

| Market Cap. | 52 Week H/L | CMP | | Target Price | | | | | |
|--|----------------|----------|--|--------------|--|--|--|--|--|
| Rs. 2,814 Cr. | Rs.3,072/1,650 | Rs.1,645 | | Rs. 3,463 | | | | | |
| IT | | | | | | | | | |
| STOCK DATA | | | | | | | | | |
| BUY | | | | | | | | | |
| Reuters Code | MPSL.BO | | | | | | | | |
| Bloomberg Code | MPSLTD | | | | | | | | |
| BSE Code | 532440 | | | | | | | | |
| NSE Symbol | MPSLTD | | | | | | | | |
| Face Value | Rs.10 | | | | | | | | |
| Shares Outstanding | 1.71 Cr | | | | | | | | |
| Avg. Daily Volume (6m) | 20,976 Shares | | | | | | | | |
| Price Performance (%) | | | | | | | | | |
| 1M | 3M | | | | | | | | |
| (12) | (24) | | | | | | | | |
| 200 days EMA Rs.2,173 | | | | | | | | | |
| SHARE HOLDING (%) | | | | | | | | | |
| Promoters | 68.3 | | | | | | | | |
| FII | 1.6 | | | | | | | | |
| FI / MF | 0.1 | | | | | | | | |
| Bodies Corporate | 2.2 | | | | | | | | |
| Public & Others | 27.8 | | | | | | | | |
| RESEARCH ASSOCIATE | | | | | | | | | |
| Yash Dalal +91 22 4093 4077 | | | | | | | | | |
| yash.dalal@sushilfinance.com | | | | | | | | | |
| SALES: | | | | | | | | | |
| Devang Shah +91 22 4093 6060/61 | | | | | | | | | |
| devang.shah@sushilfinance.com | | | | | | | | | |
| OUTLOOK AND VALUATION | | | | | | | | | |
| <p>We remain bullish on MPS Ltd due to the various growth factors prevalent for the company. We expect FY28E revenue at Rs.1069.2cr, EBITDA of Rs.336.8cr at an EBITDA margin of 31.5% and PAT of Rs.237.0cr. We estimate FY28E EPS at Rs.138.5, and assign a PE multiple of 25x, maintaining the target price to Rs.3463 (upside ~110.5%) from the current market price of Rs.1645. We keep our BUY Rating for MPS Ltd over an investment horizon of 24 months.</p> | | | | | | | | | |

| Y/E Mar | Revenue (Rs. Cr) | EBITDA (Rs. Cr) | EBITDA Margin (%) | PAT (Rs. Cr) | NPM (%) | EPS (Rs.) | P/E (x) | P/S (x) | P/BV (x) |
|---------|---------------------|--------------------|----------------------|-----------------|------------|--------------|------------|------------|-------------|
| FY25 | 726.9 | 210.9 | 29.0% | 143.0 | 19.7% | 83.6 | 19.8 | 3.9 | 5.9 |
| FY26E | 792.3 | 233.7 | 29.5% | 162.3 | 20.5% | 94.9 | 17.5 | 3.6 | 6.1 |
| FY27E | 919.1 | 275.7 | 30.0% | 192.5 | 20.9% | 112.5 | 14.7 | 3.1 | 6.2 |
| FY28E | 1,069.2 | 336.8 | 31.5% | 237.0 | 22.2% | 138.5 | 12.0 | 2.6 | 5.9 |



Earlier Recommendation

| Date | Report Type | Reco | Price (Rs.) | Target (Rs.) |
|-----------|-----------------------|------|-------------|--------------|
| 24-Jun-25 | Initiating Coverage | Buy | 2,633 | 3,603 |
| 27-Nov-25 | Q2FY26 Results Update | Buy | 2,125 | 3,463 |

PROFIT & LOSS STATEMENT

(Rs. Cr.)

| Y/E Mar. | FY25 | FY26E | FY27E | FY28E |
|--------------------------|--------------|--------------|--------------|--------------|
| Revenue | 727 | 792 | 919 | 1,069 |
| Raw Material Cost | 0 | 0 | 0 | 0 |
| Employee Cost | 328 | 356 | 412 | 470 |
| Other Expenses | 188 | 203 | 232 | 262 |
| EBITDA | 211 | 234 | 276 | 337 |
| <i>EBITDA Margin (%)</i> | <i>29.0%</i> | <i>29.5%</i> | <i>30.0%</i> | <i>31.5%</i> |
| Depreciation | 27 | 30 | 33 | 36 |
| EBIT | 183 | 204 | 243 | 300 |
| <i>EBIT Margin (%)</i> | <i>25.2%</i> | <i>25.7%</i> | <i>26.4%</i> | <i>28.1%</i> |
| Finance Costs | 1 | 1 | 1 | 1 |
| Other Income | 13 | 14 | 15 | 17 |
| Profit before Tax | 201 | 216 | 257 | 316 |
| Tax Expense | 52 | 54 | 64 | 79 |
| Net Profit | 143 | 162 | 193 | 237 |
| <i>Net Margin (%)</i> | <i>19.7%</i> | <i>20.5%</i> | <i>20.9%</i> | <i>22.2%</i> |
| EPS | 83.6 | 94.9 | 112.5 | 138.5 |

BALANCE SHEET

(Rs. Cr.)

| Y/E Mar. | FY25 | FY26E | FY27E | FY28E |
|---|------------|------------|------------|------------|
| PP&E (incl. CWIP) | 22 | 21 | 20 | 19 |
| Right of Use Assets / Investment Property | 5 | 5 | 5 | 5 |
| Other Intangible assets | 72 | 72 | 72 | 72 |
| Goodwill | 244 | 244 | 244 | 244 |
| Other non-current assets | 40 | 42 | 44 | 47 |
| Inventories | - | - | - | - |
| Other financial asset investments | 21 | 24 | 27 | 30 |
| Trade Receivables | 117 | 124 | 141 | 164 |
| Cash and Bank Balances | 84 | 72 | 63 | 75 |
| Other Current Assets | 89 | 96 | 101 | 106 |
| Total Assets | 695 | 700 | 717 | 762 |
| Equity Share Capital | 17 | 17 | 17 | 17 |
| Reserves & Surplus | 461 | 447 | 442 | 463 |
| Deferred tax liabilities | 26 | 28 | 30 | 33 |
| Other Non-Current Liabilities | 38 | 38 | 38 | 38 |
| Trade Payables | 25 | 31 | 37 | 44 |
| Other Financial Liabilities | 14 | 16 | 17 | 19 |
| Current tax liabilities | 3 | 3 | 3 | 3 |
| Other Current Tax Liab & Provisions | 110 | 121 | 133 | 146 |
| Total Liabilities | 695 | 700 | 717 | 762 |

Source: Company, Sushil Finance Research

CASH FLOW STATEMENT (Rs. Cr.)

| Y/E Mar. | FY25 | FY26E | FY27E | FY28E |
|-------------------------------------|--------------|--------------|--------------|--------------|
| PBT | 201 | 216 | 257 | 316 |
| Depreciation | 27 | 30 | 33 | 36 |
| Interest | 1 | 1 | 1 | 1 |
| CFO before Working Cap chg | 229 | 247 | 291 | 353 |
| Chg in Inventories | - | - | - | - |
| Chg in Trade Receivables | (14) | (7) | (17) | (23) |
| Chg in Trade Payables | 1 | 5 | 6 | 7 |
| Chg in Current Assets & Liabilities | | | | |
| Income Taxes Paid | (52) | (54) | (64) | (79) |
| Cash Flow from Operations | 165 | 191 | 216 | 259 |
| Interest Paid | (1) | (1) | (1) | (1) |
| Dividend Paid | (153) | (177) | (197) | (216) |
| Other Adjustments | (92) | 8 | 11 | 12 |
| Cash Flow from Financing | (246) | (170) | (187) | (205) |
| Capital Expenditure | (28) | (29) | (32) | (35) |
| Other Adjustments | 44 | (9) | (8) | (9) |
| Cash Flow from Investing | 15 | (38) | (40) | (44) |
| Opening Cash | 109 | 63 | 47 | 35 |
| Total Cash Flow | (45) | (17) | (11) | 9 |
| Closing Cash | 63 | 47 | 35 | 45 |

FINANCIAL RATIO STATEMENT

| Y/E Mar. | FY25 | FY26E | FY27E | FY28E |
|------------------------------------|-------|-------|-------|-------|
| <u>Growth (%)</u> | | | | |
| Revenue | 33.3% | 9.0% | 16.0% | 16.3% |
| EBITDA | 24.1% | 10.8% | 18.0% | 22.2% |
| Net Profit | 20.4% | 13.5% | 18.7% | 23.1% |
| <u>Profitability (%)</u> | | | | |
| EBITDA Margin | 29.0% | 29.5% | 30.0% | 31.5% |
| Net Profit Margin | 19.7% | 20.5% | 20.9% | 22.2% |
| ROCE | 39.8% | 45.6% | 54.8% | 64.9% |
| ROE | 29.9% | 35.0% | 41.9% | 49.4% |
| <u>Per Share Data (Rs.)</u> | | | | |
| EPS | 83.6 | 94.9 | 112.5 | 138.5 |
| BVPS | 279.7 | 271.0 | 268.6 | 280.6 |
| CEPS | 99.6 | 112.5 | 131.9 | 159.9 |
| <u>Valuation (x)</u> | | | | |
| P/E | 19.8 | 17.5 | 14.7 | 12.0 |
| P/BV | 5.9 | 6.1 | 6.2 | 5.9 |
| EV/EBITDA | 13.1 | 11.8 | 10.0 | 8.2 |
| P/Sales | 3.9 | 3.6 | 3.1 | 10.3 |

Source: Company, Sushil Finance Research

Rating Scale :

This is a guide to the rating system used by our Institutional Research Team. Our rating system comprises of three rating categories.

| Total Expected Return Matrix (Rating and Return) | BUY : Over 12% | HOLD : -12% to 12% | SELL : Below -12% |
|--|----------------|--------------------|-------------------|
|--|----------------|--------------------|-------------------|

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Sushil Financial Services Private Limited

Member : BSE / NSE - SEBI Regn. No. INZ000165135

Research Analyst – SEBI Registration No. INH000000867

Compliance Officer / Grievance Officer :

Mr. Suresh Nemani – Phone : +91 22-40935000 |

Email : suresh.nemani@sushilfinance.com |

Grievance Email - compliance@sushilfinance.com

Regd. Office : 12, Homji Street, Fort, Mumbai 400 001.

Phone: +91 22 40936000 Fax: +91 22 22665758 |

Email : info@sushilfinance.com

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|--|-----|
| Analyst Stock Ownership | No |
| Stock Recommended to Clients | Yes |
| Remuneration/Benefits received from company in 12 months | No |
| Merchant Banking Market Making activities / projects | No |
| Sushil Financial Services Pvt. Ltd and Group Companies Holding | No |
| Sushil Financial Services Pvt. Ltd and Group Directors Holding | Yes |
| Broking Relationship with the company covered | No |