

Sectors trading at a premium



Sectors trading at a discount

Infrastructure

Sp. Chemicals

Real Estate

PSU Banks

Technology

NBFCs

Consumer

Cement

Healthcare

Metals

Private Banks

Logistics

Oil & Gas

Media

Retail

Automobiles

Telecom

BULLS & BEARS

INDIA VALUATIONS HANDBOOK

HIGHLIGHTS – OCT'23 EDITION

- Market consolidates in Oct'23; Nifty down 2.8% MoM
- All major economies end lower
- DII inflows strong; FIIs report outflows for second consecutive month
- All major sectors end lower
- PSU Banks, Telecom, Metals, Utilities, and Healthcare top laggards
- Real Estate the only gainer
- India's share in the world M-cap at its all-time high
- Over the last 12 months, the MSCI EM index (+8%) has outperformed the MSCI India index (+4%)

STRATEGY

Geopolitical headwinds spook the market

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DEEP-DIVE FOR THE MONTH

Consumer: Multiples are fair and offer opportunities in pockets

Pg 06

INDIAN EQUITIES

Market consolidates in Oct'23; Nifty down 2.8% MoM

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GLOBAL EQUITIES

All major economies end lower in Oct'23

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SECTOR VALUATIONS

Half of the sectors trade at a premium to their historical average

Pg 20

COMPANY VALUATIONS

More than half of the Nifty constituents trade at a discount to their historical average

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About the product

As the tagline suggests, **BULLS & BEARS** is a monthly handbook on valuations in India. It covers:

- Valuations of Indian market vs. global markets
- Current valuations of companies across sectors
- Sectors that are currently valued at a premium/discount to their historical long-period average

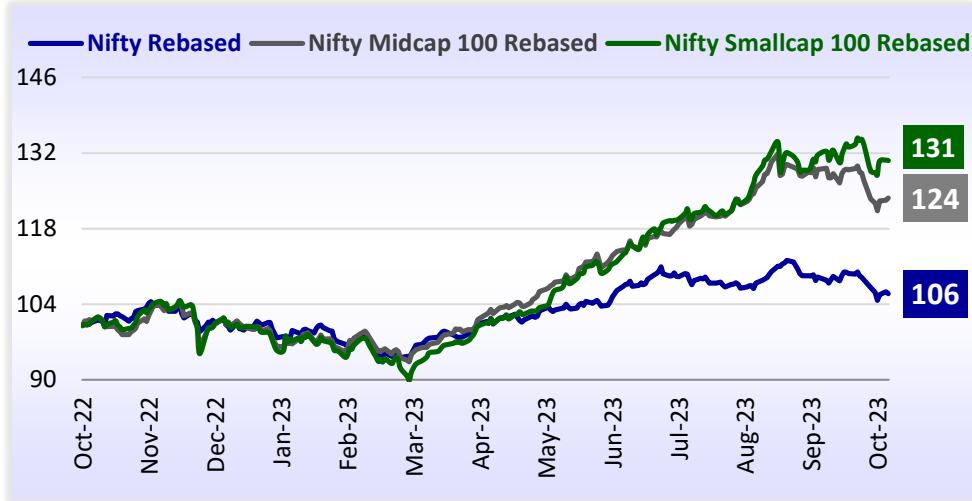
NOTES:

- Prices as of 31st Oct'23
- **BULL icon:**  Sectors trading at a premium to their historical average
- **BEAR icon:**  Sectors trading at a discount to their historical average
- Valuations are on a 12-month forward basis, unless mentioned otherwise
- Sector valuations are based on MOSL coverage companies
- Data on global equities is sourced from Bloomberg; Nifty valuations are based on MOFSL estimates

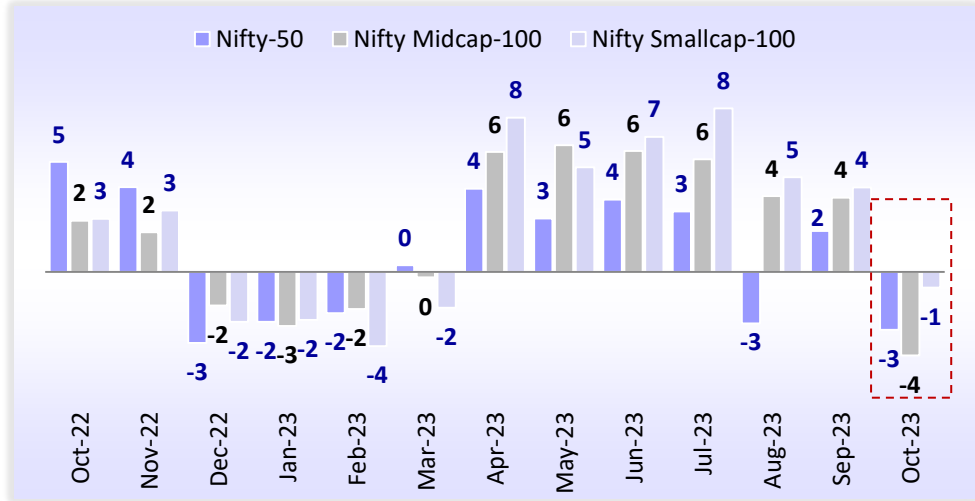
Investors are advised to refer to the important disclosures appended at the end of this report.

- **Market witnesses high volatility, consolidates in Oct'23:** After achieving the milestone of 20k in Sep'23, the Nifty-50 consolidated in Oct'23. The index oscillated 1,012 points before closing 559 points (or 2.8% MoM) lower at 19,080, notably the steepest MoM decline in CY23. The global and local markets were jolted by the Israel-Palestine conflict. FII outflows have been sharp in the last two months; however, they were matched by stronger DII inflows. In Oct'23, DIIs recorded the highest inflows in the last seven months at USD3.4b. FIIs saw outflows for the second consecutive month at USD2.7b.
- **All major sectors end lower in Oct'23:** PSU Banks (-6%), Telecom (-6%), Metals (-6%), Utilities (-5%), and Healthcare (-5%) were the top laggards, while Real Estate (+5%) was the only gainer.
- **All major economies end lower in Oct'23:** Barring Russia (up 3% MoM), Oct'23 saw key global markets such as Korea (-8%), MSCI EM (-4%), the UK (-4%), Japan (-3%), China (-3%), Brazil (-3%), India (-3%), Indonesia (-3%), the US (-2%), and Taiwan (-2%) close lower in local currency terms. Over the last 12 months, the MSCI EM index (+8%) has outperformed the MSCI India Index (+4%). Over the last 10 years, the MSCI India Index has notably outperformed the MSCI EM index by 178%.
- **Corporate earnings in line so far in 2QFY24, but remain concentrated:** Corporate earnings so far have been in line with the performance of heavyweights such as BPCL, HDFC Bank, JSW Steel, Reliance Industries and ICICI Bank, driving the overall performance. The spread of earnings has been decent, with 74% of MOFSL Universe either meeting or exceeding profit expectations. However, growth has been led by the BFSI, O&G and Automobile sectors.
- **Global Economy – 3QCY24:** Global financial markets saw a risk-off scenario – equity markets sold off, bond yields rose, and the US dollar strengthened. There was some respite in Oct'23, but the risks to the global economic outlook continue to linger. To offer investors a distinctive advantage, we present a comprehensive [overview of the global economy](#), covering as many as 40 nations that collectively represented over 85% of the global GDP in CY20.
- **Our view:** With the earnings outlook for Nifty and the broader MOFSL Universe remaining healthy and valuations of several sectors being at a premium to their long-period averages (Industrials, Consumer Discretionary, Mid-Caps and Small-Caps), we expect the sector rotation in Indian equities to continue. There are significant divergences in performance of large-caps vs. mid-/small-caps and across sectors. We believe that in the midst of volatility over the next couple of quarters, sector rotation could be a more important driver than the general market uptrend. Some of the sectors, which are still trading at reasonable valuations, include Banking, Auto, Healthcare and select large-cap IT stocks, in our view.
- **Top ideas: Largecaps** – ICICI Bank, ITC, Bajaj Finance, L&T, HCL Tech., M&M, Titan, Avenue Supermarts, Ultratech Cement, M&M, BoB, and Zomato.
Midcaps and Smallcaps – Indian Hotels, Angel One, Lemon Tree Hotel, Ashok Leyland, Godrej Properties, MMFS, Metro Brands, Kajaria Ceramics, CreditAccess Grameen, and Craftsman Auto.

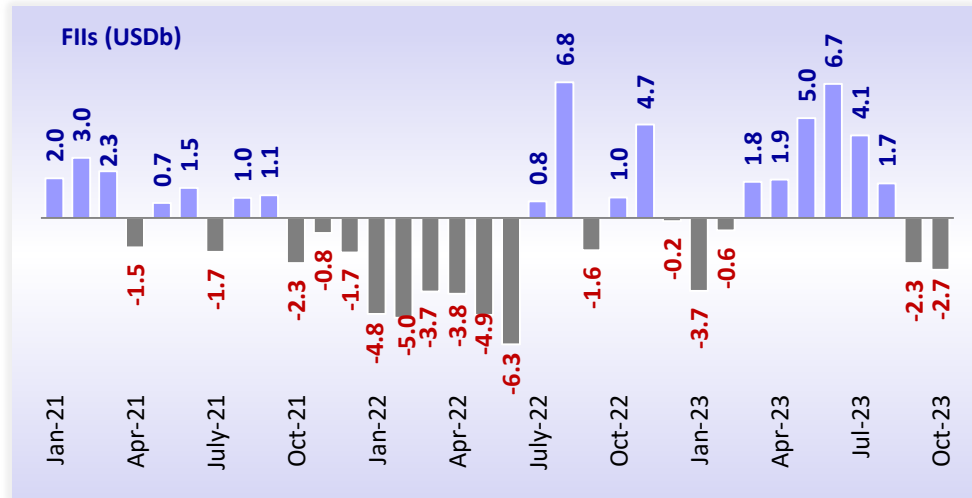
Performance of midcaps, smallcaps vs. largecaps over the last 12 months



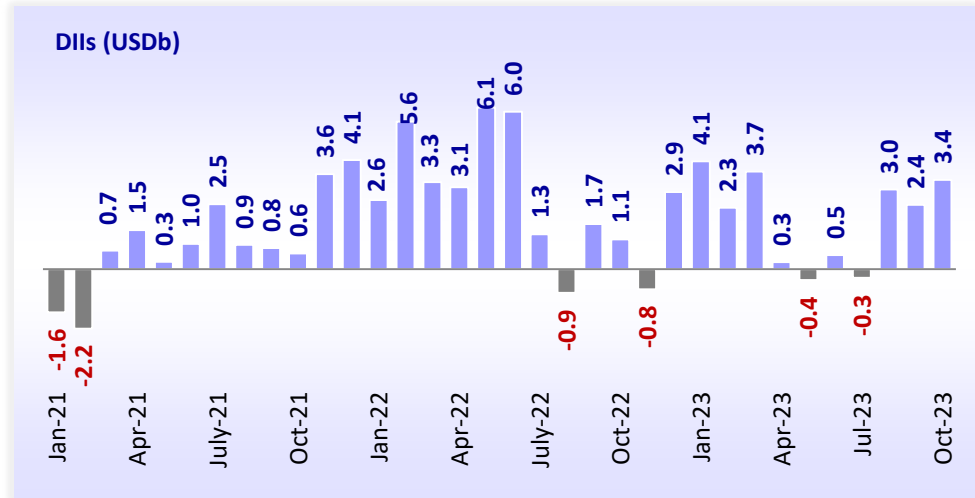
MoM performance (%) – Rally in mid and small-caps takes a breather



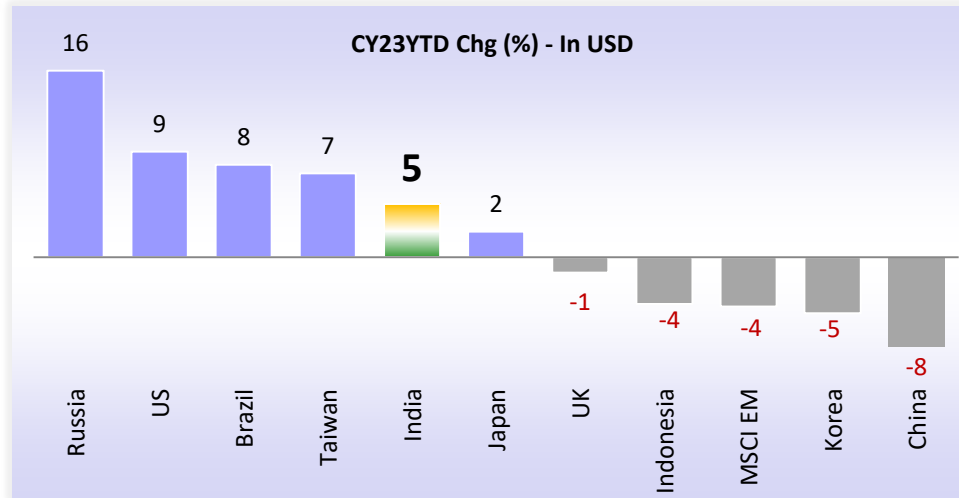
FII record outflows for the second consecutive month



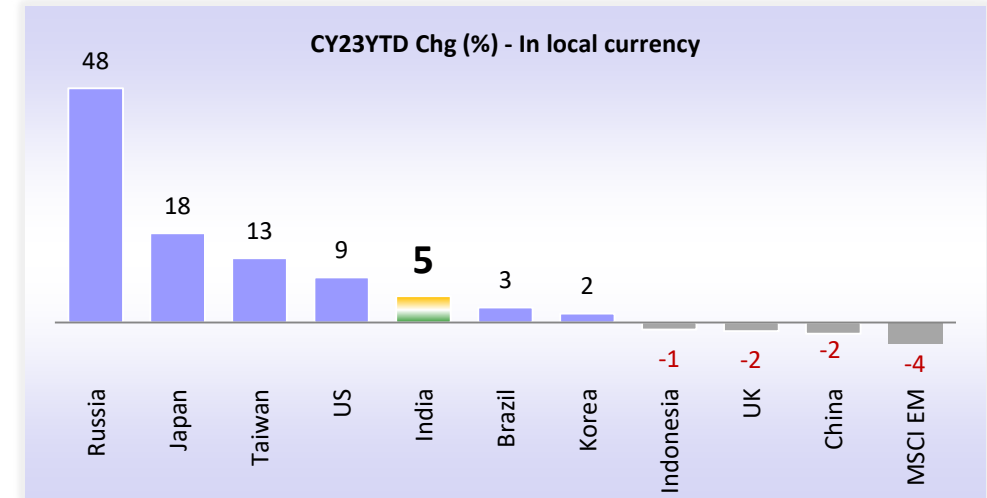
DII inflows healthy over the last three months



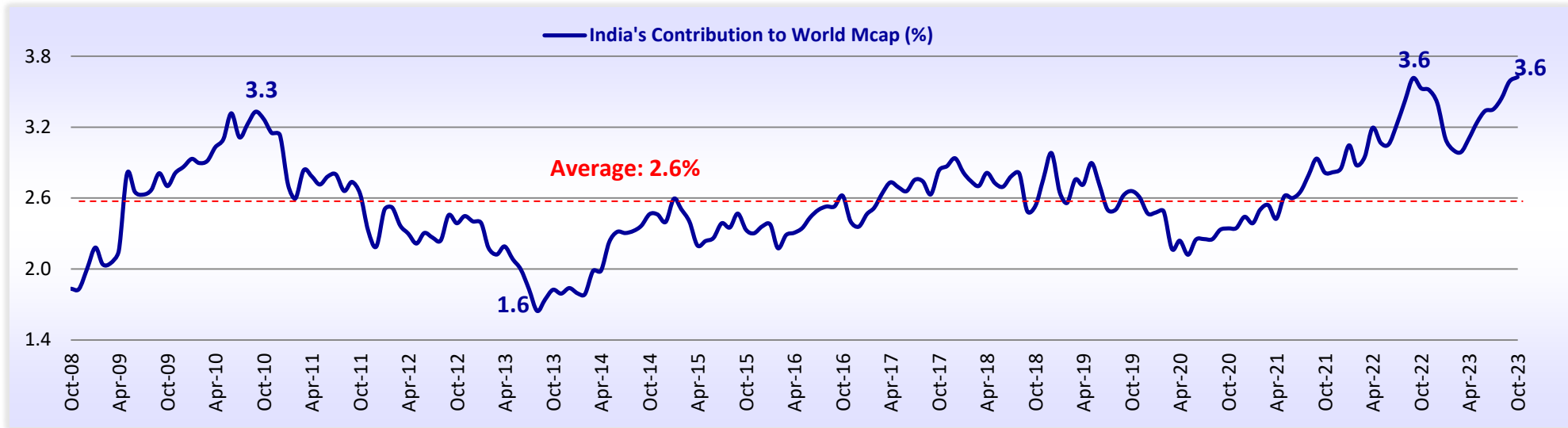
World equity indices in CY23YTD in USD terms (%)



World equity indices in CY23YTD in local currency terms (%)

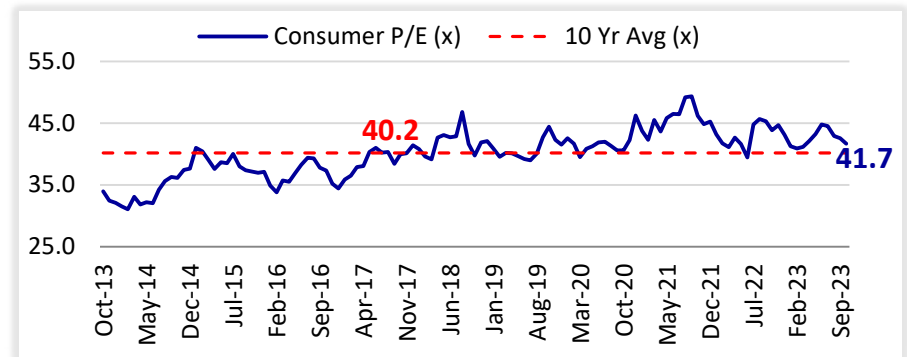


Trend in India's contribution to global M-cap (%) – at its all-time high

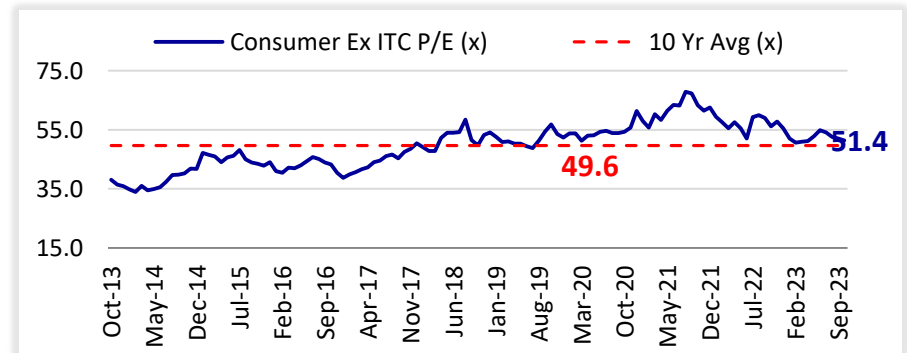


- Valuation multiples for consumer companies declined ~16% to 41.7x in Oct'23 from a peak P/E of 49.4x in Sep'21. Excluding ITC, the P/E for the sector stood at 51.4x in Oct'23 vs. its peak of 67.9x in Aug'21. The decline in multiples was caused by subdued demand due to a slow rural recovery, persistently high food inflation and weak consumer sentiment. Despite recent corrections, valuations are currently slightly above their 10-year average of 40.2x. Compared with other sectors, earnings of consumer companies are less volatile, with higher RoCE/cash flows.
- The sector has always traded at a premium to the Nifty and attained a peak in Mar'20 at ~150% of Nifty P/E levels as the consumer sector became a relatively safe haven at the beginning of the pandemic. The sector's premium, on a one-year forward P/E basis to the Nifty, has largely remained over ~100% in the past 10 years and is currently at ~134.6%.
- Revenue growth is muted across the sector due to a slow rural recovery due to erratic weather conditions and weak consumer sentiment. However, urban sentiment has seen a pickup.
- With a softening in headline inflation, gross margins of consumer companies have expanded heftily. However, due to a decline in input prices and consumers prioritizing affordability, regional players are giving a tough fight to industry giants. Companies reinvested GP margin benefits in higher advertising and promotion spending. Benefits of price cuts are yet to reflect, given high-price inventory. Sales should recover in 2HFY24, led by volume growth in the upcoming festive season, controlled retail and food inflation, and an increase in government spending ahead of elections.

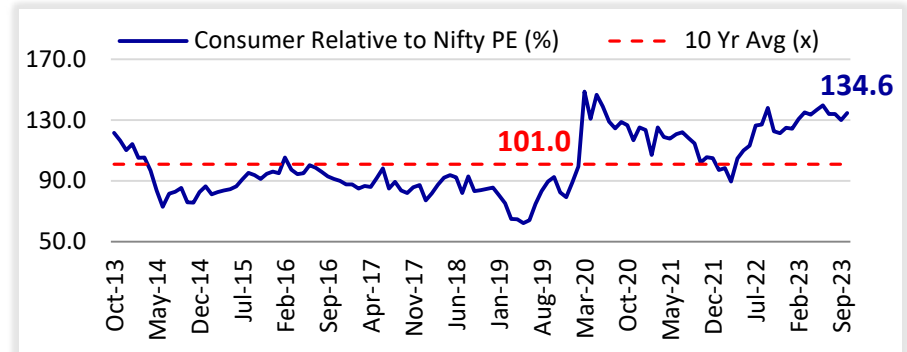
Trend in Consumer P/E (x) – one-year forward



Trend in Consumer P/E (x) (excluding ITC) – one-year forward

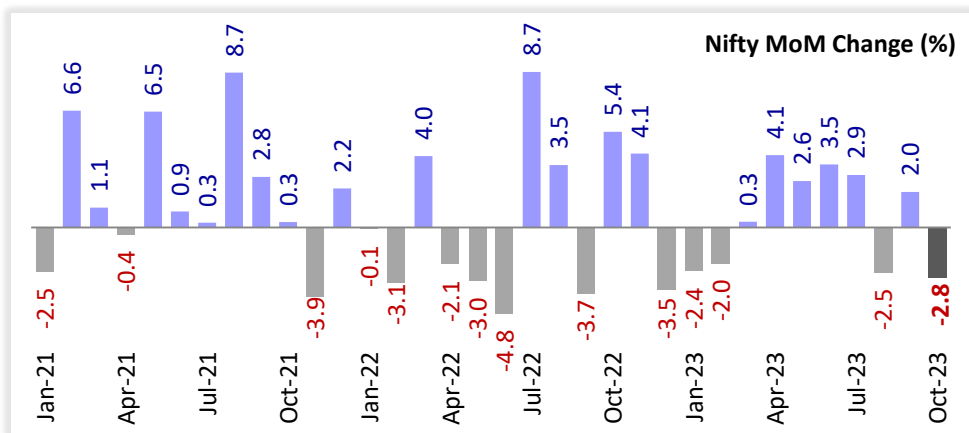


Consumer P/E relative to Nifty P/E

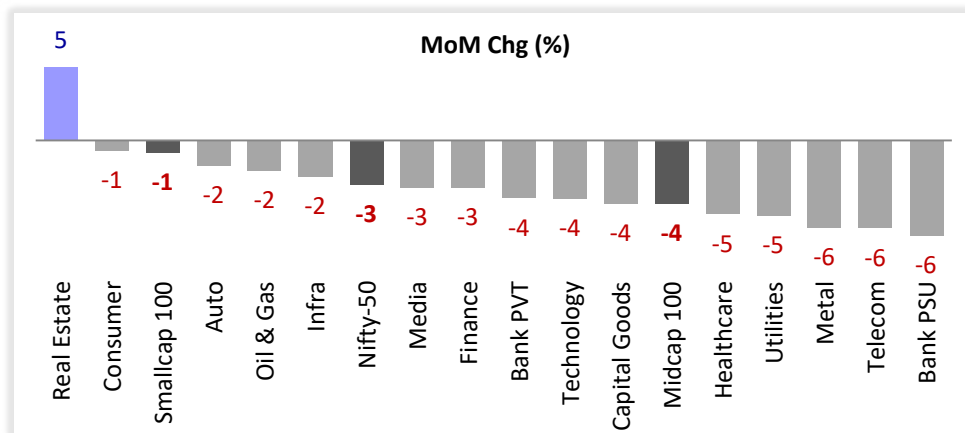


- After achieving the milestone of 20k in Sep'23, the Nifty-50 consolidated in Oct'23 due to the uncertain global environment, including the Israel-Palestine conflict and selling by FIIs. The index oscillated 1,012 points before closing 559 points (or 2.8% MoM) lower at 19,080. The Nifty is up 5.4% in CY23YTD.
- All major sectors ended lower – PSU Banks (-6%), Telecom (-6%), Metals (-6%), Utilities (-5%), and Healthcare (-5%) were the top laggards, while Real Estate (+5%) was the only gainer.

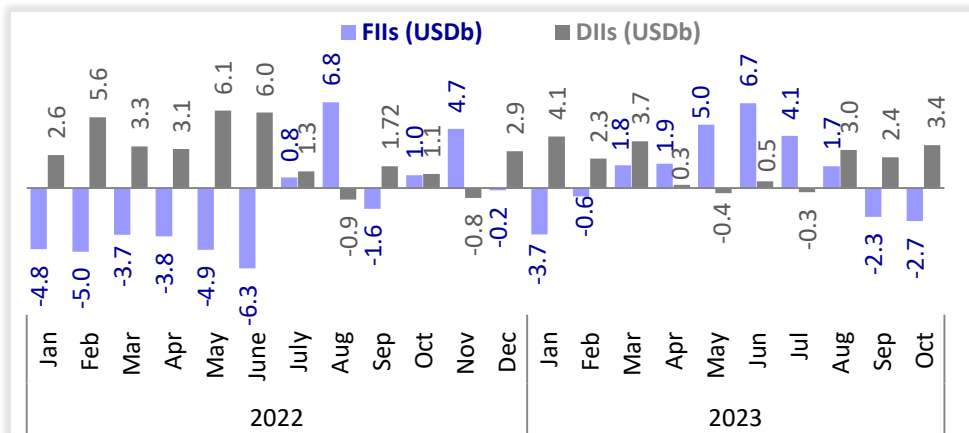
Nifty MoM change (%) — Consolidates in Oct'23



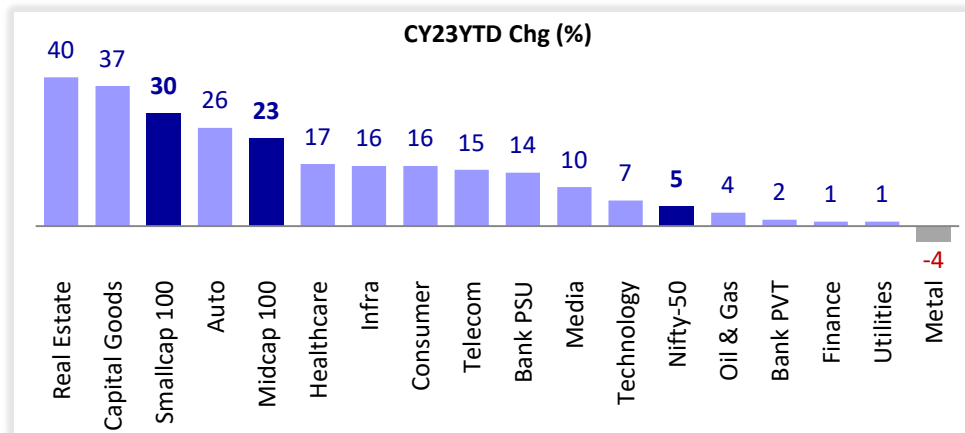
Sectoral MoM change (%) – PSU Banks, Telecom, Metals top laggards



Institutional flows (USD b) – FIIs witness outflows for second consecutive month in Oct'23; DII inflows remain strong

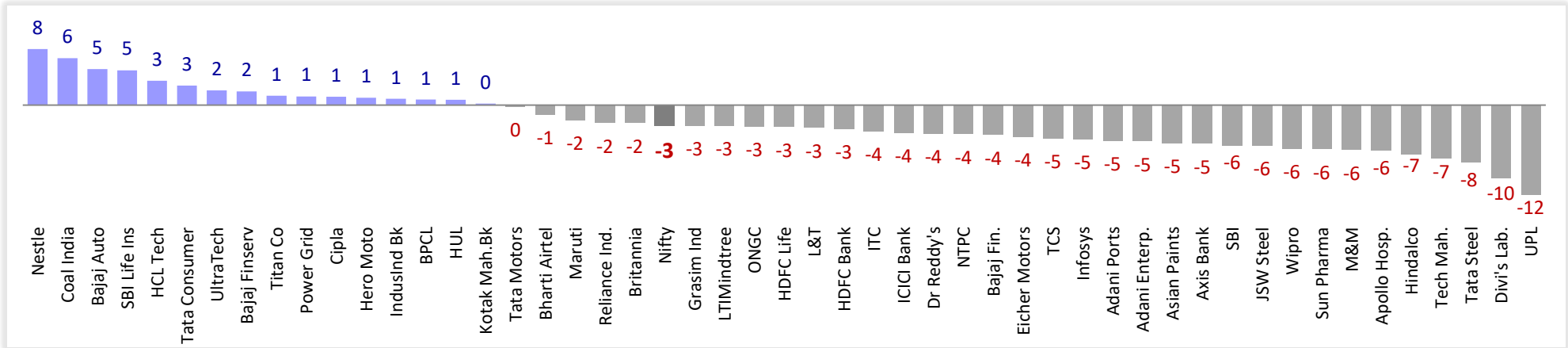


Sectoral CY23YTD change (%) – Real Estate, Capital Goods, Automobiles, and Healthcare top gainers

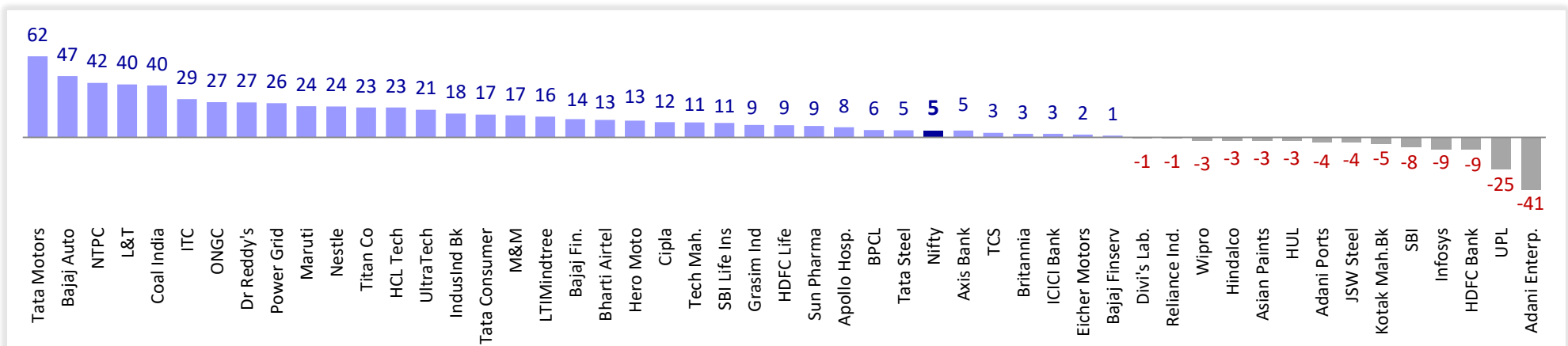


- **Best and worst Nifty performers in Oct'23:** Nestle (+8%), Coal India (+6%), Bajaj Auto (+5%), SBI Life Insurance (+5%), and HCL Tech (+3%) were the top performers, while UPL (-12%), Divis Labs (-10%), Tata Steel (-8%), Tech Mahindra (-7%), and Hindalco (-7%) were the key laggards.
- **Best and worst Nifty performers in CY23YTD:** Tata Motors (+62%), Bajaj Auto (+47%), NTPC (+42%), L&T (+40%), and Coal India (+40%) have been the top performers, while Adani Enterprises (-41%), UPL (-25%), HDFC Bank (-9%), Infosys (-9%), and SBI (-8%) have been the key laggards.

Best and worst Nifty performers (MoM) in Oct'23 (%) – Breadth adverse; 34 Nifty companies end lower

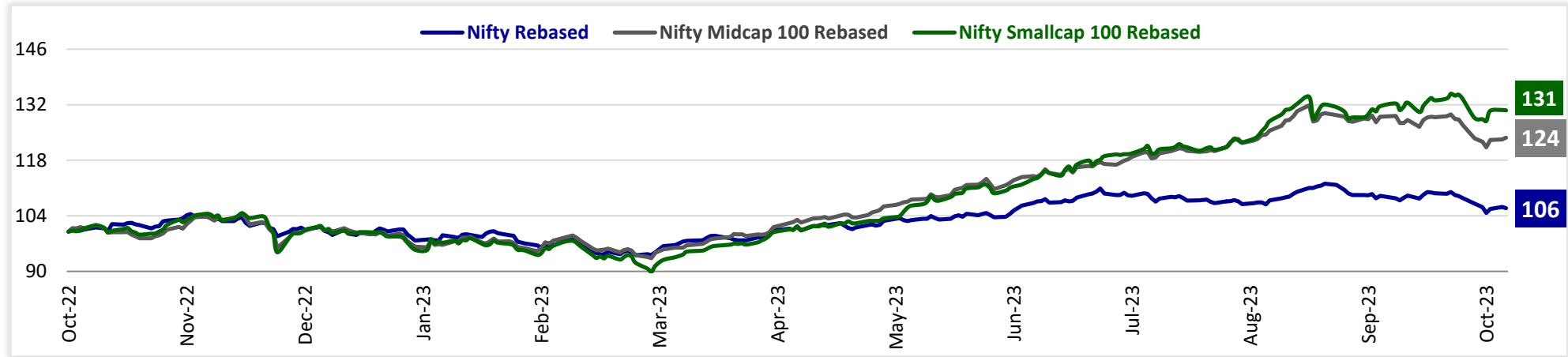


Best and worst Nifty performers in CY23YTD (%) – 72% of the constituents trading higher

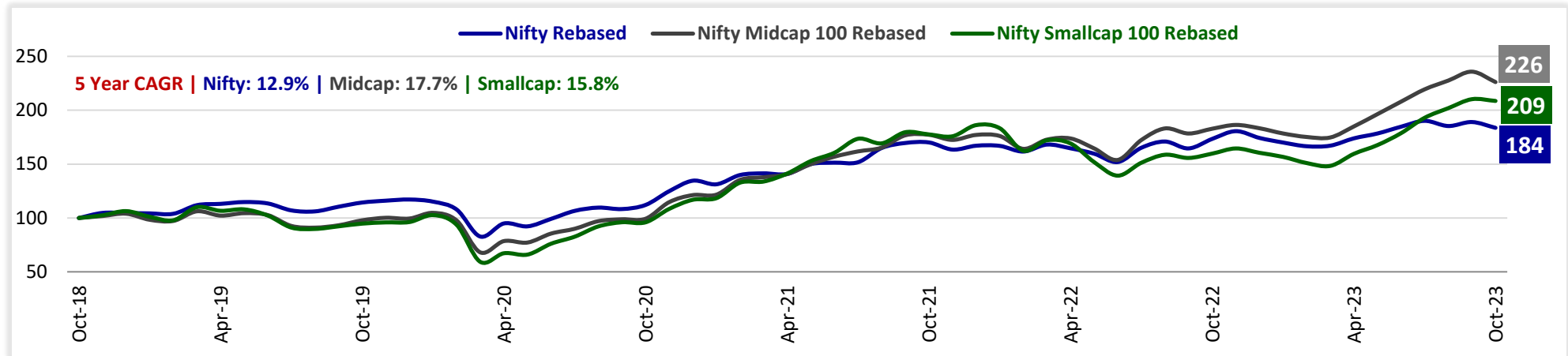


- During the last 12 months, midcaps and smallcaps have gained 24% and 31%, respectively, while largecaps have risen 6%. During the last five years, midcaps have outperformed largecaps by 42%, while smallcaps have outperformed largecaps by 25%.

Performances of midcaps and smallcaps vs largecaps over the last 12 months

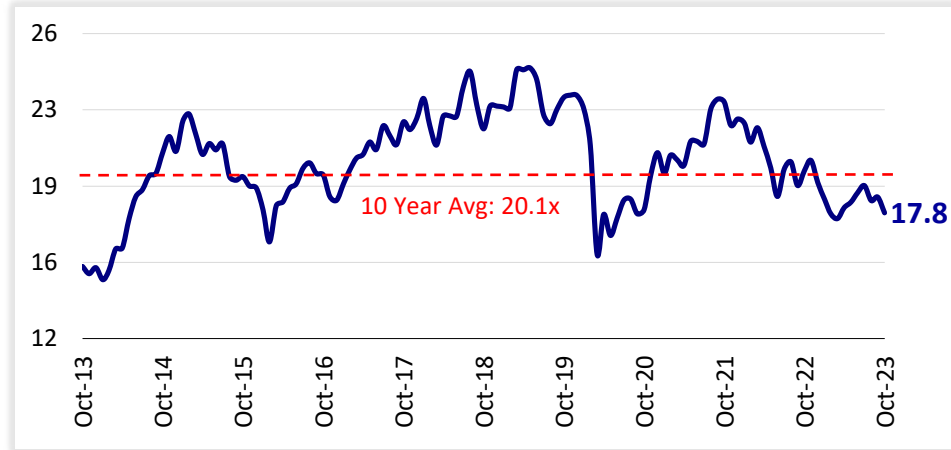


Performances of midcaps and smallcaps vs largecaps over the last five years

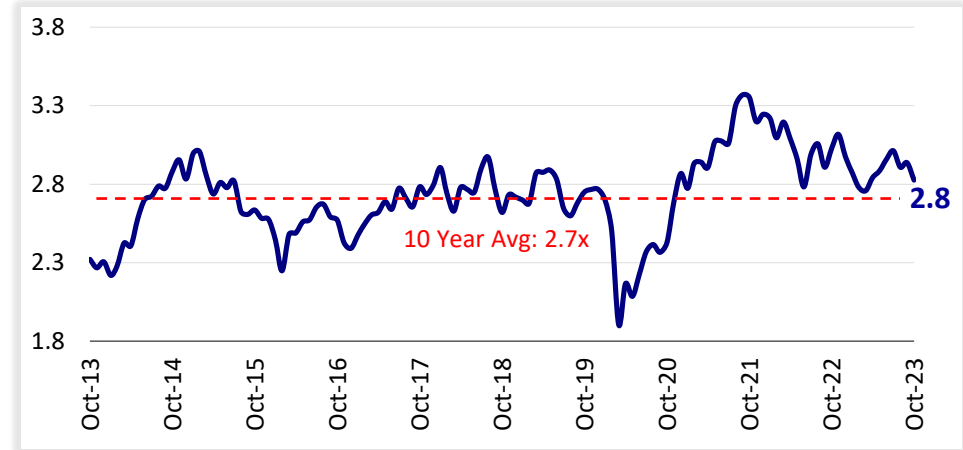


- The Nifty is trading at a 12-month forward P/E ratio of 17.8x, below its LPA of 20.1x (12% discount). Conversely, the P/B ratio at 2.8x is at a 3% premium to its historical average of 2.7x.
- The 12-month trailing P/E for the Nifty, at 20.9x, is below its LPA of 22.1x. At 3.2x, however, the 12-month trailing P/B ratio for the Nifty is above its historical average of 3.0x (7% premium).

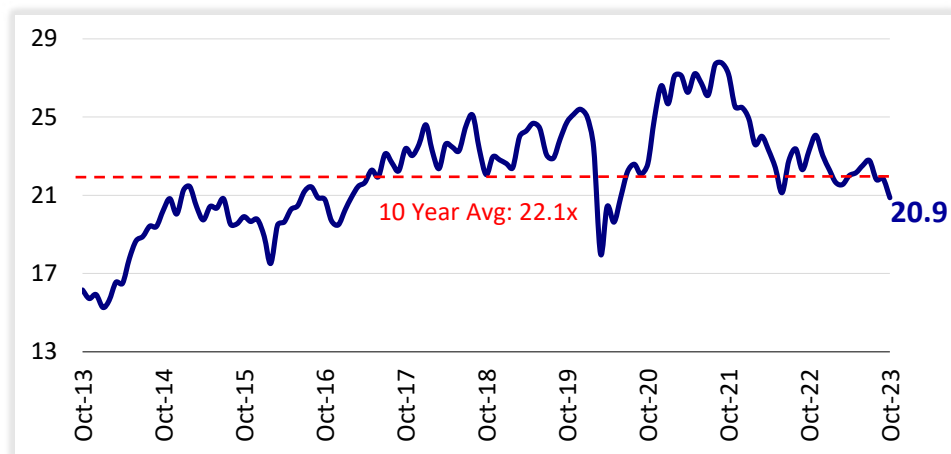
12-month forward Nifty P/E ratio (x)



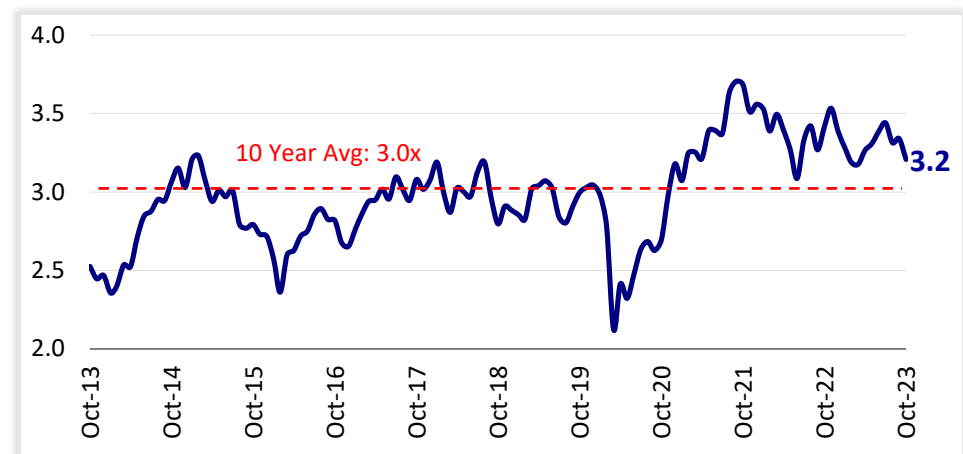
12-month forward Nifty P/B ratio (x)



Trailing Nifty P/E ratio (x)

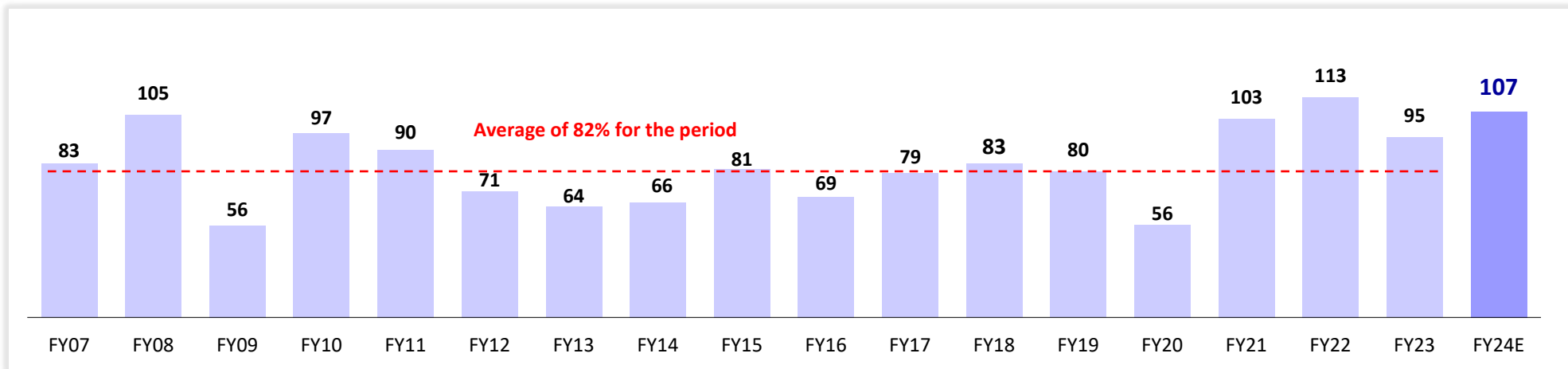


Trailing Nifty P/B ratio (x)

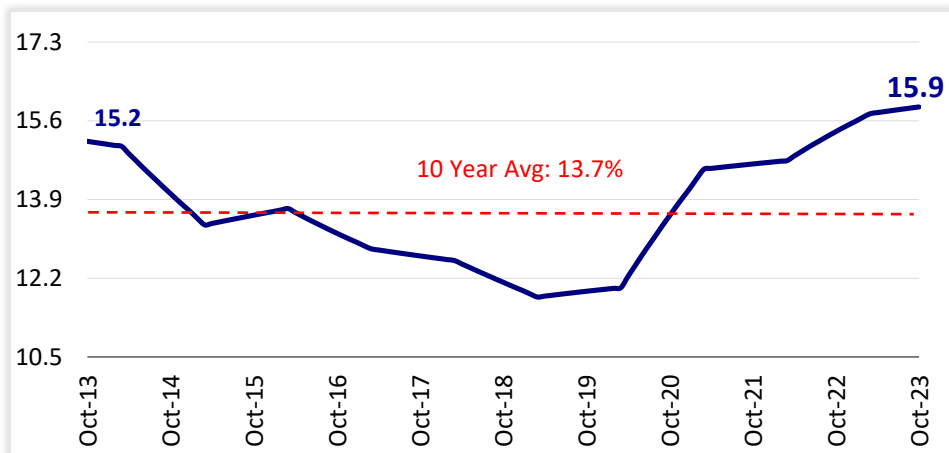


- India's market capitalization-to-GDP ratio has been volatile, plummeting to 56% (of FY20 GDP) in Mar'20 from 80% in FY19 and then sharply reviving to 113% in FY22; the ratio moderated to 95% in FY23. It is now at 107% (of FY24E GDP), above its long-term average of 82%.
- The Nifty is trading at a 12-month forward RoE of 15.9%, above its long-term average.

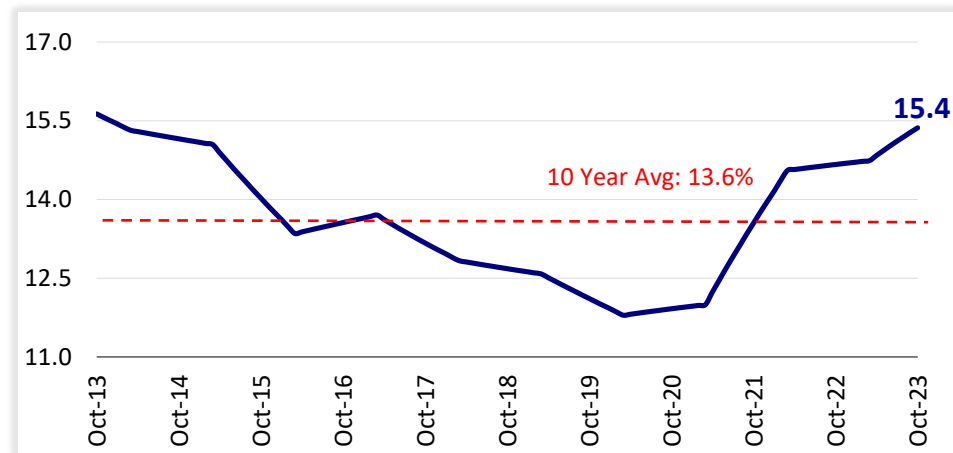
India's market capitalization-to-GDP ratio (%) remains over 100%



12-month forward Nifty RoE (%)



Trailing Nifty RoE (%)

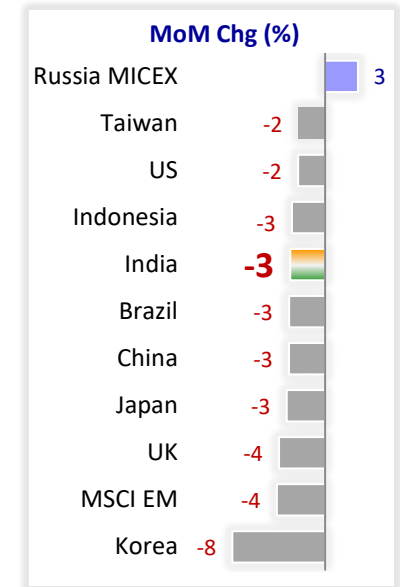


- Barring Russia (up 3% MoM), Oct'23 saw key global markets such as Korea (-8%), MSCI EM (-4%), the UK (-4%), Japan (-3%), China (-3%), Brazil (-3%), India (-3%), Indonesia (-3%), the US (-2%), and Taiwan (-2%) close lower in local currency terms
- Indian equities have been trading at 19.2x FY24E earnings. Major key markets continue to trade at a discount to India.

India (Nifty) vs. other markets

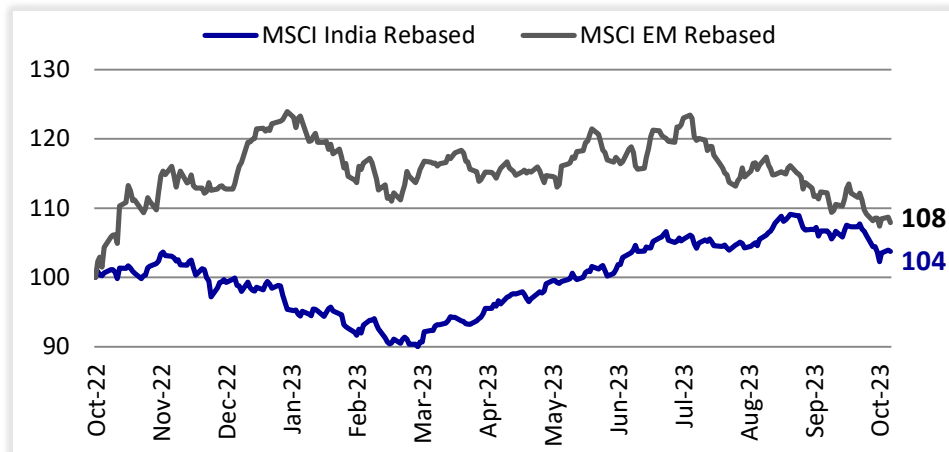
	Index Value	Mkt Cap (USD T)	CY23YTD Chg (%)		PE (x)		Prem / Disc to India PE (%)		PB (x)		RoE (%)	
			Local Currency	In USD	CY22 / FY23	CY23E / FY24E	CY22 / FY23	CY23E / FY24E	CY22 / FY23	CY23E / FY24E	CY22 / FY23	CY23E / FY24E
US	4,194	43.8	9	9	18.8	18.9	-21	-2	4.3	3.8	19.4	18.5
MSCI EM	915	19.3	-4	-4	11.5	12.9	-51	-33	1.5	1.5	12.9	11.2
China	3,019	9.3	-2	-8	12.9	11.1	-46	-42	1.3	1.2	9.9	10.9
Japan	30,859	5.5	18	2	21.5	20.3	-9	5	1.8	1.7	8.4	8.4
India	19,080	3.6	5	5	23.7	19.2			3.5	3.0	14.7	15.8
UK	7,322	2.8	-2	-1	10.4	10.3	-56	-47	1.6	1.6	13.1	15.1
Taiwan	16,001	1.7	13	7	11.8	17.2	-50	-10	2.1	2.1	17.4	12.4
Korea	2,278	1.6	2	-5	10.6	13.8	-55	-28	0.9	0.8	7.8	5.8
Brazil	1,13,144	0.8	3	8	6.0	8.3	-75	-57	1.6	1.3	25.6	15.5
Indonesia	6,752	0.7	-1	-4	14.5	13.7	-39	-29	2.0	1.8	13.2	13.0
Russia	5,970	0.6	48	16	4.8	5.2	-80	-73	0.9	0.7	18.8	14.4

Source: Bloomberg/MOFSL

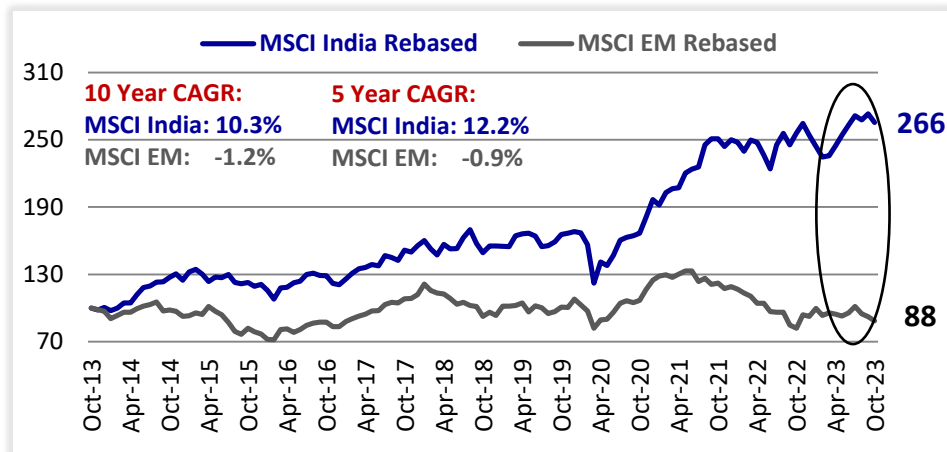


- Over the last 12 months, the MSCI EM Index (+8%) has outperformed the MSCI India Index (+4%). Over the last 10 years, the MSCI India Index has notably outperformed the MSCI EM index by 178%.
- In P/E terms, the MSCI India Index is trading at a premium to the MSCI EM Index, above its historical average.

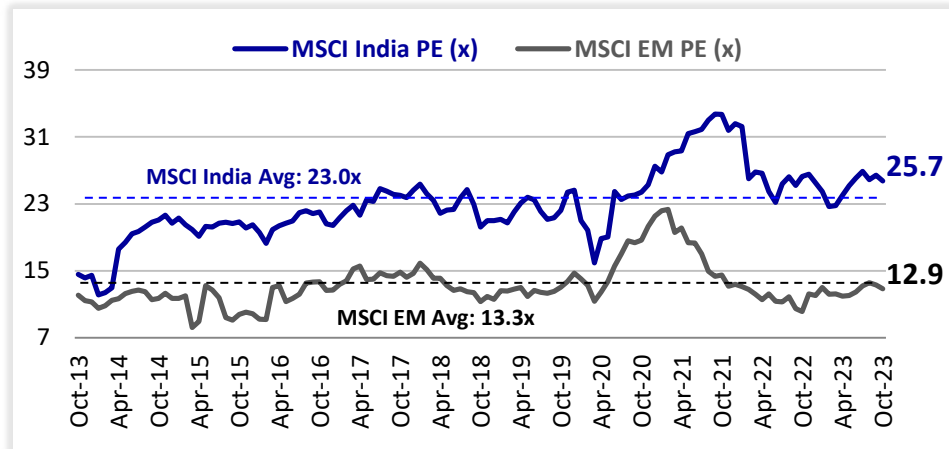
Performance of MSCI EM vs. MSCI India over the last 12 months



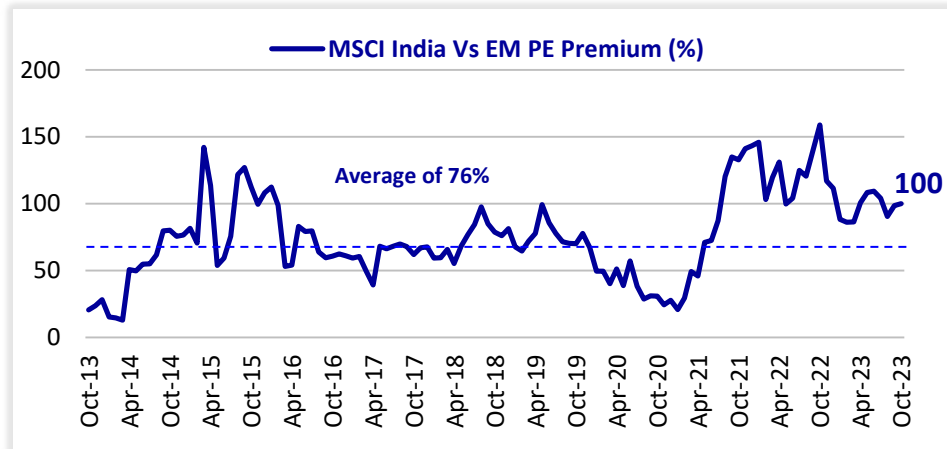
MSCI India outperforms MSCI EM by 178% over the last 10 years



Trailing P/E ratio (x) for MSCI India vs. MSCI EM



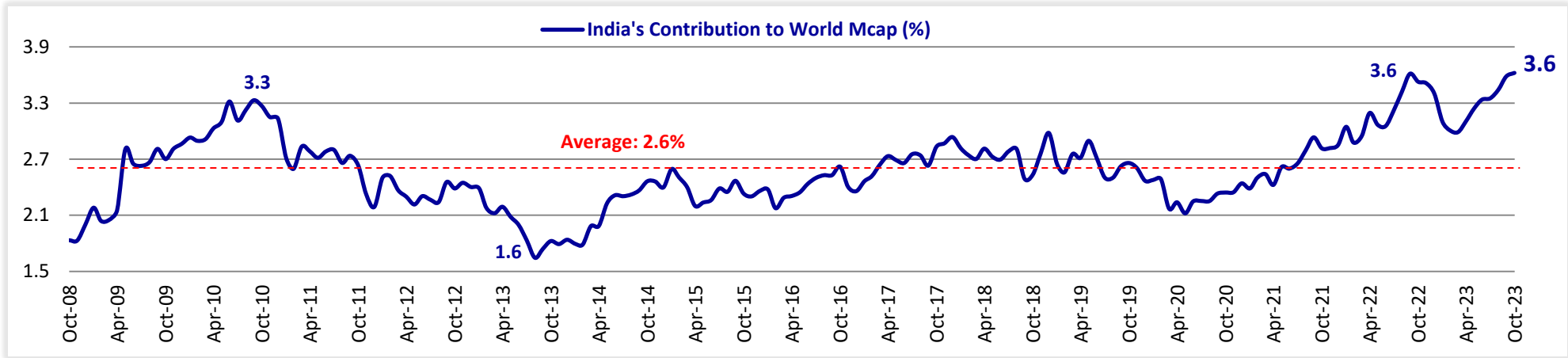
In P/E terms, MSCI India trades at a premium (%) to MSCI EM



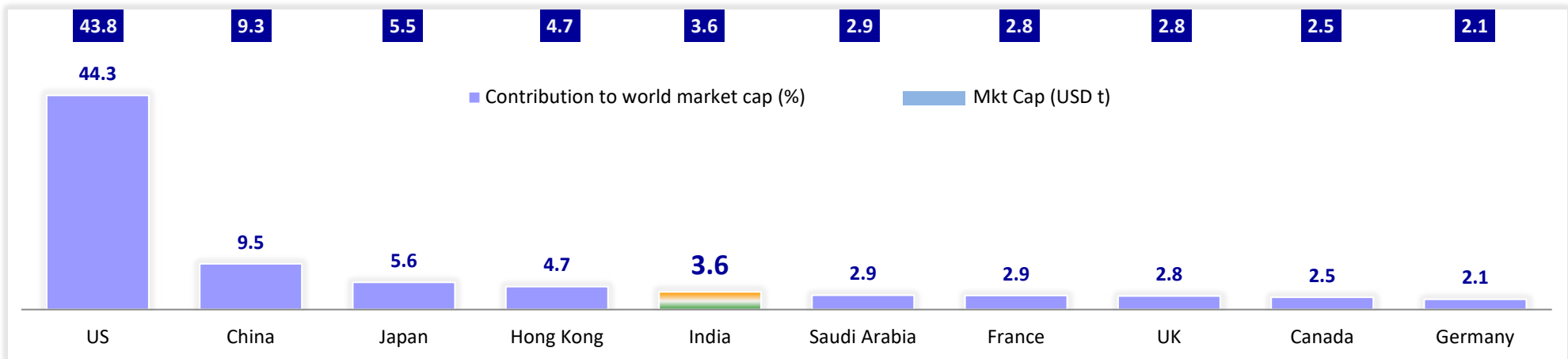
Source: Bloomberg

- India's share in the world M-cap stood at 3.6%, its all-time high and above its historical average of 2.6%.
- India is among the top 10 contributors to global market cap. The top 10 contributors accounted for ~81% of global market cap in Oct'23.

Trend in India's contribution to global Mcap (%) – at its all-time high



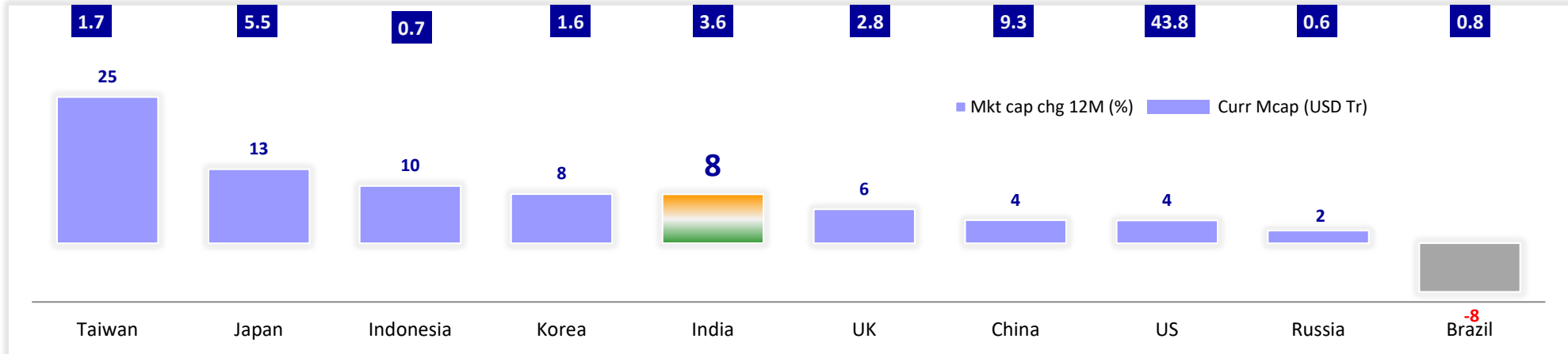
Top 10 countries constitute ~81% of global Mcap in Oct'23



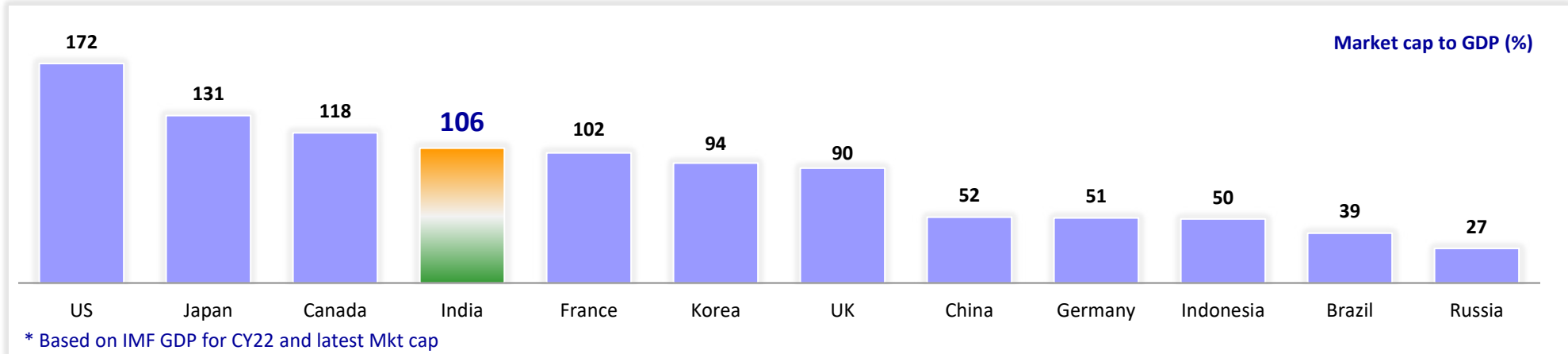
Source: Bloomberg

- Over the last 12 months, while global market cap increased 5.4% (USD5.1t), India's market cap surged 8.3%.
- Barring Brazil, all key global markets witnessed a rise in market cap over the last 12 months.

Change in Mcap over the last 12 months (%)



Global market capitalization-to-GDP ratio (%)



Source: Bloomberg, IMF's

- **Companies trading at a significant premium to their historical average:** Grasim Industries (+46%), Reliance Industries (+39%), Tech Mahindra (+36%), Divi's Labs (+33%), and HCL Tech (+30%).
- **Companies trading at a significant discount to their historical average:** ONGC (-51%), BPCL (-50%), Apollo Hospital (-35%), Tata Steel (-35%), and Eicher Motors (-32%).

Valuations of Nifty constituents

Name	Sector	PE (x)			Relative to Nifty P/E (%)		PB (x)			Relative to Nifty P/B (%)	
		Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg
Bajaj Auto	Auto	18.0	17.5	3	1	-13	5.1	4.3	19	81	56
Eicher Motors	Auto	21.4	31.5	-32	20	57	4.6	7.2	-36	64	164
Hero MotoCorp	Auto	15.7	18.2	-14	-12	-10	3.2	4.7	-32	13	71
Mahindra & Mahindra	Auto	16.1	18.5	-13	-9	-8	3.1	2.7	16	10	-2
Maruti Suzuki	Auto	22.5	29.2	-23	26	45	3.8	4.0	-6	34	46
Tata Motors	Auto	NA	17.1	NA	NA	-15	3.4	2.1	62	22	-22
Axis Bank	Banks - Private	11.0	37.9	-71	-38	88	1.7	1.9	-14	-41	-29
HDFC Bank	Banks - Private	15.7	20.6	-24	-12	2	2.4	3.2	-27	-17	19
ICICI Bank	Banks - Private	14.8	21.2	-30	-17	5	2.5	2.0	23	-11	-25
IndusInd Bank	Banks - Private	10.7	18.8	-43	-40	-7	1.6	2.5	-34	-42	-10
Kotak Mahindra Bank	Banks - Private	17.5	27.0	-35	-2	34	2.4	3.3	-27	-14	22
State Bank	Banks - PSU	6.6	12.6	-47	-63	-37	1.1	1.1	1	-61	-60
Bajaj Finance	Banks - NBFC	26.7	29.3	-9	50	46	5.4	4.8	11	90	77
HDFC Life Ins	Banks - Insurance	72.8	84.3	-14	310	319	2.5	4.0	-37	-10	47
SBI Life Ins	Banks - Insurance	62.6	58.1	8	252	188	2.2	2.4	-11	-24	-11
Grasim Inds	Cement	19.3	13.2	46	9	-34	2.4	1.8	38	-14	-36
Ultratech Cement	Cement	29.2	32.6	-10	64	62	3.7	3.4	10	33	24
Asian Paints	Consumer	51.1	53.3	-4	187	165	15.9	14.0	13	461	413
Britannia Inds.	Consumer	45.3	43.4	4	155	115	28.1	18.9	49	894	591
Hind. Unilever	Consumer	51.7	50.8	2	191	152	12.6	24.5	-49	345	794
ITC	Consumer	23.8	24.1	-1	34	20	7.3	5.9	22	157	117
Nestle India	Consumer	71.5	58.6	22	303	191	89.9	47.1	91	3082	1620
Tata Consumer	Consumer	51.7	43.7	18	191	117	4.6	2.8	60	61	4

Name	Sector	PE (x)			Relative to Nifty P/E (%)		PB (x)			Relative to Nifty P/B (%)	
		Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg
Apollo Hospitals	Healthcare	51.4	78.8	-35	189	291	8.4	6.2	36	197	126
Cipla	Healthcare	23.6	27.9	-15	33	38	3.4	3.3	3	20	21
Divi's Lab.	Healthcare	43.4	32.7	33	144	63	6.0	6.0	0	113	121
Dr Reddy' s Labs	Healthcare	17.7	25.8	-32	-1	28	2.9	3.6	-18	4	31
Sun Pharma	Healthcare	24.6	30.2	-19	38	50	3.8	4.1	-7	33	48
Coal India	Metals	8.9	10.7	-17	-50	-47	2.6	4.8	-46	-8	75
Hindalco	Metals	9.7	9.4	3	-45	-53	1.2	1.1	12	-57	-60
JSW Steel	Metals	11.2	14.4	-22	-37	-29	2.1	1.7	24	-25	-37
Tata Steel	Metals	13.3	20.4	-35	-25	1	1.4	1.2	15	-50	-55
BPCL	Oil & Gas	4.5	9.0	-50	-75	-55	1.0	1.8	-43	-63	-33
ONGC	Oil & Gas	4.0	8.0	-51	-78	-60	0.7	0.9	-27	-76	-65
Reliance Inds.	Oil & Gas	20.4	14.7	39	15	-27	1.6	1.4	12	-44	-48
Titan Co	Retail	60.5	54.6	11	240	171	17.1	12.2	40	505	345
HCL Technologies	Technology	20.4	15.6	30	15	-22	5.4	3.7	45	91	36
Infosys	Technology	20.8	19.6	6	17	-3	7.5	5.3	42	164	92
LTIMindtree	Technology	26.8	22.2	21	51	10	6.9	10.0	-31	145	267
TCS	Technology	24.5	23.3	5	38	16	14.3	9.4	52	405	243
Tech Mahindra	Technology	22.5	16.6	36	27	-17	3.4	3.1	10	22	14
Wipro	Technology	17.6	17.3	2	-1	-14	2.6	2.9	-10	-7	7
Bharti Airtel	Telecom	NA	32.7	NA	NA	62	4.6	3.0	50	62	11
UPL	Others	9.7	13.2	-26	-45	-34	0.8	2.4	-66	-71	-11
Nifty		17.8	20.1	-12			2.8	2.7	3		

- In Oct'23, the Nifty Midcap 100 was down 4.1% vs. a fall of 2.8% MoM for the Nifty.
- The best Nifty Midcap-100 performers in Oct'23 were Prestige Estate (27%), Ramco Cements (9%), Godrej Properties (7%), Persistent Systems (+6%), and Tube Investments (+5%).

Company	PE (x)			Relative to Nifty P/E (%)		PB (x)			Relative to Nifty P/B (%)		Price Chg (%)	
	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg	MoM	CY23YTD
Prestige Estates	31.8	21.6	47	79	7	2.5	1.8	44	-10	-36	27	65
The Ramco Cement	35.8	28.7	25	102	43	3.1	3.0	2	9	11	9	42
Godrej Propert.	44.6	72.0	-38	151	258	4.3	4.9	-12	53	79	7	36
Persistent Sys	36.0	23.5	53	103	17	8.9	3.8	131	215	41	6	59
Tube Investments	47.6	31.0	53	168	54	10.8	6.3	72	284	130	5	13
Ipca Labs.	33.6	32.3	4	89	60	3.7	3.6	2	30	32	5	17
NMDC	8.1	5.9	37	-54	-71	1.6	1.1	45	-42	-59	4	25
United Breweries	67.9	91.0	-25	282	352	9.6	9.5	0	239	249	4	-5
Sun TV Network	13.3	16.2	-18	-25	-19	2.4	3.7	-34	-14	35	4	30
Apollo Tyres	12.4	13.9	-11	-30	-31	1.3	1.1	13	-55	-59	3	18
Alkem Lab	26.2	24.8	6	48	23	4.0	4.1	-1	43	49	3	24
Max Healthcare	36.9	30.4	21	108	51	5.4	4.1	29	90	52	1	31
MRF	21.2	21.5	-1	19	7	2.5	2.2	15	-10	-19	1	22
Max Financial	61.9	47.1	31	248	134	1.8	2.4	-27	-37	-11	0	35
Oil India	6.1	7.0	-13	-66	-65	0.8	0.8	6	-71	-72	0	44
Gland Pharma	25.5	41.4	-38	44	106	2.7	5.1	-47	-5	86	-8	-2
L&T Technology	30.3	25.3	20	71	26	7.7	6.3	24	174	129	-9	14
Laurus Labs	26.5	28.2	-6	49	40	4.0	4.4	-9	40	60	-9	-4
Navin Fluor.Intl.	40.1	27.5	46	125	37	6.3	4.3	46	123	57	-9	-16
Coromandel Inter	15.0	15.3	-3	-16	-24	3.0	3.2	-8	4	17	-9	18
Indus Towers	9.0	19.3	-53	-50	-4	1.6	3.4	-53	-44	24	-10	-9
Mphasis	21.2	17.9	18	19	-11	4.4	3.3	35	56	19	-11	8
S A I L	9.2	11.3	-19	-48	-44	0.6	0.6	-5	-79	-77	-11	1
IDFC First Bank	32.0	20.6	55	80	2	1.6	1.3	24	-44	-53	-13	41
Tata Comm	32.3	28.3	14	82	41	14.6	23.9	-39	418	774	-14	31
Bandhan Bank	32.0	25.1	27	80	25	1.5	3.4	-57	-49	25	-15	-9
Indraprastha Gas	16.4	19.9	-17	-8	-1	3.0	3.8	-22	6	40	-16	-8
Petronet LNG	10.0	12.6	-21	-44	-37	1.7	2.6	-35	-40	-4	-17	-7
M & M Fin. Serv.	32.0	16.7	91	80	-17	1.6	1.5	11	-42	-46	-19	5
Biocon	17.4	39.9	-56	-2	98	1.4	3.6	-63	-52	32	-19	-16

- The Technology sector is trading at a P/E ratio of 22.7x, a 15% premium to its long-term average of 19.7x. Demand remained weak through 2Q, with key verticals and major geographies remaining under pressure. Although the deal TCVs remained elevated, the revenue conversion was a challenge due to a cut-down in discretionary spending and reprioritization projects.
- The Private Banks sector is trading at a P/B of 2.2x, an 11% discount to its 10-year average of 2.5x, with ROE near a 10-year high of 15.5%. Loan growth remains robust, primarily led by steady progress in the Retail and SME sectors. Corporate segment also saw some recovery, while growth in select sectors like personal loans and real estate has been robust at 31% and 39% YoY, respectively. 1HFY24 saw positive signs as systemic credit expanded 7.9% YTD. Systemic loan growth remained healthy at 14.7% YoY in Oct'23.
- Healthcare is trading at a P/E of 25.5x (3% discount), marginally below its 10-year average of 26.3x. There has been a slowdown in the DF segment due to a weak season. Particularly, acute therapies witnessed muted growth. Chronic therapies/trade generics continued to show robust growth.

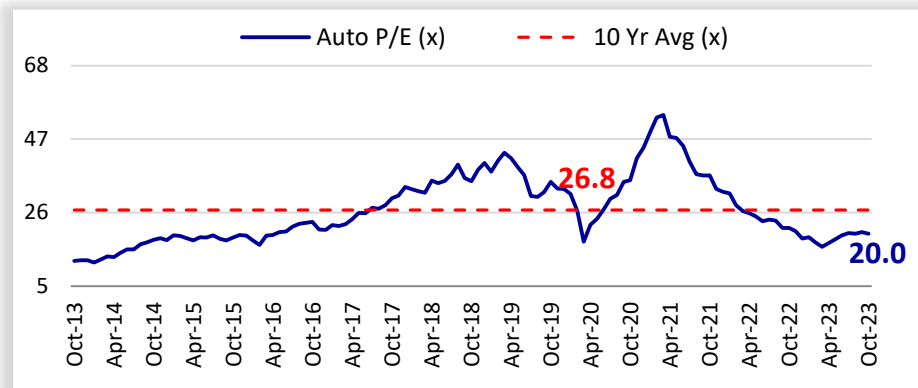
Sector valuations at a glance

Sector	PE (x)			PE Std. Deviation		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10 Yr Avg	Prem/Disc (%)	+1SD	-1SD	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	+1SD	-1SD	Current	10 Yr Avg
Auto	20.0	26.8	-25.1	36.4	17.1	13	31	3.8	3.3	13.4	3.8	2.8	34	22
Banks - Private	14.4	20.8	-30.9	26.4	15.2	-19	2	2.2	2.5	-11.2	2.8	2.2	-21	-8
Banks - PSU	6.1	10.4	-40.7	41.0	-20.2	-65	-52	1.0	0.8	19.8	1.0	0.6	-66	-70
NBFC	16.1	16.6	-2.9	19.9	13.3	-9	-18	2.4	2.3	6.9	2.7	1.8	-14	-17
Cement	27.3	26.4	3.4	31.6	21.2	54	32	2.9	2.7	7.0	3.1	2.4	3	0
Consumer	41.7	40.2	3.8	44.0	36.3	135	101	11.5	10.2	11.8	11.0	9.5	305	276
Consumer Ex ITC	51.4	49.6	3.5	57.3	42.0	189	148	13.4	13.1	2.2	14.4	11.8	374	381
Healthcare	25.5	26.3	-3.2	30.4	22.2	43	32	3.6	3.9	-7.8	4.7	3.1	26	42
Infrastructure	16.5	9.3	76.1	14.0	4.6	-7	-53	1.6	1.1	37.8	1.6	0.7	-45	-59
Logistics	28.6	32.6	-12.5	38.9	26.4	61	62	4.1	3.9	3.6	4.6	3.2	44	43
Media	20.0	25.1	-20.2	29.6	20.5	13	25	2.2	4.1	-46.8	5.9	2.4	-22	54
Metals	11.0	11.5	-4.7	15.9	7.1	-38	-43	1.6	1.3	25.6	1.6	0.9	-44	-55
Oil & Gas	10.6	12.2	-12.6	14.7	9.6	-40	-39	1.3	1.4	-8.0	1.6	1.3	-53	-47
Oil & Gas Ex RIL	5.3	9.1	-41.6	12.5	5.6	-70	-55	0.9	1.2	-26.3	1.5	1.0	-68	-54
Sp. Chemicals	33.4	21.4	56.4	33.7	9.0	88	7	5.0	3.8	29.9	5.9	1.8	76	36
Real Estate	28.4	22.0	28.9	29.9	14.2	60	10	3.1	1.5	104.2	2.1	0.9	10	-45
Retail	67.1	84.1	-20.2	149.6	18.7	278	321	12.3	9.1	34.2	12.8	5.4	334	229
Technology	22.7	19.7	15.2	24.1	15.4	28	-1	7.3	5.4	35.9	6.8	3.9	159	95
Telecom	Loss	20.1	-	87.2	-46.9		5	25.8	8.1	220.0	15.8	0.3	0	91

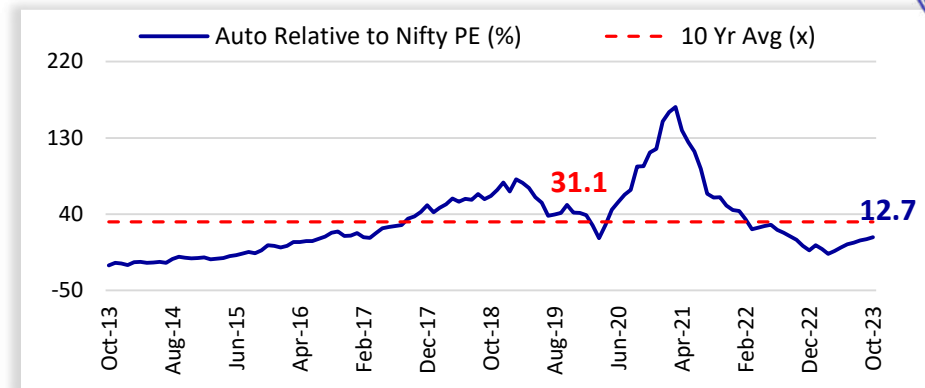


- The Auto sector is trading at a P/E of 20.0x, below its 10-year historical average of 26.8x (25% discount). On a P/B basis, it is trading at a 13% premium to its 10-year average of 3.3x.
- Overall dispatches for 2Ws/PVs/3Ws/CVs grew 22%/18%/17%/11% YoY during the month, while tractor volumes declined 4% YoY.
- Oct'23 overall dispatches for 2Ws surprised positively, while they remained in line for all other categories. Festival volume growth remained strong, in line with expectations. 2W domestic dispatches jumped 26% YoY, while export dispatches remained flat YoY. In PVs, demand remained strong for UVs and the execution of a strong order backlog led to 18% YoY growth in overall dispatches. CV volumes were inline and grew 16%/5% YoY for MHCVs/LCVs. Tractors displayed weakness but OEMs are confident of recovery in 2HFY24. For 2Ws we believe dispatches may soften in Nov'23 as majority of inventory has already been built up in the system.

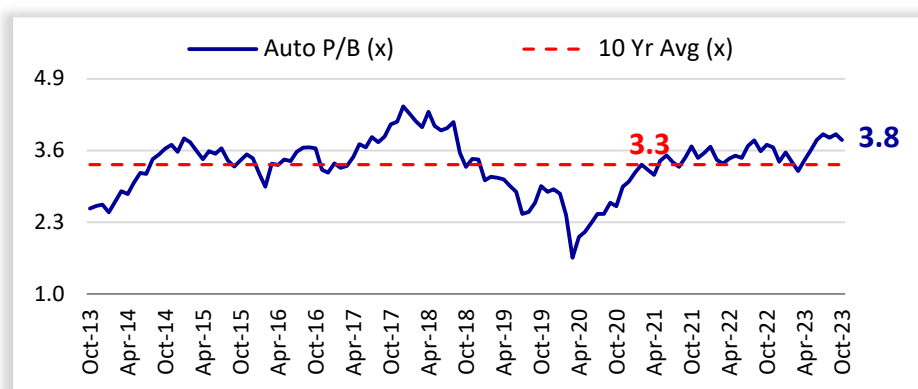
12-month forward Automobiles P/E (x)



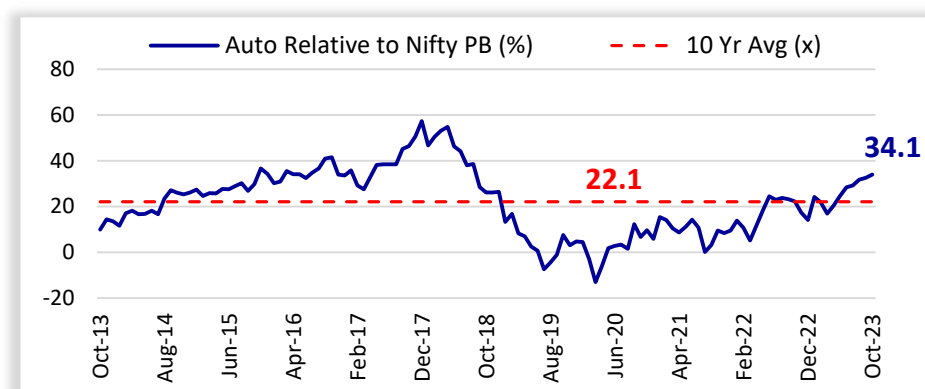
Automobile P/E relative to Nifty P/E (%)



12-month forward Automobiles P/B (x)



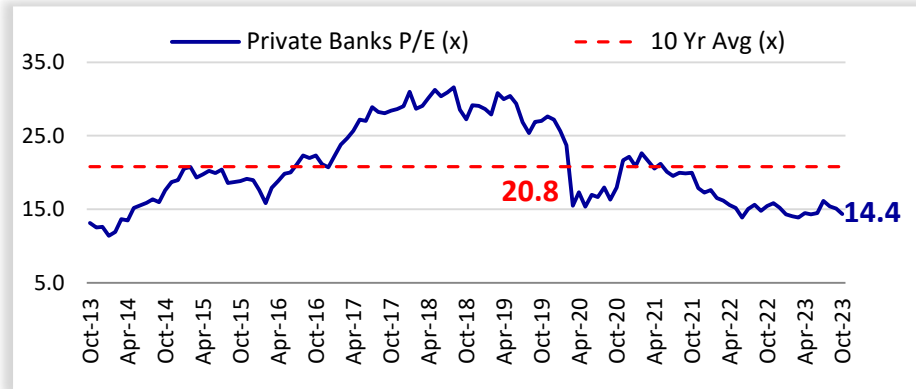
Automobile P/B relative to Nifty P/B (%)



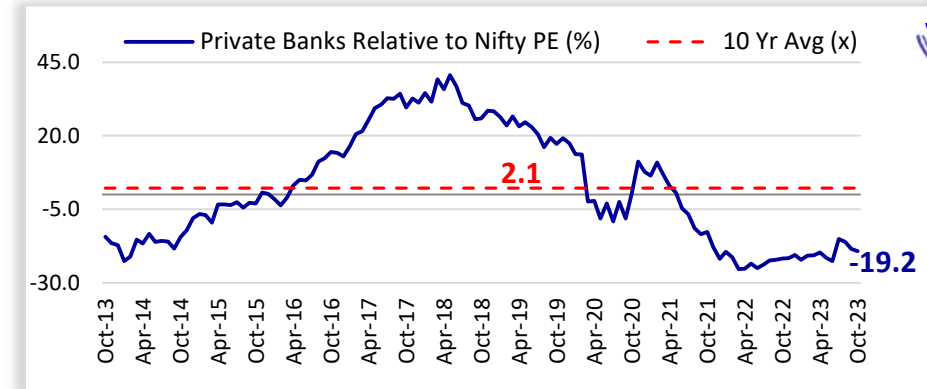


- The Private Banks sector is trading at a P/B of 2.2x, an 11% discount to its 10-year average of 2.5x, with ROE near a 10-year high of 15.5%.
- Loan growth remains robust, primarily propelled by steady progress in the Retail and SME sectors. Corporate segment also witnessed some recovery, while growth in select sectors like personal loans and real estate has been robust at 31% and 39% YoY, respectively.
- 1HFY24 saw positive signs as systemic credit expanded 7.9% YTD. Systemic loan growth remained healthy at 14.7% YoY in Oct'23. Credit card business is seeing strong momentum with robust growth in both spends and number of cards. The credit-to-deposit ratio for the system stood at 78.3% vs. 74.5% at this time last year.
- While the RBI decided to maintain its policy rates unchanged, we expect systemic interest rates to stay elevated for a prolonged period. Hence, the focus will remain on garnering granular retail deposits.

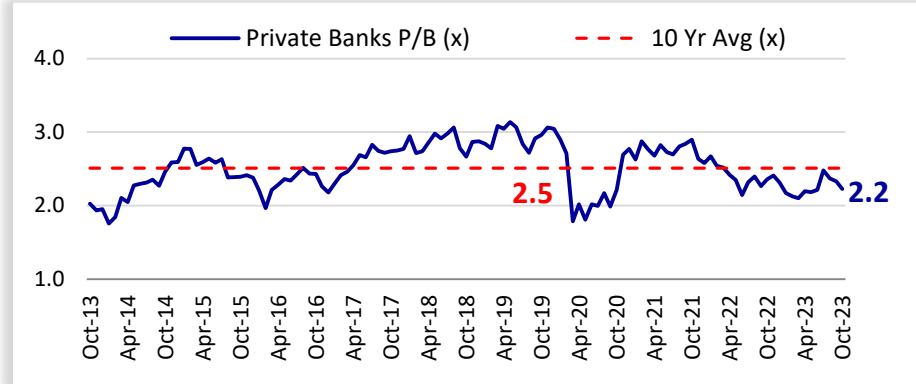
12-month forward Private Banks P/E (x)



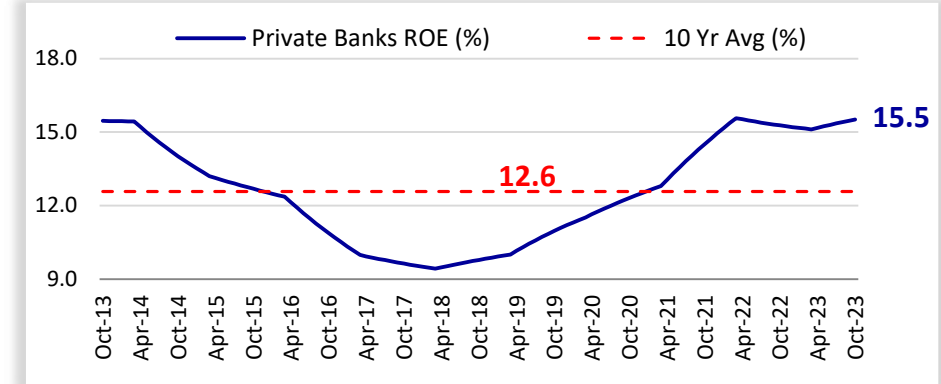
Private Banks P/E relative to Nifty P/E (%)



12-month forward Private Banks P/B (x)



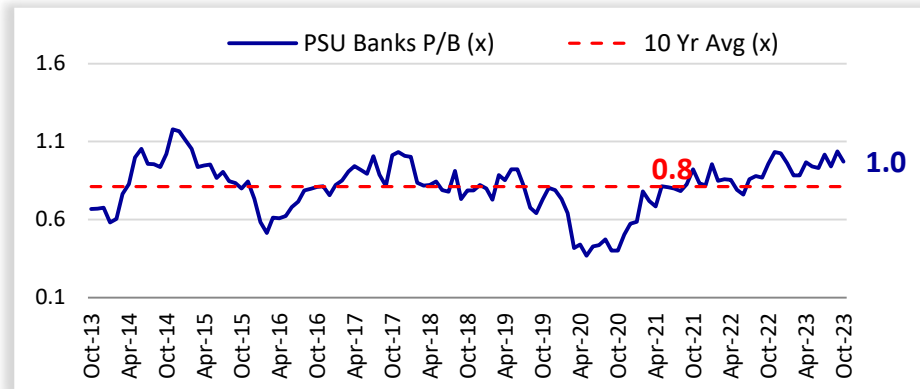
Private Banks ROE (%)



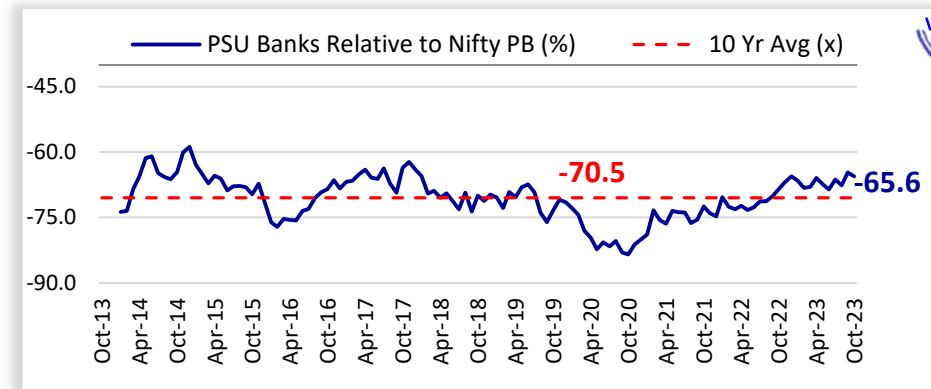


- The PSU Banks sector is trading at a P/B of 1.0x, a 20% premium to its historical average of 0.8x.
- Earnings for PSU Banks remained healthy, driven by all-round improvements in key indicators such as margins, operating profitability, and credit costs. Loan growth recovered on a sequential basis, led by improved corporate demand and ongoing traction in the retail and MSME segments. Asset quality continues to improve with healthy PCR. SMA pool also remains in control, which, coupled with lower slippages from the restructuring and ECLGS books, augurs well for credit costs.
- Margins may have peaked as the liability re-pricing drives a sharp rise in funding costs; however, PSUs are well placed on loan re-pricing vs. Private Banks due to higher MCLR-linked book. Additional provisioning owing to ECL transition will be a key monitorable.

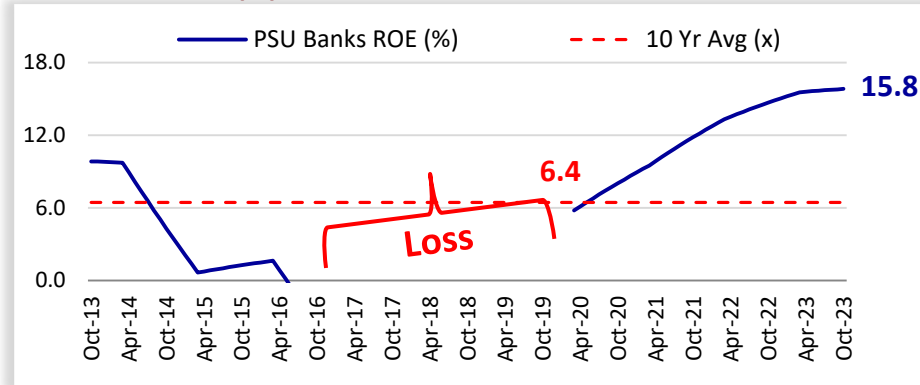
12-month forward PSU Banks P/B (x)



PSU Banks P/B relative to Nifty P/B (%)



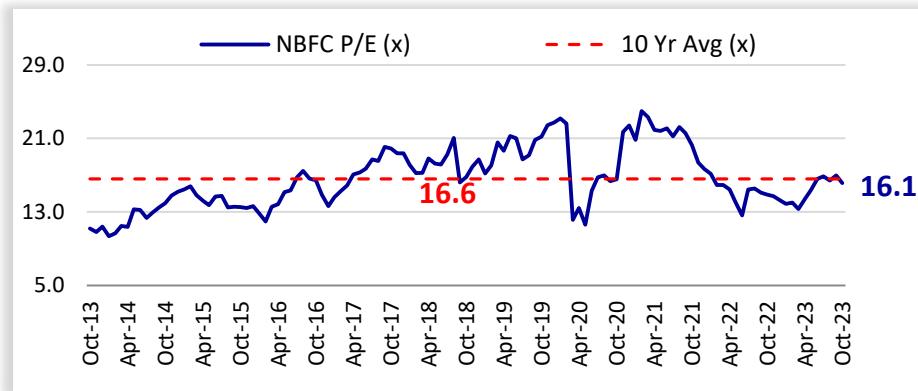
PSU Banks ROE (%)



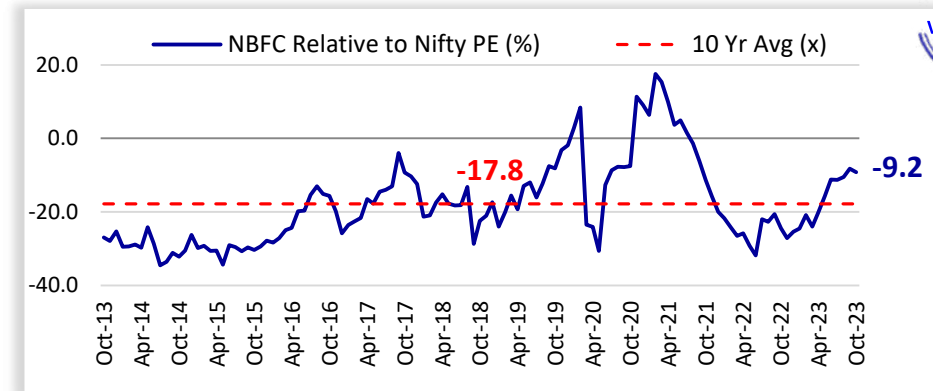


- The NBFC sector is trading at a P/B ratio of 2.4x, a 7% premium to its historical average of 2.3x
- Margins for Vehicle financiers likely to bottom out. Asset quality was affected by erratic monsoons, particularly in tractors. Demand momentum in Vehicle Finance (particularly UV and used vehicles) remained strong even as there was some weakness in entry-level PVs.
- Demand in the urban affordable and apartment segment (lower ticket sizes) has been relatively weaker vs. demand in mid/high ticket segments. HFCs are likely to exhibit a minor decline in margins as yields peak out (or moderate) but CoF keeps increasing in the near term.
- Expect gold loan growth to be weaker because of a seasonally weak quarter and higher competitive intensity from banks and other NBFCs.

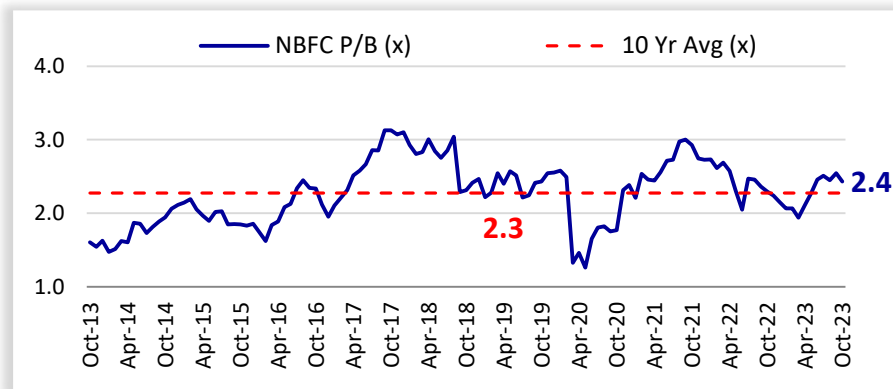
12-month forward NBFC P/E (x)



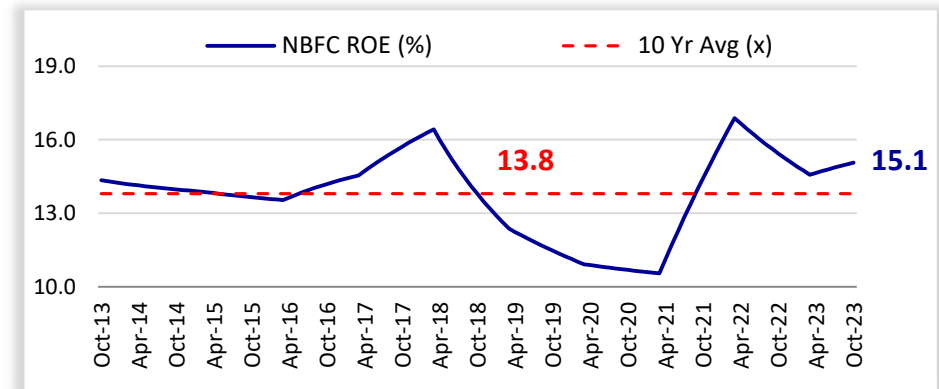
NBFC P/E relative to Nifty P/E (%)



12-month forward NBFC P/B (x)



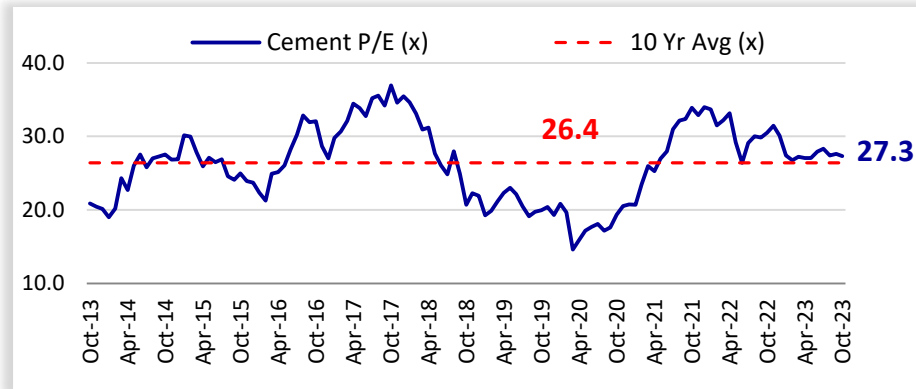
NBFC ROE (%)



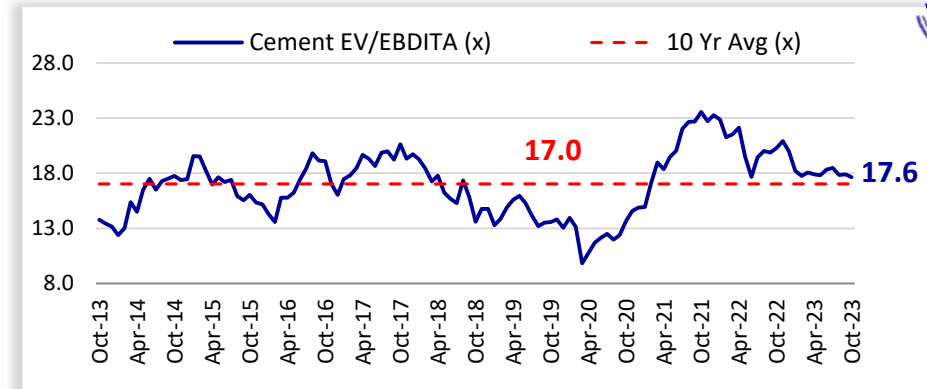


- The Cement sector is trading at a one-year forward EV/EBITDA of 17.6x, a 4% premium to its historical average of 17x.
- Cement demand moderated in Oct'23 due to festivals and a slow pick-up in housing and rural demand after the monsoon. Industry volume is likely to grow ~4-5% YoY in Oct'23, despite a low base of last year (volume declined 5-6% YoY in Oct'22).
- In Oct'23, the all-India average cement price increased 4.5% MoM, led by price hike in the range of INR10-40/bag across regions (except in East). Prices in East declined 1.1% MoM in Oct'23 after witnessing a sharp hike in Sep'23. In fuel, imported petcoke price was flat MoM in Oct'23, while imported (South African) coal price increased ~12% MoM. We estimate the price hike will more than offset the fuel price increases in the last two months.

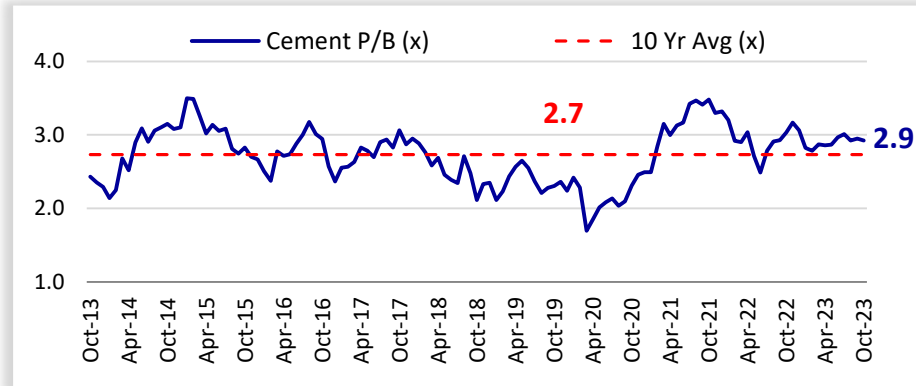
12-month forward Cement P/E (x)



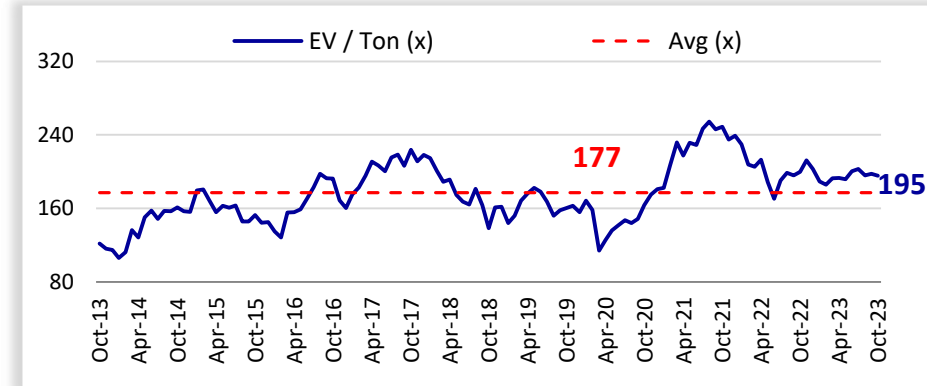
12-month forward Cement EV/EBITDA (x)



12-month forward Cement P/B (x)



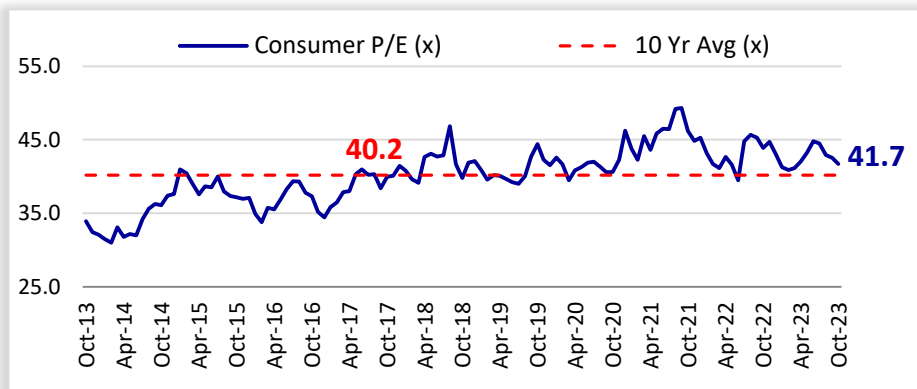
12-month forward Cement EV/Ton (x)



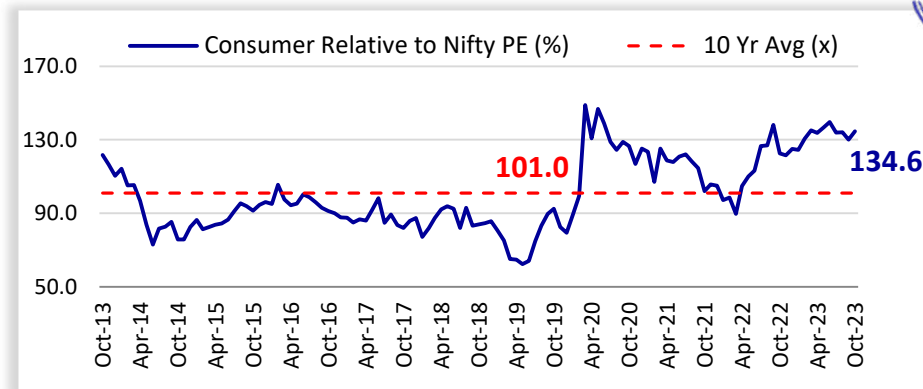


- The Consumer sector's P/E, at 41.7x, implies a 4% premium to its 10-year average of 40.2x.
- On a P/B basis, it is trading at 11.5x, a premium of 12% against its historical average of 10.2x.
- Growth is mainly driven by urban areas, particularly through modern trade and the popularity of large packs. In contrast, rural demand has stayed relatively low.
- Price growth in the market is tailing off as expected, with companies passing on the benefit of lower input costs to consumers.
- The consumer market is experiencing increased competitive pressure, marked by the comeback of small and regional players in specific categories and price ranges. Many of these players had previously exited the market during the peak inflation.

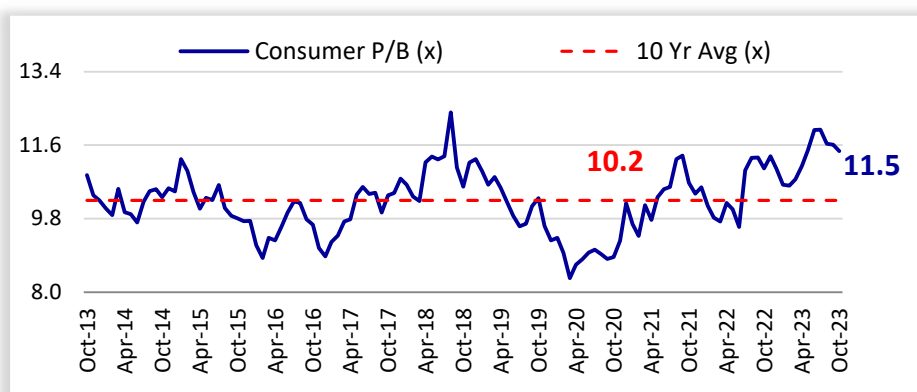
12-month forward Consumer P/E (x)



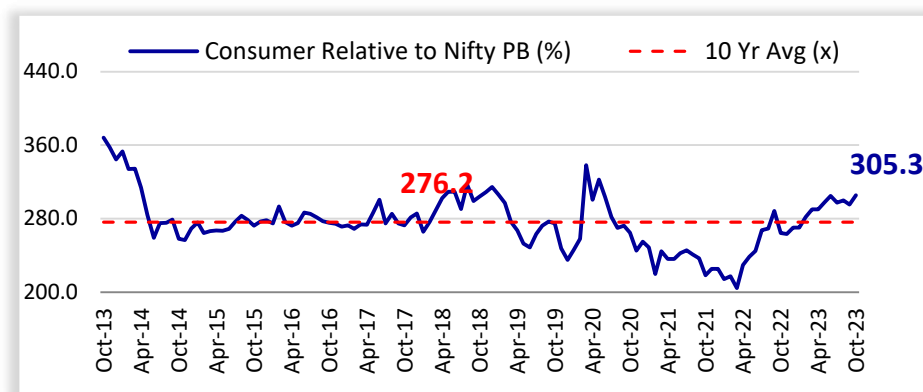
Consumer P/E relative to Nifty P/E (%)



12-month forward Consumer P/B (x)



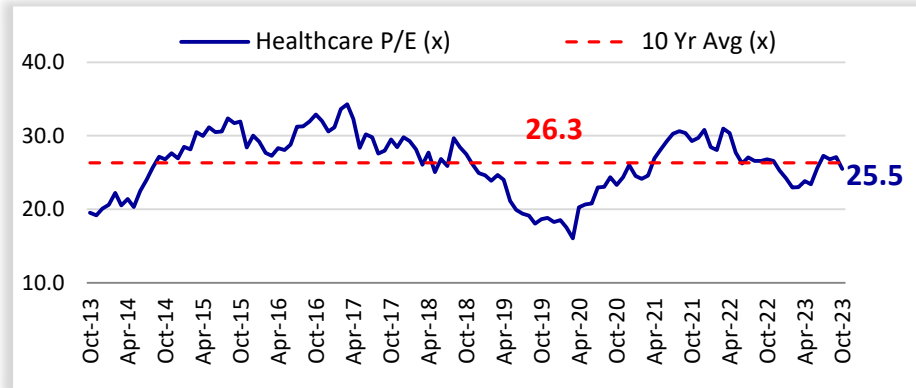
Consumer P/B relative to Nifty P/B (%)



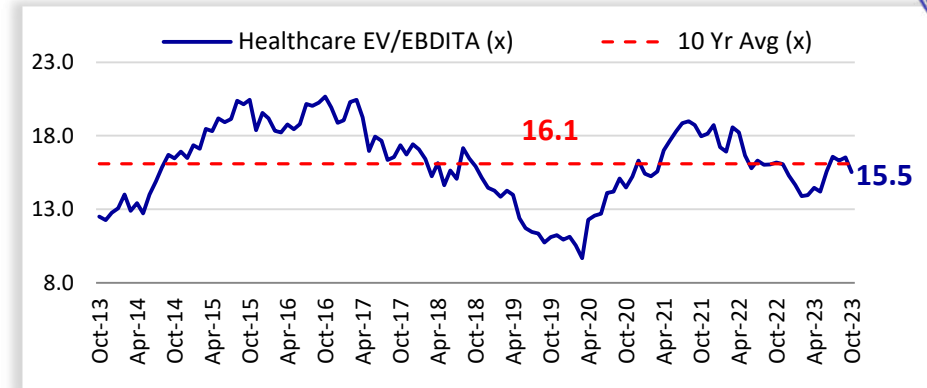


- The healthcare sector's P/E is trading at 25.5x (3% discount), marginally below its 10-year average of 26.3x.
- There has been some slowdown in the domestic formulation segment due to a weak season. Particularly, acute therapies have witnessed muted growth. Chronic therapies/trade generics maintained robust growth.
- Despite price erosion, the US generics performance has been stable over the past couple of quarters, led by healthy launches and market share gain in niche products.
- The healthcare sector remains in good stead, with payor mix/case mix driving ARPOB and healthy demand driving better occupancy.

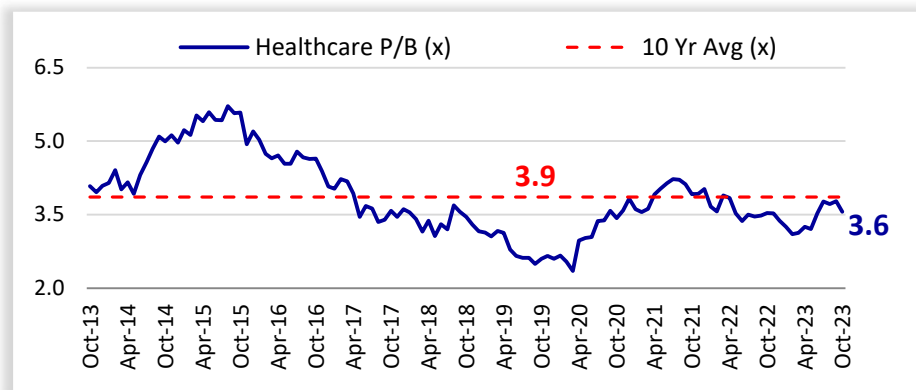
12-month forward Healthcare P/E (x)



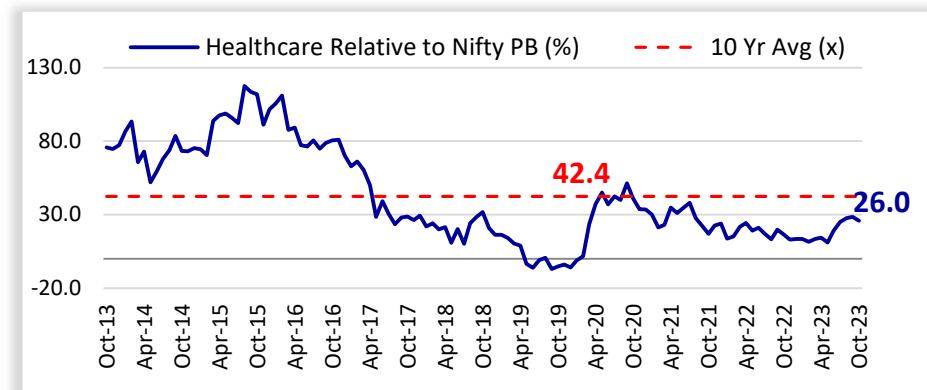
12-month forward Healthcare EV/EBITDA (x)



12-month forward Healthcare P/B (x)



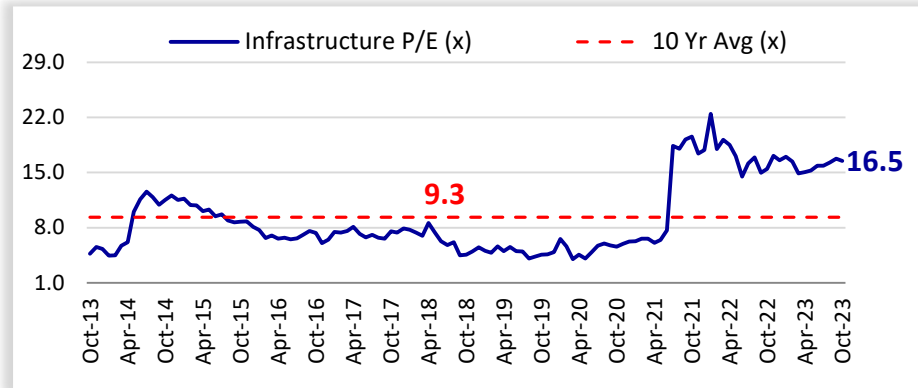
Healthcare P/B relative to Nifty P/B (%)



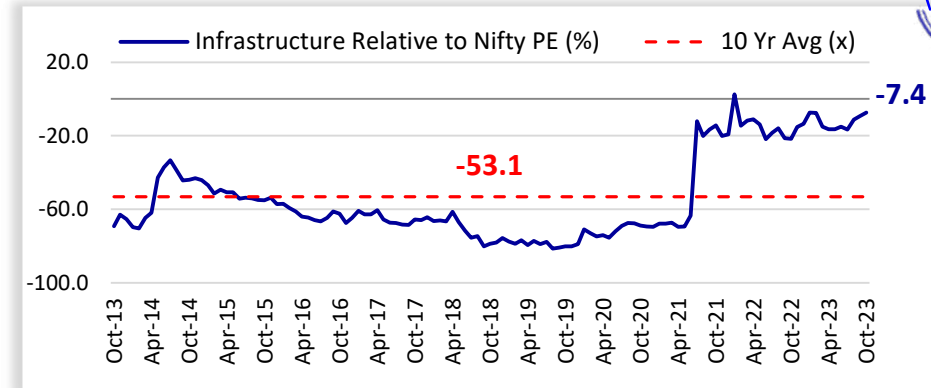


- The infrastructure sector is trading at a P/B of 1.6x, a 38% premium to its long-term historical average.
- Project awarding by NHAI remained subdued in 2QFY24. However, NHAI project awarding picked up since Jul'23 with ~226km of projects awarded till date in FY24. With robust pipeline of projects, we expect projects awarding to be robust in 2HFY24.
- A series of factors, including the extended monsoon, hit construction activity in 2QFY24. With a pick-up in awarding activity after Jul'23 and passing of monsoon season, execution is expected to speed up gradually and start in 2HFY24.
- Toll collections decreased ~2% MoM in Sep'23 to INR51b, with a daily run-rate of ~INR1.7b (+2% MoM).

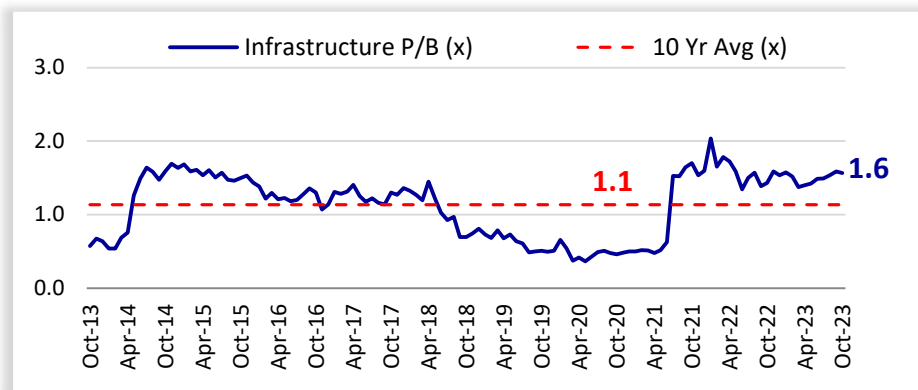
12-month forward Infrastructure P/E (x)



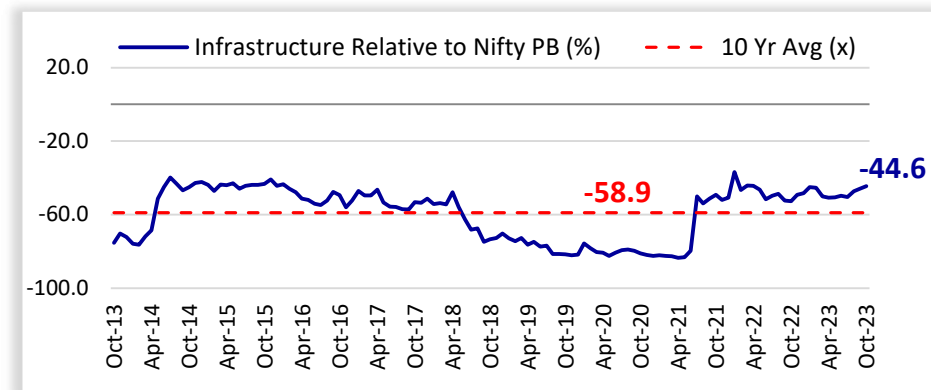
Infrastructure P/E relative to Nifty P/E (%)



12-month forward Infrastructure P/B (x)



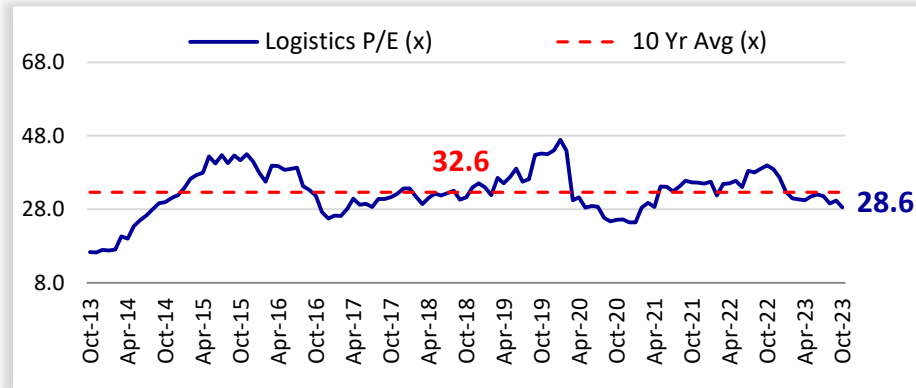
Infrastructure P/B relative to Nifty P/B (%)



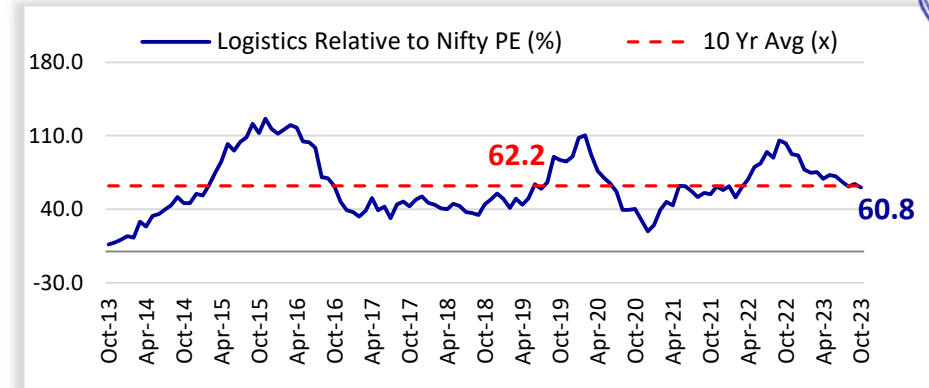


- The logistics sector is trading at a P/E ratio of 28.6x, below its historical average of 32.6x (12% discount).
- Logistics activity was stable in Sep'23 after an acceleration in Aug'23, with daily average e-way bill generations increasing ~2% MoM. Fleet utilization stood at 80-85% in Sep'23. Daily average FASTag toll collections rose ~2% MoM in Sep'23.
- Freight rates remained stable MoM due to the persistently high cost of operations and elevated retail fuel prices. Fleet operators are incurring increased expenses related to diesel prices, truck costs, and compliance (GST, E-way bills, etc.), which are likely to keep freight rates firm.
- With a structural shift in the formalization of the sector (~85% of the Logistics sector is unorganized), aided by stricter implementation of GST and mandatory e-invoicing, the addressable market size for organized operators will improve going ahead.

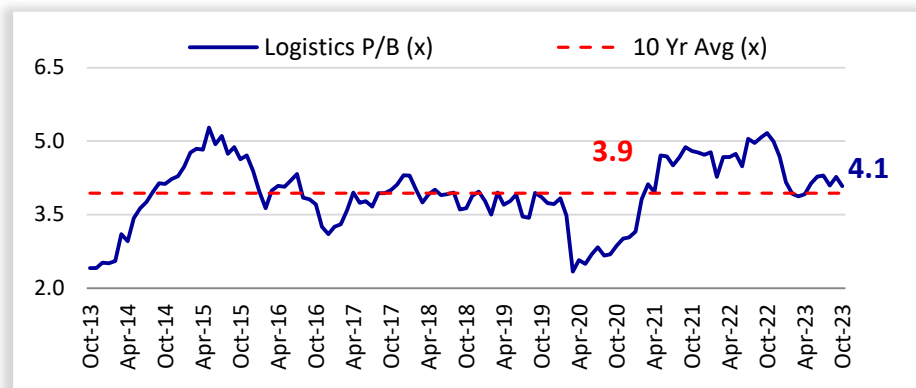
12-month forward Logistics P/E (x)



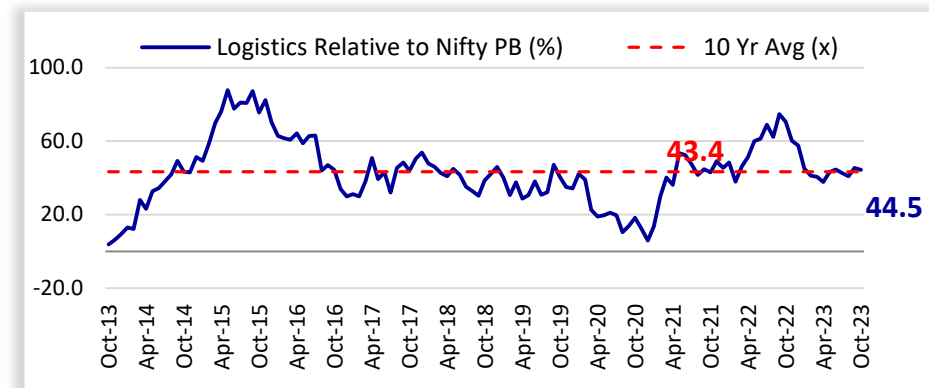
Logistics P/E relative to Nifty P/E (%)



12-month forward Logistics P/B (x)



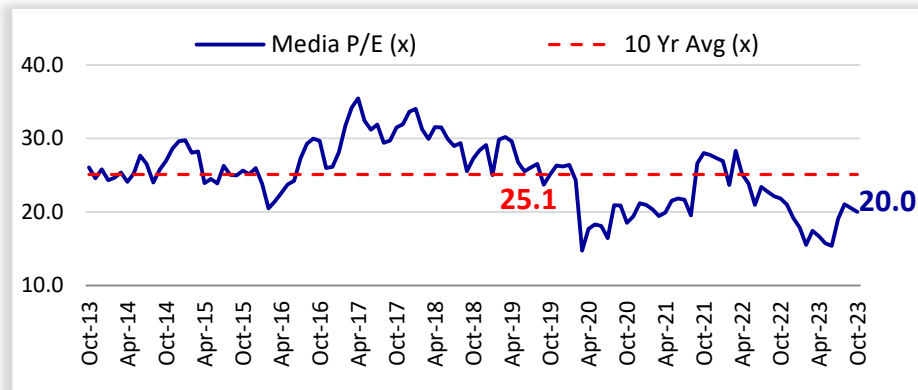
Logistics P/B relative to Nifty P/B (%)



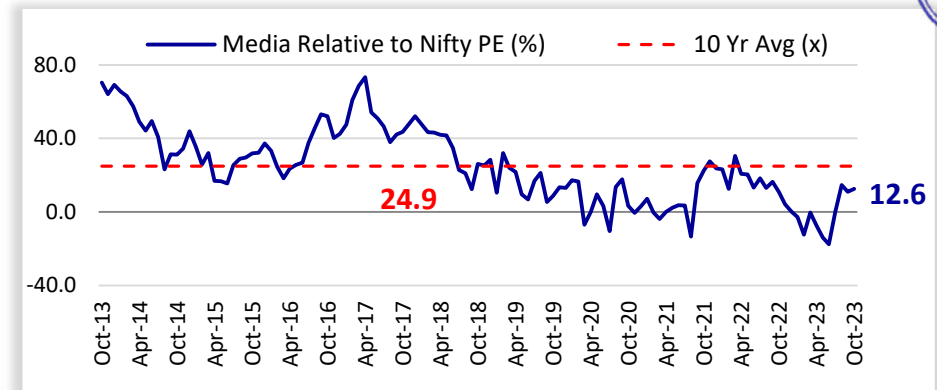


- The P/E ratio for the Media sector, at 20.0x, represents a 20% discount to its 10-year historical average of 25.1x.
- The Securities Appellate Tribunal (SAT) quashed SEBI's order barring Punit Goenka of Zee Entertainment Enterprises from holding key directorship in listed entities.
- PVR Inox introduced a movie subscription pass, called PVR INOX Passport, to encourage frequent visits to theaters for a monthly fee of INR699.

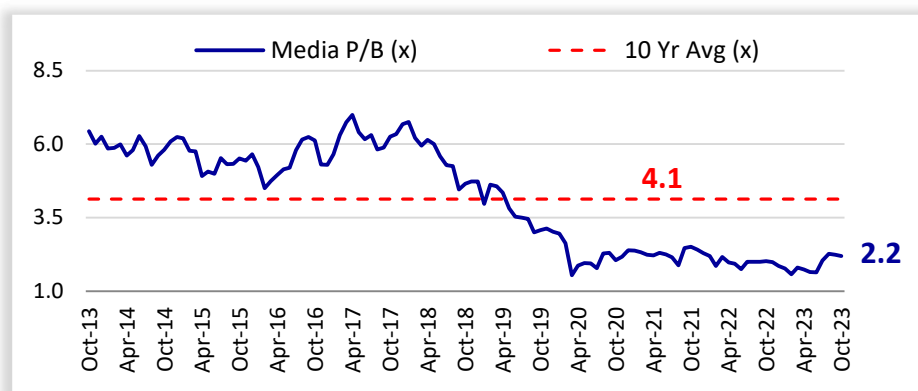
12-month forward Media P/E (x)



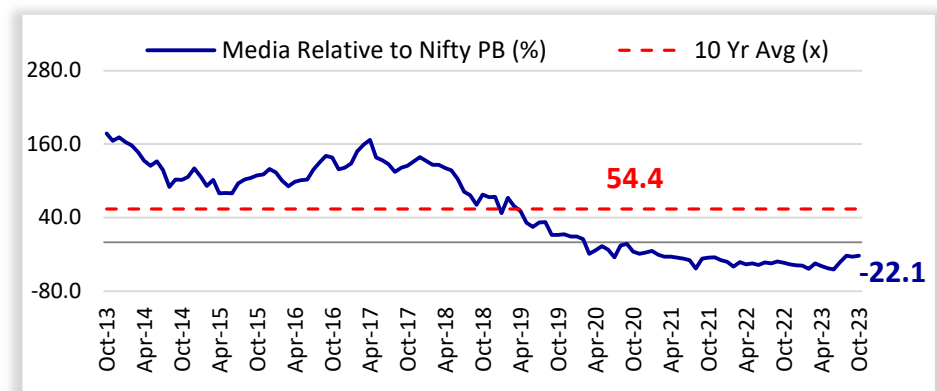
Media P/E relative to Nifty P/E (%)



12-month forward Media P/B (x)



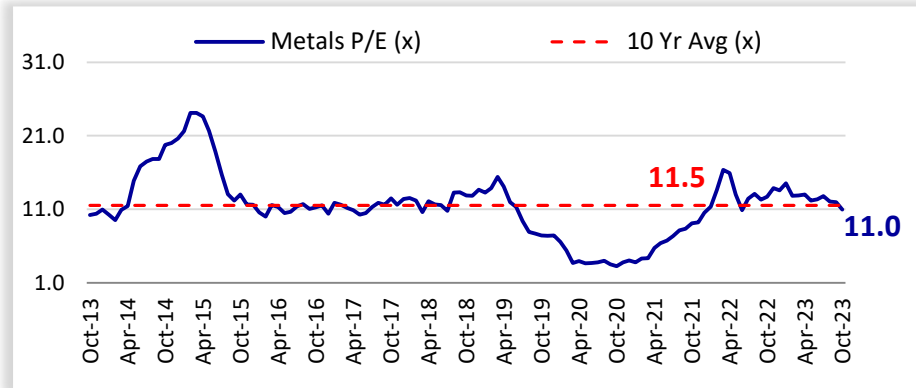
Media P/B relative to Nifty P/B (%)



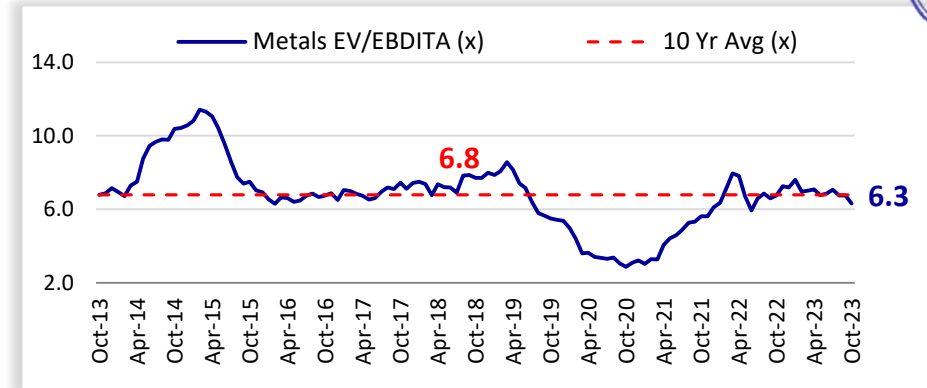


- The Metals sector is trading at an EV/EBITDA of 6.3x, below its 10-year historical average of 6.8x.
- Though rebar prices have corrected ~INR1,600/t MoM to INR56,500/t, they have fared better than HRC prices, which saw a price correction over ~INR2,500/t to INR56,500/t, thereby eroding the premium commanded over long steel products.
- High inventory with traders/vendors before Diwali holidays, low export volumes, global macro economic uncertainties and high competition from Chinese products in MENA and Europe have impacted the prices in recent weeks.
- However, coking coal prices, which jumped to ~USD385/t in mid-Oct'23, have since then cooled off to ~USD363-366/t. Copper/aluminum/zinc/lead/nickel prices are down 3%/6%/7%/2%/1% MoM.

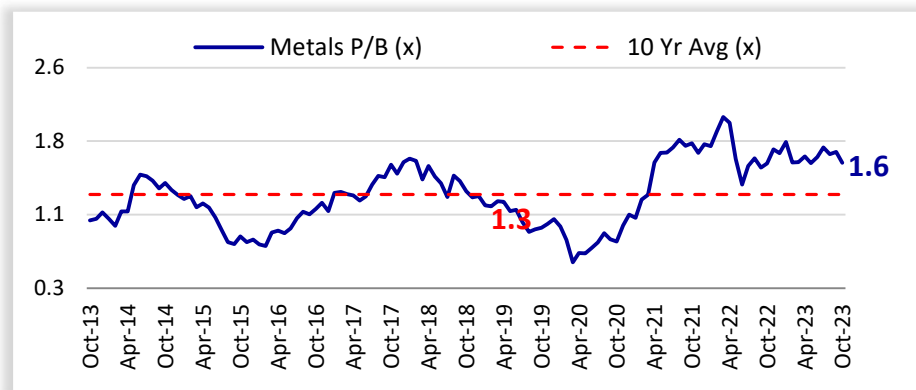
12-month forward Metals P/E (x)



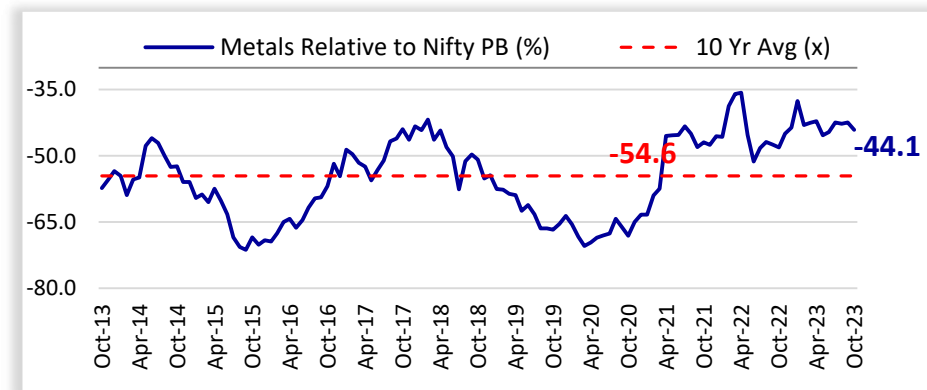
12-month forward Metals EV/EBITDA (x)



12-month forward Metals P/B (x)



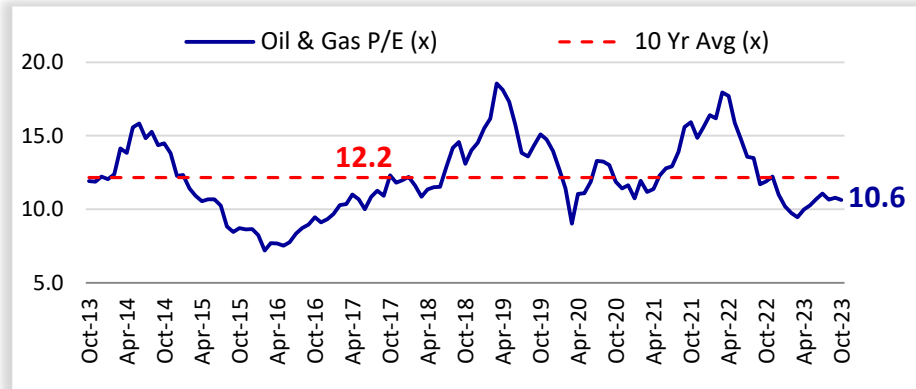
Metals P/B relative to Nifty P/B (%)



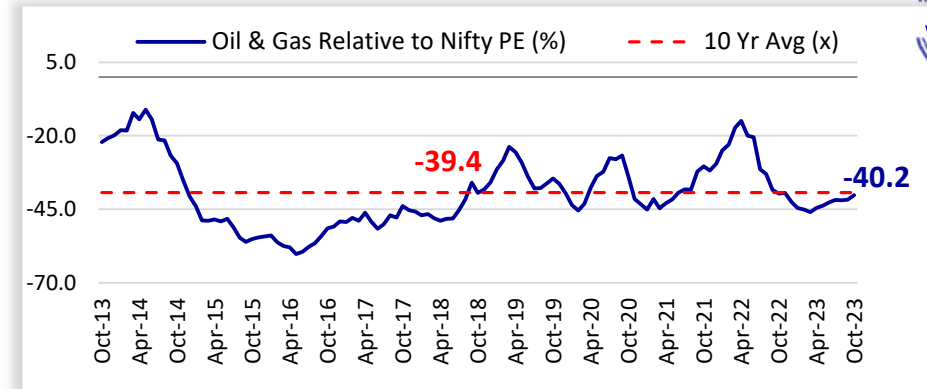


- The sector is trading at a P/B of 1.3x and a P/E of 10.6x vs. historical average of 1.4x P/B and 12.2x P/E.
- Brent crude oil price averaged USD91.2/bbl in Oct'23 (down 2% MoM). The oil market has been on tenterhooks in the past month amid the Israel-Hamas conflict that has kept Brent on the edge. Inventories also remain low for oil products and PE/PP globally.
- SG GRM declined to USD4.1/bbl in Oct'23 from USD10.2/bbl in Sep'23. Gasoil cracks declined to USD18.9/bbl in Oct'23. ATF cracks declined to USD24.4/bbl in Oct'23. Gasoline cracks declined to USD3.5/bbl in Oct'23 from USD12.4/bbl in Sep'23.
- Gross marketing margin for petrol increased to 5.5/liter in Oct'23 from INR3.3/liter in Sep'23, while gross marketing loss for diesel was at INR1.6/lit while it was INR0.8/lit in Sep'23. Spot LNG price increased 23% MoM to USD18/mmBtu in Oct'23.

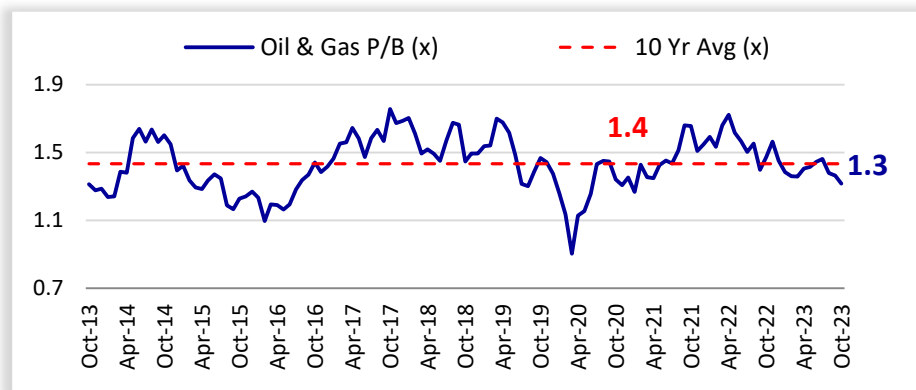
12-month forward Oil & Gas P/E (x)



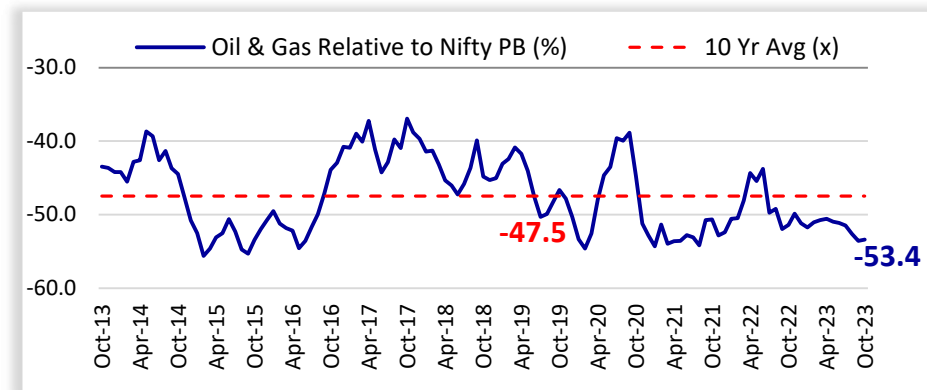
Oil & Gas P/E relative to Nifty P/E (%)



12-month forward Oil & Gas P/B (x)



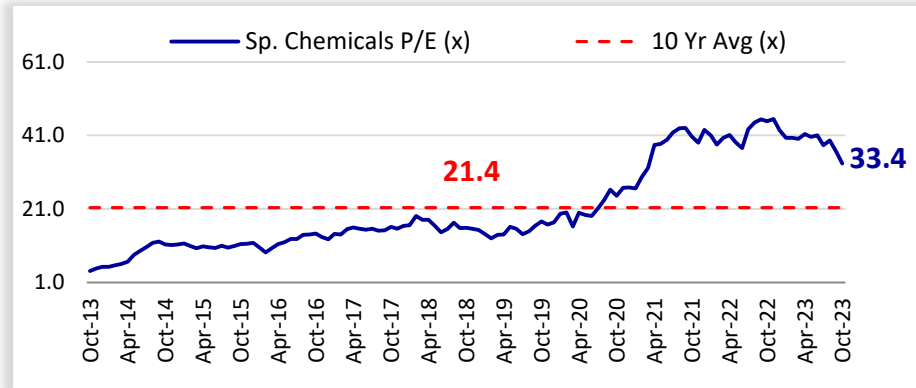
Oil & Gas P/B relative to Nifty P/B (%)



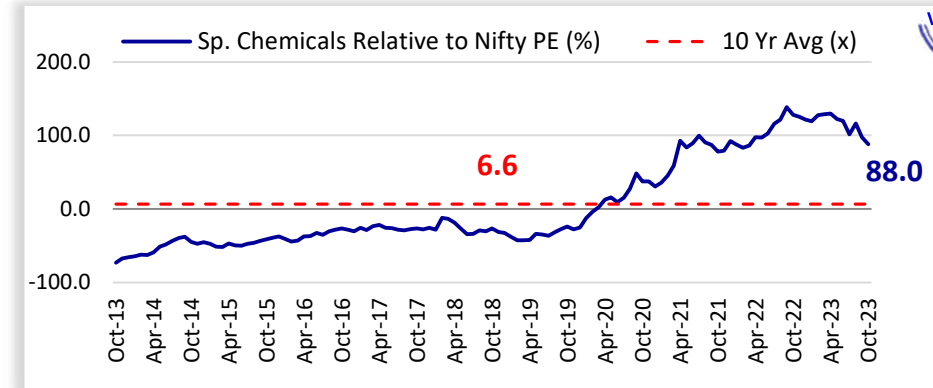


- The sector is trading at a P/B of 5.0x and a P/E of 33.4x vs. its historical average of 3.8x and 21.4x, respectively.
- Brent crude oil price averaged USD91.2/bbl in Oct'23 (down 2% MoM). The oil market has been on tenterhooks in the past month amid the Israel-Hamas conflict that has kept Brent on the edge. Inventories also remain low for oil products and PE/PP globally.
- Propylene/Butadiene (Korea) prices were up 1%/5% MoM, while Toluene (Korea) price was down 11% MoM. Benzene (Korea) price declined 6% MoM, while Styrene (Korea) price was down 5% MoM. Acetonitrile price was up 1% MoM, while Methanol price grew 3% MoM. Acetone/Phenol prices were -2%/+4% MoM. Caustic Soda Lye price was up 2%, whereas caustic soda flakes price rose 1% MoM.
- Volumes are likely to remain subdued in the near term amid ongoing inventory destocking, although the intensity is likely to be low. Companies are passing on lower feedstock prices to customers, impacting the realization and margin amid lower demand.

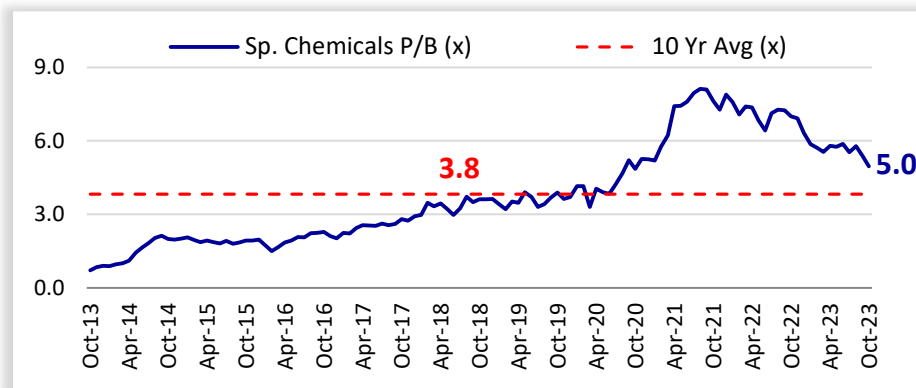
12-month forward Sp. Chemicals P/E (x)



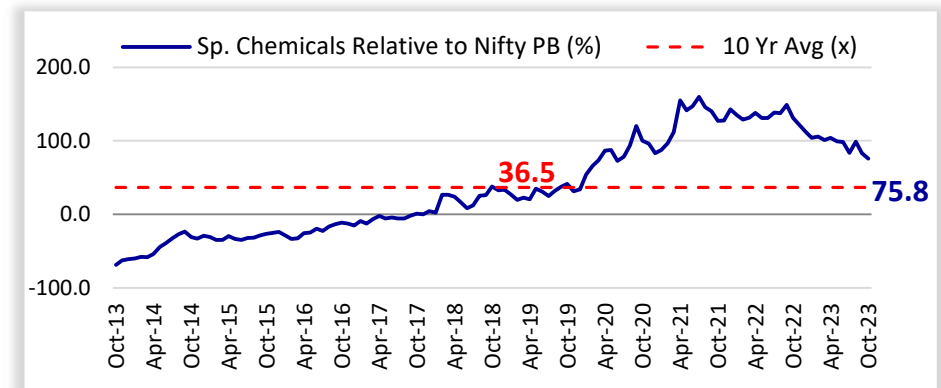
Sp. Chemicals P/E relative to Nifty P/E (%)



12-month forward Sp. Chemicals P/B (x)



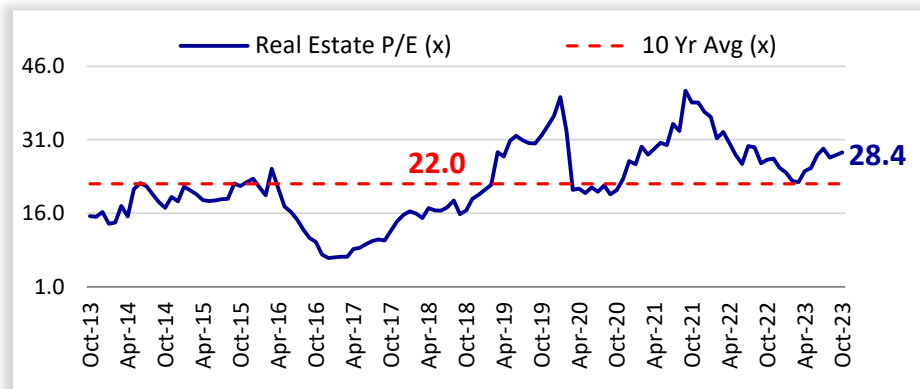
Sp. Chemicals P/B relative to Nifty P/B (%)



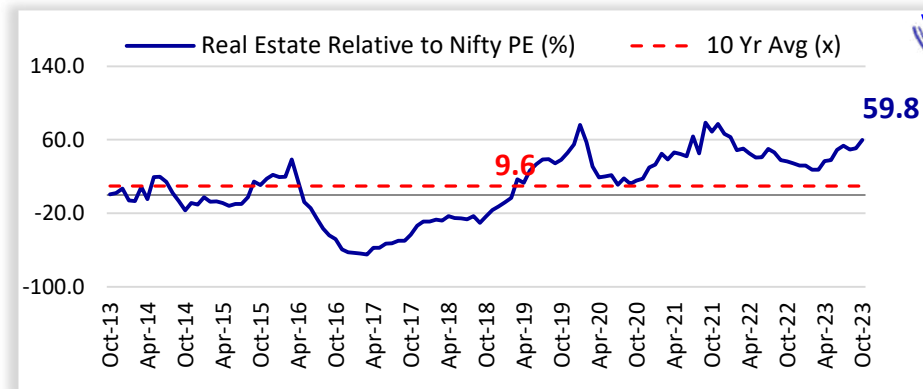


- The sector is trading at a P/E of 28.4x, a 29% premium to its 10-year historical average of 22.0x.
- Large listed companies have so far reported a moderate performance in 1HFY24, which was largely driven by ongoing projects. All players are gearing up for a strong 2H on the back of a large pipeline across their respective core markets.
- As per JLL, the net leasing of office space in the top seven cities in India increased by 5% to 10.4msf in the Jul-Sep'23 period despite global headwinds.
- Mumbai registered 4,594 units during the nine-day festive period vs. 3,343 units registered during Navratri last year (37.4% YoY growth).

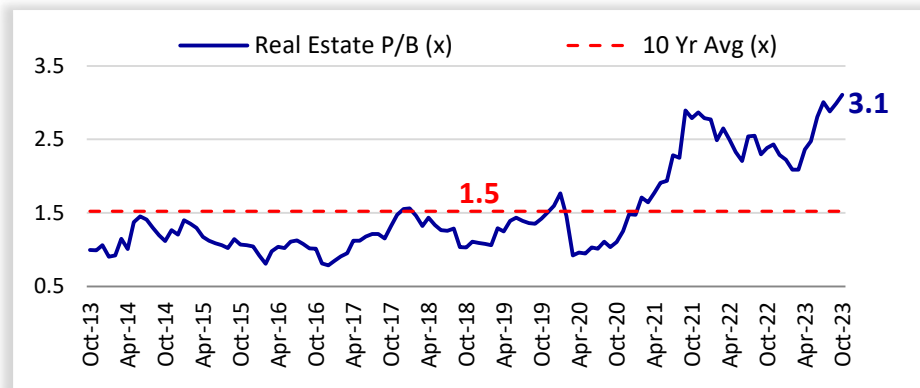
12-month forward Real Estate P/E (x)



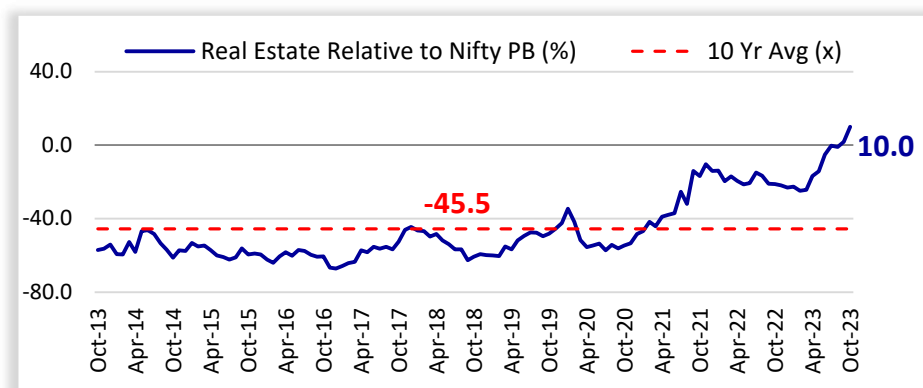
Real Estate P/E relative to Nifty P/E (%)



12-month forward Real Estate P/B (x)



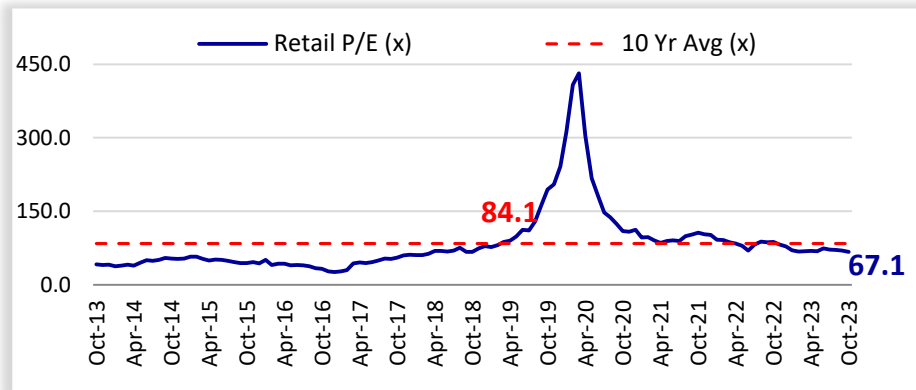
Real Estate P/B relative to Nifty P/B (%)



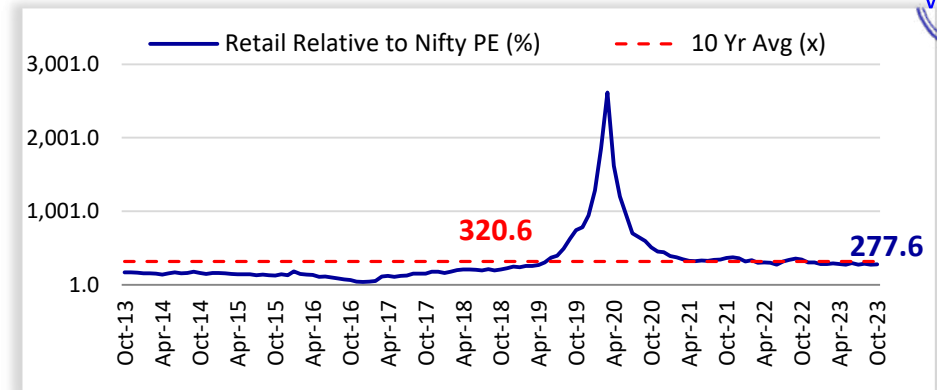


- The sector is trading at a P/E ratio of 67.1x, a discount of 20% to its 10-year historical average of 84.1x.
- A recent survey by CMAI indicates that ~78% of apparel manufacturers/brands expect the sales in this festive season to dip by up to 25% YoY.
- India's retail sales continued to register single-digit growth, with sales up 9% YoY in Sep'23, as per data from Retailers Association of India (RAI).

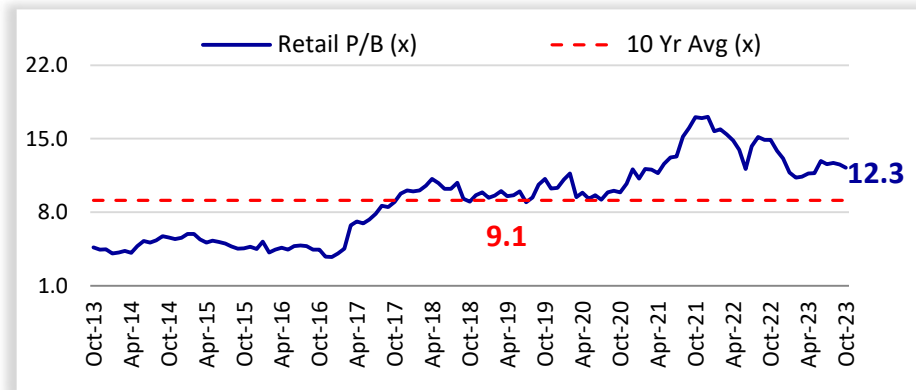
12-month forward Retail P/E (x)



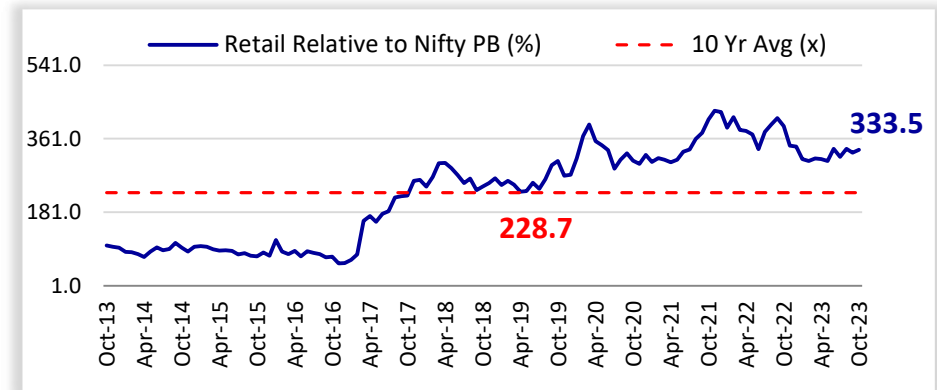
Retail P/E relative to Nifty P/E (%)



12-month forward Retail P/B (x)



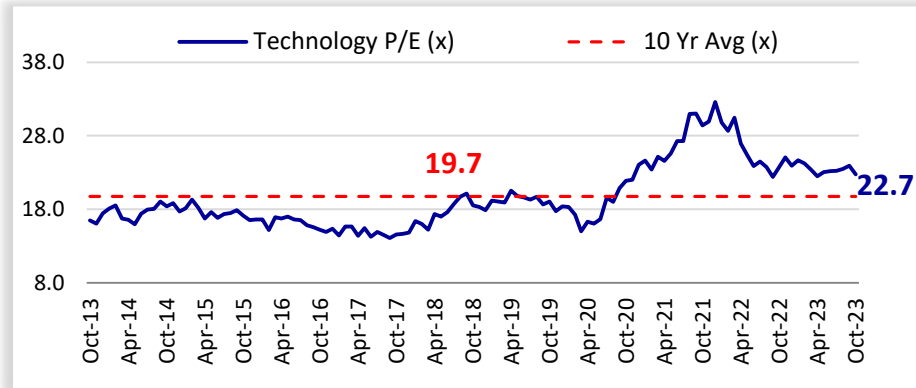
Retail P/B relative to Nifty P/B (%)



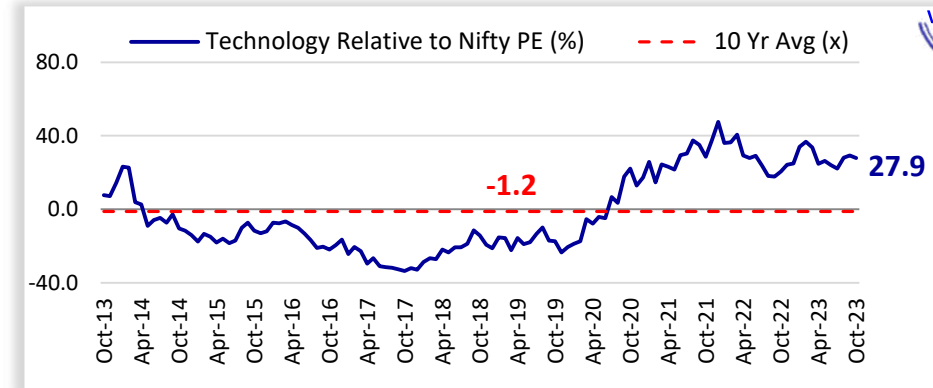


- The sector is trading at a P/E ratio of 22.7x, a 15% premium to its long-term average of 19.7x.
- Demand remained weak through 2Q, with key verticals and major geographies remaining under pressure. Although the deal TCVs remained elevated, the revenue conversion was a challenge on account of cut-down in discretionary spending and reprioritization projects.
- Despite multi-year mega deals signed in 2Q, Infosys and HCLT trimmed their FY24 revenue guidance, which indicates macro headwinds are weighing on the existing projects, with elongated timelines creating near-term leakages.
- The focus has now shifted to FY25, which is expected to see spending recovery aided by the budgeted cycle that is scheduled in early CY24.

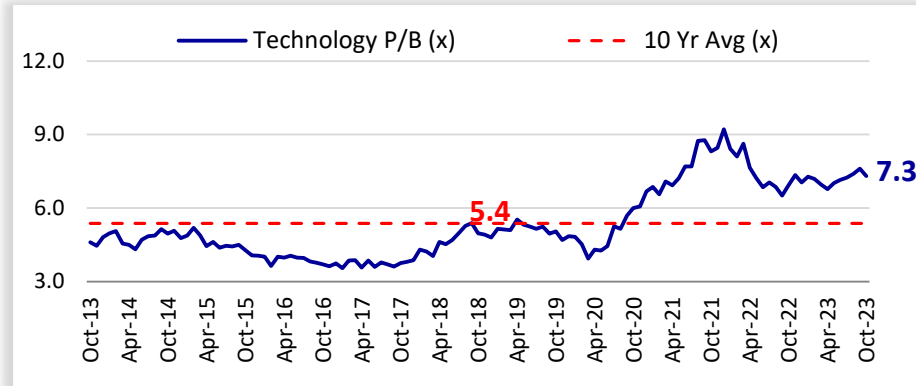
12-month forward Technology P/E (x)



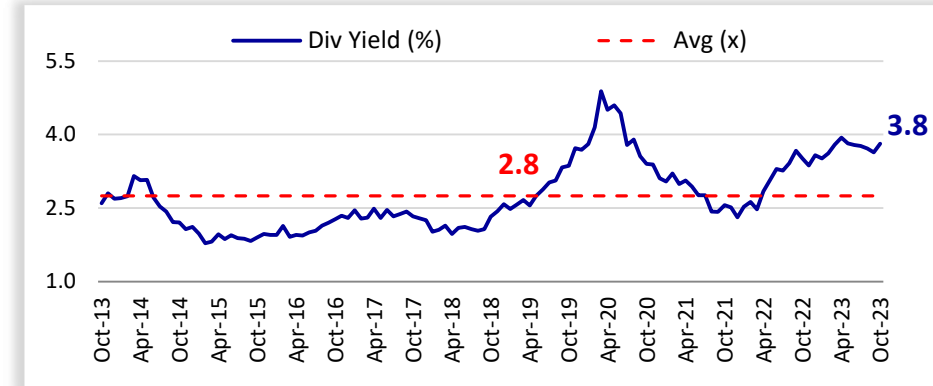
Technology P/E relative to Nifty P/E (%)



12-month forward Technology P/B (x)



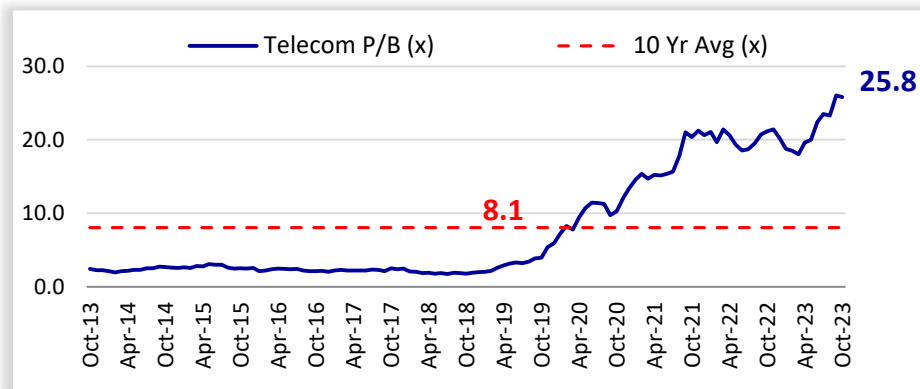
Technology Div Yield (%)



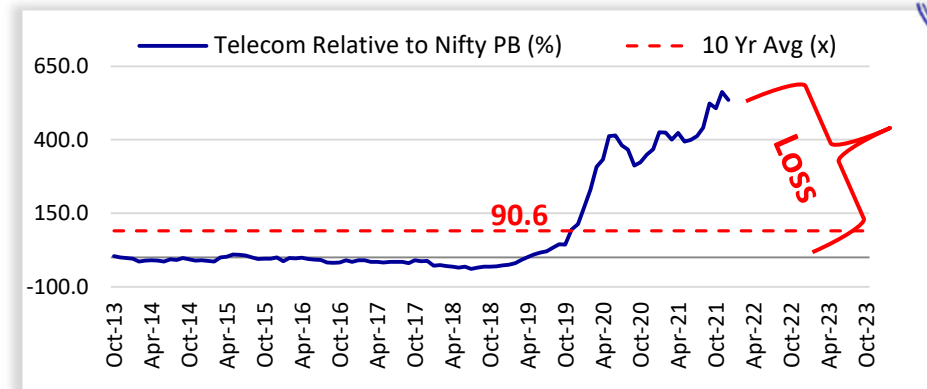


- The sector is trading at an EV/EBITDA ratio of 7.6x, an 11% discount to its 10-year historical average of 8.5x.
- RJio continued to add subscribers, while VIL's subscriber loss rate declined.
- Bharti and VIL had requested the Supreme Court to hear in "open court" regarding the arithmetic error in the calculation of AGR dues. The curative plea has not been admitted yet.

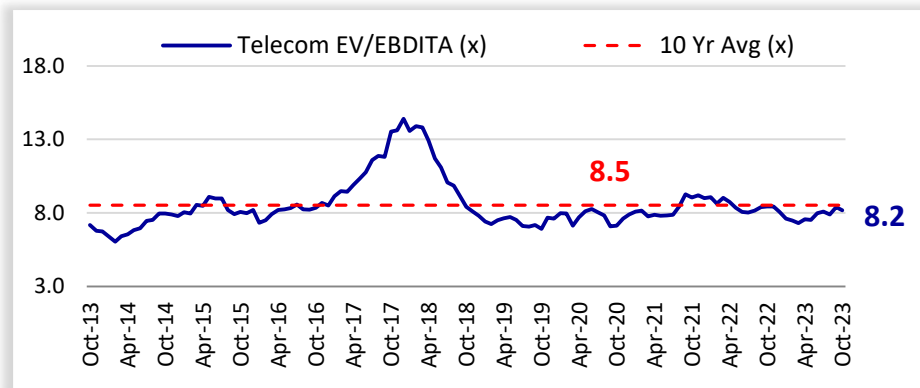
12-month forward Telecom P/B (x)



Telecom P/B relative to Nifty P/B (%)



12-month forward Telecom EV/EBITDA (x)





Company	PE (x)			Standard deviation in P/E		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average
Automobiles	20.0	26.8	-25	36.4	17.1	13	33	3.8	3.3	13	3.8	2.8	34	22
Amara Raja Energy	12.2	22.5	-46	30.0	14.9	-31	12	1.7	3.8	-56	5.5	2.2	-40	39
Ashok Leyland	15.4	22.1	-31	28.9	15.4	-13	10	4.0	3.7	7	4.8	2.6	42	37
Apollo Tyres	12.4	13.9	-11	19.1	8.6	-30	-31	1.3	1.1	13	1.4	0.8	-55	-59
Balkrishna Inds	29.9	21.1	42	30.8	11.3	68	5	5.5	3.7	48	5.1	2.3	93	35
Bajaj Auto	18.0	17.5	3	19.4	15.5	1	-13	5.1	4.3	19	5.0	3.6	81	56
Bharat Forge	28.6	41.2	-31	66.8	15.5	61	105	5.4	4.9	11	6.2	3.6	93	79
Bosch	29.6	37.6	-21	45.2	30.0	67	87	4.6	5.4	-16	6.9	4.0	63	99
CEAT	12.0	16.8	-29	29.6	4.1	-33	-16	1.9	1.6	18	2.1	1.2	-32	-40
Craftsman Auto	23.3	20.0	17	22.4	17.6	31	-1	5.2	3.8	34	4.6	3.1	83	40
Eicher Motors	21.4	31.5	-32	37.3	25.7	20	57	4.6	7.2	-36	9.9	4.6	64	164
Endurance Tech.	27.6	32.5	-15	39.9	25.0	55	61	4.1	5.0	-17	6.2	3.8	45	81
Escorts Kubota	31.0	15.6	99	23.3	7.9	74	-23	3.9	1.9	110	2.7	1.0	37	-32
Exide Inds.	18.4	20.4	-10	24.5	16.3	3	1	1.7	2.4	-29	3.3	1.6	-39	-12
Hero MotoCorp	15.7	18.2	-14	21.0	15.4	-12	-10	3.2	4.7	-32	6.1	3.2	13	71
CIE Automotive	18.3	26.1	-30	37.7	14.6	3	30	2.8	2.2	28	3.0	1.3	-2	-21
Mahindra & Mahindra	16.1	18.5	-13	21.9	15.1	-9	-8	3.1	2.7	16	3.2	2.2	10	-2
Maruti Suzuki	22.5	29.2	-23	40.2	18.1	26	45	3.8	4.0	-6	4.9	3.1	34	46
MRF	21.2	21.5	-1	33.4	9.6	19	7	2.5	2.2	15	2.6	1.9	-10	-19
Samvardhana Moth.	20.1	48.0	-58	74.1	21.9	13	138	2.4	3.3	-26	4.6	2.0	-15	20
Sona BLW Precis.	51.8	71.4	-27	92.0	50.8	191	255	10.8	13.1	-17	16.1	10.0	284	378
Tata Motors	na	17.1	na	24.6	9.6	na	-15	3.4	2.1	62	3.0	1.2	22	-22
Tube Investments	47.6	31.0	53	42.7	19.4	168	54	10.8	6.3	72	9.3	3.3	284	130
TVS Motor	32.0	29.1	10	38.2	20.1	80	45	8.2	6.1	34	8.0	4.3	191	125
Banks-Private	14.4	20.8	-31	26.4	15.2	-19	3	2.2	2.5	-11	2.8	2.2	-21	-8
AU Small Finance	22.0	29.6	-26	39.7	19.6	24	47	3.3	4.3	-24	5.4	3.2	16	58
Axis Bank	11.0	37.9	-71	89.9	-14.1	-38	88	1.7	1.9	-14	2.3	1.6	-41	-29
Bandhan Bank	9.0	25.1	-64	36.6	13.7	-49	25	1.5	3.4	-57	5.0	1.8	-49	25
DCB Bank	5.8	12.8	-55	18.0	7.5	-67	-37	0.7	1.3	-47	1.8	0.8	-76	-53
Equitas Small Fin.	11.1	12.8	-13	17.6	8.1	-37	-36	1.6	1.3	23	1.6	1.0	-42	-52
Federal Bank	8.0	11.9	-33	17.0	6.9	-55	-41	1.1	1.2	-5	1.5	0.9	-61	-58
HDFC Bank	15.7	20.6	-24	23.2	18.0	-12	2	2.4	3.2	-27	3.6	2.9	-17	19
ICICI Bank	14.8	21.2	-30	31.5	11.0	-17	5	2.5	2.0	23	2.5	1.5	-11	-25
IDFC First Bank	15.0	20.6	-27	30.8	10.4	-16	2	1.6	1.3	24	1.5	1.0	-44	-53
IndusInd Bank	10.7	18.8	-43	26.1	11.6	-40	-7	1.6	2.5	-34	3.5	1.5	-42	-10



Company	PE (x)			Standard deviation in P/E		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average
Kotak Mah. Bank	17.5	27.0	-35	31.7	22.2	-2	34	2.4	3.3	-27	3.8	2.8	-14	22
RBL Bank	8.6	27.0	-68	43.5	10.5	-52	34	0.9	1.7	-49	2.8	0.6	-69	-38
Banks-PSU	6.1	9.9	-38	16.0	3.8	-65	-51	1.0	0.8	20	1.0	0.6	-66	-70
Bank of Baroda	5.2	6.7	-22	11.6	1.7	-71	-67	0.8	0.8	9	1.0	0.5	-70	-72
Canara Bank	4.4	4.9	-10	7.7	2.1	-75	-76	0.8	0.6	29	0.7	0.4	-73	-79
Indian Bank	5.8	9.9	-41	19.9	-0.1	-67	-51	0.9	0.6	66	0.8	0.3	-67	-80
Punjab Natl.Bank	9.4	12.4	-24	17.6	7.3	-47	-38	0.7	0.7	3	1.0	0.4	-74	-73
St Bk of India	6.6	12.6	-47	20.3	5.0	-63	-37	1.1	1.1	1	1.3	0.9	-61	-60
Union Bank (I)	4.9	6.2	-21	9.5	2.8	-73	-69	0.8	0.6	38	0.7	0.4	-73	-80
NBFC	16.1	16.6	-3	19.9	13.3	-9	-17	2.4	2.3	7	2.7	1.8	-14	-17
Aditya Birla Cap	14.8	17.9	-18	25.7	10.2	-17	-11	1.7	1.9	-12	2.8	1.0	-41	-31
AAVAS Financiers	19.5	38.9	-50	49.7	28.1	10	93	2.7	4.9	-45	6.3	3.5	-5	79
Bajaj Fin.	26.7	29.3	-9	41.1	17.6	50	46	5.4	4.8	11	7.0	2.6	90	77
Can Fin Homes	12.7	13.1	-3	17.9	8.4	-28	-35	2.1	2.3	-7	3.2	1.3	-25	-17
Cholaman.Inv.&Fn	22.4	17.2	30	21.3	13.1	26	-14	4.0	2.9	38	3.7	2.1	41	6
CreditAccess	15.2	25.9	-41	42.5	9.3	-14	29	3.3	2.6	29	3.1	2.1	17	-6
Fusion Micro	8.9	8.4	6	9.6	7.1	-50	-58	1.8	1.6	9	1.9	1.4	-37	-40
Home First Fin.	23.3	25.3	-8	28.9	21.6	31	26	3.5	3.3	4	3.7	2.9	23	22
IndoStar Capital	11.5	16.0	-28	24.8	7.2	-35	-20	0.6	1.0	-37	1.4	0.7	-77	-63
LIC Housing Fin.	5.6	9.9	-43	13.3	6.5	-68	-51	0.8	1.4	-45	2.1	0.8	-72	-48
L&T Fin.Holdings	12.3	14.9	-17	18.2	11.5	-31	-26	1.4	1.5	-10	2.0	1.0	-52	-45
Manappuram Finance	5.0	7.5	-34	9.9	5.1	-72	-63	0.9	1.4	-34	1.9	0.8	-68	-50
MAS Financial	16.3	22.0	-26	28.0	16.0	-8	9	2.6	3.2	-19	4.0	2.5	-8	17
M & M Fin. Serv.	12.6	16.7	-25	23.9	9.6	-29	-17	1.6	1.5	11	1.7	1.2	-42	-46
Muthoot Finance	11.3	9.8	14	12.5	7.2	-37	-51	2.0	1.9	2	2.5	1.4	-31	-30
Piramal Enterprises	10.3	12.0	-15	16.0	8.0	-42	-40	0.7	0.7	-4	0.9	0.6	-75	-74
PNB Housing	11.4	11.1	2	17.0	5.3	-36	-45	1.2	1.2	-3	2.1	0.4	-57	-55
Poonawalla Fincorp	21.6	24.4	-11	31.0	17.7	22	21	3.0	1.9	62	2.8	0.9	7	-32
Repco Home Fin	6.9	13.6	-49	22.0	5.3	-61	-32	0.8	2.0	-58	3.4	0.6	-70	-26
Shriram Finance	8.9	10.6	-16	13.8	7.4	-50	-47	1.3	1.4	-6	1.8	1.0	-53	-48
Spandana Sphoorty	10.9	44.9	-76	84.8	5.0	-39	123	1.6	1.4	12	1.9	0.9	-44	-48
360 ONE WAM	22.1	22.3	-1	27.8	16.9	25	11	5.6	4.2	34	5.0	3.3	97	52
Angel One	17.1	10.6	62	14.1	7.1	-4	-47	6.4	4.2	53	5.6	2.8	127	54
Cams Services	28.8	38.0	-24	47.2	28.8	62	89	11.2	14.9	-25	18.7	11.1	296	445
ICICI Securities	13.0	14.1	-7	18.2	9.9	-27	-30	5.6	6.7	-17	8.5	4.9	97	146



Company	PE (x)			Standard deviation in P/E		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average
Cement	27.3	26.4	3	31.6	21.2	54	31	2.9	2.7	7	3.1	2.4	3	0
ACC	18.4	28.1	-35	35.9	20.3	3	40	2.1	2.8	-23	3.2	2.3	-25	1
Ambuja Cem.	34.4	33.6	2	41.8	25.4	93	67	2.4	2.5	-5	3.1	2.0	-14	-7
Birla Corpn.	22.1	26.4	-16	56.0	-3.3	24	31	1.5	1.2	26	1.5	0.9	-47	-56
Grasim Inds	19.3	13.2	46	16.8	9.7	9	-34	2.4	1.8	38	2.2	1.3	-14	-36
India Cements	na	43.3	na	66.6	20.0	na	115	1.2	0.8	45	1.1	0.5	-59	-71
J K Cements	31.5	29.0	9	44.1	13.9	77	44	4.4	3.1	39	4.3	1.9	54	14
JK Lakshmi Cem.	16.2	34.0	-52	67.4	0.6	-9	69	2.3	2.5	-6	3.3	1.7	-17	-9
Shree Cement	46.9	43.9	7	53.8	34.0	164	118	4.5	5.2	-14	6.2	4.3	59	91
The Ramco Cement	35.8	28.7	25	39.3	18.1	102	43	3.1	3.0	2	3.7	2.4	9	11
UltraTech Cem.	29.2	32.6	-10	39.9	25.2	64	62	3.7	3.4	10	3.9	2.9	33	24
Consumer	41.7	40.2	4	44.0	36.3	135	100	11.5	10.2	12	11.0	9.5	305	274
Consumer Ex ITC	51.4	49.6	4	57.3	42.0	189	147	13.4	13.1	2	14.4	11.8	374	379
Asian Paints	51.1	53.3	-4	65.9	40.7	187	165	15.9	14.0	13	17.1	11.0	461	413
Britannia Inds.	45.3	43.4	4	54.1	32.6	155	115	28.1	18.9	49	26.5	11.3	894	591
Colgate-Palm.	43.9	39.7	11	43.1	36.2	147	97	33.5	23.8	41	27.6	19.9	1086	768
Dabur India	43.9	44.5	-1	53.3	35.8	147	121	8.9	10.5	-16	11.6	9.5	214	285
Emami	23.3	31.3	-26	41.9	20.8	31	56	8.5	10.5	-19	13.1	7.8	200	283
Godrej Consumer	42.5	42.1	1	50.2	34.0	139	109	6.6	6.0	11	8.7	3.4	135	120
Hind. Unilever	51.7	50.8	2	60.2	41.4	191	152	12.6	24.5	-49	36.5	12.4	345	794
Indigo Paints	35.0	73.8	-53	112.2	35.3	97	267	6.6	10.9	-39	15.5	6.4	135	300
ITC	23.8	24.1	-1	29.3	19.0	34	20	7.3	5.9	22	7.3	4.5	157	117
Jyothy Lab.	37.4	33.4	12	42.6	24.1	110	66	7.5	4.8	56	5.8	3.8	166	76
Marico	44.9	41.6	8	49.5	33.8	152	107	15.6	14.2	10	16.9	11.4	451	419
Nestle India	71.5	58.6	22	71.2	45.9	303	191	89.9	47.1	91	75.0	19.1	3082	1620
P & G Hygiene	61.1	60.8	0	74.8	46.9	244	202	49.6	34.4	44	48.7	20.1	1656	1158
Page Industries	57.6	62.6	-8	78.2	47.0	224	211	23.2	27.1	-14	33.8	20.4	722	891
Pidilite Inds.	60.3	54.9	10	75.1	34.6	239	173	13.9	12.3	13	15.3	9.2	393	349
Tata Consumer	51.7	43.7	18	57.3	30.1	191	117	4.6	2.8	60	3.9	1.8	61	4
United Breweries	67.9	91.0	-25	123.4	58.5	282	352	9.6	9.5	0	11.0	8.1	239	249
United Spirits	64.4	93.7	-31	149.1	38.4	263	366	11.0	14.2	-23	19.9	8.5	288	418
Varun Beverages	51.2	41.7	23	49.4	34.0	188	107	14.4	7.4	95	10.4	4.4	409	170
Healthcare	25.5	26.3	-3	30.4	22.2	43	31	3.6	3.9	-8	4.7	3.1	26	41
Ajanta Pharma	25.8	22.6	14	28.4	16.9	45	13	5.1	5.4	-5	7.3	3.5	81	97
Alembic Pharma	21.8	21.8	0	28.6	14.9	23	8	2.7	4.1	-35	5.6	2.7	-4	52
Alkem Lab	26.2	24.8	6	30.5	19.1	48	23	4.0	4.1	-1	4.6	3.6	43	49



Company	PE (x)			Standard deviation in P/E		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average
Apollo Hospitals	51.4	78.8	-35	111.4	46.1	189	291	8.4	6.2	36	8.3	4.1	197	126
Aurobindo Pharma	16.0	15.4	4	19.3	11.4	-10	-24	1.6	2.8	-43	4.2	1.4	-44	2
Biocon	17.4	39.9	-56	56.4	23.4	-2	98	1.4	3.6	-63	5.2	2.0	-52	32
Cipla	23.6	27.9	-15	33.8	21.9	33	38	3.4	3.3	3	3.9	2.7	20	21
Divi's Lab.	43.4	32.7	33	46.0	19.5	144	63	6.0	6.0	0	7.9	4.2	113	121
Dr Reddy's Labs	17.7	25.8	-32	34.8	16.8	-1	28	2.9	3.6	-18	4.4	2.8	4	31
ERIS Lifescience	24.6	24.4	1	30.4	18.5	38	21	4.3	5.4	-22	7.4	3.4	50	98
Gland Pharma	25.5	41.4	-38	57.5	25.4	44	106	2.7	5.1	-47	7.3	2.9	-5	86
Glaxosmit Pharma	36.5	55.4	-34	72.5	38.2	105	175	11.0	12.2	-10	14.1	10.4	288	347
Glenmark Pharma.	16.8	21.4	-22	29.3	13.6	-5	7	2.0	3.2	-39	5.0	1.4	-31	17
Granules India	12.7	14.5	-12	20.0	8.9	-28	-28	2.1	2.4	-11	3.2	1.6	-25	-13
Ipca Labs.	33.6	32.3	4	45.9	18.7	89	60	3.7	3.6	2	4.5	2.7	30	32
Laurus Labs	26.5	28.2	-6	41.7	14.7	49	40	4.0	4.4	-9	6.6	2.2	40	60
Lupin	34.5	39.7	-13	54.9	24.5	94	97	3.5	4.0	-12	5.5	2.4	24	45
Max Healthcare	36.9	30.4	21	36.8	24.0	108	51	5.4	4.1	29	5.4	2.9	90	52
Solara Active Pharma	na	13.2	na	21.3	5.1	na	-35	0.7	1.7	-55	2.7	0.7	-74	-39
Sun Pharma.Inds.	24.6	30.2	-19	39.2	21.3	38	50	3.8	4.1	-7	5.5	2.6	33	48
Torrent Pharma.	32.4	29.3	11	36.7	21.9	82	45	4.9	6.0	-17	7.2	4.7	75	118
Zydus Lifesciences	18.8	20.5	-8	24.8	16.1	6	2	2.6	3.8	-31	5.2	2.4	-6	39
Infrastructure	16.5	9.3	76	14.0	4.6	-7	-54	1.6	1.1	38	1.6	0.7	-45	-58
IRB Infra.Devl.	20.9	13.8	52	19.3	8.3	18	-31	1.4	1.1	26	1.6	0.6	-51	-60
KNR Construct.	16.0	12.7	26	17.4	7.9	-10	-37	2.2	2.1	6	2.7	1.4	-23	-25
Media	20.0	25.1	-20	29.6	20.5	13	25	2.2	4.1	-47	5.9	2.4	-22	51
PVR Inox	27.7	48.0	-42	69.8	26.2	56	139	1.9	4.2	-54	5.5	2.9	-32	54
Sun TV Network	13.3	16.2	-18	21.8	10.7	-25	-19	2.4	3.7	-34	5.3	2.2	-14	35
Zee Entertainment	29.9	34.3	-13	46.1	22.4	68	70	2.2	4.5	-52	6.8	2.3	-22	66
Logistics	28.6	32.6	-12	38.9	26.4	61	62	4.1	3.9	4	4.6	3.2	44	44
Blue Dart Expres	32.6	77.1	-58	124.1	30.1	83	283	9.0	17.0	-47	25.3	8.8	219	523
Container Corpn.	31.0	31.2	-1	38.2	24.2	74	55	3.4	3.1	9	3.6	2.6	20	14
TCI Express	29.6	33.9	-13	43.5	24.3	66	68	6.3	8.2	-24	10.2	6.2	122	200
Transport Corp.	15.4	14.8	4	19.4	10.3	-13	-26	2.8	2.3	19	3.0	1.6	-2	-15
VRL Logistics	23.9	30.4	-21	39.6	21.1	34	51	4.8	4.6	4	5.8	3.4	70	68
Mahindra Logis.	53.6	61.5	-13	77.1	46.0	201	206	4.4	6.2	-29	7.7	4.6	55	125
Metals	11.0	11.5	-5	15.9	7.1	-38	-43	1.6	1.3	26	1.6	0.9	-44	-54
Coal India	8.9	10.7	-17	15.9	5.5	-50	-47	2.6	4.8	-46	7.3	2.3	-8	75
Hindalco Inds.	9.7	9.4	3	11.7	7.1	-45	-53	1.2	1.1	12	1.4	0.8	-57	-60
Hind.Zinc	12.5	11.9	5	15.0	8.8	-30	-41	5.9	3.8	57	6.0	1.5	110	38



Company	PE (x)			Standard deviation in P/E		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average
Jindal Steel	9.9	8.7	14	15.0	2.3	-44	-57	1.4	0.7	85	1.1	0.3	-52	-73
JSW Steel	11.2	14.4	-22	23.0	5.8	-37	-29	2.1	1.7	24	2.2	1.2	-25	-37
Natl. Aluminium	10.7	11.6	-8	19.9	3.3	-40	-42	1.2	1.0	19	1.3	0.7	-58	-64
NMDC	8.1	5.9	37	8.0	3.8	-54	-71	1.6	1.1	45	1.4	0.8	-42	-59
S A I L	9.2	11.3	-19	18.7	4.0	-48	-44	0.6	0.6	-5	0.8	0.4	-79	-77
Tata Steel	13.3	20.4	-35	47.5	-6.8	-25	1	1.4	1.2	15	1.8	0.7	-50	-55
Vedanta	10.3	10.3	1	15.1	5.5	-42	-49	2.5	1.6	53	2.5	0.8	-12	-40
Oil & Gas	10.6	12.2	-13	14.7	9.6	-40	-40	1.3	1.4	-8	1.6	1.3	-53	-48
Oil & Gas Ex RIL	5.3	9.1	-42	12.5	5.6	-70	-55	0.9	1.2	-26	1.5	1.0	-68	-55
Aegis Logistics	20.3	28.8	-29	42.1	15.5	14	43	2.5	3.9	-35	5.3	2.5	-10	43
B P C L	4.5	9.0	-50	13.8	4.2	-75	-55	1.0	1.8	-43	2.4	1.3	-63	-33
Castrol India	15.8	23.8	-34	31.9	15.8	-11	18	6.2	16.2	-62	26.7	5.7	120	493
GAIL (India)	9.5	11.5	-17	15.7	7.3	-46	-43	1.1	1.3	-13	1.6	1.0	-60	-53
Gujarat Gas	22.1	24.3	-9	33.1	15.4	25	21	3.4	4.7	-28	5.9	3.5	20	72
Guj.St.Petronet	14.9	13.7	8	16.4	11.1	-16	-32	1.5	1.6	-11	1.9	1.4	-49	-40
H P C L	3.4	5.5	-38	7.7	3.2	-81	-73	0.8	1.2	-35	1.6	0.7	-73	-57
I O C L	4.7	7.5	-37	15.3	-0.2	-74	-63	0.7	0.9	-20	1.3	0.6	-74	-66
Indraprastha Gas	16.4	19.9	-17	26.1	13.7	-8	-1	3.0	3.8	-22	5.0	2.7	6	40
Mahanagar Gas	10.5	14.1	-25	18.1	10.0	-41	-30	2.0	3.0	-34	3.9	2.1	-30	10
M R P L	14.5	15.6	-7	28.0	3.2	-18	-22	2.9	2.8	4	3.5	2.0	2	1
Oil India	6.1	7.0	-13	9.9	4.1	-66	-65	0.8	0.8	6	1.0	0.5	-71	-72
O N G C	4.0	8.0	-51	12.5	3.5	-78	-60	0.7	0.9	-27	1.3	0.6	-76	-65
Petronet LNG	10.0	12.6	-21	14.9	10.4	-44	-37	1.7	2.6	-35	3.3	2.0	-40	-4
Reliance Inds.	20.4	14.7	39	21.8	7.5	15	-27	1.6	1.4	12	1.7	1.2	-44	-48
Sp. Chemicals	33.4	21.4	56	33.7	9.0	88	6	5.0	3.8	30	5.9	1.8	76	40
Alkyl Amines	40.7	27.1	50	52.5	1.8	129	35	7.4	5.9	26	10.7	1.1	163	115
Atul	39.4	26.7	48	42.1	11.3	122	33	3.5	3.5	1	4.7	2.2	23	26
Deepak Nitrite	27.3	19.1	43	28.4	9.8	53	-5	5.0	3.5	45	5.6	1.4	78	27
Fine Organic	39.8	33.3	20	43.1	23.4	124	65	6.6	7.9	-16	9.4	6.3	134	188
Galaxy Surfactants	25.7	24.5	5	30.6	18.4	45	22	4.1	4.8	-13	5.7	3.8	46	74
Navin Fluorine	40.1	27.5	46	47.9	7.1	125	37	6.3	4.3	46	7.3	1.3	123	57
NOCIL	22.4	15.8	41	23.3	8.3	26	-21	2.2	1.8	22	2.5	1.1	-23	-35
Vinati Organics	35.5	29.3	21	41.8	16.9	100	46	6.2	6.0	3	8.1	3.9	120	121
Real Estate	28.4	22.0	29	29.9	14.2	60	10	3.1	1.5	104	2.1	0.9	10	-44
Brigade Enterpr.	20.8	23.4	-11	35.5	11.4	17	16	3.1	1.7	80	2.4	1.0	9	-38
DLF	30.4	41.4	-27	67.6	15.2	71	106	2.3	1.2	97	1.6	0.8	-18	-57
Godrej Properties	44.6	72.0	-38	99.5	44.4	151	258	4.3	4.9	-12	6.8	3.0	53	79



Company	PE (x)			Standard deviation in P/E		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average	Current	10-year average	Premium/discount (%)	+1SD (x)	-1SD (x)	Current	10-year average
Macrotech Developers	37.8	34.1	11	39.5	28.6	113	69	5.1	3.9	30	4.7	3.1	80	43
Mahindra Lifespace	0.0	6.1	-100	10.1	2.1	-100	-70	4.0	1.1	273	2.4	-0.2	43	-60
Oberoi Realty	24.7	22.8	9	26.5	19.1	39	13	2.8	2.1	36	2.5	1.7	0	-25
Prestige Estates	31.8	21.6	47	26.6	16.6	79	7	2.5	1.8	44	2.2	1.3	-10	-36
Phoenix Mills	27.2	40.9	-33	68.3	13.4	53	103	3.2	2.4	32	2.8	2.1	14	-11
Sobha	22.3	25.8	-13	39.4	12.1	26	28	2.4	1.7	39	2.3	1.1	-15	-37
Retail	67.1	84.1	-20	149.6	18.7	278	318	12.3	9.1	34	12.8	5.4	334	234
Aditya Birla Fashion	na	96.6	na	144.2	48.9	na	380	5.3	8.5	-38	11.2	5.8	87	211
Avenue Supermarts	70.7	98.9	-29	122.8	75.0	298	391	10.8	12.4	-13	15.2	9.6	281	354
Bata India	47.1	46.2	2	62.8	29.6	165	130	9.7	8.8	10	12.3	5.2	243	220
Jubilant	74.2	80.6	-8	107.3	53.9	318	301	14.4	14.0	3	18.4	9.6	411	411
Raymond	14.1	21.0	-33	31.9	10.2	-21	4	2.3	1.8	25	2.4	1.2	-20	-34
Relaxo Footwear	73.0	64.2	14	106.6	21.9	310	219	10.2	9.5	7	12.7	6.4	261	249
Shoppers Stop	28.7	43.4	-34	57.2	29.6	61	115	10.8	9.8	10	16.4	3.2	283	259
Titan	60.5	54.6	11	71.4	37.8	240	171	17.1	12.2	40	16.0	8.3	505	345
Trent	87.9	92.0	-5	109.6	74.4	394	357	18.5	7.6	142	12.2	3.0	553	179
V-Mart Retail	na	40.0	na	71.1	8.9	na	99	3.6	5.5	-35	7.9	3.1	27	102
Technology	22.7	19.7	15	24.1	15.4	28	-2	7.3	5.4	36	6.8	3.9	159	97
Coforge	29.4	21.1	39	30.4	11.8	65	5	7.6	4.5	69	7.1	1.9	170	64
Cyient	19.6	16.8	17	21.6	12.0	11	-16	4.4	2.8	58	3.7	1.9	56	2
HCL Technologies	20.4	15.6	30	18.8	12.5	15	-22	5.4	3.7	45	4.5	2.9	91	36
Infosys	20.8	19.6	6	24.5	14.6	17	-3	7.5	5.3	42	7.4	3.1	164	92
LTI Mindtree	26.8	22.2	21	31.9	12.5	51	10	6.9	10.0	-31	12.8	7.3	145	267
L&T Technology	30.3	25.3	20	34.3	16.3	71	26	7.7	6.3	24	8.3	4.2	174	129
Mphasis	21.2	17.9	18	25.1	10.7	19	-11	4.4	3.3	35	5.0	1.5	56	19
Persistent Sys	36.0	23.5	53	33.0	13.9	103	17	8.9	3.8	131	6.0	1.7	215	41
TCS	24.5	23.3	5	27.8	18.7	38	16	14.3	9.4	52	12.6	6.2	405	243
Tech Mahindra	22.5	16.6	36	21.2	12.0	27	-17	3.4	3.1	10	3.9	2.4	22	14
Wipro	17.6	17.3	2	21.7	12.9	-1	-14	2.6	2.9	-10	3.6	2.3	-7	7
Zensar Tech.	19.0	15.0	27	20.9	9.2	7	-25	3.2	2.3	38	3.0	1.6	13	-15
Telecom	na	34.2	na	48.4	20.0	na	70	25.8	8.1	220	15.8	0.3	814	195
Bharti Airtel	na	32.7	na	47.5	17.8	na	62	4.6	3.0	50	4.3	1.7	62	11
Indus Towers	9.0	19.3	-53	26.9	11.7	-50	-4	1.6	3.4	-53	4.3	2.4	-44	24
Vodafone Idea	na	15.8	na	23.3	8.2	na	-22	na	1.2	na	2.3	0.2	na	-55
Tata Comm	32.3	28.3	14	43.8	12.9	82	41	14.6	23.9	-39	39.1	8.7	418	774

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Explanation of Investment Rating	
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BUY	>=15%
SELL	< - 10%
NEUTRAL	> - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
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