

Quarterly Tracker

Q4FY26

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Inflationary environment ahead; Monsoon a key monitorable

- **Lending financials (Strong) (Revenue/PAT growth (YoY): 9%/15% and (QoQ): 2%/8%)**

 - Robust credit growth, margin recovery and an improved asset quality were highlights of strong performance of banks. MSME, gold, vehicle and housing led growth across the sector. NIMs remained resilient and improved marginally due to deposit repricing and favourable funding mix despite cumulative repo cut impact on lending rates. MFI and unsecured retail credit broadly normalized as asset quality improved across the lenders.
 - Robust AUM growth for NBFCs as growth of vehicle financiers was aided by GST cut led improved auto and tractor sales, steep gold price rise gave stimulus to gold financing and MFI/unsecured retail segment saw notable recovery with improved collections. Large NBFCs reported NIM reflation and improved asset quality.
- **Nonlending financials (Strong) (Revenue/PAT growth (YoY): 18%/32% and (QoQ): 15%/27%)**

 - Resilient performance by life insurance players as industry shifted strategically towards high margin non-PAR and protection plans. Most players reported VNB margin expansion despite loss of GST input tax credits and new labour code impact. Growth momentum varied across players depending upon reliance on specific distribution channels.
 - For general insurers, motor TP and retail health insurance drove growth. Loss ratios improved for key insurers while the rising investment income continued to act as a crucial buffer against underwriting volatilities. Exchanges saw massive growth due to market volatilities and derivative volume while depositories were weak due to significant decline in IPO/corporate actions.
- **Consumer staples (Mixed) (Revenue/PAT growth (YoY): 5%/11% and (QoQ):-4%/2%)**

 - Recovering urban economy aided by GST related affordability and steady rural consumption created a healthy demand environment. While volume growth was healthy, inflation in key raw and packaging materials led companies to carry out calibrated price hikes and cost optimization. International businesses were impacted due to war led supply chain disruptions.
 - Categories like home care, hair care, F&B witnessed strong demand, but unseasonal rains and delayed summer impacted summer categories such as cooling oil/powder, ice cream and cold drinks. El-Nino is the key risk going ahead as below normal and delayed monsoon threatens farm income and rural consumption after two strong monsoon years.
- **Consumer discretionary (Strong) Revenue/PAT growth (YoY): 53%/61% and (QoQ): 1%/-29%)**

 - Broad based volume recovery for the paint sector led by urban demand pick up and steady rural growth. Price hikes supported revenue growth however, input cost inflation due to west Asia crisis remains a risk. Strong growth momentum continued for AlcoBev driven by premiumization and supportive policy changes in Karnataka. Robust growth of jewelry segment was primarily led by rising gold prices. Apparel segment witnessed healthy growth as value segment outperformed premium retailers led by recovery in SSSG and retail area expansion.
 - Muted demand for RAC and coolers due to unseasonal rains in north India and delayed summer in south. Surging copper and aluminum prices impacted margins. Cables and wires segment slowed down due to channel inventory reduction led by metal price fluctuations. EMS growth rate moderated amid softness in mobile handset market.
- **Technology (Mixed) (Revenue/PAT growth (YoY): 11%/13% and (QoQ):3%/4%)**

 - Sector witness further sequential improvement amid delay in discretionary spend recovery led by macro uncertainty, geopolitical unrest and Tariffs. AI led productivity gains are putting pricing pressure on similar scope deals, leading to traditional revenue deflation and reducing TCV.
 - Large deals remain healthy as deal wins are driven by AI-modernisation, vendor consolidation and cloud transformation. Revenue conversion is sequentially improving suggesting a gradual growth recovery in FY27. Margins remained resilient supported by improved utilisation levels, reduced subcontracting and currency tailwinds.
- **Real Estate (Strong) (Revenue/PAT growth (YoY): 26%/24% and (QoQ):26%/21%)**

 - Robust performance led by significant pre-sales momentum, healthy collections and deleveraging of balance sheets for most of the real estate players. Residential demand (primarily in premium and luxury segment) remained strong and hence developers are betting on healthy launch pipelines to deliver double digit presales growth in FY27.
 - Outlook for the sector is optimistic as companies have planned extensive launch pipelines and robust presales targets while focusing on premiumization and geographic diversification. Strong demand for premium residential and commercial properties are expected to absorb these launches comfortably.

Inflationary environment ahead; Monsoon a key monitorable

- **Industrials and Infrastructure (Mixed)** (Revenue/PAT growth (YoY): 9%/3% and (QoQ): 16%/10%)
 - NHAI ordering picked up but remained lower than expectations. Hence, road players continued to diversify away in sectors of solar, BESS, transmission, railways and interlinking of rivers. Muted execution of infra players due to labor shortage in wake of elections were aggravated by input cost pressure. Overseas businesses were impacted adversely due to geopolitical instability.
 - Data center is emerging as a primary catalyst driving a decadal investment cycle benefitting EPC players, electrical equipment makers, cooling solution providers, and back up power companies. Industrial companies reported strong revenue growth and healthy order backlog while margins were impacted due to currency depreciation and commodity inflation.
- **Automobiles (Strong)** (Revenue/PAT growth (YoY): 19%/9% and (QoQ): 17%/36%)
 - PV segment delivered resilient growth supported by reduced GST; however, they faced rising commodity, fuel and logistics costs as persistent headwinds. To counter input cost pressure, calibrated price hikes are on the anvil. Industry is pivoting towards feature rich vehicles to drive up realisations. CV segment reported healthy growth and improved margins as freight volumes remained robust so far. However, rising input costs, export headwinds due to west Asia war and diesel price hike are expected to keep CV demand muted in FY27.
 - Strong double digit revenue growth and resilient margins for the two-wheeler pack led by premiumisation, export recovery, and increasing traction in the electric 2W segment. To counter rising gas, commodities and labor cost, few 2W players have taken calibrated hikes. Electric two wheelers are gradually becoming substantial revenue driver for the 2W companies.
- **Chemicals (Strong)** (Revenue/PAT growth (YoY): 20%/25% and (QoQ): 13%/47%)
 - While sector reported strong performance at the aggregate level, individual companies were heavily influenced by segment specific demand, supply chain/logistics disruptions, along with high volatility in input commodity prices and freight costs. Companies focused on CDMO delivered stronger results while commodity chemicals producer faced supply glut led by Chinese dumping.
- **Cement (Strong)** (Revenue/PAT growth (YoY): 9%/35% and (QoQ): 18%/162%)
 - Strong revenue growth was led by high single digit volume growth and 2-3% realization gain. Volume growth was supported by construction activities and healthy capex momentum in a seasonally strong quarter. Realizations were slightly higher YoY but uneven across players creating a gap between performances of peers.
 - West Asia crisis led to higher input costs (freight, packaging, fuel and USD linked materials). Low-cost fuel inventory cushioned the impact, but short cycle packaging procurement faced the heat. Profitability remained healthy due to cost control and efficiency gains, but full impact of inflated fuel, packaging and freight cost pressure is expected to be witnessed in H1FY27.
- **Energy (Oil & Gas) (Mixed)** (Revenue/PAT growth (YoY): 7%/12% and (QoQ): 5%/-4%)
 - Strong refining margins and inventory gains led to strong quarter for OMCs while marketing margins were under pressure as rising crude prices haven't been passed on to retail consumers adequately. LPG under recoveries are aggravating the situation for OMCs. Marketing margins deterioration is further expected to intensify in FY27 given uncertain war environment.
 - On the other hand, improved realizations boosted revenue for upstream companies. War led supply disruptions have led to scarcity and a steep rise in gas prices. It is adversely impacting gas demand and denting the profitability of city gas companies. The situation in the energy market is expected to remain fragile as long as the war continues.
- **Pharmaceuticals (Weak)** (Revenue/PAT growth (YoY): 10%/-11% and (QoQ): 1%/-14%)
 - Mixed performance by pharma companies as domestic formulations growth was strong but US generic businesses were highly varied across companies. US business performances were led by reducing gRevlimid sales and competitive price erosion. Key sector themes included Semaglutide launch/scale up by large domestic pharma companies. Rising input costs and freight expenses arising from geopolitical unrest are expected to act as persistent headwinds for near term margins.

Q4 FY26 Sectoral trends

OMCs, BFSI, IT, and industrials drive YoY earnings growth; Consumer discretionary strong but pharma and telecom sectors key draggers

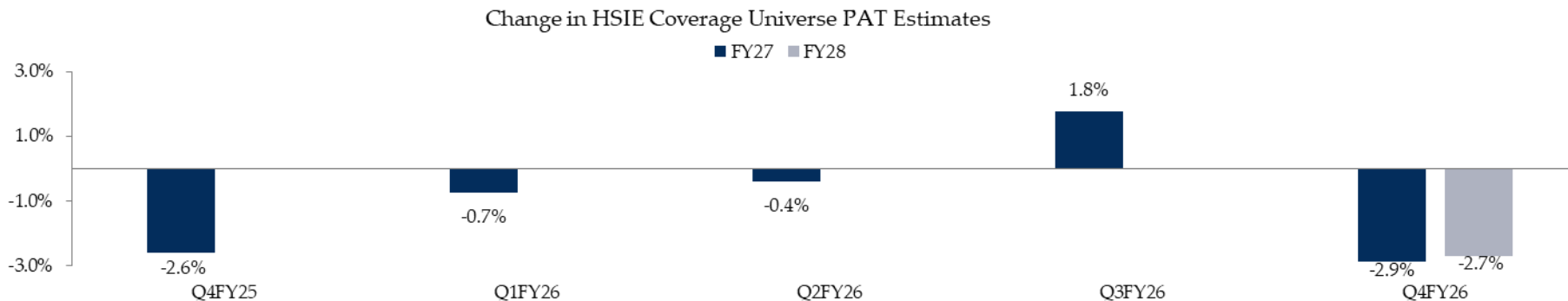
HSIE Coverage (INR Bn)	Q4FY23		Q4 FY25		Q3 FY26		Q4 FY26		YoY Growth		QoQ Growth		3yr. CAGR (Q4 FY23 to Q4 FY26)	
	Revenue	PAT	Revenue	PAT	Revenue	PAT	Revenue	PAT	(Q4 FY25 to Q4 FY26)		(Q3 FY26 to Q4 FY26)		Revenue	PAT
									Revenue	PAT	Revenue	PAT		
BFSI	2,358	813	2,725	1,065	2,883	1,133	3,036	1,241	11%	17%	5%	10%	9%	15%
Lenders overall	1,799	698	2,073	945	2,211	1,006	2,265	1,084	9%	15%	2%	8%	8%	16%
Large Banks	1,384	522	1,535	775	1,589	792	1,616	822	5%	6%	2%	4%	5%	16%
Rest of the Banks	163	63	181	21	209	54	217	66	20%	207%	4%	21%	10%	1%
NBFCs	252	113	357	148	413	159	432	196	21%	32%	5%	23%	20%	20%
Insurance	527	104	600	104	599	98	682	135	14%	30%	14%	38%	9%	9%
Capital markets	32	11	52	16	73	29	88	21	69%	36%	21%	-26%	40%	25%
Consumers	4,739	430	5,879	649	6,380	587	6,999	648	19%	0%	10%	10%	14%	15%
Autos	2,377	160	2,870	237	2,916	188	3,437	261	20%	10%	18%	39%	13%	18%
Consumer-staples	555	107	583	111	638	122	615	124	5%	11%	-4%	2%	3%	5%
Consumer-discretionary	340	18	514	27	794	47	804	34	56%	26%	1%	-26%	33%	24%
Home improvement	430	37	575	37	545	34	627	42	9%	14%	15%	23%	13%	4%
Chemicals	125	17	143	15	153	13	172	19	20%	24%	12%	45%	11%	3%
Pharma	553	61	713	111	796	117	791	95	11%	-15%	-1%	-19%	13%	16%
Telecom	360	30	479	110	540	66	554	73	16%	-34%	3%	10%	15%	35%
Industrials	12,520	890	13,439	1,077	13,337	1,009	14,632	1,230	9%	14%	10%	22%	5%	11%
Infrastructure	872	52	1,076	68	997	63	1,161	70	8%	4%	16%	11%	10%	10%
Capital Goods	124	13	144	19	150	18	170	19	18%	1%	13%	8%	11%	14%
Defence	225	48	289	69	198	45	298	75	3%	9%	50%	66%	10%	16%
Real estate	138	26	166	38	169	38	213	45	28%	20%	26%	19%	16%	19%
Power/utilities	811	118	938	155	893	120	944	186	1%	20%	6%	55%	5%	17%
Energy (Oil & gas)	7,358	446	7,717	468	7,915	546	8,280	522	7%	12%	5%	-4%	4%	5%
Cement	510	37	592	54	549	28	646	73	9%	35%	18%	162%	8%	25%
Metals	2,482	150	2,518	207	2,467	152	2,920	240	16%	16%	18%	59%	6%	17%
Information Technology	1,949	293	2,106	322	2,264	351	2,330	363	11%	13%	3%	4%	6%	7%
Total	21,566	2,425	24,148	3,113	24,864	3,080	26,996	3,483	12%	12%	9%	13%	8%	13%

Annual earnings upgrades/downgrades

Except for Insurance, Capital markets, Consumer Discretionary, Realty and Energy, all the other sectors experienced earnings downgrades.

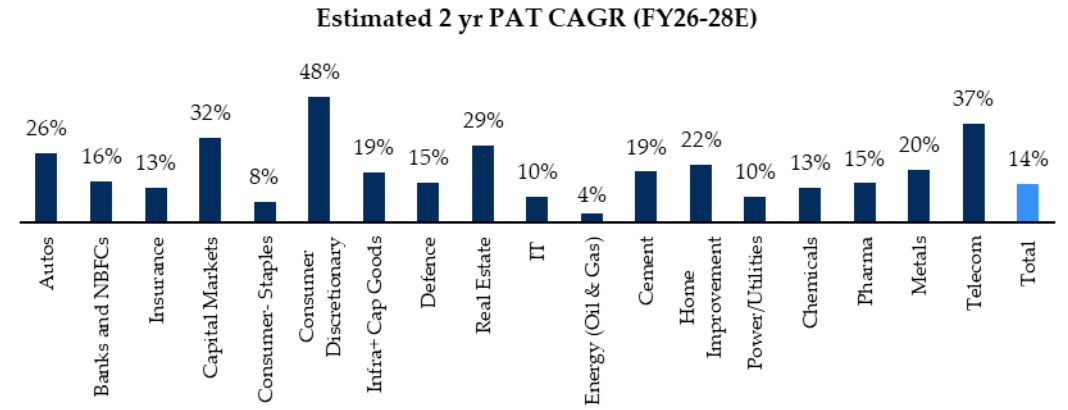
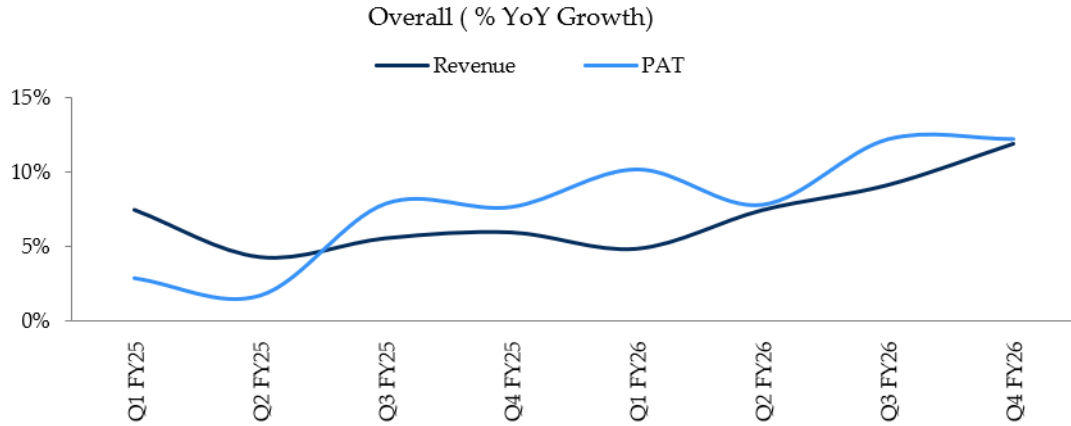
Sector	FY27				
	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Autos	-4.3%	-3.7%	1.7%	-2.6%	-8.2%
Banks and NBFCs	-3.5%	0.1%	-1.3%	0.4%	-4.7%
Insurance	-6.8%	-2.2%	0.6%	5.8%	3.7%
Capital Markets	-3.8%	3.9%	1.1%	4.4%	6.4%
Consumer- Staples	-1.7%	0.4%	0.0%	-7.2%	-1.7%
Consumer Discretionary	-7.7%	-1.4%	-3.3%	-1.0%	2.3%
Infra+ Cap Goods	-2.8%	0.1%	-6.5%	-1.2%	-6.8%
Defence					1.9%
Real Estate	8.6%	0.1%	1.0%	-2.0%	8.8%
IT	-4.9%	-1.0%	-0.3%	2.9%	-3.4%
Energy (Oil & Gas)	-2.3%	-1.9%	0.3%	12.8%	2.1%
Cement & Building Materials	-1.3%	3.6%	-1.1%	-4.9%	-18.9%
Home Improvement	-7.0%	-2.1%	-1.9%	-4.7%	-6.0%
Power/Utilities	1.4%	-0.6%	-2.8%	-2.5%	-2.9%
Chemicals	-15.4%	0.0%	-5.7%	-3.5%	-32.9%
Pharma	-0.7%	-1.5%	-0.3%	-1.5%	-1.6%
Metals	0.2%	0.8%	3.0%	1.4%	-1.4%
Telecom	3.9%	1.1%	0.0%	-2.0%	-4.1%

Sector	FY28
	Q4FY26
Autos	-2.0%
Banks and NBFCs	-3.9%
Insurance	2.9%
Capital Markets	9.0%
Consumer- Staples	-3.0%
Consumer Discretionary	3.8%
Infra+ Cap Goods	-5.9%
Defence	1.3%
Real Estate	12.6%
IT	-5.2%
Energy (Oil & Gas)	-3.8%
Cement & Building Materials	-7.5%
Home Improvement	-4.0%
Power/Utilities	0.7%
Chemicals	-30.4%
Pharma	0.7%
Metals	-0.7%
Telecom	-0.9%

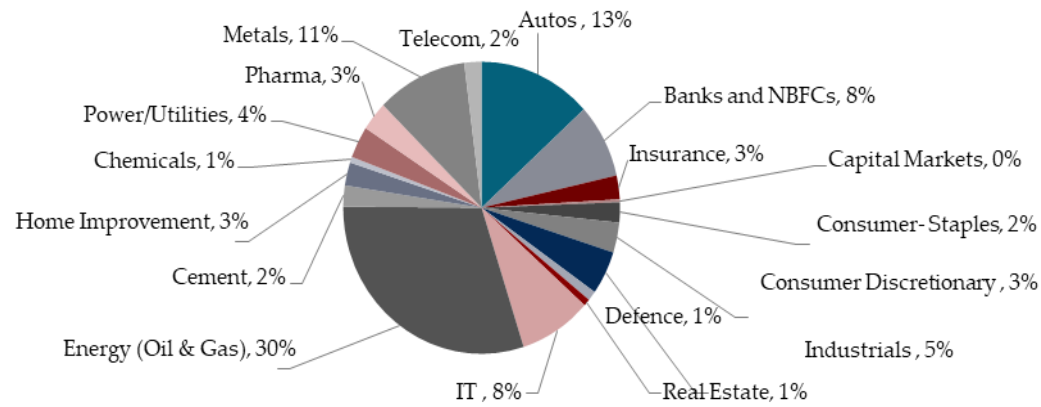


Overall sectoral snapshot

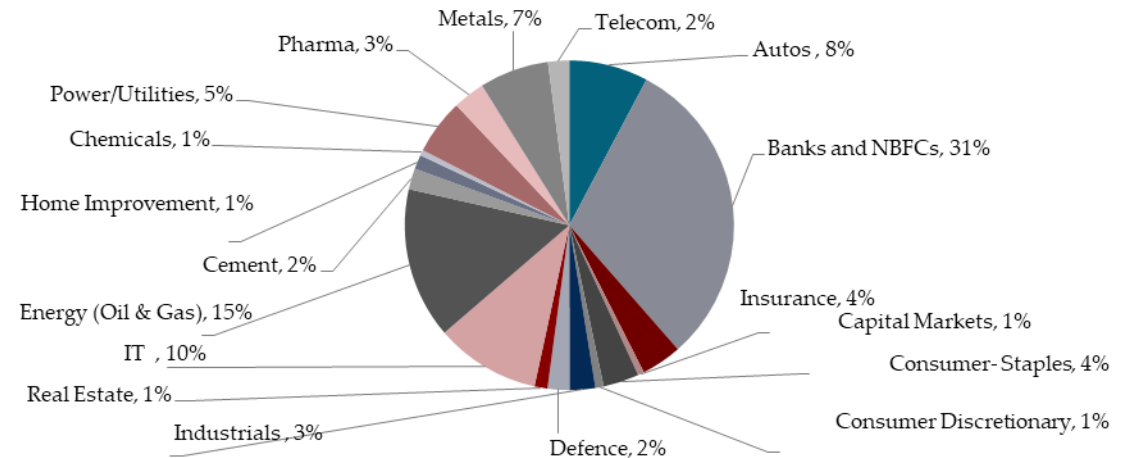
Aggregate profitability gradually picking up led by revenue growth; BFSI, energy, IT and metals account for 67% of total earnings in Q4FY26



Sector Revenue Contribution in Q4 FY26

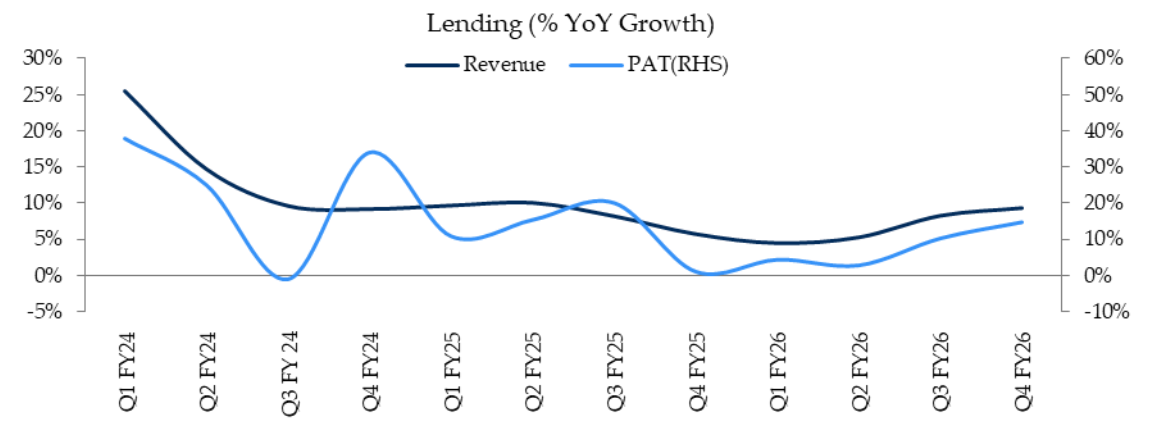
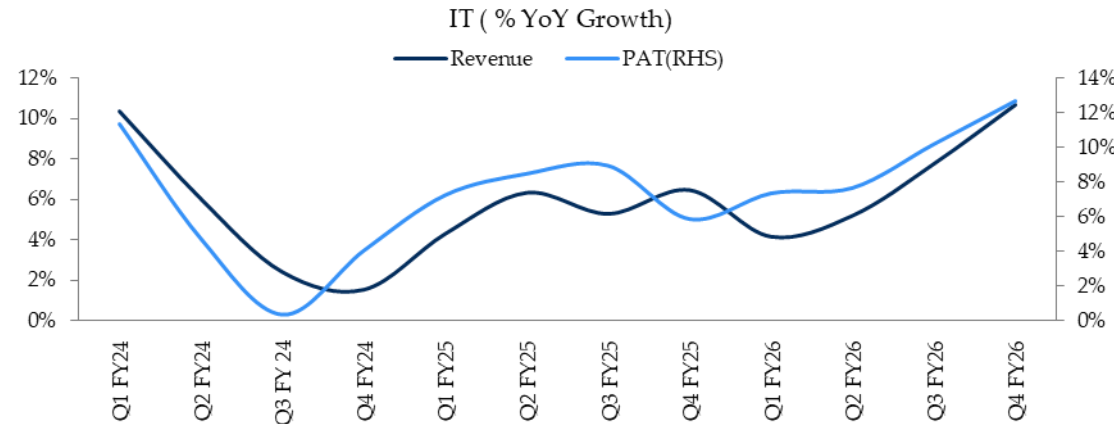
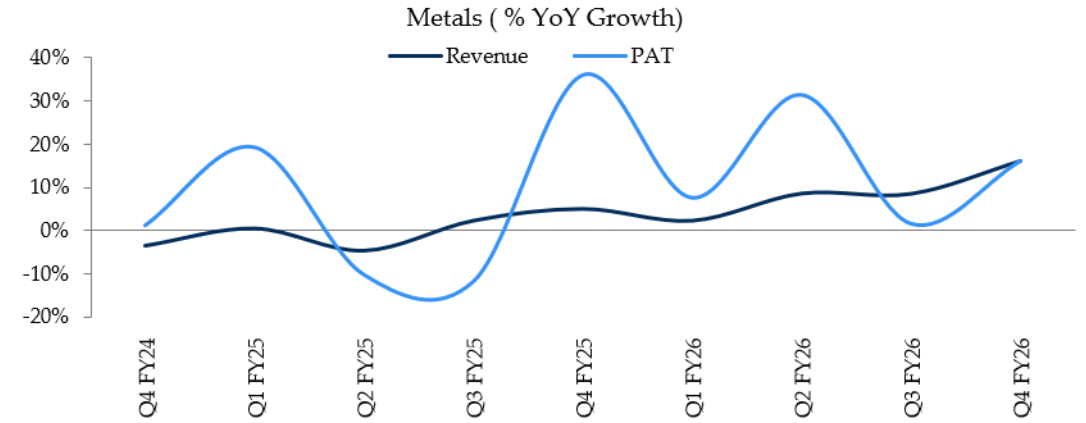
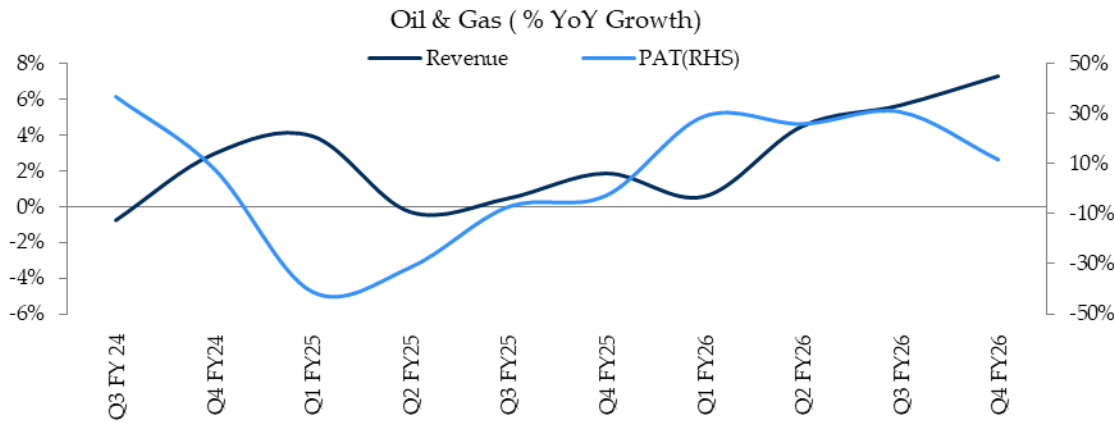


Sector PAT Contribution in Q4 FY26



Heavy weight sectors

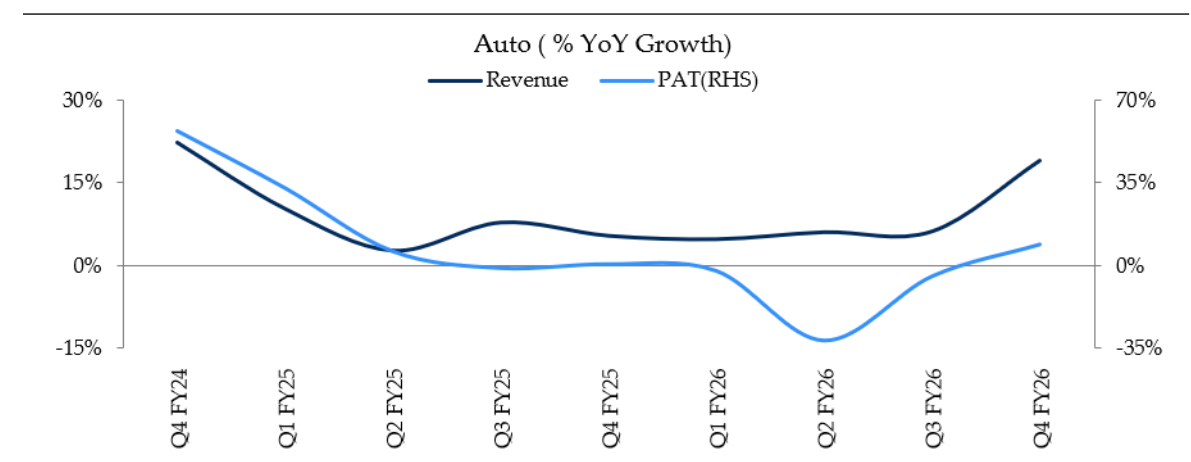
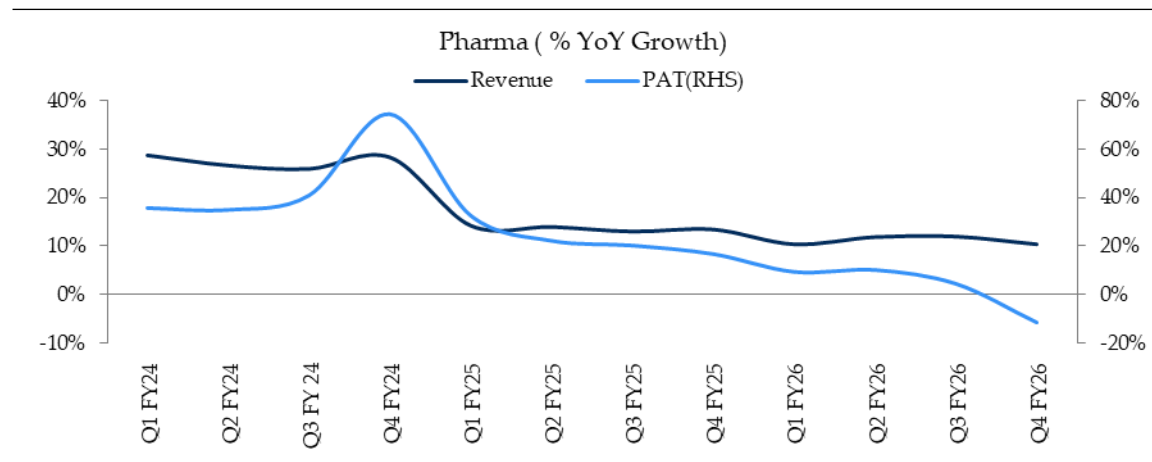
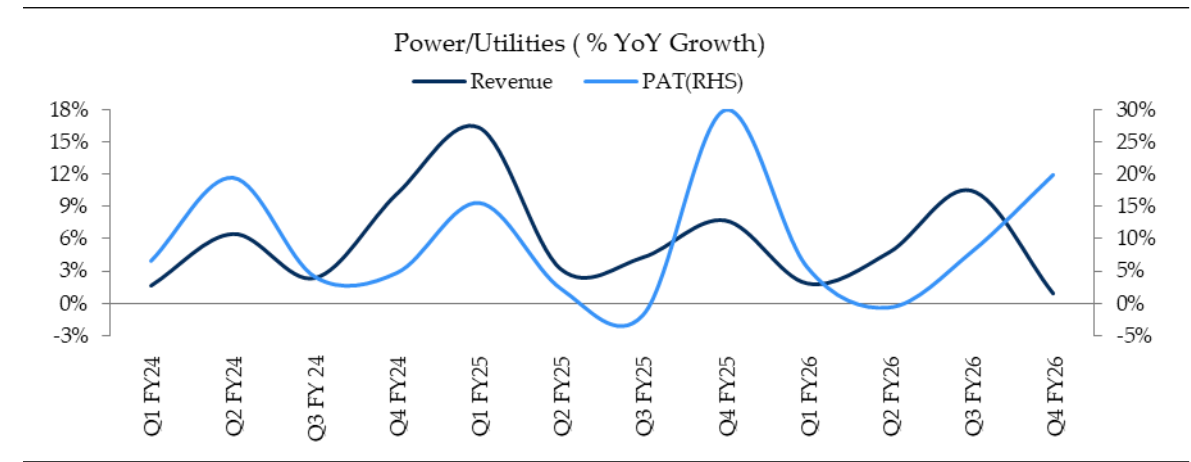
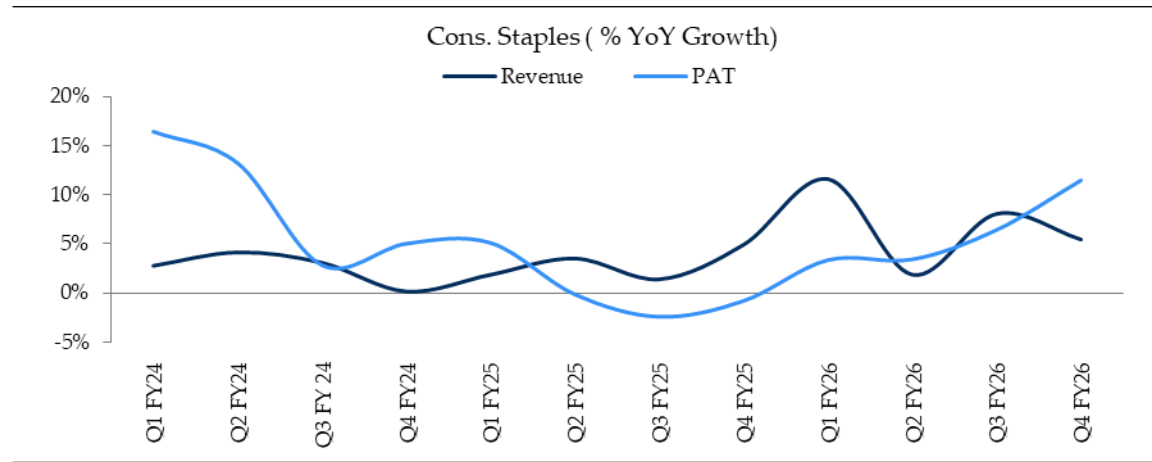
Earnings growth of metals rises to double digit levels while growth of Oil & Gas moderates; Growth of lenders and IT accelerate



Revenue and PAT CAGR for all sectors are for two years (Q3FY22 to Q3FY24)

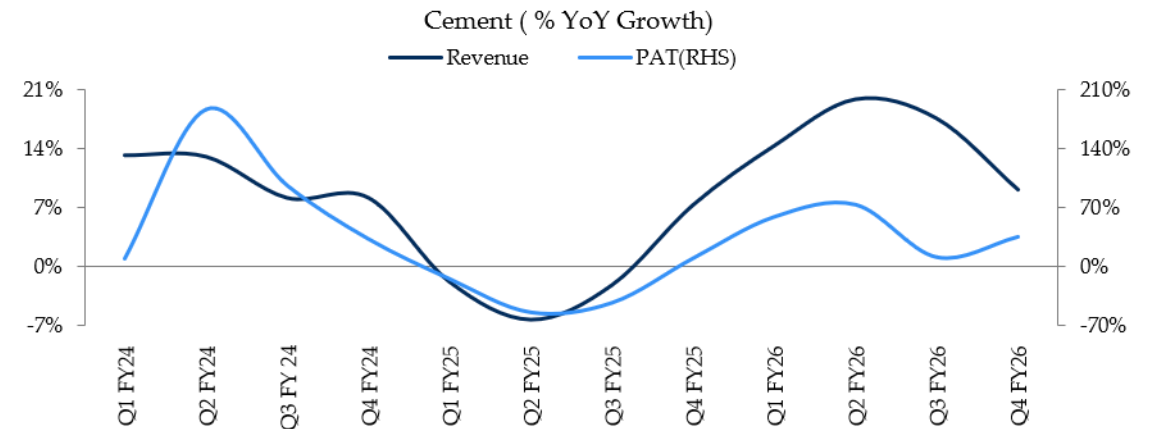
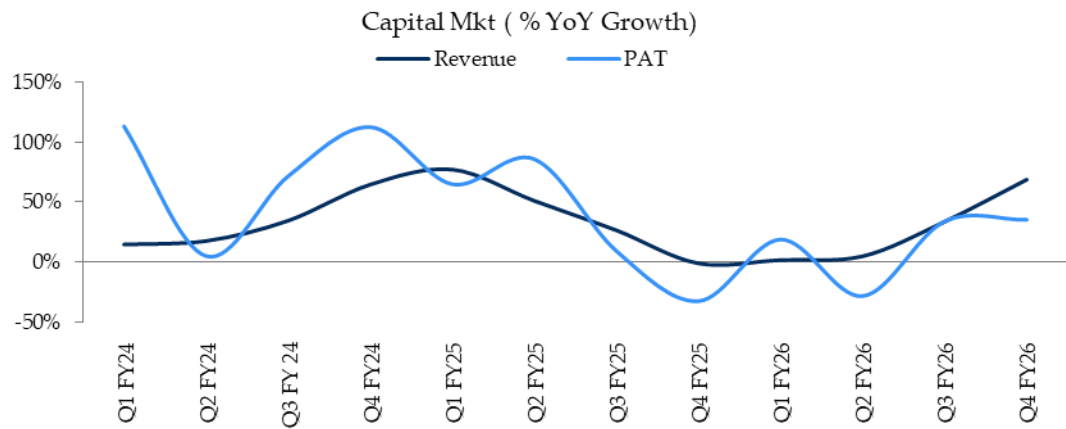
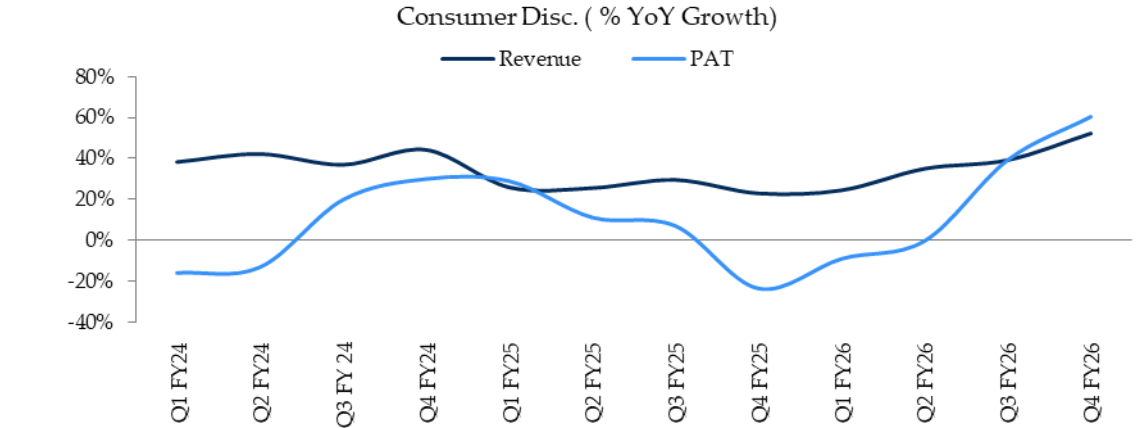
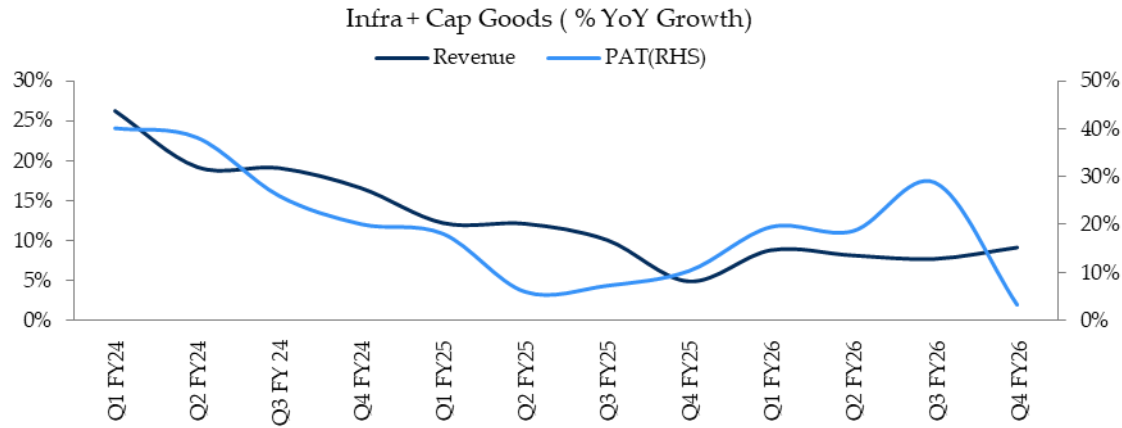
Steady growth sectors

Staples earnings growth rises to double-digit levels while pharma remains weak; power sector accelerates & auto earnings growth revives



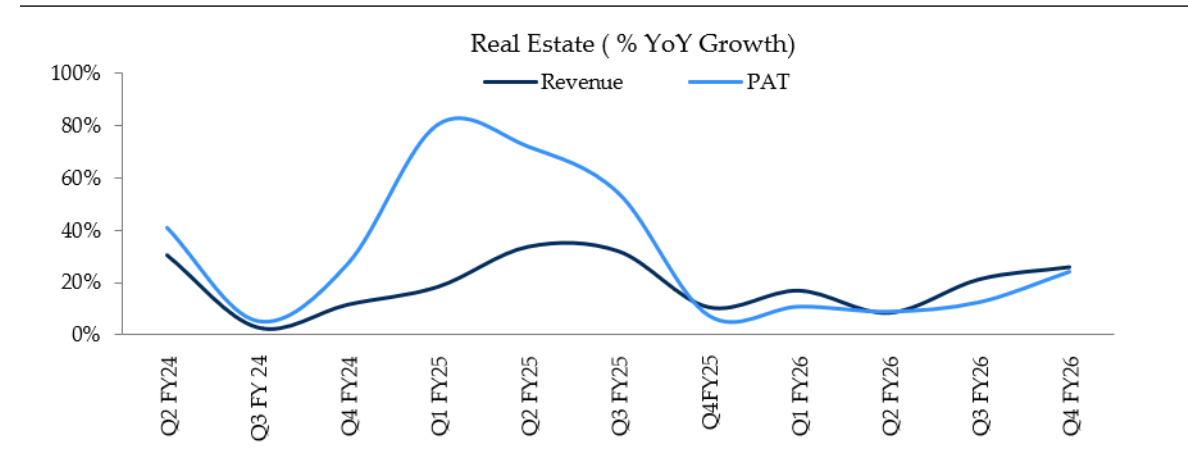
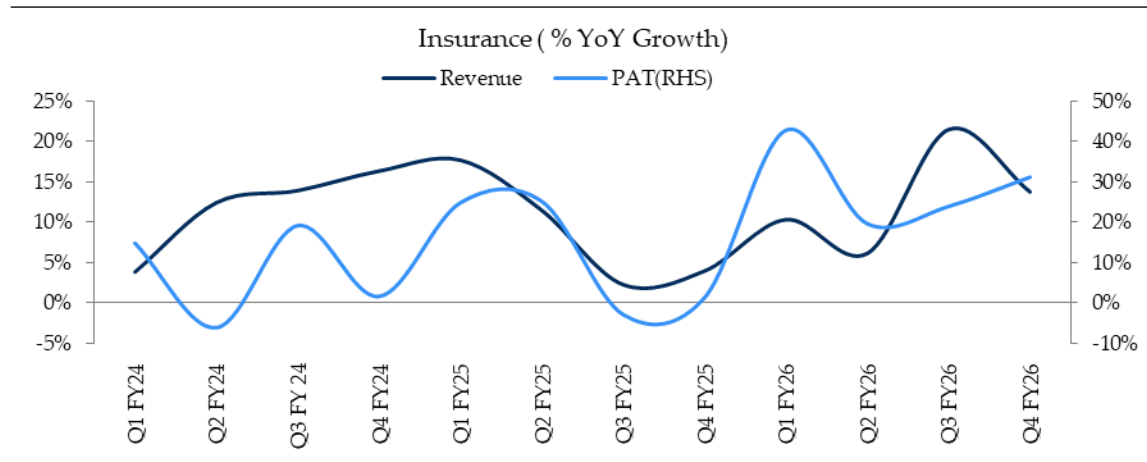
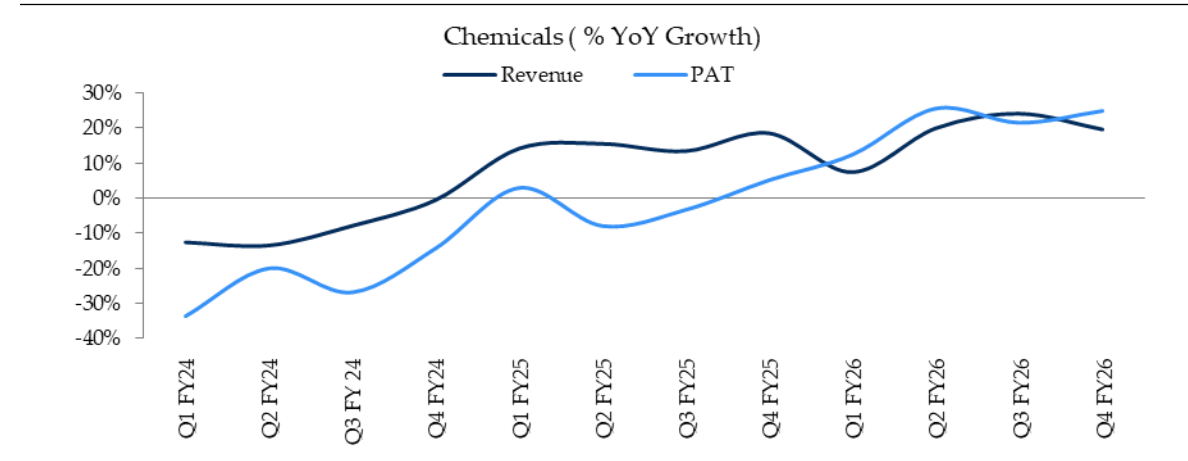
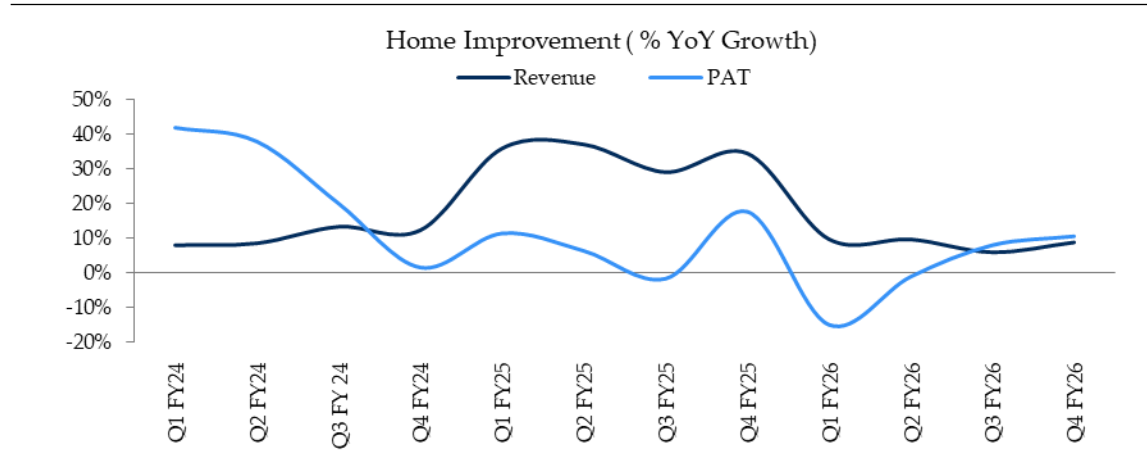
Structural tailwind sectors

Earnings growth of infrastructure & cap goods softens while growth of Capital markets, Consumer discretionary & Cement accelerates further



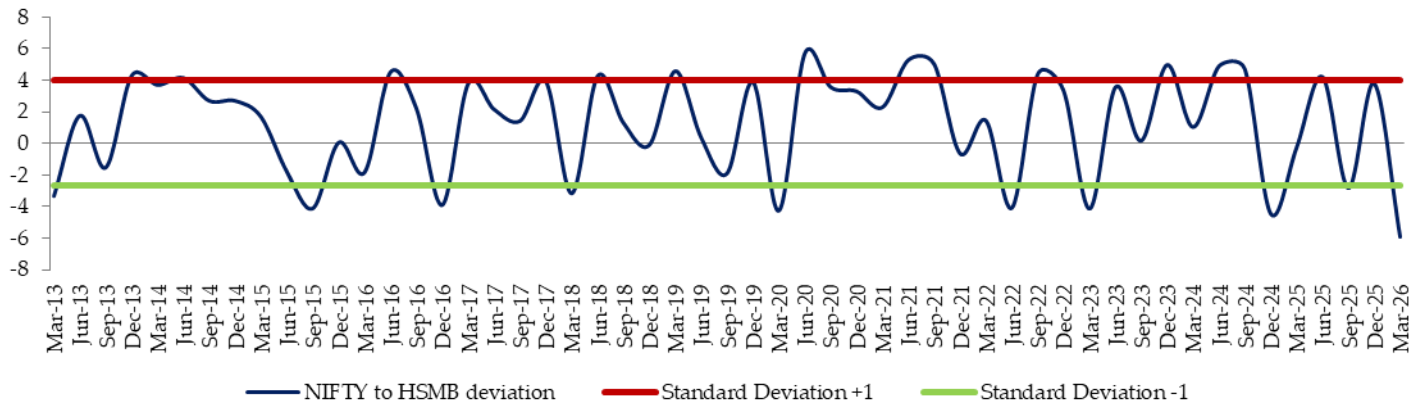
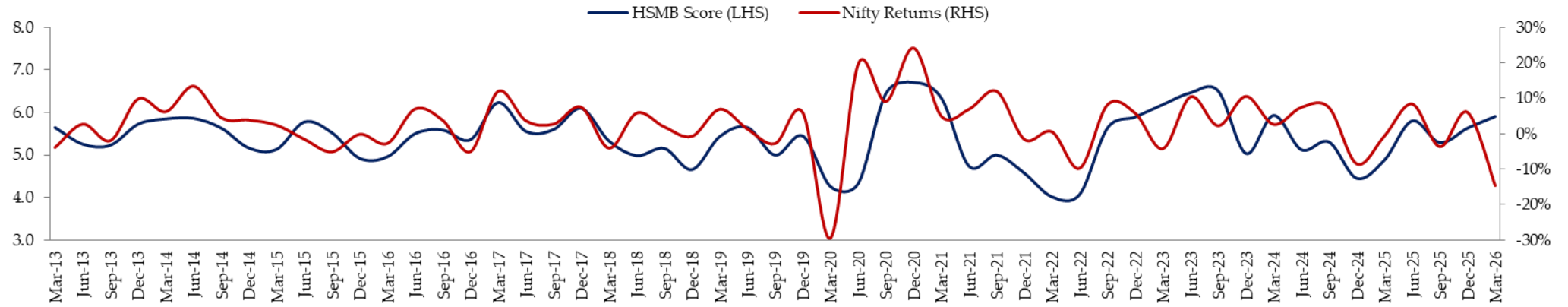
Volatile sectors

Earnings growth of Real estate, Insurance, chemicals and Home improvement rose steadily



HSIE Market Barometer (HSMB)

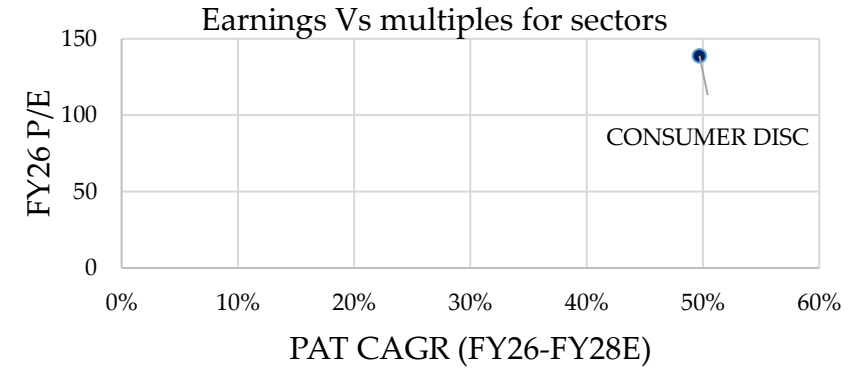
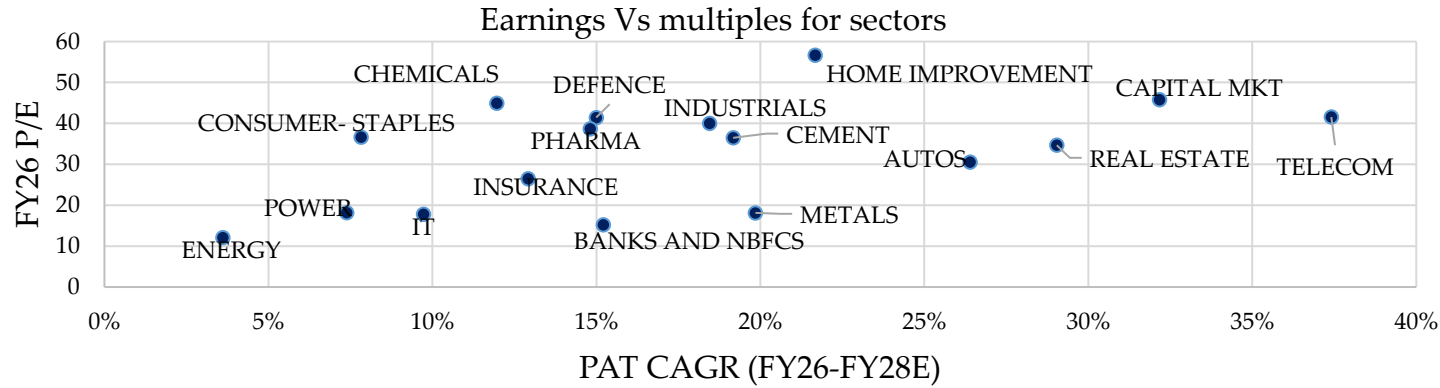
Nifty oversold, HSMB model suggests upside probability from the levels of Q4FY26 end (Nifty level: 22,331)



- The deviation refers to the difference between the model's score and the scaled NIFTY returns for the period.
- A high deviation value means that the NIFTY is running ahead of the model's market score.

Growth vs. valuations

Strong earnings CAGR estimated for auto, realty, capital markets & telecom; lenders offer healthy growth at reasonable valuations

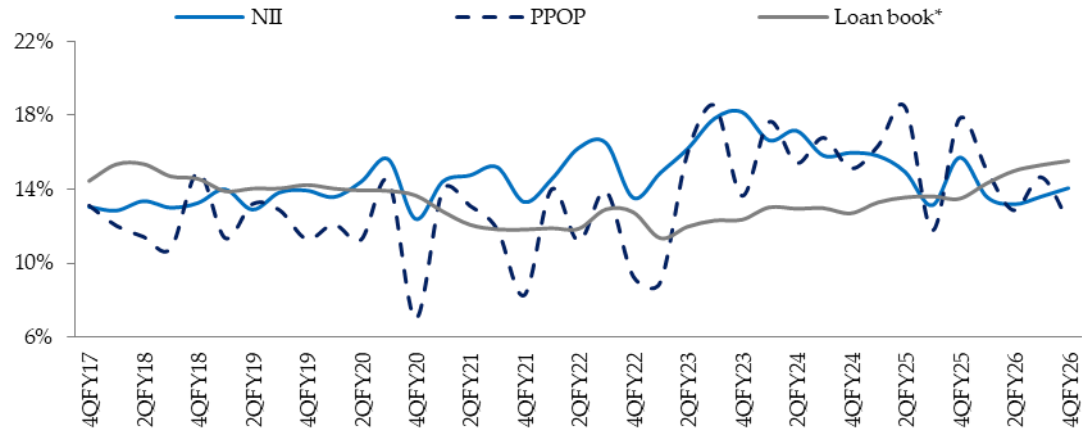


Sector	%YoY PAT growth				
	FY24	FY25	FY26	FY27E	FY28E
AUTOS	102%	10%	-7%	23%	30%
BANKS AND NBFCs	33%	12%	5%	15%	16%
INSURANCE	5%	9%	29%	11%	15%
CAPITAL MKT	68%	18%	17%	41%	24%
CONSUMER-STAPLES	8%	0%	5%	6%	9%
CONSUMER DISC*	140%	3%	17%	62%	38%
INDUSTRIALS	30%	4%	23%	14%	23%
DEFENCE	38%	18%	10%	16%	14%
REAL ESTATE	16%	99%	15%	27%	31%
IT	5%	8%	9%	10%	10%
ENERGY	78%	-35%	48%	7%	0%
CEMENT	56%	-27%	49%	8%	32%
HOME IMPROVEMENT	29%	1%	0%	22%	21%
CHEMICALS	-28%	1%	24%	-7%	35%
POWER	7%	9%	9%	3%	12%
PHARMA	34%	21%	3%	13%	17%
METALS	17%	-2%	12%	26%	14%
TELECOM	1%	171%	-20%	45%	31%
TOTAL	35%	1%	13%	14%	14%

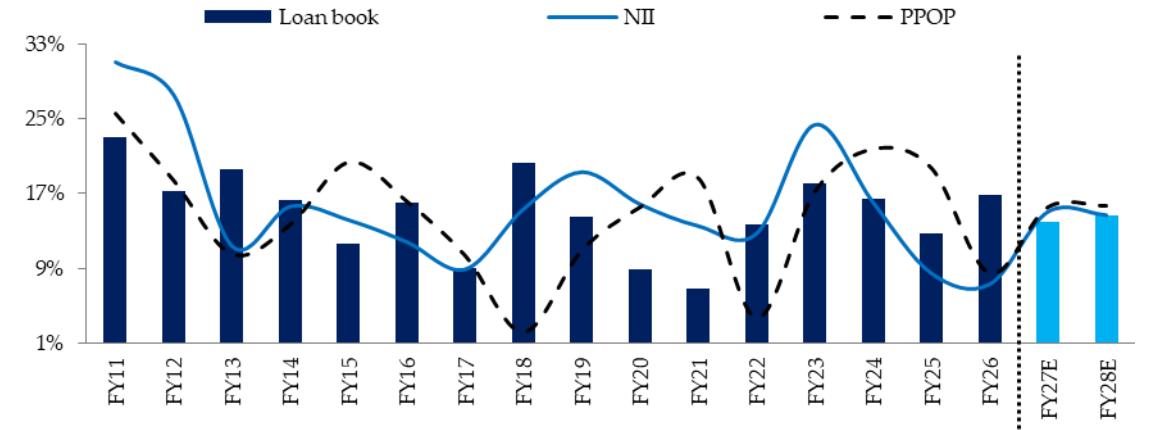
Financials - Banks + NBFCs

Interest rate environment to determine growth trajectory

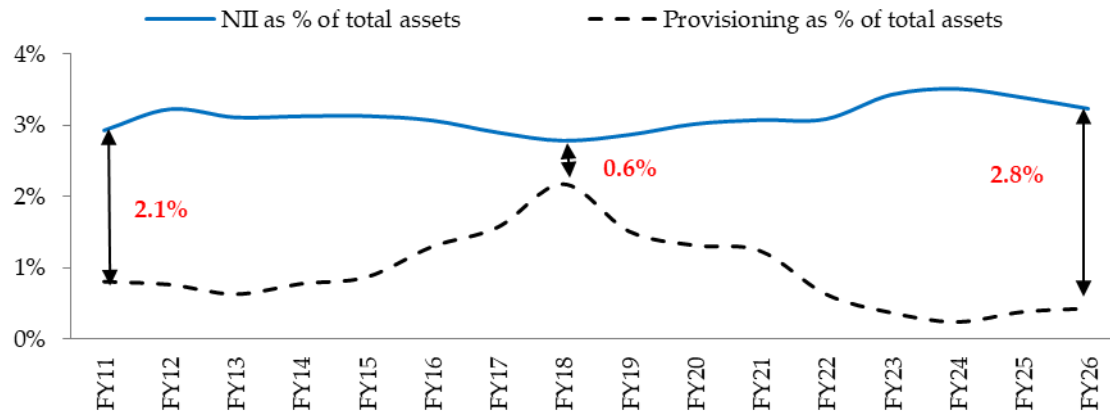
5-year CAGR - NII, PPOP and loan book*



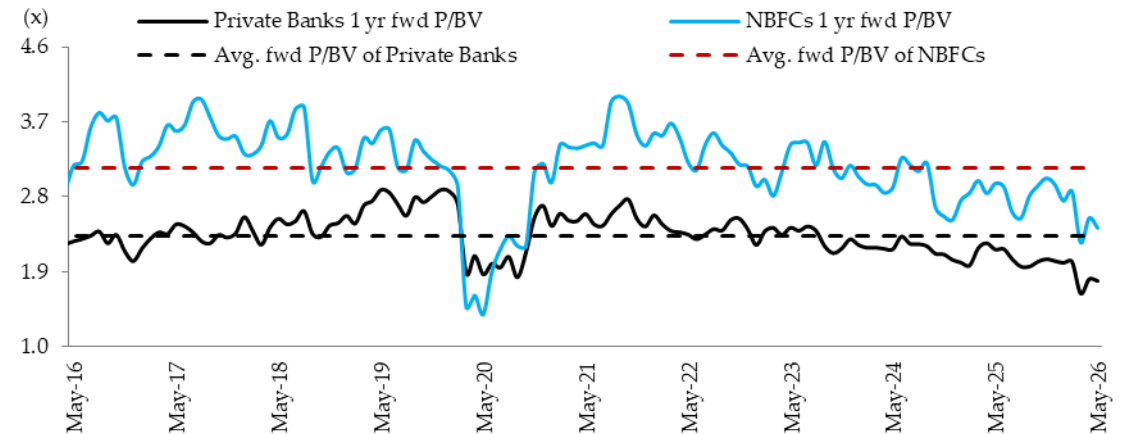
Loan growth expected to stabilize at lower levels



Risk-adjusted margins beginning to moderate from peak



Banks and NBFCs trading below 10-year mean (1yr-fwd P/BV)



Source: Company, Bloomberg, HSIE Research | Banks: AXSB, SBIN, KMB; NBFCs: BAF, LICHF, CIFIC, MMFS | IND AS for NBFCs since Q1FY18; *AUM for NBFCs

Financials - Banks + NBFCs

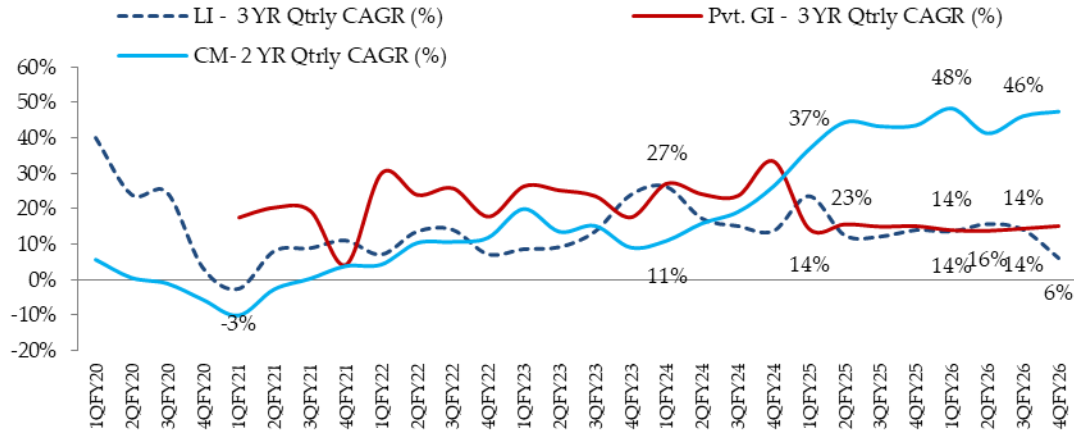
Q4FY26	PPOP trend	Loan growth	Strategic/Others	Valuation
	Q4FY26/5-yr CAGR (YoY)	Q4FY26/5-yr CAGR (YoY)		
ICICIBC	3%/16%	16%/16%	Granular deposit franchise; best-placed large bank with significant growth headroom (on LCR and LDR norms)	Superior tech stack to drive operating efficiencies and best-in-class return ratios
	Soft operating performance; lower provisioning due to strong recoveries	Continued traction in business banking and mortgage loans		
SBIN	-11%/7%	17%/15%	Prolific sourcing edge and maturing digital stack driving higher throughput	Productivity gains to drive RoA reflation with best-in-class asset quality
	Collapse in margins despite healthy balance sheet growth	Strong credit growth across segments, especially wholesale		
AXSB	-7%/12%	19%/15%	Consistent improvement in deposit franchise coupled with improving asset quality metrics are critical to drive sustainable earnings	Sub-optimal pricing power, and relatively weak asset quality to cap medium-term profitability
	Soft operating performance due to rate cut transmission and flat funding cost	Growth was largely driven by corporate and SME segments		
KMB	7%/11%	16%/17%	High-quality franchise facing a growth-margin trade-off while chasing efficiency gains	Operating leverage and asset quality critical to earnings reflation
	Flat NIMs (4.5%) on the back of strong seasonality in CA balances	Healthy loan growth led by mortgage, consumer banking		
BAF	18%/25%	22%/27%	Increasing scale, competitive intensity to weigh on pace of loan growth	Valuation getting attractive with visibility of ~23% loan growth and ~20% RoE
	Sustained improvement in operating efficiency; marginal pressure on fee income	Robust loan growth with new products scaling up well		
CIFC	28%/29%	21%/26%	Growth normalization and portfolio seasonality in non-vehicle segments, along with global uncertainties key headwinds	Moderate upside, given stretched valuations
	Reflating NIMs, other income and robust loan growth aids earnings	Robust loan growth with uptick in disbursements		
MMFS	42%/10%	12%/16%	Limited visibility on portfolio diversification, and RoA beyond 2.1%	Stability in operating performance key to any re-rating
	Marginal NIM reflation with strong fee income	Improving growth outlook amidst pickup in disbursements		
LICHF	7%/9%	4%/7%	Absence of competitive moat in core mortgage business; management has indicated separate vertical for affordable segment	Risk-reward gradually turning favourable with attractive valuations
	Muted loan growth weighing on earnings growth	Elevated competitive intensity from banks		

Positive
 Medium
 Negative

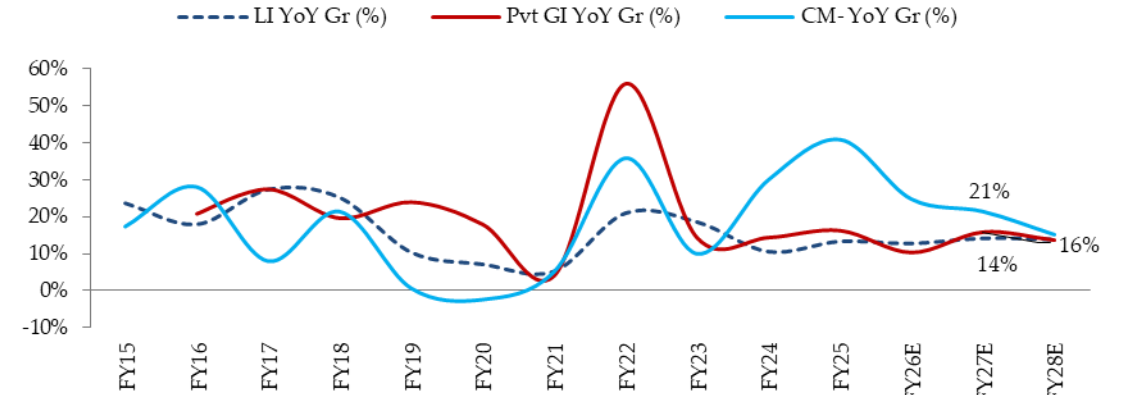
Financials - Insurance and Capital markets

Long-term growth runway driven by under penetration; current valuations inexpensive

Revenue Growth: Strong momentum continues in capital market

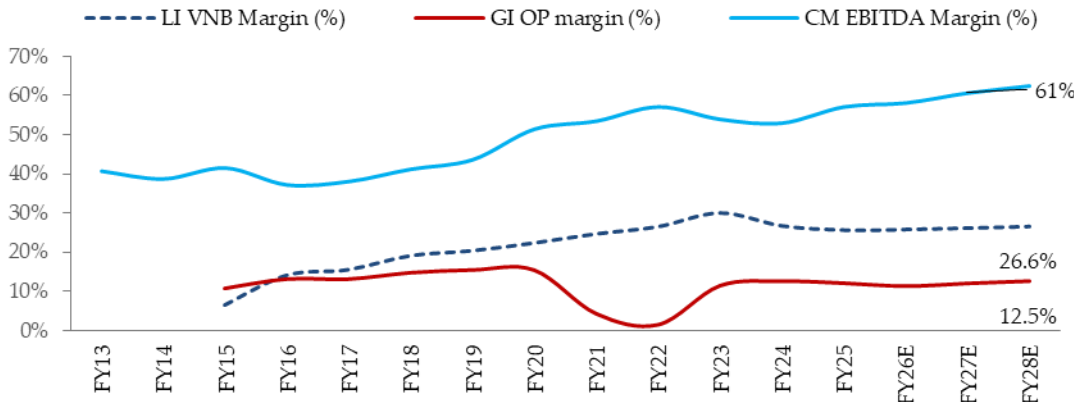


Revenue Growth: Healthy but moderating from high base

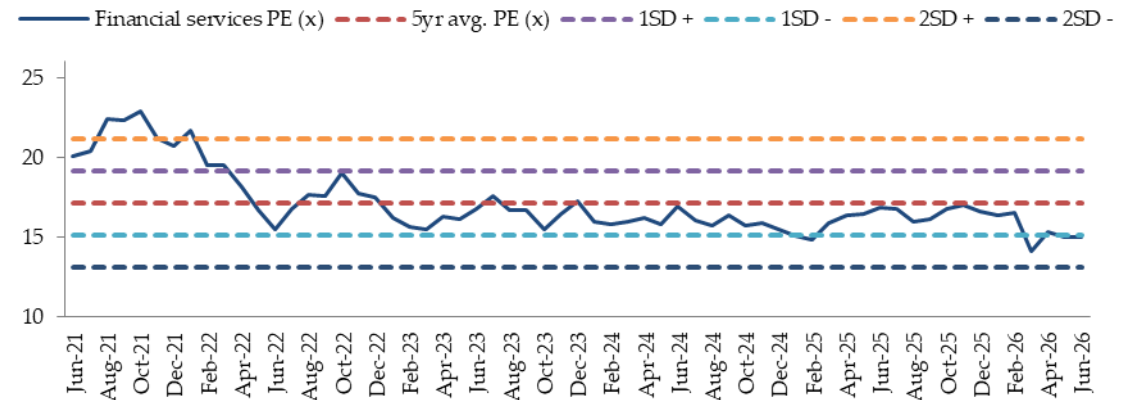


Note: For ICICIGI, FY22 includes Bharti AXA merger and hence shows spike in growth, normalized growth is 14% over FY21-23.

Margin Trend: Margins stabilising



Sector (Fin. serv) P/E: Trading below 5yr mean valuations



Qtrly charts exclude CAMS and UTIAM due to unavailability of data. VNB - Value of new business, revenue for life insurers is annual premium equivalent (APE). Capital markets (CM) represent brokers, AMCs, exchanges and depositories and include CAMS, HDFC AMC, NAMC, ISEC, BSE, CDSL and MCX. Life insurance (LI) represents SBILIFE, HDFCLIFE, IPRU and MAXF. General Insurance (GI) represents ICICIGI & STARHEAL.

Financials - Insurance and Capital markets

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26/ 3-Yr CAGR (YoY)	Q4FY26/ 3-Yr CAGR (YoY)		
Life Insurance				
SBILIFE	6%/+8%	-2%/+4%	Strongest LI franchise; Focus on driving high margin non-PAR business, exclusive access to SBIN distribution, and rising digital adoption	Significant upside potential
	Growth impacted due to BANCA along with geopolitical headwinds	VONB growth impacted due to GST ITC drag, though VNB margins remained strong		
Insurtech				
POLICYBZ	37%/+33%	NA	Platform of choice for insurers and policyholders, improving operating leverage and annuity-based income on renewals. Though take rates may come down as IRDAI reviews EOM for insurers	Significant growth runway offers sustained shareholder value creation
	Strong rebound in new business premium aided by GST tailwinds in term and health segment	Early signs of improving operating leverage, resulting in positive EBITDA		
General Insurance				
ICICIGI	11%/+16%	NA	Strongest GI franchise; continued dominance in the profitable commercial & motor segments, and focus in the retail health space. Profitability gets cushioned with investments income and prudent TP reserving.	Significant upside potential
	Softness in motor business during first half impacted NEP growth, competitive intensity remains high in lumpy segments	GDPI slowed down impacted NEP growth, leading to increases in UW losses		
Asset Management Company				
NAM-INDIA	30%/28%	39%/34%	AUM growth likely to be in high teens with sustained market share gains through SIP flows, SEBI revised TER regulations to support earnings.	Best-in-class franchise, re-rating potential
	Overall yields broadly stable on YoY basis driven by increased share of commodity funds	Gradual optimisation translating into steady operating leverage		
Brokers				
ANGELONE	37%/21%	79%/+8%	Soft customer activation evident from sequentially lower order growth, impact of SEBI F&O regulations largely bottomed out, client activity expected to improve further	Less cyclical compared to full-service brokers; however, regulatory pressures cap potential upside
	Strong rebound driven by improved client activity and weaker base	Continued rebound in client activity levels		

Positive
 Medium
 Negative

Note: ULIP- Unit linked insurance plan, ADTV- average daily turnover volumes, NPAR- non-participating, BO: Beneficiary Owner. Sorted in order of Market cap

* ANGELONE CAGR numbers are of 3 years, as data available from FY21 onwards; Revenue- for LI companies is APE and for GI is NEP, EBITDA for LI companies is VNB and for GI is UW Result

Financials - Insurance and Capital markets

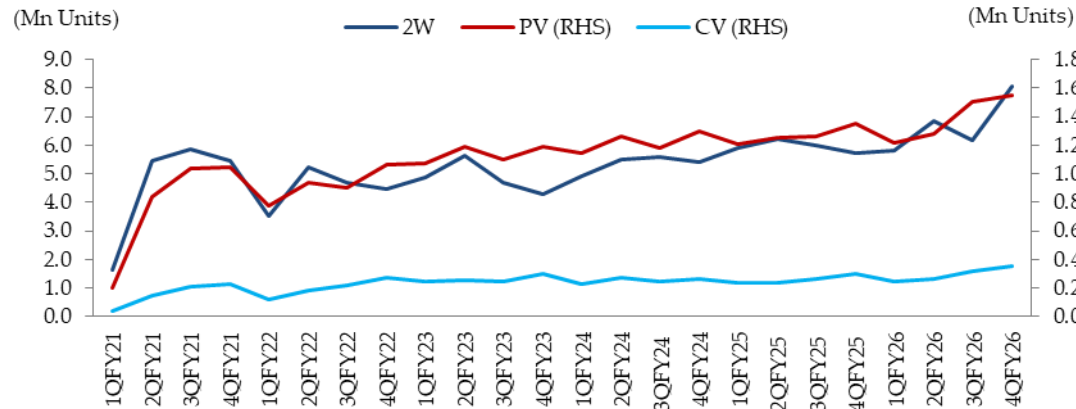
Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26/ 3-Yr CAGR (YoY)	Q4FY26/ 3-Yr CAGR (YoY)		
Exchanges and Depositories				
CDSL	17%/28% Revenue decreased by 4.6% QoQ (+9.4% YoY) due to a sharp fall in IPO / corporate action revenue along with lower single digit growth across other segments. CDSL maintained its market leadership position with 80.2% market share in BO accounts.	6.8%/19% Margin stood at 44.4%, -849/431 bps QoQ/YoY due to increased investments in technology and rise in other expenses. Tech investments is impacting margins over the last three years.	The annuity revenue is expected to drive growth in Q1FY27 and market linked revenue is expected to recover. Elevated tech spends is keeping margins under check. Higher competition, lower no of IPOs and war related uncertainty is impacting BO growth and incremental market share.	Trading at a P/E of 48x FY27E which is elevated and higher than its 3Y average of 46x. Expected EPS CAGR is 19%. We value the stock at 42x FY28E core PAT.
MCX	205%/88% MCX delivered another strong quarter led by an increase in options revenue. Volumes of crude contracts have shown steep rise with notional/premium increasing 21/98% QoQ due to the geopolitical instability.	315.9%/585% EBITDA margin increased by 54 basis points to 74.9% led by non-linearity. The expenses has been stable over the quarters and the growth is leading to strong EBITDA growth.	The Options Premium ADTV has moderated in May 2026 to INR 86.7bn due to normalisation of crude volatility. Q1 performance is moderate, based on the current run rate. MCX's strategy focuses on increasing participation on its platform, launching new products, scaling INdex options volume.	MCX is trading at P/E of 42x FY27E which is lower vs 3Y average of ~43x. We value the stock at 45x FY28E core PAT, the higher multiple is supported by EPS CAGR of 58%, Index options optionality and lower regulatory risk.
BSE	85%/90% Growth led by strong transaction revenue partly offset by muted listing and book building fees. BSE market share gain in options continues with April recording highest premium market share of 34%.	119%/117% Margins expanded by 537bps to 67.9 vs 62.5%, led by decrease in employee expenses and tech expenses partly offset by mid-teen rise in regulatory costs.	The share of long-dated options rose to 6% with management targeting further growth through increased institutional participation. Further, focus also remains on gaining colocation market share with revenue rising to INR 1.7bn, an increase of 2.3x in FY26 vs FY25.	BSE is trading at a P/E multiple of 48x FY27E which is higher vs the 3Y average of ~41x led by market share gains and 116% PAT CAGR in the last three years. We expect 36% PAT CAGR and value the stock at 40x FY28E core PAT.

■ Positive
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 ■ Negative

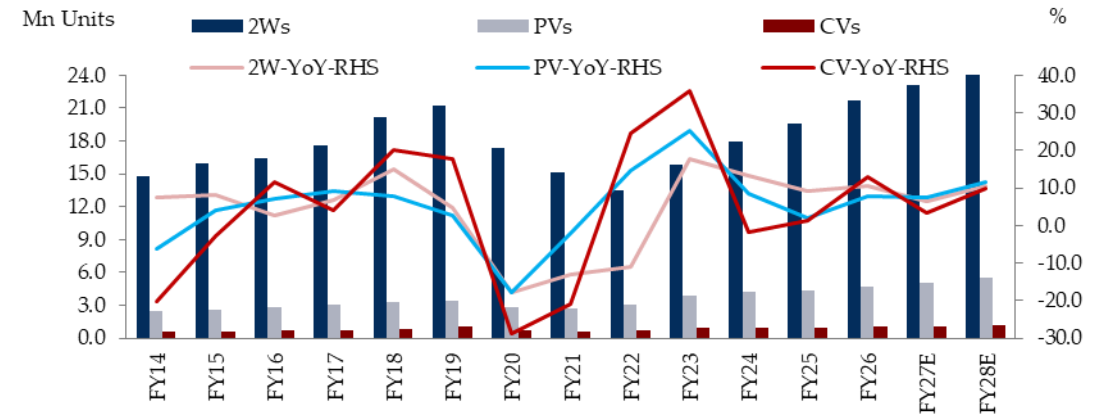
Automobiles

Demand to moderate as cost inflation builds up

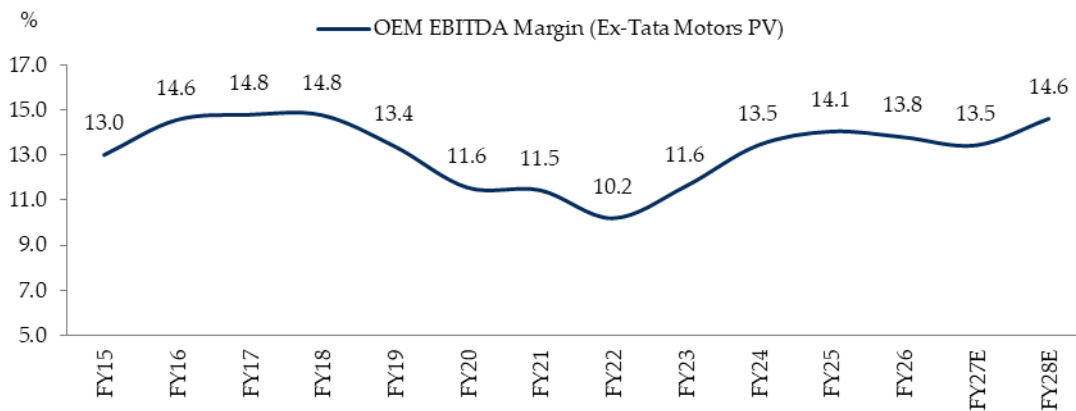
Volume trend: Demand momentum continued post festive season



Volume estimate: Growth to moderate to mid-high single digit in FY27E



OEM margin trend: Cost inflation to impact margin in FY27E



P/E band (x): Geopolitical uncertainty has led to higher volatility in valuations



Automobiles and Auto Ancillaries

Q4FY26	Revenue Trend Q4FY26 (YoY)	EBITDA Trend Q4FY26 (YoY)	Strategic/Others	Valuation
Bajaj Auto	+31.8%	+35.6%	The company maintained a steady margin performance and expects this to continue into Q1 as well, on the back of operating leverage, forex tailwinds, and cost optimization efforts. Export sales continues to move upward, aided by good growth in Latin America and recovery in Nigeria. On the domestic front, we expect continuing product interventions for motorcycles and rising traction in the EV segment to aid growth. Key subsidiaries like Bajaj Mobility AG (BMAG) and Bajaj Auto Credit (BACL) are continuing to see improved performance.	Considering the improved outlook for the company we are valuating the core business at 24x FY28 EPS (vs 23x earlier) which near at +1 SD of 5-year mean.
	Realizations improved 4.7% YoY and 3.6% QoQ	EBITDA margin came in at 20.8% up 59bps YoY but flattish QoQ, aided by operating leverage, forex tailwinds and richer mix.		
Hero MotoCorp	+28.8%	+31.1%	We are seeing early signs from the new CEO (joined in Jan 2026) wanting to unlock the company's business potential, especially in key segments where it has lacked vs key peers. If executed well, it would aid the company's diversification beyond its core segment, which has been the highly cyclical and price sensitive domestic commuter segment. We have recently seen the company gain good traction in some of the focus segments: ICE scooter, e2W, and global.	Valuation is attractive vs peers. The valuation gap could narrow on continuing volume growth, operating leverage, continuing launches, and stable market share in the e2W space. However, some caution is required considering the possibility of adverse monsoon, large cumulative price hikes, and higher inflation which could limit demand.
	Growth was volume led, with volumes growing 24.2% YoY, while ASP grew 3.7% YoY (and 2.7% QoQ).	EBITDA margin for the ICE segment (ex of EV) stood at 17%, up 90bps YoY but flattish QoQ, led by operating leverage, better mix, and improving cost efficiencies.		
TVS Motors	+34.1%	+26.0%	Traction in the company's product portfolio as well as sustained margin performance continues to impress. In the export markets, it continues to expand its geographic presence as well as product portfolio. While the launch of key Norton models in Q2 should ease a key overhang, the timing is a concern considering global demand headwinds. Additionally, we expect RM cost inflation and logistic challenges to create business headwinds in at least the near term.	Valuation premium vs peers is a little stretched though understandable considering volume growth outperformance, continuing market share gains and margin expansion. Key risks are higher investments into challenging projects like Norton motorcycles and e-bikes.
	Revenue growth led by 28.3% YoY growth in volumes, while ASP grew 4.5% YoY.	EBITDA margin came in at 13.1% (down 84bps YoY and flattish QoQ). The YoY dip is due to a high base as Q4FY25 financials had PLI benefits pertaining to entire FY25. While on a QoQ basis, better forex realization and operating leverage was negated by higher raw material prices.		
Eicher Motors	+15.6%	+20.8%	While the company is preparing for the next leg of growth over the medium term, which we believe will also be driven meaningfully by the international operations, there are uncertainties building that could over the near term cap growth and impact margins. Having said that, management has done well to protect margins to a large extent for now. There is also the additional risk of supply availability that could hamper production in the near future.	Valuation premium vs peers is justified. We believe any re-rating potential is likely to be driven by an inflection point in the international operations.
	RE volumes up 12.3% YoY, as demand momentum sustains.	EBITDA margin came in at 25.8%, improved 112bps YoY abut declined 74bps QoQ, where the impact of raw material cost inflation was largely mitigated, as 90bps impact in Q4 was overcome by an equivalent 70bps price hike in Jan'26 and a 20bps reduction via variant mix and cost reduction.		

Positive
 Medium
 Negative

Automobiles and Auto Ancillaries

Q4FY26	Revenue Trend Q4FY26 (YoY)	EBITDA Trend Q4FY26 (YoY)	Strategic/Others	Valuation
Tata Motors PV	+7.2% JLR wholesales volumes down 14.5% YoY as the company continues to face headwinds in China and was saw sales impacted in the Middle East as well. While India PV volumes grew by 37% YoY, aided by new launches.	-45.8% JLR EBITDA margin at 14.0% was down 134bps YoY but saw recovery of 1325bps QoQ, where QoQ recovery was led by operating leverage on the back of channel filling post the cyber attack led production disruption. India PV EBITDA Margin came in at 6.6%, was up 64bps YoY and 231bps QoQ led by better mix and operating leverage.	JLR continues to face headwinds with demand uncertainty in China and the Middle East, and moderating demand in the UK and Europe. VME continues to remain elevated to support sales, and while Q4 was a rebound quarter post the cyberattack incident, we remain concerned on both the demand and supply side for FY27. The India PV segment though continues to do well and is expected to benefit from the ramp-up of the new products launched in H2FY26, leading to better operating leverage and improved mix. In the India PV business in FY27, it seeks to launch 2 new nameplates and four facelifts each for the ICE and EV segment. While it has also cited an intensive launch of products for JLR.	De-rated multiple of JLR could possibly continue considering global slowdown, continuing higher competition from EVs, increasing marketing expenses, and consumer acceptance risk from the relaunch of the Jaguar portfolio. Though this could be partially negated by re-rating potential in the India PV segment considering a wide portfolio of e-PVs, which is likely to shine due to the oil crisis.
Ashok Leyland	+18.9% It wa led by 17.4% YoY volume growth.	+15.3% Margin came in at 14.6% (-46bps YoY and +128bps QoQ), driven by better price realizations, revenue mix, and focus on cost reduction.	While management indicated that diesel price hikes have started to have some impact on customer sentiment, it does not expect it to be a major impact for up to INR10-15 hike in diesel prices, stating that fleet operators are still firm on their medium-term plan of replacing ageing fleets. However, we remain cautious due to the rising uncertainty around demand drivers for domestic and export markets, as a result of global geopolitical tensions.	Downside risk in valuation is more likely than upside risk, considering continuing geopolitical tensions that is leading to higher imported inflation as well as uncertainty around exports.
M&M	+26.2% Auto volumes grew 23.2% YoY and tractor volumes grew 36.1% YoY. Auto realisations grew 1.1% YoY while tractors declined 3.1% YoY	+18.8% Standalone margin at 14.1% (-87bps YoY, -65bps QoQ. The auto division's EBIT margin at 9.5%, was up 27bps YoY but was flat on QoQ basis. The farm division's EBIT margin at 19.4% was flattish YoY but declined 84bps QoQ.	While management has guided for strong growth on the back of currently sustaining demand, we remain cautious and believe the uncertainties from cost and fuel inflation could impact margins, delay launches, and limit demand in at least some part of FY27. Management has guided for the tractor industry growth to be in mid-single digits on the back of a low base of H1FY26, while also remaining positive on its upcoming product launches.	De-rating potential if super El-Nino leads to poor monsoon, and if complemented by little support by the Government towards farmers.

Positive
 Medium
 Negative

Automobiles and Auto Ancillaries

Q4FY26	Revenue Trend Q4FY26 (YoY)	EBITDA Trend Q4FY26 (YoY)	Strategic/Others	Valuation
Maruti Suzuki	+29.0%	+44.4%	We expect capacity addition, higher bookings backlog, and lower channel inventory to support near-term channel filling. Additionally, growth in FY27 should be aided by the addition of volumes from Victoris and e-Vitara, though partially negated by lost volumes of Ignis. We expect price hikes to help negate some of the higher raw material, manufacturing, and logistic costs.	Valuation is favourable considering it is better placed (with higher mileage cars and hybrids) vs the peer group to handle near term volatility arising out of the impact from the West Asia war.
	Volumes up 11.8% YoY and 1.3% QoQ. ASP improved 15.3% YoY and 4.0% QoQ on rising UV mix, favourable forex and lower discounts.	EBITDA margin grew 125bps YoY but declined 51bps QoQ. On QoQ basis, while the favourables were lower employee costs, lower discounts, favorable forex, better fixed cost incidence, the positives were higher commodity costs, new model expenses and higher other expenses.		
Ather Energy	+73.7%	+59.6%	While the current volume inflection is being led by dealership expansion, the next inflection from FY28 will be led by portfolio expansion via its upcoming low-cost EL platform, which will also add more affordable models to the portfolio and help expand the addressable market. However, there is likely to be some pressure on the gross margin over the next couple of quarters, given the uncertain geopolitical situation. Having said that, it continues to impress with its capability to enhance its products via R&D, scale volumes, and increase market share along with margin improvement (that too without PLI).	Valuation is reasonable considering faster portfolio and network expansion, and impressive cost reduction that is enabling a shorter path to EBITDA breakeven and beyond.
	Growth was led by higher 'Rizta' sales and network expansion.	EBITDA margin came in at -5.9% for Q4FY26, improved by 1958bps YoY and 163bps QoQ, driven by operating leverage, value engineering and increase in non-vehicle revenue contribution.		
Hyundai Motor India	+5.4%	-22.4%	We are finally sensing some aggression from the management toward domestic growth, market share, and focus on growing exports. While we do not expect the company to revive meaningful market share just yet considering the intensifying competition in the SUV space, we believe the intent and efforts could materialize better in the medium to long term, considering the capability of the parent company. Making HMIL the global production hub for Venue, as well as focus of expanding to other geographies, augurs well. Additionally, the focus on CNG and upcoming launch of a dedicated EV in the compact SUV space, puts the company in a better spot with regard to the upcoming CAFÉ 3 norms.	Re-rating potential exists if upcoming product launches help revive some of the lost market share.
	Volumes grew 8.7% YoY. While ASP declined 3.2% YoY, and 1.8% QoQ.	EBITDA margin came in at 10.4%, a decline of 372bps YoY and 84bps QoQ, impacted mainly due to higher employee cost, which had a one-time impact due to the labor code, adverse gross margin, and one-offs pertaining to vendor compensation for earlier periods.		
Tata Motors	+22.3%	+33.5%	While there is sustained freight activity and correspondingly largely sustaining transporter profitability, the lack of near to medium-term visibility has already led to customers of larger trucks postponing fleet replacement. We expect another pause in the CV upcycle on the back of cost inflation-led price hike, higher inflation led slowdown in the economy, slowdown in export freight, and fuel price inflation that could dent operator profitability.	Downside risk in valuation is more likely than upside risk, considering continuing geopolitical tensions that is leading to higher imported inflation as well as uncertainty around exports.
	Volumes up 25.4% YoY and 14.6% QoQ, while realizations was down 2.5% YoY but up 4.3% QoQ.	EBITDA margin at 13.6%, improved 115bps YoY and 87 bps QoQ. The improvement was led by better operating leverage, favorable product mix and disciplined cost management efforts though which was partially negated by commodity inflation.		

Positive
 Medium
 Negative

Automobiles and Auto Ancillaries

Q4FY26	Revenue Trend Q4FY26 (YoY)	EBITDA Trend Q4FY26 (YoY)	Strategic/Others	Valuation
Apollo Tyres	+14.2% In the India business growth came underlying demand and better brand visibility. While revenue for the European operations declined 3.3% YoY.	+27.6% EBITDA margin at 14.6% grew 153bps YoY but declined 75bps QoQ, mainly hit by higher advertisement and promotion spends	The company is in a tough spot considering the highly unfavorable business environment: 1) rising cost inflation on raw material, energy, and freight; 2) higher price hikes that could slow volume growth; 3) lower control on marketing spends due to the BCCI sponsorship deal; 4) lesser room to delay capacity expansion as utilization hits 90%; 5) a heavyweight legacy tyre maker (Balkrishna Industries) moving forward as a new entrant in the company's core segments and is likely to strive to aggressively capture initial market share; 6) moderate demand in Europe along with some loss in volumes due to the company's manufacturing transition to another location; 7) lower control on price hikes in Europe as the company is a price follower.	Valuation could remain subdued on unabated cost inflation and intensifying competition in the industry as the new entrant in the on-highway tyre segment, Balkrishna Industries, seeks to capture initial market share in the domestic TBR and PCR segments.
Balkrishna Industries	+2.0% Volumes grew 4.6% YoY and 6.5% QoQ, led by strong growth in the India business (up 41.9% YoY and 6.9% QoQ) and recovery in the Rest of World business (up 29.6% YoY and 10.5 QoQ), while Europe remained subdued with a de-growth of 18.2% YoY though it was up 6.9% QoQ and the Americas segment remained flattish, up 0.3% YoY and 0.1% QoQ.	-5.9% EBITDA margin at 22.9% fell 192bps YoY but remained flattish QoQ. Flattish QoQ margin was supported by better product mix and price hikes.	Demand continues to remain weak in key global markets, while the El Nino forecast also creates uncertainty in the company's fastest growing market (India). While the EUR/INR is turning favorable for the company, we expect benefits to remain limited due to forex hedging. There is also lack of visibility for business normalcy and margin risk from entering the domestic on-highway tyre business.	Considering near term uncertainties and lack of clear visibility of business normalization, and foray into the highly competitive TBR and PCR segments which would dilute overall margins and return ratios, increases the de-rating risk.
Bharat Forge	+17.5% Revenue growth was led by better execution of the defence, aerospace business and good traction in the domestic auto business.	+14.2% EBITDA margin came in at 17.2%, down 50bps YoY and flattish QoQ, where QoQ impact was seen on account of key Indian subsidiaries and US manufacturing operations.	The defense business is likely to see an inflection from H2FY27 as key orders for ATAGS (Advanced Towed Artillery Gun System) and CQB carbines ramp up. We expect higher growth to sustain over the coming years on the back of superior design and manufacturing capability of the company that allows it to consistently expand the product portfolio. Going forward, we also expect operating leverage as well as a better mix to help expand margins in the defense segment. Additionally, it continues to meaningfully expand the aerospace business, which is also margin accretive. It is also growing rapidly in the data center segment, by providing components for the standby power units.	Valuation is reasonable considering the huge defence and forging potential. The company's superior design and manufacturing capability in the defence segment, has enabled it to consistently expand the product portfolio. The forging industry in India could benefit from some shift of manufacturing from Europe (where energy and employee costs have been witnessing higher inflation for a longer time) to India.

Positive
 Medium
 Negative

Automobiles and Auto Ancillaries

Q4FY26	Revenue Trend Q4FY26 (YoY)	EBITDA Trend Q4FY26 (YoY)	Strategic/Others	Valuation
Endurance Technologies	+37.9%	+34.4%	The company is on the right growth trajectory via expansion of the product portfolio and customer base, with reducing dependency on Bajaj Auto (35% of mix in FY26 vs 38% in FY25 and vs 39% in H1FY17 that was around the time of its IPO). The diversification has also been led by focus on business beyond two wheelers: into four wheelers (5.6% of standalone revenue mix in FY26) and non-auto segments. Four wheelers and non-auto segments formed ~60% of the total order wins in FY26. However, higher raw material, production, and freight costs, and with only gradual passing on of the costs to customers, are likely to impact margins over the near term at least.	Valuation seems reasonable considering softer PV demand in Europe, no clarity on the implementation of the ABS draft notification of June 2025, and elevated aluminium prices.
	Standalone business grew 31.5% YoY, while the combined subsidiaries revenue was aided by the consolidation of the Stoferle acquisition.	Consolidated EBITDA margin at 13.9% was down 36bps YoY but up 67bps QoQ, where the subsidiary margin made up for the hit in the standalone margin.		
Motherson Sumi Wiring	+32.9%	+1.0%	Higher copper prices (though contributing to the topline) continue to dent the company's margins on the back of the lag effect in the passing on of the higher costs to customers. Additionally, looming supply and demand challenges for the customers due to the West Asia war-related impact could likely slow down the growth of customers as well as push back their model launch plans by a few months. Beyond the near-term uncertainties, we expect the company to benefit from the rising premiumization of vehicles that increases the content per vehicle and increasing mix of high-voltage EV wiring harnesses, whose total content is 1.5-1.7x greater than that of an ICE wiring harness.	Considering strong partnerships with Sumitomo and SAMIL, dominant market leadership, and superior return ratios, the company's premium valuation vs the auto component universe seems reasonable.
	Revenue growth YoY was aided by ramp up of greenfields, higher EV share and higher copper prices.	EBITDA margin at 8.2%, declined of 259bps YoY and 87bps QoQ, impacted on account of lag in passing on of higher copper prices and delay in ramp up of customer volumes at the Pune plant.		
Sansera Engineering	+27.8%	+51.9%	The company continues to impress with improving traction in the non-auto space, especially the aerospace and semiconductor segments. Expansion of the customer base and product portfolio to also include more complex parts which increases the business potential over the next few years at least. It is also benefiting from the continuing trend of outsourcing of crankshaft manufacturing by domestic 2W OEMs and expects to gain further traction in this regard.	Strong re-rating potential considering increasing mix of the high growth and less cyclical non-auto segment.
	Growth in the ADS (Aerospace, Defence, Semiconductor) segment led the revenue growth. Revenue for the segment stood at INR 1.1bn in Q4FY26, registering a growth of 153% YoY.	Consolidated EBITDA margin at 19.3% was up 306bps YoY and 126bps QoQ, led by better operating leverage and mix from continuing traction in the ADS (Aerospace Defense Semiconductor) segment, with the ADS segment forming 11.7% of the mix in Q4FY26 (vs 5.9% in Q4FY25 and 13.9% in Q3FY26).		

Positive
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 Negative

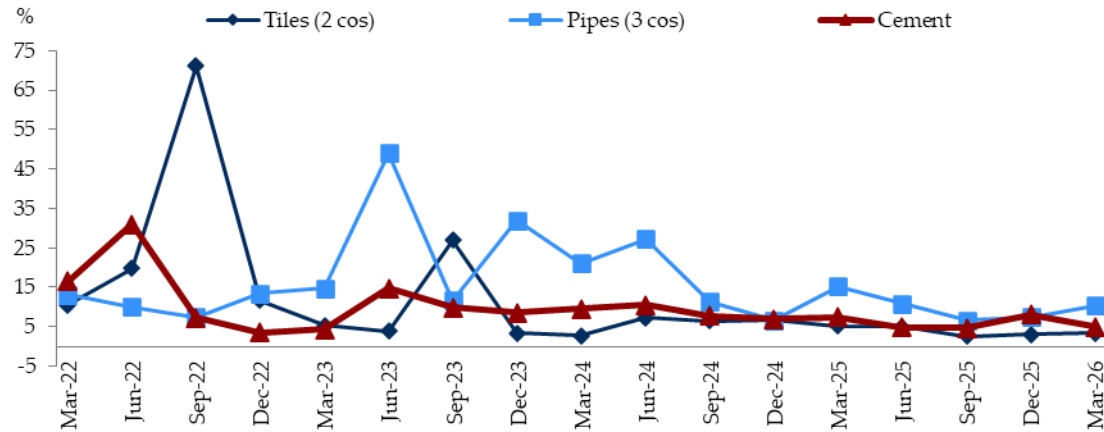
Automobiles and Auto Ancillaries

Q4FY26	Revenue Trend Q4FY26 (YoY)	EBITDA Trend Q4FY26 (YoY)	Strategic/Others	Valuation
Samvardhana Motherson	+17.0% Revenue growth driven by robust performance across business with Emerging business growing 59.5% YoY	+43.4% EBITDA Margin came in at 11.0%, was up 203bps YoY and 136bps QoQ. Margin improvement QoQ was highest in emerging business division, which was up 521bps QoQ, reaching 14.5% led by good performance in aerospace and consumer electronics business.	The company's medium-to-long-term growth potential is intact, considering expansion of the newer segments (including non-auto), content addition due to premiumization, addition of new customers, as well as any potential future acquisitions. However, we are concerned about rising vehicle and fuel inflation in the company's key geographies, some of which were already witnessing softer demand. Additionally, there could be possible margin contraction over the near term at least due to the lag effect in passing on costs, and the upfront costs of setting up new facilities.	Valuation looks reasonable considering current global uncertainties, though there is re-rating potential considering high business potential from the premiumization trends, expanding product portfolio, geographical presence, and increasing diversification. Additionally, softer global auto demand coupled with a strong balance sheet, could create a scenario for a potential large M&A at a reasonable valuation, which could give a boost to revenues and have a potentially positive impact on valuation.
ASK Automotive	+35.0% The revenue growth was aided by positive impact from the pass-through of increase in aluminium alloy prices, though negetaed by the strategic reduction of the wheel assembly business.	+28.3% EBITDA margin at 11.6%, was down 60bps YoY and 138bps QoQ, where ~80bps impact in Q4 was on account of higher aluminium prices.	While management has indicated no impact to the 2W customer's production schedules yet due to the volatile business environment, it did caution on rising raw material and production costs that would continue to increase vehicle prices at least in the near term, as cost inflation is passed on. However, we expect topline growth to be cushioned due to the commencement of the company's alloy wheel and sunroof cables business from H2FY27, along with rising aluminium prices. We also expect exit from the low-margin wheel assembly business and better operating leverage due to the commencement of the new business segments to soften the impact from higher raw material and production costs.	Valuation seems reasonable considering the potential to increase the content per vehicle going forward.

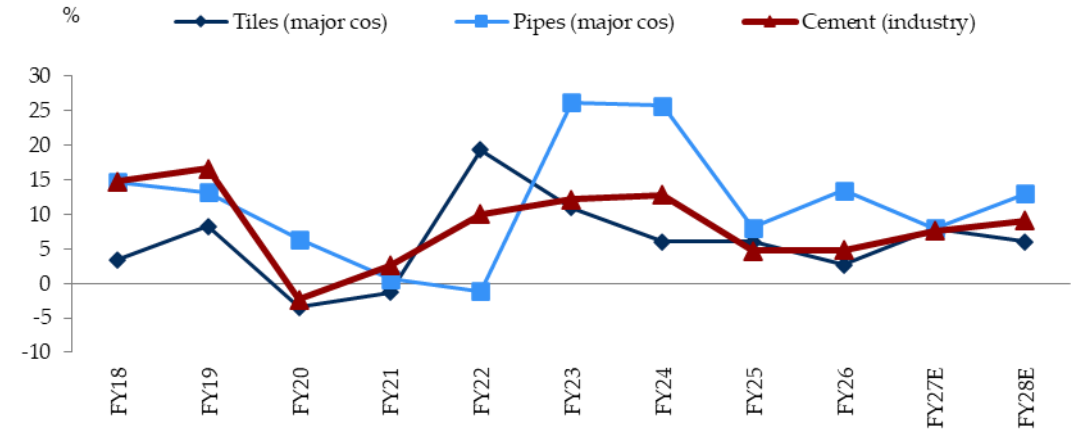
Positive
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Building Materials

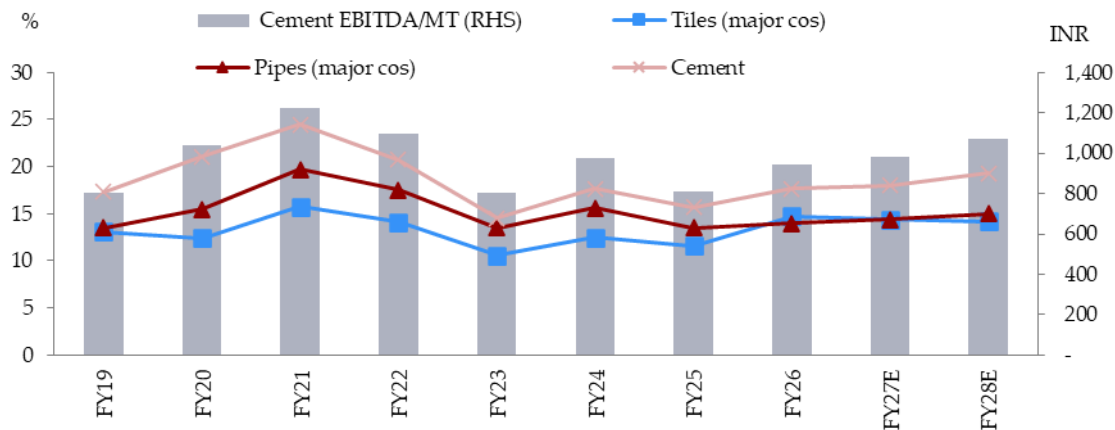
2-year quarterly volume growth: Cement volume growth moderated, pipes see decent gains, while tiles witnessed improvement



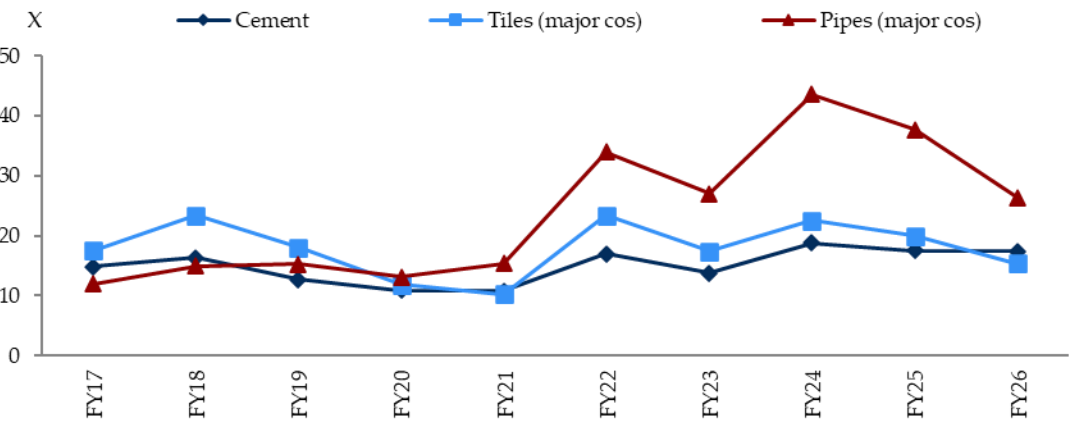
Volume Growth: Industry leaders in cement and pipes to grow at faster pace; tiles to see demand recovery for branded players



Margin Trend: Elevated cost pressure to subdue margin expansion in FY27



Sector 1 year forward EV/EBITDA trends: Reasonable valuation in cement, tiles de-rated on slow growth; pipes trades at premium vs historical



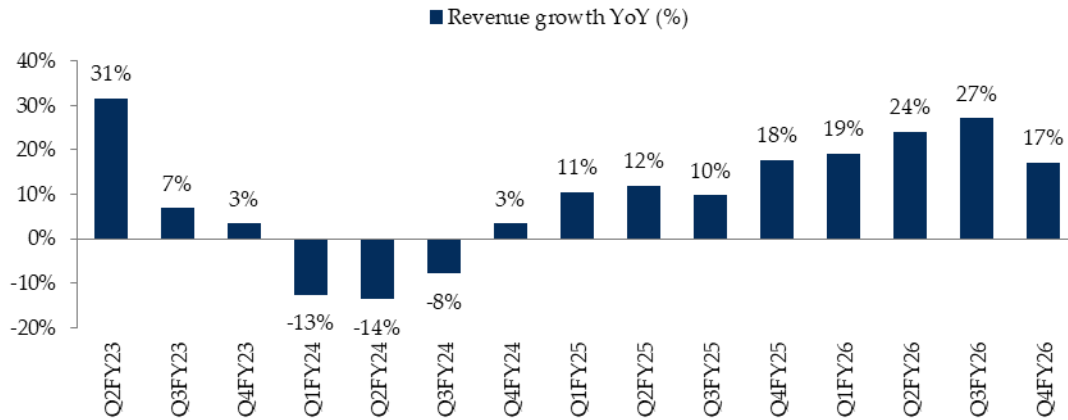
Building Materials

Q4FY26	Revenue growth trend Q4FY26 YoY %	EBITDA growth trend Q4FY26 YoY %	Strategic /Others	Valuation
UltraTech	12% Healthy mix of 9% Vol growth and 3% NSR increase	21% Sharp increase in unit EBITDA supported by flattish opex	Target of industry-leading double digit vol growth in FY27. In the process of expanding capacities to reach ~207/ 230mn MT by FY27/28E.	Valuation upside
Shree	9% Healthy 10% volume growth; flattish realisation	-11% Higher opex led sharp margin contraction and EBITDA decline	Focus on value over volume; industry leading share of green power; No clarity of huge cashpile usage	Valuation upside
Ambuja	9% Inorganic led 8% YoY vol growth, flattish LTL growth; NSR up 1.5%	-22% Elevated opex led sharp margin contraction and EBITDA decline	To slow down its expansion drive and focus on cost optimisation and distribution firmup in a bid to revive margin inline with market leader	Valuation upside
Dalmia	4% Subdued 3% volume growth owing to kiln shutdown at Odisha plant; 1% NSR rise	14% Sharp increase in unit EBITDA supported by opex cool off	Cost reduction program remains on track. JPA acquisition to become operational Q2FY27 onwards and drive growth	Valuation upside
JK Cement	9% Robust 13% volume growth; NSR down 4% on lower incentives and competition	-11% Sharp decline in unit EBITDA despite flattish opex and robust volume growth	Central expansion ramp-up to drive growth and profits; paint business expected to turn EBITDA positive in FY27	Valuation upside
Supreme Ind.	17% Healthy performance owing to channel stocking.	50% Margin improvement amid inventory gain.	Continued expansion, and focus on value added products (VAP)	Valuation upside
Astral	24% Healthy growth driven by channel stocking and market share gain.	27% Margin improvement amid inventory gain.	Focus on VAPs, ramp up bathware/ paints business	Attractive valuation
Century Ply	25% Healthy growth across all segments.	32% Ply and laminates margins improved	Aggressive expansion to gain market share	Attractive valuation
Kajaria	12% Recovery in demand for branded players due to disruption in Morbi Industry.	90% Cost optimization drives margin gain	Focus on cost optimization to improve margin	Risk reward unfavourable

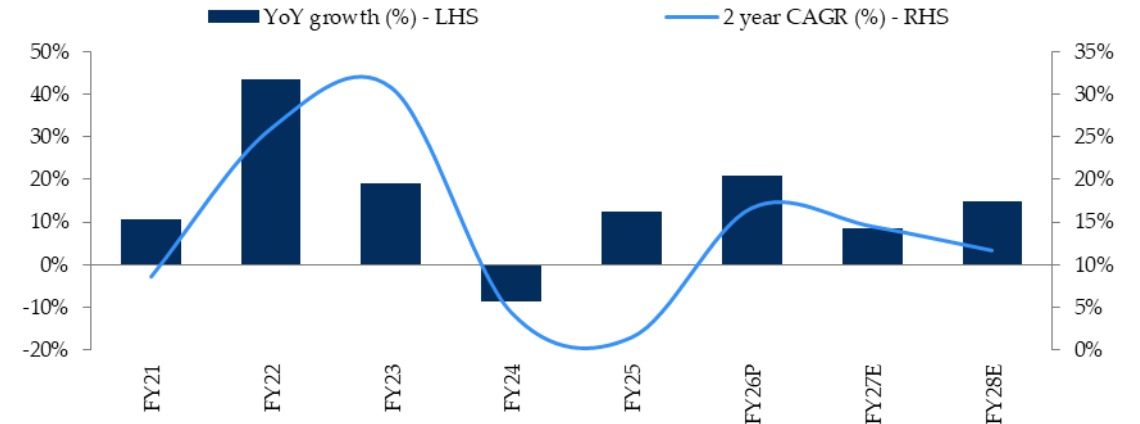
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Chemicals

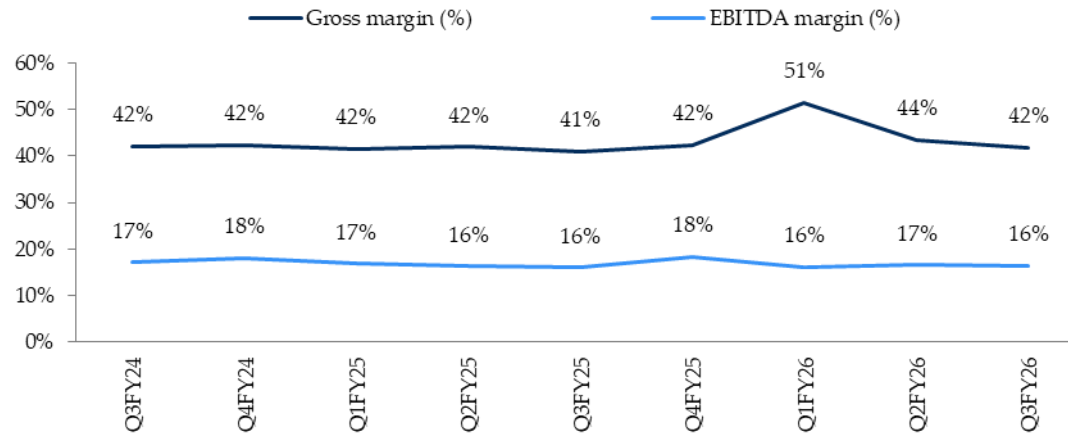
Revenue Growth: Revenue increased YoY in Q4 owing to volumes + realizations



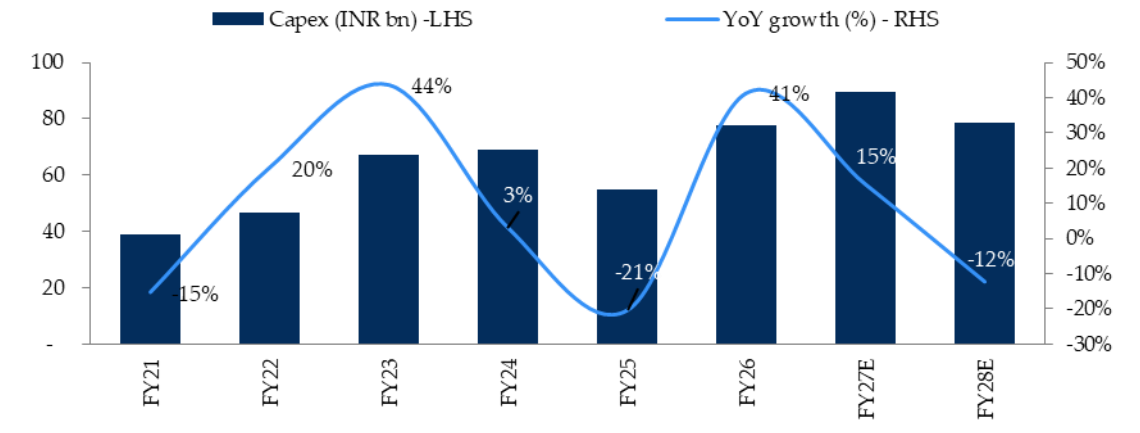
Annual revenue trend: Revenue growth over the years



Margin trend: Increase in margins driven by volumes + realizations



Capex: Growth to be backed by consistent investments in Capex



Note: The above charts are made from the aggregate data of these companies: Aarti Industries, Alkyl Amines, Deepak Nitrite, Fine Organics, Galaxy Surfactants, Navin Fluorine, Neogen Chemicals, NOCIL, SRF Ltd, Vinati Organics, Sudarshan Chemicals, Clean Science and technologies

Chemicals

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26/ 3-Yr CAGR (YoY)	Q4FY26/ 3-Yr CAGR (YoY)		
Navin Fluorine	34%/10% Revenue changed by +34/+5% YoY/QoQ to INR 9,377mn in Q4FY26 driven by growth across all segments.	80%/17% EBITDA margins increased by +875/-22bps YoY/QoQ to 34.2%. EBITDA changed by +80/+4% YoY/QoQ to INR 3,212mn.	(1) earnings visibility, given long-term contracts; (2) robust pipeline in the CDMO business; and (3) ramp-up in recently commissioned plants	Valuation upside
Deepak Nitrite	-3%/3% Revenue changed by -2.7/+7.4% YoY/QoQ to INR 21.2bn in Q4FY26.	19%/3% EBITDA margins increased by +321/+705bps YoY/QoQ to 17.7%. EBITDA changed by +18.8/+78.3% YoY/QoQ to INR 3.76bn. Growth in revenue and EBITDA were driven by steady volumes, realization gains in core products, and benefits derived from backward integration.	DNL is venturing into polycarbonate (PC) manufacturing with an investment of INR 50bn. The 1,65,000 MTPA PC plant shall commence operations by FY28-end and start contributing to revenue from FY29. Additionally, the company will invest INR35bn to set up a PC intermediate plant (Bisphenol A) and an additional phenol capacity. However, since these projects will be primarily debt funded, the balance sheet will become debt-ridden (from a debt-free position).	Valuation downside
Fine Organic	3%/2% Revenue came in at INR 6,253mn (+3.1/+12.7% YoY/QoQ), driven by steady demand in export markets and improved demand in the domestic market.	9%/-14% EBITDA came in at 1,298 mn(+8.6%/37.6% YoY/QoQ).	The company is incurring a capex of INR 7.5bn for setting up a plant at Navi Mumbai SEZ. The capex will be spread over FY27 and FY28. It will shift the export operations to the SEZ plant once it becomes operational. Additionally, it is setting up the plant in the US for localization of exports in the US market from India. It has acquired land in the US and is currently in the process of finalizing an investment plan. In FY27, we expect the Patalganga site to reach full utilization. All other facilities are already running at full utilization, which limits volume growth until there is further capacity addition.	Valuation downside
Galaxy Surfactants	15%/10% : Q4 revenue changed by +14.8/-1.1% YoY/QoQ to INR 13.15bn, driven by increase in realization while volume changed by -3.0/-2.0% YoY/QoQ to ~60,344 MTPA. Volumes for FY26 remained mostly flat with the high single-digit decline in Performance Surfactants offset by high single digit growth in Specialty Care.	-4%/-3% Gross profit per kg changed by +10.0/+3.2% YoY/QoQ to INR 56.3/kg while EBITDA per kg changed by -1.3/+3.9% YoY/QoQ to INR 20.2/kg. Sequential improvement in gross profit per kg is due to change in product mix, increase in realizations and passing freight cost to customers. EBITDA margin changed by -183.6/+27.3 bps YoY/QoQ to 9.3%.	Demand in the Rest of the World (ROW) markets continuing. Additionally, a rebound is expected in domestic demand. It is shifting the product mix towards high-margin products, and the company has a strong balance sheet.	Valuation upside

Positive
 Medium
 Negative

Chemicals

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26/ 3-Yr CAGR (YoY)	Q4FY26/ 3-Yr CAGR (YoY)		
Neogen Chemicals	22%/7%	21%/10%	Entry into the new age electrolyte manufacturing business, increasing contribution of the high-margin CSM business to revenue, capacity-led growth momentum in legacy business	Valuation upside
	Revenue came in at INR 2,466mn (+21.6/+12.1% YoY/QoQ).	EBITDA margin changed by -13/+331bps YoY/QoQ to 17.8%, owing to lower opex. Organic/inorganic revenue was up +6.3/+159.3% YoY to INR 1,940/526mn.		
Aarti Industries	13%/10%	27%/11%	The company's constant focus on Capex and R&D will enable it to remain competitive and expand its customer base.	Valuation upside
	Revenue changed by +13.1/-4.9% YoY/QoQ to INR 22,050mn. The increase in revenue for FY26 was led by volume growth across MMA, NCB, DCB and other key products.	EBITDA improved by 27.2/6.2% YoY/QoQ to INR 3,410mn. EBITDA margin improved by 171/162 bps YoY/QoQ to 15.5%. The improved margins were led by the operating leverage.		
Vinati Organics	22%/11%	79%/39%	Improved traction in Antioxidants and ATBS business	Valuation upside
	Revenue came in at INR 6,039mn (-6.9/+13.8% YoY/QoQ).	EBITDA came in at 1,703 mn(-5.6%/8.8% YoY/QoQ).		
Alkyl Amines	0%/-2%	171%/34%	(1) supply glut in domestic market in ethylamines and its derivatives, (2) continued aggressive dumping by Chinese manufacturers in most of the product categories, and (3) lag in upside as a result of enforcement of ADD on acetonitrile.	Valuation downside
	Revenue came in at INR 3,869mn (+4.2/+9.3% YoY/QoQ).	EBITDA margin changed to 18.3% (+71/-70bps YoY/QoQ). Gross margin changed to 45.83% (-5/-205 bps YoY/QoQ).		
Acutaas Chemicals	40%/32%	-17%/20%	Revenue from FY26 to FY29E will be driven by (1) ramp-up of Block 3 (Fermion contract), (2) new CDMO molecules from Blocks 1 and 2, and (3) the growth in electrolyte and semiconductor business. ACL's growth story is promising, led by growth in the CDMO business. However, near-term valuations are contextually high.	Valuation Downside
	Revenue changed by +40.3/+10.1% YoY/QoQ to INR 4,328mn. Revenue during the quarter was driven by growth in the CDMO business.	EBITDA changed by +116/+21.8% YoY/QoQ to INR 1,835mn. EBITDA margin changed by +1,490/+410bps YoY/QoQ to 38.3%, owing to favorable product mix change, operating leverage, and cost optimization.		

Positive
 Medium
 Negative

Chemicals

Q4FY26	Revenue Trend Q4FY26/ 3-Yr CAGR (YoY)	EBITDA Trend Q4FY26/ 3-Yr CAGR (YoY)	Strategic/Others	Valuation
SRF	7%/11% Revenue increased by 32.2/24.3% YoY/QoQ to INR 46,152mn. Majority of the growth in FY26 was driven by the Chemicals business. This growth was driven by higher volumes and realizations of HFCs in domestic & exports market along with steady performance from Industrial Chemicals & Fluoropolymers. PTFE ramp-up progressed well, with key account approvals received from leading global customers. Specialty Chemicals faced challenges due to muted offtake from global agrochemical innovators but the company managed to sustain performance through disciplined execution, cost controls and operational efficiencies.	2%/13% EBITDA increased by 65.6/31.5% YoY/QoQ to INR 10,257mn. EBITDA margin changed by +448/+121 bps YoY/QoQ to 22.2%.	(1) strong demand outlook for refrigerants in domestic and export markets, (2) healthy traction in newly-launched products and demand pick-up for key agrochemical intermediates in specialty chemical business, and (3) rising share of valueadded products in Packaging Film Business (PFB).	Valuation upside
Sudarshan	107%/59% Revenue increased by 32.7% QoQ to INR 27.90bn. The revenue growth was purely led by volume.	79%/39% EBITDA increased by 5x QoQ to INR 2.27bn. EBITDA margin increased by 635bps QoQ to 8.2%. Sudarshan legacy business revenue was INR 7.33bn while EBITDA margin was 21%. Acquired business revenue was INR 20.57bn while EBITDA margin was 3.7%.	Gains from the synergy will take time to realize as it is a multigeography, multi-asset integration. SCIL has completed the acquisition of the Heubach Group. Heubach's expansive global production and service network uniquely position the company to serve a worldwide customer base. Operational optimization and cost reduction programme undertaken by SCIL will improve efficiency. The company is in the process of integrating the acquired entity under one entity, streamlining the supply chain to meet customer requirements.	Valuation Downside
Clean Science	-5%/5% Revenue changed by -5.5/+13.5% YoY/QoQ to INR 2,493mn. Revenue improved sequentially, owing to volume growth while a YoY decline was owing to muted customer offtake and pricing pressure in selected products.	-9%/-3% EBITDA changed by -8.6/+32.7% YoY/QoQ to INR 958mn. The executive directors voluntarily elected to forgo portion of their performance bonus entitled for FY26. Accordingly, the provision for it recognized in earlier quarters was reversed (~INR110mn) to that extent. That resulted in lower employee benefit expenses in Q4. EBITDA margin changed by -362/+946 bps YoY/QoQ to 38.4%.	We expect (1) slower than expected ramp-up in HALS portfolio and (2) pricing pressure in the high margin MEHQ value chain from Chinese competitors.	Valuation Downside

Positive
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Chemicals

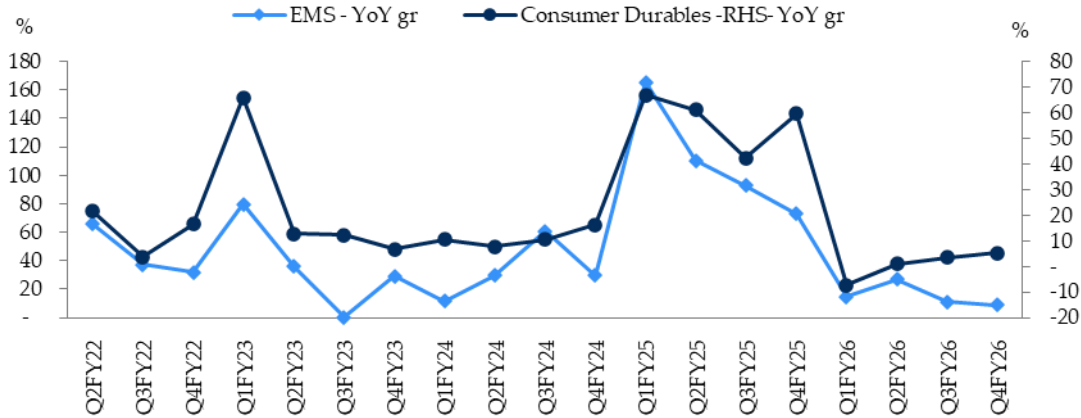
Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26/ 3-Yr CAGR (YoY)	Q4FY26/ 3-Yr CAGR (YoY)		
Nocil	-3%/-6%	-41%/-26%	a shift in product mix toward better-margin specialized rubber chemicals; (2) expected antidumping duty in key products; and (3) capacity addition in coming quarters	Valuation upside
	Revenue changed by -2.75/+4.59% YoY/QoQ to INR 3,304 mn while volumes changed by +13.64/+7.14% YoY/QoQ. Sharp correction in product realization due to aggressive dumping by Chinese players has offset the volume growth during the quarter.	EBITDA/KG changed by -47.87/-27.66% YoY/QoQ to INR 13.97/KG while EBITDA changed by -40.76/-22.49% YoY/QoQ to INR 203 mn. It is impacted adversely due to rising input material prices and production cuts taken due to high energy prices.		

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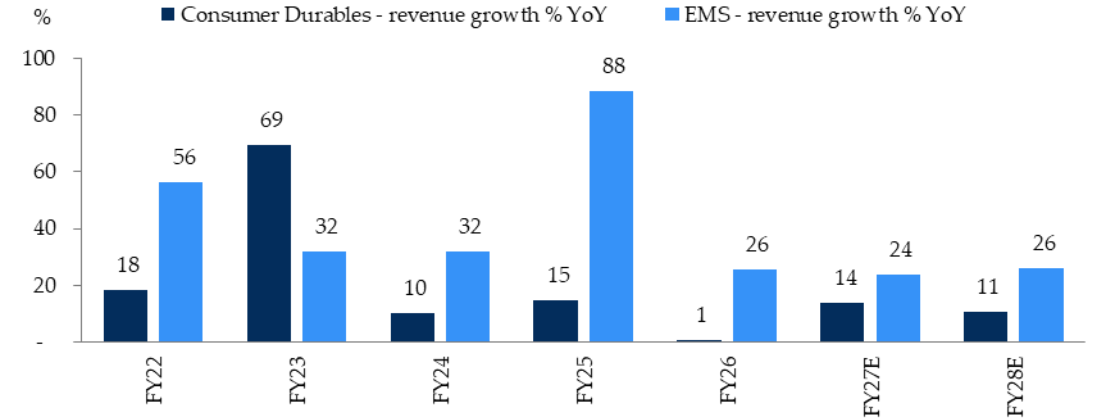
Consumer Durables & EMS

Channel inventory is normalizing in consumer durables (CD), EMS momentum continues

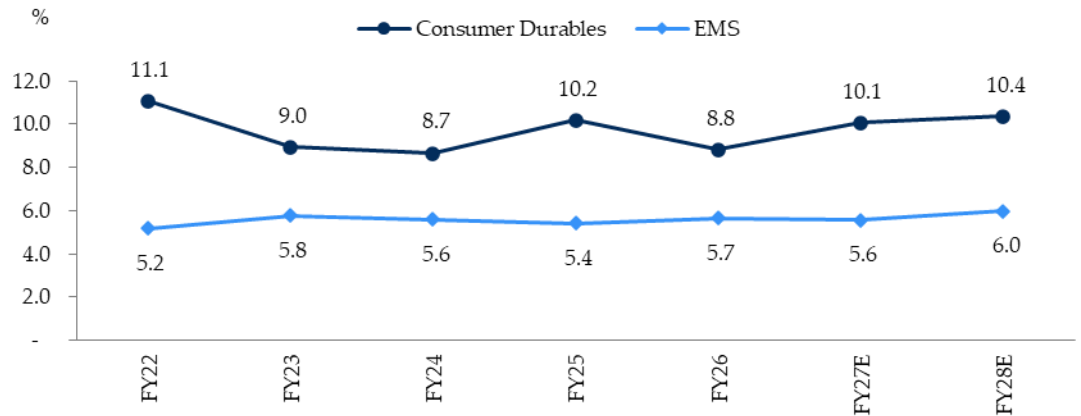
CD sees channel demand recovery; EMS revenue growth moderates



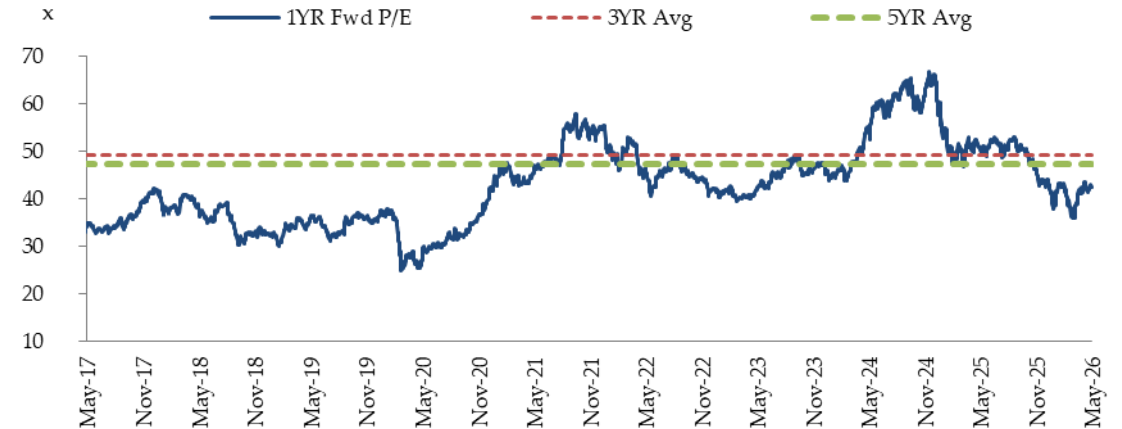
Consumer durables soft in FY26, recovery in FY27; EMS stay decent



Higher premiumization and cost optimization led EBITDAM expansion



1-year forward Sector P/E is trading at a discount to 5-year average



Consumer Durables & EMS

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26 (YoY)	Q4FY26 (YoY)		
Crompton	11%	1%	Focus on expanding solar business, new product development, and brand building in butterfly.	Attractive valuation
	Fans, led by strong BLDC momentum, delivered record-high volumes in Q4. Lighting volumes grew in double digits across segments.	All segments witnessed operating margin decline.		
Havells	2%	-4%	Brand building in Lloyd to gain market share; target to grow solar business to ensure quality raw material supply;	Valuation upside
	Strong growth in cables, while wires performance was muted . Lloyd performance remain weak.	Lloyd, switchgears and consumer durables segment witnesses margin contraction leading EBITDA decline.		
Voltas	3%	-34%	Drive RAC volume growth; distribution expansion and branding; scale up south presence. Improve EMPS profitability.	Valuation upside
	Revenue dragged by muted performance in Unitary cooling segment.	Unitary cooling segment witnessed margin contraction.		
LG Electronics India	8%	-10%	Focus on export markets, gaining market share through launch of premium-eco mix product launches, backward integration.	Valuation upside
	Home entertainment reported strong performance driven by world cup led TV demand. Home appliances reported decent performance driven by premium categories.	Both segments witnessed margin contraction.		
Amber	10%	22%	Reduce RAC concentration, diversification into more margin accretive component space.	Risk reward unfavourable
	Consumer durables segment reported decent performance on high base last year. Electronics and railway segment reported strong performance.	Electronics segment witnessed margin expansion, while consumer durables margin contracted.		
Dixon	2%	-8%	Ramp up mobile volumes through Vivo JV, backward integration into displays and component manufacturing.	Risk reward unfavourable
	Growth in mobile segment has been moderated, while consumer electronics reported muted revenue growth.	Mobile division, consumer electronics and home appliances divisions witnessed margin contraction.		
Kaynes	26%	15%	New client additions, improve export mix, OSAT and HDP PCB facility to drive growth in future.	Risk reward unfavourable
	Revenue growth was led by automotive and industrial segment. Railways reported modest growth while, IoT/IT reported strong performance on low base.	Change in product mix led margin contraction.		

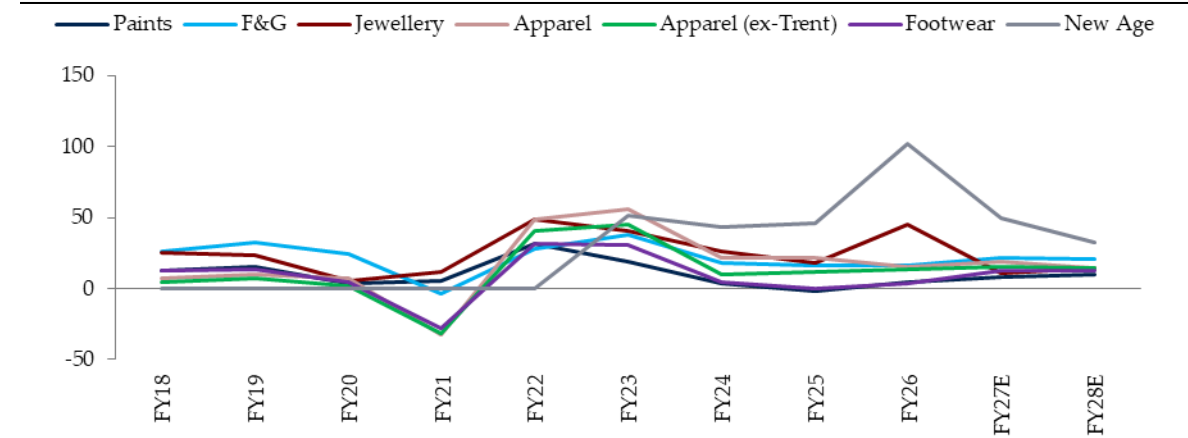
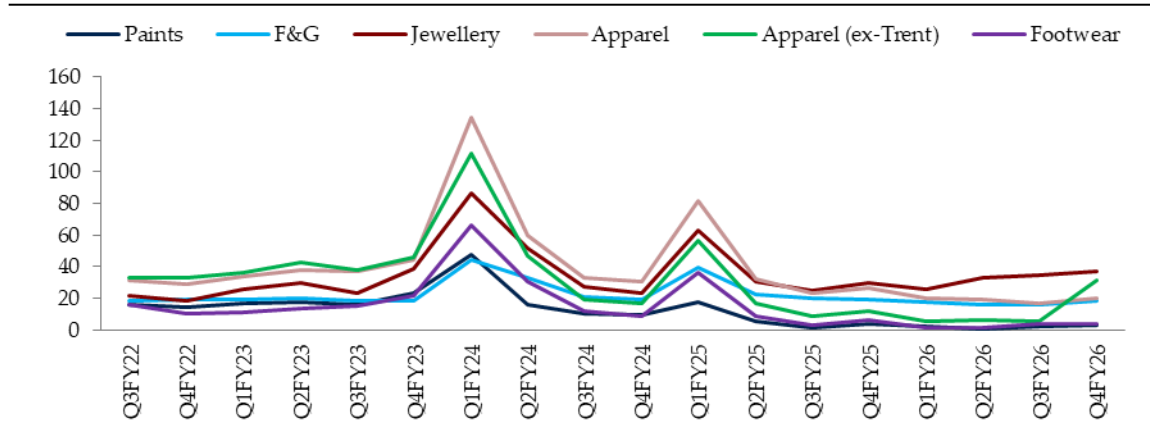
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Consumer Sector – Discretionary

Demand rebounded in Q4FY26, but rising inflation threatens future growth

3-yr Revenue CAGR: After the post-covid pent up demand, growth rates have now normalized across most categories

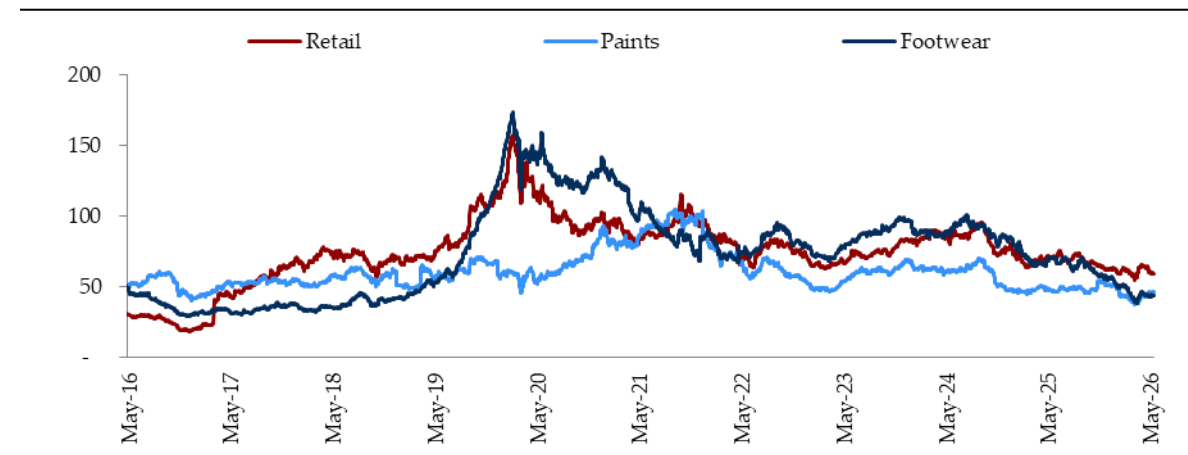
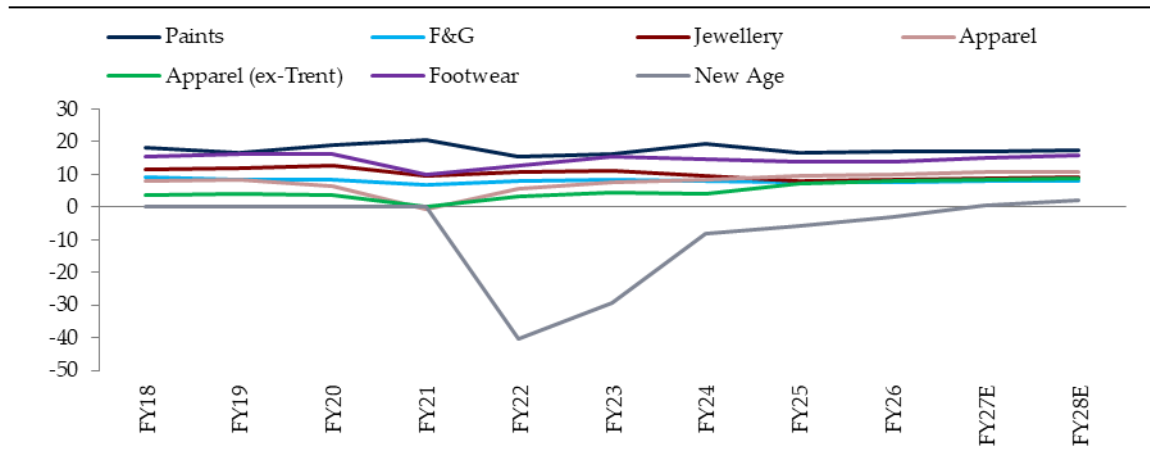
Long term growth outlook remains mixed, with New Age and Jewellery driving growth, while Paints and Footwear are on a recovery path



Inflation to keep EBITDA margin expansion in check. In new age, we expect competitive intensity is likely to stay elevated.

Note: Revenue figures for FY26/27/28E of Eternal (New Age) are adjusted for the inventory model pivot and are therefore not comparable.

Sector P/E (1 Year Fwd): Decent correction seen from all time high P/E



Consumer Sector – Discretionary

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26 (YoY)/ 3-Yr CAGR	Q4FY26 (YoY)/ 3-Yr CAGR		
DMART	19%/18.5%	25.5%/16.3%	Store expansion picked up pace in Q4FY26, with 58 store additions (vs. full-year 50 store adds in FY25). DMart Ready rationalized its footprint to 18 cities, prioritizing home delivery as the primary channel.	We value Dmart at 60x FY28 EPS vs current valuation of 57x FY28 EPS. Fairly Valued
	SSSG stood at 10.8%; sales density grew by 3.1% YoY	GM expanded by 30bps YoY to 13.8%, likely due to underlying improvement in category gross margins and higher share of GM&A category (up 18bps YoY) in the mix; consequently, EBITDAM improved by 37bps YoY to 7.2%.		
Titan	Standalone Jewellery-ex-bullion growth (45.1%/29.1%)	Standalone Jewellery EBIT growth (28.6%/19.7%)	Focus likely on gaining volumes through initiatives such as gold exchange programs and promoting lower caratage jewelry. However, tough comparables (courtesy high gold price base) may weigh heavy on jewelry growth in FY27. Intense competition may limit the ability to improve profit margins.	We value Titan at 50x FY28 EPS vs current valuation of 50x FY28 EPS. Fairly Valued
	SSSG across all jewellery retail formats (combined) stood at c.48% in Q4; Domestic jewelry growth was largely driven by gold priced increase in ABV (~40%) and further supported by 8% YoY resurgence in the buyer growth.	Jewelry EBITM (consolidated) contracted by 100bps to 10% (HSIE: 11.1%), due to adverse product mix and INR0.82bn EBIT loss stemmed from restructuring and operational disruptions in the GCC region.		
Eternal	Revenue figures are adjusted for the inventory model pivot and are therefore not comparable.	Consol. adj. EBITDA grew ~160% YoY to INR4.29bn in Q4FY26	While the food delivery business continues its recovery momentum, Blinkit's rapid scale-up with efficient capital usage remains impressive.	We value FD business at 45x Mar-28 EV/EBITDA; while QC business at 1.5x Mar-28 NoV. Value Emerging.
	FD MTU grew 2% QoQ (+21.5% YoY) to 25.4mn. QC MTUs grew by 15.3% QoQ (99% YoY) to 27.2mn.	FD's adj. EBITDAM remained stable QoQ at 5.5% (HSIE: 5.6%) as improving revenue per order and operating efficiencies offset the mix change due to shift towards lower AOV orders. In QC, Adj. EBITDAM (as % of NoV) improved by 23bps QoQ to 0.3% (HSIE: -0.3%), reflecting resilient underlying unit economics even during periods of elevated competition.		
Trent	20.2%/33.4%	40/63%	Trent's incremental expansion toward under-retailed territories of North and East, and step-up in Westside store and member additions are likely to aid a SSSG recovery in the future.	We value standalone business at ~57x Mar-28 adj. EPS; while Star business at 2x Mar-28 EV/Sales. Value Emerging.
	Growth was primarily led by new store additions as LFL growth for Q4FY26 was in low single digits. Westside/Zudio added 22/109 stores in Q4FY26	GM/EBITDAM improved by 171/263bps YoY to 44.3/18.6% (HSIE: 43.3/16.6%), potentially due to favorable revenue mix from Westside, investments in technology and automation across the value chain enabled the company to optimize costs. Pre-IND AS EBITDAM improved by ~180bps to 11.5% in Q4FY26 (vs 9.7% in Q4FY25).		

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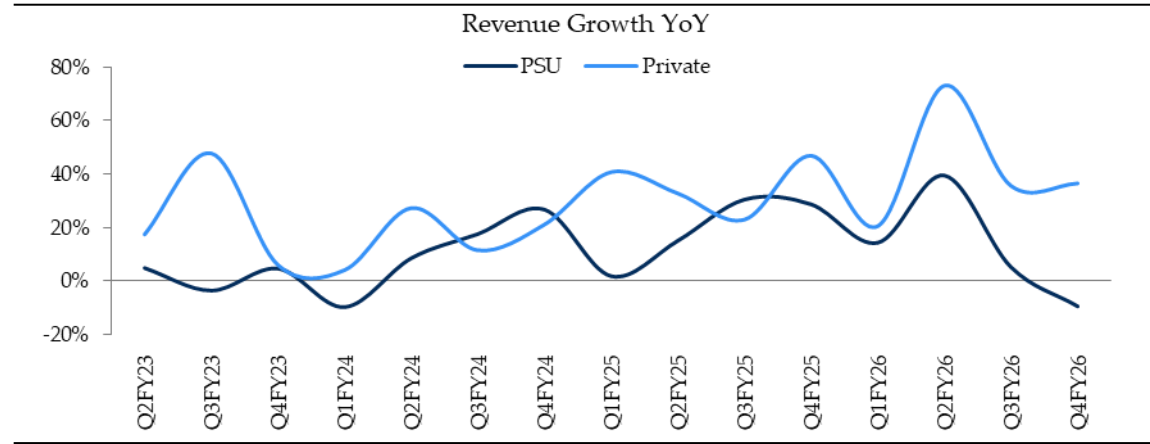
Consumer Sector – Discretionary

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/Others	Valuation
	Q4FY26 (YoY)/ 3-Yr CAGR	Q4FY26 (YoY)/ 3-Yr CAGR		
Asian Paints	Consolidated growth: 10.6%/1.7%	24.4/-1.4%	Competitive intensity expected to recede over FY26-28 as Birla Opus reins back rebates in search of unit economics. Incumbents are likely to recoup some of the lost share in this phase. We believe Asian Paint is likely to gain from this given its strong distribution network and broad product range.	We value APNT at ~46x FY28 EPS vs current valuation of ~43x FY28 EPS. Fairly Valued
	Broad-based growth with both decorative and industrial business clocking double-digit value growth. Decorative clocked 12.4/10.2% volume /value growth. Industrial segment lifted overall coatings performance (up 18.4% YoY)	GM expanded 197bps YoY to 44.4% (HSIE: 44%), supported by ~1.1% material cost deflation and sourcing/formulation efficiencies. Consequently, EBITDAM improved by 94bps YoY to 20.1% (HSIE: 19.6%), despite aggressive marketing spends.		
Berger Paints	Consolidated growth: 6.1/5.5%	12.6/9.3%	Focus on gaining market share in urban market. Competitive intensity is likely to recede at the margin.	We value BRGR at ~40x FY28 EPS vs current valuation of ~38x FY28 EPS. Fairly Valued
	Standalone volume/value growth stood at 11.8/6.7%. Management has taken 11-12% price increase until now and expects value growth to outpace volume growth going forward	Consolidated GM/EBITDAM expanded by 148/97bps YoY to 44.2/16.8% (HSIE: 42.9/15.5%) due to better product mix, fading impact of economy segment price cuts, removal of anti-dumping duty on TiO2, operating leverage, and sustained cost optimization.		

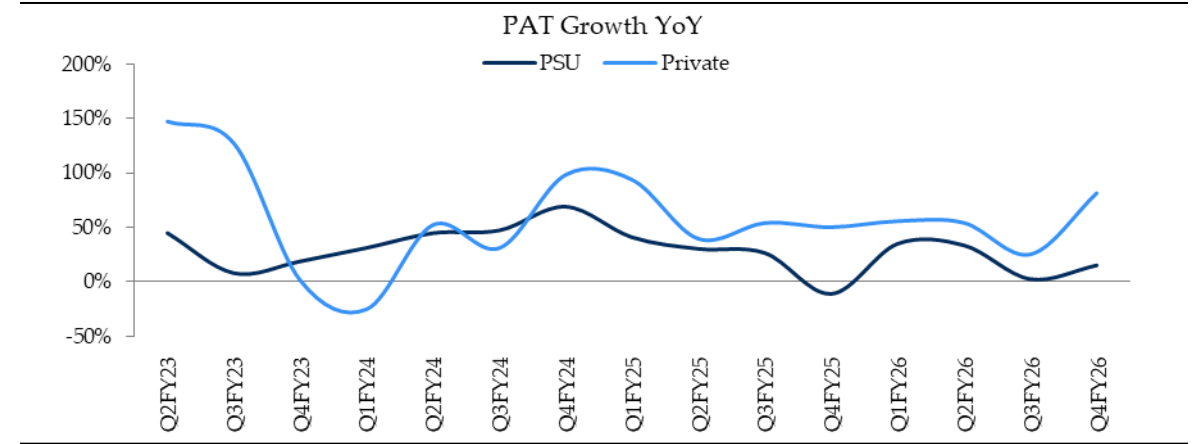
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Defence and Aerospace

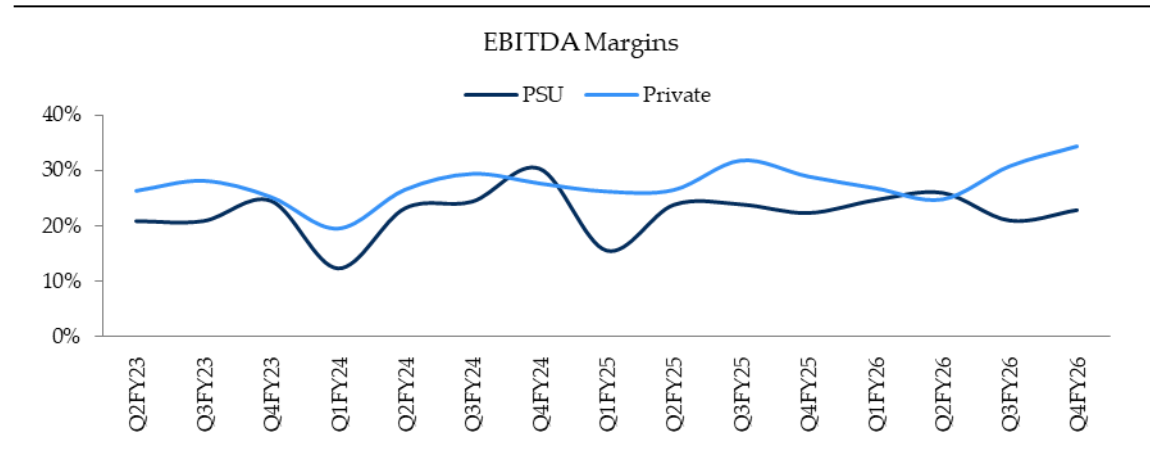
Revenue growth: Private companies delivering higher revenue growth against PSUs led by short cycle orders, lower base and increasing indigenization



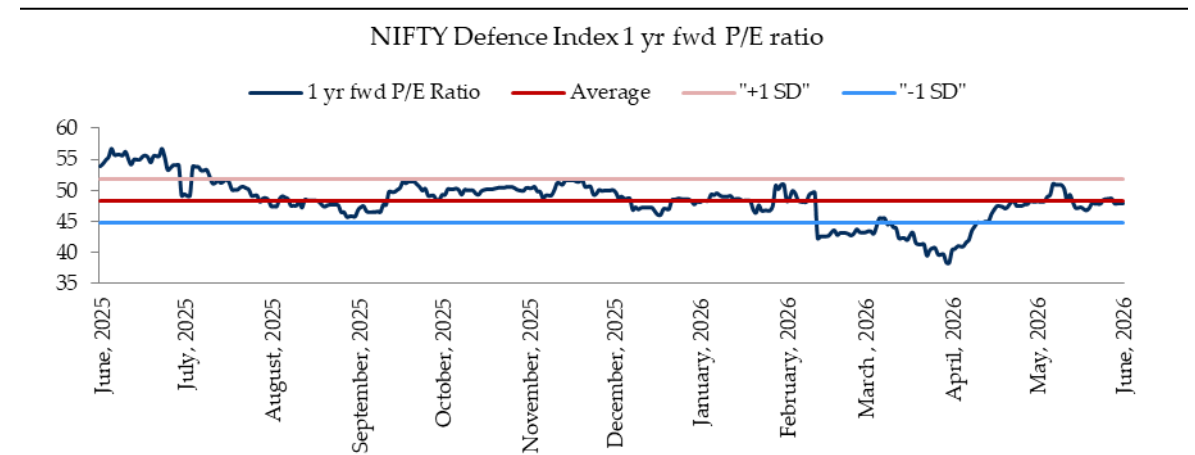
PAT Growth: Private companies benefitting from a lower base and margin expansion to deliver better PAT growth against PSUs after FY24



Margin Trend: Private companies commanding better margins led by focus on indigenization



Sector 1 year forward P/E trends: Trading at average 1 year forward P/E



Defence and Aerospace

Q4FY26	Revenue growth trend Q4FY26 YoY %	EBITDA growth trend Q4FY26 YoY %	Strategic /Others	Valuation
Hindustan Aeronautics Ltd	2% Muted revenue growth on account of slower execution of RoH orders	13% Lower input costs, higher manufacturing share led to margin expansion amid flattish revenue	Nearing LCA Tejas deliveries coupled with high order inflows of INR 900bn in the next two years to drive revenue growth	Valuation downside
Bharat Electronics Ltd	12% Robust revenue growth led by higher booking of existing order book with products nearing deliveries	6% EBITDA margin normalized to 29.2% (-160bps YoY) as Q4FY25 had a higher share of high margin products in the mix	Order inflows to remain strong at INR 550bn in FY27 including large platform order of QRSAM (INR 300bn), providing revenue visibility in the long term	Valuation upside
Bharat Dynamics Ltd	-73% Major revenue contraction as delivery of Akash weapon system got delayed to FY27	-82% EBITDA margin contracted due to operating deleverage	Akash Weapon System deliveries with anticipated order inflow of INR 150bn in FY27 to drive revenue growth benefitting from a low base	Valuation downside
Mazagon Dock Shipbuilders Ltd	21% Health revenue growth led by faster execution of orders in hand	340% EBITDA growth led by margin expansion to 13.6% in Q4FY26 against 3.8% in Q4FY25 due to final deliveries	Anticipated orders of INR 990bn for 6 submarines in the P-75I project provide long runway for revenue booking, Initiation of MRO activities to help reduce revenue volatility	Valuation upside
Data Patterns Ltd	-13% Revenue contraction on account of delivery timelines, revenue booking shifted to next year	24% EBITDA growth due to high EBITDA margin of 58% in Q4FY26 against 40% in Q4FY25 due to favourable product mix	Increased focus on exports and expectation of repeat production orders of ~INR 19bn to lead revenue growth in FY27	Valuation upside
Apollo Micro Systems Ltd	81% Stellar revenue growth on account of short cycle orders and faster execution of order book	88% EBITDA margins increased to 23% in FY26 (22% in FY22) helped by lower input costs	Revenue growth to continue led by complete platform orders, acquisition of IDL explosives and DPIIT licenses to manufacture missiles, ATGMs, Mines, etc.	Valuation upside
Astra Microwave Products Ltd	20% Healthy growth due to second half heavy order deliveries	36% EBITDA margins increased to 33.3% in Q4FY26 (+400bps) due to higher share of space development orders	Focus of radars and developing inhouse IP to grab a higher share in upcoming platform projects	Valuation upside
Paras Defence and Space Technologies Ltd	58% Robust growth led by defence engineering segment	60% Margins dip due to defence engineering heavy quarter	Aggressive play into joint ventures to grab technology and development orders to build a future pipeline for production orders	Valuation downside

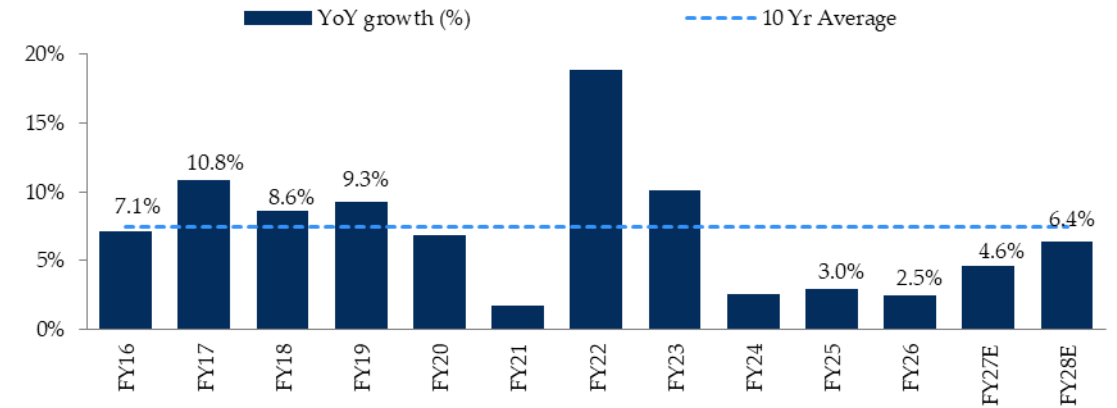
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IT Sector

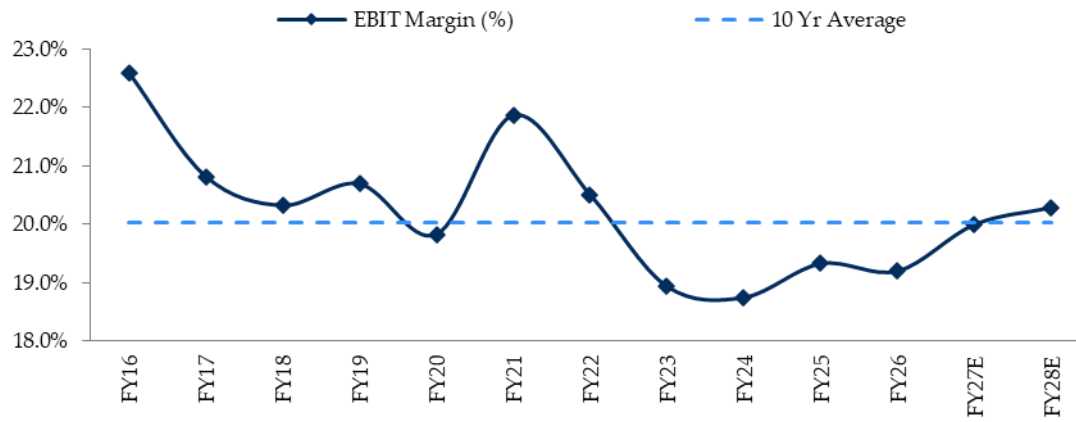
USD Revenue: Improvement expected in FY27E



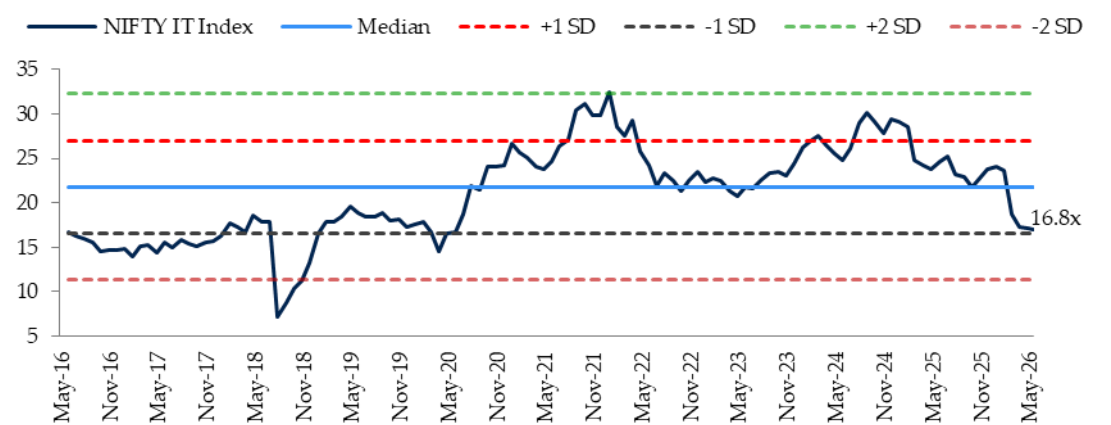
USD Revenue: Growth expected to improve but below its 10Y avg



Margin Trend: FC tailwind will support margins over FY27-28E



Sector P/E: NIFTY IT index trading below its 10Y median



IT Sector

Q4FY26	USD Revenue Trend	EBIT Trend	Strategic/others	Valuation
	Q4FY26 (QoQ/ YoY)	Q4FY26 (QoQ/ YoY)		
TCS	1.5%/2.1%	+5.8%/14.5%	TCS has committed significant investments toward its vision of becoming the world's largest AI-led technology services company. Key areas of focus are: building AI solutions, redefining services, and establishing a new subsidiary to build a sovereign AI data center with capacity of up to 1 GW over the next 5 years.	Higher earnings resilience and return ratios, payout yield at ~4%, FCF yield at 4%, and industry leading margins and execution with quality metrics supports valuation (below long term averages).
	Growth was led by ER&U, CPG, Manufacturing, Technology and services while BFSI was muted.	Margin tailwinds from improved realization, and favorable forex offset by investments in brand building and partnerships, higher sub-contracting, and integration-related expenses.		
Infosys	-1.2%/6.6%	16.6%/13.6%	FY27E revenue guidance 1.5% to 3.5% in CC terms, includes an impact from a client specific ramp-down. Operating margin expected to be 20 to 22% for FY27E.	Infosys is trading at 14.7x FY27E which is at ~43% discount to its 5Y average of ~26x.
	Revenue growth impacted by seasonality and slower client decision making	Benefits from favorable currency, and cost optimization program were reinvested in talent, AI and investments in sales and marketing.		
WPRO	0.6%/2.1%	19.1%/7.1%	Revenue guidance for Q1FY27E at -2 to 0% QoQ CC, below expectations due to BFSI weakness, delayed large deal ramp-ups, and a persistent client specific issue.	Wipro is trading at 15/14x FY27/28E (5Y average at 20x).
	All verticals (except Healthcare and BFSI) reported growth. Healthcare was impacted by seasonality and policy changes while client-specific issues and delay in ramping up large deals impacted BFSI growth.	Adj EBITM was impacted by acquisition cost and salary hikes rolled out from 1 March.		
HCLT	-2.9%/5.3%	-10.6%/3.3%	For FY27, the 1.5-4.5% YoY CC services growth guidance factors in continued stress at the lower end and the higher end factors in a moderate pickup in discretionary spend and large deals materializing in H1. EBIT margin is expected in the 17.-5-18.5% range.	HCLT is trading at 16/14.6x FY27/28E (5Y average is 21x)
	While IT& business services grew marginally, ER&D and software services revenues declined. Seasonality and delayed decision making impacted the software business.	Project Ascend benefits and forex tailwinds were partially offset by restructuring costs, and higher bad debts provision.		
TECHM	0.9%/4.9%	10%/48%	Having invested consistently in AI-led offerings across service lines – moving from experimentation to scaled execution – TECHM eyes deal ramp-ups and deeper client ties to build on two years of progress. Target is to deliver better than industry growth rate with 15% EBIT margin in FY27E.	TECHM is trading at 19/17x FY27/28E (vs. 5Y average of 21x).
	Growth led by BFSI, Hi-Tech & Communications was partially offset by softness in Retail, Travel & Logistics, Healthcare and Mfg.	Margin expansion driven by Project Fortius, forex tailwinds, and Comviva seasonality even as TECHM continues to invest in AI and transitioning costs for large deal wins.		

■ Positive
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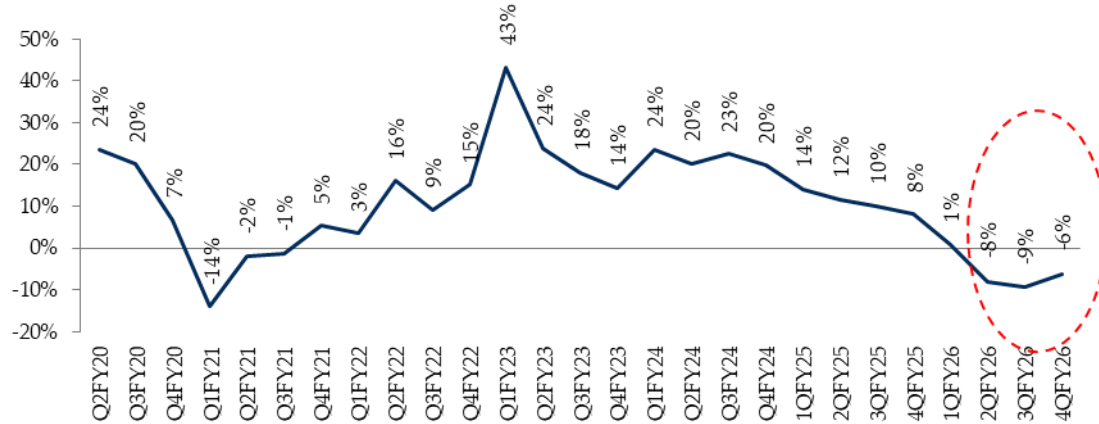
IT Sector

Q4FY26	USD Revenue Trend	EBIT Trend	Strategic/others	Valuation
	Q4FY26 (QoQ/ YoY)	Q4FY26 (QoQ/ YoY)		
LTM	1.2%/8%	-1.6%/27%	Under the Lakshya '31 framework, LTM aims to double revenue in five years, targeting a 15% CAGR through organic scale and inorganic acquisitions. For FY27, LTM remains confident in sustaining its growth momentum, focusing on continuous expansion via the New Horizons program to drive operational efficiencies.	LTM is trading at 19/17x FY27/28E EPS, while its 5Y average is 30x.
	Revenue growth driven by healthcare and technology verticals. Softness in BFSI attributed to ongoing client issue.	Margin contraction was due to a partial wage hike implemented from January 1 and productivity commitments in key accounts, partially offset by forex benefits.		
Mphasis	2.5%/7.5%	7.2%/15%	For FY27E, the company expects high-single-digit to low-double-digit revenue growth amid macro uncertainties, EBIT margins in the 14.75%-15.75% band, and operating cash flow conversion at ~80% of net income.	Mphasis is trading at 21/18x FY27/28E EPS, below the 5Y average of 26x.
	Revenue growth supported by healthy growth in Insurance, and BFS verticals. TMT vertical was impacted by ending of projects.	Notwithstanding investments made for growth, Mphasis was able to maintain margins within the guided range.		
LTTS	-1.7%/+0.3%	5.5%/23.6%	Over the Lakshya 31 horizon, the company aims for 13-15% USD revenue CAGR (mostly organic, supplemented by tuck-in M&A) and EBIT margins of 16-17%. Near-term, it has accelerated margin goals to mid-16% EBIT by Q4FY27E (ahead of prior guidance), powered by operational efficiencies, AI-led delivery and a richer segment mix (sustainability ~36% of revenue)	LTTS is trading at 23/19x FY27/28E below its 5Y average of 35x.
	Growth in Sustainability (plant engineering and industrials) vertical was offset by decline in Mobility and Tech verticals.	While mobility and tech margins expanded sequentially QoQ, sustainability segment margin remained stable.		
Tata Elxsi	0.4%/2.1%	11%/21%	Despite geopolitical uncertainties, deal pipeline remains healthy with key verticals expected to return to growth next year. The company is targeting high single-digit revenue growth for FY27E and PBT margin exit rate of ~27% by Q4FY27E.	TELX is trading at 32/27x FY27/28E (5Y average is 53x)
	Revenue growth was primarily driven by the growth in Media & Communication vertical (deal ramp-ups and significant multi-year deal win). Delayed deal awards impacted Healthcare & Lifesciences revenue growth.	Benefits from forex tailwinds and op leverage were partially offset by salary hikes.		
Persistent	3.2%/16.2%	21.5%/30.5%	The company remains committed to its aspirational goal of reaching USD 2bn in revenue by FY27 and UDS 5bn by FY31E, driven by continued investments in GenAI and data modernization.	PSYS is trading at a valuation of 35/29x FY27/28E (vs. the 5Y average of 40x). The valuation premium is likely to persist, supported by its healthy sequential revenue growth in past several quarters.
	Broad based revenue growth across verticals boosted by Healthcare and Tech.	Benefits of favorable forex, operational efficiency, absence of new labor code provisioning were partially offset by higher consulting, travel & software costs, and higher sub-contracting.		

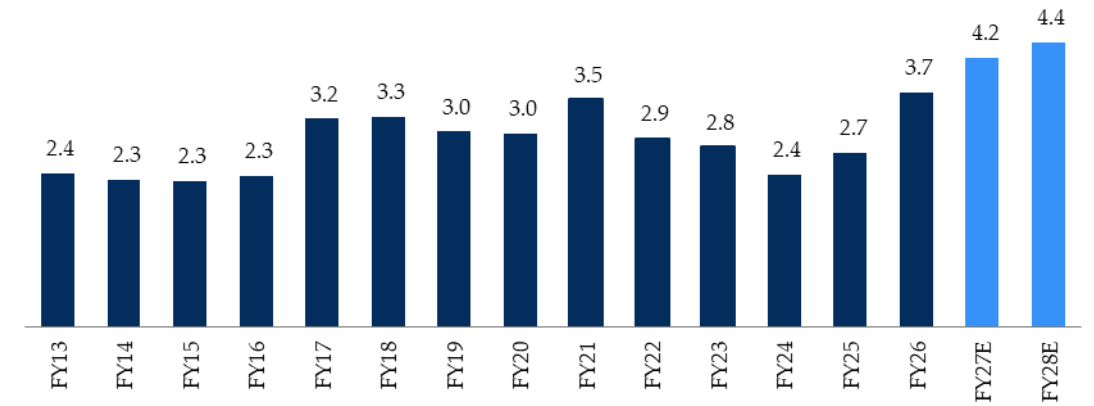
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Infra

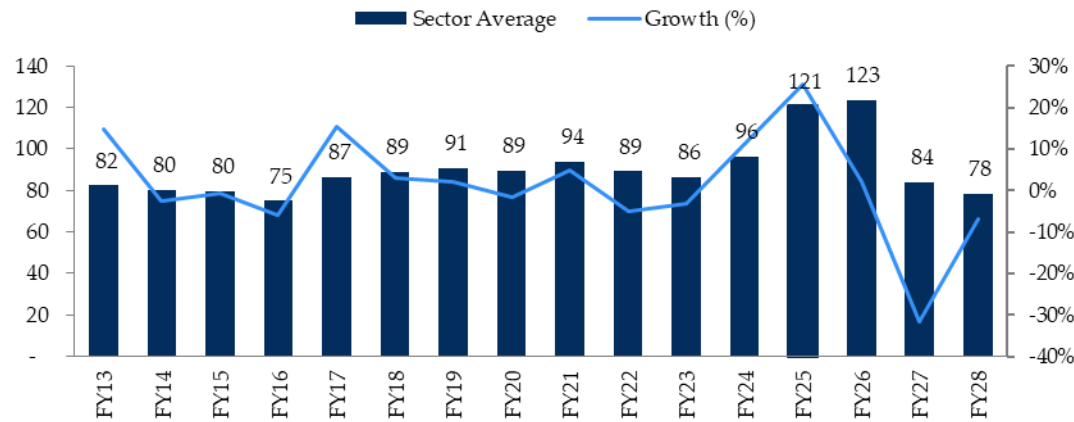
Quarterly revenue growth trend (2-year CAGR %)



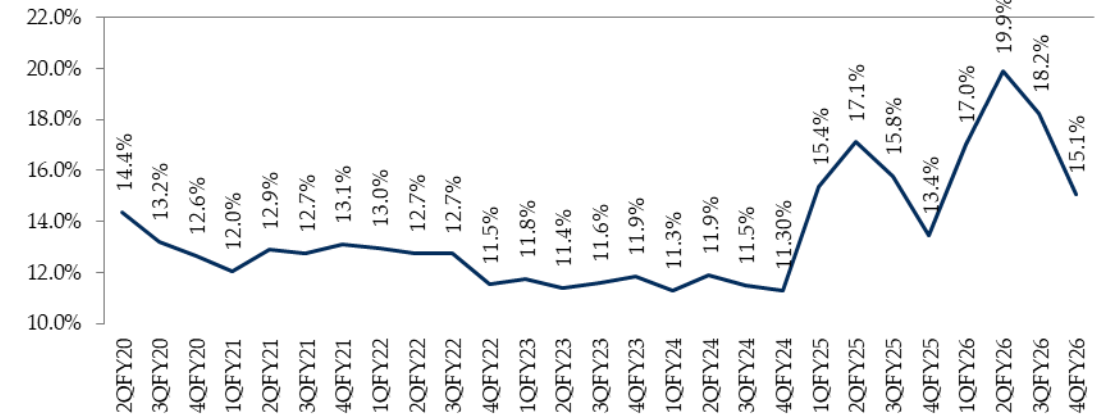
Annual order book to sales (x)



Average net working capital days



Quarterly EBIDTA margins (%)



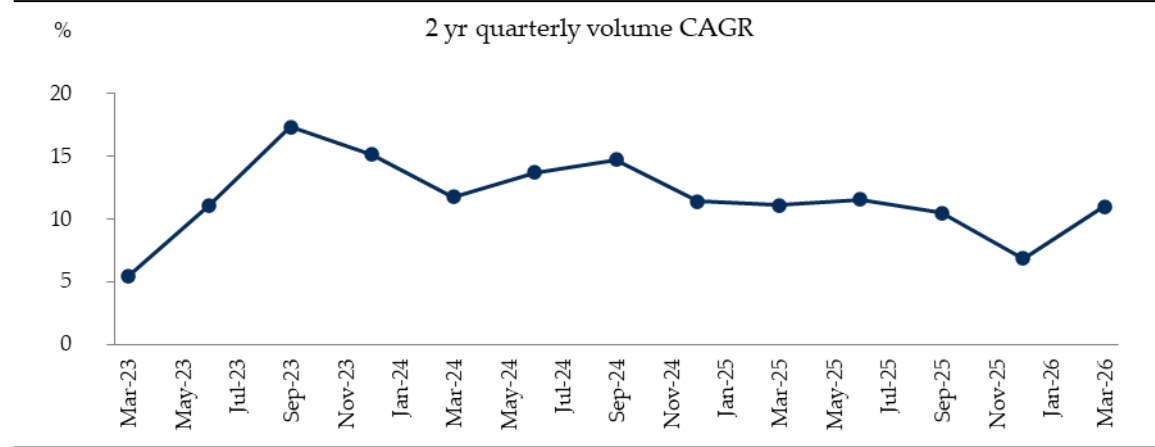
Infra and Cap goods Sector

Q4FY26	Revenue	Net Debt to Equity (x)	Strategic/Others	Valuation
	Q4FY26	4QFY25 vs. 4QFY26		
Larsen & Toubro	revenue/EBITDA/APAT at INR 827.6/86.1/52.7bn, a miss of 0.7/2.4/8.6%	Prospects pipeline pegged at INR 17.8trn	Record-high OB of INR 7.4trn, focus on semiconductors/solar PV/data centers, improvement in subsidiary performance, higher public capex toward a infrastructure and green economy. Balance sheet managed well.	Valuation upside
	Guidance (YoY) - OI: +10-12%, revenue: +10-12%, P&M margin: 7.8%	NWC to sales stood at 8.2% (Dec'24: 12.7%).		
Kalpataru Power	revenue/EBITDA/APAT were reported at INR 69.6/6.7/3.6bn, a beat of +3.3/15.5/17% to our estimates	NWC improved by 7 days YoY to 99 days in Q4FY26 (Q3:97 days) vs. KPIL guidance at under 100 days for FY26	Targeting FY27 revenue growth of ~15%+, with an EBITDA margin band of 8.5-8.7% and a PBT margin of 6.3%, along with an expected order inflow of INR 300bn+ in FY27	Valuation upside
	robust order booking, stable growth outlook, and a strong balance sheet (BS) and NWC	Standalone net debt decreased to INR 7.5bn in Q4FY26 (Q3FY26: INR 18.4bn),		
NCC	revenue/EBITDA/APAT beat by 1.4/(1)/12.8% on the back of improved quarterly execution	JJM collection has improved with INR 10bn received from UP in Q4FY26 with JJM balance sheet exposure down from INR 37bn to INR 30bn QoQ.	Whilst NCC works at site in Q1FY27 is progressing smoothly, it is cautious on future outlook and has desisted from giving any guidance. We believe growth should pick up in ensuing quarters as the entire OB has moved into execution from Q4FY26.	Valuation upside
	Not given any guidance on order booking, margins, and revenue growth for FY27	Gross standalone debt decreased to INR 22.5bn (Q3FY26/Q4FY25: 29.8/14.8bn). NCC received INR 10bn from JJM, which resulted in debtor reduction from INR 17bn to INR 7bn.		
Cummins	Improved financial performance on the back of Powergen Data Centre orders, with revenue/EBITDA/APAT beat on our estimates by +6.9/+7.9+9.7%.	large level of localization in product line provides buffer for shocks, with some price increases being passed on to customers.	Company has multiple tailwinds, namely, strong data centre demand, capex cycle recovery, revival in industrials and exports, strong upcoming real estate deliveries, and support for manufacturing policies. CIL remains a play on data centre and capex recovery.	Valuation upside
	CIL remains positive on domestic demand whilst sounding caution on geopolitics and commodity price increases.	BESS solutions, which is a new market segment, may take time to establish as a new growth driver, albeit inquiries are pouring in, indicating market interest and pickup expected from FY27/28.		

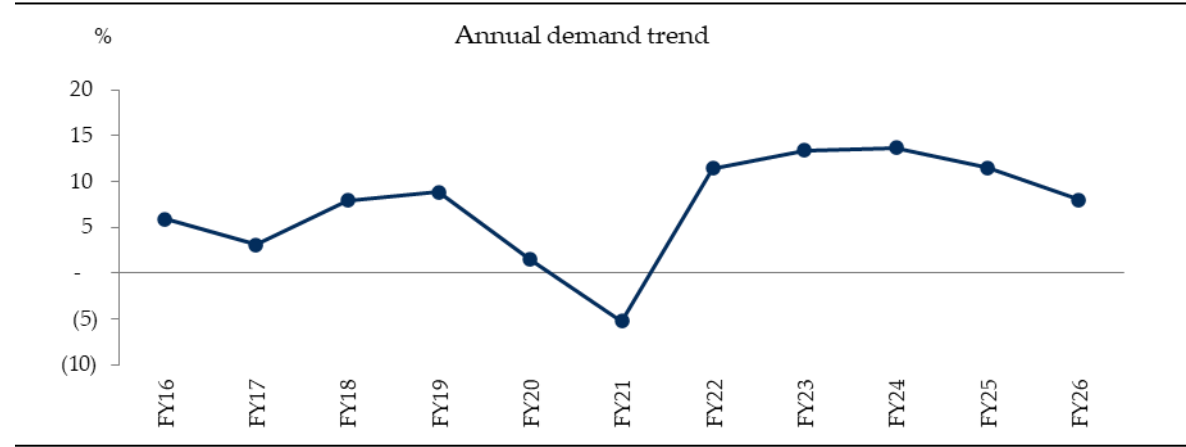
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Metals

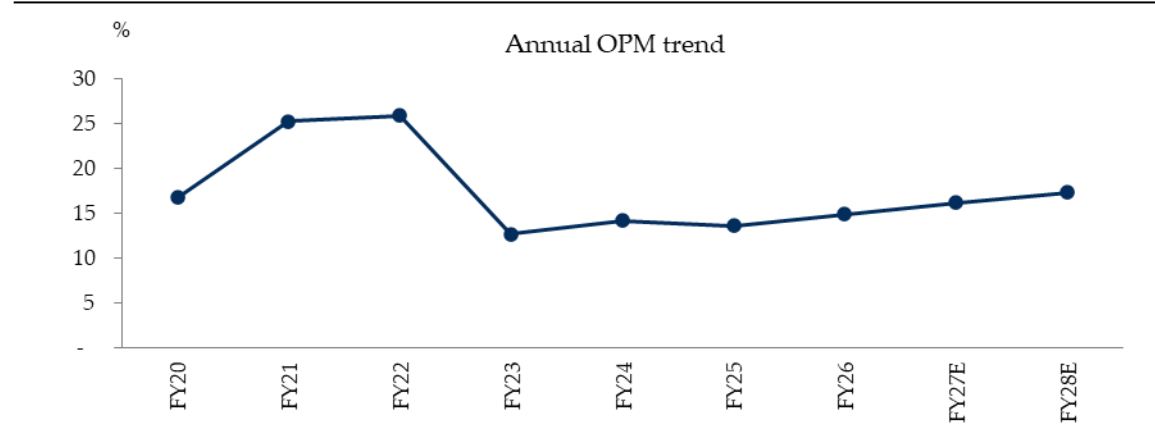
2-year quarterly volume growth: India's steel demand has rebounded



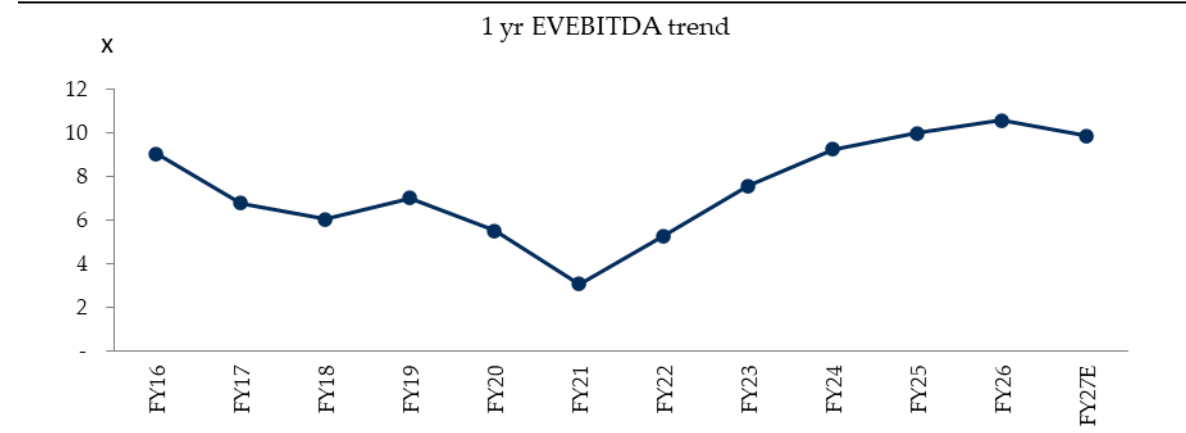
Volume Growth: India's steel demand growth has moderated in FY26



Margin Trend: Cost optimization and price improvement to aid margin recovery



Sector 1 year forward EV/EBITDA trends: Valuations are attractive



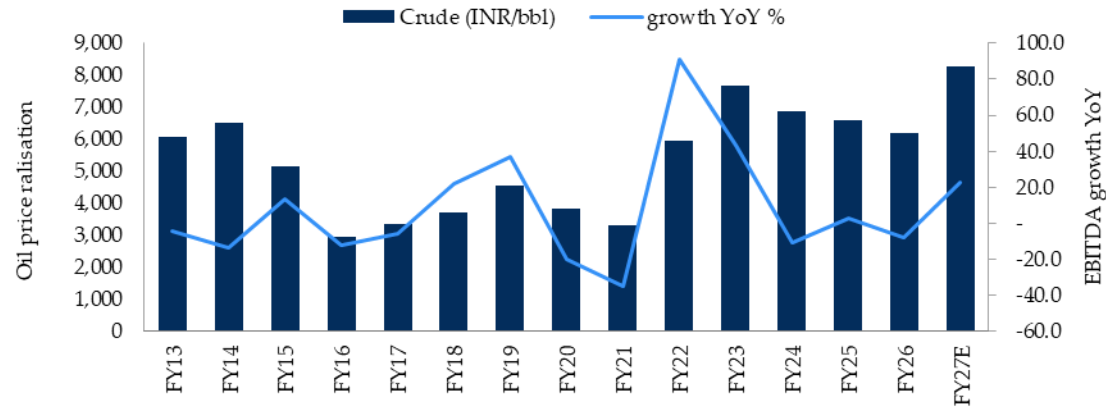
Metals

Q4FY26	Revenue growth trend	EBITDA growth trend	Strategic /Others	Valuation
	Q4FY26 YoY %	Q4FY26 YoY %		
Tata Steel	13%	50%	Cost rationalisation continues; Steel price rebound expected to sustain	Valuation upside
	Subdued 5% volume growth and 8% NSR increase	NSR and cost savings led margin expansion alongwith volume growth		
Jindal Steel	23%	17%	Commissioning & rampup of ongoing expansions to drive profit growth	Valuation upside
	Production ramp-up led robust volume growth, flattish NSR on product mix change	Marginal fall in unit EBITDA amid plant ramp-up and product mix change slowed EBITDA growth		
JSW Steel	13%	30%	The JFE-BPSL, POSCO JV deal and JVML expansion will drive capacity growth and debt reduction	Valuation upside
	Subdued 6% volume growth and 7% NSR increase	NSR led margin expansion alongwith volume growth		
SAIL	5%	27%	Cost rationalisation; major expansion in pipeline	Valuation upside
	Flattish volume growth; 5% NSR increase	Sharp increase in unit EBITDA accelerated profit growth		
APAT	14%	24%	Capacity expansion in East & South are on track. Targeting 8/10mn MT capacity by FY28/30. Focus on i) working capital sweat out and ii) profitability over volume push in near term	Valuation upside
	Healthy 9% volume growth; 5% NSR increase	Focus on premium sales led margin expansion further buoyed profits		

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 Medium
 Negative

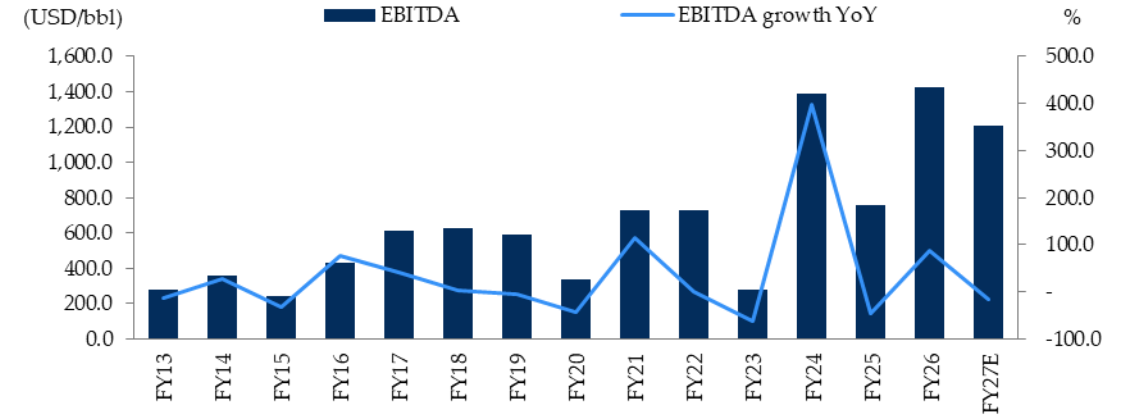
Oil & Gas – auto fuel prices at retail outlet remains the key monitorable for OMCs; While net oil price realization will be a key monitorable for upstream companies

Upstream^ EBITDA Growth: Net realisation is expected to grow in FY27



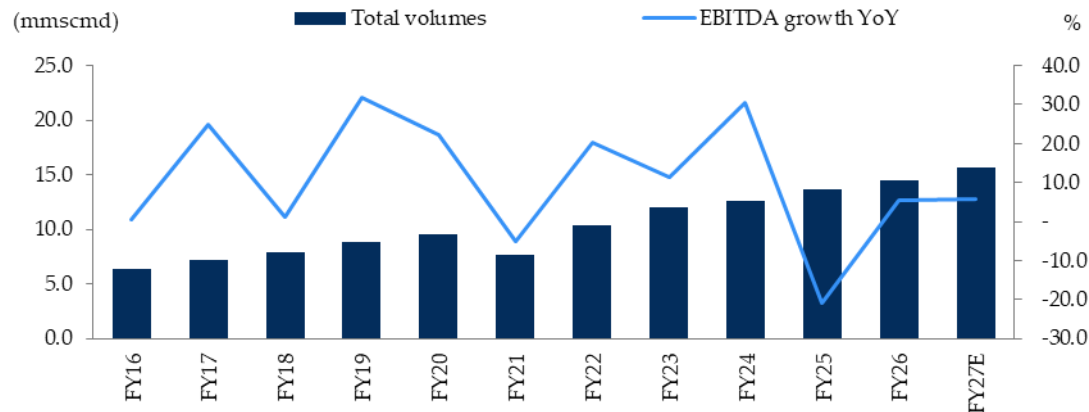
^Note: Upstream includes standalone ONGC and Oil India

Downstream* EBITDA Growth: Refining margins likely to strong; under recovery on auto fuel remains a key monitorable



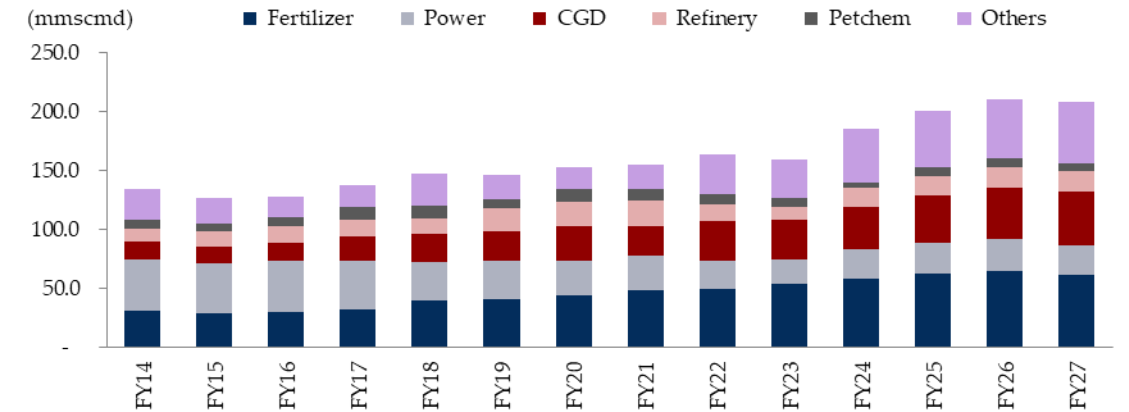
*Note: Downstream includes standalone IOCL, BPCL and HPCL

CGD# EBITDA growth: Fundamentals in place



#Note: CGD includes IGL, MGL and IRM

Natural Gas sector: consumption growth across sectors to continue



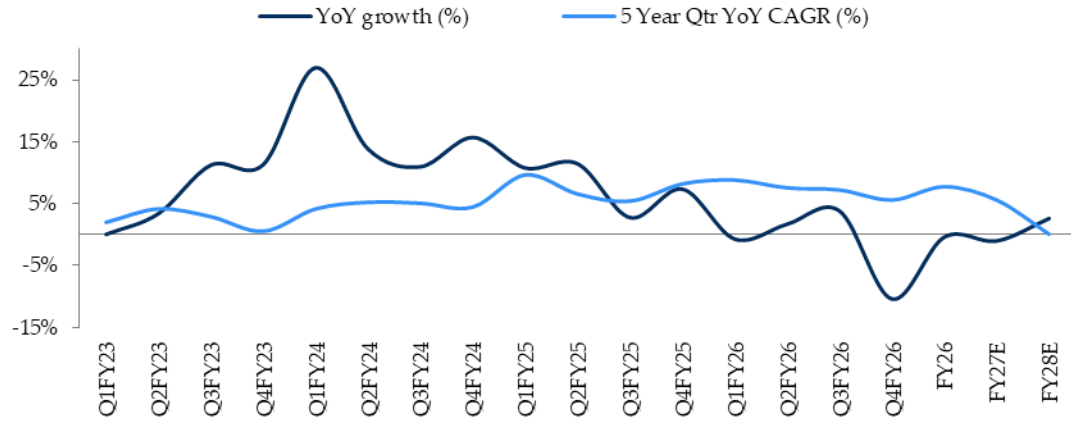
Oil & Gas

Q4FY26	Revenue Trend Q4FY26/ 5-Yr CAGR (YoY)	EBITDA Trend Q4FY26/ 5-Yr CAGR (YoY)	Strategic/Others	Valuation
ONGC	3%/11% Crude oil realization increased by 13% YoY and 31% QoQ. However, Crude oil sales down by 5% YoY and 3% QoQ. Production of value-added products was down 8% YoY and 10% QoQ, owing to gas supply constrain. Revenue from value added product was down 20% YoY and 13% QoQ to INR24.2bn.	-6%/12% Operating expenditure stood at INR99.83bn (+14.1% YoY, +30.2% QoQ). It was higher owing to foreign exchange loss of INR11.8bn. This has resulted in fall in EBITDA by 6.5% YoY.	OMCs are making losses on auto fuels sales and LPG. The government may compensate OMCs either by directly selling domestically-produced crude oil at a discount to benchmark prices or by imposing special duties on upstream companies. Ramp up of oil and gas production remains a key monitorable	Valuation downside
IOCL	7%/11% Achieved overall domestic petroleum sales volume growth of about 4.8% YoY to 94.1mmtpa in FY26 while pipeline throughput is up 5.2% YoY to 105mmtpa. Refinery throughput increased by 5.4% YoY.	67%/11 EBITDA improved by 67% YoY owing to strong petroleum product cracks and inventory gains, crude through put increased by 5% and petchem reported positive margins compared to loss reported during the same quarter last year.	Domestic demand remains robust; refining segment should drive growth for the company owing to capacity addition and strong petroleum product cracks. Sustainability of strong petchem cracks remains a key monitorable	Valuation upside
BPCL	7%/9% While the marketing volumes increased by 3.6% YoY, net realization up ~3%YoY. This resulted in an overall top line growth of 7%.	30%/15 EBITDA improved 30% YoY on account of strong refining margins (+38% YoY).	Domestic demand remains robust; refining segment should drive growth for the company.	Valuation upside
GAIL	-2%/17% Transmission and trading gas volumes down due to gas supply constrained. Petchem production was down due to low gas availability. LPG sales volume was down. However, NG transmission tariff is up 6.7% YoY as PNGRB has revised integrated tariff in January-2026.	-64%/-15% While NG transmission EBITDA was up 12% YoY, LPG transmission, NG marketing and petchem EBITDA was down YoY. This resulted in 64% YoY decline in EBITDA.	Expect fall in NG transmission volumes, deferment in commissioning of petrochemical projects, and margin pressure in petchem segment due to lower utilization and higher gas prices for Pata unit.	Valuation downside
HPCL	5%/9% Crude throughput of 6.43mmt (-4.6% YoY, +0.78% QoQ). Reported GRMs at USD 14.3/bbl (+69.1YoY, +61.2 QoQ). Estimated marketing margin was up 33% YoY while sales volume down 3%.	55%/14 EBITDA improved 55% YoY on account of strong marketing margins (+33% YoY) and robust gross refining margins (+69% YoY).	The refining segment to report strong performance in FY27, owing to (1) strong product cracks and (2) Refinery Upgradation Facility (RUF) project shall increase product yield at Vizag refinery.	Valuation upside
MGL	4%/23% Revenue growth was 4.5% YoY owing to 2% increase in volumes	-34%/-4% Increase in gas cost coupled with higher opex resulted in 34% decline in EBITDA	Strong volume growth in legacy GAs. Acquisition of Unison Enviro's 3 GA's to support volume growth.	Valuation upside

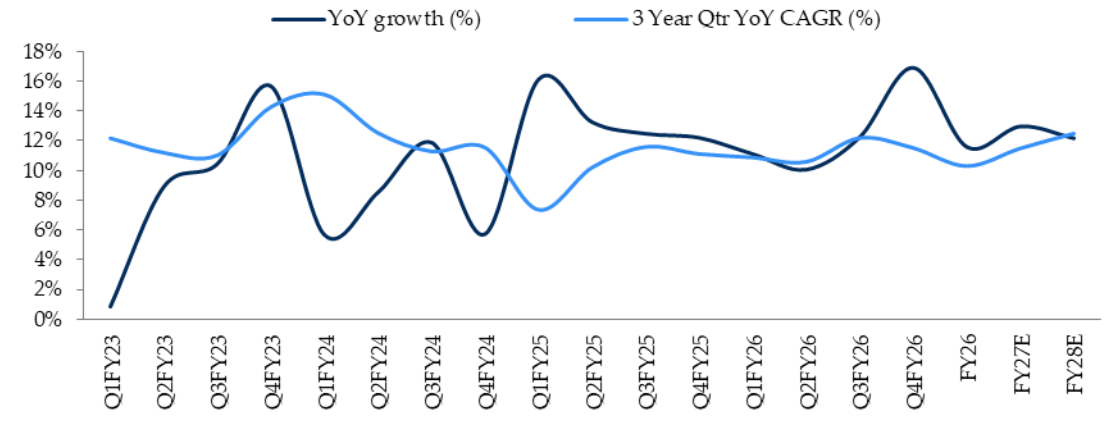
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Pharma

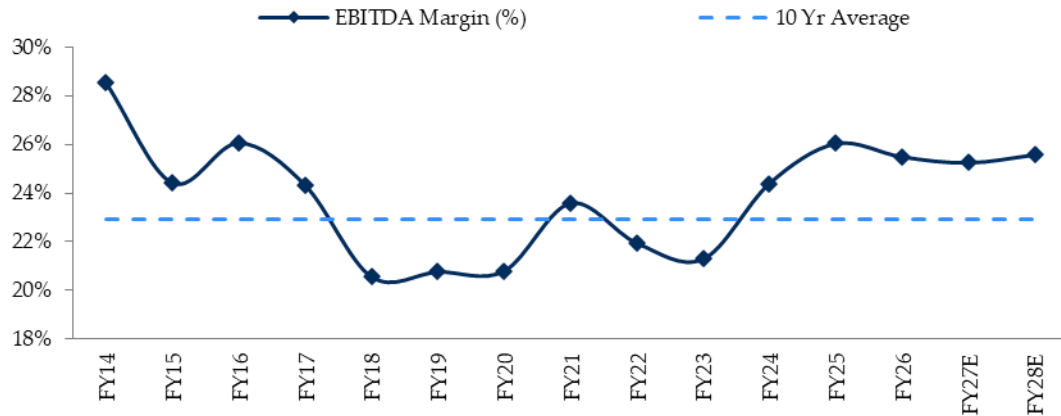
US revenue: FY26 was high base, core business to see single digit growth



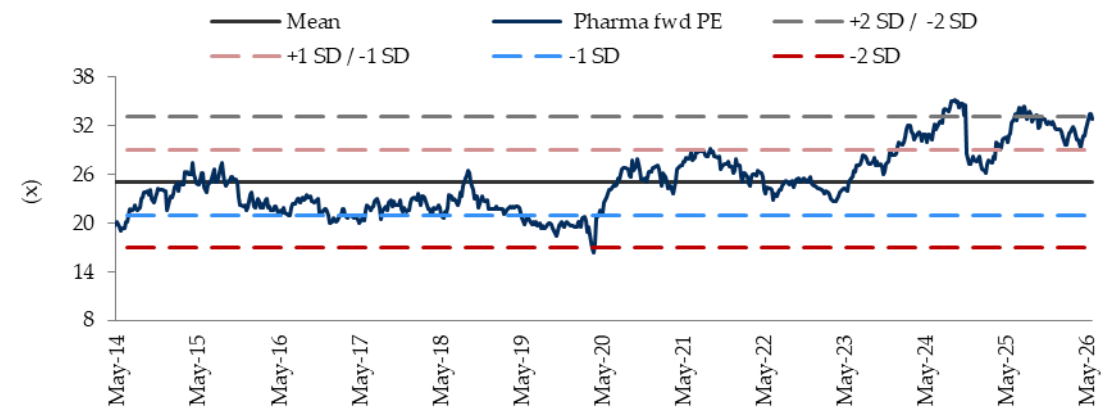
India revenue: Steady growth momentum to continue



Margin Trend: To see gradual improvement in FY25/26E



Sector P/E: Healthcare index trading near +2SD



Pharma

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/others	Valuation
DRRD	Weaker performance as gRevlimid phases out; ex-gRevlimid performance, semaglutide opportunity and product pipeline to remain under check	Margin declined YoY due to price erosion across US products and SG&A	gRevlimid opportunity has played out, but we are cautious as for DRRD beyond gRevlimid there is not enough pipeline to sustain growth and margin momentum. Semaglutide scale-up in Canada, India, and EMS, as well as biosimilar opportunity remains key.	Stock currently trends at ~22.2x FY28E EPS.
LPC	Strong US growth as sales expected to normalise over next few quarters, largely led by new launches, traction in gSpiriva, Tolvaptan; India business to grow at 1.1-1.3x IPM, led by increased productivity and new launches	Margin improvement in last 3-4 quarters was largely supported by recovery in the US business and cost optimization.	US business to sustain USD 1 bn base business sales and new launches to drive incremental growth. India business to see double-digit growth; EBITDA margin of ~25% in the next two years. Focus on creating niche pipeline across respiratory, biosimilar, and injectables. With strong cash position - looking for M&As.	Trades at 23.5x FY28E EPS.
SUNP	Steady growth in global specialty and India formulation business; overall growth momentum to continue led by scale-up in specialty business and steady growth in India.	EBITDA is expected to remain steady over next 2-3 years, R&D guidance of 6-7% - focus to absorb higher R&D through improving gross margin on better mix and cost controls	Specialty business is well placed with visible scale-up in its key specialty products Ilumya, Winlevi, Cequa, and Levulan. Leqselvi launched in US markets and Unloxyt launching in H2FY26. US generic business flat on the back of pricing pressures and negligible traction in gRevlimid offset by improving supplies from its Halol plant. India business is expected to see 11-12% CAGR over next 2 years led by new launches, and in-licensing opportunities. Strong cash position provides visibility of M&As (late-stage specialty assets).	Trades at 27.8x FY28E EPS, valuation are supported by steady traction in its specialty business, launch for Deuruxolitinib and Unloxyt and progress in other key specialty assets to unlock value.
ZYDUSLIF	US business to remain steady with traction from gMyrbetriq, volume growth and new launches. Speciality brands to gain traction and scale up in MedTech business. India business to see strong growth led by semaglutide launch and chronic scale-up.	Increasing competition and price erosion in key products (gAsacol HD, gRevlimid and base business), along with steady R&D (8% of sales), and investment towards its speciality assets launch to keep margin under pressure.	US business to sustain single digit growth, integration of Medtech business, visibility of speciality launches provides double-digit growth visibility. Steady growth in India, led by traction in key therapies and innovative portfolio.	Stock currently trends at ~22.3x FY28E EPS, key trigger is speciality monetization.

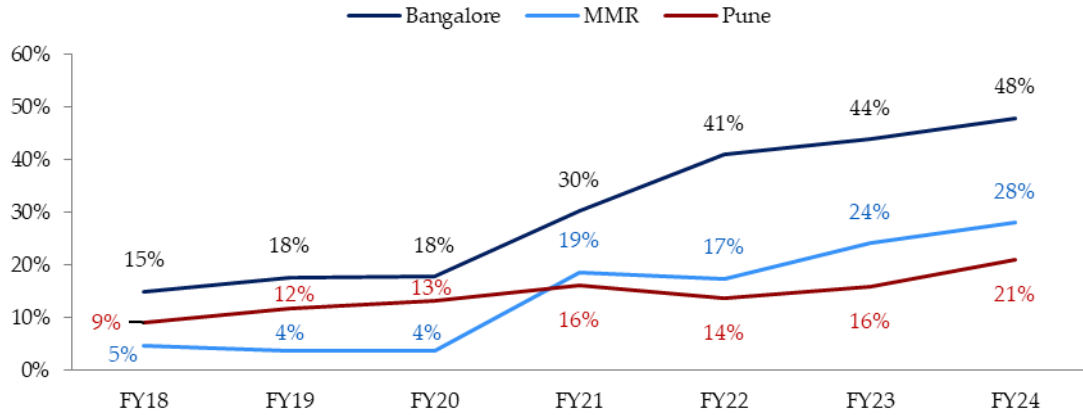
Pharma

Q4FY26	Revenue Trend	EBITDA Trend	Strategic/others	Valuation
IPCA	Strong India growth visibility, supported by steady growth in export formulations to drive 11-12% revenue growth visibility. Unichem business to see gradual improvement in sales led by new launches in the US market.	Margin to improve over the next few years led by strong margin from standalone business 25+% and scale-up in Unichem margin from ~8% in FY26 to 11-12% in FY27E. Overall 100-150 bps margin expansion visibility.	India to remain key growth driver with ~11-12% CAGR over the next few years and export formulations to remain steady led by new launches - to support strong performance in standalone business with margin improvement. Unichem ramp-up largely led by ~10% YoY growth in the US business and cost optimization to improve margin. Overall steady compounding visibility with ~19-20% EBITDA and PAT CAGR over the next few years.	Stock currently trends at ~23x FY28E EPS
APHS	Overall growth was led by strong growth across hospital, HealthCo and AHLL. HealthCo business scale-up is on track, along with steady growth in ARPP for hospital business.	Margins to remain steady for FY27, as new hospitals to drag margins by 100bps over the next 2 years offset by growing margins in existing hospitals. HealthCo margin growth to sustain on the back of lower Apollo 24/7 spends, along with improving AHLL margins.	Steady growth in operating metrics (ARPP, occupancy) and capacity expansion plan (2,280+ bed addition over FY25-27). Strong growth momentum to continue in offline pharmacy and distribution and healthy growth in online pharmacy with visibility cost measures to support overall margin expansion.	Steady growth/ margin visibility to support re-rating. HealthCo business demerger to be key monitorable over FY27.

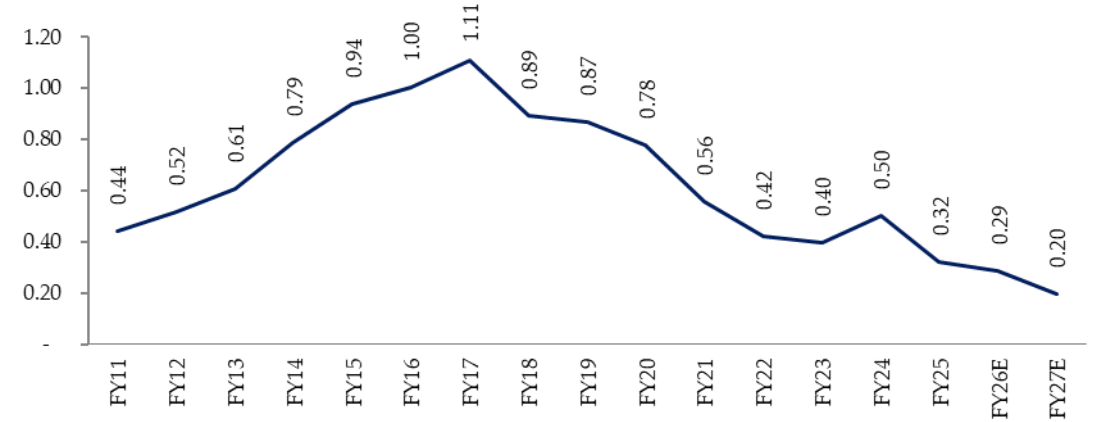
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Realty Sector

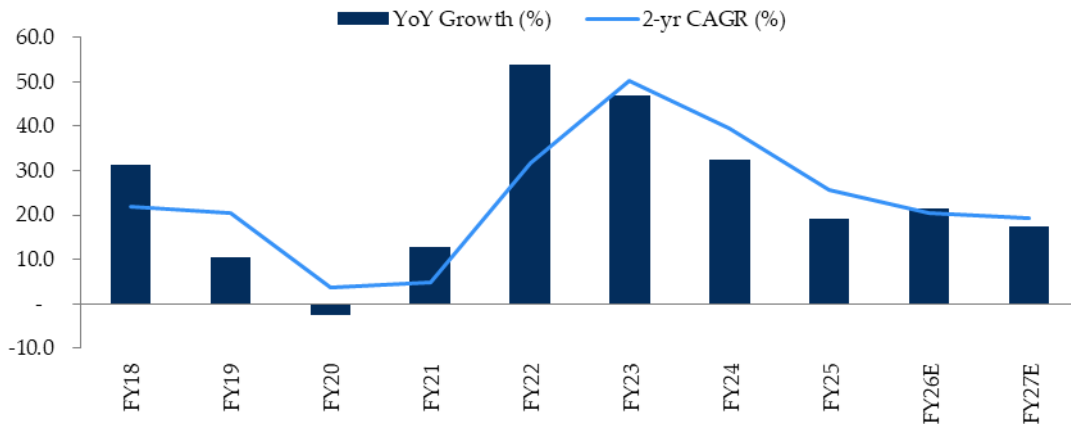
Market share of coverage universe (%)



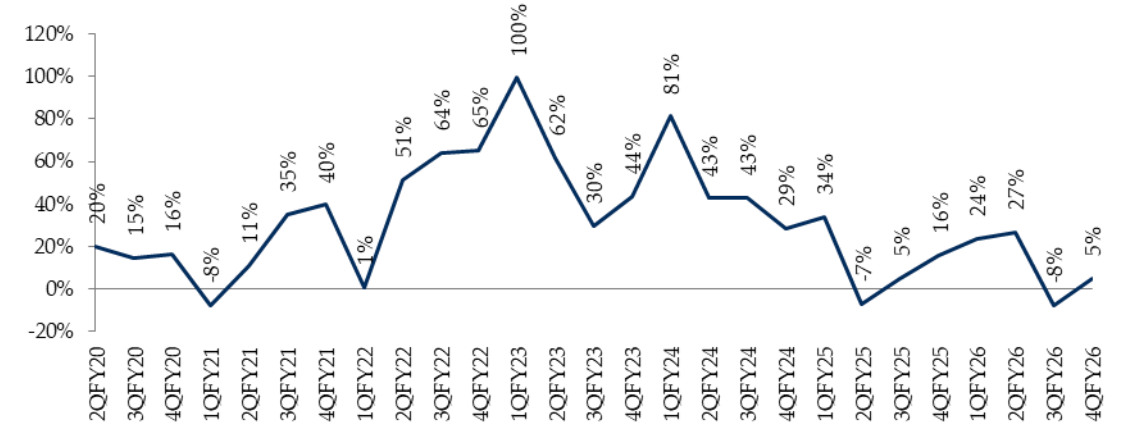
Average net D/E of coverage universe (x)



Annual presales trend (%)



2-yr qtr CAGR of Presales (%)



Realty Sector

Q4FY26	Presales value	Leverage	Strategic/Others	Valuation
DLF	Presales were INR 39.7bn (+95.4%/8x YoY/QoQ)	Net cash at INR 141.1bn	DLF eyes for phase 2 in FY27. Hamilton Phase 2 (DLF City) and other key launches are expected in FY27, as per current plans	Valuation upside
	DCCDL rental income was INR 11.7bn (+2%/+17.1% YoY/QoQ)	Collection stood at INR 33bn (-0.6%/-30.5% YoY/QoQ)		
Lodha Developers	Lodha recorded robust presales of INR 56.2bn (+24.6/+23.0% YoY/QoQ)	Net debt decreased by INR 7.8bn to INR 53.8bn on the back of strong collections.	Lodha is targeting 20% CAGR in PAT, aiming for INR 85+ bn by FY31, alongside a 10x scale-up in annuity income to INR 30bn (including INR 20bn data centre EBIDTA)	Fairly valued
	The company launched projects of 1.9msf with GDV potential of INR 96bn			
Godrej Properties	Presales for Q4FY26 stood at INR 101.6bn (+20.7%/flat YoY/QoQ), with a booking area of 7.3msf (-2.9%/+13.5% YoY/QoQ).	GPL net debt decreased to INR 64.1bn (vs INR 68.7bn QoQ) and net D/E fell to 0.33x vs 0.37x QoQ.	Strategically, the company has targets a double-digit market share in an evolving market landscape. GPL has growth visibility of 2-3 years and sees a huge demand from its core markets namely NCR, MMR and Bengaluru	Valuation upside
Oberoi	Presales of INR 16bn (+96%/+100% YoY/QoQ); they were largely led by Elysian final tower launch and sustenance sales	The consolidated gross/net cash stood at INR 28.6/1.8bn vs. INR 28.8/2.75bn as of Dec'25	Project launches were delayed due to design refinements and a required sequential approval process, which pushed key launches into FY27.	Valuation upside
		In FY26, ORL secured strong BD, adding ~4msf. of development potential across MMR, along with 11 acres in Bandra East and ~2msf at Aram Nagar, Versova, alongside redevelopment agreements in prime South Bombay locations		
Prestige	INR 76.9bn presales (+10.6%/+84.0% YoY/QoQ) with volume at 5.3msf (+18.9%/+78.6% YoY/QoQ).	Net debt increased to INR 109bn (+INR 22.3bn QoQ), from INR 87.7bn in Dec-25. Net D/E is at 0.65x (0.53x in Dec-25)	PEPL has signed a few deals in Gurgaon (launch FY27, GDV >INR 100bn combined) and is evaluating Pune. Pricing appears to have peaked, with only inflation-led hikes likely	Valuation upside
	Realisation stood at realizations stood at INR 13,992psf (+3.5%/+2.8% YoY/QoQ).	Total collections stood INR 52.3bn (+65.8/+15.0% YoY/QoQ).		

Realty Sector

Q4FY26	Presales value	Leverage	Strategic/Others	Valuation
Phoenix Mills	Consumption in Q4FY26/FY26 stood at INR 43/165bn, up 31%/21% over Q4FY25/FY25.	The company continues to enhance efficiency, cutting marketing costs by 15% and advancing sustainability goals. Strategically, it is expanding its development pipeline in Thane and Kolkata while consolidating control with a major stake increase in ISML.	PHNX strategic expansion includes the launch of Gourmet Village and new office developments at Phoenix Marketcity Bangalore in 2026. Key growth drivers include ramping up office occupancy (targeting 90% by 2026), phase 2/3 expansions (adding 1.8msft retail and 700 hotel keys), and leveraging 2.7msft balance FSI potential	Valuation upside
	Premiumization and revamp efforts at PMC malls in Bengaluru, Pune, and Mumbai are ongoing impacting short-term consumption and rentals but expected to boost long-term yields.			
Brigade	For Q4FY26, sales volume was 1.9msf (-3.9%/+46.6% YoY/QoQ), valued at INR 25.1bn (+3.0%/+44.1% YoY/QoQ)	The consolidated gross/net debt stood at INR 52.1/45.0bn (INR 22.7/18.2bn as of Dec-25). The net debt/equity stood at 0.27x (vs. 0.23x as of Dec-25). The total collection was INR 19.8bn (2.9% QoQ)	The developer expects a presales growth of 20% for FY27. Moreover, BEL expects full occupancy in its operational leasing assets by FY26 end	Valuation upside
	Drag in presales was largely on the back of regulatory headwinds, with BEL now expected to miss 15% presales growth guidance revised lower to flat YoY			
Sobha	SBL reported strong quarterly presales in value and volume at INR 20.3bn (+10.5%/-3.6% YoY/QoQ) and 1.3msf (-14.3%/-2.5% YoY/QoQ) resp	SDL has a net cash position of INR 8bn (INR 7.9bn in Q3FY26).	SDL has guided for ~10msf/INR 150bn of new launches in FY27 across cities anchored by the Hoskote Phase 1 and SOBHA Crescent Phase 1 (Gurgaon, already launched in April 2026 with INR 22bn GDV, INR 11bn presales booked), which together account for ~6.2msf	Valuation upside
	average price realization was s INR 15,268/sf (+28.9%/-1.1%, YoY/QoQ)			
Mlife	Presales of INR 16.3bn (+54.8%/+185.9% YoY/QoQ) and volume stood at 1.18msf (+14.6%/+96.7% YoY/QoQ)	FY27 is positioned as a potential inflection year, with pre-sales guidance of INR 45-50bn (our estimate INR 50-55bn), ~INR 100bn of new launches and OC-driven PAT growth.	The forthcoming launches for Marina 64 (Plot A), Bhandup, and Mahalaxmi have been slightly delayed due to new EC requirements, a onetime regulatory hurdle, all lined up for Q4FY26.	Valuation upside
ABREL	Presales for Q4FY26 stood at INR 42.8bn (-25.3%/+69.1% YoY/QoQ), with a booking area of 3.0msf (-9.6%/+76.5% YoY/QoQ)	net debt decreased to INR 32bn (vs INR 35.1bn QoQ) and net D/E to 0.33x vs 0.37x QoQ	The long-term presales target of INR 150bn has been guided for FY29 (pushed back from FY28), with management acknowledging that timing of BD closures and launch readiness will be the key variable. Growth will be driven through capital-efficient SPV-level partnerships with Mitsubishi Estate and IFC.	Valuation upside
	ABREL has a launch pipeline with an estimated GDV of INR 96bn across 3.3msf of saleable area, comprising six projects: Birla Niyaara Tower C, Birla Taranya phase 2 Khar redevelopment, Birla Navya golf course extension, Birla Punya, and Birla Evam.			

■ Positive
 ■ Medium
 ■ Negative

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