

Opportune

Exclusively curated opportunities to re-enter fundamentally strong companies at attractive valuations!

ADD - Mphasis (MPHL)

CMP: **Rs- 2096** (Upside Potential: 23.1%) as on 28th Sep 2022

Fair Value (FV): **Rs-2,580** | Time Period: **12 months**

Why Invest?

- Steady deal wins in Q1FY23 — key growth indicators are solid.
- We forecast industry leading EPS CAGR of 18.2% over the next three years.
- The company has plenty of levers up its sleeve to improve EBIT margin.
- Q1FY23: Gross margin up 140 bps yoy led by INR dep. & price increase.
- We expect earnings to grow by 18.2% in FY23E and 14.8% in FY24E.
- Fair Value of Rs2,580, valuing the stock at ~24x FY24E EPS.
- Good at addressing core spending & has strong capabilities in banking.

CAGR: Compound Annual Growth Rate. EPS: Earnings Per Share. EBIT: Earnings before Interest and Tax.

Maintain ADD with

FV Rs-2,580

Read Full Report

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