

## Automotive Axles

### Performance Highlights

Y/E Sept. (₹ cr)	4QSY10	4QSY09	% chg (yoy)	Angel est.	% diff
<b>Net sales</b>	<b>167.0</b>	<b>95.4</b>	<b>75.0</b>	<b>206.0</b>	<b>(18.9)</b>
Operating profit	19.6	14.8	32.3	28.8	(32.2)
EBITDA margin (%)	11.7	15.5	(378)bp	14.0	(229)bp
<b>Reported PAT</b>	<b>9.5</b>	<b>7.0</b>	<b>36.3</b>	<b>15.8</b>	<b>(39.9)</b>

Source: Company, Angel Research

Automotive Axles (AAL) posted good yoy growth in 4QSY2010, though on a qoq basis the company exhibited subdued performance with top-line and bottom-line growth lower than expected. Nonetheless, we expect the positive growth in the commercial vehicle (CV) segment to help the company report better performance going ahead. **We rollover to SY2012E and recommend Buy on the stock.**

**Weak operating performance led to muted bottom-line growth:** For 4QSY2010, AAL registered 75% yoy growth in net sales to ₹167cr (₹95.4cr), which was lower than our expectation of ₹206cr. The company's top line has been recovering following the revival in CV volumes. The M&HCV segment, which contributes to ~95% of AAL's revenue, grew by ~45% yoy during the quarter. EBITDA margin came in lower than expectations at 11.7%, down 378bp yoy due to rise in input costs and other expenses (up 210bp and 251bp, respectively). Net profit registered growth of 36.3% yoy to ₹9.5cr against our estimate of ₹15.8cr mainly because of lower-than-expected performance at the operating level.

**Outlook and valuation:** During SY2010–12E, we expect AAL to report a ~13% CAGR in its top line (largely on volume growth). We have also modeled in moderate margin contraction due to higher input costs. Thus, in terms of earnings, we expect AAL to register a robust ~12% CAGR over the same period. At the CMP of ₹466, the stock is trading at 13.9x SY2011E and 12.8x SY2012E earnings of ₹33.6 and ₹36.5, respectively, lower than its historical five-year average of 15x. We rollover to SY2012E and recommend a Buy rating on the stock with a Target Price of ₹547, at which level the stock would trade at 15x SY2012E EPS (in line with its historical valuation).

### Key financials

Y/E Sept. (₹ cr)	SY2009	SY2010E	SY2011E	SY2012E
<b>Net sales</b>	<b>266.3</b>	<b>669.7</b>	<b>783.1</b>	<b>845.9</b>
% chg	(64.3)	151.5	16.9	8.0
<b>Net profit</b>	<b>9.7</b>	<b>44.1</b>	<b>50.7</b>	<b>55.1</b>
% chg	(82.7)	356.3	15.1	8.6
OPM (%)	12.0	13.2	13.3	13.1
<b>EPS (₹)</b>	<b>6.4</b>	<b>29.2</b>	<b>33.6</b>	<b>36.5</b>
P/E (x)	72.9	16.0	13.9	12.8
P/BV (x)	4.0	3.4	2.9	2.4
RoE (%)	5.6	23.1	22.6	20.5
RoCE (%)	5.5	25.5	26.1	24.8
EV/Sales (x)	2.8	1.1	1.0	0.8
EV/EBITDA (x)	23.2	8.7	7.2	6.4

Source: Company, Angel Research

## BUY

CMP	₹466
Target Price	₹547

Investment Period	12 Months
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### Stock Info

Sector	Auto Ancillary
Market Cap (₹ cr)	701
Beta	0.7
52 Week High / Low	559/296
Avg. Daily Volume	4,686
Face Value (₹)	10
BSE Sensex	19,585
Nifty	5,890
Reuters Code	ATO.A.BO
Bloomberg Code	ATXL@IN

### Shareholding Pattern (%)

Promoters	71.0
MF / Banks / Indian Fls	20.7
FII / NRIs / OCBs	0.5
Indian Public / Others	7.8

Abs. (%)	3m	1yr	3yr
Sensex	6.1	16.7	(0.2)
Automotive Axles	(3.4)	50.0	1.0

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**Exhibit 1: Quarterly performance**

Y/E Sept. (₹ cr)	4QSY10	4QSY09	% chg	SY10	SY09	% chg
<b>Net sales</b>	<b>167.0</b>	<b>95.4</b>	<b>75.0</b>	<b>669.7</b>	<b>267.2</b>	<b>150.6</b>
Consumption of RM	119.6	66.4	80.3	473.5	181.3	161.2
(% of Sales)	71.6	69.6		70.7	67.8	
Staff costs	10.6	6.8	54.9	40.1	24.2	65.6
(% of sales)	6.3	7.2		6.0	9.1	
Other expenses	17.2	7.4	131.3	68.0	28.9	135.4
(% of sales)	10.3	7.8		10.1	10.8	
<b>Total expenditure</b>	<b>147.4</b>	<b>80.6</b>	<b>82.8</b>	<b>581.6</b>	<b>234.4</b>	<b>148.2</b>
<b>Operating profit</b>	<b>19.6</b>	<b>14.8</b>	<b>32.3</b>	<b>88.1</b>	<b>32.9</b>	<b>168.1</b>
OPM (%)	11.7	15.5		13.2	12.3	
Interest	1.4	0.6	124.4	3.6	4.7	(24.2)
Depreciation	5.3	4.4	21.1	21.0	18.5	13.6
Other income	0.3	0.4	(26.5)	2.3	3.2	(29.2)
<b>PBT (excl. extr. items)</b>	<b>13.2</b>	<b>10.2</b>	<b>28.9</b>	<b>65.9</b>	<b>12.9</b>	<b>-</b>
Extr. Items	-	-		-	0.3	
<b>PBT (incl. extr. items)</b>	<b>13.2</b>	<b>10.2</b>	<b>28.9</b>	<b>65.9</b>	<b>12.7</b>	<b>420.0</b>
(% of Sales)	7.9	10.7		9.8	4.7	
Provision for Taxation	3.7	3.3	13.2	21.8	3.0	624.7
(% of PBT)	28.1	31.9		33.1	23.8	
<b>Reported PAT</b>	<b>9.5</b>	<b>7.0</b>	<b>36.3</b>	<b>44.1</b>	<b>9.7</b>	<b>356.3</b>
PATM(%)	5.7	7.3		6.6	3.6	
Equity capital (cr)	15.1	15.1		15.1	15.1	
<b>EPS (₹)</b>	<b>6.3</b>	<b>4.6</b>	<b>36.3</b>	<b>29.2</b>	<b>6.4</b>	<b>356.3</b>

Source: Company, Angel Research

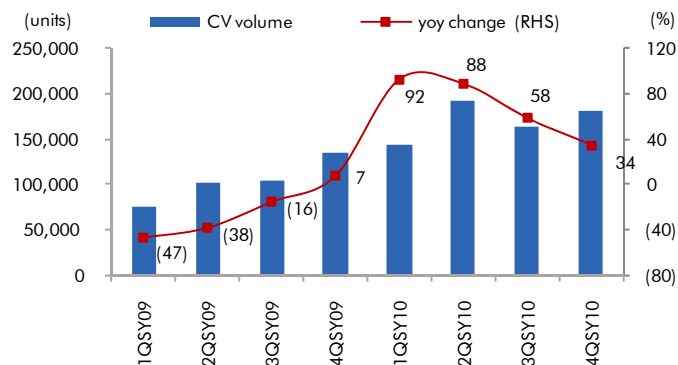
**Exhibit 2: Quarterly segmental performance**

Y/E Sept. (₹ cr)	4QSY10	4QSY09	% chg	SY10	SY09	% chg
<b>Net sales</b>						
Domestic	157.8	91.5	72.4	642.3	248.4	158.6
Export	9.2	3.9	134.8	27.4	18.9	45.4
<b>Total</b>	<b>167.0</b>	<b>95.4</b>	<b>75.0</b>	<b>669.7</b>	<b>267.3</b>	<b>150.6</b>
<b>EBIT</b>						
Domestic	16.6	10.2	62.6	73.7	18.7	294.8
Export	0.2	1.0	(74.5)	2.4	2.3	5.2
<b>Total</b>	<b>16.8</b>	<b>11.2</b>	<b>50.8</b>	<b>76.1</b>	<b>20.9</b>	<b>263.5</b>
<b>EBIT (%)</b>						
Domestic	10.5	11.2		11.5	7.5	
Export	2.7	24.6		8.7	12.0	
<b>Total</b>	<b>10.1</b>	<b>11.7</b>		<b>11.4</b>	<b>7.8</b>	

Source: Company, Angel Research

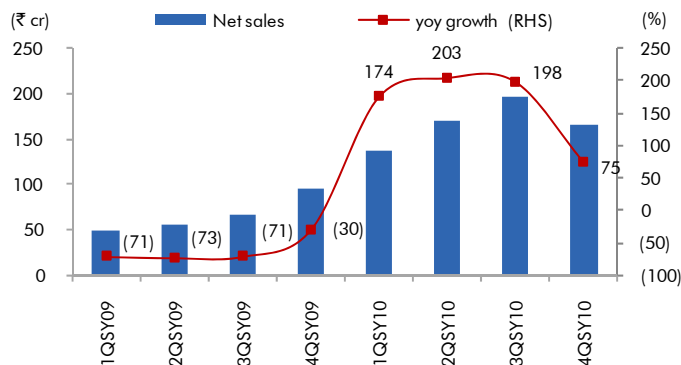
**Lower-than-expected top line, down 14.9% qoq:** AAL registered 75% yoy growth in net sales to ₹167cr (₹95.4cr), which was significantly lower than our estimates of ₹206cr. Top-line growth during the quarter, however, was slower compared to growth in the first nine months of SY2010. The top line reported a 14.9% qoq decline during 4QSY2010. The M&HCV segment, which contributes to ~95% of AAL's revenue, grew by ~45% yoy during the quarter.

**Exhibit 3: Reviving CV sales...**



Source: SIAM, Company, Angel Research

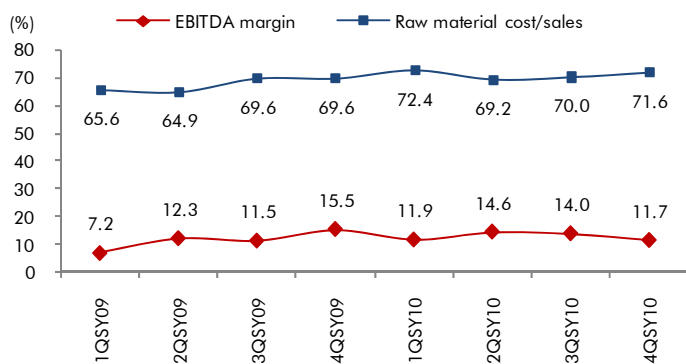
**Exhibit 4: ...supporting net sales growth**



Source: Company, Angel Research

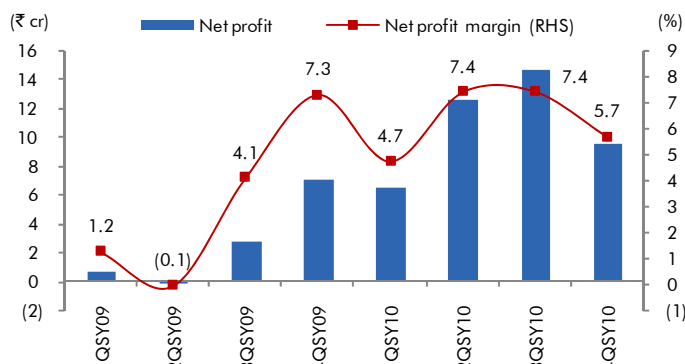
**OPM at 11.7%, down 378bp yoy:** In 4QSY2010, the company's performance on the operating front came in lower than our expectation, largely owing to increased input costs and other expenses. AAL witnessed a 378bp yoy decline in EBITDA margin to 11.7% (15.5%) against our estimates of 14%. Raw-material costs and other expenditure increased by 210bp yoy and 251bp yoy, respectively. During the quarter, raw-material cost accounted for about 71.6% (69.6%) of sales, primarily due to higher steel prices. The decline in staff cost, however, arrested the further drop in margins. Overall, AAL's operating profit grew by 32.3% yoy in 4QSY2010.

**Exhibit 5: High RM cost impacts yoy and qoq margins**



Source: Company, Angel Research

**Exhibit 6: Net profit up 36.3% yoy**



Source: Company, Angel Research

**Net profit significantly lower than expected at ₹9.5cr:** Net profit during the quarter stood at ₹9.5cr (₹7cr), which came in below our estimates of ₹15.8cr mainly because of lower-than-expected performance at the operating level. The increase in interest and depreciation cost affected net profit growth during the quarter. However, lower tax ratio (28.1% of PBT as against 31.9%) aided bottom-line growth to a certain extent.

## Investment arguments

- **MHCV segment to drive future growth:** AAL derives its revenue from the CV segment. Over the last few quarters, following the recovery in the overall economic and industrial activity, MHCV volumes have also been showing good recovery. Overall, we estimate the domestic heavy MHCV segment to witness a ~12% CAGR over SY2010–12E. Thus, AAL is expected to be one of the beneficiaries on account of the anticipated higher off-take by the MHCV segment in the next couple of years.
- **Increasing utilisation levels support margin expansion:** Overall increased volumes will support higher utilisation levels of the existing underutilised installed capacities (capacity levels were down by 25% in FY2009). Also, improved utilisation would support higher operating leverage. Therefore, higher volume growth and margin expansion pose upside risks to our earnings estimates.

## Outlook and valuation

During SY2010–12E, we expect AAL to report a ~13% CAGR in its top line (largely on volume growth). We have also modeled in moderate margin contraction due to higher input costs. Thus, in terms of earnings, we expect the company to register a robust ~12% CAGR over the same period.

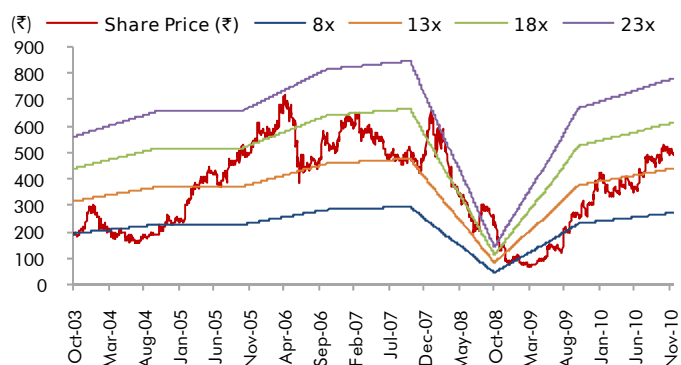
At the CMP of ₹466, the stock is trading at 13.9x SY2011E and 12.8x SY2012E earnings of ₹33.6 and ₹36.5, respectively, lower than its historical five-year average of 15x. **We rollover to SY2012E and recommend a Buy rating on the stock with a Target Price of ₹547, at which level the stock would trade at 15x SY2012E EPS (in line with its historical valuation).**

**Key risk:** Lower-than-expected growth in the CV segment (specifically the MHCV segment) due to lower IIP poses a downside risk to our growth estimates for the company.

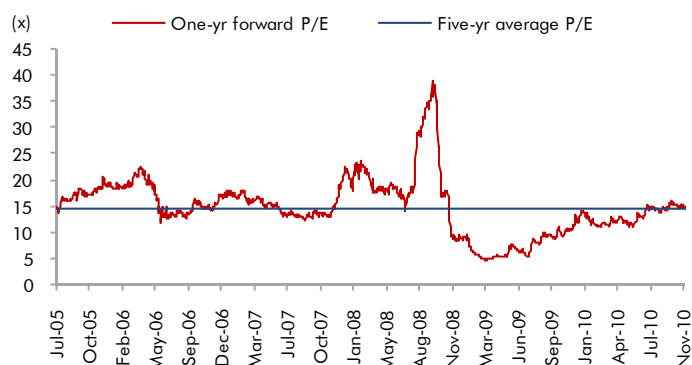
### Exhibit 7: Key assumptions

Y/E Sept.	SY2008	SY2009	SY2010E	SY2011E	SY2012E
<b>Complete axles (units)</b>	<b>108,449</b>	<b>39,225</b>	<b>99,760</b>	<b>111,800</b>	<b>120,400</b>
yoy change (%)	3.5	(63.8)	154.3	12.1	7.7
<b>Brake shoe (units)</b>	<b>378,573</b>	<b>435,965</b>	<b>597,272</b>	<b>686,863</b>	<b>741,812</b>
yoy change (%)	-	15.2	37.0	15.0	8.0
<b>Axle housing (units)</b>	<b>33,320</b>	<b>8,548</b>	<b>21,302</b>	<b>23,873</b>	<b>25,709</b>
yoy change (%)	(0.2)	(74.3)	149.2	12.1	7.7

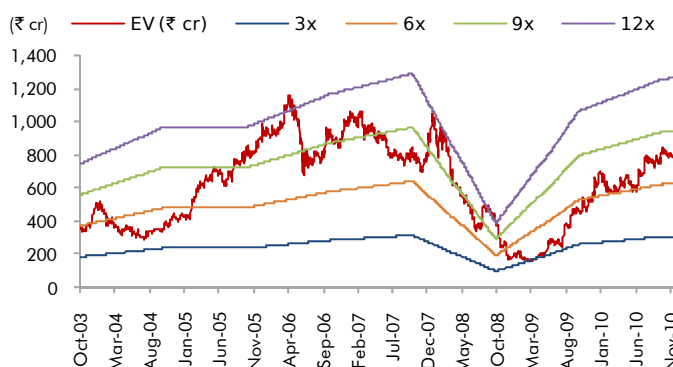
Source: Company, Angel Research

**Exhibit 8: One-year forward P/E band**


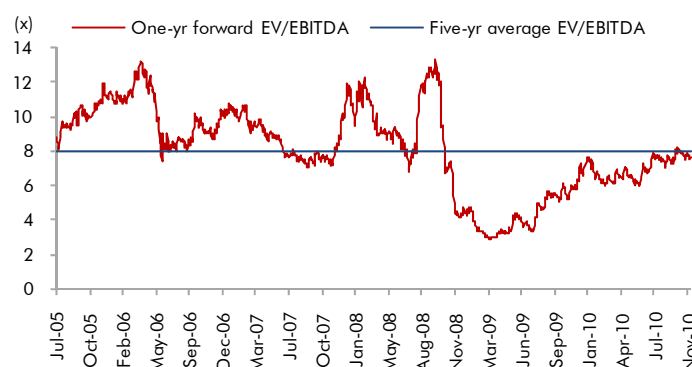
Source: Company, Bloomberg, Angel Research

**Exhibit 9: One-year forward P/E chart**


Source: Company, Bloomberg, Angel Research

**Exhibit 10: One-year forward EV/EBITDA band**


Source: Company, Bloomberg, Angel Research

**Exhibit 11: One-year forward EV/EBITDA chart**


Source: Company, Bloomberg, Angel Research

**Exhibit 12: Auto Ancillary – Recommendation summary**

Company	Reco.	CMP (₹)	Tgt. price (₹)	Upside (%)	P/E (x)		EV/EBITDA (x)		RoE (%)		FY10-12E EPS
					FY11E	FY12E	FY11E	FY12E	FY11E	FY12E	CAGR (%)
Amara Raja	Buy	173	251	45.1	10.4	7.8	5.9	4.6	23.4	25.0	6.6
<b>Automotive Axle<sup>^</sup></b>	<b>Buy</b>	<b>466</b>	<b>547</b>	<b>17.4</b>	<b>13.9</b>	<b>12.8</b>	<b>7.2</b>	<b>6.4</b>	<b>22.6</b>	<b>20.5</b>	<b>11.8</b>
Bharat Forge* &	Accumulate	364	404	11.1	29.6	18.0	14.4	10.5	16.6	21.7	-
Bosch India <sup>#</sup>	Accumulate	6,455	6,766	4.8	23.6	20.5	14.6	12.2	23.7	22.7	37.0
Exide Industries	Accumulate	164	174	6.4	20.5	18.1	11.8	9.7	25.4	25.0	19.7
FAG Bearings <sup>#</sup>	Buy	880	1,035	17.6	12.4	11.5	6.4	5.5	22.9	20.4	39.5
Motherson Sumi*	Accumulate	182	195	7.1	20.8	15.7	8.7	7.4	27.3	32.2	36.7
Subros	Buy	43	57	31.8	10.4	7.6	4.5	3.9	11.3	13.9	10.0

Source: Company, Angel Research; Note: \* Consolidated results; # December year end; ^ September year end; &amp; FY2011E and FY2012E EPS adjusted for FCCB interest after tax

**Profit and Loss Statement**

Y/E Sept (₹ cr)	SY07	SY08	SY09	SY10	SY11E	SY12E
<b>Net Sales</b>	<b>607.2</b>	<b>746.0</b>	<b>266.3</b>	<b>669.7</b>	<b>783.1</b>	<b>845.9</b>
% chg	32.7	22.9	(64.3)	151.5	16.9	8.0
<b>Total Expenditure</b>	<b>510.8</b>	<b>639.1</b>	<b>234.4</b>	<b>581.6</b>	<b>679.3</b>	<b>735.3</b>
Net Raw Materials	417.8	522.0	181.3	473.5	556.0	600.6
Other Mfg costs	30.6	39.5	29.0	-	-	-
Personnel	15.1	17.7	6.5	40.1	47.0	50.8
Other	47.3	59.9	17.6	68.0	76.3	84.0
<b>EBITDA</b>	<b>96.4</b>	<b>106.9</b>	<b>31.9</b>	<b>88.1</b>	<b>103.8</b>	<b>110.6</b>
% chg	20.3	10.9	(70.1)	176.1	17.7	6.6
(% of Net Sales)	15.9	14.3	12.0	13.2	13.3	13.1
Depreciation	17.1	20.9	18.5	21.0	24.3	26.1
<b>EBIT</b>	<b>79.3</b>	<b>86.0</b>	<b>13.4</b>	<b>67.1</b>	<b>79.5</b>	<b>84.5</b>
% chg	19.4	8.4	(84.4)	400.0	18.3	6.3
(% of Net Sales)	13.1	11.5	5.0	10.0	10.1	10.0
Interest & other Charges	7.7	6.5	4.9	3.6	4.9	4.1
Other Income	10.3	5.9	4.2	2.3	2.5	2.7
% chg	142.6	(42.3)	(29.6)	(45.0)	9.0	9.0
<b>PBT</b>	<b>81.9</b>	<b>85.4</b>	<b>12.7</b>	<b>65.9</b>	<b>77.1</b>	<b>83.1</b>
% chg	26.3	4.3	(85.2)	420.0	17.0	7.8
Extr. Exp./(Inc.)	0.0	0.1	(0.0)	-	-	-
<b>PBT (reported)</b>	<b>81.9</b>	<b>85.3</b>	<b>12.7</b>	<b>65.9</b>	<b>77.1</b>	<b>83.1</b>
Tax	28.3	29.7	3.0	21.8	26.4	28.0
(% of PBT)	34.5	34.8	23.7	33.1	34.2	33.7
<b>PAT (reported)</b>	<b>53.6</b>	<b>55.7</b>	<b>9.7</b>	<b>44.1</b>	<b>50.7</b>	<b>55.1</b>
PAT after MI (reported)	53.6	55.7	9.7	44.1	50.7	55.1
<b>ADJ. PAT</b>	<b>53.6</b>	<b>55.8</b>	<b>9.7</b>	<b>44.1</b>	<b>50.7</b>	<b>55.1</b>
% chg	23.7	4.0	(82.7)	356.3	15.1	8.6
(% of Net Sales)	8.8	7.5	3.6	6.6	6.5	6.5
<b>Basic EPS (₹)</b>	<b>35.5</b>	<b>36.9</b>	<b>6.4</b>	<b>29.2</b>	<b>33.6</b>	<b>36.5</b>
<b>Fully Diluted EPS (₹)</b>	<b>35.5</b>	<b>36.9</b>	<b>6.4</b>	<b>29.2</b>	<b>33.6</b>	<b>36.5</b>
% chg	23.7	4.0	(82.7)	356.3	15.1	8.6

**Balance Sheet**

Y/E Sept (₹ cr)	SY07	SY08	SY09	SY10	SY11E	SY12E
<b>SOURCES OF FUNDS</b>						
Equity Share Capital	15.1	15.1	15.1	15.1	15.1	15.1
Reserves & Surplus	110.5	154.8	159.6	192.5	225.7	282.5
<b>Shareholders' Funds</b>	<b>125.6</b>	<b>169.9</b>	<b>174.7</b>	<b>207.6</b>	<b>240.8</b>	<b>297.7</b>
Total Loans	101.9	72.1	45.4	70.7	60.7	50.7
Deferred Tax Liability	13.0	14.0	14.2	14.2	14.9	16.0
<b>Total Liabilities</b>	<b>240.5</b>	<b>256.0</b>	<b>234.3</b>	<b>292.4</b>	<b>316.4</b>	<b>364.3</b>
<b>APPLICATION OF FUNDS</b>						
Gross Block	233.2	273.5	275.6	292.2	337.5	362.6
Less: Acc. Depreciation	96.0	112.8	130.5	151.5	175.8	200.5
<b>Net Block</b>	<b>137.2</b>	<b>160.7</b>	<b>145.1</b>	<b>140.7</b>	<b>161.7</b>	<b>162.2</b>
Capital Work-in-Progress	14.4	8.0	7.1	4.4	6.8	7.3
Investments	-	-	-	-	-	-
<b>Current Assets</b>	<b>268.6</b>	<b>284.0</b>	<b>145.6</b>	<b>234.5</b>	<b>262.7</b>	<b>308.1</b>
Cash	11.5	19.2	8.7	9.0	19.9	47.0
Loans & Advances	89.8	112.2	9.8	11.5	39.2	49.8
Other	167.3	152.6	127.1	214.0	203.7	211.3
Current liabilities	179.7	196.7	63.5	87.1	114.8	113.3
<b>Net Current Assets</b>	<b>88.9</b>	<b>87.3</b>	<b>82.1</b>	<b>147.4</b>	<b>147.9</b>	<b>194.8</b>
Mis. Exp. not written off	-	-	-	-	-	-
<b>Total Assets</b>	<b>240.5</b>	<b>256.0</b>	<b>234.3</b>	<b>292.4</b>	<b>316.4</b>	<b>364.3</b>

**Cash Flow Statement**

Y/E Sept (₹ cr)	SY07	SY08	SY09	SY10E	SY11E	SY12E
Profit before tax	81.9	85.3	12.7	65.9	77.1	83.1
Depreciation	17.1	20.9	18.5	21.0	24.3	26.1
Change in Working Capital	34.8	(3.3)	11.5	109.1	(74.6)	(96.3)
Less: Other income	73.6	(24.7)	4.8	161.4	(85.2)	(96.6)
Direct taxes paid	28.3	29.7	3.0	21.8	26.4	28.0
<b>Cash Flow from Operations</b>	<b>31.9</b>	<b>98.0</b>	<b>34.9</b>	<b>12.7</b>	<b>85.6</b>	<b>81.5</b>
(Inc.)/Dec. in Fixed Assets	(43.6)	(33.9)	(1.3)	(13.9)	(47.7)	(25.6)
(Inc.)/Dec. in Investments	0.0	0.0	0.0	0.0	0.0	0.0
(Inc.)/Dec. in loans and advances	(6.0)	1.2	10.4	44.3	(27.7)	(5.0)
Other income	(0.2)	(4.0)	(0.6)	0.0	0.0	0.0
<b>Cash Flow from Investing</b>	<b>(49.8)</b>	<b>(36.8)</b>	<b>8.6</b>	<b>30.5</b>	<b>(75.4)</b>	<b>(30.6)</b>
Issue of Equity	0.0	0.0	0.0	0.0	0.0	0.0
Inc./(Dec.) in loans	47.3	(29.8)	(26.7)	25.3	(10.0)	(10.0)
Dividend Paid (Incl. Tax)	22.1	11.5	4.8	15.0	17.7	10.6
Others	(42.5)	(35.2)	(32.2)	(83.1)	(7.1)	(24.4)
<b>Cash Flow from Financing</b>	<b>26.8</b>	<b>(53.5)</b>	<b>(54.1)</b>	<b>(42.8)</b>	<b>0.6</b>	<b>(23.8)</b>
Inc./(Dec.) in Cash	9.0	7.7	(10.5)	0.3	10.9	27.1
<b>Opening Cash balances</b>	<b>2.5</b>	<b>11.5</b>	<b>19.2</b>	<b>8.7</b>	<b>9.0</b>	<b>19.9</b>
<b>Closing Cash balances</b>	<b>11.5</b>	<b>19.2</b>	<b>8.7</b>	<b>9.0</b>	<b>19.9</b>	<b>47.0</b>

**Key Ratios**

Y/E Sept	SY07	SY08	SY09	SY10E	SY11E	SY12E
<b>Valuation Ratio (x)</b>						
P/E (on FDEPS)	13.1	12.6	72.9	16.0	13.9	12.8
P/CEPS	10.0	9.2	25.0	10.8	9.4	7.6
P/BV	5.6	4.1	4.0	3.4	2.9	2.4
Dividend yield (%)	2.7	1.4	0.6	1.8	2.1	2.4
EV/Sales	1.3	1.0	2.8	1.1	1.0	0.8
EV/EBITDA	8.2	7.1	23.2	8.7	7.2	6.4
EV / Total Assets	3.3	3.0	3.2	2.6	2.4	1.9
<b>Per Share Data (₹)</b>						
EPS (Basic)	35.5	36.9	6.4	29.2	33.6	36.5
EPS (fully diluted)	35.5	36.9	6.4	29.2	33.6	36.5
Cash EPS	46.8	50.7	18.6	43.1	49.7	60.9
DPS	12.5	6.5	2.7	8.5	10.0	11.0
Book Value	83.1	112.4	115.6	137.4	159.3	197.0
<b>Dupont Analysis</b>						
EBIT margin	13.1	11.5	5.0	10.0	10.1	10.0
Tax retention ratio	0.7	0.7	0.8	0.7	0.7	0.7
Asset turnover (x)	3.1	3.2	1.2	2.6	2.7	2.8
ROIC (Post-tax)	26.9	24.1	4.4	17.6	18.0	18.2
Cost of Debt (Post Tax)	6.4	4.9	6.4	4.1	4.9	4.8
Leverage (x)	0.6	0.5	0.3	0.3	0.2	0.1
Operating ROE	40.1	33.4	3.9	21.1	21.0	19.4
<b>Returns (%)</b>						
ROCE (Pre-tax)	39.6	34.6	5.5	25.5	26.1	24.8
Angel ROIC (Pre-tax)	34.6	36.3	6.0	23.7	26.8	26.6
ROE	48.6	37.8	5.6	23.1	22.6	20.5
<b>Turnover ratios (x)</b>						
Asset Turnover (Gross Block)	2.8	2.9	1.0	2.4	2.5	2.4
Inventory / Sales (days)	40	40	101	41	43	43
Receivables (days)	38	38	91	52	50	50
Payables (days)	47	45	96	33	35	38
Working capital cycle (ex-cash) (days)	33	36	97	58	62	60
<b>Solvency ratios (x)</b>						
Net debt to equity	0.7	0.3	0.2	0.3	0.2	-
Net debt to EBITDA	0.9	0.5	1.2	0.7	0.4	-
Interest Coverage (EBIT / Interest)	10.3	13.2	2.7	18.9	16.4	20.8



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### Disclosure of Interest Statement

### Automotive Axles

1. Analyst ownership of the stock	Yes
2. Angel and its Group companies ownership of the stock	No
3. Angel and its Group companies' Directors ownership of the stock	No
4. Broking relationship with company covered	No

Note: We have not considered any Exposure below ₹1 lakh for Angel, its Group companies and Directors.

<b>Ratings (Returns) :</b>	Buy (> 15%)	Accumulate (5% to 15%)	Neutral (-5 to 5%)
	Reduce (-5% to 15%)	Sell (< -15%)	