



Volatility is temporary. Smart investors stay invested at all times.

Volatility is inherent to the workings of the stock market. Smart investors know that volatility is temporary and stay invested for the long term health of their investments.

Disclaimer: Issued in the interest of investors for the purpose of general information only. Stock market investments are subject to market risks. Investors are advised to consult SEBI Authorized Broker and read all Relevant documents before investing. Investment decisions are the sole responsibility of the investor.



Market Trends

STOCK INDICES	% CHANGE
Nifty 50	10651.81 0.00
Sensex	35591.25 0.00
MSCI India	804.32 0.16
MSCI EM	2314.98 0.34
MSCI BRIC	595.98 0.46
MSCI World	8225.36 0.12
SX 40	20928.15 0.05
Nikkei	20556.54 0.52
Hang Seng	27642.85 0.40
Strait Times	3174.38 0.42

OIL (\$)	BOND
DUBAI CRUDE	10-YR YIELD
60.77	7.33
0.92	0.00
Absolute Change	Figures in %

COLD RATE	US	India
Prices per Tonne (US \$)		
OPEN	1317.0	1439.37
LAST*	1318.4	1439.32

*At 10:30pm. After adjusting for import duty, Indian spot gold lower by \$ 10.92 to US Comex gold price on Wednesday. The premium on local gold is due to tight supply following import curbs.

FOREX RATE (v/s Exchange Rate)	OPEN	LAST*
	71.38	71.13

Market on Twitter@ETMarkets

₹900-CRORE SHARE SALE L&T Tech OFS: Fls Subscribe 57% on Day 1

Our Bureau

Mumbai: Many institutional investors gave the ₹900-crore share sale by Larsen & Toubro in L&T Technology Services a miss on Wednesday. The two-day offer for sale was subscribed 57% on the first day meant only for institutions as investors felt valuations were expensive. Retail investors can bid in the OFS on Thursday.

"The issues size should have been kept low as there is hardly any demand in the current market scenario," said an investment banker.

Larsen & Toubro planned to sell up to 30 lakh shares of L&T Technology Services, representing 2.89% of its total paid-up equity share capital at a floor price of ₹1,610 per share. In the case of strong demand, there was an option to further sell up to 25,92,807 shares. JM Financial, Citi and Axis are the bankers to the issue.

On the first day, the OFS has fetched L&T ₹249 crore. The company targets to raise around ₹900 crore.

Shares of L&T Technology Services declined 4% to ₹1,621 on Wednesday. Currently, promoters own 74.84% in the company. Last year, L&T sold 53 lakh shares at a floor price of ₹1,400 a share through an offer for sale.

Group level concerns unlikely to affect Zee's functioning & earnings, say analysts

Time to Take a Contrarian Call on Zee Entertainment?

ET ANALYSIS

Rajesh.Naidu@timesgroup.com

ET Intelligence Group: The V-shaped recovery in the Zee Entertainment stock since last week's precipitous plunge puts the spotlight on the most precious asset in value investing: Patience.

For investors in India's largest listed media company, the need to stay put was never so vitally important than at present. The key is to assess the recent roller-coaster ride in its context. The fundamentals that drive the operations at Zee are intact. Zee has a viewership market share of 23% in India and a dominant position in regional channels. The earnings trajectory remains strong, with 15-16% growth in Earnings per Share (EPS) anticipated in the two years ending FY20.

An attractive aspect of Zee's operations is the inherent strength of its business. This is one of the key reasons many analysts continue to be bullish on Zee. Also, after increasing its investments in the Over The Top (OTT) platform Zee5, the company has guided that it is likely to sustain 30% operating profit margins.

Continued on → Smart Investing

Zee Group: Key Numbers

FY18 Financial Performance of key Essel Group Companies

	Zee Enter	Essel Propack	Shirpur Gold Refinery	Dish TV India	Siti Networks	Zee Learn
Revenue	6,589.00	2,391.16	5,296.68	4,621.20	1,410.40	268.51
EBITDA	2,069.30	472.75	56.10	1,316.02	308.55	102.08
Net Income/Net Profit (Losses)	1,479.10	171.60	14.33	-75.04	-193.66	49.28
Basic Earnings per Share	15.40	5.46	4.92	-0.69	-2.22	1.52
Cash From Operations	665.10	319.99	219.81	802.08	246.01	229.75
Free Cash Flow	490.80	179.45	219.81	-35.18	-142.15	216.23
D/E Ratio	0.26	0.67	1.51	0.60	3.20	0.79
EPS FY19E (in ₹)	16.89	6.31	-	0.95	-2.20	2.40
EPS FY20E (in ₹)	19.55	7.59	-	1.71	-1.40	3.40

Source: Bloomberg, Capitaline. Compiled by ETIG Database. ₹ crore; E: Estimated

Essel Group may Monetise Non-Media Assets

Jwalit Vyas & Rajesh N Naidu

ET Intelligence Group: The Essel Group, led by Subhash Chandra, has embarked upon an ambitious plan of monetising its non-media businesses to deal with the current concerns over repayment to its lenders. According to sources close to the management, in the next six months, the company plans to monetise about ₹20,000

crore by selling its infrastructure assets.

To be sure, industry experts and analysts aren't as optimistic as the management about the pace of asset sale. They believe that given the quality of assets and their operations, the group may find it easier to sell its stake in Zee Entertainment Enterprises than the infra-related assets.

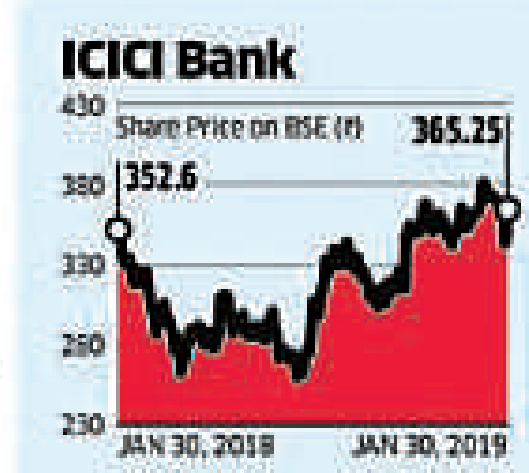
At the group level, Essel has total debt of ₹17,174 crore. Out

of this, ₹11,466 crore is the infra-related debt, which is a major concern and this can further rise in the next one year. This infra-related debt covers three major verticals – power transmission, solar and roads (toll and annuity). Among these three verticals, the roads are expected to generate the highest revenue of ₹1,700 crore annually from FY20.

Continued on → Smart Investing

ICICI Bank Net Falls 2.7% on Higher Provisioning in Q3

Asset quality improves; Treasury income sees strong rise; NIM edges up



Our Bureau

Kolkata: ICICI Bank reported a lower-than-expected net profit, which declined 2.7% despite higher treasury income and improvement in asset quality in the December quarter. Net profit fell to ₹1,605 crore in the quarter in which Chanda Kochhar stepped down as the chief executive. In the year-ago quarter, the bank's profit was ₹1,650 crore. An ET-Now poll had projected a profit of ₹1,900 crore.

Operating profit excluding treasury income climbed 14% to ₹5,667 crore but higher provisions pulled down the bottom-line. Treasury income grew to ₹479 crore in the third quarter, compared with ₹66 crore in the year-ago period.

The bank announced the earnings after market hours. The stock settled up 5.29% at ₹365.25 on the BSE. Provision coverage ratio rose 600 bps to 75.3% as the bank under new chief executive Sandeep Bakshi looked to protect the lender against future loan losses. Provisions made were ₹4,244 crore, compared with ₹3,570 crore a year ago.

Kochhar stepped down as the CEO on October 4 following complaints of favouritism in loan disbursements to the Videocon Group. An internal probe on Wednesday faulted Kochhar for failing to comply with the bank's disclosure procedures on conflicts of interest.

Gross NPA additions fell to ₹2,001 crore for the period under review – the lowest in the last 14 quarters – from ₹3,117 crore in the preceding quarter. Gross NPA ratio improved to 7.75% from 8.54% while Net NPA ratio stood at 2.58% as against 3.65% a quarter ago. The lender recovered ₹4,063 crore of bad loans in the quarter.

The bank, despite the leadership change, showed 14% annual loan growth, largely driven by the retail vertical, while deposits grew 15% year-on-year due to current and savings account deposits. The bank's CASA ratio stood at 49.3%.

Net interest income grew 21% to ₹6,875 crore while net interest margin was 3.40%, compared with 3.23% in the preceding quarter.

JINDAL STAINLESS (HISAR) LTD.

EXTRACTS OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2018

Sr. No.	Particulars	₹ in Crore except per share data			
		For the quarter ended		For the nine months ended	
		31 st Dec. 2018	31 st Dec. 2017	31 st Dec. 2018	31 st Dec. 2017
1	Total income from operations (gross)	2,233.31	2,438.58	6,595.82	7,196.49
2	Total income from operations (net) #	2,233.31	2,438.58	6,595.82	7,004.93
3	EBITDA*	201.20	325.11	682.62	853.25
4	Net profit for the period (before tax, exceptional and/or extra ordinary items)	64.77	188.61	288.07	435.26
5	Net profit for the period before tax (after exceptional and/or extraordinary items)	86.56	208.21	303.89	456.17
6	Net profit for the period after tax (after exceptional and/or extraordinary items)	55.07	133.63	196.06	299.59
7	Total comprehensive income for the period (comprising profit for the period (after tax) and other comprehensive income (after tax))	54.60	133.23	194.69	298.39
8	Paid up Equity Share Capital (face value of ₹ 2/- each)	47.19	47.19	47.19	47.19
9	Earning per share (face value of ₹ 2/-each)				
a)	- Basic	2.33	5.66	8.31	12.70
b)	- Diluted	2.33	5.66	8.31	12.70
(EPS for the period not annualised)					

Net of excise duty till 30th June 2017 in view of implementation of goods and service tax (GST) w.e.f. 1st July 2017 for comparable purpose.

*EBITDA = Earnings before interest, tax, depreciation & amortization and other income.

Notes:

- The above is an extract of the detailed format of unaudited financial results filed with the stock exchanges under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the unaudited financial results are available on the company's website: (www.jshlainless.com) and on the websites of Bombay Stock Exchange (www.bseindia.com) and the National Stock Exchange of India Ltd. (www.nseindia.com).
- The standalone financial results of the company for the quarter and nine months ended 31st December 2018 have been reviewed by the audit committee and approved by the board of directors at their respective meetings held on 30th January 2019 and the limited review of the same has been carried out by the auditors.

Place: New Delhi
Date: 30th January, 2019

By Order of the Board of Directors
For Jindal Stainless (Hisar) Limited
Jagmohan Sood
Whole Time Director

(CIN: L27205HR2013PLC049963)

Regd. Office: O.P. Jindal Marg, Hisar-125 005 (Haryana) | Tel: (01662) 222471-83 | Fax: (01662) 220499
Email Id. for Investors: investorcare.jshl@jindalstainless.com | Website: www.jshlainless.com

MOVE COMES AFTER CANCELLATION OF IPO PLANS

MetLife Likely to Raise Stake in Life Insurance Venture with PNB

Shilpy Sinha
@timesgroup.com

Mumbai: US insurance major MetLife, Inc is considering buying additional stake in PNB MetLife India Insurance Company from its Indian partners after its attempt to unlock value through a public offering got shelved.

"MetLife is now looking to buy stake in the Indian life insurance company," said a person close to the development. "The leadership change at the global level, with Kishore Ponnavaiah moving to head Asia region and Mikel Khalaf as head MetLife Worldwide, has triggered changes in (the firm's approach towards) the Indian market," the person told ET.

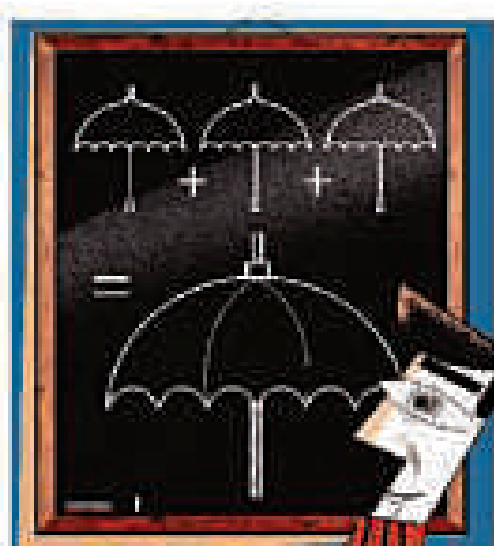
PNB MetLife had filed for an IPO in August with the idea to list in January. However, the

listing did not happen due to market conditions, which led to some senior level exits. Bhawani Singh Pathania, who was chief agency officer, and Niraj Shah, former chief financial officer, left the company after the delay in IPO.

Khalid Ahmad has been named interim CFO after Shah left to join HDFC Life. Pathania has joined ICICI Prudential Life Insurance as executive vice president.

PNB MetLife has now decided to list the company after the general elections later this year, once the market stabilises, the sources said. It has already informed employees about the plan to defer the IPO.

PNB MetLife had in August last year filed the draft red herring prospectus with the capital market regulator Securities and Exchange Board of India (Sebi) to sell 24.64% of the post offer paid-up equity share capital of the company.



PNB MetLife is a joint venture between Punjab National Bank (PNB), which holds 30% stake, MetLife (26%), M Pilonji & Company (18%), and Janmuni & Kashmir Bank (5%). The company has share capital of Rs 2,120 crore.

The US insurer had planned to exit the venture in 2016 after the amendment in the Insurance Act, which put a clause of management control and ownership with Indian promoters.

The company has embedded value of ₹3,400 crore at the end of March 31, 2018. It can be valued at anywhere between ₹3,500 crore to ₹12,000 crore, based on the estimates. Its value of new business margin was 17.1%.

Its profit before tax rose 37% to ₹141 crore in the last financial year as against ₹103.42 crore in the previous year.

Bancassurance consists of 65.02% of PNB MetLife sale, while direct sales account for 27.53% of total new business premium.

The insurance industry is going through a phase of consolidation after legislation enabled foreign insurers to raise stake to 49%. Post change in law, three life insurance companies—ICICI Prudential Life, SBI Life and HDFC Life—have listed their shares on stock exchanges.