



CAPSTOCKS &amp; SECURITIES (INDIA) PVT. LTD.

Research Team

### Recommendations – June 2018

| SCRIP             | CMP* | Target | P/E | BV  | 52 week    | Industry   |
|-------------------|------|--------|-----|-----|------------|------------|
|                   |      |        |     |     | High / Low |            |
| Dr.Reddys Lab     | 2062 | 2360   | 34  | 760 | 2787/1887  | Pharma     |
| SBI               | 273  | 311    | -   | 230 | 351/232    | Banking    |
| Arvind            | 410  | 462    | 31  | 147 | 478/353    | Textiles   |
| AU Small Fin Bank | 706  | 810    | 68  | 80  | 748/496    | Banking    |
| Munjla Showa      | 243  | 276    | 16  | 133 | 313/190    | Auto Parts |

\*As on 08 June 2018.Holding period is 6 months.

### Previous Month Review

| SCRIP             | Reco  | Target | Close* | High | Date   | Apr%*  | Remarks |
|-------------------|-------|--------|--------|------|--------|--------|---------|
| Kotak Mahind bank | 1265  | 1420   | 1318   | 1400 | 31-May | 4.19   | Hold    |
| VEDL              | 286   | 324    | 246    | 288  | 14-May | -13.99 | Hold    |
| Greaves Cotton    | 140   | 173    | 130    | 143  | 14-May | -7.14  | Hold    |
| SKF India         | 1792  | 2010   | 1780   | 1840 | 4-Jun  | -0.67  | Hold    |
| CARE Rating       | 1277  | 1445   | 1362   | 1365 | 8-Jun  | 6.66   | Hold    |
|                   |       |        |        |      |        | -2.19  |         |
| Nifty             | 10806 | 10767  | -0.36% |      |        |        |         |

**Dr. Reddy's Laboratories Limited** operates as an integrated pharmaceutical company worldwide. It operates through three segments: Global Generics, Pharmaceutical Services and Active Ingredients (PSAI), and Proprietary Products. The Global Generics segment manufactures and markets prescription and over-the-counter finished pharmaceutical products that are marketed under a brand name or as a generic finished dosage with therapeutic equivalence to branded formulations. This segment also engages in the biologics business. The PSAI segment manufactures and markets active pharmaceutical ingredients and intermediates, which are principal ingredients for finished pharmaceutical products. It also provides contract research services; and manufactures and sells active pharmaceutical ingredients and steroids in accordance with the specific customer requirements.

**State Bank of India** provides various banking products and services to individuals, commercial enterprises, corporates, public bodies, and institutional customers in India and internationally. The company operates through Treasury, Corporate/Wholesale Banking, Retail Banking, Insurance Business, and Other Banking Operations segments. It offers personal banking services, including current accounts, savings accounts, term deposits, and recurring deposits; home, auto, education, and personal loans, as well as loans against property and securities; and wealth management, mobile and Internet banking, demat, ATM,

foreign inward remittance, safe deposit locker, public provident fund, money transfer, and mobile wallet services, as well as cards and inflation indexed national savings securities cumulative bonds. The company also provides corporate banking services comprising corporate accounts, working capital and project finance, term loans, deferred payment guarantees, corporate loans, structured finance, dealer and channel financing, equipment leasing, loan syndication, construction equipment loans, financing Indian firms overseas subsidiaries or JVs, and cash management products, as well as export and cash and letters of credit products.

**Arvind Limited**, together with its subsidiaries, manufactures and supplies fabrics worldwide. It operates through Textiles, Branded Apparels, Arvind Internet, and Other segments. It offers denim; woven and knit fabrics; long cloths, dress materials, and blouse materials using cotton, polyester viscose blend, polyester cotton blend, etc.; and a range of advanced materials, such as coated fabrics, protective wear, composites, etc. for general industrial manufacturing and processing, infrastructure, transport, and energy and personal protection. The company also provides fiber reinforced polymers for construction, power and renewable/alternate energy sources, oil and gas, mass transportation, industrial, telecom, electronics and electricals, and other industries. In addition, it operates specialty retail stores that offer garments under various brand names, such as Mainstream, Excalibur Gant, and Flying Machine, as well as other licensed brands.

**AU Small Finance Bank Limited** provides various banking services in India. It offers savings and current accounts, term deposits, recurring deposits, debit cards, and collections and payments solutions, as well as locker services and insurance products. The company also provides loans for new and pre-owned vehicles, construction equipment; and secured business loans, gold loans, and agriculture related term loans, as well as Kisan credit cards for farmers and loans against securities. In addition, it provides wholesale banking services consisting of finance to various businesses, including micro small and medium enterprises, as well as small and medium enterprises for working capital needs; finance to asset finance companies, housing finance companies, and micro finance companies registered with RBI/NHB for further lending; and loans for real estate developers.

**Munjal Showa Limited** designs, manufactures, and sells auto components for original equipment and auto component manufacturers in the two-wheeler and four-wheeler industry in India. Its products include front forks, rear cushions, shock absorbers, struts, gas springs/rear door lifters, window balancers, etc. The company also exports its products. Munjal Showa Limited was founded in 1985 and is based in Gurgaon, India.

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