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Welspun Corp Ltd.

11-11-2025

Sector: Iron & Steel products

Security Not Under ASM: ✓

LTP	Recommendation	Target	Stop Loss	Return
Rs.912	Buy between Rs.920–940	Rs.1,150	Rs.830	+26%
SENSEX	**Market Cap**	**NSE Code**	**BSE Code**	**Time Frame**
83,535	Rs.24,760cr	WELCORP	532144	3-6 Months

Data as of: 10-11-2025

52W H/L	Group	F&O Listed	Div. Yield	D/E
Rs.995/ Rs.650	A	No	0.55%	0.2

Consolidated (Rs.cr)	FY25A	FY26E	FY27E
Revenue	13,978	17,457	20,707
Growth (%)	-19	*24*	*19*
EBITDA	1,684	2,112	2,558
EBITDA Margin(%)	11.9	12.1	12.4
Reported PAT	1,902	1,476	1,720
Adj. PAT*	1,239	1,476	1,720
Adj. EPS	47	56	66
Growth (%)	13	*21*	*18*
RoE (%)	29.2	*17.7*	*17.8*

**Excluding exceptional items*

Valuation	FY25A	FY26E	FY27E
P/E (x)	13	16.7	14.7
Price/Book Value	2.7	2.8	2.4
EV/EBITDA	13	12	10

Price Performance	3 Month	6 Month	1 Year
Absolute Return (%)	8.8	29.2	22.7
Absolute Sensex (%)	3.2	4.7	4.6

Shareholding (%)	Q4FY25	Q1FY26	Q2FY26
Promoters	50.0	49.8	49.8
FII's	12.2	12.1	11.8
MFs/Institutions	20.5	20.7	20.9
Public	17.3	17.3	17.5
Total	100.0	100.0	100.0
Promoter pledge	NIL	NIL	NIL

Fundamental View

Welspun Corp Limited (WCL), part of the Welspun Group, is a global leader in large-diameter line pipes and infrastructure products. Founded in 1995 and headquartered in Mumbai, it operates in steel and plastic segments with facilities in India, the U.S., and Saudi Arabia, and a production capacity exceeding 2.5 million metric tons annually.

- In Q2FY26, Welspun Corp delivered a 32% YoY revenue growth to ₹4,374cr, with EBITDA rising 48% YoY to ₹591cr and margin expanding to 13.5% from 12.1% in Q2FY25; PAT surged 57% YoY to ₹443.5cr, reflecting robust execution, operational efficiency, and cost discipline.
- Welspun Corp's U.S. subsidiary secured $715 million in line pipe orders for natural gas and NGL (Natural Gas Liquids) projects, ensuring business visibility through FY28. With a record ₹23,500cr order book and rising demand from AI-driven data centers, the company is well-positioned in the U.S. energy infrastructure value chain.
- Welspun Corp reduced its debt significantly over the years, achieving a five-year low debt-to-equity ratio of 0.2x in H1FY26, supported by strong cash reserves and asset sales, resulting in a net cash position.
- Welspun Corp is leveraging global energy infrastructure demand with a strong order pipeline and expanding margins. Despite substantial investments, it maintains financial strength and operational efficiency. Supported by improving returns, disciplined cost control, strategic global expansion, and enhanced profitability, the stock trades at a forward P/E of ~15x (per market consensus), offering attractive value.

Technical View

- The stock registered a decisive breakout above the downward-sloping trendline on strong volumes, signaling renewed bullish momentum. Post-breakout, it retested the trendline support and rebounded sharply, confirming the validity of the breakout and a shift in trend bias toward the upside.
- Prices are trading well above the 21, 50, and 100-day SMAs, reaffirming a strong bullish structure.
- The RSI also mirrored the price action, retesting its trendline support and currently hovering near the 60 level, indicating a healthy consolidation within bullish territory. The MACD line crossing above the signal line confirms a bullish crossover, supporting continued upward momentum.
- We recommend a long position in the ₹920–₹940 range, maintaining a stop-loss at ₹830, with an upside target of ₹1,150.

Price Chart

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