

What

to Buy, Sell and Hold

Godrej Properties



- **Elara Capital** has maintained a sell rating on **Godrej properties** and set a target price of ₹700, citing concerns about pressure on cash flow because of the company aggressively acquiring new projects this year. While revenue grew 25% year-on-year, EBITDA declined 35%. The company's unique asset-light model has enabled it to maintain strong sales and re-launch momentum across its residential portfolio despite market softness, said Elara capital. Shares of Godrej properties ended 0.94% up at ₹718.5 on Wednesday.
- **HDFC Securities** maintained a buy rating on **JBM Auto** and kept target price ₹560, citing strong PAT growth of 26% year-on-year. It reckons that PAT will grow at 35% CAGR over the next two years, fuelled by improving operating leverage, richer product mix and acquisition of new clients. It added that the recent amalgamation of its subsidiary JBMA and JV JBMA into a single entity will be synergetic and EPS accretive. Shares of JBM Auto ended 1.53% down at ₹357.95 on Wednesday.
- **Centrum Wealth Research** has rated **Cholamandalam Investment** an 'outperformer' and set a target price of ₹1,703, citing robust growth and improving asset quality. With recoveries on track, the brokerage expects the gross and net NPAs to decline to 1.6% and 0.86% by the end of FY 2020. It would be important to watch the practices adopted by the new leadership, as CEO N Srinivasan is stepping down on August 18. Shares of Cholamandalam investment ended 1.29% up at ₹1455.45 on Wednesday
- **Phillip capital** has maintained a buy rating on **Mahindra & Mahindra** and raise the target price to ₹1,050 from ₹960, on the back of improved efficiency which has helped raise margins. The brokerage said that M&M will benefit from robust demand in the tractor segment and three new launches which would provide much-needed relief to its automotive segment. Shares of Mahindra & Mahindra ended 0.19% up at ₹928.05 on Wednesday.
- **Equirus** has rated **Atul Auto** an add and raised the target price to ₹477 from ₹463. The brokerage said that success in e-rickshaws critical for sustainable long-term growth, but Atul Auto is yet to make inroads into the segment. It also said that a revival in the rural economy has helped stem the decline in diesel 3W industry volumes. But Baja Auto's market share gains have affected other players, including Atul Auto. Shares of Atul auto ended 0.85% down at ₹406.1 on Wednesday.