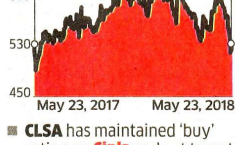


What

to Buy, Sell and Hold

Cipla Price on BSE (₹)

690



■ **CLSA** has maintained 'buy' rating on **Cipla** and cut target price to ₹650 from ₹750. The firm said Cipla's fourth quarter result was well below its estimates even after adjusting for one-time items. CLSA has cut its FY19-FY20 earnings per share estimate by 18% due to a lower EBITDA margin assumption. Despite the cut, CLSA estimates a robust 27% compounded growth in Cipla's earnings for FY18-FY20. Shares of Cipla ended up 1.60% at ₹532.75 on Wednesday.

■ **HSBC** has maintained 'buy' rating on **Bharat Forge** and lowered target price to ₹800 from ₹890. HSBC has cut its PE-based valuation multiple to 26 times from 30 times as it expects the pace of growth to slow down on a higher base and near peaking of NA Class 8 truck cycle. Bharat Forge's fourth quarter earnings were broadly in line with consensus, said HSBC, adding that, it believes the negative stock reaction is unrelated. Shares of Bharat Forge ended up 1.17% at ₹688 on Wednesday.

■ **Reliance Securities** has a 'buy' rating on **Ashok Leyland** with a target price of ₹175. Multiple revenue drivers i.e. positive trend in medium and heavy commercial vehicles, focus on exports, high-growth light commercial vehicle segment and defense orders augur well for Ashok Leyland, said Reliance Securities. The brokerage said it has assigned a 'buy' rating on Ashok Leyland owing to the company's improving position in domestic commercial vehicle segment, healthy margin profile, strong balance sheet and improving return ratio. Shares of Ashok Leyland ended up 2.94% at ₹145.35 on Wednesday.

■ **Dolat Capital Markets** has retained 'buy' rating on **Gulf Oil Lubricants** with a target price of ₹1,194. Going forward, retail sales of the company should grow fast and margins should improve from level seen in the fourth quarter of FY18. With majority capex cycle behind, Gulf Oil Lubricants' return ratios will improve with increase in capacity utilization, the brokerage said. It said dividend payout may increase as Gulf Oil continues to generate significant cash in coming years. Shares of Gulf Oil Lubricants ended up 0.19% at ₹920 on Wednesday.

■ **IIFL** has maintained 'buy' rating on **Capacit'e Infra** with a target price of ₹402. The company's FY18 reported profit after tax disappointed on lower execution, margin contraction and higher depreciation post Ind-AS adoption and GST related re-negotiation, said IIFL. The brokerage said that large order book should drive acceleration in revenue in FY19-FY20. Shares of Capacit'e Infra ended down 2.92% at ₹292.5 on Wednesday.