

EDUCATIONAL EQUITY RESEARCH REPORT : JUNE

ADANI PORTS AND SPECIAL ECONOMIC ZONE LTD.

(NSE: ADANIPORTS, BSE: 532921)

DATE : 1/6/24

WE AT AS RESEARCH TECHNIC, INITIATE OUR COVERAGE ON ADANI PORTS AND SPECIAL ECONOMIC ZONE LTD. Being largest commercial port operator, they are contributing to the country's growing trade.

ABOUT THE BUSINESS :

Adani Ports and Special Economic Zone Limited is an Indian multinational port operator and logistics company, based in Ahmedabad, India. A subsidiary of Adani Group, APSEZ is India's largest private port operator with a network of 12 ports and terminals, including India's first deep water Transshipment Port Vizhinjam International Seaport Thiruvananthapuram and India's first port-based SEZ at Mundra. As of 2017, APSEZ operated 3 inland container depots (ICD) through its subsidiary Adani Logistics Ltd.

PREVIOUS MONTH FOLLOWUP :

AS MENTIONED IN THE PREVIOUS REPORT, THE SHARE PRICE BROKE 1445 ON THE UPPER SIDE. THE. STOCK PRICE WENT UPTO 1457 AFTER BREAKING THE SUPPORT 1375 ON THE LOWER SIDE.

PROS :

- Company has been maintaining a healthy dividend pay-out of 19.3%.
- Company's median sales growth is 18.7% of last 10 years.

- Stock is trading at 5.72 times its book value.
- Company might be capitalizing the interest cost.

RESEARCH ANALYST

P.SUNANDINI @ AS RESEARCH TECHNIC



FINANCIAL SNAP SHOT :

MARKET CAP	309483
STOCK P/E	36.8
ROE	17.1 %
CURRENT PRICE	₹ 1,433
BOOK VALUE	₹ 245
ROCE	12.9 %
HIGH	₹ 1,457
LOW	703
DIVIDEND YIELD	0.42 %
FACE VALUE	₹ 2.00

SHARE HOLDING PATTERN:

PROMOTERS	65.89%
FIIS	14.98%
DIIS	11.84%
PUBLIC	7.30%
GOVERNMENT	0.00%
OTHERS :	0.00%
NO.OF SHAREHOLDERS	991001

PEER COMARISON :

Sector: Marine Port & Services

Industry: Miscellaneous

S.No.	Name	CMP Rs.	P/E	Mar Cap Rs.Cr.	Div Yld %	Sales Qtr Rs.Cr.	ROCE %
1	Adani Ports	1432.7	36.81	309483.15	0.42	6896.5	12.92
2	JSW Infracore	283.7	51.49	59577.04	0	1096.38	16.61
3	Guj Pipavav Port	195.25	24.88	9439.14	3.14	251.28	22.66

KEY POINTS :

- APEZ has invested in logistics to emerge as a transportation utility in line with government policies.
- The multi-business ADANI portfolio of companies is one of the most dynamic industrial conglomerates in India.
- This year saw APEZ achieving various new operational milestones.
- Its flagship port MUNDRA the first to handle 16mmt cargo in a single month (October 2023).
- APEZ handled its highest ever monthly cargo volumes of over 38mmt march 2024.
- The company secures leadership band in CDP climate assessment 2023.
- Adani ports achieved highest alumina bulk discharge in a day; berthed the largest displacement vessel in June 2022; enables the mechanical handling of limestone; reported port gate efficiency improvement ; increased railway mechanization, dedicated resources and increased efficiency ; reported the highest daily rakes Handled; reported growth in average tonnes per day (TDP) vessels productivity.
- The revenues increased by a healthy 27% YOY to Rs.1,529 Crore.
- The ROCE for the port in FY 2022-23 stood at 11%.
- Cleaned Yarada beach in august 2022; collected 3 tonnes of waste; completed annual beach nourishment.
- APEZ developed a string of ports across the Indian coastline.
- APEZ connects ports with rail to enhance last mile connectivity and facilitate timely dispatches.
- The company positioned itself around the best global standards.
- The company is the largest port operator in India with a complement of 12 multi-purpose operating ports (including the recently acquired Karaikal port).
- The company comprises a logistic infrastructure network-fixed and mobile to provide all logistics services in reinforcing its positioning as a 'transport utility'.

- APEZ is dedicated to contributing to the long-term development and progress of India.
- It is positioned to become the world's largest private port company by 2030 (1000mmt cargo handling).
- It is committed to become carbon-neutral by 2025.

- THE SHARE PRICE IS EXPECTED TO GO UPTO 1527.61 IF IT BREAKS 1486.28 ON THE UPPER SIDE .
- THE SHARE PRICE IS EXPECTED TO GO UPTO 1306 IF IT BREAKS 1348 ON THE LOWER SIDE.

PIVOT TABLE :

	SUPPORT				RESISTANCE				
DATE	WEEK CLOSE	S3	S2	S1	PIVOT	R1	R2	R3	PRV CLOSE
31-05-2024	1437.4	1306	1348.5	1366	1408.5	1426	1468.5	1486	1383.5
30-05-2024	1437.4	1344.6	1359.1	1384.6	1399.1	1424.6	1439.1	1464.6	1410
29-05-2024	1437.4	1334.7	1358.8	1379.7	1403.8	1424.6	1448.7	1469.6	1400.5
28-05-2024	1437.4	1367.1	1382.6	1407.1	1422.6	1447.1	1462.6	1487.1	1431.65
27-05-2024	1437.4	1374	1398.8	1407.5	1432.3	1440.9	1465.7	1474.4	1416.1
24-05-2024	1414.1	1339.2	1360.7	1402	1423.5	1464.8	1486.3	1527.6	1443.35

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