RATING REDUCE | CMP INR 4,678 | TP INR 3,969

PL Capital PRABHUDAS LILLADHER

Thermax (TMX IN)

Q4FY26 Result Update

May 08, 2026

☑ Estimate Change | ☑ Target | ☑ Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Reduce		Accumulate	
Target Price	3,969		3,374	
Sales (INR mn)	122,876	145,115	123,547	142,430
% Chng.	*(0.5)*	*1.9*		
EBITDA (INR mn)	11,489	14,337	11,552	13,460
% Chng.	*(0.5)*	*6.5*		
EPS (INR)	66.9	78.1	67.3	77.1
% Chng.	*(0.6)*	*1.3*		

Key Data	THMX.BO | TMX IN
BSE Code	500411
NSE Code	THERMAX
52-W High / Low	INR 4,759 / INR 2,742
Face Value	2
Sensex / Nifty	77,328 / 24,176
Market Cap	INR 557 bn / $ 5,899 mn
Shares Outstanding	119.16 mn
3M Avg. Daily Value	INR 781.65 mn

Shareholding Pattern (%)

Promoters	61.99
FIIs	11.25
Mutual Funds	15.49
Domestic Institutions	5.81
Public and Others	5.46
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	42.1	62.8	46.6	48.2
Relative	42.5	76.0	57.8	54.0

Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	103,231	106,260	122,876	145,115
EBITDA (INR mn)	8,422	9,581	11,489	14,337
Margin (%)	*8.2*	*9.0*	*9.4*	*9.9*
PAT (INR mn)	5,880	6,170	7,978	9,312
EV (INR mn)	546,822	556,497	560,857	563,288
Total Debt (INR mn)	17,177	23,525	32,525	41,525
C&C Eq. (INR mn)	4,717	6,745	10,385	15,954
EPS (INR)	49.3	51.8	67.0	78.2
Gr. (%)	*(0.2)*	*4.9*	*29.3*	*16.7*
DPS (INR)	12.0	12.0	20.1	23.4
Yield (%)	*0.3*	*0.3*	*0.4*	*0.5*
RoE (%)	*12.5*	*11.8*	*13.6*	*14.2*
RoCE (%)	*11.1*	*10.3*	*10.4*	*11.0*
EV/Sales (x)	5.3	5.2	4.6	3.9
EV/EBITDA (x)	64.9	58.1	48.8	39.3
PE (x)	94.8	90.3	69.9	59.9
P/BV (x)	11.3	10.0	9.0	8.1

Execution improving amid input pressures

Quick Pointers

- Q4FY26 order intake doubled YoY to INR44.9bn aided by receipt of large boiler order worth INR16.3bn
- Project related cost overruns in Green Solutions led to Q4FY26 EBIT loss of INR290mn

Thermax (TMX IN) reported a healthy performance, with revenue growing 10.7% YoY and EBITDA margin expanding 88bps YoY to 10.6%. During the quarter, a large INR16.3bn boiler order and improving operational efficiencies in the Industrial Infra segment supported stronger consolidated order inflows and margin expansion. In Industrial Products, healthy traction in heating, cooling and water & waste solutions continue to support growth prospects, although an unfavorable product mix weighed on profitability. Meanwhile, the Chemicals segment faced margin pressure due to supply chain disruptions and higher raw material costs, while Green Solutions continued to report losses owing to project cost overruns. Although management did not witness any significant impact from the Middle East conflict in Q4FY26, it remains cautious on near-term headwinds including gas unavailability impacting fabrication activities, rising raw material costs and supply chain disruptions across Chemicals and Industrial Infra in H1FY27. Separately, data centers are emerging as a meaningful growth opportunity for the company's cooling and heating solutions, with a few international orders expected to materialize over the coming quarters. We roll forward to Mar'28E (Sep'27E earlier) and downgrade our rating from 'Accumulate' to 'Reduce' due to recent sharp increase in stock price valuing the core business (ex. Green Solutions) at a PE of 39x Mar'28E (37x Sep'27E) factoring in robust prospects from data centers arriving at a revised SoTP-derived TP of INR3,696 (INR3,374 earlier). Downgrade to 'Reduce'.

Execution challenges and supply chain disruptions amid Middle East conflict impacting profitability will remain a key monitorable in the short term. However, in the long term, TMX is well placed to gain from increasing thrust on energy transition & de-carbonization led by its 1) sustainable green industrial solutions in bioenergy, heating & cooling, chemicals and water, 2) technical expertise, 3) prudent working capital management, and 4) emerging opportunities for cooling and heating solutions from data center. The stock is currently trading at a PE of 69.9x/59.9x on FY27/28E.

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR mn)	33,961	34,157	*1.0*	30,849	*11.0*
EBITDA (INR mn)	3,531	3,620	*3.0*	2,997	*21.0*
Margin (%)	*10.4*	*10.6*	*20 bps*	*9.7*	*90 bps*
PAT (INR mn)	2,205	2,338	*6.0*	2,057	*14.0*

Source: Company, PL

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Gross margin expansion aided growth in profitability: Consol. Revenue increased by 10.7% YoY to INR34.2bn (Ple: INR34.0bn). EBITDA increased by 20.8% YoY to INR3.6bn (PLe: INR3.5bn). EBITDA margin expanded by 88bps YoY to 10.6% driven by significant jump in Industrial Infra profitability (+383bps YoY EBIT margin) despite margin pressures in other segments. Adj. PBT increased by 6.5% YoY to INR3.2bn (PLe: INR3.2bn) driven by healthy operating performance partially offset by lower other income (-30.1% YoY to INR537mn) and higher finance costs (+35.5% YoY to INR424mn). Adj. PAT increased by 13.5% YoY to INR2.3bn (Ple: INR2.2bn) aided by lower effective tax rate (-485bps YoY to 26.9%). Order inflow doubled YoY to INR44.9bn primarily due to INR16.0bn large thermal order received during the quarter. Order book stands at INR136.0bn (1.3x TTM revenue).

Segmental Overview: Revenue growth was driven by Industrial Products (+16.2% YoY to INR16.6bn) and Green Solutions (+34.2% YoY to INR2.0bn) partially offset by subdued growth in Industrial Infra (+2.9% YoY to INR14.6bn) and degrowth in Chemicals (-8.1% YoY to INR1.9bn). Industrial Products' margin came in at 13.6% (vs 14.4% in Q4FY25); Industrial Infra margin came in at 6.6% (vs 2.8% in Q4Y25); Green Solutions margin contracted to -14.2% (vs -5.3% in Q4FY25); Chemicals margin declined sharply to 4.9% (vs 16.6% in Q4FY25).

Exhibit 1 : **Strong gross margin expansion (+352bps YoY to 47.0%) aided EBITDA margin expansion of 88bps YoY to 10.6%**

INR mn	Q4FY26	Q4FY25	YoY gr.	Q4FY26E	% Var.	Q3FY26	QoQ gr.	FY26	FY25	YoY gr.
Revenue	**34,157**	**30,849**	***10.7%***	**33,961**	***0.6%***	**26,347**	***29.6%***	**1,06,260**	**1,03,231**	***2.9%***
Gross Profit	16,041	13,401	*19.7%*	15,652	*2.5%*	12,642	*26.9%*	50,664	45,096	*12.3%*
Margin (%)	*47.0*	*43.4*	*352*	*46.1*	*88*	*48.0*	*(102)*	*47.7*	*43.7*	*399*
Employee Cost	3,915	3,320	*17.9%*	3,809	*2.8%*	3,602	*8.7%*	14,212	12,689	*12.0%*
as % of sales	*11.5*	*10.8*	*70*	*11.2*	*24*	*13.7*	*(221)*	*13.4*	*12.3*	*108*
Other expenditure	8,507	7,084	*20.1%*	8,312	*2.4%*	6,491	*31.1%*	26,871	23,985	*12.0%*
as % of sales	*24.9*	*23.0*	*194*	*24.5*	*43*	*24.6*	*27*	*25.3*	*23.2*	*205*
EBITDA	**3,620**	**2,997**	***20.8%***	**3,531**	***2.5%***	**2,548**	***42.0%***	**9,581**	**8,421**	***13.8%***
Margin (%)	*10.6*	*9.7*	*88*	*10.4*	*20*	*9.7*	*92*	*9.0*	*8.2*	*86*
Depreciation	540	453	*19.1%*	545	*-0.9%*	533	*1.4%*	2,076	1,585	*31.0%*
EBIT	**3,079**	**2,543**	***21.1%***	**2,986**	***3.1%***	**2,015**	***52.8%***	**7,504**	**6,836**	***9.8%***
Margin (%)	*9.0*	*8.2*	*77*	*8.8*	*22*	*7.6*	*137*	*7.1*	*6.6*	*44*
Other Income	537	769	*-30.1%*	594	*-9.6%*	473	*13.6%*	2,520	2,522	*-0.1%*
Interest Costs (other than fin serv.)	424	313	*35.5%*	369	*14.7%*	342	*23.7%*	1,390	1,168	*19.0%*
PBT (ex. Extra-ordinaries)	**3,193**	**2,999**	***6.5%***	**3,211**	***-0.6%***	**2,146**	***48.8%***	**8,635**	**8,191**	***5.4%***
Margin (%)	*9.3*	*9.7*	*(37)*	*9.5*	*(11)*	*8.1*	*120*	*8.1*	*7.9*	*19*
Extraordinary Items	148	-	-	-	-	742	*-80.0%*	1,448	656	*120.7%*
PBT	**3,341**	**2,999**	***11.4%***	**3,211**	***4.0%***	**2,888**	***15.7%***	**10,083**	**8,847**	***14.0%***
Total Tax	897	951	*-5.6%*	1,007	*-10.9%*	837	*7.3%*	2,877	2,578	*11.6%*
Effective Tax Rate (%)	*26.9*	*31.7*	*(485)*	*31.3*	*(449)*	*29.0*	*(211)*	*28.5*	*29.1*	*(61)*
PAT before JVs/MI	**2,444**	**2,048**	***19.3%***	**2,205**	***10.9%***	**2,051**	***19.1%***	**7,207**	**6,269**	***15.0%***
Share of JVs/MI	(1)	9	*-112.4%*	1	*-283.3%*	(9)	*-88.3%*	(2)	75	*-102.3%*
Reported PAT	**2,443**	**2,057**	***18.7%***	**2,205**	***10.8%***	**2,042**	***19.6%***	**7,205**	**6,345**	***13.6%***
Adj. PAT	**2,334**	**2,057**	***13.5%***	**2,205**	***5.9%***	**1,515**	***54.1%***	**6,170**	**5,880**	***4.9%***
Adj. EPS	**19.6**	**17.3**	***13.5%***	**18.5**	***5.9%***	**12.7**	***54.1%***	**51.8**	**49.3**	***4.9%***

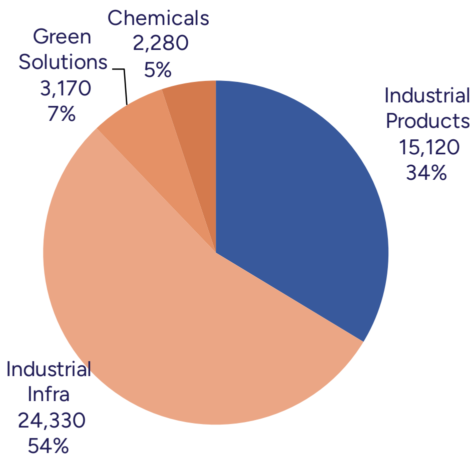
Source: Company, PL

Exhibit 2 : Improving profitability in Industrial infra segment is aiding the consolidated margin expansion

Segment Performance	Q4FY26	Q4FY25	YoY gr.	Q4FY26E	% Var.	Q3FY26	QoQ gr.	FY26	FY25	YoY gr.
Revenue (INR mn)										
Industrial Products	16,628	14,304	*16.2%*	15,755	*5.5%*	12,898	*28.9%*	50,961	45,290	*12.5%*
Industrial Infrastructure	14,569	14,152	*2.9%*	15,291	*-4.7%*	10,326	*41.1%*	42,799	47,146	*-9.2%*
Green Solutions	2,037	1,519	*34.2%*	2,069	*-1.5%*	1,636	*24.5%*	7,322	6,899	*6.1%*
Chemicals	1,932	2,101	*-8.1%*	2,289	*-15.6%*	2,002	*-3.5%*	7,576	7,628	*-0.7%*
EBIT (INR mn)										
Industrial Products	2,256	2,063	*9.4%*	1,815	*24.3%*	1,194	*89.0%*	5,400	5,290	*2.1%*
Industrial Infrastructure	959	389	*146.3%*	699	*37.2%*	655	*46.5%*	2,175	1,101	*97.6%*
Green Solutions	(290)	(81)	*258.8%*	90	*NA*	86	*-438.7%*	2	(9)	*-119.8%*
Chemicals	95	349	*-72.7%*	194	*-51.0%*	92	*3.0%*	536	1,223	*-56.2%*
EBIT Margin (%)										
Industrial Products	13.6	14.4	*-85*	11.5	*205*	9.3	*431*	10.6	11.7	*-108*
Industrial Infrastructure	6.6	2.8	*383*	4.6	*201*	6.3	*24*	5.1	2.3	*275*
Green Solutions	-14.2	-5.3	*-892*	4.4	*-1,862*	5.2	*-1,949*	0.0	-0.1	*15*
Chemicals	4.9	16.6	*-1,169*	8.5	*-355*	4.6	*31*	7.1	16.0	*-896*

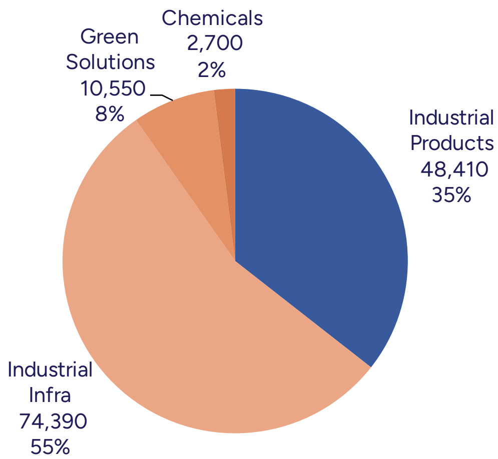
Source: Company, PL

Exhibit 3 : Win of large order (INR16.3bn) skewed order intake mix in Q4



Source: Company, PL

Exhibit 4 : Strong order book (1.3x TTM sales) provides visibility



Source: Company, PL

Exhibit 5 : Green Solutions include TOESL and FEPL subsidiaries

	Mar'28E (Rs mn)	Valuation basis	Target multiple (X)	Targeted Value (INR mn)	Value/Share
Core Business PAT	11,497	P/E	39	448,380	3,763
Green Solutions BV	6,146	P/B	4	24,586	206
Total Target (INR Mn)				**472,966**	**3,969**

Source: Company, PL

Conference Call Highlights:

- **Industrial Infra (+2.9% YoY):** Segment witnessed improved order booking and backlog during the quarter, led by stronger traction in TBWES and aided by a large INR16.3bn boiler package order for a 1x800 MW ultra-supercritical thermal power plant in Central India. Segment profitability also improved YoY, supported by better operational efficiency and lower losses across certain entities. Management expects opportunities in the thermal power space to remain healthy across both public and private sectors, while legacy Bio-CNG and FGD orders are now largely executed, reducing execution overhang. On coal gasification, the company highlighted that it has the required technology and solutions in place, with future opportunities contingent on supportive project economics, while maintaining a cautious stance on EPC margins.

- **Industrial Products (+16.2% YoY):** Segment reported improved order booking and backlog, driven by stronger performance in the Heating, Cooling and Water & Waste Solutions businesses. However, segment profitability declined due to an adverse product mix. Management highlighted healthy order prospects across pharma, chemicals and FMCG sectors, while noting that gas unavailability is impacting fabrication activities and rising raw material prices could weigh on Q1FY27 performance. Overall, management remains reasonably optimistic on the outlook, albeit with caution amid potential disruptions arising from the Middle East conflict.

- **Green Solutions (+34.2% YoY):** It reported higher order booking during the quarter, supported by improved business performance at TOESL and a revision in the company's order book reporting methodology, which increased the reported order book by INR138bn. However, segment margins were impacted by project cost overruns, primarily at FEPL, where the underperformance of a contractor on a project led to execution delays and losses during Q4. Management highlighted that around 250MW capacity is currently operational, with one project commissioned by March and two large projects expected to be commissioned over the next two quarters, positioning the company to close FY27 with a stronger operational capacity base. Meanwhile, TOESL continued to deliver stable performance during the quarter.

- **Chemicals (-8.1% YoY):** The Chemicals segment reported lower profitability during the quarter due to higher input costs and an adverse product mix. Management highlighted challenges related to raw material availability, with supply chain disruptions and rising prices in certain key inputs continuing to exert pressure on margins.

- **Thermax to incur capex of INR2.5bn in FY27** bifurcated among INR1.0-1.5bn of maintenance capex while rest to be invested in capacity expansions across its boiler facility as well as cooling facility.

- **Data center opportunities across cooling and heating solutions:** Management highlighted emerging opportunities in cooling solutions as well as its heating solutions for data centers, with large boiler-related orders in this segment expected to be routed through TBWES. The company also sees opportunities in supplying steam turbine-based boiler solutions in international markets, which could materialize over the coming quarters. Incremental demand from data centers is expected to be supported through the capacity expansions currently underway.

- **Impact of Middle East conflict:** The company did not witness material impact from the middle east conflict on its operations as majority raw material procurement was done prior to the conflict. It has not witnessed any delays in execution and collections in Q4FY26. However, Q1FY27 may see some impact from supply chain disruptions. Management also hopes bid for the opportunities arising out of rebuilding in the Middle Eastern region.

Financials

Income Statement (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	**103,231**	**106,260**	**122,876**	**145,115**
YoY gr. (%)	*10.7*	*2.9*	*15.6*	*18.1*
Cost of Goods Sold	58,135	55,596	65,493	77,056
Gross Profit	45,096	50,664	57,383	68,059
Margin (%)	*43.7*	*47.7*	*47.0*	*47.0*
Employee Cost	12,689	14,212	15,913	18,023
Other Expenses	8,589	12,910	12,288	15,092
EBITDA	**8,422**	**9,581**	**11,489**	**14,337**
YoY gr. (%)	*5.6*	*13.8*	*19.9*	*24.8*
Margin (%)	*8.2*	*9.0*	*9.4*	*9.9*
Depreciation and Amortization	1,585	2,076	2,501	3,030
EBIT	**6,837**	**7,504**	**8,988**	**11,307**
Margin (%)	*6.6*	*7.1*	*7.3*	*7.8*
Net Interest	1,168	1,390	1,560	2,076
Other Income	2,522	2,520	3,281	3,439
Profit Before Tax	**8,847**	**10,084**	**10,709**	**12,670**
Margin (%)	*8.6*	*9.5*	*8.7*	*8.7*
Total Tax	2,578	2,877	2,731	3,358
Effective Tax Rate (%)	*29.1*	*28.5*	*26.0*	*27.0*
Profit After Tax	**6,269**	**7,207**	**7,978**	**9,312**
Minority Interest	(78)	(2)	-	-
Share Profit from Associate	(2)	(4)	-	-
Adjusted PAT	**5,880**	**6,170**	**7,978**	**9,312**
YoY gr. (%)	*-*	*4.9*	*29.3*	*16.7*
Margin (%)	*5.7*	*5.8*	*6.5*	*6.4*
Extra Ord. Income / (Exp)	465	1,035	-	-
Reported PAT	**6,345**	**7,205**	**7,978**	**9,312**
YoY gr. (%)	*(1.7)*	*13.6*	*10.7*	*16.7*
Margin (%)	*6.1*	*6.8*	*6.5*	*6.4*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	6,345	7,205	7,978	9,312
Equity Shares O/s (mn)	**119**	**119**	**119**	**119**
EPS (INR)	**49.3**	**51.8**	**67.0**	**78.2**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	**37,480**	**42,083**	**61,743**	**73,020**
Tangibles	37,480	42,083	61,743	73,020
Intangibles	-	-	-	-
Acc: Dep / Amortization	**11,328**	**13,405**	**15,905**	**18,936**
Tangibles	11,328	13,405	15,905	18,936
Intangibles	-	-	-	-
Net Fixed Assets	**26,152**	**28,679**	**45,838**	**54,085**
Tangibles	26,152	28,679	45,838	54,085
Intangibles	-	-	-	-
Capital Work In Progress	7,533	16,215	9,055	10,278
Goodwill	-	-	-	-
Non-Current Investments	6,794	11,628	14,801	17,956
Net Deferred Tax Assets	1,243	1,346	1,346	1,346
Other Non-Current Assets	3,660	3,464	4,301	5,079
Current Assets				
Investments	15,679	12,767	13,767	14,767
Inventories	7,203	9,095	10,099	11,927
Trade Receivables	25,654	22,048	25,585	29,818
Cash & Bank Balance	12,085	11,907	15,547	21,116
Other Current Assets	6,476	5,941	7,373	8,707
Total Assets	**119,376**	**131,074**	**155,989**	**183,935**
Equity				
Equity Share Capital	225	225	225	225
Other Equity	49,144	55,274	61,823	68,742
Total Networth	**49,369**	**55,500**	**62,048**	**68,967**
Non-Current Liabilities				
Long Term Borrowings	11,804	16,734	24,060	30,654
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	5,373	6,792	8,465	10,871
Trade Payables	17,510	20,574	23,565	27,830
Other Current Liabilities	36,508	32,529	38,903	46,666
Total Equity & Liabilities	**119,376**	**131,074**	**155,989**	**183,935**

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	8,847	10,084	10,709	12,670
Add. Depreciation	1,585	2,076	2,501	3,030
Add. Interest	1,411	1,252	1,560	2,076
Less Financial Other Income	2,522	2,520	3,281	3,439
Add. Other	(917)	(1,568)	(3,281)	(3,439)
Op. Profit before WC Changes	10,926	11,844	11,489	14,337
Net Changes-WC	1,289	(2,285)	2,374	3,122
Direct Tax	1,861	3,495	2,731	3,358
Net Cash from Op. Activities	**10,354**	**6,065**	**11,132**	**14,102**
Capital Expenditures	(9,002)	(8,953)	(12,500)	(12,500)
Interest / Dividend Income	638	1,361	3,281	3,439
Others	(4,042)	1,721	(4,283)	(4,003)
Net Cash from Invt. Activities	**(12,406)**	**(5,871)**	**(13,502)**	**(13,064)**
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	4,336	5,585	9,000	9,000
Dividend Paid	(1,352)	(1,577)	(1,430)	(2,393)
Interest Paid	(1,758)	(1,619)	(1,560)	(2,076)
Others	9	87	-	-
Net Cash from Fin. Activities	**1,236**	**2,476**	**6,010**	**4,530**
Net Change in Cash	**(816)**	**2,670**	**3,641**	**5,569**
Free Cash Flow	1,328	(3,459)	(1,368)	1,602

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Net Revenues	**21,017**	**24,739**	**26,347**	**34,157**
YoY gr. (%)	*(3.8)*	*(3.0)*	*5.1*	*10.7*
Raw Material Expenses	10,677	13,098	13,705	18,116
Gross Profit	10,340	11,641	12,642	16,041
Margin (%)	*49.2*	*47.1*	*48.0*	*47.0*
EBITDA	**1,693**	**1,720**	**2,548**	**3,620**
YoY gr. (%)	*19.9*	*(19.0)*	*34.8*	*20.8*
Margin (%)	*8.1*	*7.0*	*9.7*	*10.6*
Depreciation / Depletion	489	515	533	540
EBIT	**1,204**	**1,206**	**2,015**	**3,079**
Margin (%)	*5.7*	*4.9*	*7.6*	*9.0*
Net Interest	302	322	342	424
Other Income	656	854	473	537
Profit before Tax	**2,117**	**1,738**	**2,888**	**3,341**
Margin (%)	*10.1*	*7.0*	*11.0*	*9.8*
Total Tax	600	543	837	897
Effective Tax Rate (%)	*28.4*	*31.2*	*29.0*	*26.9*
Profit After Tax	**1,516**	**1,195**	**2,051**	**2,444**
Minority Interest	(9)	(3)	8	1
Share Profit from Associate	(2)	(1)	(1)	-
Adjusted PAT	**1,128**	**1,197**	**1,516**	**2,338**
YoY gr. (%)	*(2.6)*	*(20.5)*	*30.8*	*13.6*
Margin (%)	*5.4*	*4.8*	*5.8*	*6.8*
Extra Ord. Income / (Exp)	396	-	526	105
Reported PAT	**1,524**	**1,197**	**2,042**	**2,443**
YoY gr. (%)	*31.6*	*(39.3)*	*76.2*	*18.7*
Margin (%)	*7.3*	*4.8*	*7.7*	*7.2*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**1,524**	**1,197**	**2,042**	**2,443**
Avg. Shares O/s (mn)	119	119	119	119
EPS (INR)	**9.5**	**10.0**	**12.7**	**19.6**

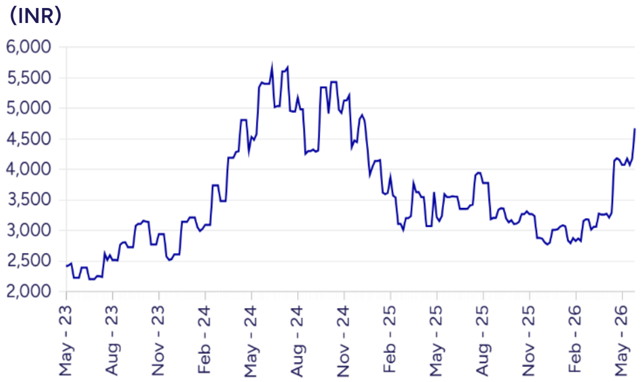
Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	49.3	51.8	67.0	78.2
CEPS	62.6	69.2	87.9	103.6
BVPS	414.3	465.8	520.7	578.8
FCF	11.1	(29.0)	(11.5)	13.4
DPS	12.0	12.0	20.1	23.4
Return Ratio (%)				
RoCE	11.1	10.3	10.4	11.0
ROIC	14.2	11.1	11.6	12.5
RoE	12.5	11.8	13.6	14.2
Balance Sheet				
Net Debt : Equity (x)	-	-	0.1	0.1
Net Working Capital (Days)	54	36	36	35
Valuation (x)				
PER	94.7	90.3	69.8	59.8
P/B	11.2	10.0	8.9	8.0
P/CEPS	74.6	67.5	53.1	45.1
EV/EBITDA	64.9	58.0	48.8	39.2
EV/Sales	5.2	5.2	4.5	3.8
Dividend Yield (%)	0.2	0.2	0.4	0.5
FCFF Yield (%)	0.2	-	-	0.2
PEG Ratio	(394.6)	18.3	2.3	3.5

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	09-Apr-26	Accumulate	3374	3535
2	06-Feb-26	Accumulate	3374	2916
3	07-Jan-26	Accumulate	3513	3069
4	12-Nov-25	Accumulate	3513	3061
5	07-Oct-25	Hold	3633	3185
6	12-Sep-25	Hold	3633	3330
7	02-Aug-25	Hold	3633	3779
8	09-Jul-25	Accumulate	3629	3435
9	13-May-25	Accumulate	3629	3297
10	09-Apr-25	Accumulate	3456	3222

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ABB India	Accumulate	6319	6614
2	Apar Industries	Accumulate	9629	10767
3	BEML	Accumulate	1922	1603
4	Bharat Electronics	REDUCE	411	440
5	BHEL	REDUCE	321	377
6	Carborundum Universal	HOLD	825	855
7	Cummins India	Hold	4182	4907
8	Elgi Equipments	Accumulate	603	500
9	Engineers India	Buy	261	209
10	GE Vernova T&D India	Buy	4050	3911
11	Grindwell Norton	Hold	1731	1488
12	Harsha Engineers International	Hold	461	439
13	Hindustan Aeronautics	BUY	5338	4033
14	Hitachi Energy India	Hold	26108	27315
15	Ingersoll-Rand (India)	Buy	4589	3798
16	Kalpataru Projects International	Buy	1466	1143
17	KEC International	Accumulate	748	578
18	Kirloskar Pneumatic Company	BUY	1715	1448
19	Larsen & Toubro	BUY	4632	4055
20	Praj Industries	Accumulate	340	337
21	Siemens	ACCUMULATE	3409	3223
22	Siemens Energy India	Accumulate	3145	2768
23	Thermax	Accumulate	3374	3535
24	Triveni Turbine	Accumulate	585	455
25	Voltamp Transformers	Accumulate	10503	10002

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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