

## STRICTLY FOR INTERNAL CIRCULATION

### Dividend Yield - September 2012

Markets have been steady over the past few days and weeks, despite weak economic fundamentals. Foreign liquidity and hopes of favourable reforms announcements have kept sentiments positive.

In this process, valuations have reached higher levels. Sensex valuations are currently at about 14x - 14.5x FY13 consensus estimates, which are near to the average of 15x.

With no perceptible improvement in the economy, the risk reward balance has become unfavorable. Risk of downside does exist at current levels, based on fundamentals.

However, positive technical triggers in terms of global liquidity may provide upsides. These are still uncertain.

To that extent, a measured approach is advisable.

Several companies had declared dividends for FY12 and the record dates for the same are coming up in the current month. We have seen in the past that, utilizing these opportunities does give short term returns and timing these near to the ex-dates has proved more beneficial.

#### Screening criteria

We have attached here, a list of these stocks with details about their ex-dividend dates in September 2012, dividend yields, stock performance in the past one month and valuations based on historical earnings.

The dividend yield cut-off has been kept at 2.7% and stocks with market cap above Rs.1bn only have been selected.

Needless to say that, market volatility may result in stock price fluctuations and one needs to be watchful of the same.

Please note that, we are not making any recommendation on any stock in this report.

**Dividend Yield**

Stock	Share Price (Rs)	Dividend Yield (%)	Dividend Ex-date	M Cap (Rs mns)	PE (x)	P/BV (x)	EV/EBIDTA (x)	1M Stock Return (%)
S Kumars Nationwide Ltd.	17.7	5.6	20-Sep-2012	5,264	3.0	0.3	4.0	(31.4)
Rei Agro Ltd.	9.9	5.0	24-Sep-2012	9,494	6.9	0.4	5.6	(13.4)
Garware-Wall Ropes Ltd.	50.5	5.0	20-Sep-2012	1,197	5.0	0.5	3.8	1.0
Andhra Sugars Ltd.	152.5	4.6	14-Sep-2012	4,134	4.3	0.8	3.5	2.7
Balmer Lawrie & Company Ltd.	618.5	4.5	10-Sep-2012	10,072	7.3	1.5	3.5	5.7
Tamil Nadu Newsprint & Papers Ltd.	113.7	4.4	12-Sep-2012	7,866	7.3	0.8	5.0	(0.4)
Repro India Ltd.	227.8	4.4	13-Sep-2012	2,476	6.8	1.4	5.7	(1.0)
Diamond Power Infrastructure Ltd	91.2	4.4	17-Sep-2012	3,391	2.9	0.5	3.2	(1.8)
TVS Srichakra Ltd.	318.5	4.2	18-Sep-2012	2,439	8.3	1.7	4.3	(4.1)
Munjal Auto Inds. Ltd.	50.4	4.0	13-Sep-2012	2,520	5.5	1.8	4.6	(4.9)
Jagran Prakashan Ltd.	90.3	3.9	18-Sep-2012	28,543	15.4	3.5	10.2	(1.8)
Nandan Exim Ltd.	26.8	3.7	20-Sep-2012	1,221	6.1	0.7	4.2	8.3
KCP Sugar & Inds. Corpn. Ltd.	18.8	3.7	18-Sep-2012	2,132	7.3	1.1	4.7	(4.3)
Kothari Products Ltd.	413.2	3.6	12-Sep-2012	2,740	7.4	0.4	-	0.8
First Leasing Company of India Ltd.	49.6	3.6	18-Sep-2012	1,130	3.6	0.3	6.0	3.3
Gujarat Industries Power Company Ltd.	69.4	3.6	07-Sep-2012	10,497	8.0	0.7	4.8	5.9
PSL Ltd.	55.8	3.6	20-Sep-2012	2,980	5.5	0.3	4.6	(4.0)
ISMT Ltd.	22.1	3.4	13-Sep-2012	3,230	NA	0.6	6.4	(7.7)
Kalpena Industries Ltd	65.1	3.4	18-Sep-2012	1,224	5.0	0.6	4.7	14.6
Gayatri Projects Ltd.	92.1	3.3	12-Sep-2012	2,206	5.9	0.6	4.9	(9.3)
Marathon Nextgen Realty Ltd.	128.4	3.1	17-Sep-2012	2,434	3.8	0.5	3.4	(8.8)
Gujarat NRE Coke Ltd.	16.3	3.1	17-Sep-2012	8,529	NA	0.6	5.1	(9.7)
Supreme Petrochem Ltd.	50.2	2.8	25-Sep-2012	4,861	15.5	1.6	5.9	8.7
Orchid Chemicals & Pharmaceuticals Ltd.	109.3	2.7	13-Sep-2012	7,697	NA	0.7	4.5	(3.5)
PTC India Ltd.	54.8	2.7	12-Sep-2012	16,165	16.5	0.7	10.5	(7.0)

Source: ACE Equity; Kotak Securities - Private Client Research; Note: \* Prices as on 5th September 2012

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