

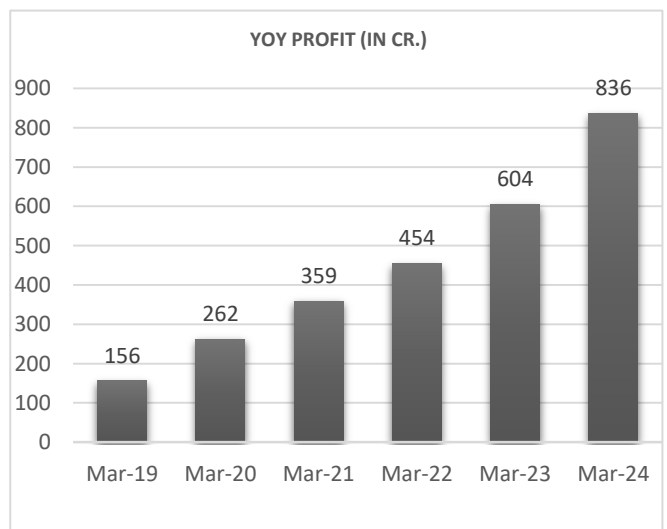
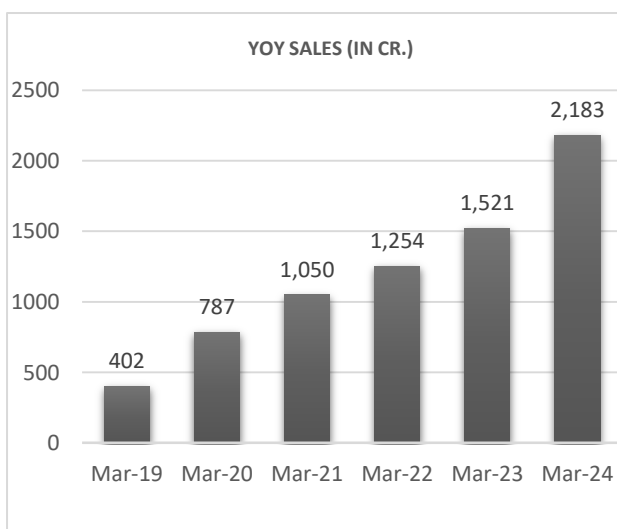
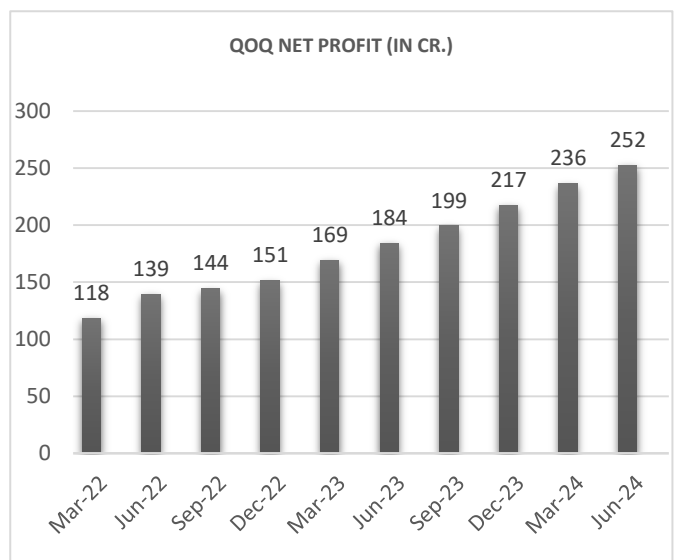
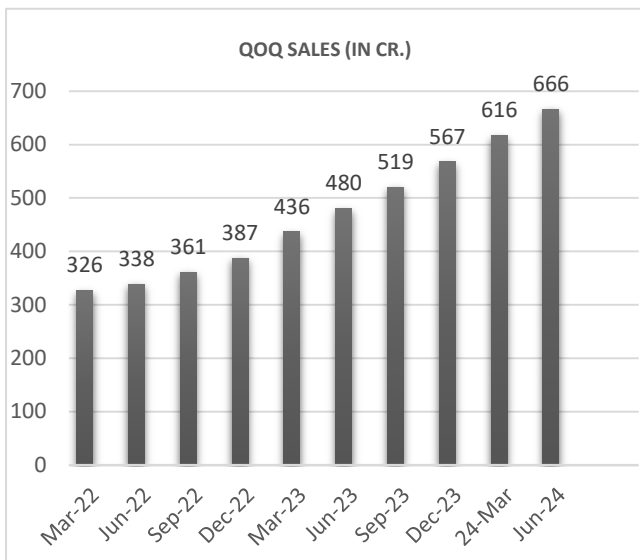
FIVESTAR

25 SEPTEMBER 2024

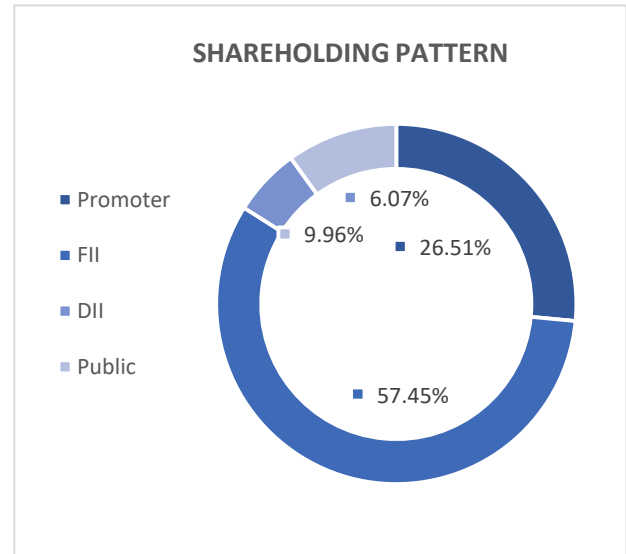
About company

Five Star Business Finance Ltd. is a non-banking financial company (NBFC) in India that focuses on providing secured loans to small and medium-sized enterprises (SMEs) and individuals, particularly in the underserved markets. Established in 1984, it primarily caters to customers who lack formal income proof but have stable cash flows. Five Star offers secured lending with a focus on micro-loans and has a strong presence in South India. The company's business model emphasizes personalized customer service and responsible lending practices.

Financials



MARKET CAP	RS CR
P/E RATIO	26.1
DIVIDEND YIELD	0.00 %
ROCE	15.8%
ROE	17.5%
FACE VALUE	1.00
3 YEARS SALES GROWTH	28%
3 YEARS PROFIT GROWTH	33%



Our recommendation

MOMENTUM SWING: BUY FIVESTAR BETWEEN 815-820 TARGETS 857-888 STOP LOSS BELOW 777

Technical analysis

The hourly chart for Five-Star Business Finance Ltd. (NSE) shows a bullish trend supported by key technical indicators. The price has moved above the Supertrend level of 749.94, signaling a buy, while the EMA 9 at 767.81 strong upward momentum. If we talk about fundamentals YOY Sales has jumped to 2183 Cr in FY 24 from 1521 Cr in FY 23 and profit increased to 836 Cr from 604 Cr in FY23. On the basis of above analysis we recommended to buy FIVESTAR.



Disclaimer

I, Ruchi Nahar, SEBI Registered Research Analyst (INH000014544) comply with the qualification and certification requirements under SEBI (Research Analyst) Regulations, 2014. I have qualified CA, CS and MBA, has over 11 years of experience in MNCs, culminating as Head of Finance. I now leverage my expertise to guide stock market investors with strategic insights. All of the views expressed in research reports and recommendations issued by me reflect my personal views about the subject company or companies at the given point of time and I do not receive/accept any kind of compensation, directly or indirectly related to specific recommendations or views expressed in reports issued by me. I/my relatives do not at any point of time of issuing the reports have any material conflict of interest in the subject company neither I was/am/will be engaged in market making activity for the subject company. The investments discussed or views expressed in reports and recommendations issued by me may not be suitable for all investors. The user assumes the entire risk of any use made of this information. I nor any person connected with my report, accepts any liability arising from the use of research document. The recipients of research document should rely on their own investigations and should consult their own financial advisors to determine merit and risks of such investments based on their own risk appetite. Price and value of the investments referred to in this material may go up or down. Past performance is not a guide for future performance. Certain transactions including those involving futures, options and other derivatives as well as non-investment grade securities involve substantial risk and are not suitable for all investors. Reports and recommendations based on technical analysis centres on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals. Opinions expressed in research reports & recommendations will be based on the current opinions as of the date appearing in research report & recommendations. While I endeavour to update on a reasonable basis the information discussed in research reports, there may be regulatory, compliance, or other reasons that prevent me from doing so. Prospective investors and others are cautioned that any forward-looking statements are not predictions and may be subject to change without notice. So far as reports include current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed. Investment in securities market is subject to market risks. Read all the related documents carefully before investing. Registration granted by SEBI, and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.