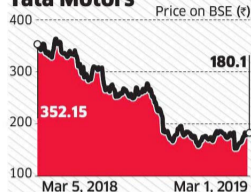


What to Buy, Sell and Hold

Tata Motors



■ **Nomura** has maintained neutral rating on **Tata Motors** with a target price of ₹187. The firm said it is factoring in a 12% decline in global wholesales for JLR in February due to weak demand in China and the EU. The stock is trading at 4.2 times/3.6 times FY20/21 EV/EBITDA, at the lower end of its trading band, said Nomura. However, the firm does not expect a re-rating given tough market conditions in China, risks to demand from a no-deal Brexit, weak premium demand in other markets and negative free cash flow for JLR until FY21. The stock ended up 1.3% at ₹180.10 on Friday.

■ **Anand Rathi** has upgraded **Vesuvius India** to buy with a target price of ₹1,601. The brokerage has upgraded the rating on the stock citing heightened prospects of revenue and better margin. With the increasing steel industry capacities, Vesuvius will be a major beneficiary on account of its brand value and preference to others in the early stage of implementation, said Anand Rathi. The stock ended down 1.09% at ₹1,137.10 on Friday.

■ **Reliance Securities** has maintained buy rating on **NCC** with a target price of ₹165. NCC's order book at ₹34,200 crore provides a healthy revenue visibility, the brokerage said. It has secured orders worth ₹7,000 crore in the fourth quarter of FY19 till date thereby surpassing its earlier guidance, said Reliance Securities. The brokerage expects NCC's revenue and earnings to clock 28% and 27% CAGR respectively over FY18-FY21. The stock ended up 4.3% at ₹89.20 on Friday.

■ **Edelweiss Securities** has maintained buy rating on **Minda Corporation** with a target price of ₹155. The brokerage said it is enthused by the robust revenue growth opportunity, it expects pressure on margin during early adoption of new technologies. Edelweiss estimates 15% consolidated EPS CAGR over FY18-FY21 due to higher share of business across key clients and product launches with a stable return on capital employed of 17%. The stock ended up 1.9% at ₹150.40 on Friday.

■ **IIFL** has maintained buy rating on **M& Financial Services** with a target price of ₹450. The company will likely face greater threat from moderating demand for vehicles, than from liquidity tightness, said IIFL. While the latter may yet be transient, cyclical slowdown in tractors, utility vehicles and LCVs in the next 1-2 years would be a hurdle to attain cyclical peaks in RoA/RoE, it said. The brokerage has cut net profit estimates by 1-9% for FY19-FY21 to build in impact of lower disbursements growth and moderation in NIMs. The stock ended up 3.9% at ₹411.30 on Friday.