

July 30, 2025

Q1FY26 Result Update

☑ Change in Estimates | ☑ Target | ■ Reco

Change in Estimates

	Current		Previous	
	FY26E	FY27E	FY26E	FY27E
Rating	ACCUMULATE		ACCUMULATE	
Target Price	2,706		2,005	
Sales (Rs. m)	59,137	75,511	59,137	75,511
% Chng.	-	-	-	-
EBITDA (Rs. m)	12,685	16,424	11,443	14,687
% Chng.	10.9	11.8	-	-
EPS (Rs.)	34.3	45.1	30.7	40.1
% Chng.	11.8	12.5	-	-

Key Financials - Standalone

Y/e Mar	FY24	FY25	FY26E	FY27E
Sales (Rs. m)	31,679	42,923	59,137	75,511
EBITDA (Rs. m)	3,190	8,337	12,685	16,424
Margin (%)	10.1	19.4	21.5	21.8
PAT (Rs. m)	1,811	6,233	8,789	11,550
EPS (Rs.)	7.1	24.3	34.3	45.1
Gr. (%)	NA	244.3	41.0	31.4
DPS (Rs.)	1.8	6.0	10.3	13.5
Yield (%)	0.1	0.2	0.4	0.5
RoE (%)	15.6	41.3	42.2	41.4
RoCE (%)	20.4	50.9	57.1	55.7
EV/Sales (x)	20.0	14.7	10.6	8.2
EV/EBITDA (x)	198.2	75.4	49.3	37.7
PE (x)	349.8	101.6	72.1	54.8
P/BV (x)	51.0	35.7	26.5	19.8

Key Data

GETD.BO | GVTD IN

52-W High / Low	Rs.2,570 / Rs.1,253
Sensex / Nifty	81,338 / 24,821
Market Cap	Rs.633bn / \$ 7,295m
Shares Outstanding	256m
3M Avg. Daily Value	Rs.1095.52m

Shareholding Pattern (%)

Promoter's	51.00
Foreign	14.49
Domestic Institution	26.75
Public & Others	7.76
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	5.9	50.7	57.1
Relative	9.4	41.8	57.2

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Strong HVDC prospects with Export Momentum

Quick Pointers:

- Management expects EBITDA margin improvement supported by higher volumes, better pricing, improved productivity and operational efficiencies
- Q1FY26 order intake came in at Rs16.2bn vs Rs19.1bn in Q1FY25 with 14% from exports and 86% from domestic markets.

We revise our FY25/26E EPS estimates by +11.8%/+12.5% factoring in improved EBITDA margins driven by strong execution of profitable orders and favorable revenue mix. GE Vernova T&D India (GVTD) delivered a strong quarterly performance, reporting 38.8% YoY revenue growth alongside a significant 1,013 bps YoY EBITDA margin expansion to 29.1%. The company remains well-positioned to capitalize on growing demand for grid modernization, HVDC systems, and automation solutions. Its increasing focus on export markets—targeting 30% of total revenue—with rising traction across Europe, Australia, the Middle East, Latin America, and Southeast Asia further strengthens its global competitiveness. Domestically, greater adoption of the TBCB route by Indian states is expected to broaden the opportunity pipeline beyond the current 3% contribution from state projects. HVDC remains a key growth driver, with the Khavda–South Olpad and Barmer–South Kalamb HVDC projects expected to be tendered in FY26. To support this growth trajectory, GVTD has outlined a Rs2.5bn capex pipeline focused on HVDC, STATCOM, and other capacity debottlenecking initiatives.

We believe 1) a healthy order pipeline in the power market, 2) a robust order book (Rs126.6bn), and 3) the management's focus on margin improvement augur well for strong revenue & profit growth of GVTD. The stock is trading at a P/E of 72.1x/54.8x on FY26/27E. We maintain our 'Accumulate' rating with a revised TP of Rs2,706 (Rs2,005 earlier) valuing the stock at a PE of 60x Mar'27E (50x Mar'27E earlier) factoring in strong HVDC order prospects.

Higher mix of products in revenue aided margin expansion: Revenue rose 38.8% YoY to Rs13.3bn (PLe: Rs12.8bn) aided by strong execution driven by strong growth in domestic sales (+21.4% YoY to Rs8.1bn) and export sales increased 78.0% YoY to Rs5.3bn). EBITDA grew by 112.7% to Rs3.9bn (PLe: Rs2.5bn). EBITDA margin increased by 1013bps YoY to 29.1% (PLe: 19.7%) led by gross margin expansion, partially offset by higher other expenses (+40.1% YoY to Rs1.6bn). Adj. PBT increase by 116.8% to Rs3.9bn (PLe: Rs2.5bn). Adj. PAT grew by 116.4% to Rs2.9bn (PLe: Rs1.8bn), driven by the strong operating performance and higher other income (Rs163mn vs Rs118mn in Q1FY25).

Robust order book at record high of Rs130bn (2.8x TTM revenue): Q1FY26 order inflow came in at Rs16.2bn (vs Rs10.3bn in Q1FY25), driven by 66.3% YoY growth in domestic order intake of Rs13.9bn while export orders were increased by 18.8% YoY to Rs2.3bn. Order book stands healthy at Rs130bn (2.8x TTM revenue) with a mix of Private/State Utilities/Central Utilities at ~65%/3%/32%.

Exhibit 1: Favorable domestic-to-export mix of 61%/39% drive the PAT growth to Rs2.9bn (+116.4% YoY)

Y/e March (Rs mn)	Q1FY26	Q1FY25	YoY gr.	Q1FY26E	% Var.	Q4FY25	QoQ gr.	FY26E	FY25	YoY gr.
Revenue	13,301	9,583	38.8%	12,784	4.0%	11,525	15.4%	59,137	42,923	37.8%
Gross Profit	6,442	3,862	66.8%	5,050	27.6%	4,875	32.1%	23,892	17,356	37.7%
Margin (%)	48.4	40.3	814	39.5	893.0	42.3	613	40.4	40.4	(4)
Employee Cost	972	902	7.8%	1,010	-3.7%	897	8.4%	4,258	3,999	6.5%
as % of sales	7.3	9.4	(210)	7.9	(58.9)	7.8	(48)	7.2	9.3	(212)
Other expenditure	1,593	1,138	40.1%	1,521	4.7%	1,306	22.0%	6,949	5,021	38.4%
as % of sales	12.0	11.9	11	11.9	7.9	11.3	65	11.8	11.7	5
EBITDA	3,876	1,822	112.7%	2,518	53.9%	2,671	45.1%	12,685	8,337	52.2%
Margin (%)	29.1	19.0	1,013	19.7	944.0	23.2	596	21.5	19.4	203
Depreciation	111	121	-7.7%	135	-17.5%	115	-3.0%	612	473	29.3%
EBIT	3,765	1,701	121.3%	2,383	57.9%	2,557	47.3%	12,073	7,864	53.5%
Margin (%)	28.3	17.8	1,055	18.6	965.8	22.2	612	20.4	18.3	209
Other Income	163	118	38.1%	125	30.4%	211	-22.8%	580	626	-7.4%
Interest	28	20	35.5%	25	10.0%	57	-51.3%	97	143	-32.4%
PBT (ex. Extra-ordinaries)	3,900	1,799	116.8%	2,483	57.0%	2,711	43.9%	6,171	4,875	26.6%
Margin (%)	29.3	18.8	1,055	19.4	989.5	23.5	580	10.4	11.4	(92)
Extraordinary Items	-	-	-	-	-	(150)	-	-	(150)	-
PBT	3,900	1,799	116.8%	2,483	57.0%	2,561	52.3%	12,556	8,197	53.2%
Total Tax	988	454	117.8%	683	-	696	41.9%	3,767	2,113	78.2%
Effective Tax Rate (%)	25.3	25.2	-	27.5	-	27.2	-	30.0	25.8	-
Reported PAT	2,912	1,345	116.4%	1,801	61.7%	1,865	56.1%	8,789	6,083	44.5%
Adj. PAT	2,912	1,345	116.4%	1,801	61.7%	1,974	47.5%	8,789	6,195	41.9%
Margin (%)	21.9	14.0	785	14.1	780.9	17.1	476	14.9	14.4	43
Adj. EPS	11.4	5.3	116.4%	7.0	61.7%	7.3	56.1%	34.3	23.8	44.5%

Source: Company, PL

Conference Call Highlights

- Management expects EBITDA margin to improve YoY, supported by higher volumes, better pricing, improved productivity, operational efficiencies, and strong execution of export orders.
- Order backlog stands at Rs130bn, with Rs30-35bn spanning 3-5 years and Rs95-100bn expected to execute within 10-24 months, providing strong near- and medium-term revenue visibility even excluding HVDC orders. The Order backlog, roughly 3x of last year's revenue, supports growth over the next three years. Management is confident of maintaining ~30% revenue from exports based on the current backlog, excluding future pipeline opportunities.
- Management expects two HVDC orders of Khavda-South Olpad HVDC project and Barmer- South Kalamb HVDC project are expected to be finalized and awarded to OEMs within the current financial year. In the long run management will remain focused on HVDC projects only given improved returns compared to 8-10 years ago
- GVTD has announced a capex of Rs1.4bn for HVDC projects and Rs1.1bn for debottlenecking existing plant capacity, totaling an expected Rs2.3-2.4bn over the next 12-24 months
- Company is equipped to deliver synchronous condenser solutions in collaboration with global group entities, managing transmission-related components locally. Discussions around introducing synchronous condensers in the Indian market are gaining traction, indicating potential future demand.
- The company is actively supplying to data centers, with demand evolving from 220 kV to 400 kV as scale increases. It offers a full suite of solutions including GIS, grid automation, and turnkey project execution.
- Management mentioned that with more states adopting the TBCB route, new opportunities are emerging. Although state projects currently make up only ~3% of the INR 130bn backlog, wider TBCB adoption could significantly expand the addressable market.
- The global shift towards energy transition has spurred robust demand from Europe, Australia, the Middle East, Latin America, and Southeast Asia. In response, management has established a long-term target for exports to comprise about 30% of the order backlog. This quarter, export backlog rose from 20-25% to nearly 30%, with exports projected to account for a similar share of total revenues over time.
- GVTD leverages parent company technology and actively collaborates on localization efforts. The company consistently engages with Indian customers to introduce newer technologies, making technology innovation a key performance indicator for its teams.

Financials

Income Statement (Rs m)

Y/e Mar	FY24	FY25	FY26E	FY27E
Net Revenues	31,679	42,923	59,137	75,511
YoY gr. (%)	14.2	35.5	37.8	27.7
Cost of Goods Sold	20,779	25,567	35,246	45,004
Gross Profit	10,901	17,356	23,892	30,506
Margin (%)	34.4	40.4	40.4	40.4
Employee Cost	3,738	3,999	4,258	4,984
Other Expenses	2,253	5,021	3,667	4,908
EBITDA	3,190	8,337	12,685	16,424
YoY gr. (%)	214.0	161.4	52.2	29.5
Margin (%)	10.1	19.4	21.5	21.8
Depreciation and Amortization	502	473	612	684
EBIT	2,688	7,864	12,073	15,739
Margin (%)	8.5	18.3	20.4	20.8
Net Interest	283	143	97	97
Other Income	226	626	580	740
Profit Before Tax	2,631	8,347	12,556	16,382
Margin (%)	8.3	19.4	21.2	21.7
Total Tax	820	2,113	3,767	4,833
Effective tax rate (%)	31.2	25.3	30.0	29.5
Profit after tax	1,811	6,233	8,789	11,550
Minority interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	1,811	6,233	8,789	11,550
YoY gr. (%)	NA	244.3	41.0	31.4
Margin (%)	5.7	14.5	14.9	15.3
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	1,811	6,233	8,789	11,550
YoY gr. (%)	NA	244.3	41.0	31.4
Margin (%)	5.7	14.5	14.9	15.3
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	1,811	6,233	8,789	11,550
Equity Shares O/s (m)	256	256	256	256
EPS (Rs)	7.1	24.3	34.3	45.1

Source: Company Data, PL Research

Balance Sheet Abstract (Rs m)

Y/e Mar	FY24	FY25	FY26E	FY27E
Non-Current Assets				
Gross Block	7,809	8,069	9,269	10,369
Tangibles	7,809	8,069	9,269	10,369
Intangibles	-	-	-	-
Acc: Dep / Amortization	3,879	4,352	4,964	5,648
Tangibles	3,879	4,352	4,964	5,648
Intangibles	-	-	-	-
Net fixed assets	3,930	3,717	4,306	4,721
Tangibles	3,930	3,717	4,306	4,721
Intangibles	-	-	-	-
Capital Work In Progress	111	474	475	476
Goodwill	-	-	-	-
Non-Current Investments	84	88	-	-
Net Deferred tax assets	1,018	1,270	1,270	1,270
Other Non-Current Assets	4,284	4,262	6,801	9,514
Current Assets				
Investments	76	75	79	83
Inventories	5,892	7,035	10,369	12,826
Trade receivables	14,375	14,689	21,063	26,274
Cash & Bank Balance	1,341	4,728	8,068	13,790
Other Current Assets	3,159	4,268	5,914	9,061
Total Assets	34,826	45,341	63,152	82,906
Equity				
Equity Share Capital	512	512	512	512
Other Equity	11,917	17,219	23,371	31,456
Total Networth	12,429	17,731	23,884	31,968
Non-Current Liabilities				
Long Term borrowings	120	135	135	135
Provisions	-	-	-	-
Other non current liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	299	211	211	211
Trade payables	8,856	10,259	15,878	20,274
Other current liabilities	14,140	18,275	24,316	31,589
Total Equity & Liabilities	34,826	45,341	63,152	82,906

Source: Company Data, PL Research

Cash Flow (Rs m)

Y/e Mar	FY24	FY25	FY26E	FY27E
PBT	2,631	8,197	12,556	16,382
Add. Depreciation	502	473	612	684
Add. Interest	283	143	97	97
Less Financial Other Income	226	626	580	740
Add. Other	1,032	316	-	-
Op. profit before WC changes	4,447	9,129	13,265	17,164
Net Changes-WC	946	1,962	(6,246)	(8,005)
Direct tax	(209)	(2,055)	(3,767)	(4,833)
Net cash from Op. activities	5,184	9,036	3,251	4,326
Capital expenditures	(292)	(874)	(1,201)	(1,101)
Interest / Dividend Income	0	266	-	-
Others	(1,432)	(4,350)	(4)	(4)
Net Cash from Invst. activities	(1,724)	(4,958)	(1,205)	(1,105)
Issue of share cap. / premium	-	-	-	-
Debt changes	(2,194)	(158)	-	-
Dividend paid	(155)	(512)	(2,637)	(3,465)
Interest paid	(238)	(20)	(97)	(97)
Others	-	-	4,027	6,064
Net cash from Fin. activities	(2,587)	(691)	1,293	2,502
Net change in cash	873	3,388	3,340	5,722
Free Cash Flow	4,892	8,162	2,050	3,225

Source: Company Data, PL Research

Key Financial Metrics

Y/e Mar	FY24	FY25	FY26E	FY27E
Per Share(Rs)				
EPS	7.1	24.3	34.3	45.1
CEPS	9.0	26.2	36.7	47.8
BVPS	48.5	69.2	93.3	124.9
FCF	19.1	31.9	8.0	12.6
DPS	1.8	6.0	10.3	13.5
Return Ratio(%)				
RoCE	20.4	50.9	57.1	55.7
ROIC	15.8	55.1	65.0	77.1
RoE	15.6	41.3	42.2	41.4
Balance Sheet				
Net Debt : Equity (x)	(0.1)	(0.3)	(0.3)	(0.4)
Net Working Capital (Days)	131	97	96	91
Valuation(x)				
PER	349.8	101.6	72.1	54.8
P/B	51.0	35.7	26.5	19.8
P/CEPS	273.9	94.4	67.4	51.8
EV/EBITDA	198.2	75.4	49.3	37.7
EV/Sales	20.0	14.7	10.6	8.2
Dividend Yield (%)	0.1	0.2	0.4	0.5

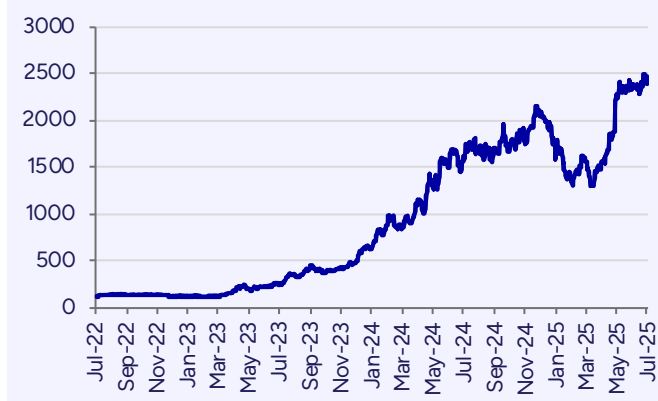
Source: Company Data, PL Research

Quarterly Financials (Rs m)

Y/e Mar	Q2FY25	Q3FY25	Q4FY25	Q1FY26
Net Revenue	11,078	10,737	11,525	13,301
YoY gr. (%)	58.8	28.0	26.2	38.8
Raw Material Expenses	6,511	6,683	6,651	6,860
Gross Profit	4,567	4,053	4,875	6,442
Margin (%)	41.2	37.8	42.3	48.4
EBITDA	2,047	1,797	2,671	3,876
YoY gr. (%)	237.5	86.1	140.8	112.7
Margin (%)	18.5	16.7	23.2	29.1
Depreciation / Depletion	121	117	115	111
EBIT	1,926	1,680	2,557	3,765
Margin (%)	17.4	15.6	22.2	28.3
Net Interest	28	39	57	28
Other Income	39	258	211	163
Profit before Tax	1,938	1,899	2,561	3,900
Margin (%)	17.5	17.7	22.2	29.3
Total Tax	491	472	696	988
Effective tax rate (%)	25.4	24.9	27.2	25.3
Profit after Tax	1,446	1,427	1,865	2,912
Minority interest	-	-	-	-
Share Profit from Associates	-	-	-	-
Adjusted PAT	1,446	1,427	2,015	2,912
YoY gr. (%)	289.1	189.1	204.0	116.4
Margin (%)	13.1	13.3	17.5	21.9
Extra Ord. Income / (Exp)	-	-	(150)	-
Reported PAT	1,446	1,427	1,865	2,912
YoY gr. (%)	289.1	189.1	181.3	116.4
Margin (%)	13.1	13.3	16.2	21.9
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	1,446	1,427	1,865	2,912
Avg. Shares O/s (m)	256	256	256	256
EPS (Rs)	5.6	5.6	7.9	11.4

Source: Company Data, PL Research

Price Chart



Recommendation History

No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	09-Jul-25	Accumulate	2,005	2,383
2	24-May-25	Accumulate	2,005	1,880
3	09-Apr-25	Accumulate	1,950	1,304
4	06-Feb-25	Accumulate	1,950	1,710
5	09-Jan-25	Accumulate	1,962	1,991
6	11-Nov-24	Accumulate	1,946	1,693
7	07-Oct-24	Hold	1,601	1,661
8	01-Aug-24	Hold	1,601	1,585

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	ABB India	BUY	6,851	5,840
2	Apar Industries	Accumulate	7,825	8,600
3	BEML	Hold	4,142	4,522
4	Bharat Electronics	Hold	374	422
5	BHEL	Hold	237	258
6	Carborundum Universal	Hold	1,028	994
7	Cummins India	BUY	3,647	3,478
8	Elgi Equipments	Accumulate	559	535
9	Engineers India	Accumulate	250	242
10	GE Vernova T&D India	Accumulate	2,005	2,383
11	Grindwell Norton	Hold	1,739	1,635
12	Harsha Engineers International	Accumulate	398	405
13	Hindustan Aeronautics	Accumulate	5,500	5,003
14	Ingersoll-Rand (India)	BUY	4,522	4,045
15	Kalpataru Projects International	Accumulate	1,268	1,190
16	KEC International	Accumulate	911	878
17	Kirloskar Pneumatic Company	BUY	1,636	1,316
18	Larsen & Toubro	BUY	4,037	3,607
19	Praj Industries	BUY	545	497
20	Siemens	Accumulate	3,497	3,291
21	Thermax	Accumulate	3,629	3,435
22	Triveni Turbine	BUY	772	640
23	Voltamp Transformers	BUY	10,285	9,420

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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