

ADANI PORTS AND SPECIAL ECONOMIC ZONE LIMITED

November 05, 2020



Current Price: ₹ 362.35

STOCK DATA

BSE Code	532921.00
NSE Symbol	ADANIPTS
Reuters	APSE.BO
Bloomberg	ADSEZ IN

VALUE PARAMETERS

52 W H/L(Rs)	405.00/203.40
Mkt. Cap.(Rs Cr)	73620.53
Latest Equity(Subscribed)	406.35
Latest Reserve (cons.)	27373.6
Latest EPS (cons.) -Unit Curr.	18.86
Latest P/E Ratio -cons	19.21
Latest Bookvalue (cons.) -Unit Curr.	136.73
Latest P/BV - cons	2.65
Dividend Yield -%	0.88
Face Value	2

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 30/09/2020
Foreign	17.11
Institutions	16.44
Govt Holding	0.08
Non Promoter Corp. Hold.	0.18
Promoters	63.66
Public & Others	2.54

Financial Results

In Cr.

Particulars	Qtr Ending Sept. 20	Qtr Ending Sept. 19	Var. (%)
Total Income	2902.52	2821.16	3
OPM (%)	79.09	46.47	
OP	2295.72	1311.09	75
Other income	520.64	505.75	3
PBIDT	2816.36	1816.84	55
Net Finance Charges	557.02	520.10	7
PBDT	2259.34	1296.74	74
Depreciation	461.82	410.39	13
PBT	1797.52	886.35	103
Tax expense	403.83	-172.85	-334
PAT	1393.69	1059.20	32
Minority Interest	6.69	5.05	32
Profit after Minority Interest and Share of profit of Associates	1387.00	1054.15	32
EPS (Rs)	6.83	5.19	31.58

Adani Ports Q2 net profit jumps 32% to Rs 1387 cr, above estimates

Total Income in Q2 September 2020 stood at Rs 2902.52 crore, up by 2.88% from Rs 2821.16 crore in Q2 September 2019. Profit before tax (PBT) in Q2 September 2020 stood at Rs 1,797.52 crore, up by 102.8% from Rs 886.35 crore in Q2 September 2019. Current tax expense jumped 225.5% year-on-year (YoY) to Rs 441.52 crore during the quarter. Profit after tax (PAT) in Q2 September 2020 stood at Rs 1387.00 crore, up by 31.58% from Rs 1054.15 crore in Q2 September 2019.

On the back of rebound in economic activities, cargo volume bounced back and registered a growth of 36% on a QoQ basis and 7% on a YoY basis. All segments of cargo registered growth on a QoQ basis. While coal registered 30% growth, container grew by 34%, crude by 52% and other bulk cargo registered a growth of 40%.

In October 2020, the company's ports excluding Krishnapatnam Port (KPCL) handled cargo volume of 22 MMT which is a growth of 21% on a year-on-year basis. KPCL, the newest port in the portfolio, handled cargo volume of 3.2 MMT.

'For FY21, we expect cargo throughput excluding Krishnapatnam Port to be in the range of 225-230 MMT. In addition, Krishnapatnam Port is expected to handle around 20 MMT in H2 FY21,' it said.

Free cash flow from operations after adjusting for working capital changes, capex and net interest cost was Rs 2,884 crore in H1 FY21 against Rs 1,002 crore in H1 FY20. The said free cash flow is expected to be in the range of Rs 5,500-Rs 6,100 crore in full year of FY21.

Management Comment

Karan Adani, chief executive officer and whole time director of APSEZ said, 'APSEZ has proven the utility nature of its portfolio of assets by increasing the market share in India to 24% in overall cargo. With economy reopening in stages, APSEZ has returned to growth trajectory registering a cargo volume growth of 36% on a QoQ basis. Port EBIDTA improves to

71% on account of continuous focus on operational efficiency. Our focus continues to be on preserving cash and ensuring adequate liquidity. We continue to increase our free cash generation, in H1 FY21 cash flow from operations after adjusting for working capital changes, capex and net interest cost, stands at Rs 2,884 crore.

APSEZ is well on course to achieve 500 MMT of cargo throughput by FY25. Our focus remains on improving the free cash generation and ROCE of all our ports to be in excess of 16%. Our businesses and future investments are aligned to sustainable growth with focus on preserving environment. We are committed to reduce carbon emission and become carbon neutral by 2025. We expect cargo volume in full year FY21 to be in the range of 245 to 250 MMT including KPCL, which we acquired in October 2020.¹

E-mail: smc.care@smcindiaonline.com



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Corporate Office:

11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:

Lotus Corporate Park, A Wing 401 / 402, 4th Floor,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:

18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata - 700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

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