PL Capital
PRABHUDAS LILLADHER

# Syrma SGS Technology (SYRMA IN)

**Q2FY27 Result Update**

November 02, 2026

☑ Estimate Change | ☑ Target | ☑ Reco.

**Change in Estimates**

| | Current | | Previous | |
|---|---|---|---|---|
| | FY28E | FY29E | FY28E | FY29E |
| Rating | Accumulate | | HOLD | |
| Target Price | 1,788 | | 1,827 | |
| Sales (INR mn) | 94,397 | 122,691 | 94,397 | 122,691 |
| *% Chng.* | - | - | | |
| EBITDA (INR mn) | 9,938 | 13,530 | 9,938 | 13,530 |
| *% Chng.* | - | - | | |
| EPS (INR) | 32.2 | 44.7 | 32.9 | 45.7 |
| *% Chng.* | *(2.1)* | *(2.2)* | | |

| Key Data | SYRM.BO \| SYRMA IN |
|---|---|
| BSE Code | 543573 |
| NSE Code | SYRMA |
| 52-W High / Low | INR 1,823 / INR 634 |
| Face Value | 10 |
| Sensex / Nifty | 74,460 / 23,053 |
| Market Cap | INR 313 bn / $ 3,301 mn |
| Shares Outstanding | 192.83 mn |
| 3M Avg. Daily Value | INR 3,186.04 mn |

**Shareholding Pattern (%)**

| | |
|---|---|
| Promoters | 41.62 |
| FIIs | 9.51 |
| MF | 8.85 |
| DII | 5.73 |
| Public & Others | 34.30 |
| Promoter's Pledge | - |

**Stock Performance (%)**

| | 1M | 3M | 6M | 12M |
|---|---|---|---|---|
| Absolute | (8.8) | 18.0 | 69.5 | 97.4 |
| Relative | (11.3) | 23.5 | 75.1 | 123.8 |

**Key Financials - Consolidated**

| Y/e Mar | FY26 | FY27E | FY28E | FY29E |
|---|---|---|---|---|
| Sales (INR mn) | 48,191 | 72,640 | 94,397 | 122,691 |
| EBITDA (INR mn) | 5,445 | 7,502 | 9,938 | 13,530 |
| *Margin (%)* | *11.3* | *10.3* | *10.5* | *11.0* |
| PAT (INR mn) | 3,178 | 4,613 | 6,201 | 8,619 |
| EV (INR mn) | 310,641 | 312,892 | 312,119 | 311,956 |
| Total Debt (INR mn) | 3,615 | 3,547 | 3,252 | 2,985 |
| C&C Eq. (INR mn) | 2,988 | 1,468 | 2,819 | 3,682 |
| EPS (INR) | 16.5 | 23.9 | 32.2 | 44.7 |
| *Gr. (%)* | *72.9* | *45.2* | *34.4* | *39.0* |
| DPS (INR) | 1.5 | 1.5 | 1.5 | 1.5 |
| *Yield (%)* | *0.1* | *0.1* | *0.1* | *0.1* |
| *RoE (%)* | *13.8* | *14.6* | *16.6* | *19.3* |
| *RoCE (%)* | *17.8* | *20.1* | *22.6* | *26.3* |
| EV/Sales (x) | 6.4 | 4.3 | 3.3 | 2.5 |
| EV/EBITDA (x) | 57.0 | 41.7 | 31.4 | 23.1 |
| PE (x) | 98.5 | 67.9 | 50.5 | 36.3 |
| P/BV (x) | 10.9 | 9.1 | 7.7 | 6.4 |

## Healthy Order Book Underpins Multi-Year Growth

**Quick Pointers**

- Management revised its FY27 revenue growth guidance upward to 40-45% from 30-35%.
- Export revenue target for FY27 stands at ~INR17bn.
- Order book remained strong at ~INR74bn in Q2FY27.

**Syrma SGS Technology reported a strong Q2FY27 performance, with revenue growth guidance upgraded to 40–45% from 30–35%, implying FY27. The company expects to cross the US$1bn revenue mark in FY28, with EBITDA margins guided at 10.0–10.5% in FY27 and improving to 10.5–11.0% in FY28, driven by higher contributions from margin-accretive businesses such as ODM, exports, PCB and magnetics. Export revenue guidance has been raised to over INR17.0bn in FY27, with further growth to ~INR20.0bn in FY28. The order book and revenue visibility stood at INR74.2bn as of Sep'26, led by automotive, consumer and industrial segments. We estimate Revenue/EBITDA/PAT CAGR of 36.5%/35.4%/38.8% over FY26-29E. We have revised our FY28/FY29 EPS estimates downgrade by 2.3%/2.1% with a TP of INR 1,788 (earlier INR 1,827), valuing at 45x Sept'28 earnings. We upgrade our rating to 'ACCUMULATE' from 'HOLD' due to recent correction in the stock price.**

**Q2FY27 financial performance:** Revenue grew by 73.6% YoY at INR 19.8bn (PLe: INR 17.1bn). Auto/Consumer/Healthcare/ Industrials/IT & Railway segment grew by 90.7%/56.6%/60.7%/86.3%/69.4% YoY, Exports-to-domestic revenue mix stood at 26:74 in Q2FY27, with exports growing 91% YoY while the domestic business registered a strong 68% YoY growth. EBITDA grew by 67.7% YoY to INR 1.9bn (PLe: INR 1.7bn). EBITDA margins contracted by ~30bps to 9.7% (PLe: 10%). PBT grew by ~84.6% YoY to INR 1.6bn (PLe: INR 1.5bn). PAT grew by 87.2% YoY to INR 1.2bn (PLe: INR 1.1bn).

**H1FY27 financial performance:** Revenue grew by 71.2% YoY at INR 35.7bn. EBITDA grew by 75.8% YoY to INR 3.5bn. EBITDA margins expanded by ~30bps to 9.9%. PBT grew by 107.4% YoY to INR 3bn. PAT grew by 114.5% YoY to INR 2.2bn.

**Quarter Summary**

| Y/e Mar | Q2'27E | Q2'27A | % Var. | Q2'26A | YoY gr. (%) |
|---|---|---|---|---|---|
| Net Sales (INR mn) | 17,172 | 19,897 | *15.9* | 11,459 | *73.6* |
| EBITDA (INR mn) | 1,717 | 1,933 | *12.6* | 1,152 | *67.8* |
| *Margin (%)* | *10.0* | *9.7* | *(30) bps* | *10.1* | *(40) bps* |
| PAT (INR mn) | 1,065 | 1,173 | *10.1* | 641 | *83.0* |

*Source: Company, PL*

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## Conference Call Highlights:

- **Guidance:** Management revised its FY27 revenue growth guidance upwards to 40–45% from 30–35%, implying revenue of ~INR70.0bn or higher, supported by strong H1FY27 performance and sustained demand across its key end markets.
- The US$1bn revenue mark in FY28, supported by continued growth in the base business, increasing export contribution and ramp-up of new manufacturing programmes.
- The company expects FY27 EBITDA margin to be in the range of 10.0–10.5%. Management expects margins to improve further to approximately 10.5–11.0% in FY28, as margin-accretive projects such as PCB, magnetics and other new capabilities begin contributing to revenue.
- **ODM business:** Syrma SGS reported FY26 ODM revenue of INR8.3bn and expects FY27 ODM revenue to increase to approximately INR 10–11bn. The company is focusing on ODM opportunities across healthcare and medical technology, defence, RFID, power electronics and magnetics, while industrial ODM programmes are also being developed and are expected to scale over the next two to three years.
- **Order book & customer concentration:** In Q2FY27 the Order book stood at INR74.2bn, led by automotive (~30%), consumer and industrial (~24.5–25%) each, healthcare (~8%) and IT and railways (~12%).
- Customer concentration remained diversified, with the top 5, 10 and 20 customers contributing approximately 38%, 50% and 66% of H1FY27 revenue, respectively; Additionally, the US$250mn framework agreement, covering industrial applications, power management, power distribution and data centres, is expected to commence in FY28, with estimated revenue potential of INR1.0–6.0bn.
- **Export performance:** The company expects FY27 export revenue to exceed INR17.0bn, compared with INR12.0bn in FY26, against its earlier estimate of INR15.0–16.0bn. Management expects export revenue to reach approximately INR20.0bn in FY28, supported by an expanded marketing presence in the US and a sustained pipeline of new customer engagements.
- Export growth is driven by strong demand and customer additions across industrial, medical technology and automotive segments. Customers onboarded during FY23–FY26 are gradually entering series production, while recent additions are expected to contribute meaningfully in FY28–FY29. Export contracts are largely fixed-price, providing a natural hedge against forex exposure from imports, while domestic businesses have pass-through mechanisms to manage currency fluctuations.
- **PCB Segment:** The PCB project is progressing as planned, with trial production and customer approvals expected to take approximately three to six months, followed by commercial production around Sept'27.
- The project is expected to generate revenue of INR2.0–2.5bn in FY28 and scale up to INR12.0–13.5bn at full capacity utilisation (INR9.0–10.0bn at 70–80% utilisation) in FY29, with EBITDA margins of 15–18%, excluding incentives. Against a planned investment of INR8.0–9.0bn by March'28, the project is expected to strengthen backward integration and improve the company's revenue and margin profile.
- **Capex Plan:** The company incurred capex of INR2.0bn during Q2FY27, of which INR1.4bn was allocated towards the PCB project and the balance towards brownfield capacity enhancements across manufacturing units. Management indicated that over INR2.0bn has already been invested in the PCB project, with another INR2.0bn expected to be spent during the balance of FY27.
- **Other Highlights:** Management is maintaining strategic inventory of critical electronic components, with lead times extending to 36–42 weeks, to ensure uninterrupted supplies and meet rising customer demand,

particularly in the automotive segment. Supply-chain constraints are expected to persist for the next five to six months, with improvement likely during April–June'27.

- Syrma SGS has applied for approximately five to six projects under the ECMS scheme, covering PCBs, CCL, HDI Flex, camera modules and magnetics. The PCB project is already under construction, while the other projects are expected to be commissioned in a phased manner over the coming years.

- Management plans to evaluate CCL backward integration after the PCB facility stabilises by mid-FY28, with execution likely in Q3/Q4FY28 and commissioning around Dec'28, followed by series production in FY29. The HDI Flex project is also expected to commence operations in FY29, with certain PCB-related capabilities being integrated into the current project phase.

- The camera module facility is under construction, with initially focusing on automotive segment. Management expects the company to be in a position to commence production by the end of FY27, with initial capex of approximately INR250-300mn and initial revenue potential of INR500-1000mn.

- The magnetics project is expected to require relatively low capex but offer higher margins from FY28–FY29, although its topline contribution may remain limited. Separately, management is exploring opportunities under the India Semiconductor Mission (ISM) and is in discussions with potential partners, with greater clarity expected over the next six months.

- The company has initiated wire harness manufacturing, primarily targeting high-end aerospace and defence applications, while initially catering to internal requirements until the facilities receive the necessary qualifications.

- The Elemaster JV commenced operations in Sept'26 and is expected to complete regulatory approvals and certifications during FY27, with revenue contribution of INR1.5–2.0bn expected in FY28. The Kaga Electronics JV is also undergoing regulatory and customer quality approvals, including IATF 16949 certification, and is expected to contribute INR1.0–1.5bn in the next year. The PCB business is expected to contribute INR2.0–3.0bn during the same period.

- Elecome is expected to generate revenue of INR3.0–3.5bn in FY27, with current business growth of 20–25%. Syrma Johari MedTech is expected to achieve FY27 revenue of approximately INR3.0bn, compared with INR2.2bn in FY26, implying growth of 45–50%, supported by new customer additions and the commissioning of a high-grade medical plastics facility at Jodhpur.

- The company has implemented the ARC system across three to four manufacturing plants, with initial results indicating a 5–6% improvement in OEE on SMT lines. Management expects the improvement to reach 6–10% across plants once implementation matures, translating into additional productive capacity without proportionate investment in new lines.

**Exhibit 1: Quarterly Estimates**

| (INR mn) | Q1FY27A | *YoY gr. (%)* | Q2FY27A | *YoY gr. (%)* | Q3FY27E | *YoY gr. (%)* | Q4FY27E | *YoY gr. (%)* |
|---|---|---|---|---|---|---|---|---|
| Sales | 15,886 | *68%* | 19,897 | *74%* | 16,727 | *32%* | 20,130 | *37%* |
| EBITDA | 1,616 | *87%* | 1,933 | *68%* | 1,745 | *9%* | 2,209 | *27%* |
| *EBITDA Margin (%)* | *10.2* | *99.5* | *9.7* | *(34.3)* | *10.4* | *(217.9)* | *11.0* | *(91.5)* |
| Adj. PAT | 1,057 | *112%* | 1,242 | *87%* | 1,125 | *2%* | 1,445 | *21%* |

*Source: Company, PL*

**Exhibit 2:** Q2FY27 Result overview

| Y/e March (INR mn) | Q2FY27 | Q2FY26 | YoY gr. (%) | Q2FY27E | %Var. | Q1FY27 | QoQ gr. (%) | H1FY27 | H1FY26 | YoY gr. (%) |
|---|---|---|---|---|---|---|---|---|---|---|
| **Net Sales** | **19,897** | **11,459** | ***73.6*** | **17,172** | ***15.9*** | **15,886** | ***25.2*** | **35,783** | **20,899** | ***71.2*** |
| **Expenditure** | | | | | | | | | | |
| Operating & Manufacturing Expenses | 15,703 | 8,730 | *79.9* | 12,999 | *20.8* | 11,992 | *30.9* | 27,696 | 15,837 | *74.9* |
| % of Net Sales | *78.9* | *76.2* | | *75.7* | | 75.5 | | *77.4* | *75.8* | |
| **Gross Profit** | **4,194** | **2,728** | ***53.7*** | **4,173** | ***0.5*** | **3,894** | ***7.7*** | **8,087** | **5,062** | ***59.8*** |
| *Gross Margin (%)* | *21.1* | *23.8* | *-2.73* | *24.3* | *-3.22* | 24.5 | | *22.6* | *24.2* | |
| Personnel Cost | 816 | 515 | *58.5* | 773 | *5.6* | 753 | *8.3* | 1,569 | 1,018 | *54.0* |
| *% of Net Sales* | *4.1* | *4.5* | | *4.5* | | 4.7 | | *4.4* | *4.9* | |
| Other Expenses | 1,445 | 1,061 | *36.1* | 1,683 | *-14.1* | 1,525 | *-5.2* | 2,970 | 2,025 | *46.7* |
| *% of Net Sales* | *7.3* | *9.3* | | *9.8* | | 9.6 | | *8.3* | *9.7* | |
| Total Expenditure | 17,964 | 10,307 | *74.3* | 15,454 | *16.2* | 14,270 | *25.9* | 32,234 | 18,880 | *70.7* |
| **EBITDA** | **1,933** | **1,152** | ***67.7*** | **1,717** | ***12.6*** | **1,616** | ***19.6*** | **3,549** | **2,019** | ***75.8*** |
| *Margin (%)* | *9.7* | *10.1* | *-0.34* | *10.0* | *-0.29* | 10.2 | | *9.9* | *9.7* | *0.26* |
| Depreciation | 227 | 218 | *3.8* | 230 | *-1.4* | 225 | *0.8* | 452 | 424 | *6.5* |
| **EBIT** | **1,706** | **934** | ***82.7*** | **1,487** | ***14.7*** | **1,391** | ***22.7*** | **3,097** | **1,594** | ***94.3*** |
| Other income | 99 | 87 | *12.9* | 125 | *-21.1* | 151 | *-34.5* | 249 | 157 | *59.0* |
| Interest | 153 | 126 | *20.8* | 125 | *22.0* | 133 | *14.4* | 286 | 276 | *3.7* |
| **PBT** | **1,652** | **895** | ***84.6*** | **1,487** | ***11.1*** | **1,408** | ***17.3*** | **3,060** | **1,475** | ***107.4*** |
| Total Taxes | 410 | 232 | *77.1* | 366 | | 351 | *16.7* | 761 | 404 | *88.5* |
| *ETR (%)* | *24.8* | *25.9* | | *24.6* | | 24.9 | | *24.9* | *27.4* | |
| **Adj. PAT** | **1,242** | **663** | ***87.2*** | **1,121** | ***10.8*** | **1,057** | ***17.5*** | **2,299** | **1,072** | ***114.5*** |
| Exceptional Items | - | - | | - | | - | | - | - | |
| Minority Interest | 69 | 23 | *204.3* | 56 | *23.6* | 56 | *23.6* | -126 | (25) | |
| **Reported PAT** | **1,173** | **641** | ***83.0*** | **1,065** | ***10.1*** | **1,001** | ***17.2*** | **2,173** | **1,047** | ***107.6*** |

*Source: Company, PL*

**Exhibit 3:** Segmental breakup: Consumer & Auto contributed ~55% to the Topline in Q2FY27

| Y/e March (INR mn) | Q2FY27 | Q2FY26 | YoY gr. (%) | Q1FY27 | QoQ gr. (%) | H1FY27 | H1FY26 | YoY gr. (%) |
|---|---|---|---|---|---|---|---|---|
| **Revenues** | | | | | | | | |
| Auto | 5,169 | 2710 | *90.7* | 3949 | *30.9* | 9,118 | 4925 | *85.1* |
| Consumer | 5,727 | 3,656 | *56.6* | 5,328 | *7.5* | 11,055 | 6834 | *61.8* |
| Healthcare | 1,340 | 834 | *60.7* | 1,345 | *(0.4)* | 2,685 | 1508 | *78.1* |
| Industrials | 4,935 | 2,649 | *86.3* | 3,766 | *31.0* | 8,701 | 5522 | *57.6* |
| IT and Railways | 2,727 | 1,610 | *69.4* | 1,497 | *82.2* | 4,224 | 2110 | *100.2* |
| **Total** | **19,898** | **11,459** | ***73.6*** | **15,885** | ***25.3*** | **35,783** | **20,899** | ***71.2*** |

*Source: Company, PL*

## Financials

### Income Statement (INR mn)

| Y/e Mar | FY26 | FY27E | FY28E | FY29E |
|---|---|---|---|---|
| **Net Revenues** | **48,191** | **72,640** | **94,397** | **122,691** |
| *YoY gr. (%)* | *27.3* | *50.7* | *30.0* | *30.0* |
| Cost of Goods Sold | 35,866 | 54,606 | 70,677 | 91,248 |
| Gross Profit | 12,325 | 18,035 | 23,720 | 31,443 |
| *Margin (%)* | *25.6* | *24.8* | *25.1* | *25.6* |
| Employee Cost | 2,180 | 3,269 | 4,248 | 5,521 |
| Other Expenses | 4,699 | 7,264 | 9,534 | 12,392 |
| **EBITDA** | **5,445** | **7,502** | **9,938** | **13,530** |
| *YoY gr. (%)* | *68.4* | *37.8* | *32.5* | *36.1* |
| *Margin (%)* | *11.3* | *10.3* | *10.5* | *11.0* |
| Depreciation and Amortization | 841 | 928 | 1,149 | 1,472 |
| **EBIT** | **4,604** | **6,574** | **8,789** | **12,058** |
| *Margin (%)* | *9.6* | *9.0* | *9.3* | *9.8* |
| Net Interest | 483 | 510 | 463 | 417 |
| Other Income | 378 | 500 | 460 | 500 |
| **Profit Before Tax** | **4,454** | **6,563** | **8,786** | **12,141** |
| *Margin (%)* | *9.2* | *9.0* | *9.3* | *9.9* |
| Total Tax | 996 | 1,652 | 2,211 | 3,056 |
| *Effective Tax Rate (%)* | *22.4* | *25.2* | *25.2* | *25.2* |
| **Profit After Tax** | **3,458** | **4,911** | **6,574** | **9,085** |
| Minority Interest | 280 | 298 | 373 | 466 |
| Share Profit from Associate | - | - | - | - |
| **Adjusted PAT** | **3,178** | **4,613** | **6,201** | **8,619** |
| *YoY gr. (%)* | *87.1* | *45.2* | *34.4* | *39.0* |
| *Margin (%)* | *6.6* | *6.4* | *6.6* | *7.0* |
| Extra Ord. Income / (Exp) | - | - | - | - |
| **Reported PAT** | **3,178** | **4,613** | **6,201** | **8,619** |
| *YoY gr. (%)* | *87.1* | *45.2* | *34.4* | *39.0* |
| *Margin (%)* | *6.6* | *6.4* | *6.6* | *7.0* |
| Other Comprehensive Income | - | - | - | - |
| Total Comprehensive Income | 3,178 | 4,613 | 6,201 | 8,619 |
| **Equity Shares O/s (mn)** | **193** | **193** | **193** | **193** |
| **EPS (INR)** | **16.5** | **23.9** | **32.2** | **44.7** |

*Source: Company, PL*

### Balance Sheet (INR mn)

| Y/e Mar | FY26 | FY27E | FY28E | FY29E |
|---|---|---|---|---|
| **Non-Current Assets** | | | | |
| **Gross Block** | **13,458** | **14,954** | **20,121** | **24,839** |
| Tangibles | 12,970 | 14,345 | 19,360 | 23,886 |
| Intangibles | 488 | 610 | 762 | 952 |
| **Acc: Dep / Amortization** | **3,422** | **4,351** | **5,500** | **6,972** |
| Tangibles | 3,100 | 3,919 | 4,930 | 6,231 |
| Intangibles | 322 | 432 | 569 | 741 |
| **Net Fixed Assets** | **10,035** | **10,604** | **14,622** | **17,867** |
| Tangibles | 9,870 | 10,426 | 14,429 | 17,656 |
| Intangibles | 165 | 177 | 193 | 212 |
| Capital Work In Progress | 718 | 3,157 | 737 | 774 |
| Goodwill | 4,547 | 4,547 | 4,547 | 4,547 |
| Non-Current Investments | 609 | 585 | 585 | 585 |
| Net Deferred Tax Assets | (167) | (167) | (167) | (167) |
| Other Non-Current Assets | 260 | 260 | 260 | 260 |
| **Current Assets** | | | | |
| Investments | 5,092 | 4,592 | 4,092 | 3,592 |
| Inventories | 10,616 | 15,526 | 20,095 | 25,942 |
| Trade Receivables | 18,408 | 27,862 | 36,207 | 47,060 |
| Cash & Bank Balance | 2,988 | 1,468 | 2,819 | 3,682 |
| Other Current Assets | 2,379 | 2,997 | 3,525 | 4,157 |
| **Total Assets** | **57,700** | **73,646** | **89,536** | **110,513** |
| **Equity** | | | | |
| Equity Share Capital | 1,926 | 1,926 | 1,926 | 1,926 |
| Other Equity | 26,696 | 32,586 | 38,499 | 46,829 |
| **Total Networth** | **28,622** | **34,512** | **40,425** | **48,755** |
| **Non-Current Liabilities** | | | | |
| Long Term Borrowings | 393 | 500 | 500 | 500 |
| Provisions | 323 | 485 | 631 | 820 |
| Other Non Current Liabilities | 66 | 99 | 128 | 167 |
| **Current Liabilities** | | | | |
| ST Debt / Current of LT Debt | 3,222 | 3,047 | 2,752 | 2,485 |
| Trade Payables | 19,586 | 29,523 | 38,793 | 50,421 |
| Other Current Liabilities | 1,601 | 1,098 | 1,380 | 1,746 |
| **Total Equity & Liabilities** | **57,700** | **73,646** | **89,536** | **110,513** |

*Source: Company, PL*

### Cash Flow (INR mn)

| Y/e Mar | FY26 | FY27E | FY28E | FY29E |
|---|---|---|---|---|
| PBT | 4,454 | 6,563 | 8,786 | 12,141 |
| Add. Depreciation | 841 | 928 | 1,149 | 1,472 |
| Add. Interest | 483 | 510 | 463 | 417 |
| Less Financial Other Income | 378 | 500 | 460 | 500 |
| Add. Other | (101) | (305) | (285) | (272) |
| Op. Profit before WC Changes | 5,676 | 7,697 | 10,113 | 13,757 |
| Net Changes-WC | (1,889) | (5,548) | (3,889) | (5,338) |
| Direct Tax | (892) | (1,652) | (2,211) | (3,056) |
| **Net Cash from Op. Activities** | **2,896** | **497** | **4,012** | **5,364** |
| Capital Expenditures | (1,918) | (3,935) | (2,747) | (4,754) |
| Interest / Dividend Income | 5 | 500 | 460 | 500 |
| Others | (5,507) | 523 | 500 | 500 |
| **Net Cash from Invt. Activities** | **(7,420)** | **(2,912)** | **(1,787)** | **(3,754)** |
| Issue of Share Cap. / Premium | 9,651 | - | - | - |
| Debt Changes | (3,266) | 127 | (122) | (41) |
| Dividend Paid | (289) | (289) | (289) | (289) |
| Interest Paid | (406) | (510) | (463) | (417) |
| Others | (113) | - | - | - |
| **Net Cash from Fin. Activities** | **5,579** | **(672)** | **(874)** | **(746)** |
| **Net Change in Cash** | **1,055** | **(3,087)** | **1,350** | **863** |
| Free Cash Flow | 978 | (3,438) | 1,265 | 610 |

*Source: Company, PL*

### Quarterly Financials (INR mn)

| Y/e Mar | Q3FY26 | Q4FY26 | Q1FY27 | Q2FY27 |
|---|---|---|---|---|
| **Net Revenues** | **12,642** | **14,650** | **15,886** | **19,897** |
| *YoY gr. (%)* | *45.4* | *58.5* | *68.3* | *73.6* |
| Raw Material Expenses | 9,174 | 10,855 | 11,992 | 15,703 |
| Gross Profit | 3,468 | 3,795 | 3,894 | 4,194 |
| *Margin (%)* | *27.4* | *25.9* | *24.5* | *21.1* |
| **EBITDA** | **1,594** | **1,741** | **1,616** | **1,933** |
| *YoY gr. (%)* | *100.3* | *62.0* | *86.5* | *67.7* |
| *Margin (%)* | *12.6* | *11.9* | *10.2* | *9.7* |
| Depreciation / Depletion | 203 | 214 | 225 | 227 |
| **EBIT** | **1,391** | **1,528** | **1,391** | **1,706** |
| *Margin (%)* | *11.0* | *10.4* | *8.8* | *8.6* |
| Net Interest | 77 | 130 | 133 | 153 |
| Other Income | 103 | 118 | 151 | 99 |
| **Profit before Tax** | **1,417** | **1,516** | **1,408** | **1,652** |
| *Margin (%)* | *11.2* | *10.3* | *8.9* | *8.3* |
| Total Tax | 280 | 312 | 351 | 410 |
| *Effective Tax Rate (%)* | *19.8* | *20.6* | *24.9* | *24.8* |
| **Profit After Tax** | **1,137** | **1,204** | **1,057** | **1,242** |
| Minority Interest | 75 | 180 | 56 | 69 |
| Share Profit from Associate | - | - | - | - |
| **Adjusted PAT** | **1,028** | **1,012** | **1,001** | **1,173** |
| *YoY gr. (%)* | *170.5* | *54.7* | *101.2* | *83.0* |
| *Margin (%)* | *8.1* | *6.9* | *6.3* | *5.9* |
| Extra Ord. Income / (Exp) | - | - | - | - |
| **Reported PAT** | **1,028** | **1,012** | **1,001** | **1,173** |
| *YoY gr. (%)* | *110.7* | *54.7* | *101.2* | *83.0* |
| *Margin (%)* | *8.1* | *6.9* | *6.3* | *5.9* |
| Other Comprehensive Income | - | - | - | - |
| **Total Comprehensive Income** | **1,028** | **1,012** | **1,001** | **1,173** |
| Avg. Shares O/s (mn) | 193 | 193 | 193 | 193 |
| **EPS (INR)** | **5.3** | **5.3** | **5.2** | **6.1** |

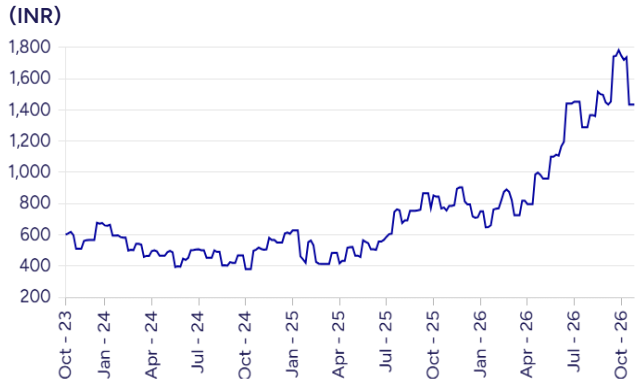
*Source: Company, PL*

### Key Financial Metrics

| Y/e Mar | FY26 | FY27E | FY28E | FY29E |
|---|---|---|---|---|
| **Per Share (INR)** | | | | |
| EPS | 16.5 | 23.9 | 32.2 | 44.7 |
| CEPS | 20.9 | 28.8 | 38.2 | 52.4 |
| BVPS | 148.6 | 179.2 | 209.9 | 253.1 |
| FCF | 5.1 | (17.8) | 6.6 | 3.2 |
| DPS | 1.5 | 1.5 | 1.5 | 1.5 |
| **Return Ratio (%)** | | | | |
| RoCE | 17.8 | 20.1 | 22.6 | 26.3 |
| ROIC | 18.0 | 16.9 | 19.4 | 22.3 |
| RoE | 13.8 | 14.6 | 16.6 | 19.3 |
| **Balance Sheet** | | | | |
| Net Debt : Equity (x) | - | - | - | - |
| Net Working Capital (Days) | 48 | 46 | 43 | 42 |
| **Valuation (x)** | | | | |
| PER | 98.5 | 67.9 | 50.5 | 36.3 |
| P/B | 10.9 | 9.1 | 7.7 | 6.4 |
| P/CEPS | 77.9 | 56.5 | 42.6 | 31.0 |
| EV/EBITDA | 57.0 | 41.7 | 31.4 | 23.1 |
| EV/Sales | 6.4 | 4.3 | 3.3 | 2.5 |
| Dividend Yield (%) | 0.1 | 0.1 | 0.1 | 0.1 |
| FCFF Yield (%) | 0.3 | (1.1) | 0.4 | 0.2 |
| PEG Ratio | 1.4 | 1.5 | 1.5 | 0.9 |

*Source: Company, PL*

### Price Chart




### Recommendation History

| No. | Date | Rating | TP (INR) | Share Price (INR) |
|---|---|---|---|---|
| 1 | 07-Oct-26 | HOLD | 1827 | 1747 |
| 2 | 30-Jul-26 | HOLD | 1409 | 1378 |
| 3 | 06-Jul-26 | Hold | 1383 | 1376 |
| 4 | 12-May-26 | Hold | 1128 | 1075 |
| 5 | 07-Apr-26 | BUY | 905 | 809 |
| 6 | 30-Jan-26 | BUY | 929 | 755 |
| 7 | 06-Jan-26 | Accumulate | 860 | 750 |
| 8 | 11-Nov-25 | Accumulate | 874 | 831 |
| 9 | 07-Oct-25 | Accumulate | 870 | 852 |
| 10 | 24-Jul-25 | Hold | 705 | 706 |

### Analyst Coverage Universe

| Sr. No. | Company Name | Rating | TP (INR) | Share Price (INR) |
|---|---|---|---|---|
| 1 | Amber Enterprises India | BUY | 9234 | 6925 |
| 2 | Astral | Buy | 1593 | 1362 |
| 3 | Avalon Technologies | REDUCE | 1786 | 2430 |
| 4 | Bajaj Electricals | HOLD | 281 | 293 |
| 5 | Cello World | Buy | 428 | 340 |
| 6 | Century Plyboard (I) | Buy | 871 | 678 |
| 7 | Cera Sanitaryware | Buy | 7548 | 5057 |
| 8 | Crompton Greaves Consumer Electricals | BUY | 294 | 216 |
| 9 | Cyient DLM | REDUCE | 873 | 1030 |
| 10 | Finolex Industries | Buy | 226 | 149 |
| 11 | Greenpanel Industries | Buy | 271 | 160 |
| 12 | Havells India | Accumulate | 1212 | 1073 |
| 13 | Kajaria Ceramics | BUY | 1325 | 1138 |
| 14 | Kaynes Technology India | BUY | 4280 | 3365 |
| 15 | KEI Industries | BUY | 5961 | 3873 |
| 16 | LG Electronics India | Accumulate | 1870 | 1771 |
| 17 | Polycab India | BUY | 11083 | 8207 |
| 18 | Premier Energies | BUY | 1136 | 910 |
| 19 | R R Kabel | BUY | 2735 | 2123 |
| 20 | Supreme Industries | Accumulate | 3583 | 3250 |
| 21 | Syrma SGS Technology | HOLD | 1827 | 1747 |
| 22 | Vikram Solar | Accumulate | 162 | 149 |
| 23 | Voltas | Buy | 1251 | 1061 |
| 24 | Waaree Energies | BUY | 3115 | 2238 |

### 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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