

Ratings Monitor

One Report – to monitor stocks and identify triggers to re-evaluate ratings

Cochin Shipyard (COCHIN)

Current Market Price	Potential Returns	Fair Value (FV)
Rs.479	29.4%	Rs.620

Date: 13th February, 2023

Previous Rating: **SELL**

Current Rating: **BUY**

Change: **Upgrade**

Ratings Rationale

- Recent export orders open new frontiers & reflect Cochin's strong track record.
- Q3 results were in-line on Profit After Tax (PAT) though the volatile nature.
- Operating profit (EBITDA) margin improved 950 bps/400 bps yoy/qoq.
- New ship repair facility will be commissioned by December 2023.
- Exports & defence order wins to support growth in revenues from FY24.
- Recently, it bagged an order for eight Multi-Purpose Vessels for German client.

Valuation

Upgrade to BUY; value using PE at 14x December 2024 EPS.

Read Full Report

Note: The performance horizon is 12 months unless specified.

This is a synopsis of the Research report issued by Kotak Securities Limited. This is not a comprehensive report and before taking any investment decision we request you to refer the detailed report including disclaimers by clicking here: <https://www.kotaksecurities.com/swebResearch Call/Fundamental>. Further, the recipient of this material should take their own professional advice before investing. Disclaimer: <http://bit.ly/2n5AxIE>