

Recommendations & Valuation

At CMP of Rs 931, the stock is fairly valued at TTM PE of 11.1. Looking at the above mentioned demand supply dynamics and also keeping in mind that we are fast approaching towards end of the busy season, we recommend **SELL** on the counter.

Result Update



Kyon ki bhaiya, sabse bada rupaiya.

(Rs. In Cr.)

ACC Ltd.	Q1FY10	Q1FY09	% Chg.	Q1FY10	Q4FY09	% Chg.	FY200912	FY200812	% Chg.
Net Sales	2240.4	2164.0	3.5	2240.4	2050.0	9.3	8479.6	7693.9	10.2
Other operational Income	35.9	27.6	29.8	35.9	64.8	-44.7	168.6	168.9	-0.2
Total Oper. Income(TOI)	2276.2	2191.6	3.9	2276.2	2114.8	7.6	8648.1	7862.9	10.0
Raw Materials Cons.-	334.4	267.8	24.9	334.4	316.8	5.5	1167.7	1029.8	13.4
% to TOI	14.7%	12.2%	-	14.7%	15.0%	-	13.5%	13.1%	-
Stock adj. (-)Inc / (+)Dec-	31.8	53.1	-40.1	31.8	-42.4	LP	-28.7	2.0	PL
% to TOI	1.4%	2.4%	-	1.4%	-2.0%	-	-0.3%	0.0%	-
Net Raw Mat adj. for stock	366.2	320.8	14.1	366.2	274.4	33.5	1139.0	1031.8	10.4
% to TOI	16.1%	14.6%	-	16.1%	13.0%	-	13.2%	13.1%	-
Other expenses	1156.5	1110.7	4.1	1156.5	1239.2	-6.7	4477.1	4550.1	-1.6
% to TOI	50.8%	50.7%	-	50.8%	58.6%	-	51.8%	57.9%	-
Contribution Net_Sales	753.6	760.1	-0.9	753.6	601.2	25.4	3032.0	2281.0	32.9
Personnel	98.4	87.5	12.4	98.4	99.7	-1.3	401.2	449.7	-10.8
% to TOI	4.3%	4.0%	-	4.3%	4.7%	-	4.6%	5.7%	-
Total expenditure	1621.0	1519.0	6.7	1621.0	1613.3	0.5	6017.3	6031.5	-0.2
Operating Profit	655.2	672.6	-2.6	655.2	501.5	30.7	2630.8	1831.3	43.7
<i>% to TOI</i>	<i>28.8%</i>	<i>30.7%</i>	<i>-</i>	<i>28.8%</i>	<i>23.7%</i>	<i>-</i>	<i>30.4%</i>	<i>23.3%</i>	<i>-</i>
Non-Operating Income	26.1	25.2	3.5	26.1	19.5	33.3	77.3	111.4	-30.6
Interest	13.6	36.8	-63.0	13.6	18.1	-24.5	84.4	40.0	111.0
Exceptional Items			-		0.0	0.0		42.6	
Gross Profit	667.6	661.0	1.0	667.6	503.0	32.7	2623.8	1945.3	34.9
Depreciation	103.1	85.3	20.8	103.1	114.5	-10.0	373.1	320.5	16.4
PBT before Extra-ord	564.6	575.7	-1.9	564.6	388.5	45.3	2250.6	1624.8	38.5
% to TOI	24.8%	26.3%	-	24.8%	18.4%	-	26.0%	20.7%	-
Extraordinary Items			-		0.0	0.0			-
PBT	564.6	575.7	-1.9	564.6	388.5	45.3	2250.6	1624.8	38.5
Tax Rate	30.4%	30.8%	-	30.4%	27.9%	-	30.5%	32.3%	-
Prov. for Tax	171.7	177.3	-3.2	171.7	108.2	58.6	686.8	525.2	30.8
% to TOI	7.5%	8.1%	-	7.5%	5.1%	-	7.9%	6.7%	-
Profit after Tax	392.9	398.4	-1.4	392.9	280.3	40.2	1563.9	1099.6	42.2
<i>% to TOI</i>	<i>17.3%</i>	<i>18.2%</i>	<i>-</i>	<i>17.3%</i>	<i>13.3%</i>	<i>-</i>	<i>18.1%</i>	<i>14.0%</i>	<i>-</i>
Minority Interest	0.0	-0.1	-74.6	0.0	0.0	-100.0	0.1	0.0	107.1
PAT (adj. For MI)	392.9	399.3	-1.6	392.9	278.1	41.3	1563.9	1099.7	42.2
Face Value	10.0	10.0	0.0	10.0	10.0		10.0	10.0	0.0
Equity Share capital	187.9	187.9	0.0	187.9	187.9	0.0	187.9	187.9	0.0
EPS (Rs.)	20.9	21.2	-1.4	20.9	14.9	40.2	83.2	58.5	42.2
CEPS (Rs.)	26.4	25.7	2.5	26.4	21.0	25.7	103.1	75.6	36.4

Source: ACE Equity

Source: ACE Equity

Ventura Securities Limited

Corporate Office: Corporate Office: C-112/116, Bldg No. 1, Kailash Industrial Complex, Park Site, Vikhroli (W), Mumbai – 400079

This report is neither an offer nor a solicitation to purchase or sell securities. The information and views expressed herein are believed to be reliable, but no responsibility (or liability) is accepted for errors of fact or opinion. Writers and contributors may be trading in or have positions in the securities mentioned in their articles. Neither Ventura Securities Limited nor any of the contributors accepts any liability arising out of the above information/articles. Reproduction in whole or in part without written permission is prohibited. This report is for private circulation.