

Ratings Monitor

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

Mahindra Logistics (MAHLOG)

Current Market Price	Potential Returns	Fair Value (FV)
Rs.473	14.2%	Rs.540

Date: 2nd August, 2022

Previous Rating: **REDUCE**

Current Rating: **ADD**

Change: **Upgrade**

Ratings Rationale

- MAHLOG reported a marked outperformance on operating profit in Q1FY23.
- 35% yoy growth in non-M&M revenue & 40% yoy growth in M&M revenues.
- Auto division has rebounded and the tractor business has fared even better.
- We expect earnings to grow by 91.2% in FY23E & grow by 70.6% in FY24E.

Valuation

Upgrade to ADD from REDUCE, retaining Fair Value at Rs540, valuing MAHLOG using Discounted Cash Flow (DCF) methodology.

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/swebResearchCall/Fundamental>. Further, the recipient of this material should take their own professional advice before investing. Disclaimer: <http://bit.ly/2n5AxIE>