

# WEALTH WEEKLY

## Weekly Alerts You Can Use!

### Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	17833	17484	18115	16982	16967	17591-18114	Buy at CMP. Targets at 18115 /18605. Stop at 17484.
BANK NIFTY	40416	37943	42001	37267	36350	38651-41801	Buy at CMP. Targets at 41001 /42001/42751. Stop at 37943.

### Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
CONCOR	753	623	801	698	643	Positive	Incorporated in March 1988, Container Corporation of India (CONCOR) is now an undisputed market leader having the largest network of 61 ICDs/CFs in India (59 terminals and 2 strategic tie-ups). CONCOR shares will be in limelight as the Cabinet approved policy allows leasing of IR land to set up cargo related activities for as much as 35 years (from the existing five years) at a land licensing fee (LLF) of 1.5 percent of the market value of land which will escalate by 6 percent annually. Establish buy positions at CMP, and on dips between 685-700 zone, targeting 801/851 mark and then aggressive targets seen at 900 mark. Stop at 623.

Incorporated in 1988, **Container Corporation of India (CONCOR)** is a "Navratna" company with 54.80% GoI holding is operating in Logistics sector - engaged in the business of transportation through containerization. Over the years, CONCOR has diversified into several container logistics activities such as container port, Air cargo Complex, Air Freight Station, Warehousing, Logistics Park, Supply chain management etc. The company has carried 43.50 million tons of containerized cargo by rail representing 72.09% of total market size.

Today, CONCOR undoubtedly is the market leader that has the largest network of 61 ICDs/CFs in India. Besides offering inland transport by rail for containers the company also provides services such as cover management of Ports, air cargo complexes and establishing cold-chain. For International and Domestic containerization and trade in India the company has built-up multimodal logistics support.

Daily Chart of CONCOR :



- CONCOR shares will be in limelight as the Cabinet approved policy allows leasing of IR land to set up cargo related activities for as much as 35 years (from the existing five years) at a land licensing fee (LLF) of 1.5 percent of the market value of land which will escalate by 6 percent annually.
- CONCOR shares likely to enjoy strong sessions as disinvestment outlook improves.
- CONCOR will benefit immensely from pickup in the economy that shall lead to growth on backdrop of resilient market share, leadership position, and strong balance sheet. CONCOR is India's structural growth story that will play an essential role in the changing Indian logistics landscape (DFC, cargo containerisation).
- CONCOR is an undisputed winner of the Transport and Logistics sector and mainly has two division - EXIM and domestic terminals.
  - A. EXIM volumes grew by 29.8% YoY to 815,077 TEUs led by pickup in economic activity at global as well as domestic level.
  - B. Domestic volume came in at 176,669 TEUs, up 68.6% primarily driven by rise in valued services and higher carrying load.
- For the quarter ended 30-06-2022, the company reported a Consolidated Total Income of Rs 2062.50 Crore, down -3.10 % from last quarter Total Income of Rs 2128.56 Crore and up 9.90 % from last year same quarter Total Income of Rs 1876.69 Crore. Company reported net profit after tax of Rs 294.03 Crore in latest quarter.
- The company plans a capex of Rs5bn in FY22, of which Rs3bn would be utilized for additional of rakes (48 rakes additional in FY22) and equipment's while balance Rs2bn would be spend towards infrastructure and upgrading IT facilities.
- Amidst robust a robust performance over FY22, management maintained its 12% revenue growth guidance and doubling bottom line for FY22.
- As per management, Land License Fees (LLF) stands at Rs3.7bn v/s Rs4.5bn earlier based on collection land rate from Indian railways for 24 terminals.

**Establish buy positions at CMP, and on dips between 685-700 zone, targeting 801/851 mark and then aggressive targets seen at psychological 900 mark. Stop at 623.**

### Mehta Equities

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