

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	21349	21001	22001	20015	19070	21101-21751	Buy between 21251-21301 zone. Targets 22000/22501. Stop at 22751.
BANK NIFTY	47492	46651	49001	44786	43900	46751-48999	Buy at CMP. Targets at 49001/49751/50251. Stop at 46101.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
ADANI PORTS	1028	787	1103	870	772	Positive	Adani Ports and Special Economic Zone Limited (APSEZ) is the largest commercial ports operator in India accounting for nearly one-fourth of the cargo movement in the country. Its presence across 13 domestic ports. APSEZ has a large land bank of 8,481 hectares of contiguous land at Mundra with requisite approvals and clearances in place. Revenue from operations rose 28% to 66.46 billion rupees in the September quarter, boosted by a 17% growth in cargo volumes. A potential entrance exists at CMP, targeting 1103/1251 mark and then aggressive 12-15 months targets placed at 1601 mark. Stop at 787.

BUY ADANI PORTS at CMP 1028. Target 1103

CMP	1028
Target Price	1103
52 Week H/L	1102/395
P/E	279.82
EPS (TTM)	3.67
Promoter Holding/DIIs/FIIs	65.5/37.1/13.8
Book Value	130.61
Market Cap (INR)	221954.28 crores

Daily Chart of ADANI PORTS :



Theme: Adani Ports and Special Economic Zone Limited (APSEZ) is the largest commercial ports operator in India accounting for nearly one-fourth of the cargo movement in the country. Its presence across 13 domestic ports in seven maritime states of Gujarat, Maharashtra, Goa, Kerala, Andhra Pradesh, Tamil Nadu and Odisha presents the most widespread national footprint with deepened hinterland connectivity.

The firm is a part of billionaire Gautam Adani's conglomerate with integrated services across three verticals, i.e. Ports, Logistics and SEZ, has enabled it to forge alliances with leading Indian businesses making APSEZ an undisputed leader in the Indian port sector and most importantly, intends to emerge as India's largest integrated transport utility by 2030.

The positive catalysts in favor of the stock price are:

- Geographically, nearly 76% of APSEZ's capacity is on the west coast of India while 24% is on the east coast.
- APSEZ's strong logistic network enables seamless movement of cargo. Diversified cargo mix and increased efforts towards east coast (26%) and west coast (74%) parity derisks APL's portfolio from concentration and volatility risks. APSEZ has the capacity as well as ability to handle multiple cargo at its ports.
- APSEZ has a large land bank of 8,481 hectares of contiguous land at Mundra with requisite approvals and clearances in place.
- Adani Ports' volume handling capacity has grown four-fold since 2011, as exports and imports surged in Asia's third largest economy.
- Revenue from operations rose 28% to 66.46 billion rupees in the September quarter, boosted by a 17% growth in cargo volumes. However, operating expenses jumped 31%, leading to a 19%-surge in total expenses. A unit of the company also took a one-time tax hit of 4.55 billion rupees. consolidated net profit of Rs 1747.85 crore for the September quarter, registering a growth of 4.19 percent from the year-ago period
- In January, shares of Adani Group companies had slipped after a report by U.S. short-seller Hindenburg Research flagged high debt levels and alleged irregularities at the group. Shares in Adani Ports have more than doubled from the multi-year lows hit after the Hindenburg report.
- APSEZ is planning to invest in building multi modal logistics parks (MMLP) by increasing the number of MMLPs from five currently to 15 by FY26.
- APSEZ is aggressively exploring increasing its warehousing capacity from 0.4 million square feet (msf) in FY21 to 30 msf by FY26.

Technically, brace yourselves for a major breakout play on the monthly charts from a classic 'higher consolidation pattern' with the recent sequence of higher high/low intact in all-time-frames. An impulse uptrend is seen forming on the weekly time scale, with positive SAR series, major confirmation above its December 2023 all-time-high at 1102 mark.

Add to that a bullish divergence and a rising stochastic signal (on weekly 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 881-885 zone and is likely to act as strong support in the medium term.

A potential entrance exists at CMP, targeting 1103/1251 mark and then aggressive 12-15 months targets placed at 1601 mark. Stop at 787.

Mehta Equities

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