

REF: <http://www.tradingmarkets.com/.site/news/Stock%20News/1085773/> '

BROKERWATCH Gammon India raised to 'neutral' at Enam, price upped to 533 rupees

Monday, February 11, 2008; Posted: 02:53 AM

MUMBAI, Feb 11, 2008 (Thomson Financial via COMTEX) -- [GAMIF](#) | [news](#) | [PowerRating](#) | [PR Charts](#) -- Enam Securities upgraded its recommendation on Gammon India Ltd to 'neutral' from 'underperformer' citing higher revenues in 2009 on the back of a strong order backlog, despite Gammon India's third quarter results, that were below expectations.

The broker also raised its price target on the construction company to 533 rupees a share from 419 rupees.

Enam said the listing of Gammon's build-operate-transfer subsidiary -- Gammon Infrastructure Projects Ltd, which expects clearance from the market regulator by mid February -- will relieve funding pressure from Gammon India's balance sheet and could be a key re-rating trigger.

It said it valued Gammon Infrastructure Projects at about 16 bln rupees and added a higher valuation could lead to an upgrade in Gammon's target price.