DCF Valuation- PERSISTENT SYSTEMS LTD

Valuation Assumptions	
World GDP Growth	2.30%
RF	7%
Beta	1.21
Cost of Debt	16.6%
Ke	**19%**

WACC	Amount	%
Debt	311	0.3%
Market Capitalisation	93,887	99.7%
Market Price Share	5,700	
No of Share	16.47	
WACC	**12.5%**	Change Every Time

	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25	Mar-26	Mar-27	Mar-28	Mar-29	Mar-30
EBIT(1-T)	246	375	592	926	1,032	1,346	1,533	1,756	1,979	2,201	2,424
% Growth (y-o-y)		53%	58%	56%	11%	30%	14%	15%	13%	11%	10%
Add Dep	166	176	166	272	309	307	354	388	423	458	492
% Growth (y-o-y)		6%	-5%	64%	14%	-1%	15%	10%	9%	8%	8%
Capital Expenditure	(3,888)	(5,072)	(7,055)	(7,761)	(4,952)	(5,323)	(6,426)	(6,641)	(6,855)	(7,069)	(7,284)
% Growth (y-o-y)		30%	39%	10%	-36%	7%	21%	3%	3%	3%	3%
FCFF	**(3,476)**	**(4,521)**	**(6,297)**	**(6,563)**	**(3,611)**	**(3,670)**	**(4,539)**	**(4,496)**	**(4,453)**	**(4,410)**	**(4,368)**
% Growth (y-o-y)		30%	39%	4%	-45%	2%	24%	-1%	-1%	-1%	-1%
Discount Rate							1	2	3	4	5
PV to FCFF							**4,035**	**3,553**	**3,128**	**2,753**	**2,424**
EBITDA	493	683	958	1,519	1,676	2,058	2,368	2,692	3,017	3,341	3,666
FCFF/EBIDTA	-705.33%	-661.95%	-657.22%	-432.04%	-215.47%	-178.34%	-191.73%	-167.02%	-147.63%	-132.00%	-119.14%

DCF Valuation		
Current Stock Price	5,700	
Exit Multiple (EV/EBIDTA)	43.7	Change Every
WACC	12.5%	

Recommendation	
> 15%	BUY
0-5%	HOLD
<-15%	SELL

PV of Cash Flows	15,893
Terminal Value	1,60,193
PV of Terminal Value	79,018
Enterprise Value	94,911
Less : Debt	311
Add : Cash	1,025
Equity Value	95,625
Intrinsic Value	**5,805.54**
P/E - Trailing	62.94
Returns	**1.85%**
Recommendation	***HOLD***