

## **Research Recommendation on - Central Depository Services (India) Ltd**

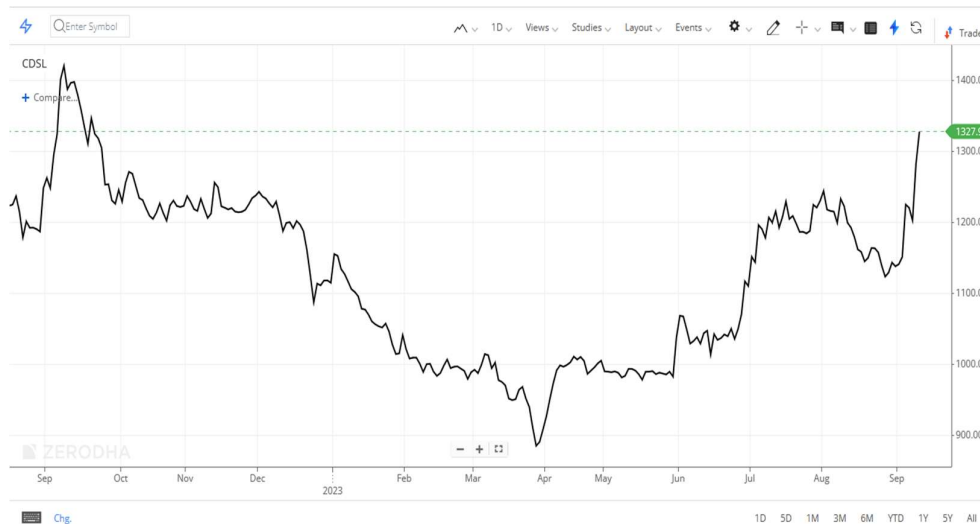
**Date:** 11<sup>th</sup> Sept 2023

**NSE Scrip Code:** CDSL

**BSE Scrip Code:** NA

**Company Brief:** Central Depository Services Limited is a Market Infrastructure Institution (MII), part of the capital market structure, providing services to all market participants - exchanges, clearing corporations, depository participants (DPs), issuers and investors. It is a facilitator for holding of securities in the dematerialised form and an enabler for securities transactions.

### **Rationale behind the Research Recommendation:**



(Time Frame: 1 Day)

The current closing price of the stock is Rs.1,282, and it is approaching a resistance zone in the market. On the basis of the above graph, the stock is moving towards an upward direction and creating a pattern of higher highs. Taking this into consideration, our view is bullish for this stock.

### **Fundamental Analysis:**

Stock P/E: 47.1	PEG Ratio: 2.18
Book Value: ₹116	Current ratio: 1.02
Dividend Yield: 1.22%	Sales growth 5Years: 24.2%
ROCE: 31.5%	Profit Var 5Yrs: 21.6%
ROE: 23.8%	Profit Var 3Yrs: 37.3%
Price to book value: 11.3	Sales growth 3Years: 37.3%
Industry PE: 26.8	Return over 3years: 42.2%
Debt to equity: 0	Return over 5 years: 37.7%

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<b>Recommendation</b>	Buy
<b>Entry Point</b>	1300 - 1350
<b>Price Targets</b>	Open
<b>Stop Loss</b>	1200 (Closing basis)
<b>Time Frame</b>	1 Year
<b>52 Week High Price</b>	1415
<b>52 Week Low Price</b>	881
<b>Max Allocation</b>	7% of the Total Capital (Only for Risk Management)

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