

Title : Sectoral analysis of Realty

Date of the Report : 13th November 13, 2015

**Introduction and Methedology**

Realty as we all know is a key driver for economic growth and connects up with more than 270 sectors and is a prime employment generator. Here we look at the listed companies in this space as of today and see which of the stocks are worth investing in.

The raw data for this analysis was sourced from Moneycontrol.com . Upon that following further calculation was done and we base our conclusions on the results of these results.

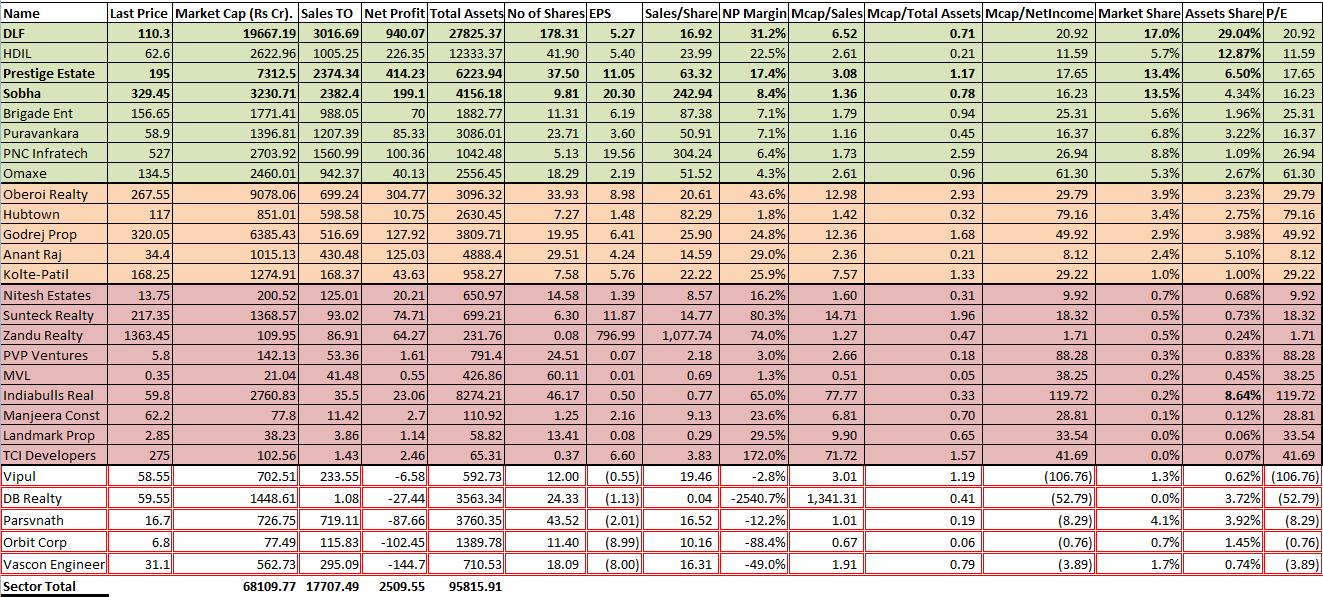
1. Market Capatilisation /Last Price of the stock = No of Shares o/s
2. Net Profit / No of Sh o/s = Earnings Per Share
3. Sales TO /No of Share o/s = Revenue per share.
4. Net Profit / Sales TP = NP Margin
5. MCap/Sales, MCap/Total Assets, MCap/Net Income are the Valuation Multiples
6. Turnover/Total Turnover = Market Share
7. Total Assets of the Firm/Total Assets deployed in this sector = Asset Share
8. Last Price / EPS = P/E ratio

**Comparative Companies Approach to Analysis**

Approach followed to Rank the Firms is as follows:-

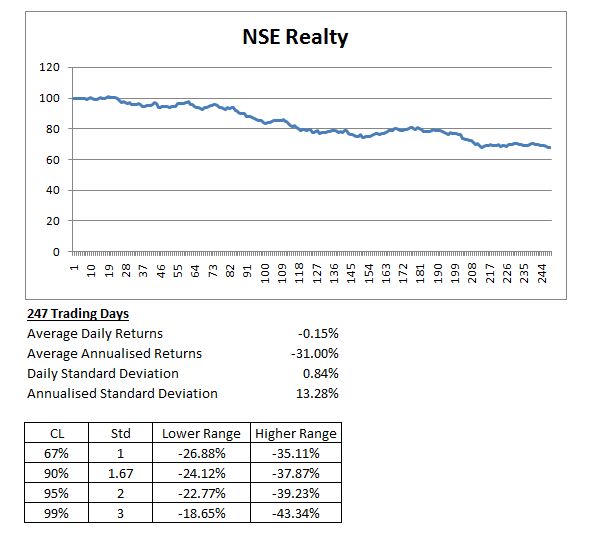
1. First Iteration based on P/E ratio
2. Second Iteration Based on Market Share with a cut off below 1% and below 5%
3. Last Iteration based on Net Profit Margin.

Thus DLF, Oberoi Realty and Nitesh Estates emerge in the three classes as front runners in the Matured Growth, High Growth and Emerging Firms.



Now we shall look at the performance of this sector for a short duration of 5 days. We see the sector in a bearish phase . The Parabolic Sar is a series of Gree and Red dot indicating the commencement of a bull run or a bearish phase in the sector. For most part of this week the MACD is below zero further indicating a sell off. 

Now we shall finally see how this sector Index has performed .



The sector is down 31% in the past 1 year and given above is the expectation of a bounce back going forward is minimal to nil. This sector has deep systemic issues which only regulators and government can solve. We see a range bound index between 9000 to 8000.

**MENTES CAPITAL**

**WEB:-** [**www.mentescapital.com**](http://www.mentescapital.com)

**PH.NO:- +91-9886751703, +91-9916570093**

**ADDRESS- #164, 9th cross, Indiranagar 1st stage, Bangalore 560038**

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