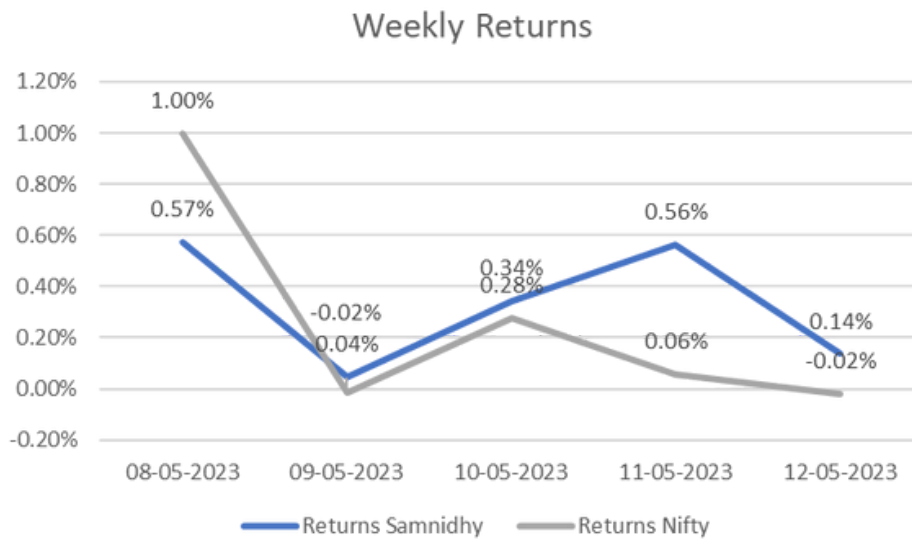


VITT – VRIDDHI

THE SAMNIDHY NEWSLETTER



SAMNIDHY FUND PERFORMANCE VS. BENCHMARK



TOP GAINERS THIS WEEK



HUL



ABB



Bajaj Finance

TOP LOSERS THIS WEEK



L&T



ITC



Tata Steel Ltd

News & Updates

Infrastructure

India electrified a record-breaking 37,011 km of railway tracks in 9 years, reaching a total of 58,424 km. This achievement aligns with the Government of India's commitment to seamless and eco-friendly train transportation, expanding electrified routes from 21,413 km in 2014 to 90% of the railway network.

Analysis: The Indian government executed rail network electrification on a war footing to reduce the carbon footprint. This effort aims to achieve net zero carbon emissions for the national lifeline by 2030, already accomplished in 14 states and union territories.

Industrial Manufacturing

Bharat Electronics Ltd. (BEL) has been awarded 10 contracts by the Ministry of Defence for a total of INR 5,498 crores. These contracts will be for projects across the three armed forces. BEL has revealed that the Indian Air Force projects will include 90 EW Suite Equipment for Medium Lift Helicopter and an annual maintenance contract for two squadrons of the Akash Missile System.

Analysis: The awarded contracts will have a positive impact on the country's economy and defence capabilities. The projects also demonstrate the Indian government's efforts to promote domestic production and self-reliance in the defence sector.

Financial

Tata Motors, reported a consolidated net profit of INR 5,407.79 crore for the quarter ending in March. The company's revenue from operations also witnessed a notable increase of 35.05%, reaching INR 1,05,932.35 crore. Tata Motors' Board of Directors recommended a final dividend of INR 2 per ordinary share and INR 2.1 per share for DVR shareholders, pending approval at the AGM.

Analysis: Tata Motors' strong financial performance in Q4, with a significant swing to net profit and a substantial increase in revenue, showcases its improved operational efficiency and market position. The recommended dividend also reflects management's confidence in the company's future prospects.

FMCG

Godrej Consumer Products Ltd (GCPL), a packaged products company, has agreed to purchase Raymond's Consumer Care business, which includes the deodorant KS Spark, the Park Avenue men's grooming brand, and the Kamasutra sexual wellness brand. For the acquisition, Godrej would pay Rs 2,825 crore in cash.

Analysis: Through this acquisition, Godrej Consumer Products Ltd. is able to add underserved markets with a lengthy growth potential runway to their business portfolio and growth plan..

Major Business Deal



Reliance Retail made a significant move by acquiring the entire 100% stake in METRO India.

Reliance Retail, a prominent player in the Indian retail industry, has recently made a significant move by acquiring the entire 100% stake in METRO India. The acquisition comes at a total consideration of Rs 2,850 crore, highlighting Reliance Retail's commitment to expanding its presence and strengthening its position in the retail market.

By acquiring METRO Cash & Carry India, Reliance Retail gains access to an extensive network of METRO India stores strategically located in prime areas across key cities. This broadens Reliance Retail's physical store footprint, allowing them to cater to a larger consumer base effectively. One of the significant benefits of this acquisition is the inclusion of METRO India's supplier network. Reliance Retail can leverage this network to enhance its sourcing capabilities and ensure a seamless supply chain for its operations. The access to METRO India's real estate portfolio also presents opportunities for Reliance Retail to expand its physical presence and establish a stronger market presence.

The acquisition will result in the integration of synergies and efficiencies across supply chain networks, technology platforms, and sourcing capabilities. This integration will enable Reliance Retail to provide better services to consumers and small merchants, leveraging the combined strengths and resources of both entities.

It is important to note that the transaction is subject to regulatory approvals and other customary closing conditions. However, it is expected to be completed by March 2023, pending the fulfillment of these conditions. During the agreed transition period, all Metro India stores will continue to operate under the Metro brand, ensuring a seamless customer experience.

Overall, this strategic acquisition positions Reliance Retail to further solidify its dominant position in the rapidly growing Indian retail sector. By expanding its network, customer base, and resources, Reliance Retail is poised to capitalize on the immense potential of the Indian retail market, which is regarded as one of the fastest-growing markets globally.