

ET WEALTH TOP 50 STOCKS

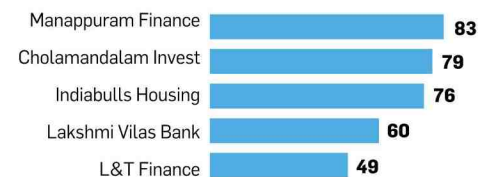
Every week we put about 3,000 stocks through four key filters and rate them on a mix of factors. The end result of this exercise is the listing of the top 50 stocks based on the composite rating to help ease your fortune hunt.

	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
Vedanta	1	1	235.90	20.91	94.94	12.67	1.45	8.24	0.22	1.77	1.75	22	4.73
PGCIL	2	2	210.35	25.41	31.58	14.77	2.21	1.19	0.48	0.95	0.81	41	4.56
GAIL India	3	3	376.60	29.22	40.89	18.92	1.62	2.26	0.46	0.99	0.90	38	3.42
ONGC	4	4	167.15	13.67	25.91	10.47	0.97	4.38	0.34	1.01	0.71	37	4.30
GSPL	5	6	166.90	30.90	40.47	17.46	2.12	0.91	0.38	1.34	1.00	30	3.83
Apollo Tyres	6	5	257.20	13.21	369.42	11.91	1.80	0.77	0.03	1.42	1.49	24	4.29
Tata Power	7	7	77.10	23.26	130.42	27.96	1.57	1.68	0.16	1.02	1.41	25	3.04
CESC	8	8	892.60	15.15	34.11	17.18	1.12	1.12	0.24	1.42	1.15	26	4.27
Mahindra & Mahindra	9	9	1,387.65	15.19	49.03	20.33	2.53	0.85	0.57	0.95	1.23	46	4.46
Hindalco Industries	10	10	196.60	11.29	123.97	21.32	0.95	0.50	0.20	1.61	2.20	31	4.48
UPL	11	13	853.75	45.91	73.70	25.06	5.92	0.59	0.51	1.26	2.15	30	4.47
Tata Motors	12	11	448.30	15.00	104.35	20.43	2.62	0.04	0.20	1.58	2.80	46	4.39
Indiabulls Housing	13	14	1,149.05	75.62	29.14	16.70	4.14	3.10	0.58	1.39	1.88	14	4.36
J Kumar Infraproject	14	17	293.00	38.73	35.24	21.02	1.60	0.69	0.51	2.42	2.34	16	4.63
VA Tech Wabag	15	15	689.85	18.73	85.32	36.75	3.79	0.58	0.43	1.16	1.13	20	4.70
Granules	16	16	143.45	23.24	70.02	19.94	3.63	0.59	0.37	1.61	2.07	15	4.47
NMDC	17	25	112.35	15.48	40.60	17.51	1.57	11.17	0.28	1.43	2.25	24	2.75
Oil India	18	20	299.40	26.38	13.16	15.03	0.81	5.27	1.11	0.90	0.67	31	3.64
JSW Energy	19	12	63.70	13.55	35.65	16.50	1.00	3.19	0.45	1.56	2.08	27	3.33
Cholamandalam Investment	20	19	1,114.25	79.26	34.61	24.20	4.03	0.50	0.73	1.42	1.47	26	4.27
Cyient	21	21	505.50	13.86	25.88	16.55	2.69	1.05	0.64	1.10	-0.25	23	4.35
Lakshmi Vilas Bank	22	18	194.25	60.19	30.32	14.52	1.74	1.53	0.82	1.54	1.40	10	4.20
NTPC	23	23	159.05	16.16	9.32	12.23	1.34	2.73	1.19	0.93	0.91	37	4.51
Cipla	24	22	549.45	19.59	73.48	43.86	3.53	0.37	0.58	0.97	0.50	43	3.37
Jubilant Life	25	33	701.40	20.18	44.59	18.97	3.18	0.42	0.46	1.79	2.45	13	4.92
L&T Finance	26	24	141.20	49.32	33.49	27.08	3.14	0.58	0.60	1.55	2.98	12	4.58
JSW Steel	27	46	196.85	15.73	21.48	13.43	2.10	1.14	0.63	1.32	1.45	32	3.72
BHEL	28	26	139.10	14.11	210.00	74.78	1.05	0.87	0.36	1.45	2.28	45	2.20
JK Cement	29	31	1,029.40	20.04	56.95	31.78	4.09	0.38	0.56	1.34	1.76	25	4.24
Persistent Systems	30	28	660.55	13.43	20.55	17.53	2.78	0.92	0.87	0.90	0.38	34	4.15
Dr Reddy's Lab	31	27	2,700.50	13.73	58.21	37.38	3.61	0.75	0.64	1.16	0.29	45	2.93
Hindustan Zinc	32	34	242.85	14.96	19.74	12.34	3.33	12.09	0.62	1.39	1.34	28	3.36
DB Corp	33	30	373.55	15.45	18.31	18.33	4.31	2.20	0.90	0.80	0.43	21	4.38
Sobha	34	37	378.80	15.15	31.98	22.68	1.38	0.53	0.71	1.44	1.46	18	4.39
Gujarat Gas	35	35	792.75	35.81	143.83	49.49	6.56	0.32	0.34	1.06	1.02	20	3.60
Emami	36	39	1,135.50	21.10	92.02	75.67	14.68	0.78	0.81	1.23	1.32	35	4.09
Cadila Healthcare	37	45	532.55	30.06	37.97	36.65	7.84	0.61	1.01	1.46	1.41	38	4.11
IRB Infrastructure	38	36	228.45	5.94	12.37	11.22	1.52	2.19	0.63	1.54	3.02	23	4.52
Karur Vysya Bank	39	32	140.95	27.49	19.93	14.17	1.71	0.55	0.99	1.08	1.05	18	3.94
ACC	40	38	1612.10	18.60	55.35	50.08	3.50	1.06	0.99	1.03	1.29	40	3.03
Redington	41	40	137.00	16.60	14.94	11.73	1.95	2.96	0.82	1.15	1.24	10	4.30
Arvind	42	42	378.75	16.83	49.71	31.17	2.74	0.64	0.62	1.44	2.64	18	4.11
Engineers	43	29	158.35	41.51	29.93	32.32	3.75	2.24	1.48	1.59	1.79	21	4.14
Manappuram Finance	44	47	92.65	82.71	9.69	10.32	2.32	2.12	1.05	2.26	3.27	11	5.00
JK Lakshmi Cement	45	44	478.20	28.02	170.65	65.93	4.04	0.05	0.39	1.45	1.96	25	3.72
India Cements	46	49	211.05	11.57	121.11	39.90	1.26	0.48	0.43	2.00	3.41	23	4.00
Ambuja Cements	47	41	236.10	17.13	45.92	41.76	2.40	1.20	1.12	1.16	1.58	39	3.00
Container Corporation	48	NR	1,136.10	17.04	13.24	32.34	3.14	1.05	0.73	1.08	0.65	32	3.25
Capital First	49	50	722.20	21.86	42.18	28.26	3.05	0.35	0.79	1.87	3.29	15	4.40
Havells	50	NR	486.45	43.47	71.87	62.98	9.28	0.61	0.83	1.39	1.74	43	2.95

* The figures under this head are for expected growth. NR: Not in the ranking. Data as on 14 June 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

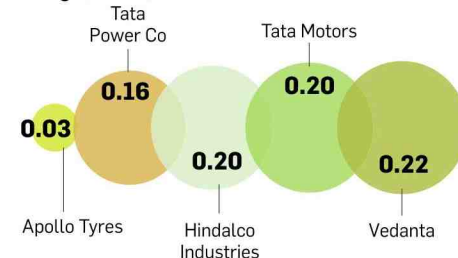
The 5 stocks with the lowest forward PE.



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

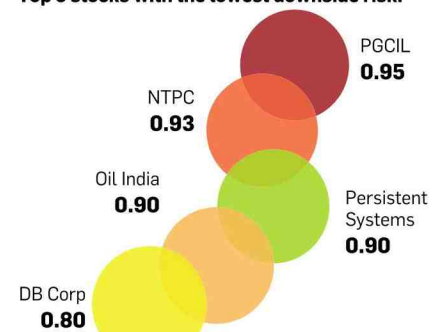
Top 5 stocks with the highest dividend yield.



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.

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 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).



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