

CMP: INR 423

Rating: Buy

Target Price: INR 535

Stock Info

BSE	532509
NSE	SUPRAJIT
Bloomberg	SEL:IN
Reuters	SUPE.NS
Sector	Auto Components & Equipment's
Face Value (INR)	1.00
Equity Capital (INR Mn)	137
Mkt Cap (INR Mn)	58,240
52w H/L (INR)	518/350
Avg Yearly Vol (in 000')	143

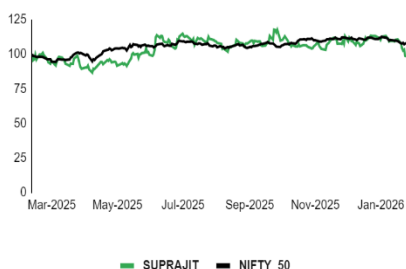
Shareholding Pattern %

(As on Dec, 2025)

Promoters	45.14
FII	6.79
DII	17.1
Public & Others	30.9

Stock Performance (%)	1m	3m	12m
Suprajit	-5.8	-0.1	3.1
Nifty	0.97	1.4	10.9

Suprajit Engineering Ltd. Vs Nifty



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Suprajit Engineering Ltd reported its Q3FY26 results with Revenue growth intact; Profitability impacted by cost pressures, One-offs and higher tax. Suprajit Engineering Ltd reported its Q3FY26 numbers, with revenue at INR 9,790 Mn, up by 17.72% YoY and 4.03% QoQ, inline with our estimates of INR 9,800 Mn. Gross profit for the quarter was INR 4,294 Mn, up by 20.50% YoY and down by 0.97% QoQ, slightly above our estimate of INR 4,229 Mn. Gross margins increased by 101 bps YoY to 43.9%, and down by 222 bps sequentially, above our estimate of 43.2%. EBITDA for the quarter was INR 949 Mn, down by 2.22% YoY and 4.73% QoQ, slightly below with our estimate of INR 1,065 Mn, due to increase in RM cost. EBITDA margin decreased by 198 bps YoY and 89 bps QoQ to 9.69%, below our estimate of 10.87%. PAT for the quarter was INR 125 Mn, down by 62.51% YoY and 75.41% QoQ, below our estimate of INR 525 Mn due to impact of exceptional item of INR 78 Mn and higher taxation. The PAT margin decreased by 274 bps YoY and 413 bps QoQ to 1.28% in Q3FY26, compared to 5.41% in Q2FY26, below our estimate of 5.36%. The company has declared interim dividend of INR 1.50 per share for FY25-26.

Investment Rationale

Value-Added Products & Content Growth: The company continues to move up the value chain by focusing on higher-complexity and higher-content cable assemblies. Rising content per vehicle in premium motorcycles, EV adjacencies, braking systems, and safety-critical applications is offsetting near-term volume softness. Engineering-led products allow better pricing power versus commoditized cables. New program wins are increasingly skewed toward higher realization platforms, supporting margin expansion. This shift from volume-led to value-led growth improves long-term profitability.

Technology-Driven Portfolio Driving Sustainable Growth: The controls division grew revenue by 7% with double-digit EBITDA margins, while electronics posted a strong 36% revenue growth with 13.5% profitability. Domestic cable business grew 10+%, supported by recent capacity expansions aimed at passenger vehicles. Though exports for Phoenix Lamps declined, company anticipates an H2 revival leveraging competitor exits and new inquiries. Investment in cutting-edge products like non-magnetic throttle sensors and sunroof cables underscores Suprajit's pivot from traditional cables provider to technology solution partner. This diversification and innovation position the company to outpace the global automotive parts industry 5-10% over the medium term.

Phoenix Lamps Division; Short-Term Weakness, Long-Term Potential: Integration and restructuring of SCS are on track, with EBITDA breakeven targeted by Q4FY26. Higher employee costs (up 31% YoY) restructuring in Germany and localization efforts in India. SAP rollout and the shift from China to India are improving efficiency. The temporary rise in working capital supports growth readiness, while focused capex on new technologies and market expansion positions Suprajit for sustained double-digit margins and strong revenue growth over the next 3-5 years.

Outlook and Valuation: Suprajit's outlook remain a transition year, with consolidated revenues likely growing at low-single digit levels amid continued weakness in Europe and cautious OEM production schedules, partly offset by steady India demand, early normalization in North America, and sustained growth in aftermarket and non-auto segments, which together now account for a rising share of revenues. EBITDA margins are expected to remain stable to marginally higher YoY, supported by benign raw material costs, ongoing automation benefits, and favorable mix, while operating leverage remains limited in the near term due to muted volumes. FY27 is expected to mark a clearer inflection, with revenue growth improving to mid-single digits driven by normalization in European demand, ramp-up of recent order wins, increasing content per vehicle, and continued strength in higher-margin aftermarket and industrial applications margins are expected to expand by ~100-150 bps, aided by better capacity utilization, productivity gains, and cost rationalization. Capex intensity is likely to stay moderate at ~4-6% of sales, focused on automation and selective expansion, supporting strong free cash flow generation and keeping net debt/EBITDA comfortably below 1x, with medium-term margins trending toward high-teens levels as volumes and mix normalize. **We expect Suprajit's revenue, EBITDA, and PAT to grow at a CAGR of 17.88%, 25.3%, and 39.4%, respectively, over FY26E-FY28E. We used DCF model to arrive at a target price of INR 535 per share. Accordingly, we maintain our "BUY" rating on the stock.**

Exhibit 2: Q3FY26 - Quarterly Performance (Consolidated)

Quarterly Results					
Consolidated (INRm)	Q3FY26	Q2FY26	Q3FY25	QoQ%	YoY%
Net Sales	9789.57	9410.22	8315.75	4.03	17.72
Purchase of stock in trade	4528.47	3743.83	4729.75	20.96	-4.26
Change in inventories	-237.45	-567.57	-200.78	58.16	-18.26
COGS	5495.21	5073.75	4751.86	8.31	15.64
GP	4294.36	4336.47	3563.89	-0.97	20.50
GP margining (%)	43.87%	46.08%	42.86%	-221.59	100.96
Employees benefits expense	2246.86	2263.04	1829.91	-0.71	22.79
Other expenses	1098.66	1077.49	763.57	1.96	43.88
EBITDA	948.84	995.94	970.41	-4.73	-2.22
EBITDA Margin (%)	9.69%	10.58%	11.67%	-89.12	-197.72
Depreciation	392.80	369.69	308.55	6.25	27.31
EBIT	556.04	626.25	661.86	-11.21	-15.99
EBIT Margin (%)	5.68%	6.65%	7.96%	-97.51	-227.92
Other Income	108.17	346.96	133.30	-68.82	-18.85
Finance costs	178.02	161.30	192.33	10.37	-7.44
PBT	408.04	811.91	602.83	-49.74	-32.31
Tax	282.77	302.43	268.73	-6.50	5.22
Reported PAT	125.27	509.48	334.10	-75.41	-62.51
PAT Margin (%)	1.28%	5.41%	4.02%	-413.45	-273.81
EPS	0.91	3.71	2.44	-75.41	-62.51

Margins	Q3FY26	Q2FY26	Q3FY25	QoQ(bps)	YoY(bps)
Gross margins	43.87	46.08	42.86	-221.59	100.96
EBITDA Margin	9.69	10.58	11.67	-89.12	-197.72
PAT Margin	4.17	8.63	7.25	-445.99	-308.11
Tax Rate	69.30	37.25	44.58	3205.04	2472.15
Cost Analysis					
RM/Net Sales	56.13	53.92	57.14	-100.96	221.59
Other Exp/Net Sales	11.22	11.4502	9.18	204.05	-22.74
Staff cost/Net sales	22.95	24.05	22.01	94.62	-109.72

Suprajit Engineering Ltd – Q3FY26 Concall KTAs

Outlook: Management expects FY26 to remain a consolidation year, with low-single digit growth, while FY27 should see improvement toward mid-single digit revenue growth as OEM schedules normalize. EBITDA margins are expected to improve gradually by 100–150 bps over FY26–FY27, driven by operating leverage, mix improvement, and automation benefits.

Europe

Europe remains the most challenged geography, with PV and 2W demand impacted by weak consumer sentiment and regulatory uncertainty. Management indicated that customer inventory correction is largely complete, but end-demand recovery is expected to be gradual rather than sharp. A meaningful improvement is more likely from FY27 as OEM production schedules normalize.

SCS restructuring nearly done

EBITDA margin improved from -40.8% (last year) to -1.8%, positive predicted by Q4 FY26. Restructuring is almost complete. EBITDA margin improved from -40.8% last year to -1.8% now. Positive EBITDA expected by Q4FY26.

SCD

Revenue grew 13.7%, operational EBITDA declined 10.5% due to one-time relocation costs. Matamoros plant recognized with Ford Q1 quality award.

Expansion in braking systems and digital clusters plus strategic €1M investment in ABS tech with Blubrake Italy. Q3FY26 revenues were broadly flat YoY, reflecting continued pressure in global automotive OEM demand.

EBITDA margins remained stable sequentially, aided by cost optimization, productivity initiatives, and benign raw material trends.

Management indicated margins have stabilized and are expected to improve gradually as volumes recover and utilization improves.

Demand

Europe remained the most stressed geography, with PV and 2W volumes declining in mid-single digits YoY, while India volumes were largely stable and North America showed early low-single digit recovery. Management highlighted that customer inventory correction is largely complete, though OEM call-offs remain cautious into early FY27.

Orders

Order inflows remained steady, with new wins spread across OEM, aftermarket, and non-auto segments. Indicated that recent program wins carry higher content per vehicle (10–15% higher vs legacy programs) and longer tenures of 5–7 years, supporting revenue visibility and margin quality.

Diversification

Non-auto and industrial segments now account for ~20–25% of revenues, compared to mid-teens levels a few years ago. Reiterated its medium-term target to take non-auto contribution toward ~30%, structurally lowering cyclicality and improving margin resilience.

Aftermarket

The aftermarket business continues to outperform, growing at high-single digit rates, with EBITDA margins 300–500 bps higher than OEM business. Pricing actions of 2–3% annually have been absorbed without volume impact, aftermarket's role as a cash-flow and margin stabilizer.

Exports

Exports contribute ~65–70% of consolidated revenues, with Europe accounting for ~40%, North America ~15–18%, and RoW the balance. While Europe remains weak, North America and RoW showed low-single digit growth, helping offset regional volatility.

Suprajit remains the largest global control cable manufacturer, with leadership positions across multiple global OEM platforms. Management indicated ongoing MS gains of ~100–150 bps annually, driven by supplier consolidation and Suprajit's ability to supply multi-region platforms.

Mix

Content per vehicle continues to rise, with newer programs carrying 10–20% higher realizations versus legacy ICE platforms. Premium applications and diversified end-use segments helped protect realizations despite volume softness.

Complexity

Higher-complexity products, including electronic-mechanical hybrids and safety-critical assemblies, now form ~35–40% of new order wins, versus ~25% historically. This shift supports realization improvement and margin defensiveness over the cycle.

EVs

EV-linked revenues remain low-single digit as a percentage of sales, but are growing at 20%+ CAGR off a low base. While EVs reduce traditional cable count, new applications in braking, seat actuation, and charging systems broadly offset content loss, keeping net content neutral to marginally positive.

Automation

Automation intensity continues to rise, with management targeting ~10–15% reduction in labor cost per unit over the next 2–3 years. Several plants have already achieved 200–300 bps productivity gains, which should reflect more fully as volumes scale up.

Costs

Raw material costs (steel and polymers) remained benign in Q3FY26, contributing ~50–70 bps margin support. Currency exposure remains naturally hedged, with ~60–65% of costs incurred in the same currency as revenues, limiting FX volatility impact.

Capex

Annual capex remains controlled at ~3–4% of revenues, focused on automation, debottlenecking, and selective capacity additions. Management reiterated that capex will remain order-linked, supporting asset turns and ROCE stability.

Allocation

The company continues to prioritize free cash flow generation, debt reduction, and disciplined reinvestment. Capital allocation remains balanced between funding growth opportunities and maintaining a conservative balance sheet.

Transition to EVs requires adaptation due to declining mechanical component demand and rising electronic sensor needs.

The balance sheet remains strong, with net debt/EBITDA well below 1x. Working capital remained stable at ~55–60 days, supported by disciplined inventory and receivables management. Free cash flow generation is expected to improve meaningfully from FY27 as volumes recover and capex moderates.

M&A

Management remains open to bolt-on acquisitions in non-auto, aftermarket, or adjacent engineering segments, targeting assets with ROCE >15% and clear strategic fit. While no large deal is imminent, the evaluation pipeline remains active.

Customer concentration continues to moderate, with the top-5 customers accounting for <50% of revenues, compared to higher levels historically. New wins across platforms and geographies reduce dependence on any single OEM or region.

Management commentary remained pragmatic and execution-focused, emphasizing cost discipline, operational efficiency, and long-term value creation over chasing near-term volumes.

Confidence was higher on medium-term stability and margin improvement than on immediate volume recovery.

Delays in tariff recovery affect working capital and margins.

JV with Chuhatsu facilitates multiple RFQs from Japanese OEMs targeting Indian and export markets.

Memory chip shortages pose a supply risk to the electronics division with mitigation strategies in progress.

Competitive pressure on Phoenix Lamps from cheap imports and counterfeit products.

Geopolitical conflicts in Middle East and Venezuela increase logistics risk and costs.

DCF Valuation

Valuation Assumptions	
Risk free rate	6%
Risk premium	12%
Beta	0.8
Terminal Growth rate	5%
CMP	423

WACC	
We	89.8%
Wd	10.2%
Ke	10.4%
Kd	6.8%
WACC	10.03%

Valuation Data	
Total Debt (long term borrowings) (2025)	1,393
Cash & Cash Equivalents (2025)	1,503
Number of Diluted Shares (2025)	137
Tax Rate (2025)	26%
Interest Expense Rate (2025)	9%
MV of Equity	58,019
Total Debt	6,571
Total Capital	64,590

FCFF & Target Price												
FCFF & Target Price	Explicit Forecast Period			Linear Decline Phase						Terminal Yr		
	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037
EBIT * (1-Tax Rate)	1,952	2,670	3,324	4,057	4,852	5,686	6,524	7,327	8,050	8,648	9,080	9,535
Dep	1,301	1,480	1,693	2,637	3,154	3,696	4,240	4,762	5,232	5,621	5,902	5,902
Purchase of Assets	1,568	1,527	1,700	1,623	1,941	2,274	2,610	2,931	3,220	3,459	3,632	5,993
Changes in Working Capital	432	718	933	1,042	1,246	1,460	1,676	1,882	2,068	2,221	2,332	2,449
FCFF	1,253	1,906	2,384	4,029	4,819	5,647	6,479	7,276	7,994	8,589	9,018	6,995
% Growth in Post Tax EBIT		37%	24%	22%	20%	17%	15%	12%	10%	7%	5%	5%
As % of Post Tax EBIT												
Dep	67%	55%	51%	65%	65%	65%	65%	65%	65%	65%	65%	65%
Purchase of Assets	80%	57%	51%	40%	40%	40%	40%	40%	40%	40%	40%	40%
Changes in Working Capital	22%	27%	28%	26%	26%	26%	26%	26%	26%	26%	26%	26%
FCFF	1,253	1,906	2,384	4,029	4,819	5,647	6,479	7,276	7,994	8,589	9,018	6,995
Terminal Value												129,533
Total Cash Flow	1,253	1,906	2,384	4,029	4,819	5,647	6,479	7,276	7,994	8,589	9,018	136,528

Enterprise Value (EV)	73,298
Less: Debt	1,393
Add: Cash	1,503
Equity Value	73,409
Equity Value per share (INR)	535
% Returns	26.5%
Rating	BUY

WACC (%)	g (%)									
	535	4.2%	4.5%	4.7%	5.0%	5.2%	5.5%	5.7%	6.0%	6.2%
9.4%	513	529	546	565	586	609	634	661	692	
9.6%	502	517	534	553	573	595	619	646	676	
9.9%	491	506	522	540	560	581	605	631	661	
10.1%	480	495	511	528	547	568	591	617	646	
10.4%	470	484	500	517	535	556	578	603	631	
10.6%	460	474	489	505	523	543	565	589	617	
10.9%	450	464	478	494	512	531	553	576	603	
11.1%	440	454	468	484	501	520	540	563	589	
11.4%	431	444	458	473	490	508	528	551	576	

Source: Company reports, Arihant Capital Research, Figures are in INR Mn except share price and percentage data

Story in charts (INR Mn)

Exhibit 3 : Growth driven by strong SCD and DCD performance.

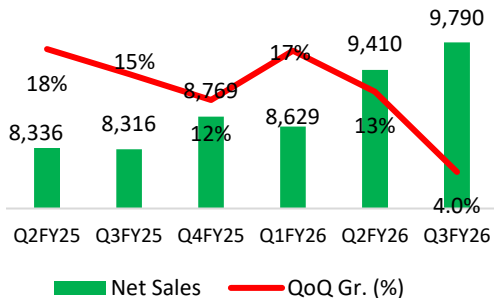


Exhibit 4: Margin expansion from SCD turnaround.

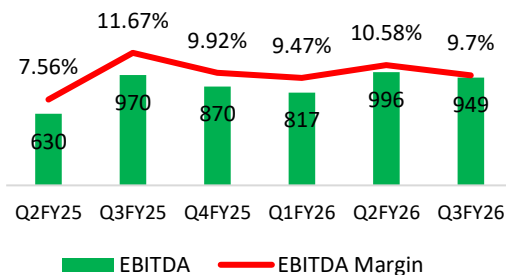


Exhibit 5: Profitability increased on the back of significant order wins

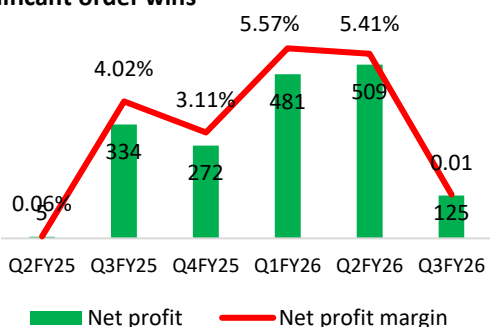


Exhibit 6: EPS trajectory on positive momentum

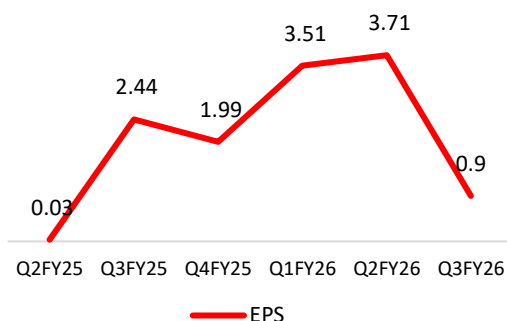


Exhibit 7: Expanding into high-value non-automotive segments to enhance margins

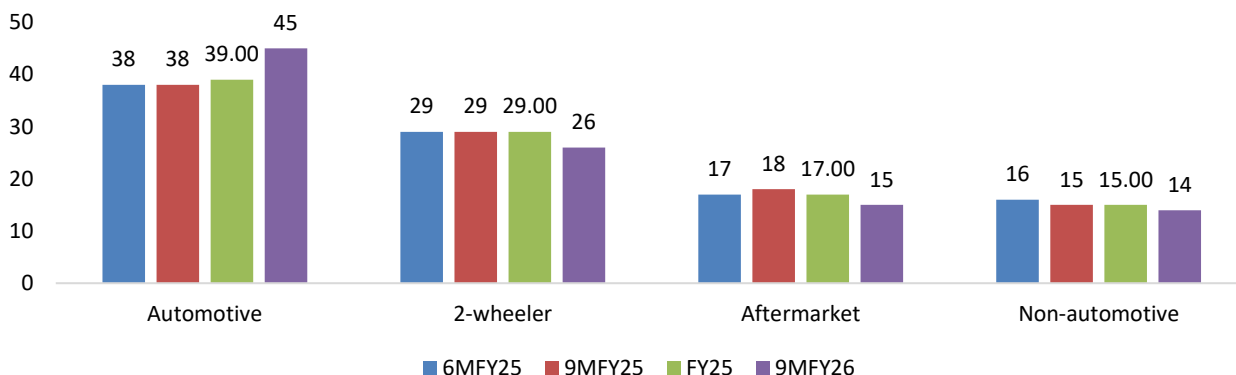
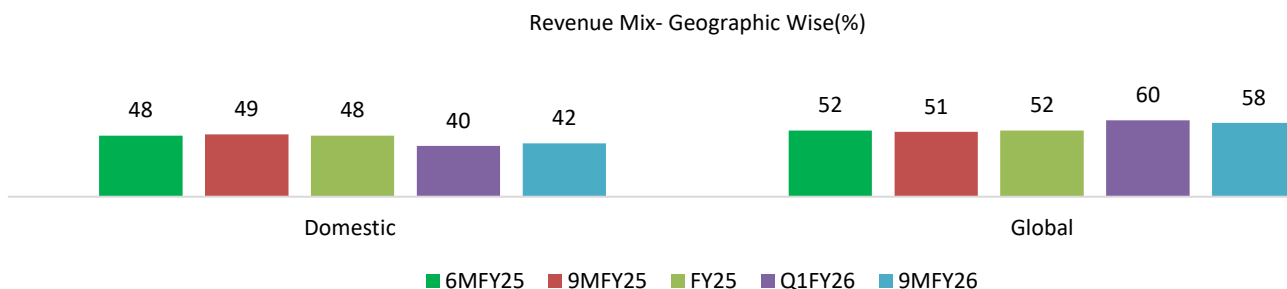


Exhibit 8: Strong domestic performance across divisions, driven by growth in core markets



Source: Company, Arihant Research

Key Financials

Income statement (INR mn)

Year End-March	FY23	FY24	FY25	FY26E	FY27E	FY28E
Gross Sales	27,524	28,959	32,770	38,238	44,914	53,130
Net Sales	27,524	28,959	32,770	38,238	44,914	53,130
YoY (%)	49.5%	5.2%	13.2%	16.7%	17.5%	18.3%
Adjusted COGS	16,169	16,982	18,611	21,117	24,613	28,813
YoY (%)	49.9%	5.0%	9.6%	13.5%	16.6%	17.1%
Personnel/ Employee benefit expenses	5,744	6,206	7,282	8,951	10,299	12,380
YoY (%)	70.8%	8.0%	17.3%	22.9%	15.1%	20.2%
<i>Manufacturing & Other Expenses</i>	<i>2,604</i>	<i>2,540</i>	<i>3,542</i>	<i>4,231</i>	<i>4,913</i>	<i>5,752</i>
YoY (%)	57.4%	-2.5%	39.4%	19.5%	16.1%	17.1%
Total Expenditure	24,517	25,729	29,435	34,298	39,825	46,945
EBITDA	3,006	3,230	3,334	3,939	5,089	6,185
YoY (%)	15.7%	7.4%	3.2%	18.2%	29.2%	21.5%
EBITDA Margin (%)	10.9%	11.2%	10.2%	10.3%	11.3%	11.6%
Depreciation	955	1,037	1,218	1,301	1,480	1,693
% of Gross Block	10.4%	10.0%	10.0%	9.6%	10.0%	10.5%
EBIT	2,052	2,192	2,116	2,639	3,609	4,492
EBIT Margin (%)	7.5%	7.6%	6.5%	6.9%	8.0%	8.5%
Interest Expenses	356	514	604	709	858	996
Non-operating/ Other income	506	599	462	962	1,129	1,335
PBT	2,202	2,278	1,974	2,891	3,879	4,831
Tax-Total	681	720	981	1,026	962	1,202
Adj. Net Profit	1,521	1,558	993	1,865	2,917	3,629
Reported Profit	1,521	1,558	993	1,865	2,917	3,629
PAT Margin	5.5%	5.4%	3.0%	4.9%	6.5%	6.8%
Shares o/s/ paid up equity sh capital	138	138	137	137	137	137
Adj EPS	11.0	11.3	7.2	13.6	21.3	26.5
Dividend per share	2.0	2.2	2.6	2.8	3.0	3.0
Dividend payout (%)	18.7%	19.9%	36.4%	20.2%	14.1%	11.3%
Retained earnings	1,237	1,247	631	1,488	2,505	3,217

Balance sheet

Year-end March	FY23	FY24	FY25	FY26E	FY27E	FY28E
Sources of Funds						
Equity Share Capital	138	138	137	137	137	137
Reserves & Surplus/ Other Equity	12,106	13,483	12,665	14,153	16,658	19,876
Networth	12,245	13,622	12,802	14,290	16,796	20,013
Unsecured Loans/ Borrowings/ Lease Liabilities	7,175	7,081	8,166	9,062	10,179	11,558
Other Liabilities	766	580	671	656	657	657
Total Liabilities	24,345	25,794	27,324	30,512	35,347	41,302
Total Funds Employed	12,101	12,173	14,522	16,222	18,552	21,289
Application of Funds						
Net Fixed Assets	5,884	8,079	8,515	10,109	11,131	11,531
Capital WIP	274	72	255	255	255	255
Investments/ Notes/ Fair value measurement	25	1	1	1	1	1
Current assets	15,622	16,698	16,172	18,337	22,774	28,267
Inventory	4,826	4,449	5,465	5,866	6,700	7,683
Days	93	100	97	100	98	96
Debtors	4,608	5,185	5,818	6,495	7,383	8,443
Days	61	65	65	62	60	58
Other Current Assets	760	781	959	1,198	1,561	2,004
Cash and Cash equivalent	1,001	1,155	1,418	2,517	5,094	8,306
Current Liabilities/Provisions	8,154	8,925	11,184	13,039	15,493	18,343
Creditors / Trade Payables	2,923	3,281	3,756	4,400	5,414	6,550
Days	39	41	42	42	44	45
Liabilities	887	826	1,331	1,477	1,643	1,833
Provisions	348	406	597	627	659	691
Net Current Assets	7,468	7,773	4,988	5,299	7,280	9,924
Total Asset	24,345	25,794	27,324	30,512	35,347	41,302
Total Capital Employed	16,877	18,022	22,336	25,213	28,067	31,378
Net Current Assets	15,622	16,698	16,172	18,337	22,774	28,267
Total assets	24,345	25,794	27,324	30,512	35,347	41,302
Net working capital	7,468	7,773	4,988	5,299	7,280	9,924

Key Financials

Cash Flow Statement

Year End-March	FY23	FY24	FY25	FY26E	FY27E	FY28E
Profit before tax	1,521	1,558	993	1,865	2,917	3,629
Adjustments: Add						
Depreciation and amortisation	955	1,037	1,218	1,301	1,480	1,693
Interest adjustment	356	514	604	709	858	996
Adjustments: Less						
Other changes	-506	-599	-462	-962	-1,129	-1,335
Change in assets and liabilities	2,325	2,510	2,353	1,865	2,917	3,629
Inventories	-1,393	377	-1,016	-401	-834	-983
Trade receivables	-1,637	-577	-632	-677	-888	-1,059
Trade payables	984	357	476	644	1,014	1,136
Other Liabilities and provisions	1,425	506	1,433	1,210	1,439	1,713
Other Assets	-251	-194	-125	-172	-206	-248
Taxes	-188	-196	250	0	1	0
Net cash from operating activities	756	2,650	2,135	2,858	3,822	4,461
Net Sale/(Purchase) of tangible and intangible assets, Capital work in progress	-3,329	-1,272	-2,995	-2,323	-1,880	-2,154
Net Sale/(Purchase) of investments	-1,833	-676	2,613	251	226	204
Others	414	562	174	962	1,129	1,335
Net cash (used) in investing activities	-4,748	-1,386	-207	-1,110	-525	-615
Interest expense	3,101	-556	134	-139	-125	-113
Dividend paid	-284	-311	-361	-377	-411	-411
Other financing activities	-429	-724	-2,348	-1,102	-1,270	-1,408
Net cash (used) in financing activities	2,389	-1,591	-2,575	-1,618	-1,807	-1,932
Closing Balance	1,068	1,186	1,503	2,669	5,402	8,808
FCF	2,863	4,253	4,008	5,150	5,654	6,549
Capex as % of sales	7.7%	5.5%	5.7%	4.1%	3.4%	3.2%

Key Ratios

Year-end March	FY23	FY24	FY25	FY26E	FY27E	FY28E
Solvency Ratios						
Debt / Equity	0.52	0.46	0.51	0.52	0.51	0.50
Net Debt / Equity	0.45	0.38	0.41	0.36	0.23	0.11
Debt / EBITDA	2.13	1.93	1.97	1.90	1.69	1.61
Current Ratio	1.82	1.58	1.57	1.30	0.75	0.35
DuPont Analysis						
Sales/Assets	1.13	1.12	1.20	1.25	1.27	1.29
Assets/Equity	1.99	1.89	2.13	2.14	2.10	2.06
RoE	12.42%	11.44%	7.75%	13.05%	17.37%	18.13%
Per share ratios						
Reported EPS	10.99	11.25	7.24	13.60	21.27	26.46
Dividend per share	2.05	2.24	2.64	2.75	3.00	3.00
BV per share	88.48	98.38	93.34	104.19	122.45	145.91
Cash per Share	7.23	8.34	10.34	18.35	37.14	60.55
Revenue per Share	198.88	209.15	238.91	278.78	327.45	387.36
Profitability ratios						
Net Profit Margin (PAT/Net sales)	5.53%	5.38%	3.03%	4.88%	6.49%	6.83%
Gross Profit / Net Sales	41.25%	41.36%	43.21%	44.78%	45.20%	45.77%
EBITDA / Net Sales	10.92%	11.15%	10.17%	10.30%	11.33%	11.64%
EBIT / Net Sales	7.45%	7.57%	6.46%	6.90%	8.03%	8.45%
ROCE (%)	12.67%	13.00%	13.11%	15.10%	18.18%	19.57%
Activity ratios						
Inventory Days	93.22	99.68	97.22	97.92	93.17	91.10
Debtor Days	50.26	61.72	61.28	58.77	56.39	54.36
Creditor Days	54.89	66.67	69.00	70.49	72.77	75.78
Leverage ratios						
Interest coverage	5.77	4.27	3.50	3.72	4.20	4.51
Debt / Asset	0.26	0.24	0.24	0.24	0.24	0.24
Valuation ratios						
EV / EBITDA	21.31	19.72	19.14	16.16	12.26	9.82
EV / EBIT	31.22	29.05	30.16	24.13	17.28	13.52
EV / Net Sales	2.33	2.20	1.95	1.67	1.39	1.14
PE(x)	38.48	37.59	58.45	31.11	19.89	15.99

Source: Company, Aриhant Research

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Stock Rating Scale

BUY	>20%
ACCUMULATE	12% to 20%
HOLD	5% to 12%
NEUTRAL	-5% to 5%
REDUCE	-5% to -12%
SELL	<-12%

Absolute Return

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