

EDUCATIONAL EQUITY RESEARCH REPORT :

WIPRO LTD

(NSE : WIPRO , BSE : 507685)



DATE : 11/4/24

WE AT AS RESEARCH TECHNIC ,INITIATE OUR COVERAGE ON WIPRO LTD.

Wipro Limited (NYSE: WIT, BSE: 507685, NSE: WIPRO) is a leading technology services and consulting company focused on building innovative solutions that address clients' most complex digital transformation needs. Leveraging our holistic portfolio of capabilities in consulting, design, engineering, and operations, we help clients realize their boldest ambitions and build future-ready, sustainable businesses.

ABOUT THE BUSINESS :

Wipro Limited (with "Wipro" being an abbreviation for its former name, the Western Indian Palm Refinery Oil; stylized in lowercase title) is an Indian multinational corporation that provides information technology, consultant and business process services. It is one of the leading Big Tech companies. Wipro's capabilities range across cloud computing, computer security, and other digital transformation, artificial intelligence, robotics, data analytics, technology consulting services to customers in 167 countries. The company was incorporated on 29 December 1945 in Amalner, India, by Mohamed Premji. In 1966, after Mohamed Premji's death, his son Azim Premji took over Wipro as its chairperson at the age of 21. In 2012, Wipro demerged its non-IT businesses into a separate company called Wipro Enterprises. Prior to this demerger, these businesses, mainly in the consumer care, lighting, furniture, hydraulics, water treatment, and medical diagnostics, contributed about 10% of Wipro's total revenues. During the 1970s and 1980s, the company shifted its focus to new opportunities in the IT and computing industry, which was at a nascent stage in India at the time.

CONS :

- THE COMPANY HAS DELIVERED A POOR SALES GROWTH OF 10.7% OVER THE PAST FIVE YEARS.

RESEARCH ANALYST

P.SUNANDINI @ AS RESEARCH TECHNIC

FINANCIAL SNAP SHOT :

MARKET CAP	₹ 2,92,234 Cr.
STOCK P/E	33.2
ROE	14.4 %
CURRENT PRICE	₹ 1,352
BOOK VALUE	₹ 225
ROCE	9.53 %
HIGH	₹ 1,425
LOW	650
DIVIDEND YIELD	0.37 %
FACE VALUE	₹ 2.00

SHARE HOLDING PATTERN:

PROMOTERS	65.89%
DIIS	12.01%
FIIS	14.72%
PUBLIC	7.39%
GOVERNMENT	0.00%
NO.OF SHAREHOLDERS	9,70,247

PEER COMPARISON :

SECTOR: IT - SOFTWARE

INDUSTRY: COMPUTERS - SOFTWARE - LARGE

S.No.	Name	CMP Rs.	P/E	Mar Cap Rs.Cr.	Div Yld %	Sales Qtr Rs.Cr.	ROCE %
1	TCS	3940	31.31	1425526.49	1.22	60583	58.67
2	Infosys	1498.7	25.5	622090.52	2.25	38821	40.48
3	HCL Technologies	1545.95	26.69	419519.04	3.36	28446	28.26
4	Wipro	475.45	22.09	248431.3	0.21	22205.1	17.7
5	LTIMindtree	4892.9	31.57	144909.73	1.23	9016.6	37.72
6	Tech Mahindra	1264.3	43.85	123491.57	2.52	13101.3	22.14
7	Persistent Sys	3961.95	59.27	61033.82	0.5	2498.22	30.3

KEY POINTS :

- WIPRO IS CREATING A POSITIVE IMPACT IN THE WORLD, BUILDING INNOVATIVE SOLUTIONS TO ADDRESS THE MOST COMPLEX DIGITAL TRANSFORMATION NEEDS, OF THE CLIENTS AND EMBRACING A STRONG COMMITMENT TO SUSTAINABILITY AND OUTSTANDING CORPORATE CITIZENSHIP.
- WIPRO'S 25,000+ GLOBAL WORKFORCE CONTRIBUTES TO BUILDING FUTURE-READY, SUSTAINABLE BUSINESSES BY INTEGRATING TECHNOLOGY, CONSULTING, CLOUD, DATA, ARTIFICIAL INTELLIGENCE, ENGINEERING AND DIGITAL OPERATIONS AND IS THE TECHNOLOGY ORCHESTRATOR OF CHOICE FOR MANY LEADING BRANDS ACROSS THE WORLD.
- WIPRO FULL STRIDE CLOUD CONTINUES TO DELIVER STRONG GROWTH YEAR AFTER YEAR,AND MOST IMPORTANTLY, CREATE TANGIBLE BUSINESS VALUE FOR THE CLIENTS.
- THE COMPANY EMPOWER'S THEIR CLIENTS TO RE-THINK AND RE-IMAGINE THEIR BUSINESS MODEL THROUGH THE TRANSFORMATIONAL POWER OF THE CLOUD.
- WIPRO ENGINEERING EDGE PROVIDES A FULL STACK OF ENGINEERING SERVICES FROM CHIP TO CLOUD,SUPPORTING NEXT GENERATION PRODUCTS AND SERVICES THAT ENABLE ORGANISATIONS TO TAKE FULL ADVANTAGE OF GROWTH OPPORTUNITIES USING THE LATEST TECHNOLOGY.
- BY WORKING WITH WIPRO, CLIENTS WORLDWIDE HAVE QUICKLY PIVOTED THEIR BUSINESSES,BUILT COMPETITIVE EDGES AND BECOME FUTURE-READY.

- AS A 5G PIONEER, WIPRO ENABLES ENTERPRISES TO ENVISION AND UNBLOCK THEIR AMBITIONS THROUGH ECOSYSTEM-LED CONNECTIVITY PLATFORMS.
- WIPRO IS CLOSELY WORKING WITH PARTNERS LIKE MICROSOFT,GOOGLE,AWS AND NVIDIA TO CO-BUILD SOLUTIONS FOR CUSTOMERS.
- WIPRO HAS EMBRACED A TRANSFORMATIVE JOURNEY, BECOMING AN AI-FIRST ORGANIZATION.
- THE NEXT DECADE, BELIEVED TO BE THE AGE OF AI , WIPRO HAS BEEN INVESTING AHEAD OF THE CURVE TO UNDERSTAND AI AND LEVERAGES ITS POWER INSIDE THE COMPANY AND TO CREATE SOLUTIONS FOR THE CLIENTS.
- WIPRO'S REVENUES GREW FROM \$8 BILLION TO \$11.5 BILLION DURING THE PERIOD OF EVOLUTION, MARKING A SECOND STRAIGHT YEAR OF DOUBLE-DIGIT GROWTH.
- WIPRO IS PLACED IN THE LEADERSHIP CATEGORY IN THE INDIAN CORPORATE GOVERNANCE ASSESSMENT THAT IIAS UNDERTOOK AS OF DECEMBER 31,2022,FOR THE 5TH CONSECUTIVE YEAR.
- THE COMPANY'S IT SERVICES REVENUE FOR THE QUARTER IS AT THE TOP END OF THE GUIDANCE.
- WIPRO IS ALSO EXPANDING THEIR PARTNERSHIP WITH IBM TO INVEST IN NEXT NEW JOINT SOLUTIONS BUILT ON IBM WATSONX THAT MAKES IT EASIER TO DEPLOY RELIABLE,RESPONSIBLE AND SUSTAINABLE AI SOLUTIONS.

• THE SHARE PRICE CAN GO UOTO 501 IF IT BREAKS 496 ON THE UPPERSIDE

• THE SHARE PRICE CAN GO UPTO 461 IF IT BREAKS 469 ON THE LOWER SIDE.

PIVOT TABLE :

	SUPPORT				RESISTANCE				
DATE	WEEK CLOSE	S3	S2	S1	PIVOT	R1	R2	R3	PRV CLOSE
09-04-2024	477.3	462.2	468.7	472.25	478.75	482.3	488.8	492.35	479.9
08-04-2024	477.3	461.467	469.8	474.87	483.233	488.267	496.63	501.67	485.05
05-04-2024	485.05	477.583	479.9	482.48	484.817	487.383	489.72	492.28	487.4
04-04-2024	485.05	468.333	474	480.68	486.317	493.033	498.67	505.38	483.2
03-04-2024	485.05	465.117	470.5	476.87	482.283	488.617	494.03	500.37	481.2
02-04-2024	485.05	476.533	478.1	479.63	481.167	482.733	484.27	485.83	484.95

DISCLAIMER: INVESTMENT/TRADING IN SECURITIES MARKET IS SUBJECT TO MARKET RISK, PAST PERFORMANCE IS NOT A GUARENTEE OF FUTURE PERFORMANCE.THE RISK OF LOSS IN TRADING AND INVESTMENT IN SECURITIES MARKETS INCLUDING EQUITIES AND DERIVATIVES CAN BE SUBSTANTIAL.