

MPS LTD.

CMP:182

19/11/2013

COMPANY PROFILE

SECTOR: PRINTING & STATIONERY

MPS Limited is engaged in providing publishing solutions. The Company is engaged in the business of providing typesetting and data digitization services. The Company provides Publishing services relating to typesetting of books and journals, composing of Yellow Page Advertisements and atalogues, data coding, conversion, indexing, editing, copy editing, editorial services, software development, maintenance and support to global publishers. The Company also operates through its branches in the United States and United Kingdom. Its subsidiaries include MPS Technologies Limited and MPS Content Services Inc. In July 2013, the Company announced that MPS North America LLC, has completed its acquisition of the Element Business.

PRICE PERFORMANCE



(Stock Price performance for 3 Months)

Source: Company Data, Bloomberg, in.reuters and Moneycontrol

FINANCIALS

Current P/E Ratio (ttm)	9.85
Estimated P/E(03/2014)	6.79
Relative P/E vs. SENSEX	
Earnings Per Share (INR) (ttm)	19.31
Est. EPS (INR) (03/2014)	
Est. PEG Ratio	
Market Cap (M INR)	3213.17
Shares Outstanding (M)	16.82
30 Day Average Volume	12407
Price/Book (mrq)	3.16
Price/Sale (ttm)	2.17
Dividend Indicated Gross Yield	2.63%
Cash Dividend (INR)	5.00
Last Dividend	26/11/2013
5 Year Dividend Growth	
Next Earnings Announcement	

VALUATIONS

At the CMP of INR182 and market capitalization of 3213.17crores, the stock is trading at the P/E of 6.79x of its FY14E earnings. We recommend BUY rating on the stock based on discounted free cash flow approach with a target price of INR 250/- in 5-7 months.

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