

**Exhibit 1: Top Picks**

Company	CMP (₹)	TP (₹)
<b>Auto</b>		
Ashok Leyland	132	158
Sona BLW Precis.	585	719
GNA Axles	1018	1233
Suprajit Engg.	323	390
<b>Banking</b>		
Federal Bank	86	110
HDFC Bank	1595	1859
Shri.City Union.	2156	3002
AU Small Finance	1212	1520
<b>Chemical</b>		
P I Industries	3176	3950
<b>Others</b>		
Carborundum Uni.	880	1060
Stove Kraft	1088	1288
Safari Inds.	828	979
Sobha	776	870
Whirlpool India	2277	2760
Lemon Tree Hotel	46	54
Amber Enterp.	3380	3943

Source: Company, Angel Research

Note: Closing price as on 05th Oct, 2021

**Nifty rallies for the second month in a row due to pick up in FII flows** – The Nifty continued to rally for the second month in a row due to strong FII flows. FIIs were net buyers in Indian equities to the extent of ₹13,154 crore which was a significant improvement over net purchase figure of ₹2,083 crore in August.

**Services sector continued to register strong growth in September** – The month of September witnessed continued sequential recovery in economic activity as the movement of people continued to increase due to declining Covid cases in India. The manufacturing PMI reading improved to 53.7 in September from 52.3 in August. Though the services PMI reading has come down to 55.2 in Sep from 56.7 in Aug, it still points to a solid pace of expansion in the services sector. We expect continued strong growth momentum in both the manufacturing & services sector led by inventory buildup leading to the festive season. Key risk to growth is the possibility of a third Covid wave due to increased mobility on account of the festive season.

**Broader markets outperformed the Nifty in September** – The Mid & small cap indices outperformed the Nifty in September after underperforming in the month of August. While the Nifty was up by 2.8% in the month of September the Nifty Midcap 100 outperformed significantly and was up by 6.9% during the month. The Nifty Smallcap 100 however performed in line with the Nifty and was up by 2.5% in September.

**Significant pick up in vaccination is a key positive for the markets** – Post an increase in new cases in August, India has witnessed a steady decline in new Covid cases in September. This is due to a steady decline in new cases in Kerala from over 30,000 cases per day to below 20,000 by the end of September while positivity rate too has declined from over 20% to ~15%. There has also been a significant increase in pace of vaccination to over 80 lakh doses per day in September and is expected to improve further in October. This would ensure that the entire eligible population is partially vaccinated by Dec 2021 which should help contain the fallout from a possible third Covid wave.

**Gradual tightening by the US Fed will ensure continued FII flows in the near term**– Global markets continued to remain positive as the US fed’s announcement that it will start tapering of bond purchases from the end of 2021 is along expected lines. Moreover, the US Fed has guided that rate hikes will happen only towards the end of 2022. Gradual tightening by the US Fed will ensure that the global recovery is not derailed while reigning in inflation from its current high levels. Therefore, we expect continued FII flows to India though at a slower pace as compared to FY21 which along with robust MF flows will keep driving the markets.

**Top Picks Performance**

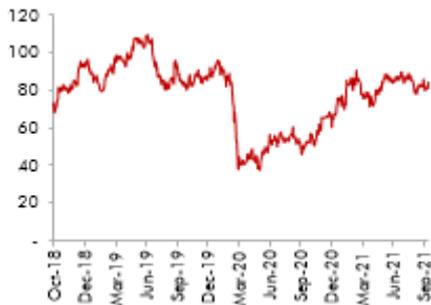
	Return Since Inception (30th Oct, 2015)
Top Picks Return	211.80%
BSE 100	119.20%
Outperformance	92.60%

Source: Company, Angel Research

# Top Picks

**Stock Info**

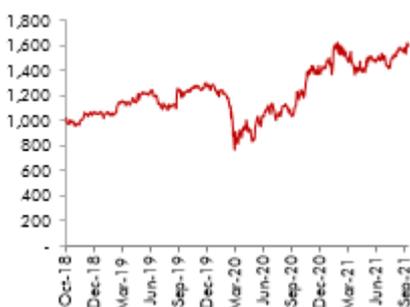
CMP	86
TP	110
Upside	28%
Sector	Banking
Market Cap (₹ cr)	17863
Beta	1.6
52 Week High / Low	92/45

**3 year-Chart**


Source: Company, Angel Research

**Stock Info**

CMP	1595
TP	1859
Upside	17%
Sector	Banking
Market Cap (₹ cr)	877852
Beta	1.2
52 Week High / Low	1650/1026

**3-Year-Chart**


Source: Company, Angel Research

**Federal Bank**

- Federal bank is one of India's largest old generation private sector banks. At the end of FY2021 the bank had total assets of Rs. 1.9 lakh cr. with deposits of Rs. 1.56 lakh cr. and a loan book of Rs. 1.2 lakh cr.
- Federal Bank has posted a good set of numbers for Q1FY22 despite the second Covid wave as NII/ PPOP increased by 9.4%/21.8% YoY. Provisioning for the quarter was up by 22% YoY as a result of which PAT was down by 8.4% YoY. GNPA and NNPA ratio stood at deteriorated marginally to 3.5% and 1.23% while restructuring went up by 0.79% qoq to 1.83% of advances.
- Overall asset quality held up well in Q1FY22 despite the second Covid wave. We expect asset quality to improve from Q2FY22 given continued opening up of the economy. We expect the Federal bank to post NII/PPOP/PAT growth of 22.8%/23.7%/23.2% between FY20-23 and remain positive on the bank.

**Key Financials**

Y/E	NII (₹ cr)	NIM (%)	PAT (₹ cr)	EPS (₹)	ABV (₹)	ROA (%)	ROE (%)	P/E (x)	P/ABV (x)
March									
FY2022E	6,604	3.1	2,107.0	10.6	84.3	1.0	12.3	8.1	1.0
FY2023E	8,612	3.4	2,884.4	14.5	97.7	1.1	14.7	5.9	0.9

Source: Company, Angel Research

**HDFC Bank**

- HDFC bank is India's largest private sector bank with an asset book of Rs. 11.3 lakh crore in FY21 and deposit base of Rs. 13.4 lakh crore. The Bank has a very well spread-out book with wholesale constituting ~54% of the asset book while retail accounted for the remaining 46% of the loan book.
- Q1FY22 numbers were impacted due to the second Covid wave which has led to an increase in GNPA/ NNPA by 15/8bps QoQ to 1.5% and 0.5% of advances. Restructured advances at the end of the quarter stood at 0.8% of advances as compared to 0.6% in Q4FY21. bank posted NII/PPOP/PAT growth of 8.6%/18.0%/16.1% for the quarter despite higher provisioning on the back of strong loan growth of 14.4% YoY. NIMs for the quarter declined by ~10bps sequentially to 4.1% due to interest reversals and change in product mix.
- The management has indicated that 35-40 days of collections had been lost but expects healthy recoveries from slippages in 2QFY22 which should lead to lower credit costs going forward. Given best in class asset quality and expected rebound in growth from Q2FY22 we are positive on the bank given reasonable valuations at 3.0x FY23 adjusted book which is at a discount to historical averages.

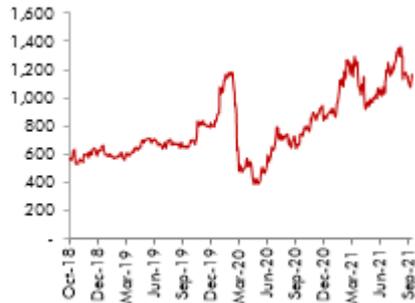
**Key Financials**

Y/E	NII (₹ cr)	NIM (%)	PAT (₹ cr)	EPS (₹)	ABV (₹)	ROA (%)	ROE (%)	P/E (x)	P/ABV (x)
March									
FY2022E	73930	4.0	36213	65.5	419	1.9	16.8	24.4	3.8
FY2023E	86972	4.1	43037	77.9	496	2.0	16.9	20.5	3.2

Source: Company, Angel Research

**Stock Info**

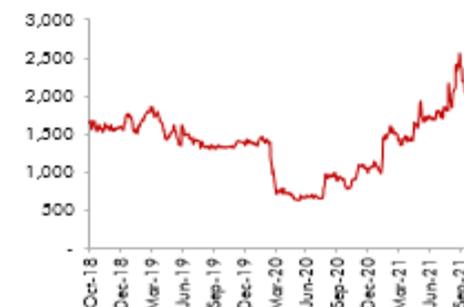
CMP	1212
TP	1520
Upside	25%
Sector	Banking
Market Cap (₹ cr)	37230
Beta	1.5
52 Week High / Low	1389/623

**3 year-Chart**


Source: Company, Angel Research

**Stock Info**

CMP	2156
TP	3002
Upside	39%
Sector	Banking
Market Cap (₹ cr)	14210
Beta	1.3
52 Week High / Low	2600/766

**3 year-Chart**


Source: Company, Angel Research

**AU Small Finance**

- AU Small Finance Bank is one of the leading small finance banks with AUM of ~Rs. 34,688 Cr. at the end of Q1FY22. It has a well-diversified geographical presence across India. Wheels (auto) and SBL-MSME segment accounting for 37% and 39% of the AUM respectively.
- Q1FY22 numbers were better than expected as the despite the impact of the second Covid wave. AU reported NII/PPOP/PAT growth of 40.4%/1.2%/1.2% respectively in Q1FY22 while GNPA/NNPA ratios stood at 4.3%/2.3% of advances as compared to 4.3%/2.2% in Q4FY21.
- Collection efficiency remained strong during April/May/June at 95%/94%/114% respectively while GNPA remained stable at Rs. 1503 cr. sequentially. Given stable asset quality, we expect loan growth to pick up in Q2FY22 which should lead to a re-rating for the bank.

**Key Financials**

Y/E	NII (₹ cr)	NIM (%)	PAT (₹ cr)	EPS (₹)	ABV (%)	ROA (x)	ROE (x)	P/E (x)	P/ABV (x)
March									
FY2022E	3004	5.3	1344	30.5	209.0	1.7	14.1	39.7	5.6
FY2023E	3635	5.1	1582	43.4	253.0	1.9	17.1	27.9	4.6

Source: Company, Angel Research

**Shriram City Union**

- Shriram City Union Finance is part of the Shriram group and is in the high margin business of lending to small businesses which account for 57.3% of the loan book as of end FY20. The company also provides auto, 2-wheeler, gold, and personal loans.
- The company posted a good set of numbers for Q1FY22 quarter due to positive surprise on the asset quality front. NII for Q1FY22 was up by 5.23% YoY to Rs. 920 crores while PPOP was up by 0.4% YoY to Rs. 569 crores. Provision during the quarter was down by 6.5% yoy to Rs. 290 crores while profits were up by 8.1% yoy to Rs. 208 crores.
- SCUF reported a strong 30% sequential decline in disbursement for the quarter which led to flattish AUM at ~ Rs. 29,599 crores. SCUF reported only marginal deterioration on asset quality front as Gross stage 3 loans increased by 54bps qoq to 6.91% while net stage 3 for the quarter increased to 3.46% while PCR ratio stood at 49.9%.

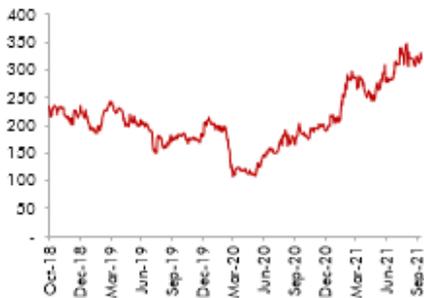
**Key Financials**

Y/E	NII (₹ cr)	NIM (%)	PAT (₹ cr)	EPS (₹)	ABV (%)	ROA (x)	ROE (x)	P/E (x)	P/ABV (x)
March									
FY2022E	4312	12.1	1372.3	207.9	1320.0	3.8	15.6	10.4	1.6
FY2023E	5036	12.6	1730.6	262.2	1564.2	4.3	16.7	8.2	1.4

Source: Company, Angel Research

**Stock Info**

CMP	323
TP	390
Upside	21%
Sector	Auto
Market Cap (₹ cr)	4478
Beta	0.8
52 Week High / Low	358/163

**3 year-Chart**


Source: Company, Angel Research

**Suprajit Engg.**

- Suprajit Engineering (SEL), is the largest supplier of automotive cables to the domestic OEMs with presence across both 2Ws and PVs. Over the years, SEL has evolved from a single product/client company in India to having a diversified exposure which coupled with its proposition of low-cost player has enabled it to gain market share and more business from existing customers.
- SEL has outperformed the Indian Auto industry in the recent years (posting positive growth vs low double-digit declines for the domestic 2W and PV industry in FY21). The company believes that consolidation of vendors and new client additions would help in maintaining the trend of market/wallet share gains.
- SEL has grown profitably over the years and as a result boast a strong balance sheet (net cash). We believe SEL is prime beneficiary of ramp-up in production by OEMs across the globe and is well insulated from threat of EV (is developing new products). Its premium valuations are justified in our opinion owing to strong outlook and top-grade quality of earnings.

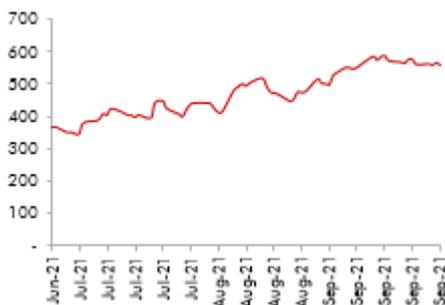
**Key Finance**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	1,840	14.9	175.0	12.6	16.8	25.7	4.1	2.5
FY2023E	2,182	15.8	227.0	16.4	19.5	19.7	3.6	2.1

Source: Company, Angel Research

**Stock Info**

CMP	585
TP	719
Upside	23%
Sector	Auto
Market Cap (₹ cr)	33548
Beta	0.5
52 Week High / Low	610/295

**3 year-Chart**


Source: Company, Angel Research

**Sona BLW Precis.**

- Sona BLW is one of India's leading automotive technology companies that derives ~40% of its revenues from Battery Electric Vehicles (BEV) and Hybrid Vehicles. It supplies EV differential assemblies and gears, BSG systems and EV traction motors to global customers. ~75% of their income from sale of goods in FY21 came from end-use in the overseas markets. This global BEV segment has been fastest growing and is expected to maintain high growth rates which is positive for Sona BLW.
- The company's capabilities have enabled them to gain market share across its products especially for products related to EV/BEV. They also have strong market share ranging from 55-90% for differential gears for PV, CV and tractor OEMs in India.
- Given the traction in the BEV/Hybrid Vehicle space, we believe that Sona Comstar will continue to command higher multiple which is justified by ~47% earnings CAGR over FY21-24E.

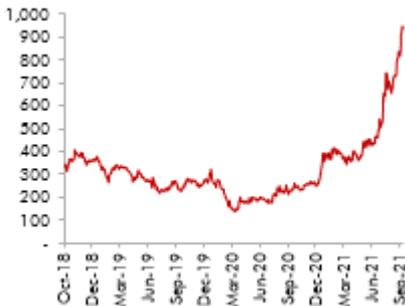
**Key Financials**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	2,161	28.5	389.0	6.3	25.1	92.9	19.4	14.8
FY2023E	2,891	28.0	532.0	9.1	29.7	64.3	16.2	11.1

Source: Company, Angel Research

**Stock Info**

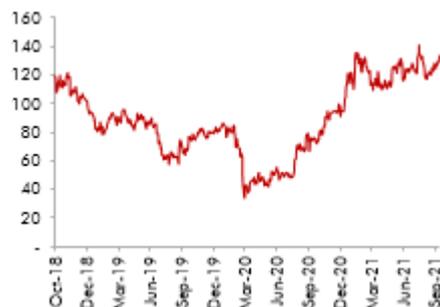
CMP	1018
TP	1233
Upside	21%
Sector	Auto
Market Cap (₹ cr)	2170
Beta	1.0
52 Week High / Low	1055/205

**3 year-Chart**


Source: Company, Angel Research

**Stock Info**

CMP	132
TP	158
Upside	20%
Sector	Auto
Market Cap (₹ cr)	38118
Beta	1.5
52 Week High / Low	143/69

**3 year-Chart**


Source: Company, Angel Research

**GNA Axles Ltd**

- GNA Axles is one of the leading suppliers of rear axles to the Auto industry. The company is a major supplier of rear axles to the CV industry and is expected to be one of the biggest beneficiaries of the revival in the CV cycle. The company derives 60% of its revenues from exports while the balance 40% of the company's revenues comes from the domestic markets.
- GNA is expected to be one of the biggest beneficiaries of strong growth outlook for truck sales in US and Europe markets which are witnessing strong recovery in demand. US which accounts for almost 40% of the company's revenues has been registering strong class 8 truck sales.
- The venture into the SUV axle would provide the company with new growth avenues while the recovery in the domestic CV cycle also bodes well for the company. At current level the stock is trading at a P/E multiple of 11.6x FY23E EPS estimate of Rs. 58.

**Key Financials**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(₹)	(%)	(%)	(x)
FY2022E	1,249	16.9	116.0	53.9	18.8	18.9	2.6	1.4
FY2023E	1,357	17.1	124.0	57.7	17.2	17.6	2.2	1.3

Source: Company, Angel Research

**Ashok Leyland Ltd.**

- The Ashok Leyland Ltd (ALL) is one of the leading player in India CV industry with a 32% market share in the MHCV segment. The company also has a strong presence in the fast-growing LCV segment.
- Demand for MHCV was adversely impacted post peeking out due to multiple factors including changes in axel norms, increase in prices due to implementation of BS 6 norms followed by sharp drop in demand due the ongoing Covid-19 crisis.
- MHCV segment has also started to recover over the past few months before the 2<sup>nd</sup> lockdown while demand for buses are expected to remain muted due to greater preference for personal transportation.
- We believe that the company is ideally placed to capture the growth revival in CV segment and will be the biggest beneficiary of the Government's voluntary scrappage policy and hence rate the stock a BUY.

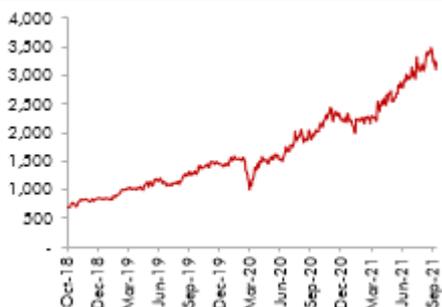
**Key Financials**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	22,491	7.8	558	1.9	7.6	69.6	5.2	1.9
FY2023E	30,700	10.1	1560	5.3	19.6	24.9	4.8	1.4

Source: Company, Angel Research

**Stock Info**

CMP	3176
TP	3950
Upside	24%
Sector	Agro-Chemical
Market Cap (₹ cr)	48005
Beta	0.8
52 Week High / Low	3533/1886

**3 year-Chart**


Source: Company, Angel Research

**PI Industries**

- PI Industries is a leading player in providing Custom synthesis and manufacturing solutions (CSM) to global agrochemical players. The CSM business accounted for over 70% of the company's revenues in FY21 and is expected to be the key growth driver for the company in future.
- The company has been increasing its share of high margin CSM business driven by strong relationship with global agrochemical players. PI is leveraging its chemistry skill sets and is looking to diversify its CSM portfolio to electronic chemicals, Pharma API, fluoro chemicals, etc. which will help drive business.
- PI Industries has announced that they will be acquiring the API business of Indswift labs for a consideration of Rs. 1,500 crores. Indswift labs had clocked revenues of Rs. 850 crore in FY21 and provides PI with an entry into the API business which will help provide the company with an additional lever to drive growth.

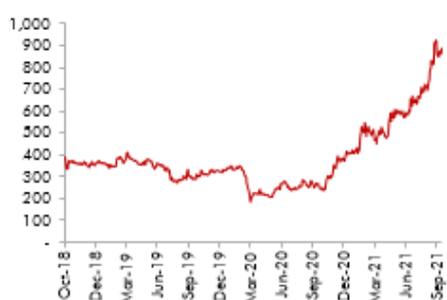
**Key Financials**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	5722.0	22.8	908.0	59.8	14.8	53.1	4.2	9.0
FY2023E	7777.0	22.8	1192.8	78.5	16.5	40.5	3.6	6.6

Source: Company, Angel Research

**Stock Info**

CMP	880
TP	1060
Upside	21%
Sector	Others
Market Cap (₹ cr)	16947
Beta	0.7
52 Week High / Low	957/232

**3 year-Chart**


Source: Company, Angel Research

**Carborundum Universal**

- Carborundum Universal (CUMI) is part of the Murugappa group and is a leading manufacturer of abrasives, industrial ceramics, refractories, and electro minerals (EMD) in India having application across diversified user industries. The company is expected to benefit from improving demand scenarios across its end user industries such as auto, auto components, engineering, basic metals, infrastructure, and power.
- CUMI has shown good execution in execution in Q1FY22 with strong performance in Abrasives and EMD segments. Within Abrasive, the company is gaining market share (supply chain issues/preference for Indian supplier) and should benefit from good end user industry demand. EMD performance is likely to sustain owing to strong pricing and Volumes (due to China+1 strategy of its customers).
- Overseas operations improved in Q1 and operations are expected to be at normal levels. EBIDTA for the quarter was up by 172.5% YoY to Rs. 118 crore while EBIDTA margins also improved to 16.6%. Adj. Net profit for the quarter was up by 305% YoY to Rs. 78 cr.

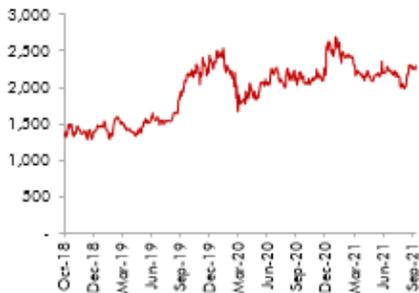
**Key Financials**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	3167	18.0	380.0	20.0	16.6	44.0	5.3	3.9
FY2023E	3667	17.9	444.0	23.5	16.9	37.4	4.7	3.3

Source: Company, Angel Research

**Stock Info**

CMP	2277
TP	2760
Upside	21%
Sector	Others
Market Cap (₹ cr)	28855
Beta	0.4
52 Week High / Low	2777/1970

**3 year-Chart**


Source: Company, Angel Research

**Whirlpool India**

- Whirlpool of India (WIL) is engaged in manufacturing and selling of Refrigerators, Washing Machines, Air Conditioners, Microwave Ovens, built in and Small appliances and caters to both domestic and international markets.
- WIL's product portfolios presence in lower penetration category which would lead to higher growth. Increasing focus on emerging categories like water purifier, AC and Kitchen Hoods & Hobs and feeling product portfolio gap by launching products
- Going forward, we expect healthy profitability on back of strong brand, wide distribution network, capacity expansion & strengthen product portfolio.

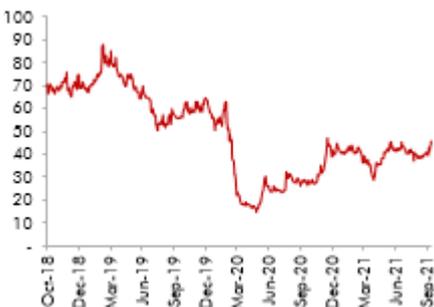
**Key Finances**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	6768.0	10.5	475.0	37.5	14.7	60.7	9.0	4.0
FY2023E	7667.0	11.5	595.0	46.9	16.0	48.5	7.8	3.6

Source: Company, Angel Research

**Stock Info**

CMP	46
TP	54
Upside	18%
Sector	Others
Market Cap (₹ cr)	3644
Beta	0.8
52 Week High / Low	49/26

**3 year-Chart**


Source: Company, Angel Research

**Lemon Tree Hotel**

- Lemon Tree Hotels (LTH) is India's largest chain in the mid-priced hotels sector and third largest overall. This award winning Indian hotel chain opened its first hotel with 49 rooms in May 2004 and operates 87 hotels in 54 destinations with ~8,500 rooms
- Company reported a 55.7% QoQ DE-growth in revenues for Q1FY22 to Rs. 42.2 Cr. due to sharp drop in occupancy levels to 29.6% from 55.8% in Q4FY21 while ARR declined by 1% QoQ. This led to a sharp drop of 58% in RevPAR sequentially. As a result, the company posted an EBIDTA loss of 0.1 Cr. for the quarter and a net loss of Rs. 59.8 Cr. for the quarter.
- While occupancy levels dropped to 21.5% in April due to the lockdowns it had improved to 34.6% in June. We expect occupancy levels to revert to Q4FY21 levels in the current quarter and improve further in 2HFY22 thus driving revenue and profitability back to pre Covid levels in FY23.

**Key Finances**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	440.0	37.5	-90.0	-0.2	-10.8	-	4.2	11.8
FY2023E	705.0	45.0	11.0	0.0	1.3	-	4.1	7.5

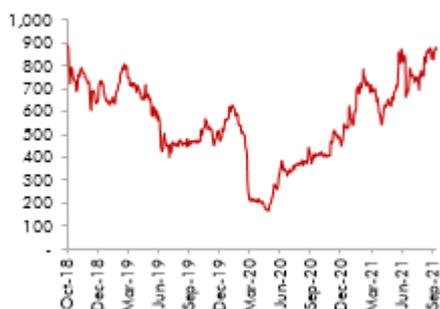
Source: Company, Angel Research

## Safari Inds.

### Stock Info

CMP	828
TP	979
Upside	18%
Sector	Others
Market Cap (₹ cr)	1870
Beta	0.6
52 Week High / Low	900/379

### 3 year-Chart



Source: Company, Angel Research

- Safari Industries (India) Ltd (SIL) is amongst the leading luggage players with market share of ~18% market share in the organized sector. Market leader in mass segment & shift from unorganized to organized sectors would benefit SIL.
- Over the last three years, the company has outperformed luggage Industries in terms of sales growth. Company has a wide distribution network which would support growth going ahead. Focused product strategy and diversified product portfolio to boost growth.
- Going forward, we expect SIL to report strong top-line & Bottom-line growth on the back of strong growth in the organized sector, wide distribution network, strong brand & promoter initiatives.

### Key Finance

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	494.3	7.0	10.6	4.7	5.6	175.1	10.5	4.1
FY2023E	815.7	10.0	44.9	20.1	19.7	41.3	8.6	2.5

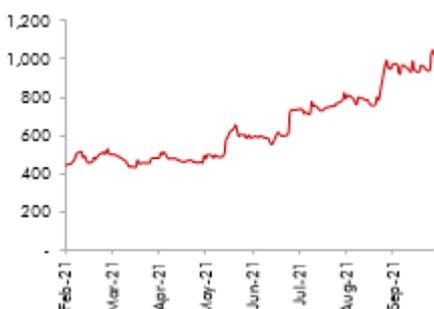
Source: Company, Angel Research

## Stove Kraft

### Stock Info

CMP	1088
TP	1288
Upside	18%
Sector	Others
Market Cap (₹ cr)	3458
Beta	1.1
52 Week High / Low	1083/400

### 7 Month Chart



Source: Company, Angel Research

- Stove Kraft Ltd (SKL) is engaged in the business of manufacturing & selling Kitchen & Home appliances products like pressure cookers, LPG stoves, non-stick cookware etc. under the brand name of 'Pigeon' and 'Gilma'.
- In the Pressure Cookers and Cookware segment, over the last two years, the company has outperformed Industry and its peers. Post Covid, organized players are gaining market share from unorganized players which would benefit the player like SKL.
- Going forward, we expect SKL to report healthy top-line & bottom-line growth on the back of new product launches, strong brand name and wide distribution network.

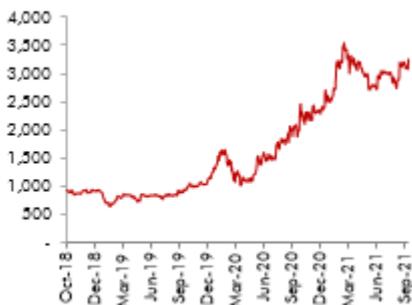
### Key Finance

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
March	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
FY2022E	1057.8	10.6	68.9	21.1	18.6	51.4	7.8	4.7
FY2023E	1248.2	11.4	94.6	29.0	20.4	37.5	6.2	3.5

Source: Company, Angel Research

**Stock Info**

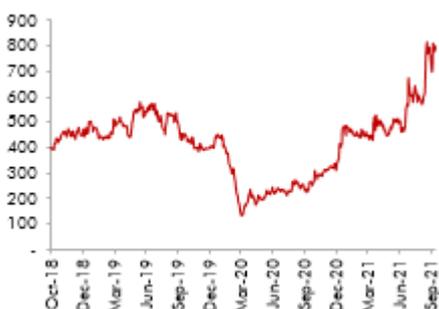
CMP	3380
TP	3943
Upside	17%
Sector	Others
Market Cap (₹ cr)	11433
Beta	0.5
52 Week High / Low	3668/1863

**3 year-Chart**


Source: Company, Angel Research

**Stock Info**

CMP	776
TP	870
Upside	12%
Sector	Others
Market Cap (₹ cr)	7521
Beta	1.4
52 Week High / Low	847/222

**3 year-Chart**


Source: Company, Angel Research

**Amber Enterp.**

- Amber Enterprises India Ltd. (Amber) is the market leader in the room air conditioners (RAC) outsourced manufacturing space in India. Amber would outperform the industry due to dominant position in Room AC contract manufacturer, increase in share of business in existing customers and new client additions.
- Amber plans to increase revenues from components (by increasing product offerings, catering to newer geographies, adding new clients) and exports (already started in the Middle east). In the past 2-3 year, Amber has acquired companies like IL JIN Electronics, Ever and Sidwal Refrigeration Industries, which would help in backward integration and also help the company to foray in different segments like railway, metro and defense.
- Going forward, we expect healthy profitability on back of foray into the Commercial AC segment, entry into export markets, participation in the PLI scheme.

**Key Finance**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
March								
FY2022E	4004.0	7.1	150.4	45.4	8.6	74.4	6.2	2.7
FY2023E	5620.0	8.6	262.7	78.9	13.1	42.8	5.4	1.9

Source: Company, Angel Research

**Sobha**

- Company operates in Residential & Commercial real-estate along with Contractual business. Companies 70% of residential pre-sales come from the Bangalore market which is one of the IT hubs in India, we expect new hiring by the IT industry will increase residential demand in the South India market.
- Ready to move inventory and under construction inventory levels have moved down to its lowest levels. Customers are now having preference towards the branded players like Sobha Developers.
- Company expected to launch 17 new projects/phase spread over 12.56mn sqft across various geographies. Majority of launches will be coming from existing land banks. Company having land bank of approx. 200mn Sqft of salable area.

**Key Finance**

Y/E	Sales	OPM	PAT	EPS	ROE	P/E	P/BV	EV/Sales
	(₹ cr)	(%)	(₹ cr)	(₹)	(%)	(x)	(x)	(x)
March								
FY2022E	2450.0	19.7	123.0	12.9	7.5	60.1	2.8	4.1
FY2023E	3550.0	22.5	355.0	37.4	12.9	20.7	2.5	2.7

Source: Company, Angel Research

**Stock bought in Last 6 Month**

<b>Stock</b>	<b>Date</b>	<b>Reco</b>	<b>Price</b>
Apollo Hospitals	20-Apr-21	BUY	3,242
Godrej Propert.	4-Jun-21	BUY	1,420
Suprajit Engg.	8-Jun-21	BUY	288
L & T Infotech	11-Jun-21	BUY	4,060
Jindal Steel	14-Jun-21	BUY	420
Qess Corp	16-Jun-21	BUY	840
Stove Kraft	21-Jun-21	BUY	578
Galaxy Surfact.	7-Jul-21	BUY	3,135
AU Small Finance	9-Jul-21	BUY	1,148
Dalmia BharatLtd	15-Jul-21	BUY	2,218
Safari Inds.	19-Jul-21	BUY	742
HDFC Bank	5-Aug-21	BUY	1,490
Sona BLW Precis.	25-Aug-21	BUY	484
Bajaj Electrical	27-Aug-21	BUY	1,189
Sobha	31-Aug-21	BUY	627
P I Industries	9-Sep-21	BUY	3,420
Amber Enterp.	14-Sep-21	BUY	3243.00
Sobha	22-Sep-21	BUY	729.00
Lemon Tree Hotel	23-Sep-21	BUY	43.25
Whirlpool India	29-Sep-21	BUY	2,299

Source: Company, Angel Research

**Stock sold in last 6 Month**

<b>Stock</b>	<b>Date</b>	<b>Reco</b>	<b>Price</b>
Metropolis Healt	27-Apr-21	EXIT	2,354
HCL Technologies	28-Apr-21	EXIT	926
NRB Bearings	8-Jun-21	EXIT	131.600
Galaxy Surfact.	15-Jun-21	EXIT	3,086
LIC Housing Fin.	16-Jun-21	EXIT	497
PVR	29-Jun-21	EXIT	1,355
Qess Corp	15-Jul-21	EXIT	751
Apollo Hospitals	27-Jul-21	EXIT	4,100
IDFC First Bank	5-Aug-21	EXIT	47
Galaxy Surfact.	18-Aug-21	EXIT	2,997
Jindal Steel	23-Aug-21	EXIT	362
Godrej Propert.	25-Aug-21	EXIT	1,437
Escorts	31-Aug-21	EXIT	1,348
Sobha	7-Sep-21	EXIT	780
Crompton Gr. Con	14-Sep-21	EXIT	484.00
Dalmia BharatLtd	22-Sep-21	EXIT	2,143
Bajaj Electrical	24-Sep-21	EXIT	1,499
L & T Infotech	27-Sep-21	EXIT	5,950

Source: Company, Angel Research

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1. Financial interest of research analyst or Angel or his Associate or his relative	No
2. Ownership of 1% or more of the stock by research analyst or Angel or associates or relatives	No
3. Served as an officer, director or employee of the company covered under Research	No
4. Broking relationship with company covered under Research	No

**Ratings (Based on Expected Returns:  
Over 12 months investment period)**

*Buy (> 15%)*

*Accumulate (5% to 15%)*

*Neutral (-5 to 5%)*

*Reduce (-5% to -15%)*

*Sell (< -15%)*

*Hold (Fresh purchase not recommended)*