

NESTLÉ INDIA LTD - One Page Profile



Nestlé India Limited is the Indian subsidiary of Nestlé which is a Swiss multinational company. The company is headquartered in Gurgaon, Haryana. It's the largest publicly held food company globally since 2014, with products ranging from baby food and bottled water to coffee, confectionery, and pet foods. Nestlé owns popular brands such as Nespresso, Nescafé, Kit Kat, and Maggi, with annual sales exceeding 1 billion CHF for twenty-nine of its brands. With 447 factories in 189 countries and approximately 339,000 employees, Nestlé is a major player in the food industry and holds a significant stake in L'Oreal, the world's largest cosmetics company.

(INR Cr.)

Key Financial Metrics	Dec-19	Dec-20	Dec-21	Dec-22	Dec-23	Share Price 5Y
Total Sales	12,368.90	13,350.03	14,740.59	16,896.96	19,126.30	
Sales Growth (y-o-y)	9.5%	7.9%	10.4%	14.6%	13.2%	
Gross Profit Margin (%)	51.2%	52.6%	51.7%	46.2%	55.5%	
EBITDA Margins (%)	25.7%	25.1%	23.4%	22.6%	24.0%	
EBIT Margins (%)	22.7%	22.3%	20.8%	20.2%	21.7%	
Net Margins (%)	15.9%	15.6%	14.4%	14.1%	15.7%	
Earnings Per Share (In Rs.)	20.42	21.60	21.97	24.79	31.10	
EPS Growth (y-o-y)	22.50%	5.79%	1.73%	12.85%	25.44%	
Dividend Per Share (In Rs.)	34.20	20.00	20.00	22.00	17.40	
DPS Growth (y-o-y)	197.39%	-41.52%	0.00%	10.00%	-20.91%	

Key Financial Ratios	Dec-19	Dec-20	Dec-21	Dec-22	Dec-23	Volume 5Y
Price to Earnings	72.4 x	85.2 x	89.7 x	79.1 x	85.5 x	
EV/EBITDA	44.6 x	52.5 x	54.9 x	49.4 x	55.8 x	
EV/Sales	11.4 x	13.2 x	12.9 x	11.1 x	13.4 x	
Price to Book Value	74.3 x	87.8 x	97.6 x	76.9 x	82.9 x	
Return on Equity	102.6%	103.1%	108.8%	97.2%	97.0%	
Return on Capital Employed	115.4%	120.3%	120.6%	110.2%	108.6%	

Top 10 Shareholders	No. Shares (In Cr.)	% Holding	Market Value (In)	Shareholding Pattern
NESTLE S.A.	3.31	34.28%	8,467.8	
MAGGI ENTERPRISES LTD	2.75	28.48%	7,036.2	
LIFE INSURANCE CORP. OF INDIA	0.18	1.84%	455.7	
AXIS ELSS TAX SAVER FUND	0.13	1.35%	332.5	
SBI NIFTY 50 ETF	0.12	1.30%	320.1	
Investor Edu. and Protection Fund	0.01	0.13%	31.8	

Managerial Remuneration	Designation	Remuneration	X of Median Salary	Capital Structure
Mr. Suresh Narayanan	Chairman and Managing Director	96.18 In Mil	120:1	Share Price as on 2,562.45
Mr. David Steven McDaniel	Exec. Director (Fin. Control & CFO)	49.72 In Mil	57:1	No. of Shares O/S 96.28
Mr. Matthias Christoph Lohner	Exec. Director - Technical	45.32 In Mil	46 : 1	Market Capitalization 246,706.44
Mr. Pramod Kumar Rai (Company Secretary and Compliance Officer), Appointed w.e.f. 1st October 2022.				Less: Cash & Equivalents (874.82)
The % increase in the median remuneration of employees in the financial year: 6.60%.				Add: Total Debt 341.50
The number of permanent employees on the rolls of the Company: 8,117.				Enterprise Value 246,173.12

Recent Updates

Nestlé India Ltd has informed BSE that the Company has entered into agreement for acquiring 26% minority stake in Indocon Agro and Allied Activities Private Limited, engaged in milk collection business in Western India. The acquisition is subject to the parties fulfilling their respective obligations.

As of November 2023, Nestle India has launched several new millet-based product innovation ranges from the porridge to instant noodle categories, incorporating these into well-known brands such as Koko Krunch and MAGGI.

Nestlé India plans to invest ₹4,200 crore (\$564 million) by 2025 to expand its manufacturing capacity for noodles, coffee, and chocolates in the country. The investment will help the company meet the demand for both mass and premium products. Suresh Narayanan, chairman and managing director of Nestlé India.

Sources

For Data: Screener.com, Yahoo Finance, Investing.com, Equitymaster.com, Topstock research.com
For Qualitative Info.: Nestle India Website and Annual Report, Wikipedia and Google
Guidance: The Valuation School

Disclaimer

This report is intended solely for educational purposes and does not offer any buying or selling recommendations. It is compiled based on publicly available online data.