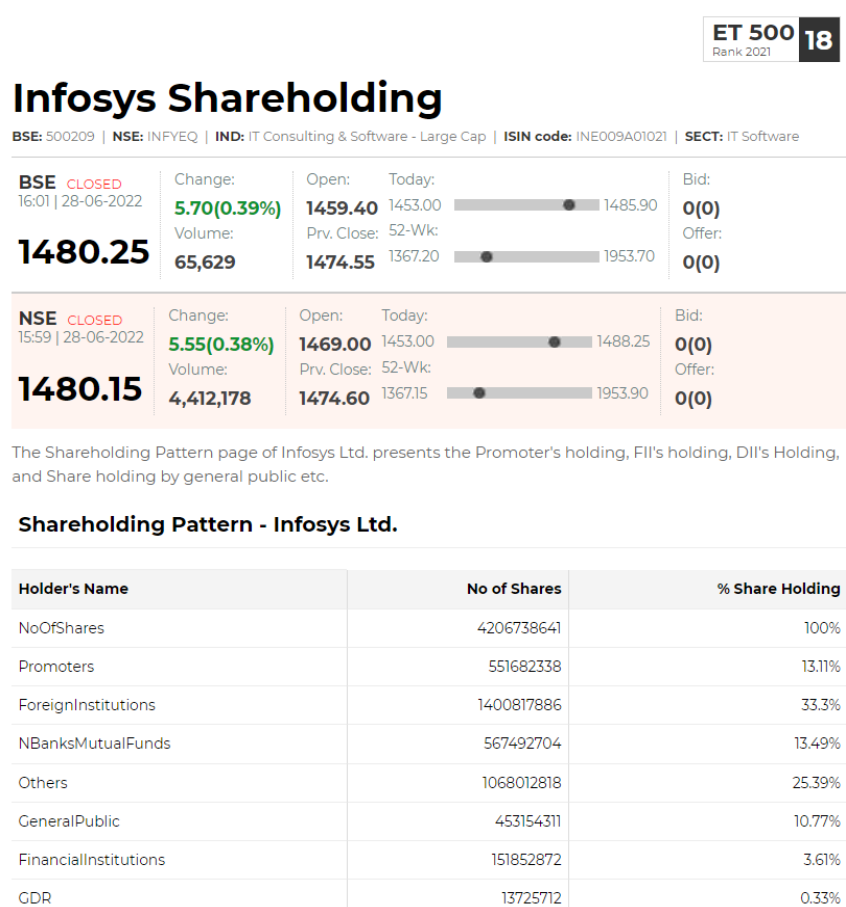


# Infosys Ltd.

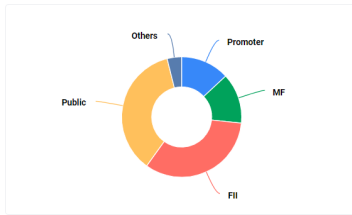
- **General Overview** - Infosys Limited is an Indian multinational information technology company that provides business consulting, information technology, and outsourcing services. I find this company really growing. They are coming forward with many new things and I would love to do more research about them. The incubation center of Infosys called 'Infosys Center for Emerging Technology Solutions' (iCETS) focuses on incubating NextGen services and offerings by identifying and building technology capabilities to accelerate innovation. The current incubation areas include AI & ML, Blockchain, Computer Vision, Conversational interfaces, AR-VR, Deep Learning, Advanced analytics using video, speech, text, and much more.
- **Shareholding pattern of the company** - The shareholding pattern of the company is listed below. This statistical data has been taken from Economic Times. The total shares have been broadly divided amongst 7 proper shareholders. By looking at the percentages it can be easily deduced that Infosys Ltd is not family-owned and has the maximum investment from foreign institutions.



## Latest Shareholding pattern and details for Infosys Ltd.

See FII, DII, MF, Institutional, Promoter and individuals shareholding changes, pledges, historical increases and decreases of shareholding for Infosys Ltd. for latest quarter in a single page.

SHAREHOLDING SUMMARY



HISTORICAL PROMOTOR HOLDING



Promoters have decreased holdings from 13.12% to 13.11% in Mar 2022 qtr.

FII/FPI have increased holdings from 33.17% to 33.30% in Mar 2022 qtr.

Number of FII/FPI investors increased from 1503 to 1575 in Mar 2022 qtr.

Mutual Funds have increased holdings from 12.79% to 13.49% in Mar 2022 qtr.

Number of MF schemes decreased from 38 to 36 in Mar 2022 qtr.

Institutional investors have increased holdings from 49.48% to 50.40% in Mar 2022 qtr.

[See all Shareholding screeners](#) →

HISTORICAL MF HOLDING



HISTORICAL FII HOLDING



## ● Management of the company -



**Nandan Nilekani**, who co-founded the company with Narayana Murthy, is the current chairman of the board for Infosys. IITian by degree, he was awarded Padma Bhushan in 2006 and held numerous awards in the corporate world. Mr. Murthy founded Infosys in 1981. Infosys is today, a highly innovative software services global company listed on NYSE in the

US and on the Bombay Stock Exchange in Mumbai.



**Nagavara Ramarao Narayana Murthy** CBE LH is an Indian billionaire businessman. He is the founder of Infosys and has been the chairman, chief executive officer, president, and chief mentor of the company before retiring and taking the title of chairman emeritus.



**Salil Parekh** is the Chief Executive Officer and Managing Director of the company, who has more than three decades of experience in the IT services industry.



**Kiran Mazumdar-Shaw**, who is also the chairperson and MD of Biocon Limited, is the Lead Independent Director of the company. Kiran is highly respected in the corporate world and has been named among TIME magazine's 100 most influential people in the world. The Economic Times placed her at India Inc.'s top 10 most powerful

women CEOs for the year 2012. There are a total of 4 Independent Directors on the board.

- **SWOT Analysis of the company** - SWOT Analysis of Infosys focuses on Strengths, weaknesses, opportunities, and threats. Strength and Weakness are the internal factors and Opportunities and Threats are the external factors that influence the SWOT Analysis of Infosys.

### **Strengths in the SWOT Analysis of Infosys – Infosys SWOT Analysis**

- **Low Salary**: India has given the company an advantage over rivals in terms of lower cost. The majority of Infosys 119 development centers are located in India, which provides it with high-quality technical talent at a significant cost advantage, given that salaries in India are significantly lower than in developed countries.
- **Large Array of IT Services**: The company offers a large array of IT services and software-based solutions, in addition to consultancy and management services. For this reason, Infosys attracts different types of businesses.
- **Strategic Alliances**: Infosys has formed strategic alliances with leading technology and business players in order to bolster its services and business solutions. Earlier it's worked with Hewlett-Packard, Microsoft, IBM, and Amazon on similar projects. We are confident in our ability to form a strong partnership to provide innovative and collaborative solutions.
- **Good ROI**: Infosys is relatively successful at the execution of new projects and it generates good profits through its existing business. The company is generating a good Return on its investments.

- Good Training and Development Programmes for its Employees:  
High-level personal skills can be acquired through training and development programmes. Infosys Inc is providing continuous training and development of its employees resulting in an enthusiastic and motivated team.

### **Weaknesses in the SWOT Analysis of Infosys – Infosys SWOT Analysis**

- Depending on Foreign Markets: American and European operations have been the majority of the company's bases of operations. Nearly 80% of Infosys revenue comes from North America and Europe. Under such conditions, the company is vulnerable to instability and uncertainty.
- Emerging markets: the recent growth in emerging markets has outpaced funding. Infosys lacks the critical development information for most of the developing nations, leaving them with only one way to grow.
- High Attrition Rate: Many employees leave Infosys for better-paying jobs, better career options, and higher education opportunities for higher education. When staff turnover is high, a company has a bad image.

### **Opportunities in the SWOT Analysis of Infosys – Infosys SWOT Analysis**

- Acquisition of New Startups: One way to expand technology would be to start to invest in technology start-up companies. Infosys has identified potential and invested heavily in technology companies at the early stage. For instance, in 2016, investments were made in Trifacta, a data wrangling software company, and Waterline Data Science. Infosys should continue to invest in companies that provide Infosys with the competitive advantage of technology.
- Digital Transformation: Spending on Digital Transformation Technologies is growing. And the company has begun to focus on providing digital transformation services, which can benefit in terms of increasing global investment.
- Cloud-Based Computing: Demand for cloud-based solutions is increasing, as cloud computing has altered the fundamental nature of computing. The worldwide expenditure on cloud services is estimated to grow at a rapid pace by 2025, according to industry

estimates. Infosys, which has a sizable presence in the cloud computing market, stands to benefit from the growing demand.

- Concentrate on emerging markets: Infosys should concentrate its efforts on emerging markets, which are expected to generate significant revenue for IT services and consulting firms in the future. Infosys should not fall behind.

### **Threats in the SWOT Analysis of Infosys – Infosys SWOT Analysis**

- Intense Competition: The information technology services industry is a highly competitive sector. IT/business consulting services like Cap Gemini, Accenture, Cap Gemini, and TCS go head-to-to-head with high-tech consultancies like Infy In addition to competing with software giants like Oracle and SAP, the company also competes with software consultancy competitors. Intense competition results in price pressures and increased investment in innovative technology to maintain a competitive edge.
- Changes in US immigration laws: Because immigration laws are subject to political pressure, they are susceptible to change in the event of a change in political power in the United States. Infyis and other countries could be adversely affected by the tightening of immigration rules.
- Increasing salary inflation in India: Lower wage cost is a major competitive advantage for companies such as Infosys, but wage increases are also pressurized in India. Infosys has had to keep the quality of its employees because of wage inflation. It has an adverse effect on the company's operating margins.
- Liability Laws: The liability laws in different countries are different, and Infosys may be exposed to various liability claims.
- Volatile World Markets: Because of the volatile world financial markets, Infosys is exposed to volatile international macroeconomic indicators.
- **Competitive Analysis of the company -**

	EBITA Margin	RoE	RoCE	RoA
TCS	26.83	37.6	50.02	28.17
Infosys	23.96	25.62	34.01	19.08
Tech Mahindra	18.92	18.92	21.44	11.26
HCL Tech	24.45	23.87	28.42	16.18
Wipro	20.19	17.55	20.05	11.98

#### Profitability Ratios:

Return on Equity for the company has shown a rise in the recent few financial years. As of FY17, RoE for the company was 22.03% which has shown a rise to the level of 25.62% in FY20. The 3 Yr. average RoE for the company is 24.50%.

	Quick Ratio	Current Ratio	Interest Coverage Ratio	D/E
TCS	3.33	3.33	46.72	0
Infosys	2.62	2.62	130.45	0
Tech Mahindra	2.12	2.12	27.39	0.012
HCL Tech	1.62	1.62	28.68	0.1
Wipro	2.39	2.4	17.72	0.14

### Leverage Ratios:

The Quick Ratio and Current Ratio for the company are far above the threshold levels of 2.62% each, which is a very positive sign for the company's liquidity position.

	Asset Turnover Ratio	Receivable Days	Payable Days
TCS	1.36	67.3	25.8
Infosys	1.04	66.96	84.46
Tech Mahindra	1.06	71.95	47.63
HCL Tech	1.03	66.72	11
Wipro	0.75	61.18	61.49

### Efficiency Ratio:

They are as follows.

To analyse the competition further, let's look at the balance sheets to see the sources of funds and the application of funds of Infosys, TCS, Tech Mahindra, HCL, and Wipro.

Balance Sheet	----- in Rs. Cr. -----				
	Infosys	TCS	HCL Tech	Wipro	Tech Mahindra
	Mar '22	Mar '22	Mar '22	Mar '22	Mar '22
<b>Sources Of Funds</b>					
Total Share Capital	2,098.00	366.00	543.00	1,096.40	438.81
Equity Share Capital	2,098.00	366.00	543.00	1,096.40	438.81
Share Application Money	0.00	0.00	0.00	0.00	0.00
Preference Share Capital	0.00	0.00	0.00	0.00	0.00
Reserves	72,646.00	88,773.00	61,371.00	64,306.60	26,446.90
Revaluation Reserves	0.00	0.00	0.00	0.00	0.00
<b>Networth</b>	<b>74,744.00</b>	<b>89,139.00</b>	<b>61,914.00</b>	<b>65,403.00</b>	<b>26,885.71</b>
Secured Loans	0.00	1,450.00	3,985.00	15,169.60	1,581.74
Unsecured Loans	0.00	0.00	0.00	0.00	0.00
<b>Total Debt</b>	<b>0.00</b>	<b>1,450.00</b>	<b>3,985.00</b>	<b>15,169.60</b>	<b>1,581.74</b>
<b>Total Liabilities</b>	<b>74,744.00</b>	<b>90,589.00</b>	<b>65,899.00</b>	<b>80,572.60</b>	<b>28,467.45</b>

	Infosys	TCS	HCL Tech	Wipro	Tech Mahindra
	Mar '22	Mar '22	Mar '22	Mar '22	Mar '22
<b>Application Of Funds</b>					
Gross Block	42,100.00	22,503.00	35,206.00	49,684.50	14,011.53
Less: Accum. Depreciation	16,300.00	0.00	0.00	11,694.90	0.00
<b>Net Block</b>	<b>25,800.00</b>	<b>22,503.00</b>	<b>35,206.00</b>	<b>37,989.60</b>	<b>14,011.53</b>
Capital Work in Progress	416.00	0.00	0.00	1,601.50	0.00
<b>Investments</b>	<b>20,324.00</b>	<b>30,485.00</b>	<b>6,351.00</b>	<b>26,153.80</b>	<b>4,883.75</b>
Inventories	0.00	20.00	161.00	133.40	40.50
Sundry Debtors	22,698.00	41,810.00	20,671.00	11,521.90	11,933.40
Cash and Bank Balance	17,472.00	18,221.00	12,636.00	10,383.60	3,974.50
Total Current Assets	40,170.00	60,051.00	33,468.00	22,038.90	15,948.40
Loans and Advances	31,175.00	28,475.00	14,008.00	19,721.60	10,027.06
Fixed Deposits	0.00	0.00	0.00	0.00	0.00
Total CA, Loans & Advances	71,345.00	88,526.00	47,476.00	41,760.50	25,975.46
Deferred Credit	0.00	0.00	0.00	0.00	0.00
Current Liabilities	41,174.00	48,807.00	20,672.00	24,801.10	14,355.20
Provisions	975.00	1,411.00	2,370.00	2,080.20	1,552.70
Total CL & Provisions	42,149.00	50,218.00	23,042.00	26,881.30	15,907.90
<b>Net Current Assets</b>	<b>29,196.00</b>	<b>38,308.00</b>	<b>24,434.00</b>	<b>14,879.20</b>	<b>10,067.56</b>
Miscellaneous Expenses	0.00	0.00	0.00	0.00	0.00
<b>Total Assets</b>	<b>75,736.00</b>	<b>91,296.00</b>	<b>65,991.00</b>	<b>80,624.10</b>	<b>28,962.84</b>
Contingent Liabilities	5,914.00	0.00	0.00	13,307.20	0.00
Book Value (Rs)	178.26	243.55	228.04	119.30	306.35

- Conclusion** - Infosys does not just want to be a corporation that just focuses on increasing its business and revenue, rather its vision is to be a corporation that provides the best business solution by incorporating extremely talented people. Infosys focuses on maintaining fairness, honesty, and courtesy towards its clients, employees, vendors, and society in its path to achieving its objectives. The theme of the organization is "Sustainable and Resilient" and since its inception, the company has been delivering sustainable solutions. Currently, the company is heavily investing in digital platforms like Data Analysis, Agile Technology, Artificial Technology, Cloud Infrastructure, etc.