

# InterGlobe Aviation

## Recovery priced in

Indigo's 4QFY21 results were below estimates as the airline reported a loss of INR 11.6bn. The pick-up in aviation traffic is now delayed to 2HFY22 at a time when crude prices are firming up. We believe that the expected recovery in the industry prospects is adequately factored in at current levels (the stock has risen over 80% from its COVID lows). We downgrade the stock to REDUCE and lower our EBITDAR estimates by ~10% over FY22/23E. We set a revised target price of INR 1,580, based on 7X EV/EBITDAR FY23E.

- 4QFY21 financials:** Revenue at INR 62.2bn grew 27% QoQ, which was lower than expected as travel growth was restricted due to state-wise lockdowns. PAX yields came in at INR 3.7 (-1% QoQ). However, ancillary revenue grew to 20% of sales vs 14/17% YoY/QoQ due to increased cargo loads. Fuel cost was significantly higher at 31% of sales vs 23% QoQ (the average fuel cost is up 26% QoQ); forex loss came in at INR 1.17bn. Consequently, IndiGo reported an EBITDAR of INR 6.15bn (vs. INR 9.03bn QoQ) and a net loss of INR 11.6bn (vs loss of INR 8.7/6.3 YoY/QoQ).
- Fundraise on the cards again:** Earlier, the company had called off its decision to raise funds. However, led by the increasing daily cash burn (INR 190mn in 4QFY21 vs INR 150mn QoQ) and to strengthen the balance sheet, the board has decided to raise INR 30bn via a QIP. IndiGo had free cash of INR 71bn at the end of FY21 (total cash at INR 186bn) while its debt has risen to INR 298bn (including lease liability).
- Key highlights: (1) Daily cash burn rate remains elevated:** The daily cash burn at Indigo was INR 190mn in 4QFY21 vs INR 150mn QoQ. Management expects this to remain elevated in the near term. **(2) Fuel prices:** As the crude oil price has risen; it has increased costs by 26% QoQ. The supplementary rentals were elevated in 4QFY21 as more planes were at the MRO facilities. This should moderate, going ahead. **(3) Travel trends to pick up:** IndiGo had reached a load factor of 85% of the pre-COVID level in Feb-21 as pent-up demand was witnessed prior to the second wave. It expects travel to revive as the COVID cases subside. International operations remain weak at 30% of pre-COVID levels. **(4) NEOs have improved cost economics:** A320/321 NEOs now account for 56% of the fleet. Their unit costs are 10% lower than that of CEO. As the older CEO planes are phased out, the airline will save on supplementary rentals. **(5) Fleet size:** The fleet is expected to remain at the current level (of ~285 planes) over FY22, with the airline phasing out more of its CEO planes over the next year even as it takes deliveries of the new aircraft. It has ~100 CEO planes in operations currently.

### Financial Summary (Standalone)

YE Mar (INR mn)	4Q FY21	4Q FY20	YoY (%)	3Q FY21	QoQ (%)	FY19	FY20	FY21	FY22E	FY23E
Net Sales	62,229	82,990	(25.0)	49,100	26.7	284,968	353,869	146,406	210,330	343,417
EBITDAR	6,156	(127)	NA	9,030	(31.8)	47,940	41,657	2,550	38,177	85,749
APAT	(11,590)	(8,735)	NA	(6,266)	NA	1,562	(6,173)	(58,298)	(20,072)	26,411
AEPS (Rs)	(30.1)	(22.7)	NA	(16.3)	NA	4.1	(16.0)	(151.5)	(52.2)	68.6
P/E (x)						NA	NA	NA	NA	25.5
EV/ EBITDAR						18.7	17.5	NA	19.5	7.8

Source: Company, HSIE Research

## REDUCE

CMP (as on 07 Jun 2021)	INR 1,755
Target Price	INR 1,580
NIFTY	15,752

KEY CHANGES	OLD	NEW
Rating	ADD	REDUCE
Price Target	INR 1,600	INR 1,580
EPS %	FY21E	FY22E
	NA	-10%

### KEY STOCK DATA

Bloomberg code	INDIGO IN
No. of Shares (mn)	385
MCap (INR bn) / (\$ mn)	676/9,080
6m avg traded value (INR mn)	2,065
52 Week high / low	INR 1,851/873

### STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	0.8	0.9	47.5
Relative (%)	(3.0)	(14.3)	(5.1)

### SHAREHOLDING PATTERN (%)

	Dec-20	Mar-21
Promoters	74.9	74.8
FIs & Local MFs	5.6	4.8
FPIs	17.3	18.3
Public & Others	2.2	2.0
Pledged Shares	0.0	0.0

Source : BSE

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### Quarterly Financial Snapshot

Particulars (INR mn)	4QFY21	4QFY20	% YoY	3QFY21	% QoQ
<b>Net Sales</b>	<b>62,229</b>	<b>82,990</b>	<b>(25.0)</b>	<b>49,100</b>	<b>26.7</b>
Fuel cost	19,145	28,604	(33.1)	11,429	67.5
Supplementary rentals	14,575	16,808	(13.3)	11,523	26.5
Airport fees & charges	6,430	7,234	(11.1)	5,357	20.0
Other input costs	295	508	(41.9)	180	63.8
Employee cost	7,352	10,509	(30.0)	7,359	(0.1)
Forex gain/(loss)	1,171	10,142	(88.5)	(2,023)	(157.9)
Other expenses	7,106	9,313	(23.7)	6,244	13.8
<b>Total expenses</b>	<b>56,073</b>	<b>83,117</b>	<b>(32.5)</b>	<b>40,070</b>	<b>39.9</b>
<b>EBITDAR</b>	<b>6,156</b>	<b>(127)</b>	<b>NA</b>	<b>9,030</b>	<b>(31.8)</b>
Aircraft and engine rentals	662	1,226	(46.0)	642	3.0
<b>EBITDA</b>	<b>5,495</b>	<b>(1,353)</b>	<b>NA</b>	<b>8,388</b>	<b>(34.5)</b>
Depreciation	13,195	10,063	31.1	11,565	14.1
<b>EBIT</b>	<b>(7,700)</b>	<b>(11,416)</b>	<b>NA</b>	<b>(3,177)</b>	<b>NA</b>
Other income	1,392	3,359	(58.6)	2,326	(40.2)
Interest	5,282	4,877	8.3	5,415	(2.4)
<b>PBT</b>	<b>(11,590)</b>	<b>(12,935)</b>	<b>NA</b>	<b>(6,266)</b>	<b>NA</b>
Tax expense	-	(4,200)	NA	-	NA
<b>PAT</b>	<b>(11,590)</b>	<b>(8,735)</b>	<b>NA</b>	<b>(6,266)</b>	<b>NA</b>
<b>EPS</b>	<b>(30.1)</b>	<b>(22.7)</b>	<b>NA</b>	<b>(16.3)</b>	<b>NA</b>

Source: Company, HSIE Research

*QoQ growth in revenues was driven by higher ancillary income, (up 10% QoQ) as the airline converted 10 planes to freighters*

*Fuel cost grew significantly over the quarter. Average fuel cost grew 26% QoQ*

*Employee cost has come down sharply driven by staff rationalisation and salary cuts*

*The supplementary rentals were elevated at INR 14.57bn and are likely to moderate from hereon*

### Quarterly Performance Analysis

As % of sales	4QFY21	4QFY20	YoY (bps)	3QFY21	QoQ (bps)
Fuel cost	30.8	34.5	(370)	23.3	749
Supplementary rentals	23.4	20.3	317	23.5	(5)
Airport fees & charges	10.3	8.7	162	10.9	(58)
Other input costs	0.5	0.6	(14)	0.4	11
Employee cost	11.8	12.7	(85)	15.0	(317)
Forex gain/(loss)	1.9	12.2	(1,034)	(4.1)	NA
Other expenses	11.4	11.2	20	12.7	(130)
<b>Total expenses</b>	<b>90.1</b>	<b>100.2</b>	<b>(1,005)</b>	<b>81.6</b>	<b>850</b>
<b>EBITDAR Margin</b>	<b>9.9</b>	<b>(0.2)</b>	<b>NA</b>	<b>18.4</b>	<b>(850)</b>
Aircraft and engine rentals	1.1	1.5	(41)	1.3	(24)
<b>EBITDA Margin</b>	<b>8.8</b>	<b>(1.6)</b>	<b>NA</b>	<b>17.1</b>	<b>(825)</b>
Tax Rate	-	32.5	NA	-	-
<b>PAT Margin</b>	<b>(18.6)</b>	<b>(10.5)</b>	<b>NA</b>	<b>(12.8)</b>	<b>NA</b>

Source: Company, HSIE Research

### Operating Metrics

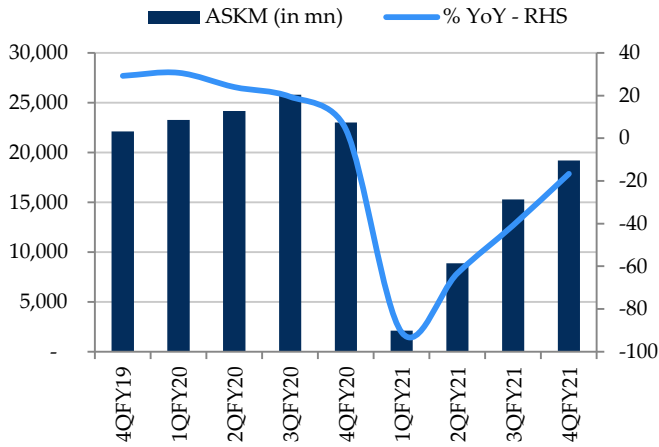
	4QFY21	4QFY20	% YoY	3QFY21	% QoQ
ASKM (in mn)	19,181	23,021	(16.7)	15,271	25.6
RPKM (in mn)	13,500	19,100	(29.3)	11,000	22.7
Load Factor (%)	70.4	83.0	-1259 bps	72.0	-165 bps
Yield (Rs)	3.7	3.7	(1.3)	3.7	(0.4)
RASK (Rs)	3.24	3.60	(10.0)	3.22	0.9
Aircraft Fuel/ASKM	1.00	1.24	(19.7)	0.75	33.4
<b>Gross Margin</b>	<b>2.25</b>	<b>2.36</b>	<b>(4.9)</b>	<b>2.47</b>	<b>(8.9)</b>
Employee Cost/ASKM	0.38	0.46	(16.0)	0.48	(20.5)
Ownership cost/ASKM	1.00	0.70	42.1	1.15	(13.5)
Other Operating Exp./ASKM	1.54	1.91	(19.3)	1.39	10.6
<b>Non-Fuel Op.Exp/ASKM</b>	<b>2.92</b>	<b>3.07</b>	<b>(4.8)</b>	<b>3.03</b>	<b>(3.5)</b>
CASK	3.92	4.31	(9.1)	3.78	3.8
CASK net of Other Income	3.85	4.17	(7.6)	3.63	6.2
<b>RASK-CASK with other income</b>	<b>(0.68)</b>	<b>(0.71)</b>	<b>NA</b>	<b>(0.56)</b>	<b>NA</b>
<b>Fleet</b>	<b>285</b>	<b>262</b>	<b>8.8</b>	<b>287</b>	<b>(0.7)</b>

Source: Company, HSIE Research

*The fleet has reached 285 planes. The management expects to remain at similar levels in FY22*

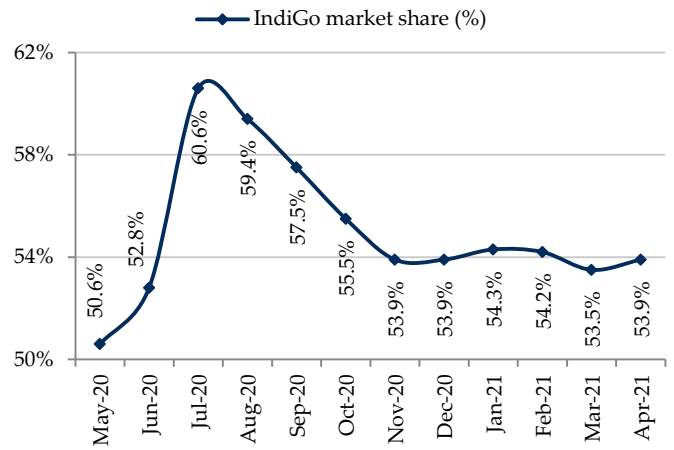
*IndiGo will benefit from the ongoing transition to the NEO planes*

**ASKM improved QoQ, though below trend levels**



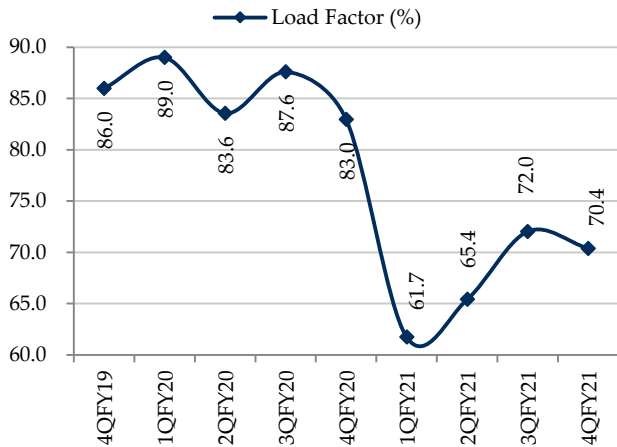
Source: Company, HSIE Research

**Market share remains elevated at +50% levels**



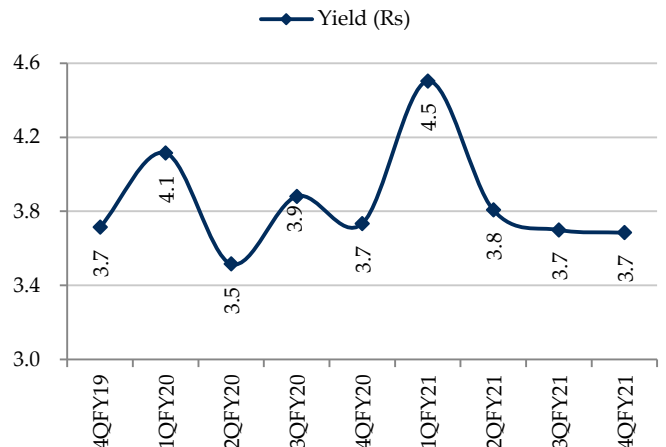
Source: DGCA, HSIE Research

**Load factor is affected due to COVID**



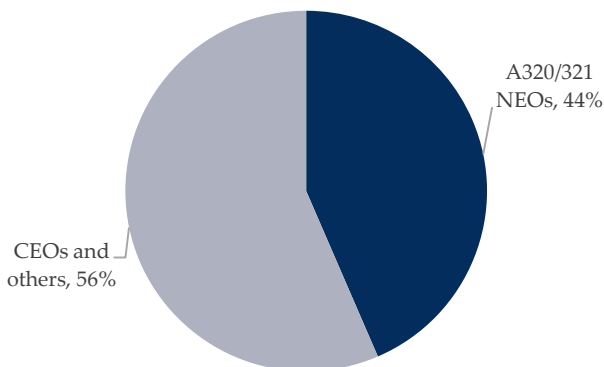
Source: Company, HSIE Research

**Yields were flat YoY and QoQ**



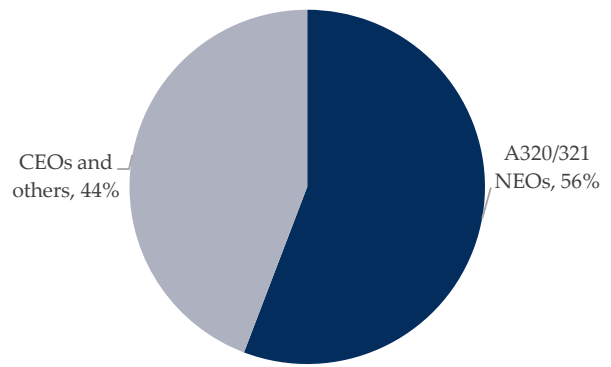
Source: Company, HSIE Research

**Fleet break-up in 4QFY20**



Source: Company, HSIE Research

**In 4QFY21, NEOs now contributed +50% to the fleet**



Source: Company, HSIE Research

### Key Assumptions

	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E
Fleet Size	131	159	217	262	285	286	315
ASKM (in mn)	54,583	63,538	81,000	96,200	45,426	63,596	95,395
YoY Growth (%)	27.5	16.4	27.5	18.8	(52.8)	40.0	50.0
RPKM (in mn)	46,288	55,539	69,700	82,600	31,600	46,768	72,724
YoY Growth (%)	28.7	20.0	25.5	18.5	(61.7)	48.0	55.5
Yield (Rs)	3.5	3.6	3.6	3.8	3.7	3.9	4.1
YoY Growth (%)	(10.5)	2.7	1.4	4.8	1.0	3.5	5.0
Operating Revenue (Rs mn)	185,805	230,209	284,968	353,869	146,406	210,330	343,417
YoY Growth (%)	15.1	23.9	23.8	24.2	(58.6)	43.7	63.3

Source: Company, HSIE Research

### Valuation

(Rs mn)	FY22
EBITDAR	85,749
EV/EBITDAR multiple (x)	7.0
Target EV	600,243
Net Debt (including capitalised lease)	(7,346)
Equity Value	607,589
No. of equity shares (mn)	385
<b>FY23 Target Price (Rs)</b>	<b>1,580</b>

Source: HSIE Research

### Change in Estimates

INR mn	NEW		OLD		% Change	
	FY22E	FY23E	FY22E	FY23E	FY22E	FY23E
Revenues	210,330	343,417	237,674	344,034	(11.5)	(0.2)
EBITDAR	38,177	85,749	46,419	86,871	(17.8)	(1.3)
Adj. PAT	(20,072)	26,411	(7,606)	29,292	NA	(9.8)
EPS	(52.2)	68.6	(19.8)	76.1	NA	(9.8)

Source: HSIE Research

## Financials

### Standalone Income Statement

INR mn	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E
<b>Net Revenues</b>	<b>185,805</b>	<b>230,209</b>	<b>284,968</b>	<b>353,869</b>	<b>146,406</b>	<b>210,330</b>	<b>343,417</b>
<i>Growth (%)</i>	<i>15.1</i>	<i>23.9</i>	<i>23.8</i>	<i>24.2</i>	<i>(58.6)</i>	<i>43.7</i>	<i>63.3</i>
Aircraft Fuel	63,415	77,601	119,428	124,538	38,313	64,782	109,893
Other input costs	1,235	1,251	1,391	1,779	555	1,052	1,374
Employee Expenses	20,482	24,550	31,378	43,954	30,262	30,708	41,553
Other Operating Expenses	47,986	61,139	84,830	141,942	74,727	75,611	104,847
<b>EBITDAR</b>	<b>52,687</b>	<b>65,667</b>	<b>47,940</b>	<b>41,657</b>	<b>2,550</b>	<b>38,177</b>	<b>85,749</b>
<i>EBITDAR Margin (%)</i>	<i>28.4</i>	<i>28.5</i>	<i>16.8</i>	<i>11.8</i>	<i>1.7</i>	<i>18.2</i>	<i>25.0</i>
<i>EBITDAR Growth (%)</i>	<i>(6.3)</i>	<i>25</i>	<i>(27)</i>	<i>(13)</i>	<i>(94)</i>	<i>1,397</i>	<i>125</i>
Aircraft and engine rentals (net)	31,254	36,102	49,994	4,967	2,805	2,889	2,946
<b>EBITDA</b>	<b>21,433</b>	<b>29,565</b>	<b>(2,054)</b>	<b>36,690</b>	<b>(255)</b>	<b>35,288</b>	<b>82,803</b>
<i>EBITDA Margin (%)</i>	<i>11.5</i>	<i>12.8</i>	<i>(0.7)</i>	<i>10.4</i>	<i>(0.2)</i>	<i>16.8</i>	<i>24.1</i>
<i>EBITDA Growth (%)</i>	<i>(28.9)</i>	<i>38</i>	<i>(107)</i>	<i>(1,886)</i>	<i>(101)</i>	<i>(13,946)</i>	<i>135</i>
Depreciation	4,573	4,369	7,596	39,736	46,987	49,806	50,802
<b>EBIT</b>	<b>16,860</b>	<b>25,196</b>	<b>(9,650)</b>	<b>(3,046)</b>	<b>(47,242)</b>	<b>(14,518)</b>	<b>32,000</b>
Other Income (Incl. EO Items)	7,891	9,469	13,249	15,362	10,363	11,918	18,743
Interest	3,308	3,398	5,090	18,759	21,420	22,491	24,065
<b>PBT</b>	<b>21,443</b>	<b>31,266</b>	<b>(1,490)</b>	<b>(6,442)</b>	<b>(58,298)</b>	<b>(25,091)</b>	<b>26,678</b>
Tax (Incl Deferred)	4,852	8,843	(3,052)	(269)	-	(5,018)	267
<b>RPAT</b>	<b>16,591</b>	<b>22,423</b>	<b>1,562</b>	<b>(6,173)</b>	<b>(58,298)</b>	<b>(20,072)</b>	<b>26,411</b>
<b>APAT</b>	<b>16,591</b>	<b>22,423</b>	<b>1,562</b>	<b>(6,173)</b>	<b>(58,298)</b>	<b>(20,072)</b>	<b>26,411</b>
<i>APAT Growth (%)</i>	<i>(11.8)</i>	<i>35.2</i>	<i>(93.0)</i>	<i>(495.3)</i>	<i>844.5</i>	<i>(65.6)</i>	<i>(231.6)</i>
<b>Adjusted EPS (Rs)</b>	<b>43.1</b>	<b>58.3</b>	<b>4.1</b>	<b>(16.0)</b>	<b>(151.5)</b>	<b>(52.2)</b>	<b>68.6</b>
<i>EPS Growth (%)</i>	<i>(11.8)</i>	<i>35.2</i>	<i>(93.0)</i>	<i>(495.3)</i>	<i>844.5</i>	<i>(65.6)</i>	<i>(231.6)</i>

Source: Company, HSIE Research

### Standalone Balance Sheet

INR mn	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E
<b>SOURCES OF FUNDS</b>							
Share Capital - Equity	3,615	3,844	3,844	3,848	3,848	3,848	3,848
Reserves	34,177	66,930	65,604	54,776	(3,522)	(23,594)	1,866
<b>Total Shareholders' Funds</b>	<b>37,792</b>	<b>70,774</b>	<b>69,448</b>	<b>58,624</b>	<b>326</b>	<b>(19,746)</b>	<b>5,714</b>
Long Term Debt	25,962	22,414	21,937	223,801	280,091	282,892	263,089
<b>Total Debt</b>	<b>25,962</b>	<b>22,414</b>	<b>21,937</b>	<b>223,801</b>	<b>280,091</b>	<b>282,892</b>	<b>263,089</b>
Deferred Tax (net)	1,618	3,695	644	(2,949)	(2,948)	(2,947)	(2,946)
Other Long-Term Liabilities	23,984	32,602	36,961	36,292	39,644	43,318	47,345
Deferred Incentives	16,900	20,578	41,144	2,206	2,228	2,251	2,273
<b>TOTAL SOURCES OF FUNDS</b>	<b>106,256</b>	<b>150,064</b>	<b>170,133</b>	<b>317,974</b>	<b>319,341</b>	<b>305,767</b>	<b>315,476</b>
<b>APPLICATION OF FUNDS</b>							
Net Block	37,938	45,788	56,620	167,782	127,551	80,090	52,640
CWIP	252	325	236	1,402	1,543	1,697	1,697
LT Loans & Advances	5,480	8,746	10,509	17,293	19,022	20,354	22,389
Other non-current assets	14,003	12,033	6,387	11,493	12,642	13,527	14,339
<b>Total Non-current Assets</b>	<b>57,673</b>	<b>66,892</b>	<b>73,753</b>	<b>197,970</b>	<b>160,758</b>	<b>115,668</b>	<b>91,065</b>
Inventories	1,632	1,832	2,114	2,861	1,243	1,441	2,352
Debtors	1,587	2,263	3,625	2,596	1,604	2,017	3,293
Cash & Equivalents	83,463	129,246	151,231	203,288	189,760	234,869	291,061
Other Current Assets	7,746	11,059	19,395	10,820	10,028	12,101	18,817
<b>Total Current Assets</b>	<b>94,428</b>	<b>144,401</b>	<b>176,365</b>	<b>219,565</b>	<b>202,636</b>	<b>250,427</b>	<b>315,523</b>
Creditors	7,746	10,002	14,552	15,655	5,616	9,796	15,995
Other Current Liabilities	38,099	51,228	65,432	83,906	38,437	50,532	75,117
<b>Total Current Liabilities</b>	<b>45,844</b>	<b>61,230</b>	<b>79,984</b>	<b>99,561</b>	<b>44,052</b>	<b>60,328</b>	<b>91,112</b>
<b>Net Current Assets</b>	<b>48,583</b>	<b>83,171</b>	<b>96,380</b>	<b>120,004</b>	<b>158,584</b>	<b>190,099</b>	<b>224,411</b>
<b>TOTAL APPLICATION OF FUNDS</b>	<b>106,256</b>	<b>150,064</b>	<b>170,133</b>	<b>317,974</b>	<b>319,341</b>	<b>305,767</b>	<b>315,476</b>

Source: Company, HSIE Research

### Standalone Cash Flow

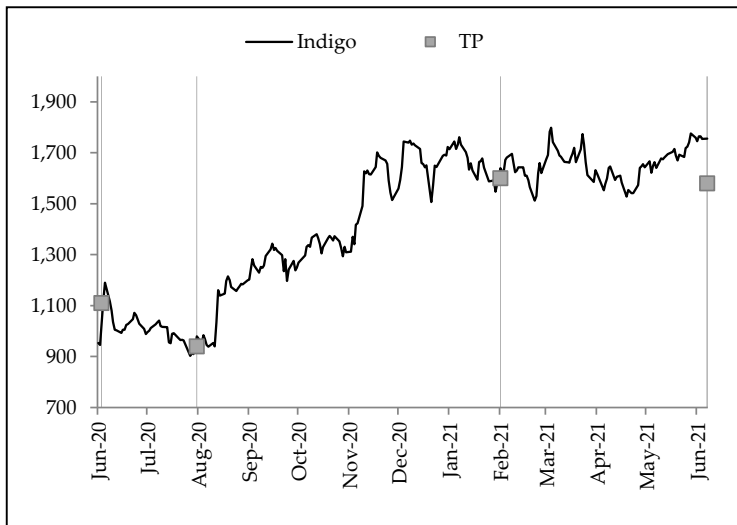
INR mn	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E
Reported PBT	21,443	31,266	(1,490)	(6,442)	(58,298)	(25,091)	26,678
Non-operating & EO items	(7,891)	(9,469)	(13,249)	(15,362)	(10,363)	(11,918)	(18,743)
Interest expenses	3,308	3,398	5,090	18,759	21,420	22,491	24,065
Depreciation	4,573	4,369	7,596	39,736	46,987	49,806	50,802
Working Capital Change	6,610	11,195	8,775	28,433	(52,107)	13,593	21,880
Tax Paid	(8,413)	(6,766)	1	(3,324)	1	5,019	(266)
<b>OPERATING CASH FLOW ( a )</b>	<b>19,630</b>	<b>33,994</b>	<b>6,722</b>	<b>61,799</b>	<b>(52,361)</b>	<b>53,900</b>	<b>104,417</b>
Capex	4,512	(12,291)	(18,340)	(152,064)	(6,896)	(2,499)	(23,352)
Free cash flow (FCF)	24,141	21,703	(11,618)	(90,265)	(59,257)	51,401	81,065
Investments	10,999	11,000	28,807	(51,496)	496	1,480	1,202
Non-operating Income	7,891	9,469	13,249	15,362	10,363	11,918	18,743
<b>INVESTING CASH FLOW ( b )</b>	<b>23,401</b>	<b>8,177</b>	<b>23,717</b>	<b>(188,197)</b>	<b>3,963</b>	<b>10,898</b>	<b>(3,407)</b>
Debt Issuance/(Repaid)	(6,046)	(3,548)	(477)	201,864	56,290	2,801	(19,802)
Interest Expenses	(3,308)	(3,398)	(5,090)	(18,759)	(21,420)	(22,491)	(24,065)
FCFE	14,787	14,757	(17,184)	92,841	(24,387)	31,711	37,197
Share Capital Issuance	17,650	13,335	(569)	(4,651)	-	-	-
Dividend	(14,792)	(2,776)	(2,319)	-	-	-	(951)
<b>FINANCING CASH FLOW ( c )</b>	<b>(6,496)</b>	<b>3,613</b>	<b>(8,455)</b>	<b>178,455</b>	<b>34,870</b>	<b>(19,690)</b>	<b>(44,818)</b>
<b>NET CASH FLOW (a+b+c)</b>	<b>36,535</b>	<b>45,784</b>	<b>21,984</b>	<b>52,057</b>	<b>(13,528)</b>	<b>45,109</b>	<b>56,192</b>
<b>Closing Cash &amp; Equivalents</b>	<b>83,463</b>	<b>129,247</b>	<b>151,231</b>	<b>203,288</b>	<b>189,760</b>	<b>234,869</b>	<b>291,061</b>

### Key Ratios

	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E
<b>PROFITABILITY (%)</b>							
GPM	65.9	66.3	58.1	64.8	73.8	69.2	68.0
EBITDAR Margin	28.4	28.5	16.8	11.8	1.7	18.2	25.0
EBITDA Margin	11.5	12.8	(0.7)	10.4	(0.2)	16.8	24.1
APAT Margin	8.9	9.7	0.5	(1.7)	(39.8)	(9.5)	7.7
RoE	59.1	41.3	2.2	(9.6)	(197.8)	206.7	(376.4)
RoC (or Core RoCE)	38.0	82.9	50.9	(4.4)	(38.7)	(11.6)	66.5
RoCE	19.2	19.4	(2.4)	4.8	(11.6)	(0.7)	16.2
<b>EFFICIENCY</b>							
Tax Rate (%)	22.6	28.3	204.8	4.2	-	20.0	1.0
Fixed Asset Turnover (x)	4.9	5.0	5.0	2.1	1.1	2.6	6.5
Inventory (days)	3.2	2.9	2.7	3.0	3.1	2.5	2.5
Debtors (days)	3.1	3.6	4.6	2.7	4.0	3.5	3.5
Payables (days)	15.2	15.9	18.6	16.1	14.0	17.0	17.0
Debt/EBITDA (x)	7.5	4.9	(107.4)	1.5	(431.4)	1.9	(0.1)
Net D/E (x)	4.3	2.1	3.2	0.9	337.1	(3.5)	(1.3)
Interest Coverage (x)	5.1	7.4	(1.9)	(0.2)	(2.2)	(0.6)	1.3
<b>PER SHARE DATA (Rs)</b>							
EPS	43.1	58.3	4.1	(16.0)	(151.5)	(52.2)	68.6
CEPS	55.0	69.6	23.8	87.2	(29.4)	77.3	200.7
Dividend	34.0	6.0	5.0	-	-	-	2.1
Book Value	98	184	180	152	1	(51)	15
<b>VALUATION</b>							
P/E (x)	40.6	30.1	NA	NA	NA	NA	25.5
P/BV (x)	17.8	9.5	9.7	11.5	NA	NA	NA
EV/EBITDA (x)	37.1	27.7	NA	19.9	NA	21.0	8.1
EV/EBITDAR (x)	15.1	12.5	18.7	17.5	NA	19.5	7.8
EV/Revenues (x)	4.3	3.6	3.1	2.1	5.4	3.5	1.9
Dividend Yield (%)	1.9	0.3	0.3	-	-	-	0.1

Source: Company, HSIE Research

**RECOMMENDATION HISTORY**



Date	CMP	Reco	Target
3-Jun-20	1,023	ADD	1,110
31-Jul-20	910	ADD	940
1-Feb-21	1,548	ADD	1,600
8-Jun-21	1,755	REDUCE	1,580

**Rating Criteria**

- BUY: >+15% return potential
- ADD: +5% to +15% return potential
- REDUCE: -10% to +5% return potential
- SELL: >10% Downside return potential



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