Market snapshot

Equities - India	Close	Chg .%	CYTD.%
Sensex	80,050	0.1	10.8
Nifty-50	24,302	0.1	11.8
Nifty-M 100	56,619	0.6	22.6
Equities-Global	**Close**	**Chg .%**	**CYTD.%**
S&P 500	5,537	0.0	16.1
Nasdaq	18,188	0.0	21.2
FTSE 100	8,241	0.9	6.6
DAX	18,450	0.4	10.1
Hang Seng	6,471	0.2	12.2
Nikkei 225	40,914	0.8	22.3
Commodities	**Close**	**Chg .%**	**CYTD.%**
Brent (US$/Bbl)	89	1.5	14.6
Gold ($/OZ)	2,357	0.0	14.2
Cu (US$/MT)	9,734	0.1	15.0
Almn (US$/MT)	2,474	-1.0	5.5
Currency	**Close**	**Chg .%**	**CYTD.%**
USD/INR	83.5	0.0	0.3
USD/EUR	1.1	0.2	-2.1
USD/JPY	161.3	-0.3	14.4
YIELD (%)	**Close**	**1MChg**	**CYTD chg**
10 Yrs G-Sec	7.0	0.00	-0.2
10 Yrs AAA Corp	7.5	0.00	-0.3
Flows (USD b)	**4-Jul**	**MTD**	**CYTD**
FIIs	0.3	3.42	0.5
DIIs	-0.28	3.15	28.6
Volumes (INRb)	**4-Jul**	**MTD***	**YTD***
Cash	1,490	1414	1262
F&O	3,97,039	4,01,875	3,79,380

Note: Flows, MTD includes provisional numbers.
*Average

Today's top research idea

Capital Goods - 1QFY25 Preview: Election impact to weigh on 1QFY25

- After strong order inflows in FY24, we expect some moderation in 1QFY25, particularly for companies focused on government capex, due to general elections during the quarter. However, companies continue to benefit from a strong enquiry pipeline, especially in transmission, data center, EV, railways, semiconductor, electronics and hydrogen.
- Companies linked to domestic private capex are still awaiting finalization of large orders. Demand remained strong for all powergen players in 1QFY25. We believe that strong order books should provide healthy revenue visibility for companies.
- Higher commodity prices and labor shortage can hurt margins which can get support from improved pricing, cost-saving measures and improved product mix. For 1QFY25, we estimate our coverage companies to report revenue/EBITDA/PAT growth of 12%/21%/24% YoY.

Research covered

Cos/Sector	Key Highlights
Capital Goods (1QFY25 Preview)	Election impact to weigh on 1QFY25
Automobiles (1QFY25 Preview)	1QFY25 to be a healthy quarter; input cost pressures surface
India Strategy | The Eagle Eye	New highs after a period of heightened volatility
Other Updates	HDFC Bank | Punjab National Bank | Poonawalla Fincorp | RBL Bank | Equitas Small Finance | EcoScope

Chart of the Day: Capital Goods - 1QFY25 Preview (Election impact to weigh on 1QFY25)

Summary of quarterly earnings estimates

Sector	CMP (INR)	RECO	Sales (INR M)			EBDITA (INR M)			Net Profit (INR M)		
			Jun-24	Var % YoY	Var % QoQ	Jun-24	Var % YoY	Var % QoQ	Jun-24	Var % YoY	Var % QoQ
ABB India	8515	Buy	31,839	26.9	3.4	5,555	59.3	-1.7	4,552	53.8	-1.0
Bharat Electronics	306	Buy	37,838	7.8	-55.6	8,703	31.0	-61.8	7,463	40.6	-58.2
Cummins India	3936	Buy	20,788	-5.9	-10.2	4,135	21.4	-24.0	3,824	21.1	-31.9
Hitachi Energy	13482	Neutral	13,692	31.6	-19.2	1,232	266.0	-32.3	694	2,778.7	-39.0
KEC International	903	Neutral	45,050	6.2	-26.9	2,973	21.7	-23.4	820	93.7	-46.0
Kalpataru Proj.	1212	Buy	40,353	11.4	-21.6	3,390	8.0	-15.3	1,295	2.8	-26.0
Kirloskar Oil	1400	Buy	11,953	-5.5	-14.1	1,434	-7.1	-19.5	922	-10.7	-21.6
Larsen & Toubro	3624	Buy	5,34,615	11.7	-20.3	53,847	10.6	-25.6	27,035	8.4	-37.5
Siemens	7775	Buy	61,469	26.1	6.9	9,339	64.8	6.3	7,420	62.8	-7.6
Thermax	5175	Neutral	22,010	13.9	-20.4	2,125	60.8	-22.2	1,484	59.3	-20.9
Triveni Turbine	606	Buy	4,268	13.4	-6.8	845	19.2	-5.9	709	16.3	-7.0
Capital Goods			**8,23,873**	**12.1**	**-21.1**	**93,578**	**20.9**	**-28.1**	**56,218**	**24.4**	**-35.8**

ABB: December ending; SIEM: September ending

Research Team (Gautam.Duggad@MotilalOswal.com)

In the news today

Kindly click on textbox for the detailed news link

1

Steel body wants merger of three Companies with SAIL for synergy

The Steel Executives Federation of India (SEFI) has proposed merging state-run Rashtriya Ispat Nigam Limited (RINL), Ferro Scrap Nigam Limited (FSNL), and Nagarnar steel plant with Steel Authority of India Limited (SAIL) to create a stronger public sector entity.

2

Experion Developers buys Gurugram plot for Rs 400 crore

The wholly owned Indian subsidiary of Singapore's Experion Holdings Pte Ltd had in the last one-and-a-half years acquired five plots worth Rs 2,100 crore, mainly in Gurugram, where it is in the process of launching new projects

3

Arvind SmartSpaces to focus on Gujarat, Maharashtra and Bangalore markets, says the MD

Riding on the back of good cash flow, zero debt and a Rs 900 crore investment platform with HDFC Capital, ASL is targeting to add new inventory worth Rs 4,500 - 5,000 crore to its portfolio.

4

LIC raises shareholding in IDFC First Bank by 0.2% to 2.68%

The shares were acquired at Rs 80 per share via private placement offer, as issued by IDFC First Bank on June 30, 2024.

5

Persistent Systems to acquire Starfish Associates for $20.7 million

New Jersey-based Starfish is focused on unified communication and contact centre technology domain, providing enterprise communication solutions to large enterprises, including Fortune 500 companies

6

Tariff hike by telcos to improve ARPU by 15% to Rs 220 in FY25, says CareEdge

According to CareEdge, every Re 1 increase in ARPU is expected to add about Rs 1000 crore to the telecom industry’s profit before interest lease depreciation and tax (PBILDT).

7

Oyo raises $50 million from InCred; valuation cut by 76% to $2.38 billion

According to regulatory filings, Oyo's board approved the issuance of new shares to InCred, granting the investor a 2.11% stake in the company post-investment.

Capital Goods

Result Preview

Company
ABB India
Bharat Electronics
Cummins India
Hitachi Energy India
Kalpataru Projects International
KEC International
Kirloskar Oil Engines
L&T
Siemens
Thermax
Triveni Turbine

Election impact to weigh on 1QFY25

After strong order inflows in FY24, we expect some moderation in 1QFY25, particularly for companies focused on government capex, due to general elections during the quarter. However, companies continue to benefit from a strong enquiry pipeline, especially in transmission, data center, EV, railways, semiconductor, electronics and hydrogen. Companies linked to domestic private capex are still awaiting finalization of large orders. Demand remained strong for all powergen players in 1QFY25. We believe that strong order books should provide healthy revenue visibility for companies. We expect 12% YoY growth in execution in 1QFY25. Higher commodity prices and labor shortage can hurt margins. However, we expect margins to get support from improved pricing, cost-saving measures and improved product mix. As a result, we expect a ~80bp YoY expansion in EBITDA margin for our coverage universe. For 1QFY25, we estimate our coverage companies to report revenue growth of 12% YoY, EBITDA growth of 21% YoY, and PAT growth of 24% YoY.

Ordering activity likely to pick up from 2QFY25 onward

Due to elections in Apr-May'24, the government's ordering activity slowed down. During the quarter, LT announced orders worth ~INR183b, BHE won ~INR43b, KECI secured ~INR49b, and KPIL acquired ~INR23b. Our FY25 estimates factor in a moderation in order inflows for LT, BHE and KPIL. Transmission, data centers and electronics continued to grow faster during the quarter, which is visible in their order inflows. As per companies, the domestic enquiry pipeline from private sectors such as sugar, metals and even the defense sector, should see conversions to orders from 2QFY25 onward. With strong existing order books, we **estimate 12% YoY** growth in execution in 1QFY25 for our coverage universe.

Margin trajectory a mixed bag in 1QFY25

We expect margins for EPC companies to be impacted by legacy projects (e.g., for LT, KEC). During 4QFY24, LT trimmed its FY25 E&C margin guidance to 8%-8.25%. Similarly, KECI too guided for double-digit margin performance only in FY26. In recent months, copper/aluminum/zinc prices have appreciated by more than 20%/15%/25% from the levels of Feb'24. The impact of this price increase will reflect in the coming quarters. Product companies, on the other hand, are relatively better placed given their tech-led offerings, deeper penetration in tier 3 & 4 markets and short-cycle orders, which result in better pricing power for the companies. Accordingly, we expect **~80bp YoY** margin expansion in 1QFY25.

Export weakness to remain for few more quarters

Product exports have been sluggish in most geographies due to factors such as inflation, geopolitical worries, and economic slowdown. Consequently, export growth remained tepid for KKC, ABB and SIEM in FY24. We expect this weakness to continue for a few more quarters. The silver lining for companies here is a much stronger demand in the domestic market, which offsets weakness in exports. For EPC players, international ordering activity, especially in GCC, has been strong, with LT and KECI bagging oil & gas, hydrocarbon and civil-related orders from Saudi Arabia and UAE. Triveni Turbine is witnessing good traction in exports, particularly from the shift toward renewable fuel. KOEL is witnessing traction with its conscious strategy of growing exports in the US and the Middle East.

We remain optimistic on long-term capex cycle

We believe that there are enough levers for companies to sustain the capex cycle for the long term. Despite a weaker majority in election results, we expect the government to remain focused on areas such as renewables, transmission, PLI and defense, where significant policy changes have already been announced in the past few years. It is the broad-based private sector capex, which is yet to materialize from the current levels. We are witnessing green shoots in private capex, particularly from auto, cement, metals and PLI-led capex. Companies' order books are already quite buoyant, which provides visibility for a healthy revenue CAGR. We expect a gradual pickup in exports from 2HFY25 onward. We, thus, increase our estimates for select companies to factor in better margins and continued traction in fast-growing high-margin segments. We also roll forward our target prices to Sep'26.

Our top picks

Our top picks in the sector are ABB, LT and BHE. We expect ABB to be the key beneficiary of an improved addressable market for short-cycle orders from the private sector as well as transmission, railways, data center, and PLI-led spending. We expect LT to continue to benefit from both domestic and international spending, along with control over its working capital. We like BHE due to its strong presence in defense electronics, ability to grow revenue and PAT in mid-teens CAGR, and improving return ratios.

Summary of quarterly earnings estimates

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ABB: December ending; SIEM: September ending

Comparative valuations

Company Name	CMP INR	Reco	EPS (INR) FY24	EPS FY25E	EPS FY26E	PE (x) FY24	PE FY25E	PE FY26E	PB (x) FY24	PB FY25E	PB FY26E	ROE (%) FY24	ROE FY25E	ROE FY26E
Capital Goods						**50.5**	**49.9**	**39.2**	**8.3**	**8.7**	**7.5**	**16.4**	**17.5**	**19.0**
ABB India	8,515	Buy	58.9	90.5	111.9	108.0	94.0	76.1	22.7	23.4	18.2	22.9	28.1	26.9
Bharat Electronics	306	Buy	5.5	6.7	8.2	36.6	46.0	37.5	9.1	11.0	8.8	24.9	24.0	23.5
Cummins India	3,936	Buy	60.0	74.2	89.0	50.2	53.0	44.2	13.5	15.7	13.7	28.8	31.3	33.1
Hitachi Energy	13,482	Neutral	38.6	86.8	165.4	180.3	155.3	81.5	21.7	33.1	23.5	12.0	21.3	28.9
Kalpataru Proj.	1,212	Buy	32.6	54.7	75.1	32.7	22.2	16.1	3.0	3.0	2.6	9.6	14.6	17.3
KEC International	903	Neutral	13.5	24.5	39.2	51.4	36.8	23.0	4.4	5.1	4.4	8.8	14.6	20.6
Kirloskar Oil	1,400	Buy	25.0	34.4	44.1	34.4	40.7	31.7	4.7	6.8	5.9	14.6	17.8	19.8
Larsen & Toubro	3,624	Buy	94.5	105.8	136.0	39.9	34.2	26.6	6.0	5.1	4.4	14.8	15.8	17.8
Siemens	7,775	Buy	55.1	81.0	97.0	97.6	95.9	80.1	14.6	18.2	15.6	15.9	20.4	20.9
Thermax	5,175	Neutral	52.2	67.1	83.1	80.4	77.2	62.3	10.6	11.6	10.0	14.1	15.9	17.3
Triveni Turbine	606	Buy	8.5	11.0	14.8	63.4	55.1	40.8	17.8	15.9	12.4	31.3	32.2	34.2

ABB: December ending; SIEM: September ending

Automobiles

Result Preview

Company
Amara Raja Energy Mobility
Apollo Tyres
Ashok Leyland
Bajaj Auto
Balkrishna Industries
Bharat Forge
BOSCH
Ceat
CIE India
Craftsman Automation
Eicher Motors
Endurance Technologies
Escorts Kubota
Exide Industries
Happy Forgings
Hero MotoCorp
Mahindra & Mahindra
Maruti Suzuki
Motherson Wiring
MRF
Samvardhana Motherson Sumi
Sona BLW Precision Ltd
Tata Motors
Tube Investments
TVS Motor Company

1QFY25 to be a healthy quarter; input cost pressures surface

Retail growth has lagged wholesales in Q1 and remains a cause of concern

- Auto OEMs reported volume growth of ~10% YoY in 1QFY25, with broad-based growth in almost all the segments. 2Ws outperformed with ~11% YoY growth, followed by PVs with 6% YoY growth. CV and tractors grew by 4% each. We expect a volume CAGR of 9%/6%/5% for 2Ws/PVs/Tractors over FY24-26. For 3Ws/CVs, we anticipate a volume CAGR of 8%/7% over the same period.
- Revenue/EBITDA/PAT for our coverage universe is expected to grow ~9%/14%/18% YoY during the quarter. EBITDA margin for our Auto OEM universe (excluding JLR) is expected to improve 170bp YoY to 13.1% (stable QoQ), driven by moderate commodity costs, a favorable product mix and operating leverage. For auto ancillaries, EBITDA margin is expected to largely remain stable YoY, but it may decline 70bp QoQ.
- We noted a rise in key commodity prices in 1QFY25 QoQ, such as aluminum (+15%), copper (+16%), lead (+5%), rubber (+5%) and platinum (9%). We expect the impact of rising input costs to be visible from Q2 onwards.
- Within OEMs, we expect 2W OEMs (ex Eicher) and Maruti Suzuki to outperform peers.

1QFY25 witnesses positive volume growth YoY across segments

Auto OEMs reported volume growth of ~10% YoY in 1QFY25, with broad-based growth in almost all the segments. 2Ws outperformed with ~11% YoY growth, followed by PVs with 6% growth. CV and tractors grew by 4% each. However, passenger car volumes continue to underperform UVs as demand remained weak for the entry-level category. Within CVs, MHCVs grew 9% YoY, while LCVs posted modest 2% YoY growth. CVs posted growth in 1Q despite an anticipated slowdown due to general elections. Tractor wholesales grew 4% YoY, partially supported by the Navratri festival during the quarter. 3W volumes rose 5% YoY. Overall, automobile demand in 1Q was hit by the impact of incessant heat waves in many parts of the country and the election-led slowdown, especially in CVs. As a result, retail demand lagged wholesales in most of the key segments, including 2Ws, PVs and tractors, which led to an increase in dealer stock at the end of 1Q.

Rising commodity costs to dent margins in the coming quarters

Revenue/EBITDA/PAT for our coverage universe is expected to grow ~9%/14%/18% YoY during the quarter. EBITDA margin for our Auto OEM universe (excluding JLR) is expected to improve 170bp YoY at 13.1%, driven by moderate commodity costs on YoY basis, a favorable product mix and operating leverage. However, we expect EBITDA margin to remain stable QoQ. For auto ancillaries, EBITDA margin may largely remain stable YoY, while it is expected to decline 70bp QoQ. In 1Q, prices of key commodities such as aluminum/copper/lead/rubber/platinum increased by ~15%/16%/5%/5%/9% QoQ. While the impact of rising input costs is likely to be visible for OEMs from Q2 onward, tyre companies are expected to face this impact in 1Q itself, with the major impact likely in 2Q.

Hits and misses in 1QFY25

As highlighted above, our coverage universe is likely to post a strong 18% YoY growth in earnings. Within OEMs, we expect all the three mass-market 2W players to post healthy double-digit earnings growth on the back of healthy volume growth and benign input costs. However, we expect Eicher to underperform its peers (with 10% growth). Within PVs, MSIL is likely to outperform peers with 38% YoY earnings growth. On the other hand, Tata Motors is likely to underperform peers with 8.5% YoY earnings growth. In auto ancillaries, we expect quite a few players to report healthy double-digit YoY earnings growth. However, the tyre companies (ex-BKT) within our coverage universe are likely to underperform peers given the rise in input costs. Amongst the other notable ones, Craftsman, CIE Automotive, and Happy Forgings are also likely to see single-digit earnings growth in 1QFY25.

Prefer ancillaries over OEMs

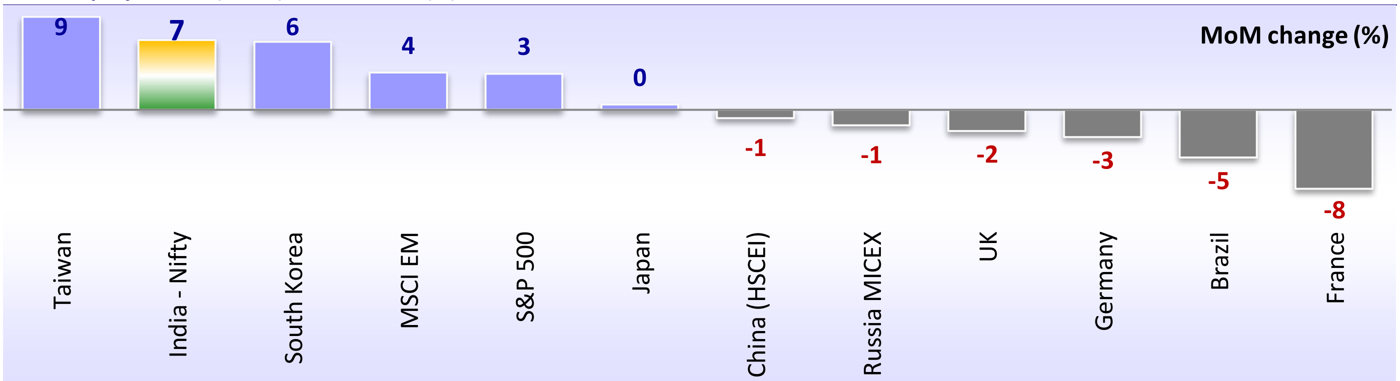
In our recent thematic report dated May'24 (click here to refer our thematic note), we indicated our preference for Auto Ancillaries over Auto OEMs. Our rationale at that time was the huge growth opportunity that ancillary companies are likely to see in the coming years, led by: 1) potential benefits of the supply chain de-risking strategy by global OEMs; 2) a consistent rise in content supply amid rising premiumization; 3) favorable government policies that advocate 'Make In India'; and 4) emergence of India as an auto hub for global OEMs. This theme seems to have started to play out well, with the top 30 auto ancillary companies having delivered strong returns in the last two months compared to the listed Auto OEM companies. While part of the re-rating has played out, we expect this theme to continue to play out over the year. In our auto ancillary coverage universe, we like Craftsman Automation, SAMIL and Happy Forgings. Among Auto OEMs, Maruti and MM are our top picks.

INDIA STRATEGY – Jul'24 (The Eagle Eye): New highs after a period of heightened volatility

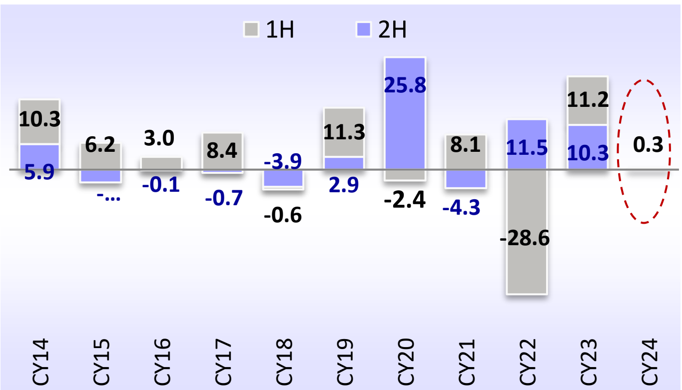
The key highlights of the 'The Eagle Eye' are as follows:

- **India outperforms key global markets, barring Taiwan, in Jun'24; b) Nifty Midcap100 is the best-performing index after Nasdaq during the decade; c) Smallcaps outperform during the month; Technology sector among top gainers; d) Institutional flow remains strong during the month; e) DII inflow in 1H is the highest ever in subsequent six-month period; f) Monthly average cash and F&O volumes hit all-time high in Jun'24; f) Forex reserves at all-time high of USD654b; g) Rerating of Nifty-50: A continuous trend**
- **Notable Published reports in Jul'24: a) Mankind | IC: Disruptor with a dose of care; b) Jewelry| IC: Transcending tradition; adorning fashion; c) Corporate profit to GDP – Rebounds to a 15-year high in FY24; c) Indian PSUs – Back with a vengeance!**

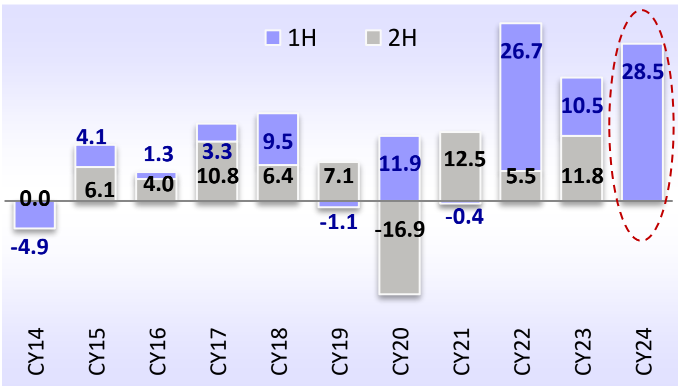
World equity indices (MoM) in USD terms (%)



FII flows (USD b)



DII flows (USD b)



HDFC Bank

BSE SENSEX	S&P CNX
80,050	24,302

Stock Info

Bloomberg	HDFCB IN
Equity Shares (m)	7597
M.Cap.(INRb)/(USDb)	13140.4 / 157.4
52-Week Range (INR)	1794 / 1363
1, 6, 12 Rel. Per (%)	5/-10/-25
12M Avg Val (INR M)	33146
Free float (%)	100.0

Financials Snapshot (INR b)

Y/E	FY24	FY25E	FY26E
NII	1,085	1,259	1,476
OP	944	1,052	1,247
NP	608	702	819
NIM (%)	3.4	3.5	3.6
EPS (INR)	80.0	92.4	107.7
EPS Gr. (%)	1.0	15.4	16.7
BV/Sh. (INR)	580	652	739
ABV/Sh. (INR)	565	636	720
Ratios			
RoE (%)	14.6	15.0	15.5
RoA (%)	1.8	1.8	1.9
Valuations			
P/E(X)	21.6	18.7	16.0
P/E(X)*	18.4	16.0	13.7
P/BV (X)	3.0	2.7	2.3
P/ABV (X)	2.6	2.3	2.0

*adj for subs

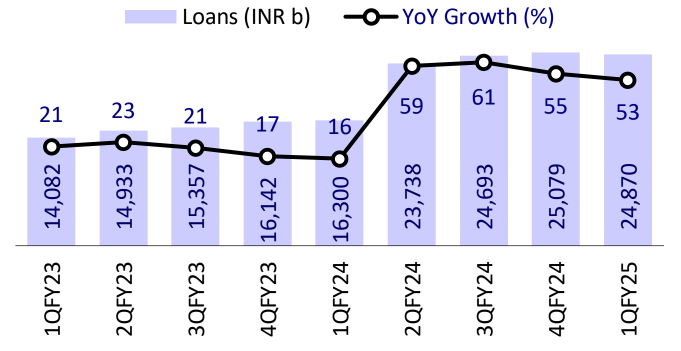
CMP: INR1,727 Buy

Advances base declines slightly; deposits stood flat QoQ

HDFCB released its 1QFY25 business update. Following are the key takeaways:

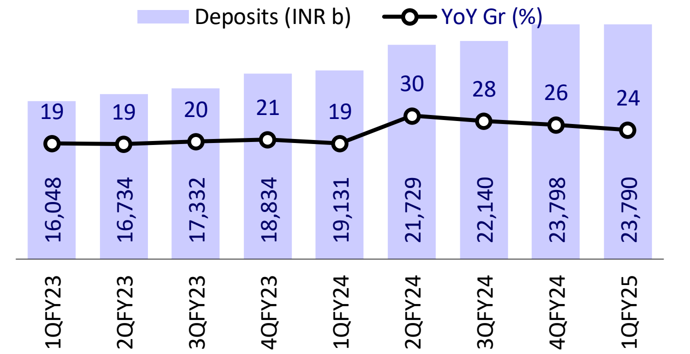
- **Loan book grew 52.6% YoY (down 0.8% QoQ) to INR24.9t. Excluding the impact of the merger, the bank's gross advances grew by 14.9% YoY. Gross of transfers through IBPCs and bills rediscounted, the loan book grew 51% YoY (flat QoQ).**
- **As per the bank's internal classification, domestic retail loans grew 94.6% YoY (up 1.5% QoQ) and commercial & rural banking grew 26.4% YoY (0.9% QoQ). Other wholesale loans declined ~1.1%YoY (down 6.2% QoQ).**
- **Deposits grew 24.4% YoY (flat QoQ) to INR23.8t. Excluding the merger impact, the bank's deposits grew by 16.5% YoY. CASA deposits grew 6.2% YoY (down 5% QoQ), whereas term deposits grew 37.7% YoY (up 3% QoQ) to INR15t. Current account saw a decline of 13.7% QoQ (up 6% YoY).**
- **Liquidity coverage ratio (average) was around 123% for the quarter.**

Exhibit 1: Loans grew 52.6% YoY/ down 0.8% QoQ



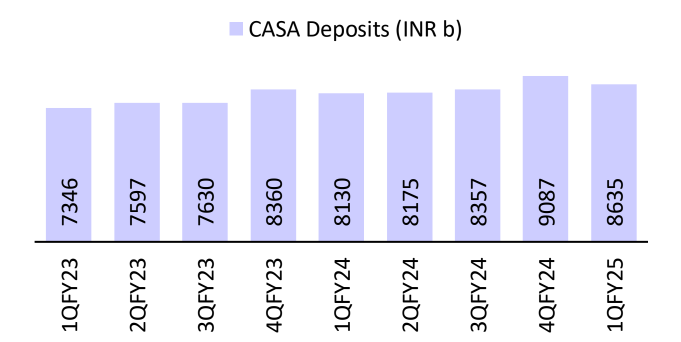
*merged nos Source: MOFSL, Company

Exhibit 2: Deposits grew 24.4% YoY/ flat QoQ



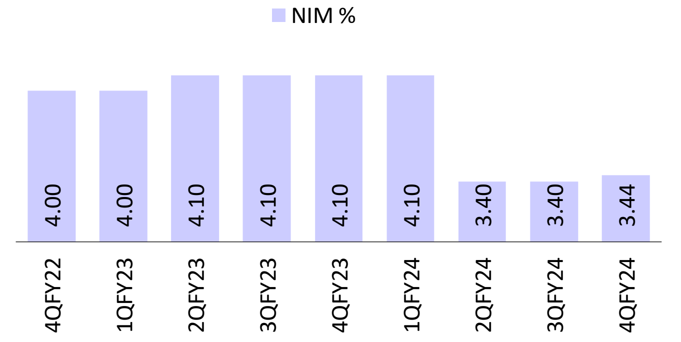
*merged nos Source: MOFSL, Company

Exhibit 3: CASA deposits grew 6.2% YoY/down 5% QoQ



Source: MOFSL, Company

Exhibit 4: Margins stood at 3.44% in 4QFY24



Source: MOFSL, Company

Punjab National Bank

BSE SENSEX	S&P CNX
80,050	24,302

Stock Info

Bloomberg	PNB IN
Equity Shares (m)	11011
M-cap.(INR b)/(USD b)	1338.2 / 16
52-Week Range (INR)	143 / 54
1, 6, 12 Rel. Per (%)	-6/13/88
12M Avg. Val. (INR m)	6253
Free float (%)	26.9

Financials Snapshot (INR b)

Y/E March	FY24	FY25E	FY26E
NII	400.8	427.4	465.6
OP	249.3	283.2	314.6
NP	82.4	133.5	167.8
NIM (%)	2.8	2.8	2.7
EPS (INR)	7.5	12.1	15.2
EPS Gr. (%)	228.8	61.9	25.7
BV/Sh. (INR)	93	102	114
ABV/Sh. (INR)	84	94	106
Ratios			
RoE (%)	8.7	12.9	14.5
RoA (%)	0.5	0.8	0.9
Valuations			
P/E(X)	16.3	10.1	8.0
P/BV (X)	1.3	1.2	1.1
P/ABV (X)	1.5	1.3	1.2

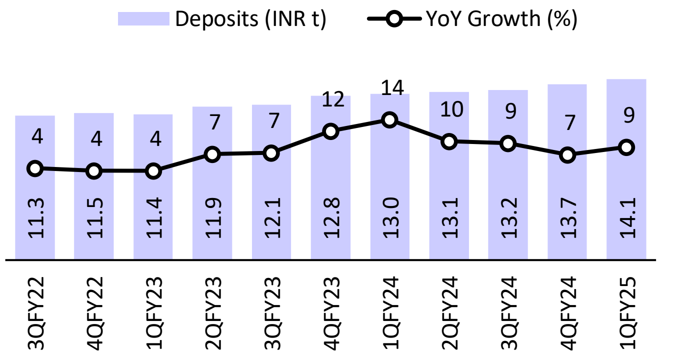
CMP: INR122 Neutral

Advances growth steady; CD ratio increases to 73.4%

PNB released its quarterly business numbers for 1QFY25. Here are the highlights:

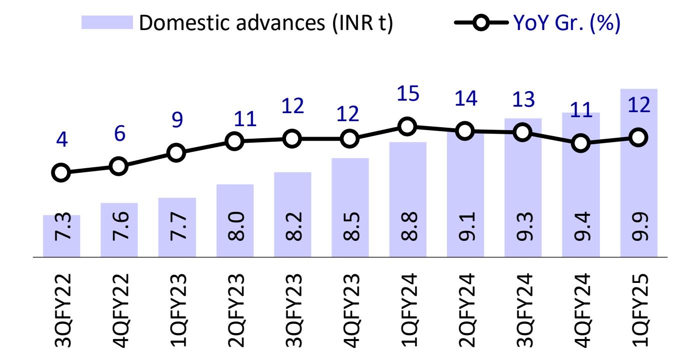
- **Gross global advances grew 12.7% YoY to ~INR10.3t (up 5.1% QoQ). Domestic advances, which form 96% of total advances, also grew 12.1% YoY (up 5% QoQ) to INR9.9t as on 1QFY25.**
- **The total deposit base grew at 8.5% YoY (2.8% QoQ) to INR14.1t. Domestic deposits grew by 8.1% YoY (2.7% QoQ).**
- **CD ratio thus grew ~160bp QoQ to 73.39% vs. 71.79% in 4QFY24.**
- **Overall, PNB posted healthy growth in advances, largely driven by growth in the domestic portfolio. Deposit growth was lower than advances growth, resulting in an increase in CD ratio.**

Exhibit 5: Total deposit grew ~8.5% YoY (2.8% QoQ)



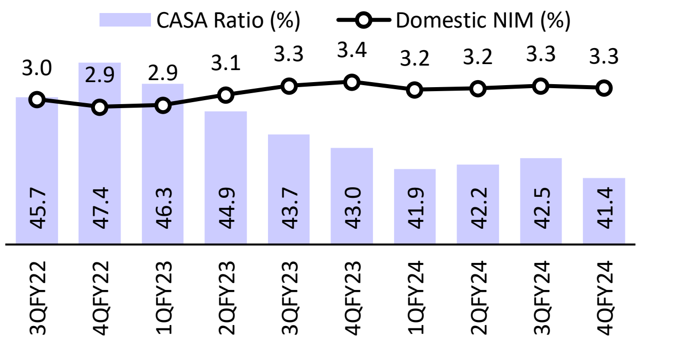
Source: MOSL, Company

Exhibit 6: Domestic advances grew 12.1% YoY (up 5% QoQ)



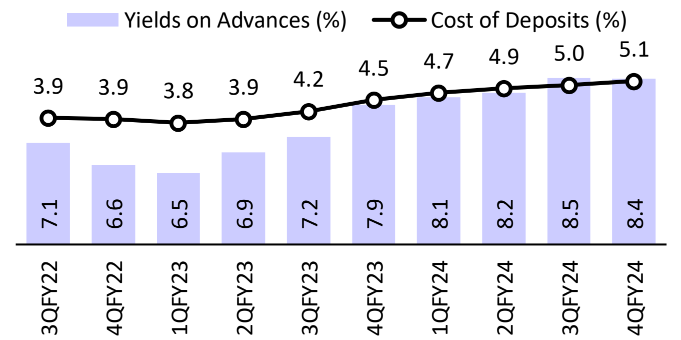
Source: MOSL, Company

Exhibit 7: NIM stood at 3.3% in 4QFY24



Source: MOSL, Company

Exhibit 8: Cost of deposits stood at 5.1% in 4QFY24



Source: MOSL, Company

Poonawalla Fincorp

BSE SENSEX	S&P CNX
80,050	24,302

Stock Info

Bloomberg	POONAWAL IN
Equity Shares (m)	775
M.Cap.(INRb)/(USDb)	324.9 / 3.9
52-Week Range (INR)	520 / 336
1, 6, 12 Rel. Per (%)	-12/-19/-8
12M Avg Val (INR M)	1084
Free float (%)	37.9

Financials Snapshot (INR b)

Y/E March	FY24	FY25E	FY26E
Net Total Income	22.0	30.8	40.2
PPOP	13.9	21.6	29.7
PAT	10.3	14.5	19.7
EPS (INR)	13.3	18.8	25.6
EPS Gr. (%)	72.2	40.8	36.4
Standalone BV (INR)	106	122	142
Valuations			
NIM (%)	9.5	9.2	9.3
C/I ratio (%)	36.7	30.0	26.1
RoAA (%)	4.9	4.9	4.9
RoE (%)	14.1	16.5	19.4
Payout (%)	22.5	26.6	27.3
Valuations			
P/E (x)	31.3	22.2	16.3
P/BV (x)	3.9	3.4	2.9
Div. Yield (%)	0.7	1.2	1.7

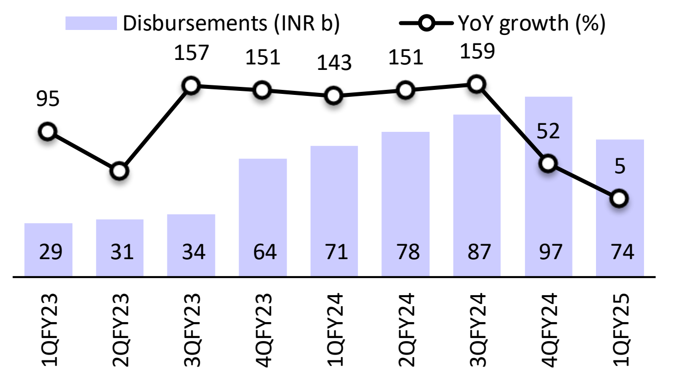
CMP:INR419 Buy

Strong AUM growth despite modest disbursements

Asset quality continues to improve with GNPA expected below 1%

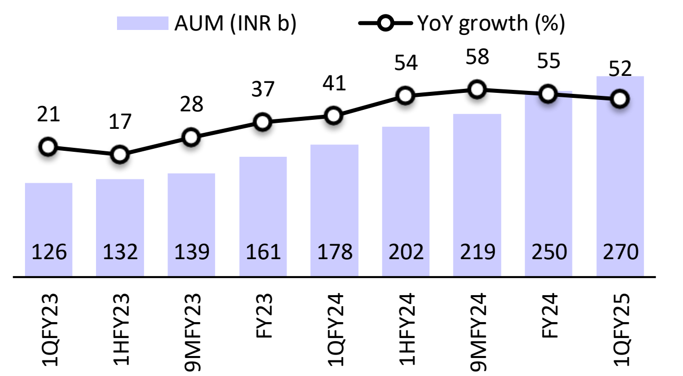
- PFL reported disbursements of ~INR74b, up ~5% YoY/down 24% QoQ.
- AUM grew 52% YoY and 8% QoQ to ~INR270b (vs. MOFSLe: ~INR275b).
- GNPA and NNPA ratios are expected to improve further to <1% and <0.5%, respectively.
- As of Jun'24, the company's liquidity position was healthy at ~INR52b (~19% of AUM).

Disbursements grew ~5% YoY...



Source: MOFSL, Company

...leading to AUM growth of 52% YoY



Source: MOFSL, Company

RBL Bank

BSE SENSEX	S&P CNX
80,050	24,302

Stock Info

Bloomberg	RBK IN
Equity Shares (m)	605
M.Cap.(INRb)/(USDb)	161.4 / 1.9
52-Week Range (INR)	301 / 181
1, 6, 12 Rel. Per (%)	8/-19/20
12M Avg Val (INR M)	2767
Free float (%)	100.0

Financials Snapshot (INR b)

Y/E March	FY24	FY25E	FY26E
NII	60.4	71.3	84.8
OP	30.3	39.2	48.9
NP	11.7	14.9	19.5
NIM (%)	5.1	5.1	5.2
EPS (INR)	19.3	24.6	32.3
EPS Gr. (%)	31.1	27.7	31.1
BV/Sh. (INR)	245	257	278
ABV/Sh. (INR)	237	249	269
Ratios			
RoE (%)	8.2	9.8	12.1
RoA (%)	0.9	1.0	1.1
Valuations			
P/E(X)	13.8	10.8	8.2
P/BV (X)	1.1	1.0	1.0
P/ABV (X)	1.1	1.1	1.0

CMP: INR266 — Neutral

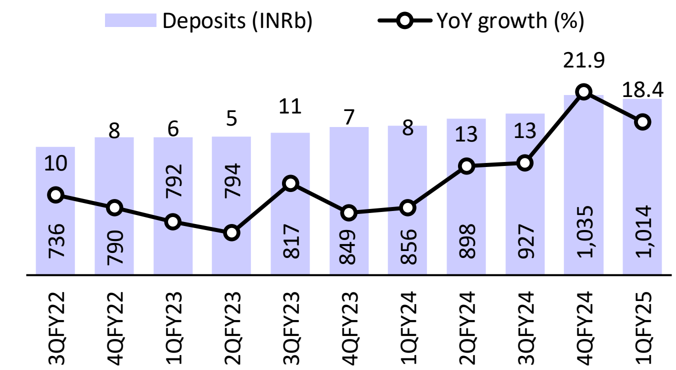
Loan growth healthy; CASA ratio moderates

Retail to wholesale mix stood at 62:38

RBL Bank (RBK) released its quarterly business update for 1QFY25. Here are the key highlights:

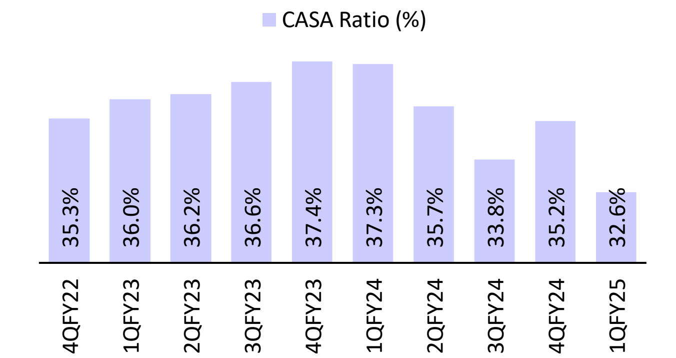
- RBK reported an 18% YoY/3% QoQ increase in gross advances to INR884b. Among segments, retail advances saw robust growth of 31% YoY, while wholesale loans grew at a modest rate of 2% YoY. The mix of retail and wholesale stood at 62:38.
- The deposit base grew 18.4% YoY (down 2.1% QoQ) to INR1,013.5b. CASA deposits grew 3% YoY/down 9% QoQ. As a result, CASA ratio moderated to 32.6% (vs. 35.2% in 4QFY24). Further, retail deposits of less than INR30m saw steady growth of 5% QoQ, better than the growth in total deposits. Retail deposit mix in deposits below INR30m stood at 49.3%.
- LCR for the bank stood at 137% (vs. 140% in 4QFY24).
- Overall, in 1QFY25, RBK witnessed healthy traction in loan growth, led by healthy trends in the retail segment. Growth in deposits declined sequentially, with CASA ratio moderating 262bp QoQ.

Deposits grew 18.4% YoY (down 2.1% QoQ)



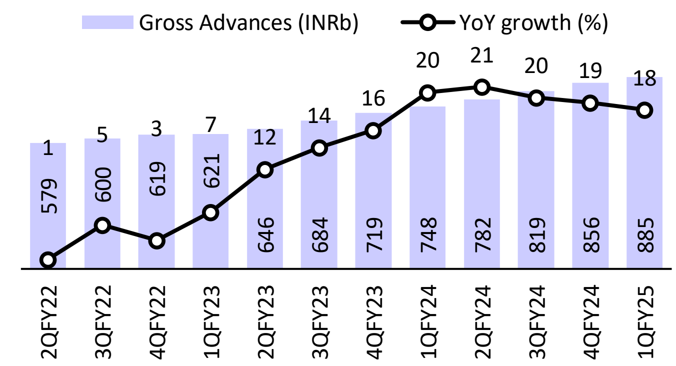
Source: MOSL, Company

CASA ratio moderated 262bp QoQ to 32.6%



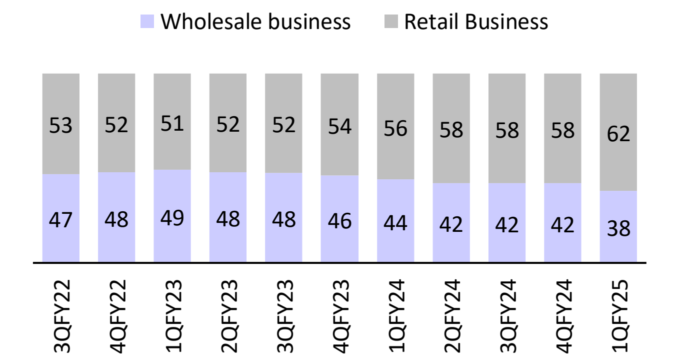
Source: MOSL, Company

Gross advances growth stood at 19% YoY in 4QFY24



Source: MOSL, Company

Retail: Wholesale mix stood at 62:38



Source: MOSL, Company

Equitas Small Finance

BSE Sensex	S&P CNX
80,050	24,302

Bloomberg	EQUITASB IN
Equity Shares (m)	1135
M.Cap.(INRb)/(USDb)	106.9 / 1.3
52-Week Range (INR)	117 / 82
1, 6, 12 Rel. Per (%)	-8/-28/-22
12M Avg Val (INR M)	496

Financials & Valuations (INR b)

Y/E March	FY24	FY25E	FY26E
NII	30.8	36.1	45.7
OP	13.8	16.7	22.4
NP	8.0	9.2	12.5
NIM (%)	8.5	7.9	8.0
EPS (INR)	7.1	8.1	11.0
BV/Sh. (INR)	53	59	69
ABV/Sh. (INR)	50	57	66
Ratios			
RoE (%)	14.4	14.4	17.2
RoA (%)	2.0	1.8	2.0
Valuations			
P/E(X)	13.3	11.7	8.6
P/BV (X)	1.8	1.6	1.4
P/ABV (X)	1.9	1.7	1.4

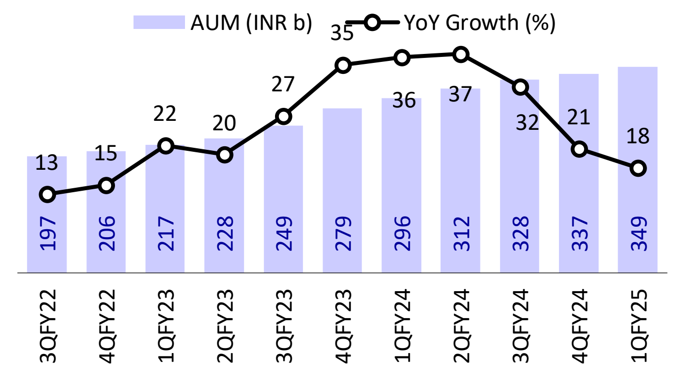
CMP: INR94 — Buy

Deposit growth healthy; CASA ratio moderates sequentially

Equitas Small Finance Bank has released its business update for 1QFY25. Here are the key highlights:

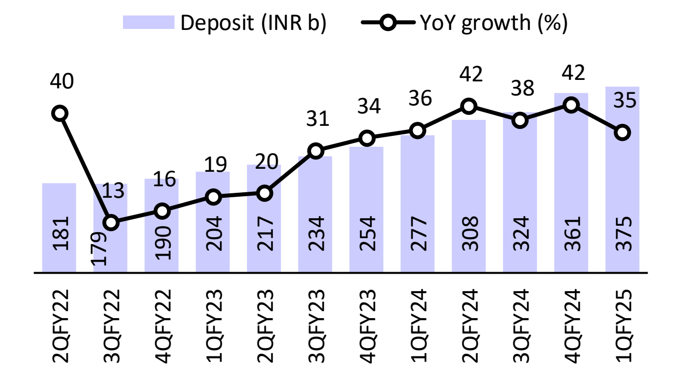
- The bank reported a 17.8% YoY/1.6% QoQ growth in gross advances to INR348.7b.
- On the liability front, its total deposits grew 35.4% YoY/3.9% QoQ to INR375.2b. CASA deposits grew 9.7% YoY to INR117.2b, while CASA ratio moderated to 31% in 1QFY25 from 32% in 4QFY24.
- As a result, the cost of funds rose to 7.46% in 1QFY25 vs. 7.44% in 4QFY24.
- Equitas SFB reported a healthy deposit growth, with a flattish growth in advances QoQ; however, its CASA ratio has seen a slight moderation, leading to a slight increase in cost of funds to 7.46%.

Exhibit 1: Advances grew 1.6% QoQ (18% YoY) to INR349b



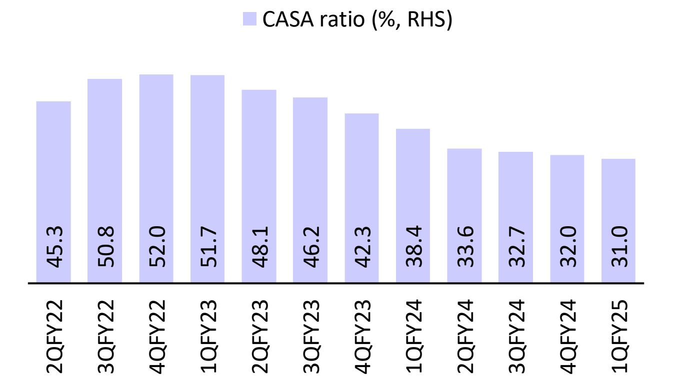
Source: MOFSL, Company

Exhibit 2: Deposits grew 3.9% QoQ (35% YoY) to INR375b



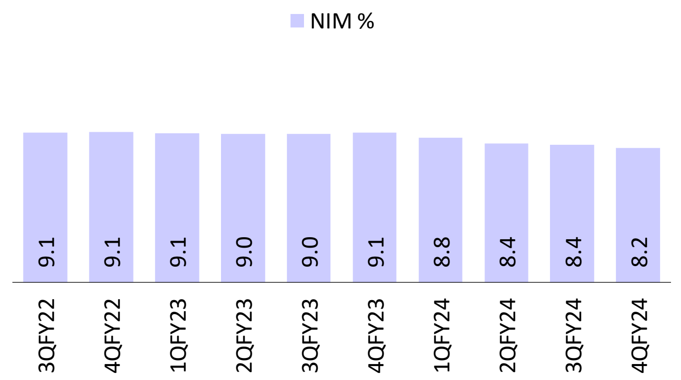
Source: MOFSL, Company

Exhibit 3: CASA ratio moderated to 31% in 1QFY25



Source: MOFSL, Company

Exhibit 4: NIM stood at 8.2% in 4QFY24



Source: MOFSL, Company

Combined fiscal deficit at 8.7% of GDP in FY24

Government investments surpass 5% of GDP for the first time ever

- **Based on the provisional/supplementary data of 20 states[1], total receipts of all states grew 7.4% YoY in FY24P (the lowest in three years) compared to 12.4% in FY23 (and much lower than 16.8% as per FY24RE). At the same time, total spending grew faster, at 9.6% YoY in FY24P vs. 12.7% YoY in FY23 (and 20.3% as per FY24RE). Total receipts, thus, were at a three-year low of 13.3% of GDP in FY24P vs. 13.5% in FY23, while total spending was unchanged at 16.3% of GDP.**
- **As a result, states' aggregate fiscal deficit stood at INR9.0t in FY24P compared to INR7.5t in FY23 and INR10.3t in FY24RE. As a percentage of GDP, it stood at 3.1% in FY24 vs. 2.8%/3.5% in FY23/FY24RE. It implies that states' fiscal deficit was 95% of BEs (and 88% of REs) in FY24P compared to ~85% in FY23.**
- **An analysis of individual states suggests that the fiscal deficit in FY24P exceeded their revised targets in four states (AP, HR, PB, and TS), while it was less than 80% of FY24REs in as many as seven states (AS, BH, CT, GJ, JH, MH, and OD). The remaining nine states posted a deficit equal to 80-100% of their targets. The actual deficit was the highest at 146% of FY24RE in Telangana (TS), and it was the lowest – at only 47% of the target – in Bihar (BH) last year.**
- **Within states' total receipts, while own receipts (taxes and non-taxes) have increased 11.5% YoY in FY24P (17.9% in FY23), the transfer from the Center (devolution + grants) rose just 2.5% YoY (vs. 4.9% in FY23). The latter was due to a contraction of 21.8% YoY in 'grants from the Center' in FY24P. Within total tax receipts, states' own taxes grew 10.3% YoY in FY24 (vs. 19.6% YoY in FY23), while states' share in central taxes (devolution) grew 19.1% in FY24P, much higher than the growth of 5.6% in FY23. Thus, states' total tax receipts grew 13.4% in FY24P vs. 14.3% in FY23.**
- **Within states' spending, the growth in capital spending outpaced revenue spending for the third consecutive year in FY24. Revenue spending grew 7.3% YoY in FY24P vs. 12% growth last year, while capital spending (including loans & advances, L&As) jumped 21.9% YoY, following 16.8% growth in FY23. Excluding L&As, the capex (or investments) of all states grew 27% YoY in FY24P compared to a growth of 12.1% YoY in FY23.**
- **A combined analysis of the central and state governments confirms that while total receipts rose 13.7% YoY in FY24P (vs. 12.4% in FY23), total spending grew slowly by 10.2% (at a four-year low rate) in FY24P (vs. 12.3% in FY23). While revenue spending grew 7.0% YoY in FY24P (at a two-decade low rate), combined capital spending (with L&As) surged 25.3% YoY in FY24P. The combined capex (excluding L&As) jumped 26.6% YoY in FY24P, following a 14.6% YoY growth in FY23.**
- **Our calculations suggest that the GG fiscal deficit was 8.7% of GDP in FY24P, the lowest in four years and compared to 9.2% in FY23. While the states' aggregate fiscal deficit in FY24 widened to 3.0% of GDP (from 2.8% each in the previous two years), the Center's deficit narrowed to 5.6% of GDP last year, from 6.4%/6.7% of GDP in FY23/FY22.**

Total receipts of all the states rose 7.4% YoY in FY24, marking the slowest growth in three years

States' fiscal deficit at 3.1% of GDP in FY24P: Based on the provisional data of 20 states, total receipts of all the states grew 7.4% YoY in FY24, marking the slowest growth in three years and compared to 12.4% YoY growth in FY23. It implies that states' total receipts were 90.1% of BEs last year, the lowest in three years *(Exhibit 1)*.

At the same time, states' total spending grew faster at 9.6% YoY in FY24P, compared to 12.7% YoY in FY23. It implies that states' total spending was 90.9% of BEs in FY24, compared to 92.4% in FY23 *(Exhibit 2)*. Total receipts, thus, were at a three-year low of 13.3% of GDP in FY24, compared to 13.5% in FY23, while total spending was unchanged at 16.3% of GDP.

[1]Data for all states is based on 20 major states, for which monthly data up to Mar'24 is available. These states account for 93-94% of all states' Budget. The states/UT covered in this report are Andhra Pradesh (AP), Assam (AS), Bihar (BH), Chhattisgarh (CT), Gujarat (GJ), Haryana (HR), Himachal Pradesh (HP), Jharkhand (JH), Karnataka (KA), Kerala (KL), Madhya Pradesh (MP), Maharashtra (MH), Odisha (OD), Punjab (PB), Rajasthan (RJ), Tamil Nadu (TN), Telangana (TS), Uttarakhand (UK), Uttar Pradesh (UP), and West Bengal (WB). Supplementary accounts are available for six states (AS, BH, HP, HR, PB, and OD), while provisional data is available for other states.

Star Health Insurance: Will have to grow at 18% CARG over the next 4 years to reach gross written prem guidance, retailed book will continue to be the key growth driver; Anand Roy, CEO & MD

- Hope to add Rs. 3,000 cr to gross written premium & take it to Rs. 18,000 cr in FY25
- Expect to improve combined ratio by 100 bps in FY25
- Aspiration is to grow at 18% when general insurance industry grows in mid-teens
- Expect market share in group to increase to 3x over the next 4 years
- Expect to do Rs. 1,000 cr from group biz vs less than Rs. 500 cr in FY24

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- We are in evaluation stage for the EV car battery
- Hoping that policy stability will be maintained in budget
- Q1 has seen slowdown on bidding, only 6.3 GW came for bidding
- Total order inflow YTD at 5 GW; bagged almost 30% of the bids in Q1
- Confident that we will commission 1 GW-hr pumped storage project will be completed by june 2025

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- Order book looks extremely healthy
- IT hardware is looking promising, looking to add few more clients
- Have strong order book in Telecom segment and refrigerators
- Growth in revenue will be significant for next 2 FYs
- Have almost 50% capacity of android market in India

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- New PLI will help create more capacity in India and increase exports
- Last year, demand fell 22%-- this year, there is growth from this
- Estimating 10-15% growth for the next 2-3 years
- Facing challenges with availability of labour and rising costs

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Index and MOFSL Universe stock performance

Index	1 Day (%)	1M (%)	12M (%)
Sensex	**0.1**	**11.1**	**22.3**
Nifty-50	**0.1**	**11.0**	**25.3**
Nifty Next 50	**0.5**	**13.9**	**66.7**
Nifty 100	**0.1**	**11.4**	**31.5**
Nifty 200	**0.2**	**12.0**	**35.2**
Company	**1 Day (%)**	**1M (%)**	**12M (%)**
Automobiles	**0.7**	**9.4**	**68.7**
Amara Raja Ener.	-0.9	56.0	148.3
Apollo Tyres	-1.2	17.1	33.0
Ashok Leyland	-1.0	9.3	39.1
Bajaj Auto	0.4	2.3	104.5
Balkrishna Inds	1.1	8.6	33.3
Bharat Forge	0.8	15.5	99.5
Bosch	2.1	19.4	85.1
CEAT	-1.1	13.1	30.4
Craftsman Auto	-1.1	37.1	41.5
Eicher Motors	-0.1	4.3	37.9
Endurance Tech.	-0.1	24.8	66.1
Escorts Kubota	-0.3	8.0	85.7
Exide Inds.	-0.5	24.3	136.5
Happy Forgings	0.8	20.2	
Hero Motocorp	-0.4	4.7	83.5
M & M	0.9	12.8	98.2
CIE Automotive	0.6	14.9	13.9
Maruti Suzuki	-0.3	-0.7	25.3
MRF	-0.3	5.4	29.6
Sona BLW Precis.	-0.6	5.3	30.8
Motherson Sumi	0.5	45.3	142.6
Motherson Wiring	0.0	13.3	25.7
Tata Motors	2.3	10.4	68.8
TVS Motor Co.	2.2	7.0	81.5
Tube Investments	3.0	14.8	36.5
Banks-Private	**0.1**	**14.0**	**15.0**
AU Small Fin. Bank	1.1	7.1	-13.3
Axis Bank	0.1	13.2	32.0
Bandhan Bank	-1.5	17.4	-10.0
DCB Bank	-0.9	14.3	13.4
Equitas Sma. Fin	-1.4	14.7	122.2
Federal Bank	-0.3	17.0	37.1
HDFC Bank	-2.3	16.5	-0.1
ICICI Bank	2.6	15.1	30.5
IDFC First Bank	0.4	11.9	3.2
IndusInd Bank	-0.9	3.7	5.5
Kotak Mah. Bank	1.3	12.0	-1.5
RBL Bank	-1.3	18.7	45.8
SBI Cards	0.5	6.1	-14.3
Banks-PSU	**0.2**	**6.9**	**67.5**
BOB	0.9	8.8	33.5
Canara Bank	0.2	6.8	82.3
Indian Bank	1.0	3.0	80.3
Punjab Natl.Bank	-0.1	5.4	113.0
St Bk of India	-0.1	8.3	42.4
Union Bank (I)	-0.2	-2.2	78.4

Index	1 Day (%)	1M (%)	12M (%)
Nifty 500	**0.3**	**12.7**	**38.4**
Nifty Midcap 100	**0.6**	**15.2**	**58.3**
Nifty Smallcap 100	**0.5**	**19.8**	**70.9**
Nifty Midcap 150	**0.7**	**14.8**	**58.3**
Nifty Smallcap 250	**0.6**	**19.2**	**65.1**
NBFCs	**-0.2**	**14.7**	**17.0**
Aditya Birla Capital Ltd	-0.1	15.2	22.5
Angel One	0.0	4.2	32.0
Bajaj Fin.	-2.1	9.2	-9.6
BSE	0.0	-3.9	265.2
Cholaman.Inv.&Fn	-0.9	15.5	19.7
Can Fin Homes	-1.4	27.4	11.6
Cams Services	-2.0	12.8	62.7
CreditAcc. Gram.	0.3	5.0	6.2
Fusion Microfin.	0.0	6.4	-18.5
Five-Star Bus.Fi	-2.6	8.7	23.5
Home First Finan	-4.7	31.0	31.9
Indostar Capital	1.0	22.8	72.8
IIFL Finance	-0.7	36.0	6.2
L&T Finance	-0.2	26.0	41.2
LIC Housing Fin.	-0.8	37.4	103.2
MCX	0.1	22.3	163.9
M & M Fin. Serv.	-1.7	14.9	-13.1
Muthoot Finance	0.7	9.6	45.2
Manappuram Fin.	0.0	30.3	62.4
MAS Financial Serv.	-3.5	3.2	13.7
360 One	-1.7	25.4	92.3
PNB Housing	1.0	20.4	42.6
Repco Home Fin	-0.4	25.9	81.2
Shriram Finance	-0.6	25.3	59.4
Spandana Sphoort	-0.2	2.7	4.8
Insurance			
HDFC Life Insur.	1.3	13.0	-6.7
ICICI Pru Life	-0.1	16.7	12.0
ICICI Lombard	-1.4	19.0	39.0
Life Insurance	2.2	8.9	61.4
Max Financial	0.6	11.1	26.0
SBI Life Insuran	0.8	12.6	16.9
Star Health Insu	2.1	17.7	-0.3
Chemicals			
Alkyl Amines	1.4	16.5	-20.5
Atul	2.2	23.2	-2.6
Clean Science	-1.1	15.9	6.8
Deepak Nitrite	0.6	24.9	23.3
Fine Organic	1.9	21.6	8.9
Galaxy Surfact.	12.4	28.1	17.6
Navin Fluo.Intl.	1.0	20.0	-19.6
NOCIL	3.6	32.7	38.9
P I Inds.	-0.2	5.5	-1.4
SRF	0.4	9.0	5.1
Tata Chemicals	0.0	10.7	9.6
Vinati Organics	1.7	17.0	6.0

Company	1 Day (%)	1M (%)	12M (%)
Capital Goods	**2.8**	**10.0**	**26.8**
A B B	1.1	13.7	99.9
Bharat Electron	0.9	24.2	160.0
Cummins India	2.7	25.2	118.9
Hitachi Energy	-1.5	40.3	234.7
K E C Intl.	0.2	32.4	60.5
Kalpataru Proj.	-1.4	14.7	122.2
Kirloskar Oil	-0.9	14.7	245.4
Larsen & Toubro	-1.1	5.0	45.1
Siemens	0.8	23.5	112.4
Thermax	-0.1	0.2	134.5
Triveni Turbine	0.1	19.5	62.2
Cement			
Ambuja Cem.	-1.5	22.5	57.6
ACC	-1.5	19.4	49.7
Birla Corp.	1.1	17.5	33.0
Dalmia Bhar.	-0.7	8.7	-15.7
Grasim Inds.	-0.3	21.2	55.2
India Cem	-0.6	54.7	34.8
J K Cements	-0.3	11.2	28.9
JK Lakshmi Cem.	-0.9	14.5	25.2
The Ramco Cement	-2.5	12.1	-12.5
Shree Cement	0.5	10.6	14.3
UltraTech Cem.	-0.9	18.6	39.8
Consumer	**-0.2**	**3.4**	**8.0**
Asian Paints	0.3	2.7	-12.3
Britannia Inds.	-0.4	1.9	8.3
Colgate-Palm.	0.2	2.7	69.2
Dabur India	-0.6	4.8	4.5
Emami	0.3	17.6	74.3
Godrej Consumer	-0.3	1.1	28.4
Hind. Unilever	-0.6	0.0	-7.6
ITC	0.2	3.3	-8.0
Indigo Paints	-0.5	5.7	-3.9
Jyothy Lab.	-1.4	20.0	103.8
Marico	0.1	-1.1	15.5
Nestle India	-0.2	4.8	12.5
Page Industries	0.8	5.4	4.2
Pidilite Inds.	-0.5	1.1	20.5
P & G Hygiene	0.1	2.7	13.7
Tata Consumer	-1.0	4.4	32.7
United Breweries	-1.2	4.5	32.8
United Spirits	-1.0	4.6	37.2
Varun Beverages	0.3	14.5	101.3
Consumer Durables	**-0.2**	**10.0**	**37.4**
Polycab India	-0.7	3.2	89.8
R R Kabel	-1.4	12.8	
Havells	0.2	6.1	47.3
Voltas	-0.5	6.3	90.3
KEI Industries	3.9	15.2	101.2
EMS			
Kaynes Tech	0.5	41.3	154.3
Avalon Tech	0.2	14.1	-10.4

Company	1 Day (%)	1M (%)	12M (%)
Syrma SGS Tech.	2.0	13.5	13.9
Cyient DLM	2.0	27.1	
Data Pattern	0.1	21.5	69.5
Healthcare	**1.4**	**8.5**	**47.7**
Alembic Pharma	1.2	10.6	50.7
Alkem Lab	0.2	5.8	42.5
Apollo Hospitals	0.5	6.5	21.8
Ajanta Pharma	-1.0	-3.1	53.2
Aurobindo	1.3	4.8	76.1
Biocon	0.0	24.2	37.6
Zydus Lifesci.	3.8	13.3	98.1
Cipla	-0.2	1.2	46.3
Divis Lab	-0.3	5.1	28.0
Dr Reddy’s	0.8	13.1	24.9
ERIS Lifescience	-1.3	13.1	49.4
Gland Pharma	0.0	1.1	72.1
Glenmark	1.1	15.4	99.4
Global Health	-0.1	18.0	86.7
Granules	2.8	24.9	74.0
GSK Pharma	-0.6	10.2	82.2
IPCA Labs	2.1	3.3	57.9
Laurus Labs	4.0	12.4	29.8
Lupin	7.9	12.4	97.4
Mankind Pharma	1.6	3.7	29.6
Max Healthcare	-0.5	17.6	54.6
Piramal Pharma	-1.3	8.7	76.6
Sun Pharma	1.6	9.0	48.5
Torrent Pharma	1.2	6.5	52.9
Infrastructure	**0.0**	**11.7**	**58.8**
G R Infraproject	-0.5	20.0	39.4
IRB Infra.Devl.	3.0	3.3	151.6
KNR Construct.	-1.0	21.1	45.5
Logistics			
Adani Ports	-0.5	20.4	102.7
Blue Dart Exp.	0.0	18.7	12.5
Container Corpn.	1.0	8.8	55.3
JSW Infrast	1.9	33.3	
Mahindra Logis.	-3.7	20.4	35.9
Transport Corp.	1.1	15.7	30.1
TCI Express	-0.9	21.8	-19.9
VRL Logistics	-0.2	9.8	-15.8
Media	**-0.4**	**13.5**	**15.7**
PVR INOX	0.6	15.7	7.0
Sun TV	-1.8	12.9	75.3
Zee Ent.	-0.5	8.0	-17.8
Metals	**0.0**	**10.7**	**58.4**
Hindalco	0.0	6.6	62.5
Hind. Zinc	1.9	7.3	120.8
JSPL	0.5	9.9	73.3
JSW Steel	-0.6	12.2	18.5
Nalco	0.4	22.7	132.8
NMDC	0.2	6.0	134.9
SAIL	-0.4	13.5	73.1

Company	1 Day (%)	1M (%)	12M (%)
Tata Steel	0.0	10.9	56.8
Vedanta	1.1	12.3	69.0
Oil & Gas	**0.0**	**10.8**	**60.1**
Aegis Logistics	2.8	26.8	171.4
BPCL	-1.2	4.4	60.9
Castrol India	3.3	39.1	103.4
GAIL	-0.4	15.2	105.7
Gujarat Gas	-0.8	18.7	33.9
Gujarat St. Pet.	0.6	7.3	6.1
HPCL	0.0	0.0	77.2
IOCL	0.5	10.1	79.8
IGL	0.1	17.2	8.4
Mahanagar Gas	-1.8	31.9	55.4
MRPL	-0.8	9.2	174.2
Oil India	-0.6	24.2	199.7
ONGC	0.9	17.2	71.9
PLNG	-0.6	19.5	48.2
Reliance Ind.	0.1	11.2	31.8
Real Estate	**0.5**	**14.7**	**114.1**
Brigade Enterpr.	1.2	12.7	144.5
DLF	-0.3	9.9	71.2
Godrej Propert.	-0.7	28.0	111.8
Kolte Patil Dev.	-0.1	-0.1	20.4
Mahindra Life.	2.8	10.0	26.8
Macrotech Devel.	1.1	15.8	115.9
Oberoi Realty Ltd	-0.1	2.9	81.3
Sobha	4.7	16.0	284.3
Sunteck Realty	-0.9	18.9	91.3
Phoenix Mills	2.0	14.5	135.3
Prestige Estates	-0.2	18.8	212.0
Retail			
Aditya Bir. Fas.	2.2	25.9	58.4
Avenue Super.	-0.5	4.8	23.6
Bata India	1.0	12.8	-7.6
Campus Activewe.	-0.4	10.3	-2.9
Barbeque-Nation	-0.8	18.7	-11.1
Devyani Intl.	-0.1	12.6	-10.7
Jubilant Food	-0.6	13.8	13.4
Kalyan Jewellers			
Metro Brands	0.7	13.0	30.5
Raymond	-0.8	36.5	70.9
Relaxo Footwear	0.1	6.8	-7.4
Restaurant Brand	1.1	11.9	-1.5
Sapphire Foods	0.2	12.3	13.2
Senco Gold	-1.0	26.9	
Shoppers St.	1.8	10.7	-3.5
Titan Co.	-0.7	3.0	8.5
Trent	1.9	23.3	222.4
V-Mart Retail	0.9	40.3	36.7
Vedant Fashions	-0.1	8.9	-7.9
Westlife Food	-1.2	4.6	-3.2
Technology	**1.1**	**16.7**	**26.9**
Cyient	-0.2	7.4	20.8

Company	1 Day (%)	1M (%)	12M (%)
HCL Tech.	2.8	16.8	27.9
Infosys	1.4	18.4	22.7
LTIMindtree	-0.1	17.9	4.0
L&T Technology	0.4	14.5	28.1
Mphasis	0.5	13.5	34.9
Coforge	3.8	18.8	25.3
Persistent Sys	3.4	41.7	95.2
TCS	1.4	8.2	21.5
Tech Mah	-1.4	17.7	27.1
Wipro	-1.5	21.1	34.0
Zensar Tech	1.0	30.5	96.2
Telecom	**0.7**	**23.9**	**78.3**
Bharti Airtel	0.2	9.5	64.5
Indus Towers	1.9	31.2	148.9
Idea Cellular	0.1	32.4	134.6
Tata Comm	-1.0	12.5	21.6
Utiltites	**0.3**	**12.6**	**99.4**
Coal India	0.9	10.8	111.2
NTPC	0.1	12.6	92.2
Power Grid Corpn	0.0	13.2	79.0
Others			
APL Apollo Tubes	-0.9	10.2	20.5
Cello World	3.1	18.7	
Coromandel Intl	-0.3	21.0	65.1
Dreamfolks Servi	-0.2	5.8	-25.3
EPL Ltd	-2.4	27.3	4.1
Indiamart Inter.	0.1	13.9	-3.4
Godrej Agrovet	-0.7	59.8	71.1
Havells	0.2	6.1	47.3
Indian Hotels	2.1	15.5	60.9
Interglobe	0.2	5.3	65.4
Info Edge	-1.1	19.6	52.0
Kajaria Ceramics	1.7	31.3	20.2
Lemon Tree Hotel	0.5	10.4	57.4
MTAR Technologie	-0.3	13.0	1.2
One 97	-1.2	15.4	-50.7
Piramal Enterp.	0.3	25.4	1.0
Quess Corp	0.1	18.9	46.3
SIS	1.6	10.8	10.7
Team Lease Serv.	2.0	4.4	20.1
UPL	-0.3	15.0	-15.7
Updater Services	1.4	17.4	
Voltas	-0.5	6.3	90.3
Zomato Ltd	-0.5	20.6	177.3

NOTES

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Investment Rating	**Expected return (over 12-month)**
BUY	>=15%
SELL	< - 10%
NEUTRAL	> - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
NOT RATED	We have forward looking estimates for the stock but we refrain from assigning recommendation

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Nainesh Rajani
Email: nainesh.rajani@motilaloswal.com
Contact: (+65) 8328 0276

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Grievance Redressal Cell:

Contact Person	Contact No.	Email ID
Ms. Hemangi Date	022 40548000 / 022 67490600	query@motilaloswal.com
Ms. Kumud Upadhyay	022 40548082	servicehead@motilaloswal.com
Mr. Ajay Menon	022 40548083	am@motilaloswal.com

Registration details of group entities.: Motilal Oswal Financial Services Ltd. (MOFSL): INZ000158836 (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412 . AMFI: ARN .: 146822. IRDA Corporate Agent – CA0579. Motilal Oswal Financial Services Ltd. is a distributor of Mutual Funds, PMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for any of the services rendered by Motilal Oswal Financial Services Limited (MOFSL) write to grievances@motilaloswal.com, for DP to dpgrievances@motilaloswal.com.