

- 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, RBI FY25 GDP growth forecast at 7.2%

Time period	30/9/2024	31/8/2024	31/12/2007
Nifty	25810.85	25235.9	6138
Valuation			
Trailing PE	24.26	23.47	27.62
Trailing PB	3.87	4.26	6.39
Mcap/GDP	1.33	1.31	1.23
Nifty return			
1 year	31.43%	31.07%	54.77%
2 year	22.88%	19.21%	47.11%
3 year	13.57%	13.78%	43.43%
EPS growth			
1 year	20.33%	22.69%	19.13%
2 year	13.34%	13.29%	15.95%
3 year	17.67%	18.11%	17.85%
Other data points			
Credit growth	13.30%	13.6%	25%
10-year bond yield	6.75	6.86	7.57
Brent Oil Futures	71.7	78.8	93.25
USD/INR	83.75	83.87	39.23
Gold (oz/USD)	2659.4	2527.6	843.2

Source: RBI, NSE, ET, Prowess

MARKET REVIEW

Indices continue the rally!

Key indices marked new highs, while the broader market remained mild following global cues.

Key developments during the month were,

- ▶ India's retail inflation rose to 3.65% in August, slightly higher than 3.6% reported in July. The inflation was within the Reserve Bank of India's (RBI) medium-term target of 2-6%. India's wholesale price index (WPI)-based inflation cooled to a four-month low of 1.31% in August from 2.04% in July, primarily due to a decline in prices of manufactured goods and food items. This marks a significant drop from the 3.36% peak recorded in June.
- ▶ The IIP growth rate for the month of July 2024 is 4.8% which was 4.7% in the month of June 2024. The growth rates of the three sectors, Mining, Manufacturing and Electricity for the month of July 2024 are 3.7%, 4.6% and 7.9% respectively.
- ▶ India's goods trade deficit widened to a 10-month high in August as

imports, led by gold, increased and exports, especially of petroleum products, dropped from a year ago on damp global demand amid geopolitical challenges. The merchandise trade deficit, the difference between the country's exports and imports, stood at \$29.65 billion in August compared with \$23.5 billion in July and \$20.98 billion in June. Merchandise exports rose to \$34.71 billion in August, up from \$33.98 billion in July, while merchandise imports climbed to \$64.36 billion in August from \$57.48 billion in July as purchases of gold surged to over \$10 billion.

- ▶ India's fiscal deficit remained under control during April-August, reaching 27% of the full-year target. This containment was attributed to muted spending in the early months of the fiscal year. In comparison, the deficit stood at a higher 36% during the same period in FY24.
- ▶ The gross monthly GST Collection stands at Rs.1,73,240 crores, showing a y-o-y growth of 6.5% compared to the same month last year, when it stood at Rs.1.62 lakh crore. However, the month-on-month numbers have marginally dipped in absolute terms by approximately 1% from Rs.1.75 lakh crore in August 2024. The Net Direct Tax collections were of Rs. 8,65,117 crores as on mid September.

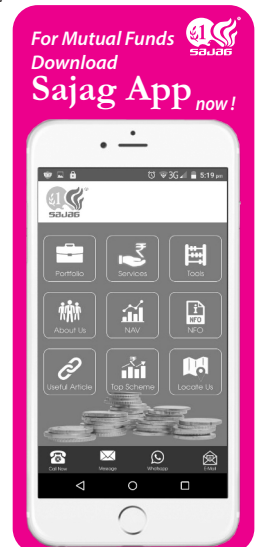
Indian equity benchmarks witnessed significant gains, hitting new record highs in the month of September. The positive sentiment in the Indian market was influenced by the US Federal Reserve's decision to cut interest rates by 50 basis points and its indication of further rate reductions. However, the substantial rate cut also sparked concerns about a potential global slowdown, leading to profit booking in mid-cap and small-cap stocks. FIIs posted a buy figure in the month gone by to the tune of Rupees 15424.20 crores.

Brent crude oil prices have fallen near \$70 per barrel which is driven by a combination of ample supply and weak demand forecasts. This is the lowest level for oil prices in nearly three years. The Organization of the Petroleum Exporting Countries (OPEC+) has delayed its planned increase in oil production, which has also contributed to the current low prices. The US Federal Reserve decided to cut its interest rate by 0.5%.

Market Outlook

Moody's has revised its calendar year 2024 growth forecast for India to 7.1% from its earlier estimates of 6.8% in June, as it expects growth in the Asia-Pacific region to outpace the global economy.

- ▶ The US non-farm payrolls increased by only 142,000 in August, falling short of the



Performance of key sectoral indices

Nifty IT	-2.14%	Nifty FMCG	3.53%
Nifty Pharma	-0.26%	Nifty Realty	3.96%
Nifty Energy	0.31%	Nifty MNC	4.82%
Nifty Infrastructure	1.15%	Nifty India Consumption	5.61%
Nifty Bank	2.71%	Nifty Metal	8.06%
Nifty Auto	2.81%		

expected 165,000. This marked the lowest three-month average since mid-2020. Although the unemployment rate decreased to 4.2%, it was the first drop in five months. The US consumer price index in August rose 2.5% year-over-year, the lowest level since February 2021. Wholesale prices increased by 0.2% in August, in line with expectations. US consumer confidence suffered its biggest one-month decline in more than three years, hitting 98.7 for September. The US economy grew at a 3% annual rate in the second quarter, driven by consumer spending, inventory investment, and business investment.

- China's central bank announced plans to reduce mortgage rates for existing home loans by the end of October, likely by an average of 50 basis points. China's Caixin Manufacturing PMI declined from 50.4 in August to 49.3 in September, indicating a return to contraction. The manufacturing sector deteriorated in September after improving the previous month. The consumer price index rose by 0.6% y-o-y in August, primarily due to declines in transportation, home goods prices, and rents. China's exports grew by 8.7% y-o-y in August, while imports increased by 0.5%. This compares to the previous growth rates of 6.5% for exports and 2% for imports. China's industrial profit data for August saw a 17.8% plunge year on year, following a 4.1% year-on-year increase in July.
- The European Central Bank (ECB) implemented a second interest rate cut this year. The key deposit rate was lowered by 25 basis points to 3.5%, aligning with expectations. While the ECB reduced its 2024 economic

growth projection, it remains confident that inflation will broadly align with its 2% target by the end of 2025. France's PMI data stood at 47.4 in September down from 53.1 in August, Hamburg Commercial Bank (HCOB) data showed and German business activity also contracted in September, with the HCOB flash composite PMI falling from 48.4 in August to 47.2 in September, a seven-month low.

- Japan reported its unemployment rate for August eased to 2.5%, down from 2.7% in July. Japan's GDP grew a seasonally adjusted 0.7% on quarter in the second quarter of 2024. Japan's August producer price index (PPI) came in at a lower-than-anticipated 2.5% year-over-year increase. This marked the slowest PPI growth since May, contrasting with the previous month's 3% rise. Japan's imports and exports in August rose 2.3% and 5.6%, respectively, from a year ago. Bank of Japan (BoJ) keeps key interest rate steady as it treads cautiously on normalizing policy. Japan's Core CPI, excluding volatile fresh food prices, increased by 2.8% year-on-year in August, reaching a 10-month high. Japan's manufacturing activity contracted more than expected in September due to ongoing production disruptions faced by major automakers. However, the services sector saw growth driven by strong consumer demand. The au Jibun Bank manufacturing purchasing managers index fell to 49.6 in early September, indicating contraction for the third consecutive month.
- The headline HSBC Flash India Composite Output Index dipped to 59.3 in September from 60.7 in August. The index pointed to another rapid monthly increase in business activity, albeit one that was the least pronounced in 2024 so far. Softer expansions were seen across both the manufacturing and services sectors. The HSBC Flash India Manufacturing PMI posted 56.7 in September, down from 57.5 in August. The reading signaled a further marked strengthening in business conditions for goods producers, but the rate of improvement was the softest since January.

Amidst the festive season, geo-politics and India Inc quarterly results will direct the market sentiments. Any corrections would lead to stock specific investments.

TECHNICAL VIEW



Nifty began the month of September mildly and remained sombre initially. However, after mid of the month Nifty gained momentum and moved north to mark highest daily close at 26216. On monthly basis, Nifty gained and again marked a highest monthly close at 25810, a gain of 2.28%.

Nifty has ended with a green candle in the 4th consecutive month and 6 consecutive quarters. The RSI is trading in over-bought conditions on weekly, monthly as well as quarterly charts. Nifty might see some profit-taking at higher levels and we might see some volatility as gradually it moves up.

As we saw, Nifty saw some profit-taking at the higher level in the last month. Going ahead, Nifty will resistance near 25500-26000-26200. On the other hand, support is placed near 24700-24500-23870. A correction would be buying opportunity for investors.

GAINERS AND LOSERS OF THE MONTH (NIFTY-50)

GAINERS			
COMPANY	OPEN	CLOSE	%
Bajaj Auto Ltd.	10926	12345.95	13.00%
Shriram Finance Ltd.	3219.95	3576.95	11.09%
Bajaj Finserv Ltd.	1796.4	1973.4	9.85%
Tata Steel Ltd.	153.9	168.55	9.52%
J S W Steel Ltd.	941.1	1030.05	9.45%

LOSERS			
COMPANY	OPEN	CLOSE	%
Tata Motors Ltd.	1105	974.65	-11.80%
Oil & Natural Gas Corpn. Ltd.	330	297.6	-9.82%
Tata Steel Ltd.	168	152.8	-9.05%
Maruti Suzuki India Ltd.	13400	12421.25	-7.30%
Tata Consultancy Services Ltd.	4576	4268.5	-6.72%

MUTUAL FUNDS PERFORMANCE

NAV as on 30 September 2024

Return %

Liquid Funds	NAV	30 DAYS	3 MON	6 MON	1 YR
Franklin India Money Market Fund Reg (G)	47.37	0.66	1.92	3.78	7.59
Axis Liquid Fund (G)	2759.97	0.59	1.77	3.61	7.39
Canara Robeco Liquid Fund Reg plan (G)	2984.15	0.59	1.78	3.63	7.38
Arbitrage Funds	NAV	30 DAYS	3 MON	6 MON	1 YR
Kotak Equity Arbitrage Fund (G)	35.56	0.49	1.64	3.67	7.64
UTI Arbitrage Fund (G)	33.25	0.52	1.70	3.67	7.52
Edelweiss Arbitrage Fund Reg (G)	18.41	0.49	1.62	3.56	7.43
Hybrid Aggressive Funds	NAV	1 YR	2 YR	3 YR	5 YR
ICICI Pru Equity & Debt Fund (G)	389.10	37.73	30.09	21.91	24.22
Quant Absolute Fund (G)	445.92	36.83	21.70	18.29	26.70
Edelweiss Aggressive Hybrid Fund (G)	63.88	36.76	27.91	19.31	19.95
Hybrid Balanced Advantage Funds	NAV	1 YR	2 YR	3 YR	5 YR
ICICI Pru Balanced Advantage Fund Reg (G)	71.43	23.73	17.82	13.75	14.37
Edelweiss Balanced Advantage Fund (G)	51.65	28.42	20.17	12.99	16.64
Tata Balanced Advantage Fund (G)	20.58	22.21	17.44	12.42	14.39
Nippon India Balanced Advantage Fund (G)	174.98	25.91	18.46	12.87	13.87
Hybrid Multi-Asset	NAV	1 YR	2 YR	3 YR	5 YR
Quant Multi Asset Fund (G)	140.71	48.80	29.39	24.06	29.45
ICICI Pru Multi Asset Fund (G)	726.50	32.29	27.34	21.19	22.49
WhiteOak Capital Multi Asset Allocation Fund Reg (G)	12.88	24.54	N/A	N/A	N/A
Equity Value Funds	NAV	1 YR	2 YR	3 YR	5 YR
HSBC Value Fund (G)	112.86	50.15	40.72	25.53	26.80
Nippon India Value Fund (G)	236.21	55.00	38.56	24.61	26.61
ICICI Pru Value Discovery Fund (G)	473.89	44.12	35.67	24.59	27.73
Bandhan Sterling Value Fund Reg (G)	157.75	40.79	32.24	23.39	27.97
Equity Focused Funds	NAV	1 YR	2 YR	3 YR	5 YR
HDFC Focused 30 Fund (G)	225.23	46.32	33.52	28.09	24.19
ICICI Pru Focused Equity Fund Reg (G)	91.88	52.68	36.24	23.17	26.02
Quant Focused fund (G)	96.24	47.14	30.82	22.03	25.08
Franklin India Focused Equity Fund (G)	113.27	40.79	29.11	20.23	23.27
Tax Saving Schemes (ELSS)	NAV	1 YR	2 YR	3 YR	5 YR
SBI Long Term Equity Fund Reg (G)	455.44	54.46	42.57	27.37	27.04
Motilal Oswal ELSS Tax Saver Fund Reg(G)	54.62	66.56	44.70	26.38	25.19
HDFC ELSS Tax saver Reg (G)	1410.64	47.91	34.73	24.80	23.13
Quant ELSS Tax Saver Fund (G)	412.39	48.88	30.99	24.47	35.33
Large Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Nippon India Large Cap Fund (G)	91.58	39.14	31.89	22.15	22.16
HDFC Top 100 Fund (G)	1199.18	37.81	30.71	20.08	20.20
ICICI Pru Bluechip Fund Reg (G)	112.24	41.59	30.88	20.04	21.52
Tata Large Cap Fund Reg (G)	522.62	37.56	26.92	16.15	18.82
Mid Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Motilal Oswal Midcap Fund Reg (G)	107.54	71.80	44.14	36.73	33.03
Quant MidCap Fund (G)	247.00	48.95	37.52	29.66	36.47
HDFC Mid Cap Opportunities Fund (G)	194.53	47.35	40.88	28.79	30.34
Nippon India Growth Fund (G)	4248.32	53.47	40.91	27.52	31.37

Large & Mid Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Quant Large and Mid Cap Fund (G)	130.62	54.61	36.36	26.94	29.01
Motilal Oswal Large and Mid Cap Fund Reg (G)	33.95	60.53	44.37	26.92	27.61
Bandhan Core Equity Fund (G)	138.72	56.43	40.54	26.53	25.94
HDFC Large & Mid Cap Fund Reg (G)	353.04	44.69	35.59	24.10	26.34

Small Cap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Nippon India Small Cap Fund (G)	182.12	48.49	41.72	30.92	37.10
Quant Small Cap Fund (G)	282.37	53.91	45.65	30.01	48.36
Franklin India Smaller Companies Fund (G)	186.24	47.28	41.63	27.96	30.25
HSBC Small Cap Fund Reg (G)	89.46	44.44	38.14	27.82	31.68

Flexicap Funds	NAV	1 YR	2 YR	3 YR	5 YR
HDFC Flexi Cap Fund Reg (G)	1950.39	46.07	35.20	25.67	24.83
Quant Flexi Cap Fund (G)	110.90	53.70	35.08	24.45	35.89
Franklin India Flexi Cap Fund (G)	1690.32	43.89	32.42	21.21	24.43
Parag Parikh Flexi Cap Fund Reg (G)	81.75	39.99	32.20	18.14	26.30

Multicap Funds	NAV	1 YR	2 YR	3 YR	5 YR
Nippon India Multi Cap Fund (G)	306.23	45.75	37.05	28.17	26.75
ICICI Pru Multicap Fund Reg (G)	827.57	48.16	35.48	23.21	23.88
Quant Active Fund	715.12	40.17	28.11	20.94	32.19
Sundaram Multi Cap Fund Reg (G)	392.02	42.15	29.00	19.61	23.82

Sector & Thematic Funds	NAV	1 YR	2 YR	3 YR	5 YR
DSP India T.I.G.E.R. Fund Reg (G)	348.45	64.24	50.24	34.61	30.82
Bandhan Infrastructure Fund Reg (G)	56.18	72.34	52.31	33.49	31.59
ICICI Pru India Opportunities Fund (G)	35.96	44.13	37.22	27.08	29.74
ICICI Pru Pharma Healthcare And Diagnostics Fund (G)	39.01	60.07	42.66	22.40	32.86
Kotak Pioneer Fund (G)	31.45	50.14	35.13	19.92	N/A
Aditya Birla SL India Gen Next Fund Reg (G)	232.96	42.78	27.10	19.28	21.86
Sundaram Services Fund (G)	34.42	37.17	27.89	18.41	24.32
Mirae Asset Healthcare Fund (G)	39.06	49.73	33.54	18.11	31.07
SBI Banking & Financial Services Fund Reg (G)	38.97	36.33	24.69	15.60	16.25
Tata Banking and Financial Services Fund Reg (G)	40.47	24.46	25.52	15.40	15.37
SBI Magnum Global Fund Reg (G)	383.96	14.97	15.36	11.07	16.98

Index	NAV	1 YR	2 YR	3 YR	5 YR
NSE - Nifty 50	25810.85	31.43	22.88	13.57	17.60
S&P BSE Sensex	84299.78	28.06	21.16	12.55	16.87

CORPORATE ACTIONS IN OCTOBER 2024

COMPANY	RECORD DATE	PURPOSE
NBCC	07-10-2024	1:2 Bonus Issue of Equity Shares
I D F C	10-10-2024	Scheme of Amalgamation
IDFC First Bank	10-10-2024	Scheme of Amalgamation
Vedanta	16-10-2024	Fourth Interim Dividend
HEG	18-10-2024	Stock Split from Rs.10/- to Rs.2/-
TCS	18-10-2024	Second Interim Dividend
HCL Technologies	22-10-2024	Third Interim Dividend
ICICI Lombard	28-10-2024	Interim Dividend
Asian Paints	31-10-2024	Interim Dividend

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COMPANY ANALYSIS

STAR HEALTH AND ALLIED INSURANCE LIMITED

CMP (As on 30 September 2024) – 606

INDUSTRY - FINANCE & INVESTMENTS

OCTOBER 2024

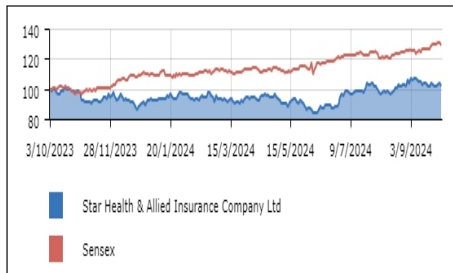
SENSEX – 84299 NIFTY – 25810

Mkt. Cap.	: 35668269 Cr
Equity	: 585.51
Trading Vol.	: 653363
52 Week High/Low	: 647/477
Face Value	: 10

BSE Group	: A
BSE Code	: 543412
NSE Symbol	: STARHEALTH
Bloomberg	: STARHEALIN
Reuters	: STAU.BO

Shareholding Pattern	
Promoters	: 57.90
Institutions & Corporates	: 16.05
Foreign	: 21.75
Public & Others	: 4.31

Star Health is India's first Standalone Health Insurance provider, which has widened its coverage to Health, Personal Accident and Overseas Travel Insurance. It provides policies customised around the needs of individuals, families and companies. These services are provided through a distribution network comprising agents, brokers and the online format. The Company is also prominently engaged in bancassurance on basis of long-standing relationships with banks.



Investment rationale

- ▶ The company is the largest private health insurance company in India with leadership in the attractive retail health segment. The company has overall health insurance market share at 15% and strong retail health insurance market share at 31%.
- ▶ The retail health segment in India is expected to emerge as a key growth driver for the overall health insurance market due to its lower claims ratio of 73%, as compared to government health and group health with claims ratios of 92% and 99%, making the retail health segment more attractive from a profitability perspective, since lower claims results in higher profitability.
- ▶ The low penetration of health insurance, high out-of-pocket expenses for healthcare costs and only 10% of the population having insurance policies outside of government plans, provides growth opportunities.
- ▶ In Q1FY25, gross written premium (GWP) rose 17.9% y-o-y to Rs. 3,476 cr with a 20bps y-o-y increase in market in general insurance segment. The retail GWP grew 14.8% y-o-y. Long-term policies' share within retail GWP improved to 7% vs 5% in Q1FY24, providing a strong outlook. The renewal ratio was 92.8%. While the ratio of fresh to renewed business improved to 25:75 vs 23:77 in Q1FY24. Fresh premium growth was 18% y-o-y.

Star Health aims to deliver 2x GWP growth to reach Rs. 30,000cr and 3x PAT growth to reach Rs. 2,500cr by FY28 on the back of its well-defined growth engines and competitive moat. It has one of the largest health insurance networks in India with more than 14,340 hospitals. We recommend investing with a long term perspective.

Financial Performance (Rs. Crore)

Year End	202403	202303	202203	202103	202003
Equity	585.28	581.68	575.52	548.09	490.64
Networth	6,383.98	5,443.25	4,620.19	3,495.14	1,643.68
Total Debt	470.00	470.00	720.00	250.00	250.00
Operating Income	14,022.38	12,096.16	10,601.99	5,050.31	4,986.52
Total income	14,026.44	12,101.86	10,610.09	5,050.63	4,986.55
Gross Profit	1,187.56	878.47	-1,353.34	-1,400.08	442.87
PAT	845.01	618.59	-1,040.67	-1,085.71	268.00
Book Value (Rs)	109.08	93.58	80.28	63.76	33.5
EPS (Rs.)	14.44	10.63	-18.08	-19.81	5.46
Dividend (%)	0.00	0.00	0.00	0	0
Payout (%)	0	0	0	0	0

Latest Results (Rs. Crore)

Quarter Ended	202406	202306	Var. (%)
Sales	3520.32	3043.75	15.66
Other Income	1.41	0.25	464.00
PBIDT	426.17	384.35	10.88
PBT	426.17	384.35	10.88
PAT	318.93	287.85	10.80

CYIENT DLM LIMITED

CMP (As on 30 September 2024) – 669

INDUSTRY - ELECTRONICS

OCTOBER 2024

Mkt. Cap.	: 5305.58 Cr
Equity	: 79.31
Trading Vol.	: 681864
52 Week High/Low	: 882/580
Face Value	: 10

BSE Group	: A
BSE Code	: 543933
NSE Symbol	: CYIENTDLM
Bloomberg	: CYIENTDLIN
Reuters	: -

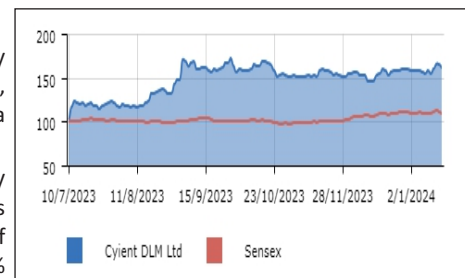
Shareholding Pattern	
Promoters	: 66.66
Institutions & Corporates	: 18.56
Foreign	: 5.54
Public & Others	: 9.23

Cyient DLM, a subsidiary of Cyient, is one of the leading integrated Electronic Manufacturing Services (EMS) and solutions providers with capabilities across the value chain and the entire life cycle of a product..

Investment rationale

- ▶ Cyient DLM has over 22 years of experience in developing high mix, low-to-medium volume highly complex systems and it is a qualified supplier to global OEMs in the aerospace and defence, medical technology and industrial sectors. Contracts with customers who are located outside India contributed 59.71% of revenue.
- ▶ Solutions offered by the company primarily comprise: (i) printed circuit board (PCB) assembly (PCBA), (ii) cable harnesses, and (iii) box builds which are used in safety critical systems such as cockpits, inflight systems, landing systems, and medical diagnostic equipment. About 62.6% of revenue come from PCBA, 1.4% from cable harnesses, 32.4% from box builds and balance 3.6% from others.
- ▶ It provides EMS as Build-to-Print (B2P) and Build-to-Specification (B2S) services to its clients. B2P solutions of it involve its client providing the design for the product for which it provides agile and flexible manufacturing services. B2S services involve utilizing the Promoters design to design the relevant product based on the specifications provided by the client and manufacturing capabilities the product. In FY2023 about 99.8% of revenue comes from B2P. The company proposes to strengthen its B2S value proposition by investing in design capabilities to enhance its value addition and increase ownership in its engagements.
- ▶ Low volume, high mix (LVHM) is a type of contract manufacturing setup, which typically has a very high emphasis on quality and customization, which changes according to the requirements of the customer. Typically, it enters into master service agreements (MSA) with its customers, which are generally for a term of three years to five years.

The order book was at Rs 2,126.7 crore at the end of Q1FY25. We recommend investing with a long term perspective.



Financial Performance (Rs. Crore)

Year End	202403	202303	202203	202103	202003
Equity	79.31	52.87	1.37	1.37	1.37
Networth	908.98	197.88	77.12	37.66	25.71
Total debt	192.12	356.05	336.88	279.02	307.94
Sales	1,191.87	832.03	720.53	628.03	457.09
Other Income	27.83	6.31	7.95	8.88	7.83
PBDITA	138.84	94.1	92.01	54.82	21.56
PAT	61.2	32.12	39.73	11.81	-6.7
Book Value (Rs)	114.62	37.43	31.34	15.3	10.45
EPS (Rs.)	7.72	6	16.17	4.8	-2.72
Dividend (%)	0	0	0	0	0
Payout (%)	0	0	0	0	0

Latest Results (Rs. Crore)

Quarter Ended	202406	202306	Var. (%)
Sales	257.89	217.15	18.76
Other Income	8.89	0.91	876.92
PBIDT	28.96	20.9	38.56
PBT	14.23	6.99	103.58
PAT	10.67	5.36	99.07

COMPANY ANALYSIS REVIEW

TATA POWER COMPANY LIMITED

CMP (As on 30 September 2024) – **482** **INDUSTRY - POWER GENERATION & SUPPLY**

OCTOBER 2024

Mkt. Cap.	: 154207.09 Cr
Equity	: 319.53
Trading Vol.	: 15756520
52 Week High/Low	: 494/230
Face Value	: 1

BSE Group	: A
BSE Code	: 500400
NSE Symbol	: TATAPOWER
Bloomberg	: TPWRIN
Reuters	: TTPW.BO

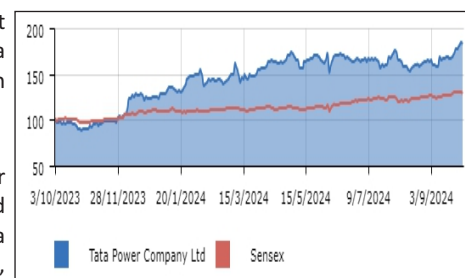
Shareholding Pattern	
Promoters	: 46.86
Institutions & Corporates	: 16.75
Foreign	: 10.78
Public & Others	: 25.60

The stock was earlier recommended in Sajag Online publication of October 2021. We maintain an optimistic outlook of the company owing to strong parentage, presence in sustainable energy solutions and supply.

Tata Power Company Limited is India's largest integrated private power company, with a significant international presence. The Company was amongst the pioneers in generation of electricity in India more than a century ago. The Company has an installed generation capacity of 8.8 GW, 11.4 GW clean and green energy; transmission capacity of 6,688 ckm.

Investment rationale

- ▶ With its pan-India campaign, 'Ghar Ghar Solar Tata Power Ke Sang', the company is powering solar adoption in the country via solar panels manufactured in its newly built 4.3 GW solar module and cell plant in Tamil Nadu. It has achieved 1 lakh rooftop solar installations across the country. Tata Power has also made significant strides towards advancing sustainable mobility solutions, becoming the first EV charging solutions provider to surpass the installation of 1 lakh home EV chargers. It has a growing pan-India network of over 5600 public / captive chargers. Tata Power has successful public-private partnerships in Generation, Transmission and Distribution in India namely with Delhi Government, Power Grid Corporation of India Ltd, Damodar Valley Corporation, etc. It is one of the largest renewable energy players in India and has developed the country's first 4000 MW Ultra Mega Power Project at Mundra (Gujarat) based on super-critical technology.



- ▶ Tata Power's international presence includes strategic investments in Indonesia through 30% stake in the leading coal company PT Kaltim Prima Coal (KPC) in Singapore through Trust Energy Resources to securitise coal supply and the shipping of coal for its thermal power generation operations; in South Africa through a joint venture called Cennergi' to develop projects in South Africa, Botswana and Namibia; in Australia through investments in clean coal technologies and in Bhutan through a hydro project in partnership with The Royal Government of Bhutan.
- ▶ Its planned capex for this financial year is Rs 20,000 Crore. Tata Power is committed to adopting and leading the new and emerging clean energy technologies, including pumped hydro projects, Hydropower project in Bhutan, and opportunities to develop Small Modular Nuclear Reactors as Government policy evolves.

In the Q1 FY25 Tata Power had all-time high and 19th consecutive quarter of PAT growth. All our businesses have grown profitably on the back of operational efficiency, execution excellence, and sustained business momentum. It is present across the entire value chain of power business viz. Generation, Transmission, Distribution, Power Trading, Power Services, Coal Mines and Logistics, Solar PV manufacturing and associated Engineering, Procurement and Construction services (EPC), Consumer facing businesses such as solar rooftop, solar pumps, EV charging, home automation and microgrid. We recommend investing with a long term perspective.

Consolidated Financial Performance (Rs. Crore)

Year End	202403	202303	202203	202103	202003
Equity	319.56	319.56	319.56	319.56	270.5
Networth	32,355.29	28,787.43	22,441.56	22,322.26	19,566.02
Total debt	53,689.45	52,923.00	51,195.12	46,707.95	51,936.15
Sales	61,448.90	55,109.08	43,095.26	33,121.80	29,136.37
Other Income	3479.99	5570.06	3003.74	1848.65	2301.98
PBDITA	14151.61	13267.85	9516.39	8695.86	9085.22
PAT	3,410.67	3,216.88	2,227.43	1,170.14	31.7
Book Value (Rs)	99.18	88.02	68.16	63.09	64.35
EPS (Rs.)	11.57	10.44	5.45	3.53	3.76
Dividend (%)	200	200	175	155	155
Payout (%)	14.93	14.68	22.98	29.14	26.74

Latest Results (Rs. Crore)

Quarter Ended	202406	202306	Var. (%)
Sales	17293.62	15213.29	13.67
Other Income	577.72	877.05	-34.13
PBIDT	3639.47	3590.4	1.37
PBT	1490.34	1475.55	1.00
PAT	1188.63	1140.97	4.18

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 & %		Value & %		Value & %		Value & %		Value & %	
	Return (3 Yr)	%	Return (5 Yr)	%	Return (8 Yr)	%	Return (10 Yr)	%	Return (15 Yr)	%
Total Investment :	360000	%	600000	%	960000	%	1200000	%	1800000	%
Canara Robeco Emerging equities Reg (G)	544,950	28.63	1,143,828	26.04	2,256,175	20.67	3,339,217	19.39	10,178,251	20.68
Aditya Birla SL India Gen Next Fund Reg (G)	554,557	29.92	1,150,168	26.27	2,282,241	20.95	3,344,271	19.42	8,745,591	18.96
Kotak Emerging Equity (G)	597,979	35.6	1,345,012	32.87	2,701,277	25.00	3,982,792	22.64	10,999,782	21.55
Nippon India Small Cap Fund (G)	641,242	40.99	1,645,579	41.57	3,374,686	30.38	5,129,783	27.31	N/A	N/A
SBI Large & MidCap Fund Reg (G)	541,608	28.17	1,174,026	27.13	2,297,837	21.11	3,279,328	19.06	7,869,168	17.76

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

INVESTMENT IDEAS - MEDIUM TERM (3-6 MONTHS)

TECH MAHINDRA LIMITED

CMP (AS ON 30 SEPTEMBER 2024) - 1610 TARGET - 1750

Tech Mahindra Limited is a leading provider of consulting-led integrated portfolio services to customers including Telecom Equipment Manufacturers, Telecom Service Providers and IT Infrastructure Service Providers, Business Process Outsourcing Service Providers as well as Enterprise Solutions Services (BFSI, Retail & Logistics, Manufacturing, Energy and Utility (E&U), and Healthcare, Life Sciences, etc.) of Information Technology (IT) and IT-enabled services delivered through a network of multiple locations around the globe. It provides IT services, including IT enabled Services, Application Development and Maintenance, Consulting and Enterprise Business Solutions, Extended Engineering Solutions and Infrastructure Management Services to a diversified base of corporate customers in a wide range of industries including Insurance, Banking and Financial Services, Manufacturing, Telecommunications, Transportation and Engineering Services. On a year on year (YoY) basis, Tech Mahindra's net profit grew 22.96% in Q1 FY25. Tech Mahindra is focused on leveraging next-generation technologies including 5G, blockchain, cybersecurity, artificial intelligence, and more, to enable end-to-end digital transformation for global customers.

IPCA LABS LIMITED

CMP (AS ON 30 SEPTEMBER 2024) - 1498 TARGET - 1650

IPCA Labs is a fully integrated, pharmaceutical company manufacturing and marketing formulations and API's covering various therapeutic segments. Ipca's APIs and Formulations produced at world class manufacturing facilities are approved by leading drug regulatory authorities including the USFDA, UK-MHRA, South Africa, Brazil and Australia, with operations in over 100 countries. IPCA is one of the biggest manufacturers in the world of APIs Atenolol (Antihypertensive), Chloroquine Phosphate (Antimalarial), Furosemide (Diuretic) and Pyrantel Salts (Anthelmintic) right from the basic stage. It is also one of the largest suppliers of these APIs and their intermediates world over. In Q1 FY25, Exports went down 4%, Indian formulations up 12% compared to Q1 FY24. In Q1 FY25, total formulations revenue increased 7% YoY and API revenue fell 2% on YoY basis. Ipca's investments in biologics and plans to revitalize its CDMO initiatives suggest significant growth potential.

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			

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

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