

**CMP: INR 1,023**

**Rating: Buy**

**Target Price: INR 1,310**

**Stock Info**

BSE	532689
NSE	INE191H01014
Bloomberg	PVRL:IN
Sector	Media & Entertainment
Face Value (INR)	10
Equity Capital (INR mn)	982
Mkt Cap (INR mn)	100,458
52W H/L (INR)	1,250 / 907

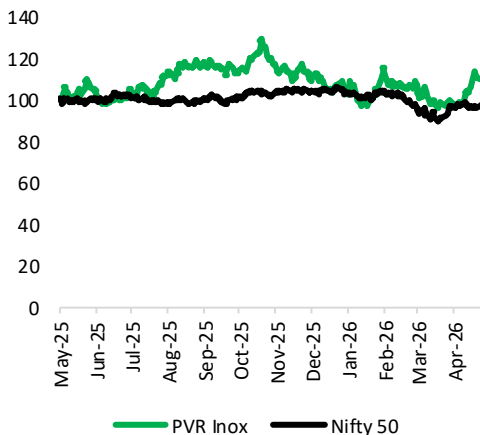
**Shareholding Pattern %  
(As on March, 2026)**

Promoters	27.53
Public & Others	72.47

**Stock Performance (%)**

	1m	6m	12m
PVR	12.43	-4.87	11.53
Nifty 50	0.75	-5.47	-3.00

**PVR Vs Nifty**



PVR Inox reported its Q4FY26 numbers, with revenue at INR 15,473 Mn (up by 25.81% YoY and -16.35% QoQ), below our estimates of INR 18,081 Mn. EBITDA grew by 140.84% YoY & 5.39% QoQ, to INR 2,972 Mn, above our estimate of INR 2,365 Mn. EBITDA Margin expanded by 917 bps YoY and 396 bps QoQ to 19.2% (above our estimates 13.1%). Net Profit came at INR 150 Mn in Q4FY26 as compared of INR 1,003 Mn in Q3FY26, below our estimate of INR 582 Mn. PAT margin stood at 1.0% in Q4FY26. (below our estimates of 3.22%). The Company divested its entire 93.27% stake in Zea Maize Private Limited for INR 2,221 Mn, resulting in an exceptional gain of INR 1,952 Mn from discontinued operations in Q4FY26. Adjusted PAT (from continued operations and gain from discontinued business) stood at INR 1,864 Mn in Q4FY26. In Q4FY26, 31 new screen opened across 5 cinemas including 4 screens in 1 cinema under the FOCO model and 18 screens in 3 cinema under the Asset Light model. As on 31st March 2026, the company operates 359 cinemas with 1,798 screens across 113 cities. Q4FY26 the Company's recorded highest-ever Q4 collections, driven by strong performance from titles such as Dhurandhar – The Revenge, Border 2, and Project Hail Mary. During Q4, admissions rose 2% YoY to 31 Mn, while ATP increased 22% YoY to INR 315 and SPH grew 32% YoY to INR 165. As a result, ticket sales, F&B revenue, and advertisement income grew 27%, 33%, and 15% YoY, respectively.

**Investment Rationale**

**Capital-light expansion strategy improving ROCE :** PVR's decisive transition towards a capital-light growth model, which materially improves return ratios and lowers balance sheet risk. Out of 93 screens added during FY26, ~55% were under asset-light or FOCO structures. The company now has a signed pipeline of 138 screens under capital-light formats, including 52 FOCO screens and 86 asset-light screens, to be executed over the next 18 months. Under the FOCO model, PVR INOX does not incur capex or operating expenditure, while earning management fees equivalent to ~10-14% of topline revenues. Asset-light screens involve significant developer capex contribution ranging between 40-80%, substantially reducing capital intensity for the company. This strategy is already translating into improved return metrics, with ROCE improving in FY26. Future screen additions will be expected to continue to maintain a healthy mix of owned, FOCO and asset-light models, allowing expansion to remain self-funded through internal accruals rather than debt.

**Tier-2/tier-3 expansion and smart cinema initiative open large long-term growth opportunity:** The company is increasingly focusing on underpenetrated Tier-2 and Tier-3 markets, which offer substantial untapped demand for organised cinema exhibition. The company plans to open nearly 28-30 screens under its Smart Cinema Initiative in FY27, with pilot properties expected to commence operations by mid-July 2026. These smart screens are being designed as lower-cost and more operationally efficient formats, with per-screen capex expected to be 30-40% lower compared to traditional multiplexes. This allows PVR INOX to enter smaller cities while maintaining healthy unit economics and faster payback periods. Additionally, ~44% of FY26 screen additions came from underpenetrated South Indian markets, strengthening regional diversification. The company continues to benefit from preferred partnerships with leading mall developers such as DLF, Phoenix, Prestige, Oberoi Realty and Nexus Malls, which should support sustained screen addition opportunities across both metro and emerging markets over the coming years.

**Outlook and Valuation:** The company expects to add more than 100 screens during FY27, with nearly 55-60% of additions coming under the asset-light and FOCO models, helping improve return ratios while keeping capital intensity low. Capex is expected to be around INR 3,750-4,000 Mn for FY27, including investments towards new screens and renovation of premium properties. The company also plans to open around 28-30 smart screens in Tier-2 and Tier-3 cities with lower capex requirements. PVR INOX expects advertising growth to improve in H2FY27 with the release of several large films, while strong ATP and SPH trends are likely to continue due to premiumisation initiatives. With FY26 free cash flow at a record INR 7,900 Mn and net debt reduced to just INR 1,610 Mn, aims to further reduce gross debt towards INR 5,000 Mn levels and become net cash positive in the near term. **We maintain our BUY rating on the stock with the target price of INR 1,310, valuing the company at 6.5x FY28E EV/EBITDA.**

**Exhibit 1: Financial Performance**

Year-end March	(INR Mn)	Net Sales	EBITDA	PAT	EPS (INR)	EBITDA Margin (%)	EV/EBITDA	P/E (x)
FY25		56,999	8,867	-2,648	-27.0	15.6%	12.4	-37.9
FY26		66,462	14,759	1,761	17.9	22.2%	6.9	57.0
FY27E		76,653	17,194	3,874	39.4	22.4%	5.9	25.9
FY28E		88,472	20,042	5,931	60.4	22.7%	4.8	16.9
FY29E		1,02,199	23,389	8,128	82.8	22.9%	4.0	12.4

Source: Company reports, Arihant Capital Research

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**Exhibit 2: Quarterly Performance**

INR Mn (Consolidated)	Q4FY26	Q3FY26	Q4FY25	Q-o-Q	Y-o-Y
Net Sales	15,473	18,497	12,299	-16.3%	25.8%
Movie exhibition cost	3,507	4,044	2,523	-13.3%	39.0%
Consumption of food and beverages	1,705	2,284	1,491	-25.4%	14.4%
Gross Profit	10,261	12,169	8,285	-15.7%	23.9%
Gross Margin %	66%	66%	67%	0.8%	-1.6%
Employees benefits expense	1,778	1,826	1,615	-2.6%	10.1%
Rent	1,546	3,432	1,660	-55.0%	-6.9%
Other Expenses	3,965	4,091	3,776	-3.1%	5.0%
EBITDA	2,972	2,820	1,234	5.4%	140.8%
EBITDA margin %	19.21%	15.25%	10.03%	396.19	917.43
Depreciation	2,046	1,162	1,945	76.1%	5.2%
EBIT	926	1,658	-711	NA	NA
EBIT Margin %	5.98%	8.96%	-5.78%	NA	NA
Other Income	766	400	586	91.5%	30.7%
Finance Cost	1,443	372	1,505	287.9%	-4.1%
PBT	209	1,243	-1,630	NA	NA
Tax-Total	58	239	-424	NA	NA
Tax Rate (%)	28%	19%	26%	44.3%	6.7%
Reported Net Profit	150	1,003	-1,208	NA	NA
PAT Margin %	0.97%	5.42%	-9.82%	NA	NA
Reported EPS (INR)	1.53	10.21	-12.73	NA	NA

	Q4FY26	Q3FY26	Q4FY25	Q-o-Q	Y-o-Y
Movie Production Cost/Sales (%)	33.68	34.21	32.64	-52.65	104.77
Employee exp/Sales (%)	11.49	9.87	13.13	161.91	-164.02
Other exp/Sales (%)	25.63	22.12	30.70	350.82	-507.64

### PVR INOX– Q4FY26 Concall KTAs

#### Debt Reduction

- Net debt declined ~90% since the merger and reduced to only INR 1,610 Mn as of March 31, 2026. Gross debt stood at ~INR 7,600 Mn at year-end and management intends to reduce it further to ~INR 5,000 Mn in the near term.

#### Screen Expansion and Capital-Light Strategy

- Added 93 new screens in FY26, of which 55% were under capital-light formats. Around 44% of FY26 screen additions were in underpenetrated South Indian markets.
- Screen exits reduced sharply to 18 screens versus 72 exits in FY25; post-merger portfolio rationalization is largely complete.
- The signed capital-light pipeline currently stands at 138 screens, including 52 screens under FOCO (Franchise Owned, Company Operated) and 86 screens under Asset-Light format; expects these 138 screens to be executed over the next 18 months.
- FY27 screen additions are expected to exceed 100 screens, with ~55–60% additions continuing under capital-light models.
- The objective of capital-light expansion is not balance-sheet compulsion, but superior ROCE generation and prudent capital allocation.
- Screen expansion opportunities are constrained more by viable mall supply and unit economics rather than by funding availability.

#### FOCO and Asset-Light Model

- Under the FOCO model, PVR INOX records only management fees in its P&L. The property-level P&L belongs to the landlord/franchisee partner. Management fee ranges between 10–14% of cinema topline revenue.
- Under the Asset-Light model, developers contribute 40–80% of the cinema capex. PVR INOX books the remaining capex portion in its balance sheet and consolidates the entire P&L.
- Management income from FOCO screens was ~INR 100 Mn in FY26 and currently runs at an annualized rate of INR 130–140 Mn.
- Strong traction in Tier-2 and Tier-3 markets under FOCO formats, including cities such as Siliguri, Gangtok, Agra, and Leh. Returns from initial asset-light cinemas are in line with feasibility expectations.

#### Smart Cinema Initiative

- The company plans to launch its “Smart Cinema” initiative targeting Tier-2 and Tier-3 towns. Initial pilot properties are expected to open by mid-July 2026; plans to open ~28–30 smart screens initially.
- Smart Cinema capex per screen is expected to be 30–40% lower than traditional multiplex formats due to more affordable and cost-efficient configurations.

#### Advertising and Non-Box Office Revenue

- Advertising growth remained relatively subdued during FY26 because some major blockbuster releases were postponed, creating temporary inventory gaps, if major postponed titles had released as scheduled, advertising revenue growth could have been 7–8% higher.
- Advertising growth is expected to be stronger in H2FY27, supported by large-scale film releases during the festive season.

#### Occupancy, Footfalls and Consumer Trends

- FY26 occupancy closed at ~26.2%; expects occupancies to improve gradually over time, supported by stronger content pipeline,
- rising number of INR 1,000–2,000 Mn grossing films, increasing investments into theatrical content and reduced direct-to-OTT releases.
- The company believes OTT is complementary rather than a substitute to theatrical viewing and that the “OTT versus cinema” debate is largely over.

#### Capex

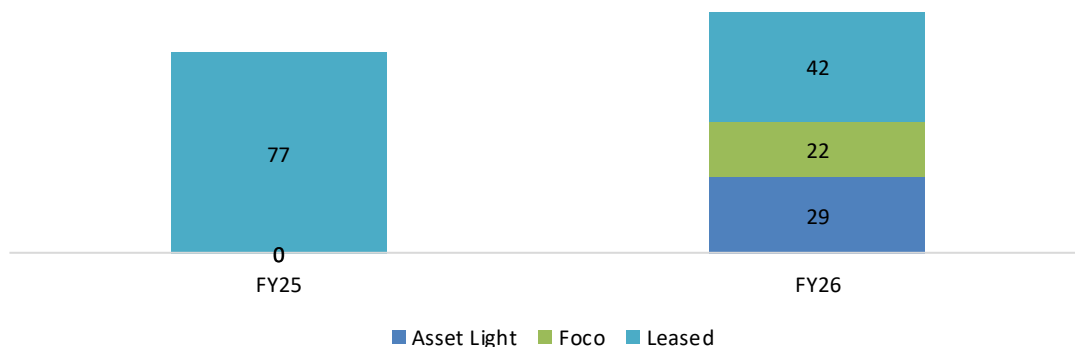
- FY27 capex guidance stands at INR 3,750–4,000 Mn. Break-up of FY27 capex - NR 2,250–2,500 Mn toward new projects, INR 800–1,000 Mn toward renovations, and balance toward maintenance and IT investments.

#### Industry Highlights

- FY26 was the strongest year ever for the Indian exhibition industry with India box office collections grew 11% YoY to INR 135,190 Mn, driven by strong performance across Hindi, English and regional cinema.
- Bollywood collections grew 55% YoY in FY26; the best-ever year for Hindi cinema, while Hollywood collections increased 54% YoY on the back of a strong content slate.
- Share of mid-budget films stood at INR 1,000–2,000 Mn increased from 12% to 20%, indicating broader and more diversified box office growth rather than dependence on a few blockbuster films.
- Theatrical-first release strategy has become firmly established, with 470 films releasing theatrically versus only 30 direct OTT releases during the year, compared with 217 theatrical and 105 OTT releases in CY22.

Source: Company reports, Arianth Capital Research

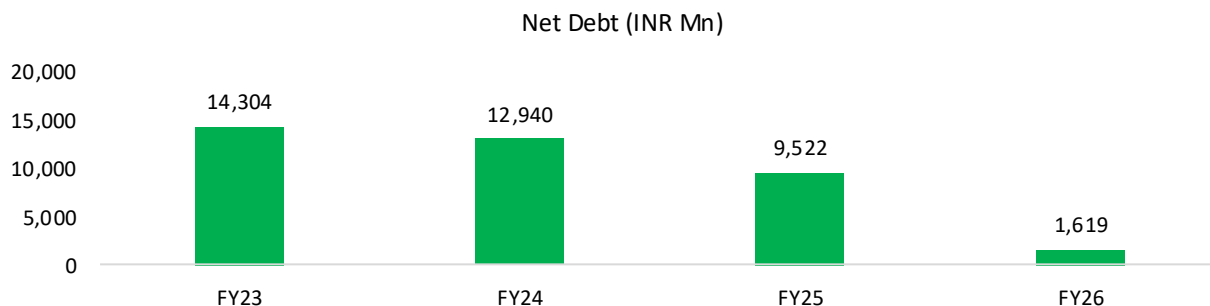
Exhibit 3: New Screens Addition Mix



CINEMAS OPENED IN Q1FY26	OPENING DATE	SCREENS
PVR ELAN MIRACLE 84, GURGAON	25-Apr-25	6
PVR ZORA MALL, RAIPUR	25-Apr-25	5
PVR KA MALL, JABALPUR	30-Apr-25	4
PVR DIRECTOR'S CUT, MALL OF INDIA, NOIDA	2-May-25	5
<b>Total</b>		<b>20</b>
CINEMAS OPENED IN Q2FY26	OPENING DATE	SCREENS
INOX SMR VINAY METRO MALL, HYDERABAD	4-Jul-25	4
INOX OBEROI SKY CITY, BORIVALI, MUMBAI	14-Aug-25	10
INOX M5 E-CITY, BENGALURU	15-Aug-25	8
<b>Total</b>		<b>22</b>
CINEMAS OPENED IN Q3FY26	OPENING DATE	SCREENS
INOX ML ACROPOLIS MALL, SILIGURI	15-Oct-25	4
PVR WEST POINT, GANGTOK SIKKIM	24-Oct-25	3
PVR ELEGANTE MALL, NSP PITAMPURA, NEW DELHI	20-Nov-25	6
PVR INORBIT CYBERABAD, HYDERABAD	12-Dec-25	5
PVR LEH, J & K	12-Dec-25	2
<b>Total</b>		<b>20</b>
CINEMAS OPENED IN Q4FY26	OPENING DATE	SCREENS
PVR LAKESHORE MALL, (Y JUNCTION) HYDERABAD	23-JAN-26	9
INOX ODEON HYDERABAD	4-FEB-26	8
PVR INORBIT MALL, HUBLI	20-FEB-26	7
PVR ANJANA MALL, AGRA	19-MAR-26	4
PVR DLF ONE MID TOWN PLAZA, NEW DELHI	19-MAR-26	3
<b>Total</b>		<b>31</b>

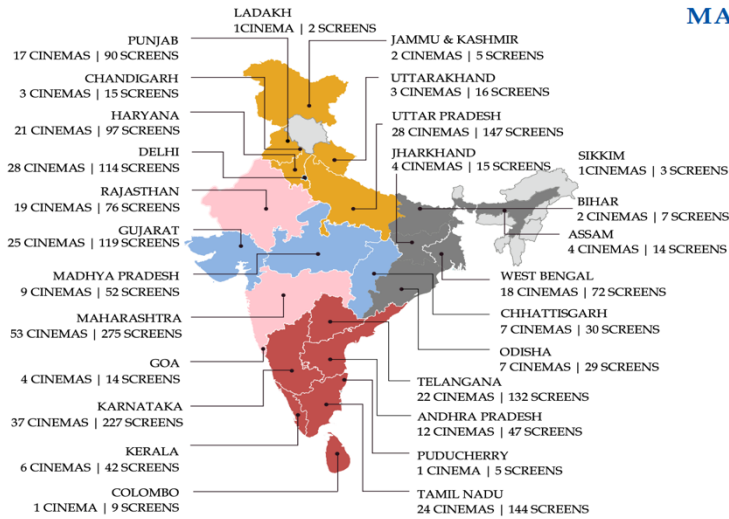
Exhibit 4: Net debt post merger has reduced by ~90%

(INR Mn)	31 Mar'23	31 Mar'24	31 Mar'25	31 Mar'26
Gross Debt	17,927	17,177	14,908	7,586
Cash	3623	4237	5386	5,967
Net Debt	14,304	12,940	9,522	1,619

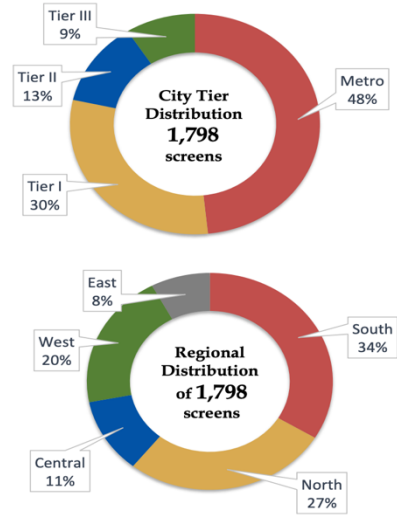


Source: Company reports, Arianth Capital Research

Exhibit 5: Diversified Network Of 1,798 Screens In 113 Cities



MAKING THE BRAND 'ASPIRATIONAL' & 'AFFORDABLE'



Note 1: Includes 19 Management Properties With 71 Screens. Screen Portfolio as on 31<sup>st</sup> March 2026  
 Note 2: South Includes Sri Lanka

Exhibit 6: Content Lineup

	<b>KARUPPU</b> CAST: SURYA SIVAKUMAR, TRISHA KRISHNAN, INDRANS DIRECTOR: R.J. BALAJI TAMIL, KANNADA, TELUGU, MALAYALAM 14 <sup>th</sup> MAY 2026		<b>PATI PATNI AUR WHO DO</b> CAST: AYUSHMANN KHURRANA, SARA ALI KHAN, RAKUL PREET SINGH, WAMIDIA GABBI DIRECTOR: MUDASSAR AZIZ HINDI 15 <sup>th</sup> MAY 2026		<b>DRISHYAM 3</b> CAST: MOHANLAL, MEENA, SIDDIQUE DIRECTOR: JEETHU JOSEPH MALAYALAM 21 <sup>st</sup> MAY 2026		<b>STAR WARS : THE MANDALORIAN AND GROGU</b> 3D, IMAX, 4DX, ICE, SCREEN-X CAST: PEDRO PASCAL, JEREMY ALLEN WHITE, SIGOURNEY WEAVER DIRECTOR: JON FAVREAU ENGLISH 22 <sup>nd</sup> MAY 2026
	<b>CHAND MERA DIL</b> CAST: LAKSHYA, ANANYA PANDAY DIRECTOR: VIVEK SONI HINDI 22 <sup>nd</sup> MAY 2026		<b>RETURN OF THE JUNGLE</b> CAST: VOICE ARTISTS DIRECTOR: VAIBHAV KUMARESH HINDI 29 <sup>th</sup> MAY 2026		<b>PEDDI 4DX, ICE</b> CAST: RAM CHARAN, DR. SHYAM RAJKUMAR, JANHVI KAPOOR, DIRECTOR: BUCHI BABU SANA TELUGU, TAMIL, MALAYALAM, KANNADA, HINDI 04 <sup>th</sup> JUN 2026		<b>HAI JAWANI TOH ISHQ HONA HAI</b> 5 <sup>th</sup> JUN 2026 CAST: VARUN DHAWAN, POOJA HEGDE, MRUNAL THAKUR DIRECTOR: DAVID DHAWAN HINDI 05 <sup>th</sup> JUN 2026
	<b>SCARY MOVIE 6</b> CAST: REGINA HALL, MARLON WAYANS, ANNA FARIS DIRECTOR: MICHAEL TIDDIES ENGLISH 05 <sup>th</sup> JUN 2026		<b>MASTERS OF THE UNIVERSE - 4DX</b> CAST: NICHOLAS GALITZINE, CAMILA MENDES, ALISON BRIE, IDRIS ELBA DIRECTOR: TRAVIS KNIGHT ENGLISH, HINDI, TAMIL, TELUGU 05 <sup>th</sup> JUN 2026		<b>LAIKEY LAIKAA</b> CAST: RASHA THADANI, ABHAY VARMA DIRECTOR: SAURABH GUPTA HINDI 05 <sup>th</sup> JUN 2026		<b>BANDAR</b> CAST: BOBBY DEOL, SAPNA PABBI, SANYA MALHOTRA, SABA AZAD, JITENDRA JOSHI DIRECTOR: ANURAG KASHYAP HINDI 05 <sup>th</sup> JUN 2026
	<b>MAIN YAAPAS AAUNGA</b> CAST: DILJIT DOSANJH, VEDANG RAINA, SHARVARI WAGH, NASEERUDDIN SHAH DIRECTOR: IMTIAZ ALI HINDI 12 <sup>th</sup> JUN 2026		<b>TOY STORY 5 IMAX, 4DX, ICE</b> CAST: TOM HANKS, TIM ALLEN, JOAN CUSACK DIRECTOR: ANDREW STANTON ENGLISH 19 <sup>th</sup> JUN 2026		<b>COCKTAIL 2</b> CAST: SHAHID KAPOOR, RASHMIKA MANDANNA, KRITI SANON DIRECTOR: HOMI ADAJANIA HINDI 19 <sup>th</sup> JUN 2026		<b>SUPERGIRL WOMAN OF TOMORROW</b> IMAX, 4DX, ICE CAST: MILLY ALCOCK, MATTHIAS SCHOEHAERTS, EYE RIDLEY DIRECTOR: CRAIG BILLESPIE ENGLISH 26 <sup>th</sup> JUN 2026

**Exhibit 10: Key Financials**

Income Statement (INR Mn)					
Year End-March	FY25	FY26	FY27E	FY28E	FY29E
Gross Sales	56,999	66,462	76,653	88,472	1,02,199
<b>Net Sales</b>	<b>56,999</b>	<b>66,462</b>	<b>76,653</b>	<b>88,472</b>	<b>1,02,199</b>
YoY (%)	-6.67%	16.60%	15.33%	15.42%	15.52%
<b>Adjusted COGS</b>	<b>19,410</b>	<b>22,457</b>	<b>26,496</b>	<b>30,493</b>	<b>35,214</b>
YoY (%)	-7.53%	15.70%	17.99%	15.09%	15.48%
<b>Personnel/ Employee benefit expenses</b>	<b>6,540</b>	<b>7,063</b>	<b>8,316</b>	<b>9,579</b>	<b>11,043</b>
YoY (%)	-0.50%	8.00%	17.74%	15.19%	15.28%
Rent	6,706	6,195	6,465	7,373	8,414
YoY (%)	11.77%	9.32%	8.43%	8.33%	8.23%
<i>Manufacturing &amp; Other Expenses</i>	15,476	15,988	18,182	20,985	24,139
YoY (%)	0.45%	3.31%	13.72%	15.42%	15.03%
<b>Total Expenditure</b>	<b>48,132</b>	<b>51,703</b>	<b>59,459</b>	<b>68,430</b>	<b>78,810</b>
YoY (%)	-14.83%	7.42%	15.00%	15.09%	15.17%
<b>Adj. EBITDA</b>	<b>8,867</b>	<b>14,759</b>	<b>17,194</b>	<b>20,042</b>	<b>23,389</b>
YoY (%)	94.62%	66.45%	16.50%	16.56%	16.70%
<b>EBITDA Margin (%)</b>	<b>15.56%</b>	<b>22.21%</b>	<b>22.43%</b>	<b>22.65%</b>	<b>22.89%</b>
Depreciation	7,948	8,016	8,469	8,513	8,621
% of Gross Block	7.37%	7.20%	7.46%	14.56%	14.08%
<b>EBIT</b>	<b>919</b>	<b>6,743</b>	<b>8,725</b>	<b>11,529</b>	<b>14,768</b>
EBIT Margin (%)	1.61%	10.15%	11.38%	13.03%	14.45%
Interest Expenses	6,207	5,821	6,366	6,806	7,564
Non-operating/ Other income	1,709	1,835	2,948	3,402	3,930
<b>PBT</b>	<b>-3,582</b>	<b>2,269</b>	<b>5,306</b>	<b>8,125</b>	<b>11,135</b>
Tax-Total	-934	508	1,433	2,194	3,006
<b>Adj. Net Profit</b>	<b>-2,648</b>	<b>1,761</b>	<b>3,874</b>	<b>5,931</b>	<b>8,128</b>
<b>Reported Profit</b>	<b>-2,648</b>	<b>1,761</b>	<b>3,874</b>	<b>5,931</b>	<b>8,128</b>
PAT Margin	-4.65%	2.65%	5.05%	6.70%	7.95%
Shares o/s/ paid up equity sh capital	98	98	98	98	98
Adj EPS	-27	18	39	60	83

Balance Sheet (INR Mn)					
Year-end March	FY25	FY26	FY27E	FY28E	FY29E
<b>Sources of Funds</b>					
Equity Share Capital	982	982	982	982	982
Reserves & Surplus/ Other Equity	69,552	72,805	76,679	82,609	90,738
<b>Networth</b>	<b>70,534</b>	<b>73,787</b>	<b>77,661</b>	<b>83,591</b>	<b>91,720</b>
Unsecured Loans/ Borrowings/ Lease Liabilities	77,746	67,791	67,864	67,985	68,149
Other Liabilities	247	353	418	501	601
<b>Total Liabilities</b>	<b>1,62,624</b>	<b>1,56,123</b>	<b>1,61,480</b>	<b>1,69,546</b>	<b>1,79,600</b>
<b>Total Funds Employed</b>	<b>2,58,135</b>	<b>2,53,430</b>	<b>2,63,720</b>	<b>2,79,391</b>	<b>2,99,000</b>
<b>Application of Funds</b>					
<b>Net Fixed Assets</b>	<b>1,39,062</b>	<b>1,33,730</b>	<b>1,37,543</b>	<b>1,40,349</b>	<b>1,46,150</b>
Capital WIP	957	315	315	315	315
Investments/ Notes/ Fair value measurement	0	0	0	0	0
<b>Current assets</b>	<b>10,810</b>	<b>11,122</b>	<b>12,447</b>	<b>17,452</b>	<b>21,436</b>
Inventory	802	732	876	1,096	1,264
Days	14	12	14	14	14
Debtors	2,430	2,672	3,194	3,686	4,258
Days	15	14	15	15	15
Other Current Assets	2,067	1,699	1,869	2,056	2,261
Cash and Cash equivalent	5,225	5,883	6,340	10,384	13,356
<b>Current Liabilities/Provisions</b>	<b>24,977</b>	<b>23,520</b>	<b>24,580</b>	<b>26,254</b>	<b>27,681</b>
Creditors / Trade Payables	7,523	5,948	6,881	8,380	9,586
Days	62	54	54	53	53
Liabilities	4,864	6,579	6,908	7,253	7,616
<b>Net Current Assets</b>	<b>-14,167</b>	<b>-12,398</b>	<b>-12,133</b>	<b>-8,801</b>	<b>-6,244</b>
<b>Total Asset</b>	<b>1,62,624</b>	<b>1,56,123</b>	<b>1,61,480</b>	<b>1,69,546</b>	<b>1,79,600</b>
<b>Total Capital Employed</b>	<b>1,76,791</b>	<b>1,68,521</b>	<b>1,73,613</b>	<b>1,78,348</b>	<b>1,85,844</b>

Source: Company reports, Arianth Capital Research

**Key Financials**

Cash Flow Statement (INR Mn)					
Year End-March	FY25	FY26	FY27E	FY28E	FY29E
<b>Profit After tax</b>	<b>-2,648</b>	<b>1,761</b>	<b>3,874</b>	<b>5,931</b>	<b>8,128</b>
<b>Adjustments: Add</b>					
Depreciation and amortisation	7,948	8,016	8,469	8,513	8,621
Interest adjustment	4,498	3,986	3,419	3,404	3,634
<b>Change in assets and liabilities</b>	<b>8,864</b>	<b>14,271</b>	<b>17,194</b>	<b>20,042</b>	<b>23,389</b>
Inventories	-77	70	-144	-220	-168
Trade receivables	-84	-242	-522	-492	-572
Trade payables	1,012	-1,575	933	1,499	1,206
Other Liabilities and provisions	-166	-1,001	30	76	120
Other Assets	-611	1,192	-198	-223	-253
Taxes	-74	-98	0	0	0
<b>Net cash from operating activities</b>	<b>9,857</b>	<b>15,333</b>	<b>17,593</b>	<b>20,950</b>	<b>23,966</b>
Net Sale/(Purchase) of tangible and intangible assets, Capital work in progress	-722	-2,042	-12,282	-11,319	-14,422
Net Sale/(Purchase) of investments	1,858	1,823	2,972	3,402	3,930
Others	282	227	-243	-255	-268
<b>Net cash (used) in investing activities</b>	<b>1,418</b>	<b>8</b>	<b>-9,554</b>	<b>-8,172</b>	<b>-10,760</b>
Interest expense	-10,542	-12,832	-5,905	-6,313	-7,036
Dividend paid	1	2	3	4	5
Other financing activities	862	1,003	-1,433	-2,194	-3,006
<b>Net cash (used) in financing activities</b>	<b>-10,024</b>	<b>-14,714</b>	<b>-7,580</b>	<b>-8,711</b>	<b>-10,216</b>
<b>Closing Balance</b>	<b>5,289</b>	<b>5,916</b>	<b>6,375</b>	<b>10,442</b>	<b>13,431</b>
<b>FCF</b>	<b>2,658</b>	<b>8,892</b>	<b>9,215</b>	<b>13,444</b>	<b>15,909</b>
Capex ( % of sales )	7,199	6,441	3,833	4,424	5,110

Ratios					
Year-end March	FY25	FY26	FY27E	FY28E	FY29E
<b>Solvency Ratios</b>					
Debt / Equity	0.21	0.10	0.09	0.08	0.07
Net Debt / Equity	0.14	0.02	0.01	-0.05	-0.08
Debt / EBITDA	1.68	0.51	0.41	0.33	0.26
Current Ratio	0.43	0.47	0.51	0.66	0.77
<b>DuPont Analysis</b>					
Sales/Assets	0.35	0.43	0.47	0.52	0.57
Assets/Equity	2.31	2.12	2.08	2.03	1.96
RoE	-3.75%	2.39%	4.99%	7.10%	8.86%
<b>Per share ratios</b>					
Reported EPS	-26.97	17.93	39.45	60.40	82.77
Dividend per share	0.00	0.00	0.00	0.00	0.00
BV per share	718.27	751.40	790.84	851.24	934.01
Cash per Share	53.21	59.91	64.56	105.75	136.01
Revenue per Share	580.44	676.80	780.58	900.94	1040.72
<b>Profitability ratios</b>					
Net Profit Margin (PAT/Net sales)	-4.65%	2.65%	5.05%	6.70%	7.95%
Gross Profit / Net Sales	65.95%	66.21%	65.43%	65.53%	65.54%
EBITDA / Net Sales	15.56%	22.21%	22.43%	22.65%	22.89%
EBIT / Net Sales	1.61%	10.15%	11.38%	13.03%	14.45%
ROCE (%)	0.67%	5.09%	6.37%	8.05%	9.72%
<b>Activity ratios</b>					
Inventory Days	14.36	12.47	14.04	14.04	14.04
Debtor Days	15.29	14.01	15.21	15.21	15.21
Creditor Days	61.71	54.11	53.68	53.28	52.90
<b>Leverage ratios</b>					
Interest coverage	0.15	1.16	1.37	1.69	1.95
Debt / Asset	0.09	0.05	0.04	0.04	0.03
<b>Valuation ratios</b>					
EV / EBITDA	12.39	6.90	5.87	4.81	3.97
PE (x)	-37.94	57.05	25.93	16.94	12.36

Source: Company reports, Arianth Capital Research

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Stock Rating Scale	Absolute Return
BUY	>20%
ACCUMULATE	12% to 20%
HOLD	5% to 12%
NEUTRAL	-5% to 5%
REDUCE	-5% to -12%
SELL	<-12%

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