MOTILAL OSWAL FINANCIAL SERVICES

26 November 2024

MORNING INDIA

Market snapshot

Equities - India	Close	Chg .%	CYTD.%
Sensex	80,110	1.3	10.9
Nifty-50	24,222	1.3	11.5
Nifty-M 100	55,901	1.6	21.0
Equities-Global	**Close**	**Chg .%**	**CYTD.%**
S&P 500	5,987	0.3	25.5
Nasdaq	19,055	0.3	26.9
FTSE 100	8,292	0.4	7.2
DAX	19,405	0.4	15.8
Hang Seng	6,862	-0.4	19.0
Nikkei 225	38,780	1.3	15.9
Commodities	**Close**	**Chg .%**	**CYTD.%**
Brent (US$/Bbl)	74	-2.4	-4.3
Gold ($/OZ)	2,625	-3.4	27.2
Cu (US$/MT)	8,923	0.9	5.4
Almn (US$/MT)	2,625	1.1	11.9
Currency	**Close**	**Chg .%**	**CYTD.%**
USD/INR	84.3	-0.2	1.3
USD/EUR	1.0	0.7	-4.9
USD/JPY	154.2	-0.4	9.4
YIELD (%)	**Close**	**1MChg**	**CYTD chg**
10 Yrs G-Sec	6.9	-0.02	-0.3
10 Yrs AAA Corp	7.3	-0.03	-0.4
Flows (USD b)	**25-Nov**	**MTD**	**CYTD**
FIIs	1.2	-1.33	-2.4
DIIs	-0.82	2.81	57.2
Volumes (INRb)	**25-Nov**	**MTD***	**YTD***
Cash	2,072	1059	1270
F&O	2,33,957	3,34,687	3,79,176

Note: Flows, MTD includes provisional numbers. *Average

Today's top research idea

JSW Energy: Strong pipeline and opportunistic acquisitions drive growth

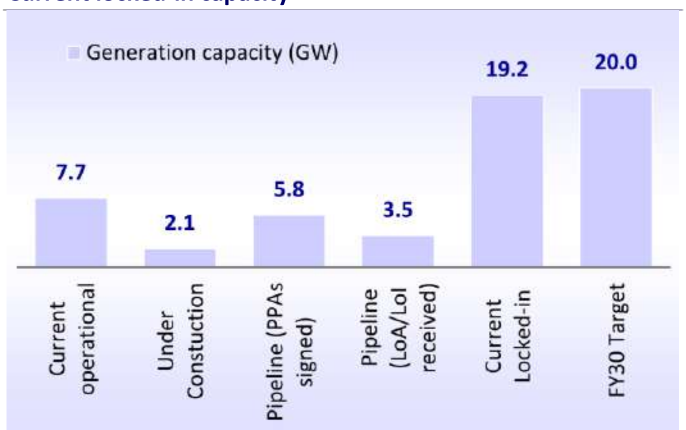
- We met with the management of JSW Energy (JSWE) recently. Following the meeting, we update our model to account for projects secured recently and update project estimates for tariff wherever Power Purchase Agreements (PPAs) have been finalized.
- We also slightly defer the capacity build-up (10GW by end-FY25 vs Dec'24 earlier), in line with the guidance provided recently.
- We continue to reiterate BUY on JSWE with an SoTP-based TP of INR810/share based on 1) the strong visibility of the capacity rising to ~14 GW by end-FY27 from 7.7GW currently, 2) the ability to undertake and turnaround opportunistic acquisitions (Ind-Barath, Mytrah, and now KSK Mahanadi), and 3) the robust balance sheet that allows for sustainable capital investment.

Research covered

Cos/Sector	Key Highlights
JSW Energy	Strong pipeline and opportunistic acquisitions drive growth
L&T Finance	Driving growth through digital excellence
India Strategy	Nifty-500: 2QFY25 earnings review

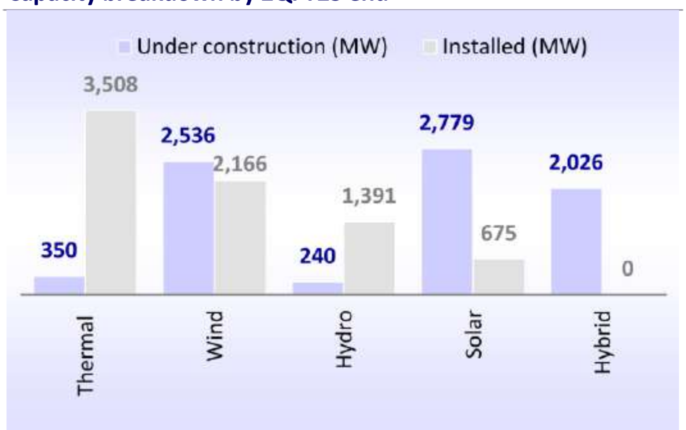
Chart of the Day: JSW Energy (Strong pipeline and opportunistic acquisitions drive growth)

Current locked-in capacity



Source: Company, MOFSL

Capacity breakdown by 2QFY25 end



Source: Company, MOFSL

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In the news today

Kindly click on textbox for the detailed news link

1

BSNL loss narrows to Rs 2,785 cr in H1FY25, revenue up 10%
Total expenses of BSNL rose 4.5% y-o-y to Rs 12,890 crore. Of this, employee costs were at Rs 4,042 crore, an increase of 5.7% from the year-ago period.

2

Wipro appoints Omkar Nisal as CEO of Europe Strategic Market Unit
Bruno's departure marks the fourth significant exit from Wipro since Srinivas Pallia assumed leadership on April 6, succeeding Thierry Delaporte.

3

Aviom India Housing hit by fraud, to delay lender payments
The fraudulent transactions have affected Aviom's cash flows, which will impact repayment capabilities, the people said.

4

Senior executives of JSW MG Motor likely to exit
Gaurav Gupta, the company's chief growth officer, is believed to be moving on, said the people aware of the development.

5

Centre approves 2 hydro projects worth Rs 3,689 cr in Arunachal Pradesh
The Cabinet Committee on Economic Affairs greenlit two hydropower projects in Arunachal Pradesh totaling Rs 3,689 crore.

6

Lupin recalls over 6 lakh bottles of hypertension drug in US: USFDA
Lupin Pharmaceuticals is recalling over 600,000 bottles of Ramipril blood pressure medication in the US due to an unapproved ingredient supplier.

7

No fresh funds into Adani firms till clarity on accusations: TotalEnergies
The French energy company added that it was through public announcements made by US authorities that it learnt of the indictment of certain individual Adani Group executives in relation to an alleged corruption scheme linked to the business of Adani Green Energy Ltd (AGEL).

JSW Energy

BSE SENSEX	S&P CNX
80,110	24,222

JSW Energy

Stock Info

Bloomberg	JSW IN
Equity Shares (m)	1748
M.Cap.(INRb)/(USDb)	1179.8 / 14
52-Week Range (INR)	805 / 398
1, 6, 12 Rel. Per (%)	1/7/38
12M Avg Val (INR M)	2343
Free float (%)	30.7

Financials Snapshot (INR b)

Y/E March	FY24	FY25E	FY26E
Sales	114.9	146.0	168.0
EBITDA	53.8	72.0	88.0
Adj. PAT	17.2	27.6	33.7
EPS (INR)	10.5	15.8	19.3
EPS Gr. (%)	24.2	50.4	22.1
BV/Sh.(INR)	127.0	132.5	148.8
Ratios			
Net D:E	1.2	1.5	1.6
RoE (%)	8.7	12.5	13.7
RoCE (%)	7.7	9.3	9.6
Payout (%)	19.0	17.1	15.6
Valuations			
P/E (x)	50.4	42.2	34.6
P/BV (x)	4.2	5.0	4.5
EV/EBITDA (x)	21.0	20.9	17.9
Div. Yield (%)	0.4	0.4	0.5
FCF Yield (%)	-4.2	-7.2	-5.7

CMP: INR675 TP: INR810 (+20%) Buy

Strong pipeline and opportunistic acquisitions drive growth

Update our model for recent PPAs; slightly defer capacity build-up

We met with the management of JSW Energy (JSWE) recently. Following the meeting, we update our model to account for projects secured recently and update project estimates for tariff wherever Power Purchase Agreements (PPAs) have been finalized. We also slightly defer the capacity build-up (10GW by end-FY25 vs Dec'24 earlier), in line with the guidance provided recently. Lastly, we adjust the profitability of hydro-assets lower to account for the tariff true-up impact, which was there in 2QFY25. Consequently, our EBITDA estimates have been reduced 9%/7% for FY25/26, respectively, while the adjusted PAT estimates have been reduced 11%/10%.

Additional INR60/share upside from KSK Mahanadi

JSWE recently announced its emergence as the top bidder for KSK Mahanadi, a thermal asset (1.8GW operational + 1.8GW scope for brownfield expansion) for a consideration of INR159.9b, implying estimated EV/EBITDA of ~6x, which we think is attractive. On the per MW basis, this acquisition comes at INR89m vs the recent ordering by NTPC (INR120m/MW). The final approval for the acquisition is expected by end-FY25/1QFY26 and as such, earnings from this acquisition have not been built into our estimates. Our current TP is INR810. Should we include the earnings and consequent debt from this acquisition, it would further enhance our TP by INR60/share.

Strong pipeline, established execution, and resilient balance sheet

We continue to reiterate BUY on JSWE with an SoTP-based TP of INR810/share. We remain optimistic, based on 1) the strong visibility of the capacity rising to ~14 GW by end-FY27 from 7.7GW currently, 2) the ability to undertake and turnaround opportunistic acquisitions (Ind-Barath, Mytrah, and now KSK Mahanadi), and 3) the robust balance sheet that allows for sustainable capital investment.

Valuation and view

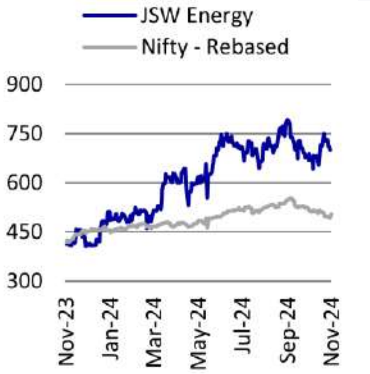
We value JSWE's core business at 15x FY27 EBITDA, reflecting its strong operational performance and market position. The stake in JSW Steel is valued at a 25% discount to the current market price. JSWE is currently trading at FY27 EV/EBITDA of 14.2x. The total equity value of JSWE was determined by aggregating the values from these different components, leading to a TP of INR810/share. Additionally, note that we see an option value of INR60/share from KSK Mahanadi, which should materialize once the deal is approved.

Shareholding pattern (%)

As On	Sep-24	Jun-24	Sep-23
Promoter	69.3	69.3	73.4
DII	9.8	9.2	9.9
FII	15.1	15.6	8.6
Others	5.8	5.9	8.1

FII Includes depository receipts

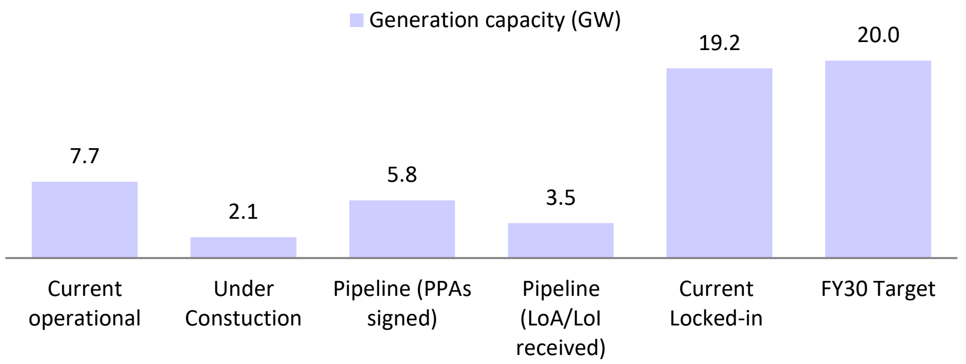
Stock performance (one-year)



Strong RE pipeline backed by PPAs; 20GW ambition now within reach

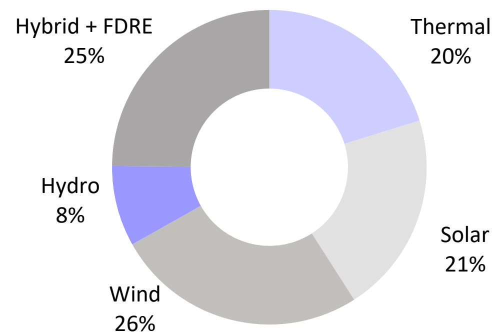
- JSWE has outlined a strategic vision to achieve a total generation capacity of 20GW and energy storage capacity of 40GWh by 2030. In alignment with its sustainability goals, the company is targeting a 50% reduction in its carbon footprint by 2030 and aims to achieve carbon neutrality by 2050.
- Currently, JSWE's total locked-in generation capacity of 19.2GW comprises 7.7GW operational; 2.1 GW under construction across wind, thermal, and hydro (to be commissioned by FY25-end); and the RE pipeline of 9.3 GW (with long-term PPAs already signed for 5.8GW and LoA/LoI received for 3.5GW).
- Additionally, the company has a locked-in energy storage capacity of 16.2 GWh, which includes battery energy storage systems and hydro-pumped storage projects.

Current locked-in capacity



Source: Company, MOFSL

19.2 GW locked-in capacity break-up



Source: Company, MOFSL

L&T Finance

BSE SENSEX	S&P CNX
80,110	24,222

Bloomberg	LTF IN
Equity Shares (m)	2493
M.Cap.(INRb)/(USDb)	351.5 / 4.2
52-Week Range (INR)	194 / 134
1, 6, 12 Rel. Per (%)	0/-16/-22
12M Avg Val (INR M)	1357

Financials &Valuations (INR b)

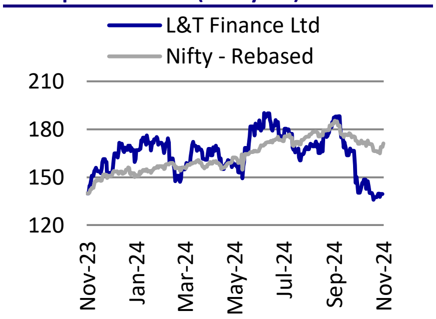
Y/E March	FY24	FY25E	FY26E
Total Income	75.4	89.3	108.8
PPP	51.7	63.9	77.7
PAT	23.2	27.9	34.7
EPS (INR)	9.3	11.2	13.9
EPS Gr. (%)	42.4	20.3	24.3
BV/Sh. (INR)	94	103	114
Ratios			
NIM (%)	9.6	9.9	9.8
C/I ratio (%)	40.4	39.1	38.1
RoAA (%)	2.2	2.5	2.6
RoE (%)	10.3	11.4	12.8
Payout (%)	26.9	26.0	24.5
Valuation			
P/E (x)	15.1	12.6	10.1
P/BV (x)	1.5	1.4	1.2
Div. Yield (%)	1.8	2.1	2.4

Shareholding pattern (%)

As On	Sep-24	Jun-24	Sep-23
Promoter	66.3	66.4	66.0
DII	12.3	11.7	8.2
FII	6.7	7.3	10.9
Others	14.7	14.7	14.9

FII Includes depository receipts

Stock performance (one-year)



CMP: INR141 TP: INR180 (+28%) Buy

Driving growth through digital excellence

Leveraging AI, digital innovation and customer centricity to shape its future

We attended the Digital Investor Day hosted by L&T Finance (LTF) where it showcased how it is trying to redefine financial services with its technology and customer-first solutions. The company highlighted its digital transformation, AI-driven initiatives including its Project Cyclops (new underwriting engine), and broader technological advancements, which will shape the next phase of its journey. We believe that these digital initiatives will strengthen LTF's financial services offerings.

Key takeaways on the business front: 1) LTF has historically avoided lending to new-to-credit customers but aims to address this segment with innovations like "**undiscovered prime"** and "**Project Cyclops"** for more confident decision-making. 2) It is targeting sustainable RoA of 2.8%-3.0% through cost reductions, fee profile improvements, and operational efficiency despite a change in the product mix and pressures on yields. 3) In its MFI business, Nov'24 collection efficiency (CE) is expected to be stable MoM, with a positive bias towards improvement. If the same trends sustain in Dec'24 as well, then it will be safe to assume that the MFI industry stress has bottomed out. 4) LTF expects the overall credit costs in the MFI business to remain below ~INR10b in FY25. It has ~INR9.75b of macro provisions and if needed, it will utilize those reserves. 5) In personal loans (PLs), Project Cyclops will be launched by FY25 end, and it will soon be launching a new partnership with a mega partner for PLs.

Rural Business Finance: Tracking better than most of its MFI peers

- Over the years, the company has embraced a digital-first approach, implementing app-based customer journeys, real-time credit assessments, and 100% paperless on-boarding. Tools like geo-spatial technology, AI-driven decision-making, and predictive analytics have enhanced operational efficiency and customer experience. A unified sourcing and collection app integrates customer insights and collection strategies, contributing to faster processing times and enhanced field operations.
- Tailor-made pre-approved offers and dynamic customer segmentation allow for **risk-based pricing** and better customer targeting. Introduction of new offerings like micro LAP loans, catering to secured lending needs, will diversify the product portfolio.
- A robust **early warning signal (EWS)** framework, combined with AI and ML capabilities, allows for proactive risk identification and mitigation. Stringent sourcing norms ensure reduced customer leverage, with **87% of the portfolio having fewer than two external associations**.

- Field efficiency has been significantly improved through automated route mapping, streamlined collection processes, and a focus on employee engagement. The company has strengthened its feet-on-street to enhance collections and maintain portfolio quality, with a 16% increase in manpower between Jul'24 and Oct'24.
- Despite challenges like floods and political disruptions, LTF has maintained 0dpd **CE at 99.3% and 0-90dpd CE at 98.1% in Oct'24.** As of Oct'24, ~5.0% of its outstanding book had customers with LTF+ >= 4 associations, where it saw regular CE of 97%.

Farmer Finance: Market leader innovating for sustainable growth

- LTF is a leading tractor financier and strategic partnerships with all major tractor OEMs has ensured market leadership and deep customer penetration.
- Initiatives like Farm Cyclops (to be implemented) and STP (Straight Through Processing) will integrate data from multiple sources, including account aggregators, credit bureaus, and hyperlocal demographics, ensuring comprehensive customer assessments. The implementation of video personal discussions and minimal documentation requirements has enhanced convenience and reduced risk.
- In warehouse receipt finance, real-time price monitoring and API-integrated data flows have enabled faster disbursements, with sanction times reduced from 7-20 days to just 24-48 hours. In this product, LTF has disbursed ~INR11b since inception and has zero overdue accounts.
- Real-time insights into farming patterns, soil types, and meteorological data have improved customer profiling and asset verification processes.
- Disbursement TAT has been reduced to two hours in the D2C journey.

Urban Finance: Digital evolution at its core

- LTF's roadmap in its urban finance product segments reflected a robust alignment of technology, strategic partnerships, and customer-focused policies, for delivering strong risk-adjusted credit growth.
- The company showcased its transformation into a digitally driven organization, focusing on seamless customer experiences. It has a 100% digital journey across two-wheeler financing, home loans, and personal loans, and significant advancements in automation, such as conditional loan approvals in under two minutes. AI and machine learning integration refines underwriting, targeting prime and salaried customers.
- In 2W, Project Cyclops has increased prime customer base penetration to ~64% as of Oct'24 and has driven customer premiumization. Through its **valued partner program (VPP), the company is** enhancing dealer relationships with digital tools for better inventory funding and performance insights.
- In addition to cross-selling of PLs to its 2W customers, it is also leveraging large-scale partnerships with mega partners (customer base more than 10m) to upsell and cross-sell products.

SME Finance: Scaling up well; expects to add supply chain finance soon

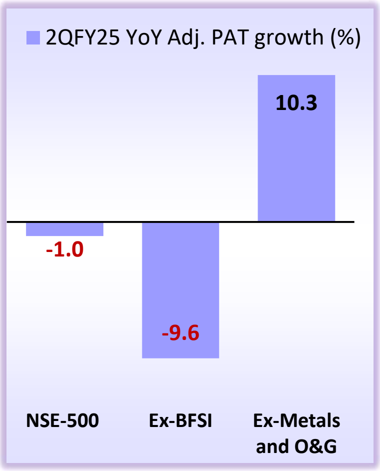
- SME finance is now offered across 110+ locations with a total loan book size of ~INR52b. This product segment, which started with term loans, has expanded its offerings to include dropline OD, hybrid OD, and top-up loans and is expected to introduce supply chain financing (SCF) in Dec'24. SCF will first start with leveraging partnerships in the L&T ecosystem and will subsequently be expanded to dealer finance, vendor finance and bill discounting.
- SME business has been built on a digital native business model and is enabled through APIs, data-based location selection, and robust credit guardrails. It has over 20 APIs integrated for KYC and on-boarding. It uses early warning systems and predictive models.
- The segmentation of customer journeys is based on risk profiles. It has high portfolio quality, with only 2.1% first-time bounces (1HFY25). Majority of the SME portfolio is in prime (55%) and prime-plus (21%) segments.

Valuation and View

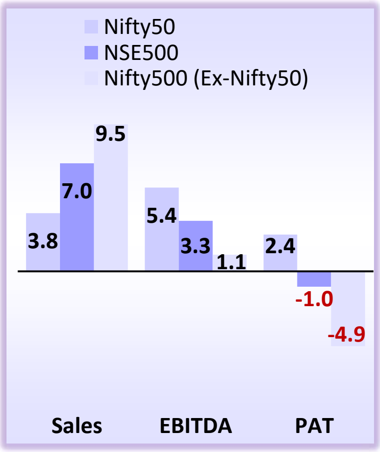
- LTF has moderated its MFI business growth and expects the industry to grow at 15%-20%. Importantly, this moderation has been done by choice (looking at the stress in the sector) rather than any duress in its own MFI book. It is expanding into AP and Telangana, which it expects to be growth markets for its MFI business.
- The company achieved highest-ever tractor disbursements in Oct'24. Management shared the rural cash-flows have been improving and multiple government schemes, which had been paused (prior to and during elections), have been resumed, bringing cash flows back in the hands of customers.
- LTF's strategic focus on digital innovation, prime customer acquisition, operational efficiencies, and risk-adjusted growth, will position it well to become a leading retail financial services player.
- We expect LTF's MFI business to fare better than most of its MFI peers in the current credit cycle. As investors gain more confidence in the company's ability to navigate the current MFI credit cycle with MFI credit costs at <4% in FY25, we believe that the stock will be ripe for a rerating and recoup the correction that was seen after its last earnings release. We maintain our BUY with a target price of INR180 (1.5x Sep'26E P/BV). The key risk is the MFI credit cycle continuing beyond FY25, resulting in high credit costs for far longer than currently envisaged.

BSE Sensex: 80,110 | **Nifty-50: 24,222**

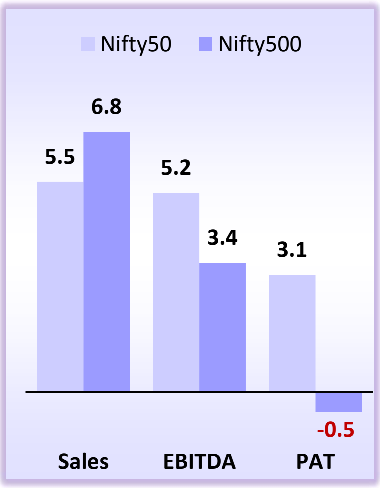
Nifty500: O&G drags down 2Q earnings



NSE500 performance: Nifty50 outperforms broader market in 2QFY25



NSE500: Largecaps earnings grew faster than the broader markets in 1HFY25 YoY (%)



Nifty-500: 2QFY25 earnings review

The broad basing of earnings moderates

Financials drive earnings, while O&G among key laggards

- Nifty-500 companies delivered a muted performance in 2QFY25 amid a broad-based consumption slowdown and global volatility. 2Q earnings were mainly driven by financials, while O&G was a drag.
- Nifty-500 companies reported flat earnings (-1% YoY). Nifty-500, excluding BFSI, recorded an aggregate earnings decline of 10% YoY, whereas aggregate earnings (excl. global commodities) jumped 10% YoY.
- Aggregate sales/EBITDA grew 7%/3% to ~INR33.2t/INR6.7t, whereas adj. PAT inched lower by 1% YoY to INR3.4t.
- **Financials** led the 2Q earnings performance, with 14% YoY growth. In the BFSI pack, Banks clocked ~20% YoY earnings growth and accounted for 29% of the quarter's earnings. Technology witnessed a pickup in earnings growth to 11% YoY, while Capital Goods/Healthcare grew 21%/19% YoY. Consumer Durable and Infrastructure reported stronger growth of 26% and 22% YoY, respectively. Consumer reported flat earnings growth YoY and Telecom reported a sharp contraction in losses to INR3b in 2QFY25 (vs. INR56b in 2QFY24). Cement/O&G/Utilities/Retail/Auto were the key laggards and reported an earnings decline of 56%/52%/15%/10%/1% YoY.
- **EBITDA margin of Nifty-500 (excl. BFSI) came in at 15.3%,** down 170bp YoY and 80bp QoQ. EBITDA margin, excluding BFSI and commodities (i.e., Metals and O&G), came in at 18.3% (down 40bp YoY/80bp QoQ).
- Of the 18 key sectors, **eight reported profit growth**, while 10 sectors posted a decline in 2QFY25.
- Nifty-100/Nifty Midcap-100 saw an earnings decline of 1%/2% YoY, while Nifty Smallcap-100 reported 5% growth YoY. However, excl. O&G and Metals, those indices reported earnings growth of 10%/26%/22% YoY, respectively.
- In the broader market, **210 companies reported earnings growth** of over 15% YoY in 2QFY25. However, 186 companies posted a decline. O&G (OMCs) and Metal companies were the key contributors to most of the earnings decline during the quarter.
- **The broad-basing of earnings moderates:** Largecaps (barring OMCs) mainly drove the earnings performance of Nifty-500 companies in 2QFY25. Nifty-100 companies accounted for 77% of incremental YoY profits (with 77% profit pool) in 2QFY25 vs. 70% last year (with 77% profit pool in 2QFY24).
- **Nifty50:** In 1HFY25, Nifty-50 companies reported sales/EBITDA/PAT growth of 6%/5%/3% YoY.
- **Nifty-500 (excl. Nifty-50):** Aggregate earnings for the broader market remained weak in 2Q. Nifty-500 (excl. Nifty-50) reported an earnings decline of 5% YoY (vs. 2.4% growth for Nifty-50); however, excluding Metals and O&G, Nifty-500 (excl. Nifty-50) clocked earnings growth of 11% YoY.
- **1HFY25 earnings:** Nifty-500 companies' sales/EBITDA grew 7%/3% YoY, whereas PAT was largely flat YoY (-0.5%).

Exhibit 1: Sector-wise 2QFY25 performance of Nifty-500 companies (INR b)

Nifty-500 - Sectors	Net Sales (INR B)	Change (%)		EBIDTA (INR B)	Change (%)		Adj. PAT (INR B)	Change (%)		EBITDA Margin (%)	Change (bps)	
Sectors	**2QFY25**	**YoY**	**QoQ**	**2QFY25**	**YoY**	**QoQ**	**2QFY25**	**YoY**	**QoQ**	**2QFY25**	**YoY**	**QoQ**
Automobiles	3,227	4	-1	446	1	-9	202	-1	-16	13.8	-40	-130
BFSI	5,520	13	6	2,466	20	4	1,447	14	1	-	-	-
Banks-Private	1,151	13	2	842	19	3	516	10	6	-	-	-
Banks-PSU	1,130	6	0	841	24	9	477	32	9	-	-	-
NBFC	1,144	24	7	673	20	5	335	2	-7	-	-	-
Insurance	2,094	10	10	111	5	-21	119	4	-18	-	-	-
Capital Goods	1,298	17	12	178	20	20	107	21.2	17	13.7	30	100
Cement	796	1	-8	110	-19	-25	20	-56.3	-56	13.9	-340	-320
Chemicals & Fertilizers	741	6	10	101	10	11	48	-2.5	13	13.6	60	10
Consumer	1,045	6	-0	226	1	-7	157	0.9	-8	21.7	-120	-160
Consumer Durables	383	41	-0	27	22	-17	18	25.7	-20	7.1	-110	-140
Healthcare	1,057	11	4	259	21	6	160	19.0	0	24.5	200	40
Infrastructure	315	5	3	86	19	-6	40	21.9	-22	27.3	330	-280
Media	48	-15	-1	14	-17	12	6	-24.8	14	29.3	-80	330
Metals	3,035	-2	-3	531	12	-12	236	19.8	-19	17.5	230	-170
Oil & Gas	8,758	2	-6	793	-37	-14	341	-49.8	-17	9.1	-560	-80
Real Estate	150	22	8	38	9	2	35	-5.2	13	25.4	-300	-150
Retail	1,138	50	9	47	7	-4	18	-10.2	-14	4.1	-160	-50
Technology	2,116	7	3	468	9	4	324	10.7	3	22.1	40	10
Telecom	737	15	8	335	22	8	-3	-95.4	-52	45.4	250	-
Textiles	115	2	2	14	-3	-20	5	-9.4	-22	12.0	-70	-340
Utilities	1,202	4	-6	412	0	-6	185	-15.0	-9	34.2	-130	10
Misc.	1,612	12	2	168	23	-14	76	29	-30	10.4	90	-190
Nifty-500 total	**33,289**	**7.0**	**-0.1**	**6,717**	**3.3**	**-2.5**	**3,422**	**-1.0**	**-5.9**	**-**	**-**	**-**
Nifty500 Ex-BFSI	27,770	6	-1	4,250	-4	-6	1,975	-10	-11	**15.3**	-170	-80
Nifty500 Ex-OMCs	29,517	8	1	6,614	6	-1	3,410	7	-4	22.4	-50	-60
Nifty500 Ex-Metal, O&G	21,497	11	3	5,393	13	0	2,845	10	-3	25.1	50	-70
Nifty 100	22,683	5.0	-1.0	4,941	1.7	-4.0	2,619	-0.6	-5.1		-	-
Nifty Midcap 100	5,026	10.3	0.8	982	4.8	2.6	400	-2.0	-6.3		-	-
Nifty Smallcap 100	1,870	9.8	1.8	309	14.3	4.9	160	5.4	-1.7		-	-

Source: MOFSL, Capital line

Exhibit 2: Broader market earnings remained strong, excl. global commodities

Index	2QFY25 PAT growth YoY (%)		
	Aggregate	**Excl. BFSI**	**Excl. Metals and O&G**
Nifty-50	**2.4%**	**-0.8%**	**9.7%**
Nifty-100	**-0.6%**	**-10.1%**	**9.6%**
Nifty Midcap-100	**-2.0%**	**-16.8%**	**25.9%**
Nifty Smallcap-100	**5.4%**	**-0.4%**	**21.7%**
NSE-500	**-1.0%**	**-9.6%**	**10.3%**

Source: MOFSL, Capital Line

Quarterly performance of Nifty-500 during 2QFY25

Exhibit 3: Sales grew 7% YoY to INR33.3t

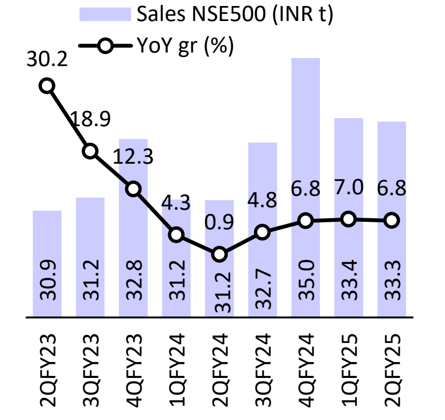


Exhibit 4: Sales, excluding BFSI, grew 6% YoY

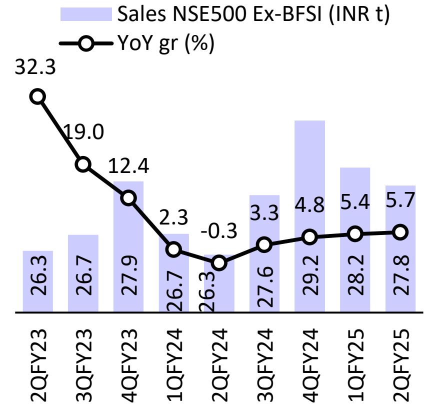


Exhibit 5: Sales, barring Metals and O&G, grew 11% YoY

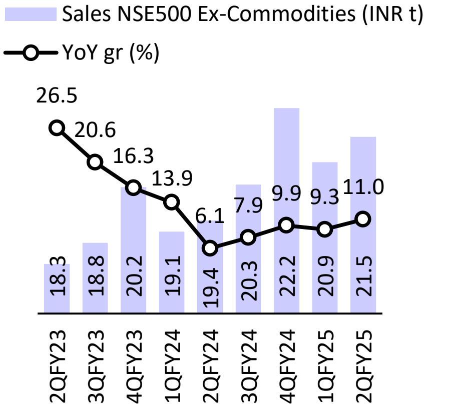


Exhibit 6: EBITDA rose 3% YoY to INR6.7t

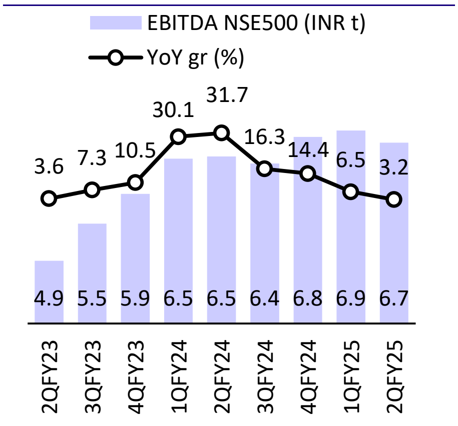


Exhibit 7: EBITDA, excluding BFSI, declined 4% YoY

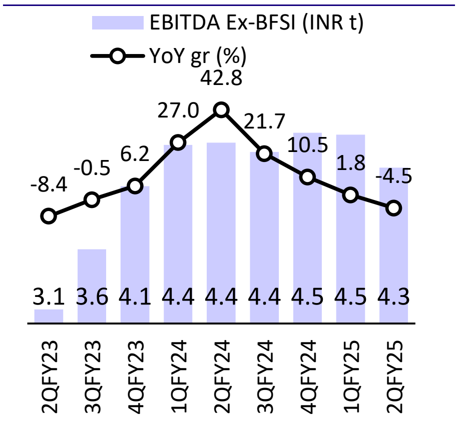


Exhibit 8: Excluding commodities, EBITDA growth was strong at 13% YoY

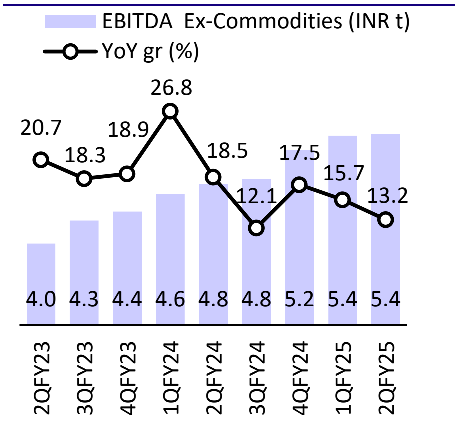


Exhibit 9: PAT declined marginally YoY to INR3.4t

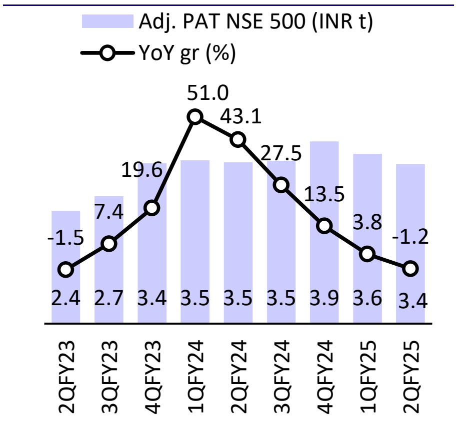


Exhibit 10: PAT growth, excluding BFSI, fell 10% YoY

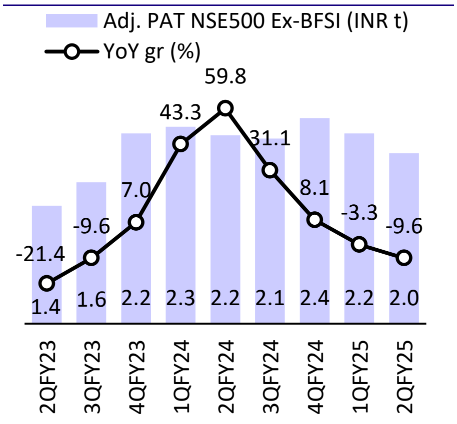


Exhibit 11: PAT growth, excluding Metals and O&G, was stronger at 10% YoY

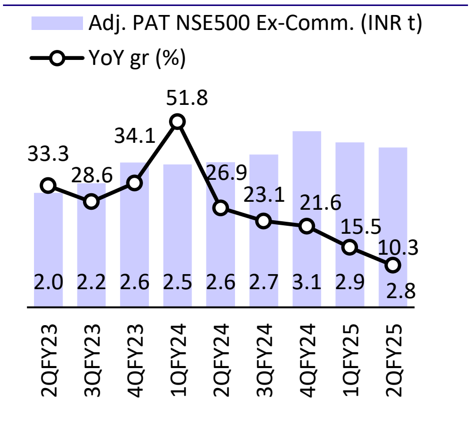


Exhibit 12: EBITDA margin, sans BFSI, declined 170bp YoY to 15.3%

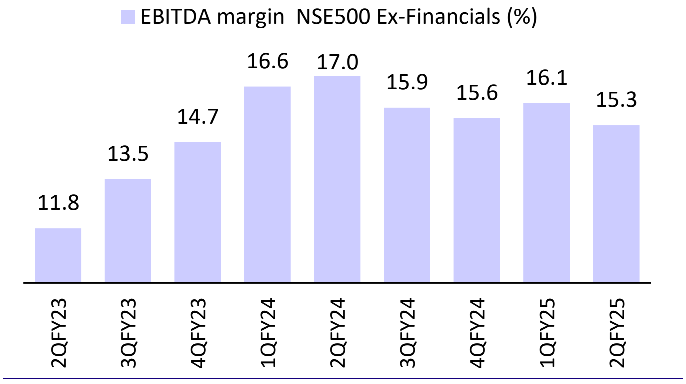


Exhibit 13: EBITDA margin, sans Financials and Commodities, declined 40bp YoY to 18.3%

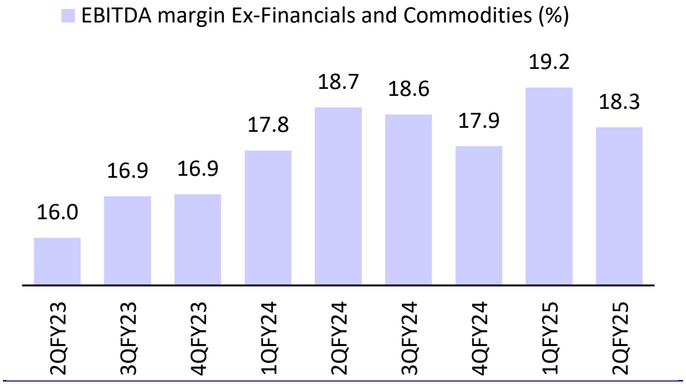
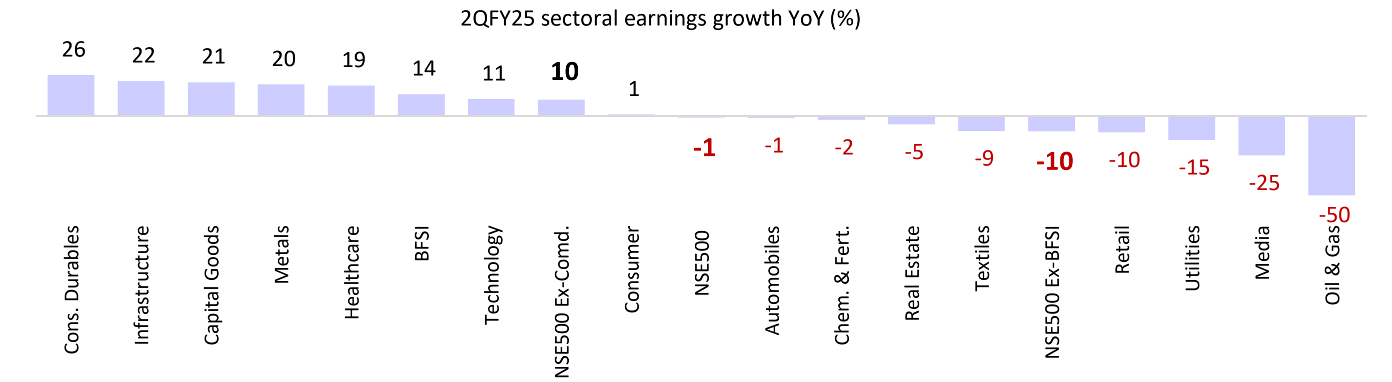
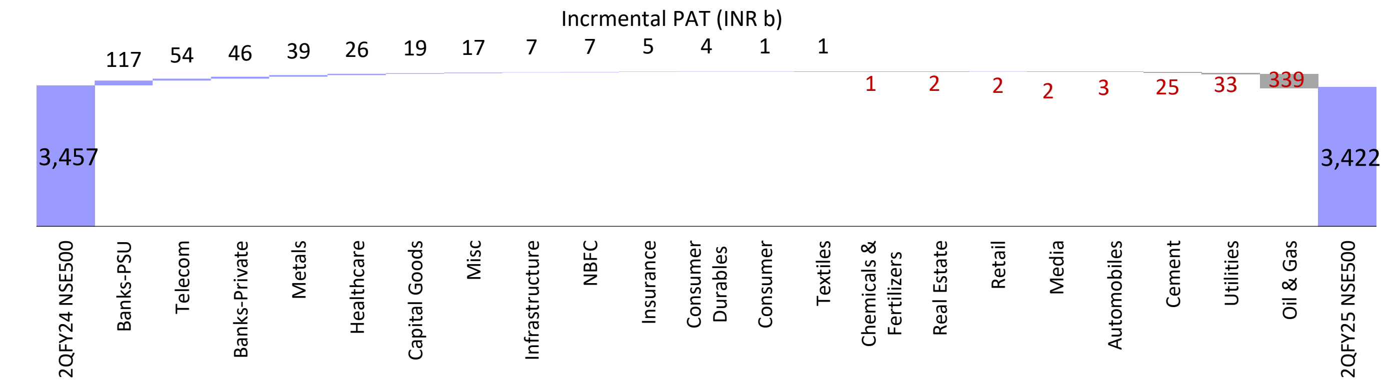


Exhibit 14: Consumer Durables, Infra and Cap. Goods clocked the highest earnings growth, while O&G, Media and Utilities were the key laggards in 2QFY25



Source: MOFSL, Capital Line

Exhibit 15: Banks, Telecom, Metals, Healthcare and Cap. goods were the key drivers, while O&G, Utilities and Cement were the key laggards in incremental earnings in 2QFY25



Source: MOFSL, Capital Line

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