

Date	02-Nov-17
<b>CMP (INR)</b>	190
<b>TP (INR)</b>	225-250
<b>UPSIDE</b>	21%
<b>Time Horizon</b>	3-6 Months

	(INR mn)
Latest Price (INR)	190.00
1 Day Return%	0.35%
Total No of Shares (mn)	17
EPS(INR)	1.93
TTM PE(x)	35.87
Industry PE(x)	18.91
52 Week (High)	195.40
52 Week (Low)	95.65
Daily Vol (BSE) (in 1000's)	22.37
Daily Vol (NSE) (in 1000's)	216.63
Beta	1.59
Face Value (INR)	5.00
Book Value(INR)	35.31
Dividend Yield%	0.00

	(INR mn)
Equity	80
Market Capitalization	3,076
Debt	570
Investment	54
Cash	76
Enterprise Value	3,542

Company Details	
Industry	Castings/Forgings
Chairman	Naresh Kumar Bansal
Managing Director	Naresh Kumar Bansal
Company Secretary	Kapil Datta
ISIN	INE230R01027
Bloomberg Code	RASTL IN
Reuters Code	RAMA.BO

Shareholding Pattern	%
<b>Total of Promoter and Promoter Group</b>	<b>61.35</b>
- Indian Promoters	61.35
- Foreign Promoters	0.00
<b>Total Public Shareholding</b>	<b>38.65</b>
- Institutions	0.67
- Non-Institutions	37.98
- Bodies Corporate	5.63
<b>Other</b>	<b>0.00</b>

Source: Ace Equity

## COMPANY OUTLOOK

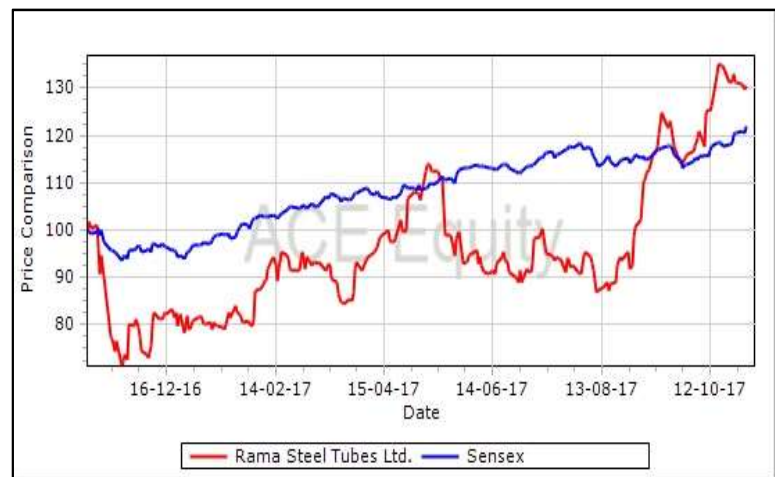
Rama Steel in its JV - Pir Panchal Construction Pvt Ltd. (PPCPL) – wherein it holds 25% stake - has won orders worth INR 2,880mn for supply and erection of transmission lines for rural electrification. The order has been awarded by Uttarakhand Power Corporation Ltd. and Himachal Pradesh Electricity Board. Orders are stated to be executed in next 24 months.

We expect better results from the company in future and FY18E/19E EPS of INR 9.5 and INR 12 respectively. We recommend a BUY on the stock with our price target of INR 240 (20x FY19E EPS). The stock is a candidate for re-rating as higher demand leads to better revenue and per unit realization.

Latest Date	02-Nov-17
Latest Price (INR)	190
Previous Close (INR)	183.25
1 Day Price Var%	0.49
1 Year Price Var%	30.66
Price/TTM CEPS(x)	25.87
Price/BV(x)	5.42
EV/TTM EBIDTA(x)	14.83
EV/TTM Sales(x)	1.35
Dividend Yield%	0.00
MCap/TTM Sales(x)	304.82

Source: Ace Equity

## PRICE VS SENSEX



Source: Ace Equity

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**Disclosure:**

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