

Recommendations - May 2023

SCRIP	CMP*	Target	FV	P/E	BV	52 week	Industry
						High / Low	
Siemens	3891	4360	2	82	339	3938/2154	Heavy Electrical
Dalmia Bharat	2081	2300	2	34	834	2128/1212	Cement
Sanofi India	6443	7210	10	26	554	7035/5202	Pharma
GSFC	174	200	2	5	293	179/114	Fertilizers
Balmer lawrie	124	140	10	12	92	134/103	Diversified

*As on 12 May 2023. Holding period is 6 months.

Previous Month Review

SCRIP	Reco	Target	Close*	High	Date	Apr%*	Remarks
Reliance	2341	2640	2484	2509	11-May-23	6.11	Hold
ABB	3397	3800	3942	3956	12-May-23	11.86	Target achieved
L&T	2274	2560	2221	2416	2-May-23	-2.33	Hold
Gabriel	146	168	172	178	12-May-23	15.07	Target achieved
Orient Cement	121	160	128	131	28-Apr-23	5.79	Hold
						7.30	

Nifty	17599	18314	4.06%
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Siemens Limited manufactures and sells electric motors, generators, transformers, electricity distribution and control apparatus, general purpose machinery, and other electrical equipment in India and internationally. The company operates through four segments: Energy, Smart Infrastructure, Mobility, and Digital Industries. The Energy segment provides integrated products, solutions, and services for oil and gas production, and power generation and transmission. This segment serves utilities, independent power producers, and engineering, procurement, and construction companies. The Smart Infrastructure segment supplies products, systems, solutions, and services for transmission and distribution of electrical energy for power utilities, industrial companies, and infrastructure segments. This segment offers systems for low and medium voltage distribution; solutions for smart grids and energy automation; and low voltage power supply systems, as well as intelligent and connected infrastructure for grids and buildings. The Mobility segment provides solutions for passenger and freight transportation, including rail vehicles, rail automation systems, rail electrification systems, road traffic technology, and IT solutions. The Digital Industries segment offers automation, drives, and software technologies covering the complete life cycle from product design and production execution to services for discrete and process industries.

Dalmia Bharat Limited, together with its subsidiaries, manufactures and sells clinker and cement products to individual consumers and institutional customers. It provides Portland slag cement, Portland pozzolana cement, Portland composite cement, ordinary Portland cement, and specialty cement under the Dalmia Cement, Konark Cement, and Dalmia DSP brands. Dalmia Bharat is fourth largest cement company in our country with capacity of 38.6 Mn Tonnes as on March '23. The company is the lowest total cost producer of cement in India and also share of sale of premium cement continuously going up which is aiding its margins. Company aggressively added capacity in past without taking much pain in balance sheet and has aggressive plans to grow in future with company's capacity expected to be at 75 Mn T by FY'27. Capacity addition will be funded by internal cash flow generation, debt and monetization of investments. Valuations are attractive relative to other large cement companies and available around \$100 EV/ Tonne. Investors willing to buy a growth company in cement sector can consider buying Dalmia Bharat.

Sanofi India Limited manufactures and trades in drugs and pharmaceutical products in India, Singapore and internationally. It provides pharmaceutical products in various therapeutic areas, such as diabetes, cardiology, thrombosis, central nervous system, anti-infective, epilepsy, allergy and vitamins, antihistamines, and minerals and supplements under the Lantus, Toujeo, Clexane, Amaryl, Cardace, Targocid, Frisium, Combiflam, DePura, Allegra, and Avil brands through independent distributors. The company also exports its products. The company was formerly known as Aventis Pharma Limited and changed its name to Sanofi India Limited in May 2012. The company was incorporated in 1956 and is headquartered in Mumbai, India. Sanofi India Limited is a subsidiary of Hoechst GmbH.

Gujarat State Fertilizers & Chemicals Limited manufactures and sells fertilizers and industrial products in India. The company offers industrial products, such as caprolactam, nylon-6, anhydrous ammonia, cyclohexanone, sulphuric acid, technical grade urea, melamine, methyl ethyl ketoxime, hydroxylamine sulphate, cyclohexane, argon gas, oleum, methanol, anone-anol mixture, nitric acid, melamine cyanurate, ammonium sulphate, and potassium dihydrogen phosphate. It also provides fertilizer products, including neem urea, ammonium sulphate, di-ammonium phosphate, ammonium phosphate sulphate, NPK, water soluble fertilizers, muriate of potash, micro mixes, and gypsum, as well as agro services. In addition, the company offers sulphur based products, plant tissue culture products, micro nutrients, soil conditioners, organic products, and seeds. Further, it provides ports and logistics related services; wastewater treatment and supply services; and agro input trading services. Gujarat State Fertilizers & Chemicals Limited was incorporated in 1962 and is based in Vadodara, India.

Balmer Lawrie & Co. Ltd. engages in industrial packaging, greases and lubricants, leather chemicals, logistic services, refinery and oil field, and travel and vacation services businesses in India and internationally. The company offers industrial packaging products, including plain steel, lacquer lined, composite, galvanized, conical, internally painted, and necked in, and tall drums for packaging lubricants; industrial and automotive lubricants, such as gear, engine, turbine, transmission, transformer, spindle, rolling, quenching, mould, marine engine, hydraulic, compressor, and cylinder oil; and thread compounds, rust preventives, metal working fluids, greases, and other specialties. It also provides chemicals comprising finishing chemicals, fatliquors, beam house, and syntans and fillers; and refinery and oil field services, which include tank bottom oily sludge processing, lagoon oily sludge

processing, and composite repair. In addition, the company offers end-to-end domestic and international travel services, such as ticketing, tourism, and MICE related services; and freight forwarding, project logistics, and third party logistics services.

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