

## Dealer's Diary

The Indian market is expected to open in the green today, mirroring SGX Nifty which is trading higher by ~0.4%. Most of the Asian markets are trading in the positive zone with gains in the range of 0.2% to 3.0%.

US markets staged a strong recovery on Tuesday after sliding on Monday's trade. Stocks rebounded as traders saw the sharp pullback on Monday as a good buying opportunity. Markets were also buoyed by a private survey which showed that growth in China's services sector hit a four-month high in January. A separate report from the Institute for Supply Management showed that activity in the US service sector continued to expand in the month of January. European markets too rose on Tuesday with key benchmark indices gaining 0.4%-1%.

Meanwhile India's Key benchmark indices closed lower on Tuesday for the fourth consecutive session in a row. Going ahead, the market will keenly follow the statements by the government prior to the Union Budget.

## Markets Today

The trend deciding level for the day is 19,670 / 5,958 levels. If NIFTY trades above this level during the first half-an-hour of trade then we may witness a further rally up to 19,707 – 19,755 / 5,969 – 5,982 levels. However, if NIFTY trades below 19,670 / 5,958 levels for the first half-an-hour of trade then it may correct up to 19,622 – 19,584 / 5,946 – 5,935 levels.

Indices	S2	S1	PIVOT	R1	R2
SENSEX	19,584	19,622	19,670	19,707	19,755
NIFTY	5,935	5,946	5,958	5,969	5,982

## News Analysis

- CCEA gives in-principle nod to coal price pooling proposal
- BHEL secures ₹2,854cr contract
- Exide Industries ties up with Shin-Kobe Electric Machinery Company
- 3QFY2013 Result Review: United Bank
- 3QFY2013 Result Preview: Cipla, Apollo Tyres, MOIL, IRB JK Lakshmi

Refer detailed news analysis on the following page

## Net Inflows (February 04, 2013)

₹ cr	Purch	Sales	Net	MTD	YTD
FII	3,521	2,633	888	3,453	25,683
MFs	426	687	(261)	(257)	(4,970)

## FII Derivatives (February 05, 2013)

₹ cr	Purch	Sales	Net	Open Interest
Index Futures	1,036	1,699	(663)	8,409
Stock Futures	1,487	1,303	184	30,990

## Gainers / Losers

Gainers			Losers		
Company	Price (₹)	chg (%)	Company	Price (₹)	chg (%)
Sun Pharma	747	4.1	Jubilant Food	1,041	(8.2)
IVRCL	34	3.4	Opto Circuits	69	(6.8)
Suzlon Energy	25	3.0	Jain Irrigation	68	(5.2)
Sintex	62	2.8	Uco Bank	68	(5.1)
Biocon	282	2.8	Jaiprakash Asso	76	(4.5)

Domestic Indices	Chg (%)	(Pts)	(Close)
BSE Sensex	(0.5)	(91.4)	19,660
Nifty	(0.5)	(30.3)	5,957
MID CAP	(0.7)	(45.9)	6,864
SMALL CAP	(1.0)	(71.1)	6,936
BSE HC	0.9	68.4	8,034
BSE PSU	(0.5)	(34.3)	7,466
BANKEX	(0.6)	(87.2)	14,302
AUTO	(0.3)	(31.3)	10,906
METAL	(0.7)	(76.8)	10,330
OIL & GAS	(0.6)	(60.0)	9,210
BSE IT	(0.2)	(9.9)	6,342

Global Indices	Chg (%)	(Pts)	(Close)
Dow Jones	0.7	99.2	13,979
NASDAQ	1.3	40.4	3,172
FTSE	0.6	35.9	6,283
Nikkei	(1.9)	(213.4)	11,047
Hang Seng	(2.3)	(536.5)	23,149
Straits Times	(0.7)	(24.7)	3,273
Shanghai Com	0.2	5.0	2,433

Indian ADR	Chg (%)	(Pts)	(Close)
INFY	1.3	0.7	\$52.6
WIT	1.1	0.1	\$9.5
IBN	(2.9)	(1.4)	\$45.7
HDB	(2.0)	(0.8)	\$39.3

Advances / Declines	BSE	NSE
Advances	819	433
Declines	1,417	1,074
Unchanged	717	78

Volumes (₹ cr)	
BSE	2,453
NSE	10,904

## **CCEA gives in-principle nod to coal price pooling proposal**

Media reports suggest that the Cabinet Committee on Economic Affairs (CCEA) has given in-principle approval to the price pooling mechanism wherein the prices of domestic and imported coal will be averaged to get a uniform price for coal in the country. CCEA however has not given the actual terms of this mechanism and has asked the coal and power ministries to come out with the detailed terms and specifications of how the price must be determined. Currently, Coal India has FSA's with power companies without price pooling basis and it supplies imported coal at a cost plus basis. We await further clarity on this matter and until then **maintain Accumulate on Coal India with a target price of ₹368**

## **BHEL secures ₹2,854cr contract**

BHEL has secured contract for supply of steam generator package for setting up of 1,980 MW thermal power project in Bihar. The order is worth ₹2,854cr. The contract was awarded to BHEL by Nabinagar Power Generation, a joint venture of NTPC and Bihar State Electricity Board. **We maintain Neutral recommendation on BHEL.**

## **Exide Industries ties up with Shin-Kobe Electric Machinery Company**

Exide Industries (EXID) has signed an additional agreement with Japan's Shin-Kobe Electric Machinery Company (Shin-Kobe) to implement new manufacturing processes for automotive batteries. According to the agreement, Shin-Kobe will provide the technology and extensive technical support and assistance to EXID to enable it manufacture quality automotive batteries in its various plants in India. The new technology is expected to enable the company manufacture superior quality batteries and is also expected to result in cost reduction. EXID already has technical agreement with Shin-Kobe for automotive batteries and VRLA batteries for industrial applications. Additionally, the company also has technical collaboration with Furukawa Battery Company Limited, Japan and Changxing Noble Power Sourcing Company Limited, China. We see the signing of the additional agreement with Shin-Kobe as a positive development for EXID; however, the scope of the new agreement is not known entirely. At ₹123, the stock is trading at 15.6x FY2014E earnings. **We maintain our Accumulate rating on the stock with a SOTP based target price of ₹131.**

## **3QFY2013 Result Review**

### **United Bank - (CMP: ₹71 / TP: Under Review)**

United Bank reported weak performance on operating as well as on the asset quality front during the quarter. While operating profit grew by moderate 7% yoy, aided by better-than-expected 58% yoy growth in non-interest income, Gross and Net NPA levels were higher sequentially by around 20%, on an absolute basis, the highest for the bank in past several quarters. Considering sequential deterioration in asset quality, the provisioning expenses for the bank increased by 126% yoy and hence earnings came declined by 81% yoy. At CMP, it trades at attractive

valuations of 0.5x FY2014ABV. We await clarity from the management regarding asset quality pressures faced during the quarter and till then we keep our rating and target price under review.

Y/E	Op. Inc	NIM	PAT	EPS	ABV	ROA	ROE	P/E	P/ABV
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)	(x)
FY2013E	3,498	2.5	624	15.1	121.4	0.6	12.5	4.7	0.6
FY2014E	3,858	2.7	859	21.6	139.1	0.7	16.1	3.3	0.5

### 3QFY2013 Result Preview

#### Cipla (CMP: ₹408/ TP: / Upside: )

Cipla is expected to post a net sales growth of 18.3% to ₹2,024cr, driven mainly by the domestic performance. On the operating front, the OPM (excluding technical know-how fees) is expected to come in at 24.9%, up by 470bp from the last corresponding period. This will aid the net profit to increase by 49.7% yoy to ₹404cr.

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/EBITDA	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)	(x)
FY2013E	8,151	25.8	1,619	20.2	19.4	20.2	3.6	15.1	3.8
FY2014E	9,130	24.8	1,736	21.6	17.6	18.9	3.1	13.6	3.3

#### Apollo Tyres (CMP: ₹85/ TP: ₹96/ Upside: 13%)

Apollo Tyres (APTY) is slated to announce its 3QFY2013 results today. We expect APTY to register a healthy growth of ~10% yoy in consolidated revenues to ₹3,559cr driven by ~11% and ~12% yoy growth in domestic and South Africa revenues respectively. European operations are expected to register a modest growth led by an uncertain macro-economic environment. We expect the consolidated margins to improve 140bp yoy to 11.4% primarily on account of a sharp decline in rubber prices (down ~15% yoy). On the back of the improved operating performance, the adjusted net profit is expected to grow strongly by ~30% yoy to ₹165cr. At ₹85, the stock is trading at 5.7x its FY2014E earnings. **We maintain our Accumulate rating on the stock with a target price of ₹96.**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/EBITDA	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)	(x)
FY2013E	13,713	11.2	629	12.5	20.2	6.8	1.3	4.2	0.5
FY2014E	15,341	11.2	747	14.8	19.9	5.7	1.0	3.6	0.4

#### MOIL (CMP: ₹253/ TP: -/ Upside :-)

MOIL is slated to report its 3QFY2013 today. We expect its 3QFY2013 net sales to increase by 11.8% yoy to ₹268cr mainly on account of higher manganese ore price realizations. However, EBITDA margin is expected to contract by 291bp yoy to 42.8% in 3QFY2013. Net profit is expected to increase by 8.5% yoy to ₹110cr. **We maintain our Neutral rating on the stock.**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/EBITDA	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)	(x)
FY2013E	941	47.3	434	25.8	16.7	9.8	1.5	4.5	2.1
FY2014E	1,018	48.3	473	28.1	16.2	9.0	1.4	3.7	1.8

**IRB Infra (CMP: ₹118 / TP: ₹164 / Upside: 39%)**

IRB Infrastructure Developers (IRB) is expected to post a mixed performance on a quarterly basis. We expect a revenue growth of 24.8% yoy for 3QFY2013 on the back of healthy execution pace in under construction BOT projects, leading to EPC (C&EPC) revenues of ₹600cr (14.1%) for the quarter. The BOT segment is expected to report a healthy 30.0% yoy growth to ₹330cr, leading to an overall top-line of ₹930cr. We expect blended EBITDA margin at 44.0%, a dip of 184bp yoy. Depreciation for the quarter is expected to witness a yoy jump of 52.9%, owing to completion of the Surat-Dahisar project. We project a net profit before tax and after tax (post minority interest) at ₹178cr and ₹136cr, respectively, after factoring a blended tax rate of 25% for the quarter. **We recommend Buy on the stock with target price of ₹164.**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BVEV/EBITDA	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2013E	3,843	43.1	560	16.8	18.3	7.0	1.2	7.3
FY2014E	4,212	43.6	593	17.8	17.0	6.6	1.1	7.8

**JK Lakshmi Cement (CMP: ₹140/TP:/Upside:-)**

JK Lakshmi Cement is slated to announce its 3QFY2013 results today. We expect the top-line to grow by 21.0% yoy to ₹531cr. OPM is expected to decline by 37bp yoy to 21.1%. Bottom-line is expected to grow by 9.1% yoy to ₹54cr. **We maintain our Neutral view on the stock.**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/EBITDA	EV/tonne*
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)	(US \$)
FY2013E	2,171	22.5	234	21.6	19.0	6.5	1.2	3.6	56
FY2014E	2,544	22.5	251	23.1	17.8	6.0	1.0	4.7	

Note: \* Computed on TTM basis

### Quarterly Bloomberg Brokers Consensus Estimate

#### Cipla (06/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	2,040	1,711	19	2,146	(5)
EBITDA	500	391	28	677	(26)
EBITDA margin (%)	24.5	22.9		31.5	
Net profit	360	270	33	500	(28)

#### ACC (07/02/2013)

Particulars (₹ cr)	4QCY12E	4QCY11	y-o-y (%)	3QCY12	q-o-q (%)
Net sales	2,655	2,647	0	2,556	4
EBITDA	414	439	(6)	466	(11)
EBITDA margin (%)	15.6	16.6		18.2	
Net profit	235	463	(49)	242	(3)

#### Ambuja Cement (07/02/2013)

Particulars (₹ cr)	4QCY12E	4QCY11	y-o-y (%)	3QCY12	q-o-q (%)
Net sales	2,502	2,329	7	2,168	15
EBITDA	511	-	#DIV/0!	522	(2)
EBITDA margin (%)	20.4	0.0		24.1	
Net profit	317	302	5	304	4

#### Bharat Forge (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	872	921	(5)	852	2
EBITDA	181	239	(24)	194	(7)
EBITDA margin (%)	20.8	26.0		22.8	
Net profit	78	103	(24)	103	(24)

#### Canara Bank (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net profit	805	876	(8)	661	22

#### GMR Infra Consolidated (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	2,178	1,999	9	2,372	(8)
EBITDA	568	469	21	531	7
EBITDA margin (%)	26.1	23.5		22.4	
Net profit	(130)	(192)	(32)	(203)	(36)

#### Hindalco Industries (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	6,723	6,590	2	6,115	10
EBITDA	588	715	(18)	515	14
EBITDA margin (%)	8.7	10.8		8.4	
Net profit	394	451	(13)	359	10

### Mahindra & Mahindra (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	10,743	8,327	29	9,659	11
EBITDA	1,342	1,021	31	1,119	20
EBITDA margin (%)	12.5	12.3		11.6	
Net profit	866	662	31	902	(4)

### Sun Pharmaceutical Consolidated (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	2,621	2,145	22	2,657	(1)
EBITDA	1,077	964	12	1,175	(8)
EBITDA margin (%)	41.1	44.9		44.2	
Net profit	783	796	(2)	436	80

### Tata Chemical Consolidated (08/02/2013)

Particulars (₹ cr)	3QFY13E	3QFY12	y-o-y (%)	2QFY13	q-o-q (%)
Net sales	4,116	3,794	8	4,166	(1)
EBITDA	630	556	13	661	(5)
EBITDA margin (%)	15.3	14.6		15.9	
Net profit	254	254	0	323	(21)

### Economic and Political News

- Service sector expands at fastest pace in a year in Jan
- Steel policy on cards to iron out woes
- Charge low fares to prevent seats going empty: Govt

### Corporate News

- Sebi clears Diageo-United Spirits open offer
- GSK spends ₹4,800cr to raise India subsidiary stake
- Bharti to buy entire stake of Alcatel-Lucent in Indian JV
- Sun Pharma receives USFDA nod for anti-cancer injection
- NTPC's ₹12,000-cr stake sale on Feb 7

Source: Economic Times, Business Standard, Business Line, Financial Express, Mint

## Result Calendar

Date	Company
February 06, 2013	Cipla, Tech Mahindra, IRB Infra, MOIL, Apollo Tyres, Bajaj Electrical, Automotive Axle, J K Lakshmi Cements, Honeywell Automation
February 07, 2013	Ambuja Cements, ACC, Aurobindo Pharma, Anant Raj, Prakash Industries, JK Tyre, CEAT, MRF, Jyothy Laboratories
February 08, 2013	M&M, Sun Pharma, Hindalco, Canara Bank, Cadila Healthcare, GMR Infra., Tata Chemicals, Bharat Forge, GSPL, BGR Energy, Nagarjuna Const., Subros, Cravatex
February 09, 2013	Indraprasth Gas, Tata Comm, Godawari Ispat
February 10, 2013	
February 11, 2013	ONGC, Tata Power Co., Jaiprakash Asso., Britannia, Hexaware, Sadbhav Engg., Punj Lloyd, GIPCL, Dishman Pharma
February 12, 2013	Jindal Steel, Power Grid Corpn, SAIL, HPCL, Motherson Sumi, CESC, HT Media
February 13, 2013	Coal India, NMDC, IOC, Tata Steel, BPCL, Unitech, Madras Cements, PTC India, Finolex Cables
February 14, 2013	Tata Motors, GAIL, Dr Reddy's, LIC Housing Fin., Suzlon Energy, CRISIL, Monnet Ispat, Page Industries, India Cements, FAG Bearings, Simplex Infra, IVRCL Infra, Patel Engg., TVS Srichakra

Source: Bloomberg, Angel Research

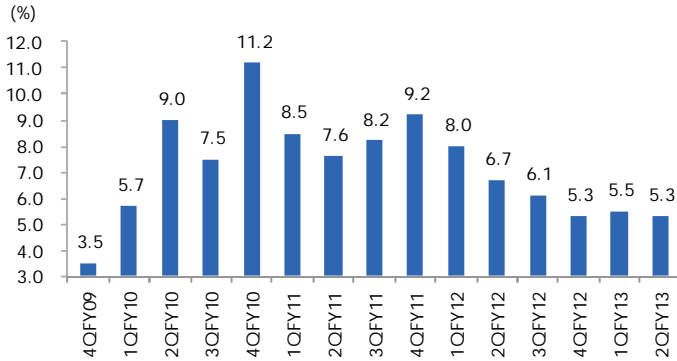
## Global economic events release calendar

Date	Time	Country	Event Description	Unit	Period	Bloomberg Data	
						Last Reported	Estimated
February 7, 2013	5:30PM	UK	BOE Announces rates	% Ratio	Feb 7	0.50	0.50
	6:15PM	Euro Zone	ECB announces interest rates	%	Feb 7	0.75	0.75
	3:00PM	UK	Industrial Production (YoY)	% Change	Dec	(2.40)	--
February 8, 2013	5:29PM	China	Exports YoY%	% Change	Jan	14.10	20.00
	11:00AM	China	Consumer Price Index (YoY)	% Change	Jan	2.50	2.00
February 11, 2013	5:29PM	India	Imports YoY%	% Change	Jan	6.30	--
	5:29PM	India	Exports YoY%	% Change	Jan	(1.90)	--
February 12, 2013	3:00PM	UK	CPI (YoY)	% Change	Jan	2.70	--
	11:00AM	India	Industrial Production YoY	% Change	Dec	(0.10)	--
February 14, 2013	12:00PM	India	Monthly Wholesale Prices YoY%	% Change	Jan	7.18	--
	12:30PM	Germany	GDP nsa (YoY)	% Change	4Q P	0.40	--
	3:30PM	Euro Zone	Euro-Zone GDP s.a. (QoQ)	% Change	4Q A	(0.10)	--
February 15, 2013	7:45PM	US	Industrial Production	%	Jan	0.26	--
February 20, 2013	3:00PM	UK	Jobless claims change	% Change	Jan	(12.10)	--
	7:00PM	US	Housing Starts	Thousands	Jan	954.00	--
	7:00PM	US	Building permits	Thousands	Jan	909.00	--
	7:00PM	US	Producer Price Index (mom)	% Change	Jan	(0.20)	--
February 21, 2013	8:30PM	US	Existing home sales	Millions	Jan	4.94	--
	7:00PM	US	Consumer price index (mom)	% Change	Jan	--	--
February 22, 2013	3:30PM	Euro Zone	Euro-Zone CPI (YoY)	%	Jan	2.20	--

Source: Bloomberg, Angel Research

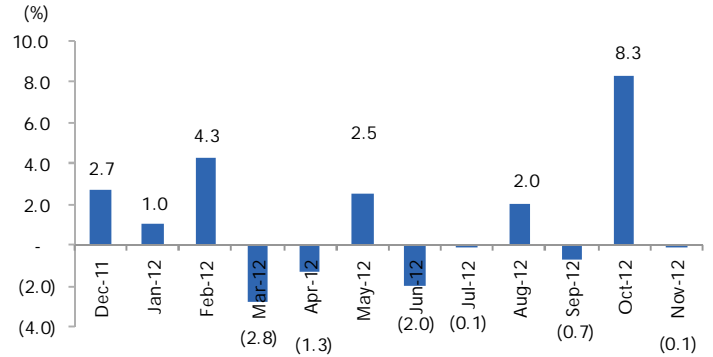
## Macro watch

**Exhibit 1: Quarterly GDP trends**



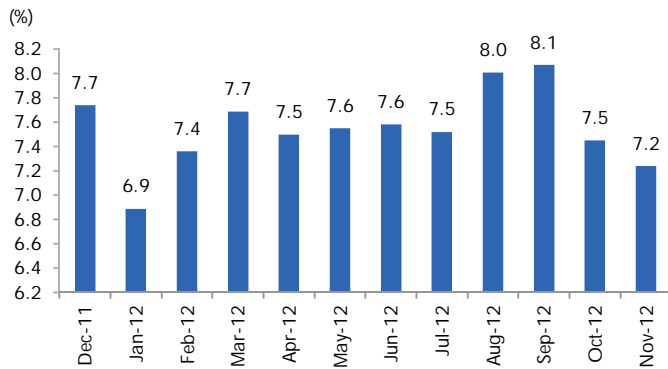
Source: CSO, Angel Research

**Exhibit 2: IIP trends**



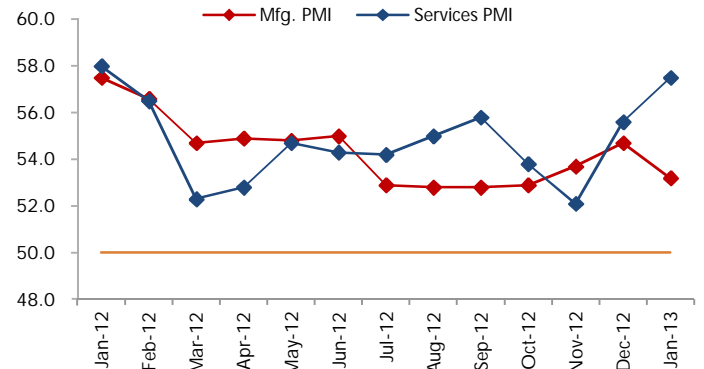
Source: MOSPI, Angel Research

**Exhibit 3: Monthly WPI inflation trends**



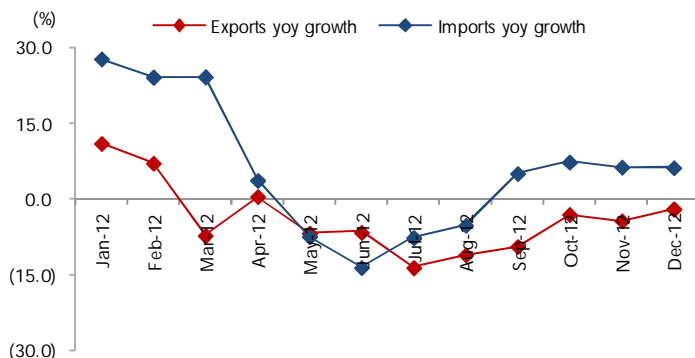
Source: MOSPI, Angel Research

**Exhibit 4: Manufacturing and services PMI**



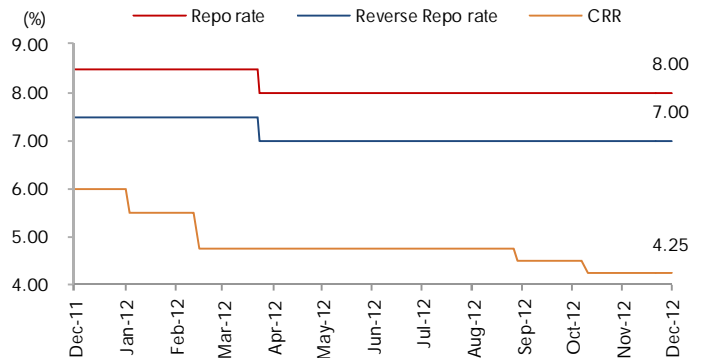
Source: Market, Angel Research; Note: Level above 50 indicates expansion

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



Source: Bloomberg, Angel Research

**Exhibit 6: Key policy rates**



Source: RBI, Angel Research



### Stock Watch

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	
<b>Agri / Agri Chemical</b>																			
Rallis	Neutral	127	-	2,472	1,466	1,686	14.8	14.8	7.0	8.1	18.2	15.7	3.9	3.3	22.6	22.5	1.8	1.5	
United Phosphorus	Buy	130	170	5,736	8,421	9,263	16.5	16.5	15.0	17.0	8.6	7.6	1.3	1.1	15.6	15.5	0.8	0.7	
<b>Auto &amp; Auto Ancillary</b>																			
Amara Raja Batteries	Accumulate	302	323	5,159	2,983	3,477	16.1	16.1	18.5	21.6	16.3	14.0	4.7	3.6	32.9	29.1	1.7	1.5	
Apollo Tyres	Accumulate	85	96	4,292	13,713	15,341	11.2	11.2	12.5	14.8	6.8	5.7	1.3	1.1	20.2	19.9	0.5	0.4	
Ashok Leyland	Accumulate	25	28	6,692	12,910	14,836	8.8	9.6	1.5	2.2	17.0	11.3	2.3	2.1	9.3	13.4	0.6	0.5	
Automotive Axle#	Neutral	336	-	507	928	1,103	9.7	10.4	22.4	32.6	15.0	10.3	1.8	1.6	12.1	16.2	0.6	0.5	
Bajaj Auto	Neutral	2,092	-	60,533	20,775	23,889	18.5	19.0	107.6	126.4	19.5	16.6	8.0	6.4	45.8	42.8	2.5	2.1	
Bharat Forge	Buy	222	278	5,167	6,754	7,565	15.5	15.7	18.8	23.2	11.8	9.6	2.1	1.8	18.5	19.7	0.9	0.8	
Bosch India*	Accumulate	8,985	9,570	28,211	9,973	11,320	17.8	18.0	396.2	455.7	22.7	19.7	4.3	3.6	18.8	18.2	2.5	2.1	
CEAT	Buy	101	163	346	4,989	5,634	8.2	8.5	27.1	40.8	3.7	2.5	0.5	0.4	13.2	17.2	0.3	0.2	
Exide Industries	Neutral	123	-	10,413	6,112	7,074	13.1	14.9	6.1	8.2	20.0	15.0	3.1	2.6	16.0	18.8	1.4	1.1	
FAG Bearings*	Buy	1,485	1,807	2,468	1,715	1,939	17.6	18.4	127.7	150.6	11.6	9.9	2.3	1.9	21.7	21.1	1.2	1.0	
Hero Motocorp	Accumulate	1,793	1,923	35,798	23,990	27,038	13.8	14.6	105.8	120.2	16.9	14.9	6.8	5.5	44.3	41.0	1.2	1.0	
JK Tyre	Buy	114	165	467	7,517	8,329	6.6	6.6	37.2	41.3	3.1	2.8	0.5	0.5	18.8	17.8	0.3	0.3	
Mahindra and Mahindra	Accumulate	886	998	54,368	40,035	46,272	11.5	11.6	54.4	62.1	16.3	14.3	3.6	3.0	24.2	23.2	1.1	0.9	
Maruti	Neutral	1,601	-	46,240	42,304	51,088	7.5	8.7	64.4	92.9	24.9	17.2	2.8	2.4	11.6	14.9	0.9	0.7	
Motherson Sumi	Neutral	191	-	11,199	24,285	27,317	6.7	7.2	8.1	10.6	23.7	18.0	5.0	4.1	22.9	24.7	0.6	0.5	
Subros	Buy	26	35	157	1,286	1,479	9.4	9.7	2.6	5.1	10.1	5.2	0.6	0.5	5.6	10.3	0.4	0.4	
Tata Motors	Buy	287	337	76,505	190,883	217,164	12.8	13.1	35.5	42.5	8.1	6.8	2.1	1.7	30.2	27.6	0.4	0.4	
TVS Motor	Accumulate	41	47	1,967	7,019	7,827	6.0	6.3	4.3	5.3	9.7	7.9	1.5	1.3	16.4	18.0	0.2	0.2	
<b>Capital Goods</b>																			
ABB*	Reduce	658	573	13,945	7,790	9,653	4.5	7.8	8.7	22.1	75.6	29.8	5.2	4.6	7.1	16.5	1.8	1.4	
BGR Energy	Neutral	237	-	1,712	3,567	4,357	11.8	10.9	24.6	26.8	9.6	8.9	1.4	1.3	30.7	26.3	0.9	0.8	
BHEL	Neutral	212	-	51,938	47,801	43,757	18.0	17.1	24.1	20.8	8.8	10.2	2.6	2.2	32.9	23.6	1.0	1.1	
Blue Star	Buy	172	238	1,550	2,748	2,896	4.4	5.6	6.8	9.3	25.4	18.5	3.5	3.1	14.5	17.6	0.7	0.6	
Crompton Greaves	Buy	105	129	6,726	12,136	13,790	3.8	6.3	3.3	6.9	31.7	15.3	1.8	1.7	5.8	11.5	0.6	0.5	
Jyoti Structures	Buy	41	51	333	2,794	3,048	10.6	10.6	9.2	11.7	4.4	3.5	0.5	0.4	11.9	13.5	0.3	0.3	
KEC International	Buy	59	78	1,510	6,909	7,907	6.2	7.2	5.4	8.8	10.9	6.7	1.3	1.1	17.0	23.6	0.4	0.4	
LMW	Reduce	2,160	1,992	2,433	2,369	2,727	11.7	11.7	143.4	166.0	15.1	13.0	2.5	2.3	17.4	18.4	0.6	0.4	
Thermax	Neutral	580	-	6,915	5,529	5,798	9.0	9.6	27.1	30.3	21.4	19.2	3.7	3.3	18.6	18.2	1.1	1.0	

### Stock Watch

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	
<b>Cement</b>																			
ACC	Neutral	1,323	-	24,844	11,012	12,333	21.1	20.9	77.0	80.3	17.2	16.5	3.2	2.9	19.5	18.7	2.0	1.7	
Ambuja Cements	Neutral	202	-	31,083	10,210	11,811	26.0	25.7	11.2	12.6	18.0	16.0	3.9	3.5	20.3	20.7	2.7	2.2	
India Cements	Neutral	86	-	2,642	4,293	4,666	17.7	18.1	8.6	10.8	10.0	8.0	0.7	0.7	7.5	9.0	1.0	0.9	
J K Lakshmi Cements	Neutral	140	-	1,709	2,171	2,544	22.5	22.5	21.6	23.2	6.5	6.0	1.2	1.0	19.0	17.8	0.9	1.1	
Madras Cements	Neutral	234	-	5,576	3,814	4,045	28.8	27.1	18.3	18.7	12.8	12.5	2.3	2.0	19.4	17.0	2.1	1.9	
Shree Cements ^	Neutral	4,479	-	15,605	5,678	6,251	29.0	28.6	288.1	334.0	15.6	13.4	4.3	3.4	31.7	28.4	2.2	1.8	
UltraTech Cement	Neutral	1,918	-	52,596	20,466	23,017	23.3	24.3	100.0	117.1	19.2	16.4	3.5	3.0	19.6	19.5	2.5	2.3	
<b>Construction</b>																			
Ashoka Buildcon	Buy	220	268	1,159	20,466	23,017	22.5	22.5	24.4	27.0	9.0	8.2	1.1	0.9	12.3	12.1	0.2	0.2	
Consolidated Co	Neutral	15	-	277	2,262	2,522	5.9	6.3	0.9	1.6	16.4	9.6	0.4	0.4	2.7	4.6	0.4	0.4	
IRB Infra	Buy	118	164	3,934	3,843	4,212	43.1	43.6	16.8	17.8	7.0	6.6	1.2	1.1	18.3	17.0	3.1	3.4	
ITNL	Accumulate	199	225	3,857	6,564	7,054	27.2	27.4	26.3	29.0	7.6	6.8	1.2	1.1	17.0	16.3	2.7	2.8	
IVRCL Infra	Neutral	34	-	1,030	4,249	6,897	7.8	8.2	0.3	3.4	108.8	9.9	0.5	0.4	0.4	4.4	0.8	0.5	
Jaiprakash Asso.	Buy	76	100	16,409	13,842	15,863	26.9	26.4	3.7	4.6	20.8	16.7	1.3	1.2	6.2	7.3	2.6	2.4	
Larsen & Toubro	Buy	1,534	1,788	94,299	60,666	69,525	10.6	11.2	71.9	85.0	21.3	18.0	3.3	2.9	14.5	15.2	1.7	1.5	
Nagarjuna Const.	Neutral	44	-	1,133	5,947	6,569	8.5	8.6	3.1	4.1	14.2	10.7	0.5	0.4	3.3	4.2	0.6	0.6	
Punj Lloyd	Neutral	51	-	1,694	11,892	13,116	9.0	9.0	1.8	3.2	28.2	15.9	0.6	0.6	2.0	3.5	0.6	0.5	
Sadbhav Engg.	Buy	119	168	1,795	2,344	2,804	10.6	10.7	7.2	8.7	16.5	13.7	2.0	1.7	13.0	13.5	1.1	1.0	
Simplex Infra	Buy	178	251	878	6,882	8,032	9.1	9.1	23.2	31.3	7.7	5.7	0.7	0.6	9.1	11.2	0.5	0.4	
Unity Infra	Buy	39	59	288	2,180	2,455	13.7	13.4	13.3	15.0	2.9	2.6	0.4	0.3	12.5	12.5	0.5	0.5	
<b>Financials</b>																			
Allahabad Bank	Buy	157	188	7,868	6,509	7,264	2.7	2.8	28.2	33.5	5.6	4.7	0.8	0.7	13.8	14.7	-	-	
Andhra Bank	Neutral	105	-	5,901	4,795	5,475	3.0	3.0	21.8	21.9	4.8	4.8	0.8	0.7	15.4	13.8	-	-	
Axis Bank	Buy	1,460	1,753	62,375	15,959	18,660	3.2	3.2	119.2	139.0	12.3	10.5	2.3	2.0	20.3	20.1	-	-	
Bank of Baroda	Neutral	784	-	32,212	15,284	18,032	2.5	2.6	109.6	137.7	7.2	5.7	1.1	0.9	15.5	17.1	-	-	
Bank of India	Accumulate	342	380	19,603	12,793	14,823	2.3	2.4	49.5	65.1	6.9	5.3	1.0	0.9	13.6	16.0	-	-	
Bank of Maharashtra	Neutral	57	-	3,367	3,720	4,268	2.9	2.8	10.9	13.0	5.3	4.4	0.8	0.7	16.2	16.9	-	-	
Canara Bank	Accumulate	453	516	20,050	10,828	12,005	2.1	2.2	64.7	80.4	7.0	5.6	0.9	0.8	13.2	14.7	-	-	
Central Bank	Neutral	79	-	5,826	7,158	8,217	2.4	2.6	13.1	20.1	6.0	3.9	0.9	0.7	10.3	14.3	-	-	
Corporation Bank	Buy	421	517	6,238	4,835	5,570	2.0	2.2	105.0	99.8	4.0	4.2	0.7	0.6	17.5	14.8	-	-	
Dena Bank	Buy	106	132	3,719	3,090	3,462	2.7	2.7	25.6	24.6	4.2	4.3	0.8	0.7	19.2	15.9	-	-	

## Stock Watch

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	
<b>Financials</b>																			
Federal Bank	Accumulate	508	557	8,690	2,667	2,920	3.2	3.2	49.1	51.4	10.4	9.9	1.4	1.2	13.9	13.1	-	-	
HDFC	Neutral	798	-	123,028	7,446	8,923	3.5	3.5	32.2	38.5	24.8	20.7	5.1	4.5	35.4	32.6	-	-	
HDFC Bank	Neutral	643	-	152,632	21,724	26,578	4.3	4.3	28.7	36.1	22.5	17.8	4.3	3.6	20.7	22.1	-	-	
ICICI Bank	Buy	1,168	1,404	134,252	22,317	26,217	2.9	3.0	72.0	84.6	16.2	13.8	2.0	1.9	14.9	15.9	-	-	
IDBI Bank	Buy	102	122	13,021	8,196	9,305	1.9	2.1	15.4	22.3	6.6	4.6	0.7	0.6	10.7	14.1	-	-	
Indian Bank	Buy	190	245	8,170	5,902	6,563	3.2	3.2	41.3	43.2	4.6	4.4	0.8	0.7	18.4	16.8	-	-	
IOB	Accumulate	78	88	6,205	7,231	8,369	2.4	2.5	10.2	20.2	7.6	3.9	0.6	0.5	7.4	13.4	-	-	
J & K Bank	Neutral	1,389	-	6,735	2,830	2,910	3.6	3.6	234.8	197.4	5.9	7.0	1.4	1.2	25.1	18.0	-	-	
LIC Housing Finance	Buy	278	328	14,020	1,799	2,255	2.3	2.4	20.3	27.3	13.7	10.2	2.2	1.9	16.9	19.7	-	-	
Oriental Bank	Neutral	313	-	9,141	6,360	7,004	2.6	2.8	48.1	59.4	6.5	5.3	0.8	0.7	12.1	13.5	-	-	
Punjab Natl.Bank	Buy	880	1,053	29,839	19,202	22,040	3.2	3.4	146.8	167.9	6.0	5.2	1.1	0.9	17.6	17.5	-	-	
South Ind.Bank	Buy	27	34	3,608	1,583	1,789	3.0	2.9	3.5	4.1	7.8	6.7	1.3	1.1	19.1	17.7	-	-	
St Bk of India	Accumulate	2,365	2,600	158,716	60,677	69,712	3.3	3.3	224.3	257.3	10.5	9.2	1.8	1.5	17.6	17.7	-	-	
Syndicate Bank	Buy	132	157	7,940	6,673	7,644	2.9	3.0	32.0	27.6	4.1	4.8	0.8	0.7	22.0	16.4	-	-	
UCO Bank	Neutral	68	-	4,507	5,235	6,086	2.3	2.4	12.0	14.9	5.7	4.5	0.9	0.8	12.0	13.5	-	-	
Union Bank	Buy	241	286	13,265	10,006	11,558	2.8	2.8	36.4	47.0	6.6	5.1	0.9	0.8	14.6	16.6	-	-	
United Bank	Buy	71	87	2,552	3,498	3,858	2.5	2.8	15.1	21.6	4.7	3.3	0.6	0.5	12.5	16.1	-	-	
Vijaya Bank	Accumulate	57	62	2,802	2,342	2,763	1.9	2.1	8.0	10.9	7.1	5.2	0.7	0.7	10.1	12.6	-	-	
Yes Bank	Accumulate	514	576	18,409	3,364	4,260	2.8	3.0	36.3	42.6	14.2	12.1	3.2	2.6	24.6	23.6	-	-	
<b>FMCG</b>																			
Asian Paints	Neutral	4,634	-	44,453	11,198	13,319	15.9	15.7	122.1	147.1	37.9	31.5	12.8	10.0	37.7	35.7	3.9	3.3	
Britannia	Buy	468	584	5,588	5,627	6,581	4.9	5.7	18.3	24.7	25.6	19.0	9.3	7.2	39.1	42.7	0.9	0.7	
Colgate	Neutral	1,355	-	18,430	3,120	3,588	20.3	21.1	38.4	45.1	35.3	30.1	32.8	26.3	104.6	97.0	5.7	4.9	
Dabur India	Neutral	133	-	23,190	6,196	7,183	16.3	16.8	4.5	5.5	29.5	24.3	12.2	9.5	43.4	44.0	3.8	3.2	
GlaxoSmith Con*	Neutral	3,741	-	15,731	3,084	3,617	15.3	15.5	101.2	118.3	37.0	31.6	11.3	9.1	33.5	31.9	4.7	4.0	
Godrej Consumer	Neutral	744	-	25,332	6,386	7,743	15.7	17.0	20.8	27.1	35.8	27.5	7.7	6.3	23.7	26.4	4.2	3.4	
HUL	Neutral	462	-	99,947	25,350	28,974	13.3	13.5	15.1	17.0	30.6	27.3	24.4	17.4	85.7	74.3	3.7	3.2	
ITC	Neutral	302	-	238,078	29,148	34,191	35.7	36.1	9.4	11.1	32.2	27.2	10.7	8.9	35.9	35.7	7.8	6.7	
Marico	Neutral	220	-	14,161	4,840	5,643	13.6	13.6	6.4	8.1	34.2	27.1	6.7	5.4	26.3	23.3	3.0	2.5	
Nestle*	Neutral	4,728	-	45,589	8,487	10,081	21.2	22.1	113.0	142.5	41.9	33.2	25.1	17.3	70.5	61.6	5.4	4.4	

## Stock Watch

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	
<b>FMCG</b>																			
Tata Global	Neutral	142	-	8,750	7,272	7,998	9.1	9.5	6.9	8.1	20.6	17.4	2.2	2.1	8.9	9.8	1.1	1.0	
<b>IT</b>																			
HCL Tech ^	Accumulate	671	765	46,626	25,325	28,476	21.7	20.7	51.0	52.8	13.2	12.7	3.5	2.9	26.8	22.9	1.7	1.5	
Hexaware*	Buy	76	118	2,246	1,941	2,118	20.8	19.0	10.7	10.7	7.1	7.1	1.7	1.5	25.3	22.0	0.9	0.7	
Infosys	Neutral	2,758	-	158,377	40,746	44,283	28.9	28.8	162.6	172.9	17.0	16.0	4.0	3.4	23.5	21.3	3.3	2.9	
Infotech Enterprises	Accumulate	164	184	1,828	1,881	1,987	17.9	17.4	18.5	19.4	8.9	8.4	1.3	1.1	14.8	13.6	0.6	0.5	
KPIT Cummins	Buy	111	140	2,141	2,234	2,477	15.8	15.2	10.9	12.8	10.2	8.7	2.2	1.7	22.2	20.6	0.9	0.8	
Mahindra Satyam	Accumulate	113	126	13,271	7,711	8,467	21.6	19.8	8.7	11.3	13.0	9.9	3.1	2.4	30.6	23.7	1.3	1.1	
Mindtree	Accumulate	788	868	3,262	2,357	2,580	21.0	19.3	84.4	86.8	9.3	9.1	2.5	1.9	26.8	21.7	1.1	0.9	
Mphasis&	Accumulate	364	396	7,654	5,531	5,874	17.6	17.5	35.4	37.7	10.3	9.7	1.5	1.3	14.7	13.5	0.9	0.7	
NIIT	Buy	26	36	434	1,048	1,161	9.1	10.9	4.1	6.2	6.4	4.3	0.7	0.6	10.3	14.1	0.2	0.2	
Persistent	Neutral	528	-	2,112	1,297	1,433	25.6	24.1	46.5	54.0	11.4	9.8	2.1	1.8	18.5	18.0	1.3	1.1	
TCS	Accumulate	1,360	1,465	266,143	62,954	70,871	29.0	28.9	71.6	79.1	19.0	17.2	6.3	5.1	33.2	29.7	4.0	3.5	
Tech Mahindra	Accumulate	969	1,087	12,389	6,671	7,290	19.8	19.0	94.1	106.4	10.3	9.1	2.5	2.0	24.0	21.6	1.9	1.7	
Wipro	Accumulate	406	429	99,983	43,514	47,304	20.1	19.4	26.6	27.7	15.3	14.7	3.0	2.6	19.7	17.9	2.0	1.7	
<b>Media</b>																			
D B Corp	Accumulate	240	264	4,399	1,581	1,784	23.3	25.0	11.6	14.4	20.7	16.6	4.0	3.5	21.0	22.3	2.7	2.3	
HT Media	Buy	101	121	2,363	2,111	2,272	15.0	15.2	7.4	8.3	13.7	12.2	1.5	1.3	11.3	11.4	0.8	0.7	
Jagran Prakashan	Buy	105	126	3,327	1,503	1,681	23.1	23.1	6.4	7.3	16.5	14.5	4.1	3.6	25.8	26.5	2.4	2.1	
PVR	Neutral	259	-	750	682	786	17.3	16.9	17.6	19.7	14.7	13.2	1.7	1.5	14.9	14.5	1.4	1.2	
Sun TV Network	Neutral	475	-	18,711	1,942	2,237	77.2	75.5	17.6	19.1	27.0	24.9	6.5	5.9	25.8	25.2	9.2	7.9	
<b>Metals &amp; Mining</b>																			
Bhushan Steel	Neutral	456	-	10,339	10,746	13,982	30.8	31.1	43.3	55.5	10.5	8.2	1.1	1.0	11.4	12.6	3.1	2.4	
Coal India	Accumulate	350	368	220,757	66,666	70,292	25.7	27.3	24.2	26.6	14.5	13.1	4.3	3.5	33.1	29.1	2.3	2.1	
Electrosteel Castings	Buy	25	34	863	1,984	2,074	10.6	11.6	1.8	2.6	14.2	9.6	0.5	0.2	3.6	5.1	0.6	0.5	
Hind. Zinc	Buy	127	149	53,746	12,002	13,759	49.7	50.8	14.7	16.4	8.7	7.8	1.7	1.4	21.1	19.8	2.6	1.9	
Hindalco	Neutral	114	-	21,750	79,148	89,258	9.4	9.0	15.0	15.6	7.6	7.3	0.6	0.6	8.8	8.4	0.7	0.6	
JSW Steel	Neutral	840	-	18,749	39,072	40,493	16.5	18.2	82.4	90.3	10.2	9.3	1.0	1.0	10.7	10.7	0.9	0.9	
MOIL	Neutral	253	-	4,242	941	1,019	47.3	48.3	25.8	28.1	9.8	9.0	1.5	1.4	16.7	16.2	2.1	1.8	
Monnet Ispat	Buy	250	344	1,595	2,501	3,264	22.2	24.6	41.8	55.2	6.0	4.5	0.6	0.6	11.3	13.4	1.7	1.2	
Nalco	Neutral	48	-	12,332	6,630	8,357	11.4	14.5	2.1	3.3	22.5	14.7	1.0	1.0	4.6	6.9	1.2	1.0	
NMDC	Buy	149	198	58,916	11,209	12,525	78.4	78.3	18.5	20.6	8.0	7.2	2.0	1.6	27.0	24.6	3.3	2.7	

## Stock Watch

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	
<b>Metals &amp; Mining</b>																			
SAIL	Neutral	87	-	35,812	47,252	60,351	14.2	14.8	9.6	11.7	9.1	7.4	0.8	0.8	9.4	10.6	1.2	1.0	
Sesa Goa	Neutral	178	-	15,448	2,412	3,911	30.8	33.1	29.6	31.8	6.0	5.6	0.9	0.8	16.3	15.4	7.9	4.9	
Sterlite Inds	Neutral	108	-	36,228	43,185	45,442	23.3	23.7	16.8	17.9	6.4	6.0	0.7	0.6	11.6	11.2	0.8	0.8	
Tata Steel	Buy	395	463	38,339	145,725	154,108	8.3	9.5	22.0	44.5	17.9	8.9	0.9	0.8	4.9	9.3	0.6	0.5	
Sarda	Buy	127	148	455	1,442	1,494	19.0	19.1	29.2	31.7	4.4	4.0	0.5	0.5	12.3	12.0	0.7	0.6	
Prakash Industries	Buy	44	73	591	2,694	2,906	14.6	16.6	16.4	20.8	2.7	2.1	0.3	0.2	11.4	12.8	0.4	0.3	
Godawari Power and Ispat	Buy	103	143	327	2,342	2,470	13.7	15.3	27.7	33.8	3.7	3.1	0.4	0.3	10.9	11.4	0.6	0.5	
<b>Oil &amp; Gas</b>																			
Cairn India	Buy	320	383	61,143	17,394	17,034	76.4	72.3	60.8	55.1	5.3	5.8	1.1	0.9	21.9	17.0	2.7	2.3	
GAIL	Neutral	344	-	43,693	46,652	54,142	15.7	15.7	34.0	35.3	10.1	9.8	1.8	1.5	18.5	16.8	0.7	0.5	
ONGC	Neutral	325	-	278,096	147,139	154,821	33.9	33.7	30.7	32.3	10.6	10.1	1.8	1.6	18.3	17.2	1.6	1.5	
Reliance Industries	Neutral	876	-	286,965	362,700	380,031	8.9	8.9	68.1	71.5	12.9	12.3	1.4	1.3	12.4	11.8	0.8	0.7	
Gujarat Gas*	Neutral	313	-	4,010	3,128	3,707	13.2	11.7	22.8	23.5	13.7	13.3	4.1	3.7	33.2	29.2	1.2	1.0	
Indraprastha Gas	Neutral	256	-	3,588	3,213	3,643	23.3	23.5	24.3	25.7	10.6	10.0	2.4	2.0	25.0	22.1	1.2	1.1	
Petronet LNG	Buy	149	179	11,145	32,210	41,362	6.1	5.8	15.4	15.6	9.7	9.5	2.5	2.1	29.1	24.1	0.4	0.3	
Gujarat State Petronet Ltd.	Neutral	72	-	4,043	1,079	1,034	91.8	91.9	8.8	8.4	8.2	8.6	1.4	1.2	17.9	15.0	3.5	3.5	
<b>Pharmaceuticals</b>																			
Alembic Pharma	Buy	76	95	1,424	1,490	1,714	16.2	17.1	7.4	9.5	10.2	8.0	2.8	2.1	30.7	30.2	1.1	0.9	
Aurobindo Pharma	Accumulate	191	208	5,572	5,463	6,279	15.0	15.0	12.4	14.0	15.4	13.7	2.0	1.7	18.8	17.8	1.6	1.4	
Aventis*	Neutral	2,285	-	5,262	1,482	1,682	17.5	16.6	82.9	87.8	27.6	26.0	4.3	3.5	16.3	14.8	3.4	2.9	
Cadila Healthcare	Accumulate	852	926	17,449	6,148	7,386	18.6	19.6	32.7	44.8	26.1	19.0	5.7	4.6	23.7	26.6	3.2	2.6	
Cipla	Neutral	408	-	32,719	8,151	9,130	25.8	24.8	20.2	21.6	20.2	18.9	3.6	3.1	19.4	17.6	3.8	3.3	
Dr Reddy's	Neutral	1,896	-	32,181	10,696	11,662	20.7	21.0	83.7	92.9	22.7	20.4	4.7	3.9	22.4	20.8	3.3	2.9	
Dishman Pharma	Buy	105	145	845	1,280	1,536	20.2	20.2	10.4	14.5	10.1	7.2	0.8	0.8	8.7	11.0	1.3	1.1	
GSK Pharma*	Neutral	2,077	-	17,589	2,651	2,993	31.7	31.2	76.0	82.4	27.3	25.2	7.9	7.0	20.1	26.3	5.8	5.1	
Indoco Remedies	Buy	62	78	568	642	784	14.2	15.2	5.7	7.8	10.8	7.9	1.3	1.2	12.9	16.4	1.1	0.9	
Ipca labs	Accumulate	494	559	6,226	2,850	3,474	21.0	21.0	29.9	37.3	16.5	13.2	4.0	3.1	26.7	26.4	2.4	2.0	
Lupin	Accumulate	595	655	26,624	8,426	10,082	19.7	20.0	26.1	31.1	22.8	19.1	5.3	4.3	25.8	24.7	3.3	2.7	
Ranbaxy*	Neutral	440	-	18,612	12,046	11,980	16.0	15.8	37.3	32.1	11.8	13.7	4.6	3.7	45.3	29.7	1.6	1.5	
Sun Pharma	Neutral	747	-	77,269	9,902	12,313	42.6	42.6	26.7	29.1	28.0	25.7	5.3	4.5	20.7	19.1	7.1	5.6	
<b>Power</b>																			
GIPCL	Accumulate	69	78	1,042	1,523	1,568	30.3	30.3	5.4	11.5	12.8	6.0	0.7	0.7	5.6	11.3	1.2	1.0	

## Stock Watch

Company Name	Reco	CMP (₹)	Target Price (₹)	Mkt Cap (₹ cr)	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
					FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	
<b>Power</b>																			
NTPC	Neutral	156	-	128,299	72,809	81,951	23.0	23.7	12.0	13.4	13.0	11.6	1.6	1.4	12.5	12.9	2.4	2.3	
<b>Real Estate</b>																			
Anant Raj	Neutral	78	-	2,300	657	875	52.0	56.1	8.4	12.7	9.3	6.1	0.6	0.5	6.3	8.9	4.8	3.6	
DLF	Neutral	273	-	46,314	9,878	12,033	44.7	46.1	9.6	13.4	28.5	20.3	1.8	1.7	6.4	8.7	7.2	5.9	
HDIL	Neutral	75	-	3,126	2,441	3,344	55.1	48.2	22.7	26.6	3.3	2.8	0.3	0.3	8.8	9.4	3.1	2.4	
MLIFE	Accumulate	406	446	1,656	786	888	26.3	26.7	31.0	36.3	13.1	11.2	1.3	1.2	10.1	10.8	2.4	2.1	
<b>Telecom</b>																			
Bharti Airtel	Neutral	325	-	123,249	80,521	87,160	30.5	30.5	6.4	10.4	50.8	31.2	2.3	2.2	4.6	7.0	2.4	2.1	
Idea Cellular	Neutral	111	-	36,855	22,087	23,927	26.6	27.7	2.9	3.9	38.1	28.5	2.6	2.4	6.9	8.4	2.2	2.0	
Rcom	Neutral	77	-	15,934	21,087	22,067	31.8	31.9	2.6	4.0	29.4	19.3	0.4	0.4	1.5	2.2	2.5	2.3	
<b>zOthers</b>																			
Abbott India	Accumulate	1,433	1,590	3,044	1,629	1,886	11.8	13.3	60.8	79.5	23.6	18.0	4.8	4.0	22.0	24.4	1.7	1.4	
Bajaj Electricals	Buy	184	217	1,832	3,497	3,968	6.6	7.6	9.8	15.5	18.7	11.9	2.4	2.1	12.7	17.4	0.5	0.5	
Cera Sanitaryware	Buy	390	495	494	460	596	16.4	16.2	34.7	45.0	11.2	8.7	2.8	2.1	27.7	27.8	1.1	0.9	
Cravatex	Buy	414	545	107	272	308	7.2	7.3	37.5	45.4	11.0	9.1	2.6	2.1	23.7	22.7	0.5	0.4	
CRISIL	Neutral	999	-	7,017	982	1,136	34.3	34.3	34.3	40.0	29.1	25.0	13.2	10.5	50.9	46.9	6.7	5.7	
Finolex Cables	Accumulate	57	61	870	2,304	2,552	9.9	9.1	8.2	10.1	7.0	5.7	1.0	0.8	13.7	14.7	0.3	0.3	
Force Motors	Buy	432	550	564	2,027	2,299	4.6	5.1	35.3	50.0	12.2	8.7	0.5	0.5	3.9	5.3	0.1	0.1	
Goodyear India	Accumulate	317	360	731	1,494	1,607	6.4	7.8	23.9	33.0	13.2	9.6	2.1	1.8	16.5	20.1	0.3	0.2	
Greenply Industries	Sell	413	309	996	1,925	2,235	10.6	10.9	29.6	44.1	14.0	9.4	2.3	1.9	16.8	21.0	0.8	0.7	
Hitachi	Neutral	135	-	310	905	1,025	4.8	6.0	7.7	12.4	17.6	10.9	1.7	1.5	9.9	14.4	0.4	0.3	
Honeywell Automation*	Accumulate	2,533	2,842	2,239	1,809	2,117	5.5	7.5	84.9	135.3	29.9	18.7	3.2	2.8	11.3	16.0	1.1	1.0	
Styrolution ABS India*	Buy	632	744	1,112	1,059	1,116	8.5	9.5	36.0	42.0	17.6	15.1	2.6	2.2	15.4	16.0	1.1	1.0	
ITD Cementation	Buy	220	334	254	1,455	1,630	12.4	12.6	29.8	40.5	7.4	5.4	0.6	0.5	8.2	9.8	0.6	0.6	
Jyothy Laboratories	Neutral	145	-	2,336	1,228	1,443	9.0	10.9	3.9	6.4	37.3	22.7	3.7	3.4	10.1	15.6	2.4	2.0	
MCX	Accumulate	1,334	1,440	6,803	553	624	65.3	66.3	62.5	72.0	21.4	18.5	5.9	5.1	27.5	27.4	9.3	7.8	
MRF	Neutral	13,140	-	5,573	13,030	14,405	10.3	10.6	1,418.1	1,677.1	9.3	7.8	1.6	1.3	19.1	18.7	0.5	0.5	
Page Industries	Accumulate	3,329	3,602	3,713	836	1,023	20.2	20.6	105.6	133.4	31.5	25.0	16.0	11.3	59.3	53.2	4.5	3.7	
Relaxo Footwears	Buy	739	887	887	989	1,148	10.7	11.7	41.8	55.5	17.7	13.3	4.0	3.1	25.5	26.3	1.1	0.9	
Sintex Industries	Buy	62	79	1,951	4,751	5,189	16.3	16.6	13.6	15.8	4.6	4.0	0.6	0.5	12.9	13.2	0.8	0.6	
Siyaram Silk Mills	Buy	281	366	263	1,043	1,149	12.3	12.9	65.7	73.3	4.3	3.8	0.8	0.7	21.0	19.6	0.5	0.5	
S. Kumars Nationwide	Neutral	11	-	324	6,765	7,393	18.1	18.0	6.4	7.5	1.7	1.5	0.1	0.1	6.1	6.7	0.6	0.6	

## Stock Watch

Company Name	Reco	CMP	Target	Mkt Cap	Sales (₹ cr)		OPM(%)		EPS (₹)		PER(x)		P/BV(x)		RoE(%)		EV/Sales(x)		
		(₹)	Price (₹)		(₹ cr)	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E	FY13E	FY14E
<b>zOthers</b>																			
SpiceJet	Reduce	45	43	2,194	5,720	6,599	5.3	6.8	3.6	5.4	12.6	8.5	18.2	5.8	-	-	0.5	0.4	
TAJ GVK	Buy	68	108	427	300	319	35.8	36.2	7.9	9.1	8.6	7.5	1.1	1.0	13.9	14.4	1.7	1.5	
Tata Sponge Iron	Buy	308	379	474	782	818	16.5	17.0	61.8	65.4	5.0	4.7	0.7	0.7	15.7	14.7	0.3	0.2	
TTK Healthcare	Buy	504	643	392	374	425	7.9	9.5	24.1	32.7	21.0	15.4			19.7	22.5	0.9	0.8	
TVS Srichakra	Buy	249	322	191	1,461	1,625	6.9	8.2	24.6	53.7	10.1	4.6	1.3	1.1	12.9	24.9	0.4	0.3	
United Spirits	Neutral	1,895	-	24,785	10,289	11,421	12.8	12.8	26.0	45.3	72.9	41.8	3.3	3.1	5.8	7.6	2.8	2.5	
Vesuvius India	Neutral	335	-	680	560	611	16.1	17.0	24.7	28.8	13.6	11.7	2.0	1.8	15.8	16.2	1.1	1.0	

Source: Company, Angel Research; Note: \*December year end; #September year end; &October year end; Price as on February 05, 2013

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