

# ABB India (ABB IN)

Q1CY26 Result  
Update

May 09, 2026

Estimate Change |  Target |  Reco.

## Change in Estimates

	Current*		Previous	
	CY27E	CY28E	CY26E	CY27E
Rating	HOLD		Accumulate	
Target Price	6,523		6,319	
Sales (INR mn)	165,192	190,507	149,619	169,625
% Chng.	(2.6)			
EBITDA (INR mn)	27,091	31,815	23,894	27,819
% Chng.	(2.6)			
EPS (INR)	107.3	125.6	93.1	108.8
% Chng.	(1.4)			

\*Note: Current estimates exclude the Robotics division, limiting comparability with previous estimates (inc. Robotics)

Key Data	ABB.BO   ABB IN
BSE Code	500002
NSE Code	ABB
52-W High / Low	INR 7,824 / INR 4,637
Face Value	2
Sensex / Nifty	77,328 / 24,176
Market Cap	INR 1,486 bn / \$ 15,728 mn
Shares Outstanding	211.91 mn
3M Avg. Daily Value	INR 3,105.04 mn

## Shareholding Pattern (%)

Promoters	75
FII's	8.19
Mutual Funds	4.62
Domestic Institutions	4.69
Public and Others	7.50
Promoter's Pledge (INR bn)	-

## Stock Performance (%)

	1M	3M	6M	12M
Absolute	6.8	20.6	39.8	32.6
Relative	7.1	30.3	50.4	37.8

## Key Financials - Standalone

Y/e Dec	CY25	CY26E	CY27E	CY28E
Sales (INR mn)	125,038	143,135	165,192	190,507
EBITDA (INR mn)	19,738	22,572	27,091	31,815
Margin (%)	15.8	15.8	17.0	17.0
PAT (INR mn)	16,183	19,071	22,754	26,616
EV (INR mn)	1,428,448	1,430,834	1,416,212	1,401,243
Total Debt (INR mn)	848	848	848	848
C&C Eq. (INR mn)	15,526	13,140	27,762	42,731
EPS (INR)	76.4	90.0	107.4	125.6
Gr. (%)	(9.4)	17.8	19.3	17.0
DPS (INR)	30.5	36.0	43.0	50.2
Yield (%)	0.4	0.5	0.6	0.7
RoE (%)	21.7	22.6	23.2	23.3
RoCE (%)	24.3	24.6	25.7	26.0
EV/Sales (x)	11.4	10.0	8.6	7.4
EV/EBITDA (x)	72.4	63.4	52.3	44.0
PE (x)	91.8	77.9	65.3	55.8
P/BV (x)	19.0	16.4	14.1	12.1

Soft Q1 amid elevated input cost weighs on margins

## Quick Pointers

- Base order inflow increased ~9% YoY to INR35.2bn, while large orders increased by ~270% to INR7.6bn in Q1CY26
- Domestic/export revenue mix stood at 89%/11% vs (93%/7% in Q1CY25).

ABB India (ABB) reported soft quarterly performance with decent revenue growth (Ex-Robotics) of 6% YoY with EBITDA margin contracted by 576bps to 12.8% due to elevated input cost. Performance was supported by healthy order inflows and execution across electrification, motion and data centre-related businesses, partly offset by softness in the Process Automation segment. Order inflow grew ~25% YoY, driving a robust order backlog of ~INR110bn+, supported by strong traction across data centres, railways, renewables, utilities and infrastructure segments. Base business demand improved meaningfully aided by private capex recovery, industrial demand and infrastructure investments, although large project conversion continues to witness elongated decision cycles. Data centres continue to emerge as a key structural growth driver, contributing ~10–12% of the current backlog, with strong opportunities across MV/LV systems, substations, UPS, drives and automation solutions. While margins remain under pressure in the near term due to elevated copper/aluminium prices, forex volatility and competitive intensity however revenue growth is expected to remain in double digits supported by healthy execution momentum and strong enquiry pipelines. Additionally, the announced ~US\$75mn capex towards manufacturing expansion, localisation and R&D is expected to strengthen ABB India's positioning in electrification, exports and data centre-related opportunities over the medium term.

Despite ABB is likely to face headwinds from higher input cost and forex volatility amid West Aisa crisis in the near term. However, we remain positive on ABB in the long run given: 1) rising demand for energy-efficient and premium-quality products, 2) its resilient business model, 3) focused growth in high-potential segments such as data centers, rail & metro, renewables, and electronics, and 4) a strong domestic order pipeline. The stock currently trades at P/E of 77.9x/65.3x on CY26/27E. We roll forward to Jun'28E and downgrade our rating to 'Hold' from 'Accumulate' given rally in the stock price while valuing the stock at a P/E of 56x Jun'28E (56x Mar'28E earlier) arriving at TP of INR6,523 (INR6,319 earlier).

## Quarter Summary

Y/e Dec	Q1CY26E*	Q1CY26A	% Var.	Q1CY25A	YoY gr. (%)
Net Sales (INR mn)	33,187	31,841	-4.1	30,101	6.0
EBITDA (INR mn)	5,177	4,084	-21.1	5,596	-27.0
Margin (%)	15.6	12.8	-277 bps	18.6	-580 bps
PAT (INR mn)	4,224	3,419	-19.0	4,573	-25.0

Source: Company, PL \*Q1CY26E excludes robotics division numbers

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**Elevated input costs impacted the margins:** Revenue (Ex-Robotics) grew by 5.8% YoY to INR31.8bn (PLe: INR33.2bn) led by decent execution across segments except for Automation. Electrification increased by +15.2% YoY to INR15.6bn driven by broad-based growth across all segments while motion increased by +5.9% YoY to INR11.6bn driven by low voltage motors and drives. Automation declined by 14.7% YoY to INR5.0bn due to softness in Energy and Process industries. Gross margin contracted by 373bps YoY to 38.7% (PLe: 38.4%) likely due to elevated input costs. EBITDA declined by 27.0% YoY to INR4.1bn (PLe: INR5.2bn) with EBITDA margin contracted by 576bps YoY to 12.8% (PLe: 15.6%) largely due to lower gross margin and higher other expenses (+19.1% YoY to INR5.7bn). Adj. PAT declined by 25.2% YoY to INR3.4bn (PLe: INR4.2bn) due to weaker operating performance.

**Strong order book at INR110.9bn (0.8x TTM revenue):** Order inflows for Q1CY26 increased by 25% YoY to INR42.8bn amid continued demand momentum. Order book stood at INR110.9bn (0.8x TTM revenue) up by 16.7% YoY, with segmental mix of 43%/38%/19% for Motion /Electrification/Process Automation.

**Exhibit 1 : EBITDA margin contracted by 576bps YoY due to elevated input cost and forex volatility amid Middle East crisis**

(INR mn)	Q1CY26	Q1CY25	YoY gr.	Q1CY26E*	% Var.	Q4CY25	QoQ gr.	CY26E	CY25	YoY gr.
Revenue	31,841	30,101	5.8%	33,187	-4.1%	34,232	-7.0%	1,43,135	1,25,038	14.5%
Gross Profit	12,324	12,774	-3.5%	12,744	-3.3%	13,220	-6.8%	55,751	49,761	12.0%
Margin (%)	38.7	42.4	(373)	38.4	30.4	38.6	9	39.0	39.8	(85)
Employee Cost	2,529	2,384	6.1%	2,323	8.8%	2,825	-10.5%	9,705	9,450	2.7%
as % of sales	7.9	7.9	2	7.0	94.1	8.3	(31)	6.8	7.6	(78)
Other expenditure	5,711	4,795	19.1%	5,244	8.9%	5,121	11.5%	23,474	20,574	14.1%
as % of sales	17.9	15.9	201	15.8	213.6	15.0	298	16.4	16.5	(5)
<b>EBITDA</b>	<b>4,084</b>	<b>5,596</b>	<b>-27.0%</b>	<b>5,177</b>	<b>-21.1%</b>	<b>5,274</b>	<b>-22.6%</b>	<b>22,572</b>	<b>19,738</b>	<b>14.4%</b>
Margin (%)	12.8	18.6	(576)	15.6	(277.4)	15.4	(258)	15.8	15.8	(2)
Depreciation	424	336	26.1%	415	2.1%	395	7.4%	1,585	1,448	9.4%
<b>EBIT</b>	<b>3,660</b>	<b>5,260</b>	<b>-30.4%</b>	<b>4,762</b>	<b>-23.1%</b>	<b>4,879</b>	<b>-25.0%</b>	<b>20,988</b>	<b>18,290</b>	<b>14.7%</b>
Margin (%)	11.5	17.5	(598)	14.3	(285.4)	14.3	(276)	14.7	14.6	4
Other Income	996	923	7.9%	935	6.6%	763	30.5%	4,695	3,524	33.2%
Interest	38	47	-18.4%	50	-23.8%	53	-27.8%	186	197	-5.6%
<b>PBT (ex. Extra-ordinaries)</b>	<b>4,619</b>	<b>6,137</b>	<b>-24.7%</b>	<b>5,647</b>	<b>-18.2%</b>	<b>5,590</b>	<b>-17.4%</b>	<b>25,497</b>	<b>21,617</b>	<b>17.9%</b>
Margin (%)	14.5	20.4	(588)	17.0	(251.1)	16.3	(182)	17.8	17.3	52
Extraordinary Items	-	-	-	-	-	-	-	-	-	-
<b>PBT</b>	<b>4,619</b>	<b>6,137</b>	<b>-24.7%</b>	<b>5,647</b>	<b>-18.2%</b>	<b>5,590</b>	<b>-17.4%</b>	<b>25,497</b>	<b>21,617</b>	<b>17.9%</b>
Total Tax	1,200	1,564	-23.3%	1,423	-	1,386	-13.4%	6,425	5,434	18.2%
Effective Tax Rate (%)	26.0	25.5	50	25.2	77.3	24.8	118	25.2	25.1	6
<b>Reported PAT</b>	<b>3,419</b>	<b>4,573</b>	<b>-25.2%</b>	<b>4,224</b>	<b>-19.1%</b>	<b>4,204</b>	<b>-18.7%</b>	<b>19,071</b>	<b>16,183</b>	<b>17.8%</b>
<b>Adj. PAT</b>	<b>3,419</b>	<b>4,573</b>	<b>-25.2%</b>	<b>4,224</b>	<b>-19.1%</b>	<b>4,204</b>	<b>-18.7%</b>	<b>19,071</b>	<b>16,183</b>	<b>17.8%</b>
Margin (%)	10.7	15.2	(446)	12.7	(199.0)	12.3	(154)	13.3	12.9	38
<b>Adj. EPS</b>	<b>16.1</b>	<b>21.6</b>	<b>-25.2%</b>	<b>21.1</b>	<b>-23.4%</b>	<b>19.8</b>	<b>-18.7%</b>	<b>90.0</b>	<b>76.4</b>	<b>17.8%</b>

Source: Company, PL \*Q1CY26E excludes robotics division numbers

**Exhibit 2 : Revenue grew by 5.8% YoY largely impacted by softness in Industrial Automation which declined by 14.7% YoY**

Segment Revenue (Rs mn)	Q1CY26	Q1CY25	YoY gr.	Q1CY26E	% Var.	Q4CY25	QoQ gr.	CY26	CY25	YoY gr.
Motion	11,606	10,959	5.9%	12,753	-9.0%	12,021	-3.4%	52,669	45,606	52,669
Electrification	15,645	13,577	15.2%	14,951	4.6%	15,982	-2.1%	67,139	57,127	67,139
Industrial Automation	5,004	5,865	-14.7%	5,863	-14.6%	6,522	-23.3%	25,803	23,321	25,803
Others	6	51	-88.1%	-	-	16	-60.9%	-	117	-
Less : Inter segment revenues (continuing)	421	350	20.1%	380	10.8%	309	36.5%	2,475	1,133	2,475
<b>Total</b>	<b>31,840</b>	<b>30,101</b>	<b>5.8%</b>	<b>35,245</b>	<b>-9.7%</b>	<b>34,232</b>	<b>-7.0%</b>	<b>1,43,135</b>	<b>1,25,038</b>	<b>1,43,135</b>

EBIT										
Motion	1,480	2,398	-38.3%	2,652.6	-44.2%	1,983	-25.4%	9,480	7,985	9,480
Electrification	2,370	3,356	-29.4%	3,289.3	-28.0%	3,412	-30.6%	12,958	11,689	12,958
Industrial Automation	706	962	-26.7%	920.5	-23.3%	961	-26.6%	4,386	3,824	4,386

EBIT Margin (%)										
Motion	12.7%	21.9%	(913)	20.8%	(805.0)	16.5%	(375)	18.0%	17.5%	18.0%
Electrification	15.1%	24.7%	(957)	22.0%	(685.3)	21.4%	(620)	19.3%	20.5%	19.3%
Industrial Automation	14.1%	16.4%	(231)	15.7%	(160.0)	14.7%	(64)	17.0%	16.4%	17.0%

Source: Company, PL

### Conference Call Highlights:

- Guidance:** Management guided for PAT margins of ~12–15% going forward, with near-term pressure from elevated copper/aluminium prices, forex volatility and competitive intensity. Material cost pressures are likely to persist over the next two quarters due to higher-cost imported inventory and lagged price pass-through. Revenue growth is expected to remain in double digits, supported by healthy backlog execution and strong demand momentum across key sectors, subject to project finalization timelines
- Order Book:** Order inflow remained strong with ~25% YoY growth, driven by healthy traction across data centers, railways, renewables, utilities, buildings & infrastructure, and process industries. Order backlog stayed robust at ~INR110bn+, providing healthy medium-term revenue visibility. Large order wins during the quarter were led by data center and railway projects, with execution timelines extending into CY27–CY28, especially for data center orders. Management highlighted a balanced order mix between short-cycle base orders and long-cycle projects, with improving enquiry activity and conversion in base orders, while large order conversion continues to face elongated decision-making cycles.
- Base Order:** Base business demand improved meaningfully across electrification, motion, and industrial segments, supported by private capex recovery, infrastructure investments, railways, industrial demand, and renewable energy-related opportunities. Management noted that enquiry pipelines remain healthy and conversion trends have improved versus CY25 levels.
- Large Orders:** Large project ordering continued to face elongated decision cycles, particularly in automation and industrial capex-linked projects. However, management highlighted a strong pipeline across data centers, railways, power transmission & generation, energy industries, renewables, BESS, process industries, and buildings & infrastructure, with expectations of gradual improvement in large order conversion as private capex visibility strengthens.

- **Electrification:** Electrification reported strong order inflows driven by smart power, utilities, railways, infrastructure, distribution solutions, and large data center projects. Revenue growth remained healthy on the back of broad-based execution and improving export contribution. Margins declined YoY due to elevated copper/aluminium prices, QCO-related cost pressures, forex volatility, competitive intensity, and unfavorable project mix. Management highlighted significant opportunities across medium-voltage switchgear, low-voltage distribution systems, substations, UPS systems, and power management solutions catering to the rapidly growing data center ecosystem.
- **Motion:** Motion business reported strong order inflows driven by propulsion systems for Indian Railways, drives, large motors, renewables, and industrial applications. Revenue growth remained healthy supported by strong execution momentum across divisions. Margins were impacted by elevated raw material costs, forex volatility, and competitive pricing intensity. Management remains optimistic on demand visibility across railways, industrial automation, renewables, and service-led opportunities.
- **Process Automation:** Order inflow remained subdued due to delayed project finalization despite a healthy enquiry pipeline. Revenue growth was supported by energy industries and measurement & analytics, partly offset by weakness in select process verticals. Margins improved sequentially but remained impacted by adverse mix, elevated material costs, and delay in high-value project conversion. Management highlighted healthy pipelines across energy, chemicals, oil & gas, metals, and process industries.
- **Data centers – Key structural growth driver:** Management highlighted that ~10–12% of the current order backlog is linked to data center projects, reflecting the segment's rising importance in ABB India's growth strategy. Demand remains strong from hyperscalers, colocation operators, and enterprise developers. ABB continues to benefit from its broad portfolio across MV/LV systems, UPS, cooling, substations, drives & motors, and automation solutions. Several project deliveries extend into CY27–CY28, providing healthy long-term visibility.
- **Capex & Localization:** ABB announced a ~\$75mn capex plan focused on manufacturing and R&D expansion. Investments will primarily target capacity expansion, localization initiatives, smart power products, drives & motion products, export-oriented manufacturing, service capabilities, and R&D enhancement. Management highlighted that the investment is aimed at addressing growing domestic and export opportunities, particularly in electrification and data center-related solutions.
- **Export opportunities:** Management highlighted that India continues to strengthen its strategic role within ABB's global manufacturing network. Export demand remains healthy for selected electrification and data center-linked products, supported by localization initiatives and improving global supply-chain diversification trends.

## Financials

### Income Statement (INR mn)

Y/e Dec	CY25	CY26E	CY27E	CY28E
<b>Net Revenues</b>	125,038	143,135	165,192	190,507
YoY gr. (%)	6.7	14.5	15.4	15.3
Cost of Goods Sold	71,085	83,805	96,390	110,589
Gross Profit	53,953	59,329	68,802	79,918
Margin (%)	43.1	41.5	41.7	42.0
Employee Cost	9,450	9,705	10,985	12,669
Other Expenses	9,477	10,592	11,729	13,526
<b>EBITDA</b>	19,738	22,572	27,091	31,815
YoY gr. (%)	(11.0)	14.4	20.0	17.4
Margin (%)	15.8	15.8	17.0	17.0
Depreciation and Amortization	1,448	1,585	1,708	1,851
<b>EBIT</b>	18,290	20,988	25,383	29,964
Margin (%)	14.6	14.7	15.4	15.7
Net Interest	197	186	165	191
Other Income	3,524	4,695	5,121	5,715
<b>Profit Before Tax</b>	21,617	25,497	30,339	35,488
Margin (%)	17.3	17.8	18.4	18.6
Total Tax	5,434	6,425	7,585	8,872
Effective Tax Rate (%)	25.1	26.0	25.0	25.0
<b>Profit After Tax</b>	16,183	19,071	22,754	26,616
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
<b>Adjusted PAT</b>	16,183	19,071	22,754	26,616
YoY gr. (%)	(9.4)	17.8	19.3	17.0
Margin (%)	12.9	13.3	13.8	14.0
Extra Ord. Income / (Exp)	-	-	-	-
<b>Reported PAT</b>	16,183	19,071	22,754	26,616
YoY gr. (%)	(9.4)	17.8	19.3	17.0
Margin (%)	12.9	13.3	13.8	14.0
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	16,183	19,071	22,754	26,616
<b>Equity Shares O/s (mn)</b>	212	212	212	212
<b>EPS (INR)</b>	76.4	90.0	107.4	125.6

Source: Company, PL

### Balance Sheet (INR mn)

Y/e Dec	CY25	CY26E	CY27E	CY28E
<b>Non-Current Assets</b>				
<b>Gross Block</b>	19,337	22,317	25,494	28,696
Tangibles	19,337	22,317	25,494	28,696
Intangibles	-	-	-	-
<b>Acc: Dep / Amortization</b>	7,593	9,177	10,885	12,736
Tangibles	7,593	9,177	10,885	12,736
Intangibles	-	-	-	-
<b>Net Fixed Assets</b>	11,744	13,140	14,609	15,960
Tangibles	11,744	13,140	14,609	15,960
Intangibles	-	-	-	-
Capital Work In Progress	1,368	1,348	1,525	1,727
Goodwill	-	-	-	-
Non-Current Investments	93	15,798	14,244	12,848
Net Deferred Tax Assets	565	565	565	565
Other Non-Current Assets	5,118	5,153	6,277	7,239
<b>Current Assets</b>				
Investments	-	-	-	-
Inventories	20,530	21,176	23,987	27,663
Trade Receivables	31,763	34,901	40,280	46,452
Cash & Bank Balance	58,349	55,963	70,585	85,554
Other Current Assets	3,770	3,865	4,130	6,668
<b>Total Assets</b>	135,820	154,351	179,105	208,113
<b>Equity</b>				
Equity Share Capital	424	424	424	424
Other Equity	77,936	90,038	105,164	122,679
<b>Total Network</b>	78,360	90,462	105,588	123,103
<b>Non-Current Liabilities</b>				
Long Term Borrowings	552	552	552	552
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
<b>Current Liabilities</b>				
ST Debt / Current of LT Debt	296	296	296	296
Trade Payables	34,557	38,823	44,805	51,672
Other Current Liabilities	22,620	24,782	28,428	33,055
<b>Total Equity &amp; Liabilities</b>	135,820	154,351	179,105	208,113

Source: Company, PL

**Cash Flow (INR mn)**

Y/e Dec	CY25	CY26E	CY27E	CY28E
PBT	22,299	25,497	30,339	35,488
Add. Depreciation	1,455	1,585	1,708	1,851
Add. Interest	199	186	165	191
Less Financial Other Income	3,524	4,695	5,121	5,715
Add. Other	(4,571)	-	-	-
Op. Profit before WC Changes	19,383	27,267	32,212	37,530
Net Changes-WC	(1,617)	2,571	(429)	(2,404)
Direct Tax	(5,555)	(6,425)	(7,585)	(8,872)
<b>Net Cash from Op. Activities</b>	<b>12,210</b>	<b>23,413</b>	<b>24,199</b>	<b>26,254</b>
Capital Expenditures	(2,396)	(2,961)	(3,353)	(3,405)
Interest / Dividend Income	3,131	-	-	-
Others	2,899	(15,682)	1,570	1,413
<b>Net Cash from Inv. Activities</b>	<b>3,633</b>	<b>(18,643)</b>	<b>(1,783)</b>	<b>(1,992)</b>
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	(312)	-	-	-
Dividend Paid	(9,152)	(6,969)	(7,629)	(9,102)
Interest Paid	(199)	(186)	(165)	(191)
Others	-	-	-	-
<b>Net Cash from Fin. Activities</b>	<b>(9,662)</b>	<b>(7,155)</b>	<b>(7,794)</b>	<b>(9,292)</b>
<b>Net Change in Cash</b>	<b>6,181</b>	<b>(2,385)</b>	<b>14,622</b>	<b>14,969</b>
Free Cash Flow	9,811	20,452	20,846	22,849

Source: Company, PL

**Quarterly Financials (INR mn)**

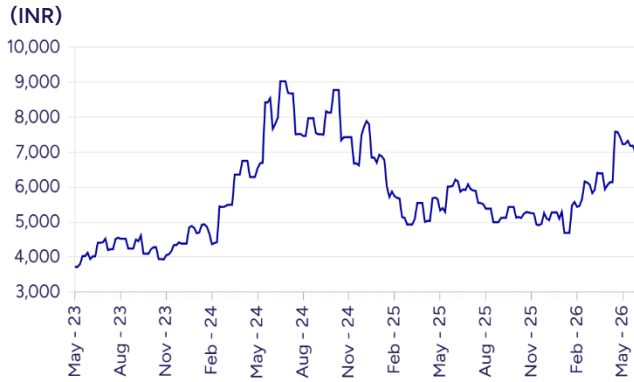
Y/e Dec	Q2CY25	Q3CY25	Q4CY25	Q1CY26
<b>Net Revenues</b>	<b>31,754</b>	<b>33,107</b>	<b>34,232</b>	<b>31,841</b>
YoY gr. (%)	12.2	13.7	1.7	5.8
Raw Material Expenses	18,464	19,619	19,856	18,340
Gross Profit	13,290	13,488	14,376	13,501
Margin (%)	41.9	40.7	42.0	42.4
<b>EBITDA</b>	<b>4,141</b>	<b>5,004</b>	<b>5,274</b>	<b>4,084</b>
YoY gr. (%)	(23.7)	(7.4)	(19.8)	(27.0)
Margin (%)	13.0	15.1	15.4	12.8
Depreciation / Depletion	355	366	395	424
<b>EBIT</b>	<b>3,786</b>	<b>4,638</b>	<b>4,879</b>	<b>3,660</b>
Margin (%)	11.9	14.0	14.3	11.5
Net Interest	42	56	53	38
Other Income	998	840	763	996
<b>Profit before Tax</b>	<b>4,741</b>	<b>5,421</b>	<b>5,590</b>	<b>4,619</b>
Margin (%)	14.9	16.4	16.3	14.5
Total Tax	1,220	1,332	1,386	1,200
Effective Tax Rate (%)	25.7	24.6	24.8	26.0
<b>Profit After Tax</b>	<b>3,521</b>	<b>4,089</b>	<b>4,204</b>	<b>3,419</b>
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
<b>Adjusted PAT</b>	<b>3,521</b>	<b>4,089</b>	<b>4,204</b>	<b>3,419</b>
YoY gr. (%)	(20.5)	(7.2)	(21.0)	(25.2)
Margin (%)	11.1	12.4	12.3	10.7
Extra Ord. Income / (Exp)	-	-	-	-
<b>Reported PAT</b>	<b>3,521</b>	<b>4,089</b>	<b>4,204</b>	<b>3,419</b>
YoY gr. (%)	(20.5)	(7.2)	(21.0)	(25.2)
Margin (%)	11.1	12.4	12.3	10.7
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income</b>	<b>3,521</b>	<b>4,089</b>	<b>4,204</b>	<b>3,419</b>
Avg. Shares O/s (mn)	212	212	212	212
<b>EPS (INR)</b>	<b>16.6</b>	<b>19.3</b>	<b>19.8</b>	<b>16.1</b>

Source: Company, PL

**Key Financial Metrics**

Y/e Dec	CY25	CY26E	CY27E	CY28E
<b>Per Share (INR)</b>				
EPS	76.4	90.0	107.4	125.6
CEPS	83.2	97.5	115.4	134.3
BVPS	369.8	426.9	498.3	580.9
FCF	46.3	96.5	98.4	107.8
DPS	30.5	36.0	43.0	50.2
<b>Return Ratio (%)</b>				
RoCE	24.3	24.6	25.7	26.0
ROIC	81.1	53.6	67.3	75.8
RoE	21.7	22.6	23.2	23.3
<b>Balance Sheet</b>				
Net Debt : Equity (x)	-	-	-	-
Net Working Capital (Days)	52	44	43	43
<b>Valuation (x)</b>				
PER	91.8	77.9	65.3	55.8
P/B	18.9	16.4	14.0	12.0
P/CEPS	84.2	71.9	60.7	52.1
EV/EBITDA	72.3	63.3	52.2	44.0
EV/Sales	11.4	9.9	8.5	7.3
Dividend Yield (%)	0.4	0.5	0.6	0.7
FCFF Yield (%)	0.6	1.3	1.4	1.5
PEG Ratio	(9.8)	4.3	3.3	3.2

Source: Company, PL

**Price Chart**

**Recommendation History**

No.	Date	Rating	TP (INR)	Share Price (INR)
1	09-Apr-26	Accumulate	6318.65286410489	6614
2	23-Feb-26	Accumulate	6319	5918
3	27-Jan-26	Accumulate	5540	4695
4	07-Jan-26	Accumulate	5540	5299
5	07-Nov-25	Accumulate	5540	5017
6	07-Oct-25	Accumulate	5584	5224
7	05-Aug-25	Accumulate	5600	5093
8	09-Jul-25	BUY	6851	5840
9	13-May-25	BUY	6851	5587
10	09-Apr-25	BUY	6955	5064

**Analyst Coverage Universe**

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ABB India	Accumulate	6318.65	6614
2	Apar Industries	Accumulate	9628.63	10767
3	BEML	Accumulate	1922	1602.7
4	Bharat Electronics	REDUCE	410.83	439.75
5	BHEL	REDUCE	321	377
6	Carborundum Universal	HOLD	825	855.25
7	Cummins India	Hold	4181.85	4907.4
8	Elgi Equipments	Accumulate	603.34	499.6
9	Engineers India	Buy	261	208.59
10	GE Vernova T&D India	Buy	4049.81	3911.3
11	Grindwell Norton	Hold	1731	1488
12	Harsha Engineers International	Hold	461	439
13	Hindustan Aeronautics	BUY	5338	4032.9
14	Hitachi Energy India	Hold	26107.8	27315
15	Ingersoll-Rand (India)	Buy	4589	3797.6
16	Kalpataru Projects International	Buy	1465.71	1143
17	KEC International	Accumulate	748	578.2
18	Kirloskar Pneumatic Company	BUY	1715	1448
19	Larsen & Toubro	BUY	4632	4055
20	Praj Industries	Accumulate	340.4	336.6
21	Siemens	ACCUMULATE	3409	3222.5
22	Siemens Energy India	Accumulate	3144.76	2767.7
23	Thermax	Accumulate	3374.19	3535.1
24	Triveni Turbine	Accumulate	585	454.9
25	Voltamp Transformers	Accumulate	10503	10002

**PL's Recommendation Nomenclature (Absolute Performance)**

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

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