

February 08, 2023



Hero
Current Price:

₹ 2653.65

STOCK DATA

BSE Code	500182
NSE Symbol	HEROMOTOCO
Reuters	HROM.BO
Bloomberg	HMCL IN

VALUE PARAMETERS

52 W H/L(Rs)	2939.35/2148.00
Mkt. Cap.(Rs Cr)	53030.47
Latest Equity(Subscribed)	39.97
Latest Reserve (cons.)	16374.71
Latest EPS (cons.) -Unit Curr.	129.80
Latest P/E Ratio -cons	20.44
Latest Bookvalue (cons.) -Unit Curr.	821.39
Latest P/BV - cons	3.23
Dividend Yield -%	3.58
Face Value	2.00

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 31/12/2022
Foreign	27.85
Institutions	27.30
Non Promoter Corp. Hold.	0.79
Promoters	34.77
Public & Others	9.30

Financials Results

In Cr.

Particulars	Qtr Ended Dec. 22	Qtr Ended Dec. 21	Var. (%)
Total Income	8118.33	8013.08	1.31
OPM (%)	11.60	12.27	- 67 bps
OP	941.73	983.10	-4.21
Other income	264.98	139.97	89.31
PBIDT	1206.71	1123.07	7.45
Net Finance Charges	24.19	12.70	90.47
PBDT	1182.52	1110.37	6.5
Depreciation	171.97	174.39	-1.39
PBT	1010.55	935.98	7.97
Tax expense	289.31	231.74	24.84
PAT	721.24	704.24	2.41
Minority Interest	-4.79	0.50	-1058
Profit after Minority Interest and Share of profit of Associates	726.03	703.74	3.17
EPS (Rs)	36.34	35.22	

Hero MotoCorp Q3 Results: Net profit rises 3.17% YoY to Rs 726.03 cr; beats estimates

Hero MotoCorp, the world's largest manufacturer of motorcycles and scooters, reported a 3.17 per cent year-on-year rise in consolidated net profit to Rs 726.03 crore in the third quarter of 2022-23 amid weak demand, especially in the rural areas.

Its total income jumped by 1.31 per cent in Q3 (year-on-year) to Rs 8,118.33 crore. The company said the cost-cutting (savings) programme and multiple launches lined up during the next few quarters should help improve profitability. The company's operating profit fell nearly 4.21% YoY to Rs 941.73 crore, and the margin shrunk 67 basis points to 11.60%.

The two-wheeler maker sold 12.40 lakh units during the quarter, 4% lower than the year-ago period, and more than 13% lesser than the preceding quarter.

Other Development

During the quarter, VIDA, Powered by Hero, the emerging mobility brand of Hero MotoCorp, commenced customer deliveries of its electric vehicle - the VIDA V1 scooter. The highly customizable, Built-to-Last VIDA V1, with convenient removable batteries and three-way charging options, is available in two variants – VIDA V1 Plus at Rs. 135,705/- and VIDA V1 Pro at Rs. 146,880/-, price includes all connected features, portable charger and charging service. (Effective On-Road Price Delhi)

Dividend

Accordingly, the Board has fixed 17 February, 2023 as record date for determining entitlement

of members for the purpose of payment of interim dividend. The payment of interim dividend/dispatch of dividend warrants will be completed by March 9, 2023.

Management Comments

Nirajan Gupta, Chief Financial Officer (CFO), Hero MotoCorp: "We have started recovering our market shares and expect this journey to continue backed by exciting launches lined up over next few quarters, especially in premium segment. This, coupled with our renewed focus on savings programme should also help in improving our margin profile going forward,"

Gupta added, "We are excited about our EV programme, with Vida being established as premium and aspirational brand. We are planning to roll this out across multiple cities in FY 24. Our R&D teams are working on accelerated portfolio expansion as well, in the EV space."

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