



ZYDUS WELLNESS LTD

Buy between 780-800 TARGETS 1100 & 1300

Zydu Wellness Ltd is engaged in the business of manufacturing, buying and selling of all types of health food products, low fat, low cholesterol including table margarine, cheese, butter and substitute products. The product range of the company includes Functional Health Foods and Dietary Products-Sugar Free Gold is the largest selling aspartame based low calorie sugar substitute in India .Sugar Free Natura is the latest new generation zero calorie sugar substitute made from sucralose - a sugar derivative.Sugar Free D'Lite is a low calorie healthy drink fortified with electrolytes, vitamins and just 10 calories.Nutralite is a healthy cholesterol-free butter substitute (table margarine), and is the largest selling table margarine in India.Speciality Skincare Products-In the skincare segment, the EverYuth brand enjoys the distinction of being a 'skincare brand from a healthcare company'. Enriched with the power of natural ingredients, EverYuth has a strong presence in advanced skincare segments like soap-free face washes, face masks, skin exfoliators amongst others.The EverYuth range also includes speciality dermatologically tested skincare solutions for sun protection, pigmentation, acne and aging under the recently launched EverYuth Derma Care range.

(Source- Ace Equity)

Company Details		Price Vs Sensex Chart					
Industry	Consumer Food						
Chairman	Sharvil P Patel						
Managing Director							
Company Secretary	Dhaval N Soni						
ISIN	INE768C01010						
Bloomberg Code	ZYWL IN						
Reuters Code	ZYDS.BO						
Key Market Indicators (Consolidated)							
Latest Date	29-Jul-2016						
Latest Price (Rs)	795.70						
Previous Close (Rs)	796.00						
1 Day Price Var%	-0.04						
1 Year Price Var%	-11.09						
52 Week High (Rs)	941.00	Inc/Exp Statement(Consolidated)				(Rs in Crore)	
52 Week Low (Rs)	632.00	Description	201603	201503	201403	201303	201203
Beta	0.59	Net Sales	429.47	430.72	403.64	387.99	336.75
Face Value (Rs)	10.00	Total Income	460.47	458.31	422.54	403.78	345.76
Industry PE	32.54	Total Expenditure	338.30	330.80	314.13	291.37	259.51
TTM Period	201603	PBIDT	122.17	127.51	108.41	112.41	86.25
TTM EPS(Rs)	26.03	PAT	103.67	111.15	98.31	99.03	68.59
TTM CEPS(Rs)	28.28	Dividend %	65.00	60.00	60.00	60.00	50.00
Price/TTM CEPS(x)	28.14	Adj. EPS(Rs)	26.03	27.89	24.69	24.86	17.32
TTM PE (x)	30.57	Assets and Liabilities (Consolidated) as on 201603				(Rs in Crore)	
Price/BV(x)	6.52	Share Capital	39.07		Net Block		82.07
EV/TTM EBIDTA(x)	22.96	Reserve	438.09		Long term Investments		0.00
EV/TTM Sales(x)	6.53	Share Holder's Funds	477.16		Short term investments		92.74
Dividend Yield%	0.82	Long Term Debt - Calc	0.00		Total Investments		92.74
MCap/TTM Sales(x)	7.24	Short Term Debt - Calc	0.00		Cash and Bank Bal		303.53
Latest Book Value (Rs)	122.12	Total Debt - Calc	0.00		Net Current Assets		356.23
Market Cap (Rs. In Crores)	3108.97	Quarter On Quarter (Consolidated)				(Rs in Crore)	
EV (Rs. In Crores)	2805.44	Particulars	201603	201512	Q on Q Var%	201503	Y on Y Var%
Latest no. of shares (In Crores)	3.91	Net Sales	109.30	109.97	-0.61	97.19	12.46
Share Holding Pattern as on 201606	Promoter No of shares (In Crores)	Total Expenditure	86.30	86.31	-0.01	83.83	2.95
		PBIDT (Excl OI)	23.53	23.93	-1.67	13.69	71.88
		PAT	26.30	27.78	-5.33	20.56	27.92
Promoter %	72.54	PBIDTM% (Excl OI)	20.04	20.26	-1.09	12.26	63.46
FII No of Shares (In Crores)	-	PBIDTM%	26.17	27.65	-5.35	19.46	34.48
FII %	-	PATM%	22.40	23.52	-4.76	18.41	21.67
Total No of Shares (In Crores)	3.91	Adj. EPS(Rs)	6.61	6.97	-5.16	5.17	27.85
Free Float %	27.46						



Technical Outlook

Zydus wellness Ltd - Weekly Chart



- Zydus wellness Ltd currently trading near 795 levels, Looking at weekly chart it has taken support of 640 level which is 0.706 Fibonacci support of the range of 436-1130 levels, and it has given some bounce back from that level. On the upper side it has crucial resistance of 865 which is 0.618 of Fibonacci Extension of the above mentioned range, once price close above this resistance level, it may trade higher till 1100 and 1300 levels which are 1.00 and 1.27 levels of the above mentioned range. While lower side it has crucial support of 640 which has taken support of 0.706 break below it has next support of 583 which is 0.786 Fibonacci support level.
- While looking at momentum indicator RSI_14 period on weekly chart which shows that it has taken support of 30 levels and it has given bounce back from that levels, however looking at RSI pattern it has made “**Hidden Divergence**” on weekly chart as price has made lower high while RSI making lower low that is positive for price too.
- While using MACD on weekly chart which has also given signal line breakout where prices have taken support of RSI(30) periods and which is also Fibonacci support levels that is mentioned in the chart in round circles, that is even positive for prices too. MACD also give zero cutting line breaks out on upside shows that upside likely to see in the market in future as well.
- Going by the above outlook Zydus Wellness Ltd likely to trade higher for long term, Investors may go long in this with given levels.
- **Recommendation: Buy between 780-800 Upside Targets 1100 and 1300**

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