

July 11, 2025

Q1FY26 Result Update

☑ Change in Estimates | ☑ Target | ■ Reco

Change in Estimates

	Current		Previous	
	FY26E	FY27E	FY26E	FY27E
Rating	BUY		BUY	
Target Price	3,920		3,980	
Sales (Rs bn)	2,640	2,855	2,634	2,845
% Chng.	0.2	0.3		
EBITDA (Rs bn)	706	775	703	773
% Chng.	0.4	0.1		
EPS (Rs.)	143.2	156.7	141.1	156.5
% Chng.	1.5	0.1		

Key Financials - Consolidated

Y/e Mar	FY24	FY25	FY26E	FY27E
Sales (Rs. bn)	2,409	2,553	2,640	2,855
EBITDA (Rs. bn)	643	673	706	775
Margin (%)	26.7	26.4	26.7	27.1
PAT (Rs. bn)	466	486	518	567
EPS (Rs.)	127.5	134.2	143.2	156.7
Gr. (%)	10.6	5.3	6.7	9.4
DPS (Rs.)	72.9	126.0	128.9	141.0
Yield (%)	2.2	3.7	3.8	4.2
RoE (%)	50.9	51.8	53.2	55.2
RoCE (%)	48.1	49.6	49.9	51.9
EV/Sales (x)	4.9	4.6	4.5	4.1
EV/EBITDA (x)	18.5	17.6	16.7	15.1
PE (x)	26.5	25.2	23.6	21.6
P/BV (x)	13.3	12.9	12.2	11.6

Key Data

TCS.BO | TCS IN

52-W High / Low	Rs.4,520 / Rs.3,056
Sensex / Nifty	83,190 / 25,355
Market Cap	Rs.12,236bn/ \$ 1,42,867m
Shares Outstanding	3,618m
3M Avg. Daily Value	Rs.8862.05m

Shareholding Pattern (%)

Promoter's	71.77
Foreign	12.66
Domestic Institution	10.91
Public & Others	4.66
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	(2.3)	(19.5)	(12.1)
Relative	(3.3)	(25.1)	(15.6)

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Weak start, but valuations favourable

Quick Pointers:

- Sharp fall of BSNL contribution leads weak revenue performance
- Deal wins decline in the quarter but within managements comfort band

The revenue growth in Q1 was disappointing, missing our estimates materially by ~200bps QoQ, largely attributed to the ramp down in BSNL deal (down 2.8% QoQ CC). The degree of weakness further intensified due to slowdown in international business down 0.5% QoQ CC, attributed to a softness in BFSI (down 0.5% QoQ CC). Despite concluding Q1 on a weaker trajectory, the management was confident of achieving better revenue growth in FY26 vs FY25, for international business. The tariff induced verticals already remained soft, the weakness in Europe BFSI further stalling the international business outlook, evident through weak Q1 deal TCV in BFS. We expect FY26 international growth largely to be flat CC, which translates to an ask-rate of ~0.6% CQGR, while we expect the BSNL add-on will support the growth in Q2/Q3 before it sees further ramp-down in Q4. On the margins, utilization and rationalizing employee pyramid are the major levers, however the low-margin add-on BSNL deal would continue to weigh on FY26 margins. We are adjusting our revenue estimates for the quarterly miss while keeping our margins broadly unchanged. We expect CC revenue to decline by 1.4% in FY26E followed by a growth of 5.3% in FY27E, while we expect margins to be reported at 24.6% and 25.1% in FY26E and FY27E. We assign 25x to FY27EPS that translates a TP of 3,920. Maintain BUY.

Revenue: TCS Q1 revenue performance came way below our and consensus estimates. Revenue declined by 3.4% QoQ in CC, compared to our expectation of 1.2% QoQ CC decline and the consensus estimate of 1.4% QoQ CC decline. The miss was largely due to sharp falling off BSNL deal and continued weakness in international business.

Operating Margin: TCS's margin performance however came better than expectations with EBIT margins coming at 24.5%, up 30 bps QoQ compared to our & consensus estimates of 24.1% & 24.3%. Margin beat was largely due to lower 3rd equipment & software costs which came down sharply 74% QoQ.

Deal Wins: Deal wins was relatively weak in Q1 with USD 9.4 bn compared to USD 12.2 bn & USD 10.2 bn in Q4FY25 & Q3FY25 respectively. BFSI, Retail & North America TCV came in at US\$2.5 bn (-38% QoQ), US\$ 1.6 bn (-6% QoQ) & US\$ 4.4 bn (-35% QoQ) respectively with LTM BTB of 1.3x

Valuations and outlook: We estimate USD revenue/earnings CAGR of 3.1%/8.1% over FY25-FY27E. The stock is currently trading at 21.6x FY27E, we are assigning P/E of 25x to FY27E with a target price of INR 3,920. We maintain "BUY" rating.

Revenue growth way below estimates, even TCV remains discouraging

- Revenue at \$7.42bn, down 3.3% QoQ in CC vs our & consensus estimates of -1.2% and -1.4% QoQ CC growth. Cross currency tailwinds of 270 bps led to reported revenue decline of 0.6% QoQ
- Weakness was primarily led by regional markets down 13.5% QoQ in USD, International business was also weak, down 0.5% CC QoQ. BFSI, Mfg and Retail were up 2.0%, 3.0% and 1.4% QoQ in reported terms
- **Reported weak TCV of US\$ 9.4 bn (+13.2% YoY/-23% QoQ). BFSI, Retail & North America TCV came in at US\$2.5 bn (-38% QoQ), US\$ 1.6 bn (-6% QoQ) & US\$ 4.4 bn (-35% QoQ) respectively. Book to bill (LTM) at 1.3x**
- EBIT margin of 24.5% (up 30bp QoQ) was above our estimates of 24.1%. **Software & Equipment cost declined meaningfully by 320 bps QoQ, while Subcon expenses as % rev inched up by 30 bps QoQ**
- **Net employees increased by 5k to 613k in 1Q, LTM Attrition was up by 50bps QoQ to 13.8%**
- PAT came at Rs. 128bn (20.1% PAT margin), above our estimates of Rs. 122bn due to beat on margins and higher other income
- Interim Dividend of Rs. 11/share in 1Q

Conference Call Highlights

- Management mentioned that the demand environment remains challenging, especially for discretionary spending. They further stated that the macro environment deteriorated, leading some clients to restructure their ongoing projects, postpone ramp-ups, and pause projects. This led to weak performance in their international business, which declined by 0.5% in CC during the quarter.
- Management mentioned that decision making remains elongated due to the tariff related uncertainty and indicated that it would continue to remain elongated till tariff related clarity emerges. They further mentioned that they will witness some residual impact of delayed decision making on their revenue in Q2 but expressed confidence in better performance from Q2 onwards.
- Although TCS's international business saw a 0.5% decline QoQ CC during Q1, management is confident it will report better performance than last fiscal year.
- Management mentioned that its deal pipeline remains strong despite the decision-making delays. They further clarified that BSNL add-on deal is not included in the TCV as it yet to receive the PO from government.
- Management mentioned that BFSI growth remains steady but its BFSI clients in US, UK & Europe region remains cautious. They further mentioned that Europe BFSI segment was impacted by completion of project for a large client. However, the management expressed confidence that current headwinds in the BFSI segment is temporary.
- Retail segment remains challenging for the company as the segment is impacted by tariff uncertainty leading to project postponements & spending

pause. Management mentioned that manufacturing segment for the company reported minor growth despite the weakness in the automotive subsegment.

- Management mentioned that technology segment for the company witnessed broad-based growth while lifescience & healthcare continue to remain weak due to changes in US government policy.
- Management mentioned that traction in AI & Agentic AI continues, and it is witnessing increase in adoption of AI led projects from pilots. They further mentioned that to address this traction they have launched new agentic AI offerings & increased AI infusion in their services.
- On the margins front, management mentioned that despite the sharp decline in 3rd party equipment & software cost margin improvement was only 30 bps QoQ due to decline in utilization & increased investment for anticipated growth. Management further anticipates margin to improvement driven by the tailwinds of improved utilization, operating leverage, improved productivity and pyramid optimization.
- Management mentioned that net employee additions of 5.1k during the quarter was for the anticipated growth in the upcoming quarters.

Exhibit 1: 1QFY26 Results: Mixed bag with Revenue below PLe & beat on Margins

	1QFY26	1QFY26E	% Var.	4QFY25	QoQ gr. (%)	1QFY25	YoY gr. (%)	FY25	FY24	YoY gr. (%)
IT Services Revenue (USD m)	7,421	7,522	-1.3	7,465	-0.6	7,505	-1.1	30,179	29,080	3.8
Overall Revenue (INR b)	634	643	-1.4	645	-1.6	626	1.3	2,553	2,409	6.0
Gross Profit	248	249	-0.1	250	-0.7	250	-0.5	993	973	2.1
Gross Margin (%)	39.1	38.6	50bps	38.8	40bps	39.9	-70bps	38.9	40.4	-150bps
SG&A and Other Costs	93.1	90.1	3.4	94	-1.0	95	-2.1	372	380	-2.2
% of Rev	14.7	14.0	70bps	14.6	10bps	15.2	-50bps	14.6	15.8	-120bps
EBITDA	169	171	-1.6	169	0.1	167	1.3	673	643	4.6
EBITDA Margin (%)	26.6	26.6	0bps	26.1	50bps	26.6	0bps	26.4	26.7	-30bps
Depreciation	14	13	5.8	13	9	12	11.6	51	50	2.6
% of Rev	2.1	2.0	10bps	1.9	20bps	1.9	20bps	2.0	2.1	-10bps
EBIT	155	159	-2.1	156	-0.6	154	0.5	622	593	4.8
EBIT Margin (%)	24.5	24.1	40bps	24.2	30bps	24.7	-20bps	24.3	24.6	-30bps
Other Income (net)	15	8	89.7	8	82.9	8	85.7	32	37	-15.1
PBT	170	166	2.1	164.0	3.5	162.3	4.6	653	630	3.6
Tax	42	42	-1.9	41	1.2	41	0.8	165	163	1.7
Effective tax rate (%)	24.5	25.5	-100bps	25.1	-60bps	25.4	-90bps	25.3	25.8	-50bps
Adjusted PAT	128	123	3.6	122	4.4	120	6.0	486	466	4.2
Exceptional items	0.0	0.0	NA	0.0	NA	0.0	NA	0	-6.8	NA
Reported PAT	128	123	3.6	122	4.4	120	6.0	486	459	5.8
Reported EPS (INR)	35	34	3.6	34	4.4	33	6.0	134	126	6.8

Source: Company, PL

Exhibit 2: Regional growth (%)

Geographies	Contribution to revenue (%)	QoQ gr. (%)
North America	48.7	0.4
Latin America	1.9	4.9
UK	18.0	6.5
Continental Europe	15.0	4.3
India	5.8	-31.4
Asia Pacific	8.4	3.1
MEA	2.2	-8.9

Source: Company, PL

Exhibit 3: Vertical Growth (%)

Verticals	Contribution to revenue (%)	QoQ gr. (%)
BFSI	32.0	2.0
Retail & CPG	15.6	1.4
Communications & Media	5.8	-0.6
Manufacturing	8.7	3.0
Life Sciences & Healthcare	10.2	0.4
Technology & Services	8.4	3.1
Energy and Utilities	5.9	2.9
Regional markets & Others	13.4	-13.5

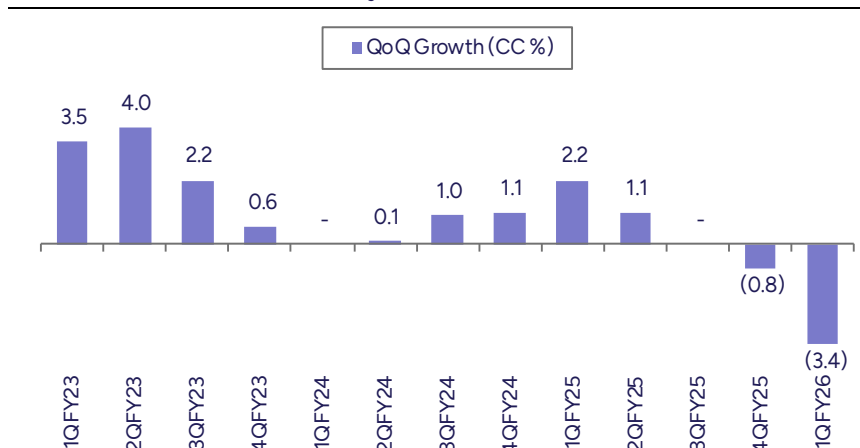
Source: Company, PL

Exhibit 4: Key Performance Indicator

	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	FY24*	FY25*
Revenue (QoQ CC %)	0.1	1.0	1.1	2.2	1.1	0.0	-0.8	-3.4	3.4	4.2
Costs (% of revenue)										
COGS	59.9	59.2	58.9	60.1	61.8	61.2	61.2	60.9	59.6	61.1
SGA	15.8	15.8	15.1	15.2	14.1	14.3	14.6	14.7	15.8	14.6
Margins										
Gross Margin	40.1	40.8	41.1	39.9	38.2	38.8	38.8	39.1	40.4	38.9
EBIT Margin	24.3	25.0	26.0	24.7	24.1	24.5	24.2	24.5	24.6	24.3
Net Margin	19.1	19.4	20.4	19.3	18.6	19.5	19.1	20.2	19.1	19.0
Operating metrics										
Headcount (k)	609	603	602	607	613	607	608	613	602	608
Attrition (%)	14.9	13.3	12.5	12.1	12.3	13.0	13.3	13.8	12.5	13.3
Deal Win TCV (USD b)	11.2	8.1	13.2	8.3	8.6	10.2	12.2	9.4	42.7	12.2

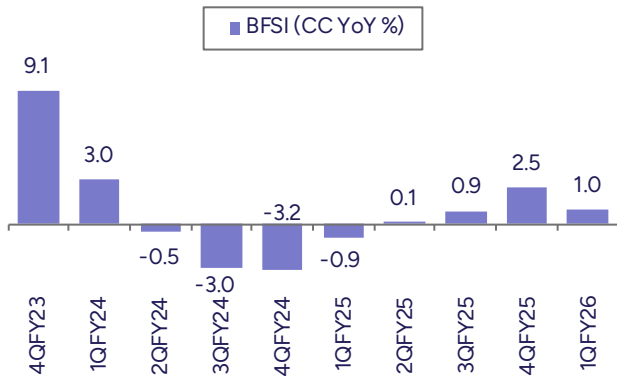
Source: Company, PL

Exhibit 5: Q1 revenue declined by 3.4% QoQ vs PLe of 1.2% QoQ



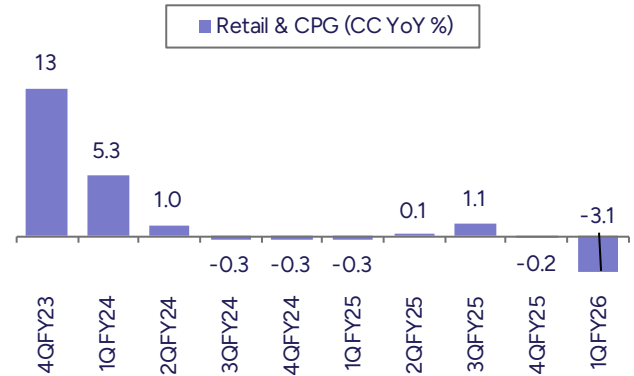
Source: Company, PL

Exhibit 6: BFSI continues steady momentum



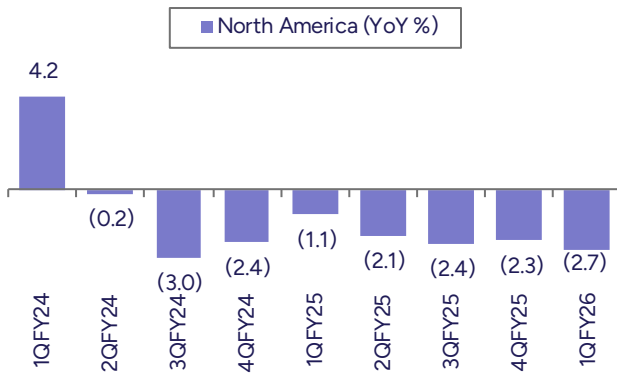
Source: Company, PL

Exhibit 7: Retail remains weak



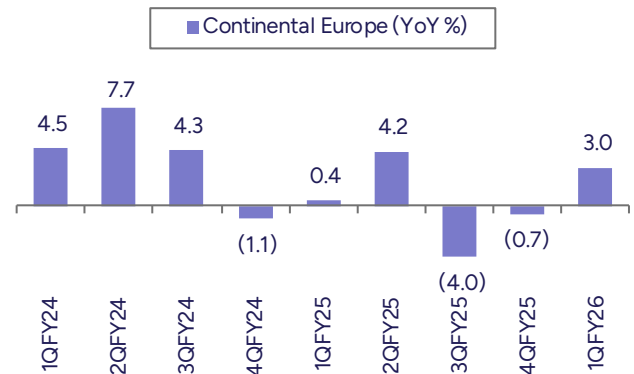
Source: Company, PL

Exhibit 8: North America remains weak



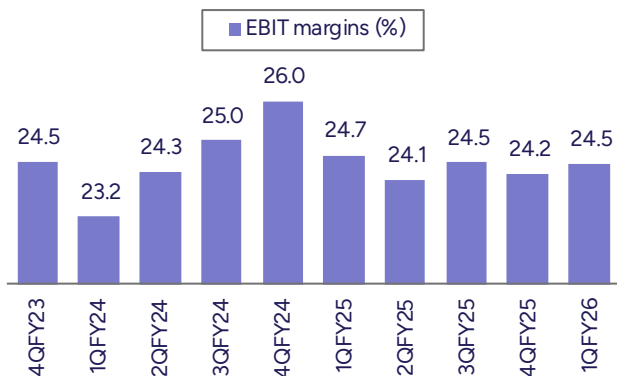
Source: Company, PL

Exhibit 9: Continental Europe rebounds



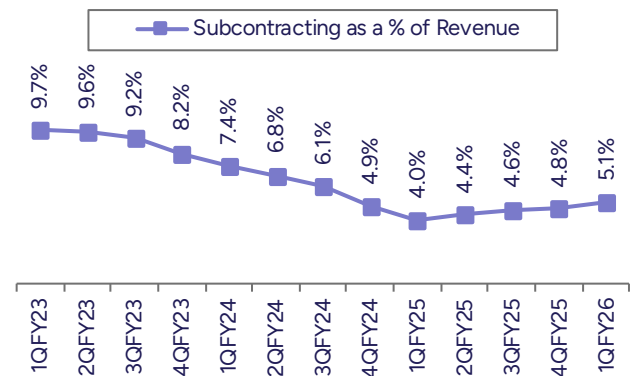
Source: Company, PL

Exhibit 10: Margins improves by 30 bps



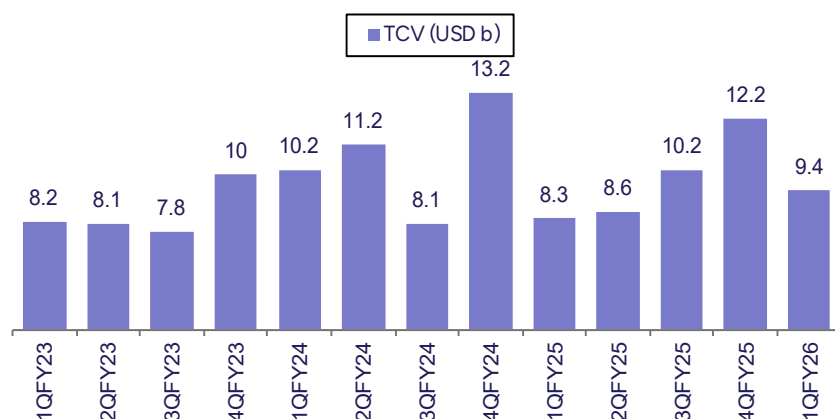
Source: Company, PL

Exhibit 11: Sub-contracting cost increases again



Source: Company, PL

Exhibit 12: Deal wins declines in Q1



Source: Company, PL

Exhibit 13: Operating Metrics

Consolidated (INR b)	2QFY23	3QFY23	4QFY23	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26
Verticals (%)												
BFSI	33.6	33.1	32.9	32.5	32.6	31.7	31.3	30.9	30.8	30.5	31.2	32.0
Retail & CPG	16.1	16.0	16.0	16.1	15.9	15.7	15.7	15.4	15.1	15.3	15.3	15.6
Communication & Media	7.3	7.2	7.1	7.0	6.9	6.7	6.6	6.2	5.9	5.8	5.8	5.8
Manufacturing	8.2	8.2	8.2	8.3	8.5	8.6	8.8	8.8	8.6	8.4	8.4	8.7
Life Sciences & Healthcare	10.7	10.8	10.9	11.0	10.9	10.9	10.9	11.0	10.4	10.2	10.1	10.2
Technology & Services	9.1	9.0	8.9	8.7	8.6	8.4	8.2	8.1	8.0	8.0	8.1	8.4
Energy & Utilities	5.0	5.2	5.4	5.5	5.6	5.7	5.7	5.7	5.7	5.7	5.7	5.7
Regional markets & Others	10.0	10.5	10.6	10.9	11.0	12.3	12.9	14.0	15.5	16.3	15.4	13.4
Geographies (%)												
North America	54.3	53.7	52.4	52.0	51.7	50.6	50.0	49.5	47.6	47.7	48.2	48.7
Latin America	1.7	1.8	1.8	2.0	2.0	2.1	2.0	1.9	1.8	1.9	1.8	1.9
UK	14.5	14.9	15.7	16.4	16.5	16.4	16.8	16.9	17.0	16.6	16.8	18.0
Continental Europe	14.5	14.8	15.1	14.9	14.9	15.0	14.6	14.4	14.6	13.9	14.3	15.0
India	5.1	5.1	5.0	4.9	4.9	6.1	6.7	7.5	8.9	9.8	8.4	5.8
Asia Pacific	8.0	7.9	8.0	7.8	7.8	7.8	7.8	7.8	8.0	7.8	8.1	8.4
MEA	1.9	1.8	2.0	2.0	2.2	2.0	2.1	2.0	2.1	2.3	2.4	2.2
QoQ growth (%)												
BFSI	6.2	1.3	1.1	-0.8	0.1	-1.8	-0.1	0.6	1.9	-2.7	1.3	2.0
Retail & CPG	2.7	2.2	1.7	1.1	-1.5	-0.3	1.1	0.0	0.2	-0.4	-1.0	1.4
Communication & Media	8.9	1.5	0.3	-1.0	-1.6	-1.9	-0.4	-4.2	-2.7	-3.4	-1.0	-0.6
Manufacturing	-16.0	2.9	1.7	1.7	2.2	2.2	3.5	1.9	-0.1	-4.0	-1.0	3.0
Life Sciences & Healthcare	7.5	3.8	2.6	1.4	-1.1	1.0	1.1	2.9	-3.4	-3.6	-2.0	0.4
Technology & Services	4.9	1.7	0.6	-1.8	-1.4	-1.4	-1.3	0.7	0.9	-1.7	0.3	3.1
Energy and Utilities		7.0	5.6	2.3	1.6	2.8	-0.6	1.9	4.0	-3.4	0.8	2.9
Regional markets & Others	-38.2	8.0	2.7	3.3	0.7	12.9	6.1	10.6	13.1	3.4	-6.4	-13.5
North America	3.5	1.7	-0.8	-0.3	-0.8	-1.2	-0.1	0.9	-1.7	-1.5	0.1	0.4
Latin America	-4.2	8.9	1.7	11.6	-0.2	6.0	-3.7	-3.2	-3.2	3.8	-6.2	4.9
UK	-1.3	5.7	7.2	4.9	0.4	0.4	3.6	2.5	2.8	-4.0	0.2	6.5
Continental Europe	-3.2	5.0	3.8	-0.9	-0.2	1.7	-1.6	0.5	3.6	-6.4	1.9	4.3
India	7.8	2.9	-0.3	-1.6	-0.2	25.7	11.1	14.1	21.3	8.2	-15.1	-31.4
Asia Pacific	-2.2	1.6	3.0	-2.1	-0.2	1.0	1.1	1.9	4.8	-4.2	2.8	3.1
MEA	7.1	-2.5	13.0	0.4	9.8	-8.2	6.2	-2.9	7.3	7.7	3.3	-8.9
Total Employees (k)	616.2	614.0	614.8	615.3	609.0	603.3	601.5	607.0	612.7	607.4	608.0	613.1
Net Additions (k)	9.8	-2.2	0.8	0.5	-6.3	-5.7	-1.8	5.5	5.7	-5.4	0.6	5.1
Attrition (LTM %)	21.5	21.3	20.1	17.8	14.9	13.3	12.5	12.1	12.3	13.0	13.3	13.8

Source: Company, PL

Financials

Income Statement (Rs bn)

Y/e Mar	FY24	FY25	FY26E	FY27E
Net Revenues	2,409	2,553	2,640	2,855
YoY gr. (%)	6.8	6.0	3.4	8.1
Employee Cost	1,436	1,560	1,616	1,734
Gross Profit	973	993	1,024	1,121
Margin (%)	40.4	38.9	38.8	39.3
Employee Cost	-	-	-	-
Other Expenses	63	64	56	57
EBITDA	643	673	706	775
YoY gr. (%)	8.5	4.6	4.9	9.7
Margin (%)	26.7	26.4	26.7	27.1
Depreciation and Amortization	50	51	56	59
EBIT	593	622	650	715
Margin (%)	24.6	24.3	24.6	25.1
Net Interest	-	-	-	-
Other Income	37	32	46	49
Profit Before Tax	630	653	696	764
Margin (%)	26.2	25.6	26.4	26.8
Total Tax	163	165	176	195
Effective tax rate (%)	25.8	25.3	25.3	25.5
Profit after tax	468	488	520	569
Minority interest	2	2	2	2
Share Profit from Associate	-	-	-	-
Adjusted PAT	466	486	518	567
YoY gr. (%)	10.5	4.2	6.7	9.4
Margin (%)	19.3	19.0	19.6	19.9
Extra Ord. Income / (Exp)	(7)	-	-	-
Reported PAT	459	486	518	567
YoY gr. (%)	8.9	5.8	6.7	9.4
Margin (%)	19.1	19.0	19.6	19.9
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	459	486	518	567
Equity Shares O/s (bn)	4	4	4	4
EPS (Rs)	127.5	134.2	143.2	156.7

Source: Company Data, PL Research

Balance Sheet Abstract (Rs bn)

Y/e Mar	FY24	FY25	FY26E	FY27E
Non-Current Assets				
Gross Block	608	703	745	792
Tangibles	608	703	745	792
Intangibles	-	-	-	-
Acc: Dep / Amortization	412	476	542	613
Tangibles	412	476	542	613
Intangibles	-	-	-	-
Net fixed assets	196	227	204	179
Tangibles	196	227	204	179
Intangibles	-	-	-	-
Capital Work In Progress	-	-	-	-
Goodwill	40	19	19	19
Non-Current Investments	53	56	57	62
Net Deferred tax assets	24	26	27	29
Other Non-Current Assets	33	29	30	32
Current Assets				
Investments	353	307	357	407
Inventories	-	-	-	-
Trade receivables	444	501	519	561
Cash & Bank Balance	90	83	100	106
Other Current Assets	216	311	322	348
Total Assets	1,486	1,596	1,672	1,784
Equity				
Equity Share Capital	4	4	4	4
Other Equity	923	944	996	1,052
Total Network	926	948	999	1,056
Non-Current Liabilities				
Long Term borrowings	-	-	-	-
Provisions	-	-	-	-
Other non current liabilities	80	99	102	110
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade payables	100	139	144	155
Other current liabilities	361	391	404	437
Total Equity & Liabilities	1,486	1,596	1,672	1,784

Source: Company Data, PL Research

Cash Flow (Rs bn)

Y/e Mar	FY24	FY25	FY26E	FY27E
PBT	461	488	696	764
Add. Depreciation	50	52	55	59
Add. Interest	0	(25)	-	-
Less Financial Other Income	37	32	46	49
Add. Other	0	(2)	-	-
Op. profit before WC changes	511	513	751	823
Net Changes-WC	(76)	(34)	(11)	(28)
Direct tax	34	9	(176)	(195)
Net cash from Op. activities	469	489	565	600
Capital expenditures	(27)	(50)	(32)	(34)
Interest / Dividend Income	-	31	-	-
Others	54	(4)	(50)	(50)
Net Cash from Invt. activities	27	(23)	(82)	(84)
Issue of share cap. / premium	-	-	-	-
Debt changes	-	-	-	-
Dividend paid	(252)	(450)	(466)	(510)
Interest paid	-	(8)	-	-
Others	(226)	(16)	-	-
Net cash from Fin. activities	(478)	(474)	(466)	(510)
Net change in cash	18	(8)	17	6
Free Cash Flow	443	439	533	566

Source: Company Data, PL Research

Key Financial Metrics

Y/e Mar	FY24	FY25	FY26E	FY27E
Per Share(Rs)				
EPS	127.5	134.2	143.2	156.7
CEPS	141.1	148.3	158.6	173.0
BVPS	253.4	261.9	276.2	291.9
FCF	121.1	121.4	147.4	156.4
DPS	72.9	126.0	128.9	141.0
Return Ratio(%)				
RoCE	48.1	49.6	49.9	51.9
ROIC	32.2	31.5	31.4	32.3
RoE	50.9	51.8	53.2	55.2
Balance Sheet				
Net Debt : Equity (x)	(0.5)	(0.4)	(0.5)	(0.5)
Net Working Capital (Days)	52	52	52	52
Valuation(x)				
PER	26.5	25.2	23.6	21.6
P/B	13.3	12.9	12.2	11.6
P/CEPS	24.0	22.8	21.3	19.5
EV/EBITDA	18.5	17.6	16.7	15.1
EV/Sales	4.9	4.6	4.5	4.1
Dividend Yield (%)	2.2	3.7	3.8	4.2

Source: Company Data, PL Research

Quarterly Financials (Rs bn)

Y/e Mar	Q2FY25	Q3FY25	Q4FY25	Q1FY26
Net Revenue	643	640	645	634
YoY gr. (%)	7.7	5.6	5.3	1.3
Raw Material Expenses	397	391	395	386
Gross Profit	245	248	250	248
Margin (%)	38.2	38.8	38.8	39.1
EBITDA	167	170	169	169
YoY gr. (%)	6.3	3.9	(1.8)	1.3
Margin (%)	26.0	26.6	26.1	26.6
Depreciation / Depletion	13	14	13	14
EBIT	155	157	156	155
Margin (%)	24.1	24.5	24.2	24.5
Net Interest	-	-	-	-
Other Income	6	10	8	15
Profit before Tax	160	167	164	170
Margin (%)	24.9	26.1	25.4	26.8
Total Tax	41	42	41	42
Effective tax rate (%)	25.4	25.3	25.1	24.5
Profit after Tax	120	124	123	128
Minority interest	-	1	1	1
Share Profit from Associates	-	-	-	-
Adjusted PAT	119	124	122	128
YoY gr. (%)	5.0	5.5	(1.7)	6.0
Margin (%)	18.5	19.4	19.0	20.1
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	119	124	122	128
YoY gr. (%)	5.0	12.0	(1.7)	6.0
Margin (%)	18.5	19.4	19.0	20.1
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	119	124	122	128
Avg. Shares O/s (bn)	4	4	4	4
EPS (Rs)	32.9	34.2	33.8	35.3

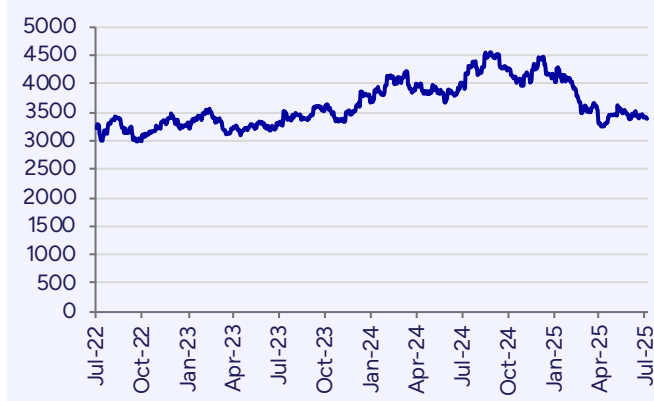
Source: Company Data, PL Research

Key Operating Metrics

Y/e Mar	FY24	FY25	FY26E	FY27E
Revenue (USD mn)	29,080	30,179	30,477	32,075

Source: Company Data, PL Research

Price Chart



Recommendation History

No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	01-Jul-25	BUY	3,980	3,462
2	11-Apr-25	BUY	4,160	3,247
3	03-Apr-25	BUY	4,510	3,544
4	27-Mar-25	BUY	4,510	3,636
5	10-Jan-25	BUY	4,810	4,039
6	07-Jan-25	BUY	4,900	4,100
7	11-Oct-24	BUY	4,920	4,227
8	03-Oct-24	BUY	4,950	4,288
9	12-Jul-24	Accumulate	4,370	3,924

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	Cyient	Reduce	1,150	1,289
2	HCL Technologies	Reduce	1,530	1,729
3	Infosys	Accumulate	1,680	1,602
4	KPIT Technologies	Accumulate	1,390	1,259
5	L&T Technology Services	Hold	4,300	4,402
6	LTIMindtree	Hold	5,060	5,312
7	Mphasis	Hold	2,900	2,845
8	Persistent Systems	Hold	5,890	6,042
9	Tata Consultancy Services	BUY	3,980	3,462
10	Tata Elxsi	Sell	4,830	6,310
11	Tata Technologies	Sell	550	711
12	Tech Mahindra	Reduce	1,490	1,687
13	Wipro	Reduce	250	266

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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