



CAPSTOCKS &amp; SECURITIES (INDIA) PVT. LTD.

Research Team

## Recommendations – February 2019

SCRIP	CMP*	Target	P/E	BV	52 week	Industry
					High / Low	
Reliance (10)	1277	1430	21	480	1329/880	Conglomerate
Accelya Kale (10)	935	1053	14	116	1402/905	IT
TexRail (1)	59	68	28	48	99/50	Railways
Balrampur Chini (1)	106	121	13	77	123/58	Sugar
Praj Industries (2)	143	164	36	38	164/72	Engineering

\*As on 08 Feb 2019. Holding period is 6 months. In brackets Face value

### Previous Month Review

SCRIP	Reco	Target	Close*	High	Date	Apr %*	Remarks
Axis bank	666	745	721	734	6-Feb	8.26	Hold
Amararaja batteries	755	842	751	798	6-Feb	-0.53	Hold
Muthoot Finance	537	601	518	549	22-Jan	-3.54	Hold
KNR Construction	212	244	207	219	16-Jan	-2.36	Hold
Federal Bank	95	109	84	94	14-Jan	-11.58	Hold
						-1.95	

Nifty	10794	10943	1.38%
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**Reliance Industries Limited** The company operates in Refining, Petrochemicals, Oil & Gas, Organized Retail, and Digital Services segments. It produces and markets petroleum products. The company also explores, develops, and produces crude oil and natural gas; and operates various stores, including neighborhood, wholesale, electronics, mobility and communication, Apple, jewelry, apparel, footwear, optical, and tableware, as well as supermarkets, hypermarkets, wholesale cash and carry stores, specialty stores, and online stores. In addition, the company offers Jio 4G wireless broadband network services and applications. Further, it operates news and entertainment portals, finance portals, lifestyle portals, and retail and online ticket booking platforms; publishes magazines; and provides fleet management and highway hospitality services, as well as is involved in education, TV and filmed entertainment, and investment arm of Network18 businesses. Investment Rationale: Asset monetisation will help to reduce debt

**Accelya Kale Solutions Limited**, together with its subsidiaries, provides software solutions to the airline and travel industry in Asia Pacific, the Middle East, Africa, the Americas, and Europe. It offers software products, managed processes, technology, and hosting services. The company also provides airline financial solutions, which include airline revenue accounting, airline payments management, airline cost and billing management, and airline

revenue assurance solutions, as well as airline refund management, early warning system, and agency debit memo management solutions. In addition, it offers airline commercial solutions, such as revenue management, agency incentive management, and sales intelligence and analytics solutions; and BSP processing, simplified invoicing and settlement, and neutral fare proration engine solutions, as well as BSPlink, a distribution platform for the BSP community, which include agents, airline users, agent group users, GDS users, and third-party users. Investment Rationale: Good dividend yield, rupee weakness to improve profitability

**Texmaco Rail & Engineering Limited** It operates through three segments: Heavy Engineering, Steel Foundry, and Rail EPC. It offers payload stainless steel freight, commodity-specific, special purpose freight, bottom discharge coal hopper, container flat, tank, defense equipment, car carrying, export, and salt wagons; and coach bogies, loco-shells, components, EMU coaches, under frames, and break vans. In addition, it automates dam and barrage equipment; designs, supplies, installs, and commissions railway tracks, buildings, platforms and foot over bridges, railway signaling and telecom structures, bridges and culverts, and automatic fare collection systems; and offers railway overhead and other electrification services. Investment rationale: Strong order book and improved order execution to derive profits.

**Balrampur Chini Mills Limited**, an integrated sugar manufacturing company, manufactures and sells sugar from sugarcane in India. It also offers molasses, industrial alcohol, ethanol, and bagasse. In addition, the company is involved in the generation and sale of electricity. The Company's 10 factories in Uttar Pradesh possess, an aggregate cane crushing capacity of 76,500 tonnes per day, Distilleries possessing an aggregate capacity of 360 kilolitres per day and Saleable co-generation capacity of 163.20 megawatts. Investment rationale: Ethanol division to contribute profits.

**Praj Industries Limited.** It offers technologies, products, and services for ethanol plants, including fermentation technologies; evaporative, vacuum, multipressure, multipressure split, mechanical vapor recompression, and EcoSmart distillation technologies; dehydration technologies; and treatment technologies. The company also provides co-product recovery systems to recover CO<sub>2</sub>, BioCNG, and distiller's dried grains with solubles; bio-consumables; and high purity solutions. Further, the company provides wastewater treatment and recycling technologies, including zero liquid discharge, solvent recovery and scrubbing, scrubbing, evaporation, crystallization, and drying solutions; and performance enhancement bio-products. Investment rationale: Strong order book

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