



## Piramal Healthcare @ Rs.350

You can own this company for Rs.5800 Cr - current market capitalization!

*See what do you get at the price:*

**1. Cash** of Rs.10,000 Cr.

**2. Pharma** (OTC, Critical Care and R&D) business of Rs.2200 Cr, which is worth Rs. 6,600 Cr (3 times Revenue)

**3. Expertise** of Ajay Piramal in building business and creating wealth - worth Rs.1400 Cr. He has a proven track record of two decades, as wealth creator and a brilliant 'Deal Maker'! He buys at below 1 time sales and sells at 10 times!! (see the deals between 1988 to 2011 with Nicholas Lab, Roche, Boehringer Mannhiem, Hoechst, Rhone Poulenc, ICI and latest with Abbot. He sold part of pharma business to Abbot for Rs.17,740 Cr (10 times sales) in 2010. Last week's acquisition of 5.5% stake in Vodafone for Rs.2856 Cr (minimum 18% IRR) say it again!

The **PRICE** of the business is Rs.5800 Cr and the **VALUE** is Rs.18,000 Cr (1+2+3), indicating significant upside potential. That's all about 'Value Investing'.

Enterprise Value (EV) of this zero debt company is Negative Rs.4200 Cr! It seems that market didn't like Piramal's plans to foray into NBFC, Private Equity etc. We don't see any reason to mistrust Ajay Piramal's ethics and honesty.

Piramal has big growth plans in pharma; set a revenue target of Rs.10,000 Cr in 5 years!  
The stock looks safe and attractive at a time when cash is most valuable!

### **About the stock:**

1. Book Value per share: 723

2. Cash Value per share: 596

3. Yr High / Low : 560 / 335

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