RATING ACCUMULATE | CMP INR 422 | TP INR 507

PL Capital PRABHUDAS LILLADHER

Q1FY27 Result Update

Dilip Buildcon (DBL IN)

August 11, 2026

☑ Estimate Change | ☑ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Accumulate		Accumulate	
Target Price	507		520	
Sales (INR mn)	90,861	116,897	89,541	115,861
% Chng.	*1.5*	*0.9*		
EBITDA (INR mn)	9,086	11,690	8,954	11,586
% Chng.	*1.5*	*0.9*		
EPS (INR)	16.8	29.1	18.7	32.7
% Chng.	*(10.2)*	*(11.0)*		

Key Data

Key Data	DIBL.BO | DBL IN
BSE Code	540047
NSE Code	DBL
52-W High / Low	INR 587 / INR 381
Face Value	10
Sensex / Nifty	78,154 / 24,472
Market Cap	INR 69 bn / $ 719 mn
Shares Outstanding	162.44 mn
3M Avg. Daily Value	INR 231.79 mn

Shareholding Pattern (%)

Promoters	63.14
FIIs	1.99
Mutual Funds	2.09
Domestic Institutions	4.03
Public & Others	28.75
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(1.0)	(13.4)	(7.0)	(10.9)
Relative	(1.7)	(15.7)	0.3	(8.1)

Key Financials - Standalone

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	90,045	70,050	90,861	116,897
EBITDA (INR mn)	9,033	7,344	9,086	11,690
Margin (%)	*10.0*	*10.5*	*10.0*	*10.0*
PAT (INR mn)	1,546	2,097	2,730	4,724
EV (INR mn)	78,514	90,711	84,527	88,031
Total Debt (INR mn)	19,701	22,774	15,774	18,774
C&C Eq. (INR mn)	2,917	647	(168)	(673)
EPS (INR)	10.6	12.9	16.8	29.1
Gr. (%)	*(58.6)*	*22.1*	*30.2*	*73.0*
DPS (INR)	0.1	0.1	0.1	0.1
Yield (%)	-	-	-	-
RoE (%)	*2.9*	*3.4*	*3.9*	*6.4*
RoCE (%)	*8.4*	*6.0*	*7.5*	*10.1*
EV/Sales (x)	0.9	1.3	0.9	0.8
EV/EBITDA (x)	8.7	12.4	9.3	7.5
PE (x)	39.9	32.7	25.1	14.5
P/BV (x)	1.1	1.0	1.0	0.9

Alpha deal de-risks equity; execution deferred to H2

Quick Pointers

- FY27 guidance retained
- Alpha co-investment covers ~85% of solar/transmission equity, freeing cash for deleveraging

DBL reported a soft Q1FY27, with standalone revenue down ~4% YoY on moderate execution, though margins held at 10.3%. Order inflow was the weak in Q1FY27 at INR2.7bn but is better in July-26 with L1 order of Irrigation of INR25bn. The more meaningful development was the board's approval of a stake sale in the under-construction transmission and solar SPVs (~Rs84bn project cost) to Alpha Alternatives, with Alpha co-investing 49% through construction and Rs9bn of structured equity already raised - taking externally-funded equity to ~85% of the Rs16.6bn requirement. This resolves the tension that has held back deleveraging, as DBL sank Rs12bn+ of own equity into asset build-out over 2.5 years, and frees standalone cash flows for debt reduction while retaining COD-stage upside. All FY27 guidance was reiterated: 30-40% revenue growth, 10-12% margins, Rs6-8bn debt reduction -with the ramp back-ended into Q3/Q4. We retain our Accumulate rating, with a target price of INR 507/share (earlier INR 520). We value the standalone FY28E EPC business at 10x PER, coal MDO at 4.5x FY28E EV/EBITDA, and investments at book value. We have moderated InvIT income at the standalone level. Order inflow remains the key monitorable, with a sharp H2 pickup required to achieve management's guidance.

Standalone Financial performance: Revenue was down ~4% YoY to Rs19.3bn on moderate execution, while EBITDA held flat at ~Rs2bn with margin expanding to 10.32% (10.11% in Q1FY26). PBT before exceptionals grew ~26% YoY to Rs0.72bn; reported PAT at Rs0.39bn was down 68% YoY purely on a base effect, as Q1FY26 carried a ~Rs0.98bn exceptional gain from divestment. Consol revenue at Rs23.8bn with EBITDA of Rs4.3bn (18.05%) and PAT of Rs1.28bn. Standalone net debt rose to Rs21.1bn (Rs18.8bn in Mar-26) on the usual H1 working-capital build; WC days at 133 vs 131, guided to ~120 by year-end. Management reiterated FY27 revenue growth of 30-40%, margins of 10-12% and debt reduction of Rs6-8bn, with the ramp back-ended into Q3–Q4.

Quarter Summary

Y/e Mar	Q1'27E	Q1'27A	% Var.	Q1'26A	YoY gr. (%)
Net Sales (INR mn)	21,104	19,296	-8.6	20,099	-4.0
EBITDA (INR mn)	2,110	1,991	-5.7	2,031	-2.0
Margin (%)	*10.0*	*10.3*	*32 bps*	*10.1*	*21 bps*
PAT (INR mn)	477	392	-17.8	453	-13.4

Source: Company, PL

Vishal Periwal
vishalperiwal@plindia.com | +91-22-63782549

Shubham Shelar
shubhamshelar@plindia.com | +91-22-66322222

Disha Mudda
dishamudda@plindia.com | +91-22-66322222

Order Book & Inflow Outlook: Order book at Rs276.9bn (vs Rs288.3bn in FY26) as execution outpaced a thin Q1 inflow of just Rs2.7bn. Diversified across 12 verticals - mining (20.9%), renewables (18.7%), irrigation (17.3%), roads (17.1%), transmission (6.7%); only 3-year rolling MDO orders of Rs52.2bn are included, masking ~Rs1,030bn of total MDO balance contract value. FY27 inflow guidance of Rs100-120bn retained, with Q1 softness attributed to seasonality and the ongoing Bharatmala recalibration. Bid pipeline at ~Rs1.5trn with ~Rs150bn of bids yet to open; the Rs25.2bn Chhattisgarh irrigation L1 win (July-26) is yet to enter the book.

Capital Recycling / Alpha Transaction: Board approved a stake sale in the under-construction transmission (Mekhali, Karnataka) and solar (1,977MWp, MP) SPVs to Alpha Alternatives, at a combined project cost of ~Rs84bn. Alpha co-invests 49% through construction and, with Rs9bn of structured equity already raised against DBL's 51%, ~85% of the Rs16.6bn equity requirement is externally funded. This addresses the core tension in DBL 2.0 - Rs12bn+ of own equity sunk into asset build-out over 2.5 years is precisely why deleveraging has lagged. Freeing this allows standalone cash flows to go towards debt reduction while retaining COD-stage upside on units held.

Q1FY27 Earnings Call Highlights:

Order Book and order inflows: Order book at Rs276.9bn across 12 verticals; Q1FY27 inflow was muted at Rs2.7bn (Ged Barrage, Gujarat). FY27 inflow guidance of Rs100–120bn maintained, with management noting ordering typically picks up towards the year-end. Bid pipeline at ~Rs1.5trn, of which ~Rs1.25trn is roads and irrigation/river-linking; ~Rs150bn of bids submitted and yet to open. Awarding was soft in Q1, particularly in national highways, on account of the ongoing Bharatmala pipeline recalibration and process delays. NHAI has articulated an FY27 pipeline of 54 projects / 2,442km / Rs1.8trn capital cost (26 EPC, 21 HAM, 7 BOT). Separately, DBL has been declared L1 for the Sikasar–Kodar reservoir link canal in Chhattisgarh at Rs25.2bn (lump-sum), not yet in the order book.

Mining / MDO: Q1FY27 coal production at 4.79mn MT; Pottangi bauxite yet to commence. FY27 targets of 27mn MT at Siarmal (~Rs600/MT) and 7mn MT at Pachhwara (~Rs1,200/MT) reiterated — Q1 was soft partly due to a strike among PSPCL employees. FY29 guidance of ~57mn MT unchanged. Siarmal will run without the coal handling plant through FY28; once the CHP is commissioned and coal fee moves from 78% to 100%, margins step up materially — the major jump comes in FY29. COD at Siarmal is defined by achieving peak rated capacity of 42.5mn MT. Siarmal capex ~40–45% complete, >50% equity infused; SPV debt at Rs6.6bn against a sanctioned Rs20bn.

InvIT & Asset Monetisation: Group holds InvIT units of ~Rs15.2bn at face value (Anantam Rs13.1bn, Shrem Rs2.7bn). Balance HAM transfers to Anantam remain on track through March 2027 — the next tranche of 11 assets needs less than Rs0.8bn of incremental equity while generating units worth Rs17.5bn+. A 4-asset transfer worth ~Rs7bn slipped from June into Q2FY27. Q1 other income of Rs0.4bn included Rs0.26bn dividend and Rs0.05bn InvIT interest; as a thumb rule, two-thirds of distributions are dividend/interest and one-third capital return.

Alpha stake sale: Consideration will be received partly in cash and partly in units, with details to be disclosed once definitive agreements are signed. Total equity requirement across the transmission and solar SPVs is ~Rs16.6bn, of which Alpha co-invests 49% (~Rs8.3bn) through the construction phase; a further Rs9bn of structured equity has already been raised against DBL's 51%, taking externally-sourced equity to ~85%. Structured equity will be flipped into InvIT units at COD. A separate call will be held on the transaction.

Debt & guidance: Standalone net debt at Rs21.1bn (Rs18.8bn Mar-26), net debt/equity 0.31x; consolidated net debt at Rs78bn. The increase was attributed to the normal seasonal working-capital build in H1, with WC days moving from 131 to 133 and expected to normalise to ~120 by year-end. FY27 debt reduction guidance of Rs6–8bn, revenue growth of 30–40% and EBITDA margin of 10–12% all reiterated; FY28 near net-debt-free standalone target intact. Finance cost targeted at ~Rs3.5bn for FY27, capex below Rs1bn. Commodity pressure persists with diesel at ~Rs140/litre and bitumen prices elevated. Growth is back-ended — management expects the revenue ramp from Q3 onwards as transmission, solar, water and the large Bihar project begin contributing.

Standalone Financial performance: DBL reported a soft topline in Q1FY27 with revenue down ~4% YoY to Rs19.3bn on moderate execution, though EBITDA held at ~Rs2bn with margin expanding to 10.32% (10.11% in Q1FY26) on steady cost management. PBT before exceptional items grew ~26% YoY to Rs0.72bn; reported PAT at Rs0.39bn was down 68% YoY purely on a base effect, as Q1FY26 carried a ~Rs0.98bn exceptional gain from a divestment transaction. Adjusted for this, underlying profitability improved. Consolidated revenue was Rs23.8bn with EBITDA of Rs4.3bn (18.05% margin) and PAT of Rs1.28bn. Management reiterated FY27 standalone revenue growth of 30–40% and EBITDA margin of 10–12%, with the ramp back-ended into Q3–Q4 as the large transmission, solar, water and Bihar projects begin contributing meaningfully.

Order Book & Inflow Outlook: DBL's order book stands at Rs276.9bn as of June 2026, down from Rs288.3bn in FY26 as execution outpaced a thin Q1 inflow of just Rs2.7bn. The book is diversified across 12 verticals — mining (20.9%), renewables (18.7%), irrigation (17.3%), roads (17.1%) and transmission (6.7%); only 3-year rolling MDO orders of Rs52.2bn are included, masking ~Rs1,030bn of total MDO balance contract value. Management retained FY27 inflow guidance of Rs100–120bn, arguing Q1 is seasonally the weakest awarding quarter, compounded this year by the Bharatmala recalibration. The bid pipeline stands at ~Rs1.5trn with ~Rs150bn of submitted bids yet to open, and the Rs25.2bn Chhattisgarh irrigation L1 win (July-26) is yet to enter the book.

Capital Recycling / Alpha Transaction: The board approved a stake sale in the under-construction transmission (Mekhali, Karnataka) and solar (1,977MWp, MP) SPVs to Alpha Alternatives, representing a combined project cost of ~Rs84bn. Alpha will co-invest 49% through the construction phase, and with Rs9bn of structured equity already raised against DBL's 51% share, ~85% of the Rs16.6bn equity requirement is externally funded. This directly addresses the core tension in the DBL 2.0 story — the company has sunk Rs12bn+ of its own equity into asset build-out over the last two-and-a-half years, which is precisely why deleveraging has lagged the original vision. Freeing this commitment allows standalone cash flows to be directed at debt reduction while DBL retains the COD-stage valuation upside on the units it keeps.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	*YoY gr. (%)*	Q2FY27	*YoY gr. (%)*	Q3FY27	*YoY gr. (%)*	Q4FY27	*YoY gr. (%)*
Sales	19,296	*-4%*	17,708	*25%*	22,337	*30%*	31,520	*69%*
EBITDA	1,991	*-2%*	1,859	*22%*	2,569	*43%*	2,667	*34%*
Margin (%)	*10%*	*21.2bps*	*11%*	*-25.03bps*	*12%*	*106bps*	*8%*	*-226bps*
Adj. PAT	392	*-13%*	439	*202%*	1,119	*66%*	778	*18%*

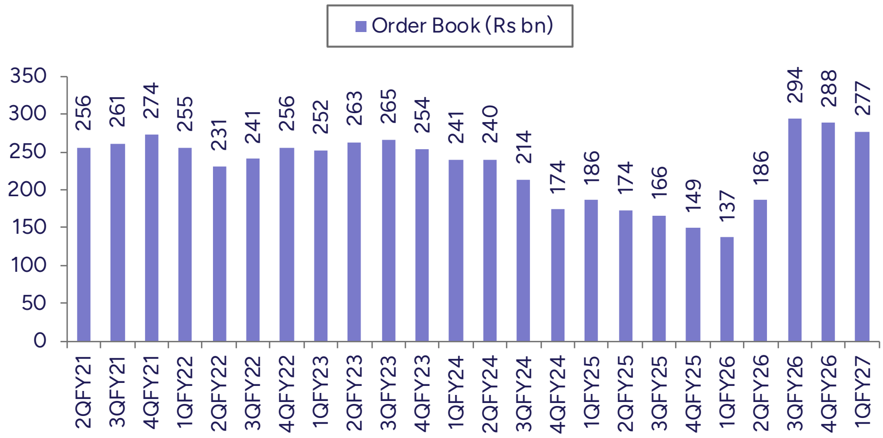
Source: Company, PL

Exhibit 2: Q1FY27 Result Overview (INR mn)

Particulars	Jun-26	Jun-25	*YoY gr. (%)*	Jun-26E	*%Var*	Mar-26	*QoQ gr. (%)*	FY27E	FY26	*YoY gr. (%)*
Net Sales	**19,296**	**20,099**	***(4.0)***	**21,104.1**	***-9%***	**18,602**	***3.7***	**89,541**	**70,050**	***27.8***
Cost of sales ex Depri	17,305	18,068	*(4.2)*	18,993.7	*-9%*	16,607	*4.2*	80,587	62,706	*28.5*
EBIDTA	**1,991**	**2,031**	***(2.0)***	**2,110.4**	***-6%***	**1,995**	***(0.2)***	**8,954**	**7,344**	***21.9***
EBITDA margin (%)	*10.3*	*10.1*	*21bps*	*10bps*	*32bps*	*10.7*	*-40bps*	*10.0*	*10.5*	*-48bps*
Other income	399	279	*43.2*	250.0	*60%*	533	*(25.2)*	2,016	1,819	*10.9*
Depreciation	557	645	*(13.6)*	620.0	*-10%*	560	*(0.6)*	4,454	4,373	*1.9*
Interest	1,112	1,091	*1.9*	1,100.0	*1%*	1,104	*0.7*	4,061	2,386	*70.2*
Exceptional items	-10	981	*(101.0)*	-	*NM*	21	*(145.2)*	-10	7,192	*NM*
Pre-tax profit	712	1,556	*(54.2)*	640.4	*11%*	885	*(19.5)*	4,052	9,578	*(57.7)*
Tax (current+deferred)	325	329	*(1.3)*	163.3	*99%*	210	*54.3*	1,021	1,158	*(11.8)*
Adj profit after tax	**392**	**453**	***(13.4)***	**477.1**	***-18%***	**658**	***(40.4)***	**3,038**	**2,097**	***44.8***
Reported profit after tax	**387**	**1,227**	***(68.4)***	**477.1**	***-19%***	**674**	***(42.6)***	**3,031**	**8,420**	***(64.0)***

Source: Company, PL

Exhibit 3: Healthy Order Book after order wins in previous quarter



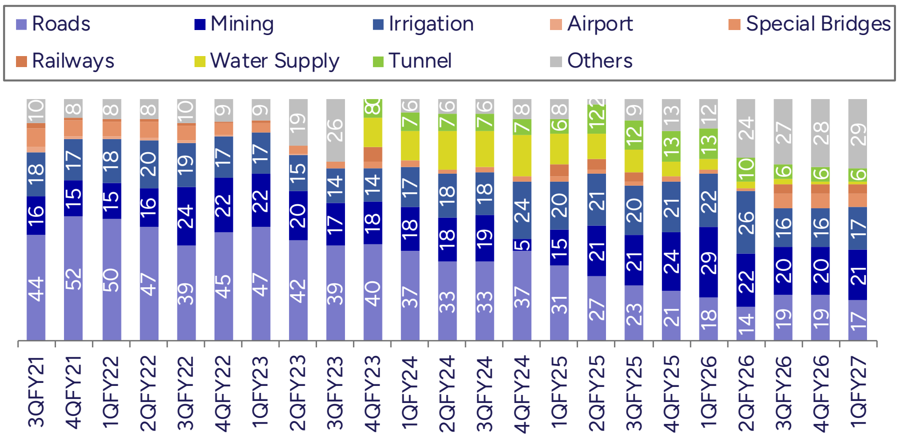
Source: Company, PL

Exhibit 4: Q1FY27 order wins (INR Mn)

Project Name	Type	State	Contract Value excluding GST (INR mn)
Work for Designing and Construction of Ged Barrage, Protection work & Other allied activities across river Sabarmati between Hirpura barrage & Lakroda weir, Ta. Prantij, Dist. Sabarkantha including Operation and Maintenance for 10 Years	EPC	Gujarat	2,680

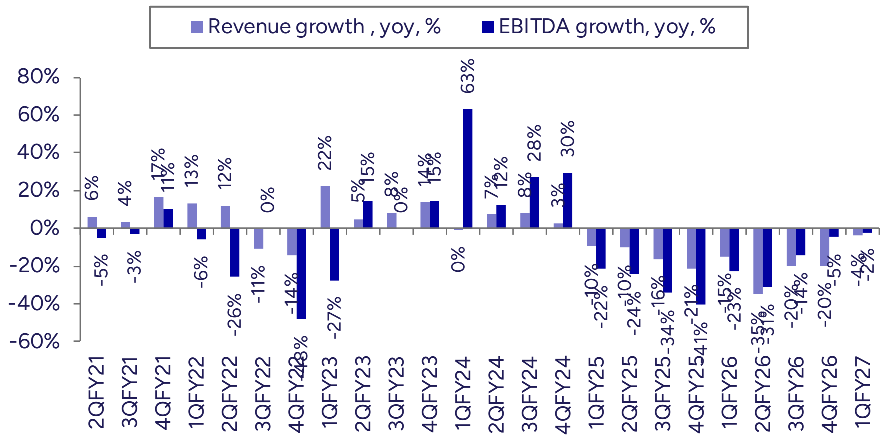
Source: Company, PL

Exhibit 5: Diversified order book



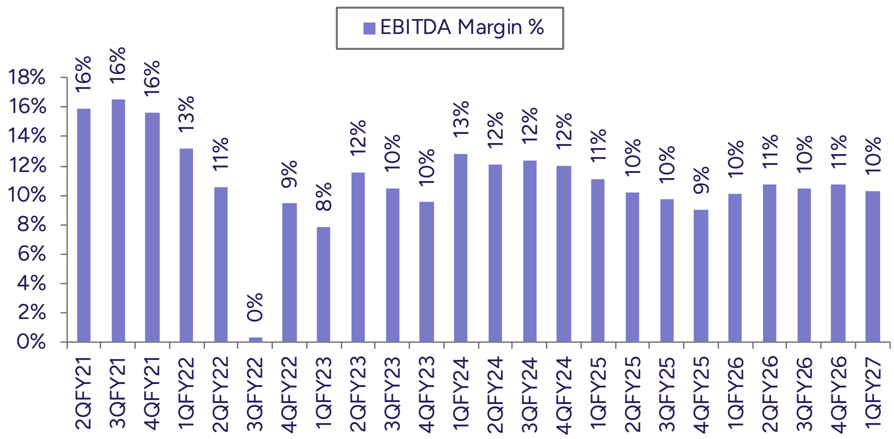
Source: Company, PL

Exhibit 6: Revenue growth muted so far



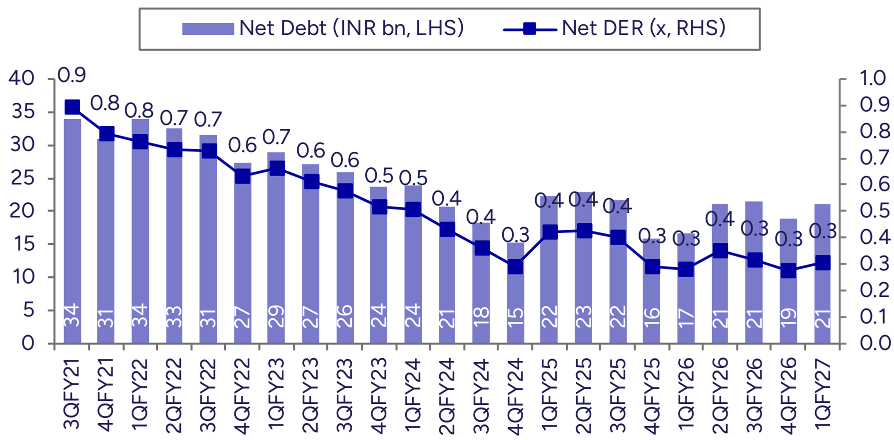
Source: Company, PL

Exhibit 7: EBITDA margin continues to be steady



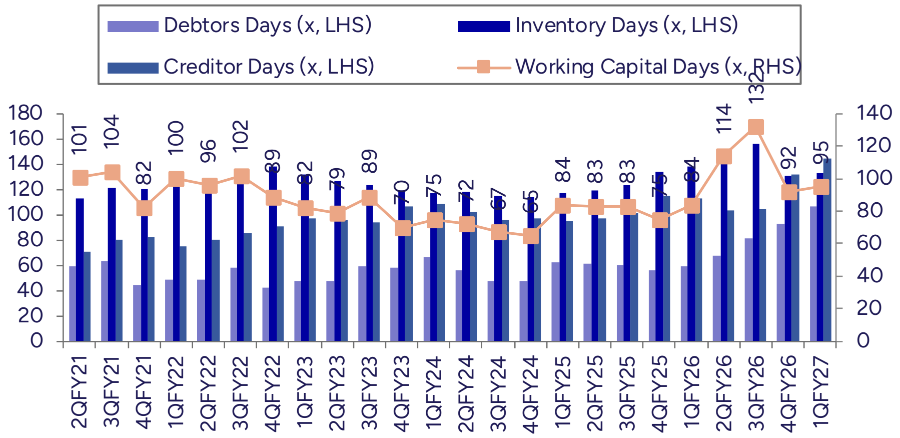
Source: Company, PL

Exhibit 8: Net debt continues to reduce over the years



Source: Company, PL

Exhibit 9: Improvement in Working capital QoQ (92 days vs 132 days in Q3FY26)



Source: Company, PL

Exhibit 10: Operational and financial metrics

INR mn	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
Order Book	1,90,816	2,74,114	2,55,945	2,53,950	1,74,316	1,49,230	2,88,300	3,17,439	3,50,542
Order Inflow	68,936	1,75,387	71,892	99,200	25,739	21,000	1,85,480	1,20,000	1,50,000
Book to bill x		2.5	2.9	2.5	2.0	1.8	3.1	3.3	2.9
Revenue	89,838	92,089	90,061	1,01,195	1,05,373	90,045	70,050	90,861	1,16,897
Change yoy, %	*-1%*	*3%*	*-2%*	*12%*	*4%*	*-15%*	*-22%*	*30%*	*29%*
EBITDA	15,720	14,690	7,536	9,884	12,991	9,033	7,344	9,086	11,690
EBITDA Margin %	*17%*	*16%*	*8%*	*10%*	*12%*	*10%*	*10%*	*10%*	*10%*
Interest Cost	6,127	5,862	6,048	5,137	5,016	4,910	4,373	4,489	4,945
PAT	4,184	3,193	-1,214	1,199	3,736	1,546	2,097	2,730	4,724
Change yoy, %	*-44%*	*-25%*	*-127%*	*-358%*	*90%*	*-59%*	*36%*	*30%*	*73%*
PAT Margin %	5%	3%	-1%	2%	4%	3%	12%	3%	4%
WC as a % of sales	*35%*	*46%*	*51%*	*39%*	*39%*	*48%*	*73%*	*48%*	*43%*
Net debt (INR bn)	24,130	30,988	27,389	23,760	17,729	18,712	22,653	15,942	19,447
Net debt/ equity (x)	0.67	0.79	0.63	0.52	0.34	0.34	0.33	0.22	0.26
Capex (Rs bn)	3,694	2,945	1,360	554	1,420	1,759	491	1,000	1,000
CFO (Rs. bn)	18,529	6,990	-115	11,357	13,876	5,274	-2,565	16,310	6,065
CFO/ EBITDA	*118%*	*48%*	*-2%*	*115%*	*107%*	*58%*	*-35%*	*179%*	*52%*
ROE	12	8	(3)	3	8	3	3	4	6
- Asset Turn	1.6	0.8	0.8	0.9	0.9	0.8	0.6	0.7	0.9
- PAT Margin	4.7	3.5	(1.3)	1.2	3.5	1.7	3.0	3.0	4.0
- Leverage	2	3	3	3	2	2	2	2	2
PER	14	19	(53)	54	17	42	34	26	15
EV/EBITDA	5	6	12	9	6	9	13	10	8

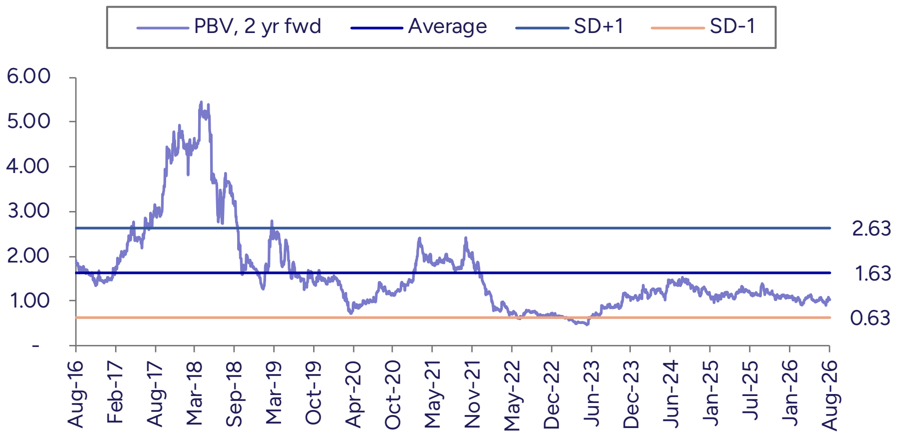
Source: Company, PL

Exhibit 11: SoTP-based TP of DBL at Rs507/share

Particulars		FY28E
Standalone PAT, Ex other income		3,170
Target Multiple, PER (x)		10.0
Equity value	A	31,696
BV Investment , ex coal MDO	B	31,080
Coal MDO EBITDA		5,574
Target Multiple, EV EBITDA (x)		4.5
EV		25,082
MDO Debt		5,530
Equity value	C	19,552
Total Equity Value	A+B+C	82,328
No of shares		162
Target price (Rs)		**507**
CMP (Rs)		443
Potential upside/(downside)		14.5%

Source: Company, PL

Exhibit 12: DBL PBV band below averages



Source: Company, PL

Financials

Income Statement (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	**90,045**	**70,050**	**90,861**	**116,897**
YoY gr. (%)	*(14.5)*	*(22.2)*	*29.7*	*28.7*
Cost of Goods Sold	76,102	58,411	-	-
Gross Profit	13,944	11,639	90,861	116,897
Margin (%)	*15.5*	*16.6*	*100.0*	*100.0*
Employee Cost	1,959	1,809	-	-
Other Expenses	2,952	2,486	-	-
EBITDA	**9,033**	**7,344**	**9,086**	**11,690**
YoY gr. (%)	*(30.5)*	*(18.7)*	*23.7*	*28.7*
Margin (%)	*10.0*	*10.5*	*10.0*	*10.0*
Depreciation and Amortization	2,921	2,403	2,455	2,507
EBIT	**6,113**	**4,940**	**6,631**	**9,183**
Margin (%)	*6.8*	*7.1*	*7.3*	*7.9*
Net Interest	4,910	4,373	4,489	4,945
Other Income	739	1,819	1,508	2,078
Profit Before Tax	**3,907**	**9,578**	**3,641**	**6,315**
Margin (%)	*4.3*	*13.7*	*4.0*	*5.4*
Total Tax	795	1,158	917	1,591
Effective Tax Rate (%)	*20.3*	*12.1*	*25.2*	*25.2*
Profit After Tax	**3,112**	**8,420**	**2,723**	**4,724**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**1,546**	**2,097**	**2,730**	**4,724**
YoY gr. (%)	*(58.6)*	*35.6*	*30.2*	*73.0*
Margin (%)	*1.7*	*3.0*	*3.0*	*4.0*
Extra Ord. Income / (Exp)	1,566	6,322	(7)	-
Reported PAT	**3,112**	**8,420**	**2,723**	**4,724**
YoY gr. (%)	*(26.3)*	*170.5*	*(67.7)*	*73.5*
Margin (%)	*3.5*	*12.0*	*3.0*	*4.0*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	3,112	8,420	2,723	4,724
Equity Shares O/s (mn)	**146**	**162**	**162**	**162**
EPS (INR)	**10.6**	**12.9**	**16.8**	**29.1**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	**45,935**	**46,426**	**47,426**	**48,426**
Tangibles	-	-	-	-
Intangibles	4	2	-	-
Acc: Dep / Amortization	**35,902**	**38,306**	**40,761**	**43,267**
Tangibles	-	-	-	-
Intangibles	-	-	-	-
Net Fixed Assets	**10,036**	**8,122**	**6,665**	**5,158**
Tangibles	10,033	8,120	6,665	5,158
Intangibles	4	2	-	-
Capital Work In Progress	-	25	-	-
Goodwill	-	-	-	-
Non-Current Investments	15,281	29,688	34,658	38,618
Net Deferred Tax Assets	759	448	448	448
Other Non-Current Assets	3,487	3,375	3,375	3,375
Current Assets				
Investments	-	-	-	-
Inventories	33,074	32,497	34,726	37,471
Trade Receivables	13,840	17,834	13,691	17,615
Cash & Bank Balance	2,917	647	(168)	(673)
Other Current Assets	-	-	-	-
Total Assets	**115,462**	**127,354**	**127,830**	**143,015**
Equity				
Equity Share Capital	1,462	1,624	1,624	1,624
Other Equity	53,271	66,610	69,334	74,057
Total Networth	**54,733**	**68,235**	**70,958**	**75,682**
Non-Current Liabilities				
Long Term Borrowings	1,024	1,096	1,096	1,096
Provisions	274	193	212	233
Other Non Current Liabilities	2,706	3,063	3,216	3,377
Current Liabilities				
ST Debt / Current of LT Debt	18,677	21,678	14,678	17,678
Trade Payables	28,302	25,284	28,677	34,589
Other Current Liabilities	9,746	7,805	8,992	10,360
Total Equity & Liabilities	**115,462**	**127,354**	**127,830**	**143,015**

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	3,907	9,578	3,641	6,315
Add. Depreciation	2,921	2,403	2,455	2,507
Add. Interest	4,910	4,373	4,489	4,945
Less Financial Other Income	739	1,819	1,508	2,078
Add. Other	(2,092)	(7,148)	(306)	(336)
Op. Profit before WC Changes	9,646	9,206	10,278	13,431
Net Changes-WC	(3,868)	(10,457)	6,949	(5,775)
Direct Tax	(504)	(1,314)	(917)	(1,591)
Net Cash from Op. Activities	**5,274**	**(2,565)**	**16,310**	**6,065**
Capital Expenditures	(1,703)	(377)	(975)	(1,000)
Interest / Dividend Income	614	480	306	336
Others	(1,157)	(321)	(4,444)	(3,960)
Net Cash from Invt. Activities	**(2,245)**	**(218)**	**(5,113)**	**(4,624)**
Issue of Share Cap. / Premium	-	3,993	-	-
Debt Changes	1,668	3,164	(7,000)	3,000
Dividend Paid	(146)	(162)	(16)	(16)
Interest Paid	(5,543)	(4,373)	(4,489)	(4,945)
Others	393	5	16	16
Net Cash from Fin. Activities	**(3,628)**	**2,626**	**(11,489)**	**(1,945)**
Net Change in Cash	**(600)**	**(157)**	**(292)**	**(504)**
Free Cash Flow	3,571	(2,942)	15,335	5,065

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q2FY26	Q3FY26	Q4FY26	Q1FY27
Net Revenues	**14,166**	**17,182**	**18,602**	**19,296**
YoY gr. (%)	*(34.9)*	*(20.3)*	*(19.6)*	*(4.0)*
Raw Material Expenses	11,688	14,373	15,232	15,964
Gross Profit	2,478	2,810	3,370	3,332
Margin (%)	*17.5*	*16.4*	*18.1*	*17.3*
EBITDA	**1,523**	**1,795**	**1,995**	**1,991**
YoY gr. (%)	*(31.4)*	*(14.4)*	*(4.7)*	*(2.0)*
Margin (%)	*10.8*	*10.4*	*10.7*	*10.3*
Depreciation / Depletion	619	580	560	557
EBIT	**904**	**1,215**	**1,434**	**1,434**
Margin (%)	*6.4*	*7.1*	*7.7*	*7.4*
Net Interest	1,049	1,129	1,104	1,112
Other Income	376	631	533	399
Profit before Tax	**649**	**6,488**	**885**	**712**
Margin (%)	*4.6*	*37.8*	*4.8*	*3.7*
Total Tax	241	378	210	325
Effective Tax Rate (%)	*37.1*	*5.8*	*23.8*	*45.6*
Profit After Tax	**408**	**6,110**	**674**	**387**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**146**	**675**	**658**	**392**
YoY gr. (%)	*(53.4)*	*211.2*	*98.2*	*(13.4)*
Margin (%)	*1.0*	*3.9*	*3.5*	*2.0*
Extra Ord. Income / (Exp)	(263)	(5,435)	(16)	5
Reported PAT	**408**	**6,110**	**674**	**387**
YoY gr. (%)	*(68.3)*	*597.8*	*42.6*	*(68.4)*
Margin (%)	*2.9*	*35.6*	*3.6*	*2.0*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**408**	**6,110**	**674**	**387**
Avg. Shares O/s (mn)	-	-	-	-
EPS (INR)	**1.0**	**4.6**	**4.5**	**2.7**

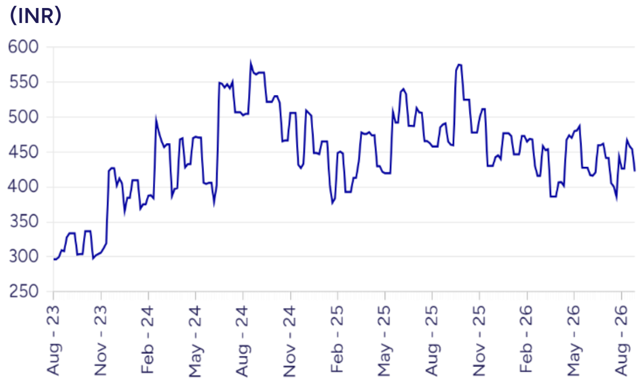
Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	10.6	12.9	16.8	29.1
CEPS	30.6	27.7	31.9	44.5
BVPS	374.3	420.1	436.8	465.9
FCF	24.4	(18.1)	94.4	31.2
DPS	0.1	0.1	0.1	0.1
Return Ratio (%)				
RoCE	8.4	6.0	7.5	10.1
ROIC	7.0	5.3	5.6	7.5
RoE	2.9	3.4	3.9	6.4
Balance Sheet				
Net Debt : Equity (x)	0.3	0.3	0.2	0.3
Net Working Capital (Days)	75	131	79	64
Valuation (x)				
PER	39.9	32.6	25.1	14.5
P/B	1.1	1.0	0.9	0.9
P/CEPS	13.8	15.2	13.2	9.4
EV/EBITDA	8.6	12.3	9.3	7.5
EV/Sales	0.8	1.2	0.9	0.7
Dividend Yield (%)	-	-	-	-
FCFF Yield (%)	5.7	(4.3)	22.3	7.3
PEG Ratio	-	1.4	0.8	0.1

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	07-Jul-26	Accumulate	520	430
2	14-May-26	Accumulate	520	472
3	08-Apr-26	Accumulate	477	407
4	11-Feb-26	Accumulate	514	454

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Adani Energy Solutions	HOLD	1752	1724
2	Ahluwalia Contracts (India)	BUY	1045	853
3	Ashoka Buildcon	BUY	152	131
4	CESC	BUY	216	167
5	Coal India	Accumulate	472	410
6	Dilip Buildcon	Accumulate	520	430
7	H.G. Infra Engineering	Accumulate	670	569
8	Indian Energy Exchange	Hold	135	124
9	IRCON International	HOLD	136	134
10	JSW Energy	Buy	646	562
11	KNR Constructions	HOLD	119	130
12	NCC	BUY	195	146
13	NTPC	BUY	450	351
14	PNC Infratech	BUY	271	242
15	Power Grid Corporation of India	BUY	331	272
16	PSP Projects	Accumulate	1062	951
17	Rail Vikas Nigam	Sell	165	234
18	RITES	BUY	267	216
19	Tata Power Company	Accumulate	414	371

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

We/I Mr. Vishal Periwal MBA Finance, Mr. Shubham Shelar MBA Finance, Ms. Disha Mudda CA Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

US Clients

The research analysts, with respect to each issuer and its securities covered by them in this research report, certify that: All of the views expressed in this research report accurately reflect his or her or their personal views about all of the issuers and their securities; and No part of his or her or their compensation was, is or will be directly related to the specific recommendation or views expressed in this research report.

Prabhudas Lilladher Pvt. Ltd.

Corporate Office: 6th Floor, Tower 2B South Annex, One World Centre, 841, Senapati Bapat Marg, Lower Parel, Mumbai - 400013

Registered Office: 3rd Floor, Sadhana House, 570, P. B. Marg, Worli, Mumbai-400 018

Tel: (91 22) 6632 2222 Fax: (91 22) 6632 2209

www.plindia.com

DISCLAIMER

Indian Clients

Prabhudas Lilladher Pvt. Ltd, Mumbai, India (hereinafter referred to as "PL") is engaged in the business of Stock Broking, Portfolio Manager, Depository Participant and distribution for third party financial products. PL is a subsidiary of Prabhudas Lilladher Advisory Services Pvt Ltd. which has its various subsidiaries engaged in business of commodity broking, investment banking, financial services (margin funding) and distribution of third party financial/other products, details in respect of which are available at www.plindia.com.

This document has been prepared by the Research Division of PL and is meant for use by the recipient only as information and is not for circulation. This document is not to be reported or copied or made available to others without prior permission of PL. It should not be considered or taken as an offer to sell or a solicitation to buy or sell any security.

The information contained in this report has been obtained from sources that are considered to be reliable. However, PL has not independently verified the accuracy or completeness of the same. Neither PL nor any of its affiliates, its directors or its employees accepts any responsibility of whatsoever nature for the information, statements and opinion given, made available or expressed herein or for any omission therein.

Recipients of this report should be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The suitability or otherwise of any investments will depend upon the recipients particular circumstances and, in case of doubt, advice should be sought from an independent expert/advisor.

Either PL or its affiliates or its directors or its employees or its representatives or its clients or their relatives may have position(s), make market, act as principal or engage in transactions of securities of companies referred to in this report and they may have used the research material prior to publication.

PL may from time to time solicit or perform investment banking or other services for any company mentioned in this document.

PL is a registered with SEBI under the SEBI (Research Analysts) Regulation, 2014 and having registration number INH000000271.

PL submits that no material disciplinary action has been taken on us by any Regulatory Authority impacting Equity Research Analysis activities.

PL or its research analysts or its associates or his relatives do not have any financial interest in the subject company.

PL or its research analysts or its associates or his relatives do not have any material conflict of interest at the time of publication of the research report.

PL or its associates might have received compensation from the subject company in the past twelve months.

PL or its research analysts or its associates or his relatives do not have actual/beneficial ownership of one per cent or more securities of the subject company at the end of the month immediately preceding the date of publication of the research report.

PL or its associates might have managed or co-managed public offering of securities for the subject company in the past twelve months or mandated by the subject company for any other assignment in the past twelve months.

PL or its associates might have received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months.

PL or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months

PL or its associates might have received any compensation or other benefits from the subject company or third party in connection with the research report.

PL encourages independence in research report preparation and strives to minimize conflict in preparation of research report.

PL or its analysts did not receive any compensation or other benefits from the subject Company or third party in connection with the preparation of the research report.

PL or its Research Analysts do not have any material conflict of interest at the time of publication of this report.

It is confirmed that Mr. Vishal Periwal MBA Finance, Mr. Shubham Shelar MBA Finance, Ms. Disha Mudda CA Research Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

The Research analysts for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

The research analysts for this report has not served as an officer, director or employee of the subject company PL or its research analysts have not engaged in market making activity for the subject company

Our sales people, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest.

PL and its associates, their directors and employees may (a) from time to time, have a long or short position in, and buy or sell the securities of the subject company or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company or act as an advisor or lender/borrower to the subject company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

US Clients

This research report is a product of Prabhudas Lilladher Pvt. Ltd., which is the employer of the research analyst(s) who has prepared the research report. The research analyst(s) preparing the research report is/are resident outside the United States (U.S.) and are not associated persons of any U.S. regulated broker-dealer and therefore the analyst(s) is/are not subject to supervision by a U.S. broker-dealer, and is/are not required to satisfy the regulatory licensing requirements of FINRA or required to otherwise comply with U.S. rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.

This report is intended for distribution by Prabhudas Lilladher Pvt. Ltd. only to "Major Institutional Investors" as defined by Rule 15a-6(b)(4) of the U.S. Securities and Exchange Act, 1934 (the Exchange Act) and interpretations thereof by U.S. Securities and Exchange Commission (SEC) in reliance on Rule 15a 6(a)(2). If the recipient of this report is not a Major Institutional Investor as specified above, then it should not act upon this report and return the same to the sender. Further, this report may not be copied, duplicated and/or transmitted onward to any U.S. person, which is not the Major Institutional Investor.

In reliance on the exemption from registration provided by Rule 15a-6 of the Exchange Act and interpretations thereof by the SEC in order to conduct certain business with Major Institutional Investors, Prabhudas Lilladher Pvt. Ltd. has entered into an agreement with a U.S. registered broker-dealer, Marco Polo Securities Inc. ("Marco Polo").

Transactions in securities discussed in this research report should be effected through Marco Polo or another U.S. registered broker dealer.