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CHOLAMANDALAM
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LTP: **1,118.3** 52-wk H/L: **1,243.9\5,82.5** EPS: **37.50**

Business & background: Cholamandalam Investment and Finance, a financial services provider, through its subsidiaries offers personal and home equity loans, mutual funds, securities brokerage, corporate finance and investment advisory services.

Prospects: The company reported revenues of Rs 1,162.14 crore in the second quarter of FY17, up 14.22 per cent compared with Q2FY16. The net profit too soared over 40 per cent in Q2FY17

at Rs 170.94 crore.

A report by Spark Capital stated, "A healthy return to growth in the vehicle financing portfolio, healthy margin trajectory, superior asset quality

and higher capitalisation remain the key triggers. Given that growth and NPA transition is a tailwind now, we see scope for upside and give a 'buy' signal with a target price of Rs1,307."

Valuation: At Friday's close, the stock traded at 29.82 times the EPS for the past four quarters

Standalone results

	SEPT 17*	SEPT 16	%
Total sale	1,162.14	1,017.37	14.22
Expenditure	890.28	318.29	179.70
Net profit	170.94	120.47	41.89

*For the quarter ended

All figures in Rs crore