



IPO OFFERING: BSE Ltd



About Company

Recommendation: Subscribe for Long Term

BSE Limited (“BSE”) established in 1875 is Asia’s oldest stocks bourse is all set to create history in the domestic capital market, as its becomes India’s first stock exchange to launch an initial public offering (IPO). As the operator of the BSE, BSE regulate listed issuers and provide a market for listing and trading in various types of securities as may be allowed by SEBI from time to time. At the end of October 2016, the BSE is the world's largest exchange by number of listed companies, and India's largest and the world's 10th largest exchange by market capitalization, with US\$ 1.7 trillion in total Market Capitalization of listed companies.

Price Band	: Rs 805-806
Bid Lot size	: 18 Shares per lot
Issue opens	: Monday, 23 rd January 2017
Issue Closes	: Wednesday, 25 th January 2017
Issue Size	: Rs 1,243.43 Crore
Retail Size	: 35% of the issue size (ASBA Mandatory)
Min App Amount	: Rs 14508/-

Msearch View on Valuation:

We believe BSE offer price is fairly priced at Rs 805-806 per share and Investors are getting opportunity to own Asia’s oldest stocks bourse in portfolio. At the upper end of the price band, the stock is available at a price multiple of 28x, based on annualised FY17E earnings when compared to the nearest listed peer MCX trades at 39 times its FY17E earnings. We see significant growth potential for BSE given the growing investment environment and government efforts to increase participation in the capital market. The pricing of the issue appears in-line and one can expect upside on investments. Hence recommend “SUBSCRIBE for Long Term”.