PL Capital
PRABHUDAS LILLADHER

Dilip Buildcon (DBL IN)

Q2FY27 Result Update

November 13, 2026

☑ Estimate Change | ☑ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	FY28E	FY29E	FY28E	FY29E
Rating	Accumulate		Accumulate	
Target Price	488		507	
Sales (INR mn)	108,842	130,646	116,897	131,352
% Chng.	*(6.9)*	*(0.5)*		
EBITDA (INR mn)	10,884	13,065	11,690	13,135
% Chng.	*(6.9)*	*(0.5)*		
EPS (INR)	29.1	39.5	28.3	35.5
% Chng.	*2.8*	*11.3*		

Key Data	DIBL.BO | DBL IN
BSE Code	540047
NSE Code	DBL
52-W High / Low	INR 497 / INR 352
Face Value	10
Sensex / Nifty	81,911 / 25,299
Market Cap	INR 66 bn / $ 699 mn
Shares Outstanding	162.44 mn
3M Avg. Daily Value	INR 110.64 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	3.1	(2.4)	(13.7)	(14.8)
Relative	(9.4)	(7.1)	(21.5)	(12.2)

Key Financials - Standalone

Y/e Mar	FY26	FY27E	FY28E	FY29E
Sales (INR mn)	70,050	90,861	108,842	130,646
EBITDA (INR mn)	7,344	9,086	10,884	13,065
Margin (%)	*10.5*	*10.0*	*10.0*	*10.0*
PAT (INR mn)	2,097	3,227	4,722	6,412
EV (INR mn)	87,909	82,363	81,385	84,398
Total Debt (INR mn)	22,774	17,774	17,774	21,774
C&C Eq. (INR mn)	647	1,193	2,171	3,158
EPS (INR)	12.9	19.9	29.1	39.5
Gr. (%)	*22.1*	*53.9*	*46.3*	*35.8*
DPS (INR)	0.1	0.1	0.1	0.1
Yield (%)	-	-	-	-
RoE (%)	*3.4*	*4.6*	*6.4*	*8.1*
RoCE (%)	*6.0*	*7.6*	*9.4*	*10.8*
EV/Sales (x)	1.3	0.9	0.7	0.6
EV/EBITDA (x)	12.0	9.1	7.5	6.5
PE (x)	31.4	20.4	13.9	10.3
P/BV (x)	1.0	0.9	0.9	0.8

H2FY27 guidance at 50% revenue growth

Quick Pointers

- 90% of the lower end of order inflow guidance secured
- H2 needs >50% revenue growth

DBL reported a largely in-line Q2FY27 performance, with revenue growing 19.0% YoY and EBITDA increasing 14.6% YoY, while EBITDA margin moderated to 10.4% (down 40bps YoY). PAT grew 28% YoY to INR 0.52bn, despite a high base that included an exceptional gain of INR 0.42bn in Q2FY26. Order inflows of INR 73.2bn during the quarter propelled the order book to a record INR 330.8bn (~4.6x TTM revenue). Including ~INR 13bn of orders secured post Q2FY27, DBL has already achieved ~90% of the lower end of its FY27 inflow guidance of INR 100–120bn. DBL has entered into an agreement with Alpha, under which the latter will fund 49% of the equity requirement for the Mekhali transmission and MP solar assets, with an option to acquire DBL's remaining 51% stake post commissioning. The transaction is expected to unlock ~INR 19bn for DBL against its equity investment of ~INR 8.5bn over the next 2–3 years. However, the pace of balance-sheet deleveraging (1HFY27 net debt: INR 21bn) remains contingent on timely funding arrangements for the remaining asset, which requires an additional ~INR 13bn. While management reiterated its FY27 revenue growth guidance of 30–40%, the modest 5.5% growth in H1FY27 implies a steep >50% growth requirement in H2FY27, making execution a key monitorable. We retain our ACCUMULATE rating with a TP of INR 488, with Q3FY27 revenue performance and the pace of debt reduction emerging as key near-term checkpoints.

Financial performance: Revenue grew 19.0% YoY to INR 16.9bn but fell 12.6% QoQ, as Q2 is the monsoon quarter. EBITDA rose 14.6% YoY to INR 1.75bn; margin of 10.36% compares with 10.75% in Q2FY26 and 10.32% in Q1FY27, with fuel cost increases passed through only with a lag. PBT before exceptionals tripled to INR 0.71bn (INR 0.23bn YoY), helped by 41.7% higher other income (INR 0.53bn, including ~INR 0.23bn from Anantam InvIT) and 12.9% lower depreciation; the exceptional gain shrank to INR 19mn from INR 418mn and PAT rose 27.9% to INR 0.52bn. H1 operating cash flow turned positive at INR 1.4bn (an outflow of INR 9.4bn in H1FY26); standalone net debt edged up INR 0.4bn QoQ to INR 21.5bn (INR 18.8bn in Mar-26; net debt/equity 0.31x).

Quarter Summary

Y/e Mar	Q2'27E	Q2'27A	% Var.	Q2'26A	YoY gr. (%)
Net Sales (INR mn)	15,583	16,857	*8.2*	14,166	*19.0*
EBITDA (INR mn)	1,636	1,746	*6.7*	1,523	*14.6*
Margin (%)	*10.5*	*10.4*	*-14 bps*	*10.8*	*-39 bps*
PAT (INR mn)	221	521	*135.9*	146	*257.7*

Source: Company, PL

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Order Book & Inflow Outlook: Order book reached a record INR 330.8bn (INR 276.9bn in Jun-26; INR 288.3bn in Mar-26) after Q2 inflow of INR 73.2bn, led by the Chhattisgarh link canal, the Paradip-Raipur LPG pipeline and two Maharashtra transmission projects. H1 inflow is INR 75.9bn and ~INR 13bn more has come in since, against retained FY27 guidance of INR 100-120bn. Roads are now only 15.6% of the book (one-third of it HAM), against irrigation & water at 20.7%, mining at 16.9% and renewables plus transmission at 27%; management called road EPC bidding aggressive and will stay selective even though NHAI has floated over INR 1trn of tenders. Bids worth INR 230bn await opening and the pipeline is ~INR 3.3trn. Not all of the book is executable yet: ~INR 70-80bn still awaits LOA or appointed date, including the new transmission work (~INR 28bn, after TSA signing), a Maharashtra road HAM (from Q4) and the LPG pipeline (6-8 months away due to land acquisition). The ~INR 150bn of Q4FY26 orders should start billing in Q3 and ramp up in Q4.

DBL 2.0 – capital starts to recycle: DBL signed definitive agreements with Alpha for the Mekhali transmission project and the 1,363MW AC MP solar portfolio at a combined EV of INR 97.4bn, ~16% above their project cost of INR 84.3bn, before construction has begun. Alpha funds 49% of the INR 16.8bn equity and will buy DBL's 51% after commissioning, returning ~INR 19bn on DBL's ~INR 8.5bn (~2x in 2-3 years), while DBL keeps the EPC work. Four more HAM assets move to Anantam InvIT in Q3 and the rest in FY28, taking road InvIT units to INR 30-32bn from INR 15.8bn. With coal output rising from ~34mn MT in FY27 to ~57mn MT by FY29, management sees mining and InvITs generating ~INR 13bn of annual cash flow, about 60% of standalone net debt.

Q2FY27 Earnings Call Highlights:

Overall: Management described H1FY27 as the period in which DBL 2.0 moved from strategy and board approvals to signed agreements and defined monetisation paths, with execution set to ramp up from Q3. Q2 was a soft execution quarter because of the monsoon, but ordering picked up across several sectors. Road ordering remains muted from a low base, though NHAI has floated over INR 1trn of tenders. Competition in road EPC, especially smaller packages, is intense and bids often do not reflect the risks. DBL will not chase growth at the cost of returns and is comfortable with roads being a smaller share of the book. Transmission, renewables, railways, water and oil & gas are the growth areas.

Alpha transactions: Definitive agreements were signed within six weeks of the board announcement. Mekhali transmission (Karnataka) is valued at an enterprise value of ~INR 29.1bn against a project cost of ~INR 21.7bn. The 1,363MW solar portfolio (MP) is valued at ~INR 68.3bn against a project cost of ~INR 62.6bn. Combined EV is ~INR 97.4bn against a combined cost of ~INR 84.3bn, set before construction has started. Of the INR 16.8bn equity requirement, Alpha funds ~INR 8.2bn and DBL ~INR 8.5bn. Alpha acquires DBL's remaining 51% after commissioning, giving a contractual exit within about two to three years. DBL keeps EPC work of over INR 73bn across the two projects. Against its ~INR 8.5bn of equity, DBL expects ~INR 19bn back as a mix of cash and units, about 2x.

Returns on the asset business: In the earlier Alpha HAM deal, DBL's residual equity was ~INR 11bn, against which it is getting INR 32-33bn of InvIT units, about 3x in roughly three years. DBL generally targets high-teens returns on HAM. Two new transmission projects will need further structured equity; management expects a similar partner structure, with terms yet to be finalised. Total balance structured equity for solar and transmission is ~INR 21bn over three to four years, of which INR 8.2bn comes from Alpha on the existing projects.

Order book and inflow: Order book stood at INR 330.8bn on 30-Sep-26, the highest in DBL's history, across 12 verticals; roads are 15.6%. The 3-year rolling MDO order book is ~INR 40bn, while the mining portfolio's balance contract value is ~INR 986bn. Q2 inflow was ~INR 73.2bn across BOT, EPC and HAM, and H1 inflow ~INR 75.9bn. Another ~INR 13bn has been won since the quarter end, so ~90% of the lower end of FY27 guidance is secured. Bids worth INR 230bn await opening, and the overall bid pipeline is ~INR 3.3trn. FY27 inflow guidance of INR 100-120bn was reiterated. The road order book is ~INR 51.7bn, of which about one-third is HAM.

Execution and revenue guidance: H1 revenue grew 5.5% because the ~INR 150bn of large projects won in Q4FY26 are still being mobilised. An EPC project typically takes six to eight months to start contributing and a PPP project nine to 12 months. These projects should start contributing in Q3, ramp up in Q4 and continue into FY28. Management reiterated FY27 revenue growth of 30-40%. Asked about the sharp H2 ramp this implies, management said H1 is typically ~40% of annual revenue in this industry and H2 ~60%. Drivers named were completion of older projects, the solar and transmission projects, and newer projects such as Gurugram Metro. Q3 should see a significant jump, with a further step-up in Q4. Financial closure and equity are in place for all projects except the new orders.

Projects awaiting start: Roughly INR 70-80bn of projects still await LOA or appointed date. The new transmission work (~INR 28bn) starts once the TSA is signed. A recently won road HAM project in Maharashtra should start in Q4 after financial closure. The LPG pipeline LOA has not yet been received, and the project will take six to eight months to start because of land acquisition. Apart from the LPG pipeline, the whole order book should be contributing by Q4FY27 or Q1FY28.

Mining: Coal production was 6.1mn MT in Q2 and 10.89mn MT in H1. Siarmal produced about 9mn MT of coal and ~12mn cubic metres of overburden in H1. Q1 was hit by limited rake availability, which is now resolved, and the run-rate has doubled since October; H2 production should be ~18mn MT, so the FY27 target of 27mn MT is on track. Pachhwara produced 1.98mn MT in H1, hit by a strike at the Punjab power plant; dispatches resumed in September and it should reach the 7mn MT annual rate by year-end. FY27 production is guided at ~34mn MT, with MDO EBITDA margin of ~25% and PAT margin of 15-16%, or about INR 3.0-3.2bn of PAT.

Mining beyond FY27: The ~57mn MT target for FY29 is unchanged, and at that level mining should generate ~INR 10bn of annual operating cash flow (PAT plus depreciation), against ~INR 4bn in FY27. The Siarmal coal handling plant is expected by March 2028. Once it is built, DBL will be paid 100% of the mining fee instead of 78%, and the extra 22% will largely add to profit. DBL has invested ~INR 3.5bn of equity in Siarmal; the remaining ~INR 2.5bn will come from the SPV's own cash flows, with no further equity from DBL. Pachhwara has zero equity invested and generates INR 0.8-0.9bn of PAT and ~INR 1bn of cash flow a year. Fuel costs are passed through with a lag, and the price adjustment mechanism on MDO contracts has been extended.

InvIT and asset monetisation: The group held InvIT units worth INR 15.8bn across Anantam Highways Trust and Shrem InvIT on 30-Sep-26. DBL holds 13.14cr Anantam units, of which INR 9.58bn is held directly and the rest through subsidiaries; Anantam income was ~INR 226mn in Q2. Four HAM projects are expected to move to Anantam in Q3, and the rest in FY28, pending NHAI approvals; management said the delay is about timing, not valuation. After all transfers, road InvIT units should be worth INR 30-32bn, with annual distributions of INR 3.0-3.5bn. The platform could later include transmission, solar, water HAM and LPG pipeline assets.

Balance sheet and cash flow: Standalone net debt was INR 21.5bn, with net debt/equity at 0.31x; consolidated net debt was INR 89.5bn. Working capital is typically higher in H1 and should ease in H2 as execution and collections improve, with ~120 WC days targeted by year-end. Management reiterated INR 6-8bn of debt reduction in FY27, visible from Q3 and larger in Q4, and a net-debt-free standalone balance sheet by FY28. Standalone capex will stay below INR 1bn in FY27, only for replacements. The gross block is ~INR 36bn and the net block ~INR 8bn, largely debt-free. Mining and InvIT holdings together should generate ~INR 13bn of annual cash flow (~INR 10bn from mining, INR 3-4bn from InvITs), and by FY29 about three-quarters of cash flow should come from long-duration assets.

Other: Crude prices are volatile and the situation in West Asia has kept diesel and bitumen prices high; management sees this as cyclical rather than structural. On the call, the CFO put Q2 standalone PAT at INR 0.55bn (results show INR 0.52bn) and H1 standalone PAT at INR 0.91bn vs INR 1.64bn in H1FY26, which included exceptional gains of INR 0.73bn and INR 0.67bn received against earlier divestments.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	YoY gr. (%)	Q2FY27	YoY gr. (%)	Q3FY27E	YoY gr. (%)	Q4FY27E	YoY gr. (%)
Sales	19,296	-4%	16,857	19%	23,196	35%	31,512	69%
EBITDA	1,991	-2%	1,746	15%	2,320	29%	3,030	52%
Margin (%)	*10%*	*21.2bps*	*10%*	*-39.47bps*	*10%*	*-44bps*	*10%*	*-111bps*
Adj. PAT	392	-13%	521	258%	931	38%	1,383	110%

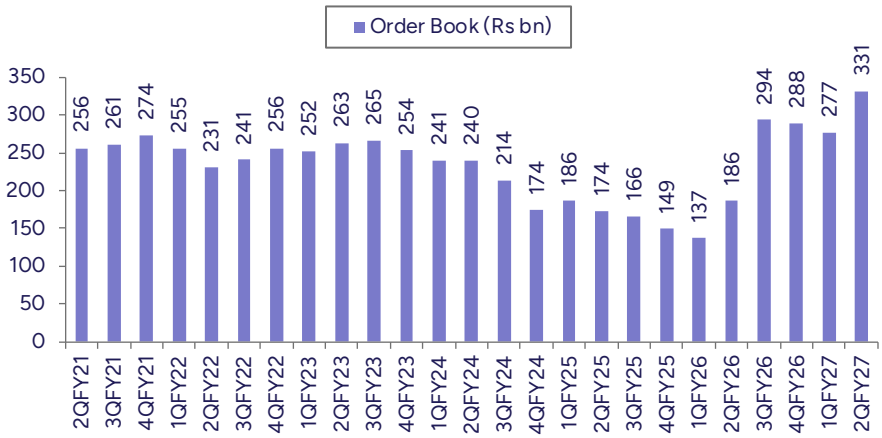
Source: Company, PL

Exhibit 2: Result Overview

Particulars	Sep-26	Sep-25	YoY gr. (%)	Sep-26E	%Var.	Jun-26	QoQ gr. (%)	H1FY27	H1FY26	YoY gr. (%)
Net Sales	**16,857**	**14,166**	**19.0**	**15,583**	**8%**	**19,296**	**-13%**	**36,153**	**34,266**	**30%**
Cost of sales ex Depri	15,112	12,644	19.5	13,947	8%	17,305	-13%	32,416	30,711	30%
EBIDTA	**1,746**	**1,523**	**14.6**	**1,636**	**7%**	**1,991**	**-12%**	**3,737**	**3,554**	**24%**
EBITDA margin (%)	*10.4*	*10.8*	*-39bps*	*11*	*-14bps*	*10.3*	*4bps*	*10.3*	*10.4*	*-48bps*
Other income	533	376	41.7	368	45%	399	34%	932	655	-24%
Depreciation	539	619	(12.9)	606	-11%	557	-3%	1,096	1,263	3%
Interest	1,031	1,049	(1.7)	1,100	-6%	1,112	-7%	2,142	2,140	47%
Exceptional items	2	418	(99.5)	-	NM	-10	NM	-8	1,399	NM
Pre-tax profit	**710**	**649**	**9.5**	**298**	**138%**	**712**	**0%**	**1,422**	**2,205**	**-64%**
Tax (current+deferred)	188	241	(21.8)	78	142%	325	-42%	513	570	-24%
Adj profit after tax	**521**	**146**	**257.7**	**221**	**136%**	**392**	**33%**	**913**	**599**	**25%**
Reported profit after tax	**522**	**408**	**27.9**	**221**	**137%**	**387**	**35%**	**909**	**1,635**	**-69%**

Source: Company, PL

Exhibit 3: Highest order book in recent quarters



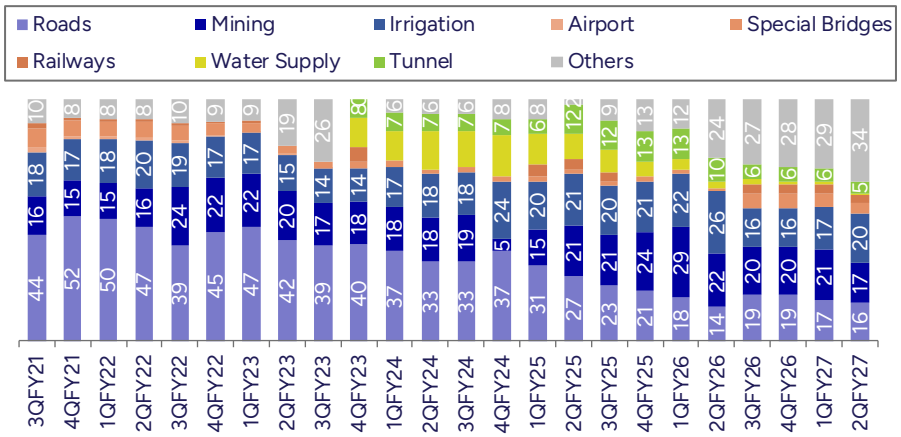
Source: Company, PL

Exhibit 4: Q2FY27 order wins

Project Name	Type	State	Contract Value excluding GST (INR mn)
Construction of Diversion Road from 4/700 km to 11/500 km of Duduka-Gopalpur-Toparia Road (6-lane with service road), Sundargarh	EPC	Odisha	1,602
Construction of Sikasar to Kodar Reservoir Link Canal (Pipeline) under Pairy Project Scheme	EPC	Chhattisgarh	25,243
Laying, Building, Operating or Expanding LPG Pipeline from Paradip, Odisha to Raipur, Chhattisgarh	BOT	Odisha / Chhattisgarh	18,000
400 kV GIS Solapur/Paranda Switching Station, Dharashiv (intra-state transmission, TBCB)	BOOT	Maharashtra	12,650
4-lane Elevated Corridor from Old Pune Naka to Boramani Naka on NH-65, Solapur	HAM	Maharashtra	6,882
400 kV AIS Yavatmal (Babhulgaon) Transmission System (intra-state transmission, TBCB)	BOOT	Maharashtra	11,515
Total			75,892

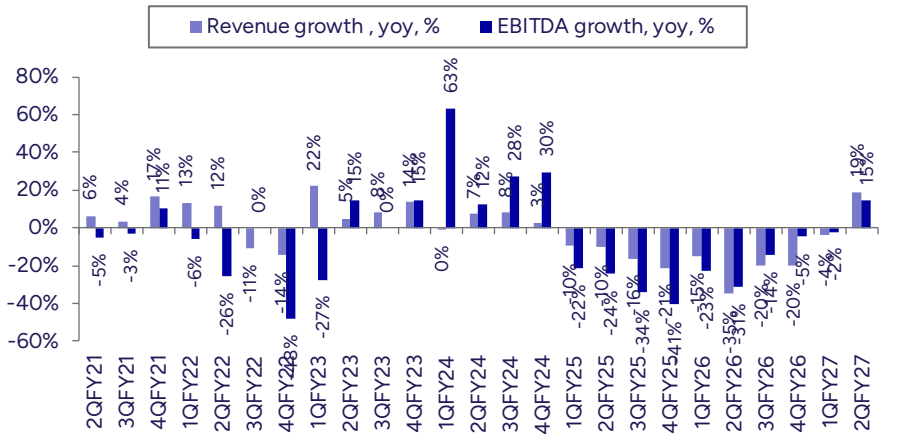
Source: Company, PL

Exhibit 5: Diversified order book



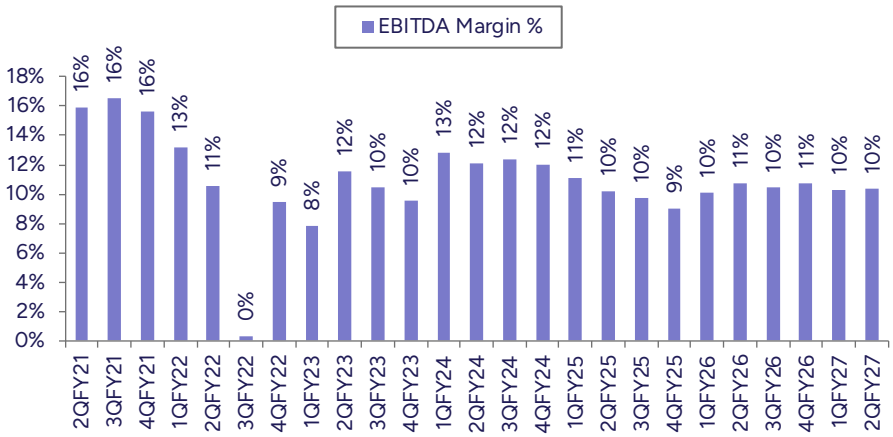
Source: Company, PL

Exhibit 6: Revenue growth muted so far



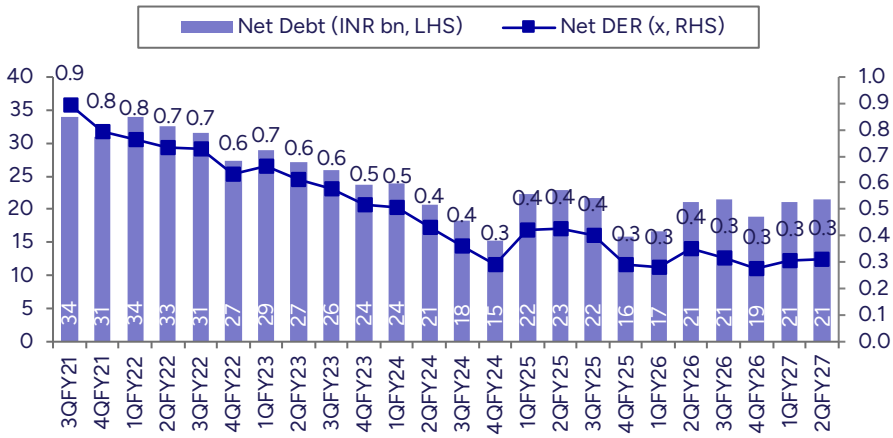
Source: Company, PL

Exhibit 7: EBITDA margin continues to be steady



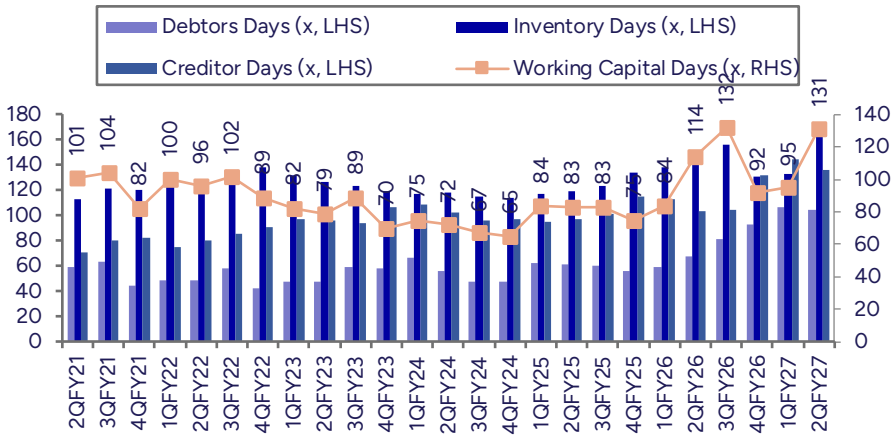
Source: Company, PL

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	FY29E
Order Book	190,816	274,114	255,945	253,950	174,316	149,230	288,300	317,439	358,597	387,951
Order Inflow	68,936	175,387	71,892	99,200	25,739	21,000	185,480	120,000	150,000	160,000
Book to bill x		2.5	2.9	2.5	2.0	1.8	3.1	3.3	3.1	2.9
Revenue	89,838	92,089	90,061	101,195	105,373	90,045	70,050	90,861	108,842	130,646
Change yoy, %	*-1%*	*3%*	*-2%*	*12%*	*4%*	*-15%*	*-22%*	*30%*	*20%*	*20%*
EBITDA	15,720	14,690	7,536	9,884	12,991	9,033	7,344	9,086	10,884	13,065
EBITDA Margin %	*17%*	*16%*	*8%*	*10%*	*12%*	*10%*	*10%*	*10.0%*	*10.0%*	*10%*
Interest Cost	6,127	5,862	6,048	5,137	5,016	4,910	4,373	4,392	4,620	5,368
PAT	4,184	3,193	-1,214	1,199	3,736	1,546	2,097	3,227	4,722	6,412
Change yoy, %	*-44%*	*-25%*	*-127%*	*-358%*	*90%*	*-59%*	*36%*	*54%*	*46%*	*36%*
PAT Margin %	*5%*	*3%*	*-1%*	*2%*	*4%*	*3%*	*12%*	*4%*	*4%*	*5%*
WC as a % of sales	35%	46%	51%	39%	39%	46%	73%	47%	41%	41%
Net debt (INR bn)	24,130	30,988	27,389	23,760	17,729	19,405	22,653	16,581	15,603	18,616
Net debt/ equity (x)	0.67	0.79	0.63	0.52	0.34	0.35	0.33	0.23	0.20	0.23
Capex (Rs bn)	3,694	2,945	1,360	554	1,420	1,759	-9,851	1,000	1,000	1,000
CFO (Rs. bn)	18,529	6,990	-115	11,357	13,876	3,641	-2,565	17,452	10,144	5,281
CFO/ EBITDA	118%	48%	-2%	115%	107%	40%	-35%	192%	93%	40%

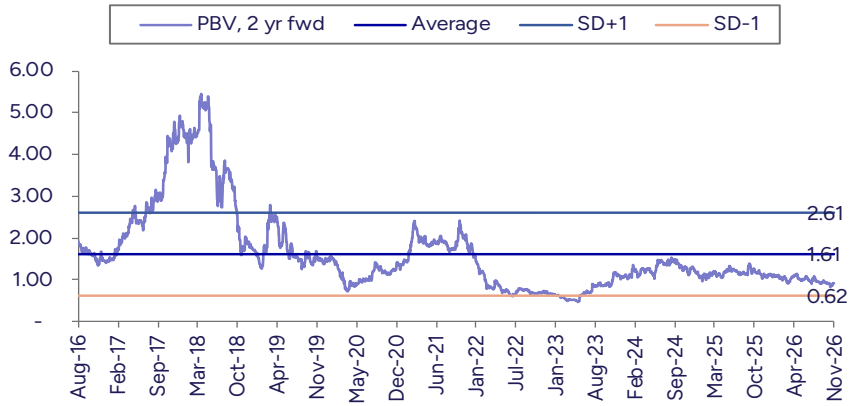
Source: Company, PL

Exhibit 11: Exhibit 12: SoTP-based TP of DBL at INR 488/share

		1HFY29E
Standalone PAT, Ex other income		3,490
Target Multiple, PER (x)		7
Equity value	A	24,428
BV Investment , ex coal MDO	B	34,220
Coal MDO EBITDA		6,559
Target Multiple, EV EBITDA (x)		4
EV		26,235
MDO Debt		5,640
Equity value	C	20,595
Total Equity Value	A+B+C	79,243
No of shares		162
Target price (Rs)		**488**

Source: Company, PL

Exhibit 12: DBL PBV band below averages



Source: Company, PL

Financials

Income Statement (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Net Revenues	**70,050**	**90,861**	**108,842**	**130,646**
YoY gr. (%)	*(22.2)*	*29.7*	*19.8*	*20.0*
Cost of Goods Sold	58,411	-	-	-
Gross Profit	11,639	90,861	108,842	130,646
Margin (%)	*16.6*	*100.0*	*100.0*	*100.0*
Employee Cost	1,809	-	-	-
Other Expenses	2,486	-	-	-
EBITDA	**7,344**	**9,086**	**10,884**	**13,065**
YoY gr. (%)	*(18.7)*	*23.7*	*19.8*	*20.0*
Margin (%)	*10.5*	*10.0*	*10.0*	*10.0*
Depreciation and Amortization	2,403	2,225	2,285	2,345
EBIT	**4,940**	**6,861**	**8,599**	**10,720**
Margin (%)	*7.1*	*7.6*	*7.9*	*8.2*
Net Interest	4,373	4,392	4,620	5,368
Other Income	1,819	2,077	2,334	3,220
Profit Before Tax	**9,578**	**4,538**	**6,312**	**8,572**
Margin (%)	*13.7*	*5.0*	*5.8*	*6.6*
Total Tax	1,158	1,316	1,591	2,160
Effective Tax Rate (%)	*12.1*	*29.0*	*25.2*	*25.2*
Profit After Tax	**8,420**	**3,222**	**4,722**	**6,412**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**2,097**	**3,227**	**4,722**	**6,412**
YoY gr. (%)	*35.6*	*53.9*	*46.3*	*35.8*
Margin (%)	*3.0*	*3.6*	*4.3*	*4.9*
Extra Ord. Income / (Exp)	6,322	(5)	-	-
Reported PAT	**8,420**	**3,222**	**4,722**	**6,412**
YoY gr. (%)	*170.5*	*(61.7)*	*46.6*	*35.8*
Margin (%)	*12.0*	*3.5*	*4.3*	*4.9*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	8,420	3,222	4,722	6,412
Equity Shares O/s (mn)	**162**	**162**	**162**	**162**
EPS (INR)	**12.9**	**19.9**	**29.1**	**39.5**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Non-Current Assets				
Gross Block	**36,085**	**37,085**	**38,085**	**39,085**
Tangibles	-	-	-	-
Intangibles	2	-	-	-
Acc: Dep / Amortization	**27,964**	**30,190**	**32,475**	**34,820**
Tangibles	-	-	-	-
Intangibles	-	-	-	-
Net Fixed Assets	**8,122**	**6,895**	**5,610**	**4,265**
Tangibles	8,120	6,895	5,610	4,265
Intangibles	2	-	-	-
Capital Work In Progress	25	-	-	-
Goodwill	-	-	-	-
Non-Current Investments	29,688	36,488	40,318	42,558
Net Deferred Tax Assets	448	448	448	448
Other Non-Current Assets	3,375	3,375	3,375	3,375
Current Assets				
Investments	-	-	-	-
Inventories	32,497	34,726	34,889	41,878
Trade Receivables	17,834	13,691	16,401	19,686
Cash & Bank Balance	647	1,193	2,171	3,158
Other Current Assets	-	-	-	-
Total Assets	**127,354**	**131,251**	**141,567**	**160,891**
Equity				
Equity Share Capital	1,624	1,624	1,624	1,624
Other Equity	66,610	69,832	74,554	80,966
Total Networth	**68,235**	**71,457**	**76,178**	**82,590**
Non-Current Liabilities				
Long Term Borrowings	1,096	1,096	1,096	1,096
Provisions	193	212	233	257
Other Non Current Liabilities	3,063	3,216	3,377	3,546
Current Liabilities				
ST Debt / Current of LT Debt	21,678	16,678	16,678	20,678
Trade Payables	25,284	28,677	32,205	38,657
Other Current Liabilities	7,805	9,915	11,798	14,067
Total Equity & Liabilities	**127,354**	**131,251**	**141,567**	**160,891**

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
PBT	9,578	4,538	6,312	8,572
Add. Depreciation	2,403	2,225	2,285	2,345
Add. Interest	4,373	4,392	4,620	5,368
Less Financial Other Income	1,819	2,077	2,334	3,220
Add. Other	(7,148)	(259)	(285)	(313)
Op. Profit before WC Changes	9,206	10,896	12,933	15,971
Net Changes-WC	(10,457)	7,872	(1,199)	(8,531)
Direct Tax	(1,314)	(1,316)	(1,591)	(2,160)
Net Cash from Op. Activities	**(2,565)**	**17,452**	**10,144**	**5,281**
Capital Expenditures	(377)	(975)	(1,000)	(1,000)
Interest / Dividend Income	480	259	285	313
Others	(321)	(6,274)	(3,830)	(2,240)
Net Cash from Invt. Activities	**(218)**	**(6,990)**	**(4,545)**	**(2,927)**
Issue of Share Cap. / Premium	3,993	-	-	-
Debt Changes	3,164	(5,000)	-	4,000
Dividend Paid	(162)	(16)	(16)	(16)
Interest Paid	(4,373)	(4,392)	(4,620)	(5,368)
Others	5	16	16	16
Net Cash from Fin. Activities	**2,626**	**(9,392)**	**(4,620)**	**(1,368)**
Net Change in Cash	**(157)**	**1,070**	**978**	**986**
Free Cash Flow	(2,942)	16,477	9,144	4,281

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q3FY26	Q4FY26	Q1FY27	Q2FY27
Net Revenues	**17,182**	**18,602**	**19,296**	**16,857**
YoY gr. (%)	*(20.3)*	*(19.6)*	*(4.0)*	*19.0*
Raw Material Expenses	14,373	15,232	15,964	14,033
Gross Profit	2,810	3,370	3,332	2,825
Margin (%)	*16.4*	*18.1*	*17.3*	*16.8*
EBITDA	**1,795**	**1,995**	**1,991**	**1,746**
YoY gr. (%)	*(14.4)*	*(4.7)*	*(2.0)*	*14.6*
Margin (%)	*10.4*	*10.7*	*10.3*	*10.4*
Depreciation / Depletion	580	560	557	539
EBIT	**1,215**	**1,434**	**1,434**	**1,207**
Margin (%)	*7.1*	*7.7*	*7.4*	*7.2*
Net Interest	1,129	1,104	1,112	1,031
Other Income	631	533	399	533
Profit before Tax	**6,488**	**885**	**712**	**710**
Margin (%)	*37.8*	*4.8*	*3.7*	*4.2*
Total Tax	378	210	325	188
Effective Tax Rate (%)	*5.8*	*23.8*	*45.6*	*26.5*
Profit After Tax	**6,110**	**674**	**387**	**522**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**675**	**658**	**392**	**521**
YoY gr. (%)	*211.2*	*98.2*	*(13.4)*	*257.7*
Margin (%)	*3.9*	*3.5*	*2.0*	*3.1*
Extra Ord. Income / (Exp)	(5,435)	(16)	5	(1)
Reported PAT	**6,110**	**674**	**387**	**522**
YoY gr. (%)	*597.8*	*42.6*	*(68.4)*	*27.9*
Margin (%)	*35.6*	*3.6*	*2.0*	*3.1*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**6,110**	**674**	**387**	**522**
Avg. Shares O/s (mn)	-	-	-	-
EPS (INR)	**4.6**	**4.5**	**2.7**	**3.5**

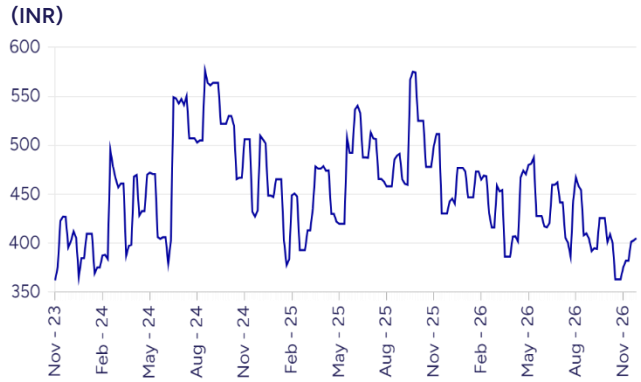
Source: Company, PL

Key Financial Metrics

Y/e Mar	FY26	FY27E	FY28E	FY29E
Per Share (INR)				
EPS	12.9	19.9	29.1	39.5
CEPS	27.7	33.6	43.1	53.9
BVPS	420.1	439.9	468.9	508.4
FCF	(18.1)	101.4	56.3	26.4
DPS	0.1	0.1	0.1	0.1
Return Ratio (%)				
RoCE	6.0	7.6	9.4	10.8
ROIC	5.3	5.5	7.2	8.4
RoE	3.4	4.6	6.4	8.1
Balance Sheet				
Net Debt : Equity (x)	0.3	0.2	0.2	0.2
Net Working Capital (Days)	131	79	64	64
Valuation (x)				
PER	31.4	20.4	13.9	10.3
P/B	1.0	0.9	0.9	0.8
P/CEPS	14.6	12.1	9.4	7.5
EV/EBITDA	12.0	9.1	7.5	6.5
EV/Sales	1.3	0.9	0.7	0.6
Dividend Yield (%)	-	-	-	-
FCFF Yield (%)	(4.5)	25.0	13.9	6.5
PEG Ratio	1.4	0.4	0.3	0.3

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	06-Oct-26	Accumulate	507	401
2	11-Aug-26	Accumulate	507	422
3	07-Jul-26	Accumulate	520	430
4	14-May-26	Accumulate	520	472
5	08-Apr-26	Accumulate	478	407
6	11-Feb-26	Accumulate	514	454

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Adani Energy Solutions	BUY	1526	1220
2	Adani Power	BUY	259	183
3	Ahluwalia Contracts (India)	BUY	930	576
4	Ashoka Buildcon	BUY	130	102
5	CESC	BUY	195	130
6	Coal India	Accumulate	465	389
7	Dilip Buildcon	Accumulate	507	401
8	H.G. Infra Engineering	Accumulate	449	382
9	Indian Energy Exchange	HOLD	112	101
10	IRCON International	HOLD	114	107
11	JSW Energy	BUY	613	483
12	KNR Constructions	HOLD	126	116
13	NCC	BUY	201	123
14	NTPC	BUY	421	316
15	PNC Infratech	BUY	234	134
16	Power Grid Corporation of India	BUY	321	260
17	PSP Projects	BUY	1061	742
18	Rail Vikas Nigam	SELL	165	199
19	RITES	BUY	265	197
20	Tata Power Company	Accumulate	414	360

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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