

DIVIDEND MAXIMIZER 2019



DIVIDEND MAXIMIZER

Company Name	NSE Symbol	Sector	Market Cap (Rs. Bn.)	CMP* (Rs.)	D.P.S# (Rs.)	D.P# (%)
Bajaj Corp Ltd	BAJAJCORP	Consumer Staples	53	360	13.4	77.9
Bharat Heavy Electricals Ltd	BHEL	Industrial Electrical Equipment	265	72	2.3	54.0
Bharti Infratel Ltd	INFRATEL	Telecom	486	263	11.2	89.3
Graphite India Ltd	GRAPHITE	Electrical Equipment	151	770	56.7	31.8
Hero MotoCorp Ltd	HEROMOTOCO	Automotive	624	3123	109.9	58.0
Indiabulls Housing Finance Ltd	IBULHSGFIN	NBFC	362	849	48.8	41.2
Indian Oil Corp Ltd	IOC	Oil & Gas	1342	138	8.1	43.0
JK Tyre & Industries Ltd	JKTYRE	Auto Ancillary	24	104	3.8	17.7
Multi Commodity Exchange of India Ltd	MCX	Financial Services	37	733	29.4	90.6
Vedanta Ltd	VEDL	Metals & Mining	741	199	14.0	44.5

*As on Dec 28, 2018, M.Cap: Market Cap, DPS: Dividend Per Share, D.P: Dividend Payout, # Bloomberg Estimates

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Karvy Stock Broking Research is available on Thomson Reuters & Bloomberg (Code: KRVY<GO>)

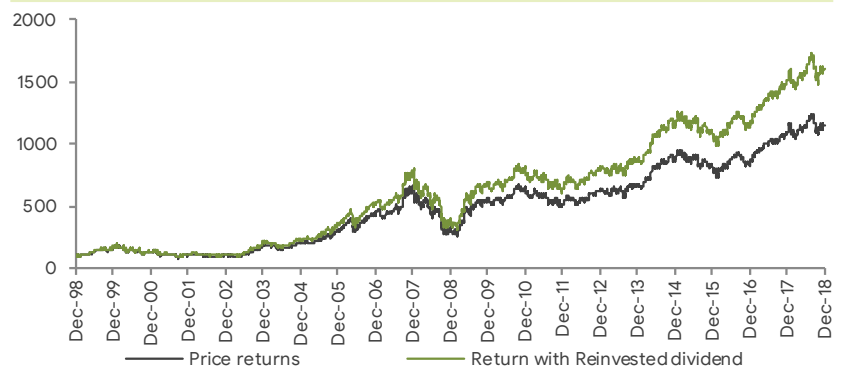
DIVIDEND MAXIMIZER OUTLOOK

In a strong equity market, where stocks have delivered good capital appreciation (Sensex rose at a 11.2% CAGR over the last 5 years), investors may not have paid attention to dividends. Taking re-invested dividends into account, total shareholder returns over the same period were 12.8% CAGR.

This adds up over time; an investment of INR 100 made 20 years ago is worth Rs. 1160, with reinvested dividends, the value of investment is Rs. 1613. Investing in stocks with healthy dividend yields and high dividend payouts is a stable form of investing. In the current economy, where bank fixed deposits offer interest rates to the tune of 6-7%, investing in stocks with a good investment yield is a good investment in our view.

Further, the interest on bank fixed deposits is taxable whereas no tax is payable on dividends until Rs. 10 lakh, leading to a efficient post-tax outcome. We recommend that investors consider adding high dividend yield stocks to their portfolio to bring in regular inflows. We offer a list of 10 stocks with high yields. We have considered stability of dividends as well while looking for stocks with high forecast dividend yield. We have also taken care to remove sector bias by adjusting the sector composition to be as close as possible to the sector composition of BSE 500.

Exhibit: Sensex Price Returns Vs Sensex Total Returns



Source: Bloomberg; *Index 100

BAJAJ CORP LTD

Bloomberg Code: BJCOR IN

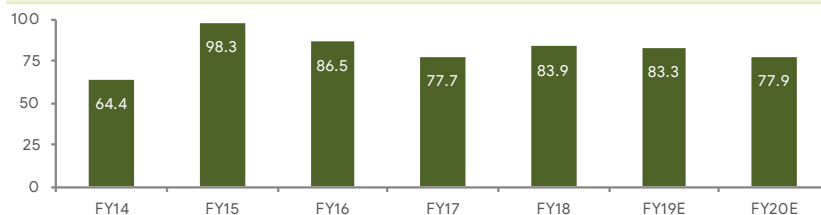
Bajaj Corp Limited is engaged in the business activity of trading and manufacturing of cosmetics, toiletries and other personal care products. The company has leadership position in the hair oil segment. Some of its major brands are - Almond Drops hair oil (over 60% market share in the light hair oil market and 2nd largest brand in the overall hair oil segment), Nomarks (3rd largest anti- marks brand nationally). The company is also into the oral care products under the brand name Bajaj Black Tooth powder. The brands are being sold through approximately 7,900 stockists and are available in over 3.92 million retail outlets across the country. Bajaj Corp has nine production facilities (including 3rd party operations), to cover footprints across India and overseas. The company has maintained an average RoE of ~38% in the last 5 years, paid out ~82% of profits as dividend and has 62% of its net worth as investments in FY18.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	6707	8238	7975	7948	8091
EBITDA	1860	2392	2739	2640	2539
EBITDA Margin (%)	27.7	29.0	34.3	33.2	31.4
Adj. Net Profit	1489	1727	1964	2182	2111
EPS (Rs.)	10.1	11.7	13.3	14.8	14.3
RoE (%)	29.7	34.3	40.5	44.8	42.8
PE (x)*	21.5	39.1	29.0	26.7	33.0

Source: Bloomberg, Karvy Research, *Represents multiples for FY16 - FY18 are based on historic market price

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	360
Dividend/share	13.4
Dividend Payout (%)	77.9

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	53.1 / 0.8
52-wk High/Low (Rs.)	525 / 340
3M Avg.daily value (Rs. Mn)	20.7
Beta (x)	0.7
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	147.5
Face Value (Rs.)	1.0

SHAREHOLDING PATTERN (%)

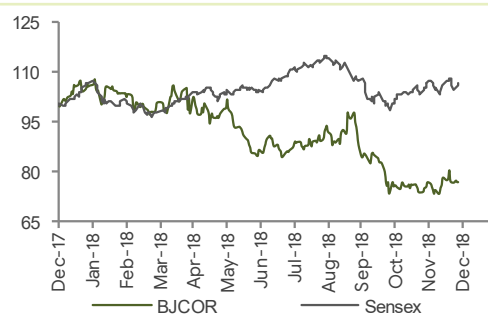
Promoters	66.9
FIs	23.4
DIs	5.7
Others	4.0

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	2	(13)	(9)	(25)
Relative to Sensex	1	(12)	(12)	(30)

Source: Bloomberg

Relative Performance*



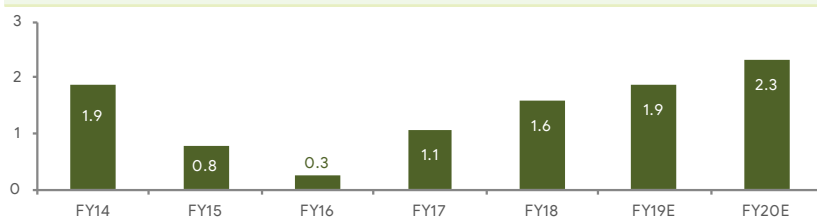
Source: Bloomberg; *Index 100

BHARAT HEAVY ELECTRICALS LTD

Bloomberg Code: BHEL IN

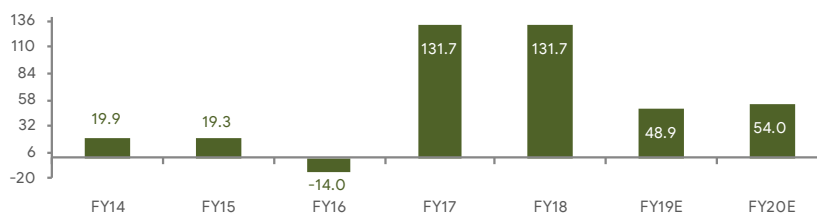
Bharat Heavy Electricals Limited (BHEL) is the largest engineering and manufacturing enterprise in India in the energy-related/infrastructure sector. In addition to the power generation equipment, the company's products cater to a wide spectrum of customers encompassing various fields of operation, like Fertilisers & Petrochemicals, Refineries, Oil Exploration and production, Steel and metals, Cement, Sugar and Paper Plants, Transportation and Non-conventional energy sources, etc. The company's operations are organised around three business sectors, namely Power, Industry - including Transmission, Transportation, Telecommunication & Renewable Energy - and Overseas Business. This enables BHEL to have a strong customer orientation, and be sensitive to their needs and respond quickly to the changes in the market. The company's products include Power, Air pre-heaters, Boilers, Control Relay Panels, Electrostatic Precipitators, Fabric Filters, Gas Turbines, Hydro Power Plant, Pulverizes, Turbo generators, etc.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	388483	301475	260902	276174	279778
EBITDA	45855	25297	(13569)	10570	19701
EBITDA Margin (%)	11.8	8.4	(5.2)	3.8	7.0
Adj. Net Profit	35029	14524	(7041)	4573	4412
EPS (Rs.)	9.5	4.0	(1.9)	0.8	1.2
RoE (%)	11.0	4.3	(2.1)	1.4	1.4
PE (x)	13.7	39.7	-	131.3	68.4

Source: Bloomberg, Karvy Research

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	72
Dividend/share	2.3
Dividend Payout (%)	54.0

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	264.5 / 3.8
52-wk High/Low (Rs.)	108 / 62
3M Avg.daily value (Rs. Mn)	1024.7
Beta (x)	1.2
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	3671.4
Face Value (Rs.)	2.0

SHAREHOLDING PATTERN (%)

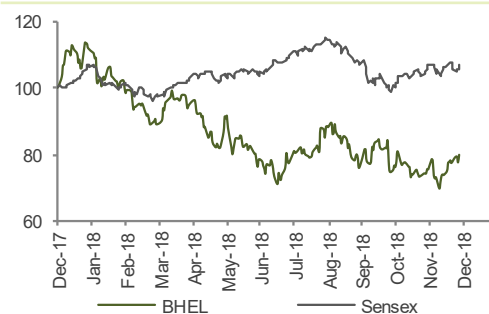
Promoters	63.1
FII	13.6
DII	17.8
Others	5.6

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	8	5	3	(22)
Relative to Sensex	6	6	0	(27)

Source: Bloomberg

Relative Performance*



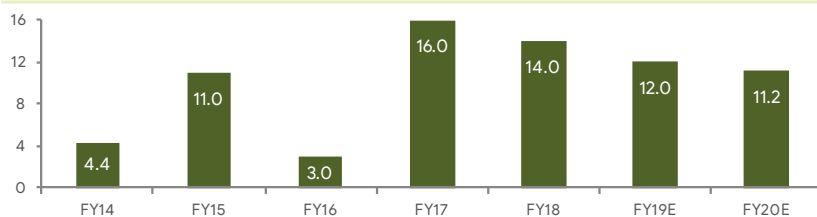
Source: Bloomberg; *Index 100

BHARTI INFRATEL LTD

Bloomberg Code: BHIN IN

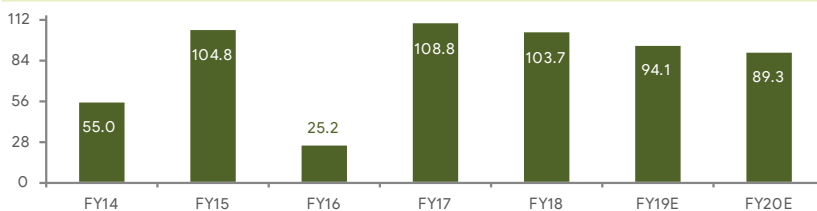
Bharti Infratel is a provider of tower and related infrastructure and on a consolidated basis, the company is one of the largest tower infrastructure providers in India, based on the number of towers that Bharti Infratel owns and operates and the number of towers owned or operated by Indus, that are represented by Bharti Infratel's 42% equity interest in Indus, which was created as a Joint Venture between Bharti Infratel, Vodafone and Aditya Birla Telecom to hive off the Towers business in 15 telecom circles. The company is a pioneer in the tower infrastructure sharing concept in India and is also a leader with over 39,000+ towers across 18 states, and 11 Telecom circles, with some of them in the remotest and tough terrains. The company has also pioneered the concept of environment friendly Towers or 'GreenTowers' and energy efficient methods for maintenance of these towers. Infratel has helped Telecom operators maximize their reach in a short period of time.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	108267	116683	55583	60847	66212
EBITDA	44001	50041	24883	28251	31865
EBITDA Margin (%)	40.6	42.9	44.8	46.4	48.1
Adj. Net Profit	15179	19924	22474	27470	24937
EPS (Rs.)	8.0	10.5	11.9	14.7	13.5
RoE (%)	8.6	11.4	12.7	16.3	15.4
PE (x)*	25.3	36.5	32.2	22.1	24.9

Source: Bloomberg, Karvy Research, *Represents multiples for FY16 - FY18 are based on historic market price

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	263
Dividend/share	11.2
Dividend Payout (%)	89.3

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	486.4 / 7.0
52-wk High/Low (Rs.)	384 / 242
3M Avg.daily value (Rs. Mn)	649.4
Beta (x)	0.3
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	1849.6
Face Value (Rs.)	10.0

SHAREHOLDING PATTERN (%)

Promoters	53.5
FII's	42.3
DII's	3.0
Others	1.2

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	1	0	(12)	(29)
Relative to Sensex	0	0	(14)	(33)

Source: Bloomberg

Relative Performance*



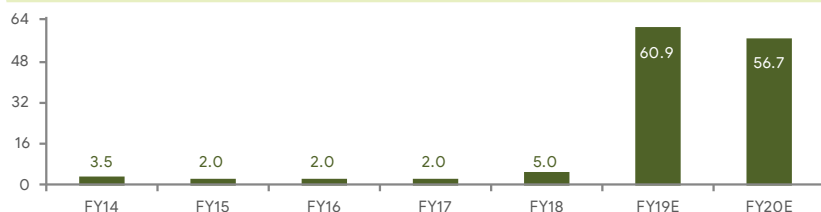
Source: Bloomberg; *Index 100

GRAPHITE INDIA LTD

Bloomberg Code: GRIL IN

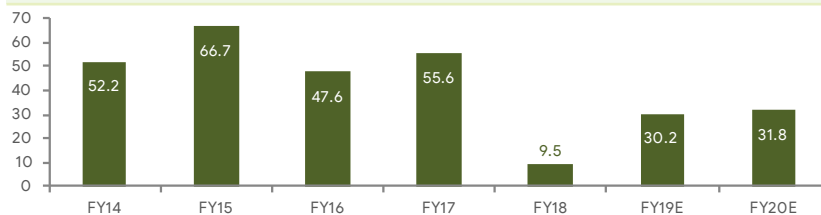
Graphite India Limited (GIL) is a Kolkata based company from the K.K. Bangur Group which came into being in 1960s. It is involved in manufacturing and selling graphite electrodes. The company has four plants at Durgapur (West Bengal), Bangalore (Karnataka), Nashik (Maharashtra) and Nurnberg (Germany). GIL is the leading graphite electrode manufacturer in the domestic market and along with its German subsidiary, Cova, as on date, is the 3rd largest non-Chinese electrode manufacturer globally with a combined manufacturing capacity of 98,000 tonnes per annum (tpa). There was strong improvement in GIL's business returns and cash flows in the current financial year as a result of a sharp increase in global graphite electrode (GE) prices. The increase in GE prices is a result of higher demand for steel production through the electric arc furnace (EAF) route. The company's overall financial profile continues to remain strong as a result of its highly conservative capital structure and strong liquidity profile.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	20093	17107	15323	14678	32660
EBITDA	2773	1533	1409	520	14619
EBITDA Margin (%)	13.8	9.0	9.2	3.5	44.8
Adj. Net Profit	1299	576	828	705	10320
EPS (Rs.)	6.7	3.0	4.2	3.6	52.8
RoE (%)	7.5	3.3	4.7	3.9	45.0
PE (x)	13.4	28.2	16.9	31.1	13.7

Source: Bloomberg, Karvy Research

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	770
Dividend/share	56.7
Dividend Payout (%)	31.8

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	150.5 / 2.2
52-wk High/Low (Rs.)	1127 / 596
3M Avg.daily value (Rs. Mn)	649.8
Beta (x)	0.9
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	195.4
Face Value (Rs.)	2.0

SHAREHOLDING PATTERN (%)

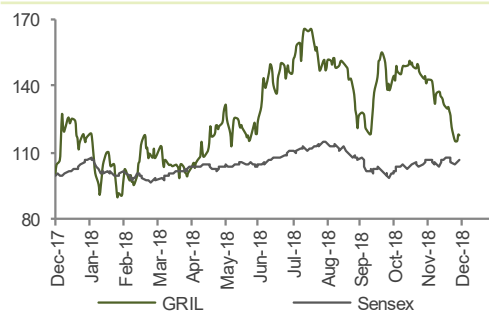
Promoters	65.2
FIIs	8.3
DIIs	8.1
Others	18.4

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	(17)	(9)	(4)	13
Relative to Sensex	(17)	(8)	(6)	6

Source: Bloomberg

Relative Performance*



Source: Bloomberg; *Index 100

HERO MOTOCORP LTD

Bloomberg Code: HMCL IN

HERO MOTOCORP (HMCL) is a two wheeler manufacturing company based in New Delhi. It is into manufacturing of motorcycles and scooters and is promoted by the Munjal Family. Some of its flagship products are Splendor, Passion and HD Deluxe in the motorcycle segment and Duet, Pleasure and Glamour in the scooter segment. HMCL has extensive sales and service network which spans over 6,000 customers touch points across the country which comprise a mix of authorized dealerships, service & parts outlets and dealer appointed outlets. Apart from domestic market, the company has been able to spread its presence across 37 countries. Furthermore, a new plant is being commissioned at Chittoor, AP upon which the installed capacity will be ramped up to ~11 million units in the next two years. The company will have 6 manufacturing facilities in India (Incl Chittoor) and a R&D centre at Jaipur. In addition to this, they have two other facilities at Bangladesh and Columbia. HERO MotoCorp has more than 50% domestic market share in the motorcycle segment. The company has sold ~5.5 Mn vehicles during Apr-Nov 2018 recording a growth of 9.3% YoY.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	251249	273033	284427	285005	322305
EBITDA	35392	35086	44550	46348	52802
EBITDA Margin (%)	14.1	12.9	15.7	16.3	16.4
Adj. Net Profit	21027	23647	31602	33771	37972
EPS (Rs.)	105.3	118.4	158.2	169.1	190.1
RoE (%)	39.6	38.9	41.1	35.7	34.7
PE (x)*	21.6	22.3	18.3	17.1	15.2

Source: Bloomberg, Karvy Research, *Represents multiples for FY16 - FY18 are based on historic market price

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	3123
Dividend/share	109.9
Dividend Payout (%)	58.0

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	623.6 / 8.9
52-wk High/Low (Rs.)	3862 / 2648
3M Avg.daily value (Rs. Mn)	1822.8
Beta (x)	0.8
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	199.7
Face Value (Rs.)	2.0

SHAREHOLDING PATTERN (%)

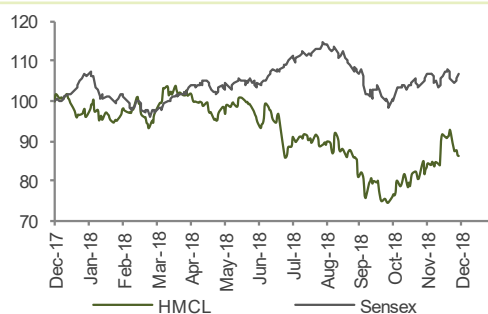
Promoters	34.6
FIIs	38.9
DIIs	14.8
Others	11.7

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	4	6	(11)	(16)
Relative to Sensex	3	7	(14)	(21)

Source: Bloomberg

Relative Performance*



Source: Bloomberg; *Index 100

INDIABULLS HOUSING FINANCE LTD

Bloomberg Code: IHFL IN

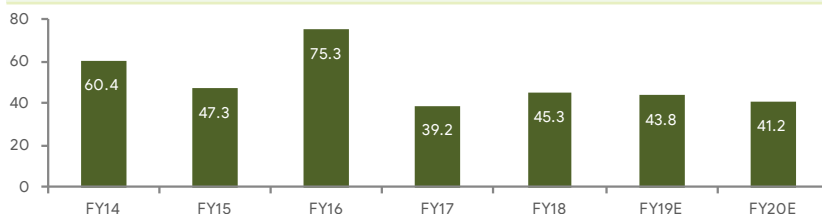
Indiabulls Housing Finance Ltd (IBHF) is one of the leading housing finance companies in India. The company has launched e-home loans, one of its kind in the home loan industry. It has credit rating of AAA from CRISIL and ICRA, and is among the very few who enjoy such rating from the rating agencies. It has pan India presence with a strong hold in tier 1 and tier 2 cities. IBHF is one of the largest housing finance companies with AUM of more than Rs. 1 tn. By Q2FY19, IBHF's borrowings were balanced between debentures & securities (54%), bank loans (31%), sell downs (11%) and ECB's (4%). Its Yield on Assets (11.36%), Cost of funds (8.12%) and Interest Spreads (3.24%) are industry leading. In terms of loan asset composition, Mortgage Loans account for 80% and Corporate Mortgage Loans constitute the rest. During FY18, Return on Assets (RoA) and Return on Equity (RoE) were 3.3% and 30% respectively. FY18 Capital Adequacy Ratio (CAR) stood at 20.82% splitting into Tier I of 15.07% and Tier II of 5.76%. Loan asset quality measured as a percent of loan assets reached 0.77% and 0.58% at gross and net level respectively by Q2FY19.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Interest Income	20572	22066	30848	43905	64734
Net Profit	15642	19011	23447	29064	38474
EPS (Rs.)	48.0	55.0	59.8	68.8	90.5
BVPS (Rs.)	170.8	186.5	253.8	286.0	314.7
P/E (x)	5.0	10.2	10.9	14.5	13.7
P/BV (x)	1.4	3.0	2.6	3.5	3.9
RoE (%)	28.7	30.8	27.1	25.5	30.1
RoA (%)	3.7	3.7	3.5	3.2	3.3

Source: Bloomberg, Karvy Research

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	849
Dividend/share	48.8
Dividend Payout (%)	41.2

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	362.4 / 5.2
52-wk High/Low (Rs.)	1440 / 639
3M Avg.daily value (Rs. Mn)	8332.7
Beta (x)	1.5
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	426.7
Face Value (Rs.)	2.0

SHAREHOLDING PATTERN (%)

Promoters	21.7
FII's	55.2
DII's	14.4
Others	8.7

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	23	(1)	(25)	(29)
Relative to Sensex	21	(0)	(27)	(33)

Source: Bloomberg

Relative Performance*



Source: Bloomberg; *Index 100

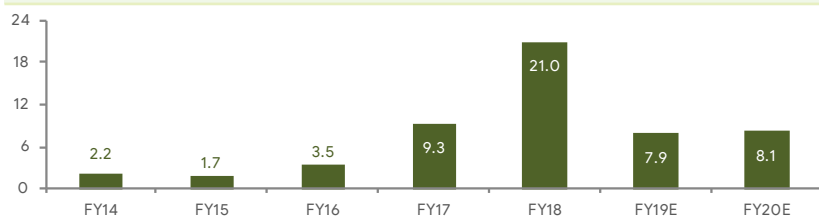
INDIAN OIL CORP LTD

Bloomberg Code: IOCL IN

Indian Oil Corporation Limited, a Maharatna PSU was incorporated in 1959 as Indian Oil Company Limited which was changed to Indian Oil Corporation Limited in 1964 upon merger of Indian Refineries Limited with the company. The core business of the company has been refining, transportation and marketing of petroleum products. Over the years, the company has expanded its operations across the hydrocarbon value chain – upstream into oil & gas exploration and production and downstream into petrochemicals, besides diversifying into natural gas and alternative energy resources. It continues to expand its business operations abroad through its overseas establishments in Sri Lanka, Mauritius, the UAE, Singapore and USA.

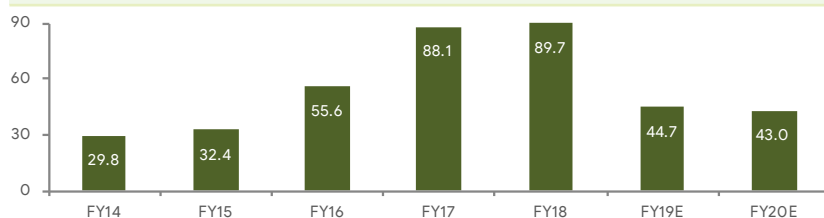
Indian Oil corporation has also been pursuing diverse business interests through joint ventures with reputed business partners from India and abroad. The company has been generous in paying high dividend and maintains high dividend payout ratios.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	4872595	4481443	3383125	3486904	4125045
EBITDA	207996	113168	250511	340425	415976
EBITDA Margin (%)	4.3	2.5	7.4	9.8	10.1
Adj. Net Profit	70856	49120	120225	198495	221895
EPS (Rs.)	7.3	5.1	6.3	10.5	23.4
RoE (%)	10.8	7.2	15.1	20.7	20.5
PE (x)	9.7	18.2	15.5	18.5	7.5

Source: Bloomberg, Karvy Research

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	138
Dividend/share	8.1
Dividend Payout (%)	43.0

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	1342.2 / 19.2
52-wk High/Low (Rs.)	214 / 105
3M Avg.daily value (Rs. Mn)	2487.8
Beta (x)	1.1
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	9711.8
Face Value (Rs.)	10.0

SHAREHOLDING PATTERN (%)

Promoters	56.8
FIs	6.0
DIs	11.2
Others	26.1

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	3	(10)	(10)	(29)
Relative to Sensex	2	(10)	(13)	(34)

Source: Bloomberg

Relative Performance*



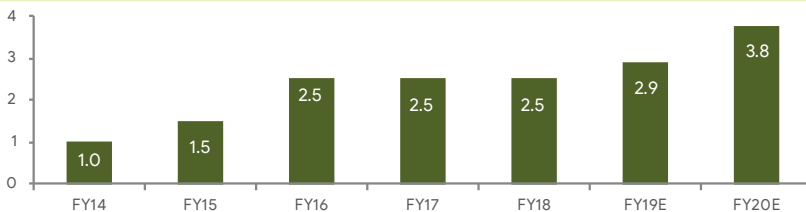
Source: Bloomberg; *Index 100

JK TYRE & INDUSTRIES LTD

Bloomberg Code: JKI IN

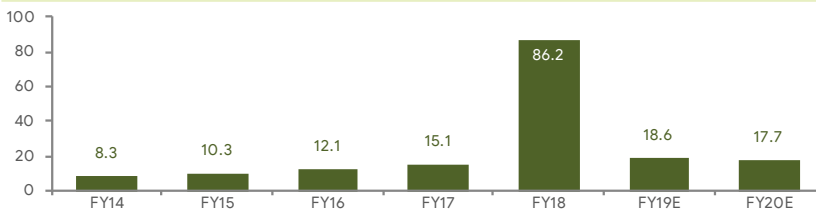
JK Tyre, part of the JK Organization, is among India's leading tyre manufacturers. It is headed by Dr. Raghupati Singhania, Chairman & MD. The company offers a wide range of products catering to diverse business segments in the automobile industry. The company operates 12 plants, including 9 in India and 3 in Mexico. Currently, the total capacity of all its plants together is ~ 32 Mn tyres per annum. It has a workforce of nearly 300,000 people. Some of the brands of the company include Vikrant, Tornel & Challenger which are marketed both in the Indian as well as overseas markets. The company has more than 900 SKUs (Stock Keeping Units) catering to various categories of the automobile industry. Around 87% of the revenue is derived from India and 13% comes from Mexico. During FY18, more than 180 products had been launched as compared to 155+ in FY17.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY18	FY16	FY17	FY18
Net Sales	75958	73257	68231	74590	81512
EBITDA	9175	9308	11166	11324	7371
EBITDA Margin (%)	12.1	12.7	16.4	15.2	9.0
Adj. Net Profit	2630	3297	4673	3754	660
EPS (Rs.)	11.6	14.5	20.6	16.6	2.9
RoE (%)	26.3	26.3	29.6	20.2	3.1
PE (x)*	2.8	6.8	3.9	7.8	55.3

Source: Bloomberg, Karvy Research, *Represents multiples for FY16 - FY18 are based on historic market price

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	104
Dividend/share	3.8
Dividend Payout (%)	17.7

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	23.7 / 0.3
52-wk High/Low (Rs.)	193 / 83
3M Avg.daily value (Rs. Mn)	103.8
Beta (x)	1.1
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	226.8
Face Value (Rs.)	2.0

SHAREHOLDING PATTERN (%)

Promoters	52.5
FIIs	7.6
DIIIs	2.3
Others	37.6

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	6	7	(14)	(29)
Relative to Sensex	5	8	(16)	(34)

Source: Bloomberg

Relative Performance*



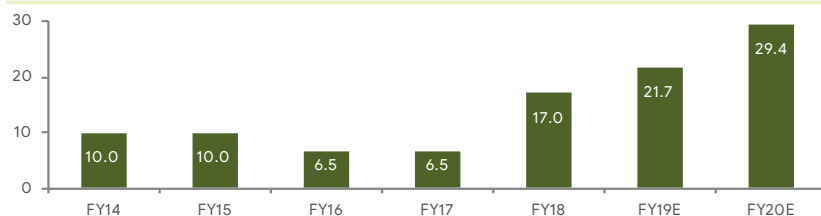
Source: Bloomberg; *Index 100

MULTI COMMODITY EXCHANGE OF INDIA LTD

Bloomberg Code: MCX IN

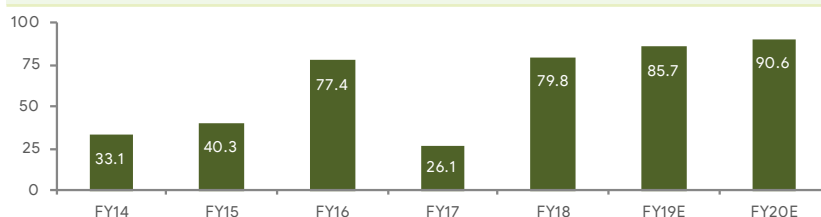
Multi Commodity Exchange of India (MCX) is the leading commodities exchange in India based on value of commodity futures contracts traded. They are a de-mutualised exchange and received permanent recognition from the Government of India on September 26, 2003 to facilitate nationwide online trading, clearing and settlement operations of commodities futures transactions. The Indian commodities market in terms of value of futures traded is estimated at ~Rs. 60 tn out of which MCX has a market share of ~91.4%. The market share of MCX till H1FY19 in key segments are Precious Metals and Stones-99.58%, Energy-100%, Base Metals-100% and Agri-Commodities 14.47% respectively. Till Q2FY19, MCX has 680 members, 53824 authorized persons, 1458909 terminals (including IBT, WT, CTCL) and has a presence in 1076 cities across India.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	3407	2225	2349	2594	2598
EBITDA	1493	877	1618	796	719
EBITDA Margin (%)	43.8	39.4	68.9	30.7	27.7
Adj. Net Profit	1532	1258	425	1266	1084
EPS (Rs.)	30.2	24.8	8.4	24.9	21.3
RoE (%)	13.3	9.9	3.0	9.2	7.9
PE (x)	16.4	45.3	100.1	48.4	31.3

Source: Bloomberg, Karvy Research

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	733
Dividend/share	29.4
Dividend Payout (%)	90.6

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	37.4 / 0.5
52-wk High/Low (Rs.)	958 / 650
3M Avg.daily value (Rs. Mn)	528.6
Beta (x)	0.9
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	51.0
Face Value (Rs.)	10.0

SHAREHOLDING PATTERN (%)

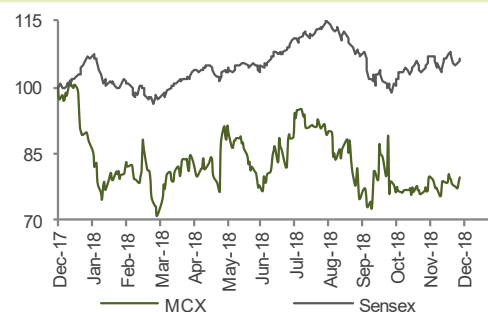
Promoters	0.0
Flls	28.7
Dlls	39.8
Others	31.5

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	4	7	1	(22)
Relative to Sensex	3	7	(2)	(27)

Source: Bloomberg

Relative Performance*



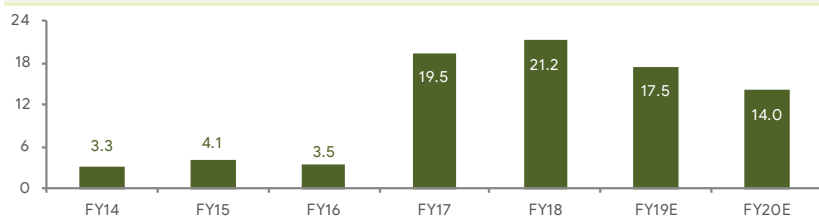
Source: Bloomberg; *Index 100

VEDANTA LTD

Bloomberg Code: VEDL IN

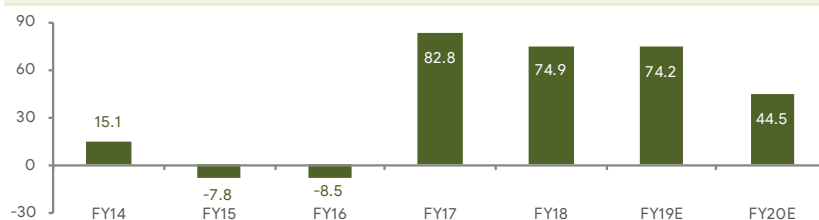
Vedanta Limited is a globally diversified Vedanta Group Company with low-cost operations across zinc, copper, lead, aluminium, silver, iron ore, oil & gas and power. The company business span across India, South Africa, Namibia, Ireland and Australia. It is the largest private sector oil and gas producer in India producing 25% of India's crude oil production. The company operates the zinc business with 78% market share in India's zinc market through Hindustan Zinc Limited (HZL) and Zinc International in South Africa and Namibia. It is also among top 10 silver producers globally. It has the largest aluminium capacity of 2.3 MTPA in India and operates through Balco and enjoys 40% market share. The company has iron ore mine reserves and resources of 100 MT with life of 20 years and is the largest private sector exporter of iron ore in India. The company is one of the largest power generators. It generates 9 GW diversified power portfolio out of this 3.6 GW power is for commercial purpose and balance for captive uses.

Exhibit 1: Dividend/Share



Source: Bloomberg; *Index 100

Exhibit 2: Dividend Payout (%)



Source: Bloomberg; *Index 100

Valuation Summary

YE Mar (Rs. Mn)	FY14	FY15	FY16	FY17	FY18
Net Sales	657333	733641	639201	717210	913720
EBITDA	203597	220445	151957	213570	251910
EBITDA Margin (%)	31.0	30.0	23.8	29.8	27.6
Adj. Net Profit	62985	(156458)	(122705)	69580	103420
EPS (Rs.)	21.5	(52.8)	(41.4)	23.5	28.3
RoE (%)	13.9	(24.7)	(25.1)	13.3	16.7
PE (x)	8.8	-	-	11.7	9.8

Source: Bloomberg, Karvy Research

RECOMMENDATION (RS.)

CMP (as on Dec 28, 2018)	199
Dividend/share	14.0
Dividend Payout (%)	44.5

STOCK INFORMATION

Mkt Cap (Rs.Bn/US\$ Bn)	741.2 / 10.6
52-wk High/Low (Rs.)	356 / 190
3M Avg.daily value (Rs. Mn)	3192.9
Beta (x)	1.1
Sensex/Nifty	36077 / 10860
O/S Shares(mn)	3717.2
Face Value (Rs.)	1.0

SHAREHOLDING PATTERN (%)

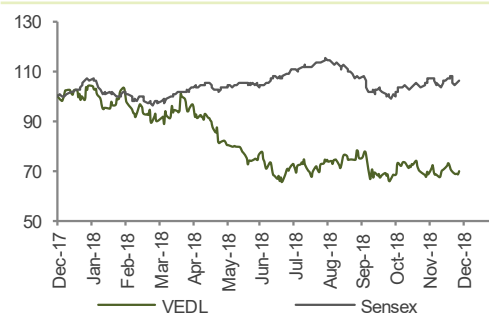
Promoters	50.1
FIs	16.6
DIs	17.8
Others	15.5

STOCK PERFORMANCE (%)

	1M	3M	6M	12M
Absolute	3	(14)	(13)	(40)
Relative to Sensex	2	(14)	(16)	(44)

Source: Bloomberg

Relative Performance*



Source: Bloomberg; *Index 100

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