

Techno Funda Stock



ABB INDIA LTD

Sector : Electric Equipment | 05/03/2024

Recommendation
BUY

₹

Buy Price Range
₹5600-5700

🎯

Target Price
₹7900-8000

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%

Expected Return
36-40%

📅

Holding Period
1.5-2 Years

📈

Market Capitalization
₹ 1,19,714 Cr.



PRODUCTS

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Shaping Tomorrow, Powered by Technology:
ABB India, a global leader in power and automation technologies, delivers comprehensive engineering solutions across the entire value chain. From advanced products to cutting-edge services, they empower industries to achieve sustainable and efficient operations. It is a play on the capex cycle. It works on four segments
Electrification, Motion, Process Automation, Robotics & Discrete Automation.

WHY TO INVEST?

- ◉ **Tailwinds from Infrastructure Boom**

Rising investments in Railway and Metro electrification propel ABB India's future growth.

- ◉ **Sustainability Champion**

Committed to sustainability, ABB India achieves 100% of ESG goals and certifications.

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- ◉ **Global Innovation Powerhouse**

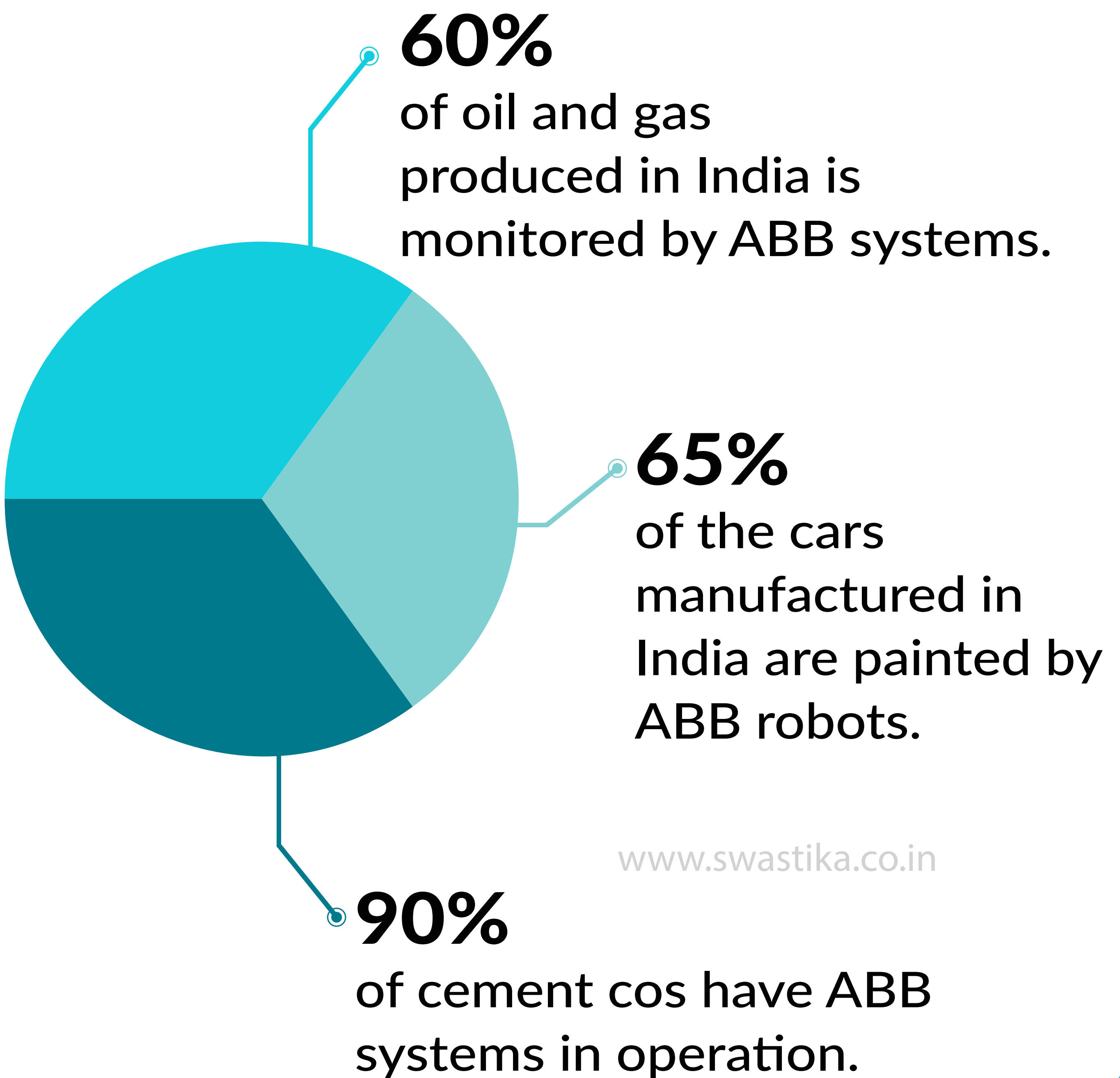
Substantial R&D investments by the ABB Group grant access to cutting-edge technology for ABB India.

- ◉ **Order Book Strength** A robust backlog ensures revenue visibility and future growth.

WHY TO INVEST?

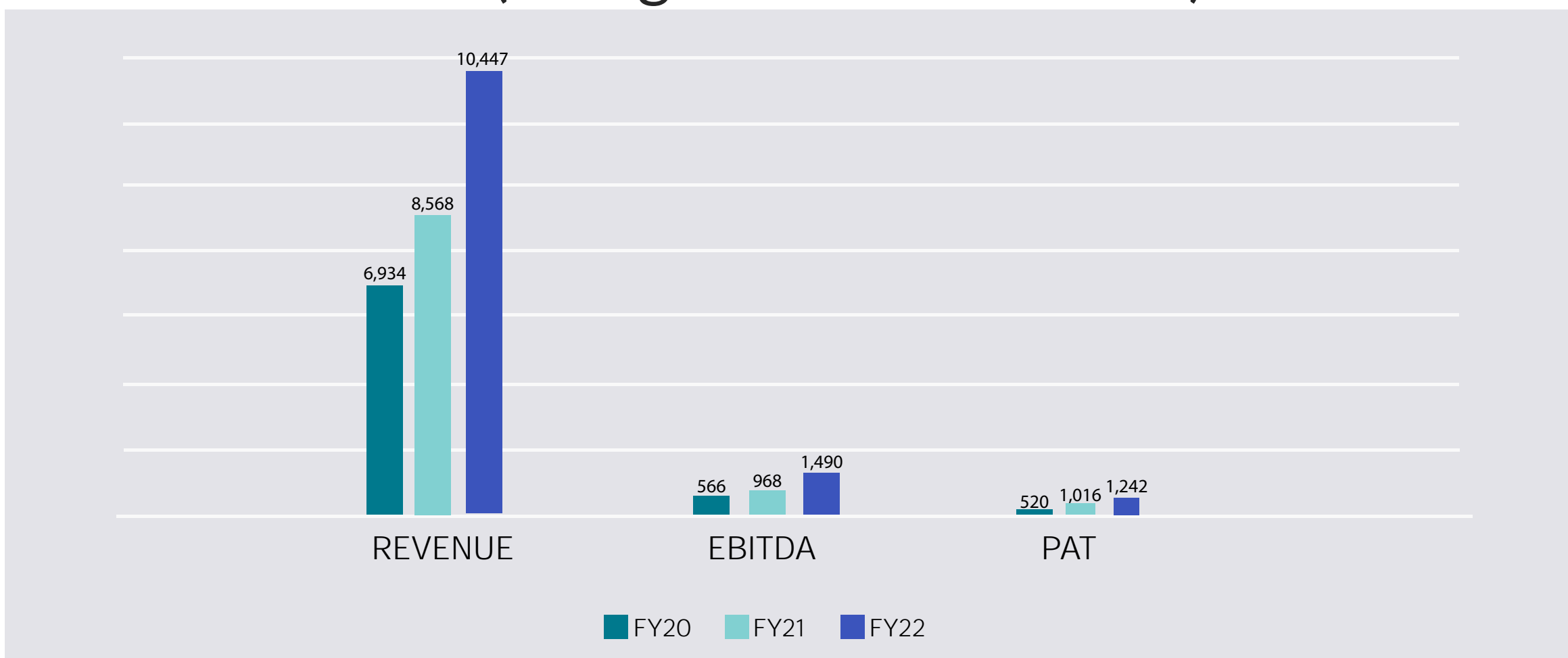
- ◉ **Service Sector Surge** ABB India prioritizes service growth, strengthening customer relationships, and diversifying revenue streams.
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- ◉ **Execution Excellence** ABB India's strong execution capabilities propel double-digit revenue growth and industry leadership.
- ◉ **Capital Efficiency Benchmark** Achieves best-in-class Return on Capital Employed, maximizing shareholder value.
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- ◉ **Proven Track Record** Wins significant contracts across segments, solidifying market position.

DO YOU KNOW?



FINANCIAL HIGHLIGHTS

(All figures are in INR Cr.)



FY23 KEY FINANCIALS

- ▶ ROCE **21.1%**
- ▶ EBITDA **16.9%**
- ▶ PAT Margin **11.8%**
- ▶ Sales Growth YoY **21.93%**
- ▶ EBITDA Growth YoY **53%**
- ▶ PAT Growth YoY **22.24%**
- ▶ Sales Growth 5 Years **9%**
- ▶ PAT Growth 5 Years **20%**
- ▶ Debt/Equity Ratio **0.01x**
- ▶ Interest Coverage Ratio **132x**
- ▶ Dividend Payout **49.99%**
- ▶ Promoter Holding **75%**
- ▶ Price to Earning Ratio **92.8x** www.swastika.co.in

Q3 FY24 FINANCIAL HIGHLIGHT

- ▶ Revenue Growth YoY **14%**
- ▶ EBITDA Margin **15%**
- ▶ PAT Margin **11.15x**

TECHNICAL HIGHLIGHTS



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- ▶ **Bullish breakout:** Short-term chart shows bullish flag formation breaking out with high volume, suggesting strong buying pressure.
- ▶ **Upward trend:** Long-term chart indicates a consistent uptrend with higher highs and higher lows, reinforcing the bullish sentiment.
- ▶ **Technical confirmation:** All technical indicators support the continuation of the uptrend.

RESEARCHED BY



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