

DOMESTIC:

- L&T Construction secures contract for design and construction of a major airport
- Biocon intimates of two pre-approval inspections of its facilities in Bengaluru
- FDA lifts warning on Dr Reddy's Andhra Pradesh plant
- RBI threatens action against Yes Bank for disclosing 'NIL' divergence report
- Glenmark Pharma gets USFDA nod for Clobetasol Propionate Foam
- Ashok Leyland launches 3 new variants in the commercial vehicle range
- Tata Motors plans to roll out its EV in 2 years
- Cipla to acquire 11.71% stake in Wellthy Therapeutics
- Tata Steel sells indirect subsidiary Black Ginger
- JSW Cement to invest Rs2,000cr to increase the capacity to 20MT by 2020
- Department of Telecommunications refunds Rs298cr to Aircel
- Aditya Birla Fashion to set up Rs114cr manufacturing plant in Odisha
- Income-Tax Department raids Divi's Lab premises
- Dr Reddy's re-launches Buprenorphine and Naloxone Sublingual Film in US market
- JSW Steel outlook revised to positive by Moody's
- Vijaya Bank and Dena Bank's merger with BoB to be effective from 1st April, 2019
- L&T asks SEBI to reconsider its Rs9,000cr buyback plan: Report
- Tech Mahindra board okays buyback at Rs950 per share
- Uco Bank looks to raise Rs1,200cr via share sale
- Zydus Cadila received final approval from USFDA to market Phytonadione Tablets USP
- Dynamatic Technologies signs MoU with SAAB Technologies
- GMR Infrastructure to develop new airport at Greece

ECONOMY:

- RBI to inject Rs12,500cr liquidity via OMOs
- Provident Fund rate may be retained at 8.55%
- India to remain fastest growing major economy in next decade: as per Report

INDUSTRY:

- Finished steel exports fall 37%, imports grow 1.5% in April-January
- India's packaging industry to touch USD72.6bn by FY20: ASSOCHAM-EY Study
- Decision to cap retailer margins of 73 drugs awaited
- Telecom dept. to sell fibre assets built for BharatNet

Price Performance

Company	1M	3M	12M
Supreme Petrochem Ltd	11.7%	1.1%	-39.7%
Shanthi Gears Ltd	-9.7%	-7.3%	-19.7%
Hind Rectifiers Ltd	-4.6%	-7.7%	-19.0%
KCP Ltd	-8.0%	-11.3%	-37.8%
Hester Biosciences Ltd	18.6%	16.4%	-14.9%
The Hi-Tech Gears Ltd	-8.5%	-18.1%	-31.3%
Bharat Bijlee Ltd	-8.5%	-8.6%	-28.6%
Triveni Turbines Ltd	-6.2%	-8.7%	-10.6%
Siemens Ltd	-6.4%	7.4%	-17.9%
Aksh Optifibre Ltd	-17.8%	-28.5%	-49.8%
GMM Pfaudler Ltd	-4.5%	0.7%	56.8%
Alicon Castalloy Ltd	-8.2%	-21.1%	-17.5%
Gufic Biosciences Ltd	-17.2%	-25.2%	-40.6%
Excel Industries Ltd	-4.5%	-27.9%	30.3%
Vesuvius India Ltd	-8.9%	-1.8%	-15.9%
Munjal Showa Ltd	-7.0%	-11.0%	-26.5%
Bharat Rasayan Ltd	-16.0%	-33.3%	-17.1%
Alkyl Amines Chemicals Ltd	-13.2%	-2.3%	16.6%
Grauer and Weil (India) Ltd	-7.8%	-17.1%	-28.4%
Texmaco Rails & Engineering Ltd	1.5%	-7.9%	-38.7%
Nagarjuna Agrichem Ltd	6.3%	9.8%	-32.7%
Simplex Infrastructures Ltd	-14.9%	-33.3%	-75.0%
ITD Cementation India Ltd	-12.7%	1.6%	-42.9%
Westlife Development Ltd	-7.2%	6.8%	7.9%
Federal Mogul Goetze (India) Ltd	-3.1%	14.4%	-1.8%
Dynamatic Technologies Ltd	-9.9%	-18.2%	-16.1%
Hitech Corporation Ltd	-39.6%	-17.0%	-38.5%
NRB Bearings Ltd	-8.1%	-3.5%	17.2%
Kokuyo Camlin Ltd	-16.9%	-14.3%	-24.0%
Timken India Ltd	0.4%	10.0%	-29.2%
Morganite Crucible (India) Ltd	-5.0%	-6.1%	39.4%
Vardhman Special Steels Ltd	6.9%	-11.1%	-37.0%
Zen Technologies Ltd	-11.5%	17.1%	-37.8%
KSB Ltd	-8.9%	-15.9%	-16.7%
Thermax Ltd	-12.4%	-0.7%	-17.4%
Transpek Industry Ltd	0.7%	0.7%	11.0%
BASF India Ltd	-12.1%	-12.4%	-33.5%
Artson Engineering Ltd	-22.2%	-32.5%	-58.1%
Remsons Industries Ltd	-27.5%	-25.3%	-8.5%
Snowman Logistics Ltd	-10.3%	-15.0%	-41.5%
Alembic Pharmaceuticals Ltd	-10.0%	-6.3%	-5.9%
SKF India Ltd	2.1%	5.0%	6.7%
Indian Hume Pipe Co. Ltd	-19.7%	-14.1%	43.9%
Engineers India Ltd	-10.0%	-9.1%	30.0%
Gulshan Polyols Ltd	-20.6%	-14.3%	-33.7%
Nesco Ltd	-4.4%	-2.5%	-27.4%
Castrol India Ltd	-6.9%	3.5%	63.7%
Hikal Ltd	-4.9%	-5.6%	-2.2%

The week that went by:

It was indeed a flat week for the markets with not much to offer.

The week that started flat in spite of the other markets being strong, maintained the trend throughout with blended performance across the different sectors. The last trade day also witnessed a negatively biased opening for the markets which wrapped up in a narrow range.

Coverage Universe Valuations												
Company	Reco	Reco at	CMP	Tgt price	Upside	Mcap	EPS(x)		PE(x)		EV/EBITDA (x)	
		(Rs)	(Rs)	(Rs)	(%)	(Rs bn)	FY18	FY19E	FY18	FY19E	FY18	FY19E
Supreme Petrochem Ltd	BUY	77	210	275	31.0	20.3	6.6	6.4	31.7	32.8	9.7	11.9
Shanthi Gears Ltd	BUY	107	114	200	75.4	9.3	3.5	3.9	32.6	29.3	25.3	21.4
Hind Rectifiers Ltd	BUY	69	108	175	62.0	1.6	0.8	5.3	137.0	20.4	23.2	11.6
KCP Limited	BUY	71	80	150	87.5	10.3	7.0	7.0	11.5	11.4	8.9	7.9
Hester Biosciences Ltd	BUY	565	1344	1750	30.2	11.4	35.9	39.8	37.4	33.8	11.1	10.0
The Hitech Gears Ltd	BUY	298	293	500	70.8	5.5	17.0	21.2	17.2	13.8	10.2	8.9
Bharat Bijlee Ltd	BUY	787	1019	2000	96.3	5.8	25.1	37.4	40.6	27.2	23.6	19.6
Triveni Turbines Ltd	BUY	92	106	150	41.6	0.3	3.0	3.1	35.6	34.0	22.3	21.3
Siemens Ltd	BUY	1128	985	1350	37.1	350.7	53.0	53.6	18.6	18.4	24.7	24.3
Aksh Optifibre Ltd	BUY	15	19	30	58.3	3.1	1.4	2.7	13.2	6.9	7.3	4.6
GMM Pfäudler Ltd	BUY	332	1093	1300	18.9	16.0	19.4	26.7	56.3	41.0	34.3	25.1
Alicon Castalloy Ltd	BUY	288	520	850	63.5	6.4	29.0	46.6	18.0	11.2	8.6	6.3
Gufic Biosciences Ltd	BUY	50	72	150	108.3	5.5	1.9	3.1	38.6	23.1	16.5	12.9
Excel Industries Ltd	BUY	380	1070	1800	68.2	13.8	58.1	112.2	18.4	9.5	11.0	5.8
Vesuvius India Ltd	BUY	1165	1110	1500	35.1	22.2	52.3	56.3	21.2	19.7	10.6	10.3
Munjjal Showa Ltd	BUY	191	162	250	54.4	6.5	19.4	21.5	8.4	7.5	5.6	4.9
Bharat Rasayan Ltd	BUY	2747	3671	5000	36.2	15.4	227.3	257.5	16.2	14.3	10.7	9.3
Alkyl Amines Chemicals Ltd	BUY	391	717	850	18.6	14.6	31.5	38.9	22.7	18.4	13.8	10.6
Grauer and Weil (India) Ltd	BUY	45	45	65	44.8	10.2	2.7	3.0	16.8	15.2	10.6	10.0
Texmaco Rails & Engineering Ltd	BUY	91	57	150	161.3	20.2	0.5	1.8	125.2	31.7	56.6	16.6
Nagarjuna Agrichem Ltd	BUY	29	29	45	56.8	4.5	0.7	0.8	41.8	36.3	13.5	12.8
Simplex Infrastructures Ltd	BUY	540	143	300	109.7	20.2	30.5	31.8	4.7	4.5	6.1	5.7
ITD Cementation India Ltd	BUY	158	105	180	71.8	16.3	8.3	9.8	12.6	10.7	7.0	6.2
Westlife Development Ltd	BUY	266	354	425	20.0	55.1	0.8	1.6	426.9	223.2	73.4	51.5
Federal Mogul Goetze (India) Ltd	BUY	540	483	750	55.3	26.9	14.9	18.0	32.4	26.8	14.4	13.1
Dynamatic Technologies Ltd	BUY	2160	1351	2750	103.6	8.6	1.1	51.1	1189.9	26.4	11.1	8.5
Hitech Corporation Ltd	BUY	175	95	180	89.9	1.6	4.5	6.4	21.0	14.9	8.4	6.4
NRB Bearings Ltd	BUY	138	186	240	29.1	18.0	8.5	10.4	22.0	17.9	12.9	10.8
Kokuyo Camlin Ltd	BUY	132	90	175	94.4	9.0	1.0	1.5	91.9	61.2	27.1	21.6
Timken India Ltd	BUY	883	562	1000	77.9	38.2	13.5	19.0	41.5	29.6	23.4	14.9
Morganite Crucible (India) Ltd	BUY	1047	1380	2300	66.7	3.9	49.6	63.9	27.8	21.6	2.7	2.4
Vardhman Special Steels Ltd	BUY	151	95	140	47.1	3.4	7.0	8.7	13.6	10.9	8.9	7.4
Zen Technologies Ltd	BUY	115	73	170	133.2	5.6	-0.1	0.8	-1446.0	90.5	-298.3	54.0
KSB Ltd	BUY	820	648	1100	69.8	22.5	18.8	21.2	37.0	32.8	15.5	13.8
Thermax Ltd	BUY	1019	963	1230	28	114.8	22.1	26.8	43.6	36.0	30.9	26.5
Transpek Industry Ltd	BUY	1547	1410	2000	41.8	7.9	47.3	76.0	29.8	18.5	18.4	13.8
BASF India Ltd	BUY	1954	1332	2500	87.7	57.7	20.3	43.5	65.6	30.6	19.6	15.4
Artson Engineering Ltd	BUY	64	36	95	165.4	1.3	0.4	2.3	95.6	15.6	58.2	17.8
Remsons Industries Ltd	BUY	104	81	155	92.3	0.5	6.0	7.9	13.4	10.2	9.1	7.2
Snowman Logistics Ltd	BUY	33	30	55	82.1	5.0	-0.2	0.1	-141.7	209.9	14.2	11.7
Alembic Pharmaceuticals Ltd	BUY	605	529	751	42.0	99.7	22.3	26.7	23.7	19.8	16.5	14.0
SKF India Ltd	BUY	1942	1970	2620	33.0	101.1	57.6	60.7	34.2	32.5	23.2	21.6

*Castrol, Vesuvius, ITD Cementation- Dec Ending | Siemens-Sept ending |

Recommendations adjusted as per Corporate Actions							
Company	Reco	Target	Corp Action		Adj Price	Adj Tgt Price	Appreciation
IHP Ltd	341	600	Bonus 1 : 1.		171	500	60%
Engineers India Ltd	211	200	Bonus 1 : 1.		105	250	1%
Gulshan Polyols Ltd	390	500	Stock Split from Rs.FV 5 to Rs.FV 1.		78	110	-34%
Nesco Ltd	2397	3200	Stock Split from Rs.FV 10 to Rs.FV 2.		479	640	-10%
Castrol India Ltd	447	550	Bonus 1 : 1		223	200	-31%
Hikal Ltd	143	325	Bonus 1 : 2		95	216	53%

Coverage Universe Valuations												
Company	Reco	Adj Reco	CMP	Tgt price	Upside	Mcap	EPS(x)		PE(x)		EV/EBITDA (x)	
		(Rs)	(Rs)	(Rs)	(%)	(Rs bn)	FY18	FY19E	FY18	FY19E	FY18	FY19E
IHP Ltd	341	171	274	500	82.8	13.3	13.6	20.1	20.1	13.6	10.9	8.4
Engineers India Ltd	211	105	106	200	88.5	35.7	6.0	7.0	17.7	15.2	16.2	12.8
Gulshan Polyols Ltd	390	78	52	78	50.7	2.4	3.9	5.1	110.5	84.6	31.3	25.1
Nesco Ltd	2397	479	430	640	48.8	6.1	25.1	23.7	17.1	18.2	14.0	14.6
Castrol India Ltd	447	223	154	200	29.7	76.3	7.1	15.6	21.8	9.9	14.3	13.0
Hikal Ltd	143	95	146	216	47.6	12.0	9.4	10.1	15.6	14.5	9.7	8.8

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Coverage Performance Sheet												
Company	Reco at	CLS	Target Price (Rs)								Appreciation	
	(Rs)	(Rs)	Target 1	Target 2	Target 3	Target 4	Target 5	Target 6	Target 7	Target 8	(%)	
Supreme Petrochem Ltd	77	210	120	150	200	275	350	500	275	-	173%	
Shanthi Gears Ltd	107	114	150	200	-	-	-	-	-	-	7%	
Hind Rectifiers Ltd	69	108	110	140	175	-	-	-	-	-	57%	
KCP Limited	71	80	105	150	200	150	-	-	-	-	13%	
Hester Biosciences Ltd	565	1344	750	875	1150	1500	2200	1750	-	-	138%	
The Hitech Gears Ltd	298	293	450	600	500	-	-	-	-	-	-2%	
Bharat Bijlee Ltd	787	1019	1100	1500	2000	-	-	-	-	-	29%	
Triveni Turbines Ltd	92	106	135	150	-	-	-	-	-	-	15%	
Siemens Ltd	1128	985	1350	-	-	-	-	-	-	-	-13%	
Aksh Optifibre Ltd	15	19	24	35	45	30	-	-	-	-	26%	
GMM Pfaudler Ltd	332	1093	500	700	800	1000	1300	-	-	-	229%	
Alicon Castalloy Ltd	288	520	450	600	750	1000	850	-	-	-	81%	
Gufic Biosciences Ltd	50	72	75	100	140	175	150	-	-	-	44%	
Excel Industries Ltd	380	1070	550	650	800	1100	1400	1800	2200	1800	182%	
Vesuvius India Ltd	1165	1110	1500	-	-	-	-	-	-	-	-5%	
Munjal Showa Ltd	191	162	250	300	350	300	250	-	-	-	-15%	
Bharat Rasayan Ltd	2747	3671	3500	4250	5000	6500	9000	5000	-	-	34%	
Alkyl Amines Chemicals Ltd	391	717	550	700	850	-	-	-	-	-	83%	
Grauer and Weil (India) Ltd	45	45	65	80	100	65	-	-	-	-	0%	
Texmaco Rails & Engineering Ltd	91	57	125	150	-	-	-	-	-	-	-37%	
Nagarjuna Agrichem Ltd	29	29	45	60	75	60	45	-	-	-	-1%	
Simplex Infrastructures Ltd	540	143	700	540	300	-	-	-	-	-	-74%	
ITD Cementation India Ltd	158	105	225	180	-	-	-	-	-	-	-34%	
Westlife Development Ltd	266	354	350	425	-	-	-	-	-	-	33%	
Federal Mogul Goetze (India) Ltd	540	483	750	-	-	-	-	-	-	-	-11%	
Dynamatic Technologies Ltd	2160	1351	3000	2750	-	-	-	-	-	-	-37%	
Hitech Corporation Ltd	175	95	230	180	-	-	-	-	-	-	-46%	
NRB Bearings Ltd	138	186	200	240	-	-	-	-	-	-	35%	
Kokuyo Camlin Ltd	132	90	175	-	-	-	-	-	-	-	-32%	
Timken India Ltd	883	562	1200	1000	-	-	-	-	-	-	-36%	
Morganite Crucible (India) Ltd	1047	1380	1500	1750	2300	-	-	-	-	-	32%	
Vardhman Special Steels Ltd	151	95	225	140	-	-	-	-	-	-	-37%	
Zen Technologies Ltd	115	73	170	-	-	-	-	-	-	-	-37%	
KSB Ltd	820	648	1100	-	-	-	-	-	-	-	-21%	
Thermax Ltd	1019	963	1230	-	-	-	-	-	-	-	-5%	
Transpek Industry Ltd	1547	1410	2000	-	-	-	-	-	-	-	-9%	
BASF India Ltd	1954	1332	2500	-	-	-	-	-	-	-	-31.8%	
Artson Engineering Ltd	64	36	95	-	-	-	-	-	-	-	-44%	
Remsons Industries Ltd	104	81	155	-	-	-	-	-	-	-	-23%	
Snowman Logistics Ltd	33	30	55	-	-	-	-	-	-	-	-8%	
Alembic Pharmaceuticals Ltd	605	529	751	-	-	-	-	-	-	-	-13%	
SKF India Ltd	1942	1970	2620	-	-	-	-	-	-	-	1%	

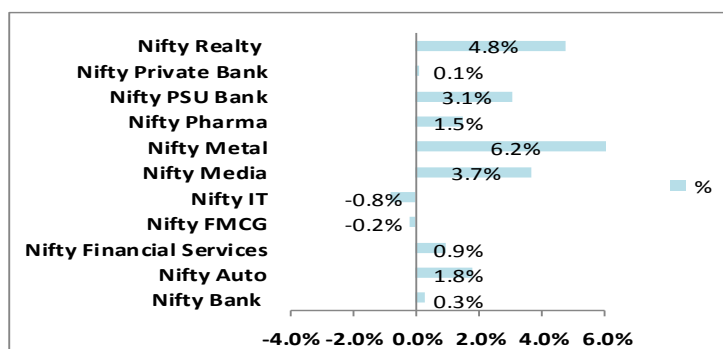
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Castrol India Ltd	447	550	Bonus 1 : 1	223	200	-31%
Hikal Ltd	143	325	Bonus 1 : 2	95	216	53%

Coverage Performance Sheet												
Company	Reco at	CLS	Target Price (Rs)								Appreciation	
	(Rs)	(Rs)	Target 1	Target 2	Target 3	Target 4	Target 5	Target 6	Target 7	Target 8	(%)	
IHP Ltd	341	274	500	600	500	-	-	-	-	-	60%	
Engineers India Ltd	211	106	200	250	200	-	-	-	-	-	1%	
Gulshan Polyols Ltd	390	52	110	78	-	-	-	-	-	-	-34%	
Nesco Ltd	2397	430	640	-	-	-	-	-	-	-	-10%	
Castrol India Ltd	223	154	275	250	200	-	-	-	-	-	-31%	
Hikal Ltd	143	146	200	250	325	216	-	-	-	-	53%	

Please Turn Over

Weekly Sectoral Gainers & Losers in (%)



TERM OF THE WEEK:

Loan- to-value (LTV) ratio: A ratio wherein the proportion of the property value is lent by the lender through a loan. It is being used by banks, housing finance companies, NBFCs in order to assess the risk in lending a home loan to a buyer/borrower. The main purpose of calculating LTV enables the lender to gauge that they don't lend a higher amount than the actual price of the property. When the LTV increases, the risk of the borrower defaulting too increases proportionately.
*LTV: (Amount borrowed/Value of the property)*100.*

COVERAGE NEWS:

KCP Limited: Intimation of commencement of Commercial operations at Muktyala, Andhra Pradesh

The commercial production for manufacturing of Cement at Muktyala Line II of 1.66million tons per annum of cement capacity has commenced. Some minor facilities like packing plant would be completed in about two months' time. With this expansion the total capacity of the company would be 4.3million tons per annum. KCP also commenced construction of a grinding unit with a capacity of 0.5million tons per annum, at Naidupeta, Nellore District, Andhra Pradesh.

Our comments:

This would lead to capacity expansion and increased order intake for the company.

Engineers India Ltd: Share update:

ICICI Prudential Mutual Fund bought 33,08,000 shares of the company at Rs107.63 per share.

Alembic Pharmaceuticals Ltd: USFDA approval update:

The company has received an USFDA approval to market acetazolamide extended-release capsules in 500mg strength. The drug is a generic version of Teva Branded Pharmaceutical Products R&D Inc's Diamox Sequels capsules, which is used to treat chronic simple glaucoma and secondary glaucoma. According to IQVIA, acetazolamide extended-release capsules clocked sales worth USD13.1mn in the US during the year ended December, 2018.

Westlife Development Ltd: Store launch update:

The company has opened a McDonald's outlet at Tirupati in Andhra Pradesh. This is McDonald's 5th restaurant in Andhra Pradesh after Vijayawada, Nellore, Kakinada and Vishakhapatnam and 112th store in South India.

Dynamatic Technologies Ltd: MoU update:

The company has signed an MoU with Joint-Stock Company (JSC) Russian Helicopters on Ka-226T Helicopter with an intent to build major structural assemblies for fuselage and aggregate assembly; sub-assemblies; and detail parts fabrication. The company has also signed an MoU with SAAB Technologies with an intent to explore future joint opportunities in commercial and defence related work, including Gripen fighter aircraft.

Capacity Expansion: KCP

EIL: Share Update

USFDA Approval

New Store Launch

Dynamatic-Update

Decent Quarter

Growth Ahead

Likely Cap On Margins

New Manufacturing Plant

RESULT UPDATE:

Simplex Infrastructures Ltd: Result and Target Revision:

The net sales for the quarter came in at Rs14,034mn as compared to Rs13,601mn, growth of 3.2%. The Ebitda margins stood at 12.7% almost flat as compared to 12.8% in the same quarter last year. The net profit grew by 16.6% to Rs363mn as against Rs311mn in the comparative quarter. The EPS for the quarter is Rs6.5. On the segmental front, the construction segment grew by 1% while the others clocked a 151% growth for the quarter under reference.

Outlook and recommendations:

The company has reported decent set of numbers for the quarter under reference. It is standing good in terms of the future order book as well. However, with the overall slowdown seen across the industry; Simplex has been no exception. Further considering the prevailing market conditions we would like to tone down our target to Rs300 (from the earlier Rs540) over a 12 months horizon.

ECONOMY:

India to remain fastest growing major economy in next decade: Report

According to a global economic research report, India would remain the fastest growing major economy, much ahead of China, in the next decade 2019-28. The country is likely to achieve an average growth of 6.5% in 2019-28, the highest among the emerging economies. India will be followed by the Philippines (5.3%) and Indonesia (5.1%), as per the report 'Emerging Markets Sustained Growth in EMs Calls for Thrift and Innovation'. Further, as per the report, in order to avoid the middle income group trap (MIT), the upper middle income countries (MICs) in particular need to make progress in terms of mastering technology, raising the involvement of firms and/or people in innovation and R&D space.

Our comments:

India is projected to grow at 7.5% in 2019 and 7.7% in 2020, more than China's estimated growth of 6.2% in these two years, according to IMF's recent World Economy Outlook update.

INDUSTRY:

Decision to cap retailer margins of 73 drugs awaited

The drug price regulator National Pharmaceutical Pricing Authority is expected to cap the trade margins of 73 drugs of cancer and rare diseases, thereby expanding the spectrum of price control in order to curtail the profits on various drugs which are currently outside the purview of the government regulation. The list of 73 drugs is bifurcated as 35 cancer drugs and other containing 38 medicines for treatment of rare diseases.

Our comments:

The trade margins account for major portion of the MRP for a medicine and thereby the company ends up paying exorbitant margins to the trade chain to push their drugs through the retailers. By adopting this discriminatory approach, once the regulator caps the trade margins, the stockists and the retailers will be in a position to charge only a fixed margin on these products.

COMPANY:

Aditya Birla Fashion to set up Rs114cr manufacturing plant in Odisha

Aditya Birla Fashion and Retail Ltd (ABFRL) has invested Rs114cr in order to set up a new apparel manufacturing plant in Rayagda district of Odisha; being the second unit for the company. This unit will have a capacity to produce 3.6mn pieces of apparel per annum. The said proposal will be financed by 30% equity and 70% by term loan.

Our comments:

The project will be implemented within 24 months from the date of approval.

*Cipla's Acquisition***COMPANY:****Cipla to acquire 11.71% stake in Wellthy Therapeutics**

Goldencross Pharma, a wholly-owned subsidiary of Cipla, has signed an agreement in order to acquire a minority stake of 11.71% in Wellthy Therapeutics; for a cash consideration of Rs10.5cr. As a part of the deal, the partners plan to offer a combination of Pharmacotherapy and Digital Therapeutics for improved patient outcomes in the chronic therapies of diabetology and cardiology. Under this agreement, a multi-lingual clinically validated disease management platform would be made available to the patients living with diabetes or cardiovascular diseases via doctors' clinics or co-packaging on select Cipla brands.

Our comments:

Increased use of technology and the partnership benefits would provide Cipla the ability to offer the combination of prescription drugs and artificial intelligence-powered digital therapeutics to patients in cardio-metabolic health.

*Capacity Expansion:
JSW Cement***JSW Cement to invest Rs2,000cr to increase the capacity to 20MT by 2020**

The company plans to invest around Rs2,000cr in order to achieve its target of 20million tonne annual capacity by December, 2020. Further the company's much awaited IPO is also on the cards, the work for which would start in December and is expected to launch the issue before March 2021; which has an approximate enterprise value of Rs25,000-Rs30,000cr. With the commissioning of enhanced capacity at the Dolvi plant in Maharashtra from 1mtpa to 2.2mtpa, its installed capacity has increased to 12.6mtpa and the company is of the belief that by the end of this fiscal year, it would scale it up to 14mtpa as it would be commissioning the Jajpur unit in Odisha soon.

Our comments:

With a capex of ~Rs2,000cr, the company is aiming at both organic and inorganic opportunities. Additionally, it is also evaluating a few stressed assets but in the short-to medium term, the focus would be on execution backed by lot of opportunities in its brownfield expansion.

*Re-launch By DRL***Dr Reddy's re-launches Buprenorphine and Naloxone Sublingual Film in US market**

DRL re-launches Buprenorphine and Naloxone Sublingual Film in the US market after a favourable court ruling. Buprenorphine and Naloxone Sublingual Film, 2 mg/0.5 mg, 4 mg/1 mg, 8 mg/2 mg, and 12 mg/3 mg, is a therapeutic equivalent generic version of Suboxone (buprenorphine and naloxone) sublingual film. The decision of the appellate court was in the favour of DRL, vacating the preliminary injunction that had prevented it from continuing to market this important drug to the public.

Our comments:

The company is committed to provide better and affordable treatment options for opioid use disorder and addiction. Additionally, the company is of the view to help patients in the US who are impacted by opioid epidemic.

*Orders For L&T***L&T Construction secured a mega contract for design and construction of a major airport**

The Engineering, Procurement and Construction orders have been secured to execute development works of a major airport. The scope of work includes design, engineering, procurement and construction of Passenger Terminal Building, a new runway, rehabilitation of a runway, taxiways and aprons, a new elevated eastern cross taxiway, landside roads, utility infrastructure, drainage and modifications for the existing Terminal. The project involves baggage handling systems, passenger boarding bridges, airport security systems, visual docking guidance systems, vertical horizontal transportation, airfield ground lighting, mechanical, electrical and plumbing works. This will increase the existing capacity to 40 million passengers per annum (40MPPA).

Our comments:

This is a strong add on to the orders of the company.

WEEKLY REPORT

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