

KNR Constructions (KNRC IN)

Q4FY26 Result Update

June 02, 2026

 Estimate Change | Target | Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	HOLD		HOLD	
Target Price	119		124	
Sales (INR mn)	20,602	25,106	21,541	26,180
% Chng.	-4.4	-4.1		
EBITDA (INR mn)	2,163	2,887	2,370	3,403
% Chng.	-8.7	-15.2		
EPS (INR)	5.4	7.2	5.5	8.0
% Chng.	-0.6	-10.0		

Key Data

KNRL.BO | KNRC IN

BSE Code	532942
NSE Code	KNRCON
52-W High / Low	INR 245 / INR109
Face Value	2
Sensex / Nifty	74,267 / 23,383
Market Cap	INR 362 bn / \$ mn
Shares Outstanding	281.2
3M Avg. Daily Value	INR 607.14 mn

Shareholding Pattern (%)

Promoter's	48.81
Foreign	6.29
Mutual Funds	18.85
Domestic Institution	0.46
Public & Others	25.59
Promoter Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	3.0	2.9	20.3	(38.9)
Relative	6.7	6.3	(8.1)	(32.9)

Key Financials - Standalone

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	33,586	20,967	20,602	25,106
EBITDA (INR mn)	6,259	1,782	2,163	2,887
Margin (%)	18.6	8.5	10.5	11.5
PAT (INR mn)	3,275	1,162	1,524	2,027
EV (INR mn)	34,818	35,146	27,336	26,096
Total Debt (INR mn)	-	-	-	-
C&C Eq. (INR mn)	812	707	8,517	9,757
EPS (INR)	11.6	4.1	5.4	7.2
Gr. (%)	335.5	-64.5	31.2	33.0
DPS (INR)	0.2	0.2	0.3	0.3
Yield (%)	0.2	0.2	0.2	0.2
RoE (%)	9.1	2.9	3.7	4.7
RoCE (%)	14.9	3.0	3.7	5.1
EV/Sales (x)	5.6	19.7	12.6	9.0
EV/EBITDA (x)	1.0	1.7	1.3	1.0
PE (x)	11.1	31.2	23.8	17.9
P/BV (x)	0.9	0.9	0.9	0.8

Execution recovery deferred to FY28

Quick Pointers

- Near-term earnings likely to remain subdued
- Order book remains robust at INR 119bn (~5x TTM revenue), while the planned INR 15.4bn HAM monetization should strengthen liquidity

KNR Constructions (KNRC) reported another weak quarter, resulting in FY26 revenue declining ~38% YoY. Although order inflows improved materially to INR 35bn in FY26 (vs. INR 5bn in FY25), execution of these projects is expected to commence only from Q4FY27E. Additionally, the company secured fresh road orders worth INR 32bn in Q1FY27, taking the current order book to ~INR 119bn (~5x TTM revenue), providing strong execution visibility for FY28E and beyond. Management refrained from providing formal FY27 revenue guidance but indicated a standalone revenue target of over INR 20bn. EBITDA margins are expected to remain subdued at 10–11%, reflecting an intensely competitive bidding environment. On the positive side, HAM asset monetization of INR 15.4bn remains on track, which should strengthen liquidity and adequately fund the remaining HAM equity commitments. We expect earnings recovery to be gradual, with meaningful improvement in execution and profitability likely only from FY28E as recently won projects enter the execution phase and the project mix improves (current book exposure at roads 49%, mining 30%, irrigation 14% and pipelines 7%). We maintain our HOLD rating with a revised SoTP-based target price of INR 119/share (earlier INR 124/share), reflecting lower revenue and EBITDA estimates for FY27–28E. While the stock is currently trading below book value, valuations remain demanding at 18x FY28E EPS

Weak quarter: Weak quarter: KNR reported Q4FY26 revenue of INR 5.4bn, down 37% YoY, as execution remained subdued amid completion of legacy EPC/irrigation projects, while recently awarded HAM projects are yet to meaningfully contribute. EBITDA declined 76% YoY to INR 283mn, with margins contracting to 5.3% from 13.8% a year ago on lower operating leverage. PAT stood at INR 192mn, down 74% YoY. For FY26, revenue/EBITDA/PAT declined 38%/72%/84% YoY to INR 21.0bn/INR 1.8bn/INR 1.2bn, respectively, with EBITDA margin moderating to 8.5% from 18.6% in FY25.

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR mn)	4,697	5,353	14.0	8,512	-37.1
EBITDA (INR mn)	430	283	-34.2	1,175	-75.9
Margin (%)	9.2	5.3	-387 bps	13.8	-852 bps
PAT (INR mn)	303	192	-36.6	752	-74.4

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

HAM monetization on track: KNR has signed SPAs with Indus Infra Trust for the sale of four HAM SPVs for a total consideration of INR 15.4bn against equity invested of INR5.7bn. One asset monetization is expected to close by Jun'26, while the remaining transactions are targeted for completion by Sep'26. The proceeds are expected to fund the residual HAM equity requirement of ~INR2.2bn across the HAM portfolio, strengthen liquidity and support future growth opportunities. Separately, KNR has invested INR7.3bn across eight HAM projects, with the recently awarded Mysore–Kushalnagara packages at an early stage of execution and expected to contribute meaningfully from FY28.

Healthy order book provides revenue visibility: The order book stood at INR 86.7bn at FY26-end and increased to ~INR 119bn including the two recently secured HAM projects. The order book is diversified across roads (49%), mining (30%), irrigation (14%) and pipelines (7%), with the executable order book (excluding mining) providing visibility over the next 3–3.5 years. Key monitorable remain commencement timelines for new HAM projects and receipt of pending clearances for the mining order.

Near-term outlook remains cautious: Management refrained from providing a formal FY27 revenue guidance given uncertainty around commencement timelines for recently awarded projects, although it indicated a standalone revenue aspiration of INR20bn+. EBITDA margins are expected to remain subdued at 10–11% in FY27 amid heightened competitive intensity and a weak project mix. Profitability could improve from FY28 onwards as HAM projects scale up, mining execution commences, and higher-margin projects contribute more meaningfully

Q4FY26 Earnings call Highlights

Sector Context: NHAI awarded ~3,100 km of projects in FY26, down ~22% YoY, missing the 5,000 km target. The moderation was attributed to extended project appraisal/approval timelines, land acquisition challenges, and increased emphasis on project preparedness before award. Construction activity, however, remained healthy at ~5,300 km for the year. For FY27, industry estimates peg NHAI construction at 9,000–9,500 km. MoRTH also improved contractor cash flows by reducing the price escalation cycle from 3 months to 1 month, enabling faster pass-through of input cost fluctuations – a step that has been well-received by the sector.

Order Book & Recent Wins: Standalone order book FY26 is at INR 86.73bn (excl. new HAM wins); including the two recently won HAM projects, total book stands at ~INR 119 bn. Segment mix: Roads 49%, Mining 30%, Irrigation 14%, Pipeline 7%. Current order book (ex-mining) is executable over 3–3.5 years. The two new HAM wins – ECR Elevated Corridor (Tamil Nadu, INR 21.63 bn) and NH-167 (Telangana, INR 17.34 bn) – add INR 38.97 bn to the book; financial closure on the Chennai ECR project is expected by June 2026, with revenue recognition likely from FY28.

FY26 order inflow included the ECR flyover (~INR 21.50 bn), Mahabubnagar HAM (~INR 17.60 bn), and other smaller awards (~INR 14-15 bn). For FY27, management has ~INR 36 bn of bids already submitted and ~INR 40 bn under pipeline, targeting segments including NHAI HAM, Hyderabad Ring Road, railways (6–7 tenders already executed), flyovers, and solar EPC.

HAM Portfolio & Equity Investment: Total equity invested across 8 HAM projects as of FY26: INR7,321 Mn against a total equity requirement of INR9,521 Mn; residual equity requirement is ~INR2,179 Mn (INR 1,700 Mn in FY27, INR 479 Mn in FY28). The two Mysore–Kushalnagara packages (Package IV & V, AD: April 2025) are early-stage with physical progress at 15.5% and 12.2% respectively. HAM execution contribution is expected at INR10–12 bn combined in FY28 as these ramp up.

FY27 Revenue & Margin Outlook: Management refrained from providing a specific revenue target for FY27 given uncertainty around new order commencement timelines (EPC projects: 2–3 months; HAM: 6–7 months). Indicative revenue aspiration is "INR2,000 Cr+" on standalone basis. Competition has intensified meaningfully, and the management was candid that EBITDA margins are likely to be ~10–11% in FY27, well below the 18–19% seen at peak. FY28 margins may see partial recovery as HAM projects (which carry better margins of 18–20%) contribute more meaningfully alongside mining revenues. Management is also evaluating cost optimization to offset competitive pressure on EPC margins.

Working Capital: Standalone net working capital days spiked to 97 days in Mar-26 vs. 78 days in Mar-25. The primary driver is a single large stuck receivable of ~INR 6.2–6.7 bn from one Telangana government irrigation project (Package 4). Excluding this, debtor days across all other projects have improved. Management expects these dues to be resolved within 1–2 quarter, with Telangana Finance Minister reportedly reviewing the matter following a recent meeting between KNR and Mega Engineering. Total Telangana government receivables stand at ~INR 14.50 bn.

Asset Monetization: SPAs signed with Indus Infra Trust for sale of 4 HAM SPVs (KPIPL, KRGIPL, KGIPL, KRIPL) for total consideration of INR15,432 Mn against equity invested of INR5,668 Mn (2.3–4.5x multiple). One project closure expected by June 2026; remaining two by September 2026. The Palani (Tamil Nadu) SPV monetization has already been partially completed — consideration of INR2,955 Cr received and INR90 Cr up streamed as dividend.

Emerging Verticals: Management flagged early-stage interest in data center EPC in Hyderabad (MOU under discussion; "want to go big") and solar EPC (bidding in INR 8–10 bn range). Railways tendering is active with 6–7 tender submitted. These are not yet material to near-term financials but signal diversification intent.

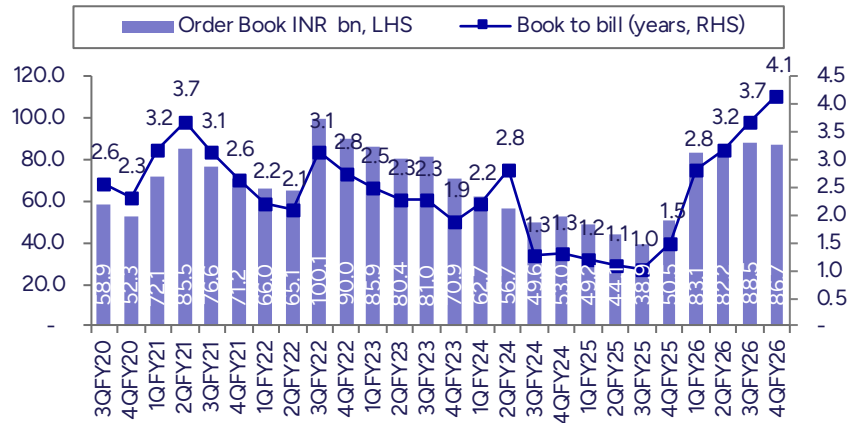
Key Execution Risks: Kushalnagara HAM packages (Package IV & V) have faced land acquisition issues that have recently been resolved; management expects provisional completion broadly on schedule but flagged risk of full completion delays. All other projects are running on schedule per management commentary.

Exhibit 1 : Q4FY26 Result Overview (INR mn)

Particulars	Mar-26	Mar-25	YoY gr. (%)	Dec-25	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Net Sales	5,353	8,512	(37)	5,851	(8)	20,967	33,586	(38)
EBIDTA	283	1,175	(76)	307	(8)	1,782	6,259	(72)
EBITDA margin (%)	5.3%	13.8%	(9)	5.3%	0	8.5%	18.6%	(1,014)
Other income	289	185	56	94	209	639	4,517	(86)
PBIDT	572	1,360	(58)	401	43	2,422	10,776	(78)
Depreciation	139	223	(38)	146	(4)	582	903	(36)
Interest	30	38	(19)	31	(4)	142	130	10
Pre-tax profit	403	1,099	(63)	223	81	1,698	9,744	(83)
Tax (current+deferred)	210	348	(39)	46	354	536	2,337	(77)
Profit after tax	192	752	(74)	176	9	1,162	7,257	(84)
Adj Profit after tax	192	752	(74)	176	9	1,162	3,275	(65)

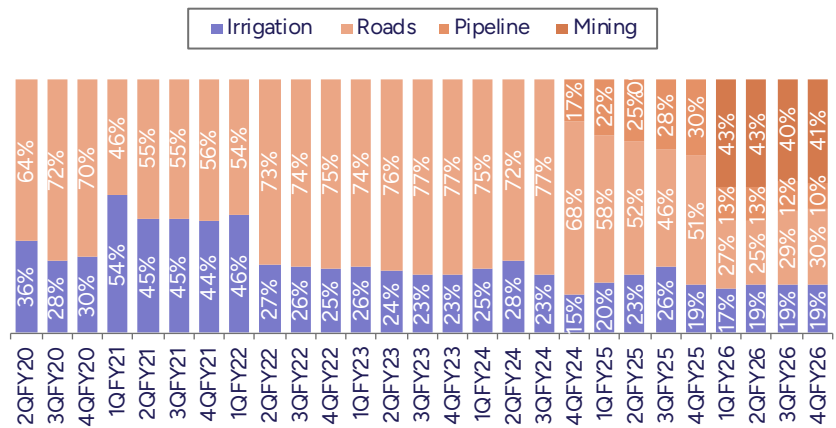
Source: Company, PL

Exhibit 2 : Order book visibility at 2x TTM revenue



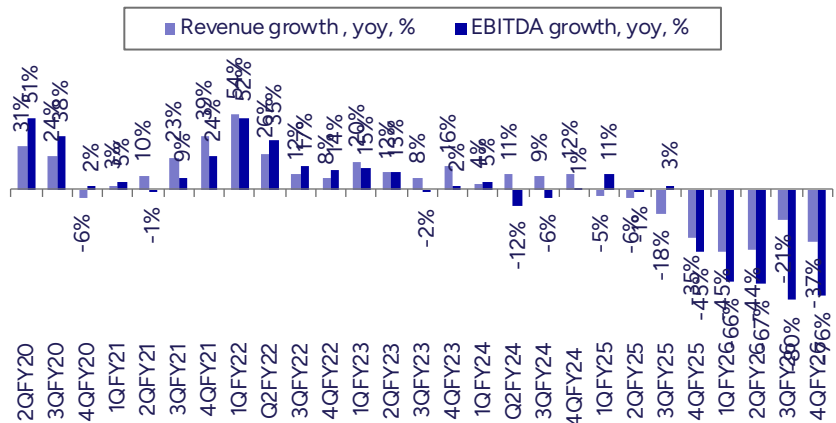
Source: Company, PL

Exhibit 3 : Order Book: Segment wise concentration



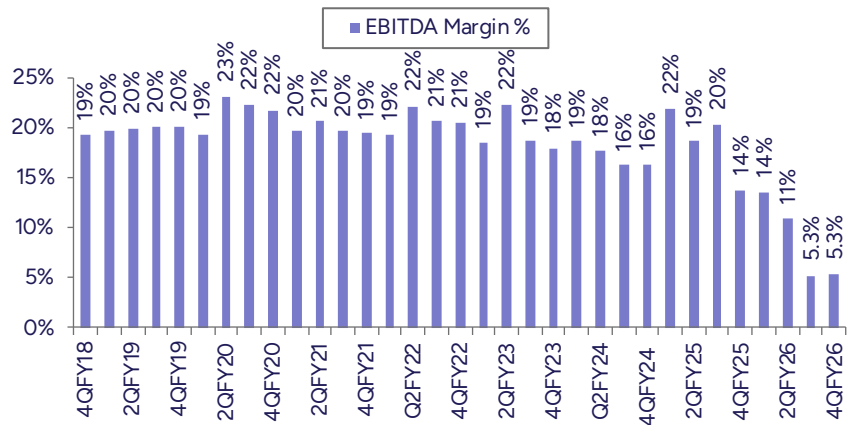
Source: Company, PL

Exhibit 4 : Revenue declining from last 5 quarters



Source: Company, PL

Exhibit 5 : EBITDA margin declining



Source: Company, PL

Exhibit 6 : Key annual operational and financial metrics

(INR mn)	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
Order Book	71,179	90,008	70,921	53,048	50,518	86,725	111,647	142,066
Order Inflow	45,908	51,555	18,351	23,037	5,262	35,524	45,524	55,524
Book to bill x	2.3	2.5	2.1	1.5	1.5	3.3	4.8	5.1
Revenue	27,026	32,726	37,438	40,910	33,586	20,967	20,602	25,106
Change yoy, %	20%	21%	14%	9%	-18%	-38%	-2%	22%
EBITDA	5,358	6,777	7,217	7,010	6,259	1,782	2,163	2,887
EBITDA Margin %	19.8	20.7	19.3	17.1	18.6	8.5	10.5	11.5
PAT	2,515	3,680	4,110	752	3,275	1,162	1,524	2,027
Change yoy, %	7.7	46.3	11.7	-81.7	335.5	-64.5	31.2	33.0
PAT Margin %	9.0	11.7	13.3	12.1	21.6	5.5	7.4	8.1
WC as a % of sales	33%	28%	43%	40%	70%	143%	96%	73%
Net debt (INR bn)	-1,163	-1,669	-1,942	-2,346	-1,436	-1,108	-8,918	-10,858
Net debt/ equity (x)	-0.06	-0.07	-0.07	-0.07	-0.04	-0.03	-0.21	-0.25
Capex (INR bn)	939	2,939	516	728	181	-222	3,500	1,000
CFO (Rs. bn)	2,920	3,432	129	2,178	-2,637	427	6,411	3,577
CFO/ EBITDA	55%	51%	2%	31%	-42%	24%	296%	124%

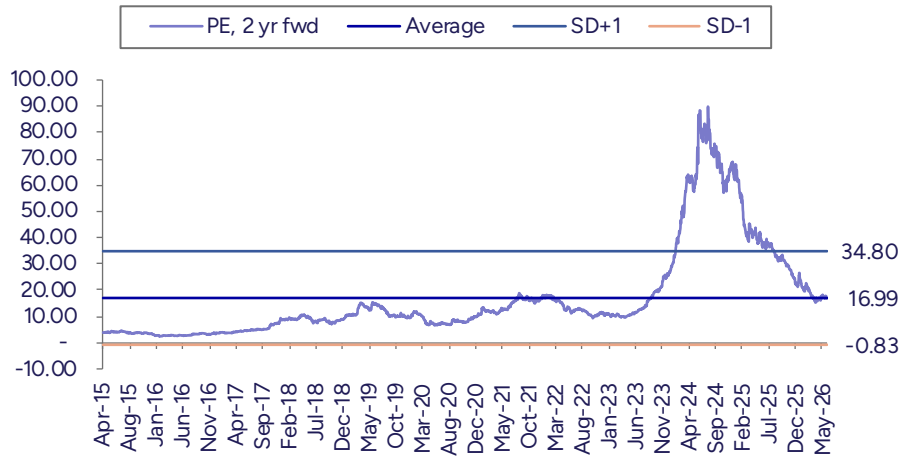
Source: Company, PL

Exhibit 7 : TP of KNRC at INR119/sh

Particulars	FY28E
PAT	2,027
Target Multiple (x)	8
Total Equity value	16,214
No of shares (mn)	281
EPC value per share (Rs)	58
Value of BOT & HAM projects (Rs)	62
Target price (Rs)	119

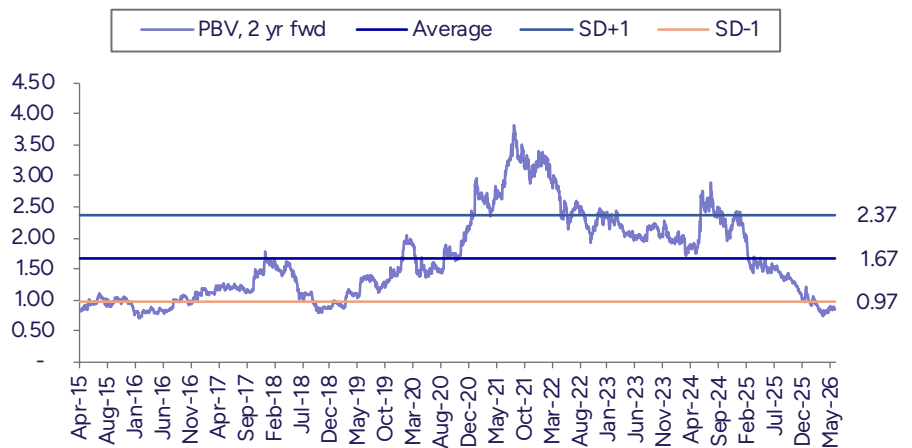
Source: PL

Exhibit 8 : KNRC PE band continues to be at its averages



Source: Company, PL

Exhibit 9 : KNRC PB band continues to be below BV



Source: Company, PL

Financials

Income Statement (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	33,586	20,967	20,602	25,106
YoY gr. (%)	-17.9	-37.6	-1.7	21.9
Cost of Goods Sold	14,664	7,640	4,769	2,977
Gross Profit	18,922	13,328	15,833	22,128
Margin (%)	56.3	63.6	76.9	88.1
Employee Cost	2,896	1,512	944	589
Other Expenses	9,766	10,033	12,726	18,652
EBITDA	6,259	1,782	2,163	2,887
YoY gr. (%)	-10.7	-71.5	21.4	33.5
Margin (%)	18.6	8.5	10.5	11.5
Depreciation and Amortization	903	582	639	712
EBIT	5,357	1,201	1,525	2,175
Margin (%)	15.9	5.7	7.4	8.7
Net Interest	130	142	150	160
Other Income	4,517	639	671	705
Profit Before Tax	9,594	1,698	2,046	2,720
Margin (%)	28.6	8.1	9.9	10.8
Total Tax	2,337	536	522	694
Effective Tax Rate (%)	24.4	31.6	25.5	25.5
Profit After Tax	7,257	1,162	1,524	2,027
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	3,275	1,162	1,524	2,027
YoY gr. (%)	335.5	-64.5	31.2	33.0
Margin (%)	9.8	5.5	7.4	8.1
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	3,275	1,162	1,524	2,027
YoY gr. (%)	335.5	-64.5	31.2	33.0
Margin (%)	9.8	5.5	7.4	8.1
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	3,275	1,162	1,524	2,027
Equity Shares O/s (mn)	281	281	281	281
EPS (INR)	11.6	4.1	5.4	7.2

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	17,897	17,878	21,378	22,378
Tangibles	663	663	663	663
Intangibles	-	-	-	-
Acc: Dep / Amortization	14,872	15,453	16,092	16,804
Tangibles	-	-	-	-
Intangibles	-	-	-	-
Net Fixed Assets	3,689	3,088	5,949	6,238
Tangibles				
Intangibles				
Capital Work In Progress	4	1	1	1
Goodwill	-	-	-	-
Non-Current Investments	7,899	3,181	4,181	5,881
Net Deferred Tax Assets	1,276	1,151	1,151	1,151
Other Non-Current Assets	1,764	2,131	2,237	2,349
Current Assets				
Investments	-	-	-	-
Inventories	1,603	1,327	1,275	1,536
Trade Receivables	12,450	8,715	7,902	8,254
Cash & Bank Balance	1,436	1,108	8,918	10,158
Other Current Assets	1,965	2,631	2,585	3,148
Total Assets	46,498	46,841	48,311	51,096
Equity				
Equity Share Capital	562	562	562	562
Other Equity	38,887	39,985	41,440	43,396
Total Networth	39,450	40,548	42,002	43,958
Non-Current Liabilities				
Long Term Borrowings	-	-	-	-
Provisions	68	60	60	60
Other Non Current Liabilities	26	26	26	26
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	3,080	2,799	2,691	3,242
Other Current Liabilities	3,845	3,342	3,467	3,744
Total Equity & Liabilities	46,498	46,841	48,311	51,096

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	9,709	1,837	2,196	2,880
Add. Depreciation	903	582	639	712
Add. Interest	-2,918	-241	-671	-705
Less Financial Other Income	4,517	639	671	705
Add. Other	-	-	-	-
Op. Profit before WC Changes	7,693	2,178	2,163	2,887
Net Changes-WC	-8,163	-1,149	4,770	1,384
Direct Tax	-2,167	-602	-522	-694
Net Cash from Op. Activities	-2,637	427	6,411	3,577
Capital Expenditures	-181	222	-3,500	-1,000
Interest / Dividend Income	2,920	114	671	705
Others	-1,269	-634	-1,107	-1,812
Net Cash from Inv. Activities	1,470	-298	-3,935	-2,107
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	-	-	-	-
Dividend Paid	-70	-70	-70	-70
Interest Paid	-117	-163	-150	-160
Others	-	-	-	-
Net Cash from Fin. Activities	-187	-233	-220	-230
Net Change in Cash	-1,353	-105	2,256	1,240
Free Cash Flow	-2,818	649	2,911	2,577

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Net Revenues	4,833	4,930	5,851	5,353
YoY gr. (%)	-45.1	-44.2	-21.3	-37.1
Raw Material Expenses	2,326	1,661	1,649	2,004
Gross Profit	2,508	3,269	4,202	3,349
Margin (%)	52	66	72	63
EBITDA	656	536	307	283
YoY gr. (%)	-65.8	-67.5	-79.7	-75.9
Margin (%)	13.6	10.9	5.3	5.3
Depreciation / Depletion	150	147	146	139
EBIT	506	389	161	144
Margin (%)	10.5	7.9	2.8	2.7
Net Interest	34	46	31	30
Other Income	217	39	94	289
Profit before Tax	689	382	224	403
Margin (%)	14.3	7.7	3.8	7.5
Total Tax	177	103	46	210
Effective Tax Rate (%)	25.6	26.9	20.7	52.2
Profit After Tax	513	279	177	192
Minority Interest				
Share Profit from Associate				
Adjusted PAT	513	279	177	192
YoY gr. (%)	-36.3	-70.1	-77.3	-74.4
Margin (%)	10.6	5.7	3.0	3.6
Extra Ord. Income / (Exp)				
Reported PAT	513	279	177	192
YoY gr. (%)	-36.3	-70.1	-77.3	-74.4
Margin (%)	10.6	5.7	3.0	3.6
Other Comprehensive Income				
Total Comprehensive Income	513	279	177	192
Avg. Shares O/s (mn)				
EPS (INR)	1.8	1.0	0.6	0.7

Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	11.6	4.1	5.4	7.2
CEPS	14.9	6.2	7.7	9.7
BVPS	140.3	144.2	149.3	156.3
FCF	-10.0	2.3	10.4	9.2
DPS	0.2	0.2	0.3	0.3
Return Ratio (%)				
RoCE	14.9	3.0	3.7	5.1
ROIC	11.8	2.1	3.5	4.9
RoE	9.1	2.9	3.7	4.7
Balance Sheet				
Net Debt : Equity (x)	-0.0	-0.0	-0.2	-0.2
Net Working Capital (Days)	119.2	126.1	114.9	95.2
Valuation (x)				
PER	11.1	31.2	23.8	17.9
P/B	0.9	0.9	0.9	0.8
P/CEPS	8.7	20.8	16.8	13.2
EV/EBITDA	1.0	1.7	1.3	1.0
EV/Sales	5.6	19.7	12.6	9.0
Dividend Yield (%)	0.2	0.2	0.2	0.2
FCFF Yield (%)	-7.8	1.8	8.0	7.1
PEG Ratio	0.0	-0.5	0.8	0.5

Source: Company, PL

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Adani Energy Solutions	Hold	1452	1412
2	Ahluwalia Contracts (India)	BUY	929	764
3	Ashoka Buildcon	Buy	152	123
4	CESC	BUY	216	185
5	Coal India	Accumulate	515	481
6	Dilip Buildcon	Accumulate	520	472
7	H.G. Infra Engineering	Accumulate	670	584
8	Indian Energy Exchange	Hold	135	123
9	IRCON International	Hold	136	143
10	JSW Energy	Buy	644	557
11	KNR Constructions	HOLD	124	114
12	NCC	BUY	195	161
13	NTPC	Buy	450	389
14	PNC Infratech	BUY	253	209
15	Power Grid Corporation of India	BUY	346	297
16	PSP Projects	BUY	956	787
17	Rail Vikas Nigam	Sell	165	260
18	RITES	BUY	275	204
19	Tata Power Company	Hold	400	418

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.