BULLS & BEARS

INDIA VALUATIONS HANDBOOK

Sectors trading at a premium

- Healthcare
- Utilities
- PSU Banks
- NBFC
- Capital Goods
- Metals
- Automobiles
- Logistics
- Cement
- Consumer Durables
- Oil & Gas
- Chemicals
- Infrastructure
- Consumer
- Real Estate
- Banks - Private
- Technology
- Retail
- Media
- Telecom

Sectors trading at a discount

HIGHLIGHTS – JUL'26 EDITION

- Nifty closes above 24k; adds 518 points (+2.2%) MoM in Jul'26
- FIIs clock inflows in Jul'26, while DII inflows at lowest level since May'25
- Smallcaps outperform

- Breadth favorable in Jul'26, with 32 Nifty stocks closing higher MoM
- Technology, Media, Real Estate, Autos, and Healthcare top gainers MoM

- MSCI India underperforms MSCI EM over last 12 months
- India's share of global market cap inches up to 3.1%

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Contents

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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 month-end July'26
- **BULL icon:** Sectors trading at a premium to their historical averages
- **BEAR icon:** Sectors trading at a discount to their historical averages
- Valuations are on a 12-month forward basis, unless mentioned otherwise
- Sector valuations are based on MOFSL coverage companies
- Data on global equities is sourced from Bloomberg; Nifty valuations are based on MOFSL estimates

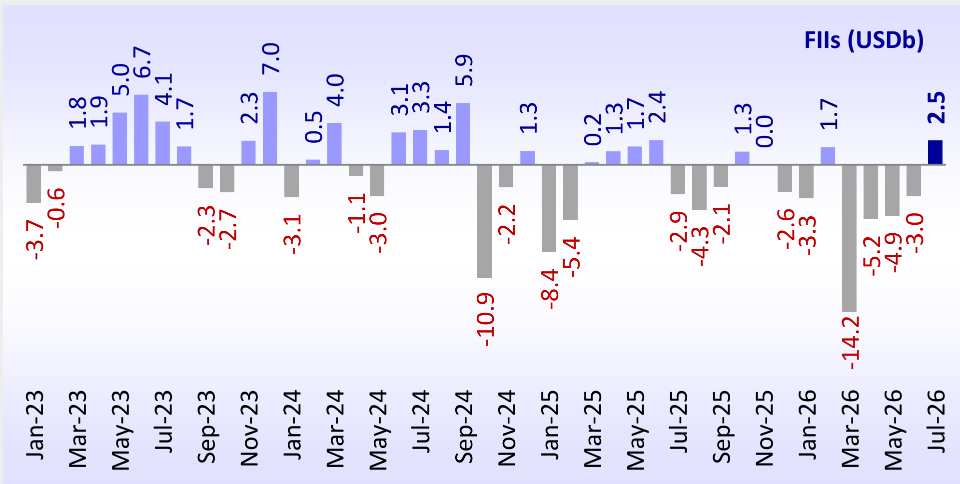
Investors are advised to refer to the important disclosures appended at the end of this report.

Market continues its upward momentum; earnings and flows anchor optimism

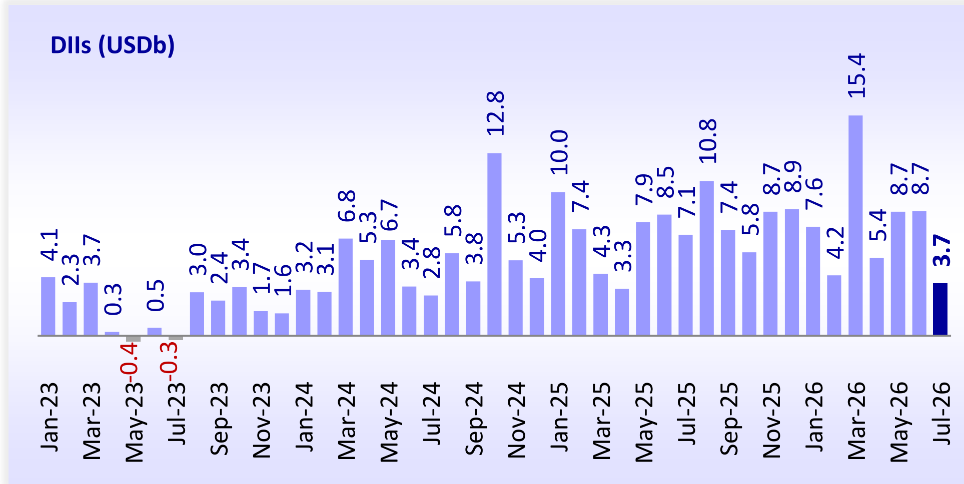
- **Market rallies for the second consecutive month:** The Nifty managed to close above 24k after five months, ending 2.2% up MoM at 24,384 in Jul'26. The index has closed higher for the second successive month. Notably, the index was extremely volatile and swung around 925 points before closing 518 points higher. In CY26TD, the Nifty is down 6.7%. Over the last 12 months, largecaps have been down 2%, underperforming midcaps (+10% YoY) and smallcaps (+8% YoY). Over the last five years, midcaps (CAGR: 17.7%) have notably outperformed largecaps (CAGR: 9.1%) by 71%, while smallcaps (CAGR: 12.9%) have markedly outperformed largecaps by 29%.
- **FIIs clock inflows in Jul'26, while DII inflows at lowest level since May'25:** In Jul'26, FIIs recorded inflows of USD2.5b after four consecutive months of outflows. FII equity outflows stood at USD26.5b in CY26YTD. DII inflows slowed in Jul'26 to USD3.7b, the lowest level since May'25. DII equity inflows stood at USD53.7b in CY26YTD.
- **Breadth favorable in Jul'26:** Among sectors, Technology (+17%), Media (+9%), Real Estate (+9%), Automobiles (+9%), and Healthcare (+5%) were the top gainers MoM, while Capital Goods (-5%), Power (-5%), Oil & Gas (-3%), Telecom (-2%), and PSU Banks (-1%) were the key laggards. The breadth was favorable in Jul'26, with 32 Nifty stocks closing higher. HCL Tech (+26%), Bajaj Auto (+19%), Tech Mahindra (+18%), TCS (+16%), and Eternal (+14%) were the top gainers, while Dr Reddy's (-15%), Axis Bank (-9%), Trent (-8%), Adani Ports (-6%), and HDFC Bank (-6%) were the key laggards.
- **India among the positive performers in Jul'26:** Among the key global markets, Indonesia (+11%), the UK (+4%), Brazil (+3%), Germany (+3%), and India (+2%) ended higher MoM. However, Korea (-22%), Japan (-8%), Taiwan (-7%), China (-6%), and MSCI EM (-3%) ended lower MoM in Jul'26. During the last 12 months, the MSCI India Index (-7%) has underperformed the MSCI EM Index (+34%) in USD terms. Over the last 10 years, the MSCI India Index outperformed the MSCI EM Index by 6%.
- **Earnings review 1QFY27 – OMCs temper Financials and Metal strength:** As of 31st Jul'26, 211/39 companies within the MOFSL Universe/Nifty have announced their 1QFY27 results. The earnings of the aforesaid 211 MOFSL Universe companies inched up 2% YoY (vs. our est. of a 10% YoY dip), primarily weighed down by OMCs amid high crude prices. Barring OMCs, earnings growth for the MOFSL Universe remained healthy at 17% YoY (vs. our est. of +13% YoY). Earnings of the 39 Nifty companies that have declared results so far have grown 11% YoY (vs. our est. of +7% YoY). Read more
- **Valuation – two-thirds of the sectors trade at a premium to their historical averages:** The Nifty is trading at a 12-month forward P/E ratio of 18.9x, below its LPA of 21x (at a 10% discount). Further, its P/B of 2.8x represents a 4% discount to its historical average of 2.9x. The 12-month trailing P/E for the Nifty, at 21.8x, is below its LPA of 23.2x (at a 6% discount). At 3.1x, the 12-month trailing P/B ratio for the Nifty is near its historical average of 3.2x (at a 3% discount). Notably, two-thirds of the sectors trade at a discount to their averages. Capital Goods, PSU Banks, Metals, Oil & Gas, Healthcare, and Utilities trade at a premium to their long-period average (LPA) valuations, while Private Banks, Consumer, Technology, Retail, and Real Estate trade at a discount to their LPA.
- **View:** Nearly two years of range-bound performance in Indian equities and a strong rally in global markets have widened the performance gap to near-historic levels. India's underperformance, following its status as one of the world's best-performing equity markets between 2020 and 2024, has been difficult to reconcile with its strong underlying fundamentals. The 1QFY27 earnings have been better than our estimates, with the intensity of earnings cuts moderating. Further, the beat-miss ratio for the MOFSL Universe remains favorable. The MOFSL model portfolio broadly reflects our preference for growth visibility, structural domestic growth plays, and select global value names. We firmly believe that this is a bottom-up market, despite India experiencing both time and price corrections relative to EM peers.
- **Top Nifty-50 Ideas:** Bharti Airtel, SBI, ICICI Bank, M&M, Titan, Eternal, Shriram Finance, Bajaj Finance, and Interglobe Aviation. **Top non-Nifty-50 Ideas:** TVS Motors, Radico Khaitan, Indian Hotels, RBL Bank, Dixon Tech, Coforge, Kirloskar Oil Engines, Arvind, TBO TEK, Delhivery, HDFC AMC, Meesho, and BSE.

FIIs clock inflows in Jul'26, while DII inflows at lowest level since May'25

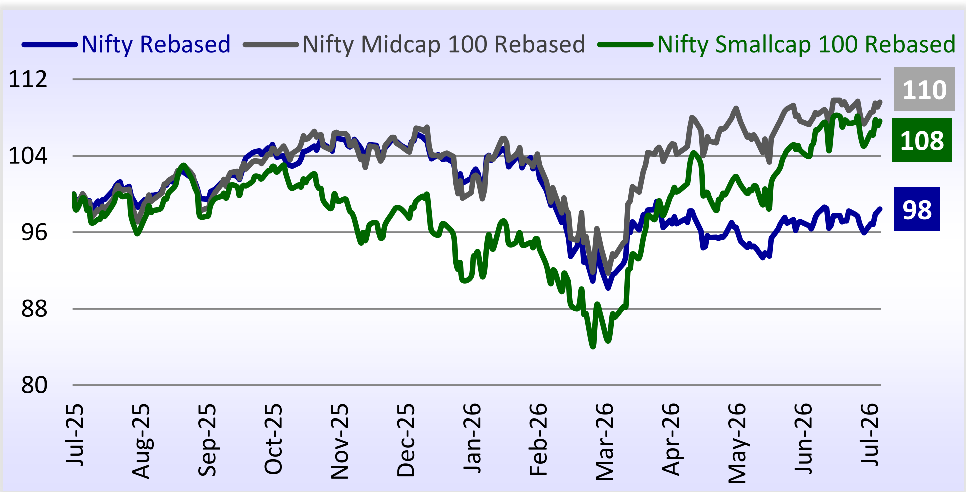
FIIs record equity inflows after four straight months of outflows in Jul'26



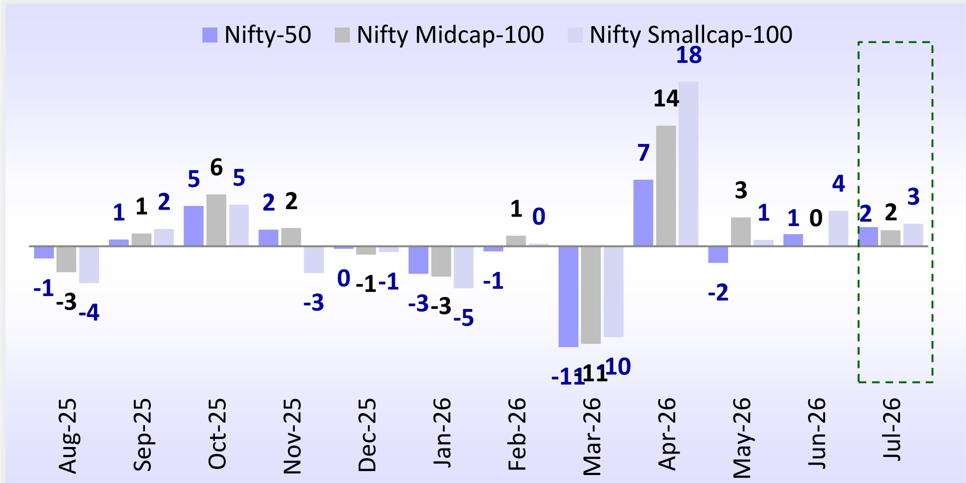
DIIs' monthly equity inflows moderate – lowest since May'25



Performance of midcaps and smallcaps vs. largecaps in last 12 months

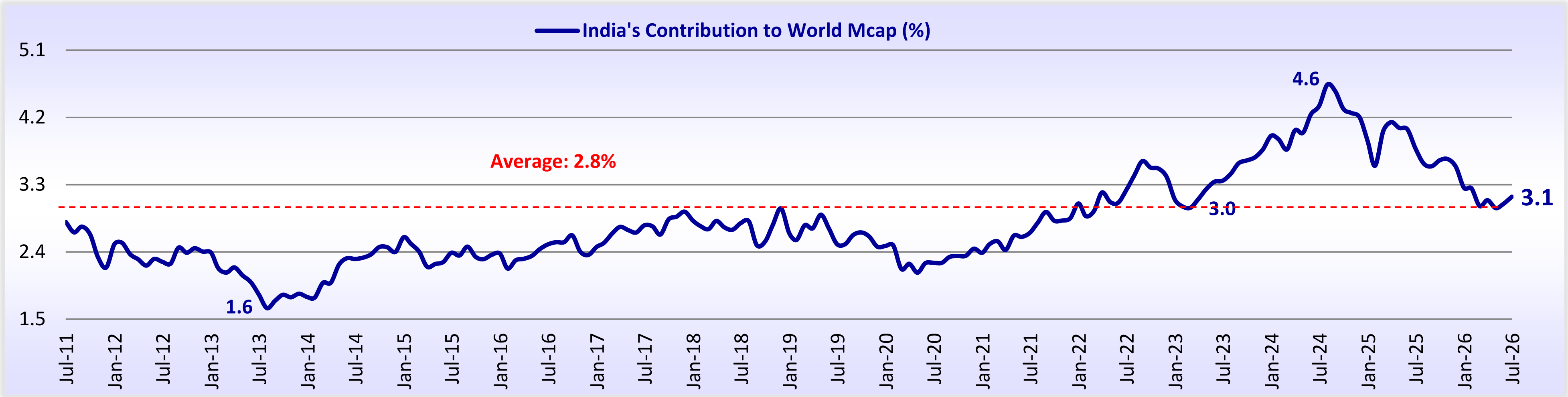


MoM performance (%) – Smallcaps outperform in Jul'26



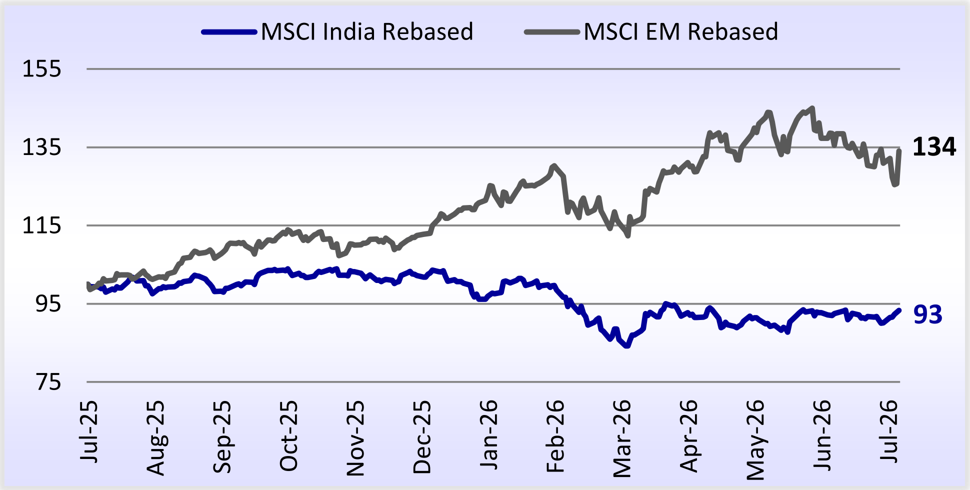
India's share of global market cap inches up to 3.1% in Jul'26

Trend in India's contribution to the global market cap (%); the contribution rises to 3.1% in Jul'26 at a five-month high

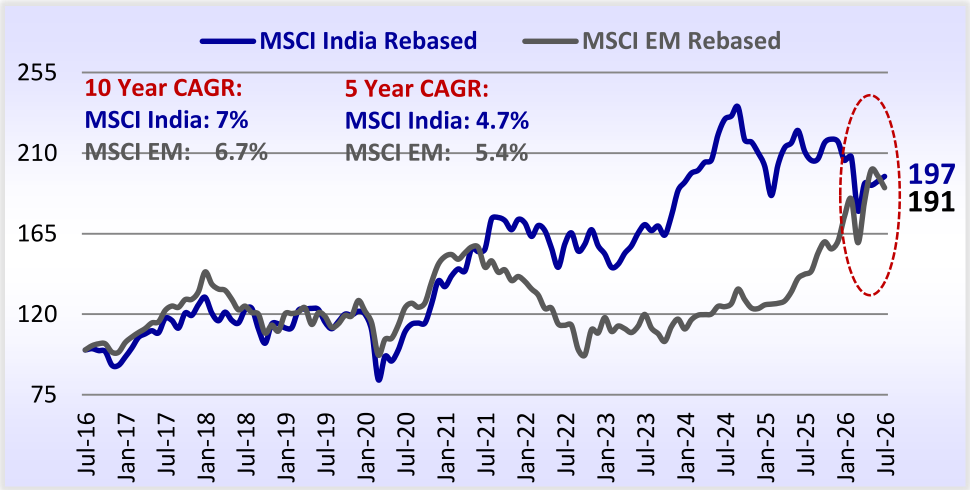


MSCI India underperforms MSCI EM over the last 12 months

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



MSCI India notably outperforms MSCI EM by 6% in the last 10 years

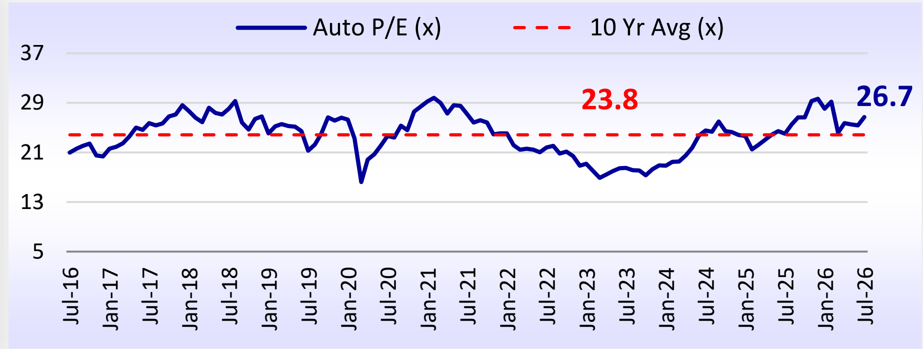


Source: Bloomberg

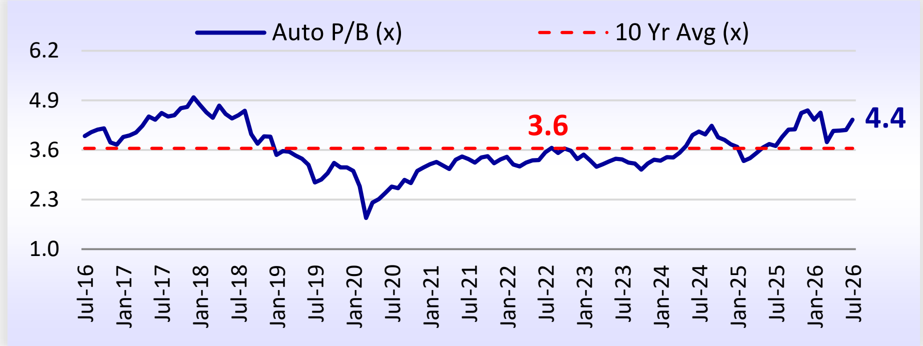
Automobiles: Improved earnings visibility to drive further re-rating in the sector

- The Automobile sector had seen a re-rating last year after GST rate cuts. However, it eventually peaked out at around 29x in Feb'26, with the onset of the West Asia crisis, as concerns around demand sustainability and margin pressure emerged.
- The sector is currently trading at 26.7x (12% premium to its 10-year avg. of 23.8x).
- The current re-rating trend in the sector has been a function of improved earnings visibility, and we believe it has a lot of headroom to achieve its previous peak if earnings growth improves on expected lines in subsequent quarters.
- Demand has remained healthy even in FY27 across all segments. In fact, July wholesales across segments were well ahead of estimates, driven by healthy demand, lean inventory, normalization of supply chain hiccups and capacity ramp-up for certain key OEMs.
- Within sectors, PVs are now outperforming our prior expectations. Given the strong tractor momentum in the first four months, there could be some upside risk to our full-year estimates for the industry. CVs are also seeing a healthier momentum in the first four months relative to our expectations.
- While the impact of El Nino is one of the critical monitorable items for FY27, the monsoon progress so far has supported positive rural sentiment, which is already reflected in healthy tractor demand.
- We now expect 2Ws to post 6%/8% growth, PVs to record 13%/7% growth, CVs to register 6%/8% growth, and tractors to clock 5%/5% growth over FY27-FY28E.
- The surge in input costs is hurting auto sector earnings in 1Q. However, with the resolution in the West Asia crisis expected sooner, commodity prices have started cooling off, which, along with the price hikes by OEMs across segments, will help to normalize margins in subsequent quarters for the sector.

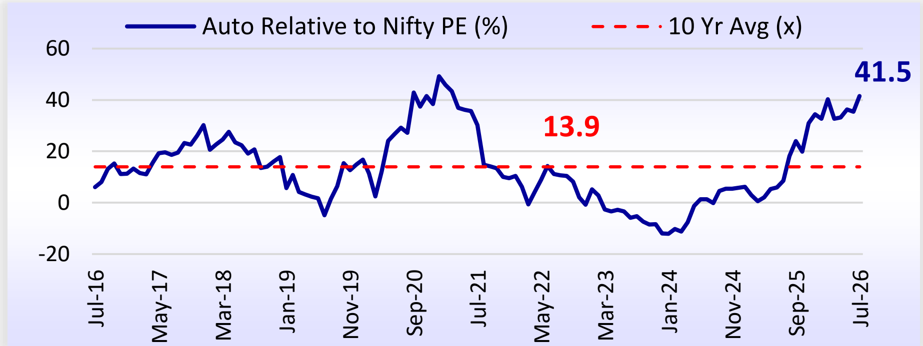
Trend in P/E (x) ratio – one-year forward



Trend in P/B (x) ratio – one-year forward



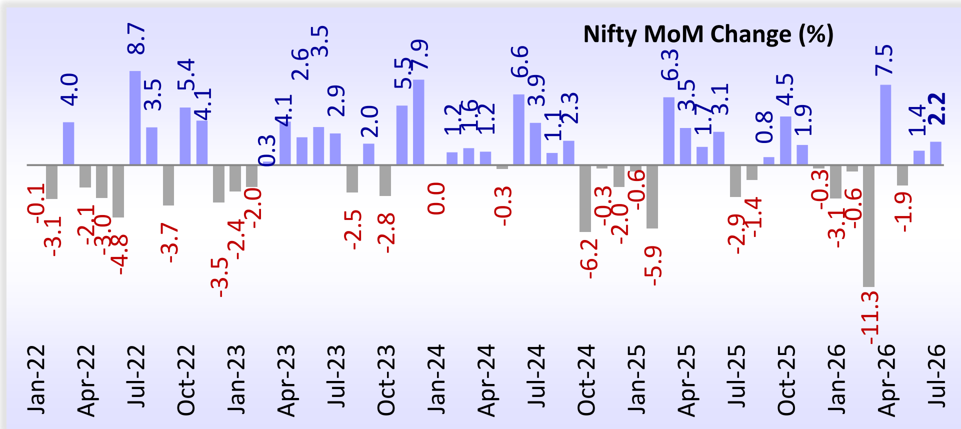
Trend in Auto P/E relative to Nifty P/E (%)



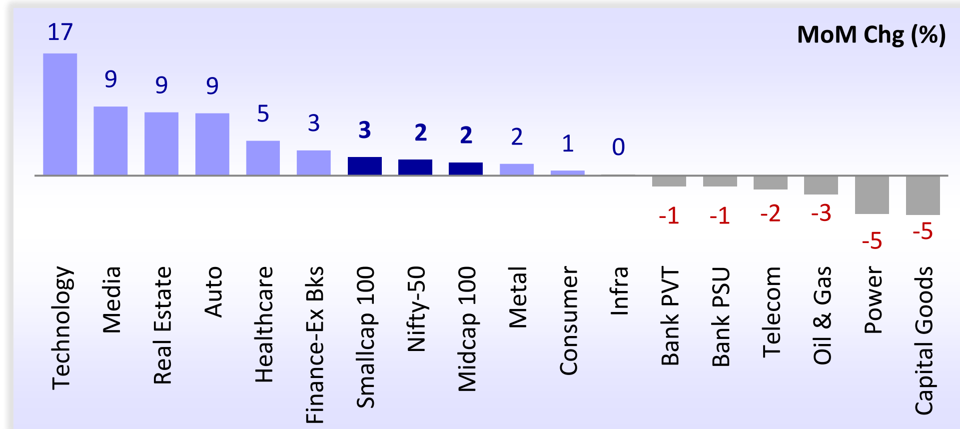
Nifty closes above 24k; adds 518 points (+2.2%) MoM in Jul'26

- The Nifty managed to close above 24k after five months, ending +2.2% MoM at 24,384 in Jul'26. The index has closed higher for the second successive month. Notably, the index was extremely volatile and swung around 925 points before closing 518 points higher. The Nifty is down 6.7% in CY26YTD.
- Among sectors, Technology (+17%), Media (+9%), Real Estate (+9%), Automobiles (+9%), and Healthcare (+5%) were the top gainers MoM, while Capital Goods (-5%), Power (-5%), Oil & Gas (-3%), Telecom (-2%), and PSU Banks (-1%) were the key laggards.

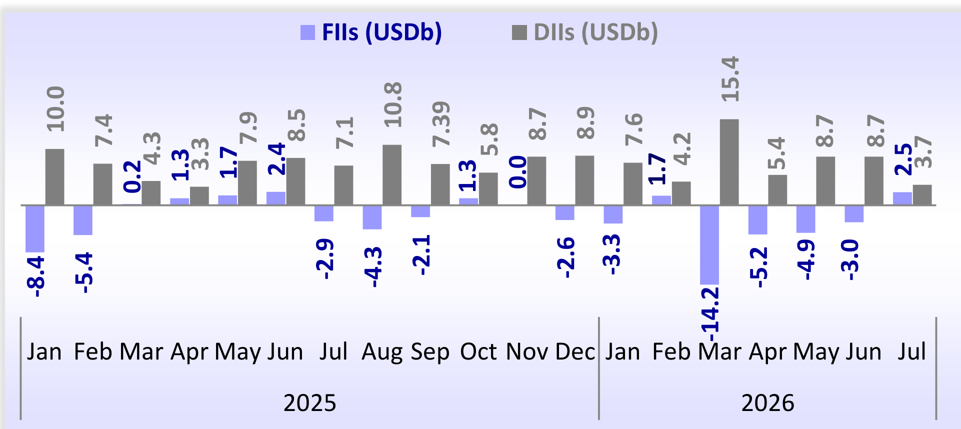
Nifty-50 MoM change (%) – closes higher for second consecutive month



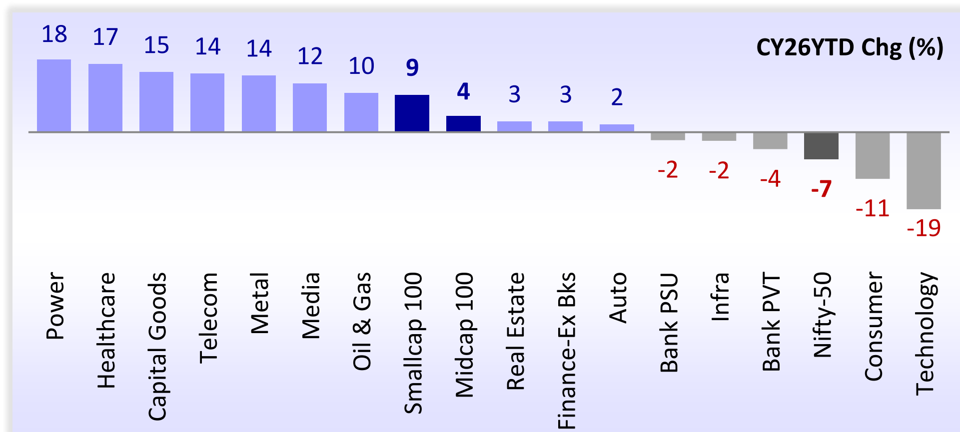
Sectoral MoM change (%) – Technology, Media, RE top gainers



Institutional flows (USD b) – FIIs record inflows after four months of outflows; DII inflows slow in Jul'26



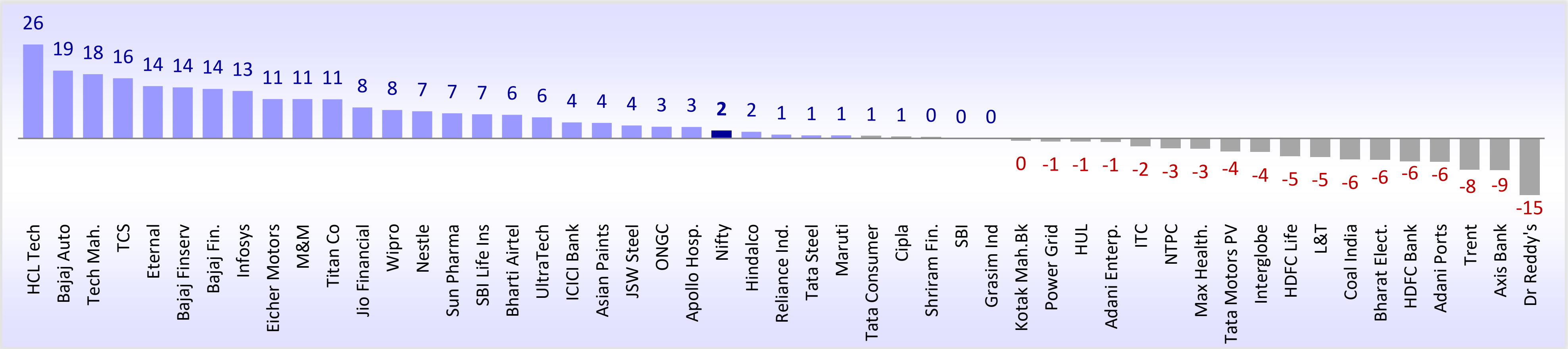
Sectoral CY26YTD change (%) – Power, Healthcare, Capital Goods, Telecom, and Metals the top gainers



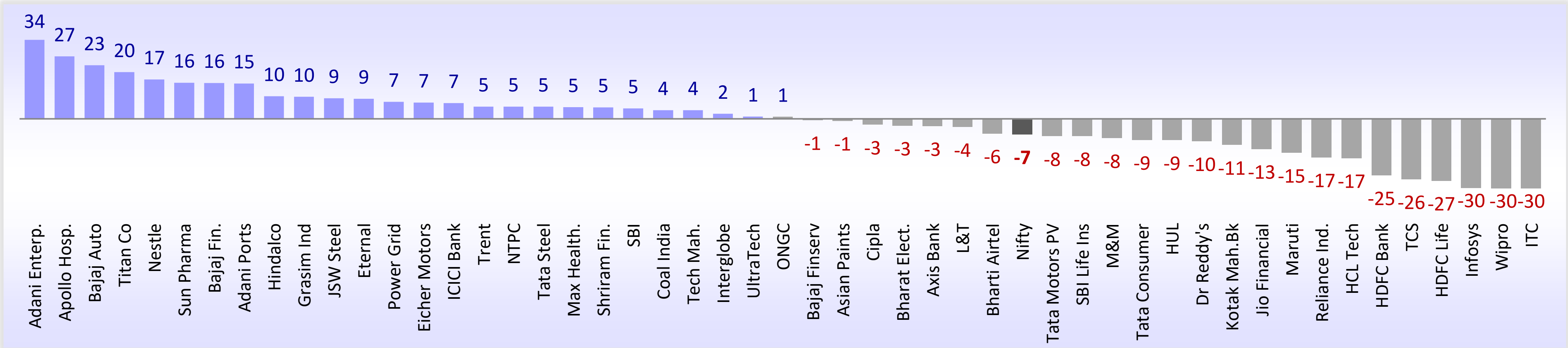
Breadth favorable in Jul'26, with 32 Nifty stocks closing higher MoM

- **Best and worst Nifty performers in Jul'26:** HCL Tech (+26%), Bajaj Auto (+19%), Tech Mahindra (+18%), TCS (+16%), and Eternal (+14%) were the top gainers, while Dr Reddy's (-15%), Axis Bank (-9%), Trent (-8%), Adani Ports (-6%), and HDFC Bank (-6%) were the key laggards.
- **Best and worst Nifty performers in CY26YTD:** Adani Enterp (+34%), Apollo Hospitals (+27%), Bajaj Auto (+23%), Titan (+20%), and Nestle (+17%) have been the top performers, while ITC (-30%), Wipro (-30%), Infosys (-30%), HDFC Life (-27%), and TCS (-26%) have been the key laggards.

Best and worst Nifty performers (MoM) in Jul'26 (%) – Breadth favorable; 32 Nifty stocks end higher MoM



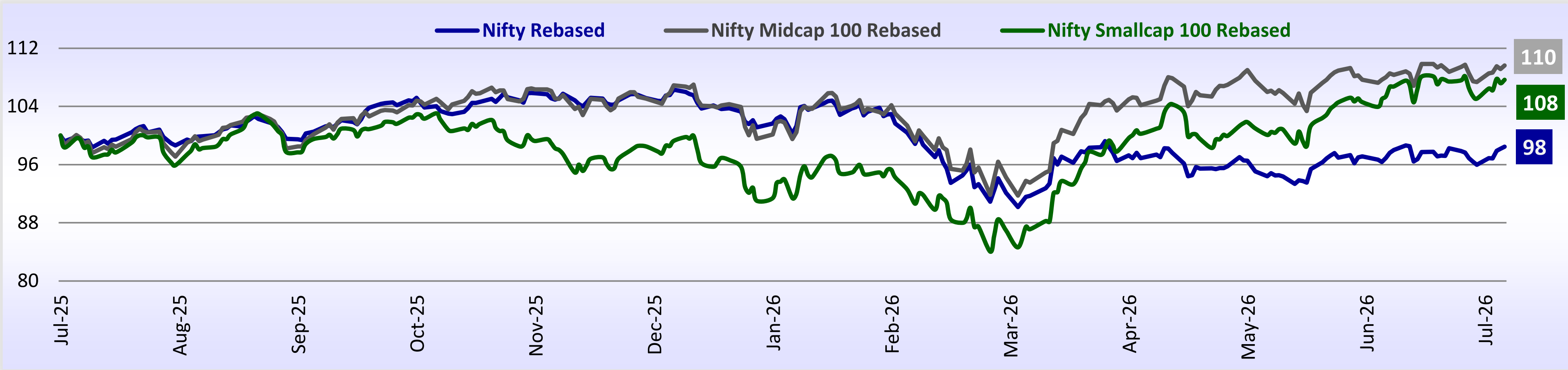
Best and worst Nifty performers in CY26YTD (%) – 52% of the constituents trade higher



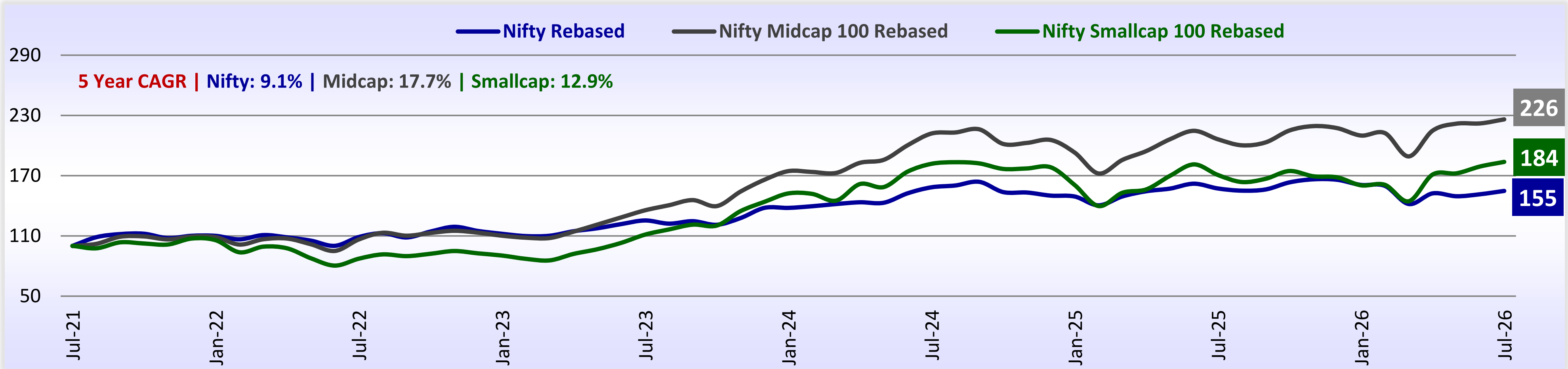
Largecaps underperform over the last 12 months

- During the last 12 months, largecaps have been down 2%, underperforming midcaps (+10% YoY) and smallcaps (+8% YoY).
- Over the last five years, midcaps have significantly outperformed largecaps by 71%, and smallcaps have markedly outperformed largecaps by 29%.

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



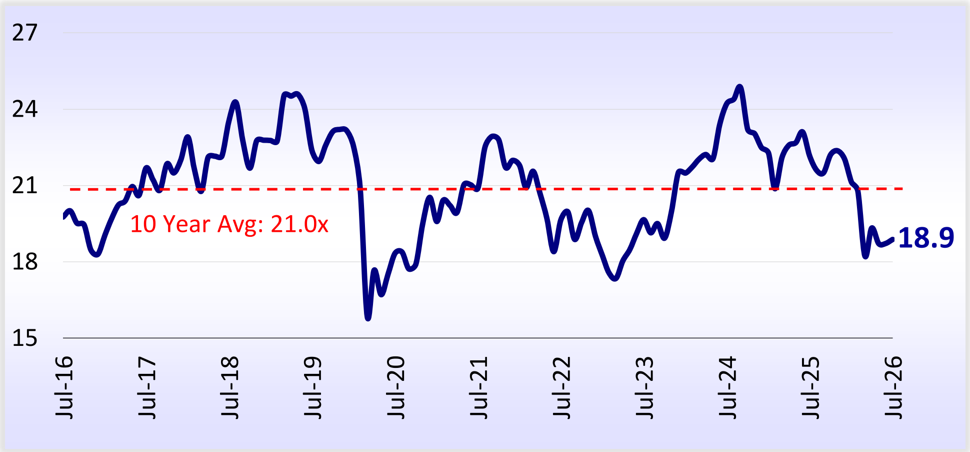
Performance of midcaps and smallcaps vs. largecaps over the last five years



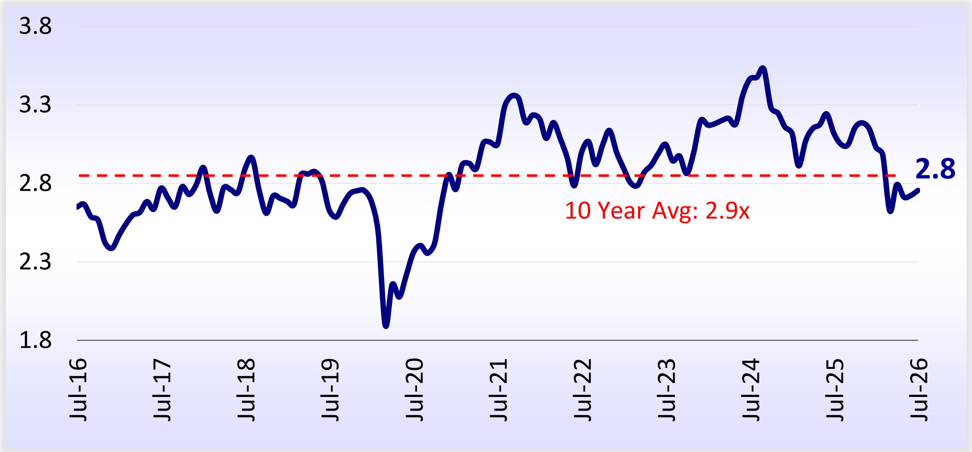
Nifty's valuation below its historical average

- The Nifty is trading at a 12-month forward P/E ratio of 18.9x, below its LPA of 21x (at a 10% discount). Further, its P/B of 2.8x represents a 4% discount to its historical average of 2.9x.
- The 12-month trailing P/E for the Nifty, at 21.8x, is below its LPA of 23.2x (at a 6% discount). At 3.1x, the 12-month trailing P/B ratio for the Nifty is near its historical average of 3.1x (at a 3% discount).

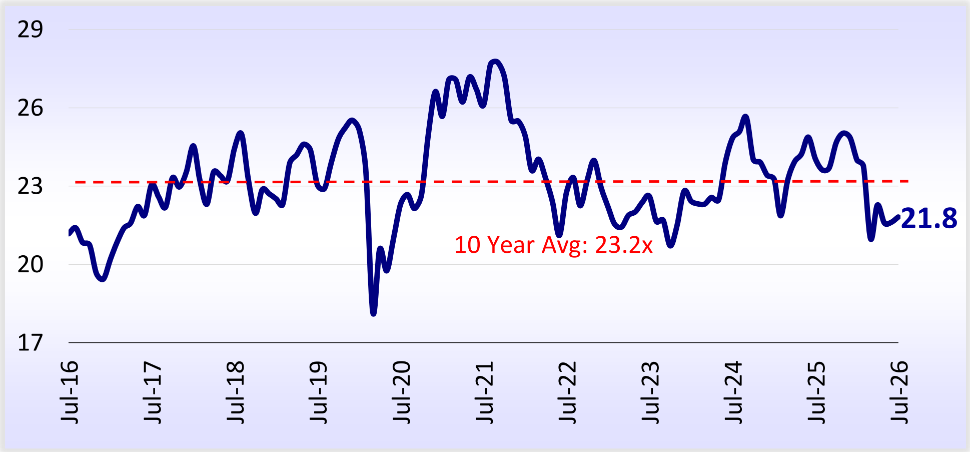
12-month forward Nifty P/E ratio (x)



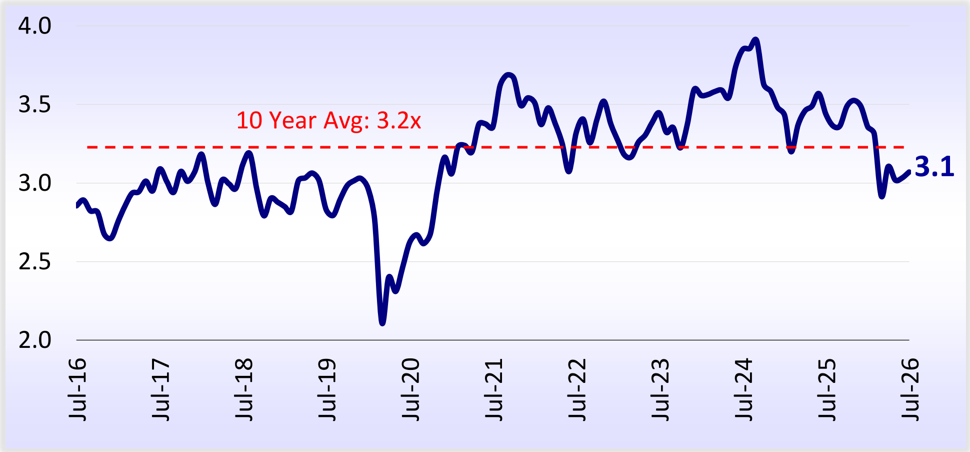
12-month forward Nifty P/B ratio (x)



Trailing Nifty P/E ratio (x)



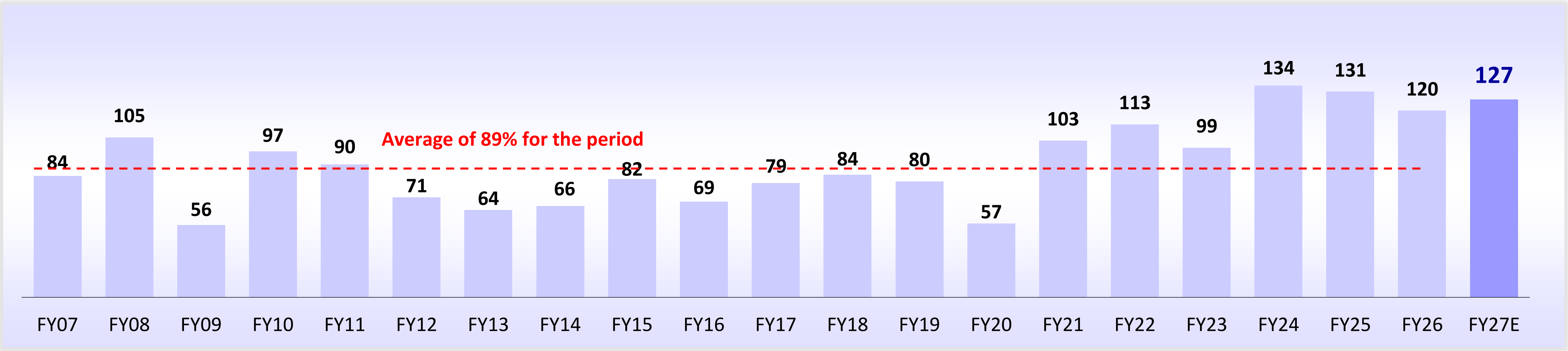
Trailing Nifty P/B ratio (x)



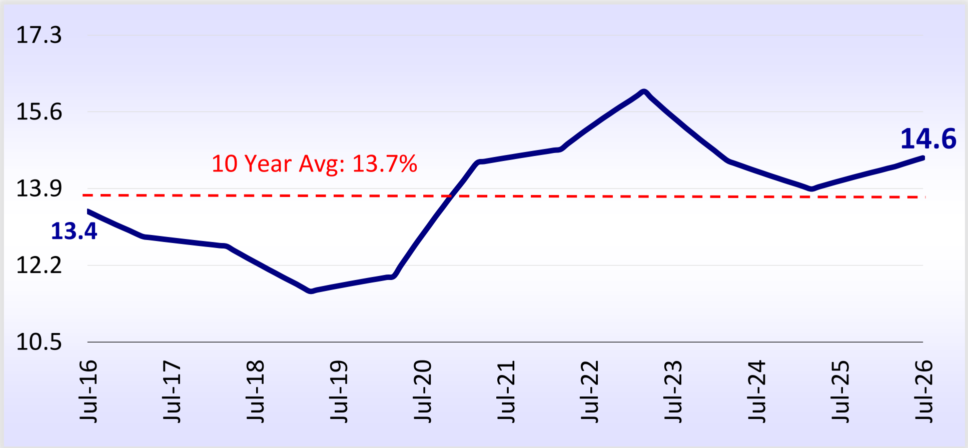
Market capitalization-to-GDP ratio at 127%, well above its long-term average

- India's market cap-to-GDP ratio has been volatile, plummeting to 57% (of FY20 GDP) in Mar'20 from 80% in FY19 and then rebounding to 134% in FY24 and moderating to 120% in FY26. It now stands at 127% of FY27E GDP (11.5% YoY), well above its long-term average of 89%.
- The Nifty is trading at a 12-month forward RoE of 14.6%, above its long-term average.

India's market capitalization-to-GDP ratio (%) slips in FY26



12-month forward Nifty RoE (%)



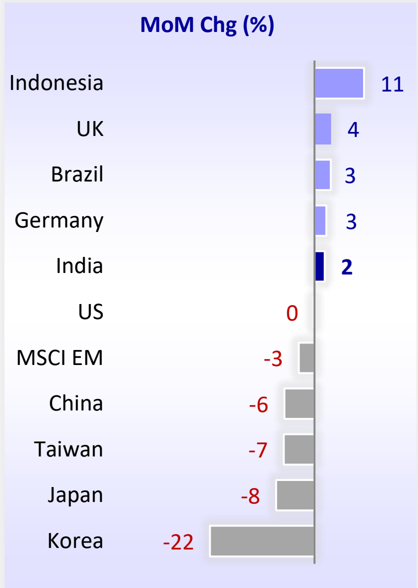
Trailing Nifty RoE (%)

India among the positive performers in Jul'26

- Among the key global markets, Indonesia (+11%), the UK (+4%), Brazil (+3%), Germany (+3%), and India (+2%) ended higher MoM. However, Korea (-22%), Japan (-8%), Taiwan (-7%), China (-6%), and MSCI EM (-3%) ended lower MoM in Jul'26.
- Indian equities have been trading at 19.9x FY27E earnings. The key markets continued to trade at a discount to India.

India (Nifty) vs. other markets

`			CY26YTD Chg (%)		PE (x)		Prem / Disc to India PE (%)		PB (x)		RoE (%)	
	Index Value	Mkt Cap (USD T)	Local Currency	In USD	CY25 / FY26	CY26E / FY27E	CY25 / FY26	CY26E / FY27E	CY25 / FY26	CY26E / FY27E	CY25 / FY26	CY26E / FY27E
US	7,490	79.5	9	9	27.9	21.1	22	6	6.0	5.0	18.8	22.4
MSCI EM	1,666	29.0	19	19	19.1	11.6	-17	-42	2.5	1.9	13.1	16.7
China	3,832	14.2	-3	0	17.3	13.7	-25	-31	1.5	1.3	8.3	10.0
Japan	64,362	8.6	28	25	28.9	21.8	26	9	3.2	2.8	10.8	12.7
India	**24,384**	**5.1**	**-7**	**-12**	**22.9**	**19.9**			**3.2**	**2.9**	**13.9**	**14.4**
Taiwan	43,120	4.7	49	45	34.5	19.9	51	0	4.5	4.4	13.0	21.7
UK	10,868	4.1	9	10	16.4	13.4	-28	-33	2.5	2.3	10.2	15.8
Korea	6,595	3.9	57	57	26.5	6.6	16	-67	2.1	1.7	7.7	25.3
Germany	25,629	3.1	5	3	18.4	16.6	-20	-16	2.2	2.0	9.5	11.4
Brazil	1,77,999	0.9	10	19	12.7	8.7	-45	-56	1.7	1.4	11.6	15.6
Indonesia	6,236	0.6	-28	-33	15.2	10.4	-34	-48	1.6	1.4	11.3	13.6

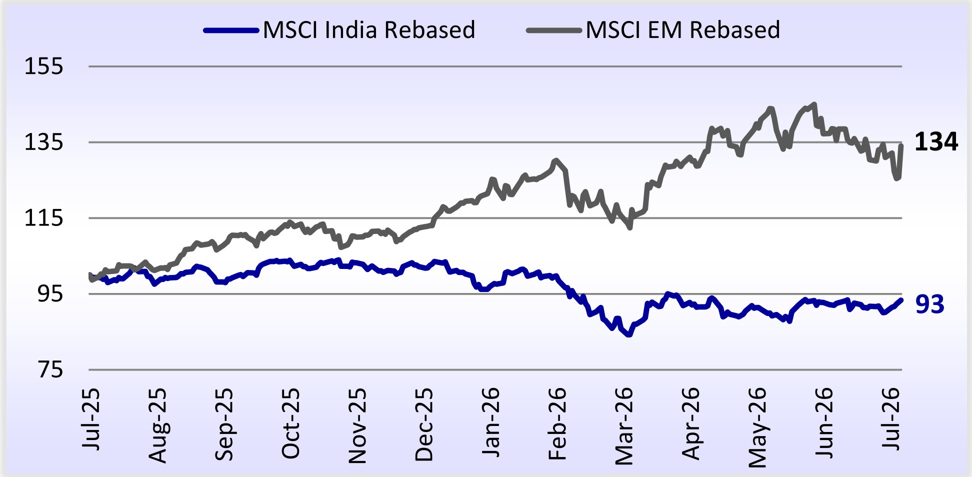


Source: Bloomberg/MOFSL

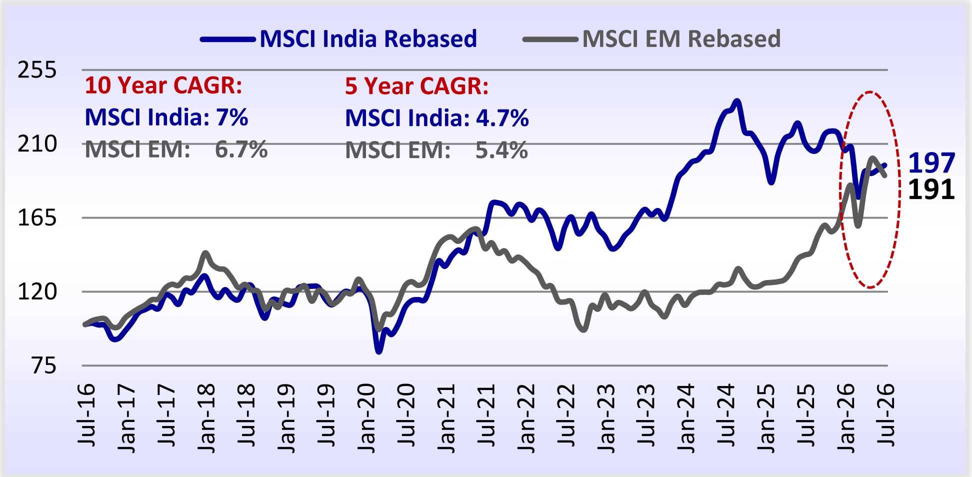
MSCI India underperforms MSCI EM over the last 12 months

- During the last 12 months, the MSCI India Index (-7%) has underperformed the MSCI EM Index (+34%) in USD terms. Over the last 10 years, the MSCI India Index notably outperformed the MSCI EM Index by 6%.
- In P/E terms, the MSCI India Index is trading at a 32% premium to the MSCI EM Index, below its historical average premium of 72%.

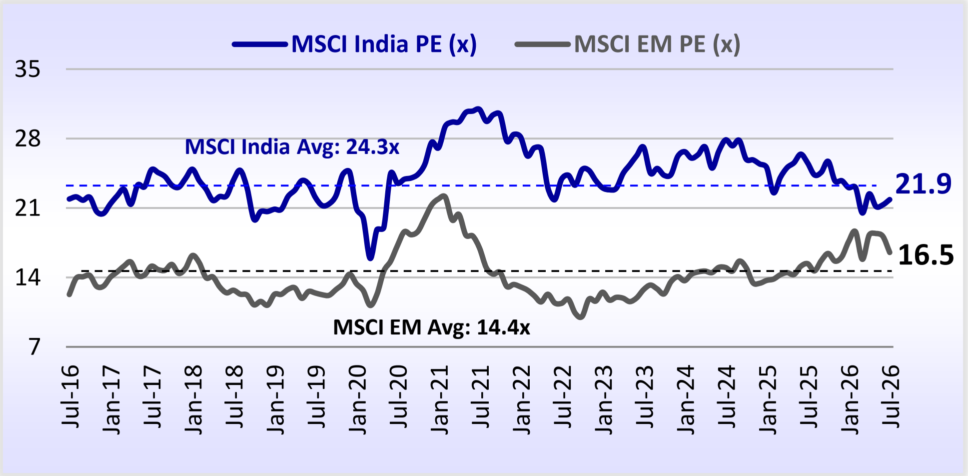
Performance of MSCI EM vs. MSCI India over the last 12 months in USD



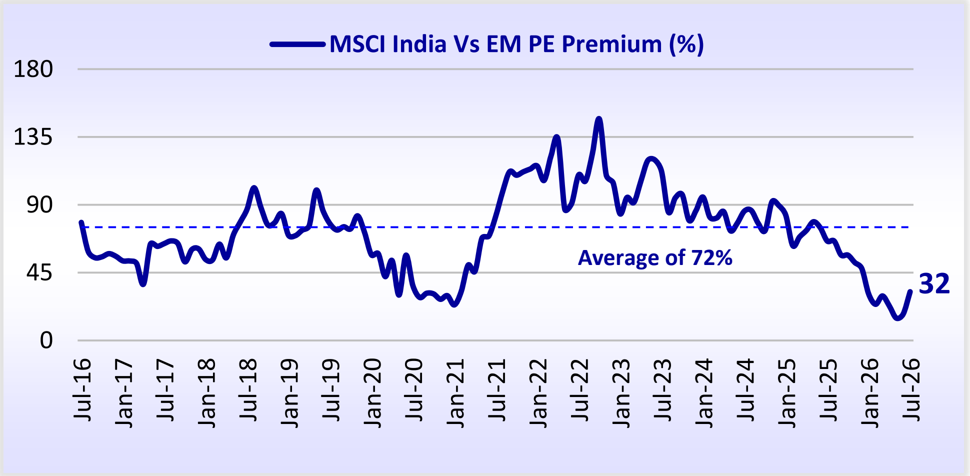
MSCI India notably outperforms MSCI EM by 6% in the last 10 years



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



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

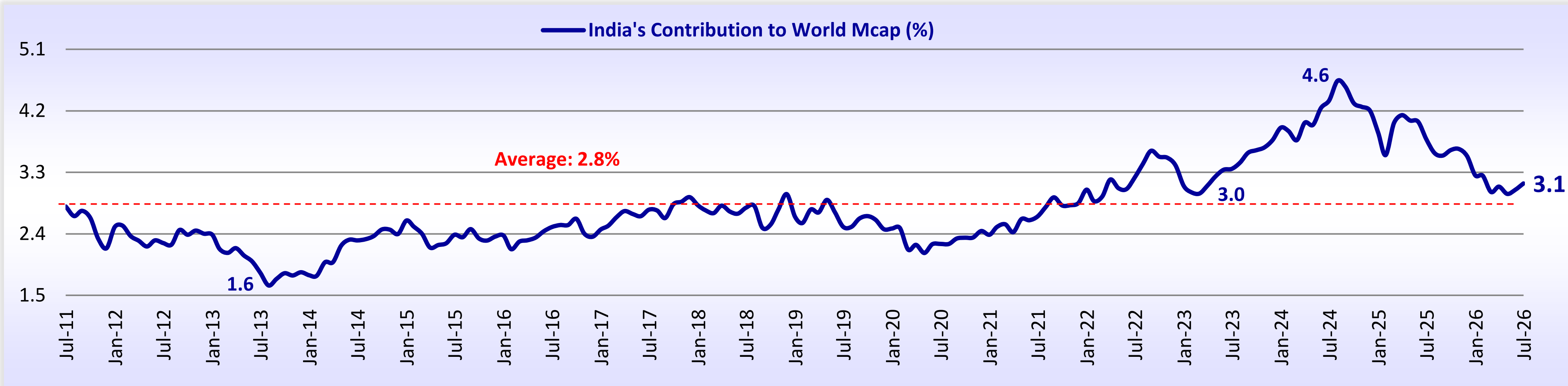


Source: Bloomberg

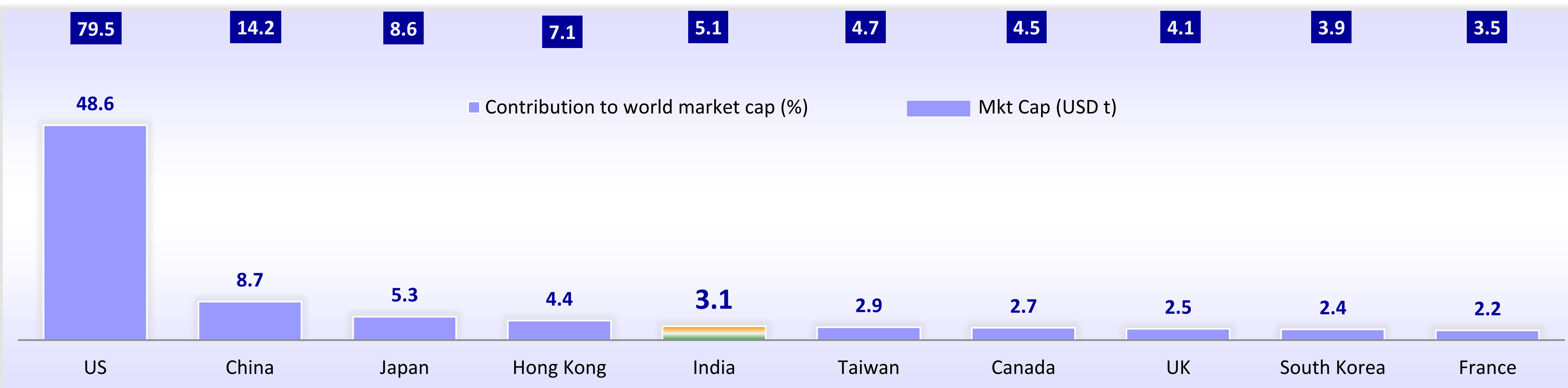
India's share in the global market cap inches up to 3.1% in Jul'26

- India's share in the global market cap edged higher in Jul'26 to 3.1%.
- India is among the top 10 contributors to the global market cap. The top 10 contributors accounted for 83% of the global market cap as of Jul'26.

Trend in India's contribution to the global market cap (%)



Top 10 countries constitute 83% of the global market cap as of Jul'26

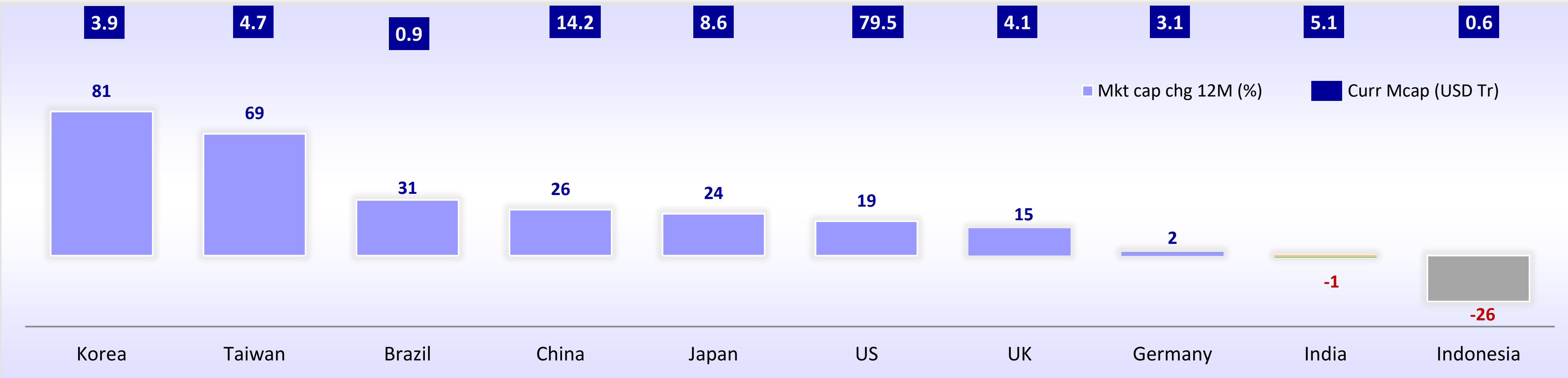


Source: Bloomberg

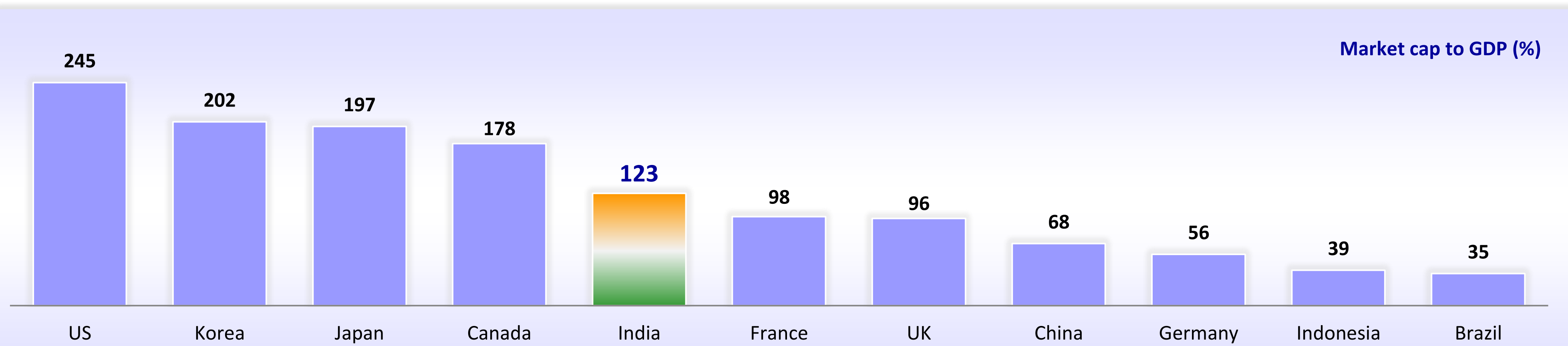
Key global markets see an increase in market cap over the past 12 months

- During the past 12 months, the global market cap has risen 19.4% (USD26.6t), whereas India's market cap has moderated by 1% YoY.
- Barring Indonesia and India, all major global markets have witnessed an increase in market cap over the past 12 months.

Change in market cap over the past 12 months (%)



Global market cap-to-GDP ratio (%)



* Based on IMF GDP estimates for CY26 and latest market cap

Source: Bloomberg, IMFs

Half of the constituents trade at a discount to their historical averages

- **Companies trading at a significant premium to their historical averages:** Bharat Electronics (+67%), Power Grid Corp. (+48%), Grasim Industries (+41%), NTPC (+32%), and Sun Pharma (+28%).
- **Companies trading at a significant discount to their historical averages:** TCS (-38%), Bharti Airtel (-36%), Apollo Hospitals (-33%), Infosys (-29%), and Trent (-27%).

Valuations of the Nifty constituents

		PE (x)			Relative to Nifty P/E (%)		PB (x)			Relative to Nifty P/B (%)	
Name	Sector	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg
Bajaj Auto	Auto	24.1	20.1	20	28	-4	9.0	5.0	80	226	74
Eicher Motors	Auto	32.5	30.8	6	72	47	7.1	6.4	11	157	122
Mahindra & Mahindra	Auto	23.1	18.9	22	23	-10	4.5	3.1	45	63	8
Maruti Suzuki	Auto	26.3	32.5	-19	39	55	3.7	4.1	-10	35	44
Axis Bank	BFSI - Pvt Banks	11.7	36.8	-68	-38	76	1.6	1.9	-16	-42	-34
HDFC Bank	BFSI - Pvt Banks	13.3	20.3	-34	-29	-3	1.8	3.0	-40	-35	4
ICICI Bank	BFSI - Pvt Banks	16.3	22.0	-26	-14	5	2.5	2.3	10	-8	-19
Kotak Mahindra Bank	BFSI - Pvt Banks	15.4	24.5	-37	-19	17	1.9	3.1	-37	-30	7
State Bank	BFSI - PSU Banks	10.4	10.4	0	-45	-51	1.5	1.2	22	-47	-58
HDFC Life Ins	BFSI - Insurance	54.0	84.3	-36	186	302	1.6	3.8	-58	-43	32
SBI Life Ins	BFSI - Insurance	57.5	60.3	-5	204	187	1.9	2.3	-19	-32	-19
Bajaj Finance	BFSI - NBFC	24.9	32.2	-23	32	53	4.8	5.5	-13	74	92
Jio Financial	BFSI - NBFC	68.8	106.0	-35	265	405	1.1	1.3	-21	-61	-53
Shriram Finance	BFSI - NBFC	16.4	10.2	60	-13	-51	2.0	1.4	42	-26	-50
Bajaj Finserv	BFSI - NBFC	24.5	29.7	-18	30	41	1.8	2.5	-27	-34	-13
Bharat Electronics	Capital Goods	38.3	23.0	67	103	10	8.6	5.2	66	213	81
Larsen & Toubro	Capital Goods	24.9	24.0	3	32	15	4.2	3.3	29	52	13
Grasim Inds	Cement	25.5	18.1	41	35	-14	3.6	2.1	73	32	-27
Ultratech Cement	Cement	33.6	36.2	-7	78	72	4.3	3.7	16	56	28
Asian Paints	Consumer	46.8	58.5	-20	148	179	10.8	14.1	-23	293	391
Hind. Unilever	Consumer	41.5	53.4	-22	120	155	9.8	18.5	-47	255	545
ITC	Consumer	18.3	22.5	-19	-3	7	4.8	5.6	-13	75	94
Nestle India	Consumer	66.0	62.2	6	249	196	43.1	52.0	-17	1464	1713
Tata Consumer	Consumer	53.0	53.8	-1	181	156	4.2	3.7	14	53	29

Half of the constituents trade at a discount to their historical averages (continued)

		PE (x)			Relative to Nifty P/E (%)		PB (x)			Relative to Nifty P/B (%)	
Name	Sector	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	Current	10 Yr Avg
Apollo Hospitals	Healthcare	50.5	75.8	-33	167	262	9.8	7.5	30	255	163
Cipla	Healthcare	27.9	25.9	8	48	23	3.0	3.2	-6	9	11
Dr Reddy' s Labs	Healthcare	25.6	24.1	6	36	15	2.3	3.1	-26	-16	9
Max Healthcare	Healthcare	52.4	43.6	20	177	108	7.3	5.9	24	165	106
Sun Pharma	Healthcare	37.7	29.4	28	100	40	5.0	3.7	34	80	30
Adani Ports	Logistics	23.9	19.4	23	27	-7	3.4	3.2	8	25	11
Coal India	Metals	7.3	7.8	-7	-61	-63	1.8	3.6	-50	-35	25
Hindalco	Metals	10.6	8.9	19	-44	-58	1.6	1.3	27	-41	-55
JSW Steel	Metals	18.6	19.3	-4	-2	-8	2.6	2.1	23	-7	-27
Tata Steel	Metals	16.1	17.2	-6	-15	-18	2.0	1.3	57	-27	-55
ONGC	Oil & Gas	6.1	6.4	-5	-68	-69	0.8	0.8	-8	-73	-71
Reliance Inds.	Oil & Gas	21.4	20.0	7	13	-4	1.8	2.1	-15	-36	-28
Titan Co	Retail	63.9	63.0	1	238	201	19.8	16.8	18	619	484
Trent	Retail	71.7	98.6	-27	280	370	16.7	13.9	21	508	384
HCL Technologies	Technology	17.9	17.8	1	-5	-15	5.3	4.2	26	93	47
Infosys	Technology	14.4	20.3	-29	-24	-3	4.9	5.8	-15	78	103
TCS	Technology	14.9	24.2	-38	-21	15	6.8	10.5	-36	147	267
Tech Mahindra	Technology	19.3	19.0	2	2	-10	4.7	3.4	37	71	20
Wipro	Technology	14.0	18.1	-23	-26	-13	2.4	2.9	-18	-12	2
Bharti Airtel	Telecom	29.1	45.4	-36	54	116	6.1	4.4	39	120	53
NTPC	Utilities	14.6	11.1	32	-22	-47	1.5	1.2	26	-46	-58
Power Grid Corp.	Utilities	15.8	10.7	48	-16	-49	2.4	1.8	35	-13	-38
Eternal	Others	NA	0.0	NA	NA	NA	8.0	5.3	50	191	86
Interglobe Aviation	Others	30.9	28.2	10	64	35	13.6	14.4	-6	395	403
Nifty		**18.9**	**21.0**	**-10**			**2.8**	**2.9**	**-4**		

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Midcaps perform in line with largecaps in Jul'26

- In Jul'26, the Nifty Midcap 100 was up 1.8% vs. a 2.2% MoM increase in the Nifty-50.
- The best Nifty Midcap 100 performers in Jul'26 were Kalyan Jewellers (+58%), Persistent Systems (+28%), Info Edge (+25%), M&M Financial (+22%), and Laurus Labs (+20%).

	PE (x)			Relative to Nifty P/E (%)		PB (x)			Relative to Nifty P/B (%)		Price Chg (%)	
Company	**Current**	**10 Yr Avg**	**Prem/Disc (%)**	**Current**	**10 Yr Avg**	**Current**	**10 Yr Avg**	**Prem/Disc (%)**	**Current**	**10 Yr Avg**	**MoM**	**CY26YTD**
Kalyan Jewellers	32.7	31.4	4	73	50	7.8	5.5	40	182	94	**58**	26
Persistent Syste	34.7	27.0	29	84	29	8.8	5.7	55	221	99	**28**	-12
Info Edg.(India)	66.0	73.1	-10	250	249	2.7	4.7	-43	-2	65	**25**	-8
M & M Fin. Serv.	14.1	16.3	-14	-25	-22	1.9	1.5	30	-31	-49	**22**	-4
Laurus Labs	76.4	40.6	88	305	94	14.3	5.2	177	418	80	**20**	64
Dixon Technolog.	73.9	65.6	13	291	213	13.0	12.9	1	372	350	**18**	16
Coforge	26.4	34.9	-24	40	66	3.1	6.4	-52	11	125	**17**	3
Exide Inds.	29.6	22.8	30	57	9	2.4	2.2	6	-14	-22	**16**	24
Godrej Propert.	28.3	69.2	-59	50	230	2.9	4.6	-36	6	59	**13**	5
Hero Motocorp	18.7	18.4	2	-1	-12	4.6	4.2	8	66	47	**12**	-7
SBI Cards	19.7	38.7	-49	4	84	3.2	7.0	-54	17	144	**11**	-23
Container Corpn.	28.5	32.9	-14	51	57	2.9	3.3	-12	6	15	**11**	0
Radico Khaitan	60.2	39.1	54	219	87	13.7	5.5	146	396	93	**10**	32
Oil India	9.2	7.3	26	-52	-65	1.4	0.9	54	-50	-69	**10**	8
Supreme Inds.	35.4	35.7	-1	87	70	6.2	7.0	-12	125	145	**10**	3
SRF	28.2	29.3	-4	49	40	4.6	4.5	2	67	57	**-4**	-15
JSW Energy	44.5	31.0	43	136	48	2.7	1.9	42	-3	-34	**-5**	15
Multi Comm. Exc.	37.2	39.1	-5	97	87	14.3	6.6	118	419	129	**-5**	21
Max Financial	130.7	102.1	28	592	387	1.8	2.4	-25	-36	-18	**-5**	-10
BSE	37.7	22.8	65	100	9	14.0	4.4	215	407	55	**-6**	39
ICICI Lombard	26.5	38.1	-30	40	82	4.1	6.5	-38	47	128	**-7**	-17
LIC Housing Fin.	5.0	8.3	-40	-74	-61	0.6	1.1	-45	-78	-62	**-7**	-3
Hitachi Energy	85.0	76.2	12	350	263	18.6	9.9	89	576	244	**-8**	76
KEI Industries	39.7	24.2	64	110	15	5.9	3.9	51	113	35	**-8**	12
Bharat Dynamics	59.6	42.5	40	215	103	9.4	5.6	68	242	95	**-8**	-15
Polycab India	39.2	29.0	35	108	38	8.8	5.9	49	219	105	**-9**	20
Tube Investments	59.8	52.1	15	217	149	7.6	8.4	-10	174	191	**-9**	5
Tata Comm	30.9	30.9	0	63	47	10.6	20.8	-49	287	624	**-11**	-4
KPIT Technologi.	21.4	34.8	-38	13	66	3.8	7.7	-50	39	169	**-11**	-49
Suzlon Energy	24.1	33.8	-28	28	61	5.1	7.3	-31	83	155	**-18**	-9

Two-thirds of the sectors trade at a premium to their historical averages

- Two-thirds of the sectors trade at a discount to their averages. Capital Goods, PSU Banks, Metals, Oil & Gas, Healthcare, and Utilities trade at a premium to their long-period average (LPA) valuations, while Private Banks, Consumer, Technology, Retail, and Real Estate trade at a discount to their LPA.

Sector valuations at a glance

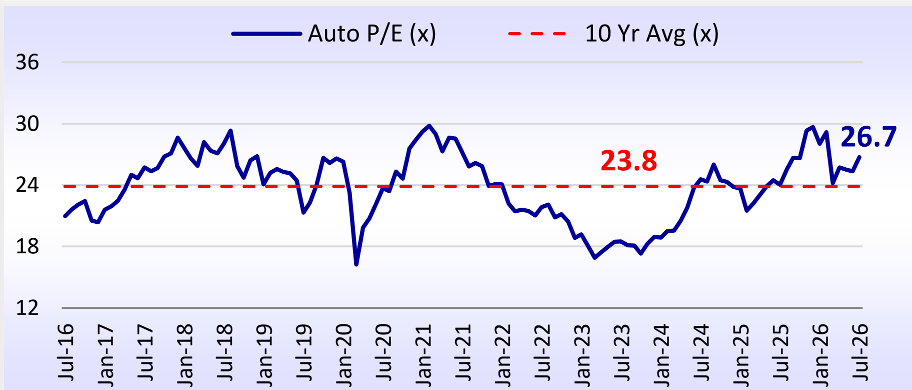
Sector	PE (x)			PE Std. Deviation		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
	Current	10 Yr Avg	Prem/Disc (%)	+1SD	-1SD	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	+1SD	-1SD	Current	10 Yr Avg
Auto	26.7	23.8	12.1	27.1	20.5	42	14	4.4	3.6	20.6	4.3	3.0	60	28
Building Materials	35.3	41.3	-14.5	55.6	27.0	87	96	5.8	6.9	-15.5	8.5	5.3	112	139
Banks - Private	14.4	20.8	-30.8	26.2	15.4	-24	-1	2.0	2.5	-20.8	2.8	2.2	-28	-12
Banks - PSU	8.2	11.2	-27.4	41.5	-19.0	-57	-49	1.2	0.9	30.7	1.1	0.7	-57	-69
NBFC - Lending	15.8	13.0	21.8	15.2	10.8	-16	-38	2.5	1.9	30.3	2.2	1.5	-11	-35
NBFC - Non Lending	32.0	23.1	38.5	29.4	16.8	70	10	4.8	3.0	61.3	3.8	2.1	74	3
Capital Goods	40.6	32.5	24.9	39.3	25.7	115	55	7.3	4.5	60.4	6.3	2.8	165	56
Cement	33.5	30.3	10.5	39.0	21.6	78	45	3.0	2.7	11.6	3.1	2.2	8	-7
Chemicals	30.0	29.2	2.7	40.3	18.0	59	40	3.3	3.5	-6.2	4.6	2.5	21	22
Consumer	38.2	42.6	-10.4	46.8	38.5	102	104	9.0	10.0	-10.3	10.9	9.1	226	250
Consumer Ex ITC	46.3	52.9	-12.4	59.1	46.7	145	153	10.2	12.2	-16.3	13.4	10.9	270	328
Consumer Durables	41.2	37.9	8.6	47.9	28.0	118	81	7.2	6.3	15.0	7.7	4.9	163	118
Defense	35.2	18.5	90.3	30.3	6.6	86	-12	7.3	4.0	85.5	6.6	1.3	166	33
EMS	56.3	43.0	30.8	69.7	16.4	198	105	7.9	5.1	54.1	8.2	2.0	188	73
Healthcare	37.1	27.8	33.2	33.3	22.4	96	33	4.8	3.7	31.6	4.4	3.0	76	28
Infrastructure	13.8	14.4	-4.0	23.9	4.9	-27	-32	1.0	1.2	-16.5	1.6	0.7	-64	-60
Logistics	26.3	23.5	11.8	28.1	19.0	39	12	3.4	3.1	9.3	3.7	2.5	24	9
Media	16.2	24.6	-34.1	29.5	19.8	-14	18	1.3	3.0	-59.0	4.8	1.3	-55	10
Metals	11.5	10.2	13.4	13.0	7.3	-39	-52	2.2	1.7	29.7	2.0	1.3	-21	-42
Oil & Gas	13.9	13.2	5.0	15.8	10.7	-27	-37	1.4	1.5	-8.0	1.7	1.3	-49	-47
Oil & Gas Ex RIL	8.0	8.2	-3.0	10.7	5.7	-58	-61	0.9	1.2	-22.5	1.5	0.9	-67	-59
Real Estate	28.0	33.7	-16.9	46.1	21.3	48	59	3.5	2.5	38.4	3.6	1.4	26	-15
Retail	67.1	95.2	-29.5	159.8	30.5	255	363	9.8	8.7	12.6	10.8	6.6	258	203
Technology	16.6	21.5	-23.1	26.5	16.6	-12	3	4.9	5.9	-16.9	7.5	4.4	79	105
Telecom	Loss	51.6	-	204.0	-100.7		138	9.4	10.5	-10.9	19.6	1.4	0	19
Textile	22.8	18.1	25.8	25.7	10.5	21	-14	2.8	2.2	32.4	2.9	1.4	3	-26
Utilities	17.8	13.6	31.4	18.3	8.8	-6	-36	2.2	1.7	33.9	2.2	1.1	-19	-43

Quarter starts on a strong note

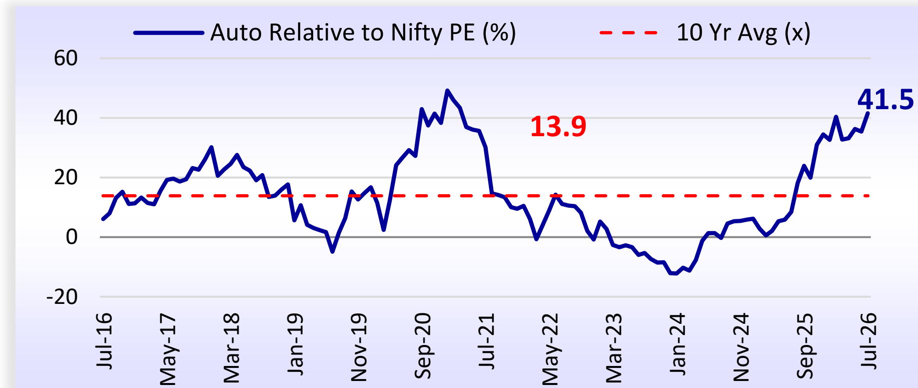
- The Auto sector is now trading at a P/E of 26.7x, above its 10-year historical average of 23.8x (12% premium). Its P/B stands at 4.4x, relative to its historical average of 3.6x (21% premium). After strong double-digit growth across segments in 1Q, 2Q has started off very well with most OEMs across segments posting strong double-digit growth.
- July dispatches are driven by healthy demand, lean inventory, normalization of supply chain hiccups and capacity ramp-up in case of certain key OEMs. While demand for PVs and tractors continues to be strong, 2W demand is being driven by the premium segment. Further, CV demand momentum has been surprising, especially in the light of the uncertain geopolitical macro. Export growth also remains strong, especially in 2W. While margins are expected to be under pressure in 1Q, we expect margins to recover in subsequent quarters, improving the earnings visibility of the coverage universe.

COMPANY VALUATION

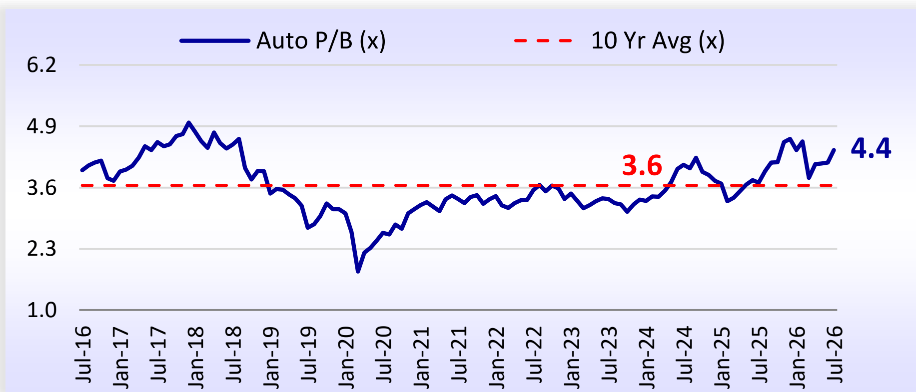
12-month forward Automobiles P/E (x)



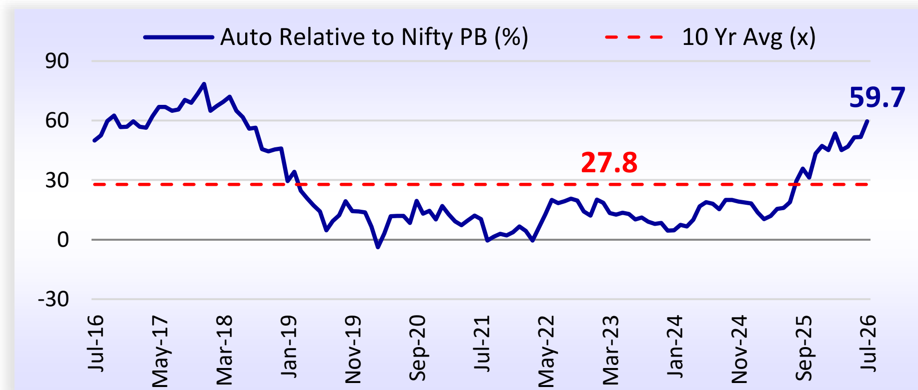
Automobile P/E relative to Nifty P/E (%)



12-month forward Automobiles P/B (x)



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

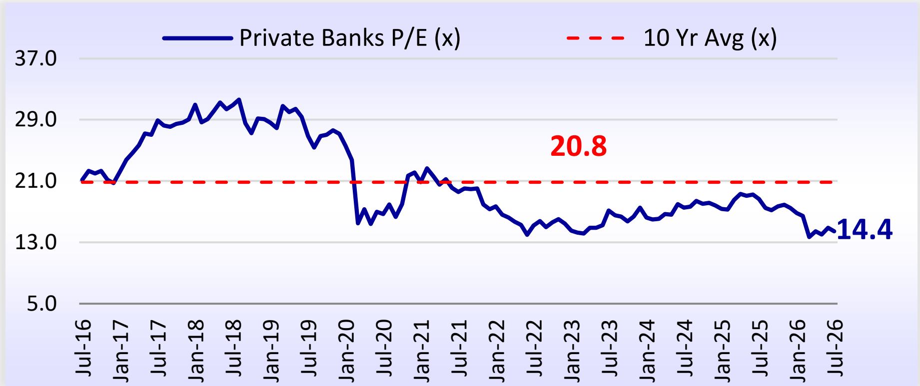


System-wide loan growth remains robust; asset quality benign

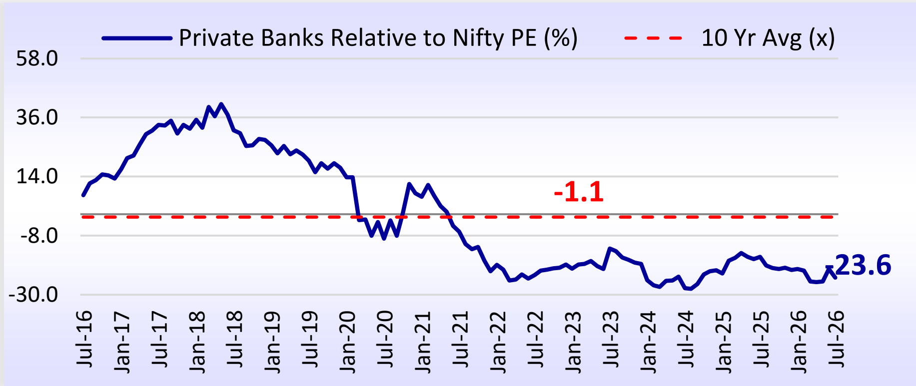
- The private banking sector is currently trading at 2x P/B, implying a 21% discount to its long-term average valuation of 2.5x. Fundamentals remain healthy, supported by strong credit growth and benign credit costs. NIM moderated amid higher wholesale lending.
- System-wide credit growth remained robust at 17.7% as of July'26 (vs. 10.2% in the previous year), driven by a revival in corporate demand, continued traction in the retail segments, stability in the unsecured segments, and a shift in focus toward the LCR/NSFR framework. We expect credit growth to remain at 14.5%+ in FY27E, supported by recent relief measures from the RBI related to FCNR (B) deposits and OFCBs.
- NIMs are expected to be range-bound in FY27E, with the repo transmission of 125bp largely accounted for on the lending side and a large part of deposit re-pricing also behind. The cost of funds is expected to gradually inch up, especially for mid-sized banks, which increased their TD/SA rates in the recent times amid rising competitive intensity.
- Asset quality remains stable, with most banks not envisaging any incremental stress from the West Asia crisis. Several banks have also built provision buffers in 1Q, both in response to geopolitical risks and in preparation for the transition to ECL norms.

COMPANY VALUATION

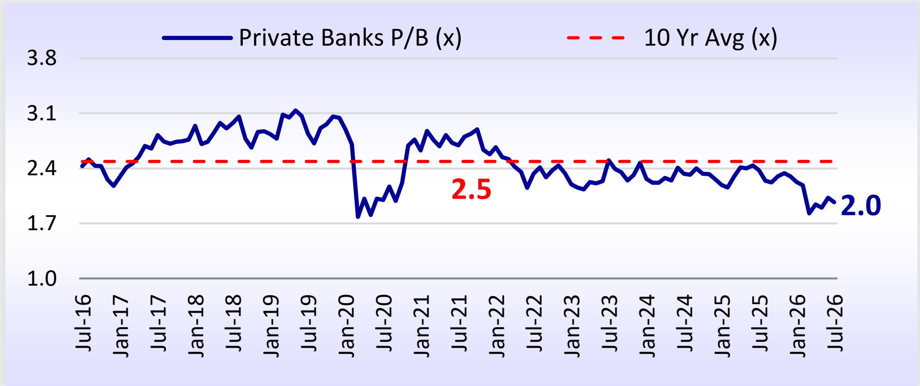
12-month forward Private Banks P/E (x)



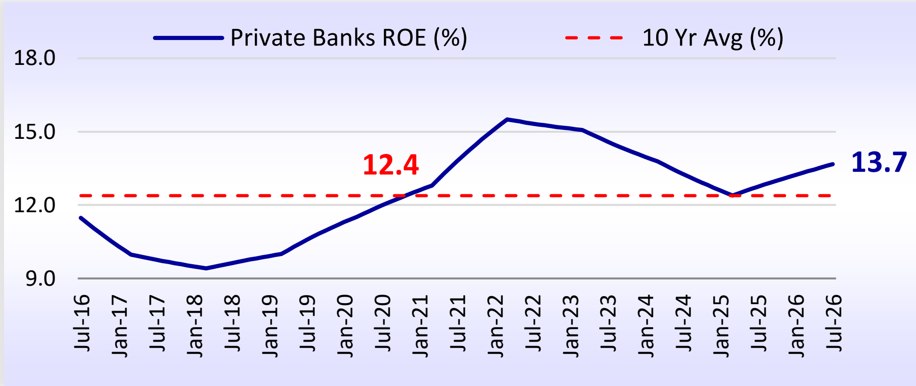
Private Banks P/E relative to Nifty P/E (%)



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



Private Banks ROE (%)

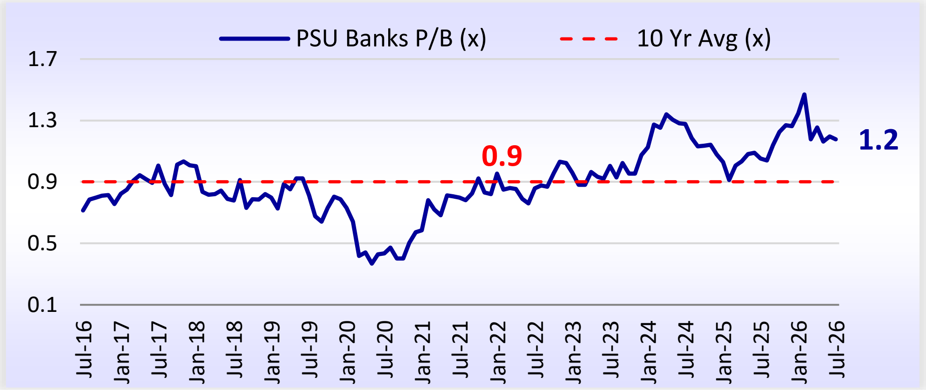


Focusing on growth; earnings reflation remains a key challenge

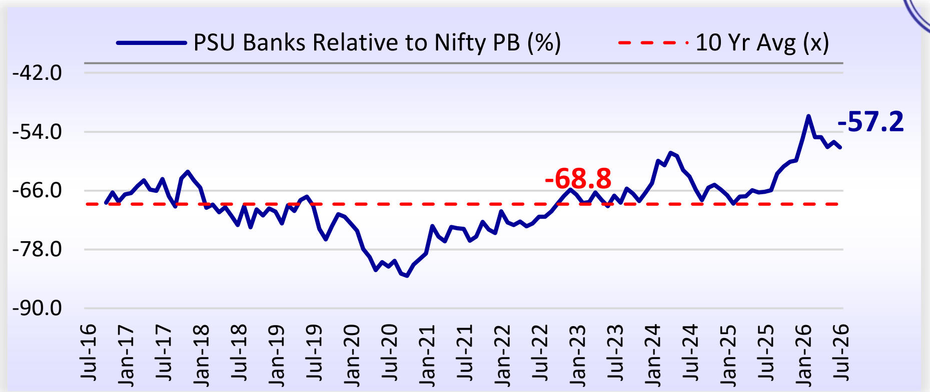
- The PSU banking sector is currently trading at ~1.2x P/B, indicating a healthy ~31% premium to its long-term average valuation of ~0.9x.
- System-wide credit growth remains strong at 17.7% in May'26, with PSU banks growing broadly in line with the system, supported by competitive pricing and healthy balance sheet buffers. The system CD ratio stood at 82.7%, improving from 83.4% in mid Jun'26, despite credit demand picking up.
- Asset quality trends across PSU banks remain stable, although DPD trends in MSME and business loans will be a key near-term monitorable item, particularly in the context of the West Asia conflict. Going forward we anticipate NIMs to be range-bound and the cost of funds to be under pressure on account of higher competitive intensity and lower CASA accretion.
- Slippages across PSU banks moderated, supporting a steady asset quality outlook. The transition to ECL provisioning is expected to have a limited impact, even though it may result in a marginal increase in steady-state credit costs. While several PSU banks have begun building ECL buffers ahead of the 1st Apr'27 transition leading to marginal increase in credit cost, most banks have guided for a manageable overall impact.

COMPANY VALUATION

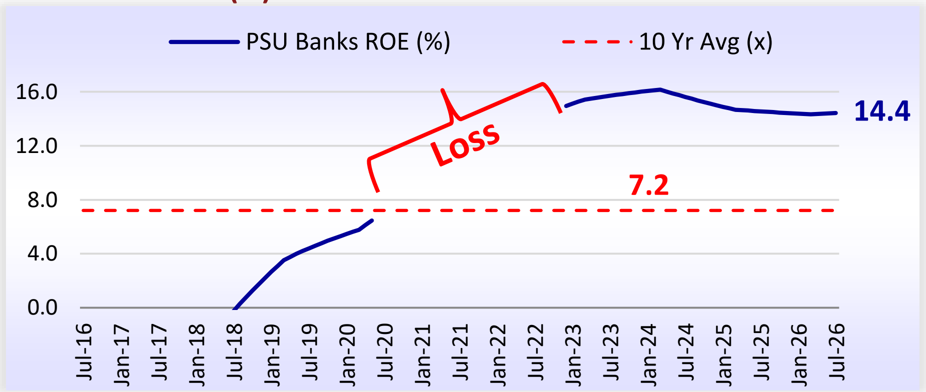
12-month forward PSU Banks P/B (x)



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



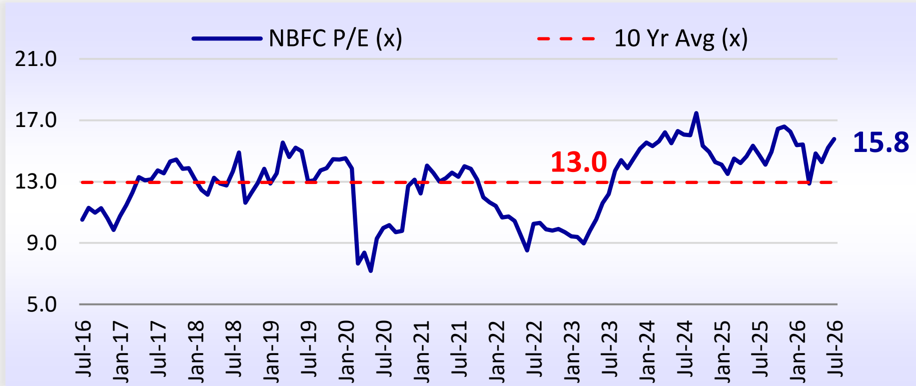
PSU Banks ROE (%)



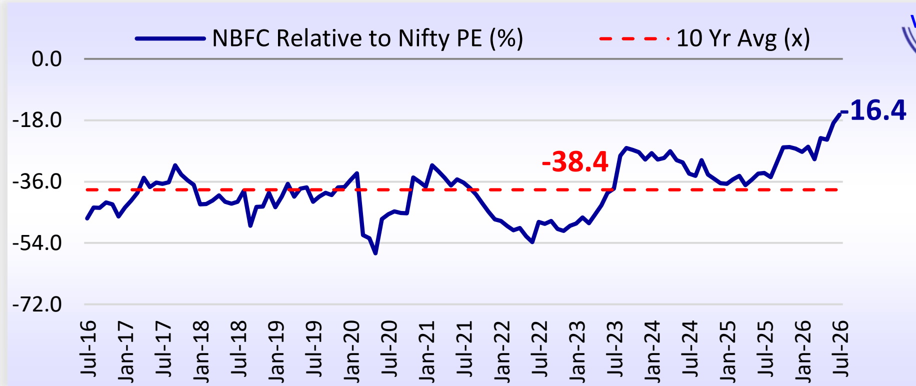
Strong quarter with healthy AUM growth and profitability; asset quality stable

- The NBFC sector is trading at a P/B ratio of 2.5x, reflecting a 30% premium to its long-term average of 1.9x. NBFCs delivered healthy performance in 1QFY27, supported by strong loan growth and stable asset quality.
- Despite the seasonal weakness in 1Q, demand remained resilient and broad-based across housing, vehicle finance, gold loans, consumer durables and unsecured lending, with MFI disbursements remaining strong.
- On the funding front, incremental CoF increased for several NBFCs amid heightened geopolitical uncertainty and the West Asia conflict, resulting in modest pressure on overall CoF and margins.
- Improving asset quality and lower credit costs across most segments, including MFIs, point to a strengthening credit cycle and healthier portfolio quality. Most NBFCs have not witnessed any impact on asset quality impact from the West Asia conflict, though NBFCs remain watchful of potential risks from geopolitical uncertainties and monsoon trends amid El Niño concerns.

12-month forward NBFC P/E (x)

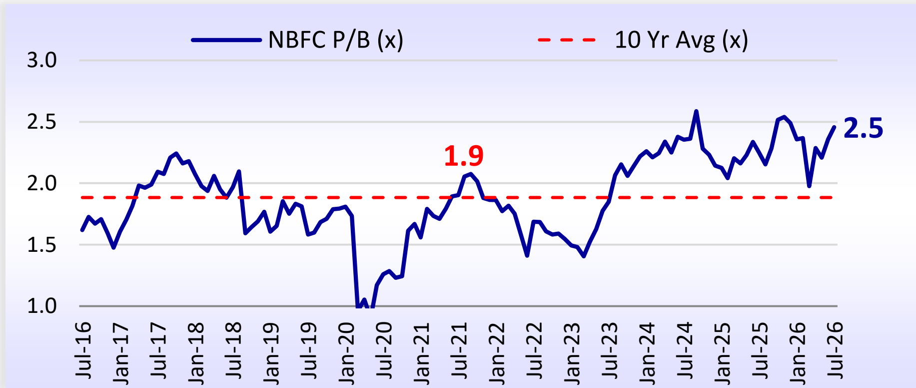


NBFC P/E relative to Nifty P/E (%)

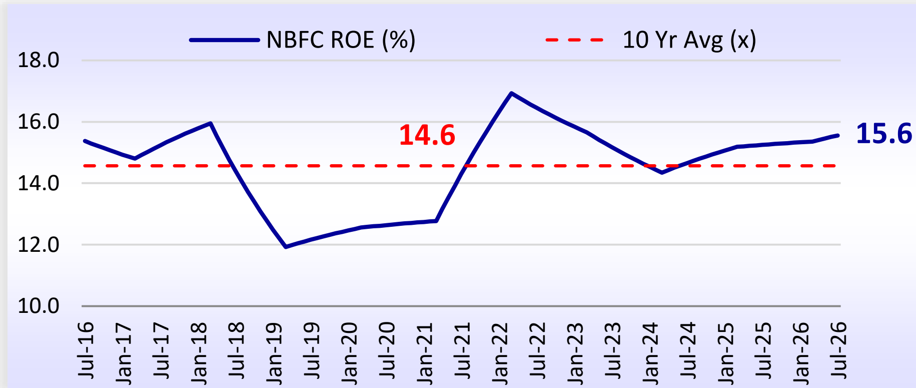


COMPANY VALUATION

12-month forward NBFC P/B (x)



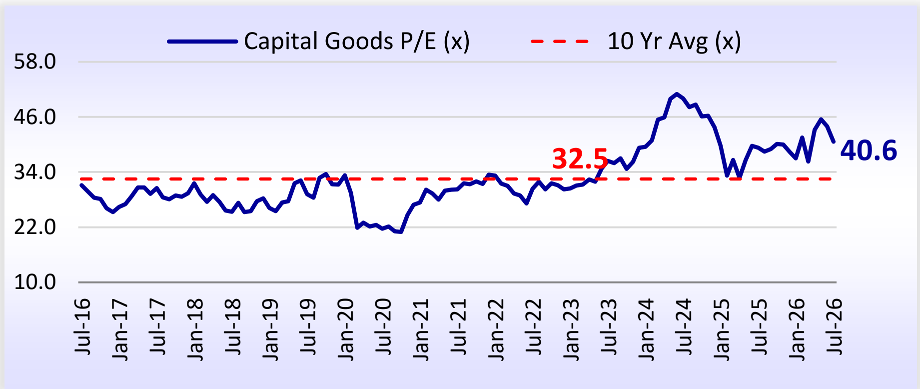
NBFC ROE (%)



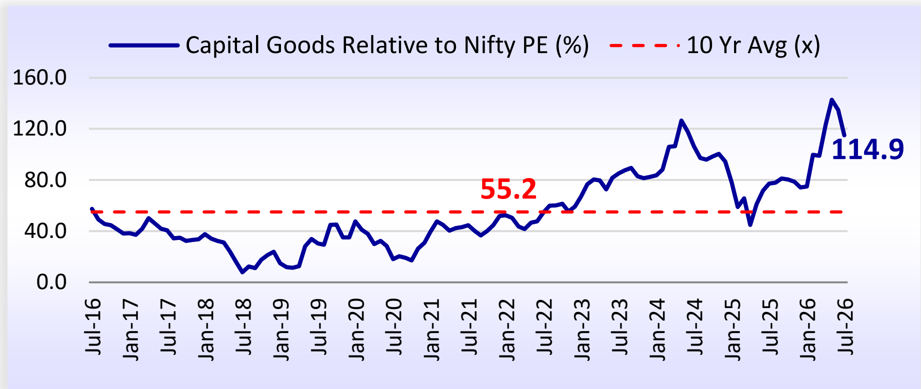
Ordering picking up after a temporary slowdown

- The Capital Goods sector is trading at 40.6x one-year forward P/E, above its 10-year avg. of 32.5x (at a 25% premium), indicating a premium valuation. On a P/B basis, it is trading at 7.3x, reflecting a 60% premium to its 10-year average multiple of 4.5x.
- Ordering activity recovered during the month after a temporary slowdown at the beginning of FY27. Multiple large-sized orders were booked by EPC and transmission players across domestic and export markets, whereas commentary by industrial players indicate that private sector ordering has also started ramping up across key end-markets such as metals and minerals, buildings and factories, commercial and residential real estate, power T&D, etc. Defense sector ordering remained relatively weaker; however, it is expected to ramp up in coming quarters, supported by a strong pipeline and the rollout of fast-track procurement.
- While broad-based momentum is building up, a selective approach remains prudent, with a preference for companies with a strong order book position and healthy execution visibility.

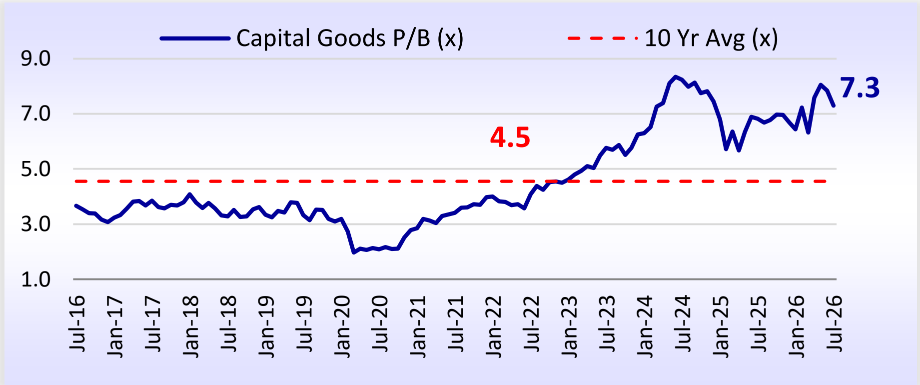
12-month forward Capital Goods P/E (x)



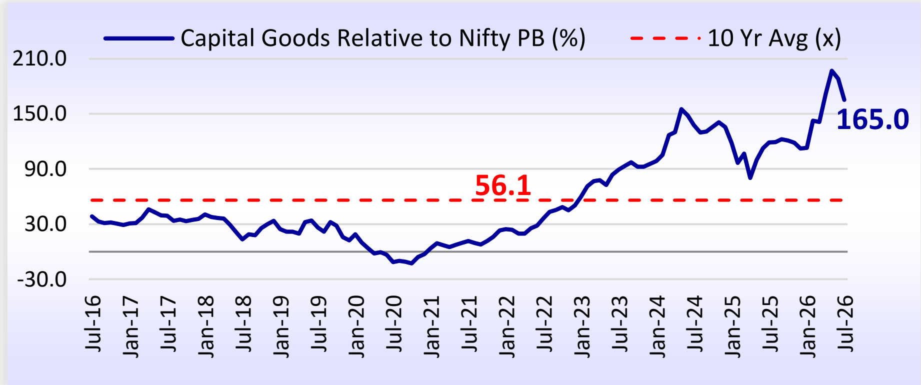
Capital Goods P/E relative to Nifty P/E (%)



12-month forward Capital Goods P/B (x)



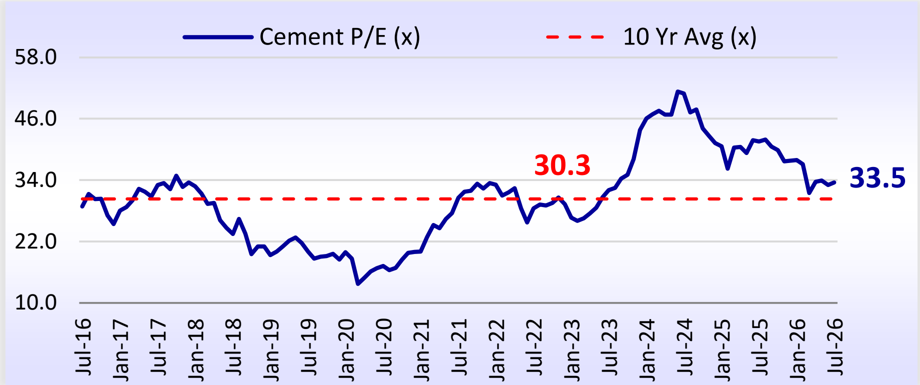
Capital Goods P/B relative to Nifty P/B (%)



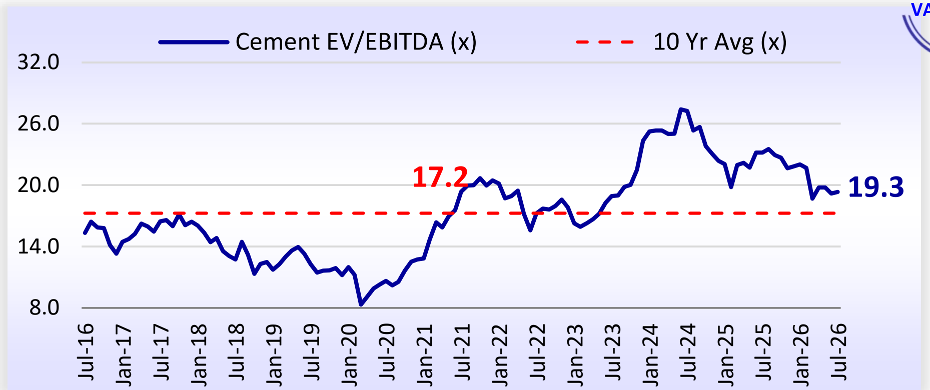
Seasonal demand softness sequentially; pricing remains stable

- The Cement sector is trading at a one-year forward EV/EBITDA of 19.3x, reflecting a ~12% premium to its historical average of 17.2x.
- After witnessing healthy volume growth in 1QFY27, cement demand moderated sequentially due to a seasonally weak environment. The government-led infrastructure demand continues to outperform, while retail demand has been sluggish. We believe demand will remain weak in the near term due to the monsoon season and expect a surge in demand from Sep'26-end.
- Cement prices broadly remained stable MoM in Jul'26, despite weak retail demand. The imported coal (South African) price has declined ~9% MoM to USD107/t, while petcoke price remained stable MoM at USD135/t. We estimate 2QFY27 to have a full impact of high fuel prices and negative operating leverage; hence, profitability is likely to be under pressure in the near term.

12-month forward Cement P/E (x)

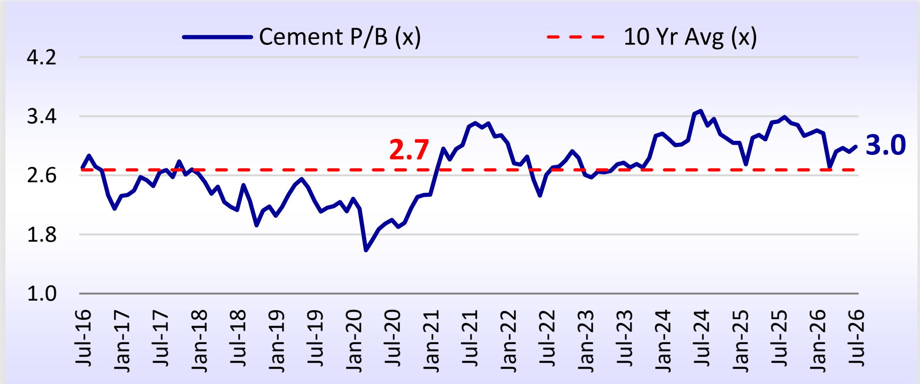


12-month forward Cement EV/EBITDA (x)

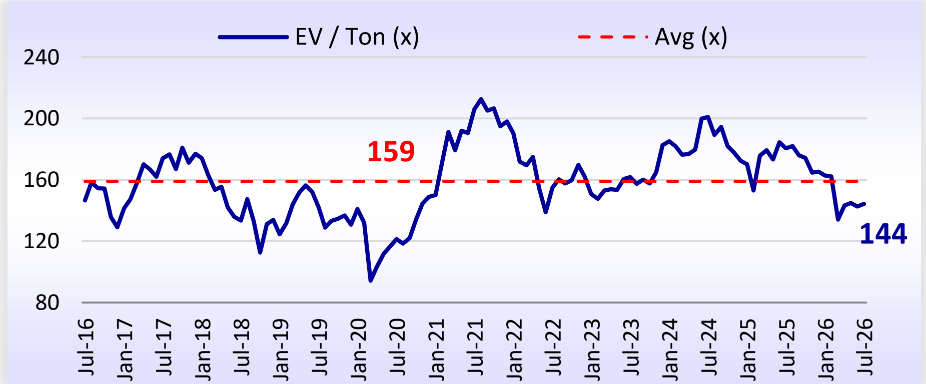


COMPANY VALUATION

12-month forward Cement P/B (x)



12-month forward Cement EV/Ton (x)

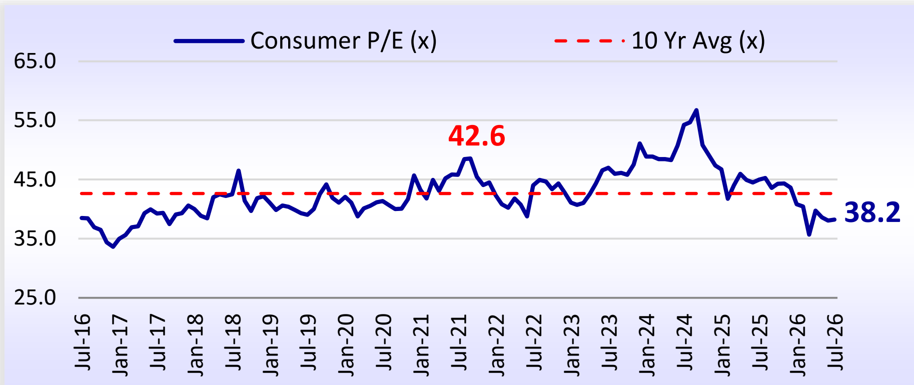


Demand steady despite macro uncertainties

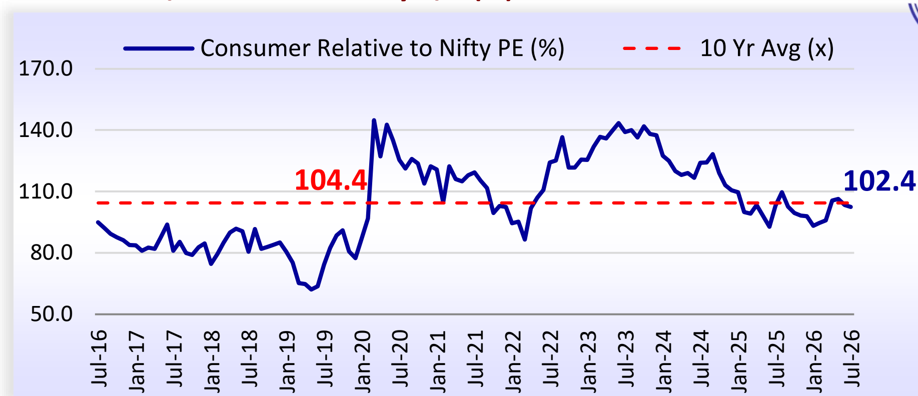
- The Consumer sector's P/E, at 38.2x, is at a 10% discount to its 10-year average of 42.6x. Its P/B stands at 9x, at a 10% discount to its 10-year average of 10x. The sharp deterioration in multiples is attributed to the ongoing geopolitical uncertainties.
- Demand remained resilient, supported by GST 2.0-led affordability gains and healthy volume growth across staples. Recent calibrated price hikes have partly reversed GST benefits, but easing commodity inflation should sustain volume- and pricing-led growth.
- Rural and urban demand trends remained healthy, with the consumption gap narrowing across markets.
- The crude price remains volatile, and companies need to adjust their pricing accordingly; otherwise, there will be an impact on margins.
- The geopolitical scenario and macro inflation levels remain the key monitorables, as they can weigh on consumer spending and reduce the pace of demand recovery going forward.

COMPANY VALUATION

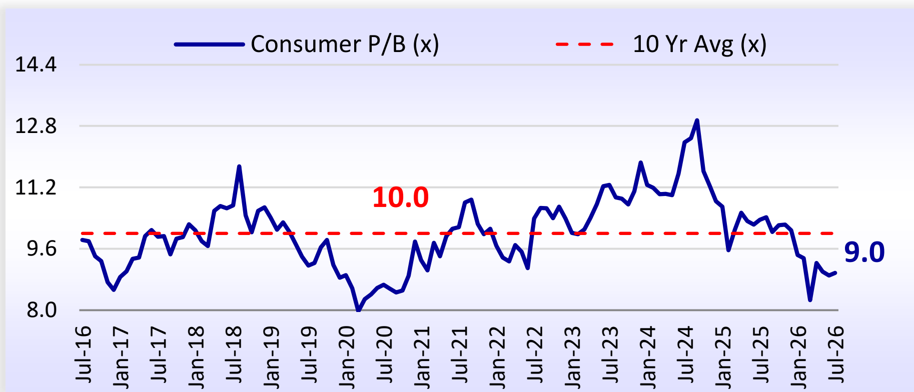
12-month forward Consumer P/E (x)



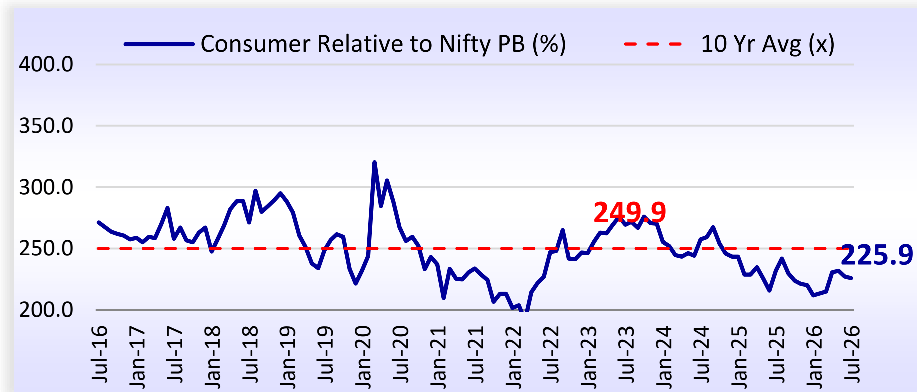
Consumer P/E relative to Nifty P/E (%)



12-month forward Consumer P/B (x)



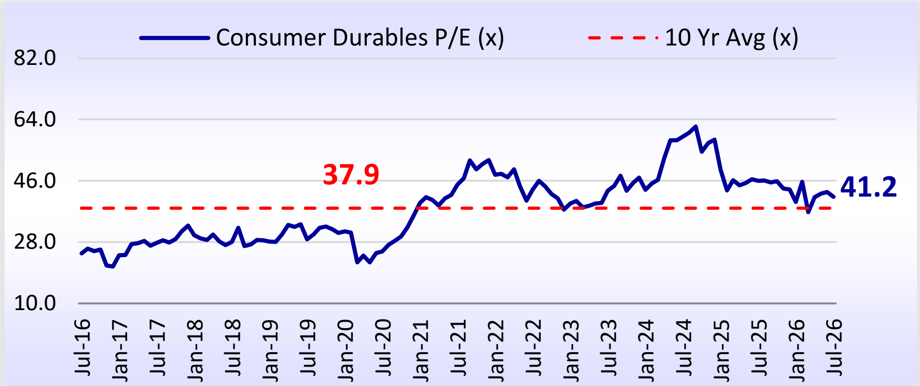
Consumer P/B relative to Nifty P/B (%)



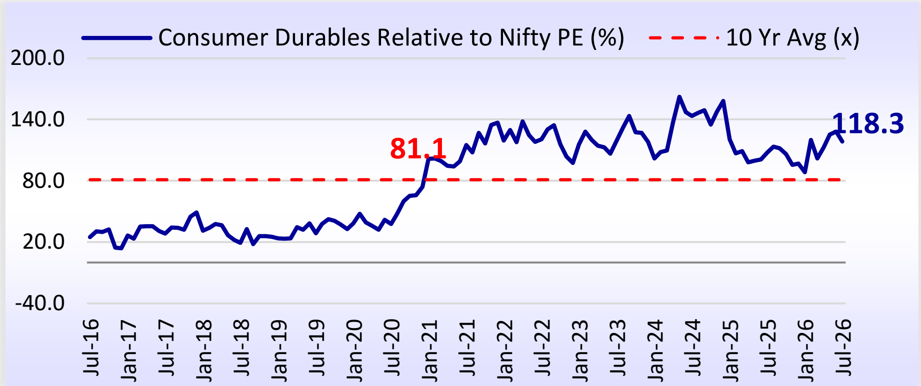
Near-term moderation; structural growth stays strong

- The Consumer Durables sector trades at a one-year forward P/E multiple of 41.2x, reflecting a 9% premium to its 10-year average P/E of 37.9x.
- On a P/B basis, the sector trades at 7.2x, at a 15% premium to its 10-year average multiple of 6.3x.
- Following a strong summer season YoY, the sector has entered a seasonally softer phase, with demand moderating across cooling products amid the beginning of the monsoon season. Non-seasonal categories such as washing machines and televisions continue to witness steady replacement-led demand. Pricing remains steady, and we believe the benefit of staggered price hikes will reflect in the coming quarters. RAC inventory is also normalized, which is likely to help in the next season.
- In C&W, near-term demand has moderated due to sharp volatility in copper and aluminum prices. We estimate volume and value growth to remain subdued until raw material prices stabilize, and restocking resumes. However, long-term growth drivers remain intact.

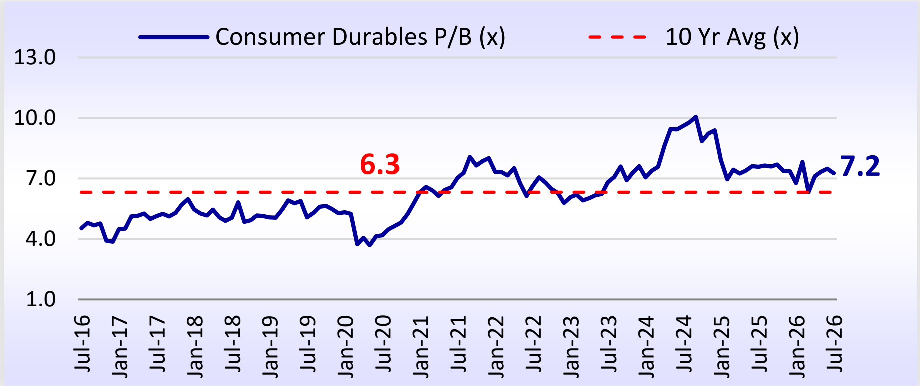
12-month forward Consumer Durables P/E (x)



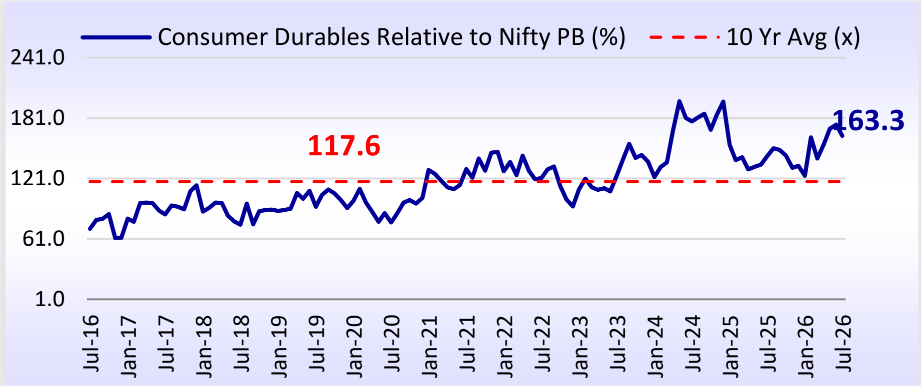
Consumer Durables P/E relative to Nifty P/E (%)



12-month forward Consumer Durables P/B (x)



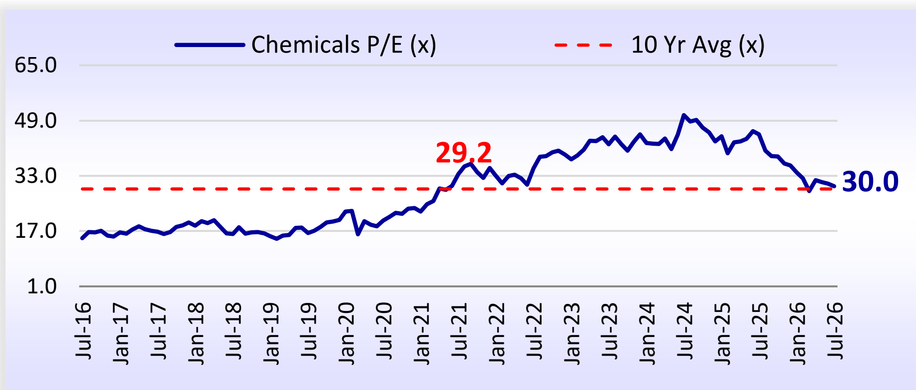
Consumer Durables P/B relative to Nifty P/B (%)



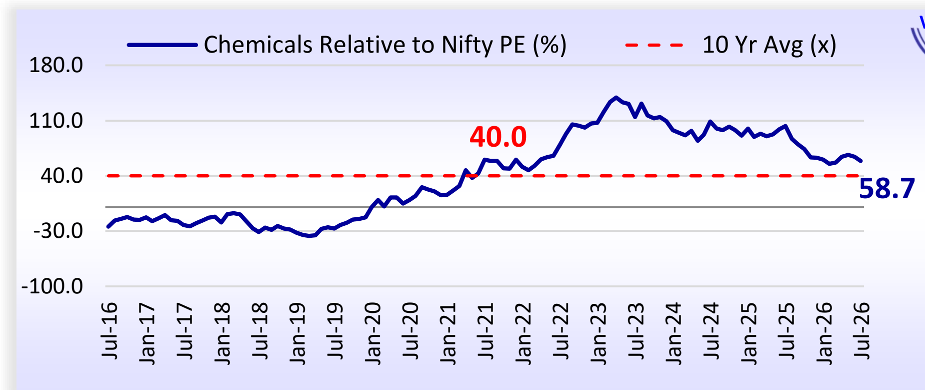
Chemical prices rise amid decline in crude

- The sector is trading at a P/B of 3.3x (~6% discount) and a P/E of 30.0x (~3% premium) vs. its historical average of 3.5x and 29.2x, respectively.
- Brent crude oil prices averaged USD83.4/bbl in Jul'26 vs. USD85.3/bbl in Jun'26.
- IPA/Acetic acid/Toluene/Acetonitrile/Phenol prices increased by ~15%/14%/13%/7%/3% MoM, whereas Acetone/Methanol prices declined by ~3%/10% MoM. Benzene and Aniline remained flat MoM.
- Brent crude oil's intra-month volatility remained high, as easing Middle East tensions early on gave way to renewed flare-ups later in Jul'26.

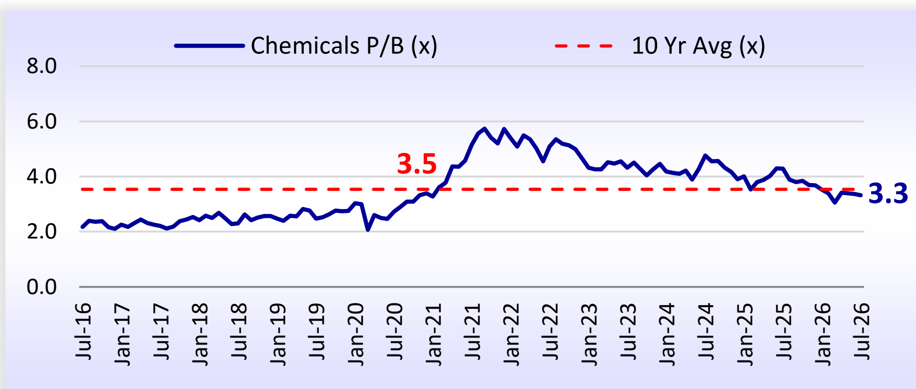
12-month forward Chemicals P/E (x)



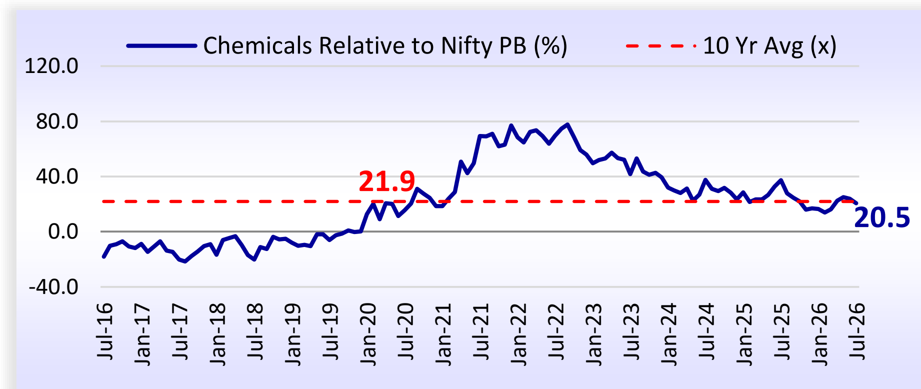
Chemicals P/E relative to Nifty P/E (%)



12-month forward Chemicals P/B (x)



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

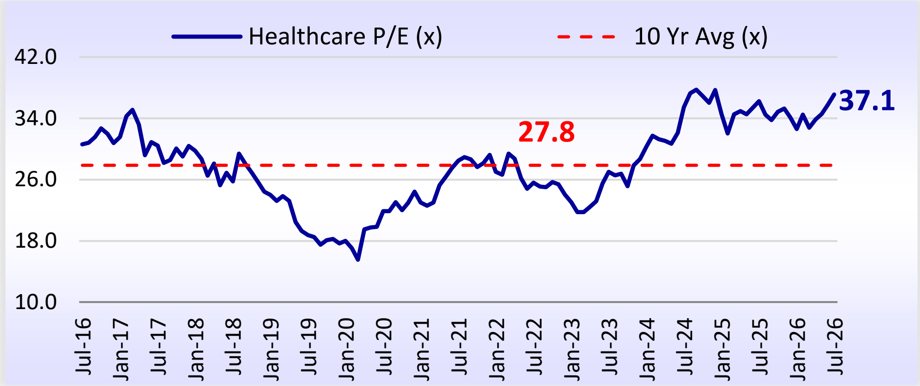


Outlook remains promising providing scope for further re-rating

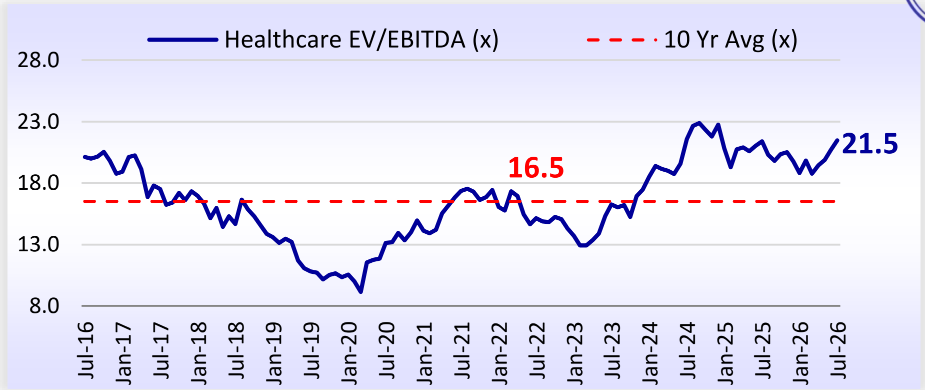
- The Healthcare sector is currently trading at PE of 37.1x (33% premium to its historical averages), close to its decade-high valuation of 38x P/E. Moreover, the long-term growth outlook and improving business fundamentals leave room for additional valuation upside.
- Growth in the DF market remains resilient, with chronic therapies sustaining momentum and acute therapies witnessing a recovery.
- While the US generics business continues to face pricing and competitive headwinds, export-focused companies are mitigating these challenges by strengthening their product portfolios. The scope of business is improving in emerging markets as well.
- While the growth prospects remain robust in CDMO segment, inventory destocking by customers could weigh on the growth outlook of the CDMO companies.
- The hospital sector continues to deliver steady growth, driven by strong patient volumes, improving treatment mix, and capacity expansion.

COMPANY VALUATION

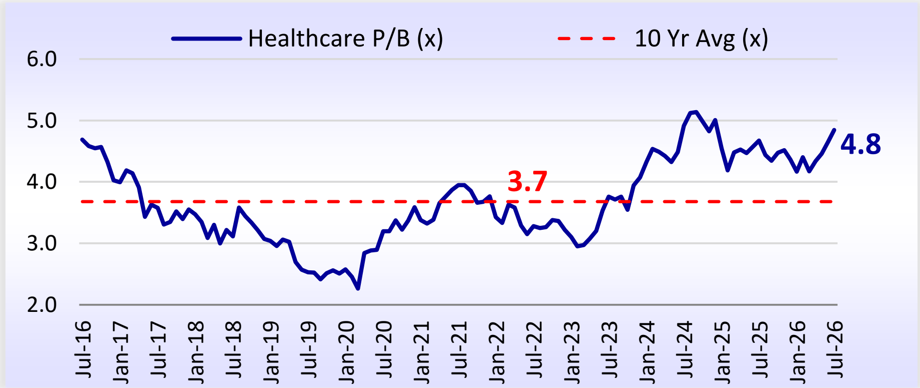
12-month forward Healthcare P/E (x)



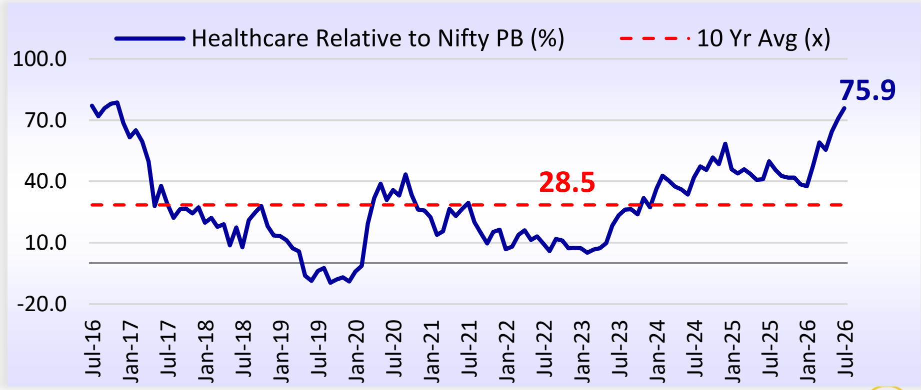
12-month forward Healthcare EV/EBITDA (x)



12-month forward Healthcare P/B (x)



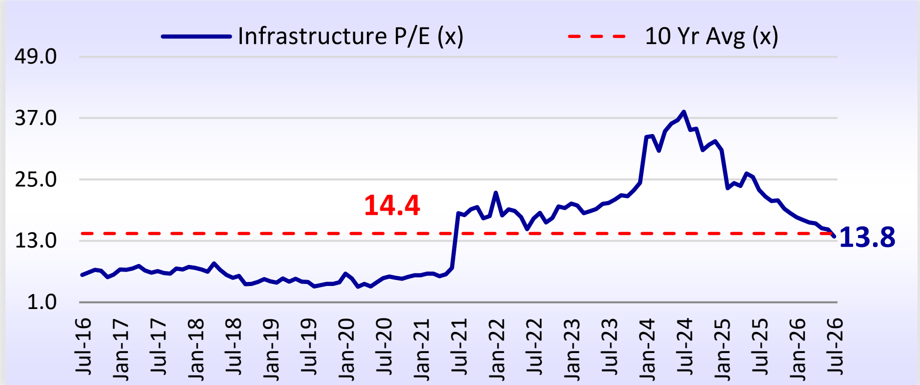
Healthcare P/B relative to Nifty P/B (%)



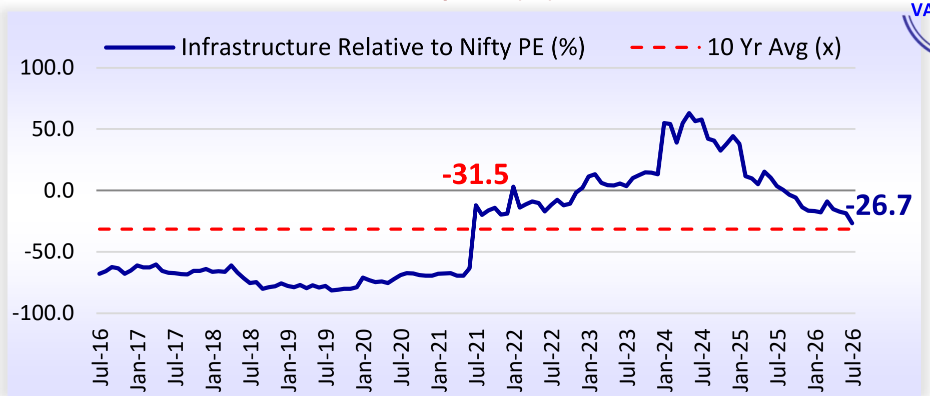
NHAI's awarding remains subdued; strong pipeline in place for FY27

- The Infrastructure sector is trading at a P/B of 1x, which is at a ~17% discount to its long-term historical average of 1.2x.
- Project awarding remains subdued YTD in FY27, with just ~235km of projects being awarded, while construction stood at ~866km. Nevertheless, project awarding has been muted; NHAI has a strong pipeline in place and is expected to ramp up in FY27 after below-par awarding activities in FY24, FY25, and FY26. Muted awarding activity by NHAI and fierce competition in NHAI projects from new and inexperienced players have hurt order inflows for large players. However, NHAI, via a press release dated 17th Sep'25, has tightened RFP provisions to ensure the projects are awarded only to contractors with proven technical and financial competence, which will have a positive impact on order inflows going forward for the EPC companies.
- Toll collections increased ~6% YoY to INR72b in Jun'26, with a daily run rate of ~INR2.4b.

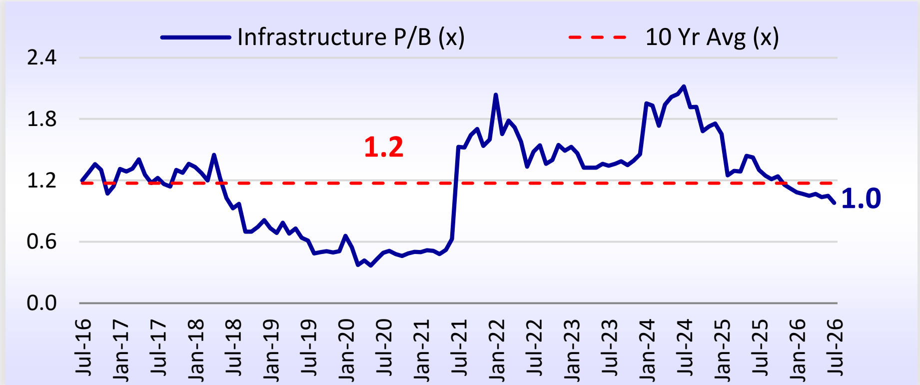
12-month forward Infrastructure P/E (x)



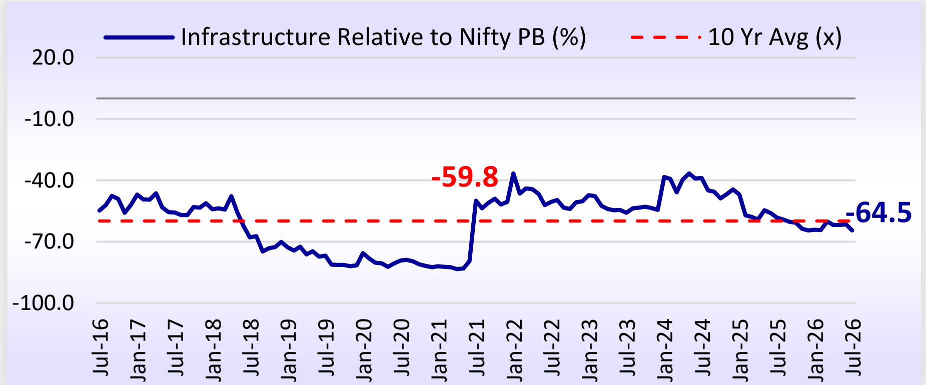
Infrastructure P/E relative to Nifty P/E (%)



12-month forward Infrastructure P/B (x)



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



COMPANY VALUATION

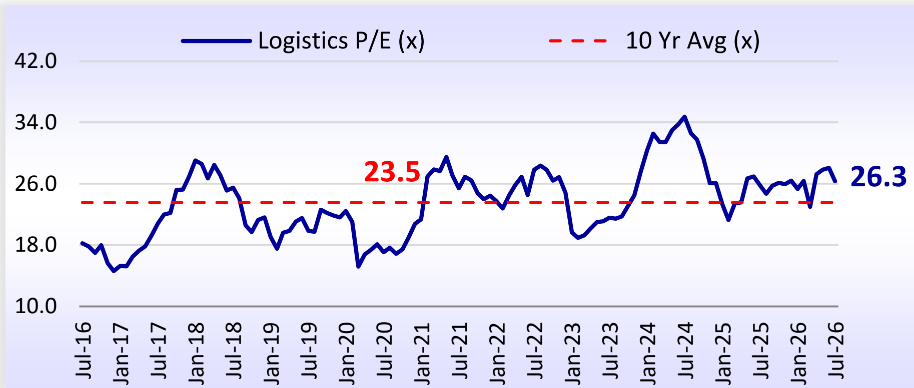
Logistics

Improving consumption trends to support freight and shipment growth

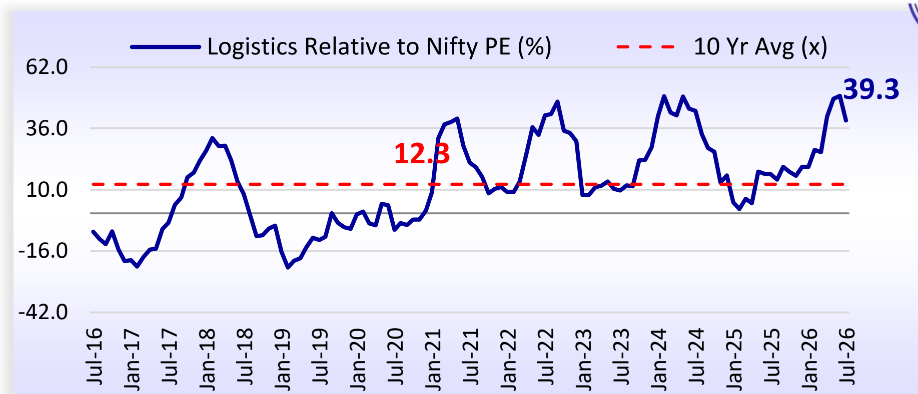
- The Logistics sector is trading at a P/E ratio of 26.3x, above its historical average of 23.5x (at a 12% premium).
- Logistics operations have been growing consistently on a YoY basis. Fleet utilization was ~80%. Daily avg. FASTag toll collections rose ~6% YoY in Jun'26. Toll collection in FY26 was up ~15% vs. ~12% in FY25. The e-way bill generation was up ~15% in Jun'26 vs. 20% in FY26.
- Volume growth is showing signs of improvement, supported by the recent reduction in GST rates across select products aimed at stimulating broader consumption. The resulting improvement in demand is expected to translate into higher shipment volumes for logistics companies.
- With a structural shift in the formalization of the sector (~85% of the logistics sector is unorganized), aided by the stricter implementation of GST and mandatory e-invoicing, the addressable market size for organized operators will improve going forward.

COMPANY VALUATION

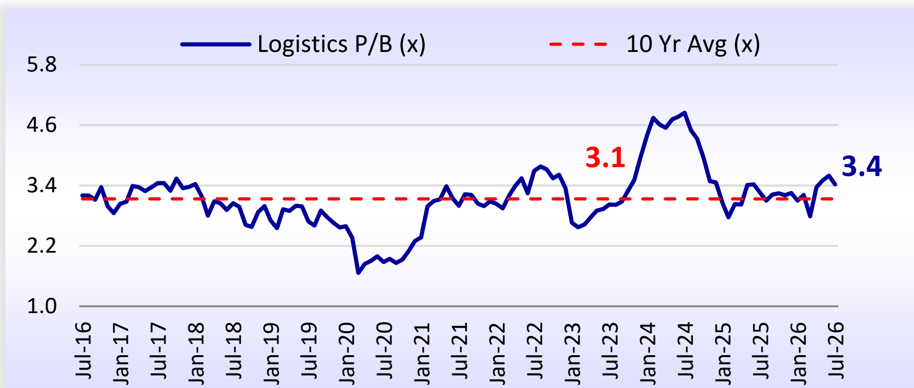
12-month forward Logistics P/E (x)



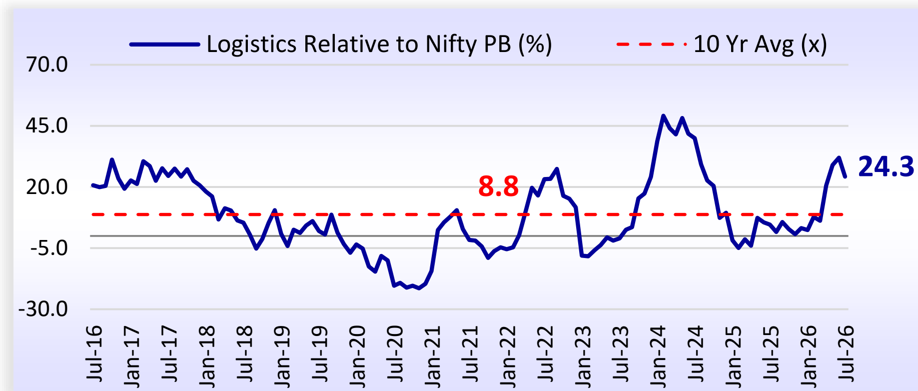
Logistics P/E relative to Nifty P/E (%)



12-month forward Logistics P/B (x)



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

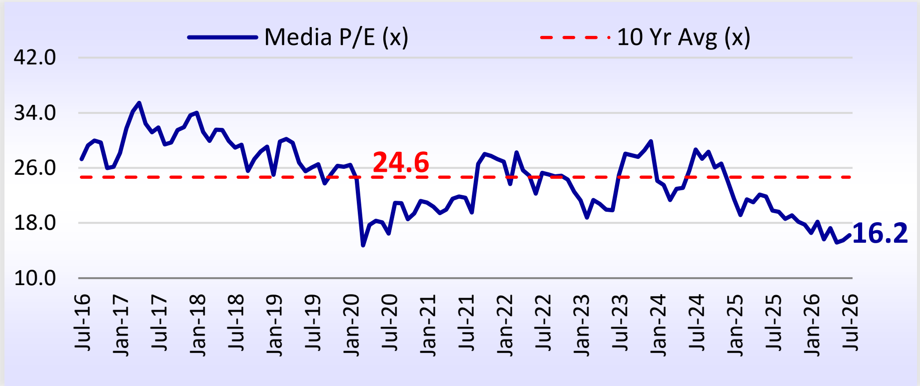


Hollywood returns to India box office spotlight

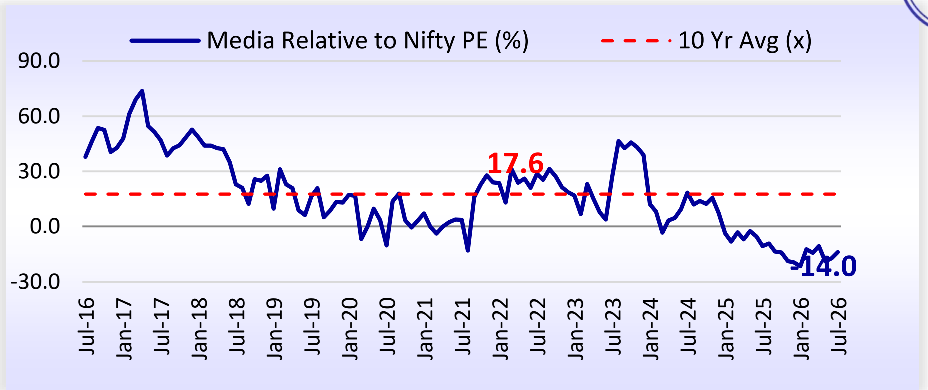
- The P/E ratio for the Media sector, at 16.2x, is at a 34% discount to its 10-year historical average of 24.6x.
- Content creators are making cinema more accessible to a wider audience. These creators dissect films, sparking deeper discussions and wider film tastes. Social media platforms now serve as a gateway for discovering niche and underappreciated cinema. Audiences are actively engaging with content, fostering a sense of community. This digital shift is influencing viewing habits and the future of filmmaking.
- Hollywood tentpole films are expected to boost Indian box office collections significantly. A cluster of major releases arriving within a fortnight promises robust audience engagement. Diverse themes and popular franchises like Spider-Man and The Odyssey will drive strong viewer interest. These films will be showcased extensively across premium large-format screens for maximum impact. Industry analysts estimate these four films could collectively contribute close to INR4b.

COMPANY VALUATION

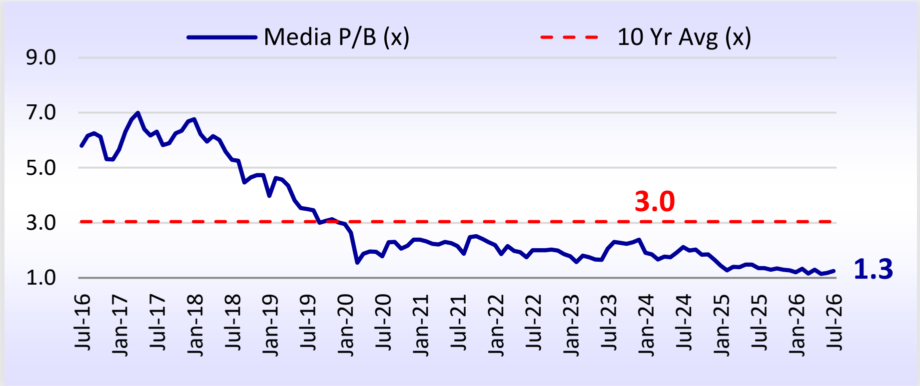
12-month forward Media P/E (x)



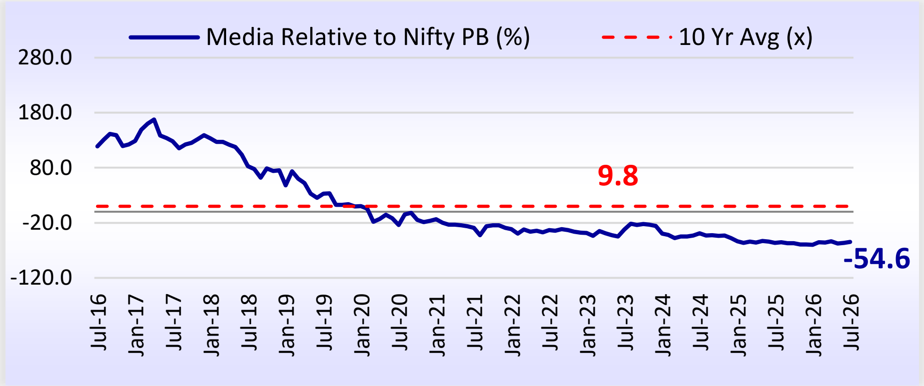
Media P/E relative to Nifty P/E (%)



12-month forward Media P/B (x)



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

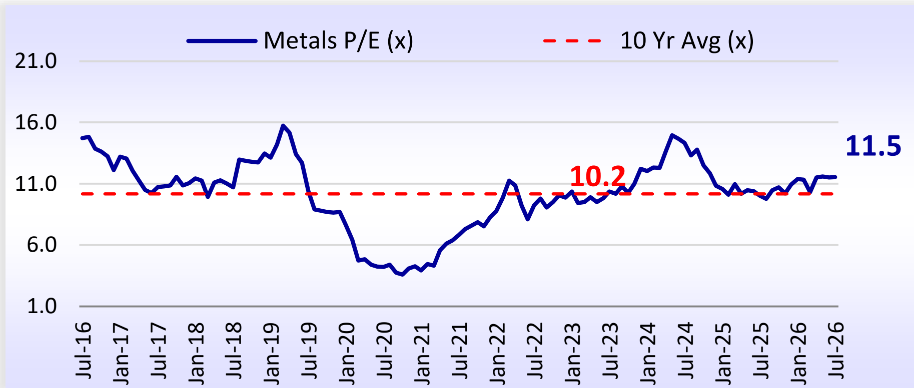


Seasonal weak pricing during Jul’26; costs remain firm

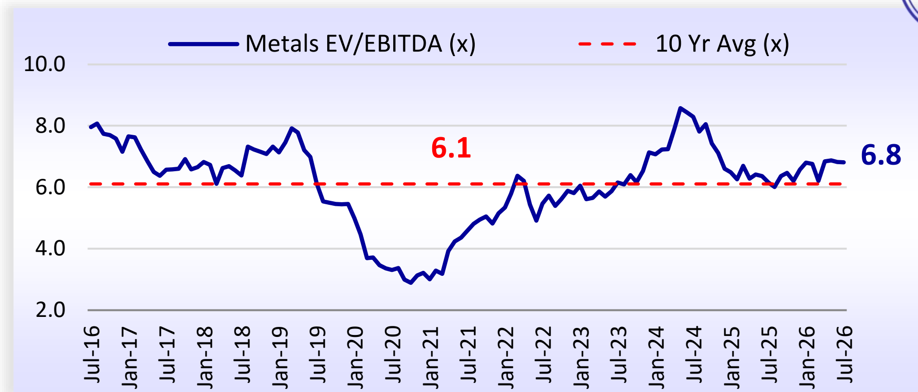
- The Metals sector is currently trading at ~6.8x EV/EBITDA, above its 10-year historical average of ~6.1x. It moderated MoM due to seasonal price moderation for both ferrous, while non-ferrous prices corrected over global uncertainty.
- Rebar prices fell to INR48,000/t in Jul’26 over seasonal weakness, while flat steel prices stood firm at INR56,800 in Jul’26.
- Non-ferrous metal prices moderated, aluminum LME reversed to USD3,100/t from USD3,700/t, and copper remained at an elevated level of USD13,000/t since Jun’26.
- The energy cost has remained significantly elevated. The coking coal price softened USD20/t MoM over muted demand but remained high at USD240/t in Jun’26, which could soften margins going forward in the absence of healthy pricing support.

COMPANY VALUATION

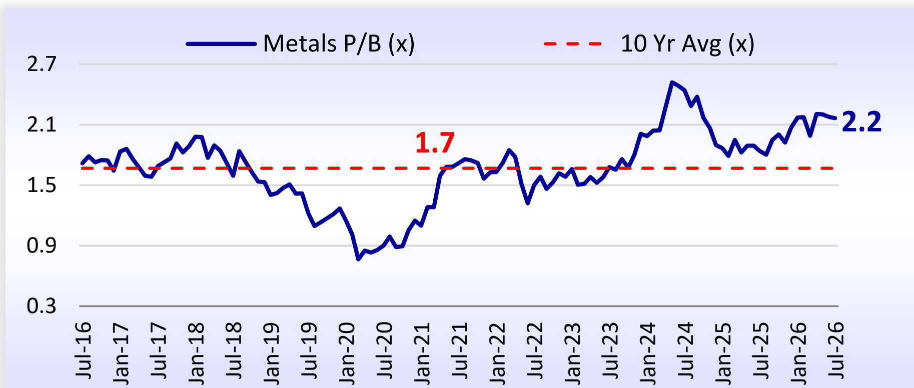
12-month forward Metals P/E (x)



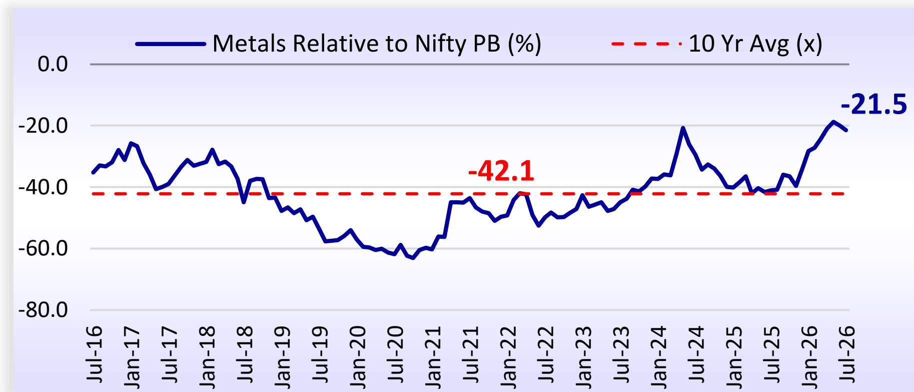
12-month forward Metals EV/EBITDA (x)



12-month forward Metals P/B (x)



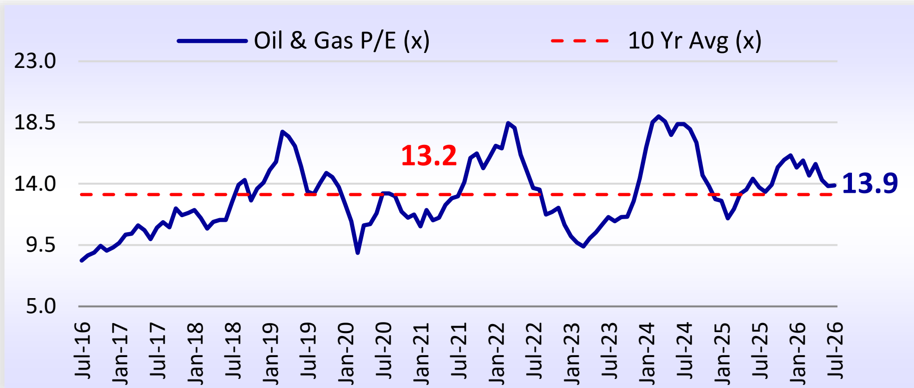
Metals P/B relative to Nifty P/B (%)



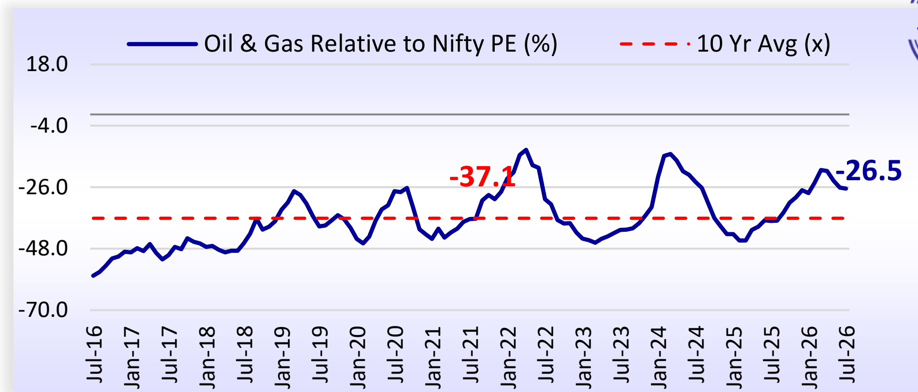
Brent volatile amid Middle East tensions; marketing margins improve

- The sector is trading at a P/B of 1.4x near its historic averages and a P/E of 13.9x (at a 5% premium) vs. its historical averages of 1.5x P/B & 13.2x P/E.
- Brent crude oil prices averaged USD83.4/bbl in Jul'26 vs. USD85.3/bbl in Jun'26. MoM volatility remained high, as Middle East tensions, which eased last month, flared up later in Jul'26.
- SG GRM increased to USD25/bbl in Jul'26 from USD16.5/bbl in Jun'26. Gasoil and Gasoline cracks were up 52%/33% MoM, averaging USD63.5/33 per bbl in Jul'26.
- Gross marketing margin for petrol/diesel stood at INR9.9/INR(2.4) per lit in Jul'26 vs. INR2.1/INR(6.3) per lit in Jun'26. The spot LNG price was USD18.2/mmBtu in Jul'26 (up 5% MoM).

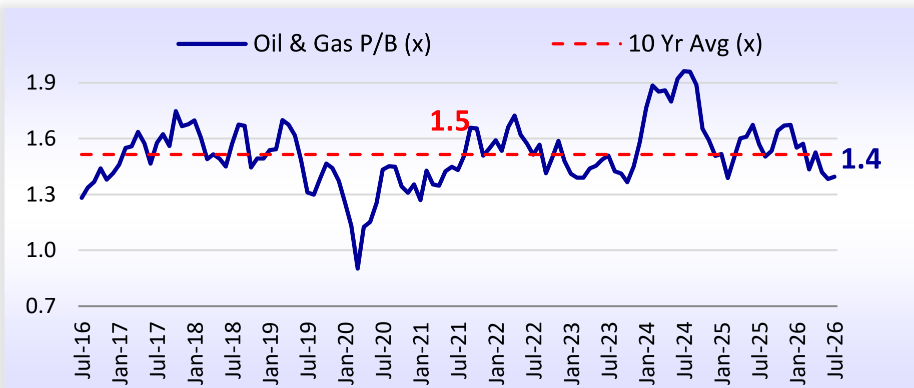
12-month forward Oil & Gas P/E (x)



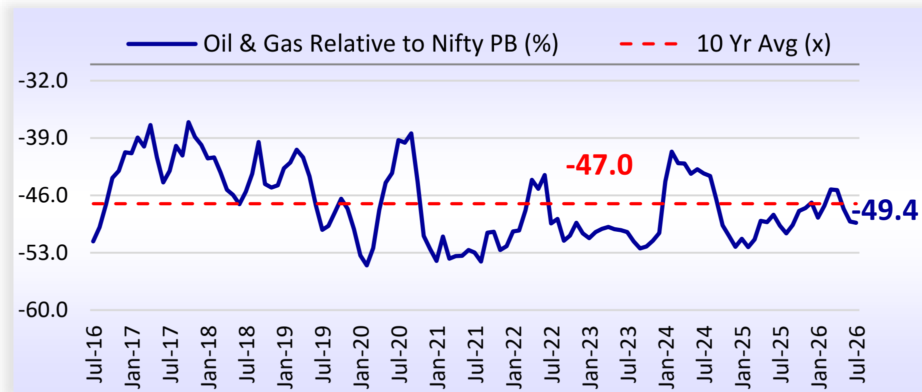
Oil & Gas P/E relative to Nifty P/E (%)



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



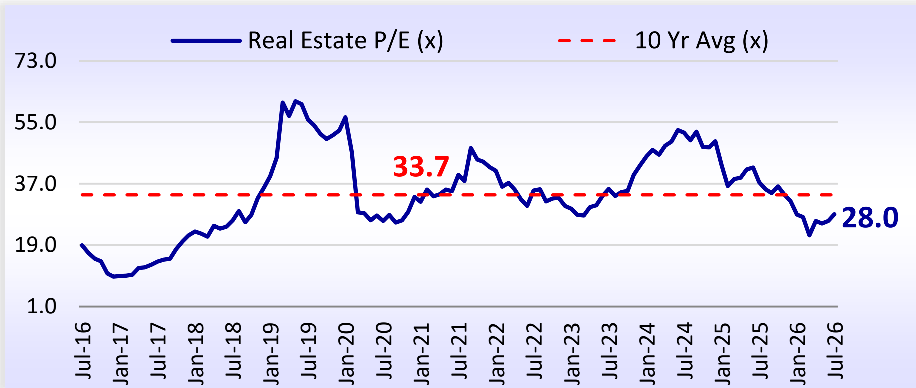
Oil & Gas P/B relative to Nifty P/B (%)



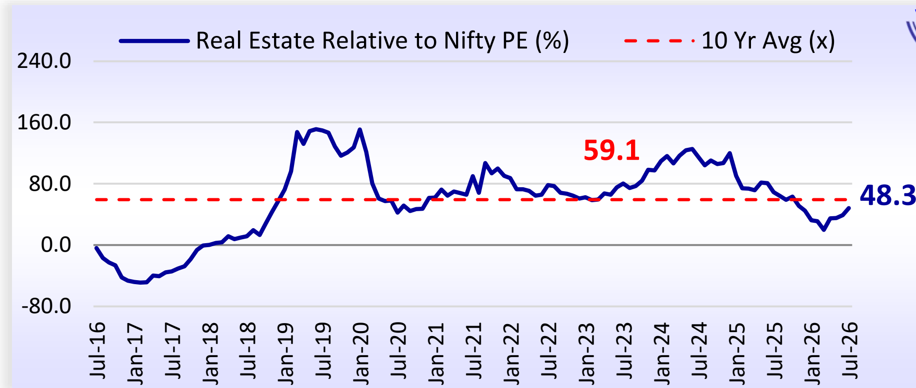
Premiumization continues despite softer market momentum in 1HCY26

- The Real Estate sector is trading at a P/E of 28x, below its 10-year historical average of 33.7x (17% discount).
- India residential sales remained largely flat at 171,471 units in 1HCY26 (+1% YoY), indicating a shift from the strong post-pandemic recovery phase to a consolidation phase. GDP growth stood at 7.6% in FY26, while the RBI revised its FY27 GDP and inflation forecasts to 6.6% and 5.1%, respectively.
- New launches rose 4% YoY to 187,350 units, exceeding sales by ~15,900 units, while unsold inventory increased 4% YoY to 525,695 units. Inventory accumulation was particularly sharp in premium segments, with the INR20-50m inventory up 43% YoY and the INR200-500m inventory up 52% YoY.
- Premiumization continued, with homes priced above INR10m accounting for 54% of sales vs. 49% in 1HCY25. While residential prices remained resilient across markets, rising inventory, higher QTS (6.0 quarters vs. 5.8 at end-2025) and the increasing use of incentives suggest that demand is moderating and the sector has entered a late-cycle consolidation phase.

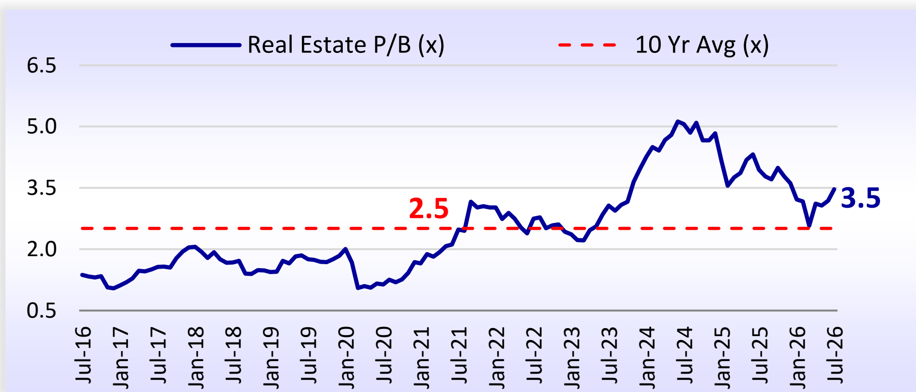
12-month forward Real Estate P/E (x)



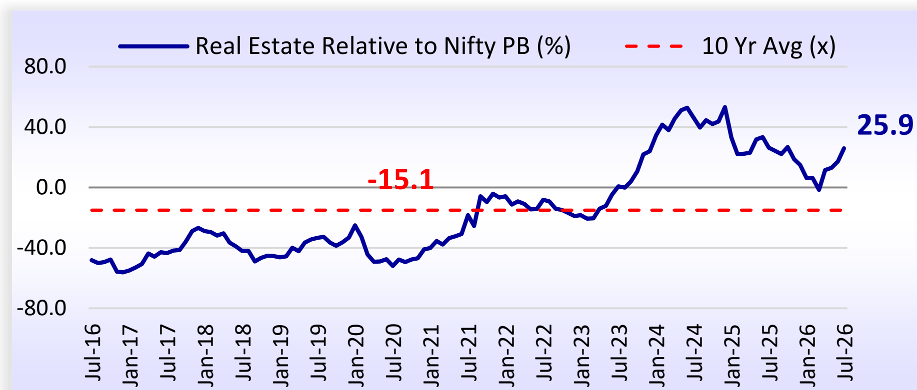
Real Estate P/E relative to Nifty P/E (%)



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



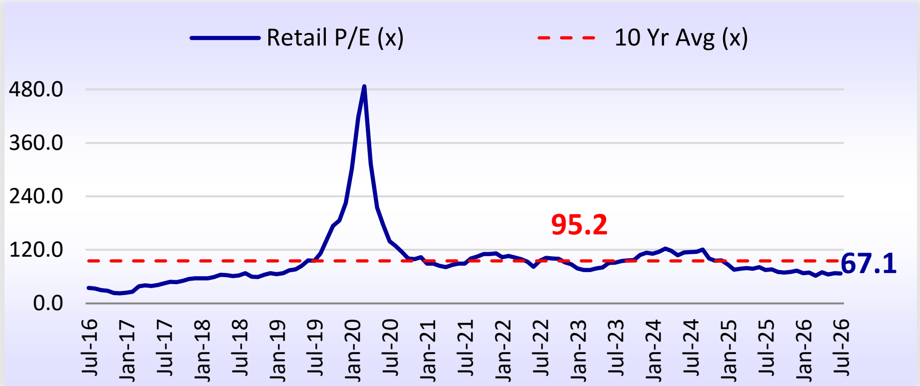
Real Estate P/B relative to Nifty P/B (%)



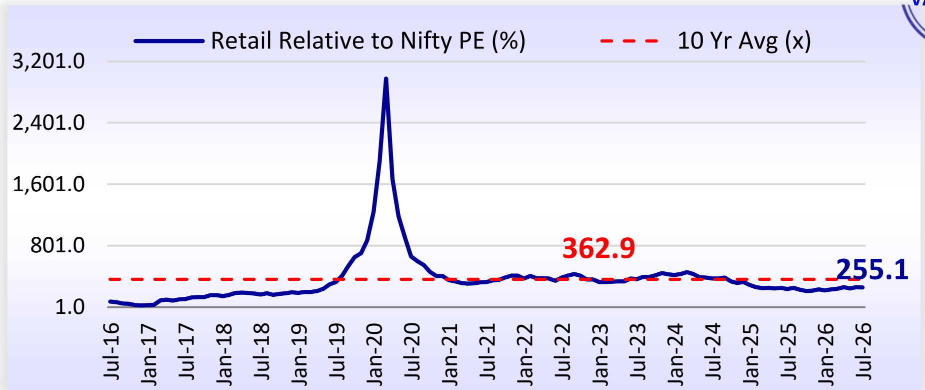
Government extends stock declaration deadline for footwear QCO compliance

- The Retail sector is trading at a P/E ratio of 67.1x, which is at a 30% discount to its 10-year historical average of 95.2x.
- The government has extended the deadline for footwear manufacturers and retailers to declare existing inventory under the Footwear Quality Control Orders (QCOs), providing additional time to comply with revised quality regulations. The move is expected to ease the compliance burden on the industry, facilitate a smoother transition to mandatory BIS certification, and minimize disruptions to inventory liquidation and supply chains.
- Fashion retailers accounted for 28% of total retail leasing across malls and high streets in Delhi-NCR during 1HCY26, as overall leasing activity surged 78% YoY to 1.3 million sqft. Strong expansion by apparel brands, coupled with robust demand for premium retail spaces, underscores continued momentum in organized fashion retail.

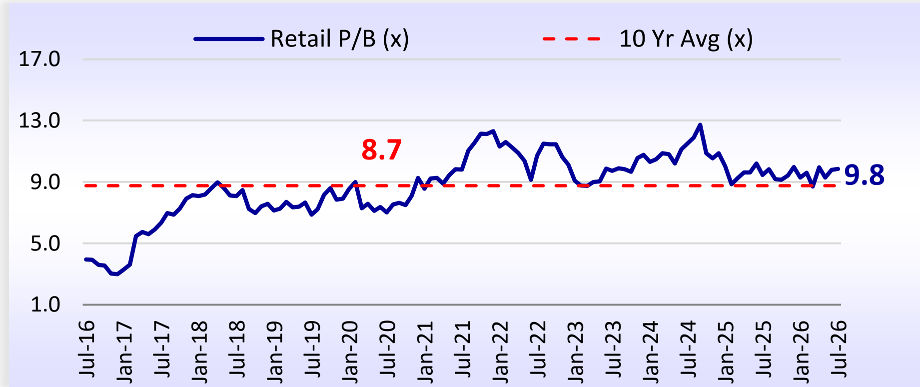
12-month forward Retail P/E (x)



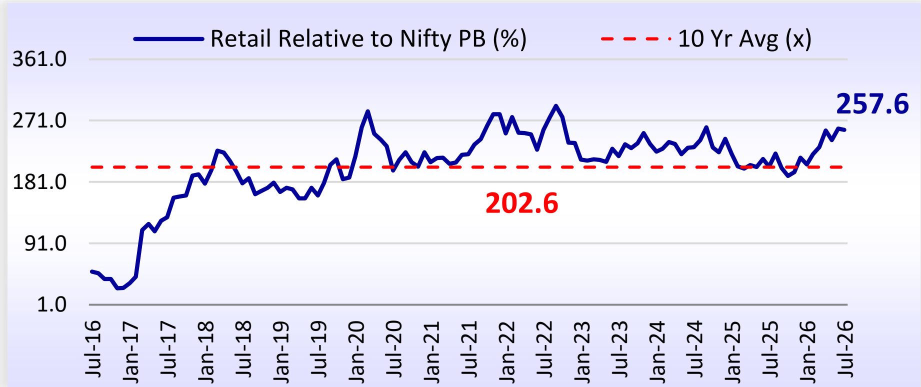
Retail P/E relative to Nifty P/E (%)



12-month forward Retail P/B (x)



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

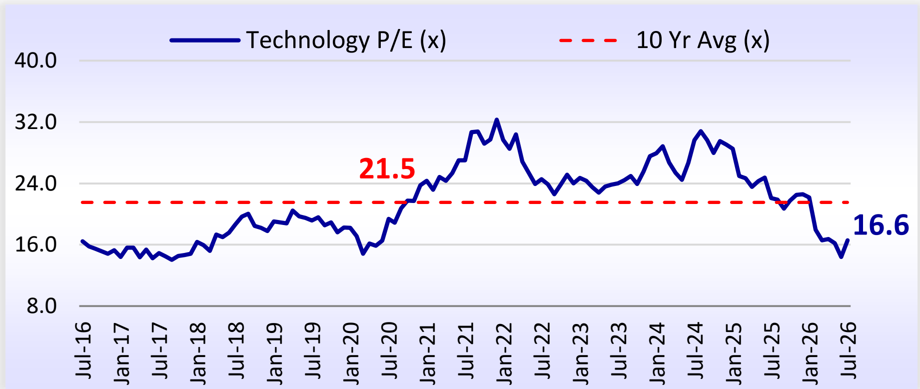


Unwinding of AI trade lifts IT, but AI deflation is still a headwind

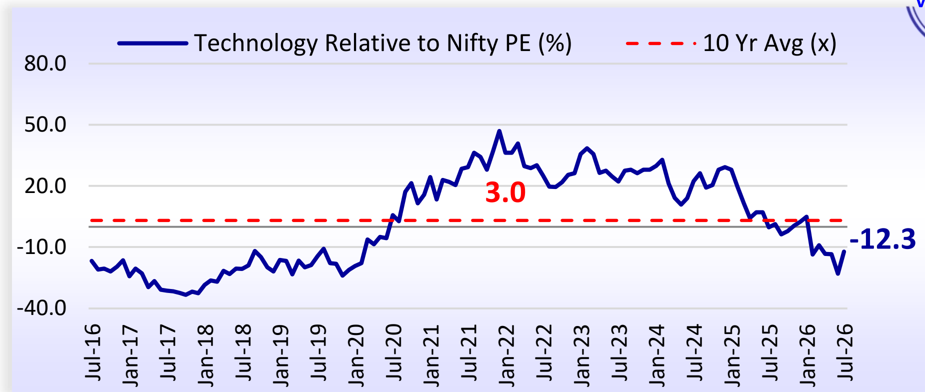
- The sector is trading at a P/E of 16.6x, below its 10-year average of 21.5x (23% discount). Despite the recent recovery in the Nifty IT index, we remain watchful of the earnings outlook. Demand continues to stay weak, with slower client decision-making, softer discretionary spending and AI-led productivity gains increasingly weighing on revenue growth.
- TCS has already indicated 10-15% productivity pass-throughs on renewals, and we believe the impact is likely similar across the industry even if peers have not quantified it. Infosys' FY27 organic growth guidance downgrade to (-0.2%)-1.3% YoY CC (from 1.25-3.25% earlier) reinforces this view, while HCLTech's 1.5-4.5% services growth guidance also points to a muted demand environment despite healthy deal wins.
- Emerging models, such as OpenAI's DeployCo and Anthropic's services arm, provide an early blueprint for a different AI services model, and we expect more vendors to adopt similar approaches over time, potentially leading to higher consolidation and M&A activity across the industry over the next 12-18 months.

COMPANY VALUATION

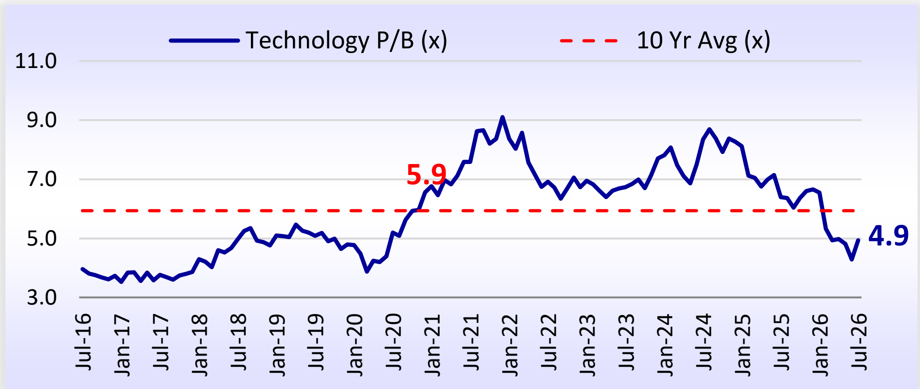
12-month forward Technology P/E (x)



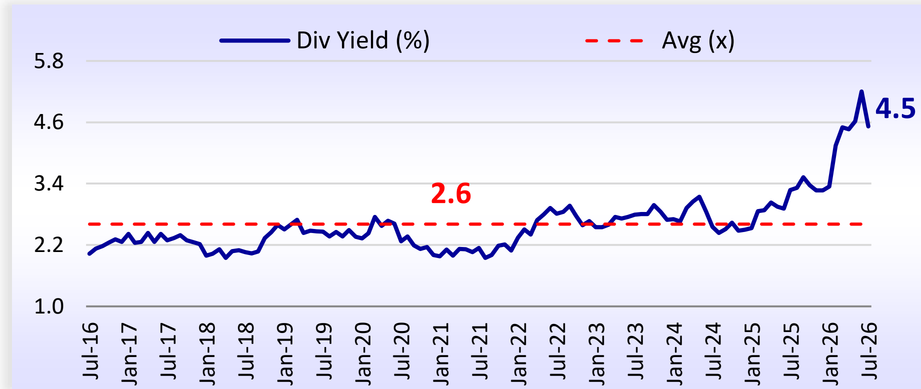
Technology P/E relative to Nifty P/E (%)



12-month forward Technology P/B (x)



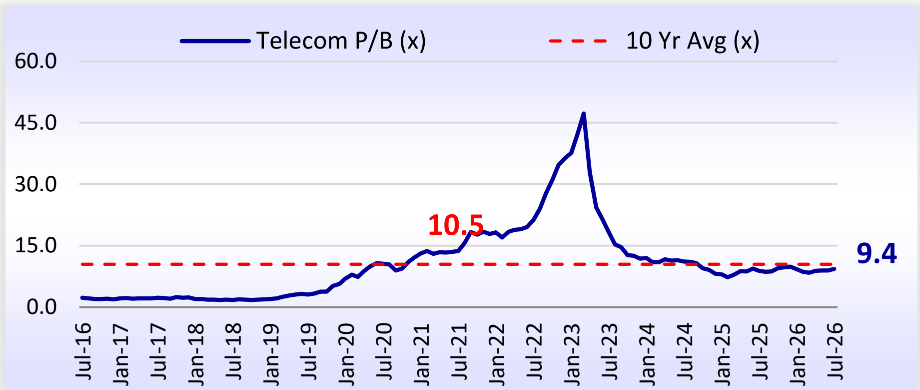
Technology Div Yield (%)



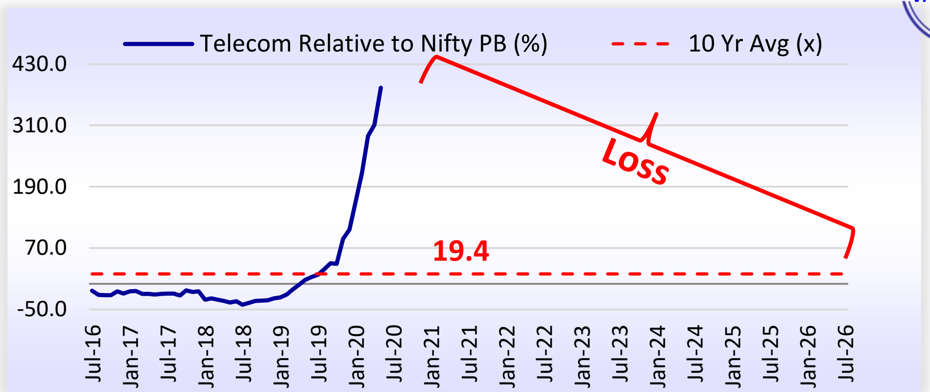
Satcom set to play a transformative role; vast opportunities ahead: Trai Chairman

- The Telecom sector is trading at an EV/EBITDA ratio of 9.3x, near its 10-year historical average of 9.1x.
- Satellite communications will expand seamless connectivity across India. This technology will support strategic areas and bridge the digital divide. India's space economy is projected to grow significantly by 2030. New ventures reflect rapid private participation and innovation in the space sector. Agile policy frameworks and collaboration will drive technological advancement and inclusive growth.
- Bharti Airtel's FastLane premium postpaid service delivers faster download speeds, lower latency and significantly higher access to 5G standalone than standard users, according to OpenSignal. While Airtel says the feature improves network efficiency without affecting others, experts argue the findings could reignite concerns over network neutrality and prioritized access.

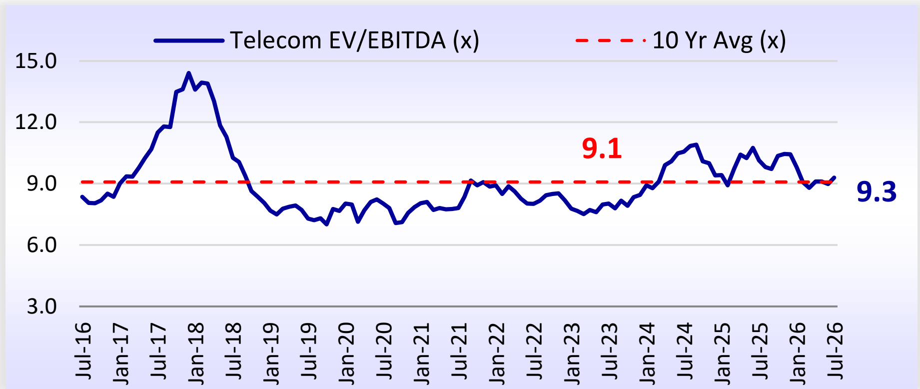
12-month forward Telecom P/B (x)



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



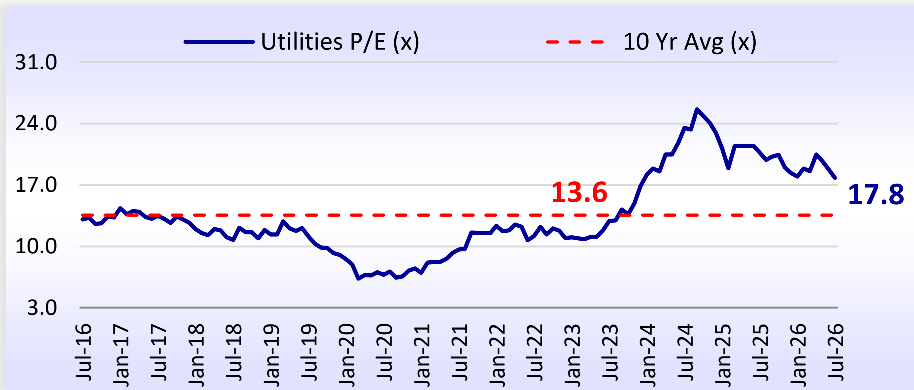
12-month forward Telecom EV/EBITDA (x)



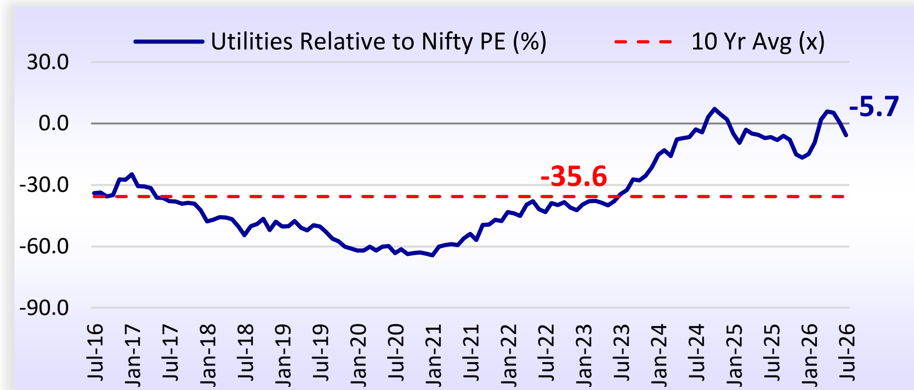
Power demand growth remains elevated

- The Utilities sector is currently valued at a P/E ratio of 17.8x and a P/B ratio of 2.2x, representing a 31% and 34% premium to their historical 10-yr averages of 13.6x and 1.7x, respectively.
- Peak power demand stood at 265GW in Jun'26 (+9% YoY).
- Power generation for Jun'26 stood at 178BUs (+12% YoY). Renewables' share (excl. large hydro) in India's power generation mix dropped to 28% in Jun'26 from 29% in Jun'25.
- Generation capacity of 6.5GW was added in Jun'26, with 5.7GW of additions in renewable capacity (Wind- 0.6GW, solar- 5.1GW) and 0.7GW of new coal-fired capacity with another 0.1GW of hydro additions. India's installed power capacity stood at 549GW as of Jun'26 end.
- 28,830MVA of substation capacity and 2,349ckm of transmission lines were added in Jun'26.

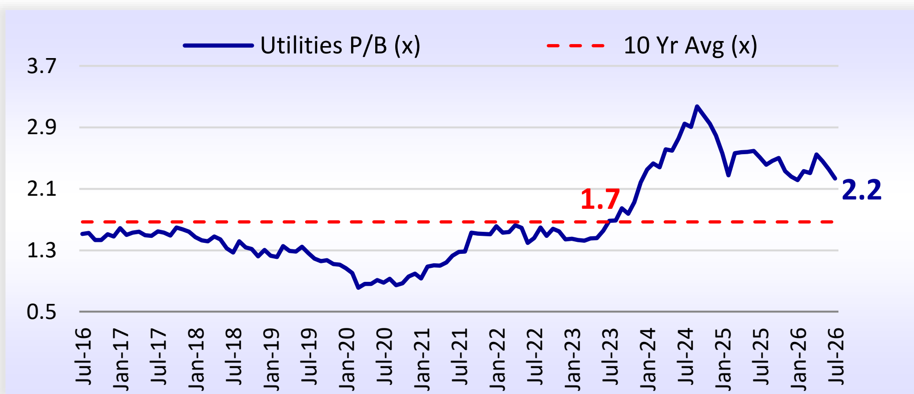
12-month forward Utilities P/E (x)



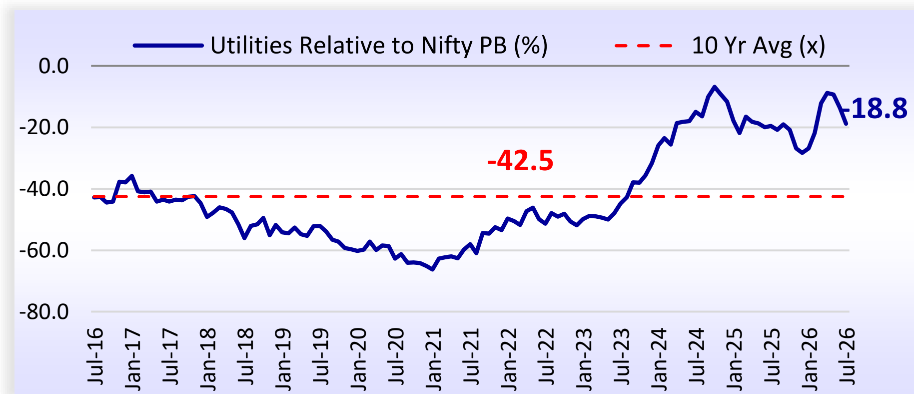
Utilities P/E relative to Nifty P/E (%)



12-month forward Utilities P/B (x)



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



Company valuations

Company	PE (x) Current	PE (x) 10 Yr Avg	PE (x) Prem/Disc (%)	PE Std. Deviation +1SD (x)	PE Std. Deviation -1SD (x)	Relative to Nifty P/E (%) Current	Relative to Nifty P/E (%) 10 Yr Avg	PB (x) Current	PB (x) 10 Yr Avg	PB (x) Prem/Disc (%)	PB Std. Deviation +1SD (x)	PB Std. Deviation -1SD (x)	Relative to Nifty P/B (%) Current	Relative to Nifty P/B (%) 10 Yr Avg
Automobiles	**26.7**	**23.8**	**12**	**27.1**	**20.5**	**42**	**14**	**4.4**	**3.6**	**21**	**4.3**	**3.0**	**60**	**27**
Amara Raja Energy	19.8	22.5	-12	30.2	14.8	5	7	1.8	2.9	-37	4.1	1.7	-33	1
Ashok Leyland	22.9	21.2	8	27.4	15.0	21	1	6.3	4.6	38	5.7	3.4	127	59
Apollo Tyres	15.0	17.1	-12	21.5	12.8	-21	-18	1.2	1.2	2	1.5	0.8	-57	-60
Balkrishna Inds	26.9	26.6	1	34.9	18.2	42	27	3.8	4.3	-13	5.3	3.3	36	50
Bajaj Auto	24.1	20.1	20	24.3	15.8	28	-4	9.0	5.0	80	6.6	3.3	226	74
Bharat Forge	55.2	49.5	11	73.1	26.0	192	136	9.3	5.4	72	6.8	4.0	238	89
Bosch	42.8	38.3	12	44.7	31.9	127	83	6.4	5.4	18	6.7	4.1	132	89
CEAT	21.9	20.9	4	32.0	9.9	16	0	2.4	1.9	26	2.5	1.4	-11	-33
CIE Automotive	15.7	20.7	-24	25.8	15.5	-17	-1	1.9	2.0	-8	2.6	1.4	-33	-30
Craftsman Auto	34.9	29.9	17	40.4	19.5	85	43	4.2	3.8	9	4.4	3.3	52	34
Eicher Motors	32.5	30.8	6	36.7	24.8	72	47	7.1	6.4	11	8.3	4.4	157	122
Endurance Tech.	32.1	33.2	-3	39.8	26.6	70	58	4.8	4.9	-4	6.0	3.9	73	72
Escorts Kubota	24.9	21.4	16	30.4	12.5	32	2	2.7	2.5	10	3.2	1.8	0	-13
Exide Inds.	29.6	22.8	30	29.2	16.5	57	9	2.4	2.2	6	3.1	1.4	-14	-22
Gabriel India	47.8	21.6	121	29.4	13.8	153	3	10.8	4.0	172	6.4	1.6	294	39
Happy Forgings	34.2	31.4	9	36.9	26.0	81	50	5.9	4.7	24	5.5	4.0	113	65
Hero MotoCorp	18.7	18.4	2	21.5	15.4	-1	-12	4.6	4.2	8	5.3	3.1	66	47
Hyundai Motor	28.9	29.7	-3	33.9	25.5	53	42	7.0	7.6	-8	8.6	6.6	154	166
Mahindra & Mahindra	23.1	18.9	22	23.0	14.9	23	-10	4.5	3.1	45	4.2	2.0	63	8
Maruti Suzuki	26.3	32.5	-19	41.9	23.1	39	55	3.7	4.1	-10	4.9	3.4	35	44
MRF	23.9	26.4	-9	35.1	17.6	27	26	2.4	2.4	-3	2.8	2.1	-15	-15
Motherson Wiring	33.3	42.4	-22	48.0	36.8	76	102	10.0	14.3	-30	17.0	11.6	264	399
Samvardhana Motherson	25.5	40.6	-37	65.0	16.2	35	94	3.4	3.1	8	4.3	1.9	22	9
Sona BLW Precis.	55.1	61.7	-11	80.6	42.7	192	194	6.9	8.9	-22	13.1	4.8	152	212
TVS Motor	42.0	33.5	26	40.8	26.1	123	60	12.3	7.8	57	10.3	5.3	346	173
Tube Investments	59.8	52.1	15	78.7	25.6	217	149	7.6	8.4	-10	12.4	4.3	174	191
Uno Minda	45.5	41.6	9	54.3	29.0	141	99	7.5	5.6	35	7.6	3.6	172	94
Building Materials	**35.3**	**41.3**	**-15**	**55.6**	**27.0**	**87**	**97**	**5.8**	**6.9**	**-15**	**8.5**	**5.3**	**112**	**141**
Kajaria Ceramics	25.3	39.5	-36	52.1	27.0	34	88	5.1	6.2	-17	7.8	4.7	87	117
Century Plyboard	36.1	38.4	-6	55.7	21.0	91	83	5.6	5.5	1	7.2	3.9	102	92
Cera Sanitary.	27.8	33.2	-16	39.5	26.9	47	58	4.6	5.4	-14	6.7	4.1	68	88
Astral	50.5	65.1	-22	87.1	43.1	168	211	8.1	10.8	-26	14.2	7.4	193	278
Prince Pipes	19.6	48.1	-59	85.1	11.2	4	130	1.6	3.5	-53	5.1	1.9	-40	22
Supreme Inds.	35.4	35.7	-1	49.6	21.7	87	70	6.2	7.0	-12	8.8	5.3	125	145

Company valuations

Company	PE (x) Current	PE (x) 10 Yr Avg	PE (x) Prem/Disc (%)	PE Std. Deviation +1SD (x)	PE Std. Deviation -1SD (x)	Relative to Nifty P/E (%) Current	Relative to Nifty P/E (%) 10 Yr Avg	PB (x) Current	PB (x) 10 Yr Avg	PB (x) Prem/Disc (%)	PB Std. Deviation +1SD (x)	PB Std. Deviation -1SD (x)	Relative to Nifty P/B (%) Current	Relative to Nifty P/B (%) 10 Yr Avg
Banks-Private	**14.4**	**20.8**	**-31**	**26.2**	**15.4**	**-24**	**-1**	**2.0**	**2.5**	**-21**	**2.8**	**2.2**	**-28**	**-13**
Axis Bank	11.7	36.8	-68	89.1	-15.4	-38	76	1.6	1.9	-16	2.2	1.6	-42	-34
AU Small Finance	19.2	27.1	-29	36.7	17.5	2	29	3.2	3.8	-17	5.0	2.7	15	34
Bandhan Bank	10.3	21.7	-52	30.3	13.0	-45	3	1.0	2.7	-62	4.4	1.0	-63	-7
DCB Bank	5.6	10.8	-48	16.5	5.1	-70	-49	0.8	1.1	-26	1.6	0.6	-70	-62
Equitas Small Fin.	9.9	26.5	-63	49.2	3.9	-48	27	1.2	1.3	-7	1.6	1.0	-55	-54
Federal Bank	16.7	11.3	48	15.4	7.2	-11	-46	2.0	1.2	64	1.5	0.9	-29	-58
HDFC Bank	13.3	20.3	-34	23.1	17.4	-29	-3	1.8	3.0	-40	3.5	2.5	-35	4
ICICI Bank	16.3	22.0	-26	31.7	12.2	-14	5	2.5	2.3	10	2.8	1.8	-8	-19
IDFC First Bank	14.9	22.9	-35	31.8	14.0	-21	9	1.4	1.3	6	1.6	1.1	-49	-54
IndusInd Bank	16.8	24.7	-32	39.1	10.4	-11	18	1.1	2.1	-46	3.2	1.0	-59	-27
Kotak Mah. Bank	15.4	24.5	-37	30.2	18.7	-19	17	1.9	3.1	-37	3.8	2.4	-30	7
RBL Bank	21.7	25.1	-14	39.3	10.9	15	20	1.3	1.5	-12	2.5	0.5	-52	-48
SBI Cards	19.7	38.7	-49	49.9	27.4	4	84	3.2	7.0	-54	9.8	4.3	17	144
Banks-PSU	**8.2**	**9.2**	**-11**	**14.8**	**3.5**	**-57**	**-56**	**1.2**	**0.9**	**31**	**1.1**	**0.7**	**-57**	**-69**
Bank of Baroda	6.4	5.9	8	7.4	4.4	-66	-72	0.8	0.8	2	1.0	0.5	-72	-73
Canara Bank	5.4	4.7	14	5.7	3.7	-71	-78	0.9	0.7	32	0.9	0.5	-66	-76
Indian Bank	7.8	10.0	-22	19.9	0.1	-59	-52	1.3	0.8	70	1.1	0.4	-54	-74
Punjab Natl.Bank	5.7	9.3	-39	12.7	5.9	-70	-56	0.8	0.8	4	1.1	0.5	-71	-73
St Bk of India	10.4	10.4	0	15.3	5.4	-45	-51	1.5	1.2	22	1.4	1.0	-47	-58
Union Bank (I)	6.0	4.8	24	6.2	3.5	-68	-77	0.9	0.6	35	0.9	0.4	-68	-77
NBFC - Lending	**15.8**	**13.0**	**22**	**15.2**	**10.8**	**-16**	**-38**	**2.5**	**1.9**	**30**	**2.2**	**1.5**	**-11**	**-34**
Aditya Birla Cap	20.0	18.1	10	25.2	11.1	6	-13	2.5	1.9	33	2.7	1.1	-10	-35
AAVAS Financiers	13.4	32.2	-58	45.1	19.3	-29	53	1.8	4.1	-57	5.7	2.5	-36	42
Bajaj Fin.	24.9	32.2	-23	40.9	23.4	32	53	4.8	5.5	-13	6.9	4.2	74	92
Bajaj Housing	22.1	33.7	-34	42.9	24.5	17	61	2.7	3.9	-31	4.8	2.9	-3	35
Can Fin Homes	9.4	13.3	-29	17.8	8.9	-50	-36	1.5	2.3	-35	3.1	1.5	-45	-19
Cholaman.Inv.&Fn	20.9	19.8	6	23.7	15.9	11	-6	3.9	3.5	13	4.2	2.7	41	20
CreditAccess	12.4	25.2	-51	39.8	10.6	-35	20	2.4	2.6	-6	3.1	2.0	-12	-10
Five-Star Business	12.8	18.4	-30	22.3	14.4	-32	-12	1.8	2.9	-37	3.6	2.1	-34	0
Fusion Finance	9.6	19.6	-51	38.3	0.9	-49	-7	1.2	1.7	-31	2.5	0.9	-58	-41
Home First Fin.	17.1	22.9	-25	27.0	18.8	-10	9	2.4	3.1	-23	3.6	2.6	-14	7
IndoStar Capital	16.5	30.1	-45	43.1	17.2	-12	44	1.0	0.9	10	1.1	0.7	-64	-69
IIFL Finance	8.7	12.8	-32	21.3	4.3	-54	-39	1.5	1.6	-8	2.5	0.7	-47	-44
Jio Financial	68.8	106.0	-35	130.0	81.9	265	405	1.1	1.3	-21	1.6	1.1	-61	-53
LIC Housing Fin.	5.0	8.3	-40	11.7	4.8	-74	-61	0.6	1.1	-45	1.6	0.6	-78	-62
L&T Finance	18.0	15.3	17	18.7	12.0	-5	-27	2.4	1.5	54	2.1	1.0	-13	-46
Manappuram Finance	16.1	10.2	58	14.4	6.0	-15	-52	1.9	1.5	25	1.9	1.1	-31	-47

Company valuations

	PE (x)			PE Std. Deviation		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
Company	Current	10 Yr Avg	Prem/Disc (%)	+1SD (x)	-1SD (x)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	+1SD (x)	-1SD (x)	Current	10 Yr Avg
MAS Financial	12.0	19.7	-39	25.9	13.6	-36	-6	1.7	2.8	-40	3.7	1.9	-39	-3
M & M Fin. Serv.	14.1	16.3	-14	23.1	9.5	-25	-22	1.9	1.5	30	1.7	1.2	-31	-49
Muthoot Finance	11.1	10.6	5	13.1	8.1	-41	-50	2.5	2.2	10	2.7	1.8	-10	-22
Northern ARC	7.5	8.5	-11	10.1	6.9	-60	-60	1.0	0.9	4	1.1	0.8	-64	-67
PFC	6.7	4.2	57	6.4	2.1	-65	-80	1.1	0.7	54	1.2	0.3	-58	-74
PNB Housing	10.6	10.9	-3	15.9	5.9	-44	-48	1.2	1.2	0	1.9	0.5	-55	-57
Poonawalla Fincorp	21.5	32.3	-33	48.0	16.5	14	54	2.7	2.3	19	3.4	1.1	-3	-22
Piramal finance	16.4	17.1	-4	17.7	16.6	-13	-18	1.5	1.4	8	1.5	1.2	-46	-52
REC	5.8	4.2	40	6.3	2.0	-69	-80	1.0	0.7	31	1.2	0.3	-64	-74
Repco Home Fin	5.2	9.0	-42	15.3	2.8	-72	-57	0.5	1.2	-57	2.3	0.2	-80	-57
Shriram Finance	16.4	10.2	60	12.9	7.5	-13	-51	2.0	1.4	42	1.8	1.0	-26	-50
Spandana Sphoorty	12.4	43.4	-71	80.4	6.3	-34	107	0.9	1.4	-35	1.9	0.8	-67	-52
NBFC - Non Lending														
360 ONE WAM	31.4	26.4	19	33.9	19.0	67	26	3.8	4.1	-6	4.7	3.4	39	42
Aditya Birla AMC	24.5	19.8	24	24.3	15.4	30	-5	6.4	4.9	30	6.1	3.8	133	72
Anand Rathi Wealth	71.3	36.8	94	55.4	18.2	278	75	23.0	13.9	66	20.9	6.9	735	384
Angel One	18.9	16.0	18	22.4	9.5	0	-24	3.7	4.0	-8	5.2	2.9	34	40
Bajaj Finserv	24.5	29.7	-18	36.5	22.8	30	41	1.8	2.5	-27	3.1	1.8	-34	-13
BSE	37.7	22.8	65	32.5	13.1	100	9	14.0	4.4	215	9.0	-0.1	407	55
Cams Services	34.0	37.8	-10	46.1	29.5	80	80	12.4	14.6	-15	17.9	11.3	351	409
CDSL	53.3	36.2	47	53.6	18.9	182	73	12.3	8.6	43	13.2	4.1	347	200
Billionbrains	35.0	35.6	-2	38.8	32.3	85	70	8.6	8.6	-1	9.4	7.8	211	200
HDFC AMC	32.2	34.1	-6	42.1	26.1	71	63	10.8	9.7	11	12.0	7.4	292	239
ICICI AMC	38.7	40.2	-4	43.3	37.2	105	92	29.5	30.8	-4	33.1	28.5	971	974
KFin Technologies	35.2	38.4	-8	50.9	25.9	87	83	9.5	9.7	-2	12.8	6.6	245	238
MCX	37.2	39.1	-5	55.0	23.3	97	87	14.3	6.6	118	10.3	2.9	419	129
Nippon Life AMC	37.0	27.6	34	34.0	21.1	96	31	14.7	7.0	111	9.6	4.4	434	143
Nuvama Wealth	22.7	19.7	15	23.4	15.9	20	-6	5.9	5.1	17	6.0	4.1	116	77
N S D L	37.5	47.8	-22	57.1	38.4	98	128	5.6	7.3	-23	8.8	5.8	103	154
PB Fintech.	67.9	130.3	-48	174.1	86.6	260	522	8.5	9.1	-7	11.3	6.9	208	216
Prudent Corp.	42.8	35.0	22	45.5	24.4	126	67	10.7	9.5	13	11.9	7.1	289	232
UTI AMC	13.8	18.9	-27	25.4	12.5	-27	-10	2.4	2.6	-9	3.3	2.0	-14	-9
Insurance														
Canara HSBC	88.1	88.6	-1	94.5	82.7	367	323	1.5	1.5	-1	1.6	1.4	-44	-46
HDFC Life Insur.	54.0	84.3	-36	100.9	67.7	186	302	1.6	3.8	-58	5.4	2.2	-43	32
ICICI Pru Life	36.0	57.9	-38	75.4	40.4	91	176	1.2	2.1	-43	2.6	1.6	-56	-26
SBI Life Insurance	57.5	60.3	-5	69.1	51.4	204	187	1.9	2.3	-19	2.6	2.0	-32	-19
ICICI Lombard	26.5	38.1	-30	45.8	30.4	40	82	4.1	6.5	-38	8.0	5.1	47	128

Company valuations

Company	PE (x) Current	PE (x) 10 Yr Avg	PE (x) Prem/Disc (%)	PE Std. Deviation +1SD (x)	PE Std. Deviation -1SD (x)	Relative to Nifty P/E (%) Current	Relative to Nifty P/E (%) 10 Yr Avg	PB (x) Current	PB (x) 10 Yr Avg	PB (x) Prem/Disc (%)	PB Std. Deviation +1SD (x)	PB Std. Deviation -1SD (x)	Relative to Nifty P/B (%) Current	Relative to Nifty P/B (%) 10 Yr Avg
Life Insurance Corp.	8.2	10.1	-19	11.8	8.4	-57	-52	0.6	0.7	-9	0.8	0.5	-78	-77
Max Financial	130.7	102.1	28	188.4	15.7	592	387	1.8	2.4	-25	3.0	1.7	-36	-18
Niva Bupa Health	29.9	35.5	-16	41.9	29.2	59	69	3.8	3.9	-3	4.2	3.5	36	35
Star Health	20.6	33.6	-39	45.6	21.5	9	60	3.0	3.8	-20	4.9	2.6	8	31
Capital Goods	**40.6**	**32.5**	**25**	**39.3**	**25.7**	**115**	**55**	**7.3**	**4.5**	**60**	**6.3**	**2.8**	**165**	**59**
ABB India	82.7	76.2	8	92.7	59.8	338	264	14.8	10.4	42	15.1	5.7	436	262
CG Power & Ind	78.7	61.7	28	85.1	38.3	317	194	13.8	13.3	4	18.8	7.7	402	362
GE Vernova T&D	59.7	44.9	33	61.4	28.4	216	114	24.1	8.6	179	16.0	1.3	774	200
Cummins India	48.3	31.0	56	40.0	22.0	156	48	16.0	7.3	120	11.1	3.5	482	154
Hitachi Energy	85.0	76.2	12	106.9	45.5	350	263	18.6	9.9	89	14.1	5.6	576	244
KEC International	15.4	27.1	-43	40.9	13.3	-18	29	1.8	3.1	-41	3.8	2.3	-35	7
Kalpataru Proj.	18.2	16.2	12	20.8	11.7	-4	-23	2.3	1.8	27	2.3	1.3	-17	-38
Kirloskar Oil	43.2	21.7	99	32.3	11.1	129	3	7.7	2.6	194	4.3	1.0	181	-8
Larsen & Toubro	24.9	24.0	3	28.5	19.6	32	15	4.2	3.3	29	4.3	2.3	52	13
Siemens	59.7	33.2	80	44.3	22.2	216	59	8.0	4.2	89	6.4	2.1	190	47
Thermax	64.1	49.4	30	63.7	35.1	240	136	7.7	5.3	45	7.5	3.2	181	86
Triveni Turbine	42.9	36.6	17	47.7	25.6	127	75	10.2	8.8	17	12.3	5.2	272	206
Cement	**33.5**	**30.3**	**10**	**39.0**	**21.6**	**78**	**45**	**3.0**	**2.7**	**12**	**3.1**	**2.2**	**8**	**-7**
ACC	20.2	26.8	-25	33.8	19.9	7	28	1.2	2.4	-52	3.0	1.9	-58	-15
Ambuja Cem.	58.2	38.9	50	60.3	17.4	208	85	1.7	2.2	-21	2.6	1.8	-36	-23
Birla Corpn.	13.3	27.5	-52	56.2	-1.2	-30	31	0.9	1.3	-31	1.6	0.9	-69	-56
Dalmia Bharat	69.7	78.6	-11	103.1	54.1	269	275	3.6	3.8	-4	4.7	2.8	30	31
Grasim Inds	25.5	18.1	41	25.7	10.5	35	-14	3.6	2.1	73	2.9	1.3	32	-27
India Cements	na	53.7	na	84.2	23.2	na	156	1.2	0.9	31	1.2	0.7	-56	-68
J K Cements	36.0	29.7	21	40.9	18.6	91	42	5.0	4.0	25	5.3	2.7	82	40
JK Lakshmi Cem.	15.2	32.4	-53	62.9	2.0	-20	55	1.6	2.5	-36	3.2	1.8	-42	-13
JSW Cement	17.5	18.1	-3	19.8	16.3	-7	-14	1.2	1.2	1	1.3	1.1	-55	-57
The Ramco Cement	58.1	57.0	2	96.7	17.2	208	172	2.5	3.1	-19	3.7	2.6	-8	9
Shree Cement	49.0	49.5	-1	60.7	38.3	159	136	3.9	5.1	-23	6.0	4.2	42	78
UltraTech Cem.	33.6	36.2	-7	44.3	28.0	78	72	4.3	3.7	16	4.3	3.0	56	28
Chemicals	**30.0**	**29.2**	**3**	**40.3**	**18.0**	**59**	**39**	**3.3**	**3.5**	**-6**	**4.6**	**2.5**	**21**	**23**
Alkyl Amines	46.4	41.3	12	69.6	13.0	146	97	5.3	7.0	-24	11.5	2.5	93	143
Atul	21.7	31.7	-31	46.7	16.7	15	51	2.7	3.7	-27	4.7	2.7	-1	30
Clean Science	27.3	58.3	-53	72.6	44.0	45	178	4.1	12.1	-66	17.9	6.3	50	323
Deepak Nitrite	32.5	27.4	19	42.8	12.0	72	31	3.4	4.3	-20	6.3	2.3	25	50
Fine Organic	35.0	33.3	5	41.3	25.2	85	59	4.6	7.0	-34	8.8	5.2	69	145
Galaxy Surfactants	20.0	26.3	-24	32.6	20.0	6	25	2.2	4.2	-47	5.4	3.1	-19	48

Company valuations

	PE (x)			PE Std. Deviation		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
Company	**Current**	**10 Yr Avg**	**Prem/Disc (%)**	**+1SD (x)**	**-1SD (x)**	**Current**	**10 Yr Avg**	**Current**	**10 Yr Avg**	**Prem/Disc (%)**	**+1SD (x)**	**-1SD (x)**	**Current**	**10 Yr Avg**
Navin Fluorine	44.8	39.2	14	62.4	16.0	137	87	7.9	5.7	40	8.2	3.2	189	98
P I Inds.	29.6	35.2	-16	41.1	29.2	57	68	3.3	5.5	-41	6.5	4.6	19	92
Privi Speci.	29.9	27.1	10	42.3	12.0	58	29	6.5	4.3	52	6.2	2.3	136	48
Ellenbarrie Industrial	26.1	39.3	-33	55.7	22.9	38	87	3.2	4.6	-30	6.4	2.8	16	59
SRF	28.2	29.3	-4	41.8	16.8	49	40	4.6	4.5	2	6.1	2.9	67	57
Tata Chemicals	29.3	20.7	42	42.5	-1.1	55	-1	0.8	0.9	-9	1.2	0.6	-71	-69
Vinati Organics	27.4	38.2	-28	50.7	25.7	45	82	3.7	6.6	-44	8.4	4.9	33	131
Consumer	**38.2**	**42.6**	**-10**	**46.8**	**38.5**	**102**	**103**	**9.0**	**10.0**	**-10**	**10.9**	**9.1**	**226**	**249**
Consumer Ex ITC	**46.3**	**52.9**	**-12**	**59.1**	**46.7**	**145**	**152**	**10.2**	**12.2**	**-16**	**13.4**	**10.9**	**270**	**324**
Asian Paints	46.8	58.5	-20	69.6	47.4	148	179	10.8	14.1	-23	17.0	11.2	293	391
Britannia Inds.	43.6	49.2	-11	55.5	42.8	131	134	21.7	22.5	-4	28.8	16.3	687	686
Bikaji Foods	50.4	74.9	-33	94.4	55.5	167	257	8.1	10.1	-20	12.0	8.3	194	253
Mrs Bectors	34.5	41.1	-16	58.3	23.9	83	96	4.4	5.5	-21	7.1	3.9	58	92
Colgate-Palm.	36.1	41.6	-13	49.1	34.1	91	98	31.1	28.5	9	38.1	18.8	1028	892
Dabur India	33.8	48.0	-30	55.2	40.9	79	129	6.3	10.0	-37	11.6	8.4	130	248
Emami	19.2	29.1	-34	37.4	20.7	2	39	5.2	8.6	-40	10.6	6.6	89	200
Godrej Consumer	41.8	49.6	-16	59.0	40.1	122	136	8.4	8.1	3	10.0	6.3	205	184
Gopal Snacks	35.7	75.7	-53	101.7	49.7	89	261	5.9	8.6	-31	10.6	6.7	115	200
Hind. Unilever	41.5	53.4	-22	60.8	46.0	120	155	9.8	18.5	-47	30.2	6.8	255	545
Indigo Paints	26.9	56.4	-52	89.5	23.3	42	169	3.8	8.0	-53	12.4	3.5	37	179
ITC	18.3	22.5	-19	27.3	17.7	-3	7	4.8	5.6	-13	6.9	4.2	75	94
Jyothy Lab.	20.5	33.0	-38	41.7	24.3	9	57	4.2	7.2	-42	9.5	5.0	53	152
L T Foods	15.1	11.5	32	17.9	5.1	-20	-45	2.6	1.6	63	2.4	0.8	-6	-45
Marico	50.3	45.0	12	50.1	39.9	166	115	23.6	17.0	39	19.9	14.2	758	494
Nestle India	66.0	62.2	6	73.2	51.2	249	196	43.1	52.0	-17	72.9	31.1	1464	1713
P & G Hygiene	31.3	66.8	-53	78.7	54.9	66	218	28.2	47.6	-41	61.8	33.3	923	1559
Page Industries	47.9	65.3	-27	79.5	51.1	153	211	23.1	29.2	-21	35.0	23.3	739	917
Pidilite Inds.	55.0	62.6	-12	78.8	46.4	191	198	12.7	13.6	-6	15.8	11.4	363	374
Prataap Snacks	70.9	88.0	-19	126.4	49.6	276	320	3.7	3.3	14	4.1	2.4	35	14
Radico Khaitan	60.2	39.1	54	58.6	19.7	219	87	13.7	5.5	146	8.7	2.3	396	93
Tata Consumer	53.0	53.8	-1	71.0	36.6	181	156	4.2	3.7	14	5.0	2.4	53	29
United Breweries	64.5	100.2	-36	134.4	65.9	242	378	7.6	9.6	-20	11.1	8.1	177	233
United Spirits	56.9	61.2	-7	71.6	50.7	201	192	9.8	11.2	-12	13.4	8.9	255	289
Varun Beverages	40.2	47.8	-16	59.7	35.9	113	128	6.4	8.0	-19	10.5	5.4	133	178
Zydus Wellness	33.5	34.7	-3	40.8	28.6	77	66	2.9	2.5	19	3.3	1.6	6	-14
Consumer Durables	**41.2**	**37.9**	**9**	**47.9**	**28.0**	**118**	**81**	**7.2**	**6.3**	**15**	**7.7**	**4.9**	**163**	**120**
Havells India	47.0	54.9	-14	68.0	41.9	149	162	7.3	9.6	-24	11.6	7.6	164	235
Blue Star	48.7	47.9	2	60.2	35.6	158	128	8.4	8.2	2	10.1	6.4	205	187

Company valuations

Company	PE (x) Current	PE (x) 10 Yr Avg	PE (x) Prem/Disc (%)	PE Std. Deviation +1SD (x)	PE Std. Deviation -1SD (x)	Relative to Nifty P/E (%) Current	Relative to Nifty P/E (%) 10 Yr Avg	PB (x) Current	PB (x) 10 Yr Avg	PB (x) Prem/Disc (%)	PB Std. Deviation +1SD (x)	PB Std. Deviation -1SD (x)	Relative to Nifty P/B (%) Current	Relative to Nifty P/B (%) 10 Yr Avg
Crompton Gr. Con	26.1	38.7	-32	48.6	28.8	38	85	4.2	8.8	-52	12.4	5.1	53	206
KEI Industries	39.7	24.2	64	37.7	10.6	110	15	5.9	3.9	51	5.5	2.3	113	35
Polycab India	39.2	29.0	35	39.2	18.8	108	38	8.8	5.9	49	8.4	3.4	219	105
R R Kabel	35.4	36.8	-4	51.0	22.5	88	75	8.3	6.6	25	8.2	5.0	200	131
Voltas	50.9	59.5	-14	87.6	31.4	170	184	6.0	5.4	11	6.8	3.9	117	87
Defense	**35.2**	**18.5**	**90**	**30.3**	**6.6**	**86**	**-12**	**7.3**	**4.0**	**85**	**6.6**	**1.3**	**166**	**38**
Astra Microwave	64.0	32.6	96	44.7	20.6	239	56	10.6	3.4	208	5.6	1.3	283	20
Bharat Dynamics	59.6	42.5	40	79.2	5.7	215	103	9.4	5.6	68	9.8	1.4	242	95
Bharat Electronics	38.3	23.0	67	34.1	11.8	103	10	8.6	5.2	66	8.2	2.2	213	81
Data Pattern	62.2	49.9	25	62.1	37.8	230	138	10.8	7.3	46	9.6	5.0	290	156
Hind.Aeronautics	29.1	16.8	73	27.3	6.3	54	-20	6.1	3.7	63	6.1	1.4	121	30
MTAR Tech	55.3	70.0	-21	99.7	40.4	193	234	14.4	8.4	71	11.5	5.2	422	193
Unimech Aerospace	53.8	66.3	-19	85.4	47.2	185	216	7.1	6.8	5	8.1	5.4	157	136
Zen Technologies	42.7	51.1	-16	77.0	25.1	126	143	6.5	6.1	6	8.0	4.2	135	112
EMS	**56.3**	**48.7**	**16**	**71.6**	**25.8**	**198**	**132**	**7.9**	**5.8**	**36**	**8.5**	**3.2**	**188**	**103**
Amber Enterp.	51.2	57.7	-11	82.2	33.3	171	175	5.2	4.3	21	5.7	2.9	89	51
Avalon Tech	57.0	54.0	5	71.0	37.1	202	158	12.1	6.9	74	8.8	5.1	338	142
Cyient DLM	42.8	60.4	-29	82.3	38.6	127	188	4.5	4.4	3	5.8	3.0	65	54
Dixon Tech.	73.9	65.6	13	104.1	27.1	291	213	13.0	12.9	1	20.2	5.6	372	350
Kaynes Tech	37.8	68.8	-45	96.9	40.6	100	228	4.5	6.2	-27	8.5	3.8	65	115
Syrma SGS Tech.	48.1	44.9	7	58.6	31.1	155	114	6.9	4.4	58	5.6	3.1	150	52
Healthcare	**37.1**	**27.8**	**33**	**33.3**	**22.4**	**96**	**33**	**4.8**	**3.7**	**32**	**4.4**	**3.0**	**76**	**28**
Alembic Pharma	18.9	23.1	-18	30.7	15.6	0	10	2.4	3.4	-30	4.3	2.5	-14	18
Alkem Lab	29.7	25.2	18	30.3	20.1	57	20	4.3	4.3	2	4.8	3.7	58	49
Ajanta Pharma	33.7	25.5	32	31.4	19.6	79	22	7.5	5.5	35	7.3	3.8	172	93
Apollo Hospitals	50.5	75.8	-33	108.6	43.1	167	262	9.8	7.5	30	10.0	5.0	255	163
Aurobindo Pharma	19.4	15.9	22	19.6	12.1	3	-24	2.1	2.1	-1	2.9	1.3	-24	-26
Biocon	58.7	93.2	-37	138.2	48.2	211	344	1.4	3.5	-59	5.6	1.4	-48	22
Blue Jet Health	32.4	33.7	-4	46.4	21.0	72	61	6.1	6.9	-11	8.9	4.8	123	140
Cipla	27.9	25.9	8	30.6	21.1	48	23	3.0	3.2	-6	3.6	2.7	9	11
Divi's Lab.	63.8	42.5	50	58.4	26.7	238	103	10.8	7.0	55	9.2	4.8	291	143
Dr Reddy's Labs	25.6	24.1	6	32.0	16.1	36	15	2.3	3.1	-26	3.7	2.5	-16	9
Gland Pharma	31.4	37.7	-17	50.8	24.7	66	80	3.4	4.1	-16	6.0	2.2	24	42
Glenmark Pharma.	27.7	27.9	-1	41.9	13.8	47	33	4.7	2.9	62	4.3	1.5	72	1
Granules India	23.7	16.7	42	22.7	10.7	26	-20	3.3	2.4	35	3.1	1.8	20	-15
Glaxosmit Pharma	36.0	47.0	-24	59.0	35.1	91	124	13.7	13.9	-1	17.4	10.3	396	383
Global Health	45.1	47.7	-6	60.0	35.5	139	128	7.8	7.4	6	9.1	5.7	182	157
ERIS Lifescience	27.5	28.8	-5	36.9	20.7	45	37	4.0	5.2	-24	7.0	3.5	45	82

Company valuations

	PE (x)			PE Std. Deviation		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
Company	Current	10 Yr Avg	Prem/Disc (%)	+1SD (x)	-1SD (x)	Current	10 Yr Avg	Current	10 Yr Avg	Prem/Disc (%)	+1SD (x)	-1SD (x)	Current	10 Yr Avg
Ipca Labs.	31.5	28.0	12	37.0	19.1	67	34	4.6	3.7	23	4.7	2.8	67	31
Laurus Labs	76.4	40.6	88	63.9	17.4	305	94	14.3	5.2	177	7.7	2.6	418	80
Lupin	22.4	36.2	-38	53.6	18.7	19	72	3.7	3.4	9	4.3	2.6	35	19
Mankind Pharma	38.3	43.8	-13	50.4	37.2	103	109	5.4	6.0	-10	6.6	5.3	95	109
Max Healthcare	52.4	43.6	20	59.2	28.0	177	108	7.3	5.9	24	8.1	3.7	165	106
Piramal Pharma	147.4	200.7	-27	251.8	149.6	681	857	2.8	2.4	17	3.2	1.6	1	-17
Sun Pharma.Inds.	37.7	29.4	28	37.3	21.5	100	40	5.0	3.7	34	4.7	2.7	80	30
Torrent Pharma.	72.8	43.2	68	54.5	31.9	285	106	8.1	6.5	24	7.7	5.4	195	128
Zydus Lifesciences	23.9	20.1	19	24.7	15.5	27	-4	3.5	3.3	3	4.3	2.4	25	17
Infrastructure	**13.8**	**14.4**	**-4**	**23.9**	**4.9**	**-27**	**-31**	**1.0**	**1.2**	**-17**	**1.6**	**0.7**	**-64**	**-59**
G R Infraproject	8.7	15.9	-45	19.8	12.1	-54	-24	0.8	1.8	-53	2.6	1.0	-69	-37
IRB Infra	16.5	24.2	-32	35.3	13.1	-13	15	1.1	1.4	-22	2.0	0.8	-61	-52
KNR Constructions	20.8	20.3	2	31.6	9.1	10	-3	0.8	2.1	-62	2.7	1.5	-71	-26
Media	**16.2**	**24.6**	**-34**	**29.5**	**19.8**	**-14**	**18**	**1.3**	**3.0**	**-59**	**4.8**	**1.3**	**-55**	**6**
PVR Inox	na	43.0	na	49.7	36.4	na	105	1.4	3.5	-60	5.1	1.8	-49	21
Sun TV	12.6	15.7	-20	21.2	10.3	-34	-25	1.5	3.1	-53	4.8	1.5	-47	9
Zee Entertainment	19.3	34.1	-43	48.1	20.0	2	62	0.9	2.9	-69	5.0	0.9	-67	2
Logistics	**26.3**	**23.5**	**12**	**28.1**	**19.0**	**39**	**12**	**3.4**	**3.1**	**9**	**3.7**	**2.5**	**24**	**9**
Adani Ports	23.9	19.4	23	23.7	15.1	27	-7	3.4	3.2	8	3.8	2.6	25	11
Blue Dart Expres	30.5	70.4	-57	117.3	23.6	61	236	5.4	11.7	-54	15.6	7.8	95	307
Container Corpn.	28.5	32.9	-14	39.7	26.2	51	57	2.9	3.3	-12	3.9	2.7	6	15
Delhivery	75.9	105.7	-28	130.9	80.6	302	404	3.5	3.2	10	3.8	2.6	27	11
JSW Infra	36.2	38.4	-6	43.1	33.6	91	83	3.7	5.0	-26	6.1	3.8	34	73
TCI Express	20.4	35.3	-42	46.7	24.0	8	69	2.3	7.0	-68	9.8	4.3	-18	145
Transport Corp.	14.2	14.7	-3	18.1	11.2	-25	-30	2.3	2.5	-9	3.1	1.8	-17	-13
VRL Logistics	16.8	29.0	-42	40.4	17.7	-11	38	3.7	4.3	-15	5.4	3.3	34	51
Mahindra Logis.	29.2	54.2	-46	72.6	35.9	55	159	3.1	5.2	-40	6.8	3.5	12	80
Metals	**11.5**	**10.2**	**13**	**13.0**	**7.3**	**-39**	**-52**	**2.2**	**1.7**	**30**	**2.0**	**1.3**	**-21**	**-42**
Coal India	7.3	7.8	-7	11.6	4.1	-61	-63	1.8	3.6	-50	6.0	1.2	-35	25
Hindalco Inds.	10.6	8.9	19	11.0	6.8	-44	-58	1.6	1.3	27	1.6	1.0	-41	-55
Hind.Zinc	12.0	13.9	-14	16.7	11.0	-37	-34	5.4	6.0	-10	9.5	2.5	95	109
Jindal Stainless	16.6	13.2	26	21.7	4.7	-12	-37	2.5	1.6	60	2.6	0.6	-9	-45
Jindal Steel	15.7	12.9	22	21.3	4.6	-17	-38	1.9	1.1	79	1.7	0.4	-30	-63
JSW Steel	18.6	19.3	-4	31.3	7.4	-2	-8	2.6	2.1	23	2.6	1.6	-7	-27
Natl. Aluminium	9.7	9.9	-2	18.2	1.6	-49	-53	2.2	1.3	70	1.8	0.8	-21	-56
NMDC	8.6	6.0	43	8.3	3.8	-54	-71	1.8	1.3	34	1.8	0.8	-36	-54
S A I L	10.4	16.6	-37	27.8	5.5	-45	-21	1.0	0.7	50	0.9	0.5	-62	-76
Tata Steel	16.1	17.2	-6	30.7	3.7	-15	-18	2.0	1.3	57	1.8	0.7	-27	-55
Vedanta	5.7	4.2	37	6.0	2.3	-70	-80	1.9	0.9	111	1.4	0.4	-33	-69

Company valuations

Company	PE (x) Current	PE (x) 10 Yr Avg	PE (x) Prem/Disc (%)	PE Std. Deviation +1SD (x)	PE Std. Deviation -1SD (x)	Relative to Nifty P/E (%) Current	Relative to Nifty P/E (%) 10 Yr Avg	PB (x) Current	PB (x) 10 Yr Avg	PB (x) Prem/Disc (%)	PB Std. Deviation +1SD (x)	PB Std. Deviation -1SD (x)	Relative to Nifty P/B (%) Current	Relative to Nifty P/B (%) 10 Yr Avg
Oil & Gas	**13.9**	**13.2**	**5**	**15.8**	**10.7**	**-27**	**-37**	**1.4**	**1.5**	**-8**	**1.7**	**1.3**	**-49**	**-47**
Oil & Gas Ex RIL	**8.0**	**8.2**	**-3**	**10.7**	**5.7**	**-58**	**-61**	**0.9**	**1.2**	**-23**	**1.5**	**0.9**	**-67**	**-59**
Aegis Logistics	52.0	32.0	62	43.8	20.3	175	53	6.6	4.2	58	5.4	3.0	141	47
B P C L	9.2	9.3	-1	14.2	4.4	-51	-56	1.2	1.7	-30	2.3	1.2	-56	-40
Castrol India	20.7	20.5	1	25.8	15.2	10	-2	9.1	10.6	-14	15.2	6.0	232	269
GAIL (India)	12.2	11.2	9	14.6	7.8	-35	-47	1.4	1.3	7	1.7	1.0	-49	-54
Gujarat Energy	10.4	18.6	-44	25.3	11.9	-45	-11	1.2	3.4	-63	4.7	2.0	-55	18
H P C L	na	6.2	na	8.9	3.6	na	-70	1.3	1.2	4	1.7	0.8	-53	-57
I O C L	6.8	8.8	-23	16.5	1.2	-64	-58	0.8	1.0	-22	1.4	0.7	-71	-64
Indraprastha Gas	13.0	21.8	-41	26.4	17.2	-31	4	1.9	4.0	-52	5.0	3.0	-31	39
Mahanagar Gas	11.2	14.0	-20	17.8	10.2	-41	-33	1.5	2.7	-44	3.6	1.8	-44	-5
Oil India	9.2	7.3	26	11.0	3.5	-52	-65	1.4	0.9	54	1.3	0.5	-50	-69
O N G C	6.1	6.4	-5	8.7	4.1	-68	-69	0.8	0.8	-8	1.1	0.6	-73	-71
Petronet LNG	11.6	12.2	-5	14.5	9.9	-39	-42	1.7	2.6	-35	3.3	2.0	-38	-9
Reliance Inds.	21.4	20.0	7	25.9	14.2	13	-4	1.8	2.1	-15	3.1	1.1	-36	-28
Real Estate	**28.0**	**33.7**	**-17**	**46.1**	**21.3**	**48**	**61**	**3.5**	**2.5**	**38**	**3.6**	**1.4**	**26**	**-13**
Anant Raj	27.8	24.2	15	34.0	14.4	47	15	3.3	1.3	146	2.7	-0.1	20	-53
A B Real Estate	39.6	68.2	-42	95.9	40.5	110	225	3.5	3.5	0	5.6	1.5	29	24
Brigade Enterpr.	17.0	33.3	-49	46.9	19.7	-10	59	2.3	2.7	-14	3.8	1.6	-16	-6
DLF	28.2	34.6	-18	48.3	20.8	49	65	3.3	2.3	42	3.6	1.0	20	-19
Godrej Properties	28.3	69.2	-59	97.4	41.0	50	230	2.9	4.6	-36	6.0	3.1	6	59
Kolte Patil Dev.	29.9	32.9	-9	51.2	14.5	58	57	2.6	2.6	0	3.7	1.5	-5	-9
Macrotech Developers	26.8	33.6	-20	40.9	26.3	42	60	4.4	4.4	-1	5.5	3.2	58	53
Mahindra Lifespace	na	7.3	na	12.0	2.6	na	-65	2.2	2.1	1	4.0	0.3	-22	-26
Oberoi Realty	19.8	21.9	-10	26.2	17.7	5	5	3.0	2.5	22	3.2	1.8	10	-13
Phoenix Mills	39.4	43.4	-9	70.9	15.9	109	107	5.2	3.2	64	4.4	1.9	88	10
Prestige Estates	37.6	40.3	-7	65.9	14.6	99	92	3.7	2.4	59	3.4	1.3	36	-18
Sobha	32.8	54.5	-40	98.5	10.5	74	160	2.8	2.3	23	3.2	1.4	2	-20
Sunteck Realty	15.8	46.9	-66	73.6	20.3	-16	124	1.1	1.9	-40	2.3	1.4	-59	-35
SignatureGlobal	42.3	53.0	-20	67.8	38.3	124	153	5.2	12.2	-57	18.6	5.8	90	325
Retail	**67.1**	**95.2**	**-30**	**159.8**	**30.5**	**255**	**354**	**9.8**	**8.7**	**13**	**10.8**	**6.6**	**258**	**205**
Aditya Birla Fashion	na	93.7	na	142.1	45.4	na	347	1.2	2.6	-55	3.8	1.5	-57	-8
Arvind Fashions	30.9	60.3	-49	79.3	41.2	64	187	4.3	4.6	-5	5.6	3.5	58	60
Bata India	35.1	58.1	-39	78.9	37.3	86	177	5.1	9.9	-49	13.6	6.2	85	247
Campus Activewear	36.7	78.0	-53	112.8	43.2	94	272	6.3	12.6	-50	18.2	0.0	128	338
Avenue Supermarts	70.0	97.6	-28	118.9	76.3	271	365	8.7	12.4	-29	15.1	9.6	217	331
Devyani Intl.	223.6	228.1	-2	397.7	58.4	1084	988	8.7	16.9	-48	21.3	12.4	216	488
Go Fashion	27.1	64.6	-58	81.0	48.1	44	208	2.3	8.0	-71	11.1	5.0	-17	179

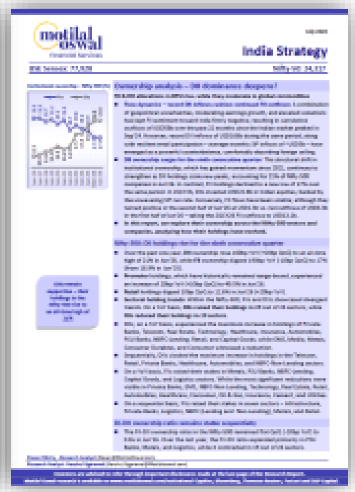
Company valuations

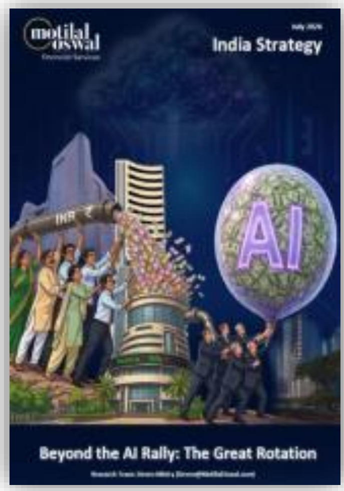
	PE (x)			PE Std. Deviation		Relative to Nifty P/E (%)		PB (x)			PB Std. Deviation		Relative to Nifty P/B (%)	
Company	**Current**	**10 Yr Avg**	**Prem/Disc (%)**	**+1SD (x)**	**-1SD (x)**	**Current**	**10 Yr Avg**	**Current**	**10 Yr Avg**	**Prem/Disc (%)**	**+1SD (x)**	**-1SD (x)**	**Current**	**10 Yr Avg**
Jubilant	55.0	83.2	-34	120.1	46.2	191	297	13.0	15.0	-14	20.4	9.7	372	424
Kalyan Jewellers	32.7	31.4	4	46.4	16.5	73	50	7.8	5.5	40	9.0	2.1	182	94
Metro Brands	56.1	69.6	-19	84.5	54.7	197	232	11.3	14.2	-20	17.2	11.1	312	394
P N Gadgil Jewe.	17.4	19.2	-9	23.8	14.6	-8	-9	3.4	3.8	-10	4.6	3.0	25	32
Relaxo Footwear	45.7	79.6	-43	123.3	35.9	142	280	4.2	9.3	-54	12.6	5.9	53	223
Sapphire Foods	153.2	172.0	-11	255.4	88.6	712	720	4.2	6.4	-35	7.5	5.3	51	123
Senco Gold	16.9	19.1	-12	27.4	10.7	-11	-9	2.2	2.8	-20	3.7	1.8	-19	-4
Shoppers Stop	59.4	76.9	-23	113.1	40.7	214	267	8.3	16.3	-49	24.8	7.9	202	470
Trent	71.7	98.6	-27	128.0	69.1	280	370	16.7	13.9	21	22.8	4.9	508	384
Titan	63.9	63.0	1	78.2	47.8	238	201	19.8	16.8	18	22.5	11.0	619	484
Vedant Fashions	25.1	60.6	-59	79.7	41.4	33	189	4.6	14.4	-68	20.2	8.7	68	404
V-Mart Retail	na	67.3	na	118.9	15.7	na	221	5.3	6.7	-22	9.1	4.4	91	134
Westlife Foodworld								15.9	14.3	11	19.6	9.0	479	399
Technology	**16.6**	**21.5**	**-23**	**26.5**	**16.6**	**-12**	**3**	**4.9**	**5.9**	**-17**	**7.5**	**4.4**	**79**	**107**
Cyient	12.1	18.0	-33	25.2	10.8	-36	-14	1.5	2.4	-40	3.2	1.7	-47	-15
Coforge	26.4	34.9	-24	50.9	18.8	40	66	3.1	6.4	-52	9.9	3.0	11	125
Hexaware Tech.	22.1	27.9	-21	34.3	21.6	17	33	4.7	6.0	-22	7.5	4.5	69	109
HCL Technologies	17.9	17.8	1	22.6	13.0	-5	-15	5.3	4.2	26	5.6	2.9	93	47
Infosys	14.4	20.3	-29	25.2	15.5	-24	-3	4.9	5.8	-15	7.6	4.0	78	103
KPIT Technologi.	21.4	34.8	-38	50.8	18.8	13	66	3.8	7.7	-50	12.1	3.3	39	169
LTIMindtree	19.8	24.4	-19	33.9	14.8	5	16	4.4	9.0	-51	12.0	6.0	61	214
L&T Technology	23.9	28.6	-16	38.8	18.4	27	36	4.8	6.5	-26	8.5	4.5	75	128
MphasiS	19.8	21.9	-10	29.2	14.6	5	4	3.8	4.1	-8	5.6	2.6	36	43
Persistent Sys	34.7	27.0	29	39.4	14.6	84	29	8.8	5.7	55	9.2	2.2	221	99
Tata Elxsi	26.8	38.3	-30	57.3	19.3	42	83	6.5	11.1	-42	17.1	5.1	134	287
Tata Technolog.	35.3	49.1	-28	64.1	34.1	87	134	6.9	8.8	-22	11.7	6.0	151	208
TCS	14.9	24.2	-38	29.2	19.2	-21	15	6.8	10.5	-36	13.8	7.2	147	267
Tech Mahindra	19.3	19.0	2	25.4	12.5	2	-10	4.7	3.4	37	4.4	2.5	71	20
Wipro	14.0	18.1	-23	22.7	13.6	-26	-13	2.4	2.9	-18	3.6	2.3	-12	2
Zensar Tech.	14.6	17.5	-17	23.0	11.9	-23	-17	2.2	2.6	-15	3.4	1.8	-20	-10
Telecom	**na**	**63.0**	**na**	**74.1**	**51.9**	**n**	**201**	**9.4**	**10.5**	**-11**	**19.6**	**1.4**	**240**	**266**
Bharti Airtel	29.1	45.4	-36	58.2	32.6	54	116	6.1	4.4	39	6.2	2.6	120	53
Indus Towers	14.0	15.8	-11	21.9	9.7	-26	-25	2.4	3.1	-23	4.0	2.2	-13	8
Tata Comm	30.9	30.9	0	44.6	17.2	63	47	10.6	20.8	-49	30.0	11.5	287	624
Textile	**22.8**	**18.1**	**26**	**25.7**	**10.5**	**21**	**-14**	**2.8**	**2.2**	**32**	**2.9**	**1.4**	**3**	**-25**
Arvind Ltd	21.9	16.6	32	24.6	8.6	16	-21	2.9	1.4	107	2.2	0.6	4	-52
Gokaldas Exports	26.2	26.0	1	44.1	8.0	39	24	2.0	1.9	2	2.8	1.1	-28	-32
Indo Count Inds.	23.6	17.8	32	29.2	6.5	25	-15	2.9	2.1	42	3.0	1.1	7	-28

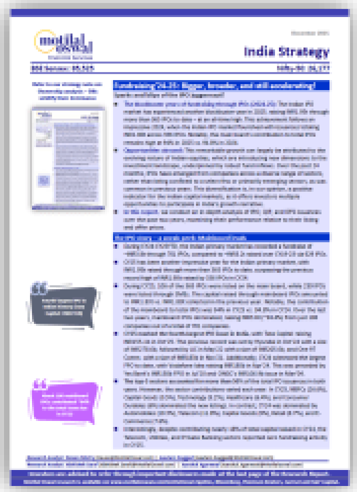
Company valuations

Company	PE (x) Current	PE (x) 10 Yr Avg	PE (x) Prem/Disc (%)	PE Std. Deviation +1SD (x)	PE Std. Deviation -1SD (x)	Relative to Nifty P/E (%) Current	Relative to Nifty P/E (%) 10 Yr Avg	PB (x) Current	PB (x) 10 Yr Avg	PB (x) Prem/Disc (%)	PB Std. Deviation +1SD (x)	PB Std. Deviation -1SD (x)	Relative to Nifty P/B (%) Current	Relative to Nifty P/B (%) 10 Yr Avg
K P R Mill Ltd	31.8	21.2	50	32.0	10.4	68	1	5.2	3.9	36	5.5	2.2	90	35
Pearl Global Ind	24.4	13.9	75	22.6	5.2	29	-34	5.0	1.7	200	3.0	0.3	81	-42
Trident	22.3	26.4	-16	45.5	7.4	18	26	2.4	2.5	-5	4.1	0.9	-13	-12
Vardhman Textile	14.3	11.6	23	15.1	8.1	-24	-45	1.4	1.1	24	1.4	0.9	-48	-60
Welspun Living	21.5	20.4	5	32.2	8.7	14	-3	2.6	2.3	14	3.0	1.6	-4	-19
Travel & Leisure	**43.7**	**49.8**	**-12**	**76.4**	**23.2**	**132**	**137**	**5.2**	**5.8**	**-10**	**9.0**	**2.7**	**91**	**103**
Le Travenues	98.2	110.3	-11	138.8	81.7	420	426	3.9	7.8	-49	10.7	4.8	43	170
TBO Tek	37.3	55.6	-33	72.8	38.4	98	165	7.8	9.9	-21	12.6	7.1	183	244
Yatra Online	18.7	44.5	-58	68.0	21.1	-1	112	1.8	2.3	-25	2.9	1.8	-36	-18
Utilities	**17.8**	**13.6**	**31**	**18.3**	**8.8**	**-6**	**-35**	**2.2**	**1.7**	**34**	**2.2**	**1.1**	**-19**	**-42**
Indian Energy Exchange	23.1	27.4	-15	45.0	9.7	23	30	7.5	10.4	-28	17.0	3.8	172	263
Inox Wind	18.1	47.6	-62	65.7	29.4	-4	127	1.9	3.4	-46	4.8	2.1	-32	20
JSW Energy	44.5	31.0	43	49.0	13.0	136	48	2.7	1.9	42	3.0	0.8	-3	-34
NTPC	14.6	11.1	32	15.0	7.1	-22	-47	1.5	1.2	26	1.6	0.8	-46	-58
Power Grid Corpn	15.8	10.7	48	15.0	6.4	-16	-49	2.4	1.8	35	2.4	1.1	-13	-38
Suzlon Energy	24.1	33.8	-28	44.9	22.6	28	61	5.1	7.3	-31	10.2	4.4	83	155
Tata Power Co.	22.4	20.4	10	27.1	13.7	18	-3	2.7	2.0	35	2.9	1.0	-3	-31
Others														
APL Apollo Tubes	33.1	32.5	2	46.0	18.9	75	55	7.1	6.6	8	9.4	3.8	159	129
Cello World	19.3	40.9	-53	52.6	29.2	2	95	2.4	5.4	-56	7.4	3.4	-14	89
Coromandel Inter	26.3	18.3	43	25.2	11.5	39	-13	4.1	3.6	12	4.4	2.9	48	27
EPL	13.2	21.6	-39	27.8	15.5	-30	3	2.1	2.9	-28	3.6	2.3	-23	2
Godrej Agrovet	16.6	30.8	-46	39.4	22.2	-12	47	4.1	5.0	-19	6.3	3.8	49	76
Gravita India	24.0	20.4	18	36.4	4.3	27	-3	3.9	3.4	14	5.1	1.7	40	18
Indian Hotels	44.6	51.7	-14	65.4	38.0	136	147	6.6	5.0	31	6.8	3.2	138	74
Info Edg.(India)	66.0	73.1	-10	103.6	42.6	250	249	2.7	4.7	-43	6.9	2.6	-2	65
Indiamart Inter.	18.9	40.3	-53	58.9	21.6	0	92	3.6	7.2	-50	9.8	4.7	32	152
Interglobe Aviation	30.9	28.2	10	46.2	10.2	64	35	13.6	14.4	-6	22.4	6.5	395	403
Lemon Tree Hotel	27.9	45.5	-39	53.5	37.4	48	117	4.8	6.0	-20	8.1	4.0	75	110
Quess Corp	18.6	19.8	-6	25.8	13.9	-2	-5	3.7	1.8	103	2.6	1.1	36	-36
Safari Inds.	35.8	43.4	-17	64.1	22.8	90	107	5.6	6.3	-10	9.1	3.4	104	118
SIS	12.1	20.2	-40	26.0	14.3	-36	-4	0.9	1.5	-41	2.2	0.9	-67	-47
Time Technoplast	16.7	14.0	19	19.6	8.5	-12	-33	2.2	1.6	38	2.3	0.8	-21	-45
Team Lease Serv.	13.9	52.9	-74	85.9	19.9	-26	152	1.7	5.8	-71	8.1	3.6	-39	104
UPL	14.2	16.8	-16	22.8	10.8	-25	-20	0.8	1.8	-56	2.8	0.8	-71	-37
Updater Services	11.5	18.1	-36	23.9	12.2	-39	-14	1.1	1.8	-37	2.4	1.2	-59	-37
Va Tech Wabag	24.8	17.9	38	26.8	9.1	31	-14	3.9	2.1	83	3.3	1.0	42	-25
V I P Inds.	49.1	45.3	8	64.4	26.1	160	116	10.8	11.3	-5	15.2	7.5	292	296
One 97 Comm.	NA	0.0		0.0	0.0		-100	5.3	3.6	47	4.8	2.4	91	25
Eternal	NA	0.0		0.0	0.0		-100	8.0	5.3	50	7.5	3.1	191	86

Quant Research and India Strategy gallery







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