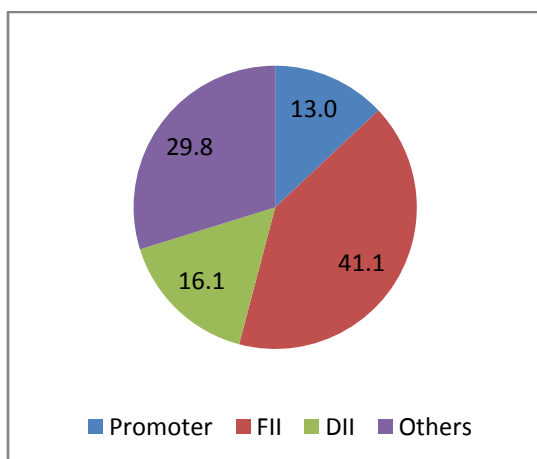


Infosys Ltd.

Hold **Target Price: Rs 1,225**

Value Parameters -	
BSE Code	500209
NSE Symbol	INFY
CMP	Rs 1175
Face Value	Rs 5
52 Week High/Low	1219/933
Market Cap (Rs cr)	2,59,256
EPS (Rs) (FY16)	54
PE ratio (x)	21

Shareholding Pattern % (Dec' 15)



Company Overview

Infosys Limited (Infosys), formerly Infosys Technologies Limited, provides business consulting, technology, engineering and outsourcing services. Its end-to-end business solutions include consulting and systems integration comprising consulting, enterprise solutions, systems integration and advanced technologies; business information technology (IT) services consisting application development and maintenance, independent validation services, infrastructure management, engineering services comprising product engineering and life cycle solutions and business process management; products, business platforms and solutions, including Finacle, its banking product, which offers solutions to address core banking, mobile banking and e-banking needs of retail, corporate and universal banks

globally, and areas, such as cloud computing, enterprise mobility and sustainability.

Investment Rationale

We remain "cautiously optimistic" on Bajaj's business outlook in FY16, due to expected growth in the domestic 3W segment and strong overall export growth as company intends to venture into few new markets as well. Management expects its market share in domestic 2W segment to increase by end of FY16 to 22 % from 16.8% in FY15. Company's strong outlook on domestic three

Investment Rationale

Infosys has been able to navigate better than earlier expectations and company continues to focus on enhancing operational efficiency through multiple levers in the coming quarters. Also company is trying to bring the best of human potential for software platform to drive the digital transformation. In Q3 FY 16, Infosys strengthened relationships with key clients, including renewing existing large scale contracts, opening new accounts and signing four large deals. Also company completed acquisition of Noah Consulting, LLC, a leading provider of advanced information management consulting services for the oil and gas industry; & Invested in WHOOP, an early stage company that offers a performance optimization system for elite professional sports teams, and invested in CloudEndure, a start-up that provides Cloud Migration and Cloud based Disaster Recovery (DR) software.

Valuations

We have assigned a PE of 17x to its FY17E earnings and have arrived at fair value of Rs 1,225 per share. We have HOLD rating on the stock.

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**Arihant is Forbes Asia's '200 Best under a \$Billion' Company
'Best Emerging Commodities Broker' awarded by UTV Bloomberg**

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