

**NEULAND LABORATORIES LTD.**NSE Code **NEULANLAB**Duration **Short term**Target **790-800**CMP **517.20****Recommendation - BUY**Industry **Pharmaceuticals**Market Cap **663.56 cr.**52 Week High **954.50**52 Week Low **431.45**Research Mode **Technical****MANSUKH**

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**Key Market Indicators (Standalone)**

Latest Date	11-Jan-2019
Latest Price (Rs)	510.75
Previous Close (Rs)	503.75
1 Day Price Var%	1.39
1 Year Price Var%	-38.52
52 Week High (Rs)	954.50
52 Week Low (Rs)	431.45
Beta	0.71
Face Value (Rs)	10.00
Industry PE	29.86
TTM Period	201809
TTM EPS(Rs)	10.97
TTM CEPS(Rs)	28.68
Price/TTM CEPS(x)	17.81
TTM PE (x)	46.56
Price/BV (x)	0.96
EV/TTM EBIDTA (x)	17.19
EV/TTM Sales(x)	1.60
Dividend Yield%	0.00
MCap/TTM Sales(x)	1.09
Latest Book Value (Rs)	532.95
Market Cap (Rs. In Crores)	655.29
EV (Rs. In Crores)	957.44
Latest no. of shares (In Crores)	1.28

**Company Profile**

**Neuland Laboratories Ltd** is engaged in the manufacture of a range of bulk pharmaceutical chemicals and intermediates in the therapeutic categories like anti-asthmatics, anti-bacterials (fluoroquinolones), anti-ulcerants and cardiovasculars. It was set up in 1984 as a private limited company. Neuland has two world-class API manufacturing facilities close to the city of Hyderabad, capable in handling complex and hazardous reactions. Safety aspects have been given utmost significance may it be plant installation, equipment, systems and personnel to ensure smooth productivity. Dedicated team of manufacturing with incorporation of latest production techniques guarantees delivery of latest intermediate and product to our customers across the globe.

**Technical recommendation**

Stock currently shown some sharp correction from the highs of Rs 800 on the back of some bad news and poor fundamentals. Currently we believe scrip is in consolidation phase near to its crucial support of 500-490 levels. For the upcoming months we believe NEULAND LABS is well poised for some sharp recovery as its technical indicators already in oversold zone and volume seems to building up gradually. Hence we advised to accumulate this stock around 510-518 and on dips around 425-430 for the price target of Rs790-800 in 12-15 months.

**Financial Highlights**

Inc/Exp Statement(Standalone)					(Rs in Crore)
Description	201803	201703	201603	201503	201403
Net Sales	527.41	578.89	509.97	469.15	465.69
Total Income	531.94	580.05	511.59	469.93	469.11
Total Expenditure	477.38	473.20	430.10	402.79	395.39
PBIDT	54.57	106.86	81.49	67.15	73.71
PAT	11.81	46.38	26.41	15.78	26.67
Dividend %			20.00	15.00	30.00
Adj. EPS(Rs)	13.29	52.21	29.74	17.77	33.28

Assets and Liabilities (Standalone) as on 201809(U)				(Rs in Crore)
Share Capital	12.90	Net Block	512.43	
Reserve	671.77	Long term Investments	30.36	
Share Holder's Funds	684.68	Short term investments	7.50	
Long Term Debt - Calc	69.59	Total Investments	37.86	
Short Term Debt - Calc	138.89	Cash and Bank Bal	37.31	
Total Debt - Calc	208.48	Net Current Assets	145.24	

Quarter On Quarter (Standalone)						(Rs in Crore)
Particulars	201809	201806	Q on Q Var%	201709	Y on Y Var%	
Net Sales	168.74	153.96	9.60	129.92	29.89	
Total Expenditure	154.09	144.98	6.28	115.91	32.94	
PBIDT (Excl OI)	14.65	8.98	63.18	14.01	4.60	
PAT	4.40	0.41	965.62	2.40	83.30	
PBIDTM% (Excl OI)	8.68	5.83	48.89	10.78	-19.48	
PBIDTM%	9.06	6.56	38.11	11.10	-18.38	
PATM%	2.61	0.27	866.67	1.85	41.08	
Adj. EPS(Rs)	3.41	0.32	965.63	2.68	27.24	



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Data Source : ACE Equity

## SEBI REGISTRATION NO. INH100003274

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