



# INDRAPRASTHA GAS LIMITED

JULY 2024

## WHY IT IS A BUY:

- High Management Efficiency with a high ROE of 20.36%.
- Company has a low Debt to Equity ratio at 0 times.
- Health long term growth as Net Sales has grown by an annual rate of 19.44%.
- With ROE of 20.6, it has a Fair valuation with a 3.5 Price to Book Value: The stock is trading at a discount compared to its average historical valuations. Over the past year, while the stock has generated a return of 6.03%, its profits have risen by 21.1%: the PEG ration of the company is 0.8.
- Stock is technically in a BULLISH stance: Monthly chart Symmetrical Triangle breakout.
- High Institutional Holdings at 46.05%.

## Investors Returns (3 years)

Period	6M	1Y	2Y	3Y
Stock (%)	21.78%	6.87%	43.17%	-0.51%
Sector (%)	32.62%	32.62%	87.66%	40.51%
Sensex (%)	9.15%	23.65%	48.62%	49.87%

## HEALTHY LONG TERM GROWTH AS NET SALES HAS GROWN BY AN ANNUAL RATE OF 19.44%

- High Growth in Net sales of 19.4% CAGR
- Operating Profit of 13.2% CAGR
- Net Profit of 18.7% CAGR

# INDRAPRASTHA GAS LIMITED



JULY 2024

## HIGH MANAGEMENT EFFICIENCY WITH A HIGH ROE OF 20.36%

### ROE

The company has been able to generate a Return on Equity (avg) of 20.36% signifying high profitability per unit of shareholders' funds.

### Dividend Payout Ratio

Company's high Dividend Pay-out ratio of 55.50% signifying the profits of the company are real.

### Tax Ratio

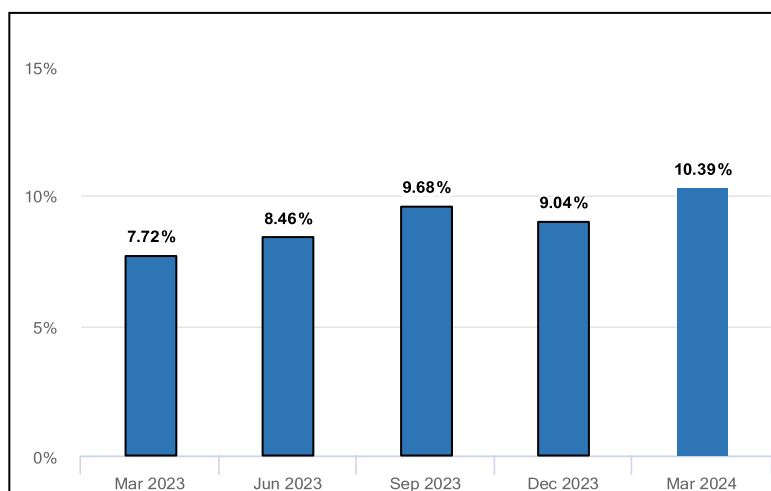
High Tax Ratio signifies that the profits generated by the company are real and it is making adequate contributions towards paying due taxes.

### Institutional Holding

High Institutional Holdings at 46.74%. These investors have better capability and resources to analyse fundamentals of companies than most retail investors.

### Mutual Fund Holding has increased by 1.35%

Number of MFs holding stake in the company has increased to 27 from 26





# INDRAPRASTHA GAS LIMITED

JULY 2024

## QUARTERLY RESULTS

	Mar 23	Dec 23	QoQ	Mar 23	YoY	Comments
<b>Total Operating income</b>	3,597	3,550	1.3%	3,682	-2.3%	
<b>Total Expenditure (Excl Depreciation)</b>	3,076	2,994	2.7%	3,221	-4.5%	
<b>Operating Profit (PBDIT) excl Other Income</b>	521	556	-6.3%	461	13.1%	
<b>Other Income</b>	80	61	31.9%	71	12.7%	High Growth in previous quarter and same quarter last year
<b>Operating Profit (PBDIT)</b>	601	617	-2.6%	532	13%	
<b>Interest</b>	3	2	45.2%	3	0.8%	QoQ and YoY decrease
<b>Exceptional Items</b>	0	0	0%	0	0%	
<b>Depreciation</b>	111	102	8.8%	94	18.3%	High Growth in previous quarter and same quarter last year
<b>Profit Before Tax</b>	569	599	-5%	503	13.1%	
<b>Tax</b>	136	124	10%	106	28.6%	High Growth in previous quarter and same quarter last year
<b>Provisions and contingencies</b>	0	0	0%	0	0%	
<b>Net Profit</b>	352	390	-9.7%	330	6.7%	
<b>Share in Profit of Associates</b>	82	86	-4.9%	68	20.3%	
<b>Minority Interest</b>	-1	-1	-57.3%	0	0%	
<b>Other related items</b>	0	0	0%	0	0%	
<b>Consolidated Net Profit</b>	434	477	-9%	398	9.1%	

## MARGINS:

	Mar 24	Dec 23	Sep 23	Jun 22	Mar 22	Avg. (4Qtrs)	Comments
<b>OPM</b>	14.5%	15.7%	19.0%	18.9%	12.5%	16.5%	Lower than average (4 Qtrs)
<b>GPM</b>	16.6%	17.3%	20.7%	20.1%	14.4%	18.1%	Lower than average (4 Qtrs)
<b>NPM</b>	12.1%	13.4%	16.0%	15.3%	10.8%	13.9%	Lower than average (4 Qtrs)

# INDRAPRASTHA GAS LIMITED



JULY 2024

## ANNUAL RESULTS:

**NET SALES - YOY GROWTH IN YEAR ENDED MAR 2024 IS -0.94% VS 83.30% IN MAR 2023**

**Consolidated Net Profit:** YoY Growth in year ended Mar 2024 is 21.07% vs 9.14% in Mar 2023

**Operating Profit (PBDIT) excl Other Income:** YoY Growth in year ended Mar 2024 is 16.70% vs 7.67% in Mar 2023

**Interest:** YoY Growth in year ended Mar 2024 is -13.41% vs -19.83% in Mar 2023

**Operating Profit Margin (Excl OI):** YoY Growth in year ended Mar 2024 has improved from Mar 2023

	Mar 24	Mar 23	Change (%)
Net Sales	14,000.02	4,132.63	-0.94%
Operating Profit(PBDIT)excl Other Income	2,363.66	2,025.46	16.70%
Interest	9.17	10.59	-13.41%
Exceptional Items	0.00	0.00	0.0%
Consolidated Net Profit	1,985.07	1,639.65	21.07%
Operating Profit Margin(Excl OI)	16.88	14.33	2.55%

## BALANCE SHEET AND CASH FLOW ANALYSIS:

	Mar 23	Mar 22	Change%
Borrowings	0.00	0.00	0.00%
Other Long Term Liabilities	110.02	108.05	1.82%
Fixed Assets	6,960.57	6,160.08	12.99%
Investments	1,102.80	908.01	21.45%
Current Assets	4,227.90	3,762.69	12.36%

**Other Long Term Liabilities:** YoY Growth in year ended Mar 2023 is 1.82% vs 4.04% in Mar 2022

**Fixed Assets:** YoY Growth in year ended Mar 2023 is 12.99% vs 23.96 % in Mar 2022

**Investments:** YoY Growth in year ended Mar 2023 is 21.45% vs 25.99% in Mar 2022

**Current Assets:** YoY Growth in year ended Mar2023 is 12.36% vs 21.55% in Mar 2022

# INDRAPRASTHA GAS LIMITED

JULY 2024

## TECHNICAL ANALYSIS:



The above monthly chart prices traded lower within the channel of “**Symmetrical Triangle**” of lower tops and higher bottoms since the **Feb 2020** to till date. Prices breached the trend line resistance and closed well above the same suggesting the bullishness and is confirmed with the rise in the volumes. The RSI 14 period is trading at 59 levels which has the potential to trade higher and the breakout of resistance trend line is also visible. We expect the prices to trade higher in the coming months.

### Sources:

www.nseindia.com    www.bseindia.com    www.moneycontrol.com  
www.screener.in    www.in.tradingview.com

**Disclaimer:** <https://bit.ly/3uOTI43>