

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	19654	19334	20000	19607	18518	19441-19991	Buy only above 19695. Targets at 19991/20200/20500. Stop at 19334.
BANK NIFTY	44361	43001	46001	44761	43127	43451-45651	Buy at CMP. Targets at 45651/46001/46751. Stop at 43001.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
L&TFH	138	105	189	127	106	Positive	Incorporated in the year 2008, L&T Finance Holdings Limited (LTFH) is a leading Non-Banking Financial Company (NBFC), offering a range of financial products and services under the L&T Finance brand. The Company is focused on creating a top-class, digitally-enabled, retail finance Company as part of the Lakshya 2026 plan. The goal is to move the emphasis from product focus to customer focus and establish a robust retail portfolio with quality assets, thus creating a Fintech@Scale. Technically, brace yourselves with the recent sequence of a higher high/low formation on the daily, weekly and monthly time frames. An impulse uptrend is seen forming on the daily time scale with positive SAR series. Look to accumulate at CMP, and on dips between 110-115 zone, targeting 149/163 and then aggressive targets at 189 with stop below 105. Holding Period: 9-12 months.

CMP	138
Target Price	163
52 Week H/L	74.55/140.20
P/E	13.13
EPS	10.47
ROE	20.82%
Book Value	54.97
Market Cap (INR)	34,152.62 crores

Daily Chart of L&TFH :



BUY L&TFH(CMP 138): Targets at 163.

Incorporated in the year 2008, L&T Finance Holdings Limited (LTFH) (<https://www.ltfh.com>) is a leading Non-Banking Financial Company (NBFC), offering a range of financial products and services under the L&T Finance brand.

Headquartered in Mumbai, the Company has been rated AAA — the highest credit rating for NBFCs — by four leading rating agencies. The Company is focused on creating a top-class, digitally-enabled, retail finance Company as part of the Lakshya 2026 plan. The goal is to move the emphasis from product focus to customer focus and establish a robust retail portfolio with quality assets, thus creating a Fintech@Scale while keeping ESG at the core. Fintech@Scale is one of the pillars of the Company's strategic roadmap - Lakshya 2026. The Company has a database of over 2.1 crore customers, which is being leveraged to cross-sell, up-sell as well as identify new customers.

The focus on doing the 'right businesses' has helped the Company become one of the leading financiers in key retail products offering Farm Equipment Loans, Rural Group Loans & Micro Finance, Two-Wheeler Loans, Consumer Loans, Home Loans & Loan Against Property as well as SME Loans. With a sustainable business model, data analytics-led collection and disbursements, a customer-centric approach and a sharp focus on asset quality, the Company remains committed to building a stable and sustainable organisation for all its stakeholders.

Key highlights:

A. Robust Retail Franchise: The Company's granular and deep pan India retail franchise is led by its marquee distribution capabilities namely, its geographic presence in around 2,00,000 villages from 1,700 plus rural branches and over 150 branches across urban centers, servicing over 89 lakh active customers.

B. Healthy Retail disbursements and book: The retail portfolio mix now stands at 82% of the total loan book with strong retail disbursement of Rs. 11,193 crore (up 25% YoY) and retail book at Rs. 64,274 crore (up 34% YoY).

C. Moving to a Single Lending Entity In the fourth quarter of FY23, LTFH had also initiated the merger of its subsidiaries - L&T Finance Ltd., L&T Infra Credit Ltd. and L&T Mutual Fund Trustee Ltd. with itself i.e., the equity-listed holding company. This strategic initiative was undertaken with the intent of having the 'Right Structure' in place.

D. Building a Fintech@Scale: LTFH is developing digital finance delivery as a customer value proposition. The Company is focused on touching every part of the customer ecosystem and has a customer focused digital first approach in not only urban but also in rural.

LTFH posted record Q1FY24 Profit After Tax (PAT) of Rs. 531 crore (Consol.) up 103% YoY.

Achieves Lakshya 2026 goal of over 80 percent retailisation much ahead of time; PLANET app crosses 44 lakh downloads.

Retail portfolio mix now stands at 82% of the total loan book; achieved Lakshya 2026 goal of greater than 80% retailisation almost three years in advance.

Robust Q1FY24 retail disbursements at Rs. 11,193 crore, up 25% YoY driven by strong growth across all retail segments coupled with top-notch digital and data analytics.

Accelerated reduction in the wholesale book by 65% YoY, a reduction of Rs. 25,992 crore in line with Lakshya 2026 gaining momentum towards becoming a top-notch, retail finance company.

PLANET app crosses 44 lakh downloads; powering up with digital technology towards becoming a Fintech@Scale • Progressing well on the proposed merger of entities leading to a 'single entity structure'

Technically, brace yourselves with the recent sequence of a higher high/low formation on the daily, weekly and monthly time frames. An impulse uptrend is seen forming on the daily time scale with positive SAR series.

Add to that a bullish divergence and a rising stochastic signal (on daily charts) with recent increase in volumes signaling a larger rebound. The 200 days Exponential Moving Average (EMA) of the stock on the daily chart is currently at 110-113 zone. The level of 110-113 zone will act as a strong support zone.

Look to accumulate at CMP, and on dips between 110-115 zone, targeting 149/163 and then aggressive targets at 189 with stop below 105. Holding Period: 9-12 months.

Mehta Equities

903 Lodha Supremus, Dr. E Moses Road, Worli Naka, Mumbai - 400 018 Board: +91-22-61507100/101 Fax: +91-22-61507102