

ET WEALTH TOP 50 STOCKS

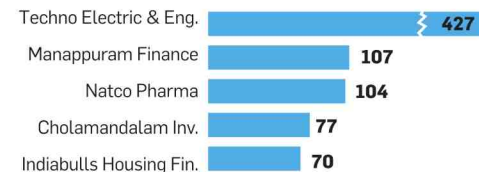
Every week we put about 3,000 stocks through four key filters and rate them on a mix of factors. The end result of this exercise is the listing of the top 50 stocks based on the composite rating to help ease your fortune hunt.

	RANK		PRICE ₹	GROWTH % *		VALUATION RATIOS				RISK		RATING	
	Current Rank	Previous Rank	Stock Price	Revenue	Net Profit	PE	PB	Div Yield	PEG	Downside Risk	Bear Beta	No. of Analysts	Consensus Rating
Power Grid Corporation	1	2	208.20	48.02	55.96	18.22	2.55	1.19	0.33	0.95	0.68	40	4.55
ONGC	2	1	183.60	26.83	81.31	16.73	1.28	3.95	0.19	1.03	0.75	37	3.97
Indian Oil Corp	3	3	432.05	24.64	91.84	18.75	2.77	5.04	0.19	1.24	1.37	36	4.58
Mahindra & Mahindra	4	4	1,376.15	39.36	61.86	25.36	2.85	0.87	0.43	0.94	1.21	45	4.38
Manappuram Finance	5	5	95.70	107.23	135.88	22.77	2.92	1.55	0.17	2.34	2.72	11	5.00
CESC	6	6	982.50	32.60	169.45	35.56	2.08	1.01	0.21	1.06	0.93	26	4.00
GAIL India	7	7	408.30	19.68	114.77	30.56	1.94	2.07	0.26	0.96	0.86	39	3.54
Oil India	8	11	317.15	20.32	36.24	12.72	1.13	4.77	0.34	0.87	0.72	34	3.62
VA Tech Wabag	9	8	667.80	45.29	96.63	39.46	3.68	0.59	0.41	1.21	1.07	22	4.77
South Indian Bank	10	10	26.05	32.72	54.31	11.63	1.01	1.73	0.32	1.30	1.91	15	4.13
Techno Electric & Engineering	11	9	404.35	426.52	114.29	32.65	4.52	0.25	0.28	1.08	0.45	16	4.69
DB Corp	12	14	372.50	27.01	50.09	23.17	5.11	2.21	0.46	0.84	0.72	20	4.45
Sun Pharmaceutical	13	15	648.45	25.05	68.36	32.91	4.94	0.16	0.49	1.16	-0.04	46	4.61
HSIL	14	16	345.50	24.50	75.33	28.00	1.81	1.16	0.37	1.45	1.77	11	4.55
Redington India	15	18	129.00	34.50	23.35	12.02	1.84	3.19	0.52	1.17	0.91	10	4.60
Engineers India	16	21	165.80	37.86	79.77	42.68	4.09	2.08	0.52	1.57	1.75	21	4.38
Glenmark Pharma	17	17	906.25	39.12	115.40	36.30	6.00	0.23	0.32	1.09	1.40	38	4.32
Lupin	18	20	1,259.70	40.99	43.82	25.02	5.18	0.60	0.58	1.18	0.76	46	4.13
Gateway Distriparks	19	27	249.85	24.09	33.09	24.90	2.90	2.35	0.64	1.33	0.70	21	4.43
J Kumar Infprojprojects	20	23	305.35	49.11	44.02	20.46	1.80	0.66	0.55	2.39	2.33	17	4.88
Shriram Transport Finance	21	30	1,014.75	25.83	42.99	18.18	2.03	0.99	0.38	1.45	2.43	38	3.66
JSW Energy	22	19	68.15	17.82	50.92	17.68	1.07	2.87	0.36	1.56	1.96	27	3.33
Ashoka Buildcon	23	25	212.05	30.22	131.62	67.46	2.13	0.39	0.52	1.38	1.93	23	4.65
Rallis India	24	22	249.60	26.17	48.28	16.24	4.35	1.01	0.34	1.18	1.19	22	3.86
Aurobindo Pharma	25	24	623.55	32.24	40.76	18.42	5.18	0.32	0.45	1.30	1.69	40	4.68
UPL	26	28	825.35	43.78	69.82	27.25	5.21	0.61	0.62	1.26	2.04	29	4.55
NMDC	27	29	124.40	48.13	14.64	16.83	1.65	9.88	0.39	1.46	2.33	25	2.84
Indiabulls Housing Finance	28	35	1,069.25	70.42	26.98	15.47	3.84	3.32	0.58	1.42	1.89	13	4.31
ICICI Bank	29	32	300.20	25.56	35.29	17.22	1.68	1.67	2.03	1.25	1.50	51	4.49
Natco Pharma	30	31	914.50	104.06	215.07	100.01	12.21	0.75	0.48	1.38	0.40	19	4.11
NTPC	31	34	160.25	21.12	13.22	13.04	1.49	2.69	0.94	0.94	0.89	37	4.30
JK Cement	32	33	1,053.30	23.61	422.10	117.22	4.57	0.39	0.28	1.35	1.88	25	4.52
Larsen & Toubro	33	40	1,736.85	24.77	26.95	31.69	3.67	1.05	1.13	0.93	1.18	42	4.50
Skipper	34	37	196.50	40.00	35.61	21.15	5.27	0.71	0.60	1.25	1.80	16	4.75
Minda Industries	35	36	499.00	62.39	88.67	35.80	8.49	0.40	0.44	1.54	2.53	12	4.75
Granules India	36	38	146.05	27.89	70.32	24.91	4.64	0.60	0.50	1.56	1.98	13	4.46
Sobha	37	41	402.90	36.82	34.66	25.77	1.54	0.49	0.73	1.38	1.42	18	4.44
IRB Infrastructure	38	43	260.90	32.16	20.36	14.18	1.87	0.76	0.68	1.48	2.91	24	4.54
Cholamandalam Investment	39	26	1,094.40	76.62	31.36	23.78	3.96	0.51	0.79	1.41	1.39	25	4.24
Cyient	40	44	531.00	12.63	25.14	17.34	2.82	1.03	0.69	1.08	-0.21	23	4.35
Grasim Industries	41	48	1157.30	18.95	57.49	22.98	2.10	0.39	0.42	1.31	1.65	19	3.84
Jubilant Life Sciences	42	39	779.80	16.77	87.38	28.79	4.27	0.38	0.33	1.80	2.37	13	4.85
Tech Mahindra	43	42	434.75	14.16	10.69	12.36	2.40	2.79	1.22	1.07	1.08	51	4.28
Bharat Petroleum Corporation	44	45	730.65	22.58	10.55	13.22	3.77	5.36	0.94	1.15	0.34	37	3.89
L&T Finance Holdings	45	NR	133.50	46.98	29.52	25.67	2.97	0.59	0.69	1.51	2.90	13	4.61
Hindustan Petroleum Corp.	46	46	526.95	2.82	16.65	10.88	3.09	8.19	0.62	1.41	0.91	37	3.92
India Cements	47	50	212.85	21.08	148.06	49.05	1.92	0.47	0.37	1.92	3.23	21	3.71
Finolex Industries	48	NR	596.80	39.41	37.71	31.28	7.52	1.69	0.83	1.08	0.91	10	4.40
Karur Vysya Bank	49	49	118.35	33.29	19.40	12.73	1.58	0.67	0.73	1.04	0.91	18	3.72
Lakshmi Vilas Bank	50	13	185.60	55.00	22.23	13.80	1.65	1.66	1.24	1.55	1.51	11	4.09

* The figures under this head are for expected growth. NR: Not in the ranking. Data as on 11 May 2017. Source: Bloomberg

Fast Growing Stocks

Top 5 stocks with the highest expected revenue % growth over the previous year.



See **revenue** column in the adjacent table.

Least Expensive Stocks

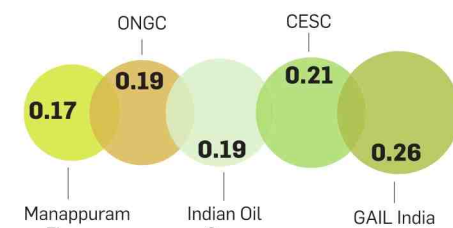
The 5 stocks with the lowest forward PE.



See **PE** column in the adjacent table.

Best PEGs

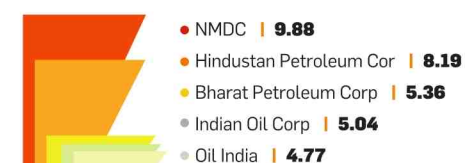
Top 5 stocks with the least price earning to growth ratio.



See **PEG** column in the adjacent table.

Income Generators

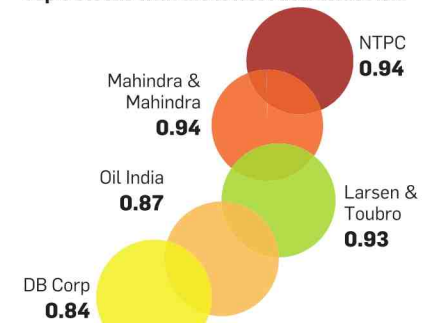
Top 5 stocks with the highest dividend yield.



Dividend stocks are considered safe stocks during a downturn. Figures indicate what an investor can earn as dividend for every ₹100 invested.

Least Risky

Top 5 stocks with the lowest downside risk.



See **downside risk** and **bear beta** columns in the adjacent table.

The ranking methodology has been developed by Narendra Nathan. A detailed explanation of the methodology is available at www.economicstimes.com/wealth

Methodology

The four filters used to arrive at the Top 50 stocks

Only traded stocks: Of the about 7,000 listed stocks, only actively traded stocks were considered.

Only big stocks: Only companies with an average market capitalisation and revenue of over ₹1,000 crore were considered.

Only well tracked: We picked stocks that are tracked by at least 10 analysts.

Only profitable and growing: We considered only those stocks that are

expected to show growth in revenue, net profit and EPS (earnings per share) in the in the next four quarters. The final two filters were that the companies should have made profits in the past four quarters and have a positive net worth.

Rating rationale

Having arrived at the final stocks universe, we ranked them using the following four principles. A percentile rating (on a 1-100 scale) is given to each parameter and the composite ranking is arrived at using the weighted average of these parameters.

1. Growth is the key...

Total weight: 30%, which comprises 10% weight to revenue growth, 10%

weight to net profit growth and 10% to growth in EPS (the higher, the better, for each parameter). Growth is calculated by comparing the 'consensus estimate' for the next 12 months with the historical 12-month values.

2. ... but only at reasonable valuation.

Total weight: 40%, which comprises 10% weight to PE ratio, 10% to PB ratio, 10% to PEG ratio (the lower, the better, for all three parameters) and 10% to dividend yield (the higher, the better).

3. Analysts' views matter...

Total Weight: 20%, which comprises 10% weight to the total number of

analysts covering the stock (the higher, the better) and 10% to consensus rating (a composite rating based on the recommendations by all analysts who track a stock. Again, the higher, the better).

4. ... and so do the risks.

Total weight: 10%. Two kinds of risks were considered. A 5% weight was assigned to downside risk and bear beta each (the lower, the better, in both cases).