

Core Purpose : To continuously delight our customers by offering trustworthy services for Wealth creation

Core Values : We meet Statutory and Non-statutory Obligations on Due date.
We do not encourage speculation. Right attitude towards Clients.
Client is always Right. Client deserves Trustworthy Advice. We are Trustee of Client's Assets when in our Custody.

Our Mission : To pursue Quality Advice and Ontime Services in Healthy Atmosphere leading to benefit of all Stakeholders

Index and data indicators

*Global indices corrected sharply in 2008 January, so the data prior to the month is taken for reference, FY24 GDP growth forecast at 6.5% with updated GDP figures

Time period	29/2/2024	31/1/2024	31/12/2007
Nifty	21982.8	21725.7	6138
Valuation			
Trailing PE	22.7	22.46	27.62
Trailing PB	3.85	3.81	6.39
Mcap/GDP	1.19	1.16	1.23
Nifty return			
1 year	27.04%	23.01%	54.77%
2 year	14.41%	11.93%	47.11%
3 year	14.80%	16.80%	43.43%
EPS growth			
1 year	14.11%	13.53%	19.13%
2 year	11.58%	14.30%	15.95%
3 year	38.26%	37.41%	17.85%
Other data points			
Credit growth	20.3%	20.3%	25%
10-year bond yield	7.07	7.14	7.57
Brent Oil Futures	83.62	81.71	93.25
USD/INR	82.9	83.09	39.23
Gold (oz/USD)	2054.7	2067.4	843.2

Source: RBI, NSE, ET, Prowess

MARKET REVIEW

Indices mark record highs!

February saw indices moving towards new highs amid volatility.

Key developments during the month were,

- ▶ India's retail inflation, based on Consumer Price Index Numbers, eased to a three-month low of 5.10% in January 2024 against 5.69% in the previous month. India's wholesale price inflation moderated to 0.27% in January from 0.73% in December, with manufactured products prices dropping 1.1% year-on-year and the price rise in primary articles and food items easing to around 3.8% from over 5% in the previous month.
- ▶ India's factory output, meanwhile, grew 3.8% in December 2023. The IIP in November 2023 stood at 2.4%, while during the year-ago period, the factory output stood at 5.1%.
- ▶ In January, India's trade deficit narrowed to \$17.49 billion from

December's \$19.80 billion, driven by a 3.1% y-o-y increase in exports, despite Red Sea crisis disruptions. January 2024 exports stood at \$36.92 billion, slightly higher than the previous year but lower than December 2023's \$38.45 billion. Meanwhile, merchandise imports rose 3% YoY to \$54.41 billion, a decrease from December 2023's \$58.25 billion.

- ▶ India's economy grew much faster than expected in the October to December quarter. GDP grew 8.4% in the third fiscal quarter on the back of higher private consumption and strong manufacturing and construction activity. The October-December quarter reading was also higher than the 7.6% growth clocked in the prior three months.
- ▶ The Central government's fiscal deficit widened to Rs 11.03 lakh crore in April 2023-January 2024 from Rs 9.82 lakh crore in April-December.
- ▶ Goods and Services Tax revenues surpassed Rs 1.68 lakh crore in February, a 12.5% y-o-y increase, coming in as the fourth highest in 79 months. This growth was driven by a 13.9% rise in GST from domestic transactions and 8.5% increase in GST from import of goods.

The Reserve Bank of India kept benchmark rate unchanged while increased the real GDP growth projection for 2023-24 to 7.3%, from previous forecast of 7%. The investors reacted positively to the CPI and WPI numbers, however, RBI Governor Shaktikanta Das' hawkish tone led to an anticipation that the MPC monetary policy will remain restrictive for longer. Though this month marked a breakthrough of the key indices, FII's remained net sellers as they sold nearly Rs. 15962.7 crores.

Among the global indices, the S&P 500 and Dow Jones scaled fresh record highs while the Nasdaq Composite closed near a record high. The FOMC Minutes suggests that the Fed is in no rush to cut rates and that's on the heels of recent higher-than-expected inflation readings.

Market Outlook

The Indian government raised its GDP growth outlook for fiscal year 2023-24 to 7.6% from 7.3% forecast earlier. Macro-economic data from India continues to come positive. Moody's raised its forecast for India's GDP



Performance of key sectoral indices

Nifty FMCG	-2.16%	NiftyMNC	3.01%
Nifty Metal	-0.98%	Nifty Energy	5.03%
Nifty Bank	-0.10%	Nifty Auto	5.48%
Nifty India Consumption	1.61%	Nifty Pharma	5.55%
Nifty Infrastructure	2.52%	Nifty Realty	6.33%
Nifty IT	2.97%		

growth to 6.8% from 6.1% in 2024, reflecting both global and domestic optimism in the country's economy on the back of robust manufacturing activity and infrastructure spending.

- ▶ US Consumer Price Index rose by 3.1% for the 12 months ended in January, marking a step back from December's 3.4% rate and a dramatic cooling from the 6.4% increase in January 2023. On a monthly basis, CPI rose by 0.3% in January. US producer prices fell more than initially thought in December, as producer price index for final demand dropped 0.2% in December instead of dipping 0.1% as previously reported. The US economy grew at a solid clip in the fourth quarter amid strong consumer spending. GDP increased at a 3.2% annualised rate last quarter, revised slightly down from the previously reported 3.3% pace. The US personal consumer expenditures (PCE) price index, the Federal Reserve's preferred gauge for inflation, rose 0.3% in January from a month earlier. The core PCE price index rose 0.4%. The ISM Manufacturing PMI declined from 49.1 in January to 47.8 in February.
- ▶ China's consumer prices fell for a fourth consecutive month in January while factory gate prices declined at a slower pace. The consumer price index, a main gauge of inflation, dropped by 0.8% y-o-y in January, after a 0.3% decline in December. China's producer price index, which gauges factory-gate prices, dropped by 2.5% from a year ago in January, following a 2.7% fall in December. China's manufacturing activity contracted for a fifth straight month in February. The manufacturing PMI fell to 49.1 in February from 49.2 in

January.

- ▶ GDP numbers from Japan showed that Asia's second-largest economy had entered a technical recession. Provisional GDP contracted 0.4% in the fourth quarter compared with a year ago, after a revised 3.3% slump in the July-September period. In January, Japanese exports surpassed expectations, growing by 11.9% y-o-y due to increased overseas demand for automobiles and electronics. This exceeded the anticipated 9.5% rise and marked Japan's fastest export growth since November 2022. Conversely, imports experienced a larger-than-expected decline of 9.6%, compared to the predicted 8.4% drop, reflecting sluggish domestic demand. Consequently, Japan's trade balance unexpectedly shifted to a surplus of 240 billion yen (\$1.60 billion) from a deficit of 410 billion yen in December.
- ▶ Europe manufacturing purchasing managers' index fell to 46.1 from 46.6 in January, while services PMI rose to 50 from 48.4 the previous month. German consumer price index reduced to 3.1% in January 2024 y-o-y from 3.8% in December 2023. UK inflation held steady at 4% y-o-y in January on the back of easing prices for furniture and household goods, food and non-alcoholic beverages. UK's GDP shrank 0.3% in the Q4 of 2023 after contracting 0.1% in the prior three months (July to September 2023).
- ▶ The seasonally adjusted HSBC India Manufacturing Purchasing Managers' Index (PMI) recovered further from December's 18-month low, rising from 56.5 in January to 56.9 in February. Production levels were raised in tandem with a further steep increase in inflows of new orders, besides advanced technology and buoyant demand conditions.

Investors are cheering better earnings and geo-political stability on the global front. As we approach the elections, investors are highly expecting certainties with the Government which has fuelled the upmove. Markets are likely to remain volatile in this backdrop with fuelled sentiments and strong fundamentals.

TECHNICAL VIEW



Nifty began the month of February on a positive note and continued to mark higher highs amidst some profit-booking at higher levels. Nifty closed the month in green at 21982, as it gained nearly 1.2%.

The weekly as well as monthly RSI is placed above its average. Nifty is moving above the trendline on daily charts and it saw a breakout of the consolidation of the last 2 months from 21000-22100. However, the RSI is approaching an over-bought zone. Nifty might see some profit-booking at higher levels. However given the fundamental strength this could be taken as opportunity by investors.

Nifty is moving in an uncharted territory. Going ahead, Nifty could witness some profit-booking at higher levels near 22500-22750. On the other hand, buying support could be seen near 21850. At lower levels, support is placed near 21500.

GAINERS AND LOSERS OF THE MONTH (NIFTY-50)

GAINERS			
COMPANY	OPEN	CLOSE	%
Bharat Petroleum Corpn. Ltd.	504.6	603.85	19.68%
Mahindra & Mahindra Ltd.	1659	1932.4	16.46%
State Bank Of India	642.8	748.1	16.39%
Sun Pharmaceutical Inds. Ltd.	1427	1577.95	10.58%
Maruti Suzuki India Ltd.	10210	11288.35	10.56%

LOSERS			
COMPANY	OPEN	CLOSE	%
Hindalco Industries Ltd.	578	503.85	-12.83%
U P L Ltd.	536.3	469.7	-12.42%
I T C Ltd.	442	406.3	-8.08%
Kotak Mahindra Bank Ltd.	1830	1689.45	-7.68%
Divi'S Laboratories Ltd.	3696	3488.8	-5.61%

MUTUAL FUNDS PERFORMANCE

NAV as on 29 February 2024

Return %

Liquid Funds	NAV	30 DAYS	3 MON	6 MON	1 YR
Axis Liquid Fund (G)	2646.60	0.61	1.83	3.60	7.24
Canara Robeco Liquid Fund Reg plan (G)	2861.87	0.61	1.83	3.59	7.23
Aditya Birla SL Liquid Fund Reg (G)	383.18	0.60	1.82	3.57	7.22

Arbitrage Funds	NAV	30 DAYS	3 MON	6 MON	1 YR
Kotak Equity Arbitrage Fund (G)	34.09	0.63	2.15	3.92	7.80
SBI Arbitrage Opp Fund Reg (G)	30.80	0.59	2.02	3.70	7.69
Invesco India Arbitrage Fund (G)	29.08	0.58	2.07	3.78	7.61

Hybrid Aggressive Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant Absolute Fund (G)	394.53	37.90	22.19	25.62	25.44
ICICI Pru Equity & Debt Fund (G)	329.43	38.20	22.26	24.27	21.20
Edelweiss Aggressive Hybrid Fund (G)	53.30	33.28	19.22	18.74	17.03

Hybrid Balanced Advantage Funds	NAV	1 YR	2 YR	3 YR	5 YR
ICICI Pru Balanced Advantage Fund Reg (G)	63.53	21.40	13.91	12.80	13.28
Edelweiss Balanced Advantage Fund (G)	45.10	24.83	13.33	12.78	14.85
Tata Balanced Advantage Fund (G)	18.57	23.00	13.65	12.62	13.20
Nippon India Balanced Advantage Fund (G)	153.48	23.19	13.83	12.31	12.00

Hybrid Multi-Asset	NAV	1 YR	2 YR	3 YR	5 YR
ICICI Pru Multi Asset Fund (G)	618.74	30.71	20.93	22.63	19.64
HDFC Multi Asset Fund (G)	60.46	23.15	14.10	13.96	14.68

Equity Value Funds	NAV	1 YR	2 YR	3 YR	5 YR
Bandhan Sterling Value Fund Reg (G)	131.36	44.53	24.42	27.43	22.52
ICICI Pru Value Discovery Fund (G)	390.28	42.60	25.76	27.11	23.28
HSBC Value Fund (G)	92.01	54.39	28.81	26.97	22.53
Templeton India Value Fund (G)	636.74	45.07	27.97	25.77	21.64
Nippon India Value Fund (G)	189.42	55.95	26.69	25.55	22.64

Equity Focused Funds	NAV	1 YR	2 YR	3 YR	5 YR
HDFC Focused 30 Fund (G)	182.40	39.89	28.54	26.84	20.69
Quant Focused fund (G)	82.78	53.48	28.03	25.20	23.09
ICICI Pru Focused Equity Fund Reg (G)	71.98	42.70	23.85	22.24	20.43
Invesco India Focused Fund Reg (G)	21.98	56.78	21.55	21.09	N/A

Tax Saving Schemes (ELSS)	NAV	1 YR	2 YR	3 YR	5 YR
Quant ELSS Tax Saver Fund (G)	350.67	57.87	29.36	32.20	32.31
SBI Long Term Equity Fund Reg (G)	367.06	58.05	32.25	26.59	22.18
HDFC ELSS Tax saver Reg (G)	1149.36	45.00	27.98	25.36	18.82
Parag Parikh ELSS Tax Saver Fund (G)	26.64	34.29	21.28	23.08	N/A

Large Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Nippon India Large Cap Fund (G)	76.27	42.20	25.87	22.86	18.59
ICICI Pru Bluechip Fund Reg (G)	93.84	39.50	21.32	20.42	18.74
HDFC Top 100 Fund (G)	1009.95	37.90	23.05	19.95	17.19
Tata Large Cap Fund Reg (G)	438.57	33.57	17.32	17.19	16.67

Mid Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant MidCap Fund (G)	206.72	61.75	34.72	37.01	31.16
Motilal Oswal Midcap Fund Reg (G)	76.69	52.04	33.12	33.27	26.71
HDFC Mid Cap Opportunities Fund (G)	156.99	57.31	33.79	29.24	25.19
Nippon India Growth Fund (G)	3239.79	54.31	28.84	27.58	25.58

Large & Mid Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant Large and Mid Cap Fund (G)	108.98	57.51	31.58	30.46	26.08
ICICI Pru Large & Mid Cap Fund Reg (G)	812.63	42.79	26.03	25.28	21.94
HDFC Large And Mid Cap Fund Reg (G)	286.83	48.93	27.19	25.14	22.32
Motilal Oswal Large and Midcap Fund Reg (G)	25.13	49.28	26.51	24.24	N/A

Small Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant Small Cap Fund (G)	236.90	71.01	38.48	43.58	37.52
Nippon India Small Cap Fund (G)	142.54	57.27	33.28	35.69	30.88
HSBC Small Cap Fund Reg (G)	71.26	52.03	28.95	34.45	25.02
HDFC Small Cap Fund (G)	120.69	53.32	31.97	32.03	24.19

Flexicap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant Flexi Cap Fund (G)	93.82	61.10	32.08	34.35	31.08
HDFC Flexi Cap Fund Reg (G)	1586.78	42.36	27.90	25.02	20.81
Parag Parikh Flexi Cap Fund Reg (G)	69.29	42.78	20.82	23.28	23.43
HSBC Flexi Cap Fund Reg (G)	182.46	43.41	19.92	19.69	17.79

Multicap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant Active Fund (G)	617.32	49.99	25.54	29.28	29.56
Nippon India Multi Cap Fund (G)	240.17	48.25	30.66	28.41	21.22
ICICI Pru Multicap Fund Reg (G)	668.34	46.90	25.52	22.61	19.34
Sundaram Multi Cap Fund Reg (G)	319.70	39.26	17.98	21.40	19.20

Sector & Thematic Funds	NAV	1 YR	2 YR	3 YR	5 YR
DSP India T.I.G.E.R. Fund Reg (G)	260.52	63.76	37.93	33.76	26.20
Bandhan Infrastructure Fund Reg (G)	42.14	72.65	36.52	32.63	25.74
ICICI Pru India Opportunities Fund (G)	28.77	47.24	29.36	29.30	23.56
ICICI Pru Pharma Healthcare And Diagnostics Fund (G)	30.08	63.57	26.52	20.84	24.99
Sundaram Services Fund (G)	27.62	33.40	18.49	20.82	21.87
Mirae Asset Healthcare Fund (G)	30.87	55.07	20.01	19.21	24.74
Aditya Birla SL India Gen Next Fund Reg (G)	179.93	32.19	17.94	17.97	18.48
Kotak Pioneer Fund (G)	24.60	42.16	20.12	17.48	N/A
SBI Magnum Global Fund Reg (G)	338.12	21.42	11.35	15.16	15.72
Tata Banking and Financial Services Fund Reg (G)	34.03	25.36	18.97	12.30	15.25
SBI Banking & Financial Services Fund Reg (G)	32.44	30.72	17.86	12.00	14.89

Index	NAV	1 YR	2 YR	3 YR	5 YR
S&P BSE Sensex	72500.30	22.96	13.51	13.83	15.10
NSE - Nifty 50	21982.80	27.04	14.39	14.76	15.27

CORPORATE ACTIONS IN MARCH 2024

COMPANY	RECORD DATE	PURPOSE
Capri Global	05/03/2024	1:1 Bonus Issue of Equity Shares & Stock Split From Rs.2/- to Rs.1/-
DCM Shriram	06/03/2024	200% Interim Dividend
Marico	06/03/2024	650% Second Interim Dividend
Sanofi India	07/03/2024	500% Interim Dividend
Oil India	18/03/2024	Second Interim Dividend
KEI Industries	19/03/2024	Interim Dividend
TVS Motor Co.	19/03/2024	Interim Dividend
Castrol India	21/03/2024	90% Final Dividend
Patanjali Foods	21/03/2024	Interim Dividend
Bharat Dynamics	26/03/2024	Interim Dividend
Garware Tech.	26/03/2024	Buy Back of Shares

COMPANY ANALYSIS REVIEW

JYOTHY LABS LIMITED

CMP (As on 29 February 2024) – 462

INDUSTRY - PERSONAL CARE

MARCH 2024

SENSEX – 72500 NIFTY – 21982

Mkt. Cap.	:	16966.88 Cr
Equity	:	36.72
Trading Vol.	:	1104553
52 Week High/Low	:	553/180
Face Value	:	1

BSE Group	:	A
BSE Code	:	532926
NSE Symbol	:	JYOTHYLAB
Bloomberg	:	JYLIN
Reuters	:	JYOI.BO

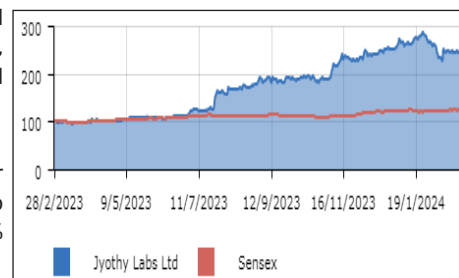
Shareholding Pattern	
Promoters	: 62.89
Institutions & Corporates	: 14.22
Foreign	: 15.10
Public & Others	: 7.80

The stock was earlier reviewed in our Saja Online publication of February 2021. We continue to remain optimistic about the company owing to stable financials and anticipated improvement in revenues and margins.

Jyothy Laboratories operates into six segments comprising of dish washing, fabric care, household insecticides, personal care, laundry services and other products. Power brands include Ujala, Henko, Exo, Maxo, Margo, and Pril. The Company has 25 manufacturing plants across 21 locations in India and most of their units ISO certified.

Investment rationale

- Jyothy has a leadership position in the fabric whitener category in India, whereas it ranks number two in the dishwash bar, liquid, and mosquito repellent coil categories. The company's flagship brand, Ujala has remained at the top of the fabric whitener category since its launch, with an ~80% market share.
- Jyothy has been a consistent performer with a steady volume growth of 9-11% for the past three quarters, beating industry volume growth. It continues to gain market share in the fabric care category. Revenues are expected to grow in low double digits over the next two years, which will be largely a volume led growth.
- Jyothy has grown sales at a CAGR of 6.5% in last 10 years and PAT at 10%. A very low D/E of 0.07, operating margins have been maintained near 15%. RONW has been near 15% with consistent positive CFO.



Building scale in fabric care category, focus on increasing share in the personal care category, expected recovery in the household insecticides (HI) and innovation in key categories will drive the growth in the near term. Urban demand has remained quiet resilient and driving industry growth for the past few quarters. OPM improved to 17-18% with sharp decline in the key input prices. The management expects to around 16-17% benefited from a correction in prices of key inputs. We recommend investing with a long term perspective.

Consolidated Financial Performance (Rs. Crore)

Year End	202303	202203	202103	202003	201903
Equity	36.72	36.72	36.72	36.72	36.72
Networth	1,548.99	1,443.56	1,428.55	1,228.64	1,326.53
Debt	46.54	171.24	168.06	282.97	280.95
Sales	2,486.02	2,196.49	1,909.12	1,711.17	1,813.58
Other Income	46.57	18.67	18.45	20.00	27.66
PBDITA	362.43	266.90	309.45	267.30	308.82
PAT	219.56	160.88	218.82	172.43	204.07
Book Value (Rs)	42.18	39.31	38.9	33.46	36.12
EPS (Rs.)	6.53	4.41	5.43	4.64	5.59
Dividend (%)	300	250	400	300	300
Payout (%)	38.29	92.30	0	157.45	9.20

Latest Results (Rs. Crore)

Quarter Ended	202312	202212	Var. (%)
Sales	677.5	612.67	10.58
Other Income	10.59	15.26	-30.60
PBIDT	129.22	99.62	29.71
PBT	115.2	84.25	36.74
PAT	90.92	67.39	34.92

JK TYRE INDUSTRIES LIMITED

CMP (As on 29 February 2024) – 520

INDUSTRY - TYRES

MARCH 2024

Mkt. Cap.	:	13569.36 Cr
Equity	:	49.25
Trading Vol.	:	1492819
52 Week High/Low	:	554/141
Face Value	:	2

BSE Group	:	A
BSE Code	:	530007
NSE Symbol	:	JKTYRE
Bloomberg	:	JKIIN
Reuters	:	JKIN.BO

Shareholding Pattern	
Promoters	: 53.13
Institutions & Corporates	: 10.85
Foreign	: 14.69
Public & Others	: 21.33

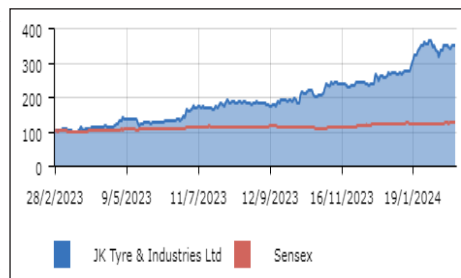
The stock was earlier recommended in Saja Online publication of April 2014. We maintain a positive stance about the company owing to sound fundamentals, growing demand and focus on high-margin products.

JK Tyre & Industries Ltd is one of the leading automotive tyre manufacturers in India. The company mainly develops, manufactures, markets and distributes automotive tyres, tubes, flaps and retreads. It markets tyres for sale to vehicle manufacturers for fitment as original equipment and for sale in replacement markets.

Investment rationale

- ▶ The flagship company of JK Organisation, JK Tyre & Industries Ltd is amongst the top 25 manufacturers in the world. Pioneers of radial technology, the Company produced the first radial tyre in 1977 and is currently the market leader in Truck Bus Radial segment. The Company provides end-to-end solutions across segments of passenger vehicles, commercial vehicles, farming, Off-the-Road and two & three-wheelers.
- ▶ JK Tyre is accelerating focus on high-growth, high-margin products like PCR i.e car tyres. JK Tyre has firmed up plans to invest Rs 1,400 crore during FY26 to ramp up its output from 33.6 million units per annum to 38.9 million units of tyres per annum across its production facilities. Out of the earmarked amount, Rs 1,025 crore would be spent towards expanding the output of passenger car radials (PCR), Rs 260 crore for truck and bus radials (TBR), and the balance amount for steel light truck radials.
- ▶ JK Tyre has grown its sales at a CAGR of 6.7%. The D/E of the company has reduced to 1.6 from 3 in last few years. The company has been generating consistent positive CFO.

As per CMIE, the tyres & tubes industry is likely to report an acceleration in revenue growth in the March 2024 quarter. This will be on the back of a strong replacement demand and a steady demand from the automotive original equipment manufacturers (OEMs). Consumers in both, commercial & passenger tyres, are increasingly looking at features besides only price (like mileage, comfort, safety, performance). We recommend investing with a long term perspective.



Consolidated Financial Performance (Rs. Crore)

Year End	202303	202203	202103	202003	201903
Equity	49.25	49.25	49.25	49.25	49.25
Networth	3,396.16	2,848.31	2,672.74	2,331.35	2,284.40
Debt	4,882.35	5,220.38	4,800.70	5,548.71	5,757.51
Sales	14,644.94	11,982.96	9,102.20	8,722.70	10,367.76
Other Income	36.52	50.51	80.55	30.59	84.25
PBDITA	1,272.81	1,113.46	1,386.89	910.05	1,107.21
PAT	296.23	208.32	295.44	291.28	199.45
Book Value (Rs)	128.72	115.67	108.54	94.67	92.77
EPS (Rs.)	10.66	8.53	12.97	6.12	7.16
Dividend (%)	100	75	100	35	75
Payout (%)	13.95	24.59	5.17	24.78	19.30

Latest Results (Rs. Crore)

Quarter Ended	202312	202212	Var. (%)
Sales	3687.72	3612.92	2.07
Other Income	12.6	9.7	29.90
PBIDT	558.39	334.91	66.73
PBT	340.63	112.73	202.16
PAT	226.99	69.51	226.56

HINDALCO LIMITED

CMP (As on 29 February 2024) – 503

INDUSTRY - ALUMINIUM

MARCH 2024

Mkt. Cap.	: 113226.00 Cr
Equity	: 224.72
Trading Vol.	: 16860796
52 Week High/Low	: 620/381
Face Value	: 1

BSE Group	: A
BSE Code	: 500440
NSE Symbol	: HINDALCO
Bloomberg	: HNDLIN
Reuters	: HALC.BO

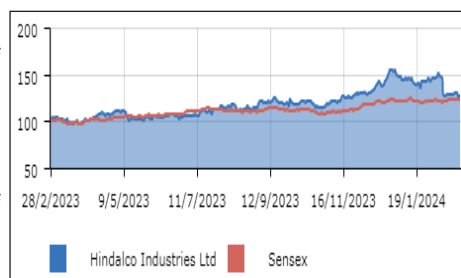
Shareholding Pattern	
Promoters	: 34.64
Institutions & Corporates	: 29.35
Foreign	: 29.66
Public & Others	: 6.26

The stock was earlier recommended in Sajag Online publication of February 2013. We maintain a optimistic outlook of the company owing to sound fundamentals, leadership in an important sector and growing demand of the end-user industries.

Hindalco Industries Limited, the metals flagship of the Aditya Birla Group, is the world's largest aluminium rolling and recycling company, a major copper player, and one of Asia's largest producers of primary aluminium. In India, Hindalco's aluminium manufacturing units cover the complete value chain, from bauxite mining, alumina refining, coal mining, captive power generation and aluminium smelting, to downstream value-addition of aluminium rolling, extruding, and foil making. Hindalco's copper division in India comprises, among other facilities, a world-class custom copper smelter and captive jetty with capability to manufacture copper rods. Hindalco is one of the largest suppliers of copper to the Indian Railways and meets more than half of the country's copper requirements.

Investment rationale

- ▶ As per CMIE, primary aluminium production in December 2023 was higher by seven thousand tonnes compared to the production recorded in the corresponding year-ago month, a 2% growth in output to 353 thousand tonnes.
- ▶ Key driver of demand for aluminium has been the global push towards renewable energy, as aluminium is widely used in renewable energy technologies such as solar panels, wind turbines, and electric vehicles.
- ▶ Novelis, has invested approximately \$700 million since FY11 to grow total recycling capacity to approximately 2.5 million tonnes. The company continues identifying additional recycling and casting investments over next five years to improve recycling content and increase casting capacity.



The company is also a supplier to aerospace, other than automotives and FMCGs.

- ▶ Hindalco has grown its sales at a CAGR of 10% in last 10 years, and PAT at 16%. The D/E has been reduced to 0.7 and it has been generating strong CFO consistently. PBDITA margins have been maintained above 10% consistently.

Hindalco is focussing on enriched product mix through increasing the share of high-end value-added products in overall product portfolio over next few years. It aims to strengthen capital structure by accelerating the pace of deleveraging through robust cash generation. It is mulling entering exploration and mining of critical minerals, including lithium, graphite, copper and nickel. We recommend investing with a long term perspective.

Consolidated Financial Performance (Rs. Crore)

Year End	202303	202203	202103	202003	201903
Equity	222	222	222	222	222
Networth	94,806.00	78,191.00	66,533.00	58,317.00	57,501.00
Debt	60,291.00	64,486.00	67,206.00	68,399.00	52,415.00
Sales	223,202.00	195,059.00	131,985.00	118,144.00	130,542.00
Other Income	1,307.00	1,983.00	1,354.00	1,215.00	1,127.00
PBDITA	23,973.00	29,600.00	16,572.00	15,212.00	16,638.00
PAT	10,097.00	13,383.57	3,324.14	3,851.87	5,189.40
Book Value (Rs)	427.04	352.19	299.68	262.67	259
EPS (Rs.)	45.48	61.85	15.69	16.97	24.76
Dividend (%)	300	400	300	100	126
Payout (%)	8.81	4.86	6.37	7.09	5.15

Latest Results (Rs. Crore)

Quarter Ended	202312	202212	Var. (%)
Sales	52808	53151	-0.65
Other Income	281	368	-23.64
PBIDT	6146	3916	56.95
PBT	3328	1214	174.14
PAT	2331	1362	71.15

Source: Company, Prowess, Capital line, Sajag Research

Systematic investment in different equity oriented Mutual funds at the rate of Rs. 10000/- p.m. and its values at different time intervals.

Scheme	Value & Return (3 Yr)	%	Value & Return (5 Yr)	%	Value & Return (8 Yr)	%	Value & Return (10 Yr)	%	Value & Return (15 Yr)	%
Total Investment :	360000	%	600000	%	960000	%	1200000	%	1800000	%
Aditya Birla SL India Gen Next Fund Reg (G)	471,463	18.22	980,903	19.69	1,928,324	16.91	2,856,646	16.51	7,570,101	17.33
Canara Robeco Emerging equities Reg (G)	469,129	17.87	995,126	20.28	1,950,241	17.18	2,958,582	17.16	9,287,263	19.65
Kotak Emerging Equity (G)	504,139	23.01	1,141,499	25.96	2,232,807	20.43	3,375,976	19.60	9,264,673	19.62
Nippon India Small Cap Fund (G)	590,053	34.69	1,481,848	37.23	2,965,675	27.27	4,586,655	25.26	N/A	N/A
SBI Large & MidCap Fund Reg (G)	495,319	21.74	1,067,126	23.16	2,051,097	18.39	2,944,738	17.07	7,114,720	16.62

*Past performance of Mutual Funds is not an indicator for future performance.

INVESTMENT IDEAS - MEDIUM TERM (3-6 MONTHS)

AUROBINDO PHARMA LIMITED

CMP (AS ON 29 FEBRUARY 2024) - 1028 TARGET - 1200

Aurobindo Pharma Limited (APL), one of the world's top 5 manufacturers of semi synthetic penicillins develops, manufactures and markets APIs, intermediates and generic formulations. The company's robust product portfolio is spread over 6 major product areas encompassing (Antibiotics, Anti-Retro Virals, CVS, CNS, Gastroenterologicals, and Anti-Allergics). The management is confident about strong sequential growth led by successful execution of Penicillin G (PenG) project in April 2024 (the commercial manufacturing of PenG project under pharma PLI Scheme approved by Govt of India during the early Q1FY25). In the US generics ramp up of gRevlimid and launch of Deflazacort under exclusivity will be incremental revenues. Moreover, the management believes its foray into innovative biologics through in-licensing of 'Ryzneuta' for US market and dedicated CMO contract with big pharma - MSD (expect to sign commercial agreement in April 2024 as the long-term value growth driver).

JINDAL STEEL & POWER LIMITED

CMP (AS ON 29 FEBRUARY 2024) - 776 TARGET - 900

Jindal Steel and Power Limited (JSP) is one of India's integrated primary steel producers with a significant presence in mining. JSPL is a part of the US \$ 18 billion diversified O. P. Jindal Group. The product portfolio includes TMT bars, plates, coils, parallel flange beams and columns, rails, angles, channels, wire rods, fabricated sections, and other steel products. Furthermore, it operate captive thermal power generation capacity of around 1,634 megawatts (MW) at its Raigarh and Angul Plants. Apart from the steel-manufacturing capacities, their international operations comprise interests in coking coal mining assets in Australia, thermal/coking coal mining assets in Mozambique, and anthracite coal mining assets in South Africa. The ongoing capacity expansion at Angul plant will significantly enhance JSPL's crude steel capacity by over 65% to 15.9mt and will catapult JSPL to the fourth largest steel manufacturer in India. Along with the capacity expansion, JSPL plans to strengthen its raw material integration, increase the share of CPP, increase the share of flat steel, and undertake product enrichment.

Visit us at www.sajagonline.com

SAJAG STOCK HOTLINE 020 2530 24 00

We have the authorised persons at following locations

Area	Contact Person	Tel. No.	Area	Contact Person	Tel. No.
Aundh	Mr. Jaydeep Doshi	25890824	Paud Road	Mr. Sadanand Damle	9850845567
Boat Club Road	Mr. Naresh Karpe	41204584	Phadke Haud	Mr. Jayant Mundada	9850990766
Camp	Mr. Naresh Karpe	26346310	Sahakar Nagar	Mr. Tejas Jaykar	9765173434
Dahanukar Colony	Mr. Abhay Oak	25444744	Aurangabad	Mr. Amit Vaidya	0240-2347584
ITI Road, Aundh	Mr. Ravi Jadhav	25888511	Aurangabad	Mr. Abhijit Bhaiwal	0240-2361421
Kalyani Nagar	Ms. Bernadette Dias	9422449266	Sangli	Mr. Dattaji Gaikwad	0233-6600566
Karve Nagar	Ms. Prajakta Bedekar	8600993930	Satara	Mr. Vinod Jhamvar	02162-233906
Kondhwa	Mr. Santosh Gupte	26836366	Shrirampur	Mr. Amit Somani	02422-228111
Koregaon Park	Mr. Ajit Godbole/Mr. Ninad Parundekar	26158889			

Visit us at

WWW.sajagonline.com

*For opening your account with us and Net Trading
please contact Kiran - 020 6601 47 37*

FOR PRIVATE CIRCULATION TO THE REGISTERED CLIENTS OF SAJAG SECURITIES PVT LTD ONLY

CERTIFICATION:

This report is issued by Sajag Securities Pvt. Ltd. (SSPL) which is regulated by SEBI and its research activities are as per SEBI Guidelines for Research Analysts December 2014. Registration Number: INH000001923
The research analyst(s) who prepared this research report hereby certifies that the views expressed in this research report accurately reflect the research analyst's personal views about all of the subject issuers and / or securities, that the analyst have no known conflict of interest and no part of the research analyst's compensation was, is or will be, directly or indirectly, related to the specific views or recommendations contained in this research report. It is confirmed that the Research Analyst do not serve as an officer, director or employee of the companies mentioned in the report.

DISCLAIMER:

This Document is for private circulation & for information purposes only. It does not have regard to specific investment objectives, financial situation & the particular needs of any specific person who may receive this report. Investors should seek financial advice regarding the appropriateness of investing in any securities or investment strategies discussed or recommended in this report & should understand that statements regarding future prospects may not be realised. In no circumstances be used or considered as an offer to sell or solicitation of any offer to buy or sell the securities mentioned in it. The information in this document has been obtained from sources believed reliable, but we do not represent that it is accurate or complete. We hereby certify that the views expressed in this research report accurately reflect our personal views about the subject companies & their securities. We certify that we have not been, have not, & will not be receiving direct or indirect compensation in exchange for expressing the specific recommendation in this report. We may or may not hold shares in the recommended companies.

Contact : **RASHMI**, Tel.No : **020 6601 47 37** or send e-mail at 'rashmi@sajag.co.in' for further clarification.

BOOK - POST

If undelivered please return to :

Sajag Securities Pvt. Ltd.

'Regent Chambers', Opp. Garware College,

33/15-B, Karve Road, Pune 411004.

Tel. : 020 - 6601 47 37