



JOINDRE

JOINDRE CAPITAL SERVICES LTD.

SEBI REGN NO. INH000002061 / INB 230766739 / INB 011107555

1. LASA Supergenerics CMP Rs 55 View – HOLD

Lasa Supergenerics is a vertically integrated player spanning the entire veterinary, animal and human healthcare value chain—from discovery-to-delivery, with established credentials in research, manufacturing and global marketing. Lasa is a veterinary API manufacturing entity

For FY18 the company has reported a PAT of Rs 12.32 crs as compared to Rs 2.35 crs last year on a Topline of Rs 249 crs from Rs 220 crs last year. Operating EBIDTA in FY18 totalled Rs 41 crs as compared to Rs 18 crs recorded last year. However the company incurred a loss of Rs 6.47 crs in Q4FY18 which the management is confident is a one off and will not be repeated.

We believe the animal feed business should grow strongly and despite a sharp underperformance of the stock we feel investors who can stay invested for the next 2 years should HOLD on to this stock.

2. BLISS GVS Pharma Ltd CMP Rs 177 View – HOLD

Bgvsl primarily develops, manufactures and markets products across various therapeutic categories including Anti-fungal, Contraceptive, Laxative, Anti-haemorrhoidal, Anti-spasmodic, Anti-malarial, Anti-biotic, Anti-microbial, Anti-inflammatory, Antipyretic, Analgesic and several others. BGVSL is among the world leaders in Suppositories and Pessaries dosage forms with one of the largest portfolios in this segment.

For FY18 company has reported consolidated performance showing Topline of Rs 815 crs, a EBIDTA of Rs 197 crs and a PAT of Rs 87.30 crs.

From April 2018 this year Bliss GVS has hived off its Korean subsidiary which used to undertake Hospital business which was largely tender driven and offered low margins and uncertain visibility. Hence this business was sold out for as a going concern for a all cash deal of Rs 88 crs.

Going ahead the focus of the company will be on generic products and entering new potential markets like US which the company plans to start from FY20 onwards. We hence expect a strong performance from the company over the next 2 years and suggest a HOLD on this stock.

3. Arcotech Limited CMP Rs 22.30 View – EXIT

Arcotech manufactures and trades Non-Ferrous Engineering products produces all Non-Ferrous alloys i.e. Copper, Brass, Phosphor Bronze, Nickel Silver, Nickel Brass, Cupro Nickel, Aluminium Bronze, Tin Bearing Copper and Silver Bearing Copper etc. These are produced in the form of semis like ingots, strips, sheets, plates, foils, bus bars, rods as well as coin blanks, key blanks, terminals, connectors, etc.

For FY18 the company has been hit significantly by rising non ferrous prices. Company is mainly into copper products conversion has been impacted badly due to rising non ferrous prices especially copper as it buys copper and converts this in to value added products. In FY19 also prices of non ferrous metals are likely to stay elevated and hence margins both on the operating and net level are likely to come under pressure

The company has incurred a loss of Rs 15 crs on a topline of Rs 218 crs in Q4FY18 largely on the back of sharp raw material prices and increase in interest costs which dented the profits badly. For full year FY18 the company has posted a PAT of Rs 3.54 crs on a Topline of Rs 754 crs

Looking at the sharp rise in non ferrous metals prices we expect margins to remain under pressure for FY19 also, hence we suggest a EXIT in this stock

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4. Ashapura Inintimates & Fashions Ltd CMP Rs 482 View – HOLD

AIFL is a brand house of large variety of products catering to all age groups of men, women and children. AIFL produces need-based fashion clothing according to psycho of consumers. AIFL deals in very niche market segments of product categories like Indian ethnic nightwear, Maternity feeding nighties, Trousseau bridal nightwear, loungewear for full family and for all age groups. Design and product range of AIFL gives entry barriers to other players. AIFL provides age-based fashionable clothing on value-based pricing through its pan-India presence with a network of 115 distributors and 15 carrying and forwarding agents catering 10,000 point of sales

For FY18 the company has reported a Topline of RS 343 crs a EBIDTA of Rs 99.20 crs and a PAT of Rs 62.20 crs. Going ahead also the management is confident that in the current year topline growth will be around 30-35%

Already the company has reduced long term debts worth Rs 40 crs and in coming year it plans to repay another Rs 35 crs of short term debts

We expect a good performance in the current year also going ahead till FY20 as of now largely on the back of strong branded sales and increase geographical reach. We hence suggest a HOLD on this stock.

5. Ganesha Ecosphere Ltd CMP Rs 379 View HOLD

Ganesha Ecosphere is India's largest polyethylene terephthalate (PET) bottle scrap recycling company with a 25% market share, primarily engaged in the production of regenerated polyester staple fibre (RPSF) from waste PET bottles. GEL currently has a cumulative capacity of 97800 TPA (87600 - RPSF (fibre), 7200 TPA – RPSY (yarn) and 3000 TPA - dyed and texturised/twisted filament yarn).

Company has posted strong results for FY18 with Topline totaling Rs 758 crs, a EBIDTA of Rs 85 crs and a PAT of Rs 35 crs from Rs 29 crs last year. Company has made a QIP last year of Rs 100 crs at a price of Rs 377 and expects to save on working capital costs in the current year.

Looking at the good growth prospects ahead we believe the next 2 years look promising and hence we suggest a HOLD

6. Kriti Industries Limited CMP Rs 48.35 View HOLD

Kriti Industries is engaged in the business of manufacturing, sale and supply of plastic Pipes & fittings and accessories which are used in agriculture, construction segment (building products) and drip irrigation systems. KIIL also manufactures and sells PLB Ducts, HDPE&MDPE pipes largely used in infrastructure sector.

For FY18 Company has posted steady financial performance with sales totalling Rs 463 crs, a EBIDTA of Rs 29 crs and a PAT of Rs 9.15 crs.

We expect a strong growth in the PVC and CPVC pipes segment both from the Agri and Infrastructure sector largely aided by the strong govts push on rural india spending . Hence looking at the long term growth prospects we suggest a HOLD on this stock.

7. Hindustan Media Ventures CMP Rs 210 View HOLD

HMVL is a 75% subsidiary of HT Media Ltd., the publisher of Hindustan Times and Mint. As of now, 'Hindustan' is the second-largest selling daily newspaper in India (across languages), and a leader by a wide margin in the Hindi markets of Bihar (68% share) and Jharkhand (46%).

Company reported a flat performance for FY18 with Sales totalling Rs 880 crs, a EBIDTA of Rs 179 crs and a PAT of Rs 175 crs. Profitability was impacted due to sharp rise in newsprint costs but we expect a strong traction in FY19 on the back of several state elections and the fact that the company is cash rich with cash of over Rs 600 crs

Hence looking at the long term prospects we suggest a HOLD on this stock

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8. Lypsa Gems Limited CMP Rs 19.50 View EXIT

Lypsa Gems and Jewellery Ltd. is engaged in the business of trading, importing, exporting, making and polishing activities of diamonds, gems, other precious stones and diamond jewellery

Company has posted a good performance in FY18 which is in line with our expectations of Topline of Rs 312 crs, a EBIDTA of Rs 28.50 crs and a PAT of Rs 28.07 crs from Rs 21 crs last year. The company has also reduced its interest cost to Rs 13 lacs from Rs 3.65 crs last year. However our discussions with the management make us feel that working capital stress will continue for another 3 to 4 quarters and hence looking at the high working capital intensity of this business we suggest investors to EXIT this stock as there is likely hood that we may see margins contracting ahead due to slower payments from global customers

9. West Coast Paper Mills Limited CMP Rs 278 View HOLD

West Coast Paper Limited is among India's top five paper & paper board's manufacturer in terms of total capacity of 320000 mtpa. WCPML operates in two business segments; Paper/Paperboard (including Duplex Board) at Dandeli and Telecommunication Cables at Mysore.

For FY18 the company has posted strong results on the back of rising demand and a sharp rise in paper prices. Topline has increased to Rs 1733 crs with a EBIDTA of Rs 522 crs and a PAT of Rs 222 crs from Rs 122 crs last year.

Looking at the strong buoyancy in paper prices we expect the company to show a strong performance in FY19 also. Hence we suggest a HOLD on this stock.

10. Sundram Fasteners Limited CMP Rs 618 View HOLD

Sundram Fasteners Ltd, (SFL) a TVS Group company is one of the leading auto component manufacturers in India. SFL's product range includes high-tensile fasteners, powder metal components, cold extruded parts, hot forged components, radiator caps, automotive pumps, gear shifters, gears and couplings, and iron powder

For FY18 the company has posted strong numbers from both its domestic and global operations. Sales have totalled Rs 3887 crs a EBIDTA of Rs 680 crs and a PAT of Rs 415 crs from Rs 343 crs last year.

We expect strong business traction from the Automotive sector where the company caters to large segments in the CV, PC and TW segments hence we suggest a HOLD on this stock.

11. GTPL Hathway Limited CMP Rs 135 View HOLD

GTPL is a leading regional MSO in India, offering cable television and broadband services and the company's digital cable television services reached 189 towns across India, including towns in Gujarat, West Bengal, Maharashtra, Bihar, Assam, Jharkhand, Madhya Pradesh, Telangana, Rajasthan and Andhra Pradesh.

For FY18 company reported a strong consolidated performance with sales totaling Rs 1113.40 crs , a EBIDTA of Rs 314.40 crs and a PAT of Rs 61 crs from RS 40 crs last year. The company has started data services in Guajarat and entered new markets like Goa and expects strong traction in business in the next 12 to 18 months.

We continue to remain positive on the Cable companies and hence suggest a HOLD on this stock

12. Viaan Industries Limited CMP Rs 24.50 View HOLD

Viaan Industries is a strong online player in online poker and entertainment via mobile and TV playforms.

For FY18 the company has posted a consolidated Topline of Rs 268 crs and a PAT of Rs 28 crs

Going ahead the company is making efforts to push its entertainment vertical and Poker Tournament vertical ahead and focus less on trading which would improve its profitability further. We expect that this is a concept stock and investors who take a long term call here will benefit here especially from the poker IPL franchisees which are now slowly gaining traction. Hence we suggest a HOLD on this stock.

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13. Gujarat State Petronet Limited CMP Rs 176 View HOLD

Gujarat State Petronet Ltd (GSPL), a GSPC group company, is a pioneer in developing energy transportation infrastructure and connecting natural gas supply basins and LNG terminals to growing markets. GSPL is continuously expanding its pipeline network in Gujarat. Currently, GSPL has a gas transmission pipeline network of 2600 km connecting Hazira, Vadodara, Ahmedabad, Kalol, Himmatnagar, Mehsana, Rajkot, Morbi and Vapi. Company has declared a strong set of numbers for FY18 with sales totaling Rs 7426 crs, a EBIDTA of Rs 2040.48 crs and a PAT of Rs 918.92 crs resulting in a EPS of Rs 13.15 as compared to Rs 9.15 in FY17. Looking at the long term prospects of City Gas Distribution business and the overall potential of the Gas market in India we believe that long term prospects continue to remain good and hence we suggest a HOLD on this stock with a 18 month view.

14. Asahi Songwon Colours Limited CMP Rs 285 View HOLD

ASCL is a leading manufacturer of phthalocyanine pigments (Blue) and derivatives in India and one of the fastest-growing players in the world. Asahi Songwon is engaged in the manufacture of phthalo pigments (one of the largest categories of pigments manufactured in India) comprising CPC blue crude and a range of beta blue pigments. For FY18 company has reported a soft performance largely due to a sharp rise in raw material costs which it was unable to pass through to its customers. Sales have totalled Rs 298 crs from Rs 263 crs but EBIDTA is placed lower at Rs 38.20 crs from Rs 47.10 crs last year. The PAT is also down to Rs 23.12 crs from 27 crs last year. However the management is confident that in FY19 it will be able to recover its EBIDTA margins both via increased volume and price hikes and increased focus on both domestic and exports. Hence looking at the long term prospects of the colours chemicals business where company is a dominant player we suggest a HOLD with a 12 to 18 month view.

15. Capri Global Capital Limited CMP Rs 92.15 View HOLD

Capri Global Capital Limited (CGCL) is one of the most widely extended Non Deposit Taking Systemically Important Non-Banking Financial Company and caters to the capital needs of MSMEs through its SME & Retail Lending vertical by offering them multiple products such as MSME business Loans, Working Capital Term Loans, Term Loans Against Property Rentals and Term Loans for Purchase of Property. For FY18 the company has reported a strong operational performance with overall revenue increasing to Rs 353 crs from Rs 215 crs last year, a EBIDTA of Rs 110 crs from Rs 80 crs last year with PAT of Rs 104 crs from Rs 58 crs last year. Company expects a strong growth in disbursements in the SME and MSME segments and is confident that its asset quality is likely to remain strong going ahead also. Hence looking at the strong long term growth prospects we suggest a HOLD in this stock.

16. Automotive Axles Limited CMP Rs 1252 View - HOLD

Automotive Axles Limited (AAL) is a joint venture of Kalyani Group and Meritor Inc., USA. With manufacturing facilities located at Mysore (Karnataka), the company is currently the largest independent manufacturer of Rear Drive Axle Assemblies in India. AAL has also expanded its footprints in North India with its plants at Pantnagar and Jamshedpur. For FY18 the company has posted strong financials with sales totalling Rs 1553 crs, a EBIDTA of Rs 167 crs and a PAT of Rs 83 crs as compared to Rs 48 crs last year. The company has declared a dividend of 135%. Looking at the strong prospects for the domestic CV segment and strong demand for Class 8 Trucks in US we believe that the next 12 to 18 months will continue to remain strong for the company. Hence we suggest a HOLD on this stock.



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17. Stylam Industries Limited CMP Rs 700.

View BOOK OUT

Stylam Industries Ltd. (Stylam) manufactures high pressure plain and decorative Laminates for home and office purpose with under the brand name of 'STYLAM. Stylam is primarily engaged in manufacturing high pressure laminates. Stylam has upgraded its product profile and started manufacturing decorative laminates (Brand name: VIOLAM), exterior cladding (Brand name: FASCIA) and exterior floor boards (Brand name: WALKON).

For FY18 Company has delivered a reasonably good show with Sales totalling Rs 339 crs , a EBIDTA of Rs 49 crs and a PAT of Rs 18.02 crs despite headwinds from the GST and Demon effect. With expansion now completed we expect volumes to pick up gradually in the next 2 years. However we believe the stock has discounted FY19 numbers already in the market prices and hence we suggest investors to book out profits here.

18. Sanghvi Movers Limited CMP Rs 180

View HOLD

Sanghvi Movers Ltd. (SML), a flagship company of the Sanghvi Group, operating since 1989, is the largest crane hiring company in India, 3rd largest in Asia and 9th largest in the world . It has a fleet of over 400 medium to large sized heavy duty hydraulic and crawler cranes with capacity ranging from 20 tons to 800 tons. The crane hiring business is the main business line for SML contributing around 99% of the turnover

For FY18 the company witnessed a significant drop in profits and saw its operations result in net losses following a drop in demand from the wind energy sector where the company has a large exposure. Consequently the company witnessed a drop in turnover to Rs 228 crs from 553 crs, a EBIDTA of Rs 82.84 crs and a Net Loss of Rs 51.55 crs.

Company has stated that its expects large orders from the wind energy sector from the second half of FY19, also it has started focussing on other sectors like oil and gas, infra, roads etc which will help it improve its position in the next 12 to 18 months. It has already bagged fresh orders to the tune of Rs 150 crs against Rs 80 crs in first 3 months of current year and hence looking at the long term prospects we expect the company to bounce back after 12 to 18 months and hence we suggest a HOLD on this stock.

19. Arvind Limited CMP Rs 380

View – HOLD

Arvind Ltd, (AL) is the largest textile company in India and is a part of the Lalbhai group.. Currently it is the leader in the denim manufacturing space and supplies to customers like GAP, Lee, Wrangler, Levi's etc. Apart from denim, AL has also emerged as a leading manufacturer in the woven space (with customers like Madura Garments, Marks & Spencers etc.) and is now enhancing its presence in the garmenting segment (which has customers like GAP, Tommy Hilfiger, Calvin Klein etc).

Apart from the textile space, AL has also developed a highly successful brand and retail business and boasts of marquee brands like Arrow, Tommy Hilfiger, Flying Machine, US Polo, Calvin Klein, Hanes etc

For FY18 the company has posted encouraging financials with consolidated sales totaling Rs 10826 crs, a EBIDTA of Rs 968 crs and a PAT of Rs 293 crs. The company has decided to demerge its retail business and heavy engineering business into separate companies while the traditional textiles business will remain in the older company.

We believe that going ahead a big upside can come from the retail branding business which has got good potential to scale up and has large investors like multiples already backing it strongly. We hence suggest a HOLD on this stock until the de merger happens over the next 6 to 12 months

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20. UFO Moviez Limited CMP Rs 359**View EXIT**

UFO Moviez Limited (UFOM) operates a digital cinema distribution network and in-cinema advertising platform. As part of its distribution business, the company digitises and encrypts movies for transmission in cinema halls, distributes these through its digital platform and also sells or leases digital cinema equipment to theatre owners. In-cinema advertising, a fast-growing business, involves partnering with single-screen or small multiplex players to sell advertising space. During FY18 the company has posted a flattish performance with sales totalling Rs 594 crs as compared to Rs 599 crs last year, a EBIDTA of Rs 172 crs as compared to Rs 182 crs and a PAT of Rs 62 crs as compared to Rs 60 crs last year. Going ahead also we expect that while growth prospects appear good the revenue generation from invested capital by the company will take a long time and hence coming year is also likely to remain challenging in terms of margins and profits. Hence we suggest investors to EXIT

21. KEI Industries Ltd CMP Rs 481**View - HOLD**

KEI Industries is an established player in the manufacturing and marketing of EHV, MV and LV power cables segments, and has recently forayed into EPC business. It has a well-diversified product basket and business model across retail (domestic & exports), institutional, EHV segments, suitably balanced to address the demands of private and public sector organizations.

For FY18 the company has declared a strong set of financials. Sales have increased to over Rs 3503 crs from Rs 2832 crs, a EBIDTA of Rs 337 crs and a PAT of Rs 143 crs as compared to Rs 93 crs

Company expects the current year to also remain strong on the back of a strong order book of over Rs 6000 crs which gives the company strong revenue visibility. Hence looking at the strong demand prospects ahead we suggest a HOLD on this stock.

22. Pennar Engineered Products Systems Ltd CMP Rs 77**View - EXIT**

PEBSL, is a subsidiary of Pennar Industries (PIL) and is one of the leading custom-designed building systems solutions providers in India. PEBSL operations include: (i) Pre-engineered building systems, (ii) Design, supply and erection of solar module mounting structures, (iii) Design, manufacture, supply and assembly of commercial buildings, (iv) Cold form structures, and (v) Design and engineering services.

PEBSL caters to several sectors like manufacturing industries, warehouses, aircraft hangars, commercial buildings, high-rises, metro stations, stadiums and power plants, among others

However in the last two years company has reported poor financials. For FY18 the company has posted a Topline of Rs 520 crs, a EBIDTA of Rs 35 crs and a PAT of Rs 15 crs as compared to Rs 17 crs. However in current year results the company earned a large other income of Rs 11 crs which was the main reason the profits were up on a YoY basis in Q4 of FY18

Looking at the lacklustre performance of the company the stock has been beaten down badly, we believe that the company may take a long time to revive its business and hence suggest a EXIT from this stock.

23. Sterlite Technologies Limited CMP Rs 320**View - HOLD**

STL is India's only fully integrated provider of optical fibre preforms, optical fibres and cables. With a strong portfolio of over 125 patents and projects undertaken by the company include intrusion-proof secure network for the Armed Forces, rural broadband for BharatNet, Smart Cities' development, and establishing high-speed Fibre-to-the- Home (FTTH) networks.

Company has announced a strong set of financials for FY18. Sales have increased at Rs 3205 crs from Rs 2594 crs, A EBIDTA of Rs 789 crs from Rs 542 crs last year and followed by a PAT of Rs 334 crs from Rs 201 crs last year.

Company has a pending order book of Rs 5223 crs and expects demand to remain strong over the medium term, Hence looking at the strong order book and encouraging sector prospects we suggest a HOLD on this stock,

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24. KM Sugar Limited CMP Rs 9.50**View EXIT**

KM Sugar Mills Ltd. (KM Sugar Mills) is a manufacturer and supplier of sugar and distillery products. The company offers products such as bulk sugar, rectified spirit, extra neutral alcohol, fuel grade ethanol, and country liquor.

Like all sugar players which have been impacted by slower payments for cane, and volatile trend in sugar prices the company has also reported a sharp drop in profitability for FY18. While sales have improved to Rs 470 crs from Rs 353 crs, the EBIDTA has dropped to Rs 20 crs from Rs 27 crs followed by a PAT of Rs 18.87 crs as compared to Rs 37 crs last year. Included in this years profits is a one time other income of Rs 36.77 crs which was on account of sale of equity stake in its subsidiary

Looking at the overall sugar industry prospects and cyclical nature of the business and the track record of the company we suggest to EXIT this stock.

25. NOCIL Limited CMP Rs 183**View – HOLD**

NOCIL is into manufacturing and trading basic organic chemicals. The Company offers products, such as accelerators under the name PILCURE; antidegradants, such as PILFLEX 13; antioxidants, under the name PILNOX; pre vulcanization inhibitor, such as PILGARD PVI, and post vulcanization stabilizer, such as PILCURE DHTS.

Domestic sales accounted for 70% of revenue in FY16 and the balance is from exports

For FY18 the company reported a strong set of financials with sales totalling Rs 987.21 crs from Rs 818.28 crs last year, a EBIDTA of Rs 264 crs from Rs 158 crs followed by a PAT of Rs 169 crs from RS 97 crs last year.

Company has implemented expansion plans at its existing facility while demand for rubber chemicals continues to remain strong. In view of the good growth prospects ahead we suggest a HOLD on this stock.

26. Quickheal Technologies Limited CMP 298**View - HOLD**

Quick Heal Technologies Ltd (QHTL) is one of the leading providers of security software products and solutions in India with a market share of over 30% in the retail segment. Quick Heal's customers include home users, small offices and home offices, SMBs, enterprises, educational institutions, as well as government agencies and departments. QHTL sells its solutions directly and through distributors, whom is refer to as channel partners, who in turn distribute its solutions through resellers

For FY18 the company reported a strong set of financials with sales totalling Rs 318 crs from Rs 299 crs last year, a EBIDTA of Rs 120 crs from Rs 90 crs followed by a PAT of Rs 83 crs from Rs 53 crs last year.

Looking at the strong growth in retail, enterprise and mobile markets for cyber security solutions and Quickheals strong brand presence we believe that the long term prospects look good over the next 2-3 years and hence suggest a HOLD on this stock.

27. SML Isuzu Limited CMP Rs 786**View – HOLD**

SML ISUZU Ltd is an automobile manufacturer whose main product base includes Trucks, Buses and Special application vehicles like that of Ambulance, Military vans, Tipper etc. They can be broadly classified into Light, Medium and Heavy commercial vehicles.

SML Isuzu is mainly concentrated in 5 to 12 tonnes GVW segment. In Buses segment, it focuses on school buses, State transport buses, luxury buses and buses for employees in BPOs, etc.

Company has posted a strong Q4 FY18 performance with sales of Rs 368 crs, a EBIDTA of Rs 23 crs and a PAT of Rs 14.67 crs. For Full year Sales totalled Rs 1174 crs, a EBIDTA of Rs 44 crs and a PAT of Rs 8.19 crs as compared to Rs 63.27 crs last year

Company has posted a strong 42% growth in sales volumes during first 2 months of FY19 with volumes totalling 2590 nos as compared to 1820 nos sold in the previous 2 months of last year. We believe that CV prospects in current year look good and hence suggest a HOLD on this stock.



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28. Finolex Industries Limited CMP Rs 615 View - HOLD

Finolex Industries Limited (FIL) is India's largest PVC pipes and fittings manufacturer and the second largest PVC resin manufacturer. FIL is promoted by the Finolex group, which holds a 52.5% controlling stake with Finolex Cables holding 32.4% stake here. FIL has manufacturing plants in Pune, Ratnagiri in Maharashtra and Vadodara in Gujarat. The PVC pipes and fittings' plants in Pune, Ratnagiri and Vadodara have a total production capacity of over 230,000 m.t.p.a. For FY18 the company reported a flattish performance largely impacted by the sharp rise in input prices and headwinds from the GST and Demon issues. Sales totalled Rs 2831 crs, EBIDTA was placed at Rs 483 crs followed by a PAT of Rs 306 crs.

Looking at the strong monsoon prospects and large spending announced by the government on rural India we expect all inputs pertaining to Agriculture to get a big boost as most of the GST and demon effects are now over and spending power in rural India is fast coming back. For FIL the growth in PVC pipes is a function of strong Agriculture growth as well as new applications especially in the Infrastructure segment where growth potential is huge over the next 2-3 years. Hence we suggest a HOLD on this stock.

29. Sterling Tools Limited CMP Rs 380 View - HOLD

Sterling Tools Limited (STL), engages in manufacturing of high-tensile (HT) cold forged fasteners mainly for automobiles OEMs.

STL is one of the top 3 fasteners manufacturers in India and caters to leading automotive companies in India and Europe. For FY18 the company reported a strong set of financials with sales totalling Rs 465 crs from Rs 415 crs last year, a EBIDTA of Rs 89 crs from Rs 75 crs followed by a PAT of Rs 49 crs from Rs 39 crs last year.

With strong volume growth visible in the Automobile sector we believe that the current year will be a strong year for STL and hence we suggest a HOLD on this stock.

30. Shree Pushkar Chemicals Limited CMP Rs 220 View HOLD

Shree Pushkar Chemicals & Fertilisers Limited has state of art integrated manufacturing facilities located at Lote Parshuram, Maharashtra. SCPF Ltd is amongst the India's large manufacturers of K-Acid, a dye intermediate used to manufacture Reactive Dyes for dyeing of textiles and has 4 major verticals viz., Dye Intermediates, Acid Complex (comprising sulphuric and its derivative acids), Cattle Feed Supplement and Fertilizers (Single Super Phosphate & Soil Conditioner).

For FY18 the company reported a steady set of financials with sales totalling Rs 370 crs from Rs 305 crs last year, a EBIDTA of Rs 57 crs from Rs 51 crs followed by a PAT of Rs 33 crs from Rs 30 crs last year.

With good monsoon prospects ahead and export markets for speciality chemicals also expected to do well in coming year we expect the company to benefit and hence suggest a HOLD on this stock.



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