



IPO DETAILS

#IPOlogy

HYUNDAI MOTOR INDIA LIMITED



ISSUE OPEN

15th October, 2024



ISSUE CLOSE

17th October, 2024

Min. Lot Size
7 shares

Issue Price Band
₹1,865 - ₹1,960

Issue Size

Fresh Issue:
NIL

OFS:
14.22 Cr Eq shares
(₹27,870.16 Cr)

Face Value

₹10

Industry

Automobile - Passenger Cars

Listing at

NSE, BSE

RATING

Subscribe

OPEN ACCOUNT

APPLY NOW

Marwadi Shares and Finance Limited

Corporate Office: Marwadi Financial Plaza, Nana Mava Main Road, Off 150ft Ring Road, Rajkot - 360001, Gujarat.

Registered Office: X-Change Plaza, Office No. 1201 to 1205, 12th Floor, Building No. - 53E, Zone - 5, Road 5E, Gift City, Gandhinagar - 382355, Gujarat.
0281 7174 100/0281 6192 100 **CIN of MSFL:** U65910GJ1992PLC017544

SEBI Reg. No. of MSFL for NSE, BSE, MCX, NCDEX: INZ000174730 | Membership No.: NSE:08760, BSE:0910, MCX:56410, NCDEX:1280 | SEBI Regn.No. of DP: IN-DP-476-2020 (NSDL DPID:IN300974) (CDSL DPID:12035100) | Research Analyst: INH 000002186 AMFI: ARN-42506 | PFRDA: POP07082018

Disclaimer: 'Investment in securities market are subject to market risks, read all the related documents carefully before investing'.

For Facts & Figures



HYUNDAI MOTOR INDIA LIMITED

Rationale

Considering the TTM-June 24 EPS of Rs 76.56 on a post-issue basis, company is set to list at a P/E of approximately ~26x with a market cap of Rs 1,59,258.06 Cr, whereas its peers, Maruti Suzuki India Ltd, Tata Motors Ltd, and Mahindra & Mahindra Ltd, are trading at P/E ratios of approximately ~27x, ~10x, and ~36x, respectively.

We assign "Subscribe" rating to this IPO as the company is the second largest auto OEM in India and the leading exporter of passenger vehicles. Also, it is available at reasonable valuation as compared to its peers.

Objectives of the issue

To carry out the Offer for Sale of up to 142,194,700 Equity Shares of face value of ₹ 10 each by the Promoter Selling Shareholder.

Achieve the benefits of listing the Equity Shares on the Stock Exchanges.

Company Overview

- Hyundai Motor India Limited is a part of the Hyundai Motor Group, which is the third largest auto original equipment manufacturer ("OEM") in the world based on passenger vehicle sales.
- The company manufactures and sells reliable, feature-rich, and innovative four-wheeler passenger vehicles backed by the latest technology. The company also manufactures parts such as transmissions and engines.
- Company houses portfolio of 13 models across multiple passenger vehicle segments by body type such as sedans, hatchbacks, sports-utility vehicles ("SUVs") and battery electric vehicles ("EVs").
- In FY 24, ICE segment contributed 88.21%,CNG segment contributed 11.45% and EV segment contributed 0.34%to the Revenue.
- The company operates two manufacturing plants in Chennai and had an annual production capacity of 824,000 units as of June 30, 2024.
- As of June 30, 2024, Company had 1,377 sales outlets across 1,036 cities and towns in India and 1,561 service centers across India across 957 cities and towns in India.
- The Company is expanding its manufacturing capabilities in India with the recent acquisition of a manufacturing plant in Talegaon, Maharashtra which is expected to commence commercial operations partly in the second half of Fiscal 2026.
- The company sold 777,876 units in FY 2024 and holds a 14.61% market share in passenger vehicle sales by volume for FY 2024
- Company is the second largest auto OEM in the Indian passenger vehicles market.



150+ Countries: A Global Export Network

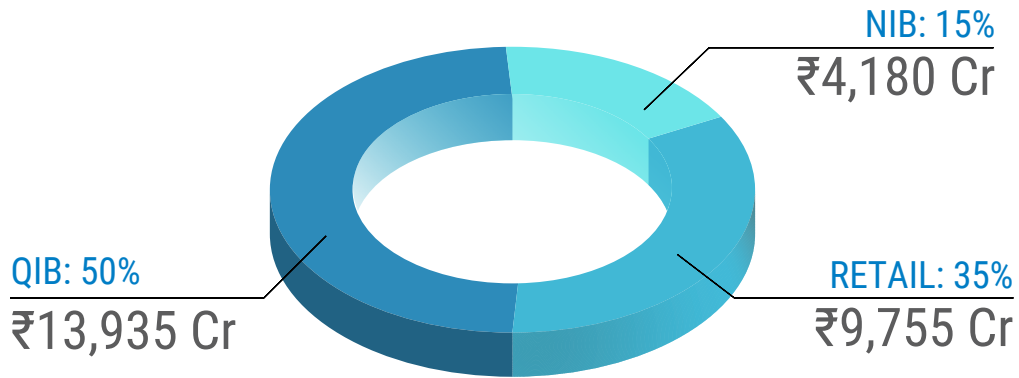
The company exports products to over 150 countries, including countries in Latin America, Africa, Middle East, Asia, and others.



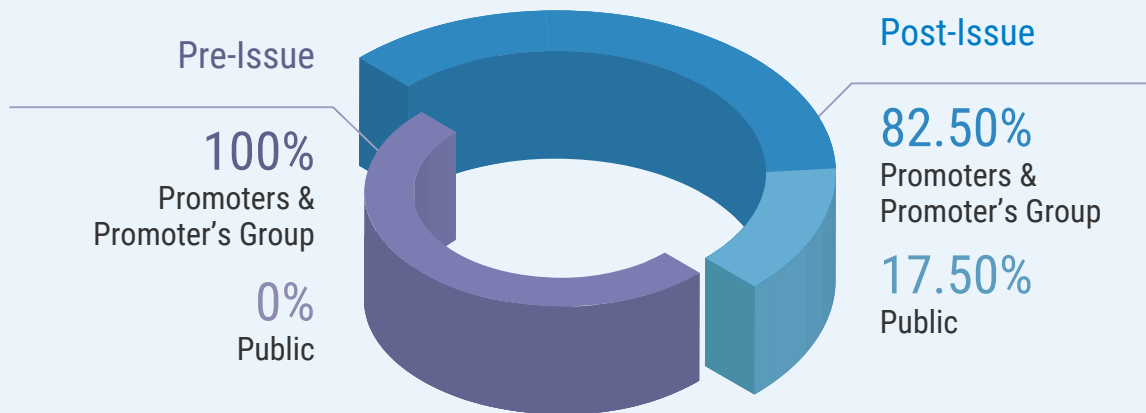
HYUNDAI MOTOR INDIA LIMITED

Issue Details

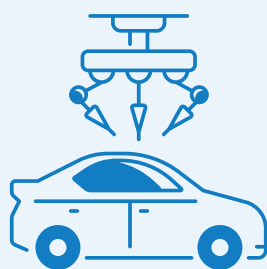
Issue Break-Up



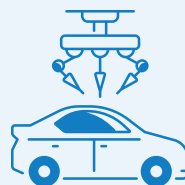
Shareholding Pattern



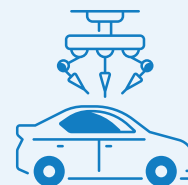
Capital Structure (in ₹ Cr.)



Authorised Equity
Share Capital



Paid-Up Capital
(Pre-Offer)

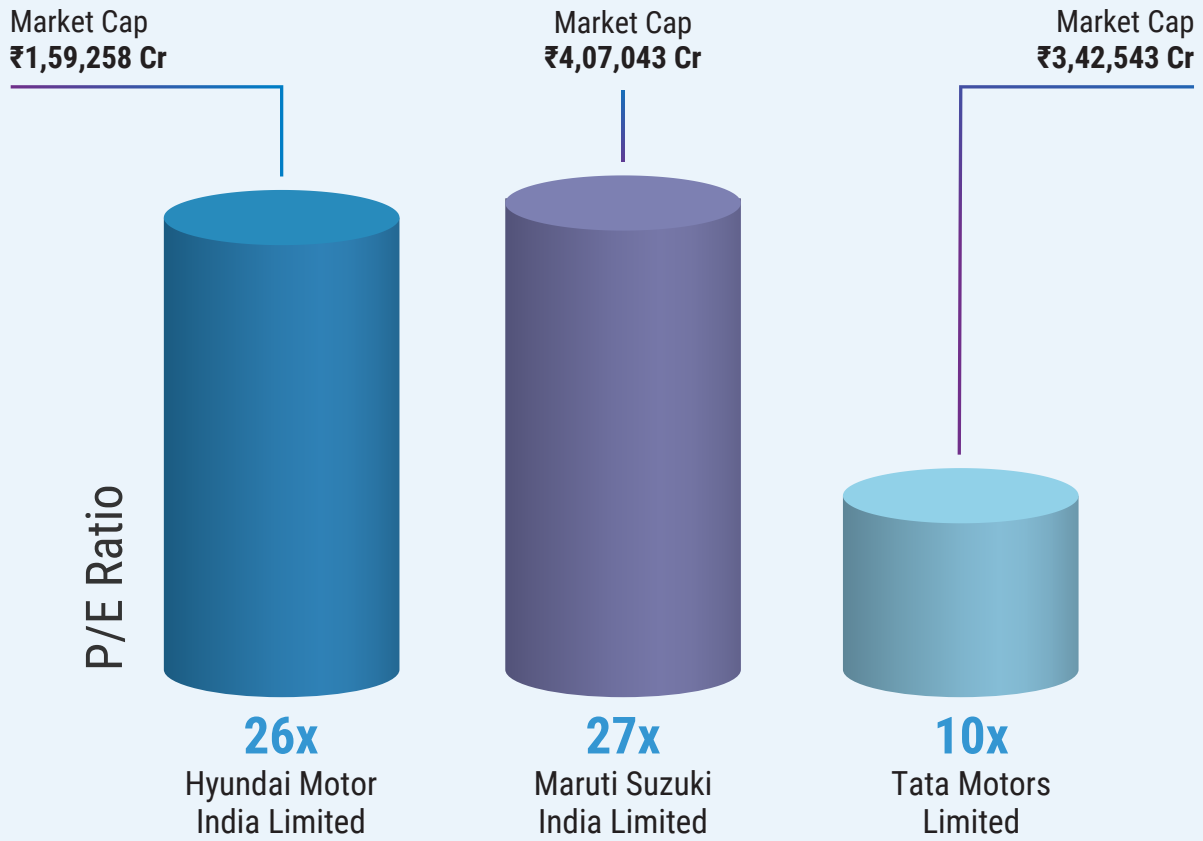


Paid-Up Capital
(Post-Offer)



HYUNDAI MOTOR INDIA LIMITED

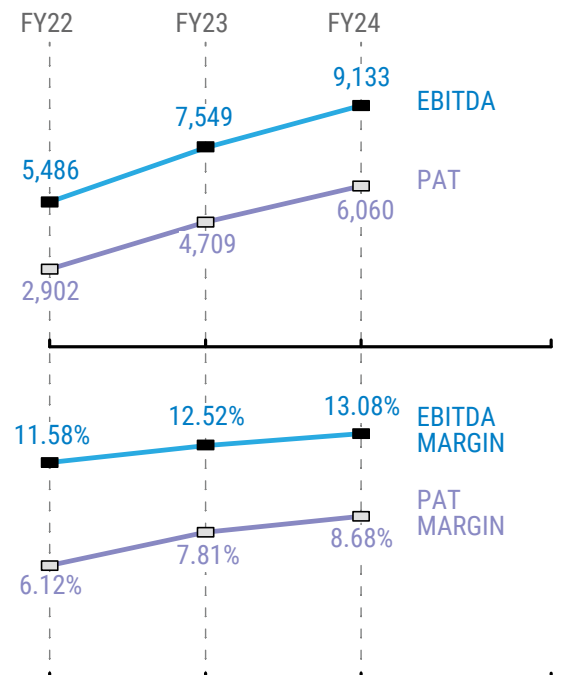
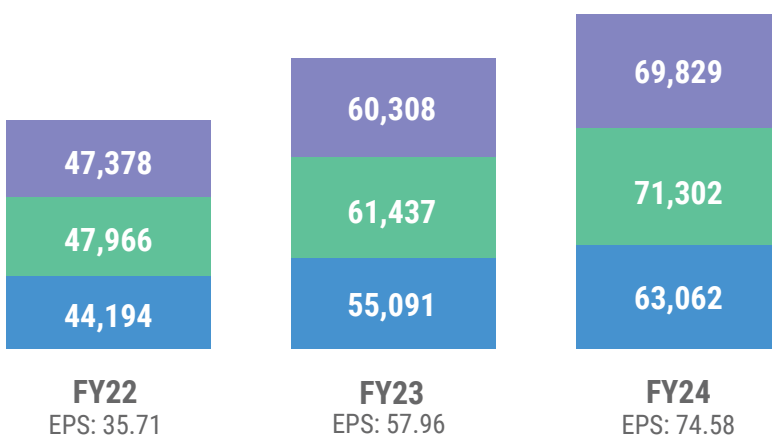
Valuations and Peer Comparison



Market Cap data of listed securities as on October 10, 2024

Financial Snapshot (in ₹ Cr.)

- Revenue
- Total Income
- Total Expenses





HYUNDAI MOTOR INDIA LIMITED

Business Insights



Competitive Strengths

- The Company is the second largest auto OEM in India and the leading exporter of passenger vehicles.
- The company a diverse portfolio of passenger vehicles across powertrains and major passenger vehicle segments.
- Company's ability to identify emerging market trends in a timely manner and introduce innovative passenger vehicles and technologies to meet customer needs in India.
- Pan-India sales, distribution and after-sale services network offered by company's dealers.
- Digitization across the value chain.
- Company's flexible and automated manufacturing capabilities.
- Company's experienced management team with a track record of delivering profitable growth and superior returns.



Business Strategy

- Leveraging company's deep understanding of consumer preferences to successfully expand passenger vehicle portfolio.
- Focus on continued premiumization of passenger vehicle portfolio.
- Calibrated manufacturing capacity expansion and efficient capital allocation.
- Focus on increasing EV market share.
- Further strengthening position as the export hub for HMC.
- Continue to enhance brand as a trusted brand in India.
- Further deepen physical-and digital network for sales and services across India.



Risks

- Increases in the prices of parts and materials required for operations could adversely affect business and results of operations.
- Two of Group Companies, Kia Corporation and Kia India Private Limited, are in a similar line of business as Hyundai which may involve conflict of interests, which could adversely impact business.

Promoters and Management Details

Unsoo Kim - Managing Director

Tarun Garg - Whole time Director and Chief Operating Officer

Gopalakrishnan Chathapuram Sivaramakrishnan - Whole time Director and Chief Manufacturing Officer

Wangdo Hur - Whole time Director and Chief Financial Officer

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