



<b>BSE Code</b>	<b>500290</b>
<b>Current Market Price</b>	Rs. 7,122/-
<b>Market Capitalisation</b>	Rs. 30,197 mn
<b>Face Value (Rs.)</b>	Rs. 10/-
<b>Book Value (Rs.)</b>	Rs. 3,239/-
<b>52 Wk High (BSE)</b>	Rs. 7,324/- (23 <sup>rd</sup> Mar 2010)
<b>52 Wk Low (BSE)</b>	Rs. 1,501/- (06 <sup>th</sup> Mar 2009)

## Outlook

Rubber prices - a key raw material has increased by 50 % from Rs. 106.5 per kg (Sep 09) to Rs. 160/- per kg (Apr 2010). Price hike by tyre majors would not be sufficient to cover the increase in raw material prices which would eventually lead in deterioration of margins of the company in the coming quarters.

Going forward, we believe there would be muted growth from OEM's in auto segment with Commercial Vehicles in particular as purchases were pre-poned to avail the benefits of Accelerated Depreciation and relief in excise duty which were increased by 2% in Union Budget FY2011.

With due consideration for all the above factors, we recommend **“Book Profits”** at the current levels.



**Standalone (Rs. in mn)**

Particulars	Q 1 FY 10	Q1 FY 09	YoY % change	Q4 FY 09	QoQ % change	FY 09	FY 08	% change
<b>Net Sales</b>	<b>16,563</b>	<b>13,519</b>	<b>22.5%</b>	<b>14,768</b>	<b>12.15%</b>	<b>56,728</b>	<b>50,469</b>	<b>12.4%</b>
<b>EBITDA</b>	<b>2,489</b>	<b>171</b>	<b>1355%</b>	<b>2,488</b>	<b>0.04%</b>	<b>6,914</b>	<b>4,109</b>	<b>68.3%</b>
Margins (%)	15%	1.26%	1090%	16.8%	(10.7)%	12.19%	8.14%	49.7%
Depreciation	638	537	18.8%	800	(20.2)%	2,493	1,695	47%
Interest	117	228	(48.6)%	143		689	663	3.92%
Other Income	60	41	(46.3)%	81	(26)%	253	363	(30.3)%
<b>PBT</b>	<b>1,794</b>	<b>(553)</b>	<b>424%</b>	<b>1626</b>	<b>10.3%</b>	<b>3,985</b>	<b>2,114</b>	<b>89%</b>
Tax	(600)	170	-	(657.4)		(1,455)	(668)	
<b>PAT</b>	<b>1,194</b>	<b>(383)</b>	<b>412%</b>	<b>969</b>	<b>23.2%</b>	<b>2,530</b>	<b>1,446</b>	<b>74.9%</b>
Margins (%)	7.18%	-	-	6.53%	9.95%	4.44%	2.84%	56%
No. of Equity Shares (mn)	4.24	4.24	-	4.24	-	4.24	4.24	-
<b>EPS</b>	<b>282</b>	<b>(90.3)</b>	<b>412%</b>	<b>229</b>	<b>23.14%</b>	<b>596</b>	<b>341</b>	<b>74.7%</b>

**Consolidated (Rs. in mn)**

Particulars	FY 09	FY 08	% change
<b>Net Sales</b>	<b>56,773</b>	<b>50,510</b>	<b>12.4%</b>
<b>EBITDA</b>	<b>6,905</b>	<b>4,106</b>	<b>68.1%</b>
Margins (%)	12.1%	8.13%	4.88%
Depreciation	(2,504)	(1,702)	47.1%
Interest	(690)	(663)	4.07%
Other Income	251	361	(30.4)%
<b>PBT</b>	<b>3,962</b>	<b>2,102</b>	<b>88.4%</b>
Tax	(1,455)	(668)	117.8%
<b>PAT</b>	<b>2,507</b>	<b>1,434</b>	<b>74.8%</b>
Margins (%)	4.4%	2.82%	56%
No. of equity shares (mn)	4.24	4.24	-
<b>EPS</b>	<b>591</b>	<b>338</b>	<b>74.8%</b>



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