

January 16, 2023



Current Price: ₹ 393.65

STOCK DATA

BSE Code	507685
NSE Symbol	WIPRO
Reuters	WIPR.BO
Bloomberg	WPRO IN

VALUE PARAMETERS

52 W H/L(Rs)	666.00/372.40
Mkt. Cap.(Rs Cr)	215993.84
Latest Equity(Subscribed)	1097.39
Latest Reserve (cons.)	70214.80
Latest EPS (cons.) -Unit Curr.	20.56
Latest P/E Ratio -cons	19.15
Latest Bookvalue(cons.) -Unit Curr.	129.97
Latest P/BV - cons	3.03
Dividend Yield -%	1.52
Face Value	2

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 30/09/2022
Foreign	9.87
Institutions	7.96
Non Promoter Corp. Hold.	0.83
Promoters	72.96
Public & Others	8.38

Consolidated Results

	Qtr Ending	Qtr Ending	Var. (%)	Qtr Ending	In Cr. Var. (%)
	Dec. 2022	Sep. 2022		Dec. 2021	
Sales	23229.00	22539.70	3.06	20315.00	14.34
OPM (%)	19.58	17.45		20.58	
OP	4547.40	3934.30	15.58	4180.70	8.77
Other income	640.90	509.70	25.74	484.10	32.39
PBIDT	5188.30	4444.00	16.75	4664.80	11.22
Interest	290.20	227.00	27.84	140.30	106.84
PBDT	4898.10	4217.00	16.15	4524.50	8.26
Depreciation	922.90	796.90	15.81	745.90	23.73
PBT	3975.20	3420.10	16.23	3778.60	5.20
Tax	910.20	771.00	18.05	806.30	12.89
PAT	3065.00	2649.10	15.70	2972.30	3.12
Minority interest	12.10	-9.90		3.30	266.67
Net profit	3052.90	2659.00	14.81	2969.00	2.83
EPS (Rs)	5.56	4.85		5.42	

Wipro Q3 Results, Net profit rises 2.8% to Rs 3,053 crore, beats estimates

Quarter ended December 2022 compared with Quarter ended September 2022.

Net sales (including other operating income) of Wipro has increased 3.06% to Rs 23229 crore. Operating profit margin has jumped from 17.45% to 19.58%, leading to 15.37% rise in operating profit to Rs 4,547.40 crore. Purchase of finished goods cost rose from 0.74% to 0.85%. Employee cost decreased from 60.81% to 58.62%. Other expenses fell from 20.99% to 20.96%. Selling and administration expenses rose from 3.19% to 3.45%. Software technology development services cost fell from 12.91% to 12.26%.

Other income rose 25.23% to Rs 638.3 crore. PBIDT rose 16.50% to Rs 5185.7 crore. Provision for interest rose 27.84% to Rs 290.2 crore. PBDT rose 15.89% to Rs 4895.5 crore. Provision for depreciation rose 15.81% to Rs 922.9 crore. Profit before tax grew 15.91% to Rs 3,972.60 crore. Provision for tax was expense of Rs 910.2 crore, compared to Rs 771 crore. Effective tax rate was 22.90% compared to 22.54%. Net profit attributable to owners of the company increased 14.81% to Rs 3,052.90 crore.

Quarter ended December 2022 compared with Quarter ended December 2021.

Net sales (including other operating income) of Wipro has increased 14.34% to Rs 23229 crore. Sales of IT Services segment has gone up 14.74% to Rs 23,055.70 crore (accounting for 98.66% of total sales). Sales of IT Products segment has gone down 2.60% to Rs 172.10 crore (accounting for 0.74% of total sales). Sales of India State Run Enterprise segment has gone down 13.56% to Rs 140.30 crore (accounting for 0.60% of total sales). Profit before interest, tax and other unallocable items (PBIT) has jumped 5.91% to Rs 3,763.60 crore. PBIT of IT Services segment rose 6.28% to Rs 3,750.40 crore (accounting for 99.65% of total PBIT). PBIT of IT Products segment fell 57.29% to Rs 4.10 crore (accounting for 0.11% of total PBIT). PBIT of India State Run Enterprise segment fell 23.88% to Rs 10.20 crore (accounting for 0.27% of total PBIT). PBIT of Reconcilience Items reported loss of Rs 1.10 crore compared to profit of Rs 1.60 crore.

PBIT margin of IT Services segment fell from 17.56% to 16.27%. PBIT margin of IT Products

segment fell from 5.43% to 2.38%. PBIT margin of India State Run Enterprise segment fell from 8.26% to 7.27%. Overall PBIT margin fell from 17.39% to 16.11%. Operating profit margin has declined from 20.58% to 19.58%, leading to 8.77% rise in operating profit to Rs 4,547.40 crore. Purchase of finished goods cost fell from 1.00% to 0.85%. Employee cost increased from 56.46% to 58.62%. Other expenses fell from 21.99% to 20.96%. Selling and administration expenses rose from 3.04% to 3.45%. Software technology development services cost fell from 13.86% to 12.26%. Other income rose 33.96% to Rs 638.3 crore. PBIDT rose 11.35% to Rs 5185.7 crore. Provision for interest rose 106.84% to Rs 290.2 crore. PBDT rose 8.38% to Rs 4895.5 crore. Provision for depreciation rose 23.73% to Rs 922.9 crore.

Profit before tax grew 5.35% to Rs 3,972.60 crore. Share of profit/loss was 65.79% lower at Rs 2.6 crore. Provision for tax was expense of Rs 910.2 crore, compared to Rs 806.3 crore. Effective tax rate was 22.90% compared to 21.34%. Minority interest increased 266.67% to Rs 12.10 crore. Net profit attributable to owners of the company increased 2.83% to Rs 3,052.90 crore.

Management Commentary:

Mr Thierry Delaporte, CEO and Managing Director, said, "I am pleased to report that we have delivered another quarter of double-digit revenue growth. Our Total Bookings were over \$4.3 billion, led by solid large deal signings of over \$1 billion. We improved our margins by 120 basis points and our attrition moderated for the fourth quarter in a row.

We are continuing to gain market share as a result of deepening client relationships and higher win rates. Clients are turning to us to help them manage an evolving macro environment and balance their transformation goals with cost optimization. Our ability to deliver on client objectives regardless of where they are in their cloud journeys is positioning us favourably in a consolidating market. As we move ahead, we expect to continue to benefit from these trends and help clients build future-proof, resilient enterprises."

Jatin Dalal, Chief Financial Officer, said, "Our Operating margins are now at 16.3%, which is an expansion of 120 basis points from last quarter. This expansion of margins was after absorbing the investments we made in our people by way of salary increases, promotions and long-term incentives for our senior leadership. Margin growth was led by strong operational improvements and automation-led efficiencies. We generated strong operating cash flows at 143% of our net income for the quarter and our EPS increased by 14.6% quarter-over-quarter."

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