

TCS Q2 RESULTS

Experts upbeat on margins but macro risks remain

HARSHITA SINGH
New Delhi, 11 October



Healthy broad-based growth across geographies and verticals helped information technology (IT) giant Tata Consultancy Services (TCS) clock better-than-expected numbers in the July-September quarter (Q2 of FY23). TCS reported 8.4 per cent year-on-year (YoY) increase in net profit to ₹10,431 crore, while revenue rose 18 per cent to ₹55,309 crore.

Its profit margins also improved sequentially by 90 bps to 24 per cent, aided by operating efficiency and lower employee expenses. However, the company's attrition inched up to 21.5 per cent over the preceding quarter's 19.7 per cent.

The management said that the quarterly annualised attrition has peaked in Q2 and should taper down from hereon. The company said it has not witnessed any cuts in client budgets but noted an increased sense of caution in deal conversions with European clients. Here's what brokerages say:

■ **JEFFERIES | Hold | Target price raised to ₹3,180**

The brokerage has raised its FY23-25 earnings estimate by 2-5 per cent. It expects the company to deliver a 12 per cent earnings per share (EPS) compound annual growth rate (CAGR) over FY22-24. It added that TCS' premium valuations may limit its upside.

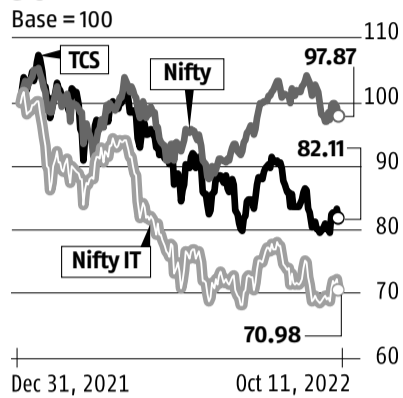
■ **CLSA | Outperform | Target price ₹3,450**

Near-term revenue outlook remains intact with abating supply pressure. In the long term, we can witness some softness in demand but this does not raise an alarm. Our confidence in the company's margin management has increased.

■ **CREDIT SUISSE | Neutral | Target price ₹3,300**

Demand scenario for FY24 is still uncertain, but we have increased our FY23-FY25 EPS estimate by 2-4 per cent. This is to account for better margins in Q2 and currency benefits.

SOMEWHERE IN MIDDLE



Source: B5 Research Bureau

■ **MACQUARIE | Outperform | Target price ₹4,150**

The company has put to bed concerns that the margin issue could become structural. We continue to prefer TCS to Infosys (both OP). We expect the company to widen the margin gap with Infosys, given its headcount addition plans.

■ **BERNSTEIN | Outperform | Target price ₹3,850**

Commentary on deal closure and the pipeline were constructive while the company has remained watchful on macro risks.

■ **CITI | Sell | Target price ₹2,900**

Growth in the UK and India geographies led the beat on estimates. Demand sustainability remains crucial. Management commentary came mixed given the

global backdrop.

■ **MOTILAL OSWAL | Buy | Target price ₹3,580**

Given its size, order book, exposure to long-duration orders, and portfolio, TCS is well-positioned to withstand the weakening macro environment. It would ride on the anticipated industry growth. Easing supply woes in the second half of FY23 with benefits from increased fresher additions and lower subcontractor costs should aid margins. However, we remain concerned about the Q3 margin due to the timelines of cost optimisation strategies. Our target price implies 27x FY24E EPS, with a 15 per cent upside potential.

■ **ANTIQUE STOCK BROKING | Buy | Target price ₹3,600**

The company has alluded to current demand holding up well but with a sense of caution among clients. We remain confident about TCS' ability to engage with large clients for their mega transformation programmes. But the growing risk of moderation in tech budgets prods us to cut the valuation multiple by 10 per cent to 27x (from 30x earlier) on FY24 EPS.

■ **IDBI CAPITAL | Hold | Target price ₹3,235**

In the near term, the brokerage expects the company's revenue growth to remain robust. Considering the high inflation and recession fears, it remains cautious on the revenue growth outlook. It expects margins to ease in the coming quarters. This would be led by easing supply-side challenges, pyramid benefits and lower subcontracting costs.

Don't let exposure to mid, small-cap funds exceed 30%

They will outperform if GDP, earnings growth sustain, but global risks pose threat

SANJAY KUMAR SINGH

Mid-cap and small-cap funds have outperformed large-cap funds during the bounce back from the June 2022 lows. While large-cap funds have yielded 7.1 per cent, mid-cap and small-cap funds have given returns of 11.4 per cent and 12.9 per cent, respectively, over the second quarter of the 2022-23 financial year (Q2FY23).

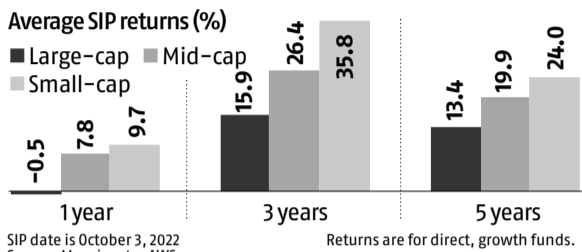
One reason for this outperformance is the domestic orientation of mid- and small-cap segments. "Large-caps have larger exposure to information technology (IT), energy, commodities and financials. Mid- and small-caps have greater exposure to capital goods, chemicals, building materials, and consumer discretionary companies that are relatively smaller and cater to the domestic market," says Shridatta Bhandwadar, head of equities, Canara Robeco Asset Management Company (AMC).

Currently, global factors — high inflation and interest rates, Russia-Ukraine war, and China-Taiwan tensions — are weighing on market sentiment. "A slowdown in the developed world is likely to hit large-cap companies (IT, pharma, and so on), which derive their revenues from these markets," says Niket Shah, senior vice president and fund manager, Motilal Oswal AMC.

Also, gross domestic product (GDP) growth is recovering from its pandemic lows. "During periods of good GDP growth, mid-caps tend to do better than large-caps," says Shah. Earnings growth has emerged from a long period of stagnation. Says Arun Kumar, head of research, Fundsindia.com, "There has been an uptick in earnings growth and it is expected to remain strong over the next three to five years."



SMALL-CAP & MID-CAP ON THE RISE



SIP date is October 3, 2022. Source: Morningstar AWS

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In such an environment, mid- and small-caps tend to grow at a faster pace than large-caps. Experts expect mid- and small-cap funds to do well so long as GDP and earnings growth remain strong.

Strong retail participation — these investors typically invest more in the mid- and small-cap segments — has also provided a fillip.



YOUR MONEY

Expect volatility in the near term

Globally, central banks are raising rates relentlessly to bring inflation under control. The Reserve Bank of India can't let a large differential develop between interest rates in India and those in developed nations like the US. "The cost of capital is rising, both for Indian consumers and companies. Higher cost of capital could result in earnings downgrades for Indian companies. The markets could turn volatile," says Kunal Valia, chief investment officer-listed investments, Waterfield Advisors. According to Shah, a China-Taiwan flare up, which would affect supply chains, is another potential source of risk. Valuations within the mid- and small-cap space are not cheap. "They are not trading at a discount to large-caps," says Valia. Small-cap companies in particular face risks to their business. Goods

and Services Tax and demonetisation have led to a large shift in market share from the unorganised to the organised sector. Not only have larger companies grabbed market share from smaller ones, they have also entered businesses where they were not present earlier.

Small-cap companies, which have lower pricing power, tend to see larger drawdowns whenever economic growth slows.

What should you do?

Enter the mid- and small-cap categories now only if you fulfil a few conditions. "Have an investment horizon of at least three to five years. You must also have the appetite to stomach volatility, which tends to be higher in these segments than in large caps," says Bhandwadar.

Adopt an asset allocation approach. "Have a 70 per cent allocation to large-caps and about 30 per cent to mid- and small-cap funds. Of this 30 per cent, 20-30 per cent may be allocated to mid-cap funds and 0-10 per cent to small-cap funds," says Valia. Mid- and small-cap exposure can be raised when valuations turn more attractive (if risk appetite permits). When selecting a fund, opt for a consistent performer based on rolling returns. Select diversified portfolios to neutralise liquidity risk, which tends to be especially high in small-cap funds. Kumar suggests that once the fund size grows very large, investors should keep an eye to see if size is affecting performance or forcing the fund manager into any sort of compromise.

TENDERS & NOTICES

Sale of Salvage
Online Auction participation is requested for sale of 520 MT GP Coil damaged due to rain water through Steel and Metal. (https://www.steelindia.com/as/where/s condition)
The Tender documents, for details of salvage, dates & location for inspection, submission etc, can be purchased till 15th Oct 2022 by payment of Rs 500/- in cash form:
1. Insurer: IFFCO TOKIO General Insurance Company Limited, Saket Building, 5th Floor, 44 Park Street, Kolkata - 700016, Email: shamim.aktar@iffcotokio.co.in
2. Insured: Jindal India Limited, NH No 6, Mouza-Jangalpur, P.O.- Argori, G.P.O.-Andul, Howrah-711302, West Bengal, India, Phone: 033-26691800/02/03, Email: dhamrveersingh@jindalindia.com
3. Surveyor: S. Bhadra, Bhadra Insurance surveyors & Loss Assessors (P) Ltd, 58/79A, Prince Anwar Shah Road, Kolkata - 700045, sbhadra50@hotmail.com, sbhadra53@hotmail.com
Open house for material inspection will be conducted on 17th of Oct 2022 at the address of the insured.
Contact Details
Mr Dhamrveer Kumar Singh: +91 9804192037
Email id: dhamrveersingh@jindalindia.com
Mr Rajesh Goyal: +91 9503113116 Email id: rajesh.goyal@jindalindia.com
Bidding will be conducted at Steel and Metal portal on 18th of Oct 2022 from 1:00 p.m. onwards.

TATA TATA POWER
(Corporate Contracts Department)
The Tata Power Company Limited, Smart Center of Procurement Excellence, 2nd Floor, Sahar Receiving Station, Near Hotel Leela, Sahar Airport Road, Andheri (E), Mumbai 400 059, Maharashtra, India
(Board Line: 022-67173917 | CIN: L28920MH1919PLC000567)

NOTICE INVITING TENDER (NIT)

A) The Tata Power Company Limited invites tender from eligible vendors for the following tender packages (Two-part Bidding) in Mumbai.

- 1) Outline Agreement of 3 Years for Preventive Maintenance and testing of Bhokrapada, Waghivali and Additional Equipment's at Karanjade Receiving Station. (Package Reference: CC23AD007).
- 2) Services for replacement/installation of OPGW Conductor under live line conditions in Mumbai (Package Reference: CC23NP047).
- 3) Supply of Hot Dip Galvanized Nut Bolts with Washers. (Package Reference: CC23MSJ-005).
- 4) Outline Agreement of 3 Years for Specialized external cleaning of Indoor 220kV/33kV/145kV GIS equipment by quarterly over span of 3 years. (Package Reference: CC23AD008)

For downloading the Tender documents (Including procedure for participation in tender), please visit Tender section on website https://www.tatapower.com. Last day for bid submission (through e-tender system) is 16.00 hrs of 03rd Nov 22. Further communication shall be with participating bidders only, through Tata power e-tender system.

B) The Tata Power Company Limited issues Corrigendum to the following tender package:

- 1) Notice inviting Tender published vide advertisement dated 7th September 2022 for Supply of 33kV Single-Core 630 Sq. mm. Copper XLPE power cable in Mumbai. (Package Reference: CC23NP039) Interested bidders to submit Tender participation fee and authorization letter through email before 15th October 2022, 15.00 Hrs.

For updated NIT documents please visit Tender section on website https://www.tatapower.com.

IL&FS Transportation Networks Limited (ITNL) & Group Companies,
Regd. Off: The IL&FS Financial Centre, Plot no. C-22, G-Block, Bandra- Kurla Complex, Bandra (E), Mumbai 4000 051
CIN: L45203MH2000PLC129790

IL&FS Maritime Infrastructure Company Ltd (IMICL)
Regd. Off: The IL&FS Financial Centre, Plot no. C-22, G-Block, Bandra- Kurla Complex, Bandra (E), Mumbai 4000 051
CIN: U45201MH2006PLC165803

IL&FS Engineering and Construction Company Limited (IECCL)
Regd. Off: Door No. 8-2-120/113, B-Block, First Floor, Sanali Info Park, Road No.2, Banjara Hills, Hyderabad - 500033, Telangana
CIN: L45201TG1988PLC008624

SALE OF PLANT & MACHINERY EQUIPMENT MATERIAL, SHUTTERING AND SCAFFOLDING, VEHICLES, FURNITURE & FIXTURE, TEMPORARY INFRASTRUCTURE, IT ASSETS, MISCELLANEOUS ASSETS, INVENTORY AND SCRAP ASSETS.

Expression of Interest is invited for lump sum sale of used Plant & Machinery Equipment, Material, and Vehicles assets ("the Materials") on "AS IS WHERE IS BASIS" and "AS IS WHAT IS BASIS" lying at the project sites in the states of

Sl No	State	Count	Location
1	Gujarat	8	Jharkhand
2	Karnataka	9	Kerala
3	Haryana	10	Tamil Nadu
4	Assam	11	Uttar Pradesh & Delhi NCR
5	Telangana	12	West Bengal
6	Rajasthan	13	Bihar
7	Maharashtra	14	Andhra Pradesh

The details of the Materials to be sold, Time & Date of Inspection, last date of submission of bids, Process for submission of bids, Terms and Conditions and other related information is provided in the Request for Proposal (RFP) uploaded on the website of the respective Companies.

Contact details of Company Officials for respective companies are given below:

- 1) ITNL - Kiran More / Sachin Kadam
Mobile no: +91- 9820314649 / 9930127403, http://www.itnlindia.com/ad.aspx
- 2) IMICL - Sajal Ghosh
Mobile No: +91- 9920417233, https://www.ilsindia.com/asset-divestment/
- 3) IECCL - Krishna Chandra
Mobile No: +91- 9830610674, http://ilsengg.com/html/advertisements.php

ITI SECURITIES BROKING LIMITED
Registered office Address: ITI House, 36, Dr. R. K. Shirodkar Marg, Parel, Mumbai - 400012

CAUTION NOTICE

Attention of the General Public is drawn to the fact that some persons have fraudulently been misrepresenting themselves as associates/representatives of ITI Securities Broking Limited (ITISBL) and are circulating the following via SMS, WhatsApp, Facebook, Telegram, Twitter, Instagram, social media sites, etc. - "Tradefordrate Build A Better Financial Life Way To Make Good Benefit 30,000 To 40,000 Daily Only In Market At Zero Risk..... Click bit.ly/3P47yWITISIBL". We inform and bring to the notice of the Public in general at large, clients and customers that we are not at all directly/indirectly related to the said person/individuals/company/firm and the same is never ever circulated and/or promoted by us. While we are taking appropriate legal action in this regard, by this Caution Notice, we inform and caution our unwary clients and customers and public at large that we do not promote/provide/indulge in such types of activities. The members of trade and the general public are hereby requested not to get misled by the same and take informed decisions. Please note that ITI Securities Broking Limited or ITI Group Companies shall not be responsible for any loss suffered by anyone acting upon such messages and/or dealing with such persons. Anyone acting upon such messages and/or dealing with such persons shall be doing so at their own risk and peril.

For ITI Securities Broking Limited
SD/-
Authorised Signatory
SEBI Reg. No. INZ00005835

Place: Mumbai
Date: 12.10.2022

ESAB INDIA LIMITED
CIN: L29299TN1987PLC058738
Regd. Office: Plot No.13, 3rd Main Road, Industrial Estate, Ambattur, Chennai 600 058.
Telephone No: 044-4228 1100 | Email id: investor.relations@esab.co.in

NOTICE is hereby given that the following share certificates issued by the company are stated to have been lost or misplaced or stolen and the registered holders of the shares have applied to the company for issue of duplicate share certificate.

NAME OF THE SHAREHOLDER	Folio No.	Certificate No.	Distinctive Nos.	Shares
DILIPKUMAR KANTILAL SHAH	D02521	57384 57385 57386	5503369 - 5503343 5503644 - 5503718 5503719 - 5503763	75 75 45

The public are hereby warned against purchase or dealing in any way with the above said share certificates. Any person(s) who has/have any claim(s) in respect of the said share certificates should lodge such claim(s) with the company at its registered office at the address given above within 15 days of the publication of the notice after which no claim will be entertained and the company will proceed to issue the duplicate share certificate(s).

For ESAB India Limited
G. Balaji
Company Secretary

Place: Chennai
Date: 11 October, 2022

Form No. INC- 25A
Before the Regional Director, Minis try of Corporate Affairs, Southern Region, Chennai

In the matter of the Companies Act, 2013, Section 14 and Rule 41 of the Companies (Incorporation) Rules 2014 and

In the matter of M/s ZIP Industries Limited ("Company or "Applicant"), having its registered office at 12 GST Road, Chengalpattu - 603001, Tamil Nadu, India. Applicant

Notice is hereby given to the general public that the Company intending to make an application to the Central Government under Section 14 of the Companies Act, 2013 read with aforesaid rules and is desirous of converting into a Private Limited Company in terms of the special resolution passed at the Annual General Meeting held on Wednesday, 28th September, 2022 to enable the Company to give effect for such conversion.

Any person whose interest is likely to be affected by the proposed change/status of the Company may deliver or cause to be delivered or send by registered post of his objections supported by an affidavit stating the nature of his interest and grounds of opposition to the Regional Director, Ministry of Corporate Affairs, Southern Region, at 5th Floor, Shastri Bhavan, 26 Haddows Road, Chennai- 600006, Tamil Nadu, India, within fourteen days from the date of publication of this notice with copy to the Applicant Company at its registered office at 12 GST Road, Chengalpattu - 603001, Tamil Nadu, India.

For and behalf of the Applicant
Sd/-
Subramaniam Raman
Director
DIN: 03512595

Date: 11th October, 2022
Place: Chennai

केनरा बैंक Canara Bank
EPC Section, G A Wing, Head Office (Annex), Dwarakanath Bhavan, No.29, K R Road, Basavanagudi, Bangalore-560 004. Ph: 26221873 / 74.

SALE NOTICE

Canara Bank invites offer from Public for Sale of its various immovable properties at prominent locations in Pan India mentioned hereunder.

Sl. No	Property details	Reserve Price (in lakhs)
1	Flat 003, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar Bye Pass Road, Agr	₹ 38.04
2	Flat 004, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar Bye Pass Road, Agr	₹ 38.04
3	Flat 005, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar Bye Pass Road, Agr	₹ 38.63
4	Flat 006, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar Bye Pass Road, Agr	₹ 38.63
5	Flat 403, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar, Agr	₹ 32.77
6	Flat 406, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar Bye Pass Road, Agr	₹ 32.77
7	Flat 805, Naviyoli Apartments, Vishkarpur, NH-2, Near Sultanguni, X-ing, Kamalanagar Bye Pass Road, Agr	₹ 32.19
8	115, Second Stage, West of Chord Road, Rajajinagar, Bengaluru, Karnataka.	₹ 898.40
9	House No. 521, Dollars Colony, RMV 2nd Stage, Bengaluru, Karnataka.	₹ 842.40
10	26, South Patel Nagar, New Delhi.	₹ 2,835.00
11	Survey No. 149/1 at Surathikal, Mangaluru, Karnataka.	₹ 153.34
12	Ground Floor, Diamond Queen Building, Girgaum, Mumbai, Maharashtra	₹ 1053.63
13	Everest Shopping Centre at Santacruz (East), Mumbai, Maharashtra	₹ 1192.80
14	Supan Bhavan premises at Mandvi, Mumbai, Maharashtra	₹ 405.00
15	Sy No 78/1 Mattanchery, Kochi, Ernakulam, Kerala.	₹ 360.49
16	Survey No. OS 729/1A - RS No. 875, Cantonment, Kannur, Kerala.	₹ 112.00

For more details, visit SBI's website www.canarabank.com, CPP Portal www.eprocure.gov.in and M/s procurement technology limited portal https://canarabank.auctiontender.net.
Last date of submission on or before 25/10/2022, 3:00 PM.
All addendum/corrigendum including modifications if any shall be published in the website only.

Date: 11.10.2022
DIVISIONAL MANAGER

FORM NO. CAA. 2
BEFORE THE NATIONAL COMPANY LAW TRIBUNAL
CHENNAI BENCH
COMPANY APPLICATION NO.CP/(CAA)/68/CHE/2022 in CA(CAA)/4(CHE) 2022
SCHEME OF AMALGAMATION
OF
Cunningham Ventures Private Limited (Transferor Company 1)
Sahaj Ventures Private Limited (Transferor Company 2)
AND
Willington Ventures Private Limited (Transferor Company 3)
WITH
Mercantile Ventures Limited (Transferee Company)
(Under Section 230 to 232 of the Companies Act, 2013)

Notice is hereby given that by an oral order dated the 22 nd September, 2022, the Chennai Bench of Honourable National Company Law Tribunal had directed, for serving notice about the date of hearing as 3rd November, 2022, pursuant to Rule 16 of The Companies (Compromises, Arrangements and Amalgamations) Rules, 2016, on the above subject.

Please take notice of the date of hearing as cited. Any person desirous of being heard/opposing the said petition may please be present on the date of Hearing before the Hon'ble National Company Law Tribunal, Chennai Bench.

Dated: 11-10-2022
Place: Chennai

B CHANDRA
Authorised Representative for the Petitioners

SBI
Stressed Assets Resolution Group, Corporate Centre
21st Floor, Maker Towers "E" Wing, Cuffe Parade, Mumbai - 400005

TRANSFER OF STRESSED LOAN EXPOSURES OF CONSOLIDATED CONSTRUCTION CONSORTIUM LIMITED (CCL) TO THE ELIGIBLE PARTICIPANTS (PERMITTED ARCs/NBFCs/Banks/FIs) THROUGH e-AUCTION UNDER SWISS CHALLENGE METHOD

On behalf of Consortium Lenders (SBI, ICICI, IDBI, BOB, Tata Capital), State Bank of India invites Expression of Interest (EOI) from Eligible Participants, subject to applicable regulations issued by Reserve Bank of India/Regulators, for transfer of Stressed Loan Exposures of the above borrowing entity through e-Auction under Swiss Challenge Method on "as is where is" and "as is what is" basis without recourse.

All interested eligible participants are requested to submit their willingness to participate in the e-Auction by way of an "Expression of Interest" and after execution of Non-Disclosure Agreement, if not already executed (as per the timelines mentioned in web-notice) by contacting on e-mail id dgm_sr@sbi.co.in. Please visit Bank's web site <https://bank.sbi> and click on the link SBI in the news>Auction Notice>ARC & DRT for further details and terms and conditions of the transfer process mentioned in the web-notice.

Please note that Bank reserves the right not to go ahead with the proposed e-Auction and modify e-Auction date, any terms & conditions, at any stage without assigning any reasons by updating the corrigendum at <https://bank.sbi> (SBI in the news>Auction Notice>ARC & DRT). The decision of the Bank shall be final and binding.

Place: Mumbai
Date: 12.10.2022

Issued by
Deputy General Manager (ARC)

DUGAR HOUSING DEVELOPMENTS LIMITED
CIN: L65922TN1992PLC023689
Registered office at Dugar Towers 123, Marshalls Road Egmore, Chennai - 600008, Tamil Nadu. Tel: 28587878 Fax: 28587878
Email: housing@dugar.in | website: www.dhdindia.com

NOTICE OF REDUCTION OF PAID-UP EQUITY SHARE CAPITAL (CP/28(CHE)/2022 under Section 66 of the Companies Act, 2013)

The Honourable National Company Law Tribunal "NCLT", Chennai bench vide its order dated September 20th, 2022 has approved the Scheme of Reduction of Share Capital of the Company by approving the Minutes set forth herein below:

"The issued, subscribed and paid-up Share Capital of Dugar Housing Developments Limited in hencforth Rs. 30,00,000/- (Rupees Thirty Lakh only) divided into 3,00,000 (Three Lakh only) Equity Shares of Rs.10/- (Rupees Ten only) each fully paid up as reduced from Rs. 3,00,00,000 (Rupees Three Crores only) divided into 30,00,000 (Thirty Lakhs only) Equity Shares of Rs. 10/- (Rupees ten only) each."

This Advertisement is being published as per the directions of the NCLT, in its order dated September 20, 2022.

Further, the copy of the said order was filed by the Company with the Registrar of Companies, Chennai, Tamil Nadu on September 27, 2022.

For Dugar Housing Developments Limited
Sd/-
LAKSHMAIAH DEVARAJULU
Date: 28th September 2022
Place: Chennai
WHOLE TIME DIRECTOR
DIN: 07704260