669	4,406	28.6	6,833	(17.0)

Source: Company, Antique

*Income from operations as reported in the stock exchange release is bifurcated into interest income and fee & other income

Quarterly performance – Spread analysis

	Jun-13	Jun-12	YoY (bps)	Mar-13	QoQ (bps)
Yield on loans	12.5%	13.4%	(88)	13.0%	(44)
Cost of borrowings	9.0%	9.6%	(62)	9.0%	1
Spreads	3.5%	3.8%	(26)	3.9%	(44)

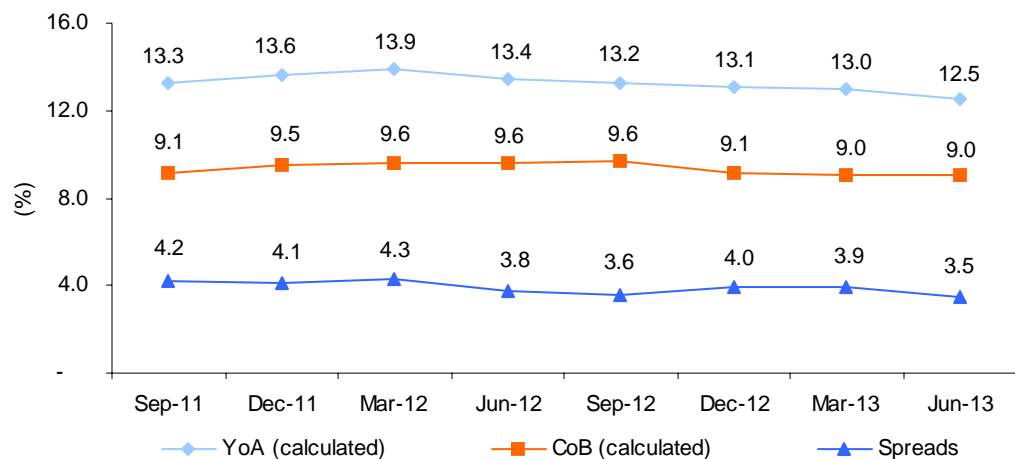
Source: Company, Antique

Quarterly performance - Asset quality trends

	Jun-13	Jun-12	YoY (bps)	Mar-13	QoQ (bps)
GNPAs (Rs.mn)	263.0	297.3		174.6	
% GNPAs	0.46%	0.68%	(68.0)	0.32%	(32)

Source: Company, Antique

Sequential decline in yields resulted in lower spreads



Source: Company, Antique

Financials

Income statement (INRm)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
Interest earned	4,858	6,181	7,759	9,612	11,947
Interest expended	3,101	4,044	4,921	5,989	7,323
NII	1,757	2,137	2,839	3,623	4,624
Other income	284	323	365	412	465
Net income	2,041	2,460	3,203	4,035	5,089
Operating expenditure	389	463	579	724	904
Staff costs	197	234	293	366	458
Pre provisioning profit	1,651	1,997	2,624	3,311	4,185
Bad debts written off	14	16	104	120	160
Provisions	8	13	59	75	91
PBT	1,630	1,968	2,462	3,116	3,934
Current tax	414	514	640	810	1,023
Deferred tax	11	(5)	-	-	-
PAT	1,205	1,459	1,822	2,306	2,911

Balance sheet (INRm)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
Share capital	353	357	357	357	357
Reserves & Surplus	3,503	4,553	5,735	7,232	9,121
Networth	3,856	4,910	6,092	7,589	9,478
Borrowings	38,424	49,145	62,690	79,904	100,907
Total liabilities	42,280	54,055	68,782	87,493	110,385

Assets

Advances	40,837	54,378	69,060	87,706	110,510
Investments	244	652	782	938	1,126
Net current assets	963	(1,217)	(1,339)	(1,472)	(1,620)
Fixed assets	116	118	135	156	179
DTA	120	125	143	165	190
Total assets	42,280	54,055	68,782	87,493	110,385

Margin analysis (%)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
Yield on funds	13.1	12.8	12.4	12.1	11.9
Cost of deposits	9.1	9.2	8.8	8.4	8.1
Spreads	4.0	3.6	3.6	3.7	3.8
NIMs	4.8	4.4	4.5	4.6	4.6

Per share data

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
EPS	34.1	8.2	10.2	12.9	16.3
BVPS	109.2	27.5	34.1	42.5	53.1
DPS	11.5	2.5	3.1	3.9	4.9

Source: Company, Antique

Growth indicators (%)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
Advances	28.5	33.2	27.0	27.0	26.0
Borrowings	29.5	27.9	27.6	27.5	26.3
NII	25.4	21.6	32.8	27.6	27.6
PPP	28.8	20.9	31.4	26.2	26.4
PAT	31.8	21.0	24.9	26.6	26.2
Total assets	28.7	27.9	27.2	27.2	26.2

Cost ratios (%)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
Cost to income	19.1	18.8	18.1	17.9	17.8
Cost to avg loans	1.0	1.0	0.9	0.9	0.9

Return ratios (%)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
RoAA	3.2	3.0	3.0	3.0	2.9
RoAE	34.3	33.3	33.2	33.7	34.1

RoA tree (%)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
Interest earned	12.9	12.8	12.6	12.3	12.1
Interest expended	8.3	8.4	8.0	7.7	7.4
Gross interest spread	4.7	4.4	4.6	4.6	4.7
Other income	0.8	0.7	0.6	0.5	0.5
Total income	5.4	5.1	5.2	5.2	5.1
Employee expenses	0.5	0.5	0.5	0.5	0.5
Other expenses	0.5	0.5	0.5	0.5	0.5
Operating income	4.4	4.1	4.3	4.2	4.2
Provisions	0.1	0.1	0.3	0.2	0.3
Pre-tax earnings	4.3	4.1	4.0	4.0	4.0
Tax	1.1	1.1	1.0	1.0	1.0
RoA	3.2	3.0	3.0	3.0	2.9
Leverage	10.7	11.0	11.2	11.4	11.6
RoE	34.3	33.3	33.1	33.7	34.1

Asset quality (%)

Year ended 31 Mar	2012	2013	2014e	2015e	2016e
GNPA (%)	0.5	0.3	0.4	0.5	0.5
NNPA (%)	-	-	-	-	-
Coverage (%)	100.0	100.0	100.0	100.0	100.0

Source: Company, Antique

Current Reco	: HOLD
Previous Reco	: HOLD
CMP	: INR360
Target Price	: INR365
Potential Return	: 1%

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COMPANY UPDATE

CESC Limited

Dhariwal TPS - Surfing options to be viable?

The acquisition of 600MW Dhariwal project at Chandrapur in FY10 was to provide inorganic growth to CESC's power expansion plans. However, it was caught in the vicious circle of signing PPA and FSA which resulted in signing none yet while the plant is ready for commissioning (CoD) in Sept. 2013. We believe the company is making serious efforts to sign PPAs for its capacities which can help them procure long term coal from Coal India under FSA. CESC is currently a bidder to supply 120MW over FY15-16 to Tata Power Distribution and under discussion with a SEB to supply 100MW for 15 years. This can auger well for the company to secure FSA based coal supply. We however, maintain HOLD rating on the stock as we await further clarity on the short term market rates at which it may have to sell 80MW. Hence, CESC may incur losses in FY14 if it is unable to sell its open capacity at a minimum rate of INR4/kWh (prevailing rates in Western region is less than INR3.5/kWh). Any development in the signing of the PPAs will be positive for the stock.

Update on the project:

- Revised cost of the project is INR34bn, of which INR32bn has been spent. Unit 1 is in the synchronization phase and we expect it to be CoD by Sept' 13 and Unit 2 by March' 14. We believe CoD of Unit 2 can be delayed if no clarity emerges on the PPA and FSA.
- Power evacuation for Unit 1 is expected to be through MSETCL (state transmission utility) and Unit 2 through Power Grid. The evacuation line of the Unit 1 is expected to be charged by Aug' 13 and Unit 2 is still six months away from commissioning.

PPA update:

- CESC has participated in a bid to supply to Tata Power for 3 years. Tata Power's requirement is for 300MW, 300MW and 250MW for FY14, FY15 and FY16 respectively for 14 hours in a day (9AM to 11PM). We believe CESC will be able to sign PPAs for power ranging between 70-120MW over FY14-16 as its cost of generation (even at e-auction coal) will be lower than INR4.25/kwh which is competitive to the rates at which Tata Power Distribution sources its short term power.
- Our channel check suggests that CESC is in talks with a SEB to sign a 15 year 100MW PPA at a rate ranging from INR 4.8-5/kWh.
- We believe if CESC is able to secure both the PPA's, only 80MW of 300MW (unit 1) needed to be sold on merchant basis. Still lack of clarity persists regarding PPA of Unit 2.

Coal procurement

- If CESC successfully signs the Tata Power PPA, they would source coal from local traders and E-auction markets where the landed cost of coal would be INR3000/mt.
- In the absence of FSA based coal supply from Coal India, CESC is expected to import 25% of its total coal requirement for which the landed will be INR5000/mt (from Kakinada Port which is 600kms away) resulting in variable cost of power of INR2.7/kWh.

Valuation and outlook

At INR360, the stock is trading at 7x and 0.8x FY15e P/E and P/B respectively. We value CESC on an SOTP arriving at a target price of INR365. Maintain HOLD.

Key financials

INRm	FY11	FY12	FY13e	FY14e	FY15e
Revenue (INR m)	51,790	58,917	75,710	72,604	86,096
EBITDA (INR m)	8,653	9,722	12,910	14,517	20,061
PAT (INR m)	2,774	2,445	4,810	5,055	6,645
PE (x)	16.2	18.4	9.9	9.4	7.0
PB (x)	1.0	0.9	0.9	0.9	0.8
RoE %	5.9	5.1	8.8	9.2	11.9

Market data

Sensex	:	19,325
Sector	:	Utilities
Market Cap (INRbn)	:	45
Market Cap (USDbn)	:	1
O/S Shares (m)	:	125
52-wk HI/LO (INR)	:	368/253
Avg Daily Vol ('000)	:	268
Bloomberg	:	CESC IN

Source: Bloomberg

Valuation

	FY13e	FY14e	FY15e
EPS (INR)	36.5	38.5	51.2
PE (x)	9.9	9.4	7.0
P/BV (x)	0.9	0.9	0.8
EV/EBITDA (x)	6.5	5.8	4.2
Dividend Yield (%)	1.1	1.4	1.5

Source: Bloomberg

Returns (%)

	1m	3m	6m	12m
Absolute	3	29	14	19
Relative	4	23	16	8

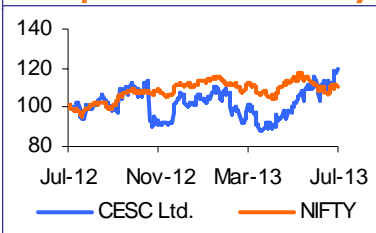
Source: Bloomberg

Shareholding pattern

Promoters	:	52%
FII	:	18%
DII	:	18%
Others	:	12%

Source: Bloomberg

Price performance vs Nifty



Source: Bloomberg

Source: Company, Antique

Financials

Profit and loss account (INRm)

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
Net revenues	51,790	58,917	75,710	72,604	86,096
Raw materials consumed	15,139	16,442	20,290	20,218	18,399
Staff costs	5,546	5,986	13,070	7,895	8,412
Power and fuel	14,283	17,620	18,150	21,356	30,206
Other expenses	8,170	9,147	11,290	8,618	9,018
Total Expense	43,137	49,195	62,800	58,087	66,035
EBITDA	8,653	9,722	12,910	14,517	20,061
Depreciation & amortisation	3,165	3,401	3,650	4,379	6,043
EBIT	5,488	6,321	9,260	10,138	14,018
Other income	1,149	1,323	1,610	1,477	1,477
Financial expense	3,121	3,451	4,300	4,885	6,788
Exceptional items	(212)	(257)	-	-	-
PBT	3,304	3,936	6,570	6,729	8,706
Current tax	1,282	1,492	1,760	1,674	2,061
Deferred tax	(752)	-	-	-	-
PAT	2,774	2,445	4,810	5,055	6,645
Minority Interest	(10)	(14)	220	220	220
Attributable PAT	2,784	2,459	4,590	4,835	6,425
Standalone PAT	4,884	5,543	6,162	6,247	6,636
Diluted EPS (INR)	22.2	19.6	36.5	38.5	51.2

Balance sheet (INRm)

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
Equity share capital	1,256	1,256	1,256	1,256	1,256
Reserves & surplus	45,752	47,167	50,919	51,153	52,690
Shareholder's funds	47,007	48,423	52,175	52,409	53,946
Minority interest	21	27	247	467	687
Debt	50,627	68,377	81,287	94,717	100,292
Deferred income	5,143	5,664	5,664	5,664	5,664
Capital employed	102,798	122,491	139,373	153,257	160,589
Gross fixed assets	127,023	132,571	139,374	174,740	214,660
Less: Accumulated depreciation	46,405	49,875	53,525	57,904	63,947
Net fixed assets	80,618	82,696	85,849	116,836	150,713
Capital work in progress	8,801	24,542	39,542	25,907	407
Investments	4,174	1,764	6,304	6,304	6,304
Inventory	4,079	4,077	5,300	5,082	6,027
Debtors	5,820	9,941	9,085	7,986	9,471
Cash & cash equivalent	12,291	13,433	12,358	9,144	12,559
Loans & advances and others	3,047	8,200	5,011	4,881	4,151
Current assets, loans & adv.	25,237	35,650	31,754	27,093	32,207
Creditors	17,936	23,497	25,741	24,540	30,650
Other liabilities & provisions	1,376	1,880	1,549	1,558	1,607
Current liabilities & provisions	19,312	25,377	27,291	26,098	32,257
Net current assets	5,925	10,273	4,463	995	(50)
Misc. expenses	3,280	3,216	3,216	3,216	3,216
Application of funds	102,798	122,491	139,373	153,257	160,589

Per share data

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
Outstanding shares (m)	125.6	125.6	125.6	125.6	125.6
BVPS	374.3	385.5	415.4	417.3	429.5
CEPS (INR)	47.3	46.5	67.4	75.1	101.0
DPS (INR)	4.0	4.0	4.0	5.0	5.6

Source: Company, Antique

Key assumptions

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
Power capacity (MW)	1,225	1,225	1,225	1,225	1,725
Power Sold (MU)	8,949	9,484	9,664	9,995	10,495
Power Generated (MU)	7,961	8,232	8,407	8,407	9,782
Regulated Equity Base (INRm)	22,852	25,046	26,992	28,972	30,928
New Capacity					
Chandrapur (600MW)				600	600
Retail Business					
Retail Area (Thousand Sq. Ft)	949	1,009	989	1,088	1,196

Cash flow statement (INRm)

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
PBT	3,304	3,936	6,570	6,729	8,706
Depreciation & amortisation	3,165	3,401	3,650	4,379	6,043
Interest expense	3,121	3,451	4,300	4,885	6,788
Interest / Dividend Recd	(1,149)	(1,323)	(1,610)	(1,477)	(1,477)
Other Adjustments	(730)	56	(558)	(4,194)	(4,410)
(Inc)/Dec in working capital	(877)	(3,207)	4,736	253	4,461
Tax paid	(530)	(1,492)	(1,760)	(1,674)	(2,061)
CF from operating activities	6,304	4,823	15,328	8,903	18,051
Capital expenditure	(9,712)	(21,220)	(21,803)	(21,731)	(14,420)
Net Investments	-	2,410	(4,540)	-	-
Income from investments	1,149	1,323	1,610	1,477	1,477
CF from investing activities	(8,564)	(17,487)	(24,733)	(20,255)	(12,944)
Inc/(Dec) in debt	6,479	17,750	12,910	13,431	5,575
Other items	12	6	220	220	220
Dividends & Interest paid	(3,620)	(3,951)	(4,800)	(5,513)	(7,486)
CF from financing activities	2,871	13,805	8,330	8,138	(1,692)
Net cash flow	611	1,141	(1,074)	(3,214)	3,415
Opening balance	11,680	12,291	13,433	12,358	9,144
Closing balance	12,291	13,433	12,358	9,144	12,559

Growth indicators (%)

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
Revenue	23.2	13.8	28.5	(4.1)	18.6
EBITDA	90.1	12.4	32.8	12.4	38.2
PAT	77.4	(11.9)	96.8	5.1	31.4
EPS	77.4	(11.9)	96.8	5.1	31.4

Valuation (x)

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
PE	16.2	18.4	9.9	9.4	7.0
P/BV	1.0	0.9	0.9	0.9	0.8
EV/EBITDA	9.7	8.6	6.5	5.8	4.2
EV/Sales	1.6	1.4	1.1	1.2	1.0
Dividend Yield (%)	1.1	1.1	1.1	1.4	1.5

Financial ratios

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
RoE (%)	5.9	5.1	8.8	9.2	11.9
RoCE (%)	5.3	5.2	6.6	6.6	8.7
Net Debt/Equity (x)	0.8	1.1	1.3	1.6	1.6
EBIT/Interest (x)	1.8	1.8	2.2	2.1	2.1

Margins (%)

Year ended 31 Mar	2011	2012	2013e	2014e	2015e
Gross margin	43.2	42.2	49.2	42.7	43.5
EBITDA	16.7	16.5	17.1	20.0	23.3
EBIT	10.6	10.7	12.2	14.0	16.3
PAT	5.4	4.2	6.1	6.7	7.5

Source: Company Antique

Valuation Guide

Company	Reco	CMP	TP	Return	M.Cap	Net profit (INRbn)		EPS (INR)		PE (x)		EV/EBITDA (x)		P/BV (x)	Div Yld (%)	RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INRbn)	FY13	FY14	FY13	FY14	FY13	FY14	FY13	FY14	FY13	FY13	FY13	FY13	1m	12m
AUTOMOBILES																			
Ashok Leyland	HOLD	19	26	40	49	1.4	2.6	0.5	1.0	34.3	18.7	10.6	8.8	1.1	3.2	3.2	7.1	(19)	(27)
Bajaj Auto	HOLD	1,863	1,964	5	539	30.4	36.4	105.2	125.9	17.7	14.8	13.4	11.2	6.8	2.4	38.5	54.1	7	21
Bosch	HOLD	8,615	9,422	9	271	9.9	9.3	316.5	376.9	27.2	22.9	21.4	22.1	4.9	0.6	17.8	25.6	(4)	(4)
Eicher Motors	HOLD	3,658	3,533	(3)	99	3.2	4.5	120.1	166.3	30.5	22.0	16.6	12.6	5.6	0.5	18.5	31.1	3	81
Exide Industries	HOLD	122	145	18	104	5.2	7.0	6.2	8.3	19.8	14.8	13.2	9.8	3.0	1.3	15.3	17.9	(11)	(10)
Escorts	HOLD	78	64	(18)	10	0.9	1.3	9.2	12.7	8.5	6.1	4.1	3.0	0.4	1.4	5.0	7.0	7	9
Hero MotoCorp	HOLD	1,654	1,858	12	330	21.2	23.7	106.1	118.8	15.6	13.9	14.4	11.5	6.6	3.6	42.3	63.8	0	(21)
Mahindra & Mahindra	HOLD	948	1,046	10	584	35.4	41.7	53.9	63.5	17.6	14.9	11.4	9.8	4.1	1.4	23.5	28.9	(2)	30
Maruti Suzuki	BUY	1,551	2,214	43	469	23.9	38.0	79.2	125.7	19.6	12.3	11.2	7.5	2.5	0.5	12.9	17.9	(0)	28
Tata Motors	BUY	288	376	31	844	90.0	131.5	28.2	41.2	10.2	7.0	4.6	3.7	2.2	1.4	21.5	25.3	(5)	20
CEMENT																			
ACC	HOLD	1,260	1,191	(5)	237	10.6	12.9	74.3	68.9	17.0	18.3	11.7	12.2	3.2	2.8	19.2	23.5	5	(3)
Ambuja Cements	HOLD	193	183	(5)	298	13.0	14.6	10.2	9.5	18.9	20.4	9.8	10.2	3.4	1.9	15.4	21.6	12	12
Shree Cements	BUY	4,560	5,195	14	159	8.0	9.1	230.4	262.5	19.8	17.4	10.1	8.6	4.6	0.3	25.8	32.3	(3)	56
Ultratech Cements	BUY	1,888	2,098	11	518	30.1	34.4	110.0	125.5	17.2	15.0	11.0	9.5	3.3	0.5	21.2	21.7	1	22
FMCG & RETAIL																			
Asian Paints	HOLD	4,673	4,264	(9)	448	11.6	14.1	116.1	142.7	40.2	32.7	25.9	20.6	15.7	1.2	39.0	45.9	2	26
Colgate Palmolive India	SELL	1,411	1,260	(11)	192	5.0	5.4	36.5	39.4	38.6	35.8	32.5	29.6	39.2	2.0	101.5	108.8	(3)	21
Dabur India	HOLD	157	145	(8)	274	7.6	9.3	4.4	5.3	36.0	29.6	27.5	21.7	12.7	1.0	35.2	27.2	0	37
Radico Khaitan	BUY	96	145	51	13	0.8	1.0	5.8	7.5	16.4	12.9	10.3	8.4	1.7	0.8	10.6	10.8	(19)	(18)
Godrej Consumer Products	SELL	790	737	(7)	269	8.0	8.7	20.5	25.6	38.6	30.9	27.9	21.0	8.1	1.2	21.1	17.0	(9)	39
Hindustan Unilever	SELL	610	484	(21)	1,318	33.1	36.6	15.3	16.9	39.8	36.0	38.3	34.6	49.3	1.4	123.9	118.3	3	39
ITC	HOLD	347	356	3	2,740	73.9	87.2	9.5	11.1	36.7	31.1	26.1	21.8	12.9	1.7	35.1	44.7	4	37
Jyothy Laboratories	HOLD	187	161	(14)	31	0.9	1.1	5.6	6.7	33.6	27.9	24.7	21.3	4.3	1.1	12.7	8.8	(6)	54
Marico	BUY	210	211	1	135	4.1	5.0	6.3	7.7	33.3	27.2	22.3	18.3	6.8	0.3	20.3	19.8	(10)	14
Nestle India	HOLD	5,137	4,972	(3)	495	10.5	12.2	110.8	127.0	46.4	40.4	27.6	24.3	27.5	0.8	59.4	54.4	(2)	16
Future Retail	BUY	95	246	158	21	0.5	1.1	2.3	4.9	41.7	19.4	6.4	5.4	0.7	2.6	1.6	7.3	(31)	(50)
Titan Industries	HOLD	233	221	(5)	207	7.3	7.8	8.2	8.7	28.6	26.7	19.7	18.0	10.5	0.9	36.9	47.8	(14)	2
TBZ	HOLD	185	237	28	12	0.9	1.2	12.8	18.1	14.5	10.3	11.7	7.6	3.0	-	20.8	15.8	(24)	55
United Spirits	HOLD	2,562	2,335	(9)	372	3.4	7.8	28.1	53.7	91.0	47.7	28.1	22.3	3.8	0.1	4.2	9.7	3	238
Tata Global	BUY	147	134	(9)	91	5.1	6.4	8.3	8.3	17.8	17.8	8.8	6.8	1.9	1.7	10.5	12.8	(1)	25
Tilaknagar Industries	BUY	50	106	112	6	0.6	0.7	4.6	5.6	10.8	9.0	7.3	6.3	1.1	2.2	10.6	10.6	(11)	(13)
V- Mart	BUY	134	203	51	2	0.2	0.2	10.0	10.0	13.4	13.4	6.6	4.7	1.6	0.6	12.2	17.3	14	-
INDUSTRIALS																			
ABB	SELL	590	519	(12)	125	1.4	3.7	6.5	17.3	90.9	34.1	49.9	20.4	4.7	0.1	5.2	5.6	(6)	(26)
Bajaj Electricals	HOLD	176	191	8	18	1.4	1.6	14.2	16.3	12.4	10.8	6.3	5.6	2.2	1.7	18.8	33.7	3	(12)
BGR	HOLD	122	251	106	9	1.7	1.9	23.6	26.7	5.2	4.6	3.9	4.6	0.7	8.2	14.6	12.3	(24)	(61)
Bharat Heavy Electricals	HOLD	183	180	(2)	447	66.1	49.7	26.9	20.3	6.8	9.0	4.0	5.2	1.5	3.0	21.6	29.1	(4)	(23)
Crompton Greaves Ltd.	BUY	90	141	57	57	0.8	5.4	1.3	8.4	67.9	10.7	18.7	7.8	1.6	1.3	2.4	3.3	-	(32)
Cummins India	BUY	435	588	35	120	7.0	7.6	25.3	27.5	17.2	15.8	14.0	13.0	5.0	3.0	34.3	40.1	(7)	(4)
Havells India	HOLD	751	740	(1)	94	4.0	5.1	31.9	41.2	23.5	18.2	13.4	10.9	7.4	0.8	35.8	32.5	4	31
Larsen & Toubro	BUY	1,403	1,819	30	865	48.0	56.3	78.0	91.6	18.0	15.3	14.6	12.5	3.0	1.3	16.0	14.6	(1)	(0)
Siemens	HOLD	525	512	(3)	187	4.7	7.2	13.4	20.5	39.4	25.7	20.1	13.6	4.4	1.1	11.2	16.9	(9)	(28)
KEC	HOLD	32	51	59	8	1.3	2.1	4.9	8.3	6.6	3.8	4.3	3.6	0.7	3.8	10.4	14.2	(19)	(46)
Voltas	HOLD	80	95	18	27	1.9	2.7	5.9	8.1	13.7	9.9	10.6	7.6	1.6	2.0	21.1	17.6	(2)	(30)

UR: Under Review

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Valuation Guide

Company	Reco	CMP (INR)	TP (INR)	Return (%)	M.Cap (INRbn)	Net profit (INRbn)		EPS (INR)		PE (x)		EV/EBITDA (x)		P/BV (x)	Div Yld (%)	RoE (%)	RoCE (%)	Absolute (%)	
						FY13	FY14	FY13	FY14	FY13	FY14	FY13	FY14					FY13	FY14
INFRASTRUCTURE																			
Adani Port and SEZ	BUY	149	180	21	309	15.3	18.6	7.6	9.2	19.7	16.2	17.7	12.8	4.8	0.7	23.0	13.0	(2)	22
Spice Jet	BUY	27	51	89	14	(2.0)	1.0	(4.2)	1.9	(6.4)	13.9	3.9	2.5	-	-	-	-	(20)	(22)
IRB INFRASTRUCTURE	BUY	92	175	90	31	5.6	4.4	17.0	13.3	5.4	6.9	5.7	5.5	0.9	1.6	16.8	13.5	(22)	(33)
IL&FS Transportation Networks	BUY	141	221	57	27	5.3	5.3	27.0	27.4	5.2	5.1	8.3	7.7	0.9	2.8	16.4	10.4	(19)	(24)
INFORMATION TECHNOLOGY																			
HCL Technologies	HOLD	819	785	(4)	571	38.7	42.6	55.4	60.8	14.8	13.5	10.1	9.1	4.2	1.1	32.4	26.8	10	67
Hexaware Technologies	HOLD	94	90	(4)	28	2.9	3.1	9.8	10.4	9.0	9.0	8.9	8.6	2.2	5.2	24.1	21.9	11	(22)
Infosys Ltd.	HOLD	2,468	2,460	(0)	1,417	94.3	94.4	164.8	164.9	15.0	15.0	10.4	9.5	3.5	1.7	27.4	26.9	1	1
Tata Consultancy Services	BUY	1,507	1,615	7	2,949	139.4	160.8	71.2	82.1	21.2	18.3	15.7	13.2	7.2	1.7	34.0	38.0	(1)	21
Wipro	BUY	356	400	13	876	66.7	67.6	27.3	27.5	13.0	12.9	10.6	9.9	3.1	2.0	23.5	22.9	6	2
Mphasis	SELL	378	390	3	79	7.7	8.6	36.5	40.8	9.3	9.3	7.5	6.3	1.8	4.5	18.6	21.3	(15)	(1)
Tech Mahindra	BUY	1,046	1,270	21	135	6.5	8.2	51.1	64.1	20.5	16.3	11.6	9.6	2.5	0.5	26.2	70.2	12	45
MEDIA																			
Den Networks	BUY	182	270	48	27	0.7	0.9	4.6	4.8	39.5	37.9	14.1	7.4	2.8	-	4.8	4.8	(13)	75
Dish TV India	BUY	59	76	29	63	(1.3)	0.9	(0.6)	0.8	-	70.8	13.2	8.9	3.9	-	(8.0)	(1.6)	(5)	(17)
Hathway Cable & Datacom	BUY	277	370	34	40	0.4	2.2	3.0	15.7	92.0	17.6	14.3	6.9	4.6	-	3.9	8.0	1	47
Sun TV Network	BUY	392	550	40	154	7.1	8.6	18.0	21.8	21.8	18.0	14.0	11.4	5.5	2.4	25.5	33.6	(8)	25
Zee Entertainment Enterprises	HOLD	242	230	(5)	232	7.2	8.0	7.5	8.4	32.1	28.7	23.8	20.9	5.9	0.8	17.2	17.0	5	64
METALS & MINING																			
Graphite India	BUY	75	101	35	15	1.8	1.9	9.2	9.5	8.1	7.8	6.3	5.8	0.8	4.7	10.6	13.3	1	(18)
Hindalco Industries	BUY	100	139	39	192	31.4	37.3	16.4	19.5	6.1	5.1	6.6	5.9	0.6	2.5	9.1	7.2	(2)	(19)
Hindustan Zinc	BUY	101	150	48	428	69.1	68.3	16.3	16.2	6.2	6.3	5.8	6.1	1.3	3.1	23.3	23.4	(11)	(19)
Jindal Steel & Power	BUY	222	440	98	207	28.2	39.6	30.2	42.4	7.3	5.2	6.1	6.2	1.0	0.9	24.8	13.9	(21)	(51)
JSW Steel	HOLD	604	920	52	146	15.6	24.5	69.8	109.7	8.6	5.5	5.4	4.8	0.8	1.2	9.1	7.5	(16)	(16)
Steel Authority of India	HOLD	48	71	49	197	21.9	35.9	5.7	8.7	8.4	5.5	7.8	6.0	0.5	4.2	5.4	4.5	(14)	(49)
Sterlite Industries	BUY	83	129	56	277	64.1	66.2	19.1	19.7	4.3	4.2	2.9	2.6	0.5	2.4	10.5	11.0	(7)	(23)
TATA Steel	BUY	260	465	79	252	4.7	42.4	4.6	41.9	56.5	6.2	6.8	4.5	0.6	4.6	0.0	0.1	(11)	(42)
Coal India	BUY	290	387	33	1,832	165.1	184.2	26.1	29.2	11.1	9.9	6.9	5.6	3.7	3.4	36.6	31.0	(9)	(17)
OIL & GAS																			
Bharat Petroleum Corp.	BUY	346	535	55	250	22.8	27.2	28.7	41.5	12.1	8.3	5.1	5.2	1.4	2.9	13.7	11.9	(8)	(9)
Cairn India	BUY	295	351	19	564	116.1	92.8	63.1	48.4	4.7	6.1	3.1	3.3	1.2	3.9	16.4	16.2	3	(6)
Essar Oil	BUY	66	99	50	90	(11.1)	6.5	(8.1)	4.8	(8.2)	13.8	8.3	6.8	9.0	-	(20.6)	5.2	(10)	15
GAIL India	HOLD	318	342	8	403	42.0	35.2	33.1	27.8	9.6	11.5	6.9	8.0	1.6	2.8	17.2	18.0	4	(11)
Gujarat State Petronet	BUY	57	91	59	32	5.1	4.8	9.0	8.6	6.3	6.7	4.1	4.2	1.1	1.7	17.5	19.5	1	(21)
Hindustan Petroluem Corp	BUY	238	346	45	81	(1.3)	5.1	(3.9)	14.9	-	16.0	11.8	7.5	0.6	-	(1.0)	1.5	(15)	(31)
Indian Oil Corp	BUY	217	401	85	527	60.8	73.9	25.6	31.2	8.5	7.0	7.3	6.6	0.8	2.9	15.8	10.6	(20)	(20)
MRPL	BUY	37	66	76	66	(0.8)	17.7	(0.5)	10.1	-	3.7	13.7	3.6	0.8	(0.4)	18.3	0.3	(14)	(36)
Oil India	BUY	556	720	30	334	36.4	40.3	60.5	67.1	9.2	8.3	4.8	4.2	1.7	5.4	18.7	18.6	(3)	14
Oil & Natural Gas Corp.	BUY	304	388	28	2,600	228.3	226.6	29.5	29.9	10.3	10.1	5.2	5.3	2.1	3.5	20.6	24.6	(5)	9
Petronet LNG	BUY	126	190	51	94	11.5	9.8	15.3	13.1	8.2	9.6	5.6	5.8	2.1	2.0	30.0	25.1	(11)	(14)
Reliance Industries	HOLD	867	916	6	2,800	208.0	227.7	63.6	69.6	13.6	12.5	9.9	9.2	1.4	1.0	11.4	7.8	11	18

UR: Under Review

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Valuation Guide

Company	Reco	CMP (INR)	TP (INR)	Return (%)	M.Cap (INRbn)	Net profit (INRbn)		EPS (INR)		PE (x)		EV/EBITDA (x)		P/BV (x)	Div Yld (%)	RoE (%)	RoCE (%)	Absolute (%)	
						FY13	FY14	FY13	FY14	FY13	FY14	FY13	FY14					FY13	FY14
PHARMACEUTICALS																			
Cipla	HOLD	397	390	(2)	318	15.1	16.4	18.8	20.4	21.1	19.4	15.4	13.8	3.5	1.0	16.7	14.6	6	21
Dr Reddy's	BUY	2,249	2395	7	382	16.8	17.9	99.1	105.8	22.7	21.3	16.0	13.6	6.1	0.7	27.0	17.2	3	38
Lupin	BUY	828	850	3	371	13.1	14.9	29.4	33.2	28.2	24.9	16.4	13.7	7.1	0.6	25.3	20.4	9	52
Sun Pharma	BUY	1,043	1141	9	1,078	30.1	42.3	29.0	40.9	35.9	25.5	19.6	15.6	7.6	0.5	21.3	18.6	3	64
Ranbaxy Laboratories	SELL	343	383	12	145	10.3	7.5	24.3	17.8	14.1	19.3	7.5	13.6	3.5	-	25.2	10.2	(9)	(32)
Cadila Health	SELL	790	705	(11)	162	6.6	7.7	32.0	37.5	24.7	21.1	14.7	12.7	5.3	0.9	21.6	10.9	3	3
Divis Labs	BUY	969	1155	19	129	6.1	7.2	46.1	54.3	21.0	17.8	17.8	15.0	1.8	1.5	24.4	23.4	3	(5)
Glenmark	BUY	580	615	6	157	6.1	7.2	22.7	26.6	25.6	21.8	16.0	13.3	5.7	0.1	22.3	12.9	1	54
Ipca Labs	BUY	697	740	6	88	4.5	4.6	25.8	36.3	27.0	19.2	24.0	20.4	5.6	0.6	29.0	20.4	16	89
Biocon	BUY	285	335	18	57	5.1	3.6	26.0	18.1	11.0	15.7	29.0	25.2	2.1	2.6	18.9	14.6	2	19

SHIPPING AND LOGISTICS

Container Corp. of India	HOLD	1,135	1,196	5	147	9.7	10.9	74.3	83.9	15.3	13.5	11.6	10.0	2.3	1.6	15.4	20.8	0	23
Essar Ports Ltd	BUY	73	120	65	31	2.2	3.9	5.2	9.1	14.1	8.0	9.7	7.1	1.2	-	8.7	8.6	(6)	(21)
Great Eastern Shipping Co	BUY	216	282	31	33	3.7	5.1	24.9	33.7	8.7	6.4	6.1	5.1	0.5	3.0	6.2	6.7	(10)	(16)
Gujarat Pipavav	BUY	46	58	26	22	0.8	1.4	1.9	3.3	24.7	14.0	12.8	8.9	2.3	-	9.6	9.6	(2)	(20)

SUGAR

Balrampur Chini Mills	BUY	39	59	50	10	1.6	0.9	6.6	3.6	6.0	10.9	5.6	7.3	0.7	5.1	12.6	11.3	(18)	(31)
Shree Renuka Sugars	BUY	17	28	63	12	0.1	2.6	0.1	0.1	141.9	141.9	7.2	5.6	0.6	5.8	0.4	6.7	(19)	(51)

UTILITIES

CESC	HOLD	360	365	1	45	4.5	4.8	36.5	38.5	9.9	9.4	6.5	59.8	0.9	1.1	8.8	6.6	3	19
Nava Bharat Ventures	BUY	172	267	55	15	2.6	3.3	28.4	36.3	6.1	4.7	3.1	1.7	0.7	1.9	8.5	7.5	3	(9)
NTPC	BUY	140	185	32	1,158	102.7	118.7	12.4	14.4	11.3	9.8	9.8	8.1	1.5	3.9	13.0	9.8	(5)	(13)
Power Grid	BUY	105	142	35	488	39.8	48.7	8.6	10.5	12.3	10.0	10.7	9.1	1.8	1.2	14.9	7.7	(5)	(7)
PTC India	BUY	49	85	74	14	2.0	2.7	6.9	9.2	7.0	5.3	4.7	1.1	0.6	3.3	5.9	7.5	(13)	(24)
Tata Power	HOLD	85	96	13	202	13.2	14.5	5.6	6.1	15.3	13.9	7.4	5.6	1.6	0.9	14.4	8.2	(4)	(18)

Company	Reco	CMP (INR)	TP (INR)	Return (%)	M.Cap (INRbn)	Net profit (INRbn)		EPS (INR)		PE (x)		NNPA Ratio (%)		P/AdjBV (x)	Div Yld (%)	RoE (%)	RoA (%)	Absolute (%)	
						FY13	FY14	FY13	FY14	FY13	FY14	FY13	FY14					FY13	FY14

FINANCIALS

Axis Bank	BUY	1,253	1,580	26	587	52	60	111	129	11.3	9.7	0.3	0.4	1.6	1.7	18.5	1.7	(9)	21
Bajaj Auto Finance	BUY	1,383	1,600	16	69	6	7	119	146	11.6	9.5	1.1	1.2	1.7	0.7	17.6	3.8	(8)	57
Bank of Baroda	HOLD	555	800	44	234	45	46	106	109	5.2	5.1	1.3	1.5	0.8	3.9	15.1	0.9	(16)	(24)
Bank of India	HOLD	226	369	64	134	27	37	46	61	4.9	3.7	3.0	3.2	0.6	5.4	12.3	0.7	(22)	(36)
Canara Bank	BUY	344	488	42	153	29	39	65	87	5.3	3.9	2.2	2.2	0.8	3.8	12.1	0.7	(13)	(19)
HDFC	HOLD	824	840	2	1281	48	56	31	36	26.6	22.7	0.4	0.4	4.6	1.5	21.8	2.6	(2)	20
HDFC Bank	HOLD	660	710	8	1578	67	87	28	37	23.2	18.0	0.2	0.2	3.7	1.1	20.3	1.8	(2)	14
ICICI Bank	BUY	1,028	1,320	28	1186	83	96	72	83	14.2	12.3	0.8	1.0	1.7	2.0	12.5	1.6	(10)	10
Indusind Bank	BUY	492	500	2	258	11	15	20	28	24.3	17.6	0.3	0.4	3.0	0.9	17.7	1.8	(3)	43
IIC Housing Finance	BUY	225	296	32	113	10	15	20	29	11.1	7.7	0.1	0.1	1.5	1.7	16.8	1.4	(15)	(16)
Power Finance Corp.	BUY	138	232	69	182	44	48	33	36	4.1	3.8	0.9	0.9	0.7	4.4	19.7	2.9	(23)	(26)
Punjab National Bank	HOLD	620	800	29	219	47	52	134	146	4.6	4.2	2.3	2.2	0.8	4.5	15.7	1.0	(19)	(26)
Rural Electrification Corp.	BUY	196	292	49	194	38	44	39	45	5.0	4.3	0.2	0.2	0.9	3.3	24.2	3.4	(11)	(2)
Shriram Transprt finance	BUY	679	858	26	154	15	17	65	75	10.5	9.0	2.5	2.3	1.8	2.9	22.0	3.6	(13)	22
State Bank Of India	HOLD	1,873	2,300	23	1281	141	154	206	225	9.1	8.3	1.7	1.8	1.4	2.2	15.4	1.0	(7)	(16)
Union Bank of India	BUY	172	280	63	102	21	29	36	49	4.8	3.5	1.6	2.3	0.8	5.7	14.9	0.7	(20)	(19)
YES Bank	BUY	467	558	20	168	13	15	36	43	12.9	10.9	0.0	0.0	2.4	1.4	23.1	1.5	(7)	29
Mahindra & Mahindra Fin.	BUY	277	240	(13)	158	8.8	10.0	16	18	17.7	15.5	1.1	1.9	3.0	1.6	23.8	4.0	10	103
Cholamandalam Invst & Fin.	BUY	242	302	25	35	3.1	3.9	21	27	11.3	8.8	0.4	0.5	1.5	-	18.1	1.9	(10)	33
Gruh Finance	BUY	234	270	15	42	1.5	1.8	8.2	10.2	28.6	22.9	-	-	6.9	-	33.3	3.0	3	52
Repco Home Finance	BUY	264	288	9	16	0.8	1.1	12.9	17.5	20.5	15.1	1.0	1.0	2.3	-	17.1	2.4	26	-

UR: Under Review

Events Calendar

Jul/Aug 2013

Monday	Tuesday	Wednesday	Thursday	Friday	Saturday	Sun
8 Jul	9 Jul	10 Jul	11 Jul	12 Jul	13 Jul	14 Jul
		IndusInd Bank		Infosys		
15 Jul	16 Jul	17 Jul	18 Jul	19 Jul	20 Jul	21 Jul
Exide Ind	Ashok Leyland	HDFC Bank	Bajaj Finance Axis Bank Kotak Mahindra Bank	Hexaware Tech HDFC Bajaj Auto		
22 Jul	23 Jul	24 Jul	25 Jul	26 Jul	27 Jul	28 Jul
		Dabur Cairn India	M&M Financial Biocon			
29 Jul	30 Jul	31 Jul	1 Aug	2 Aug	3 Aug	4 Aug
Colgate Palmolive	Shree Cement Ipca Labs Gujarat Pipavav Port	Cholamandalam Inv			Godrej Consumer	
5 Aug	6 Aug	7 Aug	8 Aug	9 Aug	10 Aug	11 Aug
		Ranbaxy Labs				
12 Aug	13 Aug	14 Aug	15 Aug	16 Aug	17 Aug	18 Aug
	BPCL M&M					
19 Aug	20 Aug	21 Aug	22 Aug	23 Aug	24 Aug	25 Aug
26 Aug	27 Aug	28 Aug	29 Aug	30 Aug	31 Aug	

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