

CG Power and Industrial Solutions

Estimate changes



TP change



Rating change



CMP: INR866

TP: INR975 (+13%)

Buy

Weaker-than-expected performance

CG Power's 1QFY27 result was below our estimates. Margin performance remained strong for the power systems segment but was impacted by one-time provisions for the industrial segment and continued high losses for the semiconductor segment. The pace of inflows has moderated, and consolidated order inflows were flat YoY at INR52b for the quarter. The overall order book stood at INR189b, up 45% YoY. We expect inflows, particularly for the power systems segment, to start ramping up from next quarter. Going forward, we expect CG Power to benefit from 1) capacity expansion at power systems for transformers and switchgear & circuit breakers, 2) price hikes and gradual demand recovery in the industrial segment, and 3) reduction of losses at CG-SEMI by FY28. We cut our estimates by 3%/4% for FY27/28 to bake in 1QFY27 performance. We reiterate our BUY rating on the stock with an SoTP-based two-year forward TP of INR975 (vs. INR990 earlier).

Results below our estimates

CG Power's 1Q result was below our estimates mainly due to lower-than-expected execution in the Power systems division, lower-than-expected margins in the Industrial systems division, and higher-than-expected losses in the semiconductor division. Consolidated revenue grew 14% YoY to INR32.8b. 5% below our estimate. Gross margin expanded 60bp YoY to 30.8%, broadly in line with our estimate of 31.0%. However, higher-than-expected other expenses during the quarter led to EBITDA margin missing our estimates. Absolute EBITDA grew 4% YoY to INR4b (13% miss), while margin contracted 110bp YoY to 12.1% (vs. our estimate of 13.2%). While revenues and margins were lower than our expectation, higher-than-expected other income softened the impact on PAT. PAT grew 16% YoY to INR3b (7% below our estimate).

Power systems' execution to accelerate, led by new capacities

The segment revenue grew 31% YoY to INR14b, broadly in line, while EBIT margin expanded 260bp YoY to 23.2% (vs. our est. of 22.2%), led by strong execution and operating leverage. Order inflows stood at INR31.1b (-11% YoY), taking the order book to INR144.3b (+60% YoY). The YoY decline in inflows was largely due to the high base of a ~INR6.5b PGCIL order in 1QFY26. Excluding this, order inflows grew 9% YoY. The bid pipeline remains healthy across domestic T&D, utilities, renewables, data centers, and exports, with no pricing pressure despite industry-wide capacity additions. Transformer capacity currently stands at ~75,000 MVA, with an additional 45,000 MVA to be commissioned in phases over 12-14 months (10,000 MVA, 30,000 MVA, and the balance thereafter). Given the healthy order pipeline and expanding manufacturing footprint, we expect order inflow/revenue to clock a 12%/32% CAGR over FY26-29, while baking in EBIT margins of 23%/22%/21% over FY27-29E.

Bloomberg	CGPOWER IN
Equity Shares (m)	1575
M.Cap.(INRb)/(USDb)	1366.6 / 14.2
52-Week Range (INR)	981 / 526
1, 6, 12 Rel. Per (%)	-5/63/33
12M Avg Val (INR M)	2902

Financials Snapshot (INR b)

Y/E MARCH	FY27E	FY28E	FY29E
Net Sales	152.9	188.5	241.2
EBITDA	21.0	28.5	38.4
PAT	15.5	20.7	26.2
EPS (INR)	9.9	13.2	16.7
GR. (%)	25.4	33.3	26.6
BV/Sh (INR)	58.8	69.7	83.6

Ratios

ROE (%)	18.0	20.5	21.7
RoCE (%)	18.1	20.5	21.8
Payout (%)	17.1	16.7	17.1

Valuations

P/E (X)	87.8	65.8	52.0
P/BV (X)	14.7	12.4	10.4
EV/EBITDA (X)	64.7	47.4	34.4
Div Yield (%)	0.2	0.3	0.3

Shareholding pattern (%)

As of	Jun-26	Mar-26	Jun-25
Promoter	56.4	56.4	58.1
DII	18.3	18.1	14.2
FII	12.0	12.0	12.7
Others	13.4	13.5	15.0

FII includes depository receipts

Industrial systems' margins affected by a one-off provision

The segment revenue grew 6% YoY to INR17.9b, with double-digit growth in the Motors business. EBIT margin contracted 260bp YoY to 7.6%, primarily due to a one-off provision of ~INR200m in the railways business, while pre-operating costs at GG Tronics and breakeven profitability in the Consumer Durables business further weighed on margins. Excluding the one-off provision, EBIT margin stood at ~8.7%. Motors continued to experience healthy demand across cement, metals & mining, and OEM segments. The company successfully implemented an additional 5% price hike in 1QFY27, over and above the 17% increase taken last year, with healthy customer acceptance. Going forward, growth is expected to be supported by further pricing actions, continued R&D investments in the IE3, IE4, and IE5 motor portfolio over the next 12 months, and commencement of GG Tronics' Kavach deliveries from 2QFY27 following completion of validation trials and regulatory approvals. We model an order inflow/revenue CAGR of 12%/8% over FY26-29E for the segment, with a gradual EBIT margin improvement to 8%/9%/10.5% over FY27/FY28/FY29E.

Investing in building a semiconductor ecosystem

CG Power continues to build its semiconductor ecosystem, with commercial production already underway at the Phase-1 OSAT facility in Sanand, and Phase-2 remains on track for commissioning by the end of FY27. Near-term profitability will continue to remain under pressure due to continued investments in talent, technology, and ecosystem development, although higher OSAT utilization and customer additions should gradually improve operating leverage. Axiro continues to scale its design business, delivering healthy double-digit revenue growth and a strong order pipeline. The company is reinvesting into expanding its portfolio beyond RF and Satcom into adjacent areas such as power electronics. We expect the semiconductor business to achieve EBITDA breakeven from FY28 as operating leverage improves with scale-up.

Expanding the EHV switchgear manufacturing footprint

During the quarter, the company commissioned Phase-II of its EHV switchgear facility in Nashik, increasing EHV circuit breaker capacity by ~80% from 9,000 to 16,200 units annually, with manufacturing capability for 33-245 kV breakers supported by advanced high-voltage testing infrastructure. Alongside the ongoing transformer capacity expansion, these investments will strengthen the company's ability to capitalize on growing domestic and export power transmission opportunities.

Financial outlook

We marginally cut our estimates by 3%/4% for FY27/FY28 to bake in CG Power's 1Q performance. We expect overall order inflows to register an 11% CAGR over FY26-29E. We model a revenue/EBITDA/PAT CAGR of 25%/33%/28% over FY26-29E, with EBITDA margin of 13.7%/15.1%/15.9% for FY27/FY28/FY29E.

Valuation and view

The stock currently trades at 87.8x/65.8x/52.0 P/E on FY27E/FY28E/FY29E EPS. **We reiterate our BUY rating with a revised TP of INR975 (vs. INR990 earlier).** We ascribe a 58x multiple for the power systems business (baking in the upcoming large capacity), a 55x multiple to industrial systems (10% discount to ABB), and value to the OSAT business via DCF to capture the benefits that will start accruing from FY28.

Key risks and concerns

Key risks would include: 1) a slowdown in T&D capex, 2) an increase in commodity prices, 3) weak motor demand, and 4) limited OSAT experience.

Consolidated - Quarterly Earnings Model

(INR m)

Y/E March	FY26				FY27E				FY26	FY27E	FY27E	Est
	1Q	2Q	3Q	4Q	1Q	2QE	3QE	4QE			1QE	Var (%)
Net sales	28,781	29,228	31,754	34,418	32,808	36,309	38,789	45,043	1,24,18	1,52,94	34,578	-5
YoY Change (%)	29.2	21.1	26.2	25.0	14.0	24.2	22.2	30.9	25.3	23.2	20.1	
EBITDA	3,812	3,767	3,973	4,700	3,973	4,984	5,416	6,610	16,253	20,983	4,561	-13
YoY Change (%)	16.5	27.8	20.0	35.5	4.2	32.3	36.3	40.6	24.6	29.1	19.7	
Margins (%)	13.2	12.9	12.5	13.7	12.1	13.7	14.0	14.7	13.1	13.7	13.2	
Depreciation	435	521	507	494	545	663	697	814	1,956	2,718	647	-16
Interest	22	27	35	38	35	38	38	41	122	152	38	-8
Other Income	283	661	764	735	836	678	610	610	2,443	2,735	656	27
PBT before EO expense	3,638	3,881	4,195	4,904	4,229	4,961	5,291	6,366	16,618	20,847	4,532	-7
Extra-Ord expense	0	0	356	-20	0	0	0	0	336	0	0	
PBT	3,638	3,881	3,840	4,924	4,229	4,961	5,291	6,366	16,282	20,847	4,532	-7
Tax	969	1,036	1,001	1,289	1,146	1,282	1,368	1,592	4,295	5,388	1,171	-2
Rate (%)	26.6	26.7	26.1	26.2	27.1	25.8	25.8	25.0	26.4	25.8	25.8	
MI & P/L of Asso. Cos.	-24	-23	-9	-20	-47	-21	-21	6	-76	-83	-21	
Reported PAT	2,692	2,867	2,848	3,655	3,130	3,700	3,945	4,768	12,063	15,543	3,382	-7
Adj PAT	2,692	2,867	3,204	3,635	3,130	3,700	3,945	4,768	12,399	15,543	3,382	-7
YoY Change (%)	11.6	29.8	33.2	33.7	16.3	29.0	23.1	31.2	27.2	25.4	25.6	
Margins (%)	9.4	9.8	10.1	10.6	9.5	10.2	10.2	10.6	10.0	10.2	9.8	

Segment revenue	FY26				FY27E				FY26	FY27E	FY27E	Est
INR m	1Q	2Q	3Q	4Q	1Q	2QE	3QE	4QE			1QE	Var (%)
Power Systems	10,701	12,545	13,263	14,873	13,982	17,563	18,568	23,681	51,382	73,794	15,196	-8
YoY%	42.6	48.3	44.1	49.7	30.7	40.0	40.0	59.2	46.4	43.6	42.0	
Industrial Systems	16,915	15,333	17,308	17,913	17,895	16,867	18,174	18,770	67,470	71,706	17,761	1
YoY%	14.9	-1.8	8.8	2.3	5.8	10.0	5.0	4.8	5.8	6.3	5.0	
Semiconductor	1,085	1,279	1,108	1,556	940	1,790	1,939	2,369	5,028	7,039	1,519	-38
YoY%					-13.3	40.0	75.0	52.3		40.0	40.0	
Others	85	74	91	93	102	89	109	111	342	411	102	0
YoY%	59.8	16.6	69.5	-7.7	20.1	20.0	20.0	19.9	26.5	20.0	20.0	
Total	28,786	29,232	31,770	34,435	32,920	36,309	38,789	44,931	1,24,22	1,52,94	34,578	-5
YoY%	29.2	21.1	26.2	25.0	14.4	24.2	22.1	30.5	25.3	23.1	20.1	
Less: Inter-Segment Revenue	6	4	16	17	112	0	0	-112	43	0	0	
Total income from	28,781	29,228	31,754	34,418	32,808	36,309	38,789	45,043	1,24,18	1,52,94	34,578	-5
YoY%	29.2	21.1	26.2	25.0	14.0	24.2	22.2	30.9	25.3	23.2	20.1	

EBIT	FY26				FY27E				FY26	FY27E	FY27E	Est
INR m	1Q	2Q	3Q	4Q	1Q	2QE	3QE	4QE			1QE	Var (%)
Power Systems	2,253	2,597	2,835	3,543	3,241	4,039	4,271	5,422	11,227	16,973	3,343	-3
Margin %	21.1	20.7	21.4	23.8	23.2	23.0	23.0	22.9	21.9	23.0	22.0	
Industrial Systems	1,721	1,367	1,562	1,604	1,363	1,349	1,454	1,570	6,253	5,736	1,599	-15
Margin %	10.2	8.9	9.0	9.0	7.6	8.0	8.0	8.4	9.3	8.0	9.0	
Semiconductor	-87	-217	-400	-374	-500	-322	-330	-326	-1,079	-1,478	-304	65
Margin %												
Others	7	16	18	22	30	9	11	25	62	74	10	194
Margin %	7.8	21.1	19.8	23.5	29.4	10.0	10.0	22.2	18.1	18.1	10.0	
Total	3,894	3,762	4,014	4,794	4,134	5,075	5,406	6,690	16,464	21,305	4,648	-11
Finance costs	22	27	35	38	35	38	38	41	122	152	38	-8
Other un-allocable	234	-146	-216	-148	-130	76	76	283	-276	306	78	-267
Exceptional items (net)	0	0	-356	0	0	0	0	0	-356	0	0	
PBT	3,638	3,881	3,840	4,904	4,229	4,961	5,291	6,366	16,262	20,847	4,532	-7

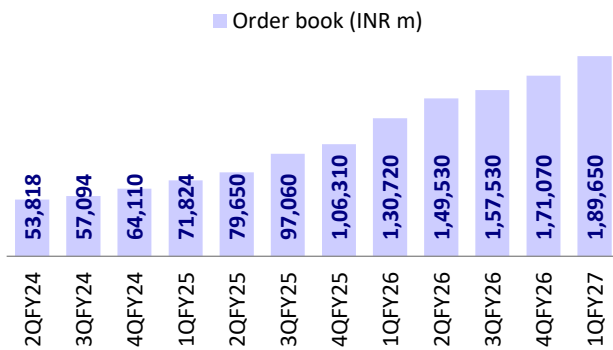


Key highlights from the management commentary

- **Power systems:** Management remained constructive on the Power Systems business, indicating that the current wave of industry capacity additions is still insufficient to meet the growing domestic and global demand. The order pipeline has nearly doubled YoY, and the company continues to see healthy opportunities across utilities as well as newer applications such as data centres, supporting confidence in sustained order inflows and pricing discipline.
- **Industrial business:** Management expects the Motors business to continue delivering high-teen growth, supported by healthy demand across industrial applications. Pricing actions remain a continuous exercise, with periodic revisions being undertaken to offset raw material inflation. Healthy momentum was seen across cement, metals & mining, and the OEM segment for the motors business.
- **Semiconductor:** The company commenced commercial production at its facility in Sanand on 4 Jul'26. The company continues to strengthen its semiconductor initiatives through its CG Semi subsidiary and remains focused on design-led opportunities, particularly in RF and SATCOM applications. Management indicated that the current priority is to establish capabilities in these segments before expanding into broader semiconductor product areas, while continuing to evaluate opportunities arising from India's semiconductor ecosystem.
- **Switchgear expansion:** The company is expanding its Extra High Voltage (EHV) switchgear manufacturing capabilities through the commissioning of the second manufacturing unit at Nashik. The expansion will increase EHV circuit breaker manufacturing capacity by ~80%, covering products from 33kV to 800kV.
- **Data centres:** Management indicated that data centres are emerging as a meaningful growth opportunity within the Power Systems business, with customer enquiries and order pipelines continuing to strengthen. While execution of initial data centre orders is yet to begin, the company expects deliveries to commence as projects progress and sees this segment becoming an important contributor alongside traditional T&D, utilities, oil & gas and renewable energy customers.
- **Global opportunities:** Management expects overseas growth to remain well diversified across the US, Europe, and the MENA region, rather than relying on a single geography. The company is pursuing a balanced go-to-market strategy across these regions, with exports expected to benefit from growing investments in power infrastructure and data centre-related opportunities globally.

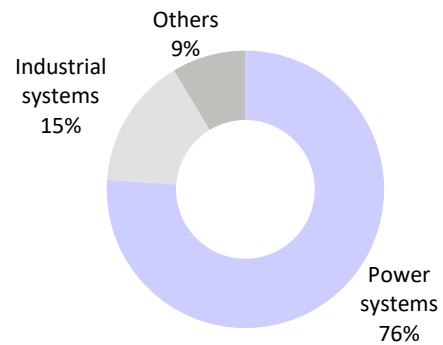
Key Exhibits

Exhibit 1: Order book increased 45% YoY (INR m)



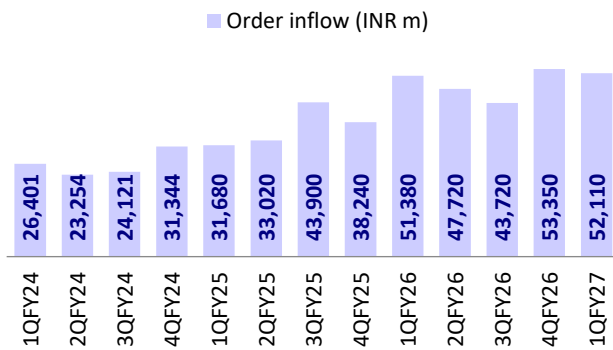
Source: Company, MOFSL

Exhibit 2: Segmental breakup of INR190b order book



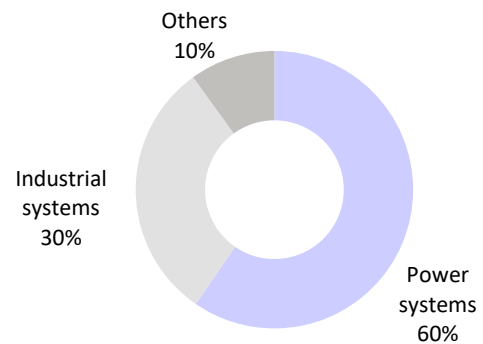
Source: Company, MOFSL

Exhibit 3: Order inflow growth remained flat YoY (INR m)



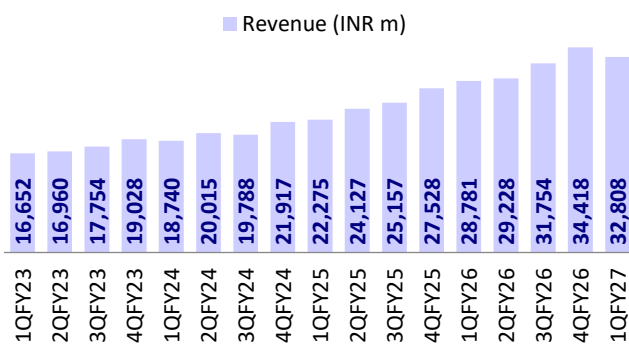
Source: Company, MOFSL

Exhibit 4: 1QFY27 order inflow stood at INR52b



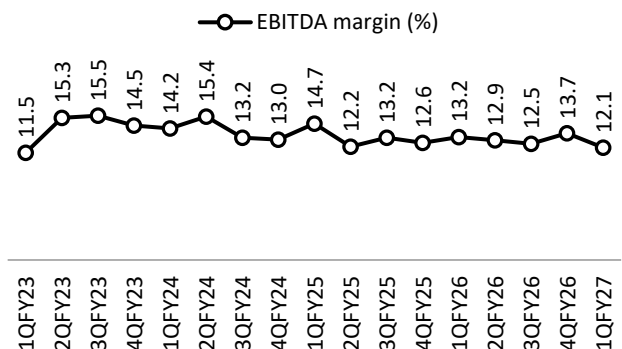
Source: Company, MOFSL

Exhibit 5: Revenue increased 14% YoY (INR m)



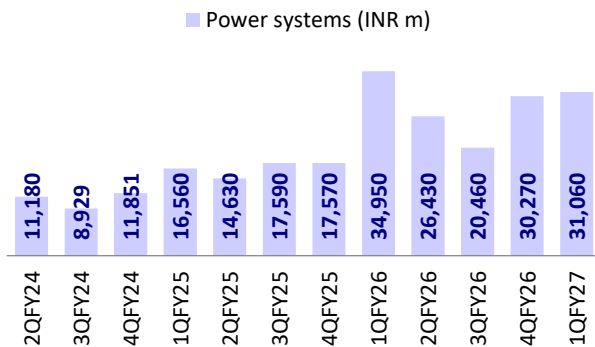
Source: Company, MOFSL

Exhibit 6: EBITDA margin contracted 110bp YoY



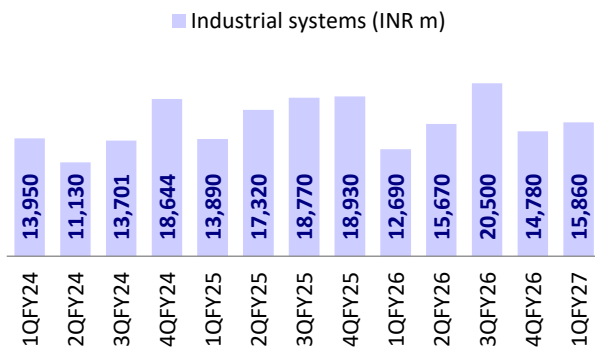
Source: Company, MOFSL

Exhibit 7: Power systems' order inflow declined 11% YoY on a high base (INR m)



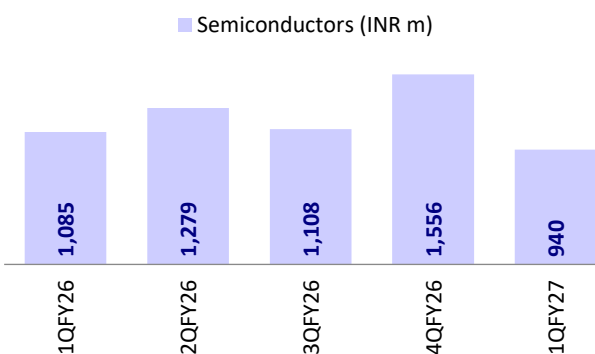
Source: Company, MOFSL

Exhibit 9: Industrial systems' order inflow increased 25% YoY (INR m)



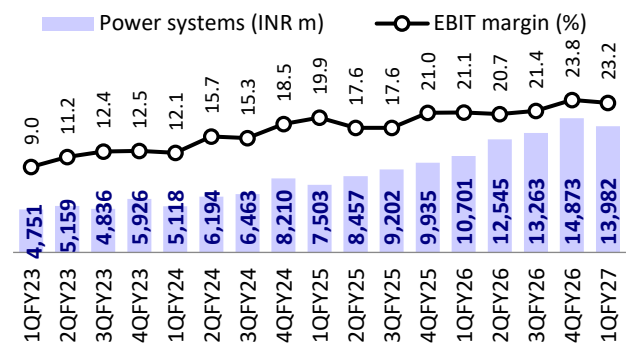
Source: Company, MOFSL

Exhibit 11: Semiconductor revenue trajectory (INR m)



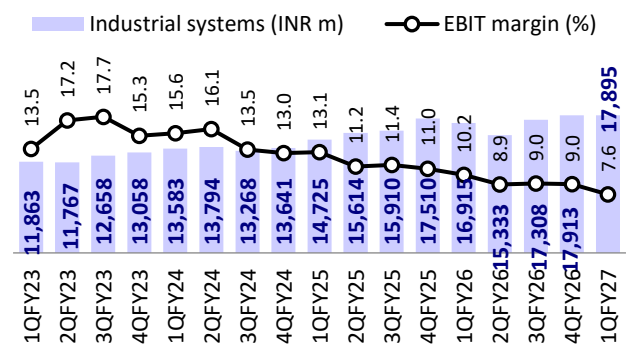
Source: Company, MOFSL

Exhibit 8: Power systems' segment revenue grew 31% YoY, while margin expanded 210bp YoY



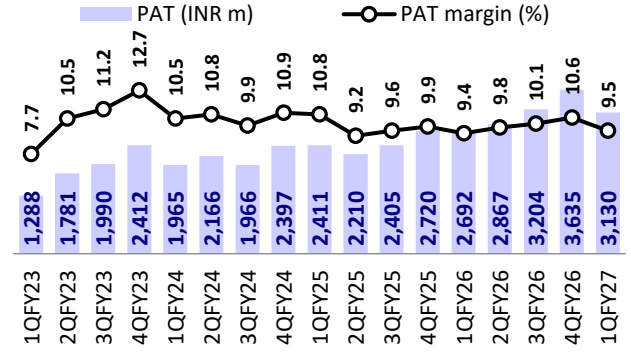
Source: Company, MOFSL

Exhibit 10: Industrial systems' revenue grew 6% YoY, while margin contracted 260bp YoY



Source: Company, MOFSL

Exhibit 12: Consolidated PAT grew 16% YoY (INR m)



Source: Company, MOFSL

Exhibit 13: We cut our estimates slightly to bake in 1QFY27

(INR M)	FY27E			FY28E			FY29E
	Rev	Old	Chg (%)	Rev	Old	Chg (%)	New
Net Sales	1,52,949	1,55,866	(1.9)	1,88,485	1,95,308	(3.5)	2,41,177
EBITDA	20,983	21,685	(3.2)	28,541	29,580	(3.5)	38,403
EBITDA (%)	13.7	13.9	-20 bp	15.1	15.1	0 bp	15.9
Adj. PAT	15,543	16,078	(3.3)	20,725	21,549	(3.8)	26,240
EPS (INR)	9.9	10.2	(3.3)	13.2	13.7	(3.8)	16.7

Source: MOFSL

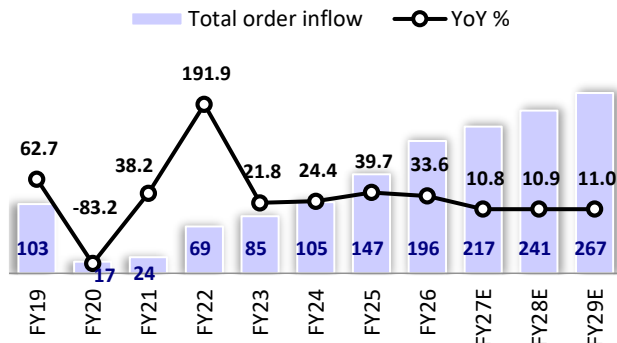
Exhibit 14: We arrive at a TP of INR975 based on SoTP valuation

Segment	PAT (INR m)	Valuation multiple (x)	Valuation (INR m)	Per share (INR)	Rationale
Power systems	17,915	58	10,39,049	660	❖ At a slight discount to MNC players expanding transformer capacities
Industrial systems	7,173	55	3,94,540	251	❖ At 10% discount to ABB, which is into premium motors
CG Semi - OSAT			98,604	63	❖ Based on DCF
Total			15,32,193	973	

Source: Company, MOFSL

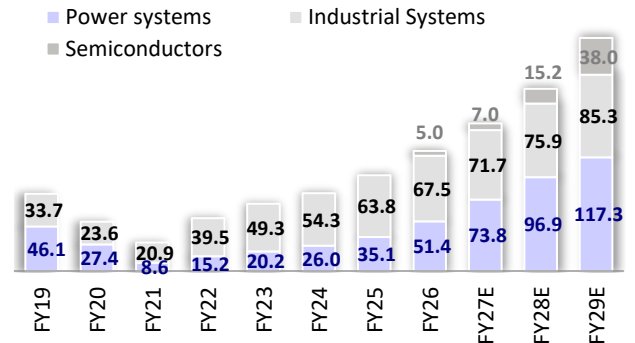
Financial outlook

Exhibit 15: We expect order inflow to clock a CAGR of 11% over FY26-29



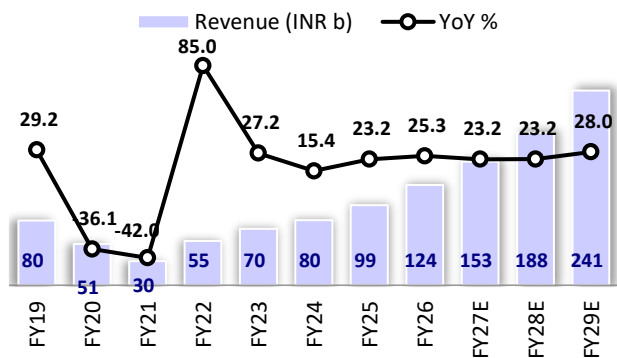
Source: Company, MOFSL

Exhibit 16: We expect revenue growth to be driven by power systems (INR b)



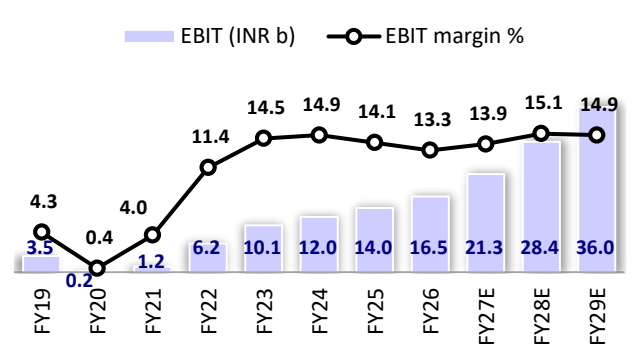
Source: Company, MOFSL

Exhibit 17: We expect revenue to clock a CAGR of 25% over FY26-29



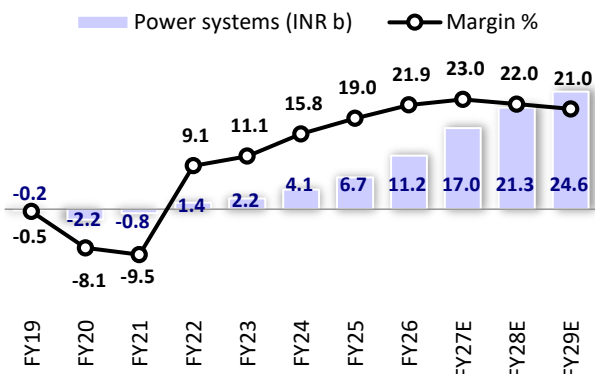
Source: Company, MOFSL

Exhibit 18: Gradual improvement in margin, led by better revenue mix and operating efficiencies



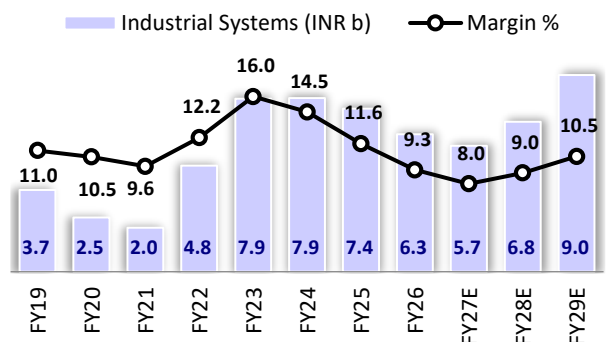
Source: Company, MOFSL

Exhibit 19: We expect a healthy margin in power systems led by strong demand and improved product mix



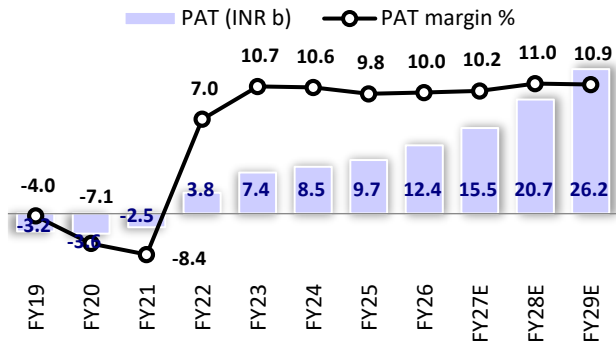
Source: Company, MOFSL

Exhibit 20: We expect the industrial systems' margins to stabilize around 8-11% over FY27-29



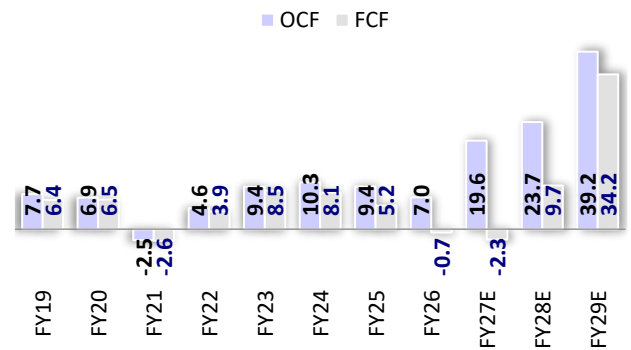
Source: Company, MOFSL

Exhibit 21: We expect PAT growth to be driven by higher revenue and margin improvement (INR b)



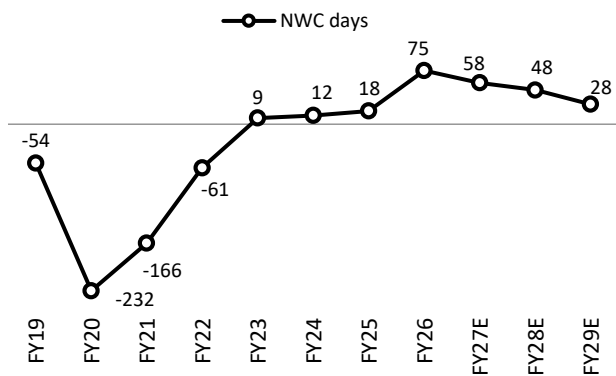
Source: Company, MOFSL

Exhibit 22: We expect OCF and FCF to start improving from FY28 (INR b)



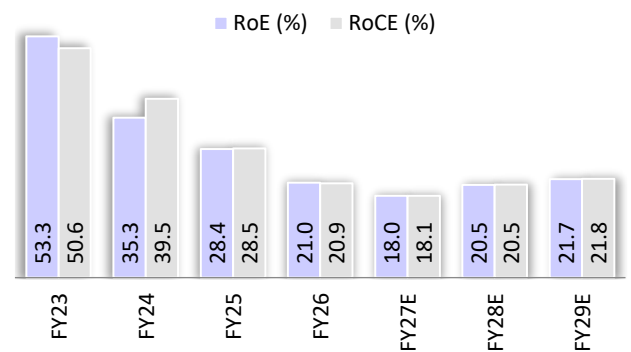
Source: Company, MOFSL

Exhibit 23: We expect NWC to be at comfortable levels



Source: Company, MOFSL

Exhibit 24: We expect RoE/RoCE to be around ~22% by FY29



Source: Company, MOFSL

Financials and valuation

Consolidated - Income Statement

(INR m)

Y/E Mar	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Total Income from Operations	29,640	54,835	69,725	80,460	99,087	1,24,180	1,52,949	1,88,485	2,41,177
Change (%)	-42.0	85.0	27.2	15.4	23.2	25.3	23.2	23.2	28.0
Raw Materials	19,743	39,018	48,556	55,522	69,262	85,662	1,05,508	1,30,021	1,66,369
Gross Profit	9,897	15,818	21,169	24,938	29,825	38,518	47,442	58,464	74,808
Employee Cost	3,718	3,651	4,217	5,081	6,128	9,516	11,720	14,443	18,481
Other Expenses	5,104	5,834	7,019	8,576	10,650	12,749	14,739	15,480	17,924
Total Expenditure	28,565	48,503	59,792	69,179	86,039	1,07,927	1,31,967	1,59,944	2,02,774
% of Sales	96.4	88.5	85.8	86.0	86.8	86.9	86.3	84.9	84.1
EBITDA	1,075	6,333	9,933	11,281	13,047	16,253	20,983	28,541	38,403
Margin (%)	3.6	11.5	14.2	14.0	13.2	13.1	13.7	15.1	15.9
Depreciation	1,383	986	945	949	1,118	1,956	2,718	3,297	6,504
EBIT	-308	5,347	8,988	10,332	11,929	14,297	18,264	25,244	31,900
Int. and Finance Charges	1,971	682	162	25	71	122	152	190	238
Other Income	1,114	376	678	1,063	1,622	2,443	2,735	2,771	3,588
PBT bef. EO Exp.	-1,165	5,041	9,504	11,369	13,480	16,618	20,847	27,825	35,250
EO Items	-15,437	-5,312	-2,184	-5,780	0	336	0	0	0
PBT after EO Exp.	14,272	10,353	11,688	17,149	13,480	16,282	20,847	27,825	35,250
Total Tax	1,476	1,223	2,058	2,873	3,750	4,295	5,388	7,191	9,111
Tax Rate (%)	10.3	11.8	17.6	16.8	27.8	26.4	25.8	25.8	25.8
Profit share of associates/JV	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Minority Interest	-156	5	3	6	-16	-76	-83	-92	-101
Reported PAT	12,952	9,125	9,627	14,270	9,746	12,063	15,543	20,725	26,240
Adjusted PAT	-2,485	3,813	7,443	8,490	9,746	12,399	15,543	20,725	26,240
Change (%)	-31.8	-253.4	95.2	14.1	14.8	27.2	25.4	33.3	26.6
Margin (%)	-8.4	7.0	10.7	10.6	9.8	10.0	10.2	11.0	10.9

Consolidated - Balance Sheet

(INR m)

Y/E Mar	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Equity Share Capital	2,676	2,884	3,054	3,055	3,058	3,150	3,150	3,150	3,150
Total Reserves	-3,519	7,146	14,851	27,120	35,382	76,555	89,436	1,06,701	1,28,443
Net Worth	-843	10,030	17,905	30,174	38,440	79,705	92,586	1,09,851	1,31,593
Minority Interest	0	10	9	13	1,937	2,278	2,194	2,102	2,001
Total Loans	14,645	3,522	0	0	3	3	3	3	3
Deferred Tax Liabilities	-7,333	-6,219	-4,335	-1,557	838	367	367	367	367
Capital Employed	6,469	7,342	13,579	28,630	41,217	82,352	95,149	1,12,322	1,33,964
Gross Block	21,076	20,468	19,056	20,586	24,848	31,257	53,117	67,117	72,117
Less: Accum. Deprn.	11,176	11,178	10,973	11,635	12,869	14,825	17,543	20,840	27,343
Net Fixed Assets	9,900	9,291	8,084	8,951	11,980	16,433	35,574	46,278	44,774
Goodwill on Consolidation	1,557	1,524	1,621	1,638	2,811	3,649	3,649	3,649	3,649
Capital WIP	201	352	383	938	3,857	7,249	7,249	7,249	7,249
Total Investments	19	413	10	5,885	4,375	4,533	4,533	4,533	4,533
Curr. Assets, Loans&Adv.	22,059	24,343	30,027	36,551	50,371	94,557	98,069	1,16,707	1,57,885
Inventory	4,283	5,124	5,412	7,507	11,367	15,839	19,509	24,041	30,762
Account Receivables	5,870	9,437	12,971	15,342	20,092	29,240	36,014	44,382	56,789
Cash and Bank Balance	5,336	4,880	7,140	8,544	12,591	10,276	6,002	12,816	43,047
Loans and Advances	0	0	0	0	0	0	0	0	0
Other Current Asset	6,570	4,902	4,505	5,158	6,320	39,203	36,544	35,468	27,287
Curr. Liability & Prov.	30,057	28,571	21,231	25,421	32,266	44,070	53,925	66,093	84,126
Account Payables	10,345	11,486	12,727	14,843	18,700	24,684	30,403	37,467	47,941
Other Current Liabilities	17,255	15,064	6,506	8,256	10,928	16,176	19,568	23,754	29,951
Provisions	2,457	2,020	1,999	2,323	2,638	3,210	3,954	4,872	6,234
Net Current Assets	-7,999	-4,229	8,796	11,130	18,105	50,487	44,144	50,614	73,759
Discontinued operations	-2,791	8	5,315	-89	-90	-1	0	0	0
Appl. of Funds	6,469	7,342	13,579	28,630	41,217	82,352	95,149	1,12,322	1,33,964

Financials and valuation

Ratios

Y/E Mar	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Basic (INR)									
EPS	-1.9	2.6	4.9	5.6	6.4	7.9	9.9	13.2	16.7
Cash EPS	-0.8	3.3	5.5	6.2	7.1	9.1	11.6	15.3	20.8
BV/Share	-0.6	7.0	11.7	19.8	25.1	50.6	58.8	69.7	83.6
DPS	0.0	0.0	1.5	1.3	1.3	1.3	1.7	2.2	2.9
Payout (%)	0.0	0.0	25.1	14.1	20.4	16.5	17.1	16.7	17.1
Valuation (x)									
P/E	-466.4	327.6	177.8	155.8	135.9	110.0	87.8	65.8	52.0
Cash P/E	-1,051.7	260.3	157.7	140.2	121.9	95.1	74.7	56.8	41.7
P/BV	-1,375.3	124.5	73.9	43.9	34.5	17.1	14.7	12.4	10.4
EV/Sales	39.4	22.8	18.9	16.3	13.2	10.9	8.9	7.2	5.5
EV/EBITDA	1,087.2	197.0	132.5	116.5	100.6	83.3	64.7	47.4	34.4
Dividend Yield (%)	0.0	0.0	0.2	0.2	0.2	0.2	0.2	0.3	0.3
FCF per share	-1.9	2.7	5.6	5.3	3.4	-0.5	-1.5	6.1	21.7
Return Ratios (%)									
RoE	264.4	83.0	53.3	35.3	28.4	21.0	18.0	20.5	21.7
RoCE	4.9	36.9	50.6	39.5	28.5	20.9	18.1	20.5	21.8
RoIC	-3.9	361.1	191.2	89.1	51.2	26.1	19.7	22.7	28.4
Working Capital Ratios									
Fixed Asset Turnover (x)	1.4	2.7	3.7	3.9	4.0	4.0	2.9	2.8	3.3
Asset Turnover (x)	4.6	7.5	5.1	2.8	2.4	1.5	1.6	1.7	1.8
Inventory (Days)	53	34	28	34	42	47	47	47	47
Debtor (Days)	72	63	68	70	74	86	86	86	86
Creditor (Days)	127	76	67	67	69	73	73	73	73
Leverage Ratio (x)									
Current Ratio	0.7	0.9	1.4	1.4	1.6	2.1	1.8	1.8	1.9
Interest Cover Ratio	-0.2	7.8	55.5	406.8	168.2	117.5	120.1	132.8	134.2
Net Debt/Equity	-11.0	-0.2	-0.4	-0.5	-0.4	-0.2	-0.1	-0.2	-0.4

Consolidated - Cashflow Statement

(INR m)

Y/E Mar	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
OP/(Loss) before Tax	14,272	7,519	10,021	11,584	13,480	16,262	20,847	27,825	35,250
Depreciation	1,383	986	945	949	1,118	1,956	2,718	3,297	6,504
Interest & Finance Charges	1,971	682	162	25	71	122	152	190	238
Direct Taxes Paid	-35	397	-115	-32	-1,964	-5,119	-5,388	-7,191	-9,111
(Inc)/Dec in WC	-5,008	-2,365	-714	-1,171	-2,012	-4,975	1,227	-459	6,321
CF from Operations	12,583	7,218	10,299	11,356	10,693	8,246	19,556	23,661	39,202
Others	-15,033	-2,601	-935	-1,015	-1,249	-1,221	0	0	0
CF from Operating incl EO	-2,450	4,617	9,364	10,341	9,444	7,025	19,556	23,661	39,202
(Inc)/Dec in FA	-150	-696	-818	-2,228	-4,254	-7,748	-21,860	-14,000	-5,000
Free Cash Flow	-2,601	3,920	8,546	8,113	5,190	-724	-2,304	9,661	34,202
(Pur)/Sale of Investments	3	-967	422	-5,635	-93	1,263	0	0	0
Others	-335	266	197	-5,905	-1,333	-29,565	844	803	765
CF from Investments	-483	-1,397	-199	-13,768	-5,681	-36,051	-21,016	-13,197	-4,235
Issue of Shares	6,644	574	556	32	324	200	0	0	0
Inc/(Dec) in Debt	-534	-6,564	-3,157	0	-157	-1	0	0	0
Interest Paid	-354	-492	-95	-9	-32	-21	-152	-190	-238
Dividend Paid	0	0	-2,291	-1,986	-1,988	-2,047	-2,662	-3,460	-4,498
Others	143	-1,522	-1,104	-488	187	29,807	0	0	0
CF from Fin. Activity	5,899	-8,004	-6,090	-2,451	-1,666	27,939	-2,814	-3,650	-4,736
Inc/Dec of Cash	2,966	-4,785	3,075	-5,878	2,097	-1,087	-4,274	6,814	30,231
Opening Balance	1,920	4,880	3,973	7,119	2,004	4,101	10,276	6,002	12,816
Other Bank Balances	447	908	21	6,546	8,496	7,269	0	0	0
Other adjustments	2	3,878	72	758	-6	-7			
Closing Balance	5,335	4,880	7,140	8,545	12,591	10,276	6,002	12,816	43,047

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NOTES

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NEUTRAL	< - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
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Registration details of group entities.: Motilal Oswal Financial Services Ltd. (MOFSL): INZ000158836 (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412, BSE enlistment no. 5028, AMFI registered Mutual Fund Distributor and SIF Distributor: ARN : 146822. IRDA Corporate Agent – CA0579, APMI: APRN00233. Motilal Oswal Financial Services Ltd. is a distributor of Mutual Funds, PMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for any of the services rendered by Motilal Oswal Financial Services Limited (MOFSL) write to grievances@motilaloswal.com, for DP to dpgrievances@motilaloswal.com.