

Pick of the week

Eureka Forbes (EUREAFO)

Recommendation:	Buy
Target Price:	₹700
Current Price:	₹541
Time Period:	12 Months
Date:	16th September 2024



- Eureka continues to focus on both expanding distribution and upgrading its instore presence across formats.
- Eureka has significantly improved its service capacity by augmenting its service network/infrastructure.
- Cost optimization enabling margin expansion, despite a step-up in A&P spends.
- Eureka has now shifted to digital invoices, which assures the customer of genuineness of AMC purchased.
- Eureka has moved from a net debt of Rs160 cr as of Mar 2022 to net cash of Rs130 cr as of Mar 2024.

Note: The above is a brief note on the company, based on the inputs of KIE research report dated 11th Sep'24, which is available on our website at: <https://www.kotaksecurities.com/ksweb/ResearchCall/Fundamental>.

Disclaimer: <http://bit.ly/2n5AxIE>

<https://www.kotaksecurities.com/ksweb/research/kotak-research-reports/top-weekly-picks>