

Rating: BUY | CMP: Rs3,240 | TP: Rs4,040

January 13, 2026

Q3FY26 Result Update

Change in Estimates | Target | Reco

Change in Estimates

Rating	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Target Price	BUY 4,040		BUY 3,970	
Sales (Rs bn)	2,840	3,101	2,813	3,060
% Chng.	0.9	1.3		
EBITDA (Rs bn)	788	872	776	857
% Chng.	1.5	1.8		
EPS (Rs.)	159.2	175.8	156.8	172.6
% Chng.	1.5	1.9		

Key Financials - Consolidated

Y/e Mar	FY25	FY26E	FY27E	FY28E
Sales (Rs. bn)	2,553	2,648	2,840	3,101
EBITDA (Rs. bn)	673	721	788	872
Margin (%)	26.4	27.2	27.7	28.1
PAT (Rs. bn)	486	530	576	636
EPS (Rs.)	134.2	146.6	159.2	175.8
Gr. (%)	5.3	9.2	8.6	10.4
DPS (Rs.)	126.0	120.7	143.3	158.2
Yield (%)	3.9	3.7	4.4	4.9
RoE (%)	51.8	54.6	56.2	58.6
RoCE (%)	49.6	51.5	52.9	55.4
EV/Sales (x)	4.4	4.3	3.9	3.6
EV/EBITDA (x)	16.8	15.6	14.2	12.8
PE (x)	24.1	22.1	20.3	18.4
P/BV (x)	12.4	11.8	11.1	10.5

Key Data

	TCS.BO TCS IN
52-W High / Low	Rs.4,255 / Rs.2,867
Sensex / Nifty	83,878 / 25,790
Market Cap	Rs.11,721bn / \$ 1,29,998m
Shares Outstanding	3,618m
3M Avg. Daily Value	Rs.9368.96m

Shareholding Pattern (%)

Promoter's	71.77
Foreign	10.33
Domestic Institution	5.59
Public & Others	7.11
Promoter Pledge (Rs bn)	5.20

Stock Performance (%)

	1M	6M	12M
Absolute	0.6	(0.8)	(22.8)
Relative	2.3	(2.4)	(28.8)

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Steady performance, multiple one-offs impact bottom line

Quick Pointers:

- Marginal beat in revenue with steady operating margin
- Deal wins of USD 9.3 bn compared to USD 10 bn in Q2

The revenue performance (+0.8% QoQ CC) exceeded our estimates (+0.5% QoQ CC), aided by broad-based growth, international business was up 0.4% QoQ CC. Beyond furloughs, the growth momentum within BFSI was steady and should rejoin the positive growth trajectory from Q4. The pockets of weakness is visible in certain sub-segments of Retail and Manufacturing, while essential and non-Automotive delivered healthy performance. The slowdown in legacy offerings is partly compensated against strong uptick in AI revenue stream, which reported annualized revenue run-rate of USD1.8bn (+17.3% QoQ CC). The management was confident of sustaining international revenue growth in the coming year on the back improving visibility in North America and continued momentum within key pockets. Given the low base of revenue in FY26 and steady recovery within international business, we expect 5.4% USD revenue CAGR over FY26-28E. On the margins, the compensation revision is behind, while we also anticipate the residual headcount trimming exercise to be executed in Q4. Hence, we are revising FY26E/FY27E/FY28E, adjusting operating margin up by 10bps/20bps/10bps respectively. We assign 23x to FY28E EPS that translates a TP of 4,040. Maintain BUY.

Revenue: TCS's Q3 performance marginally beat both our and consensus estimates despite furlough-related headwinds. Revenue stood at USD 7.5 bn, up 0.8% QoQ CC, compared with our and consensus expectations of ~0.5% QoQ CC growth. Growth was largely broad-based, except in BFSI and Technology. Geographically, India and MEA led the performance, posting 8.0% and 3.2% QoQ CC growth, respectively, while the international business grew 0.4% QoQ CC.

Operating Margin: EBIT margin remained steady at 25.2% during the quarter. The margin walk reflected tailwinds from pyramid optimization (+80 bps) and currency depreciation (+20 bps), which were offset by headwinds from wage hikes (-50 bps) and elevated marketing expenses (-50 bps). Reported PAT was impacted by multiple one-offs, including restructuring expenses, provisions for legal claims, and provisions related to changes in the new labour laws.

Deal Wins: TCS won deal wins of USD 9.3 bn were within the comfort band. Deal win included a mega deal in BFSI, North America. BFSI, Retail & North America TCV came at USD US\$3.8 bn (18.7% QoQ), US\$ 1.4 bn (-22% QoQ) & US\$ 4.9 bn (13.9% QoQ) respectively with steady LTM BTB of 1.4x

Valuations and outlook: We estimate USD revenue/earnings CAGR of 5.4%/14.5% over FY26E-FY28E. The stock is currently trading at 18.4x FY28E earnings, we are assigning P/E of 23x to FY28E earnings with a target price of INR 4,040. We maintain "BUY" rating.

Q3FY26 Firstcut - Beat on Revenue but operating margins remains flat, PAT impacted by one-offs & restructuring expenses

- Revenue at USD 7.51bn, up 0.8% QoQ in CC above our & consensus estimates of 0.5% QoQ CC growth each
- Growth was driven by regional markets, among geographies India, MEA & APAC grew by 8%, 3.2% & 1.1% respectively in QoQ CC while international business of NA, UK & Continental Europe reported growth of 0.1%, -1.9% & 2.1% respectively
- Segment wise all segments except BFSI & Tech grew sequentially. Regional Market grew by 4.6% QoQ CC & Retail grew by 1.3% QoQ while BFSI & Tech declined by 0.4% & 1.3% QoQ respectively
- Adjusted EBIT margin excluding one-offs was stable at 25.2% inline of our & consensus estimates of 25.1%
- **Deal TCV came at USD 9.3 bn compared to USD 10 bn in Q2 and LTM Quarterly average win of USD 10.5 bn. LTM Book to bill steady at 1.4x**
- Adjusted PAT excluding one-offs came at Rs 134 bn, while reported PAT after one offs & restructuring exp. came at Rs. 100bn
- Interim Dividend of Rs. 11/share & special dividend of Rs 46/share in 3Q
- Net employees declined by 11.1k during the quarter (19.8k decline in Q2) to 582.2k. LTM attrition grew by 20bps QoQ to 13.5%

Conference Call Highlights

- Management mentioned that demand continued to improve in Q3 despite furloughs & seasonality impact with traction in demand for AI & data services, enterprise solutions & cyber security.
- BFSI growth momentum remains intact despite furlough-led seasonality in Q3. The company secured a mega BFSI deal in North America, while the non-mega deal pipeline remains robust, underpinned by sustained spending on modernization, regulatory compliance, and operational efficiency initiatives. Within BFSI, the payments segment continues to witness rapid transformation driven by digital modernization and scale-led efficiencies, while the insurance segment is seeing incremental traction from emerging risk products and increasing AI integration
- Retail and Consumer segment delivered mixed performance, with growth driven by retail and travel & hospitality, supported by resilience in the US, UK, and Europe. In contrast, APAC remained challenging, while fashion retail continued to underperform.
- Life Sciences & Healthcare delivered steady growth, supported by client investments in automation and pilot programs for AI-led drug discovery, while providers and payers increasingly deployed AI for revenue management. Manufacturing performance was mixed, with automotive remaining subdued even as other sub-segments reported growth

- International business delivered modest growth of 0.4% QoQ CC in Q3, but management highlighted improving demand visibility, shortening decision cycles, and a healthy deal pipeline in North America, underpinning confidence in a pickup in international growth momentum led by AI-led transformation, modernization programs, and strong order book visibility.
- Management mentioned that BSNL revenue in Q3 was similar to Q2 revenue and they are still awaiting PO from BSNL to begin execution of the follow up order.
- TCS recognized a one-time provision of Rs 21.28 bn in Q3 toward compliance with new labour law requirements, largely comprising gratuity obligations (~Rs 18 bn), with the balance related to leave encashment liabilities. While the provision impacted reported PAT in the quarter, management clarified that the ongoing impact on margins is limited to ~10–15 bps
- Management indicated that higher SG&A expenses in Q3 were driven by increased marketing expenses, legal expenses, and CSR outlays. It clarified that while some of these costs are recurring in nature, the one-off impact was limited to ~10–20 bps.
- On the restructuring activity management mentioned that it will continue for another quarter.

Exhibit 1: 3QFY26 Results: Marginal Beat on Revenue, One-offs impact reported PAT

	3QFY26	3QFY26E	% Var.	2QFY26	QoQ gr. (%)	3QFY25	YoY gr. (%)	9MFY26	9MFY25	YoY gr. (%)
IT Services Revenue (USD m)	7,509	7,474	0.5	7,466	0.6	7,539	-0.4	22,396	22,714	-1.4
Overall Revenue (INR b)	671	666	0.7	658	2.0	640	4.9	1,963	1,908	2.9
Gross Profit	274	260	5.2	260	5.2	248	10.3	782	743	5.3
Gross Margin (%)	40.8	39.1	170bps	39.6	120bps	38.8	200bps	39.9	38.9	90bps
SG&A and Other Costs	104.9	93.2	12.6	95	10.7	92	14.4	293	278	5.5
% of Rev	15.6	14.0	160bps	14.4	120bps	14.3	130bps	14.9	14.5	40bps
EBITDA	183	181	0.9	180	1.6	170	7.3	531	504	5.3
EBITDA Margin (%)	27.2	27.2	0bps	27.3	-10bps	26.6	60bps	27.1	26.4	60bps
Depreciation	14	14	-1.3	14	-2	14	0.3	42	39	7.5
% of Rev	2.1	2.1	0bps	2.1	-10bps	2.2	-10bps	2.1	2.0	10bps
EBIT	169	167	1.0	166	2.0	157	7.9	490	466	5.2
EBIT Margin (%)	25.2	25.1	10bps	25.2	0bps	24.5	70bps	24.9	24.4	50bps
Other Income (net)	9	12	-23.1	6	44.5	10	-8.6	30	24	27.9
PBT	178	179	-0.6	172.0	3.5	166.7	6.9	520	489	6.3
Tax	43	46	-5.6	42	1.6	42	2.1	127	124	2.3
Effective tax rate (%)	24.2	25.5	-130bps	24.7	-50bps	25.3	-110bps	24.5	25.4	-90bps
Adjusted PAT	134	133	1.1	129	4.1	124	8.5	346	363	-4.8
Exceptional items	-33.9	0.0	NA	-11.4	NA	0.0	NA	-45	0.0	NA
Reported PAT	100	133	-24.4	118	-14.6	124	-18.8	301	363	-17.3
Reported EPS (INR)	37	37	1.6	36	4.2	34	8.5	109	101	7.9

Source: Company, PL

Exhibit 2: Regional growth (%)

Geographies	Contribution to revenue (%)	QoQ gr. (%)
North America	48.5	0.0
Latin America	2.0	5.9
UK	16.9	-2.9
Continental Europe	15.6	2.5
India	6.1	5.8
Asia Pacific	8.3	0.6
MEA	2.6	9.0

Source: Company, PL

Exhibit 3: Vertical Growth (%)

Verticals	Contribution to revenue (%)	QoQ gr. (%)
BFSI	31.9	-0.4
Retail & CPG	15.4	1.2
Communications & Media	5.9	0.6
Manufacturing	8.8	0.6
Life Sciences & Healthcare	10.5	0.6
Technology & Services	8.4	-0.6
Energy and Utilities	6.0	2.3
Regional markets & Others	13.1	2.1

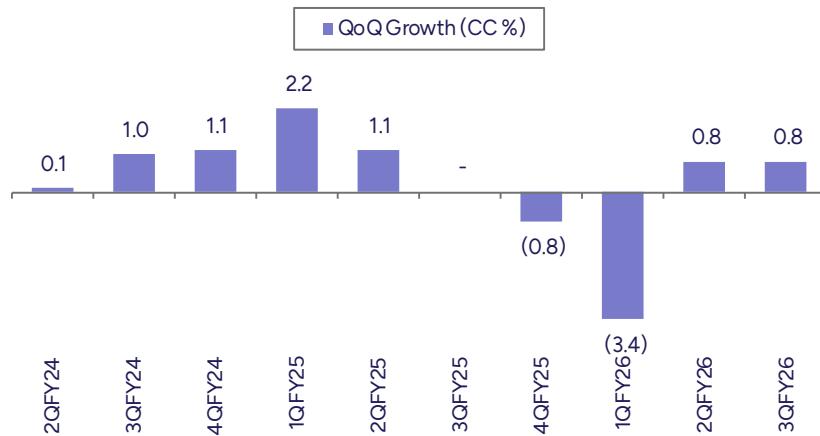
Source: Company, PL

Exhibit 4: Key Performance Indicator

	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	FY25*	FY26*
Revenue (QoQ CC %)	1.1	2.2	1.1	0.0	-0.8	-3.4	0.8	0.8	4.2	-2.4
Costs (% of revenue)										
COGS	58.9	60.1	61.8	61.2	61.2	60.9	60.4	59.2	61.1	60.0
SGA	15.1	15.2	14.1	14.3	14.6	14.7	14.4	15.6	14.6	14.9
Margins										
Gross Margin	41.1	39.9	38.2	38.8	38.8	39.1	39.6	40.8	38.9	40.0
EBIT Margin	26.0	24.7	24.1	24.5	24.2	24.5	25.2	25.2	24.3	25.1
Net Margin	20.4	19.3	18.6	19.5	19.1	20.2	19.7	20.1	19.0	18.3
Operating metrics										
Headcount (k)	602	607	613	607	608	613	593	582	608	-
Attrition (%)	12.5	12.1	12.3	13.0	13.3	13.8	13.3	13.5	13.3	-
Deal Win TCV (USD b)	13.2	8.3	8.6	10.2	12.2	9.4	10.0	9.3	39.3	-

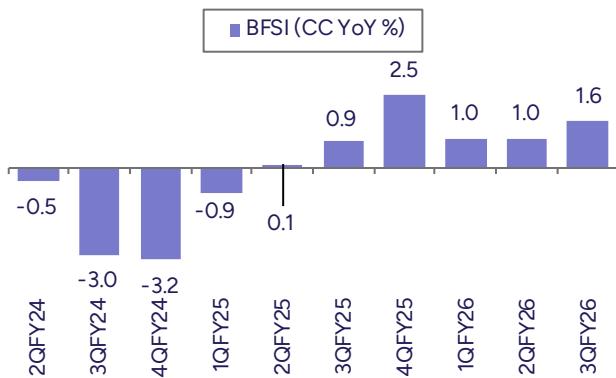
Source: Company, PL, * YoY CC

Exhibit 5: Q3 revenue grew by 0.8% QoQ vs PL of 0.5% QoQ



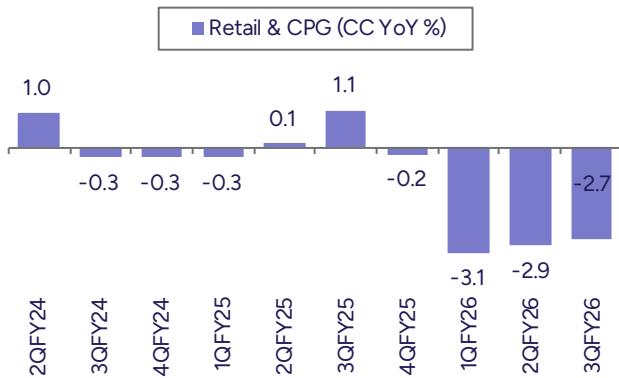
Source: Company, PL

Exhibit 6: BFSI impacted by furloughs in Q3



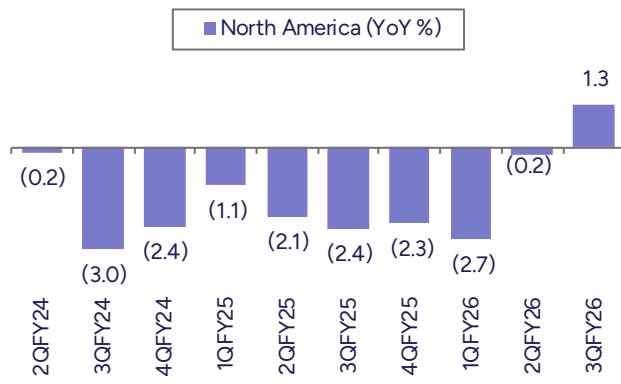
Source: Company, PL

Exhibit 7: Retail remains weak



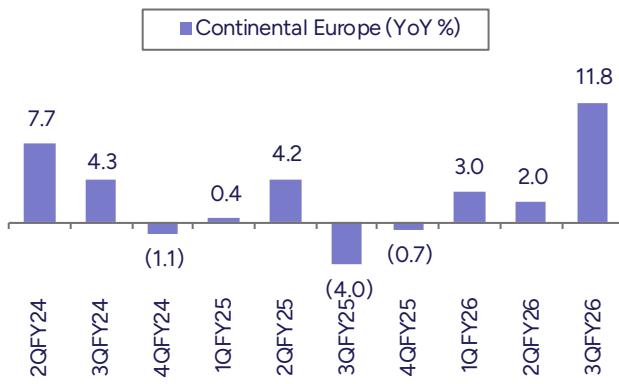
Source: Company, PL

Exhibit 8: North America region recovers



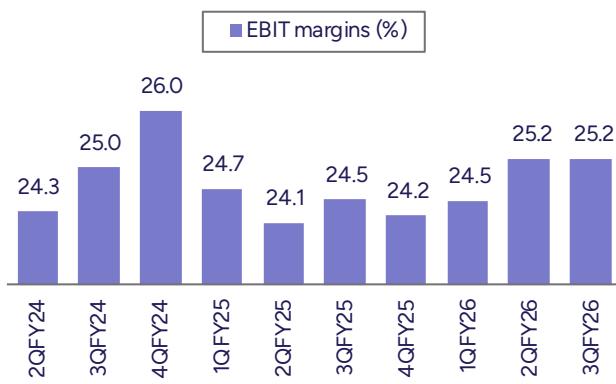
Source: Company, PL

Exhibit 9: Continental Europe growth continues



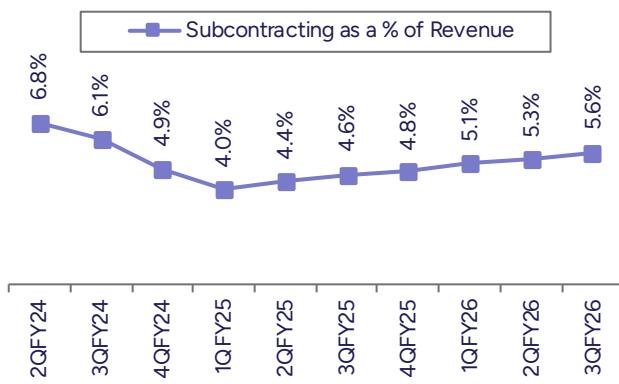
Source: Company, PL

Exhibit 10: Margins remains flat in Q3



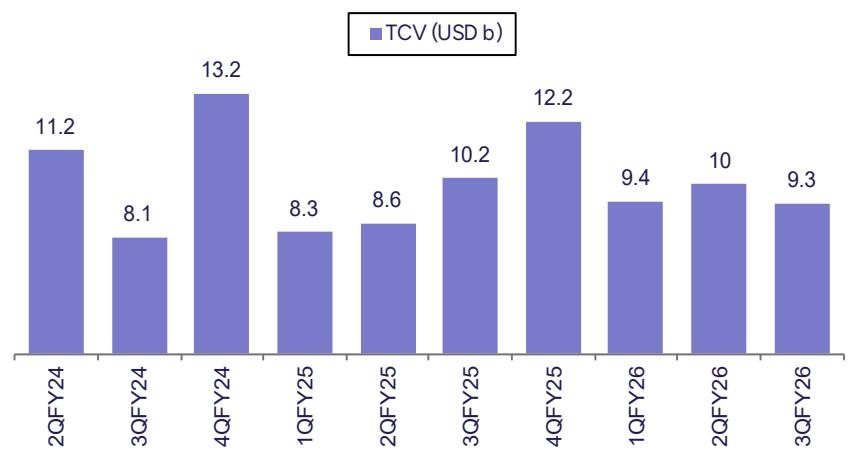
Source: Company, PL

Exhibit 11: Sub-contracting cost continues to increase



Source: Company, PL

Exhibit 12: Deal wins in Q3 within the comfort band of company



Source: Company, PL

Exhibit 13: Operating Metrics

Consolidated (INR b)	4QFY23	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26
Verticals (%)												
BFSI	32.9	32.5	32.6	31.7	31.3	30.9	30.8	30.5	31.2	32.0	32.2	31.9
Retail & CPG	16.0	16.1	15.9	15.7	15.7	15.4	15.1	15.3	15.3	15.6	15.3	15.4
Communication & Media	7.1	7.0	6.9	6.7	6.6	6.2	5.9	5.8	5.8	5.8	5.9	5.9
Manufacturing	8.2	8.3	8.5	8.6	8.8	8.8	8.6	8.4	8.4	8.7	8.8	8.8
Life Sciences & Healthcare	10.9	11.0	10.9	10.9	10.9	11.0	10.4	10.2	10.1	10.2	10.5	10.5
Technology & Services	8.9	8.7	8.6	8.4	8.2	8.1	8.0	8.0	8.1	8.4	8.5	8.4
Energy & Utilities	5.4	5.5	5.6	5.7	5.7	5.7	5.7	5.7	5.7	5.7	5.7	5.7
Regional markets & Others	10.6	10.9	11.0	12.3	12.9	14.0	15.5	16.3	15.4	13.4	12.9	13.1
Geographies (%)												
North America	52.4	52.0	51.7	50.6	50.0	49.5	47.6	47.7	48.2	48.7	48.8	48.5
Latin America	1.8	2.0	2.0	2.1	2.0	1.9	1.8	1.9	1.8	1.9	1.9	2.0
UK	15.7	16.4	16.5	16.4	16.8	16.9	17.0	16.6	16.8	18.0	17.5	16.9
Continental Europe	15.1	14.9	14.9	15.0	14.6	14.4	14.6	13.9	14.3	15.0	15.3	15.6
India	5.0	4.9	4.9	6.1	6.7	7.5	8.9	9.8	8.4	5.8	5.8	6.1
Asia Pacific	8.0	7.8	7.8	7.8	7.8	7.8	8.0	7.8	8.1	8.4	8.3	8.3
MEA	2.0	2.0	2.2	2.0	2.1	2.0	2.1	2.3	2.4	2.2	2.4	2.6
QoQ growth (%)												
BFSI	1.1	-0.8	0.1	-1.8	-0.1	0.6	1.9	-2.7	1.3	2.0	1.2	-0.4
Retail & CPG	1.7	1.1	-1.5	-0.3	1.1	0.0	0.2	-0.4	-1.0	1.4	-1.3	1.2
Communication & Media	0.3	-1.0	-1.6	-1.9	-0.4	-4.2	-2.7	-3.4	-1.0	-0.6	2.3	0.6
Manufacturing	1.7	1.7	2.2	2.2	3.5	1.9	-0.1	-4.0	-1.0	3.0	1.8	0.6
Life Sciences & Healthcare	2.6	1.4	-1.1	1.0	1.1	2.9	-3.4	-3.6	-2.0	0.4	3.6	0.6
Technology & Services	0.6	-1.8	-1.4	-1.4	-1.3	0.7	0.9	-1.7	0.3	3.1	1.8	-0.6
Energy and Utilities	5.6	2.3	1.6	2.8	-0.6	1.9	4.0	-3.4	0.8	2.9	0.6	2.3
Regional markets & Others	2.7	3.3	0.7	12.9	6.1	10.6	13.1	3.4	-6.4	-13.5	-3.1	2.1
North America	-0.8	-0.3	-0.8	-1.2	-0.1	0.9	-1.7	-1.5	0.1	0.4	0.8	0.0
Latin America	1.7	11.6	-0.2	6.0	-3.7	-3.2	-3.2	3.8	-6.2	4.9	0.6	5.9
UK	7.2	4.9	0.4	0.4	3.6	2.5	2.8	-4.0	0.2	6.5	-2.2	-2.9
Continental Europe	3.8	-0.9	-0.2	1.7	-1.6	0.5	3.6	-6.4	1.9	4.3	2.6	2.5
India	-0.3	-1.6	-0.2	25.7	11.1	14.1	21.3	8.2	-15.1	-31.4	0.6	5.8
Asia Pacific	3.0	-2.1	-0.2	1.0	1.1	1.9	4.8	-4.2	2.8	3.1	-0.6	0.6
MEA	13.0	0.4	9.8	-8.2	6.2	-2.9	7.3	7.7	3.3	-8.9	9.8	9.0
Total Employees (k)	614.8	615.3	609.0	603.3	601.5	607.0	612.7	607.4	608.0	613.1	593.3	582.2
Net Additions (k)	0.8	0.5	-6.3	-5.7	-1.8	5.5	5.7	-5.4	0.6	5.1	-19.8	-11.2
Attrition (LTM %)	20.1	17.8	14.9	13.3	12.5	12.1	12.3	13.0	13.3	13.8	13.3	13.5

Source: Company, PL

Financials

Income Statement (Rs bn)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Net Revenues	2,553	2,648	2,840	3,101
YoY gr. (%)	6.0	3.7	7.2	9.2
Employee Cost	1,560	1,589	1,680	1,825
Gross Profit	993	1,059	1,160	1,275
Margin (%)	38.9	40.0	40.8	41.1
Employee Cost	-	-	-	-
Other Expenses	64	66	71	78
EBITDA	673	721	788	872
YoY gr. (%)	4.6	7.2	9.2	10.8
Margin (%)	26.4	27.2	27.7	28.1
Depreciation and Amortization	51	56	60	65
EBIT	622	665	728	807
Margin (%)	24.3	25.1	25.6	26.0
Net Interest	-	-	-	-
Other Income	32	43	48	50
Profit Before Tax	653	708	776	857
Margin (%)	25.6	26.7	27.3	27.6
Total Tax	165	175	198	218
Effective tax rate (%)	25.3	24.7	25.5	25.5
Profit after tax	488	533	578	638
Minority interest	2	2	2	2
Share Profit from Associate	-	-	-	-
Adjusted PAT	486	530	576	636
YoY gr. (%)	4.2	9.2	8.6	10.4
Margin (%)	19.0	20.0	20.3	20.5
Extra Ord. Income / (Exp)	-	(45)	-	-
Reported PAT	486	485	576	636
YoY gr. (%)	5.8	(0.1)	18.8	10.4
Margin (%)	19.0	18.3	20.3	20.5
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	486	485	576	636
Equity Shares O/s (bn)	4	4	4	4
EPS (Rs)	134.2	146.6	159.2	175.8

Source: Company Data, PL Research

Balance Sheet Abstract (Rs bn)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Non-Current Assets				
Gross Block	703	745	790	840
Tangibles	703	745	790	840
Intangibles	-	-	-	-
Acc: Dep / Amortization	476	542	613	690
Tangibles	476	542	613	690
Intangibles	-	-	-	-
Net fixed assets	227	203	178	150
Tangibles	227	203	178	150
Intangibles	-	-	-	-
Capital Work In Progress	-	-	-	-
Goodwill	19	19	19	19
Non-Current Investments	56	58	61	67
Net Deferred tax assets	26	27	29	32
Other Non-Current Assets	29	30	32	35
Current Assets				
Investments	307	357	407	457
Inventories	-	-	-	-
Trade receivables	501	520	558	609
Cash & Bank Balance	83	94	103	113
Other Current Assets	311	322	346	378
Total Assets	1,596	1,668	1,774	1,904
Equity				
Equity Share Capital	4	4	4	4
Other Equity	944	992	1,050	1,114
Total Networth	948	996	1,054	1,117
Non-Current Liabilities				
Long Term borrowings	-	-	-	-
Provisions	-	-	-	-
Other non current liabilities	99	102	110	120
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade payables	139	142	150	163
Other current liabilities	391	405	435	475
Total Equity & Liabilities	1,596	1,668	1,774	1,904

Source: Company Data, PL Research

Cash Flow (Rs bn)

Y/e Mar	FY25	FY26E	FY27E	FY28E
PBT	488	662	776	857
Add. Depreciation	52	56	60	65
Add. Interest	(25)	-	-	-
Less Financial Other Income	32	43	48	50
Add. Other	(2)	-	-	-
Op. profit before WC changes	513	718	836	922
Net Changes-WC	(34)	(14)	(26)	(34)
Direct tax	9	(175)	(198)	(218)
Net cash from Op. activities	489	529	612	670
Capital expenditures	(50)	(32)	(34)	(37)
Interest / Dividend Income	31	-	-	-
Others	(4)	(50)	(50)	(50)
Net Cash from Inv. activities	(23)	(82)	(84)	(87)
Issue of share cap. / premium	-	-	-	-
Debt changes	-	-	-	-
Dividend paid	(450)	(437)	(519)	(572)
Interest paid	(8)	-	-	-
Others	(16)	-	-	-
Net cash from Fin. activities	(474)	(437)	(519)	(572)
Net change in cash	(8)	11	9	10
Free Cash Flow	439	497	578	632

Source: Company Data, PL Research

Key Financial Metrics

Y/e Mar	FY25	FY26E	FY27E	FY28E	
Per Share(Rs)					
EPS		134.2	146.6	159.2	175.8
CEPS		148.3	162.0	175.7	193.8
BVPS		261.9	275.3	291.2	308.8
FCF		121.4	137.4	159.6	174.8
DPS		126.0	120.7	143.3	158.2
Return Ratio(%)					
RoCE		49.6	51.5	52.9	55.4
ROIC		31.5	32.4	33.1	34.2
RoE		51.8	54.6	56.2	58.6
Balance Sheet					
Net Debt : Equity (x)		(0.4)	(0.5)	(0.5)	(0.5)
Net Working Capital (Days)		52	52	52	53
Valuation(x)					
PER		24.1	22.1	20.3	18.4
P/B		12.4	11.8	11.1	10.5
P/CEPS		21.8	20.0	18.4	16.7
EV/EBITDA		16.8	15.6	14.2	12.8
EV/Sales		4.4	4.3	3.9	3.6
Dividend Yield (%)		3.9	3.7	4.4	4.9

Source: Company Data, PL Research

Quarterly Financials (Rs bn)

Y/e Mar	Q4FY25	Q1FY26	Q2FY26	Q3FY26
Net Revenue	645	634	658	671
YoY gr. (%)	5.3	1.3	2.4	4.9
Raw Material Expenses	395	386	398	397
Gross Profit	250	248	260	274
Margin (%)	38.8	39.1	39.6	40.8
EBITDA	169	169	180	183
YoY gr. (%)	(1.8)	1.3	7.4	7.3
Margin (%)	26.1	26.6	27.3	27.2
Depreciation / Depletion	13	14	14	14
EBIT	156	155	166	169
Margin (%)	24.2	24.5	25.2	25.2
Net Interest	-	-	-	-
Other Income	8	15	6	9
Profit before Tax	164	170	172	178
Margin (%)	25.4	26.8	26.1	26.5
Total Tax	41	42	42	43
Effective tax rate (%)	25.1	24.5	24.7	24.2
Profit after Tax	123	128	130	135
Minority interest	1	1	1	1
Share Profit from Associates	-	-	-	-
Adjusted PAT	122	128	129	134
YoY gr. (%)	(1.7)	6.0	8.4	8.5
Margin (%)	19.0	20.1	19.6	20.0
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	122	128	118	100
YoY gr. (%)	(1.7)	6.0	(1.2)	(18.8)
Margin (%)	19.0	20.1	17.9	15.0
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	122	128	118	100
Avg. Shares O/s (bn)	4	4	4	4
EPS (Rs)	33.8	35.3	35.7	37.1

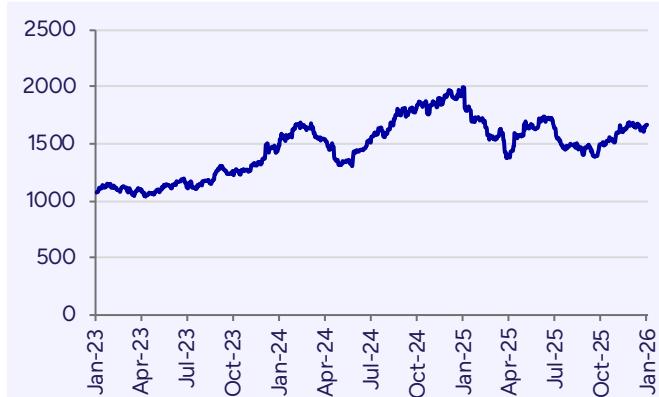
Source: Company Data, PL Research

Key Operating Metrics

Y/e Mar	FY25	FY26E	FY27E	FY28E
Revenue (USD mn)	30,179	30,020	31,550	33,342

Source: Company Data, PL Research

Price Chart



Recommendation History

No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	02-Jan-26	BUY	3,970	3,227
2	18-Dec-25	BUY	3,800	3,218
3	10-Oct-25	BUY	3,800	3,062
4	04-Oct-25	BUY	3,950	2,902
5	11-Jul-25	BUY	3,920	3,382
6	01-Jul-25	BUY	3,980	3,462
7	11-Apr-25	BUY	4,160	3,247
8	03-Apr-25	BUY	4,510	3,544
9	27-Mar-25	BUY	4,510	3,636

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	Coforge	BUY	2,140	1,642
2	Cyient	Hold	1,070	1,109
3	HCL Technologies	BUY	1,800	1,635
4	Infosys	BUY	1,900	1,630
5	KPIT Technologies	BUY	1,380	1,168
6	L&T Technology Services	Hold	4,570	4,400
7	Latent View Analytics	BUY	630	454
8	LTI Mindtree	Hold	5,830	6,112
9	Mphasis	BUY	3,450	2,820
10	Persistent Systems	BUY	7,060	6,283
11	Tata Consultancy Services	BUY	3,970	3,227
12	Tata Elxsi	Hold	5,470	5,212
13	Tata Technologies	Hold	660	644
14	Tech Mahindra	Hold	1,570	1,607
15	Wipro	Hold	270	267

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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