

# Motherson Sumi

BSE SENSEX  
40,914

S&P CNX  
12,036

**CMP: INR134 TP: INR160 (+20%)**

**Buy**



## Stock Info

Bloomberg	MSS IN
Equity Shares (m)	3,158
M.Cap.(INRb)/(USDb)	422.2 / 5.9
52-Week Range (INR)	176 / 91
1, 6, 12 Rel. Per (%)	-7/20/-17
12M Avg Val (INR M)	1231
Free float (%)	38.3

## Financials & Valuations (INR b)

Y/E March	FY20E	FY21E	FY22E
Sales	674.2	758.3	844.2
EBITDA	55.0	72.7	87.1
Adj. PAT	14.7	21.2	26.6
EPS (INR)	4.6	6.7	8.4
EPS Gr. (%)	-9.1	44.9	25.3
BV/Sh. (INR)	38.9	43.5	49.3

## Ratios

Net D:E	0.5	0.2	-0.1
RoE (%)	12.4	16.3	18.2
RoCE (%)	8.3	12.0	13.8
Payout (%)	31.5	31.5	31.5

## Valuations

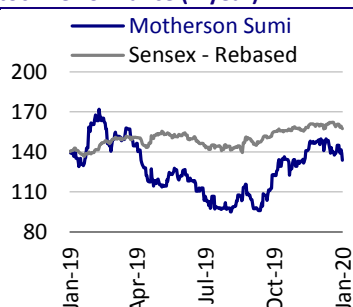
P/E (x)	28.8	19.9	15.9
P/BV (x)	3.4	3.1	2.7
Div. Yield (%)	0.9	1.4	1.7
FCF Yield (%)	0.7	0.6	0.5

## Shareholding pattern (%)

As On	Dec-19	Sep-19	Dec-18
Promoter	61.7	61.7	61.7
DII	12.6	13.5	9.9
FII	16.4	15.0	17.5
Others	9.3	9.8	10.9

FII Includes depository receipts

## Stock Performance (1-year)



## Business reorganization to segregate India business

To acquire balance 49% stake in SMRPBV through share swap

- MSS has proposed the reorganization of businesses within the group with an objective of (a) addressing the long-standing request of Sumitomo (~25.34% stake in MSS) for keeping its participation focused on the India wiring harness business, and (b) consolidating/simplifying the structure for minority shareholders.
- This will lead to the acquisition of the balance 49% stake in SMRPBV (HoldCo for mirrors and plastic part business) from SAMIL (Promoter owned HoldCo of MSS) through share swap with MSS.
- The proposed structure will create two listed entities – (a) the India wiring harness business, and (b) global businesses + other India businesses. We believe that this will drive better value discovery for the global business and also give minority shareholders an option of investing in either or both the businesses.

## Specifics of the group business reorganization proposal

- The Board of Directors of MSS have granted an in-principle approval for re-organization of businesses within the group, which includes
  - Demerger of the India wiring harness business into a new company having mirror shareholding as MSS and shall be listed,
  - Consolidation of shareholding in SMRPBV by merging ~49% stake held by Samvardhana Motherson International Ltd (SAMIL) in SMRPBV into MSS.
- Demerger of the India wiring harness business would not include the 50% JV with Kyungshin Industrial Motherson, which makes wiring harnesses for Hyundai India.
- Effectively, the current listed entity (MSS-2) will be left with the global businesses (100% of SMRPBV and PKC) and the remaining India businesses including JVs. The India wiring harness business (MSS-1) will be focused on the domestic India business, as desired by Sumitomo (Refer Exhibit 1 & 6). MSS has a sub-committee of directors to drive this and come back with a definitive proposal and scheme of reorganization within a period of 3-4 months.

## Key questions answered by the management on the call

- **How will the split happen?** MSS-1 will be just the India wiring harness business (excl. India wiring harness JV with Kyungshin). MSS-2 will be the global businesses + other India businesses/JVs including the wiring harness JV supplying to Hyundai. Any wiring harness business outside India would be in MSS-2.
- **Why not merge SAMIL (Promoter owned entity)?** All other businesses (ex 49% of SMRPBV) in SAMIL are in the form of JVs, and hence, it is difficult to merge.

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**Investors are advised to refer through important disclosures made at the last page of the Research Report.**

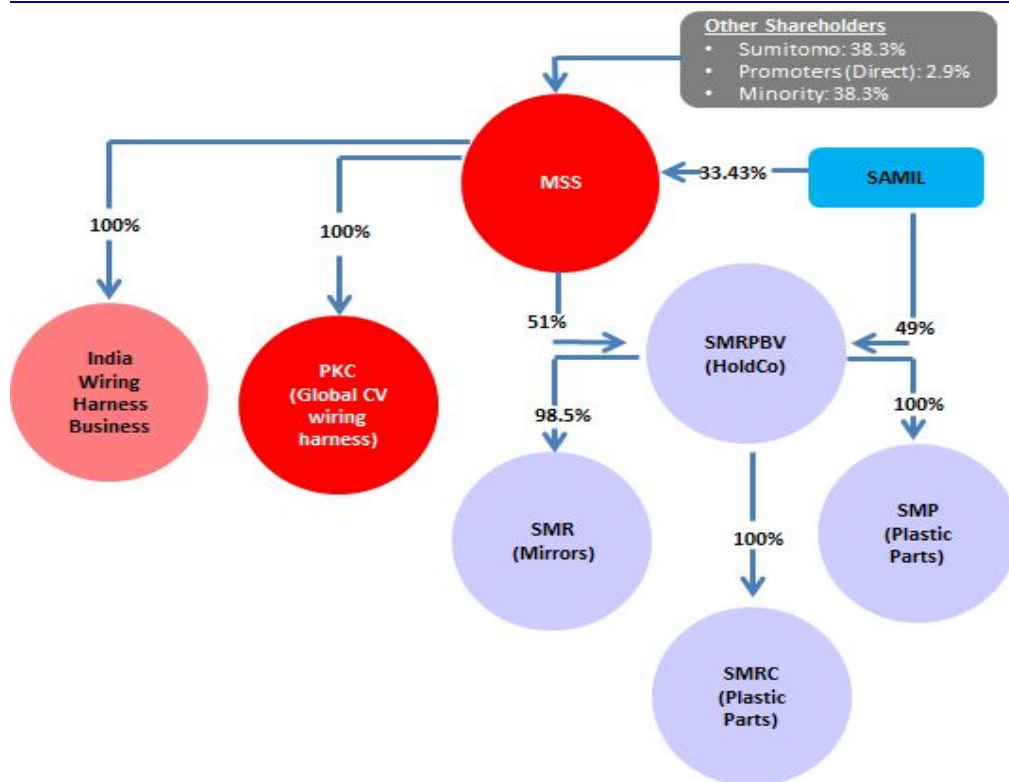
Motilal Oswal research is available on [www.motilalosal.com/Institutional-Equities](http://www.motilalosal.com/Institutional-Equities), Bloomberg, Thomson Reuters, Factset and S&P Capital.

- **Implications for future M&A:** Future M&As will be only in MSS-2 and not in SAMIL (promoter entity). SAMIL can look at JVs. Also, MSS-2 would not have any restriction on acquiring any car wiring harness business outside India (which was restricted so far by Sumitomo). This transaction doesn't influence any M&A activity of the group.
- **How will be the 49% stake of SMRPBV be acquired from SAMIL?** Acquisition of SAMIL's 49% stake in SMRPBV would happen through an equity share swap with MSS-2 and wouldn't be a cash deal. The promoters assured that it would be a generous and fair deal to the minority. Valuations of SMRPBV would be based on the current performance and not the normalized improved performance of SMP.
- **Why now?** A sub-committee was formed in Jan'12 for simplifying the structure, but the challenge always was to ensure tax-efficient restructuring for all shareholders. If there is a pushback from Independent directors, then the company is open to drop this proposal.
- **Tax implication:** This proposal doesn't have tax implications as it is a demerger. This was the biggest consideration.
- Timeline of 3-4 months for internal work including valuations and then further time for the regulatory side.

#### **Valuation and view: We shift to SOTP-based multiple to reflect this**

- We believe this reorganization would lead to better value discovery of the global businesses of MSS-2, as currently we were valuing MSS on consolidated EPS. However, increasingly MSS-2 would be benchmarked to its global peers in the automotive supply chain.
- Also, this reorganization would give minority shareholders an option of investing in either or both the businesses. This needs to be seen in context of the increasing exposure to the global automotive cycle in the current structure, which might not fit in with the mandate of many investors (with focus on India plays).
- Our fundamental view on MSS remains intact - stabilization of SMP's green-field plant is critical to drive recovery in earnings for MSS and we estimate it to reflect in FY21. This coupled with execution of a strong order book, limited capex at SMPBV and the India business benefitting from content increase in BS6 augurs well for MSS.
- To reflect this reorganization, we are moving to SOTP-based TP estimation from valuing MSS at ~22x consol. EPS. In our Mar'22E SOTP-based TP, we value the India business at ~25x EPS (in line with comparable peers) and the other global businesses (SMRPBV and PKC) at ~15x EPS (at over 30% premium to comparable peers due to higher EPS growth and faster RoE improvement – refer exhibit 8). This results in ~10% reduction in TP and implied ~19x target P/E. We maintain **Buy** with TP of ~INR160.

Exhibit 1: MSS – Current structuring of the businesses



Source: Company, MOFSL

Exhibit 2: MSS – Business Structure (Current)

Company	Business	Stake	Revenues	EBITDA Margins (%)	PAT	RoCE (Pre tax, %)
MSS (INR m)	FY19 Wiring harness	100%	75,813	16.8	8,138	45
	FY22E + Other business		87,259	17.9	10,584	39.2
PKC (EUR m)	FY19 Wiring harness	100%	1,176	8.9	52	26
	FY22E		1,234	9.1	48.6	23
SMR (EUR m)	FY19 Mirrors	51%	1,604	11.3		
	FY22E		1,694	11.8		
SMP (EUR m)	FY19 Polymers	51%	3,677	4.3		
	FY22E		5,807	8.5		
Total Consol	FY19 INR b		425	10.1	16.2	21.5
	FY22E		761	12.1	37.1	28.1

Source: Company, MOFSL

Exhibit 3: Revenue Mix (% ,eco-interest basis)

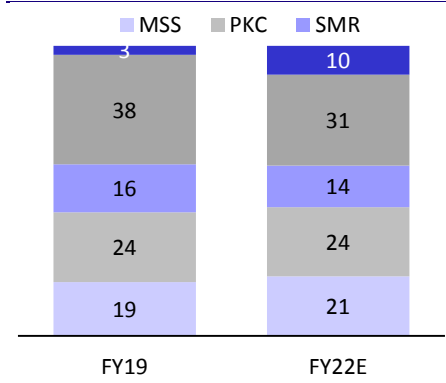


Exhibit 4: EBITDA Mix (% ,eco-interest basis)

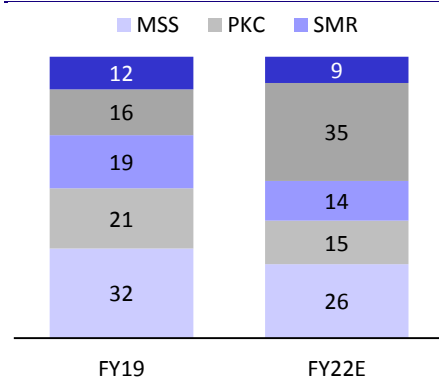


Exhibit 5: PAT Mix (% ,eco-interest basis)

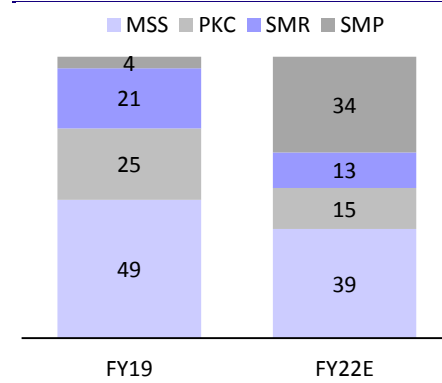
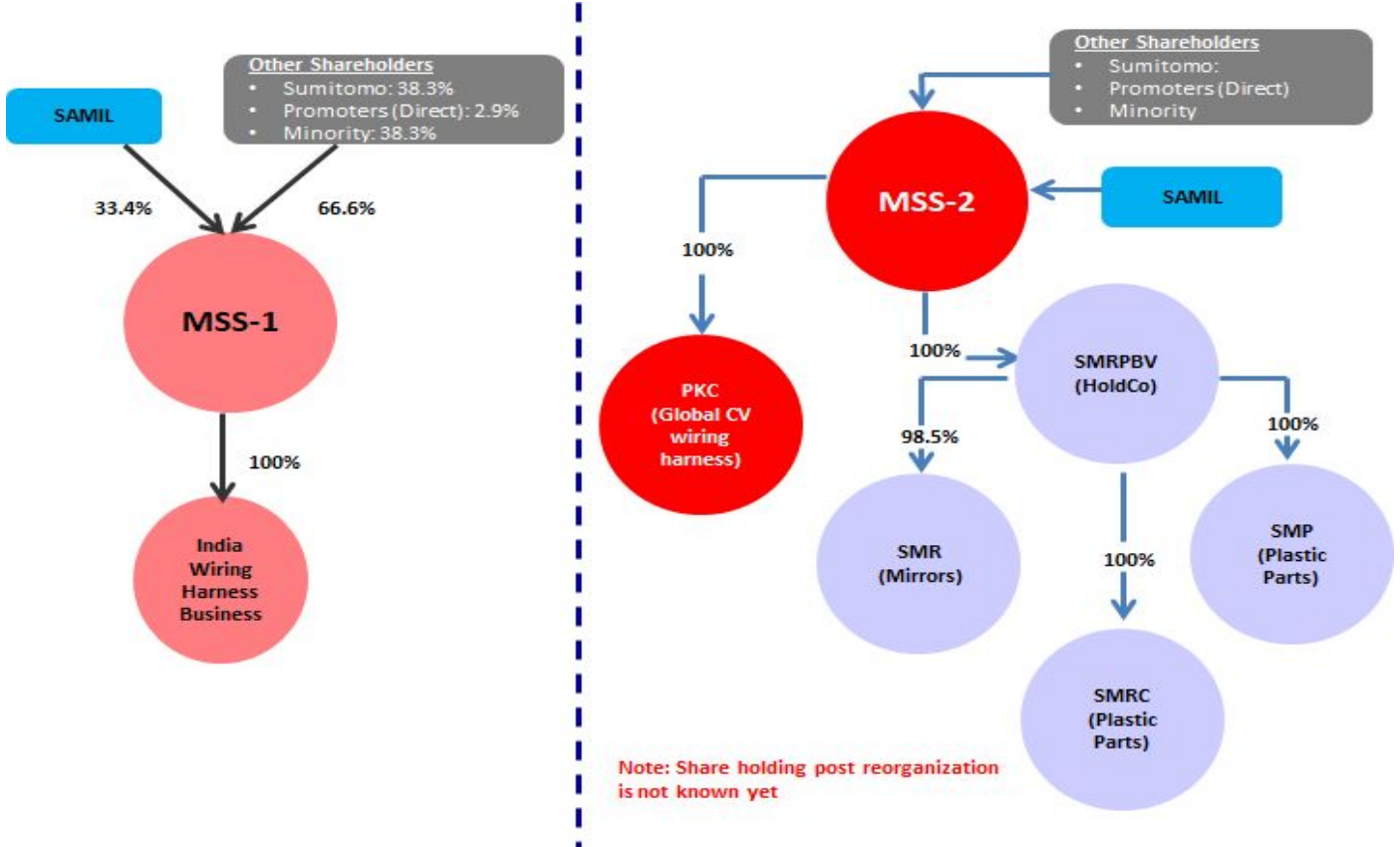
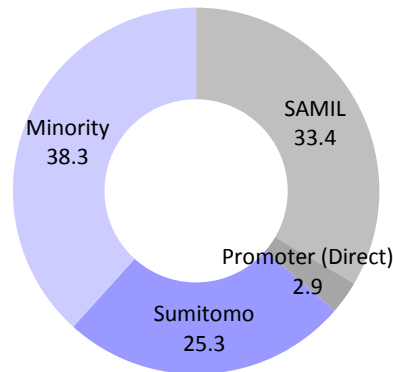


Exhibit 6: MSS – Proposed reorganization



Source: Company, MOFSL

Exhibit 7: MSS – Dec'19 shareholding pattern



Source: Company, MOFSL

**Exhibit 8: Global Automotive Suppliers – Comparative Financial Indicators and Valuations**

	Mcap (USD M)	FY19-22E CAGR (%)			5 Yr Avg			PE (x)			PB (x)		
		Revenue	EBIT	PAT	EBITDA Margins (%)	EBIT Margins (%)	RoE (%)	FY20	FY21E	FY22E	FY20	FY21E	FY22E
Denso Corp	32,846	2.8	9.7	9.8	12.5	6.8	7.9	13.5	11.9	10.6	0.9	0.9	0.8
Continental AG	22,630	-0.8	-5.5	-7.9	13.6	7.9	15.3	10.2	9.4	8.3	1.3	1.2	1.1
Aptiv PLC	22,384	3.3	10.0	10.9	15.7	10.9	33.3	19.8	16.7	15.0	6.3	4.9	4.3
Hyundai Mobis	18,307	3.8	10.0	13.7	8.2	6.3	7.3	10.7	7.9	7.3	0.7	0.6	0.6
Magna International	15,726	-0.8	-0.6	-4.7	10.4	6.7	19.4	8.6	7.8	6.9	1.4	1.3	1.2
Sumitomo Electric	10,784	2.1	1.9	0.0	10.1	5.1	7.0	13.0	10.9	9.9	0.7	0.7	0.7
Lear Corp	7,624	-0.8	-3.3	-7.4	9.3	7.0	23.7	8.7	8.7	7.7	1.8	1.6	1.4
Valeo SA	7,168	1.5	3.4	8.8	12.7	6.2	13.9	16.4	12.0	9.0	1.4	1.3	1.2
Koito Manufacturing	7,105	3.2	3.6	0.2	16.0	12.0	15.5	12.9	11.6	10.8	1.5	1.4	1.3
Autoliv Inc	6,822	2.2	12.3	50.8	13.9	9.4	17.2	14.7	12.0	10.5	3.5	2.8	2.3
Faurecia SE	6,582	1.8	7.2	4.2	12.2	6.8	19.2	8.9	7.9	6.9	1.6	1.4	1.2
CIE Plastic Omnium	3,767	6.8	0.9	-12.2	11.9	6.8	19.0	11.5	10.0	8.8	1.5	1.4	1.2
Stanley Electric	4,566	0.9	3.1	1.1	20.1	12.2	10.0	14.5	12.2	11.3	1.2	1.1	1.0
Toyota Boshoku	2,759	1.1	-0.3	8.8	6.9	4.3	11.4	11.2	9.3	8.6	1.0	0.9	0.8
Visteon Corp	2,337	6.2	10.4	0.1	9.5	6.4	32.1	28.6	17.1	12.3	6.0	6.1	5.4
Tokai Rika	1,639	2.2	2.8	9.6	9.9	5.9	9.0	8.6	7.9	7.4	0.7	0.7	0.6
Delphi Tech	1,338	-4.5	-7.8	-14.1	13.0	8.1	72.0	6.7	7.4	6.0	3.6	2.8	2.2
Tenneco	766	14.1	40.1	76.6	7.7	4.1	15.9	2.8	2.7	2.5	0.4	0.4	0.3
Leoni	385	-1.7	2.8	-0.9	4.7	1.2	6.6	NA	87.5	4.4	0.4	0.4	0.4
<b>Motherson Sumi</b>	<b>5,912</b>	<b>6.8</b>	<b>13.2</b>	<b>21.6</b>	<b>9.1</b>	<b>5.6</b>	<b>16.7</b>	<b>25.2</b>	<b>19.5</b>	<b>16.9</b>	<b>3.5</b>	<b>3.1</b>	<b>2.8</b>
<b>Average</b>		<b>1.9</b>	<b>2.8</b>	<b>1.9</b>	<b>11.1</b>	<b>6.8</b>	<b>15.1</b>	<b>11.4</b>	<b>10.0</b>	<b>8.6</b>	<b>1.4</b>	<b>1.3</b>	<b>1.2</b>

Source: Bloomberg, MOFSL

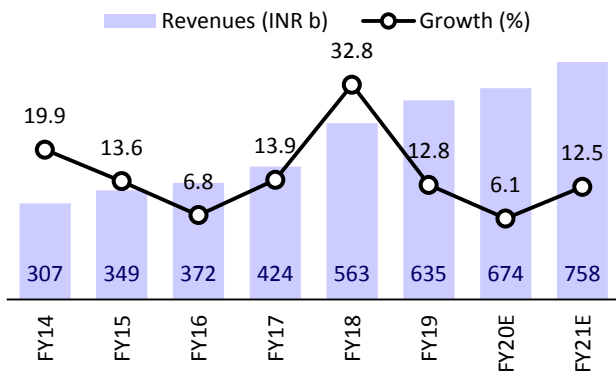
**Exhibit 9: SOTP**

INR Sh	Target PE (x)	FY21E	FY22E
<b>Equity Value</b>			
MSS (S/A)	25	74	84
PKC	15	18	19
SMRPBV	15	40	57
Others	15	-1	1
<b>Target Price (INR/Sh)</b>		<b>130</b>	<b>160</b>
<b>Upside (%)</b>		<b>-2.5</b>	<b>19.6</b>

Source: Bloomberg, MOFSL

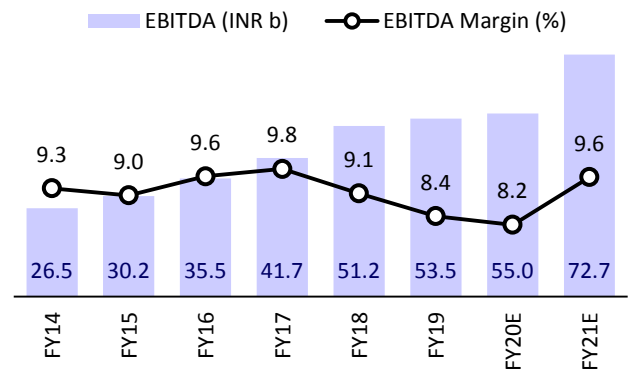
## Motherson Sumi | Story in Charts

**Exhibit 10: Revenues and growth trend**



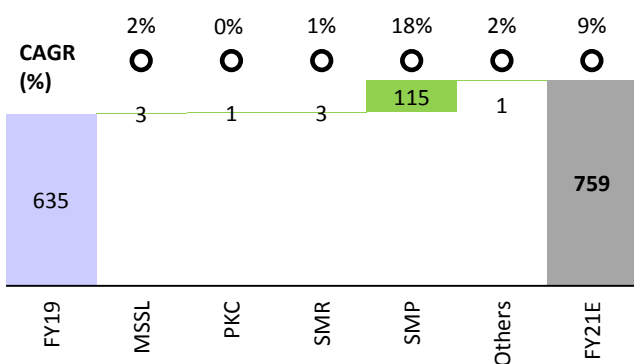
Source: Company, MOFSL

**Exhibit 11: Consol. EBITDA and margin trend**



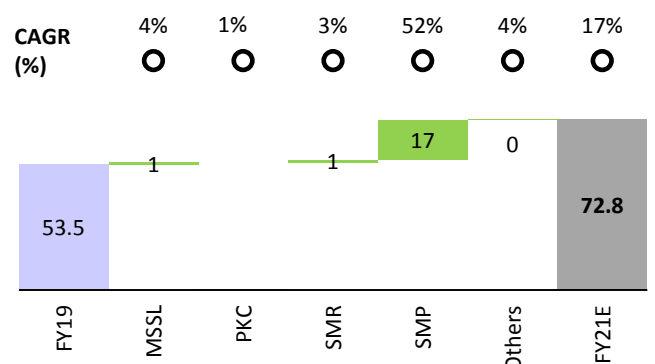
Source: Company, MOFSL

**Exhibit 12: Business-wise consolidated revenue build-up**



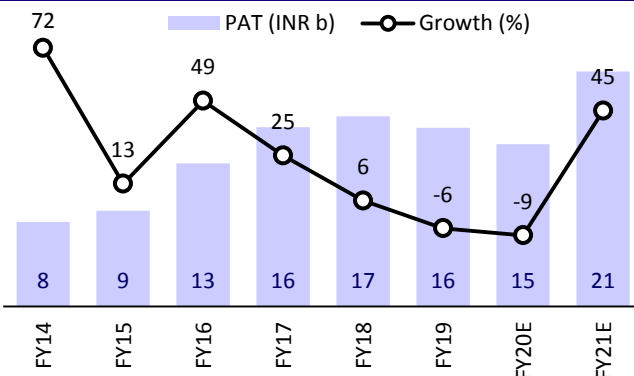
Source: Company, MOFSL

**Exhibit 13: Business-wise EBITDA margins build-up**



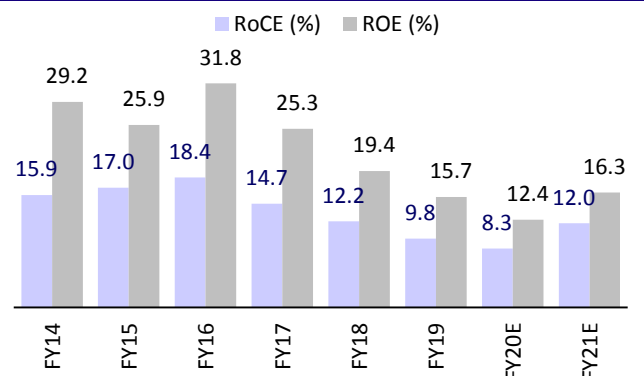
Source: Company, MOFSL

**Exhibit 14: Consolidated PAT growth trend**



Source: Company, MOFSL

**Exhibit 15: Trend in return profile**



Source: Company, MOFSL

## Financials and Valuations

Consolidated - Income Statement							(INR M)
Y/E March	FY16	FY17	FY18	FY19	FY20E	FY21E	FY22E
<b>Total Income from Operations</b>	<b>372,163</b>	<b>423,755</b>	<b>562,933</b>	<b>635,229</b>	<b>674,242</b>	<b>758,328</b>	<b>844,245</b>
Change (%)	6.8	13.9	32.8	12.8	6.1	12.5	11.3
Raw Materials	223,737	257,507	343,121	367,383	<b>374,534</b>	402,968	430,964
Employees Cost	71,573	80,909	110,678	141,694	<b>162,948</b>	187,391	215,499
Other Expenses	41,372	43,671	57,908	72,668	<b>81,763</b>	95,250	110,726
<b>Total Expenditure</b>	<b>336,682</b>	<b>382,087</b>	<b>511,707</b>	<b>581,745</b>	<b>619,246</b>	<b>685,608</b>	<b>757,189</b>
% of Sales	90.5	90.2	90.9	91.6	91.8	90.4	89.7
<b>EBITDA</b>	<b>35,481</b>	<b>41,668</b>	<b>51,226</b>	<b>53,484</b>	<b>54,996</b>	<b>72,720</b>	<b>87,057</b>
Margin (%)	9.5	9.8	9.1	8.4	8.2	9.6	10.3
Depreciation	10,872	10,590	15,752	20,582	<b>26,274</b>	27,923	29,944
<b>EBIT</b>	<b>24,609</b>	<b>31,078</b>	<b>35,474</b>	<b>32,902</b>	<b>28,722</b>	<b>44,796</b>	<b>57,112</b>
Intrest Charges	3,450	3,749	4,108	4,232	<b>5,267</b>	4,545	4,361
Other Income	393	2,642	1,701	2,202	<b>2,300</b>	2,450	2,550
<b>PBT bef. EO Exp.</b>	<b>21,552</b>	<b>29,971</b>	<b>33,067</b>	<b>30,872</b>	<b>25,755</b>	<b>42,702</b>	<b>55,301</b>
EO Items	0	-974	-1,777	0	0	0	0
<b>PBT after EO Exp.</b>	<b>21,552</b>	<b>28,997</b>	<b>31,290</b>	<b>30,872</b>	<b>25,755</b>	<b>42,702</b>	<b>55,301</b>
Total Tax	5,192	9,103	10,072	11,022	<b>7,984</b>	13,238	17,143
Tax Rate (%)	24.1	31.4	32.2	35.7	31.0	31.0	31.0
Minority Interest	3,437	4,350	5,249	3,719	<b>3,113</b>	8,226	11,539
<b>Reported PAT</b>	<b>12,923</b>	<b>15,543</b>	<b>15,970</b>	<b>16,132</b>	<b>14,658</b>	<b>21,238</b>	<b>26,618</b>
<b>Adjusted PAT</b>	<b>12,923</b>	<b>16,058</b>	<b>17,024</b>	<b>16,132</b>	<b>14,658</b>	<b>21,238</b>	<b>26,618</b>
Change (%)	49.2	24.3	6.0	-5.2	-9.1	44.9	25.3
Margin (%)	3.5	3.8	3.0	2.5	2.2	2.8	3.2

Consolidated - Balance Sheet							(INR M)
Y/E March	FY16	FY17	FY18	FY19	FY20E	FY21E	FY22E
Equity Share Capital	1,323	1,404	2,105	3,158	3,158	3,158	3,158
Total Reserves	39,786	53,265	63,015	81,569	91,617	106,174	124,420
<b>Net Worth</b>	<b>43,971</b>	<b>82,727</b>	<b>93,178</b>	<b>112,785</b>	<b>122,833</b>	<b>137,390</b>	<b>155,636</b>
Minority Interest	15,123	22,322	29,600	34,797	39,060	48,586	61,525
Total Loans	57,415	101,418	94,770	109,428	106,428	103,428	100,428
Deferred Tax Liabilities	-3,604	-5,024	-6,266	-6,123	-6,123	-6,123	-6,123
<b>Capital Employed</b>	<b>112,905</b>	<b>201,443</b>	<b>211,282</b>	<b>250,888</b>	<b>262,198</b>	<b>283,282</b>	<b>311,467</b>
Gross Block							
Less: Accum. Deprn.	80,462	135,237	174,332	190,917	211,515	230,066	248,939
<b>Net Fixed Assets</b>	<b>11,924</b>	<b>33,590</b>	<b>51,138</b>	<b>71,720</b>	<b>97,994</b>	<b>125,917</b>	<b>155,862</b>
Goodwill	<b>68,538</b>	<b>101,647</b>	<b>123,194</b>	<b>119,197</b>	<b>113,521</b>	<b>104,149</b>	<b>93,078</b>
Capital WIP	2,931	19,379	22,646	22,646	22,646	22,646	22,646
<b>Total Investments</b>	<b>13,970</b>	<b>19,348</b>	<b>25,849</b>	<b>10,463</b>	<b>10,463</b>	<b>10,463</b>	<b>10,463</b>
<b>Curr. Assets, Loans&amp;Adv.</b>	<b>591</b>	<b>684</b>	<b>2,467</b>	<b>2,389</b>	<b>2,389</b>	<b>2,389</b>	<b>2,389</b>
Inventory							
Account Receivables	<b>97,766</b>	<b>137,061</b>	<b>133,905</b>	<b>157,377</b>	<b>154,908</b>	<b>200,608</b>	<b>255,441</b>
Cash and Bank Balance	22,850	30,716	40,132	46,635	42,486	47,785	53,199
Loans and Advances	46,537	46,552	56,236	61,663	60,959	68,561	76,329
<b>Curr. Liability &amp; Prov.</b>	<b>17,717</b>	<b>48,866</b>	<b>27,816</b>	<b>35,469</b>	<b>39,080</b>	<b>70,335</b>	<b>110,409</b>
Account Payables	10,662	10,927	9,722	13,610	12,382	13,927	15,504
Other Current Liabilities	<b>82,531</b>	<b>117,230</b>	<b>157,430</b>	<b>176,291</b>	<b>156,825</b>	<b>172,070</b>	<b>187,647</b>
Provisions	51,627	73,003	90,640	106,613	119,407	133,735	149,784
<b>Net Current Assets</b>	<b>29,478</b>	<b>42,600</b>	<b>65,168</b>	<b>67,213</b>	<b>35,249</b>	<b>35,895</b>	<b>35,147</b>
Misc Expenditure	1,426	1,628	1,622	2,465	2,169	2,440	2,716
<b>Appl. of Funds</b>	<b>15,235</b>	<b>19,831</b>	<b>-23,525</b>	<b>-18,914</b>	<b>-1,917</b>	<b>28,538</b>	<b>67,794</b>

E: MOFSL Estimates



## Financials and Valuations

### Ratios

Y/E March	FY16	FY17	FY18	FY19	FY20E	FY21E	FY22E
<b>Basic (INR)</b>							
<b>EPS</b>	4.3	5.1	5.4	<b>5.1</b>	<b>4.6</b>	<b>6.7</b>	<b>8.4</b>
Cash EPS	6.5	7.1	9.1	9.7	10.3	12.7	14.8
BV/Share	14.8	26.2	29.5	35.7	38.9	43.5	49.3
DPS	1.0	0.9	1.5	1.5	1.3	1.8	2.3
Payout (%)	29.2	23.6	34.6	34.2	31.5	31.5	31.5
<b>Valuation (x)</b>							
P/E	30.8	26.3	24.8	26.2	28.8	19.9	15.9
P/BV	9.0	5.1	4.5	3.7	3.4	3.1	2.7
EV/Sales	0.6	0.6	0.6	0.8	0.7	0.6	0.5
EV/EBITDA	6.1	5.8	6.8	9.3	8.9	6.3	4.7
Dividend Yield (%)	0.8	0.7	1.1	1.1	0.9	1.4	1.7
FCF per share	1.9	7.3	1.1	5.2	5.2	14.4	17.7
<b>Return Ratios (%)</b>							
RoE	31.8	25.3	19.4	15.7	12.4	16.3	18.2
RoCE (post-tax)	18.4	14.7	12.2	9.8	8.3	12.0	13.8
RoIC	25.6	20.0	16.7	11.8	9.6	15.1	20.3
<b>Working Capital Ratios</b>							
Fixed Asset Turnover (x)	4.6	3.1	3.2	3.3	3.2	3.3	3.4
Asset Turnover (x)	3.3	2.1	2.7	2.5	2.6	2.7	2.7
Inventory (Days)	22	26	26	27	23	23	23
Debtor (Days)	46	40	36	35	33	33	33
Creditor (Days)	51	63	59	61	65	64	65
<b>Leverage Ratio (x)</b>							
Current Ratio	1.2	1.2	0.9	0.9	1.0	1.2	1.4
Interest Cover Ratio	7.1	8.3	8.6	7.8	5.5	9.9	13.1
Net Debt/Equity	0.9	0.6	0.7	0.6	0.5	0.2	-0.1

### Consolidated - Cash Flow Statement

Y/E March	FY16	FY17	FY18	FY19	FY20E	FY21E	FY22E
<b>(INR M)</b>							
OP/(Loss) before Tax	22,929	31,801	34,448	32,003	25,755	42,702	55,301
Depreciation	10,872	10,591	15,752	20,582	26,274	27,923	29,944
Interest & Finance Charges	3,211	3,324	3,777	3,878	5,267	4,545	4,361
Direct Taxes Paid	-6,899	-8,433	-10,048	-10,498	-7,984	-13,238	-17,143
(Inc)/Dec in WC	-10,278	4,813	-14,820	-958	-13,385	800	817
<b>CF from Operations</b>	<b>19,835</b>	<b>42,096</b>	<b>29,109</b>	<b>45,007</b>	<b>35,927</b>	<b>62,732</b>	<b>73,280</b>
Others	2,049	-4,099	3,531	-1,883	1,150	1,300	1,400
<b>CF from Operating incl EO</b>	<b>21,884</b>	<b>37,997</b>	<b>32,640</b>	<b>43,124</b>	<b>37,077</b>	<b>64,032</b>	<b>74,680</b>
(Inc)/Dec in FA	-19,306	-27,789	-30,308	-26,853	-20,598	-18,552	-18,873
<b>Free Cash Flow</b>	<b>2,578</b>	<b>10,208</b>	<b>2,332</b>	<b>16,271</b>	<b>16,479</b>	<b>45,480</b>	<b>55,807</b>
(Pur)/Sale of Investments	-151	-39,675	-2,876	-7,230	0	0	0
Others	396	203	1,243	978	0	0	0
<b>CF from Investments</b>	<b>-19,061</b>	<b>-67,261</b>	<b>-31,941</b>	<b>-33,105</b>	<b>-20,598</b>	<b>-18,552</b>	<b>-18,873</b>
Issue of Shares	0	25,277	0	0	0	0	0
Inc/(Dec) in Debt	7,150	34,092	-9,471	8,147	-3,000	-3,000	-3,000
Interest Paid	-3,227	-3,471	-3,944	-4,159	-5,267	-4,545	-4,361
Dividend Paid	-6,675	-826	-6,332	-6,395	-4,611	-6,680	-8,373
Others	120	104	-2,467	161	0	0	0
CF from Fin. Activity	-2,632	55,176	-22,214	-2,246	-12,878	-14,225	-15,734
<b>Inc/Dec of Cash</b>	<b>191</b>	<b>25,912</b>	<b>-21,515</b>	<b>7,773</b>	<b>3,601</b>	<b>31,255</b>	<b>40,074</b>
Opening Balance	17,467	17,717	48,866	27,816	35,469	39,080	70,335
<b>Closing Balance</b>	<b>17,658</b>	<b>43,629</b>	<b>27,351</b>	<b>35,589</b>	<b>39,070</b>	<b>70,335</b>	<b>110,409</b>



Explanation of Investment Rating	
Investment Rating	Expected return (over 12-month)
BUY	>=15%
SELL	< - 10%
NEUTRAL	< - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
NOT RATED	We have forward looking estimates for the stock but we refrain from assigning recommendation

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