

May 20, 2025

Q4FY25 Result Update

☑ Change in Estimates | ☑ Target | ☑ Reco

Change in Estimates

| | Current | | Previous | |
|----------------|----------|----------|----------|----------|
| | FY26E | FY27E | FY26E | FY27E |
| Rating | HOLD | | BUY | |
| Target Price | 374 | | 340 | |
| Sales (Rs. m) | 2,73,800 | 3,23,355 | 2,80,309 | 3,25,786 |
| % Chng. | (2.3) | (0.7) | | |
| EBITDA (Rs. m) | 74,036 | 86,950 | 70,890 | 82,391 |
| % Chng. | 4.4 | 5.5 | | |
| EPS (Rs.) | 8.0 | 9.4 | 7.7 | 9.0 |
| % Chng. | 2.9 | 3.7 | | |

Key Financials - Standalone

| Y/e Mar | FY24 | FY25 | FY26E | FY27E |
|----------------|----------|----------|----------|----------|
| Sales (Rs. m) | 2,01,694 | 2,36,580 | 2,73,800 | 3,23,355 |
| EBITDA (Rs. m) | 49,982 | 67,676 | 74,036 | 86,950 |
| Margin (%) | 24.8 | 28.6 | 27.0 | 26.9 |
| PAT (Rs. m) | 40,200 | 52,883 | 58,147 | 68,383 |
| EPS (Rs.) | 5.5 | 7.2 | 8.0 | 9.4 |
| Gr. (%) | 33.7 | 31.5 | 10.0 | 17.6 |
| DPS (Rs.) | 2.2 | 2.2 | 3.2 | 4.5 |
| Yield (%) | 0.6 | 0.6 | 0.9 | 1.2 |
| RoE (%) | 27.1 | 29.6 | 26.9 | 26.5 |
| RoCE (%) | 30.8 | 35.3 | 32.0 | 31.7 |
| EV/Sales (x) | 12.6 | 10.8 | 9.4 | 7.9 |
| EV/EBITDA (x) | 51.0 | 37.9 | 34.6 | 29.5 |
| PE (x) | 66.2 | 50.3 | 45.7 | 38.9 |
| P/BV (x) | 16.5 | 13.5 | 11.3 | 9.5 |

Key Data

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| | |
|---------------------|-------------------------|
| 52-W High / Low | Rs.374 / Rs.230 |
| Sensex / Nifty | 81,186 / 24,684 |
| Market Cap | Rs.2,659bn / \$ 31,053m |
| Shares Outstanding | 7,310m |
| 3M Avg. Daily Value | Rs.8090.9m |

Shareholding Pattern (%)

| | |
|-------------------------|-------|
| Promoter's | 51.14 |
| Foreign | 17.55 |
| Domestic Institution | 20.87 |
| Public & Others | 10.44 |
| Promoter Pledge (Rs bn) | - |

Stock Performance (%)

| | 1M | 6M | 12M |
|----------|------|------|------|
| Absolute | 23.3 | 30.4 | 40.6 |
| Relative | 19.3 | 24.6 | 28.1 |

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Healthy performance: strong order pipeline intact

Quick Pointers:

- Order book as on FY25 stood at Rs717bn (3.6x TTM sales), while order intake for the full year was likely ~Rs184bn
- The management has guided for ~15% revenue growth with ~27% EBITDA margin and ~Rs270bn+ order intake for FY26.

We revise our FY26/27E EPS estimate by +2.9%/+3.7% factoring in operational efficiencies and increasing indigenous component, however, downgrade our rating from 'Buy' to 'Hold' given the recent rally in the stock despite strong outlook. Bharat Electronics (BEL) reported robust quarterly performance with revenue growth of 6.9% YoY and EBITDA margins expanding by 385bps YoY to 30.6%. The company has guided for an order intake surpassing Rs270bn in FY26 supported by strong traction from both domestic and export markets, as well as repeat orders from key defence customers. Furthermore, recent geopolitical events along with India's FTA with EU is anticipated to open up new avenues for growth. However, certain delays in regulatory processes may result in the big order of QRSAM (worth ~Rs300bn) being awarded by Q4FY26/Q1FY27. BEL is poised to benefit from the government's Emergency Procurement drive, with management expecting clarity soon on its participation across 8–10 key defence items, reinforcing near-term growth visibility. Meanwhile, it aims to grow non-defence revenue mix to 10% by FY26 aided by orders in Kavach, homeland security, data centre, fibre optics to strengthens its long-term growth. We roll forward to Mar'27E with a revised TP of Rs374 (Rs340 earlier) valuing the stock at a PE of 40x Mar'27E (40x Sep'26E earlier). Downgrade to 'Hold'

Long term View: We remain positive on long-term growth story of BEL given 1) strong order backlog & strong multi-year order pipeline 2) diversification in newer business verticals like Kavach, fiber optics, anti-drone tech, data centers etc., to aid non-defence growth and 3) govt's focus on product indigenization.

Lower other expenses drive the profitability growth : Standalone revenue rose 6.9% YoY to Rs91.2bn (PL: Rs90.3bn). EBITDA grew 22.3% YoY to Rs27.9bn (PL: Rs21.6bn). EBITDA margin increased by 385bps YoY to 30.6% (PL: 23.9%) led by the lower other expenses (-534bps YoY % of sales). PBT grew 19.4% YoY to Rs28.5bn (PL: Rs22.5bn). PAT rose 18.0% YoY to Rs21.0bn (PL: Rs16.8bn) driven by the strong operating performance despite lower other income (-11.9% YoY to Rs1.9bn).

Order book stands strong at ~Rs711bn (3.2x TTM sales): Order intake for the quarter stood at ~Rs184bn, which missed the management guidance of Rs250bn amid slippage of orders in April due to finalization delays. Order intake guidance for FY26 is ~ Rs270bn and QARSAM orders worth of ~Rs300bn expected to be deferred to Q1FY27. Order Book for FY25 stood at ~Rs 711bn.

Exhibit 1: Strong operating performance led to growth in Adj. Profit; despite lower other income (-11.9%) YoY to Rs1.9bn

| Y/e March (Rs mn) | Q4FY25 | Q4FY24 | YoY gr. (%) | Q4FY25E | % Var. | Q3FY25 | QoQ gr. (%) | FY25 | FY24 | YoY gr. (%) |
|-----------------------------------|---------------|---------------|----------------|---------------|--------------|---------------|----------------|-----------------|-----------------|----------------|
| Revenue | 91,197 | 85,285 | 6.9% | 90,338 | 1.0% | 57,561 | 58.4% | 2,36,580 | 2,01,694 | 17.3% |
| Gross Profit | 43,638 | 41,292 | 5.7% | 38,478 | 13.4% | 27,633 | 57.9% | 1,14,770 | 96,035 | 19.5% |
| Margin (%) | 47.8 | 48.4 | (57) | 42.6 | 525.7 | 48.0 | (16) | 48.5 | 47.6 | 90 |
| Employee Cost | 7,582 | 6,300 | 20.4% | 6,757 | 12.2% | 6,653 | 14.0% | 27,344 | 24,667 | 10.9% |
| as % of sales | 8.3 | 7.4 | 93 | 7.5 | 83.4 | 11.6 | (324) | 11.6 | 12.2 | (67) |
| Other expenditure | 8,165 | 12,192 | -33.0% | 10,124 | -19.4% | 4,447 | 83.6% | 19,751 | 21,386 | -7.6% |
| as % of sales | 9.0 | 14.3 | (534) | 11.2 | (225.4) | 7.7 | 123 | 8.3 | 10.6 | (225) |
| EBITDA | 27,890 | 22,800 | 22.3% | 21,596 | 29.1% | 16,533 | 68.7% | 67,676 | 49,982 | 35.4% |
| Margin (%) | 30.6 | 26.7 | 385 | 23.9 | 667.7 | 28.7 | 186 | 28.6 | 24.8 | 382 |
| Depreciation | 1,298 | 1,109 | 17.0% | 1,146 | 13.3% | 1,029 | 26.1% | 4,356 | 4,124 | 5.6% |
| EBIT | 26,592 | 21,690 | 22.6% | 20,450 | 30.0% | 15,504 | 71.5% | 63,320 | 45,857 | 38.1% |
| Margin (%) | 29.2 | 25.4 | 373 | 22.6 | 652.2 | 26.9 | 222 | 26.8 | 22.7 | 403 |
| Other Income | 1,942 | 2,205 | -11.9% | 2,045 | -5.0% | 2,051 | -5.3% | 7,676 | 7,558 | 1.6% |
| Interest | 58 | 39 | 47.6% | 18 | 221.2% | 13 | 342.7% | 96 | 70 | 36.9% |
| PBT (ex. Extra-ordinaries) | 28,476 | 23,856 | 19.4% | 22,477 | 26.7% | 17,542 | 62.3% | 70,900 | 53,346 | 32.9% |
| Margin (%) | 31.2 | 28.0 | 325 | 24.9 | 634.4 | 30.5 | 75 | 30.0 | 26.4 | 352 |
| Extraordinary Items | - | - | - | - | - | - | - | - | - | - |
| PBT | 28,476 | 23,856 | 19.4% | 22,477 | 26.7% | 17,542 | 62.3% | 70,900 | 53,346 | 32.9% |
| Total Tax | 7,428 | 6,021 | 23.4% | 5,636 | - | 4,381 | 69.6% | 18,017 | 13,146 | 37.1% |
| Effective Tax Rate (%) | 26.1 | 25.2 | 85 | 25.1 | - | 25.0 | - | 25.4 | 24.6 | 77 |
| Reported PAT | 21,048 | 17,835 | 18.0% | 16,841 | 25.0% | 13,161 | 59.9% | 52,883 | 40,200 | 31.5% |
| Adj. PAT | 21,048 | 17,835 | 18.0% | 16,841 | 25.0% | 13,161 | 59.9% | 52,883 | 40,200 | 31.5% |
| Adj. EPS | 2.9 | 2.4 | 18.0% | 2.3 | 25.0% | 1.8 | 59.9% | 7.2 | 5.5 | 31.5% |

Source: Company, PL

Conference Call Highlights

- **The management has guided ~15% revenue growth** driven by inhouse capabilities and indigenization activities in FY26. The EBITDA margin is expected to remain at ~27% with an anticipated order inflow of ~Rs270bn for FY26. Defence/Non-defence revenue mix is expected to remain 90%/10% in future.
- **The company will execute big orders such** as LRSAM, followed by HIMSHAKTI, AKASH ARMY, D29 EW SYSTEM, LRUs, BSF project and many others in FY26.
- Capex for FY25 stood at ~Rs9bn. Management expects to incur capex of ~Rs10bn in FY26 with a long-term vision to have a larger manufacturing facility in India within the next 3-4 years.
- The government has initiated **Emergency Procurement (EP)** following the recent conflict, and BEL is currently in discussions regarding its role. Management expects a clearer estimate within a week. The projects will cover various requirements such as arms, ammunition, spares, and critical systems, with at least 8–10-line items anticipated. Further details will be shared by management once the list is finalized.
- Management stated that the **QRSAM order**, initially expected in Q4FY26, may be delayed to Q1FY27 due to pending paperwork and other regulatory processes. However, management is trying to expedite the paperwork process and expects to receive an order of ~Rs300bn. Additionally, another government order of ~Rs270bn is anticipated though the timeline for its placement remains uncertain.
- **Project Kusha**, initiated by DRDO, has BEL as its development partner jointly working on different types of sub-systems and control systems. As the sole manufacture of system integrator, management is confident of securing order ~Rs400bn order for Sub-system.
- Management emphasized **BEL's leadership in the SDR**, being the sole vendor for naval SDRs and developed five SDR variants with DRDO and securing order worth ~Rs10bn. For the Army, BEL has supplied most tactical radios and is positioned to replace them with indigenous SDRs, with an estimated requirement of 40,000–50,000 units in the coming years. As the nominated production agency for a major DRDO SDR program, management is confident of capturing 80–100% of future SDR orders, despite some competition.
- Management anticipated **~\$120mn revenue from exports business** in FY26 reflecting healthy growth of over 15%. However, new leads have emerged due to geopolitical situation but converting this new lead into orders will take at least a year, with an execution period of another 12-18 months.
- Management highlighted the success of their **counter-drone system**, which has proven highly effective, particularly in recent operations like Sindoor. The system has been supplied to the Army, Navy, and Air Force, with strong performance across all fronts. Additionally, BEL recently received orders from the BSF and the Army, with expectations of more repeat orders due to the system's proven efficacy.

Financials

Income Statement (Rs m)

| Y/e Mar | FY24 | FY25 | FY26E | FY27E |
|-------------------------------|-----------------|-----------------|-----------------|-----------------|
| Net Revenues | 2,01,694 | 2,36,580 | 2,73,800 | 3,23,355 |
| YoY gr. (%) | 14.3 | 17.3 | 15.7 | 18.1 |
| Cost of Goods Sold | 1,05,659 | 1,21,810 | 1,44,293 | 1,72,025 |
| Gross Profit | 96,035 | 1,14,770 | 1,29,508 | 1,51,330 |
| Margin (%) | 47.6 | 48.5 | 47.3 | 46.8 |
| Employee Cost | 24,667 | 27,344 | 29,981 | 33,952 |
| Other Expenses | 4,075 | 19,751 | 6,297 | 7,437 |
| EBITDA | 49,982 | 67,676 | 74,036 | 86,950 |
| YoY gr. (%) | 23.5 | 35.4 | 9.4 | 17.4 |
| Margin (%) | 24.8 | 28.6 | 27.0 | 26.9 |
| Depreciation and Amortization | 4,124 | 4,356 | 4,620 | 4,947 |
| EBIT | 45,857 | 63,320 | 69,416 | 82,003 |
| Margin (%) | 22.7 | 26.8 | 25.4 | 25.4 |
| Net Interest | 70 | 96 | 101 | 106 |
| Other Income | 7,558 | 7,676 | 8,214 | 9,280 |
| Profit Before Tax | 53,346 | 70,900 | 77,529 | 91,178 |
| Margin (%) | 26.4 | 30.0 | 28.3 | 28.2 |
| Total Tax | 13,146 | 18,017 | 19,382 | 22,794 |
| Effective tax rate (%) | 24.6 | 25.4 | 25.0 | 25.0 |
| Profit after tax | 40,200 | 52,883 | 58,147 | 68,383 |
| Minority interest | - | - | - | - |
| Share Profit from Associate | - | - | - | - |
| Adjusted PAT | 40,200 | 52,883 | 58,147 | 68,383 |
| YoY gr. (%) | 33.7 | 31.5 | 10.0 | 17.6 |
| Margin (%) | 19.9 | 22.4 | 21.2 | 21.1 |
| Extra Ord. Income / (Exp) | - | - | - | - |
| Reported PAT | 40,200 | 52,883 | 58,147 | 68,383 |
| YoY gr. (%) | 33.7 | 31.5 | 10.0 | 17.6 |
| Margin (%) | 19.9 | 22.4 | 21.2 | 21.1 |
| Other Comprehensive Income | - | - | - | - |
| Total Comprehensive Income | 40,200 | 52,883 | 58,147 | 68,383 |
| Equity Shares O/s (m) | 7,310 | 7,310 | 7,310 | 7,310 |
| EPS (Rs) | 5.5 | 7.2 | 8.0 | 9.4 |

Source: Company Data, PL Research

Balance Sheet Abstract (Rs m)

| Y/e Mar | FY24 | FY25 | FY26E | FY27E |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|
| Non-Current Assets | | | | |
| Gross Block | 54,345 | 54,345 | 63,283 | 73,283 |
| Tangibles | 54,345 | 54,345 | 63,283 | 73,283 |
| Intangibles | - | - | - | - |
| Acc: Dep / Amortization | 27,353 | 27,353 | 31,973 | 36,920 |
| Tangibles | 27,353 | 27,353 | 31,973 | 36,920 |
| Intangibles | - | - | - | - |
| Net fixed assets | 26,991 | 26,991 | 31,310 | 36,363 |
| Tangibles | 26,991 | 26,991 | 31,310 | 36,363 |
| Intangibles | - | - | - | - |
| Capital Work In Progress | 9,509 | 10,925 | 11,987 | 11,987 |
| Goodwill | - | - | - | - |
| Non-Current Investments | 7,891 | 8,464 | 13,991 | 16,523 |
| Net Deferred tax assets | 5,742 | 5,341 | 5,341 | 5,341 |
| Other Non-Current Assets | 2,512 | 1,938 | 5,750 | 6,790 |
| Current Assets | | | | |
| Investments | - | - | - | - |
| Inventories | 74,076 | 90,697 | 1,05,019 | 1,27,570 |
| Trade receivables | 73,622 | 90,920 | 1,08,020 | 1,28,456 |
| Cash & Bank Balance | 1,09,681 | 93,973 | 98,753 | 98,487 |
| Other Current Assets | 78,630 | 68,278 | 76,664 | 80,839 |
| Total Assets | 3,85,815 | 3,94,589 | 4,55,080 | 5,11,898 |
| Equity | | | | |
| Equity Share Capital | 7,310 | 7,310 | 7,310 | 7,310 |
| Other Equity | 1,53,514 | 1,89,667 | 2,28,808 | 2,72,471 |
| Total Networth | 1,60,824 | 1,96,977 | 2,36,118 | 2,79,781 |
| Non-Current Liabilities | | | | |
| Long Term borrowings | 603 | 587 | 587 | 587 |
| Provisions | - | - | - | - |
| Other non current liabilities | - | - | - | - |
| Current Liabilities | | | | |
| ST Debt / Current of LT Debt | 23 | 25 | 25 | 25 |
| Trade payables | 36,937 | 33,151 | 37,507 | 46,067 |
| Other current liabilities | 1,93,171 | 1,73,441 | 1,86,184 | 1,90,779 |
| Total Equity & Liabilities | 3,85,815 | 3,98,840 | 4,55,080 | 5,11,898 |

Source: Company Data, PL Research

Cash Flow (Rs m)

| Y/e Mar | FY24 | FY25 | FY26E | FY27E |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|
| PBT | 53,346 | 70,900 | 77,529 | 91,178 |
| Add. Depreciation | 4,124 | 4,356 | 4,620 | 4,947 |
| Add. Interest | 70 | 96 | 101 | 106 |
| Less Financial Other Income | 7,558 | 7,676 | 8,214 | 9,280 |
| Add. Other | (5,720) | (6,533) | - | - |
| Op. profit before WC changes | 51,821 | 68,819 | 82,250 | 96,230 |
| Net Changes-WC | (2,376) | (47,341) | (27,746) | (36,397) |
| Direct tax | (14,130) | (16,674) | (19,382) | (22,794) |
| Net cash from Op. activities | 35,315 | 4,804 | 35,121 | 37,039 |
| Capital expenditures | (6,423) | (10,010) | (10,000) | (10,000) |
| Interest / Dividend Income | 5,328 | 7,005 | - | - |
| Others | (57,794) | 10,489 | (5,486) | (2,478) |
| Net Cash from Invt. activities | (58,889) | 7,484 | (15,486) | (12,478) |
| Issue of share cap. / premium | - | - | - | - |
| Debt changes | - | - | - | - |
| Dividend paid | (14,615) | (16,806) | (19,005) | (24,721) |
| Interest paid | (70) | (96) | (101) | (106) |
| Others | (58) | (60) | - | - |
| Net cash from Fin. activities | (14,743) | (16,961) | (19,106) | (24,827) |
| Net change in cash | (38,317) | (4,673) | 529 | (266) |
| Free Cash Flow | 28,844 | (5,236) | 25,121 | 27,039 |

Source: Company Data, PL Research

Key Financial Metrics

| Y/e Mar | FY24 | FY25 | FY26E | FY27E |
|----------------------------|-------|-------|-------|-------|
| Per Share(Rs) | | | | |
| EPS | 5.5 | 7.2 | 8.0 | 9.4 |
| CEPS | 6.1 | 7.8 | 8.6 | 10.0 |
| BVPS | 22.0 | 26.9 | 32.3 | 38.3 |
| FCF | 3.9 | (0.7) | 3.4 | 3.7 |
| DPS | 2.2 | 2.2 | 3.2 | 4.5 |
| Return Ratio(%) | | | | |
| RoCE | 30.8 | 35.3 | 32.0 | 31.7 |
| ROIC | 88.0 | 55.2 | 44.0 | 38.4 |
| RoE | 27.1 | 29.6 | 26.9 | 26.5 |
| Balance Sheet | | | | |
| Net Debt : Equity (x) | (0.7) | (0.5) | (0.4) | (0.3) |
| Net Working Capital (Days) | 200 | 229 | 234 | 237 |
| Valuation(x) | | | | |
| PER | 66.2 | 50.3 | 45.7 | 38.9 |
| P/B | 16.5 | 13.5 | 11.3 | 9.5 |
| P/CEPS | 60.0 | 46.5 | 42.4 | 36.3 |
| EV/EBITDA | 51.0 | 37.9 | 34.6 | 29.5 |
| EV/Sales | 12.6 | 10.8 | 9.4 | 7.9 |
| Dividend Yield (%) | 0.6 | 0.6 | 0.9 | 1.2 |

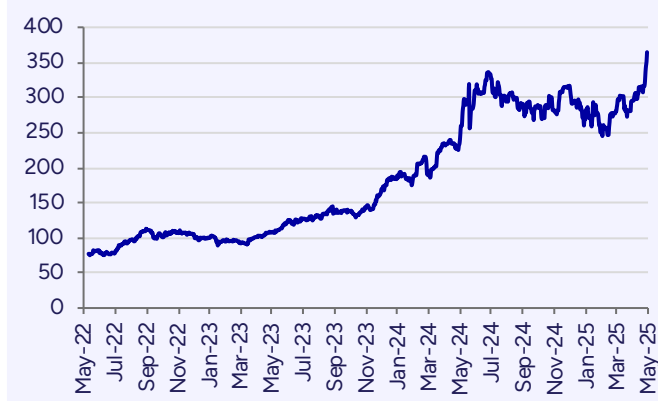
Source: Company Data, PL Research

Quarterly Financials (Rs m)

| Y/e Mar | Q1FY25 | Q2FY25 | Q3FY25 | Q4FY25 |
|-----------------------------------|---------------|---------------|---------------|---------------|
| Net Revenue | 41,988 | 45,834 | 57,561 | 91,197 |
| YoY gr. (%) | 19.6 | 14.8 | 39.1 | 6.9 |
| Raw Material Expenses | 22,906 | 21,416 | 29,928 | 47,559 |
| Gross Profit | 19,081 | 24,418 | 27,633 | 43,638 |
| Margin (%) | 45.4 | 53.3 | 48.0 | 47.8 |
| EBITDA | 9,367 | 13,885 | 16,533 | 27,890 |
| YoY gr. (%) | 41.0 | 38.2 | 57.5 | 22.3 |
| Margin (%) | 22.3 | 30.3 | 28.7 | 30.6 |
| Depreciation / Depletion | 997 | 1,032 | 1,029 | 1,298 |
| EBIT | 8,370 | 12,854 | 15,504 | 26,592 |
| Margin (%) | 19.9 | 28.0 | 26.9 | 29.2 |
| Net Interest | 12 | 13 | 13 | 58 |
| Other Income | 2,015 | 1,668 | 2,051 | 1,942 |
| Profit before Tax | 10,373 | 14,509 | 17,542 | 28,476 |
| Margin (%) | 24.7 | 31.7 | 30.5 | 31.2 |
| Total Tax | 2,612 | 3,596 | 4,381 | 7,428 |
| Effective tax rate (%) | 25.2 | 24.8 | 25.0 | 26.1 |
| Profit after Tax | 7,761 | 10,913 | 13,161 | 21,048 |
| Minority interest | - | - | - | - |
| Share Profit from Associates | - | - | - | - |
| Adjusted PAT | 7,761 | 10,913 | 13,161 | 21,048 |
| YoY gr. (%) | 46.2 | 34.3 | 47.3 | 18.0 |
| Margin (%) | 18.5 | 23.8 | 22.9 | 23.1 |
| Extra Ord. Income / (Exp) | - | - | - | - |
| Reported PAT | 7,761 | 10,913 | 13,161 | 21,048 |
| YoY gr. (%) | 46.2 | 34.3 | 47.3 | 18.0 |
| Margin (%) | 18.5 | 23.8 | 22.9 | 23.1 |
| Other Comprehensive Income | - | - | - | - |
| Total Comprehensive Income | 7,761 | 10,913 | 13,161 | 21,048 |
| Avg. Shares O/s (m) | 7,310 | 7,310 | 7,310 | 7,310 |
| EPS (Rs) | 1.1 | 1.5 | 1.8 | 2.9 |

Source: Company Data, PL Research

Price Chart



Recommendation History

| No. | Date | Rating | TP (Rs.) | Share Price (Rs.) |
|-----|-----------|------------|----------|-------------------|
| 1 | 09-Apr-25 | BUY | 340 | 281 |
| 2 | 31-Jan-25 | BUY | 340 | 279 |
| 3 | 09-Jan-25 | BUY | 341 | 282 |
| 4 | 29-Oct-24 | BUY | 341 | 270 |
| 5 | 07-Oct-24 | Accumulate | 341 | 277 |
| 6 | 30-Jul-24 | Accumulate | 341 | 321 |
| 7 | 08-Jul-24 | Hold | 290 | 324 |
| 8 | 23-May-24 | Hold | 290 | 284 |

Analyst Coverage Universe

| Sr. No. | Company Name | Rating | TP (Rs) | Share Price (Rs) |
|---------|----------------------------------|------------|---------|------------------|
| 1 | ABB India | BUY | 6,851 | 5,587 |
| 2 | Apar Industries | Accumulate | 7,825 | 6,928 |
| 3 | BEML | Accumulate | 3,561 | 2,875 |
| 4 | Bharat Electronics | BUY | 340 | 281 |
| 5 | BHEL | Hold | 237 | 244 |
| 6 | Carborundum Universal | Hold | 1,028 | 985 |
| 7 | Cummins India | BUY | 3,309 | 2,746 |
| 8 | Elgi Equipments | BUY | 517 | 418 |
| 9 | Engineers India | BUY | 242 | 164 |
| 10 | GE Vernova T&D India | Accumulate | 1,950 | 1,304 |
| 11 | Grindwell Norton | Accumulate | 1,716 | 1,612 |
| 12 | Harsha Engineers International | Accumulate | 398 | 374 |
| 13 | Hindustan Aeronautics | Accumulate | 5,500 | 5,128 |
| 14 | Ingersoll-Rand (India) | BUY | 4,540 | 3,376 |
| 15 | Kalpataru Projects International | Accumulate | 1,268 | 1,116 |
| 16 | KEC International | Accumulate | 801 | 665 |
| 17 | Kirloskar Pneumatic Company | BUY | 1,636 | 1,230 |
| 18 | Larsen & Toubro | BUY | 4,004 | 3,324 |
| 19 | Praj Industries | BUY | 545 | 461 |
| 20 | Siemens | Accumulate | 3,233 | 2,917 |
| 21 | Thermax | Accumulate | 3,629 | 3,297 |
| 22 | Triveni Turbine | BUY | 772 | 560 |
| 23 | Voltamp Transformers | BUY | 10,285 | 8,195 |

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 |

ANALYST CERTIFICATION

(Indian Clients)

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