

EDUCATIONAL EQUITY RESEARCH REPORT : MAY

ADANI PORTS AND SPECIAL ECONOMIC ZONE LTD.

(NSE: ADANIPORTS, BSE: 532921)

DATE : 15/5/24

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 2944 ON THE UPPER SIDE. THE. STOCK PRICE WENT UPTO 2670 AFTER BREAKING THE SUPPORT 2726 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.
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- Stock is trading at 5.48 times its book value.
 - Company might be capitalizing the interest cost.

RESEARCH ANALYST

P.SUNANDINI @ AS RESEARCH TECHNIC



FINANCIAL SNAP SHOT :

MARKET CAP	₹ 2,89,329 Cr.
STOCK P/E	34.5
ROE	17.1 %
CURRENT PRICE	₹ 1,339
BOOK VALUE	₹ 245
ROCE	12.9 %
HIGH	₹ 1,425
LOW	660
DIVIDEND YIELD	0.45 %
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	

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	1339.4	34.47	289329.03	0.45	6896.5	12.92
2	JSW Infracore	260.35	47.34	54673.54	0	1096.38	16.61
3	Guj Pipavav Port	204.8	26.62	9900.92	2.96	269.63	20.65

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 1490.43 IF IT BREAKS 1445.16 ON THE UPPER SIDE .

• THE SHARE PRICE IS EXPECTED TO GO UPTO 1146 IF IT BREAKS 1216 ON THE LOWER SIDE.

PIVOT TABLE :

	SUPPORT				RESISTANCE				
DATE	WEEK CLOSE	S3	S2	S1	PIVOT	R1	R2	R3	PRV CLOSE
14-05-2024	1337.75	1146.5	1215.9	1261.1	1330.5167	1375.78	1445.17	1490.43	1306.4
13-05-2024	1337.75	1196.6	1229.1	1247.9	1280.4667	1299.28	1331.82	1350.63	1266.75
10-05-2024	1266.75	1201	1223.4	1234	1256.3333	1266.92	1289.28	1299.87	1244.55
09-05-2024	1266.75	1203.8	1221.9	1249.6	1267.6833	1295.37	1313.48	1341.17	1277.25
08-05-2024	1266.75	1248.6	1258.8	1273.2	1283.4667	1297.88	1308.12	1322.53	1287.65
07-05-2024	1266.75	1233.4	1249.2	1269.6	1285.3667	1305.73	1321.52	1341.88	1289.95

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.