

Repco Home Finance

BUY

Asset quality improved; valuations comfortable

Summary

Repco Home Finance's AUM growth remained steady at 7.8% YoY (up 2% QoQ) led by 9% YoY growth in disbursements. Management retained guidance at 12% AUM growth for FY24. NIMs declined slightly by 10bps QoQ to 5.3% led by increase in cost of funds. Management guided NIMs at 5.1% for FY25. Asset quality continued to witness improvement during the quarter with GNPA at 4.7% vs 4.9 % QoQ and PCR (on stage 3) improving from 51% (Q1FY24) to 60% in (Q3FY24). NII grew by 18% YoY led by improvement in NIMs. PAT grew by 23% YoY led by lower operating expenses (up 3% YoY) which supported RoA at 3.1% (highest in last 3 years). We have moved to FY26E estimates and maintain our "BUY" rating with revised TP of 535 (earlier 515), valuing it at 1.0x P/ABV FY26E.

Key Highlights and Investment Rationale

- Loan book growth improved:** Loan book growth improved to 7.8% YoY vs 7.1% YoY (Q2FY24) led by decline in repayments. However, disbursements grew by 9% YoY (down 5%QoQ). Strong growth was led by salaried segment (up 8% YoY; 2% QOQ) as well as Non-Salaried segment (up 8% YoY; 2% QoQ). We expect 13% CAGR (FY23-26) AUM growth.
- Asset quality improved:** Asset quality improved with GNPA at 4.7% vs 4.9% QoQ as per new RBI norms. Recoveries for 9MFY24 from GNPA stood at Rs.1.01bn vs management guidance of Rs.1bn for FY24 (reduction of Rs2.13bn GNPA for 9MFY24).
- NIMs declined QoQ:** NIMs declined by 10bps QoQ to 5.3% led by increase in cost of funds. Management guided NIMs should stable at current levels (5.3%) in Q4FY24 and 5.1% for FY25.
- Outlook:** Management believes that the worst of Covid'19 related challenges are over and guided for an AUM growth of 12% (on conservative basis) supported by disbursement growth of around 20% in FY24. Valuations remain comfortable at 0.9X FY26E ABV.

TP	Rs.535
CMP	Rs.455
Potential upside/downside	18%
Previous Rating	BUY

Price Performance (%)

	-1m	-3m	-12m
Absolute	5.5	4.2	96.6
Rel to Sensex	6.9	(6.0)	78.2

V/s Consensus

EPS (Rs)	FY24E	FY25E	FY26E
IDBI Capital	61.6	65.6	69.6
Consensus	59.5	64.4	71.9
% difference	3.5	1.9	(3.2)

Key Stock Data

Bloomberg/Reuters	REPCO IN / RHFL.BO
Sector	Housing Finance
Shares o/s (mn)	63
Market cap. (Rs mn)	28,481
3-m daily avg Trd value (Rs mn)	8.8
52-week high / low	Rs491 / 169
Sensex / Nifty	71,555 / 21,743

Shareholding Pattern (%)

Promoters	37.1
FII	13.8
DII	17.6
Public	31.5

Financial snapshot

Year	FY2022	FY2023	FY2024E	FY2025E	FY2026E
NII	6,003	5,827	6,797	7,437	8,431
Change (yoy, %)	6%	-3%	17%	9%	13%
Net Profit	1,915	2,961	3,853	4,107	4,353
Change (yoy, %)	-33%	55%	30%	7%	6%
EPS (Rs)	30.6	47.3	61.6	65.6	69.6
Change (yoy, %)	-33%	55%	30%	7%	6%
BV (Rs)	357.4	402.2	461.1	524.0	590.9
PER (x)	14.8	9.6	7.4	6.9	6.5
P/BV (x)	1.3	1.1	1.0	0.9	0.8
ROE (%)	8.9	12.5	14.3	13.3	12.5
ROA (%)	1.6	2.4	2.9	2.8	2.6
GNPA (%)	7.2	6.2	4.5	4.0	4.0
NNPA (%)	5.5	3.7	1.8	2.0	2.0
CAR (%)	33.3	35.8	34.7	35.2	34.9

Source: IDBI Capital Research

Bunty Chawla

Bunty.chawla@idbicapital.com
+91-22-2217 1843

Rishit Savla

rishit.savla@idbicapital.com
+91-22-2217 1843

Conference Call Highlights

Operational Performance:

- For Q3FY24, the company witnessed a disbursements, sanctions and AUM growth of 9%, 4% and 8% YoY respectively.
- The company has now split its recovery department into 2 verticals out of which one vertical is dedicated to recoveries using legal measures under SARFAESI.
- The company follows a strategy of using the auction of property as more of a threat in order to bring borrowers to the table for discussion.
- ROA remained stable at 3.1% and ROE stood at 15.8% for Q3FY24.

Advances:

- The company has been able to sustain yields at ~3.7% on the back of improved yield on advances despite elevated cost of funds.
- Ratio of exposure to Salaried to non salaried stood at 51.3% and 48.7% at the end of Q3FY24.
- Home loan contributed to 75.6% of the total loan book.
- Cost to income decreased marginally QoQ.
- BT outs and BT ins stood at a run rate of ~Rs.0.30bn per month.
- Slippages stood at Rs.0.57bnr and recoveries stood at ~0.76bn for Q3FY24.
- One of the factors for relatively slower AUM growth in FY24 is the reduction in GNPA.

Asset Quality:

- The company was able to reduce the GNPA from Rs.6.37bn to Rs.6.18bn while NNPA stood at Rs.2.47bn at the end of Q3FY24. Further, GNPA has come down by Rs.1.37bn YoY organically and the management stated that GNPA numbers would have been better but for the floods in Tamil Nadu.
- The company had planned a reduction of Rs.1bn of GNPA for FY24 against which it as achieved a reduction of Rs.1.01bn in 9MFY24.

- The company has an outstanding restructured portfolio of ~Rs.5.47bn out which ~Rs1.78bn is in stage 3 and balance in stage 1 and 2.
- The slippage in the new book is at only ~Rs.0.18bn since Jan-22.
- Stage 2 assets stood at 12% in Q3FY24. The management estimates the same to decrease below 10% of the AUM which is expected to be at ~Rs.135bn at the end of FY24.

Future Guidance

- BOD has approved a roadmap for reaching an AUM of ~Rs.250bn by within 3 years, an addition of 40 branches per year while GNPA is expected to go below 2%.
- Aim is to bring down the stage 2 assets to less than 10% of the AUM by Mar24.
- The management is positive regarding growth momentum in AUM to continue going forward.
- PAT for 9MFY24 at Rs.287cr vs Rs.350 cr target for FY24. Hence, the management is confident about achieving the guided profitability numbers.
- AUM growth target set at 12% for the FY25,14% for FY26 and 17% for FY27 assuming a normal business environment scenario. However, if the company is able to take advantage of the government's focus on affordable housing, the growth trajectory guidance might be positively revised.
- The management may allow certain relaxations in the company's recovery policies in order to reduce the NPA numbers going forward.
- The company expects to have an advantage of releasing the excess provisions (Rs.0.40bn-0.50bn) it is currently holding in its books thus, it will support the ROA and ROE starting from FY25 onwards.
- The company will prioritize organic growth first and later focus on inorganic ways like co-lending and partnerships.
- The NIMs are expected to remain at par with the current rate of ~5.1% for Q4FY24 and FY25. The current spreads stand at 3.4% levels, however, the management is open to reducing the spreads to 3.1% levels in exchange for better quality of customers.
- 50% of the new branch openings for FY25 will be in Tamil Nadu as the company aims to deepen its presence in the state.

Exhibit 1: Quarterly Snapshot

(Rs mn)

Year-end: March	Q3FY24	Q3FY23	Q2FY24	YoY (%)	QoQ (%)
Interest Income	3,873	3,270	3,802	18.4	1.9
Interest Expenses	2,153	1,810	2,075	18.9	3.8
Net Interest Income	1,720	1,460	1,727	17.8	(0.4)
NIM (%)	5.3	4.7	5.4	60 bps	-10 bps
Non-Interest Income	59	39	38	52.8	57.3
Operating Income	1,779	1,499	1,765	18.7	0.8
Staff Cost	242	228	255	6.2	(4.8)
Other Op Exp	167	170	172	(1.6)	(2.6)
Total Operating Expenses	410	398	426	2.9	(3.9)
<i>Cost to Income (%)</i>	23.0	26.6	24.2	-354 bps	-115 bps
<i>Cost to AUM (%)</i>	1.3	1.3	1.4	-6 bps	-8 bps
Operating Profit	1,370	1,101	1,338	24.5	2.4
Provisions	29	12	16	153.0	81.9
<i>Credit Cost (%)</i>	0.1	0.0	0.1	5 bps	4 bps
PBT	1,341	1,089	1,322	23.1	1.4
Tax	346	282	341	23.1	1.5
<i>-effective tax rate</i>	25.8	25.8	25.8	-1 bps	3 bps
PAT	994	808	981	23.1	1.4
EPS (Rs)	15.9	12.9	15.7	23.1	1.4
BV (Rs)	410.8	358.2	396.0	14.7	3.7
AUM	1,31,855	1,21,963	1,29,215	8.1	2.0

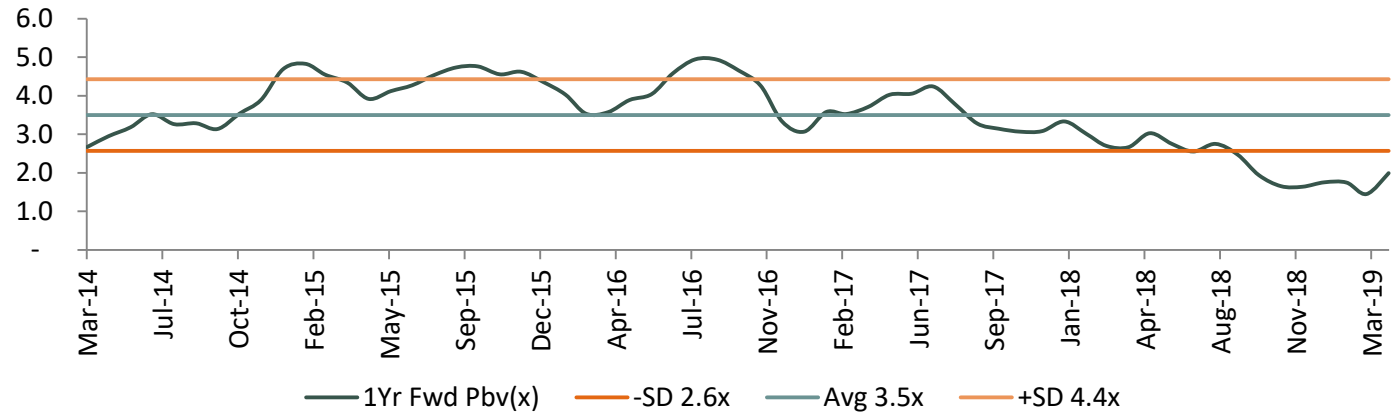
Source: Company; IDBI Capital Research

Exhibit 2: ROE Decomposition

(%)	FY22	FY23	FY24E	FY25E	FY26E
NII	4.9	4.8	5.1	5.0	5.1
Fees	0.0	0.0	0.0	0.0	0.0
Other Income	0.1	0.1	0.1	0.1	0.1
Net Revenue	5.1	4.9	5.3	5.2	5.2
Op.Exp	1.0	1.2	1.3	1.3	1.3
Op.Profit	4.0	3.7	4.0	3.9	3.9
Provisions	1.9	0.4	0.1	0.2	0.4
PBT	2.1	3.3	3.9	3.7	3.5
Tax	0.6	0.9	1.0	0.9	0.9
PAT	1.6	2.4	2.9	2.8	2.6
Leverage (x)	5.7	5.2	4.9	4.8	4.8
ROE	8.9	12.5	14.3	13.3	12.5

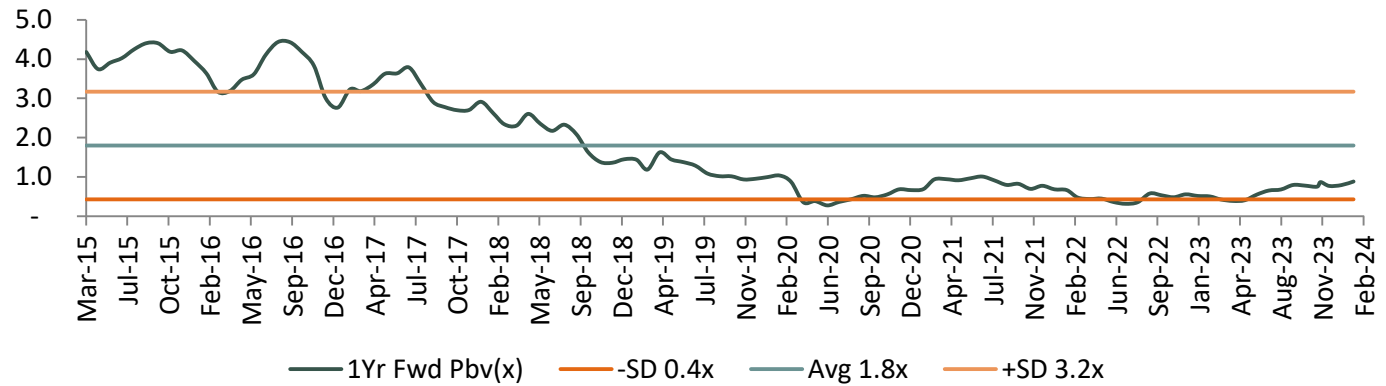
Source: Company; IDBI Capital Research

Exhibit 3: Figure: One-year forward P/BV (FY14-19)



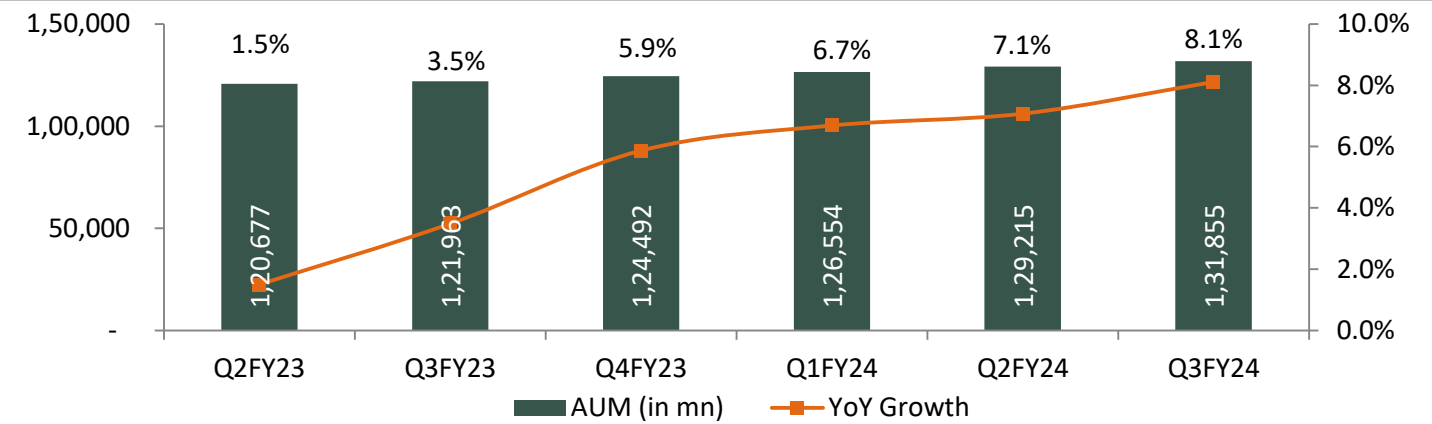
Source: Company; IDBI Capital Research

Exhibit 4: Figure: One-year forward P/BV (FY15-24)



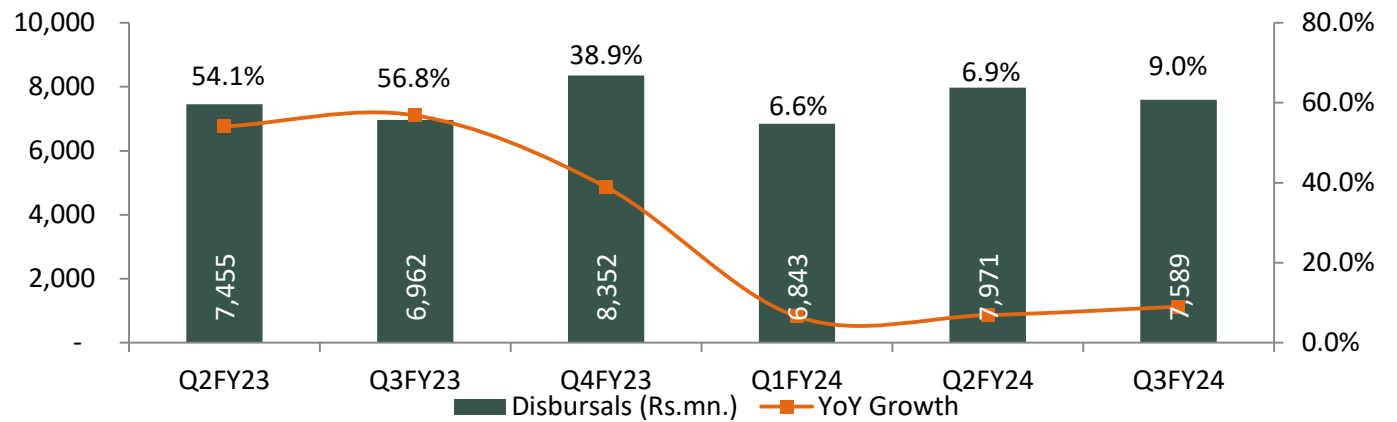
Source: Company; IDBI Capital Research

Exhibit 5: Loan book growth continued to improve YoY



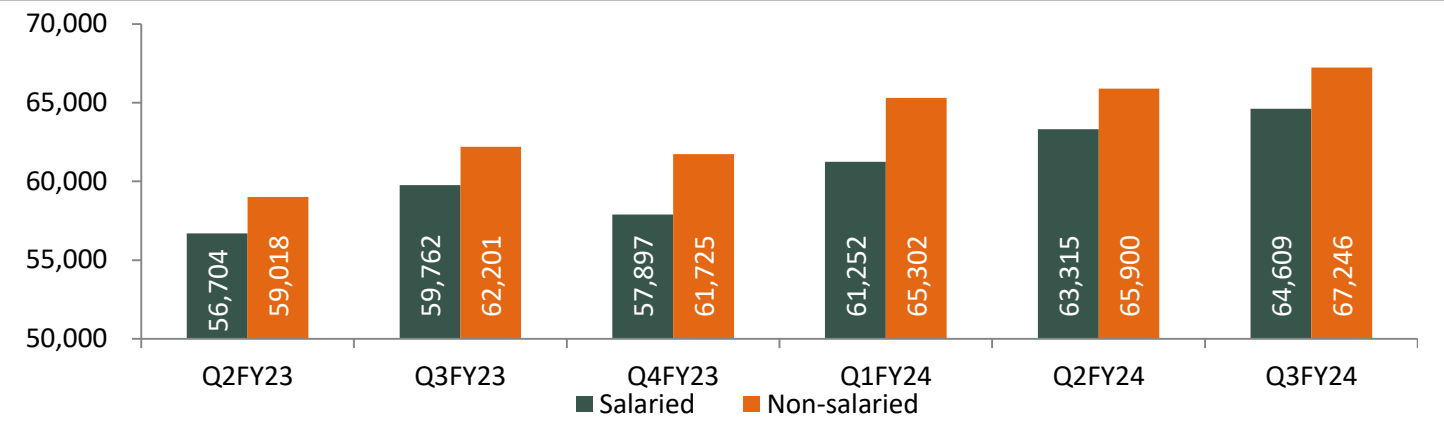
Source: Company; IDBI Capital Research

Exhibit 6: Disbursals growth declined during the Quarter



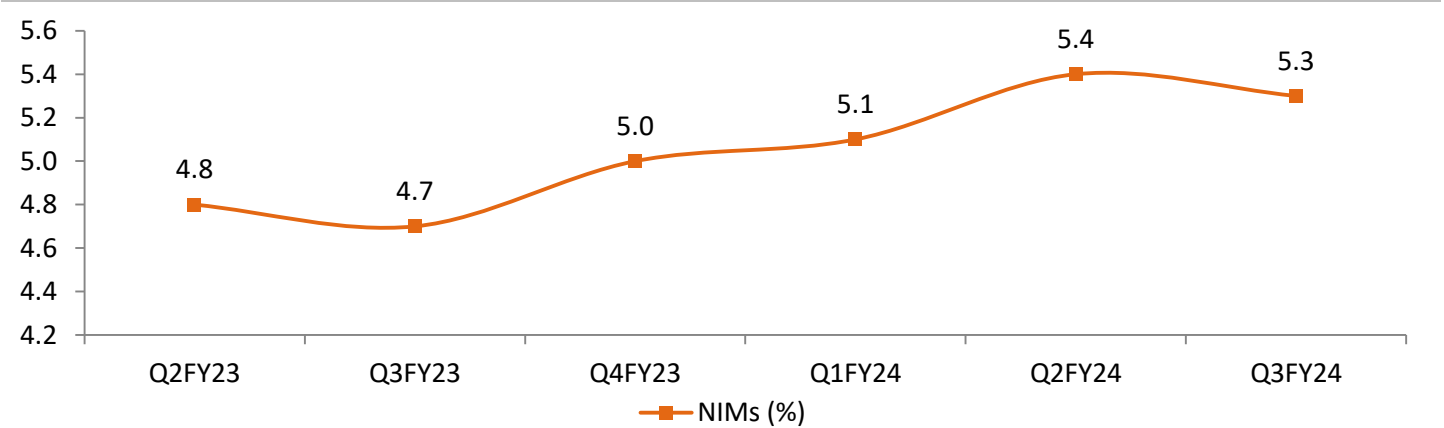
Source: Company; IDBI Capital Research

Exhibit 7: Loan Book Composition by Borrower Type



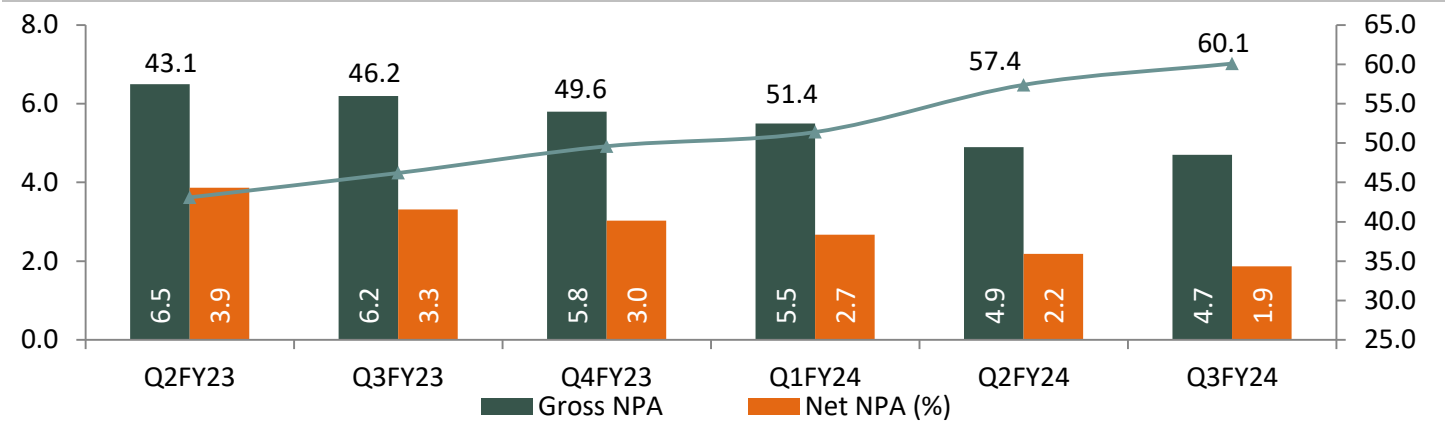
Source: Company; IDBI Capital Research

Exhibit 8: Net Interest margins moderated sequentially



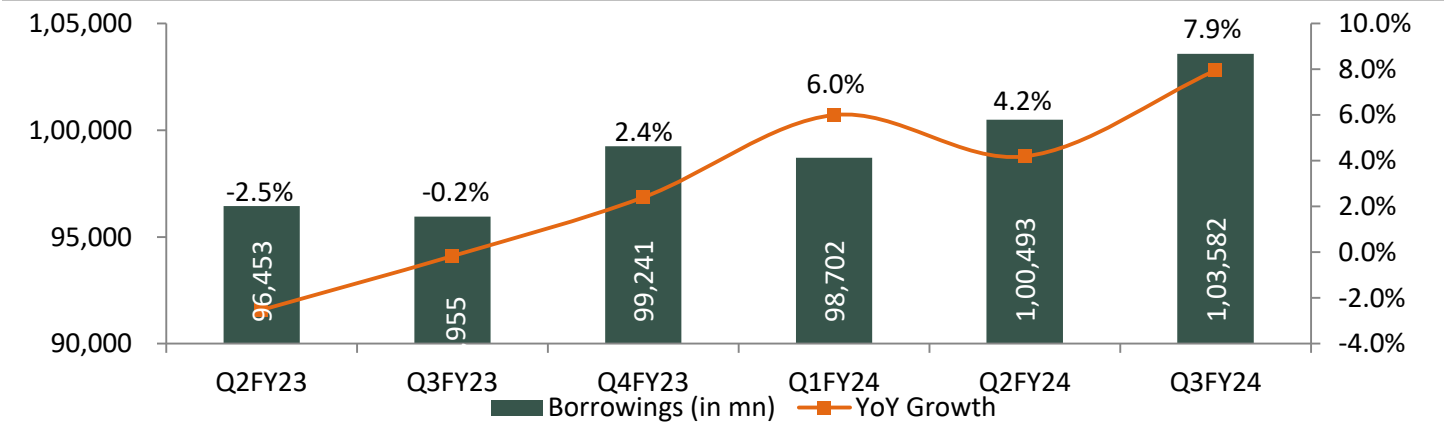
Source: Company; IDBI Capital Research

Exhibit 9: Asset quality witnessed improvement QoQ



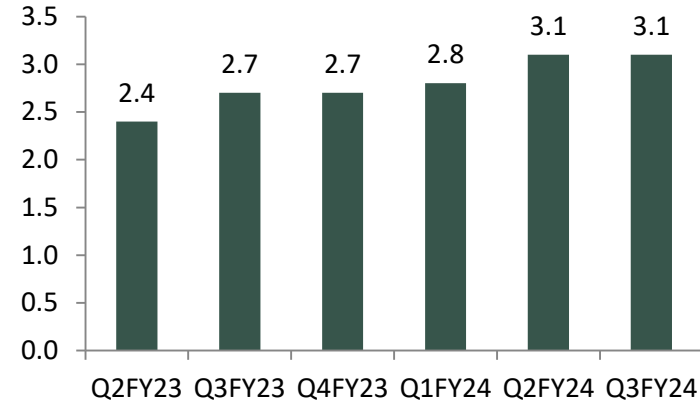
Source: Company; IDBI Capital Research

Exhibit 10: Borrowings notched up on a sequential basis



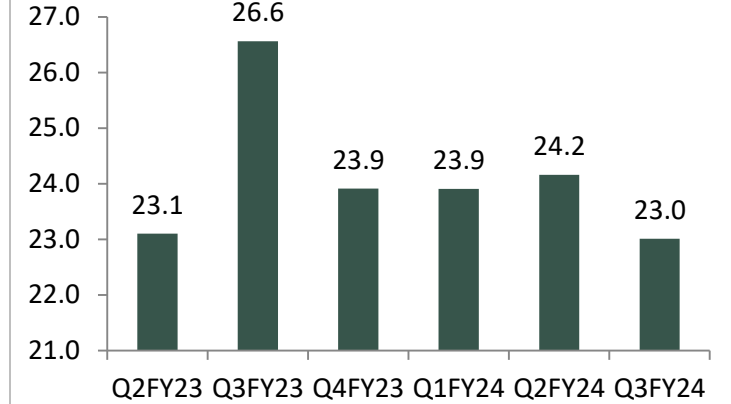
Source: Company; IDBI Capital Research

Exhibit 11: Return on Assets remained stable sequentially



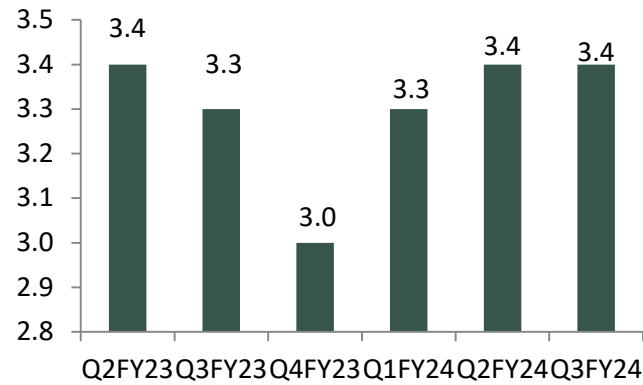
Source: Company; IDBI Capital Research

Exhibit 12: Cost to Income Ratio remained at comfortable levels



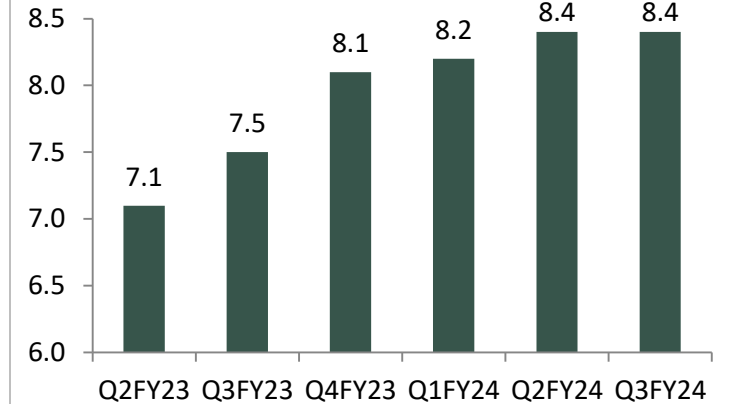
Source: Company; IDBI Capital Research

Exhibit 13: Spreads remained range bound



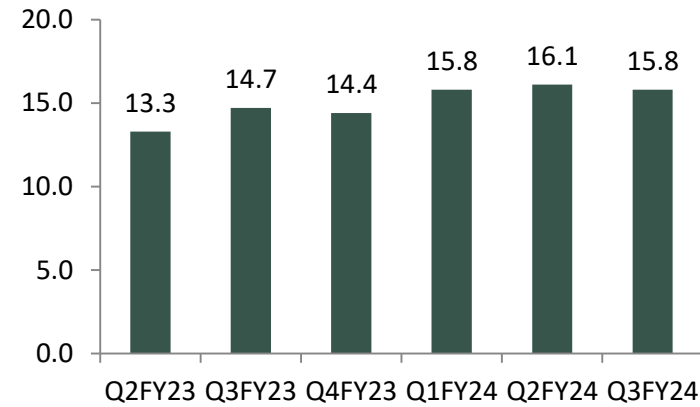
Source: Company; IDBI Capital Research

Exhibit 14: Cost of fund remained stable QoQ



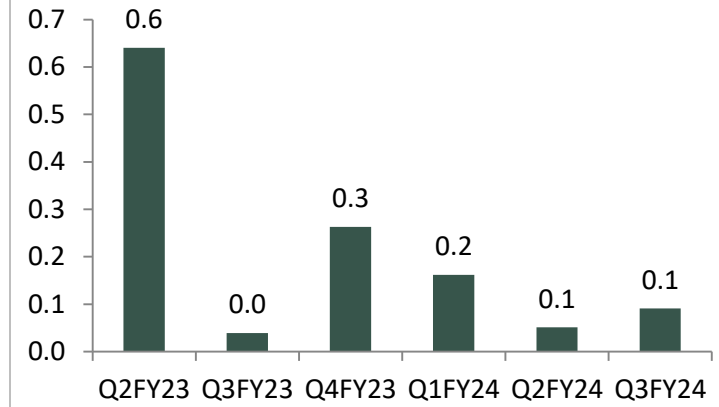
Source: Company; IDBI Capital Research

Exhibit 15: Return on Equity moderated during the quarter



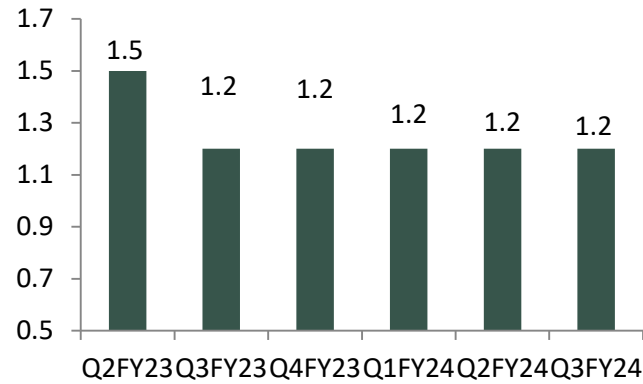
Source: Company; IDBI Capital Research

Exhibit 16: Credit Cost remained stable sequentially



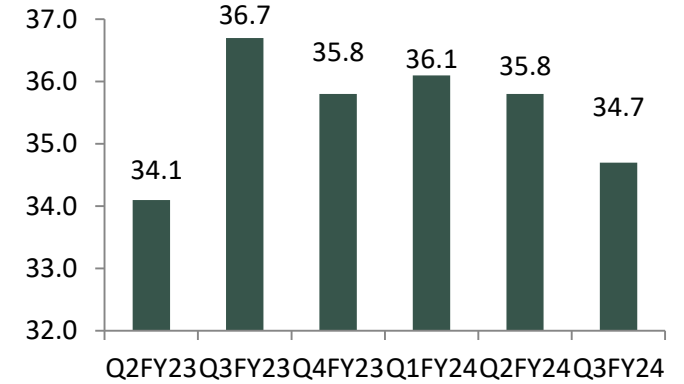
Source: Company; IDBI Capital Research

Exhibit 17: Average Ticket Size (In Mn) remained stable QoQ



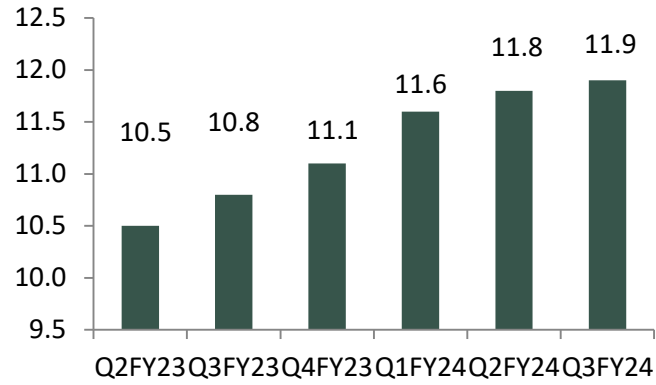
Source: Company; IDBI Capital Research

Exhibit 18: Tier-1 Capital Ratio remains comfortable



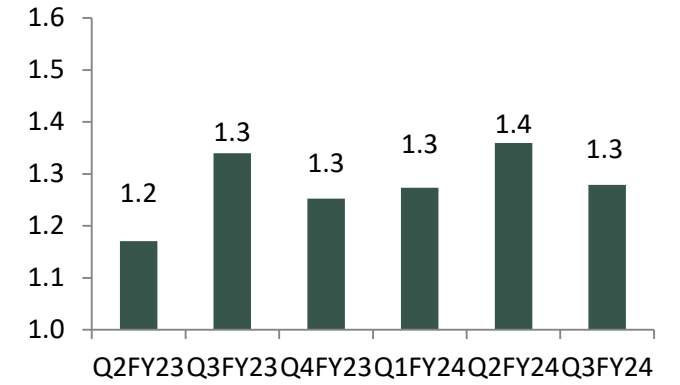
Source: Company; IDBI Capital Research

Exhibit 19: Yield on Advances witnessed uptick sequentially



Source: Company; IDBI Capital Research

Exhibit 20: Costs to AUM declined sequentially



Source: Company; IDBI Capital Research

Financial Summary

Profit & Loss Account

(Rs mn)

Year-end: March	FY21	FY22	FY23	FY24E	FY25E	FY26E
Net interest income	5,663	6,003	5,827	6,797	7,437	8,431
<i>Change (yoy, %)</i>	9%	6%	-3%	17%	9%	13%
Non-Interest Income	188	164	154	178	199	225
Operating Income	5,851	6,166	5,981	6,975	7,636	8,656
Operating expenses	1,145	1,241	1,458	1,653	1,851	2,093
Employee expenses	714	786	879	985	1,103	1,247
Other expenses	431	454	579	668	748	845
Pre-Provision Profit	4,706	4,926	4,523	5,322	5,785	6,564
<i>Change (yoy, %)</i>	12%	5%	-8%	18%	9%	13%
Provision	808	2,331	516	128	297	746
PBT	3,898	2,595	4,008	5,194	5,488	5,817
Taxes	1,022	680	1,047	1,341	1,381	1,464
<i>Effective tax rate (%)</i>	26%	26%	26%	26%	25%	25%
Net profit	2,876	1,915	2,961	3,853	4,107	4,353
<i>Change (yoy, %)</i>	3%	-33%	55%	30%	7%	6%
EPS	46.0	30.6	47.3	61.6	65.6	69.6
Return on Equity (%)	15.0	8.9	12.5	14.3	13.3	12.5
Return on Assets (%)	2.4	1.6	2.4	2.9	2.8	2.6

Balance Sheet

(Rs mn)

Year-end: March	FY21	FY22	FY23	FY24E	FY25E	FY26E
Capital	626	626	626	626	626	626
Reserves	19,967	21,730	24,536	28,220	32,158	36,342
Networth	20,593	22,356	25,162	28,846	32,784	36,968
Borrowings	1,01,974	96,920	99,241	1,09,289	1,22,151	1,38,957
Other liabilities	1,078	698	832	981	798	1,509
Total Liab. & Equity	1,23,645	1,19,974	1,25,234	1,39,116	1,55,733	1,77,433
Cash	4,550	6,077	4,544	4,019	4,502	5,132
Advances	1,18,342	1,12,918	1,19,622	1,33,976	1,50,053	1,71,061
Investments	220	316	316	316	316	316
Fixed Assets	139	204	233	233	233	233
Other Assets	395	459	520	572	629	692
Total assets	1,23,645	1,19,974	1,25,234	1,39,116	1,55,733	1,77,433

Financial Ratios

(%)

Year-end: March	FY21	FY22	FY23	FY24E	FY25E	FY26E
Growth						
Advances	2.1	(4.6)	5.9	12.0	12.0	14.0
NII	8.8	6.0	(2.9)	16.7	9.4	13.4
Pre-Provision Profit	12.2	4.7	(8.2)	17.7	8.7	13.5
Net Profit	2.6	(33.4)	54.6	30.1	6.6	6.0
Spreads						
Yield on Assets	11.7	11.2	11.0	12.1	12.0	12.0
Cost of Funds	8.0	6.9	7.1	8.2	8.3	8.3
NIM	4.8	5.2	5.0	5.4	5.2	5.3
Operating Efficiency						
Cost-to-Income	19.6	20.1	24.4	23.7	24.2	24.2
Cost-to-Assets	0.9	1.0	1.2	1.3	1.3	1.3
Asset Quality						
GNPA	4.0	7.2	6.2	4.5	4.0	4.0
NNPA	2.7	5.5	3.7	1.8	2.0	2.0
Provision Coverage	35.5	29.6	44.7	60.0	50.0	50.0
Credit Cost	0.7	2.0	0.4	0.1	0.2	0.5
Capital Adequacy						
CAR	30.7	33.3	35.8	34.7	35.2	34.9
Tier I	30.3	32.8	35.0	34.7	35.2	34.9
Valuation						
EPS	46.0	30.6	47.3	61.6	65.6	69.6
BV	329.2	357.4	402.2	461.1	524.0	590.9
P/E	9.9	14.8	9.6	7.4	6.9	6.5
P/BV	1.4	1.3	1.1	1.0	0.9	0.8
ROE	15.0	8.9	12.5	14.3	13.3	12.5
ROA	2.4	1.6	2.4	2.9	2.8	2.6
RORWA	4.2	2.8	4.2	5.0	4.7	4.4

Source: Company; IDBI Capital Research



Notes

Dealing	(91-22) 6836 1111	dealing@idbicapital.com
---------	-------------------	-------------------------

Key to Ratings Stocks:

BUY: 15%+; **HOLD:** -5% to 15%; **SELL:** -5% and below.

IDBI Capital Markets & Securities Ltd.

Equity Research Desk

6th Floor, IDBI Tower, WTC Complex, Cuffe Parade, Colaba, Mumbai – 400 005. Phones: (91-22) 2217 1700; Fax: (91-22) 2215 1787; Email: info@idbicapital.com

SEBI Registration: BSE & NSE (Cash & FO) – INZ000007237, NSDL – IN-DP-NSDL-12-96, Research – INH000002459, CIN – U65990MH1993GOI075578

Compliance Officer: Pushkar Vartak; Email: compliance@idbicapital.com; Telephone: (91-22) 2217 1907

Disclaimer

This report has been published by IDBI Capital Markets & Securities Ltd.(hereinafter referred to as “IDBI Capital”) for private circulation. This report should not be reproduced or copied or made available to others. No person associated with IDBI Capital is obligated to call or initiate contact with you for the purposes of elaborating or following up on the information contained in this report. The information contained herein is strictly confidential and meant for solely for the selected recipient and may not be altered in any way, transmitted to copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without the prior written consent of IDBI Capital.

Recipients may not receive this report at the same time as other recipients. IDBI Capital will not treat recipients as customers by virtue of their receiving this report.

The information contained herein is from the public domain or sources believed to be reliable, but we do not make any representation or warranty that it is accurate, complete or up-to-date and it should not be relied upon as such. While reasonable care has been taken to ensure that information given is at the time believed to be fair and correct and opinions based thereupon are reasonable, due to the very nature of research it cannot be warranted or represented that it is accurate or complete and it should not be relied upon as such. In so far as this report includes current or historical information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.

Opinions expressed are current opinions as of the date appearing on this material only. While we endeavor to update on a reasonable basis, the information discussed in this material, IDBI Capital, its directors, employees are under no obligation to update or keep the information current. Further there may be regulatory, compliance, or other reasons that prevent us from doing so.

Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice.

IDBI Capital, its directors and employees and any person connected with it, will not in any way be responsible for the contents of this report or for any losses, costs, expenses, charges, including notional losses/lost opportunities incurred by a recipient as a result of acting or non-acting on any information/material contained in the report.

This is not an offer to sell or a solicitation to buy any securities or an attempt to influence the opinion or behavior of investors or recipients or provide any investment/tax advice.

This report is for information only and has not been prepared based on specific investment objectives. The securities discussed in this report may not be suitable for all investors. Investors must make their own investment decision based on their own investment objectives, goals and financial position and based on their own analysis.

Trading in stocks, stock derivatives, and other securities is inherently risky and the recipient agrees to assume complete and full responsibility for the outcomes of all trading decisions that the recipient makes, including but not limited to loss of capital.

Opinions, projections and estimates in this report solely constitute the current judgment of the author of this report as of the date of this report and do not in any way reflect the views of IDBI Capital, its directors, officers, or employees.

This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject IDBI Capital and associates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this report may come are required to inform themselves of and to observe such restriction.

E-mail is not a secure method of communication. IDBI Capital cannot accept responsibility for the accuracy or completeness of any e-mail message or any attachment(s).

This transmission could contain viruses, be corrupted, destroyed, incomplete, intercepted, lost or arrived late. IDBI Capital, its directors or employees or associates accept no liability for any damage caused, directly or indirectly, by this email.

Analyst Disclosures

I, Bunty Chawla, hereby certify that the views expressed in this report accurately reflect my personal views about the subject companies and / or securities. I also certify that no part of my compensation was, is or will be directly or indirectly related to the specific recommendations or views expressed in this report. Principally, I will be responsible for the preparation of this research report and have taken reasonable care to achieve and maintain independence and objectivity in making any recommendations herein.

Other Disclosure

IDBI Capital Markets & Securities Ltd.(herein after referred to as "IDBI Capital") was incorporated in the year 1993 under Companies Act, 1956 and is a wholly owned subsidiary of IDBI Bank Limited. IDBI Capital is one of India's leading securities firm which offers a full suite of products and services to individual, institutional and corporate clients namely Stock broking (Institutional and Retail) , Distribution of financial products, Merchant Banking, Corporate Advisory Services, Debt Arranging & Underwriting, Portfolio Manager Services and providing Depository Services. IDBI Capital is a registered trading and clearing member of BSE Ltd. (BSE) and National Stock Exchange of India Limited (NSE). IDBI Capital is also a SEBI registered Merchant Banker, Portfolio Manager and Research Analyst. IDBI Capital is also a SEBI registered depository participant with National Securities Depository Limited (NSDL) and is also a Mutual Fund Advisor registered with Association of Mutual Funds in India (AMFI).

IDBI Capital and its associates IDBI Bank Ltd. (Holding Company), IDBI Intech Ltd. (Fellow Subsidiary), IDBI Asset Management Ltd. (Fellow Subsidiary) and IDBI Trusteeship Services Ltd. (Fellow Subsidiary).

IDBI Group is a full-serviced banking, integrated investment banking, investment management, brokerage and financing group. Details in respect of which are available on www.idbicapital.com IDBI Capital along with its associates are leading underwriter of securities and participants in virtually all securities trading markets in India. We and our associates have investment banking and other business relationships with a significant percentage of the companies covered by our Research Department. Investors should assume that IDBI Capital and/or its associates are seeking or will seek investment banking or other business from the company or companies that are the subject of this material. IDBI Capital generally prohibits its analysts, persons reporting to analysts, and their dependent family members having a financial conflict of interest in the securities or derivatives of any companies that the analysts cover. Additionally, IDBI Capital generally prohibits its analysts and persons reporting to analysts from serving as an officer, director, or advisory board member of any companies that the analysts cover. Our sales people, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Directors of IDBI Capital or its associates may have interest in the Companies under recommendation in this report either as Director or shareholder. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. This material should not be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction where such an offer or solicitation would be illegal. We are not soliciting any action based on this material. It is for the general information of clients of IDBI Capital. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Before acting on any advice or recommendation in this material, clients should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. The price and value of the investments referred to in this material and the income from them may go down as well as up, and investors may realize losses on any investments. Past performance is not a guide for future performance, future returns are not guaranteed and a loss of original capital may occur. We and our associates, officers, directors, and employees, including persons involved in the preparation or issuance of this material, may from time to time have "long" or "short" positions in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein. For the purpose of calculating whether IDBI Capital and its associates holds beneficially owns or controls, including the right to vote for directors, 1% of more of the equity shares of the subject issuer of a research report, the holdings does not include accounts managed by IDBI Asset Management Company/ IDBI Mutual Fund.

IDBI Capital hereby declares that our activities were neither suspended nor we have materially defaulted with any Stock Exchange authority with whom we are registered in last five years. However SEBI, Exchanges and Depositories have conducted the routine inspection and based on their observations have issued advice letters or levied minor penalty on IDBI Capital for certain operational deviations. We have not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has our certificate of registration been cancelled by SEBI at any point of time. IDBI Capital, its directors or employees or associates, may from time to time, have positions in, or options on, and buy and sell securities referred to herein. IDBI Capital or its associates, during the normal course of business, from time to time, may solicit from or perform investment banking or other services for any company mentioned in this document or their connected persons or be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or their affiliate companies or act as advisor or lender / borrower to such company(ies)/associates companies or have other potential conflict of interest. This report may provide hyperlinks to other websites. Except to the extent to which the report refers to the website of IDBI Capital, IDBI Capital states that it has not reviewed the linked site and takes no responsibility for the content contained in such other websites. Accessing such websites shall be at recipient's own risk. IDBI Capital encourages the practice of giving independent opinion in research report preparation by the analyst and thus strives to minimize the conflict in preparation of research report. Accordingly, neither IDBI Capital nor Research Analysts have any material conflict of interest at the time of publication of this report. We offer our research services to primarily institutional investors and their employees, directors, fund managers, advisors who are registered with us. The Research Analyst has not served as an officer, director or employee of Subject Company. We or our associates may have received compensation from the subject company in the past 12 months. We or our associates may have managed or co-managed public offering of securities for the subject company in the past 12 months. We or our associates may have received compensation for investment banking or merchant banking or brokerage services from the subject company in the past 12 months. We or our associates may have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months. We or our associates may have received any compensation or other benefits from the Subject Company or third party in connection with the research report. Research Analyst or his/her relative's may have financial interest in the subject company. IDBI Capital or its associates may have financial interest in the subject company. Research Analyst or his/her relatives does not have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report. IDBI Capital or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report. The Subject Company may have been a client during twelve months preceding the date of distribution of the research report. Price history of the daily closing price of the securities covered in this note is available at www.bseindia.com; www.nseindia.com and www.economictimes.indiatimes.com/markets/stocks/stock-quotes.