

Deepak Nitrite (DN IN)

Q4FY26 Result Update

May 18, 2026

 Estimate Change | Target | Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	REDUCE		REDUCE	
Target Price	1,495		1,354	
Sales (INR mn)	86,273	99,775	87,411	100,405
% Chng.	(1.3)	(0.6)		
EBITDA (INR mn)	11,049	13,410	10,732	13,213
% Chng.	3.0	1.5		
EPS (INR)	45.7	51.5	46.2	54.1
% Chng.	(1.1)	(4.8)		

Key Data

DPNT.BO | DN IN

BSE Code	506401
NSE Code	DEEPAKNT
52-W High / Low	INR 2,174 / INR 1,280
Face Value	2
Sensex / Nifty	75,315 / 23,650
Market Cap	INR 238 bn / \$ 2,475 mn
Shares Outstanding	136.39 mn
3M Avg. Daily Value	INR 349.86 mn

Shareholding Pattern (%)

Promoters	49.33
FII	6.19
Mutual Funds	11.01
Domestic Institutions	12.46
Public & Others	21.01
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	13.7	6.3	2.5	(17.2)
Relative	18.5	18.2	15.2	(9.5)

Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	82,819	78,871	86,273	99,775
EBITDA (INR mn)	10,918	9,807	11,049	13,410
Margin (%)	13.2	12.4	12.8	13.4
PAT (INR mn)	6,974	5,379	6,247	7,032
EV (INR mn)	247,381	252,093	274,889	293,668
Total Debt (INR mn)	12,591	16,287	37,000	56,000
C&C Eq. (INR mn)	4,066	2,690	607	827
EPS (INR)	51.1	39.4	45.8	51.6
Gr. (%)	(14.0)	(22.9)	16.1	12.6
DPS (INR)	8.0	5.0	5.7	6.4
Yield (%)	0.4	0.3	0.3	0.4
RoE (%)	13.7	9.6	10.2	10.5
RoCE (%)	15.4	10.7	9.5	8.7
EV/Sales (x)	3.0	3.2	3.2	2.9
EV/EBITDA (x)	22.7	25.7	24.9	21.9
PE (x)	34.2	44.3	38.2	33.9
P/BV (x)	4.4	4.1	3.7	3.4

Improved spreads drive margin expansion

Quick Pointers

- MIBK and MIBC commissioning expected by early Q2FY27
- Management expects stronger performance in Q1FY27 vs Q4FY26

DN's Q4FY26 revenue stood at Rs21.3bn, registering growth of 7.4% QoQ, though declining 2.7% YoY. The topline also included an incentive of Rs684mn for the phenolics segment from the Government of Gujarat, compared to Rs1,612mn in Q4FY25. The Advanced Intermediates segment reported sales growth of 8% YoY as well as QoQ, driven by steady volumes and favorable pricing, which also resulted in a 240bps sequential improvement in margins. The Phenolics segment witnessed 7% sequential growth, although revenue declined by 7% YoY. However, EBIT margins improved sharply due to a significant increase in spreads during the quarter. Projects such as MIBK/MIBC are expected to be commissioned by early Q2FY27, while the nitric acid plant commissioned in Dec'25 operated at 45% utilization during the quarter. Dismantling of the polycarbonate plant in Germany is underway, with the project timeline now revised to June'28 from the earlier guidance of Dec'27.

DN continues to undertake growth initiatives, primarily focused on the Phenolics segment. However, based on our analysis, phenol-acetone spreads have started declining on a week-on-week basis, which could lead to some margin compression going forward. The stock is currently trading at ~34x FY28 EPS. We value the stock at 29x FY28 EPS and maintain our 'REDUCE' rating with a target price of Rs1,497.

Consolidated revenue increases by 7.4% QoQ and -2.7% YoY: Deepak Nitrite's consolidated revenue stood at Rs21.2bn (-2.7% YoY / +7.4% QoQ; PLe Rs20.2bn/Consensus: Rs20.9bn), driven by 8% YoY and QoQ growth in the Advanced Intermediates segment, while FY26 revenue came in at Rs78.8bn, declining 4.8% YoY.

EBITDA increases by 19% YoY and 78%QoQ: EBITDA stood at Rs3.8bn, increased by 18.8% YoY and 78.3% QoQ, (PLe: Rs 2.2bn/Consensus: Rs 2.5bn) while EBITDA margin came at 17.7% (vs14.5% in Q4FY25 and 10.7% in Q3FY26; PLe: 10.9%). Gross profit margin was at 34.9% (vs30.6% in Q4FY25 and 27.8% in Q3FY26; PLe: 28.1%).

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR mn)	20,198	21,203	5.0	21,797	-2.7
EBITDA (INR mn)	1,865	3,760	101.6	3,165	18.8
Margin (%)	9.2	17.7	850 bps	14.5	321 bps
PAT (INR mn)	1,182	2,198	86.0	2,025	8.6

Source: Company, PL

 Swarnendu Bhushan
 swarnendubhushan@plindia.com | +91-22-66322260

 Saurabh Ahire
 saurabhahire@plindia.com | +91-22-66322537

 Tejas Kadam
 tejaskadam@plindia.com | +91-22-66322556

Segmental mix: Phenolics accounted for 67% of total revenue, with EBIT/kg at Rs16.5 (calculated) compared to Rs13.5 in Q4FY25. During Q4FY26, the segment received a subsidy of Rs684.1mn from the Gujarat government for DPL vs 1,612mn in Q4FY25, while no subsidy was received in Q3FY26. Advanced Intermediates contributed 33% of total revenue and reported an EBIT margin of 4.7%. Overall, Phenolics contributed 90% of EBIT, with Advanced Intermediates accounting for the remaining 10%. Excluding the government subsidy, Phenolics reported an adjusted EBIT margin of 16% in Q4FY26 versus 11% in Q3FY26, while adjusted EBIT/kg improved to Rs12.5 from Rs8.3 in Q3FY26

Concall takeaways: (1) Domestic demand continues remain stable. (2) In the Phenolics segment, growth was driven by higher spreads and steady volumes. (3) Q1FY27 productivity and efficiency is expected to be the same without any hindrance. (4) The company preponed the maintenance schedule to first 10 days of April, when there was some shortage of RM. (5) In Advance Intermediate Segment growth was driven by steady volumes and favourable pricing. (6) The nitric acid plant did not operate consistently during the quarter due to technical issues, resulting in ~45% utilization. The management expects this to provide a total EBITDA benefit of Rs900–1000mn once operations stabilize. (7) Nitration and hydrogenation projects were commissioned in FY26 will lead to margin improvement going ahead. (8) Polycarbonate plant expected to be commissioned by June'28. (9) MIBK and MIBC to commission by end of Q1FY27 or early Q2FY27. (10) Management guided that Q1FY27 numbers are expected to be better than Q4FY26.

Exhibit 1 : Q4FY26 Result Overview - Consolidated (Rs mn)

Y/e March	Q4FY26	Q4FY25	YoY gr. (%)	Q4FY26E	% Var.	Q3FY26	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Net Sales	21,203	21,797	(2.7)	20,198	5.0	19,750	7.4	78,871	82,819	(4.8)
Gross Profit	7,407	6,673	11.0	5,679	30.4	5,498	34.7	23,442	24,940	(6.0)
Margin (%)	34.9%	30.6%		28.1%		27.8%		29.7%	30.1%	
EBITDA	3,760	3,165	18.8	2,205	70.5	2,109	78.3	9,807	10,918	(10.2)
Margin (%)	17.7%	14.5%		10.9%		10.7%		12.4%	13.2%	
Other Income	69	228	(69.9)	132		85	(19.3)	599	839	(28.6)
Depreciation	626	513	22.1	597	4.8	576	8.8	2246	1954	15.0
EBIT	3,203	2,881	11.2	1,739	84.1	1,619	97.9	8,160	9,803	(16.8)
Interest	189	93	102.5	104		110	71.3	460	275	67.3
PBT before expectonal items	3,014	2,787	8.1	1,636	84.2	1,508	99.8	7,699	9,528	(19.2)
Total Tax	815	762	7.0	454	79.6	382	113.7	2,064	2,554	(19.2)
ETR (%)	27.1%	27.3%		27.8%		25.3%		26.8%	26.8%	
Adj. PAT	2,198	2,025	8.6	1,182	86.0	1,127	95.1	5,635	6,974	(19.2)
Exceptional Items	0	0		0	(100.0)	128		128	0	
PAT	2,198	2,025	8.6	1,182	86.0	998	120.2	5,507	6,974	(21.0)

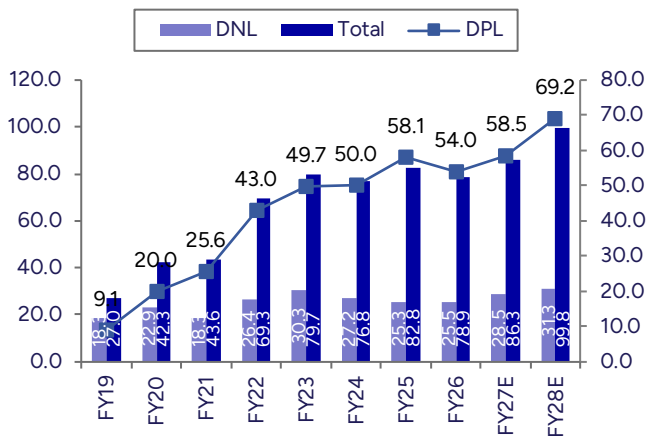
Source: Company, PL

Exhibit 2 : Q4FY26 - Segmental Performance (Rs mn)

Y/e March	Q4FY26	Q4FY25	YoY gr.	Q3FY26	QoQ gr.	FY26	FY25	YoY gr.
Advanced Intermediates	7,077	6,539	8.2%	6,525	8.5%	25,533	25,273	1.0%
Phenolics	14,295	15,323	-6.7%	13,338	7.2%	54,007	58,051	-7.0%
Less Intersegment:	168	65.2	158.3%	113		669	505	32.6%
Total Revenue	21,203	21,797		19,750		78,871	82,819	-4.8%
Advanced Intermediates	336	449	-25.2%	149	124.7%	1,070	1,757	-39.1%
Phenolics	2866	2393	19.7%	1453	97.2%	6,946	7,830	-11.3%
Interest	189	93	102.5%	110	71.3%	460.2	275	67.3%
Other unallocable expenses	-1	-38	-97.1%	-16	-93.1%	-144.2	-215.8	-33.2%
Exceptional item				128		128.4		
Total EBT	3,014	2,787	8.1%	1,380	118.4%	7,571	9,527	-20.5%
EBIT Margins								
Advanced Intermediates	4.7%	6.9%		2.3%		4.2%	7.0%	
Phenolics	20.0%	15.6%		10.9%		12.9%	13.5%	

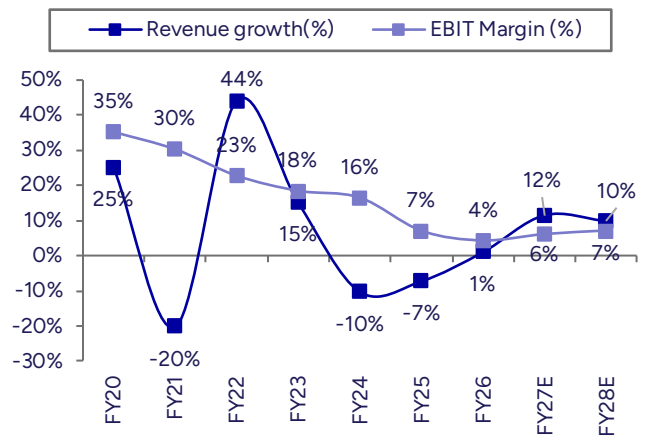
Source: Company, PL

Exhibit 3 : Revenue to grow at 6% CAGR in FY25-28E



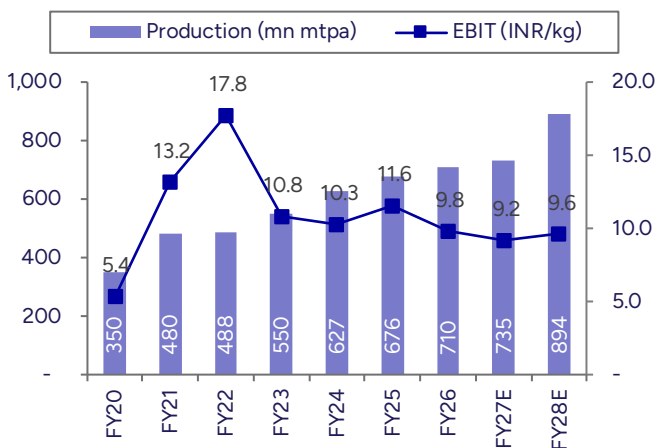
Source: Company, PL

Exhibit 4 : AI EBIT margin to be at 7% in FY28E



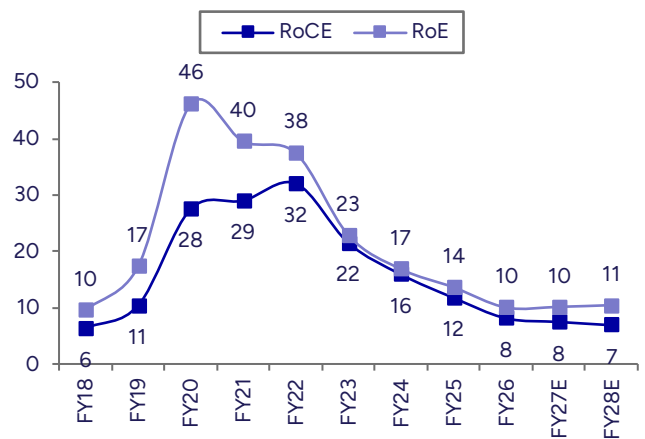
Source: Company, PL

Exhibit 5 : Phenolics EBIT to be at Rs9.6/kg in FY28E



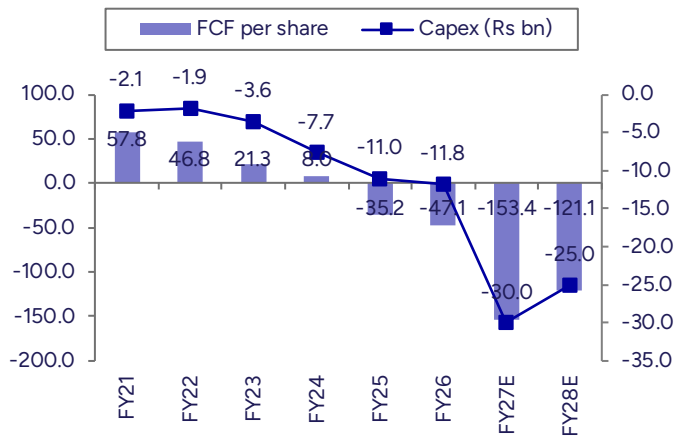
Source: Company, PL

Exhibit 6 : Return ratios to hover at 7-11%



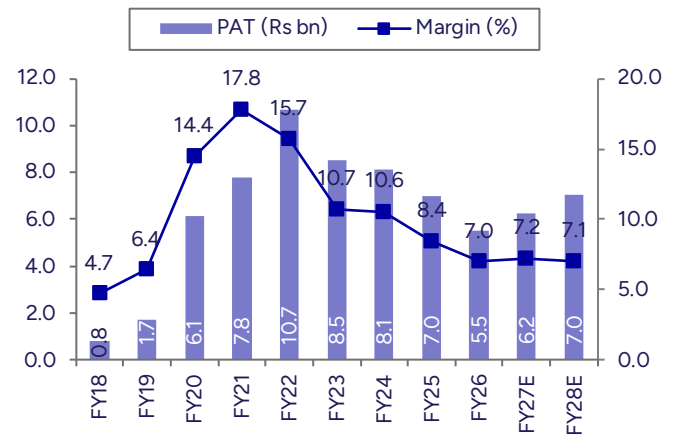
Source: Company, PL

Exhibit 7 : Capex not in sync with FCF



Source: Company, PL

Exhibit 8 : PAT margin at 7.1% in FY28E



Source: Company, PL

Financials

Income Statement (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	82,819	78,871	86,273	99,775
YoY gr. (%)	7.8	(4.8)	9.4	15.7
Cost of Goods Sold	57,879	55,429	60,473	69,656
Gross Profit	24,940	23,442	25,799	30,119
Margin (%)	30.1	29.7	29.9	30.2
Employee Cost	3,922	4,232	4,570	4,936
Other Expenses	10,101	9,403	10,180	11,773
EBITDA	10,918	9,807	11,049	13,410
YoY gr. (%)	(2.8)	(10.2)	12.7	21.4
Margin (%)	13.2	12.4	12.8	13.4
Depreciation and Amortization	1,954	2,246	2,670	3,510
EBIT	8,964	7,561	8,379	9,899
Margin (%)	10.8	9.6	9.7	9.9
Net Interest	275	460	799	1,395
Other Income	839	599	863	998
Profit Before Tax	9,528	7,571	8,442	9,502
Margin (%)	11.5	9.6	9.8	9.5
Total Tax	2,554	2,064	2,195	2,471
Effective Tax Rate (%)	26.8	27.3	26.0	26.0
Profit After Tax	6,974	5,507	6,247	7,032
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	6,974	5,379	6,247	7,032
YoY gr. (%)	(14.0)	(22.9)	16.1	12.6
Margin (%)	8.4	6.8	7.2	7.0
Extra Ord. Income / (Exp)	-	128	-	-
Reported PAT	6,974	5,507	6,247	7,032
YoY gr. (%)	(14.0)	(21.0)	13.4	12.6
Margin (%)	8.4	7.0	7.2	7.0
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	6,974	5,507	6,247	7,032
Equity Shares O/s (mn)	136	136	136	136
EPS (INR)	51.1	39.4	45.8	51.6

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	35,262	45,632	65,632	80,632
Tangibles	35,262	45,632	65,632	80,632
Intangibles	-	-	-	-
Acc: Dep / Amortization	10,717	12,963	15,633	19,144
Tangibles	10,717	12,963	15,633	19,144
Intangibles	-	-	-	-
Net Fixed Assets	24,546	32,669	49,998	61,488
Tangibles	24,546	32,669	49,998	61,488
Intangibles	-	-	-	-
Capital Work In Progress	16,491	18,282	28,282	38,282
Goodwill	27	27	-	-
Non-Current Investments	5,109	2,133	2,133	2,133
Net Deferred Tax Assets	(2,128)	(2,467)	(2,467)	(2,467)
Other Non-Current Assets	-	-	-	-
Current Assets				
Investments	-	-	-	-
Inventories	9,264	8,623	10,305	11,831
Trade Receivables	12,738	15,056	14,182	16,401
Cash & Bank Balance	4,066	2,690	607	827
Other Current Assets	4,937	7,328	8,016	9,270
Total Assets	77,177	86,807	113,522	140,232
Equity				
Equity Share Capital	273	273	273	273
Other Equity	53,614	58,096	63,569	69,730
Total Networth	53,887	58,368	63,842	70,003
Non-Current Liabilities				
Long Term Borrowings	12,591	16,287	37,000	56,000
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	5,218	5,341	5,818	6,679
Other Current Liabilities	2,993	4,018	4,395	5,083
Total Equity & Liabilities	77,177	86,482	113,522	140,232

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	9,528	7,591	8,442	9,502
Add. Depreciation	1,954	2,246	2,670	3,510
Add. Interest	275	460	799	1,395
Less Financial Other Income	839	599	863	998
Add. Other	(560)	(273)	-	-
Op. Profit before WC Changes	11,196	10,025	11,912	14,408
Net Changes-WC	(2,798)	(2,728)	(642)	(3,451)
Direct Tax	(2,152)	(1,887)	(2,195)	(2,471)
Net Cash from Op. Activities	6,247	5,410	9,075	8,486
Capital Expenditures	(11,049)	(11,831)	(30,000)	(25,000)
Interest / Dividend Income	337	167	-	-
Others	(4,201)	4,977	-	-
Net Cash from Inv. Activities	(14,913)	(6,687)	(30,000)	(25,000)
Issue of Share Cap. / Premium	102	-	-	-
Debt Changes	8,069	1,498	20,713	19,000
Dividend Paid	(1,023)	(1,023)	(774)	(871)
Interest Paid	(194)	(384)	(799)	(1,395)
Others	1,108	1,843	-	-
Net Cash from Fin. Activities	8,062	1,934	19,140	16,734
Net Change in Cash	(605)	657	(1,786)	220
Free Cash Flow	(4,802)	(6,422)	(20,925)	(16,514)

Source: Company, PL

Quarterly Financials (INR mn)

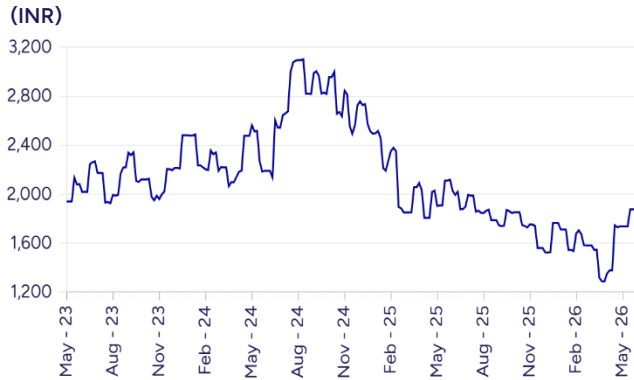
Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Net Revenues	18,899	19,019	19,750	21,203
YoY gr. (%)	(12.8)	(6.4)	3.8	(2.7)
Raw Material Expenses	13,607	13,774	14,252	13,796
Gross Profit	5,292	5,245	5,498	7,407
Margin (%)	28.0	27.6	27.8	34.9
EBITDA	1,896	2,043	2,109	3,760
YoY gr. (%)	(38.7)	(31.3)	25.1	18.8
Margin (%)	10.0	10.7	10.7	17.7
Depreciation / Depletion	513	533	576	626
EBIT	1,383	1,510	1,534	3,134
Margin (%)	7.3	7.9	7.8	14.8
Net Interest	81	79	110	189
Other Income	246	200	85	69
Profit before Tax	1,547	1,630	1,508	3,014
Margin (%)	8.2	8.6	7.6	14.2
Total Tax	425	443	415	815
Effective Tax Rate (%)	27.5	27.2	27.5	27.1
Profit After Tax	1,123	1,188	1,093	2,198
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	1,123	1,188	1,093	2,198
YoY gr. (%)	(44.6)	(38.9)	11.4	8.6
Margin (%)	5.9	6.2	5.5	10.4
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	1,123	1,188	1,093	2,198
YoY gr. (%)	(44.6)	(38.9)	11.4	8.6
Margin (%)	5.9	6.2	5.5	10.4
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	1,123	1,188	1,093	-
Avg. Shares O/s (mn)	136	136	136	136
EPS (INR)	8.3	8.7	8.0	16.2

Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	51.1	39.4	45.8	51.6
CEPS	65.5	55.9	65.4	77.3
BVPS	395.1	427.9	468.0	513.2
FCF	(35.2)	(47.1)	(153.4)	(121.1)
DPS	8.0	5.0	5.7	6.4
Return Ratio (%)				
RoCE	15.4	10.7	9.5	8.7
ROIC	12.2	8.2	7.2	6.5
RoE	13.7	9.6	10.2	10.5
Balance Sheet				
Net Debt : Equity (x)	0.2	0.2	0.6	0.8
Net Working Capital (Days)	74	85	79	79
Valuation (x)				
PER	34.1	44.3	38.1	33.9
P/B	4.4	4.0	3.7	3.4
P/CEPS	26.7	31.2	26.7	22.6
EV/EBITDA	22.6	25.7	24.8	21.8
EV/Sales	2.9	3.1	3.1	2.9
Dividend Yield (%)	0.4	0.2	0.3	0.3
FCFF Yield (%)	(2.1)	(2.7)	(8.8)	(7.0)
PEG Ratio	(2.5)	(2.0)	2.3	2.7

Source: Company, PL

Price Chart

Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	13-Apr-26	REDUCE	1354	1473
2	09-Apr-26	HOLD	1408	1423
3	14-Feb-26	Hold	1673	1634
4	07-Jan-26	Hold	1729	1626
5	14-Nov-25	Hold	1768	1741
6	07-Oct-25	Hold	1924	1844
7	14-Aug-25	Hold	1883	1831
8	07-Jul-25	Reduce	1799	1963
9	29-May-25	Reduce	1799	2096
10	08-Apr-25	Reduce	1645	1835

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Aarti Industries	Accumulate	529	488
2	Bharat Petroleum Corporation	Accumulate	332	308
3	Bharti Airtel	BUY	2226	1884
4	Clean Science and Technology	Hold	846	818
5	Deepak Nitrite	REDUCE	1354	1473
6	Fine Organic Industries	BUY	5311	4492
7	GAIL (India)	Buy	170	145
8	Gujarat Fluorochemicals	HOLD	3316	3330
9	Gujarat Gas	Accumulate	342	313
10	Gujarat State Petronet	Hold	242	236
11	Hindustan Petroleum Corporation	Accumulate	427	390
12	Indian Oil Corporation	Accumulate	163	145
13	Indraprastha Gas	Buy	174	148
14	Jubilant Ingrevia	HOLD	657	635
15	Laxmi Organic Industries	REDUCE	116	125
16	Mahanagar Gas	Accumulate	1302	1174
17	Mangalore Refinery & Petrochemicals	Sell	143	186
18	Navin Fluorine International	Accumulate	7297	6759
19	NOCIL	HOLD	176	182
20	Oil & Natural Gas Corporation	Accumulate	309	287
21	Oil India	Accumulate	550	507
22	Petronet LNG	Accumulate	310	283
23	Reliance Industries	BUY	1635	1328
24	SRF	REDUCE	2579	2720
25	Sudeep Pharma	Reduce	638	682
26	Vinati Organics	Accumulate	1475	1288

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. Swarnendu Bhushan IIT, MBA Finance, Mr. Saurabh Ahire MBA, Passed CFA Level II, Mr. Tejas Kadam BCom 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. Swarnendu Bhushan IIT, MBA Finance, Mr. Saurabh Ahire MBA, Passed CFA Level II, Mr. Tejas Kadam BCom 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.