



# FPO INSIGHTS



## Vodafone Idea Limited FPO

**Issue Dates - Opens: 18-04-2024 | Closes: 22-04-2024**

<b>IPO Note</b>	<ol style="list-style-type: none"> <li>Vodafone Idea Limited is a telecommunications service provider in India.</li> <li>The Company provides voice, data, and value-added services across 2G, 3G, and 4G technologies, such as short messaging and digital services for enterprises and consumers.</li> </ol>
<b>Rating</b>	★★ (Average)

### FPO SNAPSHOT

Issue Size	₹ 18000 Crores
Issue Type	Book Built Issue FPO
Fresh Issue	₹ 18000 Crores
Offer for Sale	-
Face Value Per Share	₹ 10
Price Band Per Share	₹10 to ₹11
Minimum Lot Size	1298 shares
Listing On	BSE, NSE
Registrar to the Issue	Link Intime India Private Ltd

# FPO SNAPSHOT – Vodafone Idea Limited FPO

## About the Company

- Incorporated in 1995
- The Company offer voice, data, enterprise and other valueadded services (“VAS”), including short messaging services and digital services across 2G, 3G and 4G technologies.They also offer connectivity services to enterprise customers.
- The Company hold active licenses for national long distance (“NLD”), international long distance (“ILD”) and internet service provider (“ISP”), and registration for infrastructure provider (“IP-1”) services.
- They carry inter-service area voice traffic and incoming and outgoing international voice traffic on their network, which is facilitated through interconnections with their active licenses.
- Vodafone Idea Limited is a telecommunications service provider in India. The company provides voice, data, and value-added services across 2G, 3G, and 4G technologies, such as short messaging and digital services for enterprises and consumers.
- Through their robust infrastructure, they carry most of their domestic and international outbound traffic on their own network for optimal efficiency. Additionally, they generate revenue by partnering with other telecommunication companies to carry incoming international traffic to India.
- The Vodafone group also has one of the world’s largest IOT (Internet of Things) platforms.

## Competitive Strengths

- Large Subscriber Base and Extensive Telecommunication Network
- Existing Network Built on 5G-Ready Architecture
- Large Enterprise Customer Base with Longstanding Relationships
- Extensive Distribution and Service Network
- Trusted Brand with Strong Proposition and Strong Promoter Support
- Experienced Management Team

## Financials (₹ in Crores)

Particulars	31-3-2021	31-3-2022	31-03-2023	Y-o-Y
Revenue	41952.20	38515.50	42177.20	10%
EBITDA	7808.50	7108.70	8025.70	13%
EBITDA Margin	18.6%	18.5%	19%	
PAT	-44233.10	-28245.40	-29301.10	-4%
PAT Margin	-105.4%	-73.3%	-69.5%	

## Valuation

- \*Not calculable - P/E cannot be calculated as earnings are negative.

## Peers

Company Name	P/E ratio
Bharti Airtel Limited	82.81
Bharti Hexacom Limited	74.11
Reliance Jio Infocomm Limited	N.A

Note : P/E ratio is calculated as closing share price as on 11th April,2024.

N.A: Not Applicable

## Promoters

- Kumar Mangalam Birla
- Hindalco Industries Limited

## Objects of the issue

- Purchase of equipment for the expansion of the network infrastructure by: (a) setting up new 4G sites; (b) expanding the capacity of existing 4G Sites and new 4G sites; and (c) setting up new 5G sites
- Payment of certain deferred payments for spectrum to the DoT and the GST thereon
- General corporate purposes.

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