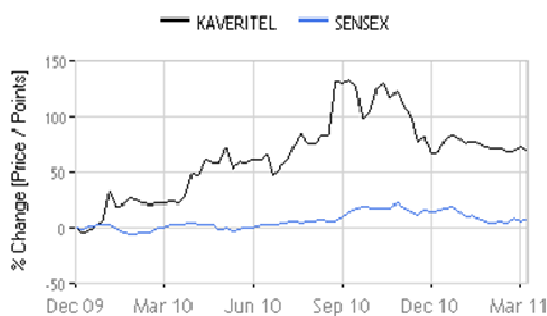
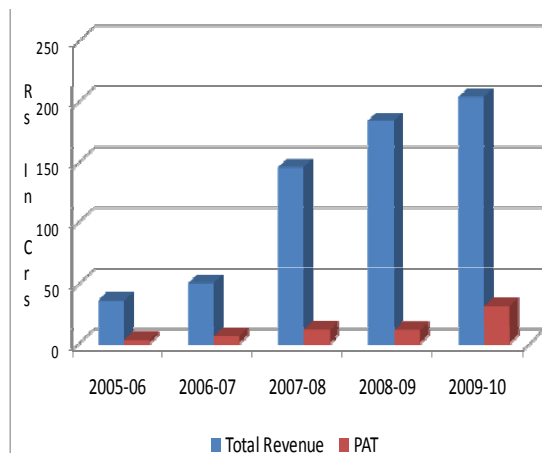




28th March 2011

| <u>Sector</u> : Telecom Equipment | | |
|-----------------------------------|------------------|-----------------|
| CMP | : Rs.111 | |
| 1 Year Target Price | : Rs. 180 | |
| SENSEX | : 18816 | |
| SENSEX P/E | : 20 | |
| NIFTY | : 5654 | |
| NIFTY P/E | : 21 | |
| | Kavveri | Industry |
| P/E | 3.5 | 13.5 |
| <u>Scrip Details</u> | | |
| Market Cap | : Rs. 157 Crs. | |
| Nominal Value | : Rs. 10/Share | |
| Book Value | : Rs. 109/Share | |
| Equity Share O/S | : 1.41 Crs | |
| 52 Week H/L | : 167.30 / 76.20 | |
| BSE Code | : 590041 | |
| NSE Code | : KAVVERITEL | |
| <u>Shareholding Pattern (%)</u> | | |
| | Feb 11 | Dec 10 |
| Promoters | 38.81 | 14.60 |
| FII | 01.25 | 01.74 |
| DII | 00.01 | 00.02 |
| Public & Others | 59.93 | 83.64 |
| Total | 100.00 | 100.00 |

Scrip Performance vis-à-vis SensexTotal Revenue vis-à-vis PATInvestment Triggers

- **Kavveri Telecom Products Ltd. (KTPL)**, promoted by the technocrat, **Mr. Shivakumar Reddy**, in 1996, enjoys the status of having the largest market share in **Filters, Light Infrastructure Antennas, RF components and In-building solutions** in India.
- **KTPL**, with its **state of the art manufacturing facility** spread over **1,50,000 sq. ft.** in **Bangalore**, is engaged in the **design, development and manufacturing of RF products and Antennas for Telecom, Defense and Space Applications** as well as provides total **Turnkey solutions** for **coverage and capacity enhancement** requirements for **GSM, 3G and CDMA carriers** in India.
- **KTPL** is expected to post a **consolidated Topline of Rs 315 Crs and Bottomline of Rs 45 Crs** in **FY2011** as compared to **Topline of Rs 204 Crs and Bottomline of Rs 31 Crs** in **FY2010**.
- **KTPL's** management has **embarked upon the aggressive expansion strategy**, both **organically & inorganically** through **Global acquisitions** by **acquiring four companies** in **U.S. and Canada** in **2010**. The company is **actively considering** some more **interesting Overseas acquisitions** which when implemented can **catapult** **KTPL** into a **Rs. 1000 Cr.** company in **next 3-4 years**.
- **KTPL's** esteemed clientele includes **industry giants** such as **Ericsson, Cisco, Motorola, Reliance Communications, Tata Teleservices, ONGC, Spice, Airtel, BSNL, Nokia, ISRO, Microsoft, World Space and Airports Authority of India**.
- **KTPL's** promoters have recently subscribed to **40 Lacs Equity Shares of Rs 10 each and 10 Lacs convertible warrants of Rs. 10 each**, at a price of **Rs 113/share**, by way of **preferential allotment** to **consolidate** their shareholding in the company - a signal of **tremendous confidence** in the **future** of company.
- **KTPL's** promoters are making an **open offer** to acquire **additional 20%** stake at a price of **Rs 116.47/share**, as per **SEBI guidelines**.
- At **CMP of Rs 111/share**, **KTPL** is trading at **forward P/E of 3.5x** which is **significantly lower** than the **Industry P/E of 13.5x** and its **P/BV is 1.02x** making it an **attractive investment opportunity**. We recommend **STRONG BUY** with a **1 year Price Target of Rs 180/share**.

Financial Performance

(Rs in Crs)

| Particulars | 2005-06 | 2006-07 | 2007-08 | 2008-09 | 2009-10 |
|--------------------------|---------|---------|---------|---------|---------|
| Total Revenue | 36 | 51 | 146 | 184 | 204 |
| Operating Profit (PBDIT) | 4 | 8 | 22 | 29 | 58 |
| PAT | 3 | 6 | 12 | 11 | 31 |
| EPS | 2.6 | 5.9 | 11.6 | 11.3 | 31.0 |
| Share Capital | 10.1 | 10.1 | 10.1 | 10.1 | 10.1 |
| Reserves & Surplus | 13 | 18 | 27 | 37 | 66 |
| Dividend | 10% | 10% | 20% | 10% | 20% |

KTPL combines expertise with experience to deliver state-of-art products and solutions spanning the wide spectrum of Wireless Telecommunications with diverse range of products manufactured.

KTPL has the capacity of manufacturing 200,000 High Quality Antennas and RF components per month.

KTPL is working directly with mobile carriers to introduce innovative approaches that extend wireless coverage indoors while preserving network integrity.

KTPL is one of the leading providers of intelligent indoor coverage solutions for the mobile communication industry.

KTPL - An Introduction

- **Kavveri Telecom Products Ltd.**, formerly **Kavveri Telecoms Ltd.** (KTPL) was incorporated in **1996** and is engaged in the designing, development and manufacturing of **RF products** and **Antennas** for **Telecom, Defense** and **Space Applications** in **India** and **abroad**.
- **KTPL** also develops components like **Duplex Filters, Isolators** and **Power Combiners** that are approved by **Department of Telecom (QA)** and **Component Approval for Communication Technology (CACT-DOT)**
- **KTPL** is the **Only Company** in **India** with **Global OEM Supply Agreements** and **exporting RF Products & Antennas** to **North America**.
- **KTPL** has **state of the art manufacturing facility** spread over **1,50,000 sq. ft. area** in **Bangalore**.
- **KTPL's** esteemed clientele include **industry giants** such as **Ericsson, Cisco, Motorola, Reliance Communications, ONGC, Spice, Airtel, BSNL, ISRO, Microsoft, World Space** and **Airports Authority of India**.

KTPL - The Management

Mr. C. Shivakumar Reddy-Chairman and Managing Director

Mrs. R.H. Kasturi - Director (HR and Administration)

Mr. L. Nicholas - Director (Research and Development)

Mr. L.R. Venugopal - Independent Director

Mr. B.S. Shankarnarayan - Independent Director

Mr. C.V. Jagdish - Independent Director

KTPL- R&D

- **KTPL** has over **500 R&D man-years** of **experience** is uniquely positioned to offer an array of **world-class products** and **solutions** to meet all **hardware requirements** of **telecom manufacturers**.
- **KTPL's** in-house **R&D Centre** has been recognized by the **Ministry of Science and Technology** since **1996** while developing **Antenna Coupler** and **Pass Filters** for **Defense** and **Microwave application Antennas** approved by **Telecom Engineering Centre, New Delhi**.
- **KTPL** continues to invest in the **research** and **development** of **Telecom products** and the **diversification** of **product offerings**, and has one of the industry's leading product portfolios in terms of **performance** and **features**.

KTPL - The aggressive Growth Strategy

- **KTPL** has **aggressive growth plans** to expand **organically** as well as **inorganically**.
- **KTPL** is looking aggressively at **inorganic growth opportunities** and has acquired **four companies** in **Canada** through its **subsidiaries** i.e. **Til-Tek, DCI Digital Communications, Spotwave wireless** and **Trackcom Systems Inc.**

Products for Exports:

- *4-way power splitter with Amplifier for GPS*
- *Panel Antenna, 5.3-5.8 GHz, 20dBi*
- *Yagi, 900-940 MHz, 18dBi*
- *Monopole Antenna, 435-440 MHz*
- *CPE Antenna (3.3-3.8) GHz, 15dBi*
- *Dual Band Outdoor Omni, 5dBi Antenna*
- *Sector Antenna, 750-790 MHz, 12dBi*

Products for Defence and Space:

- *Dual Frequency LO Generator*
- *L&S band Power divider*
- *L band Receiver*
- *Bias Tee with Coupler*
- *Wide band Microwave Power divider*
- *Customized filter products*
- *Slotted Blade Antenna, S-Band*
- *Slotted Blade Antenna, P-Band*
- *Monopole Antenna, P-Band*
- *Monopole Antenna, L-Band*
- *Monopole Antenna, UHF*

KTPL - The Product Offerings

- **KTPL** offers a **range of customized ready-to-use products** to suit specific requirements and **diverse telecom needs** of clients.
- **KTPL** with its **technological expertise** and **experience designs** and **develops technologically advanced range of products** such as **Antennas, RF Components, Cables & Connectors, Repeaters, TMA/TMB** and **energy conserving Solar Products**.

Antennas

- **KTPL** offers **antennas for key markets** including **wireless infrastructure** and **microwave applications**.
- The **portfolio** includes **Base Station Antennas, Microwave Antennas, Broadband In-building Antennas** and other **customized design Antennas**.

RF Components

- **KTPL** offers **wide range of RF components** for various telecom applications, which includes **Base Station** and **High Rejection Filters, Duplexers, Diplexers, Triplexers, Point of Interconnect, Couplers, Bias Tees, Splitters, Combiners, Isolators, Circulators** and **Lightening Arrestors**.

Capacity Enhancers

- **KTPL** offers **wide range of Capacity Enhancers** like **TMA, TMB & MCPA systems**. The product portfolio includes **Tower Mount Amplifier, Tower Mount Booster, MCPA** that covers all **major frequency bands**.

Coverage Products:

- **KTPL** offers **Distributed Antenna Systems** for **in-building wireless mobile coverage services**. In-building products are used to **enhance and extend in-building coverage for mobile** and other **Communications systems**.
- The coverage products covers **all major frequency bands** such as **CDMA, GSM, DCS, PCS, UMTS, Wifi & Wimax** etc.

Defence and Space Products

- **KTPL** is **uniquely positioned** to offer an **array of world class products & solutions** to meet **all RF products & Antenna requirements** for the **Defence & Space applications**.

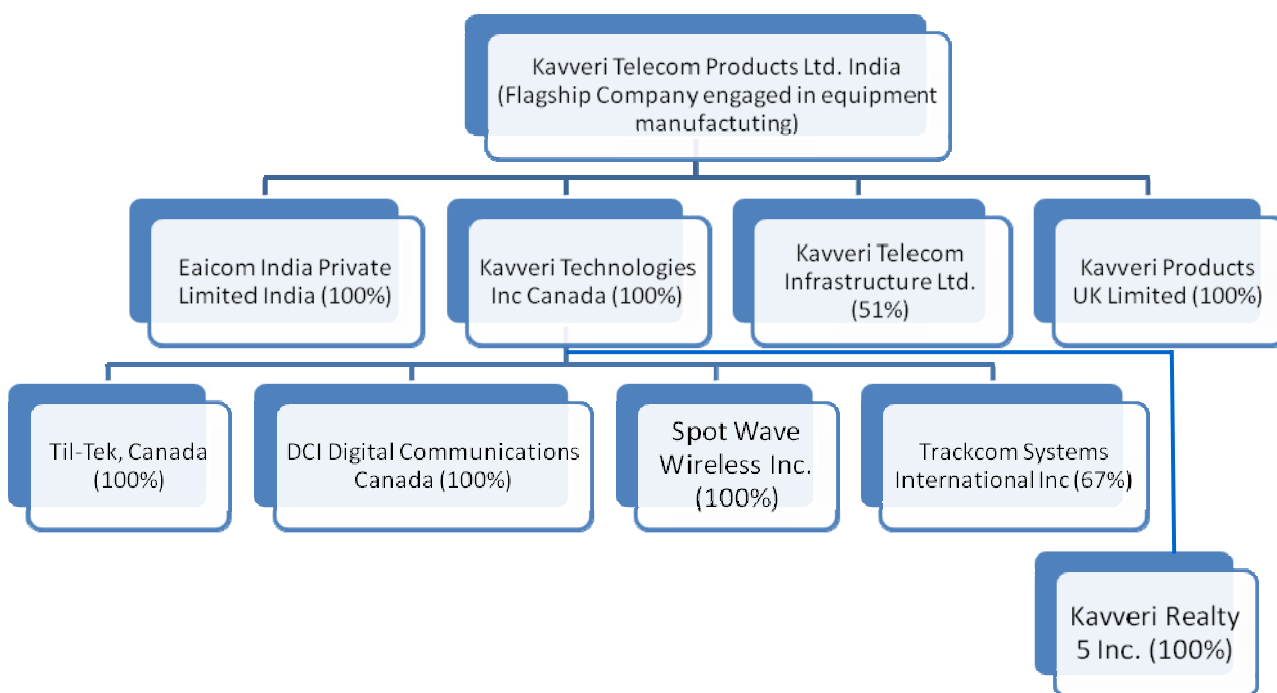


KTPL - The Strong Client Profile

- Ericsson
- Alcatel Lucent
- Reliance Communications
- ZTE
- Airtel
- Vodafone
- ISRO
- Nokia
- Idea
- Aircel
- BSNL
- Tata Indicom
- Tata Teleservices
- World Space
- MTNL
- Huawei
- Microsoft
- CISCO
- Bharat Electronics
- Airport Authority of India



KTPL - The Consolidated Group Structure



Til-Tek

- **Til-Tek Antennae Inc. (TIL-TEK)**, headquartered in **Ontario, Canada**, has been a **leader** in the design and manufacture of **cost effective, high quality** antenna products for over **25 years** supplying in over **100 countries**.
- **Til-Tek** provides a **complete line** of **base station** and **remote antennas** in frequencies from **700 MHz** to **5.8 GHz**, with selected products from **300 MHz** to **28 GHz** which finds its application in **cellular, GSM, PCS, DECT, WLL/WLAN, WiMAX, Public Safety, point-to-point, radar test targets** and **Digital Audio Broadcast antennas**.

DCI

- **DCI Digital Communications Inc** specializes in **Radio Frequency Interference (RFI) products**, which reduce interference problems in the **30 MHz** to **6 GHz** range.
- The products designed and manufactured are **VHF** and **UHF bandpass filters, low pass filters, wi-fi filters, multiple-window filters, combiners, broadband duplexers, tower-top amplifiers, and CDMA repeaters**.

Spotwave Wireless Limited

- **Spotwave Wireless Limited** provides carrier-approved, indoor wireless coverage solutions and introduced the world's **first Adaptive Repeater Solution** and has deployments with all **top North American Carriers**.

KTIL

- **Kavveri Telecom Infrastructure Limited (KTIL)** is an **industry leading partner** in providing **In-Building Solutions (IBS)**. It is a **Neutral Host Provider (NHP)** assisting Mobile Operators to provide the IBS on a common platform also known as the **Distributed Antenna System (DAS)**.

TSI

- **Trackcom Systems International Inc. (TSI)** enables the new broadband wireless infrastructure by providing **innovative, reliable** and **cost-effective** baseband and radio frequency technology and products to OEMs and system integrators. Its **core business** is complemented by a **diverse offering** of **passive radio components** and **high performance flat antennas**.

Telecom - Sector Outlook

- **The Cellular Industry in India** is growing **rapidly** and is expected a **net addition** of approximately **3 mn subscribers** to expand the subscriber base of **752.19 mn** as on January 2011 to **755.52 mn** subscribers by the end of the current fiscal year as per **Department of Telecom**.
- **TRAI** has **projected** need of **additional 330,000 cell sites**, enabling **seamless connectivity** to the targeted subscribers and thus providing **strong thrust** to the **telecom equipment manufacturing companies** like **KTPL**.
- The **outlook** for **KTPL' s products in Telecom in India** are very **encouraging** with the **3G rollout** and **growing network roll out action plans** of various operators to meet the demands of the **increasing subscribers**.
- Major Telecom operators heading towards tapping the **rural market** for data, the **new technology** of **Wi-MAX** plays a **major contributor**. **KTPL** provides **ready to offer solutions** to meet the **vast requirements** in terms of **Wi-MAX Antennas** and **GPS Systems** .
- There is a **significant Telecom Equipment manufacturing base** in the India and there has been a **steady growth** of the **manufacturing sector** during the past few years. The **figures** for **production** and **export** of **Telecom Equipment** are shown in the **Table** given below

| (Rs. in Crs.) | | | |
|---------------|------------|--------|---------------------------|
| Year | Production | Export | Exports to Production (%) |
| 2002-03 | 14400 | 402 | 3 |
| 2003-04 | 14000 | 250 | 2 |
| 2004-05 | 16090 | 400 | 2 |
| 2005-06 | 17833 | 1500 | 8 |
| 2006-07 | 23656 | 1898 | 8 |
| 2007-08 | 41270 | 8131 | 20 |
| 2008-09 | 48800 | 11000 | 23 |
| 2009-10 | 50000 | 13500 | 27 |

Source: DoT



KTPL - Robust Financial Performance

(Rs in Crs)

| Particulars | Quarter Ended | | % Change | Nine Months Ended | | % Change | Year Ended | Year Ended | Year Ended |
|-------------------|---------------|--------|----------|-------------------|---------|----------|------------|------------|------------|
| | Dec'10 | Dec'09 | Q-o-Q | Dec '10 | Dec '09 | Y-o-Y | Mar'10 | Mar'11E | Mar'12E |
| Total Income | 83 | 53 | 57 | 183 | 148 | 24 | 204 | 315 | 475 |
| EBITDA | 22 | 17 | 28 | 48 | 45 | 6 | 58 | 64 | 95 |
| PBT | 18 | 13 | 38 | 38 | 37 | 3 | 44 | 51 | 77 |
| PAT | 12 | 9 | 33 | 26 | 25 | 4 | 31 | 45 | 66 |
| Equity Share Cap. | 10.1 | 10.1 | - | 10.1 | 10.1 | - | 10.1 | 14.1 | 14.1 |
| Reserves | - | - | - | - | - | - | 66 | 140 | 185 |
| EPS (Rs/share) | 12 | 9 | 33 | 26 | 24 | 7 | 31 | 32 | 47 |
| EBITDA Margin (%) | 26 | 32 | - | 26 | 31 | - | 28 | 20 | 20 |
| PAT Margin (%) | 14 | 17 | - | 14 | 17 | - | 15 | 14 | 14 |

- **KTPL** expects its **overseas acquisitions** to add around **Rs 130 Crs** to the **Topline** in the next quarter **boosting** the **Total Income** by **54%** to **Rs 315 Crs** in **FY2010-11** from **Rs 204 Crs** in **FY2009-10**.
- **KTPL's Net profit** is expected to have a significant growth of **45%** to **Rs 45 Crs** in **FY2010-11** from **Rs 31 Crs** in **FY2009-10** as they aim to **improve margins** by making **India** a **global manufacturing hub** due to **lower manufacturing costs**.
- **KTPL's** has **augmented** its **Equity Share Capital** base from current **Rs 10.1 Crs** to **Rs 14.1 Crs** after the **Preferential Allotment** of **40 Lacs Equity shares** to **Promoters** at a price of **Rs 113/share** and **additional 20%** through **open offer** at a price of **Rs 116.47/share**.
- **KTPL's EPS** reported substantial growth of **33%** to **Rs.12/share** in **Q3 FY2010-11** from **Rs 9/share** in **Q3 FY2009-10**. The **annualized EPS** for **FY2010-11** post the **allotment** and **open offer** is expected to be **Rs 32/share**.
- **KTPL's management** expects a consolidated **Topline** of **Rs. 475 Crs** and **PAT** of **Rs. 66 Crs** in **FY 2011-12** while also **maintaining** its **EBITDA margin** and **PAT margin** at **20%** and **14%** respectively.
- **KTPL**, being the **leading telecom equipment player**, has been a **consistently paying dividends** in the range of **10-20%** to its shareholders in last **5 years**.
- **KTPL's EBITDA** grew **28%** to **Rs 22 Crs** in **Q3 FY2010-11** from **Rs 17 Crs** in **Q3 FY2009-10**, however the **EBITDA margin** fell to **26%** in **Q3 FY2010-11** from **32%** in **Q3 FY2009-10**.

KTPL -Peer Comparison

Evaluation of Comparative Financial Performance of Kavveri Telecom v/s Astra Microwave

Although there are **no strict competitors** for the company in the **Telecom Equipment Manufacturing** segment, we have chosen one such company **Astra Microwave Products (AMP)**, having similar product technology and supplying to similar clients in India and overseas, as the their industry peer for comparison.

| Rs. In Crs. | | |
|--|---------|------|
| For 9 months period from 01-04-2010 to 31-12-2010 | | |
| Particulars | Kavveri | AMP |
| Total Income | 183 | 117 |
| EBITDA | 48 | 33 |
| PBT | 38 | 19 |
| PAT | 26 | 15 |
| EPS | 26.2 | 1.8 |
| Equity Share Capital* | 14 | 16 |
| Reserves* | 197 | 132 |
| Face Value | 10 | 2 |
| Book Value | 109 | 18 |
| EBITDA Margin (%) | 26 | 28 |
| PAT Margin (%) | 14 | 13 |
| Market Cap | 157 | 311 |
| CMP | 111 | 38 |
| P/E** | 3.5 | 13.5 |
| P/BV | 1.0 | 2.1 |
| * Post subscription of Preferential allotment to promoters | | |
| **Based on the annualised EPS of Rs 32 v/s Rs 3 for FY 2010-11 | | |

The **peer comparison** shows that :

- 1) **KTPL** is comparatively a larger company by **Topline** when compared with **AMP** as it is evident from absolute figures of **EBIDTA, PBT** and **PAT**.
- 2) **KTPL** is commanding a very modest valuation in terms of **Price to Earnings** of **3.5 times** comparing to **13.5 times** of **AMP**, indicating a **huge potential** of **appreciation** in value of **KTPL**.
- 3) Even in terms of **Price to Book Value**, **KTPL** is **only** at **half the multiple** of **AMP** and has **substantial opportunity** for **growth** and **appreciation**.
- 4) Comparing the **Topline** to **Market Capitalization**, **KTPL's Market Capitalization** stands at only **85%** to its **Topline** whereas incase of **AMP**, it is **266%** which indicates that by all counts, **KTPL** is available at a **very attractive valuation** and **investors can reap benefits in the times to come**.
- 5) With the potential for **global acquisition**, **KTPL** is expected to **grow much faster** in terms **Topline, Bottomline** and **margins** and therefore this differential will be **much wider in future**.
- 6) We **strongly recommend KTPL** to all investors for **excellent investment opportunity**.

KTPL -The Open Offer

| Particulars (%) | No. of shares (in lakhs) | | | | | |
|-----------------|--------------------------|---------------|----------------|---------------|------------------|---------------|
| | Dec-10 | | Post Allotment | | Post open offer* | |
| | No. of Shares | % | No. of Shares | % | No. of Shares | % |
| Promoters | 14.70 | 14.60 | 54.7 | 38.81 | 83.17 | 58.81 |
| FIIIs | 1.76 | 1.74 | 1.76 | 1.25 | 1.76 | 1.25 |
| DIIIs | 0.02 | 0.02 | 0.02 | 0.01 | 0.02 | 0.01 |
| Others | 84.48 | 83.64 | 84.48 | 59.93 | 56.29 | 39.93 |
| Total | 100.96 | 100.00 | 140.96 | 100.00 | 140.96 | 100.00 |

*This is based on assumption that the open offer is fully subscribed by the Promoters. In case not subscribed the actual Shareholding pattern will be different..

- **KTPL's promoters** are allotted **40 Lakhs Equity Shares** of Face value **Rs. 10** on **Preferential basis**, along with **10 Lakh warrants convertible** into equity shares, both at **Rs. 113** each, on **2nd February 2011**.
- **KTPL's promoters** are also making a **20% open offer** to the **Public shareholders** at a price of **Rs. 116.47/share**. The **open offer** is scheduled to **open** on **30th March 2011** and will close on **18th April 2011**.
- **KTPL** has also allotted **20 Lakh warrants** convertible into **equity shares**, to **strategic investors / non promoters**; at a price of **Rs. 113** each.

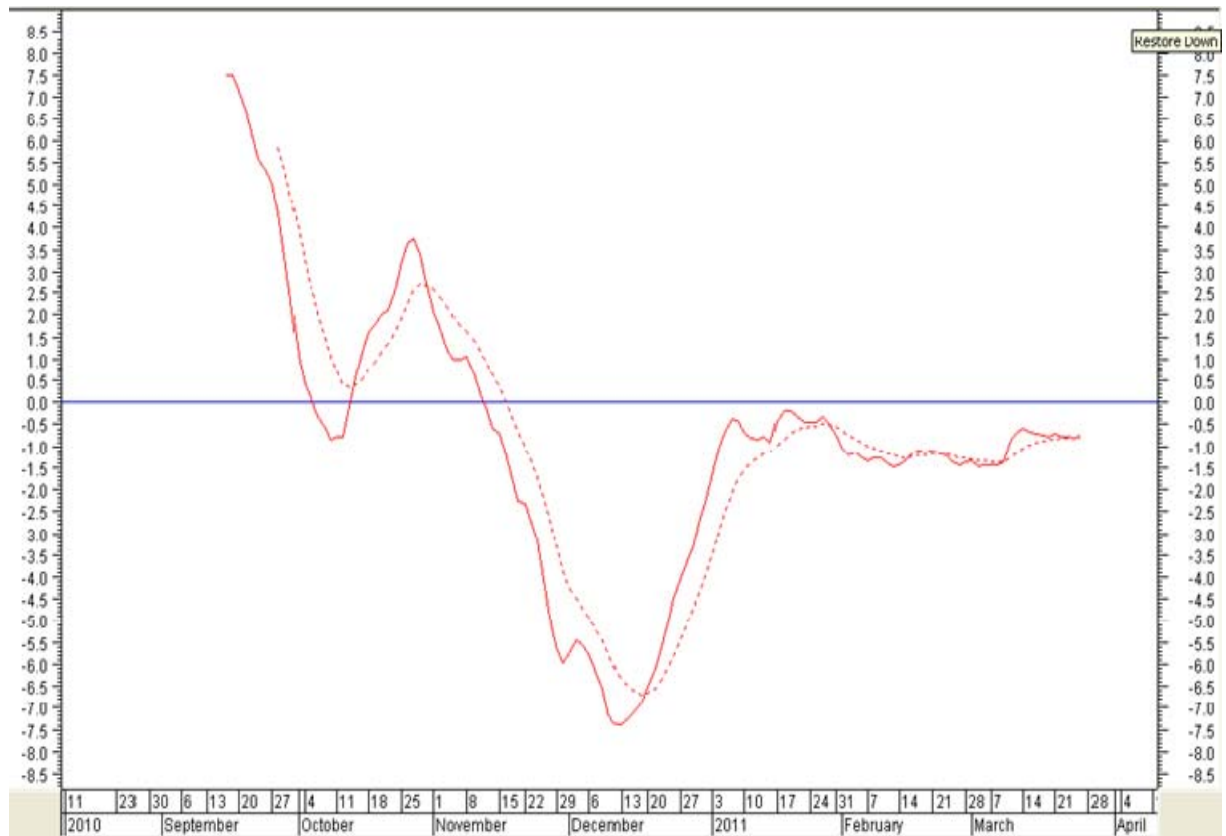
KTPL - Proposed Capital Structure

| Particulars | (Rs in Crs.) | |
|---|--------------|--------------|
| | Equity | Reserves |
| As on 31/03/2010 | 10.1 | 98.7 |
| Preferential Allotment on Feb 2011, 40 Lacs Equity Shares of Rs 10 each at Rs 113/Share | 4.0 | 41.2 |
| Total | 14.1 | 139.9 |

| Particulars | (Rs in Crs.) |
|---|--------------|
| Book Value post preferential allotment | 109 |
| Networth as at 31/03/2011 | 154 |
| Estimated addition to Reserves post audited results (PAT - Dividend*) | 43 |
| Estimated New Worth post Audited Accounts on 31/03/2011 | 197 |
| Estimated Book Value as on 31/03/2011 | 139 |
| * Assuming Dividend paid at 25% for FY2010-11 | |

| Particulars | (Rs in Crs.) | |
|--|--------------|------------|
| | Equity | Reserves |
| 30 Lacs* Convertible Warrants at Rs. 113/Share | 3.0 | 30.9 |
| Equity and Reserves after 25% upfront payment on allotment | 0.8 | 7.7 |
| After 18 months recordable 75% by August 2012 | 2.3 | 23.2 |
| Equity and Reserves as at 31/03/2013 | 17.1 | 171 |
| * Of which 10 lacs convertible warrants issued to Promoters and 20 lacs to Non Promoters | | |

KTPL- The Technical Analysis



KTPL– The Technical Analysis

- **KTPL** has made a **52 Week high** of **Rs 167.30/Share** against a **low** of **Rs 76.20/Share**. The stock's closing price is **Rs 111/Share**. The stock hit an all time high of **Rs 309.45** with a close at **Rs. 290.55** on **18th January 2008**.
- In the recent months, the stock hit a **high** of **Rs.167.30** on **6th September 2010** and thereafter is gradually in a declining trend. The stock seems to have ended its downward journey at **Rs. 101.10** on **9th December 2010** and seems to be in a **consolidation** mode for last about **3 months**. On last **Friday 25th March 2011** the stock closed at **Rs. 111** and seems to be **readying** for a **upward** march, which **may happen anytime in next 4 weeks time**, with the **downside being the minimal**.
- On a Daily chart, **MACD** is likely to give a **breakout** as expected and on a Weekly chart, the stock is already in the **oversold zone** since **December 2010** and also the upward move is expected in next **4 weeks**. The **full retracement** from the level of **Rs.167.30** to **Rs 101.10** is likely to take the stock to a level of about **Rs. 141** and as and when the stock closes **above Rs. 167** it can hit a **high of Rs. 207**.
- The **Strong Support Level** for the scrip is **Rs 101.10** and in the **background** of the fact that **Promoters** have taken **preferential allotment** at **Rs113/Share** and also making an **Open Offer** at **Rs. 116.47 /share**, we believe the investors must **accumulate** at the **current levels** and there is **strong possibility** that the stock may show the **fast upward movement** once the **Open Offer** closes. .

KTPL - Valuations and Recommendations:

- **KTPL is a leading Telecom products manufacturer, providing world-class, hardware products and solutions for telecom, space and defense applications.**
- **KTPL continues to enhance its leadership position in Indian market by providing in-building solution infrastructure to the cellular operators as a Neutral Host Provider under build, own, operate and lease model over a longer 10 year terms.**
- **KTPL's R&D continues to thrive to build new products and processes for all wireless technologies with the new RF products being launched into global markets and thus providing a key source of future revenues.**
- **We believe KTPL's North American operations continue to grow through increased revenues of the existing businesses and the strategic acquisition of new companies while making India as a global hub of manufacturing for all wireless telecom companies abroad.**
- **KTPL's promoters have been allotted 40 Lakhs Equity shares on Preferential basis along with 10 Lacs Convertible Warrants both at a price of Rs 113/Share. Additionally an Open Offer to acquire 20% at a price of Rs 116.47/share would further enhance Promoter's holding signaling firm commitment and confidence in KTPL's future growth.**
- **KTPL's management expects a consolidated Topline of Rs 315 Crs and Bottomline of Rs 45 Crs in the FY2010-11 and Topline of Rs. 475 Crs and PAT of Rs. 66 Crs in FY 2011-12 on the back of improved overseas revenue and profitability.**
- **KTPL's forward P/E of 3.5x is significantly lower than the BSE 100 P/E of 20.1x, BSE 200 P/E of 18.6x, and Nifty P/E of 21.5x making it a highly undervalued and attractive investment opportunity.**
- **At CMP of Rs 111/share, KTPL is trading at Forward P/E of 3.5x which is lower than the Industry P/E of 13.5x and its P/BV is 1.02x making it an undervalued investment. We recommend STRONG BUY with a 1 year Price Target of Rs. 180/share.**



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