



RESEARCH REPORT ON

REDINGTON LTD

FOUNDER : R. Srinivasan

FOUNDED : 1993

HEADQUATER : Tamil Nadu, India

REVENUE : Approximately ₹89,610 crore

DATE OF REPORT : 05/11/2024

About Redington Limited

Redington Ltd is a prominent technology distributor and supply chain solutions provider based in India. Established in 1993, the company operates across various markets, including India, South Asia, the Middle East, Africa, and Turkey. Redington facilitates the distribution of technology products, including IT hardware, software, telecom, and lifestyle products, through a network of over 43,000 partners. Known for enabling seamless digital transformation, Redington is among the leading players in technology distribution and has established deep partnerships with over 300 global technology brands..

CASH CALL – BUY Redington Limited

BUY : 196
TGT : 215
SL : 177

Mr. Kundan Mishra

Research Analyst

CASH CALL

BUY : 196
TGT : 215
SL : 177

COMPANY OVERVIEW

Market cap	₹ 15,393 Cr.
Face value(Rs)	₹ 2.00
P/E ratio	13.2
Book value	₹ 97.3
52 week high	₹ 238
52 week low	₹ 147
Return on Equity(ROE)	16.8 %

Key Points of Redington Limited

Core Business Segments

Redington's business structure is divided primarily into three segments:

IT Products and Services: Redington provides end-to-end distribution services for a wide range of IT products, including computers, servers, software, and networking solutions.

Telecom and Mobility: This segment handles the distribution of mobile phones, accessories, and telecom solutions, capitalizing on the growing demand for smartphones and related technology.

Cloud and Digital Transformation: In recent years, Redington has focused on digital solutions, including cloud services, managed services, and professional IT services to cater to the rapidly evolving needs of businesses undergoing digital transformation.

Global Presence and Scale

With a physical presence in 38 countries and about 60 subsidiary offices, Redington serves as a strategic distribution partner across emerging markets. Its extensive logistics and supply chain expertise allow the company to manage the complex requirements of delivering technology products efficiently. Redington's reach in the Middle East and Africa has contributed significantly to its growth, with both regions showing robust performance in recent quarters

Strategic Focus and Innovation

Redington continues to adapt to the fast-changing tech landscape, investing in AI, cloud solutions, and subscription-based services to stay relevant and profitable. It has increasingly focused on building a digital ecosystem to enhance service capabilities and drive sustainable growth.

Redington Limited owned by Mutual Funds 6Last Quarter

	Aug 2024 No. of shares	Sep 24 No. of shares
TOTAL	91144467	93298026

NOTE:-

For schemes that have not disclosed the number of shares, the same has been calculated on the basis of the closing price of the stock on the BSE/NSE as on the portfolio date. The increase/decrease in the share quantity besides the fund buying or selling the shares from the market, could also be due to any bonus, split, rights, or restructuring in the company.

Financial highlights of Redington Limited

Financial highlights refers to a section appearing in an annual report that includes a multi-year comparison of operating and business metrics. Financial highlights are often times the first section appearing in an annual report, providing investors with an at-a-glance view of the company's recent performance.

The information contained in an annual report is normally audited by the company's accounting firm and includes financial highlights, a Chairperson's Letter as well as the Form 10-K. The financial highlights section of the report usually contains performance over the last several years in addition to the percentage change in each metric overtime.

Price / EPS	14.14
EPS (TTM)	₹ 13.92
No. of Shares	78.18 Cr.
Profit Growth	0.87 %
Dividend / Yield	0 %
Price / Book	3.28 %
Enterprise Value	₹ 16,843.11 Cr.
Sales Growth	16.66%

Key Ratio of Redington Limited

Key ratio of Redington Limited specifically designed to help traders gauge the overall sentiment (mood) of the market. The ratio is calculated either on the basis of options trading volumes or on the basis of the open interest for a particular period. If the ratio is more than 1, it means that more puts have been traded during the day and if it is less than 1, it means more calls have been traded. The PCR can be calculated for the options segment as a whole, which includes individual stocks as well as indices.

Financial ratios are important tools for quantitative analysis. Certain ratios are available to evaluate both short and long-term financial and operational performance, making them useful at identifying trends in the business and providing warning signs when it may be time to make a change. There are also specific ratios that can measure important variables essential to one industry or another. By evaluating particular ratios, a business can benchmark itself against similar companies and understand its strengths, weaknesses, threats and areas of opportunity.

Price to Earning	12.27
Price to Book	1.98
Price to Sales	1.38
Shareholders Equity	30.95
Return On Equity	16.51
Return On Asset	4.82
Net Profit Margin	1.31
Operating Profit Margin	28.30
EBITDA Margin	2.25
Debt to Equity Ratio	0.381
Cash Ratio	0.100
Quick Ratio	1.02

Key Technical Indicators of Redington Limited

Technical indicators are heuristic or pattern-based signals produced by the price, volume, and/or open interest of a security or contract used by traders who follow technical analysis.

In general, technical indicators fit into five categories: trend, mean reversion, relative strength, volume, and momentum.

Leading indicators attempt to predict where the price is headed while lagging indicators offer a historical report of background conditions that resulted in the current price being where it is.

Indicator	Value	Signal
ADX	Adx : 33.79, +DI : 27.07, - DI : 19.69	Mild Bullish
Aroon	Aroon Up : 100.00, Aroon Down : 57.14	Mild Bearish
Awesome Osc	1.98	Bullish
MACD	Macd : -0.553, Signal Line : - 3.57	Mild Bullish
Parabolic SAR	162.87	Mild Bullish
Rate Of Change	8.1	Neutral
Super Trend	170.48	Mild Bullish

Key Moving Average of Redington Limited

A moving average (MA) is a stock indicator that is commonly used in technical analysis. The reason for calculating the moving average of a stock is to help smooth out the price data over a specified period of time by creating a constantly updated average price.

A simple moving average (SMA) is a calculation that takes the arithmetic mean of a given set of prices over the specific number of days in the past; for example, over the previous 15, 30, 100, or 200 days.

Exponential moving averages (EMA) is a weighted average that gives greater importance to the price of a stock on more recent days, making it an indicator that is more responsive to new information.

EMA	Value
EMA 5	185.87
EMA 10	181.28
EMA 15	180.11
EMA 20	180.26
EMA 50	185.88
EMA 100	192.27
EMA 200	193.24

SMA	Value
SMA 5	185.24
SMA 10	175.94
SMA 15	176.18
SMA 20	178.07
SMA 50	186.96
SMA 100	197.8
SMA 200	201.39

Daily Candle Stick Chart Pattern



Weekly Candle Stick Chart Pattern



Monthly Candle Stick Chart Pattern



Redington Limited Mutual Fund Holdings

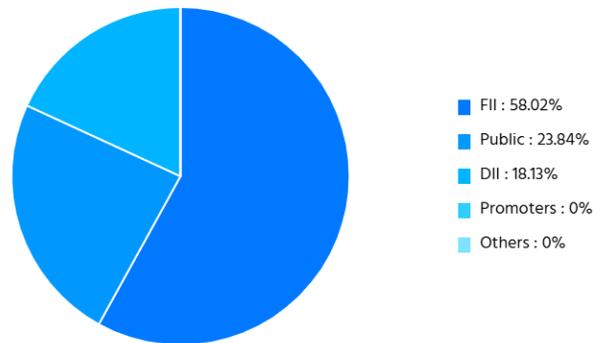
Pivot	S2	S 1	Pivot point	R 1	R 2
Fibonacci	183.33	186.56	191.79	197.02	200.25

S1 – First Support Level, R1 - First Resistance Level, S2 – Second Support Level, R2 – SecondResistance Level

Redington Limited Technical Views

50 Day EMA	Close is Above EMA 50 (Short Term)	Bullish
100 Day EMA	Close is Above EMA 100 (Mid Term)	Bullish
200 Day EMA	Close is Above EMA 200 (Long Term)	Bullish
MACD (12 26 9)	MACD Line is Less Then SIGNAL Line	Bearish
RSI (14)	RSI is Below 30	Over Sold
MFI (14)	MFI is 39.39	Sideways
CCI (20)	CCI is Below -100	Over Sold
WILLIAM %R (14)	William %R is Below -80	Over Sold
ADX (14)	ADX is 17.26	Range Bound
PSAR	Stoploss For Long Buy	114.50
10 Day Avg Volume	Traded -16.56 % Less then 10 Day Average Volume	

Shareholding Pattern of Redington Limited



Peer Comparison of Redington Limited

COMPANY	PRICE Rs.	MCAP Cr.	P/B	P/E	EPS Rs.	ROE %	ROCE %	P/S	EV/EBITDA
Adani Enterprises	2,892.75	3,33,875.63	15.23	122.15	23.68	18.60	22.61	10.43	74.29
Redington	196.83	15,387.67	3.93	14.14	13.92	32.15	30.35	0.37	10.07
Honasa Consumer	390.25	12,676.26	11.17	98.92	3.95	0	18.86	7.18	60.02
MMTC	77.79	11,668.50	8.42	120.29	0.65	5.21	5.82	2,185.11	64.57
Entero Healthcare	1,380.50	6,004.32	3.65	156.20	8.84	4.98	4.06	18.87	95.23
Lloyds Enterprises	46.85	5,959.91	1.01	89.24	0.53	2.57	3.25	18.82	72.22
Optimus Infracom	674	5,786.78	13.55	228.83	2.95	6.01	8.64	8.98	157.39

Share Price History of Redington Limited

Date	Price	Open	High	Low	Vol.	Change %
5/11/2024	196.19	188.92	197.09	187.09	3.28M	3.77%
4/11/2024	189.07	190	200	186.31	4.76M	-2.17%
1/11/2024	193.27	196	197.95	190	781.77K	-0.61%
31-10-2024	194.46	182.77	196	182.77	16.21M	6.40%
30-10-2024	182.77	171.5	185.8	169.11	17.87M	9.69%
29-10-2024	166.62	169.3	169.3	163.25	776.96K	-1.16%
28-10-2024	168.58	161.73	169.38	160.17	1.36M	5.05%
25-10-2024	160.48	166.91	167.09	158.61	1.22M	-3.85%
24-10-2024	166.91	167.83	169.11	165.26	625.08K	-0.55%
23-10-2024	167.83	169.65	171.1	164.63	678.38K	-0.96%
22-10-2024	169.45	174.6	175.28	167.54	947.77K	-2.86%
21-10-2024	174.44	175.9	177.3	172.75	793.17K	-0.26%
18-10-2024	174.9	174.3	175.74	171	536.05K	0.47%
17-10-2024	174.08	179.62	181.1	173	729.81K	-2.76%
16-10-2024	179.02	180.81	182.39	177.75	1.73M	-1.02%
15-10-2024	180.86	182.64	183.09	180.24	771.36K	-0.97%
14-10-2024	182.64	184.7	185.3	182.01	482.32K	-0.90%
11/10/2024	184.3	183	185.44	182.42	431.56K	1.20%
10/10/2024	182.11	184.81	186.83	181.79	608.43K	-1.46%
9/10/2024	184.81	185.75	187.69	184.06	917.37K	0.00%
8/10/2024	184.81	185	186.1	183.81	560.82K	0.15%
7/10/2024	184.54	185.99	187.49	180.45	1.40M	-0.12%

Disclaimer

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