

# Lemon Tree

BSE SENSEX 83,576 S&P CNX 25,683

**CMP: INR150 TP: INR200 (+33%) Buy**



Bloomberg	LEMONTRE IN
Equity Shares (m)	792
M.Cap.(INRb)/(USDb)	118.7 / 1.3
52-Week Range (INR)	181 / 111
1, 6, 12 Rel. Per (%)	-9/2/-5
12M Avg Val (INR M)	527

## Financials & Valuations (INR b)

Y/E Mar	FY26E	FY27E	FY28E
Sales	14.4	16.3	17.5
EBITDA	7.0	8.4	9.1
PAT	2.62	3.37	3.98
EBITDA (%)	48.4	51.4	52.0
EPS (INR)	3.3	4.3	5.0
EPS Gr. (%)	33.3	28.7	18.0
BV/Sh. (INR)	18.0	22.3	27.3

## Ratios

Net D/E	0.9	0.4	0.1
RoE (%)	20.2	21.1	20.3
RoCE (%)	13.6	17.7	20.3

## Valuations

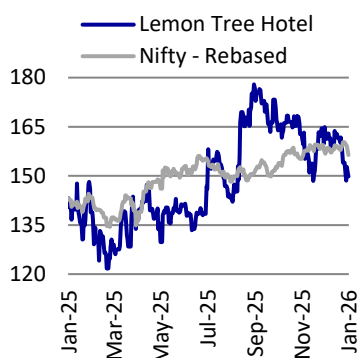
P/E (x)	45.2	35.2	29.8
EV/EBITDA (x)	19.7	16.0	14.3
FCF Yield (%)	5.1	6.1	5.6

## Shareholding pattern (%)

As on	Sep-25	Jun-25	Sep-24
Promoter	22.3	22.3	22.8
DII	19.7	20.0	18.9
FII	21.5	21.4	21.8
Others	36.5	36.4	36.5

Note: FII includes depository receipts

## Stock's performance (one-year)



## Unlocking value through business restructuring

- Lemon Tree (LEMONTRE) currently operates an asset-light hotel management business alongside hotel ownership and development, operating a mix of owned, managed, and franchised properties. The standalone business owns 17 hotels (1,765 keys) and has two under development, manages/franchises 89 hotels (6,011 keys) with 127 more in the pipeline, and holds a 58.91% stake in Fleur Hotels, which operates 24 hotels (3,993 keys).
- Warburg Pincus will acquire APG's stake in Fleur Hotels ahead of LEMONTRE's corporate reorganization, along with a primary equity infusion of up to INR9.6b to fund growth. This arrangement will create two focused platforms—LEMONTRE as a pure-play, asset-light hotel management business and Fleur Hotels as a hotel ownership and leasing entity. This will be achieved through the transfer of hotel assets and development capabilities in exchange for equity. Post-reorganization, LEMONTRE's shareholding will remain unchanged, while Fleur's ownership will be re-aligned.
- LEMONTRE's asset-light management business has grown rapidly with high margins and low capital intensity, supported by steady growth in its owned hospitality assets. Together, they deliver a balanced and resilient earnings profile.
- We expect LEMONTRE to report a CAGR of 11%/13%/26% in revenue/EBITDA/PAT over FY25-28. We value the stock with our SOTP-based TP of INR200. Reiterate BUY.

## Current structure housing asset-heavy and asset-light businesses

- At present, LEMONTRE's shareholding comprises public shareholders (62.73%), promoters (22.28%), and APG (14.99%). The standalone business operates 17 hotels with 1,765 keys and has two wholly-owned hotels with 256 rooms under development.
- In addition, under its wholly-owned subsidiary Carnation, it manages/franchises 89 operational hotels comprising 6,011 keys, with 127 hotels (9,414 keys) in the pipeline, all owned by third-party owners.
- Further, LEMONTRE holds a 58.91% stake in Fleur Hotels, with the remaining 41.09% owned by APG. Through Fleur Hotels, the company owns, operates, and leases 24 hotels comprising 3,993 keys.
- Overall, the existing corporate structure combines the hotel ownership and development platform with the asset-light business under a single entity. To unlock value across both segments, LEMONTRE is undertaking a corporate reorganization aimed at creating a more flexible structure, establishing separate management teams and governance frameworks, and enabling value realization for each business independently.

## Transitioning from an integrated structure to a dual platform

- Prima facie, Warburg Pincus will acquire APG's 41.09% stake in Fleur Hotels prior to the completion of the composite scheme of arrangement, following which LEMONTRE will undertake a reorganization of its corporate structure.

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**Investors are advised to refer through important disclosures made at the last page of the Research Report.**

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- Pursuant to this, Fleur Hotels will receive a primary equity infusion of up to INR9.6b, to be invested in tranches as required, providing growth capital to accelerate its expansion plans.
- The proposed reorganization will result in the creation of two clearly differentiated yet complementary platforms: LEMONTRE as an asset-light hotel management and franchise business, and Fleur Hotels as a hotel ownership and leasing platform.
- Under part A of the transaction, LEMONTRE will transfer 359 operational keys across four hotels in exchange for 5.8m shares of Fleur. Under Part B, the company will transfer 1,204 operational keys across 11 hotels, along with the under-construction Aurika, Shillong (165 keys) and Aurika, Shimla (91 keys). The transfer will also include exclusivity over all future hotel development, ownership, and leasing assets, as well as the associated development capability and team. In consideration, LEMONTRE's shareholders will receive 50.9m shares of Fleur Hotels.
- Following the completion of the corporate reorganization, LEMONTRE's shareholding structure will remain unchanged. In contrast, Fleur Hotels will see a significant shift in ownership, with shareholding held by LEMONTRE (41.03%), APG (4.94%), promoters (7.34%), Warburg Pincus (26.01%), and public shareholders (20.68%).
- Overall, the transaction represents a strategic realignment to sharpen business focus and accelerate growth. Warburg Pincus' entry and the equity infusion will strengthen Fleur Hotels' ownership and leasing platform, while LEMONTRE transitions into a pure-play, asset-light hotel management and franchise business with clear operational separation and strategic accountability.

#### Resilient earnings driven by asset-light expansion and asset ownership

- LEMONTRE's asset-light business inventory has scaled meaningfully over FY23-FY25, delivering an 11% CAGR, which drove management contract revenue from INR1.1b in FY23 to INR1.7b in FY25 (CAGR of 24% over the period).
- The expansion in management contracts has further strengthened the company's balance sheet, supported by EBITDA margins exceeding 70% and minimal capital requirements.
- In addition, LEMONTRE is backed by a strong base of owned hospitality assets, with Fleur ranking among the largest asset owners in India with 5,556 operational rooms and another 256 rooms under construction.
- Fleur's owned asset business grew from INR810m in FY23 to INR1.2b in FY25, translating into a CAGR of 21%, while maintaining healthy margins of ~43-44% over the same period.
- Overall, the strong growth in LEMONTRE's high-margin, asset-light management business, coupled with stable and profitable owned hospitality assets, provides a balanced and resilient earnings profile.

#### Assessing risk-reward across valuation scenarios

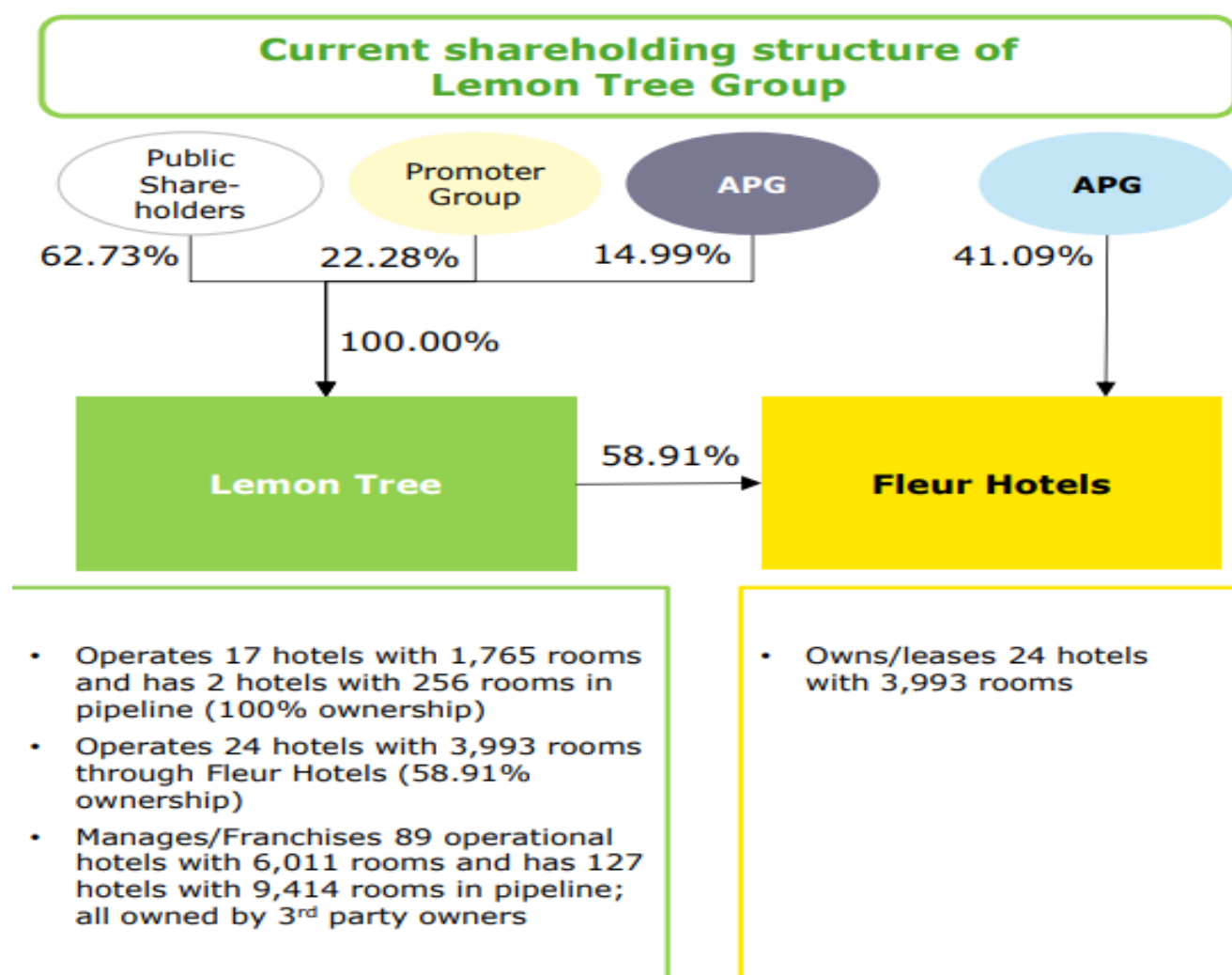
- In the absence of disclosed valuations at which the arrangements have been executed, we have evaluated the potential upside to our TP across multiple scenarios (refer to Exhibit 8).
- Under Scenario 1, we value the hotel management contracts business/Fleur Hotels at 40x/17x EBITDA for FY28, resulting in an estimated upside of 40% from our current market price.

- **Under Scenario 2**, we value the hotel management contracts business/Fleur Hotels at 40x/15x EBITDA for FY28, resulting in an estimated upside of 32% from our current market price.
- **Under Scenario 3**, we value the hotel management contracts business/Fleur Hotels at 40x/13x EBITDA for FY28, resulting in an estimated upside of 24% from our current market price.

#### Valuation and view

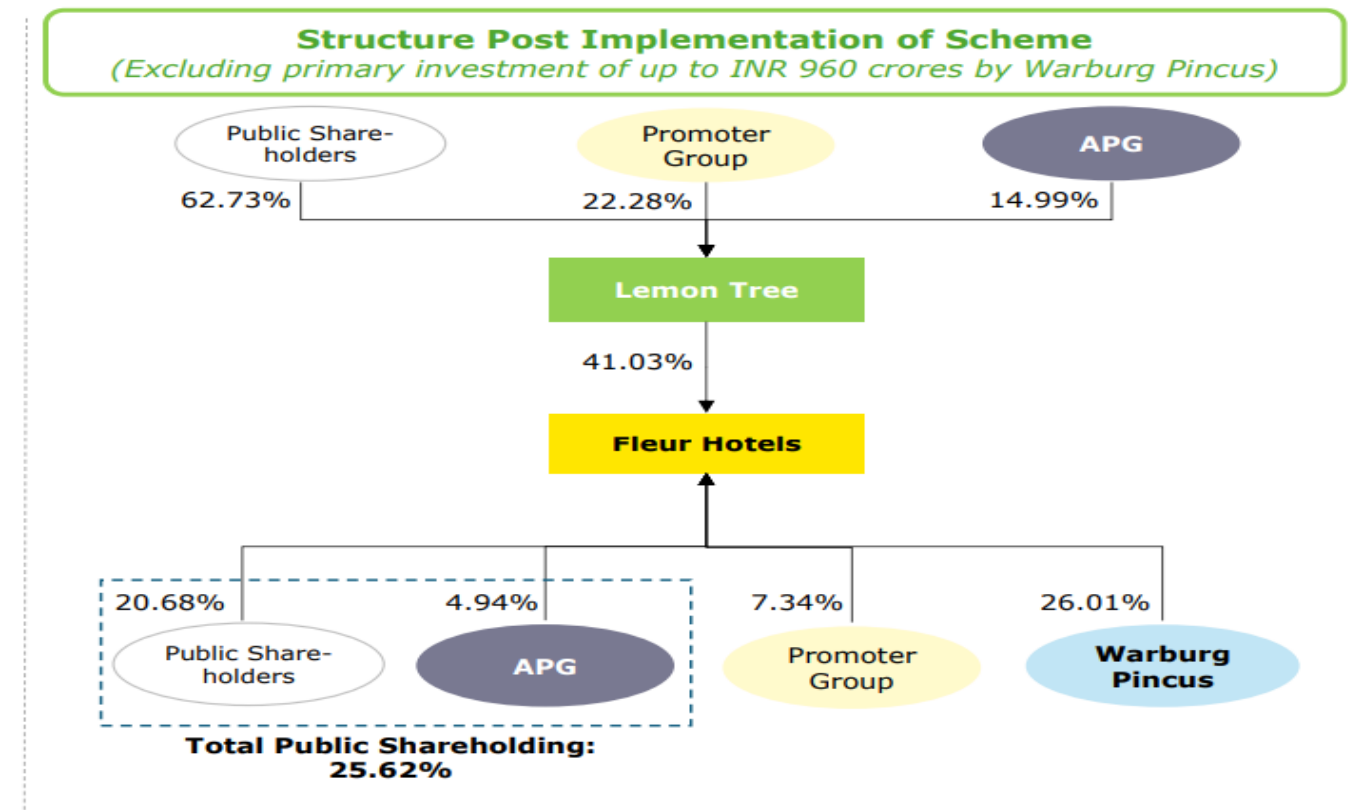
- We expect LEMONTRE to sustain strong growth, driven by the expansion of its managed and franchise portfolio, strategic reorganization, focused operations, and financial flexibility across its asset-light and hotel development businesses.
- We expect LEMONTRE to report a CAGR of 11%/13%/26% in revenue/EBITDA/PAT over FY25-28. We value the stock with our SOTP-based TP of INR200. Reiterate BUY.

Exhibit 1: Current shareholding structure of the company



Source: Company, MOFSL

## Exhibit 2: Shareholding structure post the re-organization



Source: Company, MOFSL

## Exhibit 3: Transfer of properties by LEMONTRE to Fleur

As part of scheme, the following 4 hotels which are housed in 100% subsidiaries of Lemon Tree are getting directly merged with Fleur Hotels (PART A)			As part of scheme, the following are getting demerged from Lemon Tree and then getting merged with Fleur Hotels (PART B)		
Hotels	No. of operating rooms	No. of operating hotels	Hotels	No. of operating rooms	No. of operating hotels
Lemon Tree Hotels	82	2	Lemon Tree Premier	330	3
Red Fox by Lemon Tree Hotels	277	2	Lemon Tree Hotels	753	7
<b>Total</b>	<b>359</b>	<b>4</b>	Red Fox by Lemon Tree Hotels	121	1
			<b>Total</b>	<b>1,204</b>	<b>11</b>
For PART A, 0.58 Cr shares of Fleur Hotels are issued to Lemon Tree			(+) One under-construction hotel Aurika, Shimla (91 rooms) (+) Investment in one under construction hotel in Aurika, Shillong (165 rooms) (+) Exclusivity on all future Development / Ownership / Leasing of hotel assets and transfer of Development Capability / Team For PART B, 5.09 Cr shares of Fleur Hotels are issued to Lemon Tree's shareholders		

Source: Company, MOFSL

## Exhibit 4: Growth pipeline in fee income

Large pipeline of rooms in Fleur Hotels	9,400+ pipeline of rooms from 3 <sup>rd</sup> party owners
<ul style="list-style-type: none"> <li>Aurika, Shimla <b>91 rooms</b> expected to be completed by <b>FY 2027</b></li> <li>Aurika, Shillong <b>165 rooms</b> expected to be completed by <b>FY 2029</b></li> <li>Aurika, Nehru Place, New Delhi <b>500+ rooms</b>, Letter of Award received from Delhi Development Authority</li> <li>Active discussions also underway for acquisition of <b>2,500+ rooms</b></li> </ul>	<ul style="list-style-type: none"> <li>Aurika: <b>~500 rooms</b></li> <li>Lemon Tree Premier: <b>~1,500 rooms</b></li> <li>Lemon Tree Hotels: <b>~5,130 rooms</b></li> <li>Red Fox Hotels: <b>~50 rooms</b></li> <li>Keys Prima: <b>~430 rooms</b></li> <li>Keys Select: <b>~1,300 rooms</b></li> <li>Keys Lite: <b>~530 rooms</b></li> </ul>

Source: Industry, MOFSL

## Exhibit 5: Share entitlement ratio

1

**Fleur Hotels will issue shares to Lemon Tree** in respect of transfer of 4 wholly owned subsidiaries (Oriole Dr. Fresh, Sukhsagar Complexes, Manakin Resorts and Canary Hotels)

Company name	For every	Will get
Oriole Dr. Fresh	49,872 shares of Oriole Dr. Fresh	10,000 shares in Fleur Hotels
Sukhsagar Complexes	53,118 shares of Sukhsagar Complexes	10,000 shares in Fleur Hotels
Manakin Resorts	1,01,077 shares of Manakin Resorts	10,000 shares in Fleur Hotels
Canary Hotels	29,87,754 shares of Canary Hotels	10,000 shares in Fleur Hotels

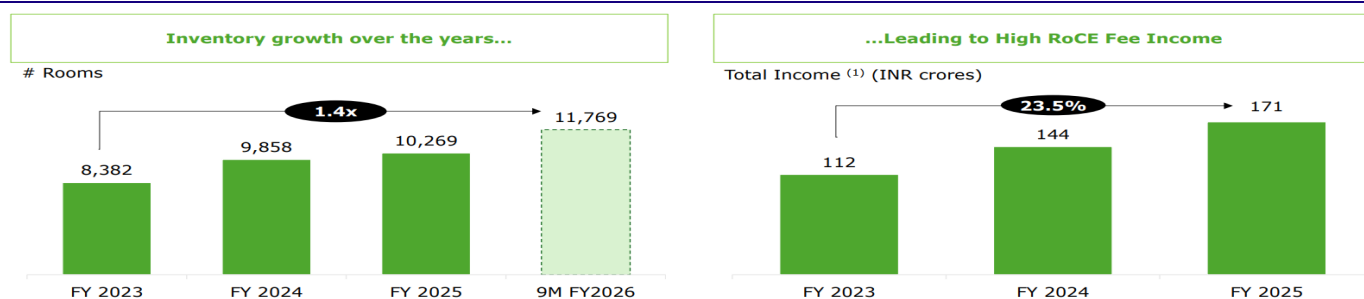
2

Further, **Lemon Tree shareholders will be allotted shares in Fleur Hotels**, corresponding to the transfer of existing Hotel Assets including the Hotel Development Capabilities (collectively the "Demerged Undertaking")

Company name	For every	Will get
Lemon Tree ("Demerged Undertaking")	311 shares of Lemon Tree ("Demerged Undertaking")	20 shares in Fleur Hotels

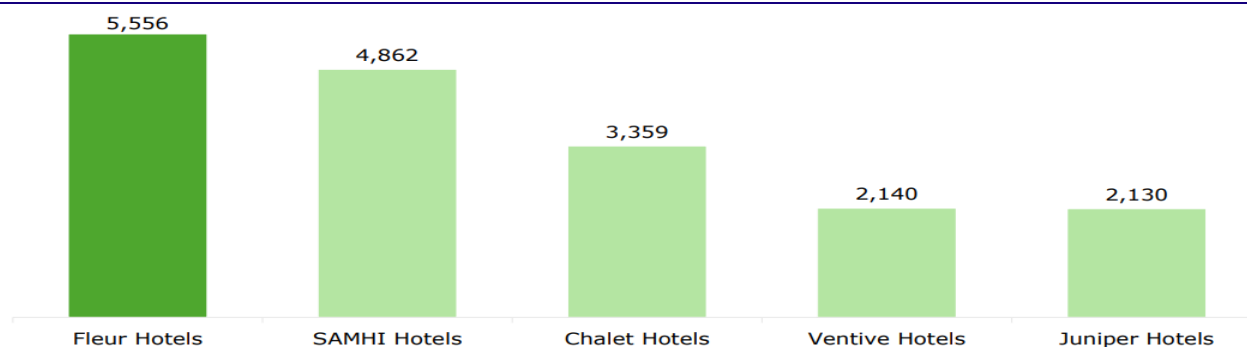
Source: Company, MOFSL

## Exhibit 6: High inventory growth leading to high management contract income



Source: Company, MOFSL

## Exhibit 7: Fleur has the highest number of operational rooms among listed asset owners



Source: Company, MOFSL

**Exhibit 8: Valuation Scenarios post restructuring (INRm)**

Lemon Tree		Scenario 1				Scenario 2				Scenario 3			
(management contracts)	FY23 FY24	FY25	FY26	FY27	FY28	FY25	FY26	FY27	FY28	FY25	FY26	FY27	FY28
Revenue	1120 1440	1710	2,053	2,980	3,258	1710	2,053	2,980	3,258	1710	2,053	2,980	3,258
Growth	29%	19%	20%	45%	9%	19%	20%	45%	9%	19%	20%	45%	9%
EBITDA	784 1008	1251.23	1,437	2,086	2,281	1251.23	1,437	2,086	2,281	1251.23	1,437	2,086	2,281
Growth	29%	24%	15%	45%	9%	24%	15%	45%	9%	24%	15%	45%	9%
EBITDA margin	70% 70%	73%	70%	70%	70%	73%	70%	70%	70%	73%	70%	70%	70%
EV/EBITDA (x)		50	50	40	40	50	50	40	40	50	50	40	40
EV		62,561	71,860	83,437	91,231	62,561	71,860	83,437	91,231	62,561	71,860	83,437	91,231
Net debt		7,996	6,817	4,713	180	7,996	6,817	4,713	180	7,996	6,817	4,713	180
Target Value		54,566	65,043	78,724	91,052	54,566	65,043	78,724	91,052	54,566	65,043	78,724	91,052
PAT		938	1,078	1,564	1,711	938	1,078	1,564	1,711	938	1,078	1,564	1,711
% of EBITDA		75%	75%	75%	75%	75%	75%	75%	75%	75%	75%	75%	75%
P/E (x)		58	60	50	53	58	60	50	53	58	60	50	53
<b>Fleur</b>													
Revenue	8100 9910	11890	13,257	14,702	15,773	11890	13,257	14,702	15,773	11890	13,257	14,702	15,773
Growth	22%	20%	12%	11%	7%	20%	12%	11%	7%	20%	12%	11%	7%
EBITDA	3590 4230	5090	5,546	6,277	6,827	5090	5,546	6,277	6,827	5090	5,546	6,277	6,827
Growth	18%	20%	9%	13%	9%	20%	9%	13%	9%	20%	9%	13%	9%
EBITDA margin	44% 43%	43%	42%	43%	43%	43%	42%	43%	43%	43%	42%	43%	43%
EV/EBITDA (x)		23	21	19	17	21	19	17	15	19	17	15	13
EV		1,17,070	1,16,460	1,19,257	1,16,057	1,06,890	1,05,368	1,06,703	1,02,403	96,710	94,277	94,150	88,749
Net debt		7,798	5,467	2,590	2,559	7,798	5,467	2,590	2,559	7,798	5,467	2,590	2,559
<b>Target Value</b>		<b>1,09,272</b>	<b>1,10,992</b>	<b>1,16,667</b>	<b>1,13,497</b>	<b>99,092</b>	<b>99,901</b>	<b>1,04,114</b>	<b>99,843</b>	<b>88,912</b>	<b>88,810</b>	<b>91,560</b>	<b>86,190</b>
Stake of LemonTree		41%	41%	41%	41%	41%	41%	41%	41%	41%	41%	41%	41%
Value for LT		44,802	45,507	47,833	46,534	40,628	40,959	42,687	40,936	36,454	36,412	37,540	35,338
Hold co disc		0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8	0.8
<b>Value for LT post Hold. Co. discount</b>		<b>35,841</b>	<b>36,405</b>	<b>38,267</b>	<b>37,227</b>	<b>32,502</b>	<b>32,768</b>	<b>34,149</b>	<b>32,749</b>	<b>29,163</b>	<b>29,130</b>	<b>30,032</b>	<b>28,270</b>
<b>Value for stake to Remaining shareholders</b>		<b>36,060</b>	<b>36,627</b>	<b>38,500</b>	<b>37,454</b>	<b>32,700</b>	<b>32,967</b>	<b>34,358</b>	<b>32,948</b>	<b>29,341</b>	<b>29,307</b>	<b>30,215</b>	<b>28,443</b>
Stake of remaining shareholders		33%	33%	33%	33%	33%	33%	33%	33%	33%	33%	33%	33%
<b>Total value</b>		<b>71,901</b>	<b>73,033</b>	<b>76,767</b>	<b>74,681</b>	<b>65,203</b>	<b>65,735</b>	<b>68,507</b>	<b>65,697</b>	<b>58,504</b>	<b>58,437</b>	<b>60,247</b>	<b>56,713</b>
<b>Total Market cap</b>		<b>1,26,467</b>	<b>1,38,076</b>	<b>1,55,491</b>	<b>1,65,733</b>	<b>1,19,768</b>	<b>1,30,778</b>	<b>1,47,231</b>	<b>1,56,749</b>	<b>1,13,070</b>	<b>1,23,480</b>	<b>1,38,971</b>	<b>1,47,765</b>
Number of shares (m)		<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>	<b>792</b>
<b>TP</b>		<b>160</b>	<b>174</b>	<b>196</b>	<b>209</b>	<b>151</b>	<b>165</b>	<b>186</b>	<b>198</b>	<b>143</b>	<b>156</b>	<b>176</b>	<b>187</b>
CMP		150	150	150	150	150	150	150	150	150	150	150	150
Upside from current market price		6%	16%	31%	40%	1%	10%	24%	32%	-5%	4%	17%	24%

## Financials and valuations

### Consolidated - Income Statement

(INRm)

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
<b>Total Income from Operations</b>	<b>6,694</b>	<b>2,517</b>	<b>4,022</b>	<b>8,750</b>	<b>10,655</b>	<b>12,861</b>	<b>14,437</b>	<b>16,285</b>	<b>17,499</b>
Change (%)	21.8	-62.4	59.8	117.5	21.8	20.7	12.3	12.8	7.5
F&B Consumed	570	178	279	499	628	762	872	945	1,015
Employees Cost	1,553	704	973	1,497	1,878	2,185	2,465	2,557	2,747
Other Expenses	2,137	1,022	1,432	2,230	2,973	3,573	4,118	4,421	4,629
<b>Total Expenditure</b>	<b>4,260</b>	<b>1,905</b>	<b>2,683</b>	<b>4,226</b>	<b>5,479</b>	<b>6,520</b>	<b>7,455</b>	<b>7,923</b>	<b>8,391</b>
% of Sales	63.6	75.7	66.7	48.3	51.4	50.7	51.6	48.6	48.0
<b>EBITDA</b>	<b>2,434</b>	<b>613</b>	<b>1,339</b>	<b>4,524</b>	<b>5,176</b>	<b>6,341</b>	<b>6,983</b>	<b>8,363</b>	<b>9,108</b>
Margin (%)	36.4	24.3	33.3	51.7	48.6	49.3	48.4	51.4	52.0
Depreciation	922	1,076	1,043	966	1,121	1,393	1,400	1,426	1,455
<b>EBIT</b>	<b>1,512</b>	<b>-463</b>	<b>296</b>	<b>3,557</b>	<b>4,054</b>	<b>4,948</b>	<b>5,583</b>	<b>6,937</b>	<b>7,653</b>
Int. and Finance Charges	1,565	1,817	1,740	1,772	2,016	2,007	1,632	1,257	879
Other Income	58	133	140	36	113	23	58	65	122
<b>PBT bef. EO Exp.</b>	<b>5</b>	<b>-2,147</b>	<b>-1,304</b>	<b>1,822</b>	<b>2,151</b>	<b>2,965</b>	<b>4,009</b>	<b>5,744</b>	<b>6,896</b>
EO Items	0	0	153	-48	0	0	0	0	0
<b>PBT after EO Exp.</b>	<b>5</b>	<b>-2,147</b>	<b>-1,456</b>	<b>1,774</b>	<b>2,151</b>	<b>2,965</b>	<b>4,009</b>	<b>5,744</b>	<b>6,896</b>
Total Tax	109	-322	-72	377	341	531	764	1,264	1,586
Tax Rate (%)	2220.8	15.0	5.0	21.3	15.9	17.9	19.1	22.0	23.0
MI/ share of profit from associates	-9	-555	-510	251	325	468	625	1,109	1,333
<b>Reported PAT</b>	<b>-95</b>	<b>-1,271</b>	<b>-874</b>	<b>1,146</b>	<b>1,485</b>	<b>1,966</b>	<b>2,620</b>	<b>3,371</b>	<b>3,977</b>
<b>Adjusted PAT</b>	<b>-95</b>	<b>-1,271</b>	<b>-760</b>	<b>1,182</b>	<b>1,485</b>	<b>1,966</b>	<b>2,620</b>	<b>3,371</b>	<b>3,977</b>
Change (%)	-118.0	1,232.4	-40.2	-255.5	25.7	32.4	33.3	28.7	18.0
Margin (%)	-1.4	-50.5	-18.9	13.5	13.9	15.3	18.1	20.7	22.7

### Consolidated - Balance Sheet

(INR M)

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Equity Share Capital	7,903	7,904	7,908	7,916	7,918	7,918	7,918	7,918	7,918
Eq. Share Warrants & App. Money	0	0	0	0	0	0	0	0	0
Preference Capital	0	0	0	0	0	0	0	0	0
Total Reserves	1,986	1,272	404	621	1,750	3,716	6,336	9,707	13,684
<b>Net Worth</b>	<b>9,889</b>	<b>9,176</b>	<b>8,312</b>	<b>8,537</b>	<b>9,669</b>	<b>11,635</b>	<b>14,254</b>	<b>17,626</b>	<b>21,603</b>
Minority Interest	5,559	6,174	5,676	5,597	5,795	6,261	6,882	7,988	9,318
Total Loans	15,775	16,850	16,986	17,457	18,891	16,986	12,786	8,286	3,786
Lease Liability	4,619	4,671	4,247	4,253	4,423	4,431	4,431	4,431	4,431
Deferred Tax Liabilities	0	0	0	0	0	0	0	0	0
<b>Capital Employed</b>	<b>35,841</b>	<b>36,870</b>	<b>35,223</b>	<b>35,844</b>	<b>38,779</b>	<b>39,313</b>	<b>38,353</b>	<b>38,331</b>	<b>39,138</b>
Gross Block	35,073	35,016	34,637	34,666	42,627	43,170	43,713	44,122	46,824
Less: Accum. Deprn.	2,977	4,052	5,096	6,062	7,183	8,576	9,976	11,402	12,857
<b>Net Fixed Assets</b>	<b>32,097</b>	<b>30,964</b>	<b>29,542</b>	<b>28,605</b>	<b>35,444</b>	<b>34,594</b>	<b>33,737</b>	<b>32,720</b>	<b>33,967</b>
Goodwill on Consolidation	951	951	951	951	951	951	951	951	951
Capital WIP	1,896	2,418	2,968	4,822	254	454	511	702	0
<b>Total Investments</b>	<b>164</b>	<b>79</b>	<b>114</b>	<b>73</b>	<b>151</b>	<b>446</b>	<b>446</b>	<b>446</b>	<b>446</b>
Current Investment	44	91	59	10	81	386	0	0	0
<b>Curr. Assets, Loans&amp;Adv.</b>	<b>2,521</b>	<b>3,737</b>	<b>2,776</b>	<b>2,873</b>	<b>3,531</b>	<b>4,373</b>	<b>4,496</b>	<b>5,477</b>	<b>5,873</b>
Inventory	82	72	81	105	138	138	163	174	184
Account Receivables	503	308	291	560	715	786	870	982	1,055
Cash and Bank Balance	408	1,411	543	275	537	807	502	984	1,047
Loans and Advances	1,528	1,945	1,861	1,933	2,140	2,642	2,960	3,339	3,587
<b>Curr. Liability &amp; Prov.</b>	<b>1,786</b>	<b>1,278</b>	<b>1,128</b>	<b>1,479</b>	<b>1,552</b>	<b>1,505</b>	<b>1,787</b>	<b>1,965</b>	<b>2,099</b>
Account Payables	842	788	585	668	859	616	776	825	874
Other Current Liabilities	877	412	319	730	601	790	866	977	1,050
Provisions	67	78	224	81	92	99	144	163	175
<b>Net Current Assets</b>	<b>734</b>	<b>2,459</b>	<b>1,648</b>	<b>1,394</b>	<b>1,979</b>	<b>2,868</b>	<b>2,709</b>	<b>3,512</b>	<b>3,775</b>
Misc Expenditure	0	0	0	0	0	0	0	0	0
<b>Appl. of Funds</b>	<b>35,841</b>	<b>36,870</b>	<b>35,223</b>	<b>35,844</b>	<b>38,779</b>	<b>39,313</b>	<b>38,354</b>	<b>38,331</b>	<b>39,138</b>

## Financials and valuations

### Ratios

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
<b>Basic (INR)</b>									
<b>EPS</b>	<b>-0.1</b>	<b>-1.6</b>	<b>-1.0</b>	<b>1.5</b>	<b>1.9</b>	<b>2.5</b>	<b>3.3</b>	<b>4.3</b>	<b>5.0</b>
Cash EPS	1.0	-0.2	0.4	2.7	3.3	4.2	5.1	6.1	6.9
BV/Share	12.5	11.6	10.5	10.8	12.2	14.7	18.0	22.3	27.3
DPS	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Payout (%)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Valuation (x)</b>									
P/E	-1,243	-93	-156	100	80	60	45	35	30
Cash P/E	143.3	-607.4	418.1	55.2	45.5	35.3	29.5	24.7	21.8
P/BV	12.0	12.9	14.3	13.9	12.3	10.2	8.3	6.7	5.5
EV/Sales	20.8	55.6	35.0	16.1	13.4	10.9	9.5	8.2	7.5
EV/EBITDA	57.3	228.6	105.0	31.2	27.6	22.2	19.7	16.0	14.3
EV/Room (INRm)	32.8	32.9	33.0	29.3	29.6	29.2	28.6	27.7	26.5
Dividend Yield (%)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
FCF per share	-9.4	-1.5	0.9	2.8	1.6	5.7	7.7	9.2	8.4
<b>Return Ratios (%)</b>									
RoE	-1.0	-13.3	-8.7	14.0	16.3	18.5	20.2	21.1	20.3
RoCE	4.5	-0.9	1.1	9.4	10.2	11.7	13.6	17.7	20.3
RoIC	4.4	-1.0	0.7	8.6	10.0	10.8	12.1	14.8	16.0
<b>Working Capital Ratios</b>									
Fixed Asset Turnover (x)	0.2	0.1	0.1	0.3	0.2	0.3	0.3	0.4	0.4
Asset Turnover (x)	0.2	0.1	0.1	0.2	0.3	0.3	0.4	0.4	0.4
Inventory (Days)	4	10	7	4	5	4	4	4	4
Debtor (Days)	27	45	26	23	24	22	22	22	22
Creditor (Days)	46	114	53	28	29	17	20	18	18
<b>Leverage Ratio (x)</b>									
Current Ratio	1.4	2.9	2.5	1.9	2.3	2.9	2.5	2.8	2.8
Interest Cover Ratio	1.0	-0.3	0.2	2.0	2.0	2.5	3.4	5.5	8.7
Net Debt/Equity	1.5	1.7	2.0	2.0	1.9	1.4	0.8	0.4	0.1

### Consolidated - Cash Flow Statement

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
<b>(INRm)</b>									
OP/(Loss) before Tax	5	-2,147	-1,446	1,782	2,151	2,962	4,009	5,744	6,896
Depreciation	922	1,076	1,043	966	1,121	1,393	1,400	1,426	1,455
Interest & Finance Charges	1,507	1,685	1,786	1,773	1,903	2,041	1,574	1,192	757
Direct Taxes Paid	-109	322	-17	-207	-341	-502	-764	-1,264	-1,586
(Inc)/Dec in WC	-754	-1,009	27	-403	-523	-416	-145	-322	-198
<b>CF from Operations</b>	<b>1,572</b>	<b>-74</b>	<b>1,394</b>	<b>3,912</b>	<b>4,312</b>	<b>5,478</b>	<b>6,074</b>	<b>6,776</b>	<b>7,323</b>
Others	-62	-635	-41	-63	339	-63	617	1,103	1,328
<b>CF from Operating incl EO</b>	<b>1,510</b>	<b>-709</b>	<b>1,353</b>	<b>3,849</b>	<b>4,651</b>	<b>5,416</b>	<b>6,691</b>	<b>7,879</b>	<b>8,651</b>
(Inc)/Dec in FA	-8,969	-465	-668	-1,618	-3,393	-932	-600	-600	-2,000
<b>Free Cash Flow</b>	<b>-7,459</b>	<b>-1,174</b>	<b>685</b>	<b>2,231</b>	<b>1,258</b>	<b>4,484</b>	<b>6,091</b>	<b>7,279</b>	<b>6,651</b>
(Pur)/Sale of Investments	210	85	132	8	-78	-357	0	0	0
Others	2,677	-276	-56	-1,222	-495	14	58	65	122
<b>CF from Investments</b>	<b>-6,082</b>	<b>-656</b>	<b>-591</b>	<b>-2,832</b>	<b>-3,965</b>	<b>-1,274</b>	<b>-542</b>	<b>-535</b>	<b>-1,878</b>
Issue of Shares	10	1,750	8	17	2	0	0	0	0
Inc/(Dec) in Debt	3,733	1,075	134	471	1,434	-1,927	-4,200	-4,500	-4,500
Interest Paid	-1,565	-1,817	-1,400	-1,432	-2,016	-1,593	-1,632	-1,257	-879
Dividend Paid	0	0	0	0	0	0	0	0	0
Others	2,488	1,361	-372	-379	157	-352	-621	-1,106	-1,330
<b>CF from Fin. Activity</b>	<b>4,667</b>	<b>2,368</b>	<b>-1,630</b>	<b>-1,323</b>	<b>-423</b>	<b>-3,872</b>	<b>-6,453</b>	<b>-6,863</b>	<b>-6,709</b>
<b>Inc/Dec of Cash</b>	<b>94</b>	<b>1,003</b>	<b>-869</b>	<b>-306</b>	<b>263</b>	<b>269</b>	<b>-304</b>	<b>481</b>	<b>64</b>
Opening Balance	314	408	1,411	543	275	537	807	502	984
<b>Closing Balance</b>	<b>408</b>	<b>1,411</b>	<b>543</b>	<b>275</b>	<b>537</b>	<b>807</b>	<b>502</b>	<b>984</b>	<b>1,047</b>

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