RATING ACCUMULATE | CMP INR 1,599 | TP INR 1,715

PL Capital
PRABHUDAS LILLADHER

Kirloskar Pneumatic Company (KKPC IN)

Q1FY27 Result Update

July 23, 2026

■ Estimate Change | ■ Target | ☑ Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Accumulate		BUY	
Target Price	1,715		1,715	
Sales (INR mn)	20,943	24,468	20,933	24,468
% Chng.	-	-		
EBITDA (INR mn)	4,063	4,727	4,061	4,727
% Chng.	-	-		
EPS (INR)	45.6	53.6	45.6	53.6
% Chng.	-	-		

Key Data KIRP.BO | KKPC IN

BSE Code	505283
NSE Code	KIRLPNU
52-W High / Low	INR 2,197 / INR 955
Face Value	2
Sensex / Nifty	76,755 / 23,996
Market Cap	INR 104 bn / $ 1,075 mn
Shares Outstanding	64.96 mn
3M Avg. Daily Value	INR 474.37 mn

Shareholding Pattern (%)

Promoters	38.81
FIIs	10.39
Mutual Funds	24.98
Domestic Institutions	1.01
Public & Others	24.81
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(23.6)	18.0	43.5	21.3
Relative	(23.2)	20.7	53.9	29.9

Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	16,402	17,867	20,943	24,468
EBITDA (INR mn)	2,919	3,571	4,063	4,727
Margin (%)	*17.8*	*20.0*	*19.4*	*19.3*
PAT (INR mn)	2,151	2,649	2,957	3,472
EV (INR mn)	100,539	99,203	98,539	97,295
Total Debt (INR mn)	106	33	33	33
C&C Eq. (INR mn)	670	1,174	1,456	1,900
EPS (INR)	33.2	40.9	45.6	53.6
Gr. (%)	*51.9*	*23.1*	*11.7*	*17.4*
DPS (INR)	10.3	12.4	14.4	16.9
Yield (%)	*0.6*	*0.8*	*0.9*	*1.1*
RoE (%)	*21.3*	*22.6*	*21.8*	*21.9*
RoCE (%)	*25.2*	*26.9*	*26.5*	*26.3*
EV/Sales (x)	6.1	5.6	4.7	4.0
EV/EBITDA (x)	34.4	27.8	24.3	20.6
PE (x)	48.2	39.1	35.0	29.8
P/BV (x)	9.5	8.3	7.1	6.0

Near-Term Hiccups, structural story intact

Quick Pointers

- Management reiterated FY27 revenue growth guidance of ~20%, while maintaining EBITDA margin guidance of 18–20%
- Precision Engineering order book accounted for ~15% of the total order book
- Revenue mix remained skewed towards Products contributing ~75% and Packages accounting for ~25%.

Kirloskar Pneumatic (KKPC) reported decent revenue growth of ~7.6% YoY, while EBITDA margin expanded by 322bps YoY to ~15.0%, driven by a favourable product mix and higher in-house manufacturing. During Q1FY27, the company witnessed slower conversion of large package orders due to slowdown in capex amid Middle East conflict; however, equipment order inflows remained healthy, supported by strong demand across end-user industries. The Precision Engineering business remained soft due to lower-than-expected dispatches, with management expecting a meaningful recovery from Q2FY27. In the Air Compression segment, Tezcatlipoca continues to witness strong traction, while Hydrino and Zephyros are expected to drive incremental growth. Meanwhile, Refrigeration Compressors continue to benefit from healthy demand across food processing, dairy, chemical and industrial applications. Although export order conversion in Gas Compression has moderated, order enquiries across cross domestic gas infrastructure, biogas, hydrogen and coal gasification remain encouraging. Further, the expanding CGD network and growing installed base are expected to support ~25% growth in the services business, while new products such as A-800 and Tonali are likely to strengthen the product portfolio and support long-term growth. The stock is currently trading at P/E of 35.0x/29.8x on FY27E/FY28E. We downgrade our rating from 'Buy' rating to 'Accumulate' reflecting a cautious stance on near-term order conversion amid the ongoing Middle East conflict, while maintaining our TP of Rs1,715 (same as earlier) valuing the business at a PE of 32x Mar'28E (same as earlier).

Long Tem View: Despite the macro challenges, we believe KKPC is well placed for healthy long-term growth driven by 1) continued scaling of Air Compression (Tezcatlipoca) to capture import-dominated centrifugal and screw compressor markets; 2) increasing focus on new product platforms across compression and refrigeration segments; 3) launch of Tyche and Khione to enhance penetration in commercial and industrial refrigeration; 4) focus on building in-house IP and fully integrated manufacturing capabilities; 5) leveraging the Precision Engineering division to support near-term growth and 6) strong cash flows and balance sheet.

Quarter Summary

Y/e Mar	Q1'27E	Q1'27A	*% Var.*	Q1'26A	*YoY gr. (%)*
Net Sales (INR mn)	3,285	3,031	*-8.0*	2,817	*8.0*
EBITDA (INR mn)	443	456	*3.0*	333	*37.0*
Margin (%)	*13.5*	*15.0*	*150 bps*	*11.8*	*320 bps*
PAT (INR mn)	330	332	*1.0*	253	*31.0*

Source: Company, PL

Amit Anwani
amitanwani@plindia.com | +91-22-66322250

Hitesh Agarwal
hiteshagarwal@plindia.com | +91-22-66322535

Healthy operating performance with gross margin expansion aiding profitability: Revenue increased by 7.6% YoY to INR3.0bn (PLe: INR3.3bn), with Compression Systems sales rising by 13.0% YoY to INR2.8bn while the other/precision engineering segment declined by 38.2% YoY to Rs183mn. Gross margin improved by 516bps YoY to 55.9%. EBITDA came in at INR456mn vs. INR333mn in Q1FY26 (PLe: INR443mn). EBITDA margin improved by 322bps YoY to 15.0% (Ple: 13.5%) primarily aided by gross margin expansion. Adj. PBT surged 31.5% YoY to INR447mn (PLe: INR442mn). Adj. PAT also rose by 31.2% YoY to INR332mn (PLe: INR330mn) aided by a flattish effective tax rate of 25.7% (vs. 25.6% in Q1FY26). Order book increased by 7.4% YoY to Rs18.5bn (1.0x TTM revenue) while order intake stood at Rs2.9bn (calc.) in Q1FY27.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	*YoY gr. (%)*	Q2FY27E	*YoY gr. (%)*	Q3FY27E	*YoY gr. (%)*	Q4FY27E	*YoY gr. (%)*
Sales	3,031	*7.6%*	4,421	*14.4%*	4,912	*20.7%*	8,579	*20.5%*
EBITDA	456	*36.9%*	809	*38.3%*	963	*21.3%*	1,835	*-1.3%*
Margin (%)	*15.0*	*322.3*	*18.3*	*316.0*	*19.6*	*8.7*	*21.4*	*(474.0)*
Adj. PAT	332	*31%*	583	*33%*	698	*28%*	1,344	*-4%*

Source: Company, PL

Exhibit 2: Gross margins expansion (+516bps YoY) driven by a favourable product mix aided profitability

(INR mn)	Q1FY27	Q1FY26	*YoY gr.*	Q1FY27E	*% Var.*	Q4FY26	*QoQ gr.*	FY27E	FY26	*YoY gr.*
Revenue	**3,031**	**2,817**	***7.6%***	**3,285**	***-7.7%***	**7,118**	***-57.4%***	**20,943**	**17,867**	***17.2%***
Gross Profit	1,694	1,429	*18.5%*	1,646	*2.9%*	3,549	*-52.3%*	10,304	8,923	*15.5%*
Margin (%)	*55.9*	*50.7*	*516*	*50.1*	*578.9*	*49.9*	*603*	*49.2*	*49.9*	*(74)*
Employee Cost	548	504	*8.7%*	545	*0.5%*	543	*0.9%*	2,377	2,056	*15.6%*
as % of sales	*18.1*	*17.9*	*19*	*16.6*	*148.0*	*7.6*	*1,045*	*11.4*	*11.5*	*(16)*
Other expenditure	690	592	*16.6%*	650	*6.1%*	1,146	*-39.8%*	3,864	3,296	*17.2%*
as % of sales	*22.8*	*21.0*	*175*	*19.8*	*296.5*	*16.1*	*666*	*18.5*	*18.4*	*0*
EBITDA	**456**	**333**	***36.9%***	**443**	***2.8%***	**1,860**	***-75.5%***	**4,063**	**3,571**	***13.8%***
Margin (%)	*15.0*	*11.8*	*322*	*13.5*	*154.5*	*26.1*	*(1,109)*	*19.4*	*20.0*	*(59)*
Depreciation	89	75	*18.7%*	83	*7.2%*	84	*6.0%*	387	318	*21.9%*
EBIT	**367**	**258**	***42.2%***	**360**	***1.8%***	**1,776**	***-79.3%***	**3,676**	**3,253**	***13.0%***
Margin (%)	*12.1*	*9.2*	*295*	*11.0*	*113.5*	*25.0*	*(1,284)*	*17.6*	*18.2*	*(66)*
Other Income	81	84	*-3.6%*	84	*-3.6%*	60	*35.0%*	306	277	*10.3%*
Interest	1	2	*-50.0%*	2	*-50.0%*	2	*-50.0%*	13	11	*16.9%*
PBT (ex. Extra-ordinaries)	**447**	**340**	***31.5%***	**442**	***1.0%***	**1,834**	***-75.6%***	**3,969**	**3,520**	***12.8%***
Margin (%)	*14.7*	*12.1*	*268*	*13.5*	*127.8*	*25.8*	*(1,102)*	*19.0*	*19.7*	*(75)*
Extraordinary Items	-	-		-	-	42	-	-	(141)	-
PBT	**447**	**340**	***31.5%***	**442**	***1.0%***	**1,876**	***-76.2%***	**3,969**	**3,379**	***17.5%***
Total Tax	115	87	*32.2%*	113	*1.9%*	439	*-73.8%*	1,012	836	*21.1%*
Effective Tax Rate (%)	*25.7*	*25.6*	*14*	*25.5*	*22.7*	*23.4*	-	*25.5*	*24.7*	-
Reported PAT	**332**	**253**	***31.2%***	**330**	***0.7%***	**1,437**	***-76.9%***	**2,957**	**2,543**	***16.3%***
Adj. PAT	**332**	**253**	***31.2%***	**330**	***0.7%***	**1,405**	***-76.4%***	**2,957**	**2,648**	***11.6%***
Margin (%)	*11.0*	*9.0*	*197*	*10.0*	*91.9*	*19.7*	*(878)*	*14.1*	*14.8*	*(70)*
Adj. EPS	**5.1**	**3.9**	***31.2%***	**5.1**	***0.7%***	**21.7**	***-76.4%***	**45.6**	**40.9**	***11.6%***

Source: Company, PL

Exhibit 3: Compression system revenue increases by 13.0% YoY to INR2.8bn; EBIT margin expands ~524bps YoY to 21.7%

Segment Revenue (INR mn)	Q1FY27	Q1FY26	YoY gr.	Q1FY27E	% Var.	Q4FY26	QoQ gr.	FY27E	FY26	YoY gr.
Compression Systems	2,848	2,521	*13.0%*	2,585	*10.2%*	6,819	*-58.2%*	17,132	16,713	*2.5*
Other/ Precision Engineering	183	296	*-38.2%*	700	*-73.9%*	299	*-38.8%*	3,811	1,155	*230.0*
Mix (%)										
Compression Systems	94.0	89.5	*447.0*	78.7	*1,527.3*	95.8	*(184)*	81.8	93.5	*(1,173.7)*
Other/ Precision Engineering	6.0	10.5	*(447.0)*	21.3	*(1,527.3)*	4.2	*184*	18.2	6.5	*1,173.3*
Segment EBIT (Rs mn)										
Compression Systems	618	415	*48.9%*	535	*15.5%*	2,009	*-69.2%*	3,735	4,071	*(8.3)*
Segment EBIT Margin (%)										
Compression Systems	21.7	16.5	*523.8*	20.7	*4.8%*	29.5	*(776)*	21.8	24.4	*(255.8)*

Source: Company, PL

Conference Call Highlights:

Guidance: Management maintained its FY27 revenue guidance of ~20% despite deferred in order conversion due to the Middle East conflict, while reiterating its EBITDA margin guidance of 18–20%. Service revenue is expected to grow 25–30%, while Zephyros is expected to witness a meaningful ramp-up from FY28. The company plans to incur ~Rs1bn of capex in FY27, along with an additional ~Rs3.2bn of investment towards Zephyros across FY27–FY28.

Order backlog: Order booking stood ~Rs3bn remain muted due to geopolitical uncertainty impacted the package related order which has slowdown order finalization. However product business saw healthy order inflow driven by Tezcatlipoca further aided by high order booking in bio-gas. Gas compressors order booking was muted due to the Middle East crisis, delaying expected large international orders. However active domestic upstream activity, remain highly favorable for the business.

Air Compression: The Air Compression business recorded its highest-ever quarterly order bookings, driven by strong tarction from carbon dioxide, metals and powerplant applications. The Tezcatlipoca platform continued to gain market share, with the company estimating a mid-teen market share in an addressable market of ~INR5bn and targeting over INR1bn of order inflows during FY27.

Refrigeration: The Refrigeration business witnessed no major package dispatches or significant package order inflows during Q1, although large package orders secured towards the end of FY26 continue to provide execution visibility. Demand for ammonia compressors remained healthy across end-user industries, while the Tyche semi-hermetic compressor, commissioned last year, continues to gain market acceptance. Continued investments in cold storage, food processing, fisheries and other industrial refrigeration applications are expected to support demand for Khione through FY27.

Process Gas: The Process Gas business delivered strong growth during the quarter, supported by large order dispatches, while biogas recorded its highest-ever order bookings amid increasing adoption of alternate fuels. Gas order bookings remained muted due to the geopolitical crisis in the Middle East, which delayed the closure of certain large international orders. However, the conflict has accelerated interest in biogas, domestic upstream gas and transmission projects, supporting the medium-term outlook, if converted, these orders are expected to be executed from FY28.

O&M: The company continues to benefit from the expansion of India's City Gas Distribution (CGD) network, which is expected to increase from approximately 7,000 to 15,000 stations by 2031, supporting long-term demand for compression equipment and aftermarket services. The Operations & Maintenance (O&M) business grew 25–30% in FY26, supported by a network of over 1,000 gas stations, and is expected to continue benefiting from a growing installed base and higher aftermarket activity. Additionally, the company plans to launch new CNG products towards the end of FY27, further expanding its product portfolio and addressing incremental market opportunities.

Precision Engineering: The Precision Engineering business witnessed witnessed a soft Q1FY27, as dispatches remained lower than expected. However, management expects meaningful improvement from Q2FY27, with execution continuing through Q3. Order book for PED accounts for ~15% of total OB expected to executed in FY27. Growth is expected to remain gradual given the longer development and qualification cycles for these highly critical products. The division is expected to contribute 10–15% of overall revenues over the long term.

Zephyros: Zephyros installation is progressing as planned with two systems already installed and third installation scheduled during current month. The Zephyros platform received its first commercial order during the quarter, with a dedicated team driving customer engagement and new application development to build the installed base. Following multiple internal installations, revenue contribution is expected to commence from Q2FY27, with a more meaningful scale-up anticipated from FY28.

New Products (A-800 Tezcatlipoca & Tonalli): The company launched the A-800 centrifugal compressor, the smallest in its class, offering Class-zero oil-free air, higher efficiency and a lower total cost of ownership than conventional dry screw compressors. Initial customer enquiries have been received, with a measured rollout focused on successful early installations to drive customer validation and adoption. Similarly, the Tonalli containerised biogas solution, targeting hotels, hospitals and institutional kitchens, will also be commercialised gradually to build reference installations and word-of-mouth, while offering an estimated payback period of ~2.5 years.

Financials

Income Statement (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	**16,402**	**17,867**	**20,943**	**24,468**
YoY gr. (%)	*24.0*	*8.9*	*17.2*	*16.8*
Cost of Goods Sold	8,649	8,944	10,639	12,682
Gross Profit	7,753	8,923	10,304	11,786
Margin (%)	*47.3*	*49.9*	*50.0*	*48.2*
Employee Cost	1,789	2,056	2,377	2,667
Other Expenses	3,045	3,296	3,864	4,392
EBITDA	**2,919**	**3,571**	**4,063**	**4,727**
YoY gr. (%)	*44.3*	*22.3*	*13.8*	*16.3*
Margin (%)	*17.8*	*20.0*	*19.4*	*19.3*
Depreciation and Amortization	291	318	387	464
EBIT	**2,628**	**3,253**	**3,676**	**4,263**
Margin (%)	*16.0*	*18.2*	*17.6*	*17.4*
Net Interest	4	11	13	13
Other Income	222	277	306	392
Profit Before Tax	**2,808**	**3,379**	**3,969**	**4,642**
Margin (%)	*17.1*	*18.9*	*19.0*	*19.0*
Total Tax	696	836	1,012	1,170
Effective Tax Rate (%)	*24.8*	*24.7*	*26.0*	*26.0*
Profit After Tax	**2,113**	**2,543**	**2,957**	**3,472**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**2,151**	**2,649**	**2,957**	**3,472**
YoY gr. (%)	*51.9*	*23.1*	*11.6*	*17.4*
Margin (%)	*12.9*	*14.6*	*13.9*	*14.0*
Extra Ord. Income / (Exp)	(39)	(106)	-	-
Reported PAT	**2,113**	**2,543**	**2,957**	**3,472**
YoY gr. (%)	*58.5*	*20.4*	*16.3*	*17.4*
Margin (%)	*12.9*	*14.2*	*14.1*	*14.2*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	2,113	2,543	2,957	3,472
Equity Shares O/s (mn)	**65**	**65**	**65**	**65**
EPS (INR)	**33.2**	**40.9**	**45.6**	**53.6**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	**5,115**	**5,824**	**6,561**	**7,557**
Tangibles	4,859	5,556	6,243	7,189
Intangibles	257	268	318	368
Acc: Dep / Amortization	**1,962**	**2,224**	**2,611**	**3,076**
Tangibles	1,743	1,988	2,350	2,782
Intangibles	219	236	261	294
Net Fixed Assets	**3,154**	**3,600**	**3,950**	**4,481**
Tangibles	3,115	3,568	3,893	4,407
Intangibles	38	32	56	74
Capital Work In Progress	213	67	330	334
Goodwill	-	-	-	-
Non-Current Investments	1,873	1,296	2,116	2,456
Net Deferred Tax Assets	(182)	(107)	(107)	(107)
Other Non-Current Assets	3	6	4	5
Current Assets				
Investments	2,686	3,426	3,700	4,500
Inventories	2,154	2,180	3,041	3,553
Trade Receivables	4,804	5,230	5,738	6,703
Cash & Bank Balance	670	1,174	1,456	1,900
Other Current Assets	551	325	524	587
Total Assets	**16,472**	**17,574**	**21,488**	**25,255**
Equity				
Equity Share Capital	130	130	130	130
Other Equity	10,833	12,359	14,450	16,991
Total Networth	**10,962**	**12,488**	**14,580**	**17,120**
Non-Current Liabilities				
Long Term Borrowings	6	2	2	2
Provisions	102	113	131	139
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	100	32	32	32
Trade Payables	2,159	2,587	2,984	3,620
Other Current Liabilities	2,834	2,137	3,545	4,127
Total Equity & Liabilities	**16,472**	**17,574**	**21,488**	**25,255**

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	2,808	3,379	3,969	4,642
Add. Depreciation	291	318	387	464
Add. Interest	4	11	13	13
Less Financial Other Income	222	277	306	392
Add. Other	(72)	(161)	-	-
Op. Profit before WC Changes	3,031	3,547	4,369	5,120
Net Changes-WC	(210)	(408)	(134)	(426)
Direct Tax	(680)	(818)	(1,012)	(1,170)
Net Cash from Op. Activities	**2,141**	**2,322**	**3,223**	**3,524**
Capital Expenditures	(777)	(650)	(1,000)	(1,000)
Interest / Dividend Income	53	52	-	-
Others	(829)	(509)	(1,063)	(1,135)
Net Cash from Invt. Activities	**(1,554)**	**(1,106)**	**(2,063)**	**(2,135)**
Issue of Share Cap. / Premium	29	23	-	-
Debt Changes	1	(69)	-	-
Dividend Paid	(486)	(648)	(865)	(931)
Interest Paid	3	(10)	(13)	(13)
Others	(4)	(5)	-	-
Net Cash from Fin. Activities	**(457)**	**(710)**	**(878)**	**(945)**
Net Change in Cash	**130**	**506**	**282**	**444**
Free Cash Flow	1,362	1,658	2,223	2,524

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q2FY26	Q3FY26	Q4FY26	Q1FY27
Net Revenues	**3,864**	**4,069**	**7,118**	**3,031**
YoY gr. (%)	*12.8*	*(31.2)*	*152.7*	*(21.6)*
Raw Material Expenses	2,022	1,965	3,569	1,337
Gross Profit	1,842	2,104	3,549	1,694
Margin (%)	*47.7*	*51.7*	*49.9*	*55.9*
EBITDA	**585**	**794**	**1,860**	**456**
YoY gr. (%)	*18.4*	*(27.6)*	*458.6*	*(22.1)*
Margin (%)	*15.1*	*19.5*	*26.1*	*15.0*
Depreciation / Depletion	78	81	84	89
EBIT	**507**	**713**	**1,776**	**367**
Margin (%)	*13.1*	*17.5*	*25.0*	*12.1*
Net Interest	5	2	2	1
Other Income	72	61	60	81
Profit before Tax	**574**	**589**	**1,876**	**447**
Margin (%)	*14.9*	*14.5*	*26.4*	*14.7*
Total Tax	136	174	439	115
Effective Tax Rate (%)	*23.7*	*29.5*	*23.4*	*25.7*
Profit After Tax	**438**	**415**	**1,437**	**332**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**438**	**544**	**1,405**	**332**
YoY gr. (%)	*(35.1)*	*47.9*	*67.4*	*31.2*
Margin (%)	*11.3*	*13.4*	*19.7*	*11.0*
Extra Ord. Income / (Exp)	-	(129)	32	-
Reported PAT	**438**	**415**	**1,437**	**332**
YoY gr. (%)	*(35.1)*	*12.8*	*71.2*	*31.2*
Margin (%)	*11.3*	*10.2*	*20.2*	*11.0*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**438**	**415**	**1,437**	**332**
Avg. Shares O/s (mn)	65	65	65	65
EPS (INR)	**6.8**	**8.4**	**21.7**	**5.1**

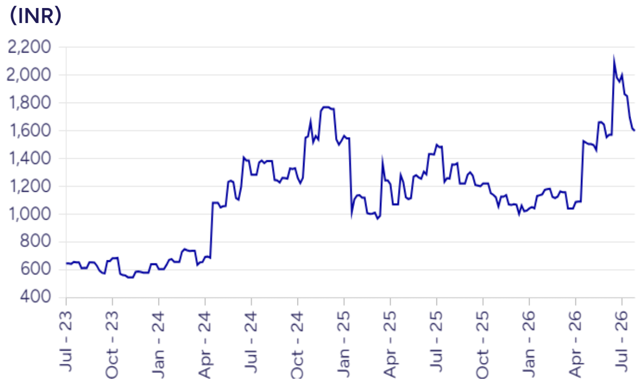
Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	33.2	40.9	45.6	53.6
CEPS	37.7	45.8	51.6	60.8
BVPS	169.1	192.6	225.1	264.3
FCF	21.0	25.6	34.3	39.0
DPS	10.3	12.4	14.4	16.9
Return Ratio (%)				
RoCE	25.2	26.9	26.5	26.3
ROIC	27.9	32.7	31.4	32.5
RoE	21.3	22.6	21.8	21.9
Balance Sheet				
Net Debt : Equity (x)	-	-	-	-
Net Working Capital (Days)	107	99	101	99
Valuation (x)				
PER	48.1	39.1	35.0	29.8
P/B	9.4	8.3	7.1	6.0
P/CEPS	42.4	34.9	30.9	26.3
EV/EBITDA	34.4	27.7	24.2	20.5
EV/Sales	6.1	5.5	4.7	3.9
Dividend Yield (%)	0.6	0.7	0.8	1.0
FCFF Yield (%)	1.3	1.5	2.1	2.4
PEG Ratio	0.9	1.6	2.9	1.7

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	08-Jul-26	BUY	1715	1745
2	28-Apr-26	BUY	1715	1448
3	09-Apr-26	BUY	1556	1170
4	23-Mar-26	BUY	1556	1051
5	24-Jan-26	BUY	1557	1068
6	07-Jan-26	BUY	1620	1058
7	04-Dec-25	BUY	1620	1047
8	28-Oct-25	BUY	1620	1150
9	07-Oct-25	BUY	1636	1198
10	16-Sep-25	BUY	1636	1260

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ABB India	HOLD	6523	6772
2	Apar Industries	Hold	13310	13443
3	BEML	Accumulate	1940	1776
4	Bharat Electronics	Accumulate	453	408
5	BHEL	Reduce	368	435
6	Carborundum Universal	Reduce	986	1081
7	Cummins India	Reduce	5133	5499
8	Elgi Equipments	Accumulate	637	576
9	Engineers India	Buy	271	235
10	GE Vernova T&D India	Accumulate	4650	4467
11	Grindwell Norton	Accumulate	2002	2018
12	Harsha Engineers International	Hold	461	418
13	Hindustan Aeronautics	BUY	5423	4365
14	Hitachi Energy India	Reduce	30768	31755
15	Ingersoll-Rand (India)	Accumulate	4934	4360
16	Kalpataru Projects International	Buy	1466	1332
17	KEC International	Accumulate	558	487
18	Kirloskar Pneumatic Company	BUY	1715	1745
19	Larsen & Toubro	BUY	4632	3892
20	Praj Industries	Accumulate	389	355
21	Siemens	HOLD	3750	3446
22	Siemens Energy India	Accumulate	3274	3359
23	Thermax	Reduce	3969	4603
24	Triveni Turbine	Hold	638	613
25	Voltamp Transformers	Accumulate	10503	9390

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. Amit Anwani MBA (Finance), Mr. Hitesh Agarwal MBA Finance 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

AMNISH AGGARWAL

Digitally signed by AMNISH AGGARWAL
DN: c=IN, o=Personal, title=1443, 2.5.4.20=21151ea12dd366d1ac370cb42343ee44b6e851c37bdbac5f86aa4ff3e6948487, postalCode=400015, st=Maharashtra, serialNumber=7a6f13691881d5a8af6353865a61b48b7040e72f4a1bf53182e368b3ca14a5e4, cn=AMNISH AGGARWAL
Date: 2026.07.23 08:10:27 +05'30'

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. Amit Anwani MBA (Finance), Mr. Hitesh Agarwal MBA Finance 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.