BUY Adani Green Energy

Core RE outlook steady; ESS to add to earnings

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Power ▸ Company Update ▸ **July 28, 2026**

CMP (Rs): 1,400 | TP (Rs): 1,650

We reiterate our positive stance on AGEL, as core RE capacity addition outlook is steady at >5GW pa, with the company being firmly on track to achieve 50GW by CY30. Additionally, 3.5GWh of BESS has been already deployed in Khavda, with the aim to reach 10GWh by FY27-end and 50GWh by CY30. The first 500MW PSP at Chitravathi would also have SCoD in FY27. 1QFY27 results were steady, with >30% yoy EBITDA growth, as capacity crossed 20GW. AGEL has derisked its merchant exposure by contracting RE/BESS capacities with AESL for 25/15 years, respectively, at arm's-length pricing (solar/wind/BESS spread benchmarks at Rs2.6-2.8/3.6-3.8/4.5-5.0 per kWh) to focus on execution. We believe predictability on merchant rates has been low; hence, fixing these around benchmarks for a 'project and execution' company like AGEL is a rational move. We estimate PSP-BESS spread of Rs4-5/kWh to yield 15-20% steady-state ROE at EBITDA of Rs1.3-2.7mn/MWh. We incorporate BESS in our model, raising FY27/28/29E EBITDA by 4%/12%/12% with revised capex of ~Rs420/450/450bn, respectively. The AESL contract does not change our realization assumptions. We roll forward our valuation to Jun-27E and raise our TP by 10% to Rs1,650 (from Rs1,500); retain BUY.

BESS to scale up rapidly with ~10GWh addition pa till CY30; returns attractive

AGEL commissioned ~1.9GWh of BESS in 1Q and is on track to meet 10GWh by FY27-end, while targeting ~50GWh by FY30. The management expects normalized EBITDA of Rs2.5-3.0mn/MWh, with full impact of installed ~3.5GWh expected in remaining 9MFY27. Economics remain attractive, supported by energy arbitrage between daytime and evening power prices, where historical spreads have been Rs4-5/kWh. We believe AGEL can achieve a Rs5-5.5/kWh spread, resulting in Rs2.7mn/MWh EBITDA, which at Rs15mn/MWh unit capex should yield 12% ROCE/16% ROE at a 3-hour, 1.5-cycle format.

Merchant exposure shift to AESL a strategic move toward predictable returns

The merchant/C&I capacities would be routed through Adani Energy Solutions (AESL), while AGEL will retain execution, operations, and PPA-linked contracts, thus eliminating long-term merchant price volatility from its earnings profile. Solar realizations remain benchmarked at Rs2.6-2.8/kWh and wind at Rs3.6-3.8/kWh. BESS tariffs are derived using long-term IEX price trends and targeted project returns (IRR hurdle of 15-16%). The contracts follow SECI-like PPA structures, with Rs4.5-5.0/kWh of BESS spreads.

Core RE business steady; first PSP to be commissioned in FY27

AGEL is on track to achieve its CY30 target of 50GW, adding 5-6GWpa for the next 4-5 years. While curtailment remains within expectations, it does impact EBITDA by 5-7% (2-3GW impact). However, the management expects curtailment challenges to recede by CY30-end, at least at Khavda with 7GW getting added. The maiden PSP at Chitravathi would be commissioned in FY27; Assam and UP projects would commence subsequently.

Target Price – 12M	Jun-27
Change in TP (%)	**10.0**
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	17.9

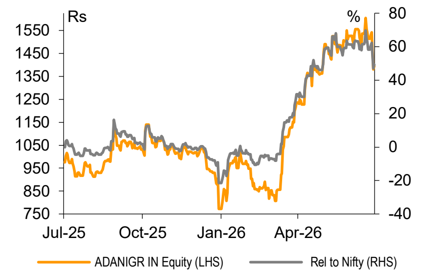
Stock Data	**ADANIGR IN**
52-week High (Rs)	1,632
52-week Low (Rs)	765
Shares outstanding (mn)	1,647.2
Market-cap (Rs bn)	2,306
Market-cap (USD mn)	24,042
Net-debt, FY27E (Rs mn)	1,292,668.0
ADTV-3M (mn shares)	4.4
ADTV-3M (Rs mn)	5,988.6
ADTV-3M (USD mn)	62.4
Free float (%)	31.0
Nifty-50	23,995.9
INR/USD	95.9

Shareholding,Jun-26	
Promoters (%)	62.4
FPIs/MFs (%)	11.8/4.8

Price Performance

(%)	**1M**	**3M**	**12M**
Absolute	(8.3)	13.8	43.4
Rel. to Nifty	(8.1)	14.3	48.5

1-Year share price trend (Rs)



Adani Green Energy: Financial Snapshot (Consolidated)

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Revenue	112,120	129,280	196,742	270,494	350,319
EBITDA	88,770	107,680	172,944	241,758	316,051
Adj. PAT	16,530	17,540	37,470	65,273	97,148
Adj. EPS (Rs)	10.4	10.7	22.8	39.6	59.0
EBITDA margin (%)	79.2	83.3	87.9	89.4	90.2
EBITDA growth (%)	21.3	21.3	60.6	39.8	30.7
Adj. EPS growth (%)	34.5	2.8	112.2	74.2	48.8
RoE (%)	16.6	11.7	17.7	24.8	28.2
RoIC (%)	8.7	8.6	8.7	9.1	9.7
P/E (x)	133.9	130.3	61.4	35.3	23.7
EV/EBITDA (x)	33.1	30.1	20.2	15.6	12.6
P/B (x)	20.7	11.9	10.0	7.8	5.9
FCFF yield (%)	(5.4)	(4.9)	(7.2)	(5.4)	(3.9)

Source: Company, Emkay Research

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Exhibit 1: BESS unit economics

Particulars	FY27	FY28	FY29	FY30	FY31
Capacity in MWh	**5,000**	**15,000**	**25,000**	**35,000**	**45,000**
Discharge Hours	3.0	3.0	3.0	3.0	3.0
Capacity in MW	**1,667**	**5,000**	**8,333**	**11,667**	**15,000**
Round Trip Efficiency	85%	85%	85%	85%	85%
BESS Cycles Per Day	1.5	1.5	1.5	1.5	1.5
Actual CUF	18.8%	18.8%	18.8%	18.8%	18.8%
Output Power (mn kWh)	**2,738**	**8,213**	**13,688**	**19,163**	**24,638**
Realization (Rs/kWh)	8.0	8.0	8.0	8.0	8.0
Revenue (Rs mn)	**21,900**	**65,700**	**109,500**	**153,300**	**197,100**
Input Power (mn kWh)	**3,221**	**9,662**	**16,103**	**22,544**	**28,985**
Power Price (Rs/kWh)	2.2	2.2	2.2	2.2	2.2
Power Cost (Rs mn)	**7,085**	**21,256**	**35,426**	**49,597**	**63,768**
O&M Cost (Rs/kWh)	0.5	0.5	0.5	0.5	0.5
Other Expenses (Rs mn)	**1,369**	**4,106**	**6,844**	**9,581**	**12,319**
EBITDA (Rs mn)	**13,446**	**40,338**	**67,230**	**94,122**	**121,014**
Spread (Rs/kWh)	**5**	**5**	**5**	**5**	**5**
EBITDA/MWh (Rs mn)	**2.7**	**2.7**	**2.7**	**2.7**	**2.7**

Source: Industry, Emkay Research

Exhibit 2: PSP unit economics

Particulars	FY27	FY28	FY29	FY30	FY31
Capacity in MWh	**3,000**	**6,000**	**12,000**	**21,000**	**33,000**
Discharge Hours	6.0	6.0	6.0	6.0	6.0
Capacity in MW	**500**	**1,000**	**2,000**	**3,500**	**5,500**
Round Trip Efficiency	74%	74%	74%	74%	74%
BESS Cycle Per Day	1.0	1.0	1.0	1.0	1.0
Actual CUF	25.0%	25.0%	25.0%	25.0%	25.0%
Output Power (mn kWh)	**1,095**	**2,190**	**4,380**	**7,665**	**12,045**
Realization (Rs/kWh)	7.1	7.1	7.1	7.1	7.1
Revenue (Rs mn)	**7,796**	**15,593**	**31,186**	**54,575**	**85,760**
Input Power (mn kWh)	**1,480**	**2,959**	**5,919**	**10,358**	**16,277**
Power Price (Rs/kWh)	2.2	2.2	2.2	2.2	2.2
Power Cost (Rs mn)	**3,255**	**6,511**	**13,022**	**22,788**	**35,809**
O&M Cost (Rs/kWh)	0.5	0.5	0.5	0.5	0.5
Other Expenses (Rs mn)	**548**	**1,095**	**2,190**	**3,833**	**6,023**
EBITDA (Rs mn)	**3,993**	**7,987**	**15,974**	**27,954**	**43,928**
Spread (Rs/kWh)	**4**	**4**	**4**	**4**	**4**
EBITDA/MWh (Rs mn)	**1.3**	**1.3**	**1.3**	**1.3**	**1.3**

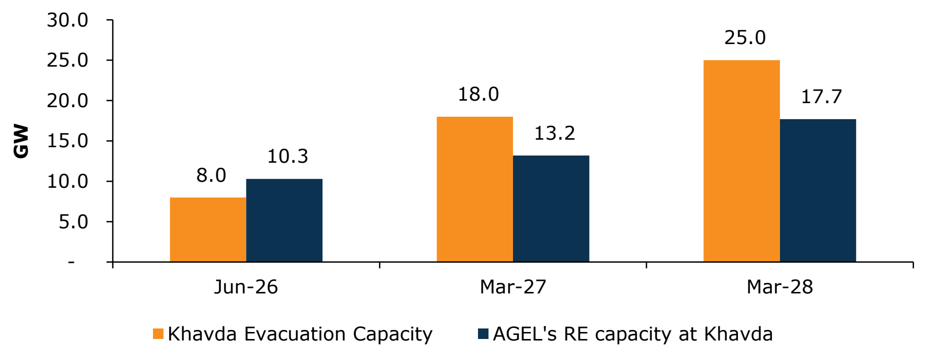
Source: Industry, Emkay Research

Exhibit 3: BESS and PSP return profile

(Rs mn/MWh)	BESS	PSP
Capex	15.0	8.3
Debt (75%)	11.3	6.3
EBITDA	**2.7**	**1.3**
Depreciation (18-40 years)	0.8	0.2
EBIT	**1.9**	**1.1**
ROCE	**12%**	**13%**
Interest Cost (9.5%)	1.1	0.6
PBT	0.8	0.5
Tax (25.2%)	0.2	0.1
PAT	**0.6**	**0.4**
ROE	**16%**	**19%**

Source: Industry, Emkay Research

Exhibit 4: Khavda evacuation constraints expected to ease by CY26-end



Source: Company, Emkay Research

Exhibit 5: AGEL – Quarterly Financial Summary

Consolidated (Rs mn)	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27	yoy	qoq	FY25	FY26	yoy
Revenue	38,000	30,080	26,180	35,020	44,310	17%	27%	112,120	129,280	15%
Expenditure	7,580	4,050	3,770	6,200	4,460	-41%	-28%	23,560	21,600	-8%
EBITDA	**30,420**	**26,030**	**22,410**	**28,820**	**39,850**	**31%**	**38%**	**88,560**	**107,680**	**22%**
Depreciation	7,670	8,340	8,860	8,850	10,260	34%	16%	24,980	33,720	35%
EBIT	22,750	17,690	13,550	19,970	29,590	30%	48%	63,580	73,960	16%
Finance Cost	15,250	16,350	16,980	16,260	20,010	31%	23%	54,930	64,840	18%
Other Income	2,060	2,410	2,190	2,250	2,320	13%	3%	12,190	8,910	-27%
PBT Before Exceptionals	9,560	3,750	(1,240)	5,960	11,900	24%	100%	20,840	18,030	-13%
Forex Gain/(Loss)	-	-	-	-	-			130	-	
Exceptional Item	(170)	(830)	(110)	(1,080)	(20)			(3,260)	(2,190)	
PBT	9,390	2,920	(1,350)	4,880	11,880	27%	143%	17,450	15,840	-9%
Tax	2,320	(2,370)	(370)	560	2,630			2,140	140	-93%
PAT	7,070	5,290	(980)	4,320	9,250	31%	114%	15,310	15,700	3%
Associate/JV Profit Share	1,170	1,150	1,030	820	580	-50%	-29%	4,440	4,170	-6%
Minority Interest (MI)	1,110	610	460	1,170	1,380			5,570	3,350	
PAT After MI	**7,130**	**5,830**	**(410)**	**3,970**	**8,450**	**19%**	**113%**	**14,180**	**16,520**	**17%**
EPS (Rs)	4.4	3.5	(0.2)	2.4	5.1	17%	113%	9.1	10.1	11%
Operational Capacity (MW)	**15,816**	**16,680**	**17,240**	**19,294**	**20,143**	**27%**	**4%**	**14,243**	**19,294**	**35%**
Solar	11,156	11,593	11,943	13,515	14,207	27%	5%	10,103	13,515	34%
Wind	1,986	2,142	2,176	2,563	2,670	34%	4%	2,000	2,563	28%
Hybrid	2,674	2,945	3,121	3,216	3,266	22%	2%	2,140	3,216	50%
CUF										
Solar	28.0%	21.9%	21.7%	24.9%	25.3%			24.8%	24.0%	
Wind	42.3%	33.5%	13.5%	19.5%	44.4%			27.2%	26.6%	
Hybrid	43.9%	35.0%	27.3%	36.3%	49.0%			39.5%	35.2%	
Sale of Power (MU)	**10,479**	**9,090**	**8,067**	**9,931**	**13,657**	**30%**	**38%**	**27,969**	**37,567**	**34%**
Solar	6,372	5,441	5,627	6,565	7,653	20%	17%	16,738	24,005	43%
Wind	1,805	1,499	646	968	2,516	39%	160%	3,834	4,918	28%
Hybrid	2,302	2,150	1,794	2,398	3,488	52%	45%	7,397	8,644	17%
Book Realization (Rs/kWh)	**3.16**	**3.05**	**3.00**	**3.12**	**3.13**	**-1%**	**1%**	**3.39**	**3.09**	**-9%**
Merchant+Infirm Share	41%	44%	46%	40%	44%			27%	43%	
Power Supply Revenue	33,120	27,760	24,200	30,940	42,800	29%	38%	94,950	116,020	22%
Power Supply EBITDA	31,080	25,430	22,700	29,440	41,220	33%	40%	88,190	108,650	23%
EBITDAM	94%	92%	94%	95%	96%			93%	94%	
Net Debt		**799,320**		**960,850**				**729,330**	**960,850**	**32%**

Source: Company, Emkay Research

1QFY27 concall highlights

- Adani Green Energy (AGEL) remains on track to add ~5GW of RE capacity in FY27 (excluding the 500MW Chitravathi PSP), supported by strong execution momentum. The company surpassed the 20GW operational milestone during 1QFY27 after adding ~4.3GW over the past year. Alongside RE capacity additions, AGEL commissioned ~1.9GWh of BESS during 1QFY27, taking cumulative installed BESS capacity to ~3.5GWh. It remains on track to exceed 10GWh by FY27-end, while the long-term BESS target remains at ~50GWh by FY30. The maiden 500MW Chitravathi pumped storage project is also scheduled for commissioning during FY27.

- AGEL has fundamentally derisked its merchant exposure by contracting renewable energy (RE) and BESS capacities with AESL under long-term arm's-length pricing, allowing the company to focus on project execution and predictable returns. RE projects that were previously intended for merchant sale have now largely been tied up with AESL under long-term contracts at tariffs comparable to those from long-term PPAs. Solar and wind contracts are for 25 years, while BESS contracts are for 15 years with fixed tariffs. Going forward, merchant/C&I capacities are expected to be routed through AESL, while AGEL will primarily retain execution, operations, and PPA-linked contracts, thereby eliminating long-term merchant price volatility from its earnings profile. Only infirm power generated before PPA commencement is expected to remain exposed to merchant markets. The contracts follow SECI-like PPA structures, carry no convenience termination clauses, and are executed on arm's-length terms.

- The AESL tie-up enables AGEL to lock in benchmark long-term returns while transferring future market risks and merchant price volatility. Solar and wind realizations are linked to benchmarks (at Rs2.6-2.8/kWh and Rs3.6-3.8/kWh, respectively), while BESS tariffs are derived using long-term IEX price trends and targeted project returns. Battery contracts would be structured to achieve hurdle IRRs of 15-16%. Consequently, future benefits or risks arising from merchant market movements, transmission cost savings, or policy changes will largely accrue to AESL, while AGEL earns predictable long-term returns.

- BESS is expected to emerge as a meaningful incremental earnings driver over the next few years, with AGEL targeting >10GWh cumulative operational capacity by FY27-end. The company expects normalized EBITDA of Rs2.5-3.0mn/MWh, with the full earnings benefit from the currently installed ~3.5GWh expected to accrue over the remaining nine months of FY27. BESS assets will initially have a modest contribution to consolidated EBITDA, but are expected to become increasingly meaningful as capacity scales up. AGEL also intends to disclose BESS financials separately going forward, improving visibility into storage economics.

- Battery storage economics remain attractive, supported by energy arbitrage opportunities between daytime and evening power prices. The storage model involves charging batteries during periods of lower renewable power prices and discharging during evening peak hours, where historical market spreads have averaged Rs4-5/kWh. While long-term cycle economics are still evolving due to the nascent nature of the industry, current arbitrage spreads support attractive project returns and commercial viability.

- Curtailment remains within expectations, and is expected to reduce materially over the remainder of CY26 as transmission infrastructure is expected to be commissioned. Curtailment currently impacts EBITDA by 5-7%; however, with additional transmission capacity expected to become operational, AGEL expects curtailment challenges to rescind by CY26-end, at least at Khavda. The company continues to closely synchronize project commissioning with transmission availability to minimize stranded investments while retaining flexibility to accelerate execution if evacuation infrastructure is commissioned ahead of schedule.

- Around 7GW of additional evacuation infrastructure is expected by CY26-end at Khavda, with the balance expected over the subsequent 1-2 quarters. AGEL continues to closely monitor transmission timelines, and aligns project execution accordingly to optimize capital deployment while maximizing the benefits of evacuation readiness.

- FY27 renewable generation and EBITDA outlook remains supported by healthy operational performance. Around 31% of annual PPA obligations have already been fulfilled during 1QFY27, reflecting seasonal generation patterns and healthy CUFs. Historically, AGEL has consistently delivered generation above annual PPA commitments (100-110%) and expects FY27 generation cadence to remain broadly similar to that in previous years, supported by normal weather expectations.
- Operational portfolio run-rate EBITDA is expected to expand in FY27, as recently commissioned assets contribute for the full year. The operational portfolio currently has an annualized run-rate EBITDA of ~Rs170bn, which is expected to increase to ~Rs210bn by FY27-end (exit rate). This run-rate EBITDA includes contribution from BESS. BESS is expected to have only a modest impact during its first year of operation, with earnings contribution increasing meaningfully as additional projects are commissioned.
- FY27 capex guidance stands at ~Rs420bn, driven by renewable expansion and rapid storage deployment. The planned capex will primarily fund ~5GW of renewable capacity addition and expansion of cumulative BESS capacity to over 10GWh during FY27. Battery capex currently stands at ~Rs15mn/MW of installed capacity, although actual costs may vary depending on storage duration and system configuration.
- Current merchant realizations are at ~Rs2.5/unit. Infirm power will continue to be sold into merchant markets until associated PPAs become operational, after which such capacities transition to long-term contracted revenues.
- The rapid adoption of rooftop solar is not expected to materially disrupt India's utility-scale renewable opportunity. India's electricity demand continues to grow broadly in line with GDP growth, while rooftop solar primarily addresses daytime consumption. Utility-scale renewable projects, coupled with storage solutions, remain well positioned to serve evening, night-time, and large industrial demand, allowing both distributed and utility-scale segments to grow simultaneously.
- AGEL expects to remain India's dominant battery storage developer, with operational BESS capacity of >10GWh, which is likely to account for over two-thirds of India's installed BESS capacity by FY27-end. The company currently operates ~3.5GWh of BESS capacity, representing roughly half of India's operational battery storage capacity.
- Battery safety risks are considered manageable through technology selection, stringent engineering standards, and comprehensive insurance coverage. Recent industry fire incidents were attributed to inverter (PCS) failures rather than battery cells themselves. AGEL employs Tier-1 battery suppliers, with batteries designed according to site-specific operating conditions. It follows safety standards comparable with European practices, and maintains comprehensive insurance coverage across battery assets.
- Beyond Khavda, AGEL is evaluating multiple large renewable development sites to replicate the scale and execution efficiencies achieved at Khavda. The successful execution of Khavda has strengthened confidence in developing other large-scale renewable hubs with favorable solar irradiation, although project scale and timelines remain under evaluation.

Exhibit 6: Change in estimates

(Rs mn)	FY27E			FY28E			FY29E		
	Previous	Revised	Variance	Previous	Revised	Variance	Previous	Revised	Variance
Revenue	188,534	196,742	4%	237,721	270,494	14%	307,767	350,319	14%
EBITDA	166,994	172,944	4%	215,093	241,758	12%	282,238	316,051	12%
EBITDA margin	*88.6%*	*87.9%*	*-67bps*	*90.5%*	*89.4%*	*-110bps*	*91.7%*	*90.2%*	*-149bps*
PAT	42,298	37,470	-11%	57,150	65,273	14%	88,849	97,148	9%
EPS (Rs)	25.7	22.8	-11%	34.7	39.6	14%	53.9	59.0	9%

Source: Emkay Research

Exhibit 7: AGEL's EV/EBITDA-based valuation

Consolidated (Rs bn)	Target FY31/30-end
EBITDA	469
Target EV/EBITDA (x)	12.5
EV	5,857
Net Debt (Phase-adjusted)	1,870
Equity Value	**3,987**
Profit from Associates – Minority Interest	-1
Target PER (x)	20
Value of Net Minority	**-24**
Target Equity Value	**3,963**
Discounted Equity Value (15% COE, Jun-27E)	**2,698**
Target Price (Rs)	**1,650**

Source: Emkay Research

Adani Green Energy: Consolidated Financials and Valuations

Profit & Loss

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Revenue	**112,120**	**129,280**	**196,742**	**270,494**	**350,319**
Revenue growth (%)	21.6	15.3	52.2	37.5	29.5
EBITDA	**88,770**	**107,680**	**172,944**	**241,758**	**316,051**
EBITDA growth (%)	21.3	21.3	60.6	39.8	30.7
Depreciation & Amortization	24,980	33,720	46,668	70,312	89,201
EBIT	**63,790**	**73,960**	**126,276**	**171,446**	**226,851**
EBIT growth (%)	17.8	15.9	70.7	35.8	32.3
Other operating income	1,650	6,020	7,826	8,609	9,039
Other income	11,990	8,840	8,094	8,778	9,027
Financial expense	54,810	64,770	83,293	92,376	104,934
PBT	**20,970**	**18,030**	**51,077**	**87,848**	**130,944**
Extraordinary items	(3,260)	(2,190)	0	0	0
Taxes	2,140	140	11,237	20,205	31,427
Minority interest	(6,740)	(4,520)	(6,370)	(6,370)	(6,370)
Income from JV/Associates	4,440	4,170	4,000	4,000	4,000
Reported PAT	**13,270**	**15,350**	**37,470**	**65,273**	**97,148**
PAT growth (%)	35.0	15.7	144.1	74.2	48.8
Adjusted PAT	**16,530**	**17,540**	**37,470**	**65,273**	**97,148**
Diluted EPS (Rs)	**10.4**	**10.7**	**22.8**	**39.6**	**59.0**
Diluted EPS growth (%)	34.5	2.8	112.2	74.2	48.8
DPS (Rs)	**0**	**0**	**0**	**0**	**0**
Dividend payout (%)	**0**	**0**	**0**	**0**	**0**
EBITDA margin (%)	79.2	83.3	87.9	89.4	90.2
EBIT margin (%)	56.9	57.2	64.2	63.4	64.8
Effective tax rate (%)	10.2	0.8	22.0	23.0	24.0
NOPLAT (pre-IndAS)	**57,280**	**73,386**	**98,495**	**132,014**	**172,406**
Shares outstanding (mn)	1,584	1,636	1,647	1,647	1,647

Source: Company, Emkay Research

Balance Sheet

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	15,840	16,470	16,470	16,470	16,470
Reserves & Surplus	105,530	183,180	220,650	285,923	383,071
Net worth	**121,370**	**199,650**	**237,120**	**302,393**	**399,541**
Minority interests	104,360	99,140	104,340	109,540	114,740
Non-current liab. & prov.	4,960	3,590	3,590	3,590	3,590
Total debt	**780,690**	**1,004,780**	**1,337,981**	**1,631,177**	**1,887,451**
Total liabilities & equity	**1,043,620**	**1,351,960**	**1,728,537**	**2,092,948**	**2,452,349**
Net tangible fixed assets	727,010	921,770	1,242,783	1,575,868	1,927,280
Net intangible assets	-	-	-	-	-
Net ROU assets	36,050	49,790	52,506	55,357	58,351
Capital WIP	144,800	190,310	234,060	277,810	277,810
Goodwill	30	30	30	30	30
Investments [JV/Associates]	9,390	13,560	13,560	13,560	13,560
Cash & equivalents	**51,360**	**43,930**	**45,313**	**46,765**	**48,290**
Current assets (ex-cash)	34,470	70,680	77,944	90,003	103,386
Current Liab. & Prov.	64,020	77,920	84,685	121,048	138,917
NWC (ex-cash)	**(29,550)**	**(7,240)**	**(6,741)**	**(31,045)**	**(35,531)**
Total assets	**1,043,620**	**1,351,960**	**1,728,537**	**2,092,948**	**2,452,349**
Net debt	729,330	960,850	1,292,668	1,584,412	1,839,161
Capital employed	1,043,620	1,351,960	1,728,537	2,092,948	2,452,349
Invested capital	**733,540**	**964,350**	**1,288,578**	**1,600,209**	**1,950,129**
BVPS (Rs)	67.6	117.9	139.9	179.5	238.5
Net Debt/Equity (x)	6.8	5.0	5.6	5.4	4.7
Net Debt/EBITDA (x)	8.2	8.9	7.5	6.6	5.8
Interest coverage (x)	1.4	1.3	1.6	2.0	2.2
RoCE (%)	**8.5**	**7.2**	**9.0**	**9.7**	**10.6**

Source: Company, Emkay Research

Cash flows

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
PBT (ex-other income)	13,420	13,360	46,983	83,070	125,917
Others (non-cash items)	5,070	2,920	4,094	4,778	5,027
Taxes paid	(2,220)	(1,430)	(11,237)	(20,205)	(31,427)
Change in NWC	1,330	(6,340)	(4,294)	20,321	302
Operating cash flow	**89,570**	**101,350**	**157,413**	**241,874**	**284,927**
Capital expenditure	(247,610)	(259,920)	(416,862)	(452,850)	(446,600)
Acquisition of business	0	0	0	0	0
Interest & dividend income	7,220	2,270	4,908	5,525	5,703
Investing cash flow	**(198,270)**	**(262,270)**	**(408,768)**	**(444,072)**	**(437,573)**
Equity raised/(repaid)	0	61,580	0	0	0
Debt raised/(repaid)	135,910	182,350	333,907	293,938	257,053
Payment of lease liabilities	(2,700)	(4,580)	0	0	0
Interest paid	(49,650)	(74,340)	(83,293)	(92,376)	(104,934)
Dividend paid (incl tax)	-	-	-	-	-
Others	31,190	(8,860)	5,200	5,200	5,200
Financing cash flow	**114,750**	**156,150**	**255,814**	**206,762**	**157,319**
Net chg in Cash	6,050	(4,770)	4,460	4,564	4,674
OCF	89,570	101,350	157,413	241,874	284,927
Adj. OCF (w/o NWC chg.)	88,240	107,690	161,707	221,553	284,625
FCFF	(158,040)	(158,570)	(259,449)	(210,976)	(161,673)
FCFE	(205,630)	(221,070)	(337,833)	(297,828)	(260,903)
OCF/EBITDA (%)	100.9	94.1	91.0	100.0	90.2
FCFE/PAT (%)	(1,549.6)	(1,440.2)	(901.6)	(456.3)	(268.6)
FCFF/NOPLAT (%)	**(275.9)**	**(216.1)**	**(263.4)**	**(159.8)**	**(93.8)**

Source: Company, Emkay Research

Valuations and key Ratios

Y/E March	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	167.1	149.2	61.5	35.3	23.7
EV/CE(x)	3.0	2.5	2.2	1.9	1.7
P/B (x)	20.7	11.9	10.0	7.8	5.9
EV/Sales (x)	26.7	26.4	19.0	14.9	12.1
EV/EBITDA (x)	33.2	30.2	20.8	16.1	13.1
EV/EBIT(x)	46.2	43.9	28.5	22.7	18.3
EV/IC (x)	4.0	3.4	2.8	2.4	2.1
FCFF yield (%)	(5.4)	(4.9)	(7.2)	(5.4)	(3.9)
FCFE yield (%)	(8.9)	(9.6)	(14.7)	(12.9)	(11.3)
Dividend yield (%)	0	0	0	0	0
DuPont-RoE split					
Net profit margin (%)	14.7	13.6	19.0	24.1	27.7
Total asset turnover (x)	0.1	0.1	0.1	0.1	0.2
Assets/Equity (x)	9.1	7.7	7.0	7.1	6.4
RoE (%)	**16.6**	**11.7**	**17.7**	**24.8**	**28.2**
DuPont-RoIC					
NOPLAT margin (%)	51.1	56.8	50.1	48.8	49.2
IC turnover (x)	0.2	0.2	0.2	0.2	0.2
RoIC (%)	**8.7**	**8.6**	**8.7**	**9.1**	**9.7**
Operating metrics					
Core NWC days	(96.2)	(20.4)	(12.5)	(41.9)	(37.0)
Total NWC days	**(96.2)**	**(20.4)**	**(12.5)**	**(41.9)**	**(37.0)**
Fixed asset turnover	0.1	0.1	0.2	0.2	0.2
Opex-to-revenue (%)	8.0	11.2	9.0	9.3	9.1

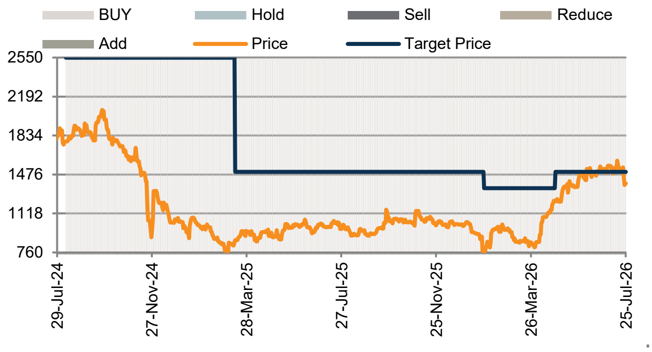
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
26-Apr-26	1,236	1,500	Buy	Sabri Hazarika
25-Jan-26	773	1,350	Buy	Sabri Hazarika
30-Oct-25	1,140	1,500	Buy	Sabri Hazarika
30-Jul-25	1,010	1,500	Buy	Sabri Hazarika
30-Apr-25	901	1,500	Buy	Sabri Hazarika
13-Mar-25	874	1,500	Buy	Sabri Hazarika
23-Oct-24	1,702	2,550	Buy	Sabri Hazarika
12-Oct-24	1,792	2,550	Buy	Sabri Hazarika
15-Sep-24	1,788	2,550	Buy	Sabri Hazarika
09-Aug-24	1,781	2,550	Buy	Sabri Hazarika

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

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