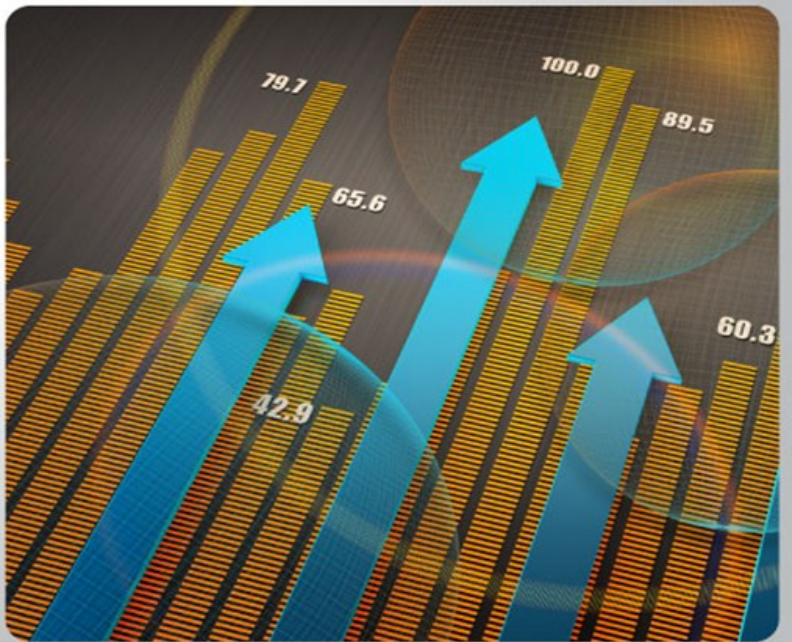


Master Pick

Equities



The bank proposed to double the branches count to 1200 by March 2017.

Accumulate between 550-CMP (555.5) with closing below stop loss of 525 level for the target of 635 levels.

IndusInd Bank Ltd.

Investment Rationale

- The business of the bank increased 17% YoY to Rs 115604 crore at the end of March 2014. The business growth continued to be driven by healthy advances growth at 24% to Rs 55102 crore, while the deposits growth moderated to 12% at Rs 60502 crore at the end of March 2014.
- Bank has maintained a stable asset quality, which helps to contain the credit cost at 48 bps in FY2014. Bank has targeted the credit cost of 60 bps for FY2015.
- In planning cycle III (PC-III), the Bank proposed to emerge number one in each segment of vehicle finance. Bank is also planning to enter the tractor financing business shortly.
- Bank has also proposed to double the branch count to 1200 by March 2017 where about 400 rural branches would become a part of bank's total branch network.

Technical Outlook

- In banking sector, Indusind bank is a consistent performer and garnered exceptional return for the investors in last five years.
- It has been trading decisively above the long term average of 200 EMA on weekly chart since 2009, which shows long term uptrend in place.
- It formed a new life time high at 587 in May, 14 and witnessed profit taking thereafter.
- It tested support zone of 525 levels recently and it has formed a fresh buying pivot on the daily chart now. One can utilize this opportunity to accumulate between 550-CMP (555.50) with closing below stop loss of 520 level for the target of 635 levels.

BSE Code	532187
NSE Code	INDUSINDBK
Sector	Private Bank

Technical Recommendation

CMP (₹)	555.50
Stop Loss- Closing (₹)	520
Target (₹)	635
Time Horizon	1-2 Months

Data Matrix

Equity (₹Cr)	526.11
EPS (₹)	26.17
Book Value (₹)	164.13
Face Value (₹)	10
P/E (x)	21.30
Dividend Yield (%)	0.63
Beta (x)	1.70
52 Week High / Low	587 / 311.50
Avg. Weekly Volume	1040435

Source : Capitaline

Technical Chart (Weekly)

