BUY

KFin Technologies

International business drives the show

BFSI - Capital Markets | Result Update | **July 28, 2026**

CMP (Rs): 949 | TP (Rs): 1,100

KFINTECH delivered largely in-line 1Q performance. Revenue at Rs3.6bn (+3% qoq) came in line with our and consensus estimates, while EBITDA margin at 34.2% (-160bps qoq) was higher than our estimate of 33.1% and in line with consensus estimate. MF revenue yields dipped sequentially, owing to a shift in the asset mix from debt to liquid funds and a provision made for contract renewal. The management remains focused on expanding the addressable market and diversifying revenue mix by reducing the contribution of Domestic MF business to ~50% over the next 3 years. The company has undertaken several cost optimization measures, and the management remains optimistic about delivering ~40% EBITDA margin for FY27. Accordingly, the management raised PAT guidance to ~12-15% for FY27. To bake in 1Q developments, we cut our revenue estimates by ~2% over FY27-29 while raising EBITDA margin estimates by 40-70bps, resulting in largely unchanged PAT over FY27-29E. We maintain BUY and Jun-27E TP of Rs1,100, implying FY28E PER of ~38x.

MF business sees yield moderation; Non-MF businesses deliver strong growth

During 1Q, revenue grew ~3% qoq to Rs3.6bn, largely in line with our and consensus estimates. While MF QAAUM grew ~3% qoq, yields dipped ~3% to 3.2bps, resulting in MF-based revenue of Rs2.18bn (+1% qoq). The qoq moderation in yield was driven by a shift from debt funds to liquid funds and due to a provision made for contract renewal. The Issuer Solutions business saw modest ~8% yoy revenue growth amid modest retail participation. The International and Other Investor Solutions segment saw strong ~7% qoq revenue growth, led by robust growth in Ascent's revenue. EBITDA margin at 34.2% dipped by 160bps qoq but was higher than our estimate of 33.1% and in line with consensus estimate. PAT at Rs0.75bn declined ~7% qoq and was higher than our estimate (Rs0.71bn) and in line with consensus (Rs0.76bn).

International business outlook healthy; cost optimization underway

The international business segment saw several large deal wins, with AUM of over ~$100mn, as the company shifted its strategy from focusing on small boutique managers to large clients. The US market remained a standout geography for the company with recent deal wins, while the opportunity of US alternatives and public market funds remains huge. With the integration of Ascent largely being done, the management expects to deliver double-digit margins over the next few months, and targets to achieve company-level margins over the next few years. The company has undertaken several cost optimization measures, which include automation-led payroll optimization, reduction in non-discretionary IT personnel spends, and lower non-payroll IT costs through migration from enterprise licensing to open-source architectures. The management remains optimistic about delivering ~40% EBITDA margin for FY27 and raised its guidance to~17-20% EBITDA growth, translating to ~12-15% PAT growth in FY27.

We maintain BUY and Jun-27E TP of Rs1,100

To bake in 1Q developments, we tweak our estimates, resulting in a ~2% cut in FY27-29E revenue. We raise EBITDA margin estimates by ~40-70bps over FY27-29, given the cost-optimization measures. This results in largely unchanged PAT estimates over FY27-29. We maintain BUY and Jun-27E TP of Rs1,100, implying FY28E PER of ~38x.

KFin Technologies: Financial Snapshot (Consolidated)

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Revenue	10,908	13,015	15,967	18,839	21,812
EBITDA	4,790	5,297	6,313	7,826	9,407
Adj. PAT	3,326	3,437	3,960	4,947	6,009
Adj. EPS (Rs)	19.3	19.8	22.8	28.5	34.6
EBITDA margin (%)	43.9	40.7	39.5	41.5	43.1
EBITDA growth (%)	30.7	10.6	19.2	24.0	20.2
Adj. EPS growth (%)	34.4	2.8	15.2	24.9	21.5
RoE (%)	26.1	22.3	22.4	24.8	26.5
RoIC (%)	36.8	23.4	19.1	23.5	27.4
P/E (x)	49.1	47.7	41.4	33.2	27.3
EV/EBITDA (x)	32.8	30.1	25.0	19.9	16.6
P/B (x)	11.6	9.8	8.8	7.8	6.8
FCFF yield (%)	2.0	1.6	2.0	2.5	2.4

Source: Company, Emkay Research

Target Price – 12M	Jun-27
Change in TP (%)	-
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	15.9

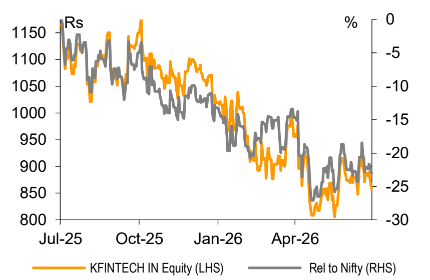
Stock Data	**KFINTECH IN**
52-week High (Rs)	1,217
52-week Low (Rs)	785
Shares outstanding (mn)	172.8
Market-cap (Rs bn)	164
Market-cap (USD mn)	1,711
Net-debt, FY27E (Rs mn)	(6,179.1)
ADTV-3M (mn shares)	1.2
ADTV-3M (Rs mn)	1,169.5
ADTV-3M (USD mn)	12.2
Free float (%)	24.8
Nifty-50	23,995.9
INR/USD	95.9

Shareholding,Jun-26	
Promoters (%)	22.8
FPIs/MFs (%)	20.7/27.3

Price Performance

(%)	1M	3M	12M
Absolute	8.6	(1.2)	(18.5)
Rel. to Nifty	8.9	(0.8)	(15.6)

1-Year share price trend (Rs)



Avinash Singh
avinash.singh@emkayglobal.com
+91-22-66121327

Mahek Shah
mahek.shah@emkayglobal.com
+91-22-66121218

Exhibit 1: KFINTECH – 1QFY27 financial performance

(Rs mn)	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27	yoy	qoq	1QFY27E	Var	Consensus	Var
Domestic mutual fund	2,044	2,179	2,244	2,155	2,178	7%	1.1%	2,196	-1%		
Issuer solutions	330	483	543	356	356	8%	0%	335	6%		
International and other investor solutions	366	431	921	963	1,032	182%	7%	992	4%		
Revenue from operations	**2,741**	**3,092**	**3,709**	**3,473**	**3,565**	**30%**	**3%**	**3,558**	**0%**	**3,569**	**0%**
Total revenue	**2,841**	**3,200**	**3,775**	**3,623**	**3,669**	**29%**	**1%**	**3,663**	**0%**		
Employee benefits expense	1,117	1,140	1,562	1,558	1,608	44%	3%	1,688	-5%		
Finance costs	11	11	12	13	14	25%	3%	11	23%		
Depreciation and amortization expenses	176	184	233	269	273	55%	1%	296	-8%		
Other expenses	485	595	716	671	738	52%	10%	692	7%		
Total expenses	**1,789**	**1,930**	**2,522**	**2,512**	**2,632**	**47%**	**5%**	**2,688**	**-2%**		
EBITDA	**1,139**	**1,357**	**1,431**	**1,244**	**1,220**	**7%**	**-2%**	**1,177**	**4%**	**1,221**	**0%**
EBITDA margin (%)	**41.5%**	**43.9%**	**38.6%**	**35.8%**	**34.2%**	**-7.3ppt**	**-1.6ppt**	**33.1%**	**1.1ppt**	**34.2%**	**0ppt**
PBT	1,049	1,269	1,252	1,107	1,034	**-1%**	**-7%**	974	**6%**		
PAT	**773**	**933**	**920**	**812**	**752**	**-3%**	**-7%**	**714**	**5%**	**755**	**0%**
PAT margin (%)	**28.2%**	**30.2%**	**24.8%**	**23.4%**	**21.1%**	**-7.1ppt**	**-2.3ppt**	**20.1%**	**1ppt**	**21.2%**	**9ppt**
Domestic MF AUM (Rs bn)	23,453	25,049	26,355	26,435	27,306	**16%**	**3.3%**	27,198	**0%**		
MF AUM Yield (bps)	3.5	3.5	3.4	3.3	3.2	**-8%**	**-3.2%**	3.3	**20%**		
International Business AUM (Rs bn)	864	934	1,050	1,163	1,266	**47%**	**9%**	1,244	**2%**		
AIF AUM (Rs bn)	1,608	1,799	1,841	1,725	2,058	**28%**	**19%**	1,812	**14%**		

Source: Company, Emkay Research; Note: Employee cost includes a one-time impact of changes in labor laws, amounting to Rs86m in 3QFY26 and Rs40mn in 4QFY26

Exhibit 2: KFINTECH – DCF-based valuation

Cost of Equity	13%
Terminal Growth	5%
FY25-30E PAT CAGR	18%
FY30-45E PAT CAGR	13%
Sum of Discounted Cashflows (Rs mn)	105,048
Terminal Value (Rs mn)	76,136
Fair Value (Rs mn)	181,184
Number of Shares (mn)	172.83
Mar-27E Fair Value (Rs)	1,048
Jun-27E Target Price (Rs)	1,100

Source: Company, Emkay Research

Exhibit 3: KFINTECH – Implied valuation multiples

Valuation at Target Price	**Rs1,100**
FY28E PER	38.4x
FY28E PBV	9.0x
FY28E EV/EBITDA	23.2x
Valuation at Current Price	**Rs949**
FY28E PER	33.2x
FY28E PBV	7.7x
FY28E EV/EBITDA	19.9x

Source: Company, Emkay Research

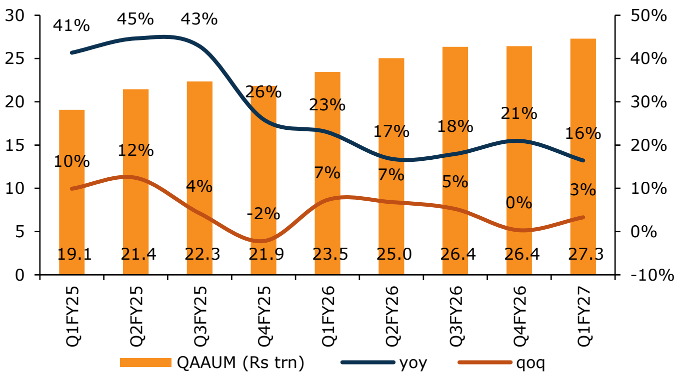
Exhibit 4: Changes in estimates

(Rs mn)	FY27E			FY28E			FY29E		
	Old	**Revised**	**Change**	**Old**	**Revised**	**Change**	**Old**	**Revised**	**Change**
Operating revenue	16,339	15,967	-2%	19,170	18,839	-2%	22,284	21,812	-2%
EBITDA	6,396	6,313	-1%	7,844	7,826	0%	9,445	9,407	0%
EBITDA margin	39.1%	39.5%	0.4 ppt	40.9%	41.5%	0.6 ppt	42.4%	43.1%	0.7 ppt
PAT	3,982	3,960	-1%	4,940	4,947	0%	6,003	6,009	0%
ROE	22.5%	22.4%	-0.1 ppt	24.8%	24.8%	0.0 ppt	26.4%	26.5%	0.0 ppt

Source: Company, Emkay Research

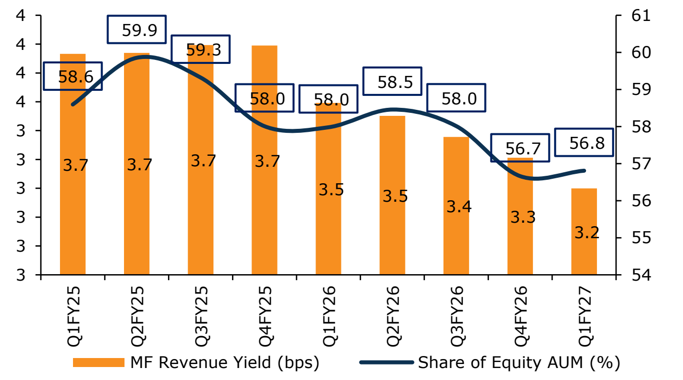
Story in charts

Exhibit 5: KFINTECH's serviced AUM grew ~3% qoq



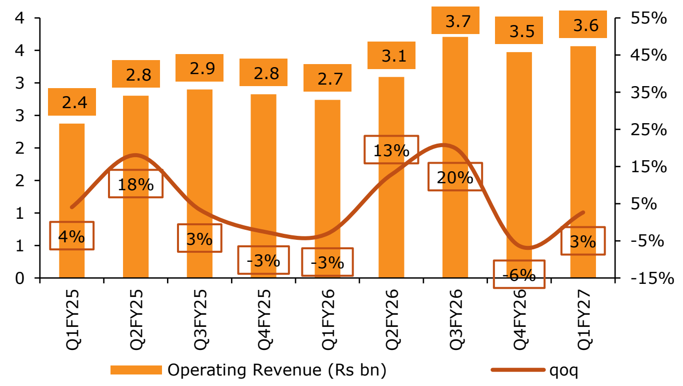
Source: Company, Emkay Research

Exhibit 6: MF revenue yield declined qoq, owing to shift from debt to liquid and provision made for contract renewal



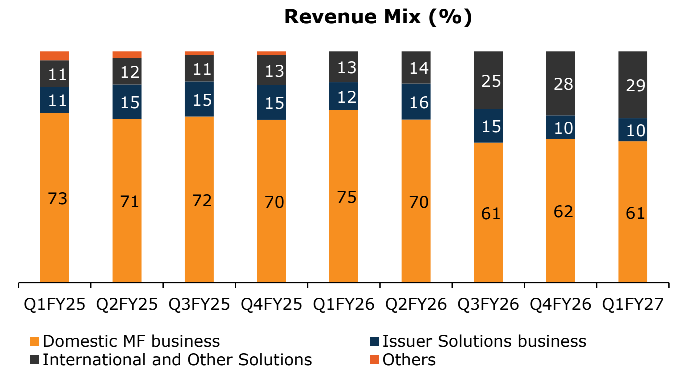
Source: Company, Emkay Research

Exhibit 7: Operating revenue grew ~3% qoq



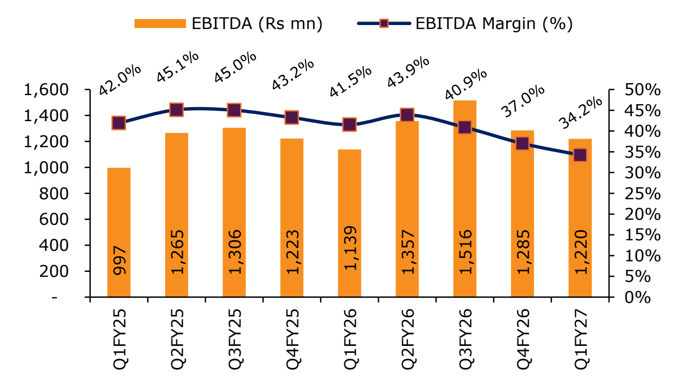
Source: Company, Emkay Research

Exhibit 8: Share of the International and Other Investor Solutions segment increased to ~29%



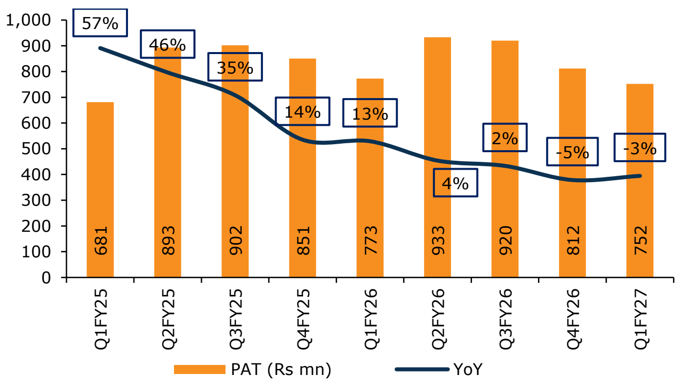
Source: Company, Emkay Research

Exhibit 9: KFINTECH's EBITDA margin dipped to 34% during 1QFY27



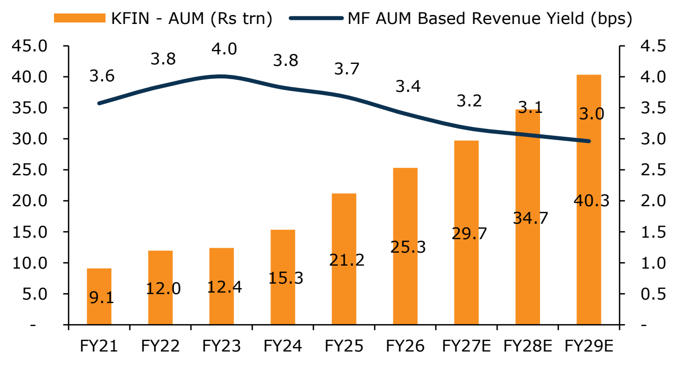
Source: Company, Emkay Research

Exhibit 10: PAT declined 12% qoq



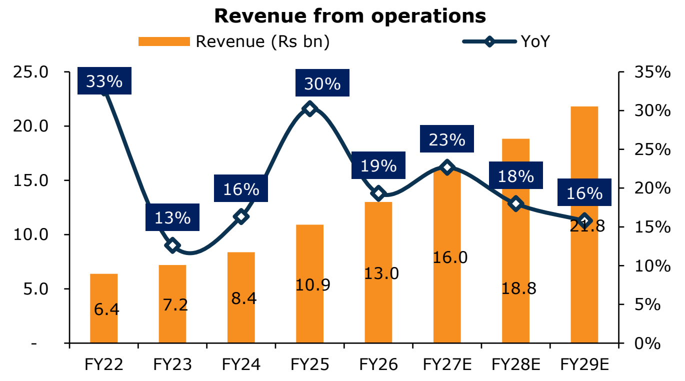
Source: Company, Emkay Research

Exhibit 11: We expect AUM to grow ~17% during FY27E



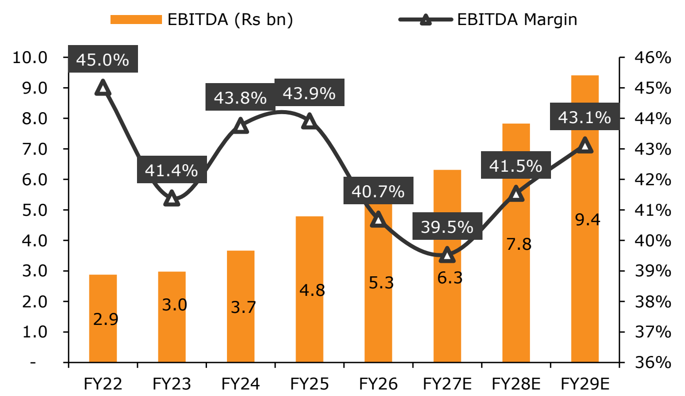
Source: Company, Emkay Research

Exhibit 12: We expect KFINTECH's revenue to grow ~23% in FY27E



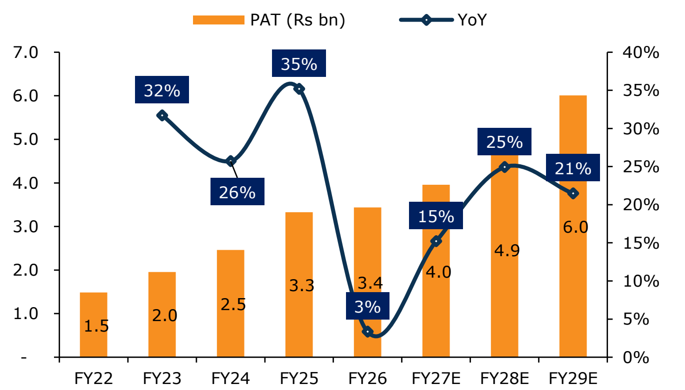
Source: Company, Emkay Research

Exhibit 13: We expect EBITDA margin to gradually improve over FY27-29E



Source: Company, Emkay Research

Exhibit 14: We expect PAT to grow to Rs6bn by FY29E



Source: Company, Emkay Research

Earnings conference call highlights

- The management mentioned that the strategy remains to expand the addressable market while diversifying from concentration in any single asset class, geography, or business process.
- Dependency on the single largest business is expected to fall below 50% within three years.
- On the qoq yield moderation, management confirmed equity share of the mix was broadly unchanged; the driver was a material shift from debt to liquid, noting that debt mandates carry 2.0–2.5x the yield of a typical liquid fund. Institutional money moved into liquid on geopolitical caution.
- Around 30% of the 2% yield impact is attributable to the debt-to-liquid shift, with the balance driven by provisions taken against one large contract due for renewal this year.
- Ascent is currently running at ~7–8% EBITDA margin. Double-digit EBITDA margin at Ascent is targeted within the next 12 months—followed by at least 500bps of margin accretion per year thereafter. Ascent is expected to turn EBITDA-accretive by end-FY27 or early-FY28, with convergence to KFINTECH-level margins taking 3–5 years.
- Cost synergies are being realized through rationalization of support functions (finance, HR, business development); improved vendor rate structures by folding Ascent onto KFINTECH's larger contracts with AWS, Oracle, and Microsoft; and real estate consolidation in overlapping geographies, including India and Malaysia. Further savings will accrue progressively, as Ascent's legacy contracts expire on staggered dates and migrate onto KFin structures.
- The Rs250mn technology mandate is a single-client deal comprising two contracts — large-scale data normalization and a wealth platform implementation; with an 18-month duration on milestone-based payments. Full revenue recognition is expected over the 18-month period.
- The management refreshed its guidance upward, with visibility on EBITDA growth closer to 20% (range of 17–20%) and PAT growth of 12–15%.
- The management flagged a deceleration in net new folio additions industry-wide despite IPO activity, which has marginally impacted the Issuer Solutions top line, and guided to tepid corporate action volumes into 2Q given several top-tier IT services companies have deferred dividend declarations. Corporate actions outside IT services are expected to remain strong.
- The US is the standout growth geography, with many of the recent wins originating there; the management sized the US alternatives and public market fund opportunity at ~$70tn, of which alternatives are roughly $35–40tn.
- Digital asset funds have been marked down in line with weakness in crypto markets across the previous and current quarters. The management framed any recovery as a force multiplier on revenue, given the AUM-linked model.
- Ascent integration is complete at a function-to-function level (finance, business development), enabling joint cadence and upsell/cross-sell. The subsidiary's presence across 18 countries is being leveraged for pension RFPs, while KFin's value-added platforms—notably wealth management—are being introduced into Ascent's geographies – several at advanced negotiation stages.
- VAS is ~6% of the total book, with other non-market-linked businesses contributing a further 5–6%, against a stated ambition of >20% of revenue from controllable, non-market-linked streams – leaving ~8pp to fill.

Exhibit 15: Financial Summary

Y/E March	FY25	FY26	FY27E	FY28E	FY29E
Income Statement					
Revenue from Operations	**10,908**	**13,014**	**15,967**	**18,839**	**21,812**
Domestic Mutual Fund	7,704	8,528	9,323	10,504	11,797
Issuer Solutions	1,404	1,539	1,696	1,971	2,275
International and Other Investor Solutions	1,288	2,676	4,635	6,000	7,324
Employee Benefit Expenses	4,033	5,251	6,625	7,564	8,591
Other Expenses	2,085	2,467	3,029	3,449	3,814
EBITDA	**4,790**	**5,296**	**6,313**	**7,826**	**9,407**
Depreciation and Amortization	645	863	1,278	1,508	1,696
EBIT	**4,146**	**4,434**	**5,035**	**6,318**	**7,711**
Finance Costs	47	47	55	52	49
Other Income	377	424	433	484	538
PBT	4,476	4,678	5,411	6,750	8,200
Net Tax Expense	1,150	1,241	1,451	1,803	2,191
PAT Attributable to Owners	**3,326**	**3,437**	**3,960**	**4,947**	**6,009**
Earnings per Share		3%	15%	24.9%	21%
EPS – Basic (Rs)	19.4	20	23	29	35
EPS – Diluted (Rs)	19	20	23	29	35
Dividend Payout (%)	39%	60%	60%	60%	60%
Balance Sheet	**FY25**	**FY26**	**FY27E**	**FY28E**	**FY29E**
Share Capital	1,721	1,725	1,728	1,728	1,728
Reserves and Surplus	12,357	15,005	16,895	19,466	22,507
Equity	**14,078**	**16,731**	**18,623**	**21,194**	**24,235**
Lease Liabilities	344	365	465	827	1,301
Other Financial Liabilities	1,283	7,776	7,849	7,926	5,905
Provisions	93	143	165	189	218
Non-Current Liabilities	**1,720**	**8,284**	**8,479**	**8,942**	**7,424**
Trade Payables	670	777	875	1,029	1,192
Provisions	19	87	110	125	142
Current Tax Liabilities	183	456	501	551	606
Other Current Liabilities	838	1,403	1,580	1,762	1,957
Current Liabilities	**1,710**	**2,723**	**3,066**	**3,468**	**3,897**
Total Liabilities	3,430	11,006	11,545	12,411	11,322
Total Liabilities and Equities	**17,509**	**27,737**	**30,168**	**33,604**	**35,557**
Fixed Assets	1,103	1,376	1,583	1,947	2,305
Intangible Assets	1,696	3,740	3,536	3,406	3,315
Goodwill	5,526	13,272	13,272	13,272	14,772
Investments	11	7	8	9	10
Other Non-Current Assets	239	345	389	439	496
Total Non-Current Assets	**8,574**	**18,740**	**18,787**	**19,073**	**20,899**
Cash and Cash Equivalents	1,704	2,123	3,188	4,658	3,904
Investments	4,606	2,387	2,983	3,878	4,266
Trade Receivables	1,927	2,694	3,305	3,900	4,183
Other Current Assets	699	1,793	1,905	2,095	2,305
Total Current Assets	**8,935**	**8,996**	**11,378**	**14,528**	**14,655**
Total Assets	**17,509**	**27,737**	**30,168**	**33,604**	**35,557**
Key Operating Parameters					
Op Revenue growth	30%	19%	23%	18%	16%
Cost to Income Ratio	56%	59%	60%	58%	57%
EBITDA Margin	43.9%	40.7%	39.5%	41.5%	43.1%
OCF/EBITDA	83%	70%	70%	72%	76%
ROE	26.1%	22.3%	22.4%	24.8%	26.5%
AAAUM (Rs bn)	21,178	25,323	29,732	34,740	40,338
MF Revenue Yield (bps)	3.7	3.4	3.2	3.1	3.0

Source: Company, Emkay Research

KFin Technologies: Consolidated Financials and Valuations

Profit & Loss

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Revenue	**10,908**	**13,015**	**15,967**	**18,839**	**21,812**
Revenue growth (%)	30.2	19.3	22.7	18.0	15.8
EBITDA	**4,790**	**5,297**	**6,313**	**7,826**	**9,407**
EBITDA growth (%)	30.7	10.6	19.2	24.0	20.2
Depreciation & Amortization	645	863	1,278	1,508	1,696
EBIT	**4,146**	**4,434**	**5,035**	**6,318**	**7,711**
EBIT growth (%)	32.2	7.0	13.5	25.5	22.0
Other operating income	-	-	-	-	-
Other income	377	424	433	484	538
Financial expense	47	47	55	52	49
PBT	**4,476**	**4,678**	**5,413**	**6,750**	**8,200**
Extraordinary items	0	(126)	0	0	0
Taxes	1,150	1,241	1,451	1,803	2,191
Minority interest	0	0	0	0	0
Income from JV/Associates	0	(8)	(2)	0	0
Reported PAT	**3,326**	**3,437**	**3,960**	**4,947**	**6,009**
PAT growth (%)	35.2	3.3	15.2	24.9	21.5
Adjusted PAT	**3,326**	**3,437**	**3,960**	**4,947**	**6,009**
Diluted EPS (Rs)	**19.3**	**19.8**	**22.8**	**28.5**	**34.6**
Diluted EPS growth (%)	34.4	2.8	15.2	24.9	21.5
DPS (Rs)	**7.5**	**12.0**	**13.7**	**17.2**	**20.9**
Dividend payout (%)	**38.8**	**60.2**	**60.0**	**60.0**	**60.0**
EBITDA margin (%)	43.9	40.7	39.5	41.5	43.1
EBIT margin (%)	38.0	34.1	31.5	33.5	35.4
Effective tax rate (%)	25.7	26.5	26.8	26.7	26.7
NOPLAT (pre-IndAS)	**3,081**	**3,258**	**3,685**	**4,630**	**5,651**
Shares outstanding (mn)	173	174	174	174	174

Source: Company, Emkay Research

Balance Sheet

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	1,721	1,725	1,728	1,728	1,728
Reserves & Surplus	12,357	15,005	16,895	19,466	22,507
Net worth	**14,078**	**16,731**	**18,623**	**21,194**	**24,235**
Minority interests	0	0	0	0	0
Non-current liab. & prov.	1,283	1,469	1,543	1,620	1,701
Total debt	**0**	**0**	**0**	**0**	**0**
Total liabilities & equity	**15,920**	**25,204**	**27,321**	**30,387**	**31,948**
Net tangible fixed assets	660	827	940	1,009	1,033
Net intangible assets	1,438	3,131	2,926	2,797	2,706
Net ROU assets	408	504	642	938	1,272
Capital WIP	293	655	609	609	609
Goodwill	5,526	13,272	13,272	13,272	14,772
Investments [JV/Associates]	-	-	-	-	-
Cash & equivalents	**6,320**	**4,516**	**6,179**	**8,545**	**8,180**
Current assets (ex-cash)	2,625	4,487	5,210	5,995	6,488
Current Liab. & Prov.	1,589	2,533	2,847	3,217	3,609
NWC (ex-cash)	**1,036**	**1,955**	**2,362**	**2,778**	**2,879**
Total assets	**15,920**	**25,204**	**27,321**	**30,387**	**31,948**
Net debt	(6,320)	(4,516)	(6,179)	(8,545)	(8,180)
Capital employed	15,920	25,204	27,321	30,387	31,948
Invested capital	**8,660**	**19,185**	**19,501**	**19,856**	**21,391**
BVPS (Rs)	81.6	96.4	107.3	122.2	139.7
Net Debt/Equity (x)	(0.4)	(0.3)	(0.3)	(0.4)	(0.3)
Net Debt/EBITDA (x)	(1.3)	(0.9)	(1.0)	(1.1)	(0.9)
Interest coverage (x)	96.5	103.6	99.9	130.8	167.0
RoCE (%)	**35.5**	**31.5**	**30.9**	**34.2**	**36.3**

Source: Company, Emkay Research

Cash flows

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
PBT (ex-other income)	4,476	4,678	5,413	6,750	8,200
Others (non-cash items)	(212)	(220)	(433)	(484)	(538)
Taxes paid	(945)	(1,070)	(1,451)	(1,803)	(2,191)
Change in NWC	(98)	(732)	(335)	(338)	(21)
Operating cash flow	**3,989**	**3,696**	**4,443**	**5,659**	**7,167**
Capital expenditure	(857)	(1,107)	(1,280)	(1,743)	(3,463)
Acquisition of business	-	-	-	-	-
Interest & dividend income	-	-	-	-	-
Investing cash flow	**(3,298)**	**(2,026)**	**(1,962)**	**(2,763)**	**(5,680)**
Equity raised/(repaid)	0	0	0	0	0
Debt raised/(repaid)	0	0	0	0	0
Payment of lease liabilities	(145)	(179)	129	394	512
Interest paid	0	0	(55)	(52)	(49)
Dividend paid (incl tax)	(985)	(1,291)	(2,070)	(2,376)	(2,968)
Others	177	130	0	0	0
Financing cash flow	**(953)**	**(1,340)**	**(1,996)**	**(2,034)**	**(2,505)**
Net chg in Cash	(263)	329	485	862	(1,018)
OCF	3,989	3,696	4,443	5,659	7,167
Adj. OCF (w/o NWC chg.)	4,087	4,427	4,778	5,997	7,188
FCFF	3,132	2,589	3,163	3,916	3,704
FCFE	3,260	2,689	3,542	4,348	4,193
OCF/EBITDA (%)	83.3	69.8	70.4	72.3	76.2
FCFE/PAT (%)	98.0	78.2	89.4	87.9	69.8
FCFF/NOPLAT (%)	**101.7**	**79.5**	**85.8**	**84.6**	**65.5**

Source: Company, Emkay Research

Valuations and key Ratios

Y/E Mar	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	49.1	47.7	41.4	33.2	27.3
EV/CE(x)	11.2	9.5	8.5	7.3	6.4
P/B (x)	11.6	9.8	8.8	7.8	6.8
EV/Sales (x)	14.4	12.2	9.9	8.3	7.1
EV/EBITDA (x)	32.8	30.1	25.0	19.9	16.6
EV/EBIT(x)	37.9	35.9	31.4	24.6	20.2
EV/IC (x)	18.1	8.3	8.1	7.8	7.3
FCFF yield (%)	2.0	1.6	2.0	2.5	2.4
FCFE yield (%)	2.0	1.6	2.2	2.7	2.6
Dividend yield (%)	0.8	1.3	1.4	1.8	2.2
DuPont-RoE split					
Net profit margin (%)	30.5	26.4	24.8	26.3	27.5
Total asset turnover (x)	0.8	0.6	0.6	0.7	0.7
Assets/Equity (x)	1.1	1.3	1.5	1.4	1.3
RoE (%)	**26.1**	**22.3**	**22.4**	**24.8**	**26.5**
DuPont-RoIC					
NOPLAT margin (%)	28.2	25.0	23.1	24.6	25.9
IC turnover (x)	1.3	0.9	0.8	1.0	1.1
RoIC (%)	**36.8**	**23.4**	**19.1**	**23.5**	**27.4**
Operating metrics					
Core NWC days	34.7	54.8	54.0	53.8	48.2
Total NWC days	**34.7**	**54.8**	**54.0**	**53.8**	**48.2**
Fixed asset turnover	1.5	1.0	0.9	1.1	1.2
Opex-to-revenue (%)	56.1	59.3	60.5	58.5	56.9

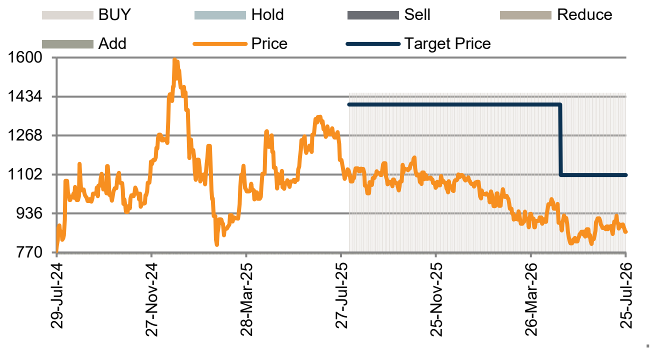
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
09-Jul-26	875	1,100	Buy	Avinash Singh
03-May-26	896	1,100	Buy	Avinash Singh
18-Feb-26	1,039	1,400	Buy	Avinash Singh
07-Jan-26	1,074	1,400	Buy	Avinash Singh
29-Oct-25	1,129	1,400	Buy	Avinash Singh
06-Oct-25	1,063	1,400	Buy	Avinash Singh
06-Aug-25	1,111	1,400	Buy	Avinash Singh

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

GENERAL DISCLOSURE/DISCLAIMER BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL):

Emkay Global Financial Services Limited (CIN-L67120MH1995PLC084899) and its affiliates are a full-service, brokerage, investment banking, investment management and financing group. Emkay Global Financial Services Limited (EGFSL) along with its affiliates are participants in virtually all securities trading markets in India. EGFSL was established in 1995 and is one of India's leading brokerage and distribution house. EGFSL is a corporate trading member of BSE Limited (BSE), National Stock Exchange of India Limited (NSE), MCX Stock Exchange Limited (MCX-SX), Multi Commodity Exchange of India Ltd (MCX) and National Commodity & Derivatives Exchange Limited (NCDEX) (hereinafter referred to be as "Stock Exchange(s)"). EGFSL along with its [affiliates] offers the most comprehensive avenues for investments and is engaged in the businesses including stock broking (Institutional and retail), merchant banking, commodity broking, depository participant, portfolio management and services rendered in connection with distribution of primary market issues and financial products like mutual funds, fixed deposits. Details of associates are available on our website i.e. www.emkayglobal.com.

EGFSL is registered as Research Analyst with the Securities and Exchange Board of India ("SEBI") bearing registration Number INH000000354 as per SEBI (Research Analysts) Regulations, 2014. EGFSL hereby declares that it has not defaulted with any Stock Exchange nor its activities were suspended by any Stock Exchange with whom it is registered in last five years. However, SEBI and Stock Exchanges had conducted their routine inspection and based on their observations have issued advice letters or levied minor penalty on EGFSL for certain operational deviations in ordinary/routine course of business. EGFSL has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has its certificate of registration been cancelled by SEBI at any point of time.

EGFSL offers research services to its existing clients as well as prospects. The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the clients simultaneously, not all clients may receive this report at the same time. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient.

EGFSL and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material. EGFSL may have issued or may issue other reports (on technical or fundamental analysis basis) of the same subject company that are inconsistent with and reach different conclusion from the information, recommendations or information presented in this report or are contrary to those contained in this report. Users of this report may visit www.emkayglobal.com to view all Research Reports of EGFSL. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, and target price of the research published by any other analyst or by associate entities of EGFSL; our proprietary trading, investment businesses or other associate entities may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest including but not limited to those stated herein. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. All material presented in this report, unless specifically indicated otherwise, is under copyright to Emkay. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of EGFSL . All trademarks, service marks and logos used in this report are trademarks or registered trademarks of EGFSL or its affiliates. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market. In so far as this report includes current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.

This report has not been reviewed or authorized by any regulatory authority. There is no planned schedule or frequency for updating research report relating to any issuer/subject company.

Please contact the primary analyst for valuation methodologies and assumptions associated with the covered companies or price targets.

Disclaimer for U.S. persons only: Research report is a product of Emkay Global Financial Services Ltd., under Marco Polo Securities 15a6 chaperone service, which is the employer of the research analyst(s) who has prepared the research report. The research analyst(s) preparing the research report is/are resident outside the United States (U.S.) and are not associated persons of any U.S. regulated broker-dealer and therefore the analyst(s) is/are not subject to supervision by a U.S. broker-dealer, and is/are not required to satisfy the regulatory licensing requirements of Financial Institutions Regulatory Authority (FINRA) or required to otherwise comply with U.S. rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.

This report is intended for distribution to "Major Institutional Investors" as defined by Rule 15a-6(b)(4) of the U.S. Securities and Exchange Act, 1934 (the Exchange Act) and interpretations thereof by U.S. Securities and Exchange Commission (SEC) in reliance on Rule 15a 6(a)(2). If the recipient of this report is not a Major Institutional Investor as specified above, then it should not act upon this report and return the same to the sender. Further, this report may not be copied, duplicated and/or transmitted onward to any U.S. person, which is not the Major Institutional Investor. In reliance on the exemption from registration provided by Rule 15a-6 of the Exchange Act and interpretations thereof by the SEC in order to conduct certain business with Major Institutional Investors. Emkay Global Financial Services Ltd. has entered into a chaperoning agreement with a U.S. registered broker-dealer, Marco Polo Securities Inc. ("Marco Polo"). Transactions in securities discussed in this research report should be effected through Marco Polo or another U.S. registered broker dealer.

RESTRICTIONS ON DISTRIBUTION

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. Except otherwise restricted by laws or regulations, this report is intended only for qualified, professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions. Specifically, this document does not constitute an offer to or solicitation to any U.S. person for the purchase or sale of any financial instrument or as an official confirmation of any transaction to any U.S. person. Unless otherwise stated, this message should not be construed as official confirmation of any transaction. No part of this document may be distributed in Canada or used by private customers in United Kingdom.

ANALYST CERTIFICATION BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL)

The research analyst(s) primarily responsible for the content of this research report, in part or in whole, certifies that the views about the companies and their securities expressed in this report accurately reflect his/her personal views. The analyst(s) also certifies that no part of his/her compensation was, is, or will be, directly or indirectly, related to specific recommendations or views expressed in the report. The research analyst (s) primarily responsible of the content of this research report, in part or in whole, certifies that he or his associated persons1 may have served as an officer, director or employee of the issuer or the new listing applicant (which includes in the case of a real estate investment trust, an officer of the management company of the real estate investment trust; and in the case of any other entity, an officer or its equivalent counterparty of the entity who is responsible for the management of the issuer or the new listing applicant). The research analyst(s) primarily responsible for the content of this research report or his associate may have Financial Interests2 in relation to an issuer or a new listing applicant that the analyst reviews. EGFSL has procedures in place to eliminate, avoid and manage any potential conflicts of interests that may arise in connection with the production of research reports. The research analyst(s) responsible for this report operates as part of a separate and independent team to the investment banking function of the EGFSL and procedures are in place to ensure that confidential information held by either the research or investment banking function is handled appropriately. There is no direct link of EGFSL compensation to any specific investment banking function of the EGFSL.

[1] An associated person is defined as (i) who reports directly or indirectly to such a research analyst in connection with the preparation of the reports; or (ii) another person accustomed or obliged to act in accordance with the directions or instructions of the analyst.

[2] Financial Interest is defined as interest that are commonly known financial interest, such as investment in the securities in respect of an issuer or a new listing applicant, or financial accommodation arrangement between the issuer or the new listing applicant and the firm or analysis. This term does not include commercial lending conducted at the arm's length, or investments in any collective investment scheme other than an issuer or new listing applicant notwithstanding the fact that the scheme has investments in securities in respect of an issuer or a new listing applicant.

COMPANY-SPECIFIC / REGULATORY DISCLOSURES BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL):

Disclosures by Emkay Global Financial Services Limited (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) covered in this report-:

1. EGFSL, its subsidiaries and/or other affiliates and Research Analyst or his/her associate/relative's may have Financial Interest/proprietary positions in the securities recommended in this report as of July 28, 2026
2. EGFSL, and/or Research Analyst does not market make in equity securities of the issuer(s) or company(ies) mentioned in this Report

Disclosure of previous investment recommendation produced:

3. EGFSL may have published other investment recommendations in respect of the same securities / instruments recommended in this research report during the preceding 12 months. Please contact the primary analyst listed in the first page of this report to view previous investment recommendations published by EGFSL in the preceding 12 months.
4. EGFSL, its subsidiaries and/or other affiliates and Research Analyst or his/her relative's may have material conflict of interest in the securities recommended in this report as of July 28, 2026
5. EGFSL, its affiliates and Research Analyst or his/her associate/relative's may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the July 28, 2026
6. EGFSL or its associates may have managed or co-managed public offering of securities for the subject company in the past twelve months.
7. EGFSL, its affiliates and Research Analyst or his/her associate may have received compensation in whatever form including compensation for investment banking or merchant banking or brokerage services or for products or services other than investment banking or merchant banking or brokerage services from securities recommended in this report (subject company) in the past 12 months.
8. EGFSL, its affiliates and/or and Research Analyst or his/her associate may have received any compensation or other benefits from the subject company or third party in connection with this research report.

Emkay Rating Distribution

Ratings	Expected Return within the next 12-18 months.
BUY	>15% upside
ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

Emkay Global Financial Services Ltd.
CIN - L67120MH1995PLC084899
7th Floor, The Ruby, Senapati Bapat Marg, Dadar - West, Mumbai - 400028. India
Tel: +91 22 66121212 Fax: +91 22 66121299 Web: www.emkayglobal.com

OTHER DISCLAIMERS AND DISCLOSURES:

Other disclosures by Emkay Global Financial Services Limited (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) -:

EGFSL or its associates may have financial interest in the subject company.

Research Analyst or his/her associate/relative's may have financial interest in the subject company.

EGFSL or its associates and Research Analyst or his/her associate/ relative's may have material conflict of interest in the subject company. The research Analyst or research entity (EGFSL) have not been engaged in market making activity for the subject company.

EGFSL or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of public appearance or publication of Research Report.

Research Analyst or his/her associate/relatives may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of public appearance or publication of Research Report.

Research Analyst may have served as an officer, director or employee of the subject company.

EGFSL or its affiliates may have received any compensation including for investment banking or merchant banking or brokerage services from the subject company in the past 12 months. . Emkay may have issued or may issue other reports that are inconsistent with and reach different conclusion from the information, recommendations or information presented in this report or are contrary to those contained in this report. Emkay Investors may visit www.emkayglobal.com to view all Research Reports. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, and target price of the research published by any other analyst or by associate entities of Emkay; our proprietary trading, investment businesses or other associate entities may make investment decisions that are inconsistent with the recommendations expressed herein. EGFSL or its associates may have received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months. EGFSL or its associates may have received any compensation or other benefits from the Subject Company or third party in connection with the research report. EGFSL or its associates may have received compensation from the subject company in the past twelve months. Subject Company may have been client of EGFSL or its affiliates during twelve months preceding the date of distribution of the research report and EGFSL or its affiliates may have co-managed public offering of securities for the subject company in the past twelve months.

Seshadri Kumar Sen Digitally signed by Seshadri Kumar Sen Date: 2026.07.28 01:17:54 +05'30'