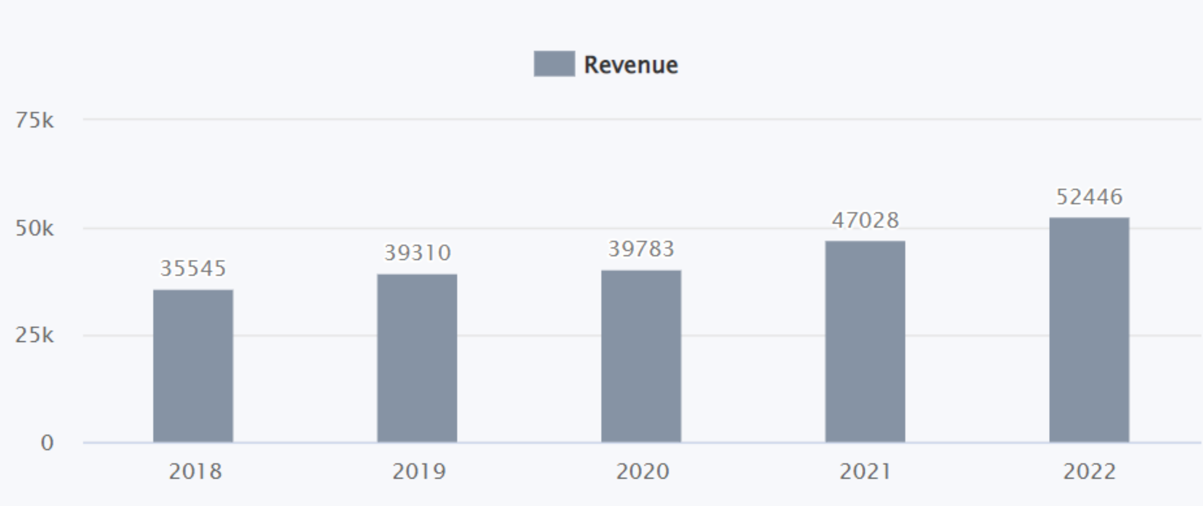
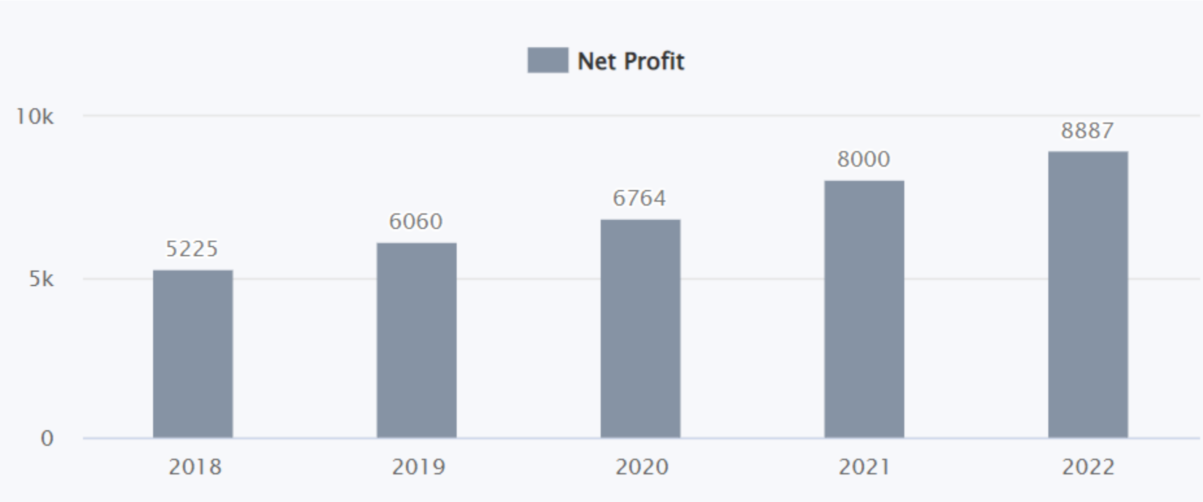
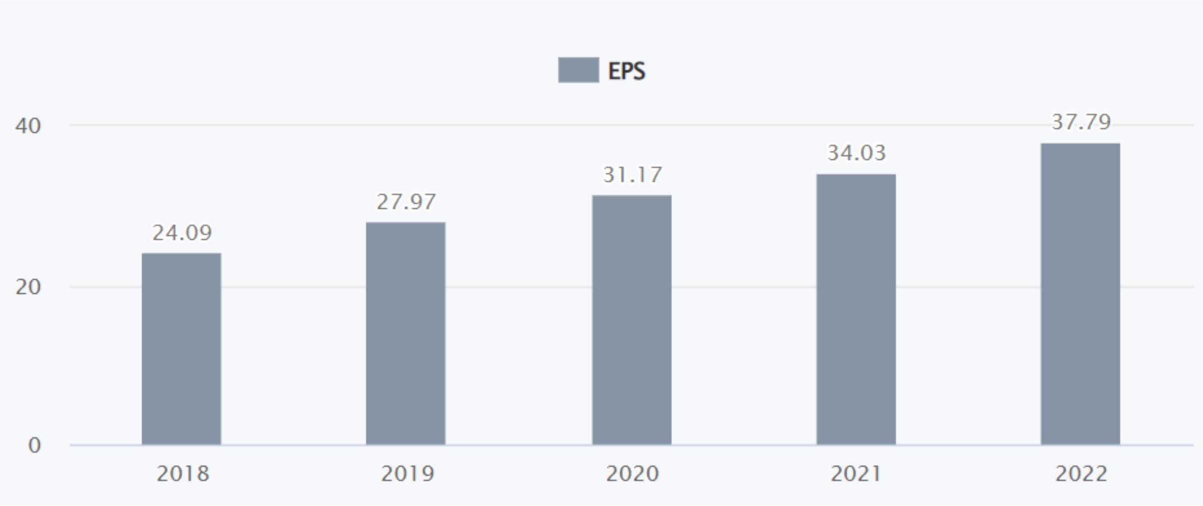
HUL

About

Hindustan Unilever (HUL) Ltd is India`s largest fast moving consumer goods company, with leadership in Home & Personal Care Products and Foods & Beverages.HUL`s brands - like Lifebuoy, Lux, Surf Excel, Rin, Wheel, Fair & Lovely, Pond`s, Sunsilk, Clinic, Pepsodent, Close-up, Lakme, Brooke Bond, Kissan, Knorr-Annapurna, Kwality Wall`s are household names across the country and span many categories - soaps, detergents, personal products, tea, coffee, branded staples, ice cream and culinary products. The company`s product portfolio includes Home & Personal care-Personal wash-Lux, Breeze, Lifebuoy,Dove, Liril,Pears, Hamam & Rexona.Laundry-Surf Excel,Rin,Wheel& Sunlight .Hair care.Deodorant-Axe &Rexona.Ayurvedic Personal & Health Care-Ayush.Skin Care-Fair & Lovely,Pond`s,Vaseline,&Aviance.Oral Care-Pepsodent &Closeup.Colour Cosmetic-Lakme. Foods-Tea-Brooke Bond & Lipton.Coffee-Brooke Bond Bru.Foods-Kissan,Annapurna&Knorr.Ice Cream-Kwality Wall`s..The company also engaged in the business of Beverages, Packaged Foods, Other Operations, Personal Products, Soaps & Detergents.







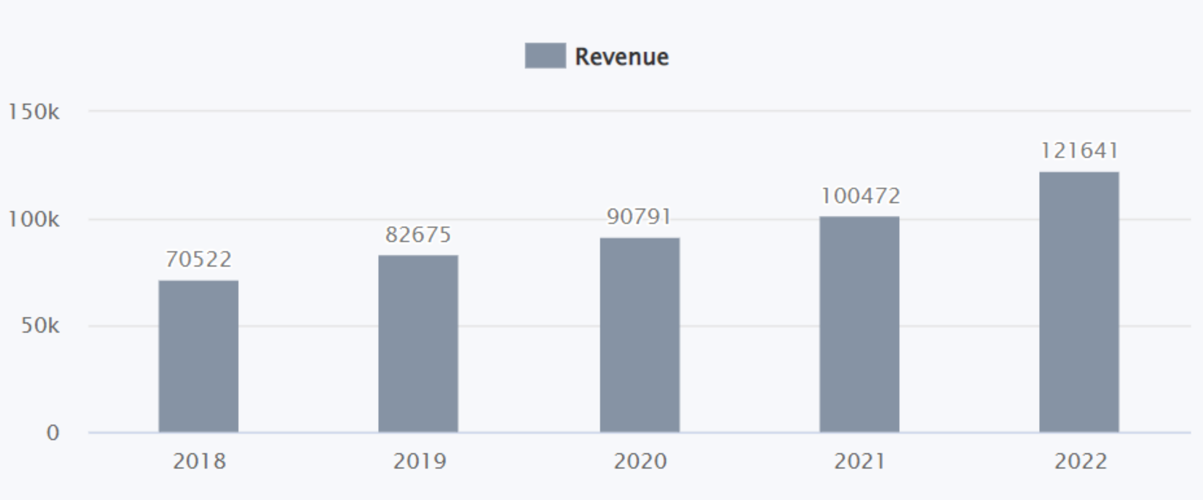
Analysis

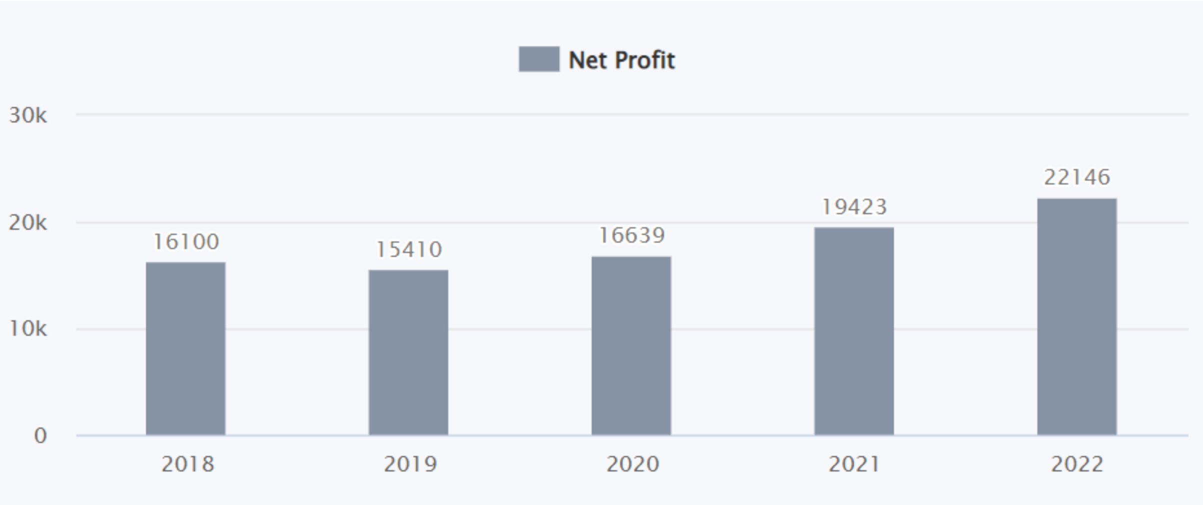
Hindustan Unilever Limited (HUVR) reported that its revenue increased by 16.1% in the third quarter of FY23, from Rs. 1,34,390 million to Rs. 1,55,970 million. With over 75% of the company gaining market shares, the growth was outpacing the industry. The quarter's underlying volume growth was 5%. The company's EBITDA margins for the most recent quarter decreased by 168 basis points to 23.7% at Rs. 36,940 million from 25.4% at Rs. 34,090 million in Q3-FY22. The company's profit after tax (PAT) margins were 16.1% at Rs. 25,050 million compared to 17.3% at Rs. 23,190 million. The slight decline in operating margins was brought on by inflationary pressures, but they were still up 30 basis points from the previous quarter.

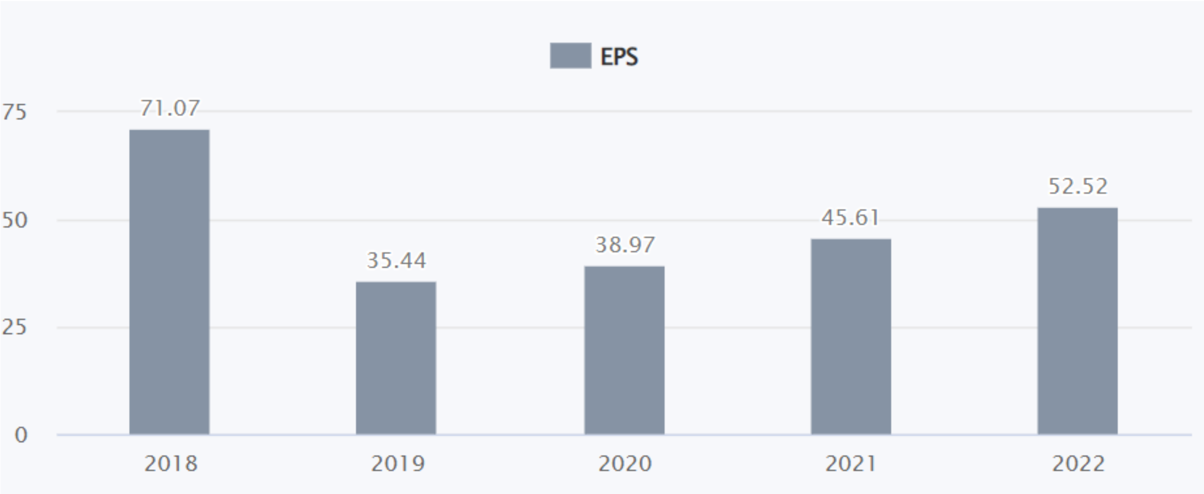
INFOSYS

About

Infosys Limited (Infosys), formerly Infosys Technologies Limited, provides business consulting, technology, engineering and outsourcing services. Its end-to-end business solutions include consulting and systems integration comprising consulting, enterprise solutions, systems integration and advanced technologies; business information technology (IT) services consisting application development and maintenance, independent validation services, infrastructure management, engineering services comprising product engineering and life cycle solutions and business process management; products, business platforms and solutions, including Finacle, its banking product, which offers solutions to address core banking, mobile banking and e-banking needs of retail, corporate and universal banks globally, and areas, such as cloud computing, enterprise mobility and sustainability. On January 4, 2012, Infosys BPO Limited acquired Portland Group Pty Ltd. In October 2012, it acquired Lodestone Holding AG..The company also in the business segment of Financial Services, Energy & utilities, Life Sciences and Healthcare, Consumer packaged goods and Logistics.


Revenue
150k
100k
50k
0
70522
82675
90791
100472
121641
2018
2019
2020
2021
2022


Net Profit
30k
20k
10k
0
16100
15410
16639
19423
22146
2018
2019
2020
2021
2022


EPS
75
50
25
0
71.07
35.44
38.97
45.61
52.52
2018
2019
2020
2021
2022

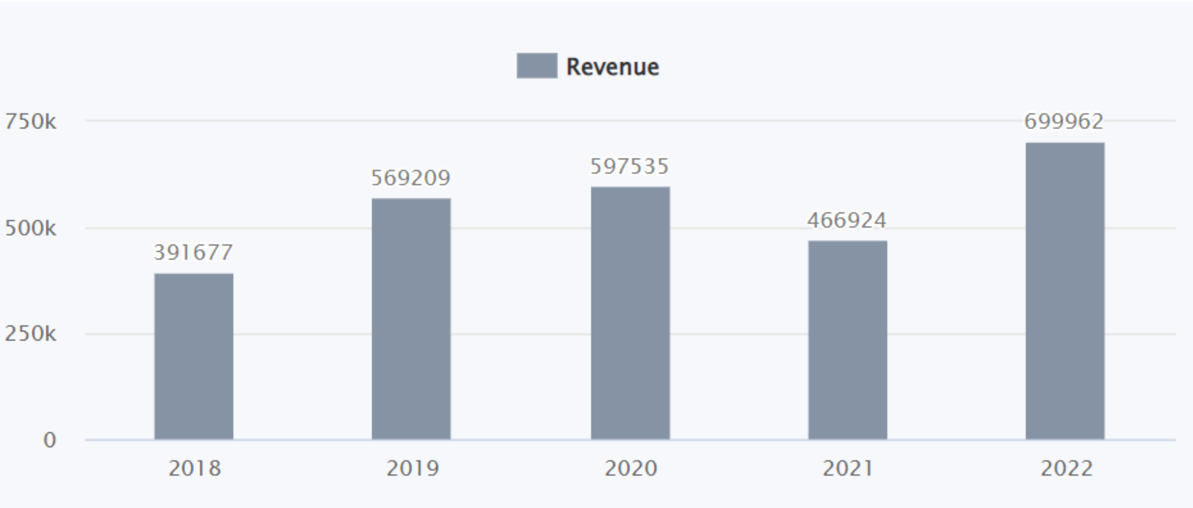
Analysis

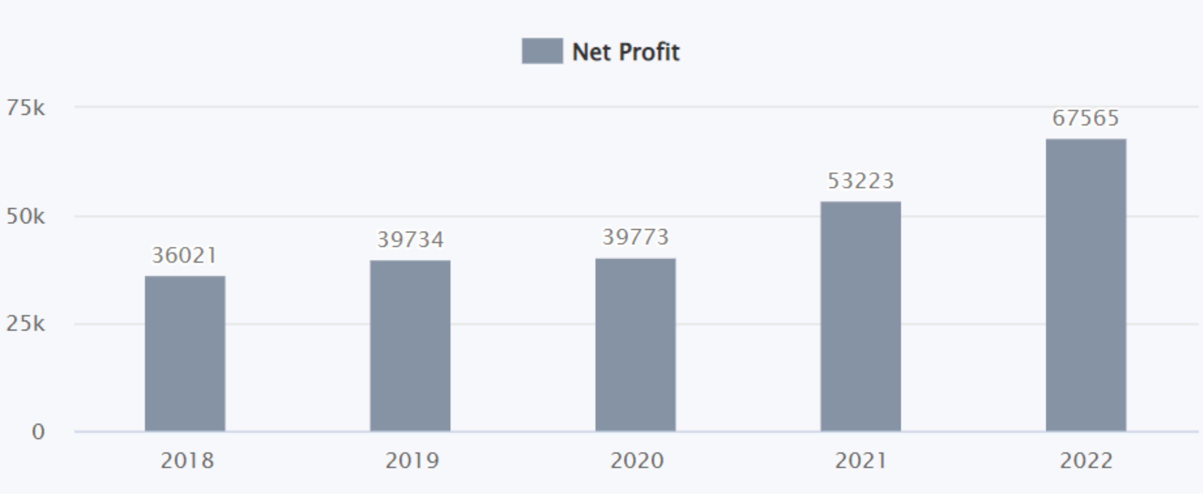
Infosys Limited offers software and IT consulting services, including supply-chain management, e-business, and programme management. Additionally, it provides services for system implementation, application development, product co-development, and system engineering. In Q3FY23, revenue increased 20.2% YoY to Rs. 38,318cr, driven by widespread growth in all sectors and geographical areas. PAT rose 13.4% year over year to Rs. 6,586cr. EBITDA margin held steady QoQ at 24.4%, supported by strong revenue growth and the advantages of cost optimization. Despite a seasonally weak quarter, the company reported exceptionally strong earnings, driven by growth in its core services and digital offerings. In our opinion, the company would be able to maintain its performance in the future with the help of a strong portfolio, a diverse service offering, and an aggressive approach.

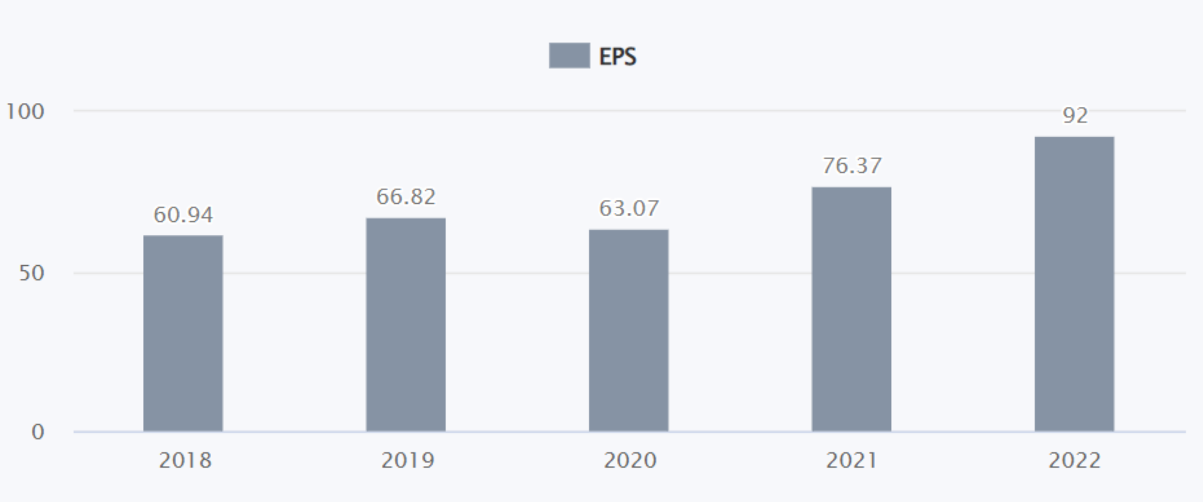
RELIANCE

About

Reliance Industries Ltd is India`s largest private sector enterprise, with businesses in the energy and materials value chain. The company works under different business segments: Exploration and Production, Petroleum Refining and Marketing, Petrochemicals, Textiles and Retail.Products and brands offered by the company includes:Crude oil and natural gas, LPG, Propylene, Naphtha, Gasoline, Jet/Aviation Turbine Fuel, Superior Kerosene Oil,High Speed Diesel,Sulphur,Petroleum Coke,Polypropylene,High Density Polyethylene, Low Density Polyethylene, Linear Low Density Polyethylene ,Polyvinyl Chloride,Poly Olefin,Suitings ,Shirtings,Readymade Garments, Furnishing fabrics,Day curtains,Automotive upholstery,Suitings,Ready-to-stitch, Take away fabric, Fleet management services,Highway hospitality services,Vehicle care services,Linear Alkyl Benzene,Paraxylene,Purified Terephthalic Acid,Mono Ethylene Glycol,Staple Fibre,Filament Yarn, Texturised yarn, Twisted yarn, Moisture management yarn,Quality certified sleep products & Polyethylene terephthalate.







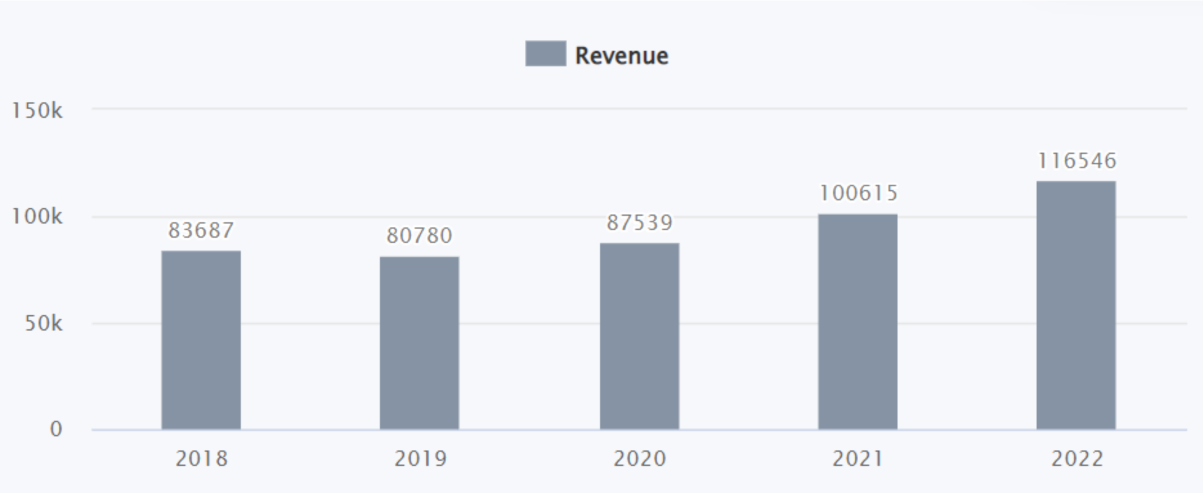
Analysis

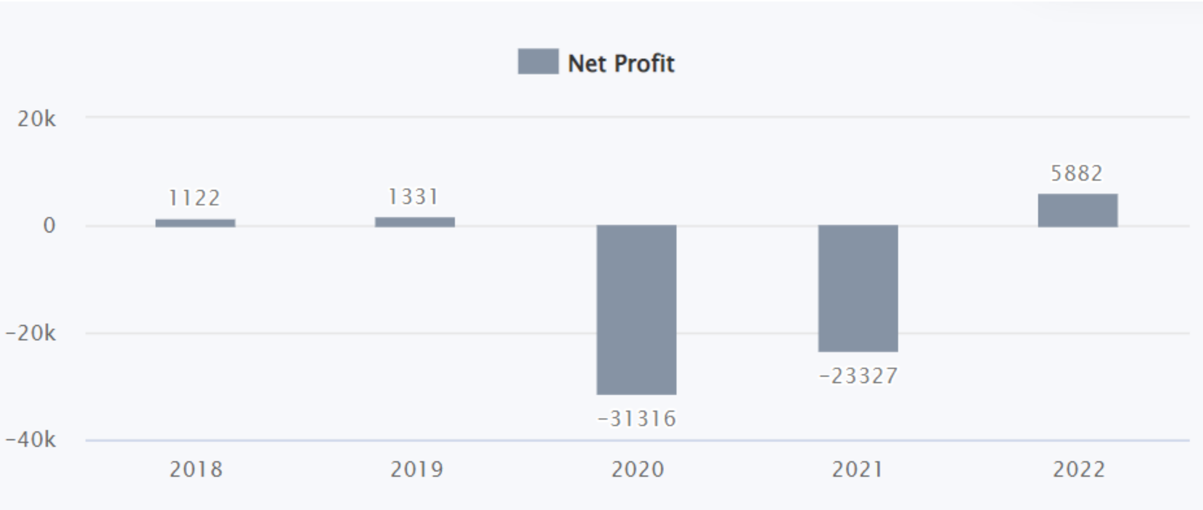
You are placing a bet on the future double-digit growth of these segments (Retail + JIO) if you invest in RIL right now. Personally, I enjoy business segments that target the retail market. If the growth continues, their Retail + JIO + Petrochemicals segments are very appealing, and the stock itself is not expensive. However, I am not personally interested in RIL's oil and gas business because of how unpredictable it is. I don't anticipate this segment to grow significantly. The good news is that it only makes up a small portion of the earnings. Since most of the raw materials for petrochemicals depend on the refinery business, I view this sector as the company's main source of income. concentrating on refinery products with high margins for retail.

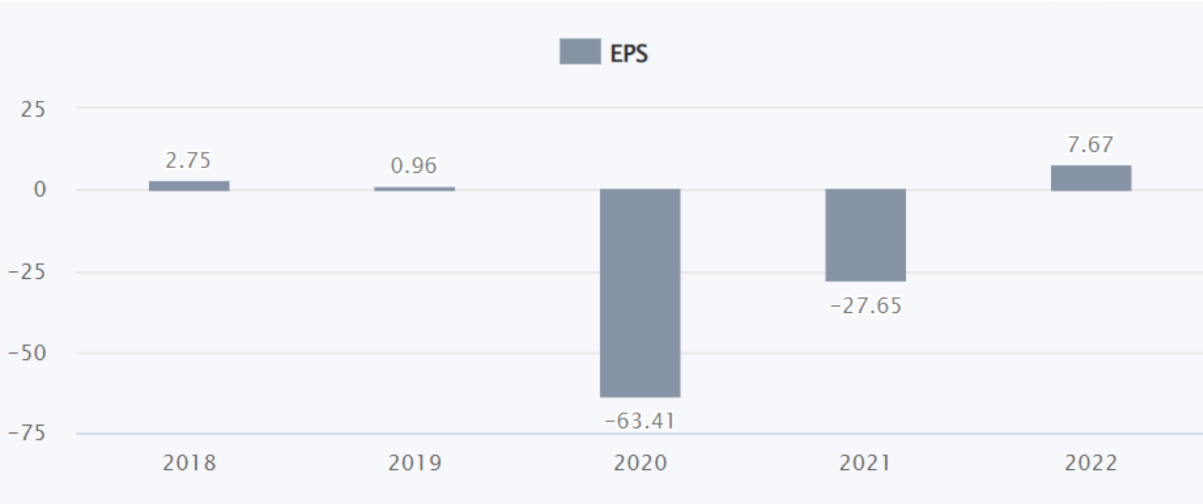
AIRTEL

About

Bharti Airtel Ltd , is Asias leading integrated telecom services provider with operations in India and Sri Lanka. Bharti Airtel has been at the forefront of the telecom revolution and has transformed the sector with its world-class services built on leading edge technologies.The businesses at Bharti Airtel have been structured into three individual strategic business units (SBUs) - Mobile Services, Airtel Telemedia Services & Enterprise Services.The products and services offered by the company include Mobile -Prepaid & Postpaid;Broadband & Internet i.e.Speed on demand,Airtel PC secure,Airtel Net PC & IPTV;Digital TV, Data and IP Solutions, Wireless Internet- Data Card & USB Modem, Email on the go, Calling Cards i.e. International Calling Cards,Airtel Call Home & Airtel World Calling Cards and Voice SolutionsConferencing..The company also engagged in the business of Mobile Services, Airtel Business, Telemedia Services.







Analysis

Bharti Airtel is a large-cap company with a market capitalization of ₹ 4,35,439 crores. Its promoters hold a 55.93% stake in it. It has a debt-to-equity ratio of 2, which is high. The ideal range is 0 to 1, however, companies in the telecom industry are capital intensive and generally have high debt to equity ratios than other industries. It has a current ratio of 0.46, which is below the ideal value. In general, a company must have a current ratio of at least 2, so that it has twice the number of current assets as compared to its current liabilities. However, Airtel has paid some of its dues in advance.

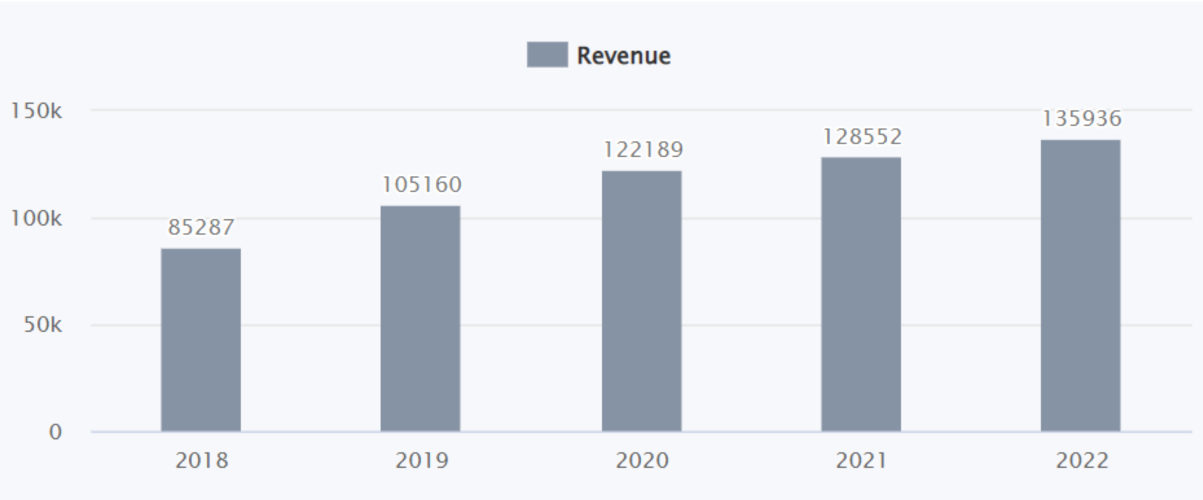
Ideally, a return on equity of 15% to 20% is considered to be good. However, Airtel has a low return on equity of 6.39%. The stock is trading at a significantly high PE ratio as compared to the industry average. Generally, a high PE ratio indicates that investors are expecting higher earnings growth in the future compared to companies with a lower P/E. However, it could also mean that the stock price is expensive.

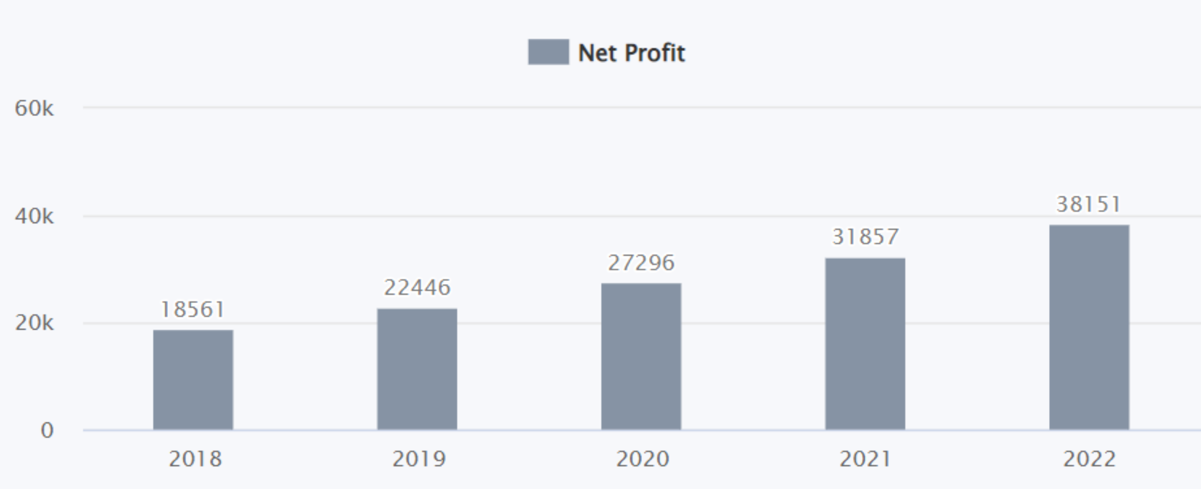
Airtel has a low net profit margin of 5.04%. A net profit margin above 10% is considered to be average, while a margin of 20% is considered to be good.

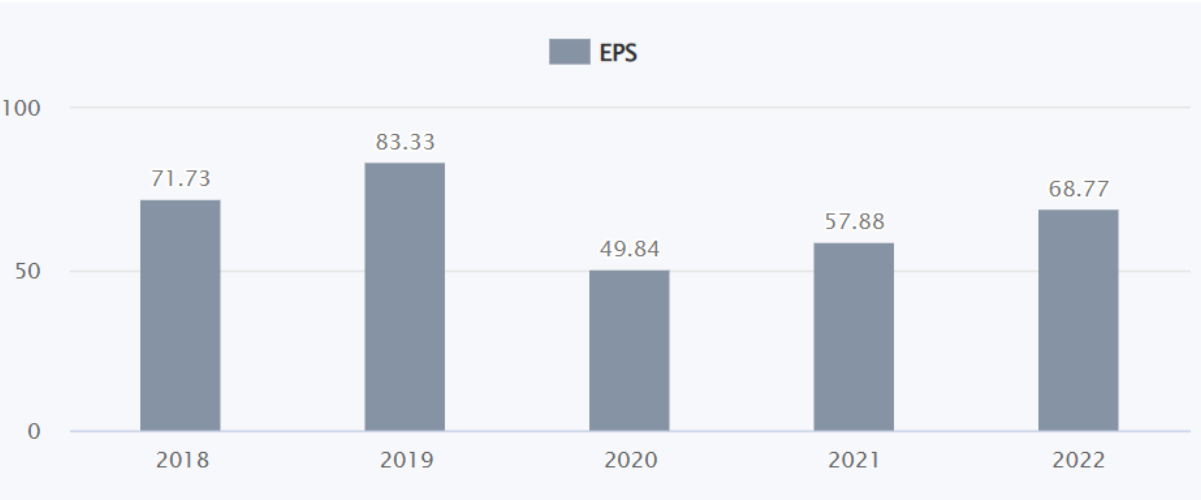
HDFC Bank

About

HDFC Bank Ltd offers a wide range of commercial and transactional banking services and treasury products to wholesale and retail customers. The bank has three key business segments:Wholesale Banking Services - The Bank`s target market ranges from large, blue-chip manufacturing companies in the Indian corporate to small & mid-sized corporates and agri-based businesses. Retail Banking Services - The objective of the Retail Bank is to provide its target market customers a full range of financial products and banking services, giving the customer a one-stop window for all his/her banking requirements.Treasury - Within this business, the bank has three main product areas - Foreign Exchange and Derivatives, Local Currency Money Market & Debt Securities, and Equities. HDFC Bank was the first bank in India to launch an International Debit Card in association with VISA (VISA Electron) and issues the Mastercard Maestro debit card as well.







Analysis

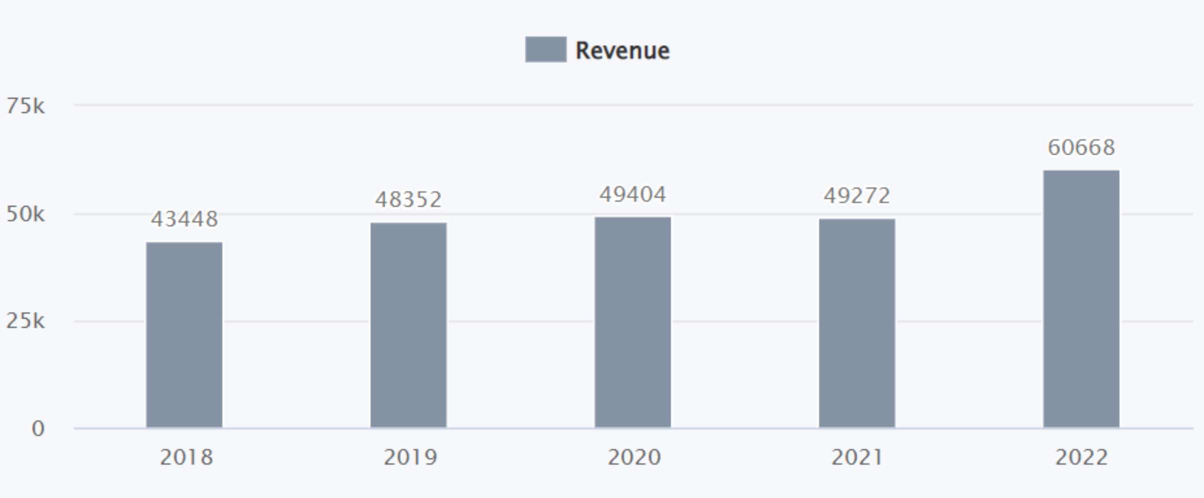
Annual sales of the company is increased for three years in a row. Steady increase in Total Assets for last 3 Years. EBITDA is continuously increasing for last 3 Years. Company financial liquidity has improved. Steady ROE in range of 15 to 20 for last 3 years. Steady Growth in EPS for last four quarters. Good Return on Equity of 17.31% is achieved by the company. Good Net Margin of 22.90% is achieved by the company.

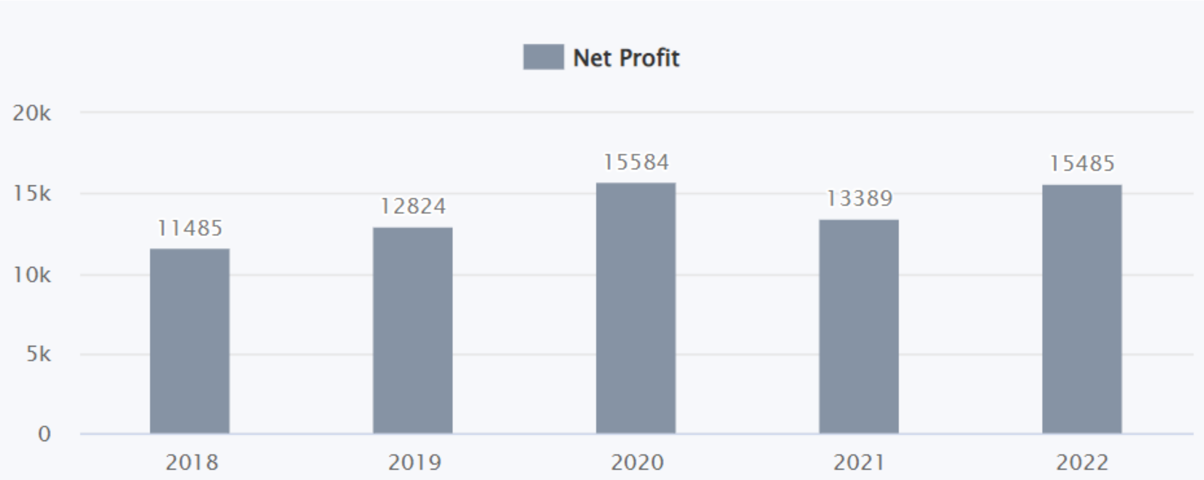
ITC

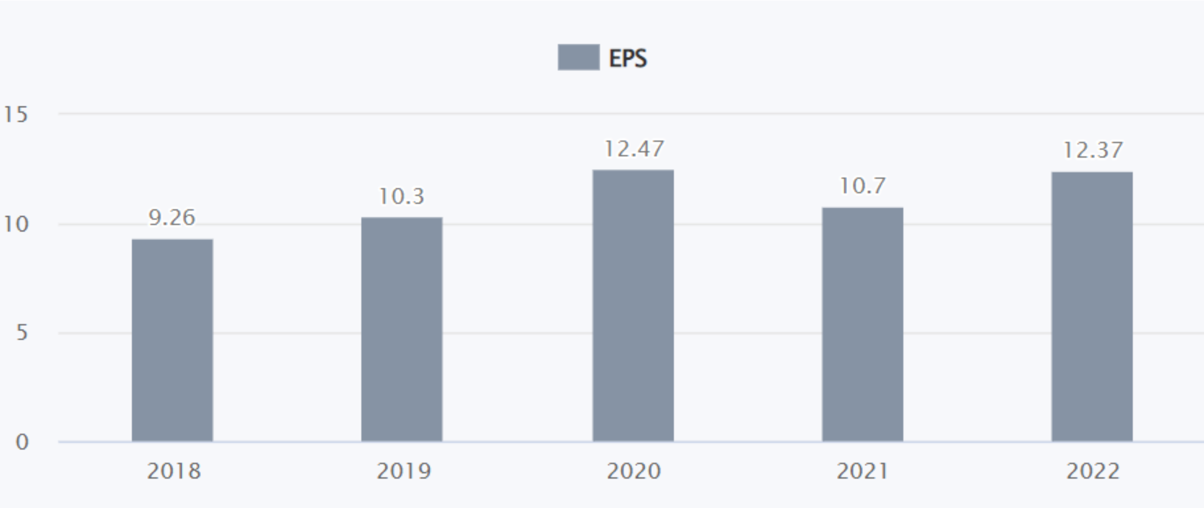
About

ITC is one of India`s foremost private sector companies with a market capitalisation of US $ 45 billion and a turnover of US $ 7 billion. ITC ranks among India`s `10 Most Valuable (Company) Brands`, in a study conducted by Brand Finance and published by the Economic Times. ITC also ranks among Asia`s 50 best performing companies compiled by Business Week. ITC has a diversified presence in FMCG, Hotels, Paperboards & Specialty Papers, Packaging, Agri-Business, and Information Technology. While ITC is an outstanding market leader in its traditional businesses of Cigarettes, Hotels, Paperboards, Packaging and Agri-Exports, it is rapidly gaining market share even in its nascent businesses of Packaged Foods & Confectionery, Branded

Apparel, Personal Care and Stationery..The company also in the business activities of Hotels, FMCG - Others, Agri Business, FMCG - Cigarettes, Paperboards, Paper and Packaging.







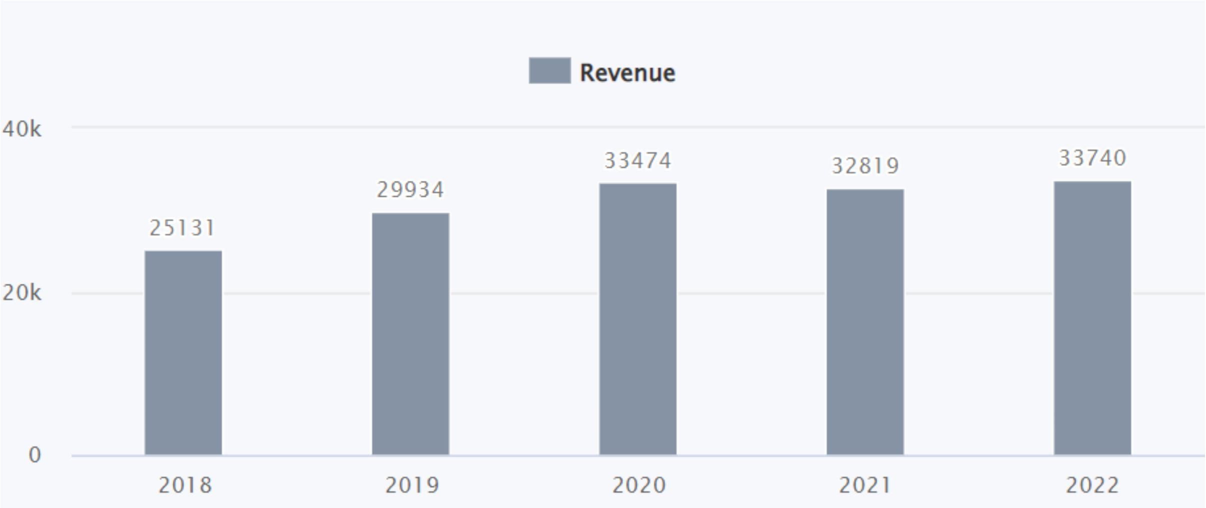
Analysis

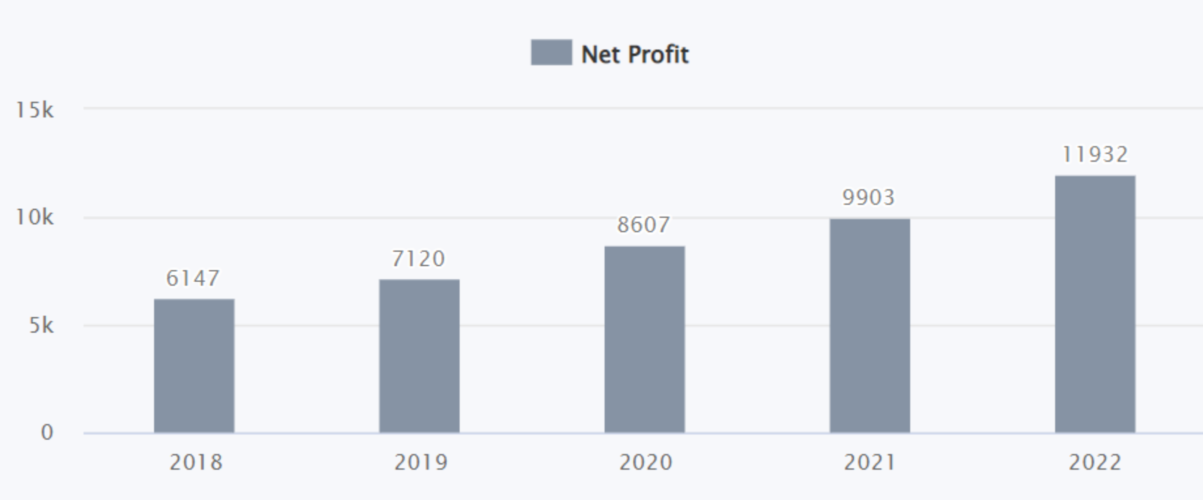
The brokerage maintained the 'buy' rating with a target price at Rs 450. "There is no change in FY23 EPS but raised FY24 EPS by 3.5 percent due to better outlook after no material GST/ calamities duty increase in the Budget," it said. The brokerage is positive on ITC because (1) a better-than-expected demand recovery and a healthy margin outlook in cigarettes, (2) healthy sales momentum in the FMCG business, (3) a smart recovery in the hotels business, and (4) better capital allocation in recent years. A stable tax environment for cigarettes in recent years has allowed ITC to calibrate price increases to avoid a disruption in demand. We expect this trend to continue, which should improve cigarette volumes and earnings visibility in the medium term.

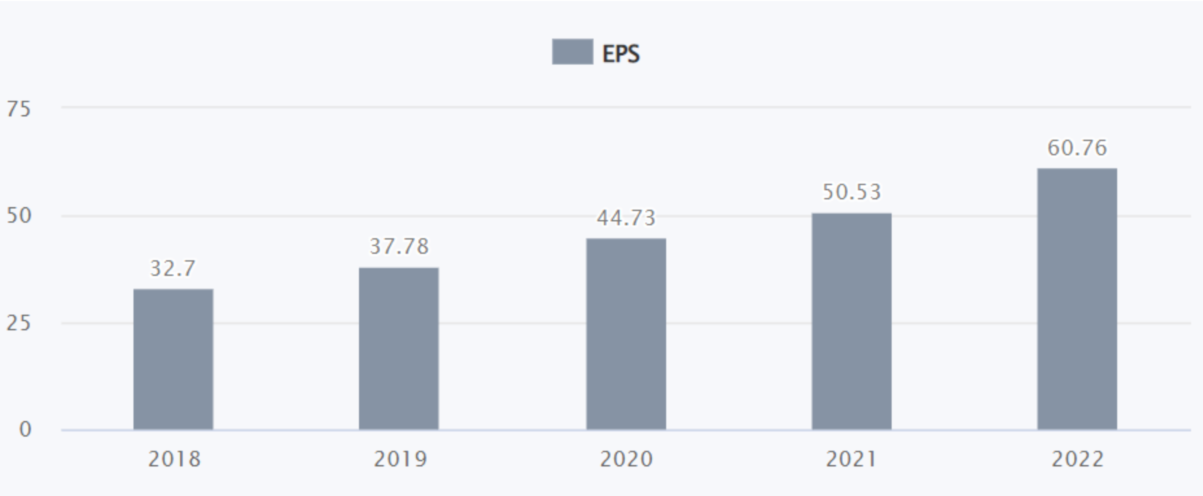
KOTAK MAHINDRA

About

Kotak Mahindra Bank Limited is engaged in commercial banking, investment banking, stock broking, car finance, asset management and life insurance. Its segments include Treasury, Investments and Balance Sheet Management unit (BMU), which deals in debt, equity, money market, forex market, derivatives and investments and dealership of Government securities and BMU; Retail Banking, which includes lending, branch banking and credit cards; Corporate/ Wholesale Banking, which includes wholesale borrowings and lending; Vehicle Financing, which includes retail vehicle finance and wholesale trade finance; Other Lending Activities, which includes financing against securities, securitization and other loans/services; Broking, which includes brokerage income and forex broking, and Advisory and Transactional Services, which includes financial advisory and transactional services. In February 2013, the Company acquired the business loans portfolio of the Indian arm of Barclays Plc.







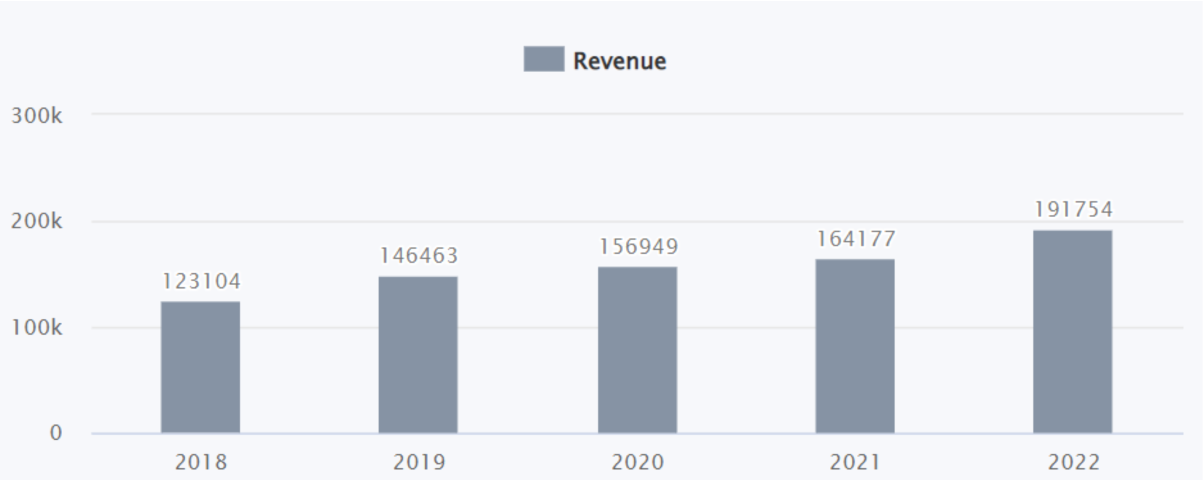
Analysis

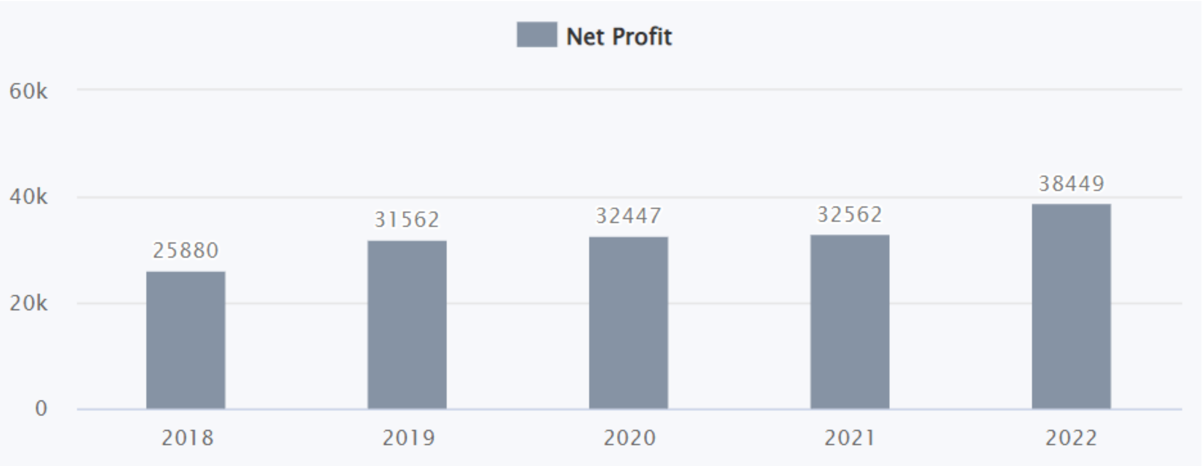
Kotak Mahindra Bank (KMB) posted a 12% beat on PAT at Rs27.9bn, mainly owing to better margins and continuation of the contingent-provision drawdown, albeit partly offset by higher opex/staff expenses. Bank has indicated that it would continue investing in franchisee/technology/people and, thus, cost ratios would remain elevated. Credit-growth momentum was strong at 23% YoY/6% QoQ, but deposit growth is lagging, including CASA growth (ratio down 700bps YTD to 53%). Though NIM improved 30bps QoQ to a high of 5.5% on asset re-pricing in 3Q, it should decelerate hereon, as deposit growth as well as funding cost catches up, leading to some pressure on PPoP growth. Asset quality further improved, with 18bps contraction in GNPA ratio to 1.9%. Bank does not see any incremental asset-quality risk and continues to consume the contingentprovision buffer, unlike large peers who have retained/are re-building buffers. We raise our FY23 earnings estimates by 2%, but lower for FY24E/FY25E earnings by 3%/6% due to margin deceleration from the peak and higher opex.

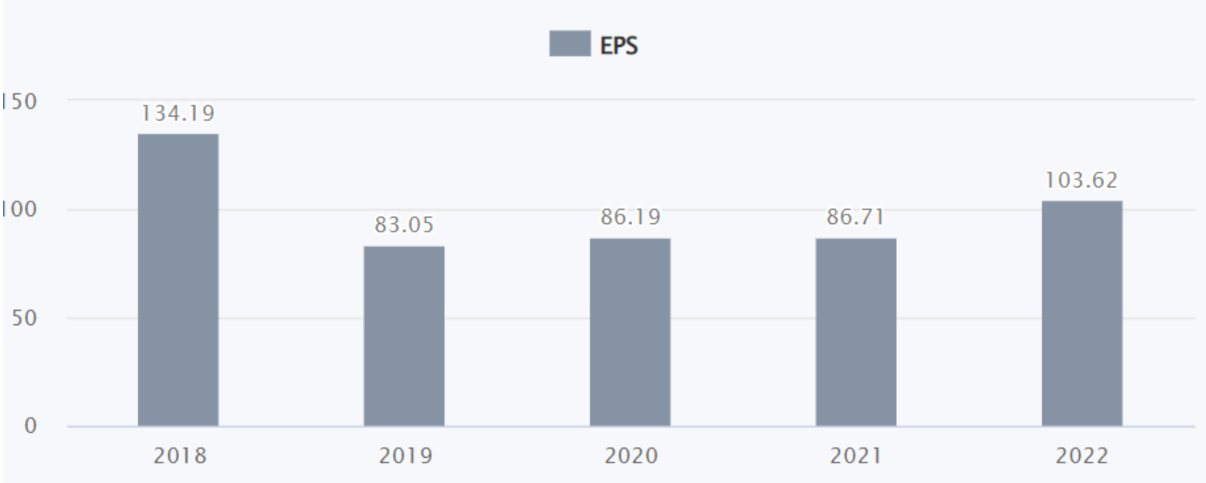
TCS

About

Tata Consultancy Services is an IT solution provider.TCS offers a consulting-led, integrated portfolio of IT and IT-enabled services delivered through its unique Global Network Delivery Model, recognized as the benchmark of excellence in software development..The company also engagged in the business of Telecom, Retail and Distribution, Banking, Financial Services and Insurance.







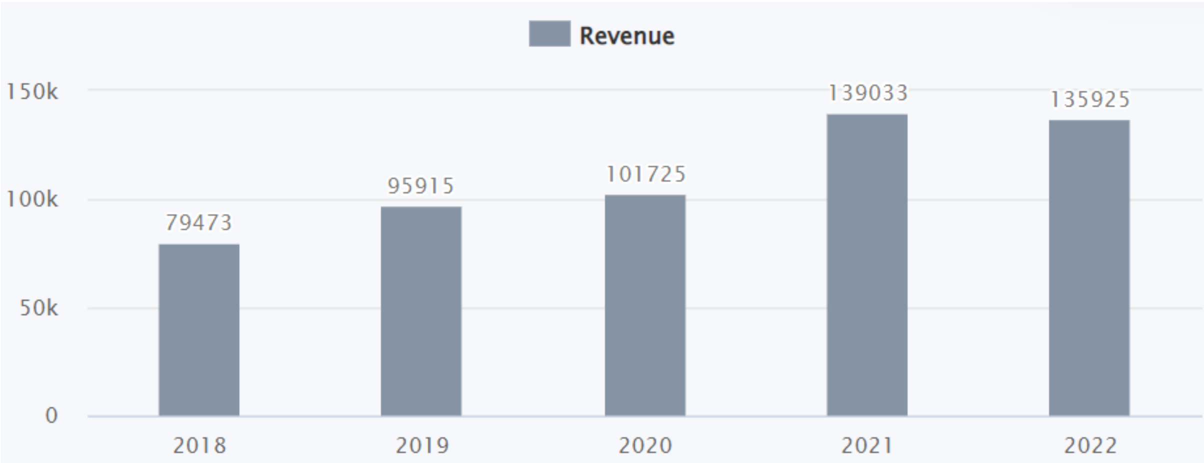
Analysis

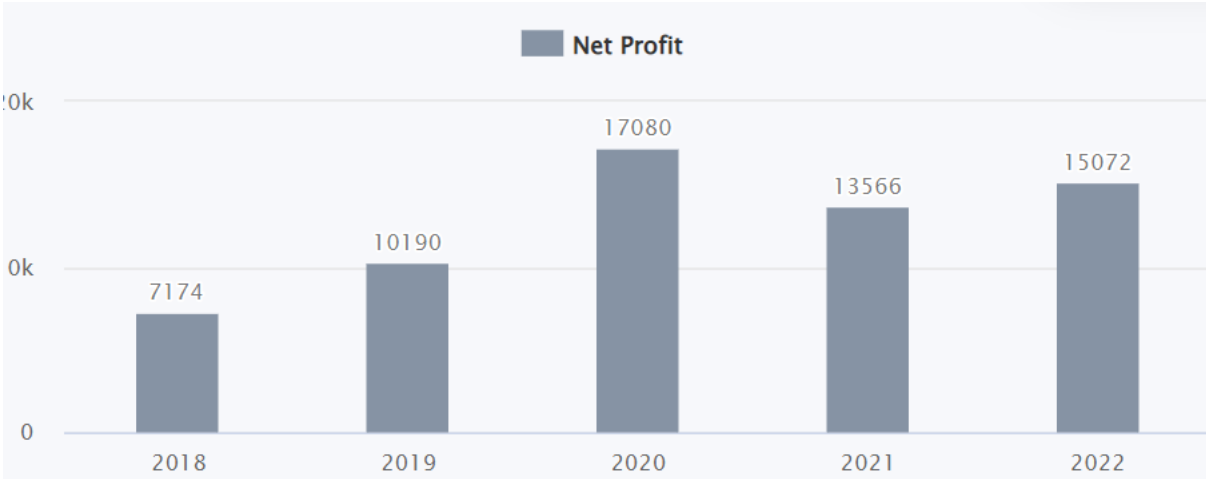
We believe TCS, among our IT services coverage, is best positioned to ride out the near-term moderation in technology spending, on account of macroeconomic stress in developed economies. With tech spending shifting toward cost efficiency (vs focus on transformation over the last two years), TCS revenue growth is expected to outperform its peers (FY24 at 9.2% YoY CC in USD vs large cap coverage median of 8.5% YoY) on account of its industry leadership in cost optimization and strong order book. Further, its better operational efficiencies is expected to drive up its profitability, leading to 20% YoY INR PAT growth in a tough year.

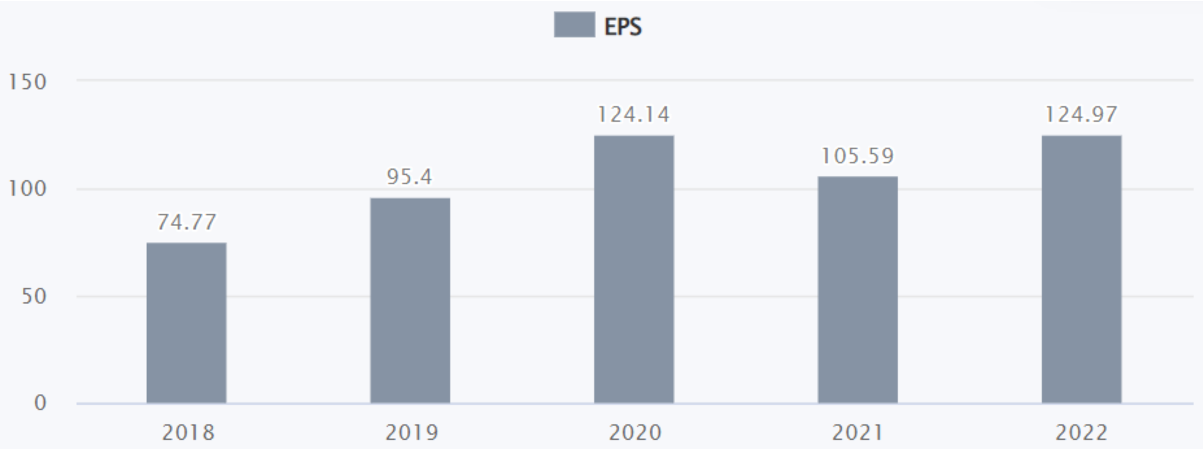
HDFC

About

Housing Development Finance Corporation Limited (HDFC Ltd.) was established with the primary objective of meeting a social need of encouraging home ownership by providing long-term finance to households. The principle business of the company is providing finance to individuals, corporates, developers and co-operative societies for the purchase, construction, development and repair of houses, apartments and commercial property in India.







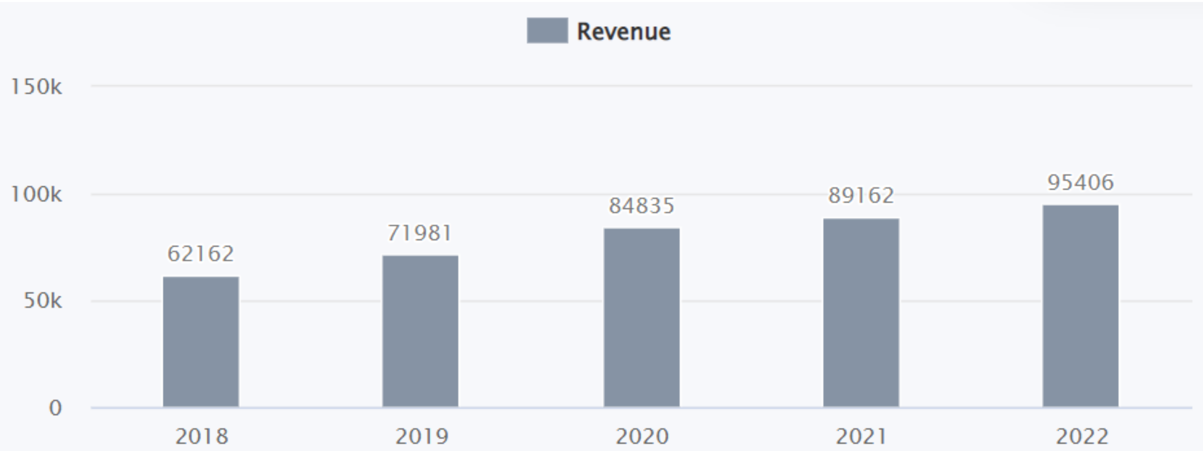
Analysis

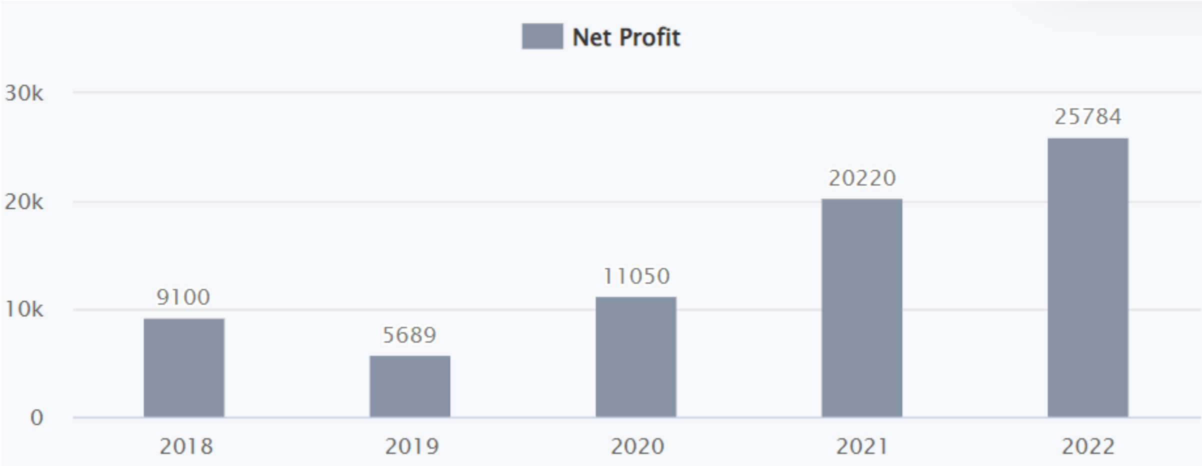
Housing Development Finance Corporation (HDFC) share price edged higher in the morning session on February 3, a day after the company declared its December quarter earnings. The country's largest housing finance on February 2 reported a healthy 13 percent increase in its net profit increase in net profit for the December quarter on the back of strong loan disbursals and stable yield spreads. Housing Development Finance Corporation reported a net profit of Rs 3,690.80 crore for the December quarter, up from Rs 3,260.69 crore in the same quarter of the previous year. The lender's net interest income rose by 13 percent to Rs 4,840 crore for the December quarter from Rs 4,284 crore in the corresponding quarter of FY22. Its total interest income rose to Rs 14,457 crore from Rs 11,055 crore in the year-ago period. Total revenue from operations was Rs 15,230.12 crore, up from Rs 11,783.60 crore in the year-ago period.

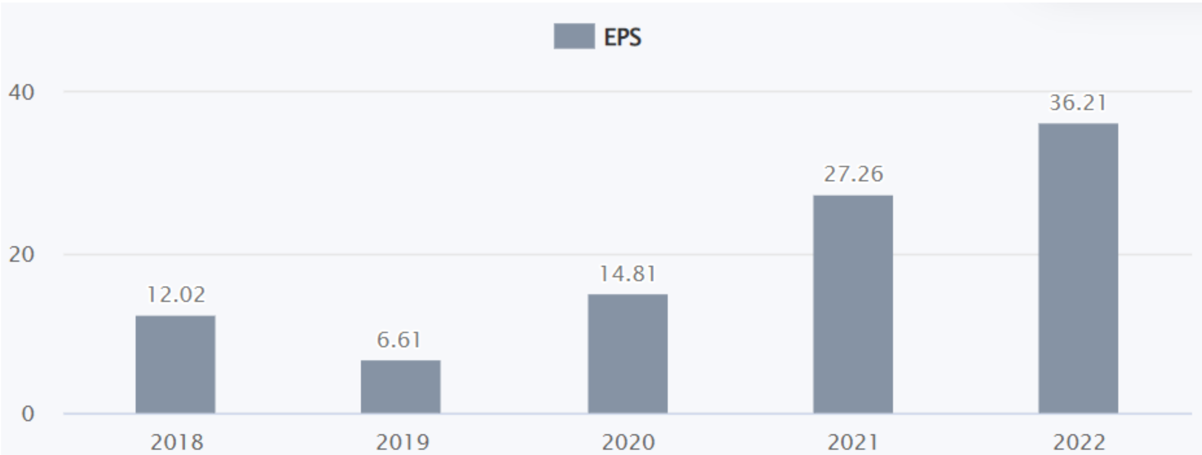
ICICI BANK

About

ICICI Bank Ltd is India`s second-largest bank.The service offered by the company includes Deposits,Loans ,Cards,Investments & Insurance & Demat. In the NRI segment services offered include Money Transfer,Bank Accounts,Investment,Home Loans,Insurance,Loans against FD,etc.





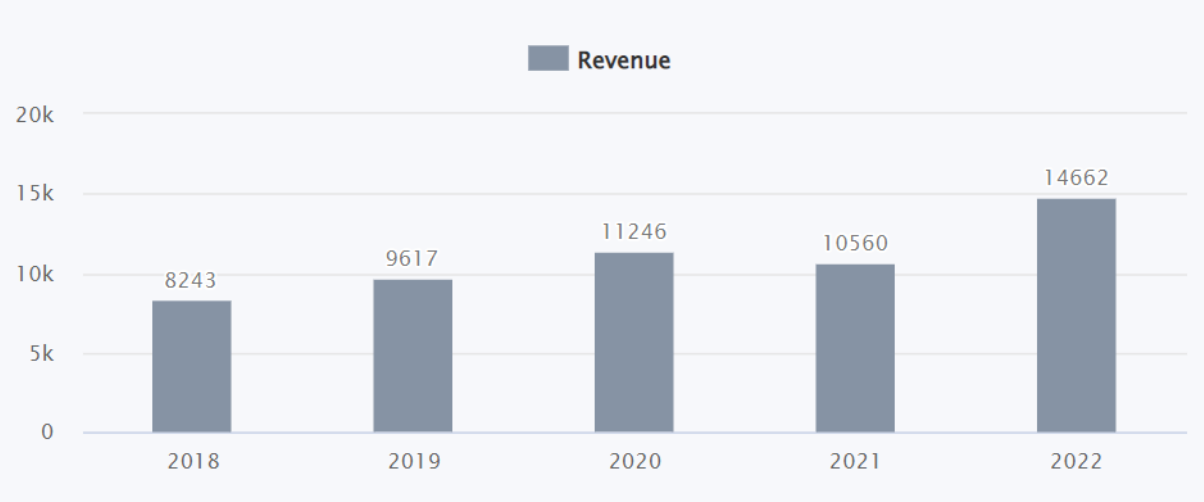


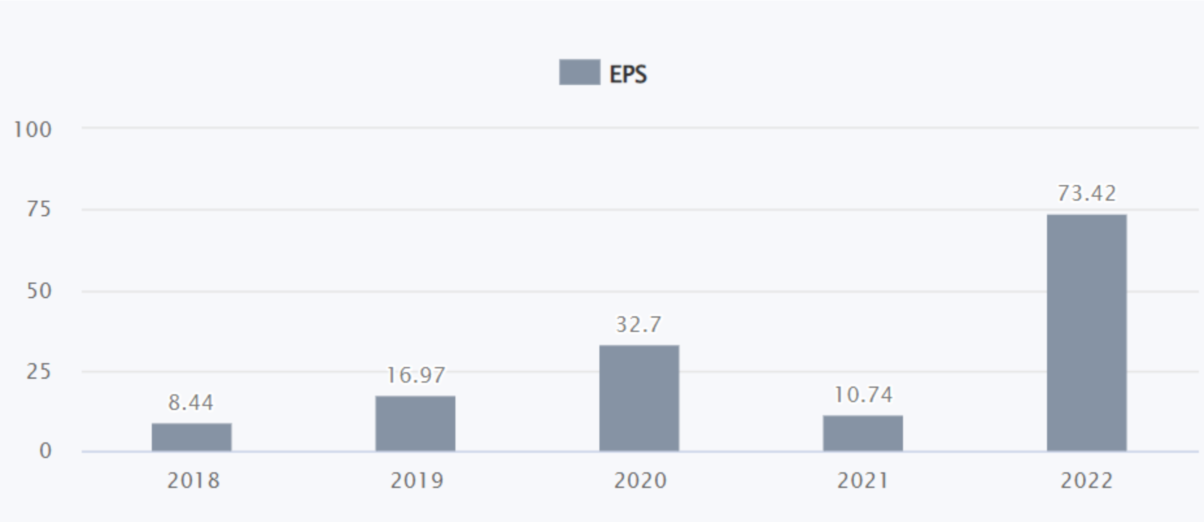
Analysis

Net interest income (NII) grew by 34.6% YoY (11.4% QoQ) to INR 1,64,653 Mn in Q3FY23 from INR 1,22,360 Mn in Q3FY22. The net interest margin was 4.7% in Q3FY23 vs 4.0% in Q3FY22 (4.3% in Q2FY23). Pre-Provision Operating Profit (PPOP) grew by 30.8% YoY/ 13.6% QoQ at INR 1,32,716 Mn. Non-interest income stood at INR 50,236 Mn, flat on YoY/ QoQ basis. Fee income grew by 3.7% YoY to INR 49,870 Mn in Q3FY23. Provisions (excluding tax provision) increased by 12.5% YoY/ 37.3% QoQ to INR 22,574 Mn in Q3FY23. The profit after tax grew by 34.2% YoY (10.0% QoQ) to INR 83,122 Mn in Q3FY23 compared to INR 61,938 Mn in Q3FY22. The overall advances as of December 31, 2022, stood at INR 97,40,475 Mn, a growth of 19.7% YoY (3.8% QoQ). Total deposits increased by 10.3% YoY (2.9% QoQ) to INR 1,09,00,080 Mn as of December 31, 2022. Total capital adequacy ratio was 18.33%, and Tier-1 capital adequacy ratio was 17.58% on a standalone basis.

Apollo Hospital

Apollo Hospitals Enterprise Ltd is the first group of hospitals that pioneered the concept of corporate healthcare delivery in India.They are a leading private sector healthcare provider in Asia and own and manage a network of speciality hospitals and clinics, a chain of Pharmacy retail outlets across the country, and provides Consultancy Services for commissioning and managing the Speciality Hospitals. Services offered by the company include Cardiology & Cardiothoracic Surgery,Orthopedics & Joint Replacement Surgery,Spine Surgery,Oncology,Medical & Surgical Gastroenterology,Neurology & Neurosurgery,Nephrology & Urology & Critical Care Medicine.





Analysis

Apollo is in the process of optically transforming itself in order to develop an omni-channel healthcare platform that could serve as the foundation for attracting modern investors and enabling a quick expansion of the digital healthcare platform.

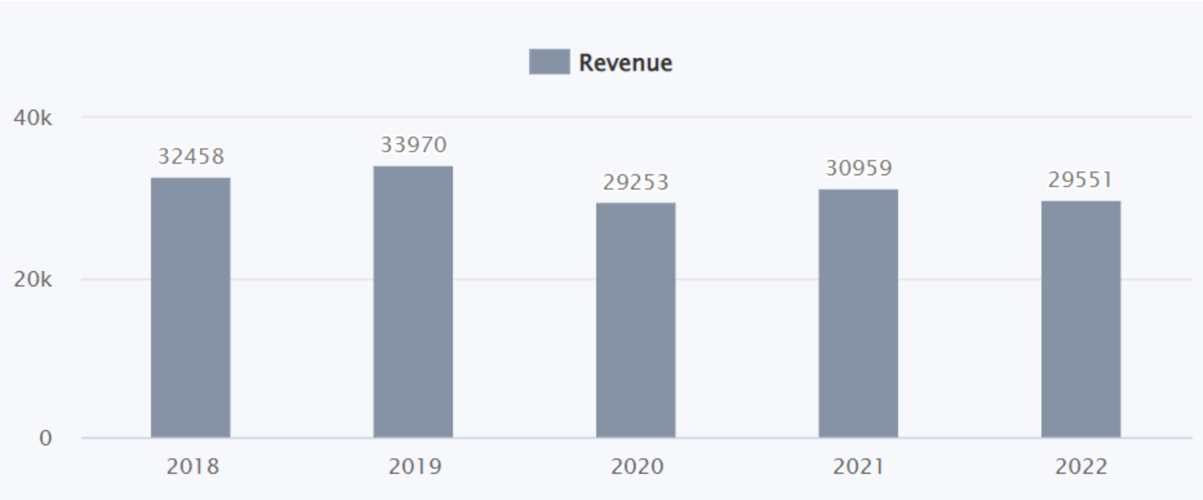
Due to the removal of travel restrictions and an increase in international patients, business normalisation in the healthcare industry is anticipated to gain additional momentum. The company is on track to integrate all entities digitally to leverage its brand and physical presence. It also has a strong healthcare heritage and asset base.

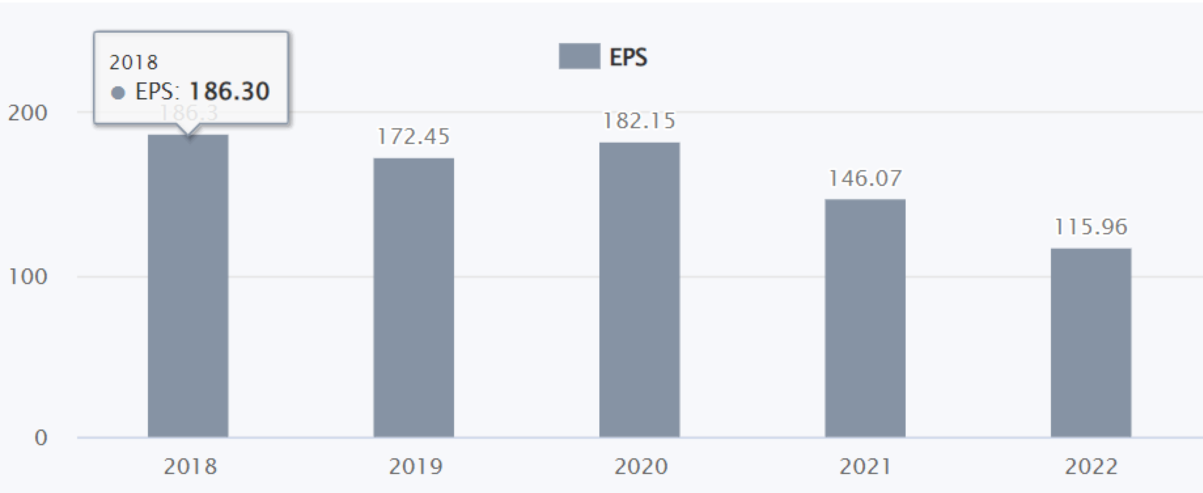
Due to a strategic case mix, improved occupancy & ramp up at new hospitals, and AHLL, the new hospitals' ventures are becoming profitable.

Hero Motorcorp

About:

HeroMotoCorp is the World`s single largest two-wheeler motorcycle company.Hero Honda became the first company in the country to introduce four-stroke motorcycles and set the standards for fuel efficiency, pollution control and quality. They have an excellent distribution and service network spread throughout the country.The company`s product range includes CD Dawn,CD Deluxe,Pleasure,Splendor +,Splendor NXG,Passion PRO,Passion Plus,Super Splendor,Glamour,Glamour PGM FI,Achiever,CBZ Extreme,Hunk and Karizma.





Analysis

The mainstream of revenue for Auto Sector is their sales, Hero MotoCorp has reported **poor** sales growth of **-5.05** % and in the latest quarter sales was Rs **8,030.98** Cr. To judge whether the company’s inventory is being sold or not and the sales picture is true, inventory turnover ratio plays a major role, which is **22.95** times for Hero MotoCorp . It is managing its inventory **efficiently**.

The company reported Profit **loss** of **-16.57** % over the year, where the latest year profit is Rs **2,473.02** Cr compared to the previous year of Rs **2,964.20** Cr. The new permits by governments and increasing demand will lead to an increase in profits in the coming year.

The operating profit of the company in the latest quarter is Rs **924.14** Cr. It helps in measuring the company’s operating performance which is used to make financing decisions.