

EBITDA/PAT Beats Estimates Amid Challenging Industry Scenario; Valuation Priced In

Est. Vs. Actual for Q2FY25: Revenue – **INLINE**; EBITDA Margin – **BEAT** ; PAT– **BEAT**;
Change in Estimates post Q2FY25

FY25E/FY26E: Revenue: -5.6%/-9.3%; EBITDA: -10.8%/-19.1%; PAT: -12%/-24.5%

Recommendation Rationale

- **Robust EBITDA margins:** On the back of a richer product mix led by premium 2Ws (both ICE and EV), better operating efficiencies, streamlining fixed costs, and component localization initiatives, we expect EBITDA Margins to sustain between 11% to 12% in FY25/26E.
- **Strong Order Book:** As of Sep'24, the total lifetime order book stood at Rs 4,750 Cr, with demand across segments - vehicle access, instrument cluster, die-casting parts, electrical distribution systems, and new EV technology. The management stated that annual peak revenue from these orders would be between Rs 700-900 Cr to be realised in four to five years (40% constituting new orders). Out of the total order book, the company secured Rs 2,400 Cr lifetime order wins in Q2FY25 itself, with EV platforms accounting for over 25% of these orders.
- **TLA with Sanco (China):** In Q2FY25, Minda Corporation entered a technological license agreement with Sanco to enhance its EV and high-voltage wiring harness product range. Through this partnership, Minda will produce high-voltage connectors, EV charging guns, charging sockets, bus bars, battery cell contact systems, and battery distribution units (BDUs). These components will be manufactured domestically, supporting Minda's localization efforts and boosting competitiveness in the EV market. As per management, the current domestic market is Rs 1,000 Cr for these products.

Sector Outlook: Positive

Company Outlook & Guidance: In Q2FY25, the Tractors/3W/2W production volume grew by 3%/6%/12% while CV/PV degrew by 13%/1% YoY. Going ahead, we expect strong demand in the 2W entry-level segment, SUV demand in PV, gradual recovery in CVs/Tractors and a revival in exports. These will be positive triggers for the company to outperform industry growth.

Current Valuation: 30x FY27 EPS (earlier 31x FY26E)

Current TP: Rs 535/share (earlier Rs 575/share)

Recommendation: We recommend a HOLD rating (earlier BUY) on the company

Financial Performance: Revenue (inline) grew by 20%/6% YoY/QoQ, led by increased production volumes in the 3W/2W/PV segment, partly offset by lower volumes in the CV/Tractor industry and weak exports. EBITDA stood at Rs 147 Cr (6% Beat), up 28%/6% YoY/QoQ and EBITDA margins (56bps beat) grew by 69bps in YoY (flat QoQ) on the back of product premiumization trend, increasing efficiencies via low-cost automation and component localization initiatives. PAT was reported at Rs 74 Cr (14% Beat), up 64%/5% YoY/QoQ largely following the Topline, along with higher other income and share of profits from associates.

Key Financials (Consolidated)

(Rs Cr)	Q2FY25	QoQ (%)	YoY (%)	Axis Est.	Variance
Net Sales	1,290	8%	20%	1,279	1%
EBITDA	147	11%	28%	138	6%
EBITDA Margin	11.4%	31 bps	69 bps	10.8%	56 bps
Adj Net Profit	74.3	16%	64%	65.3	14%
Reported EPS (Rs)	3.11	16%	64%	2.7	14%

Source: Company, Axis Securities research

(CMP as of 12th November 2024)

CMP (Rs)	498
Upside /Downside (%)	7%
High/Low (Rs)	652/334
Market cap (Cr)	11,842
Avg. daily vol. (6m)Shrs.	9,37,124
No. of shares (Cr)	23.91

Shareholding (%)

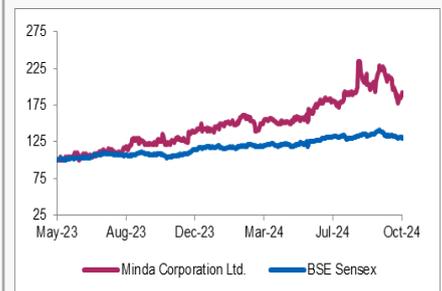
	Mar-24	Jun-24	Sep-24
Promoter	64.8	64.8	64.8
FIIs	5.1	6.1	7.6
MFs / UTI	16.9	16.8	15.3
Banks / FIs	0.0	0.0	0.0
Others	13.2	12.3	12.2

Financial & Valuations

Y/E Mar (Rs Cr)	FY25E	FY26E	FY27E
Net Sales	5,112	5,722	6,468
EBIDTA	558	653	764
APAT	275	334	426
AEPS (Rs)	11.5	14.0	17.8
PER (x)	43.4	35.6	28.0
EV/EBIDTA (x)	21.4	18.2	15.3
P/BV (x)	5.3	4.7	4.0
ROE (%)	13.0	14.0	15.5

Change in Estimates (%)

Y/E Mar	FY25E	FY26E	FY27E
Sales	-5.6%	-9.3%	-12.1%
EBITDA	-10.8%	-19.1%	-23.7%
PAT	-12.0%	-24.5%	-27.7%

Relative Performance


Source: Ace Equity, Axis Securities.

Shridhar Kallani

Auto Analyst

Email: shridhar.kallani@axissecurities.in

Outlook

- We like Minda Corp's growth story driven by new order wins and focus on EVs. With a strong order book and the management's confidence in outpacing industry growth (via organic/non-organic), we estimate a CAGR of 12%/14%/23% in Revenue/EBITDA/Adj PAT over FY24-27E.

Valuation & Recommendation

- Based on the growth trajectory and healthy financials (net cash positive), we value the stock at a 30x multiple on FY27 EPS (earlier 31x for FY26) to arrive at a TP of Rs 535/share, implying an upside of 7% from the CMP. On account of the slower-than-expected recovery in exports, PV/CV industry volumes and the current valuations, **we downgrade the stock from BUY to HOLD on limited upside potential. However, we recommend a BUY on Dips Strategy for the stock.**

Key Concall Highlights

- **Mechatronics and Aftermarket** contributed 50% of total revenues in Q2FY25, up 11% YoY to ~Rs 639 Cr. This was driven by the domestic 2W segment and PV Premiumization, partially offset by subdued exports.
- **Information and connected systems (ICS)** contributed ~50% to the company's top line (including MIL) with revenue of ~Rs 651 Cr, up 5% YoY.
- **Growing EV segment:** The potential EV kit value stood at ~Rs 22k-27k in Q2FY25. Out of this, ~Rs 8k-10k are new power electronic product lines commercially launched during FY24. In India, new facilities are under construction for manufacturing Smart Keys, Die Casting Parts, Clusters, and Sensors.
- **End-user market:** Based on the end-user market in Q2FY25 - 2W/3Ws revenue mix stood at ~47%; 4W flat at ~15%; CVs at 26% and aftersales at 12%.
- **Geographical split:** In Q2FY25, India contributed ~88% of the sales (88% in Q2FY24) while Europe and North America contributed ~7% of total sales (7% in Q2FY24) while 5% came from South East Asia (5% in Q2FY24).
- **Capex:** Capex for FY25 and FY26 shall be roughly Rs 300-350 Cr per annum.

Key Risks to Our Estimates and TP

- Slower than expected CV/tractor Industry demand.
- Macroeconomic Headwinds on global demand.
- Higher depreciation and interest costs.

Change in Estimates

	Current estimates			Earlier Estimates			Change in estimates (%)		
	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	5,112	5,722	6,468	5,414	6,312	7,360	-5.6%	-9.3%	-12.1%
EBITDA	558	653	764	626	808	1,002	-10.8%	-19.1%	-23.7%
PAT	275	334	426	312	443	589	-12.0%	-24.5%	-27.7%

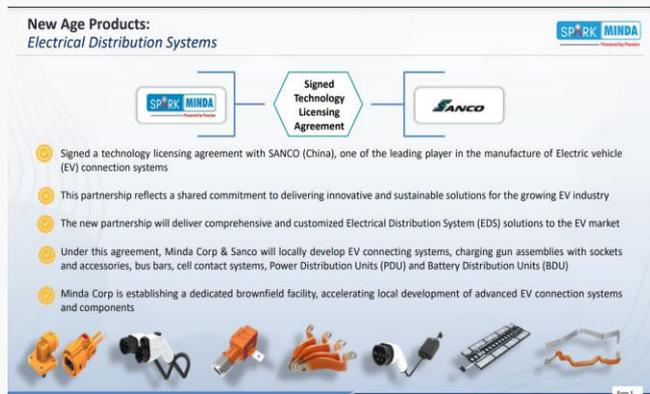
Source: Company, Axis Securities

Q2FY25 Results Review

	Q2FY24	Q1FY25	Axis Estimates	Q2FY25	% Change (YoY)	% Change (QoQ)	% Variances
Total Revenue	1,075	1,192	1,279	1,290	20%	8%	1%
Expenditure							
Net Raw Material	641	724	778	781	22%	8%	0%
Employee expenses	175	188	210	193	10%	3%	-8%
Purchase of traded goods	34	23	26	31	-7%	37%	22%
Other Expenses	109	126	128	138	27%	10%	8%
Total Expenditure	960	1,061	1,141	1,143	19%	8%	0%
EBITDA	115	132	138	147	28%	11%	6%
EBITDA Margin (%)	10.7%	11.1%	10.8%	11.4%	69 bps	31 bps	56 bps
Other Income	2	8	5	12	504%	40%	134%
Interest	14	10	10	11	-22%	14%	9%
Depreciation	39	46	48	51	31%	12%	8%
PBT	63	84	85	96	51%	14%	13%
Tax	17	22	21	25	49%	14%	18%
Exceptional Items	0	0	0	0	NA	NA	NA
PAT before share of Associates	47	62	64	71	52%	14%	11%
Share of Profit & Loss of Associates	(1)	2	1	4	NA	92%	164%
PAT after share of profit from Asso.	45	64	65	74	64%	16%	14%
EPS (Rs.)	1.89	2.69	2.72	3.11	64%	16%	14%
Gross Margins%	40.3%	38.5%	39.2%	39.5%	-85 bps	99 bps	25 bps
Employee % to sales	16.3%	14.8%	16.4%	14.9%	-139 bps	18 bps	-146 bps
Other Expenses % to Sales	10.18%	10.82%	10.00%	10.74%	55 bps	-9 bps	74 bps
NP %	4.2%	5.8%	5.1%	5.8%	156 bps	-6 bps	66 bps
Effective Tax%	26.6%	24.6%	25.0%	26.2%	-34 bps	167 bps	123 bps

Source: Company, Axis Securities

Exhibit 1: New TLA: Electrical distribution system



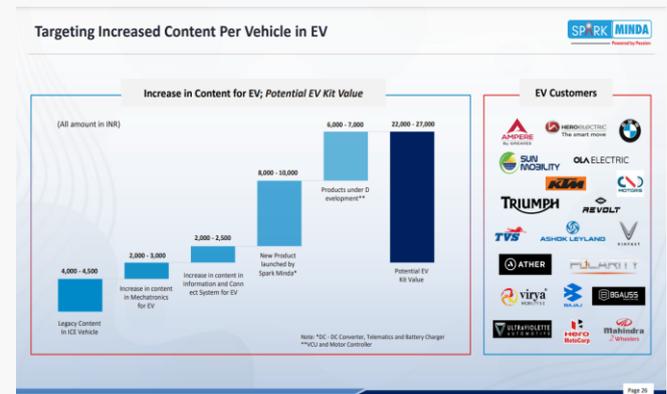
New Age Products: Electrical Distribution Systems

Signed Technology Licensing Agreement

- Signed a technology licensing agreement with SANCO (China), one of the leading player in the manufacture of Electric vehicle (EV) connection systems
- This partnership reflects a shared commitment to delivering innovative and sustainable solutions for the growing EV industry
- The new partnership will deliver comprehensive and customized Electrical Distribution System (EDS) solutions to the EV market
- Under this agreement, Minda Corp & Sanco will locally develop EV connecting systems, charging gun assemblies with sockets and accessories, bus bars, cell contact systems, Power Distribution Units (PDU) and Battery Distribution Units (BDU)
- Minda Corp is establishing a dedicated brownfield facility, accelerating local development of advanced EV connection systems and components

Source: Company PPT Q2FY25, Axis Securities Research

Exhibit 2: Potential EV kit value



Targeting Increased Content Per Vehicle in EV

Increase in Content for EV; Potential EV Kit Value

(All amount in INR)

- Legacy Content in ICE Vehicle: 4,000 - 4,500
- Increase in content in Mechatronics for EV: 2,000 - 3,000
- New Product launched by Spark Minda: 2,000 - 2,500
- Increase in content in Information and Control System for EV: 8,000 - 10,000
- Products under D development**
- Potential EV Kit Value: 22,000 - 27,000

Note: **IC - IEC Converter, Telematics and Battery Charger
***V2U and Motor Controller

EV Customers

- AMPERE
- SUN MOBILITY
- TRUMPH
- TVS
- ATHER
- vino
- VINAMINI
- HERO ELECTRIC
- OLA ELECTRIC
- REVOLT
- ASHOK LEYLAND
- MAHINDRA
- MAHINDRA

Financials (consolidated)

Profit & Loss

(Rs Cr)

Y/E March	FY24	FY25E	FY26E	FY27E
Net sales	4,651	5,112	5,722	6,468
Other operating income	0	0	0	0
Total income	4,651	5,112	5,722	6,468
Raw Material	2,924	3,216	3,548	4,010
Employee expenses	728.5	810.5	891.6	980.9
Other expenses	484.4	527.1	629.5	712.4
EBITDA	514	558	653	764
Other income	16	35	22	40
PBITD	530	593	675	804
Depreciation	166	192	208	231
Interest & Fin Chg.	56	43	32	22
E/o income / (Expense)	0	0	0	0
Pre-tax profit	308	358	435	551
Tax provision	83	92	109	135
(-) Minority Interests	0	0	0	0
Associates	2	8	8	10
Reported PAT	227	275	334	426
Adjusted PAT	227	275	334	426

Source: Company, Axis Securities Research;

Balance Sheet

(Rs Cr)

Y/E March	FY24	FY25E	FY26E	FY27E
Total assets	2,580	2,706	2,892	3,185
Net Block	1,050.1	1,052.8	1,039.9	1,003.6
CWIP	57.6	112.5	167.3	222.2
Goodwill	92.9	92.9	92.9	92.9
Investments	56.9	56.9	56.9	56.9
Wkg. cap. (excl cash)	1,131	1,174	1,258	1,377
Cash / Bank balance	192.0	217.4	277.5	432.0
Misc. Assets	0.0	0.0	0.0	0.0
Capital employed	2,580	2,706	2,893	3,185
Equity capital	47.8	47.8	47.8	47.8
Reserves	1,933	2,183	2,492	2,908
Pref. Share Capital	0.0	0.0	0.0	0.0
Minority Interests	0.0	0.0	0.0	0.0
Borrowings	586	461	336	211
Def Tax Liabilities	13.3	14.8	16.3	17.8

Source: Company, Axis Securities Research

Cash Flow

(Rs Cr)

Y/E March	FY24	FY25E	FY26E	FY27E
Sources	141.1	318.7	394.3	523.5
Cash profit	447	501	567	669
(-) Dividends	16.7	16.7	16.7	0.0
Retained earnings	430.2	484.7	549.8	669.3
Issue of equity	0.0	0.0	0.0	0.0
Change in Oth. Reserves	0.0	0.0	0.0	0.0
Borrowings	(177.9)	(125.0)	(125.0)	(125.0)
Others	(111.2)	(41.0)	(30.5)	(20.7)
Applications	141.1	318.7	394.3	523.5
Capital expenditure	317.5	250.0	250.0	250.0
Investments	(103.6)	0.0	0.0	0.0
Net current assets	78.5	43.3	84.2	119.0
Change in cash	(151.3)	25.4	60.1	154.5

Source: Company, Axis Securities Research

Ratio Analysis

(%)

Y/E March	FY24	FY25E	FY26E	FY27E
Sales growth	8.2	9.9	11.9	13.0
EBIDTA margin	11.1	10.9	11.4	11.8
EBITDA growth	11.5	8.5	17.0	17.0
COGS / Net sales	26.1	26.2	26.6	26.2
Overheads/Net sales	28.4	28.3	28.6	28.2
Depreciation / G. block	9.6	10.0	9.8	10.0
Effective interest rate	6.5	6.7	9.0	9.0
Net kg.cap / Net sales	0.16	0.19	0.18	0.17
Net sales / Gr block (x)	2.7	2.7	2.7	2.8
RoCE	17.0	16.4	17.3	18.8
Debt/equity (x)	0.27	0.18	0.11	0.05
Effective tax rate	27.0	25.6	25.0	24.5
RoE	12.7	13.0	14.0	15.5
Payout ratio (Div/NP)	7.4	6.1	5.0	0.0
EPS (Rs.)	9.50	11.49	13.99	17.80
EPS Growth	(20.1)	20.9	21.8	27.2
Adj EPS (Rs.)	9.5	11.5	14.0	17.8
Adj EPS growth	(20.1)	20.9	21.8	27.2
CEPS (Rs.)	16.4	19.5	22.7	27.5
DPS (Rs.)	0.7	0.7	0.7	0.0

Source: Company, Axis Securities Research

Minda Corporation Ltd Price Chart and Recommendation History



Date	Reco	TP	Research
10-Feb-23	BUY	230	Result Update
22-May-23	BUY	230	Result Update
04-Aug-23	BUY	325	Result Update
03-Nov-23	BUY	400	Result Update
05-Feb-24	BUY	450	Result Update
23-May-24	BUY	475	Result Update
09-Aug-24	BUY	575	Result Update
13-Nov-24	HOLD	535	Result Update

Source: Axis Securities Research

DISCLAIMER:

Axis Securities Limited is a subsidiary company of Axis Bank Ltd. Axis Bank Ltd. is a listed public company and one of India's largest private sector banks and has various subsidiaries engaged in businesses of Asset management, NBFC, Merchant Banking, Trusteeship, Venture Capital, Stock Broking, the details in respect of which are available on www.axisbank.com.

Axis Securities Limited, is registered as a

- Stock Broker, Depository Participant, Portfolio Manager, Investment Adviser and Research Analyst with Securities and Exchange Board of India
- Corporate Agent with Insurance Regulatory and Development Authority of India
- Point of Presence with Pension Fund Regulatory and Development Authority
- Distributor for Mutual Funds with AMFI

Registration Details:

SEBI Single Reg. No.- NSE, BSE, MSEI, MCX & NCDEX – INZ000161633 | SEBI Depository Participant Reg. No. IN-DP-403-2019 | Portfolio Manager Reg. No.- INP000000654 | Investment Advisor Reg No. INA000000615 | SEBI-Research Analyst Reg. No. INH000000297 | IRDA Corporate Agent (Composite) Reg. No. CA0073 | PFRDA – POP Reg. No. POP387122023 | Mutual Fund Distributor ARN- 64610.

Compliance Officer Details: Name – Mr. Maneesh Mathew, Tel No. – 022-68555574, Email id – compliance.officer@axisdirect.in;

Registered Office Address – Axis Securities Limited, Unit No.002, Building- A, Agastya Corporate Park, Piramal Realty, Kamani Junction, Kurla (W), Mumbai – 400070.

Administrative office address: Axis Securities Limited, Aurum Q Parc, Q2 Building, Unit No. 1001, 10th Floor, Level – 6, Plot No. 4/1 TTC, Thane – Belapur Road, Ghansoli, Navi Mumbai, Pin Code – 400710.

In case of any grievances please call us at 022-40508080 or write to us helpdesk@axisdirect.in.

We hereby declare that our activities were neither suspended nor we have defaulted with any stock exchange authority with whom we are registered in last five years. However, SEBI, Exchanges, Clearing Corporations and Depositories etc. have conducted the routine inspection and based on their observations have issued advise/warning/show cause notices/deficiency letters/ or levied penalty or imposed charges for certain deviations observed in inspections or in normal course of business, as a Stock Broker / Depository Participant/Portfolio Manager. We have not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has our certificate of registration been cancelled by SEBI at any point of time.

Investments in securities market are subject to market risks. Read all the related documents carefully before investing.

By referring to any particular sector, Axis Securities does not provide any promise or assurance of favourable view for a particular industry or sector or business group in any manner.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. None of the research recommendations promise or guarantee any assured, minimum or risk-free return to the investors. Our research should not be considered as an advertisement or advice, professional or otherwise. This research report and its respective content by Axis Securities made available on this page or otherwise do not constitute an offer to sell or purchase or subscribe for any securities or solicitation of any investments or investment services for the residents of Canada and / or USA or any jurisdiction where such an offer or solicitation would be illegal.

Subject company(ies) may have been client during twelve months preceding the date of distribution of the research report. Derivatives are a sophisticated investment device. The investor is requested to take into consideration all the risk factors before actually trading in derivative contracts.

Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgment of its original date of publication by ASL and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments.

The information and opinions in this report have been prepared by Axis Securities and are subject to change without any notice. The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of Axis Securities. The report must not be used as a singular basis of any investment decision. The views herein are of a general nature and do not consider the risk appetite, investment objective or the particular circumstances of an individual investor. The investor is requested to take into consideration all the risk factors including their financial condition, suitability to risk return profile and the like and take professional advice before investing.

While we would endeavour to update the information herein on a reasonable basis, Axis Securities is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent Axis Securities from doing so. Non-rated securities indicate that rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or Axis Securities policies, in circumstances where Axis Securities might be acting in an advisory capacity to this company, or in certain other circumstances.

This report is based on information obtained in good faith from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. Axis Securities will not treat recipients as customers by virtue of their receiving this report. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. Axis Securities accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice. Axis Securities or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months. Axis Securities or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction. Axis Securities or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the companies mentioned in the report in the past twelve months. Axis Securities encourages independence in research report preparation and strives to minimize conflict in

preparation of research report. Axis Securities or its associates or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither Axis Securities nor Research Analysts and / or their relatives have any material conflict of interest at the time of publication of this report. Please note that Axis Securities has a proprietary trading desk. This desk maintains an arm's length distance with the Research team and all its activities are segregated from Research activities. The proprietary desk operates independently, potentially leading to investment decisions that may deviate from research views.

Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

Research Analyst may have served as an officer, director or employee of subject company(ies). Axis Securities or Research Analysts or their relatives do not own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report. Since associates of Axis Securities and Axis Securities as an entity are engaged in various financial service businesses, they might have financial interests or actual/beneficial ownership of one percent or more or other material conflict of interest in various companies including the subject company/companies mentioned in this report. Axis Securities may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report. Certain transactions -including those involving futures, options and other derivatives as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Reports based on technical analysis centres on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals.

We and our affiliates/associates, officers, directors, and employees, Research Analyst(including relatives) worldwide may: (a) from time to time, have long or short positions in, and buy or sell the securities thereof, of company (ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company/company (ies) discussed herein or act as advisor or lender / borrower to such company (ies) or have other potential/material conflict of interest with respect to any recommendation and related information and opinions at the time of publication of Research Report or at the time of public appearance. Axis Securities may have proprietary long/short position in the above mentioned scrip(s) and therefore may be considered as interested. This should not be construed as invitation or solicitation to do business with Axis Securities. Axis Securities is also a Portfolio Manager. Portfolio Management Team (PMS) takes its investment decisions independent of the PCG research and accordingly PMS may have positions contrary to the PCG research recommendation.

RATING SCALE: Definitions of ratings

Ratings	Expected absolute returns over 12 – 18 months
BUY	More than 10%
HOLD	Between 10% and -10%
SELL	Less than -10%
NOT RATED	We have forward looking estimates for the stock, but we refrain from assigning valuation and recommendation.
UNDER REVIEW	We will revisit our recommendation, valuation and estimates on the stock following recent events
NO STANCE	We do not have any forward-looking estimates, valuation or recommendation for the stock

Note: Returns stated in the rating scale are our internal benchmark.