

Apar Industries (APR IN)

Q2FY27 Result Update

October 30, 2026

☒ Estimate Change | ☒ Target | ☐ Reco.

Change in Estimates

	Current		Previous	
	FY28E	FY29E	FY28E	FY29E
Rating	Accumulate		Accumulate	
Target Price	16,674		14,720	
Sales (INR mn)	338,909	395,522	327,328	383,370
% Chng.	3.5	3.2		
EBITDA (INR mn)	28,414	33,081	28,425	32,448
% Chng.	(0.0)	2.0		
EPS (INR)	385.5	445.2	387.2	442.9
% Chng.	(0.4)	0.5		

Key Data

APAR.BO | APR IN

BSE Code	532259
NSE Code	APARINDS
52-W High / Low	INR 19,269 / INR 6,800
Face Value	10
Sensex / Nifty	74,151 / 22,937
Market Cap	INR 664 bn / \$ 6,966 mn
Shares Outstanding	41.87 mn
3M Avg. Daily Value	INR 2,767.03 mn

Shareholding Pattern (%)

Promoters	55.42
FIs	12.55
Mutual Funds	20.98
Domestic Institutions	2.84
Public & Others	8.21
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(11.0)	14.5	27.9	67.5
Relative	(12.9)	19.9	33.7	92.0

Key Financials - Consolidated

Y/e Mar	FY26	FY27E	FY28E	FY29E
Sales (INR mn)	229,021	289,775	338,909	395,522
EBITDA (INR mn)	18,994	29,357	28,414	33,081
Margin (%)	8.3	10.1	8.4	8.4
PAT (INR mn)	10,193	17,415	16,140	18,640
EV (INR mn)	665,302	659,555	656,939	654,540
Total Debt (INR mn)	9,555	10,355	10,105	9,905
C&C Eq. (INR mn)	7,319	12,366	14,732	16,931
EPS (INR)	243.4	415.9	385.5	445.2
Gr. (%)	24.1	70.9	(7.3)	15.5
DPS (INR)	38.4	124.8	115.6	133.5
Yield (%)	0.2	0.8	0.7	0.8
RoE (%)	20.6	24.0	16.7	17.1
RoCE (%)	30.4	33.2	24.3	25.4
EV/Sales (x)	2.9	2.3	1.9	1.7
EV/EBITDA (x)	35.0	22.5	23.1	19.8
PE (x)	65.1	38.1	41.1	35.6
P/BV (x)	12.3	7.3	6.5	5.7

Strong Q2, Margin resilience amid volume volatility

Quick Pointers

- ~INR8bn conductors and cables orders are in transit due to extended shipping timelines and container availability constraints.
- Proposed investment of up to US\$100mn in wholly owned Singapore subsidiary PSPL is under consideration to facilitate overseas expansion.

APAR Industries (APAR) reported strong revenue growth of ~21.3% YoY with EBITDA margin expanded by 164bps YoY to ~9.8% (adj for net of US tariff returns of INR427.5mn), aided by higher sales realizations and profitability across segments. In Conductors, premiumization and execution of higher-margin orders lifted EBITDA/MT to INR48,241 (vs INR39,363 in Q2FY26) despite a 9.2% decline in volumes, while delayed customer clearances impacted offtake; management expects volumes to recover in H2FY27. The record conductor order book of INR120.3bn, including ~INR30bn of international utility orders, provides strong revenue visibility, with premium HTLS and OPGW products and accelerating reconductoring requirements offering structural growth opportunities. The Oil division delivered robust profitability, with EBITDA/KL rising to INR23,262 (vs INR6,517 in Q2FY26), reflecting improved realizations and a strategic shift towards higher-margin customers amid input-cost volatility; however, management indicated that current elevated margins should not be considered a normalised run rate. The Cables business maintained healthy momentum, with 22.1% YoY revenue growth and margins of 11%; its INR30bn order book is supported by ~INR10bn of data-centre-related orders from Google and Amazon, alongside opportunities in renewables and railways. Capacity expansion and commissioning of new equipment are expected to support larger, higher-specification orders and enhance participation in premium cable applications. The proposed investment of up to US\$100mn in wholly owned Singapore subsidiary Petroleum Specialities Pte Ltd (PSPL) could support overseas expansion. The stock is currently trading at a PE of 41.1x/35.6x on the earning of FY28/29E. We roll forward to Sep'28E and maintain our 'Accumulate' rating while valuing the Conductors/Cables/Specialty Oils segment at a PE of 43x/43x/18x Sep'28E (40x/40x/16x Mar'28E) given ongoing capacity expansion plan, improving product mix and better medium-term growth visibility. This results in a revised SoTP-derived TP of INR16,674 (INR14,720 earlier).

Quarter Summary

Y/e Mar	Q2'27E	Q2'27A	% Var.	Q2'26A	YoY gr. (%)
Net Sales (INR mn)	70,835	69,312	(2.2)	57,154	21.3
EBITDA (INR mn)	5,865	6,780	15.6	4,651	45.8
Margin (%)	8.3	9.8	150 bps	8.1	170 bps
PAT (INR mn)	3,242	4,161	28.3	2,517	65.3

Source: Company, PL

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Long term view: While supply chain disruptions arising from Middle East conflict and persistent Chinese competition in non-US markets remain key monitorables in the near term, however company's outlook in long term remain intact driven by 1) robust T&D capex and renewable evacuation opportunities, 2) increasing mix of premium conductors such as AL-59 and HTLS in the domestic market and rise in reconductoring opportunities, 3) healthy traction in elastomeric and specialty cables across renewables, railways, defence and data centers, and 4) leadership position in the transformer oils business supported by strong power infrastructure investments globally.

Better gross margin and operating leverage aided profitability: Consolidated revenue rose 21.3% YoY to INR69.3bn (PLe: INR70.8bn). Revenue mix stood at Conductors ~50%/ Specialty Oil ~24%/ Cables ~25%. Domestic/export mix stood at 72.4%/27.6% (vs 65.3/34.7% in Q2FY26). Reported EBITDA stood at INR7.2bn (PLe: INR5.9bn) a 55% YoY increase with EBITDA margin expanded by 226bps YoY to 10.4% (PLe: 8.3%) aided by better gross margin and operating leverage. After adjusting for net of US tariff refunds of INR427.5mn from other expenses Adj.EBITDA increased by 45.8% YoY to INR6.8bn. Adj. EBITDA margin expanded by 164bps YoY to 9.8%. Adj.PBT increased by 62.7% YoY to INR5.5bn (PLe: INR4.3bn) aided by higher other income (+163.7% YoY to Rs613mn). Adj. PAT grew by 65.3% YoY to Rs4.2bn (PLe: INR3.2bn) aided by lower effective tax rate (-103bps YoY to 25.1%).

Strong growth in Conductors EBITDA/MT: Conductors EBITDA/MT came in at INR48,241 (PLe: INR46,500), while EBITDA margin stood at 7.4% (vs 8% in Q2FY26). Premium product mix stood at 39.4% (vs 45.4% in Q2FY26). Conductors order book stood at INR120.3bn with order inflow stood at ~INR47.8bn of which exports contributed ~51%. Specialty Oils revenue was up 35.3% YoY to Rs18.2bn, with volumes degrew by ~20% YoY likely due to war. Domestic/export mix stood at 63/37% (vs 57/43% in Q2FY26). Specialty Oils EBITDA/KL came in at INR23,262 (PLe: INR8,500) and EBITDA margin expanded to 16.5% (vs 7.0% in Q2FY26). Cables revenue increased by 22.1% YoY to INR18.7bn primarily driven by domestic (+71.4% YoY) while exports (-45.1% YoY) and US sales was down by (-53.8% YoY). Cables EBITDA margin expanded by 81 bps YoY to 11%.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	YoY gr. (%)	Q2FY27	YoY gr. (%)	Q3FY27E	YoY gr. (%)	Q4FY27E	YoY gr. (%)
Sales	65,911	29.1%	69,312	21.3%	71,669	30.8%	82,883	25.5%
EBITDA	7,576	67.5%	6,780	45.8%	6,952	53.8%	8,048	55.0%
Margin (%)	11.5	263.4	9.8	164.5	9.7	145.0	9.7	184.4
Adj. PAT	4,675	78%	4,161	65%	4,011	76%	4,688	69%

Source: Company, PL

Exhibit 2: EBITDA margin expanded by 164bps YoY likely aided by better gross margin and lower other expenses

Y/e March (INR mn)	Q2FY27	Q2FY26	YoY gr.	Q2FY27E	% Var.	Q1FY27	QoQ gr.	H1FY27	H1FY26	YoY gr.
Revenue	69,312	57,154	21.3%	70,835	-2.2%	65,911	5.2%	1,35,223	1,08,196	25.0%
Gross Profit	15,446	12,445	24.1%	15,229	1.4%	15,248	1.3%	30,694	23,154	32.6%
Margin (%)	22.3	21.8	51	21.5	78.5	23.1	(85)	22.7	21.4	130
Employee Cost	1,385	997	39.0%	1,218	13.7%	1,262	9.7%	2,647	2,045	29.4%
as % of sales	2.0	1.7	25	1.7	27.8	1.9	8	2.0	1.9	7
Other expenditure	7,280	6,797	7.1%	8,146	-10.6%	6,410	13.6%	13,690	11,935	14.7%
as % of sales	10.5	11.9	(139)	11.5	(99.6)	9.7	78	10.1	11.0	(91)
EBITDA	6,780	4,651	45.8%	5,865	15.6%	7,576	-10.5%	14,356	9,173	56.5%
Margin (%)	9.8	8.1	164	8.3	150.2	11.5	(171)	10.6	8.5	214
Depreciation	471	399	18.2%	520	-9.3%	457	3.1%	929	781	18.9%
EBIT	6,309	4,252	48.4%	5,345	18.0%	7,119	-11.4%	13,428	8,392	60.0%
Margin (%)	9.1	7.4	166	7.5	155.6	10.8	(170)	9.9	7.8	217
Other Income	613	233	163.7%	258	137.7%	337	82.2%	950	480	97.7%
Interest	1,383	1,079	28.1%	1,280	8.0%	1,232	12.2%	2,614	1,942	34.6%
PBT (ex. Extra-ordinaries)	5,540	3,406	62.7%	4,323	28.1%	6,223	-11.0%	11,763	6,931	69.7%
Margin (%)	8.0	6.0	203	6.1	188.9	9.4	(145)	8.7	6.4	229
Extraordinary Items	428	-	-	-	-	-	-	428	-	-
PBT	5,967	3,406	75.2%	4,323	38.0%	6,223	-4.1%	12,191	6,931	75.9%
Total Tax	1,495	888	68.3%	1,081	-	1,552	-3.6%	3,047	1,784	70.7%
Effective Tax Rate (%)	25.1	26.1	(103)	25.0	-	24.9	13	25.0	25.7	(76)
Reported PAT	4,472	2,517	77.7%	3,242	37.9%	4,672	-4.3%	9,144	5,146	77.7%
Adj. PAT	4,161	2,517	65.3%	3,242	28.3%	4,675	-11.0%	8,836	5,146	71.7%
Margin (%)	6.0	4.4	160	4.6	142.6	7.1	(109)	6.5	4.8	178
Adj. EPS	99.4	62.7	58.6%	80.7	23.1%	116.4	-14.6%	215.7	128.1	68.4%

Source: Company, PL

Exhibit 3: Higher realization likely drove Conductors' growth while T-oil volumes impacted due to Middle East war

Y/e March (INR mn)	Q2FY27	Q2FY26	YoY gr.	Q2FY27E	% Var.	Q1FY27	QoQ gr.	H1FY27	H1FY26	YoY gr.
Conductors										
Volume (MT)	57,147	62,937	-9.2%	63,500	-10.0%	53,279	7.3%	1,10,426	1,20,069	-8.0%
Revenue (INR mn)	37,535	31,002	21.1%	39,099	-4.0%	33,381	12.4%	70,916	58,849	20.5%
EBITDA Adj (INR mn)	2,760	2,480	11.3%	2,953	-6.5%	2,850	-3.2%	5,610	4,980	12.7%
EBITDA margin (%)	7.4	8.0	(65)	7.6	(20)	8.5	(118)	7.9	8.5	(55)
EBITDA Adj. (Rs/MT)	48,241	39,363	22.6%	46,500	3.7%	53,418	-9.7%	38,095	38,885	-2.0%
Transformer & Specialty Oils										
Volume (KL)	1,28,521	1,60,651	-20.0%	1,45,000	-11.4%	1,29,085	-0.4%	2,57,606	3,10,148	-16.9%
Revenue (INR mn)	18,161	13,422	35.3%	15,749	15.3%	17,010	6.8%	35,171	26,043	35.0%
EBITDA Adj (INR mn)	2,990	940	218.1%	1,233	142.6%	3,290	-9.1%	6,280	1,990	215.6%
EBITDA margin (%)	16.5	7.0	946	7.8	864	19.3	(288)	17.9	7.6	1,021
EBITDA Adj. (Rs/KL)	23,262	6,517	256.9%	8,500	173.7%	25,482	-8.7%	6,178	5,275	17.1%
Cables										
Revenue (INR mn)	18,746	15,350	22.1%	19,187	-2.3%	18,381	2.0%	37,127	29,544	25.7%
EBITDA Adj (INR mn)	2,070	1,570	31.8%	2,034	1.8%	1,940	6.7%	4,010	2,990	34.1%
EBITDA margin (%)	11.0	10.2	81	10.6	44	10.6	49	10.8	10.1	68

Source: Company, PL

Exhibit 4: SoTP valuation- valuing Conductors/Cables/Specialty Oil segment at 43x/43x/18x Sep'28E

	Segmental PAT (INR mn)	Valuation basis	Target multiple (X)	Targeted Value (INR mn)	Value/Share
Conductors Segment	6,743	P/E	43	2,89,956	6,925
Cables Segment	8,680	P/E	43	3,73,252	8,914
Specialty Oil Segment	1,944	P/E	18	34,988	836
Total Target (Rs. Mn)				6,98,196	16,674

Source: Company, PL

Conference Call Highlights:

- Conductors:** Revenue grew despite decline in volumes largely attributed to elevated aluminium and steel prices, coupled with delayed manufacturing clearances and fresh order awards, deferred execution of conventional conductor orders. **Management expects the volume trajectory to improve in H2FY27 as customers accelerate project execution ahead of stringent completion timelines.** EBITDA/MT improved to INR48,241, supported by better **execution of higher-margin orders.** The order book reached a record INR120.3bn, including **~INR30bn of overseas utility contracts from the US and Europe**, with execution spread over 2–3 years. New wins include a premium Z-shaped conductor for Scandinavian offshore wind evacuation, HTLS orders across international markets and a **INR9.6bn turnkey OPGW order from KPTCL.** Management remains constructive on premiumisation and reconductoring opportunities, supported by revised CEA transmission planning norms and the US SPARC programme.
- Specialty oil business:** Revenue grew driven by **higher base oil realisations**, while volumes declined ~20% YoY amid elevated commodity prices and a calibrated approach to customer exposure. EBITDA increased 185% YoY to INR3.0bn, with EBITDA/KL rising to INR23,262. Management attributed the margin improvement to a strategic shift towards **contracted procurement, premium-grade products and customers with stronger payment capabilities**, rather than chasing volumes amid sharp base oil price volatility. Higher input costs have constrained customer purchasing power, prompting APAR to limit exposure to price-sensitive customers and spot purchases. Management indicated that the **current elevated margins are not a normalised run rate**, while the focus on margin quality, cash flows and return on capital will continue.
- Cables business:** Revenue grew 22.1% YoY to INR18.8bn, supported by 71.4% growth in domestic sales, while **US sales declined 50% due to shipment timing and ~INR4.4bn of cables remaining in transit under DDP terms.** EBITDA margin expanded 80bps YoY to 11.0%, reflecting a favourable product mix and operating execution despite elevated metal prices and freight costs. The order book more than doubled YoY to INR30bn from INR16.5bn, supported by **strong demand across data centres, renewables and railways.** Data centre-related cable orders of **~INR10bn have been secured from Google in the US and Amazon in India.** US data centre cables offer a superior margin profile owing to higher specifications and product complexity. Management remains confident of achieving **~25% revenue growth in FY27** and is targeting a sustainable **EBITDA margin of 11–12%.** Capacity expansion and commissioning of new equipment are expected to support larger, higher-specification orders and improve participation in premium cable applications.
- Capex:** APAR plans domestic capex of ~INR15bn over 12–15 months, of which **~INR5bn was spent in H1FY27.** Investments are focused on capacity expansion to support growth in conductors and cables. Post completion of the current expansion phase, **annual capex is expected to moderate to INR3–4bn.** Overseas expansion capex is additional and remains under evaluation.

- **PSPL & Overseas Expansion:** APAR has approved an enabling resolution to invest up to **US\$100mn** in its wholly owned subsidiary, **Petroleum Specialities Pte. Ltd. (PSPL)**, Singapore. Management clarified that the proposal is intended to facilitate potential overseas expansion, with specific plans and deployment details to be disclosed at the appropriate time. The proposed investment indicates that international expansion remains under evaluation, although the scale, timing and nature of the eventual investment are yet to be finalised.
- **Reconductoring:** Management highlighted significant medium-term opportunities in reconductoring, supported by revised CEA transmission planning norms, including tighter thermal limits and N-1 reliability requirements, which could accelerate replacement of conventional conductors with higher-capacity solutions. In the US, the SPARC programme envisages ~US\$1.9bn of federal funding across 31 projects in 26 states, targeting 23GW of additional transmission capacity. While near-term domestic ordering remains affected by delayed tender approvals and manufacturing clearances, management expects demand and execution to improve as transmission projects approach completion deadlines.
- **Copper Transposed Conductors (CTC):** Management highlighted healthy underlying demand for CTC, supported by increasing adoption in transformers due to its superior performance Vs conventional paper-insulated copper conductors (PICC). APAR has commenced export trials with US customers and is in advanced discussions with European customers, while continuing supplies to select Middle Eastern markets. However, Q2FY27 production was affected by heavy rainfall at Silvassa, disrupting one part of the CTC complex for ~20 days. Management expects volumes to improve as operations normalise and delayed transformer capacity expansions at customer facilities materialise. Domestic margins may moderate amid rising industry capacity, while higher-voltage and specialised transformer applications could offer better profitability over the medium term.
- **QIP:** APAR raised INR25bn through a QIP, with proceeds earmarked for working capital requirements and balance-sheet strengthening. Management indicated that funds are being deployed towards cash purchases of raw materials which reduced trade payable days, improving financial flexibility amid elevated commodity prices.

Financials

Income Statement (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Net Revenues	229,021	289,775	338,909	395,522
YoY gr. (%)	23.3	26.5	17.0	16.7
Cost of Goods Sold	180,909	224,486	264,980	309,243
Gross Profit	48,113	65,289	73,930	86,279
Margin (%)	21.0	22.5	21.8	21.8
Employee Cost	4,279	5,361	6,439	7,713
Other Expenses	24,840	30,571	39,076	45,485
EBITDA	18,994	29,357	28,414	33,081
YoY gr. (%)	22.7	54.6	(3.2)	16.4
Margin (%)	8.3	10.1	8.4	8.4
Depreciation and Amortization	1,611	1,995	2,402	2,901
EBIT	17,383	27,362	26,012	30,180
Margin (%)	7.6	9.4	7.7	7.6
Net Interest	4,371	5,477	6,100	6,922
Other Income	648	1,507	1,695	1,661
Profit Before Tax	13,099	23,392	21,606	24,920
Margin (%)	5.7	8.1	6.4	6.3
Total Tax	3,331	5,977	5,466	6,280
Effective Tax Rate (%)	25.4	25.6	25.3	25.2
Profit After Tax	9,768	17,415	16,140	18,640
Minority Interest	-	-	-	-
Share Profit from Associate	1	-	-	-
Adjusted PAT	10,193	17,415	16,140	18,640
YoY gr. (%)	24.1	70.9	(7.3)	15.5
Margin (%)	4.5	6.0	4.8	4.7
Extra Ord. Income / (Exp)	(424)	-	-	-
Reported PAT	9,769	17,415	16,140	18,640
YoY gr. (%)	18.9	78.3	(7.3)	15.5
Margin (%)	4.3	6.0	4.8	4.7
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	9,769	17,415	16,140	18,640
Equity Shares O/s (mn)	42	42	42	42
EPS (INR)	243.4	415.9	385.5	445.2

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Non-Current Assets				
Gross Block	25,758	40,758	45,758	49,758
Tangibles	25,712	40,712	45,712	49,712
Intangibles	46	46	46	46
Acc: Dep / Amortization	8,584	10,578	12,981	15,882
Tangibles	8,584	10,578	12,981	15,882
Intangibles	-	-	-	-
Net Fixed Assets	17,174	30,179	32,777	33,876
Tangibles	17,128	30,133	32,731	33,830
Intangibles	46	46	46	46
Capital Work In Progress	5,394	5,394	5,394	5,394
Goodwill	-	-	-	-
Non-Current Investments	142	112	112	112
Net Deferred Tax Assets	(261)	(261)	(261)	(261)
Other Non-Current Assets	2,273	3,188	3,389	3,955
Current Assets				
Investments	443	1,943	1,943	1,943
Inventories	41,528	51,604	59,425	68,268
Trade Receivables	53,373	59,543	72,424	87,773
Cash & Bank Balance	7,319	12,366	14,732	16,931
Other Current Assets	8,406	9,852	11,523	13,843
Total Assets	137,113	175,412	203,160	233,935
Equity				
Equity Share Capital	402	419	419	419
Other Equity	53,532	90,706	102,004	115,052
Total Network	53,934	91,125	102,423	115,470
Non-Current Liabilities				
Long Term Borrowings	5,369	6,169	5,919	5,719
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	4,186	4,186	4,186	4,186
Trade Payables	68,559	65,100	80,781	97,526
Other Current Liabilities	4,805	8,571	9,590	10,772
Total Equity & Liabilities	137,113	175,412	203,160	233,935

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
PBT	13,099	23,392	21,606	24,920
Add. Depreciation	1,611	1,995	2,402	2,901
Add. Interest	2,854	5,477	6,100	6,922
Less Financial Other Income	648	1,507	1,695	1,661
Add. Other	639	-	-	-
Op. Profit before WC Changes	18,203	30,864	30,109	34,743
Net Changes-WC	(4,807)	(18,439)	(6,084)	(9,550)
Direct Tax	3,720	5,977	5,466	6,280
Net Cash from Op. Activities	9,676	6,447	18,558	18,913
Capital Expenditures	(7,330)	(15,000)	(5,000)	(4,000)
Interest / Dividend Income	43	-	-	-
Others	1,706	(1,500)	-	-
Net Cash from Invst. Activities	(5,581)	(16,500)	(5,000)	(4,000)
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	414	800	(250)	(200)
Dividend Paid	(2,039)	(5,225)	(4,842)	(5,592)
Interest Paid	(2,706)	(5,477)	(6,100)	(6,922)
Others	-	25,000	-	-
Net Cash from Fin. Activities	(4,331)	15,099	(11,192)	(12,714)
Net Change in Cash	(236)	5,046	2,366	2,199
Free Cash Flow	2,309	(8,553)	13,558	14,913

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q3FY26	Q4FY26	Q1FY27	Q2FY27
Net Revenues	54,797	66,028	65,911	69,312
YoY gr. (%)	16.2	26.7	29.1	21.3
Raw Material Expenses	43,996	51,871	50,663	53,866
Gross Profit	10,802	14,157	15,248	15,446
Margin (%)	19.7	21.4	23.1	22.3
EBITDA	4,521	5,194	7,576	6,780
YoY gr. (%)	26.9	13.3	67.5	45.8
Margin (%)	8.2	7.9	11.5	9.8
Depreciation / Depletion	406	425	457	471
EBIT	4,115	4,769	7,119	6,309
Margin (%)	7.5	7.2	10.8	9.1
Net Interest	1,061	1,368	1,232	1,383
Other Income	77	197	337	613
Profit before Tax	2,881	3,288	6,223	5,967
Margin (%)	5.3	5.0	9.4	8.6
Total Tax	792	755	1,552	1,495
Effective Tax Rate (%)	27.5	23.0	24.9	25.1
Profit After Tax	2,089	2,533	4,672	4,472
Minority Interest	-	-	-	-
Share Profit from Associate	-	1	3	1
Adjusted PAT	2,276	2,780	4,675	4,161
YoY gr. (%)	30.1	11.2	77.8	65.3
Margin (%)	4.2	4.2	7.1	6.0
Extra Ord. Income / (Exp)	(187)	(245)	-	312
Reported PAT	2,089	2,534	4,675	4,473
YoY gr. (%)	19.4	1.4	77.8	77.7
Margin (%)	3.8	3.8	7.1	6.5
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	2,089	2,534	4,675	4,473
Avg. Shares O/s (mn)	40	40	40	42
EPS (INR)	56.7	69.2	116.4	99.4

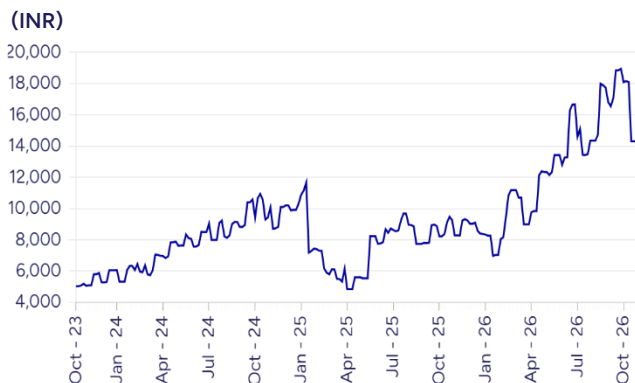
Source: Company, PL

Key Financial Metrics

Y/e Mar	FY26	FY27E	FY28E	FY29E
Per Share (INR)				
EPS	243.4	415.9	385.5	445.2
CEPS	281.9	463.6	442.8	514.5
BVPS	1,288.1	2,176.3	2,446.1	2,757.7
FCF	55.1	(204.3)	323.8	356.2
DPS	38.4	124.8	115.6	133.5
Return Ratio (%)				
RoCE	30.4	33.2	24.3	25.4
ROIC	26.2	29.9	21.5	22.6
RoE	20.6	24.0	16.7	17.1
Balance Sheet				
Net Debt : Equity (x)	-	-	-	-
Net Working Capital (Days)	42	58	55	54
Valuation (x)				
PER	65.1	38.1	41.1	35.6
P/B	12.3	7.3	6.5	5.7
P/CEPS	56.2	34.2	35.8	30.8
EV/EBITDA	35.0	22.5	23.1	19.8
EV/Sales	2.9	2.3	1.9	1.7
Dividend Yield (%)	0.2	0.8	0.7	0.8
FCFF Yield (%)	0.3	(1.3)	2.0	2.2
PEG Ratio	2.7	0.5	(5.6)	2.3

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	08-Oct-26	Accumulate	18160	14720
2	25-Jul-26	Accumulate	14720	13889
3	08-Jul-26	Hold	13310	13443
4	29-May-26	Hold	13309	13426
5	09-Apr-26	Accumulate	9629	10767
6	17-Mar-26	Accumulate	9629	9119
7	29-Jan-26	BUY	9629	7695
8	07-Jan-26	Hold	9431	8184
9	29-Dec-25	Hold	9744	8625
10	31-Oct-25	Hold	9744	9252

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ABB India	HOLD	7005	6944
2	Apar Industries	Accumulate	18160	14720
3	BEML	Accumulate	2007	2011
4	Bharat Electronics	Accumulate	378	452
5	BHEL	REDUCE	426	464
6	Carborundum Universal	HOLD	1257	1072
7	Cummins India	BUY	5414	4386
8	Elgi Equipments	Accumulate	602	638
9	Engineers India	BUY	308	297
10	GE Vernova T&D India	BUY	4316	5928
11	Grindwell Norton	Accumulate	2020	2113
12	Harsha Engineers International	Accumulate	462	462
13	Hindustan Aeronautics	BUY	4746	5795
14	Hitachi Energy India	HOLD	31610	34026
15	Ingersoll-Rand (India)	Accumulate	4089	5029
16	Kalpataru Projects International	Accumulate	1454	1472
17	KEC International	BUY	363	451
18	Kirloskar Pneumatic Company	BUY	790	536
19	Larsen & Toubro	BUY	4437	3665
20	Praj Industries	BUY	300	390
21	Siemens	HOLD	3793	3831
22	Siemens Energy India	BUY	3344	3655
23	Solar Industries India	BUY	20050	23124
24	Thermax	REDUCE	3230	3952
25	Triveni Turbine	HOLD	529	615
26	Voltamp Transformers	BUY	11524	9811

PL's Recommendation Nomenclature (Absolute Performance)

BUY	: > 15%
Accumulate	: 5% to 15%
Hold	: +5% to -5%
Reduce	: -5% to -15%
Sell	: < -15%
Not Rated (NR)	: No specific call on the stock
Under Review (UR)	: Rating likely to change shortly

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