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Top Conviction Ideas: Automobile Industry

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Auto Sector: Q2FY27 Review

Q2FY27 Auto OEM Review – Strong Growth Across 2W, PV and CV Segments

✓ Financial Performance

- **Strong Q2FY27 Performance Across Auto OEMs:** Revenue/EBITDA of Auto OEMs under our coverage grew by 29.4%/19.1% YoY, respectively, above our expectations of ~28.1%/16.2%. Revenue growth was largely driven by healthy volume growth across 2Ws, PVs and CVs, supported by improving demand and continued premiumisation, while the tractor segment remained subdued due to a decline in industry volumes. Revenue/EBITDA increased by 11.1%/15.5% QoQ, respectively, exceeding our estimates of 10.1%/12.6%. EBITDA margins improved both YoY and QoQ, supported by operating leverage, calibrated price hikes, cost-control initiatives and a favourable product mix, despite elevated raw material costs and supply chain disruptions. PAT grew by 7.1% YoY, below our estimate of 12%, but declined by 3.1% QoQ against our expectation of 1.3% growth, primarily due to higher depreciation following the commissioning of new plants and lower other income.
- **Margin Trends Across OEMs:** Escorts Kubota, Hero MotoCorp, Maruti Suzuki, Ashok Leyland, and Eicher Motors witnessed margin pressure of 401 bps, 164 bps, 160 bps, 158 bps, and 157 bps YoY, respectively. However, margins improved for Bajaj Auto and TVS Motor, increasing by 40 bps and 30 bps YoY, respectively.

Q2FY27 Auto Ancillaries Review – Strong Performance

✓ Financial Performance

- **Strong Q2FY27 Growth Beating our Expectations:** The companies under our coverage reported 34.9% YoY growth in revenue and 31.4% growth in EBITDA, exceeding our estimates of ~24.2% and 22.2%, respectively. The strong performance was driven by healthy volume growth across 2Ws, PVs and CVs, supported by continued premiumisation and a favourable product mix. On a sequential basis, revenue and EBITDA grew by 15.2% and 15.7%, respectively, ahead of our estimates of 6.1% and 7.6%, indicating a marginal improvement in EBITDA margins. EBITDA growth was supported by improved operating leverage, calibrated price hikes and cost pass-through, which partly offset the impact of elevated commodity costs and supply-chain disruptions. PAT grew by 39.5% YoY and 15.9% QoQ, significantly exceeding our estimates of 23.49% and 13.6%, respectively
- **Mixed EBITDA Performance Across Auto Ancillaries:** Sansera Engineering, Automotive Axles, SSWL, and Minda Corp delivered strong YoY EBITDA growth. Meanwhile, EBITDA margins for Endurance Technologies, CIE Automotive, Pricol and Uno Minda declined by 163 bps, 79 bps, 47 bps and 44 bps YoY, respectively, due to higher raw material and commodity costs.

Auto Sector: Outlook (Q2FY27 Vs Q2FY26)

Two-Wheelers (2W)

- **Exports:** Up ~28% - Export demand remained strong, marking the highest-ever Q2 exports, driven by healthy demand across key international markets.
- **Domestic:** Up ~15% – Growth was supported by GST-led affordability, improving rural demand and strong scooter volumes.
- **Outlook**: **Positive**



Commercial Vehicles (CV)

- **Exports:** Up 29% - Export growth was driven by a low base and improving demand across key international markets.
- **Domestic:** Up 73% - Strong growth was supported by infrastructure spending, improving freight activity, fleet replacement demand and GST-led affordability.
- **Outlook: Cautiously Positive**



Passenger Vehicles (PV)

- **Exports:** down ~5% - Export volumes declined due to a higher base and logistical challenges in key international markets.
- **Domestic:** Up ~31% - Strong growth was driven by GST-led affordability, improving consumer sentiment and robust SUV demand, with utility vehicles accounting for 68% of PV sales.
- **Outlook**: **Slightly Positive**



Tractors

- **Exports:** down 3% - Export growth remained healthy, supported by demand in select international markets, despite continued weakness in the US and Europe.
- **Domestic:** Up 16% - Domestic volumes declined due to a high base, partly offset by GST-led affordability, favourable monsoon conditions and improving rural sentiment.
- **Outlook: Neutral**
- FY27 is expected to remain flat or decline by low single digits, owing to the higher base in the previous year

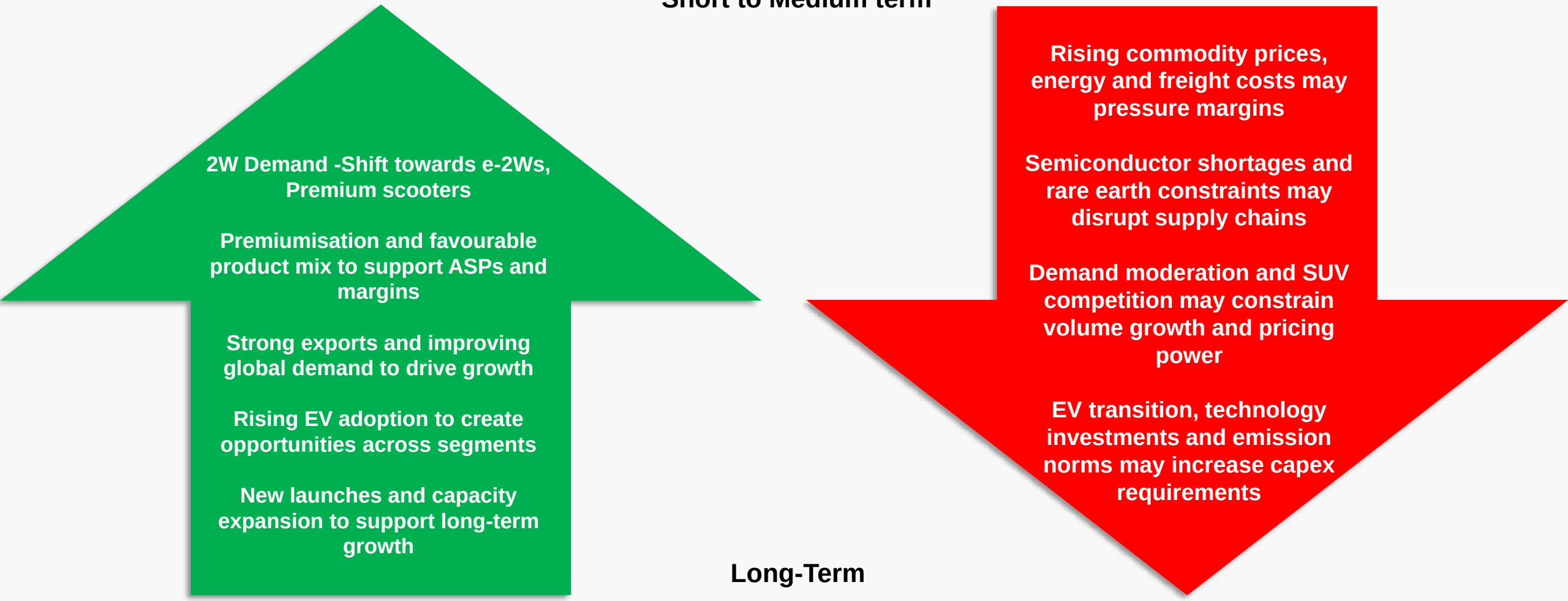


Outlook – Strong Domestic Demand & Exports to Support Growth

- We expect **EBITDA margins** across Auto OEMs and Ancillaries to remain largely stable, with a marginal improvement in H2FY27, supported by operating leverage, price hikes and cost-control initiatives. However, elevated steel, aluminium, copper and other input costs, along with higher freight and energy expenses, could limit margin expansion. For auto ancillaries, established raw material pass-through mechanisms, favourable product mix, premiumisation and operational efficiencies are expected to support margin resilience.
- We expect **2W sales volumes to sustain mid-single-digit growth in FY27E**, supported by improving rural sentiment, premiumisation, new product launches, increasing EV penetration and recovery in exports. Healthy demand in the premium motorcycle segment (>350cc), rising adoption of electric 2Ws and a gradual improvement in entry-level demand are likely to support overall industry growth, while a higher base in H2FY27 could moderate growth momentum.
- Overall **PV sales growth is expected to remain in the mid-to-high single digits in FY27E**, following strong H1FY27 growth, largely led by the UV segment. GST-led affordability, improving entry-level demand, healthy festive offtake and continued traction in SUVs are expected to support volumes. New model launches and a gradual recovery in small-car demand could further broaden growth; however, a higher base, elevated commodity costs and moderation in PV exports remain key monitorables.
- **CV volumes are expected to grow in high-single digits in FY27E,** supported by infrastructure spending, healthy freight movement, fleet replacement, logistics expansion and improving demand for buses and LCVs. MHCV demand is likely to remain supported by replacement demand and higher vehicle utilisation. In contrast, **tractor volumes are expected to remain flat to witness low-single-digit growth in FY27E**, following the strong FY26 base, although favourable reservoir levels, healthy crop prospects, rural cash flows and government support for agriculture could provide some support.
- We remain constructive on the auto sector's structural growth outlook for FY27, supported by GST-led affordability, improving domestic consumption, rural recovery, premiumisation, EV penetration, export opportunities and infrastructure-led demand. While H1FY27 witnessed strong volume growth across segments, growth is likely to moderate in H2FY27 due to a higher base. Further, elevated commodity prices, geopolitical uncertainties, currency volatility and supply-chain disruptions remain key risks to volume growth and profitability.
- **Auto Sector:** We remain selective in our approach. Among OEMs under our coverage, our Top Conviction Ideas in 2Ws are **Eicher Motors and TVS Motor** Company; in PVs, it is **Maruti Suzuki India Ltd**., while in the PV/tractor segment, we favour **Mahindra & Mahindra** (non-coverage), given its strong SUV product portfolio and leadership position in the domestic tractor industry. We recommend a “Buy on Dips” strategy for **TVS Motor and Maruti Suzuki Ltd.**
- **Auto Ancillaries:** In the long run, product premiumisation, strong order books, growing exports and the shift towards EVs are expected to drive higher content per vehicle and improve profitability. Considering current valuations, our Top Conviction Ideas in the ancillary space are **Sansera Engineering Ltd., Steel Strips Wheels Ltd. and Minda Corporation Ltd.**

Short & Medium-Term Outlook

Short to Medium term



Long-Term

Key monitorable –*Sustained Domestic Demand, Export Growth & EV Adoption*

Top Conviction Ideas: Auto

Stock	Reco.	TP	Recommendation Rationale
Eicher Motors Ltd	BUY	Rs 8,705*	• **Strong Demand & Capacity Expansion:** Royal Enfield reported its highest-ever quarterly sales of 3,76,722 motorcycles in Q2FY27, up 15% YoY, with domestic volumes growing 16% to 3,40,847 units. Enquiries and bookings increased 20-21% YTD, while select models had waiting periods of up to two months. Despite a nearly 15% increase in monthly production, dealer inventory remained low at 7-8 days, indicating supply-constrained growth. The company has increased annual capacity from 1.5 Mn to 1.65 Mn units with the first Cheyyar module and is targeting 1.8 Mn by Q4FY27 (Jan'27) and 2 Mn by Q2FY28. Further, the proposed Rs 1,225 Cr Phase-I investment in Andhra Pradesh will add 0.45 Mn units by FY30, taking total capacity to 2.45 Mn units and strengthening long-term growth visibility. • **Premium Portfolio & Market Leadership:** Royal Enfield continues to benefit from premiumisation, commanding 80-82% market share in India's middleweight motorcycle segment, which has expanded from 60,000 monthly units seven-eight years ago to ~1.3 Lc currently. Its diversified portfolio of nearly 17 motorcycles across 350cc, 440cc, 450cc and 650cc segments strengthens its competitive positioning. The newly launched Himalayan 440 received strong traction, with bookings reaching six months of production capacity and temporarily closing within 18 days of launch. Priced at ~Rs 2.29 Lc, it is Rs 45,000-50,000 below the Himalayan 450, expanding the adventure motorcycle market. • **Global Expansion & EV Growth Opportunities:** Royal Enfield's international sales reached 35,875 motorcycles in Q2FY27 despite geopolitical uncertainties. Brazil remains a key market, supported by new launches and expanding CKD operations, while the company has reached No. 4 position in Colombia's mid-size segment, gained traction in Mexico and witnessed early recovery in the US. It is also exploring Indonesia and Africa, while its European Riders Club has secured ~45,000 registrations. In EVs, Flying Flea is following a calibrated city-wise expansion, with C6 launched in Bengaluru, Hyderabad and Pune, alongside Paris, Barcelona, Rome, Berlin and London. Customers have cumulatively covered over 1.25 Lc kilometres, indicating encouraging initial acceptance. The upcoming S6 Scrambler will further expand the portfolio, while investments in retail and service infrastructure support long-term growth in premium electric motorcycles.

**** Note: Target Price is based on our Q2FY27 Result Update Report***

Top Conviction Ideas: Auto

Stock	Reco.	TP	Recommendation Rationale
TVS Motor Company Ltd	BUY	Rs 4,700*	• **Strong Domestic Demand and EV Capacity Expansion:** TVS Motor reported strong demand, with Q2FY27 volumes growing 27% YoY to 1.9 Mn units and revenue increasing 44% to Rs 17,103 Cr. Domestic ICE 2W volumes grew 16% against industry growth of 10%, while domestic EV 2W sales surged 129% against industry growth of 84%. Domestic 3W ICE and EV volumes increased 65% to ~26,300 units, with EV penetration reaching 48% in Sep'26. The iQube crossed 1 Mn cumulative sales, while EV capacity is expected to increase from 60,000–65,000 to 80,000 units per month. TVS is also expanding annual 2W capacity beyond 8 Mn units and 3W capacity to ~0.4 Mn units, supporting sustained growth. • **Export Growth and Norton-Led Premiumisation:** International business delivered record sales of 5.4 Lc units, up 35% YoY, with ICE 2W sales growing 33% against industry growth of 27%. International EV volumes increased to 6,930 units from 1,726 units in Q2FY26, supported by expansion across Nepal, Sri Lanka, Kenya, Egypt and Indonesia, along with the commencement of EV 3W exports. TVS is strengthening its premium positioning through Norton, backed by investments of ~Rs 2,500 Cr over the past 4–5 years. The Manx R and Atlas models have been rolled out in Europe, with dealer expansion across the UK, Italy and France, followed by Germany, Spain, India and the US. Additional variants and products are under development to drive premiumisation and global growth. • **Cost Efficiencies and Finance Demerger:** Management expects material cost pressures to moderate in Q3FY27 and stabilise or soften in Q4FY27, following a 1.9% sequential increase in material costs against price hikes of 1.6% in Q2. Further price increases, favourable product mix, cost efficiencies and operating leverage are expected to support margins. The Board approved the demerger of the consumer-finance undertaking, including the investment in TVS Credit Services, into a separately listed entity, with existing shareholders receiving an equal number of shares. TVS Credit reported a loan book of Rs 33,818 Cr (+22% YoY), quarterly PBT of Rs 330 Cr (+19%), ~2.7 Cr customers and over 65,000 touchpoints. The proposed appointment date is Jul'27, with completion expected in 8–10 months, subject to regulatory, shareholder and NCLT approvals.

**** Note: Target Price is based on our Q2FY27 Result Update Report***

Top Conviction Ideas: Auto

Stock`	Reco.	TP	Recommendation Rationale
Maruti Suzuki India Ltd	BUY	Rs 13,375*	• **Strong Demand, Market Share Gains & Capacity-Led Growth:** Maruti Suzuki's domestic wholesale volumes grew 37.8% YoY to 5.65 Lc units in Q2FY27, outperforming industry growth of 29.9%. The 18% and 40% GST-category portfolios grew 35.9% and 39.6% YoY, respectively, taking domestic market share up 220bps to 40.8%. Retail sales stood at 5.37 Lc units, with network inventory at 17 days and pending orders rising from ~2 Lc to ~2.7 Lc units by Dussehra. The company added 5 Lc units of annual capacity at Kharkhoda and Hansalpur during H1FY27. The new Brezza, refreshed Baleno and expanded AGS offerings further strengthen its portfolio. Management expects at least 10% domestic sales growth in H2FY27, supporting potential mid-teens full-year growth, while GST-led affordability improvements could raise medium-term industry growth. • **Export Leadership & Multi-Powertrain Strategy:** Maruti contributed over 51% of India's PV exports in H1FY27, with Q2 exports at 1.08 Lc units, down ~2% YoY due to logistical disruptions and the e-Vitara changeover in Europe. Management expects FY27 exports to remain at least at last year's level. The Fronx crossed 2 Lc cumulative exports in under 38 months, while exports of the Jimny five-door, Fronx and e-Vitara to Japan exceeded 1 Lc units. Its presence across ~120 countries and petrol, CNG, strong-hybrid, EV and flex-fuel offerings support export competitiveness and CAFE compliance. Management indicated CO_2 emissions are 15–25% below comparable competing models, with another EV launch planned for the Bharat Mobility Global Expo next year. • **Sequential Margin Recovery; Commodity Costs Remain Key Monitorable:** EBITDA margin improved to 8.9% in Q2FY27 from 8.2% in Q1FY27, supported by pricing (+80bps), cost reductions (+20bps), fixed-cost absorption (+60bps) and lower employee costs (+30bps). These benefits were partly offset by commodities (-30bps), forex (-40bps) and other expenses (-50bps); depreciation increased by 30bps. EBIT declined YoY to ~Rs 2,804 Cr from ~Rs 3,395 Cr, while net profit fell to ~Rs 2,415 Cr, also impacted by mark-to-market losses on investments. Management highlighted steel and copper risks; three price increases aggregating to slightly over 1% and cost-control initiatives should support recovery, although margins remain dependent on commodity prices, forex and further pricing actions.

Note: Target Price is based on our Q2FY27 Result Update Report

Top Conviction Ideas: Auto Ancillaries

Stock	Reco.	TP	Recommendation Rationale
Sansera Engineering Ltd	BUY	Rs 4,880*	• **ADS Growth & Order Visibility Strengthen Long-Term Outlook:** Sansera's ADS business continues to witness strong traction, supported by rising demand across aerospace, semiconductors and defence. The 5-year executable ADS order backlog increased to Rs 5,870 Cr from Rs 4,440 Cr in Q1FY27, providing strong revenue visibility. The company added new aerospace customers, secured complex semiconductor components and expects to add its second semiconductor customer in Q3FY27. Capacity expansion, including a new 1.2 Lc sq. ft. facility and a dedicated defence unit, will support the next phase of growth. Management expects ADS to contribute 35-40% of overall revenue towards the end of the decade, highlighting its strong long-term growth potential. • **Diversification & Premiumisation Drive Improving Business Mix:** Sansera reported strong growth across its diversified portfolio, with Auto ICE contributing around 65% of revenue, while non-automotive businesses contributed 20.9% in Q2FY27. Auto Tech-Agnostic and xEV business recorded its highest-ever quarterly revenue of Rs 136 Cr, while ADS revenue stood at Rs 164 Cr. Increasing semiconductor complexity, aerospace outsourcing, defence opportunities and rising EV content are supporting the shift towards high-value and technology-intensive products. Additionally, the Nichidai JV provides opportunities in steering, driveline and emerging humanoid robotics applications, further expanding Sansera's addressable market • **Strong Order Pipeline, Capacity Expansion & Export Opportunities Support Growth:** Sansera delivered 32% YoY revenue growth in Q2FY27, with management indicating FY27 revenue of Rs 4,250-4,300 Cr. The non-ADS order book, measured at peak annual sales, increased to Rs 2,241 Cr from Rs 1,850 Cr in Q1FY27, supported by new PV programmes, export customer nominations and outsourcing opportunities. Export demand remains healthy, particularly across passenger vehicles and higher-engine-capacity segments, while increasing OEM outsourcing provides additional growth opportunities. The company has raised FY27 Capex guidance to Rs 800 Cr, with around 50% allocated towards ADS, to support strong order execution and capacity expansion. Improving operating leverage, richer product mix and increasing contribution from high-margin businesses provide confidence in sustained growth and profitability.

**** Note: Target Price is based on our Q2FY27 Result Update Report***

Top Conviction Ideas: Auto Ancillaries

Stock	Reco.	TP	Recommendation Rationale
Steel Strips Wheels Ltd	BUY	Rs 600*	• **Aluminium Expansion, Premiumisation and Lightweight Components to Drive Growth:** SSWL's aluminium business remains a key growth driver, supported by rising alloy wheel penetration across passenger vehicles and EVs, premiumisation and strong OEM demand. Following a 10% capacity enhancement through debottlenecking at Mehsana, aluminium wheel capacity is expected to reach approximately 6.6 Mn units, including the upcoming 1.2 Mn-unit Bhuj facility. The company is also establishing a 1.1 Mn-unit aluminium knuckle facility at Bhuj, with commercial production targeted for Q4FY27. Additionally, the proposed hot stamping facility at Sambhaji Nagar, with a targeted turnover of around Rs 400 Cr, offers an opportunity to expand into value-added lightweight structural components. • **Capacity Expansion and Operational Efficiencies to Support Sustainable Profitability:** SSWL is undertaking a Rs 1,400 Cr greenfield expansion at Sambhaji Nagar, Aurangabad, to manufacture aluminium and steel wheels for passenger vehicles and OTR applications, alongside hot-stamped automotive components. The project is expected to benefit from higher automation, improved productivity, proximity to OEMs and lower logistics costs, with management targeting at least 25% higher productivity than existing facilities. Supported by a richer product mix, customer price revisions and manufacturing efficiencies, EBITDA per wheel increased to Rs 404 in Q2FY27. Management expects this level to remain sustainable, with further upside from volume growth and operational improvements, although any moderation in demand could affect per-wheel profitability • **Export Recovery and Strong OEM Demand to Enhance Growth Visibility:** Export revenue grew 69% YoY to Rs 187 Cr in Q2FY27, taking H1FY27 exports to Rs 314 Cr. Management expects FY27 exports to exceed the Rs 600 Cr target, with potential upside to Rs 700-750 Cr depending on the US-India trade deal. Medium-term growth is expected to accelerate through newly secured OEM programmes across Europe, including lightweight truck wheel supplies to leading manufacturers, alongside diversification across Latin America and Asia. These programmes are expected to gain traction from Q4FY27 and support management's target of at least Rs 1,500 Cr in export revenue over the next three years. Strong demand across commercial vehicles, tractors and passenger vehicles, coupled with a tractor wheel market share improvement to 45% from 43%, provides additional volume visibility and supports the company's growth outlook.

**** Note: Target Price is based on our Q2FY27 Result Update Report***

Top Conviction Ideas: Auto Ancillaries

Stock	Reco.	TP	Recommendation Rationale
Minda Corporation Ltd	BUY	Rs 815*	• **Premium Product Expansion & Technology-Led Growth:** Minda Corporation continues to strengthen its product portfolio through premiumization, backward integration, and increasing participation in new-age automotive technologies. During Q2FY27, the company commenced production of panoramic sunroofs, with a typical content value of ~Rs 20,000 per vehicle, and secured its first power footstep order from an anchor PV customer. It also secured multiple TFT instrument cluster orders (5-inch to 12-inch), with a cumulative lifetime value of >Rs 1,000 Cr and SOP commencing from FY28, largely in association with Qualcomm. Further, the company received ECMS approval to establish a greenfield TFT display module facility in Chakan, involving phased investments of ~Rs 200 Cr, with SOP expected in 18 months. The facility is expected to localise 70-80% of current TFT requirements, improve cost competitiveness, and enable direct supply of complete display modules to OEMs in the subsequent phase. EV products contributed ~35% of new order wins, reflecting increasing customer acceptance of its technology-led solutions. • **Strong Growth Visibility & Increasing EV Order Pipeline:** Minda Corporation continues to secure orders across wiring harnesses, instrument clusters, vehicle access systems, switches, sunroofs, power footsteps and EV electronics, with EV platforms contributing ~35% of its order book value. Around 60% of new business is linked to new platforms and products, with production typically commencing 18-24 months after order receipt and peak contribution emerging approximately two years thereafter. The company is also developing 6-7 new plants across instrument clusters, TFT displays, switches, die casting, wiring harnesses and EV products, expected to become operational over the next 12-24 months. These investments, alongside increasing PV penetration, are expected to support sustained medium-term growth. • **Flash Electronics: Strong Growth & Accelerating EV Contribution:** Associate company Flash Electronics delivered strong Q2FY27 performance, with revenue increasing 46% YoY to Rs 650 Cr, EBITDA of Rs 106 Cr at a margin of 16.4% and PAT of Rs 54 Cr. EV revenue grew 173% YoY, contributing ~32% of total revenue. Management expects recovery of commodity-related cost increases from customers over the coming quarters, given their largely pass-through nature. Flash also secured multiple TFT instrument cluster orders across 2W, 3W, CV and PV segments, with a cumulative lifetime value exceeding Rs 1,000 Cr and SOP scheduled from FY28 onwards. Additionally, EV products contributed ~35% of new order wins, while a 3.5 kW charger order from a 3W OEM is expected to commence production in Q1FY28, strengthening its EV electronics portfolio.

**** Note: Target Price is based on our Q2FY27 Result Update Report***

Auto and Auto Ancillaries - Coverage Universe

Company Name	Stand / Cons	Current Reco	Target Price	Sales (Rs Cr)			EBDITA (Rs Cr)			PAT (Rs Cr)			EPS (Rs)		
				FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E
Ashok Leyland Ltd	Stand	BUY	200	44,007	51,172	53,807	5,732	5,870	7,114	3,824	3,921	4,928	6	7	8
Automotive Axles Ltd	Cons	BUY	2,170	2,178	2,467	2,518	237	301	322	175	221	234	117	146	155
Bajaj Auto Ltd	Stand	BUY	12,180	58,732	71,491	78,355	12,208	14,816	16,432	9,986	12,012	13,256	357	430	474
CIE Automotive India Ltd	Cons	BUY	455	9,406	10,532	11,250	1,362	1,552	1,817	828	971	1,038	22	26	27
Eicher Motors Ltd	Stand	BUY	8,705	22,700	27,742	31,046	5,813	6,702	7,911	5,012	5,710	6,932	183	209	254
Endurance Technologies Ltd	Cons	BUY	2,900	14,596	18,995	21,619	1,966	2,349	2,982	967	1,273	1,520	68	76	107
Escorts Kubota Ltd	Cons	HOLD	2,455	11,540	12,617	13,342	1,496	1,165	1,366	2,394	1,166	1,248	214	104	112
Hero MotoCorp Ltd	Stand	BUY	6,025	46,830	53,540	59,137	6,871	7,311	8,501	5,359	5,663	6,490	268	283	325
Maruti Suzuki India Ltd	Stand	BUY	13,375	1,82,855	2,18,109	2,40,073	20,158	20,015	27,232	14,389	12,722	16,820	458	405	535
Minda Corporation Ltd	Cons	BUY	815	6,185	8,630	10,233	721	1,017	1,248	360	520	674	15	22	28
Sansera Engineering Ltd	Cons	BUY	4,880	3,498	4,302	5,205	632	830	1,025	327	426	579	52	68	92
Steel Strips Wheels Ltd	Cons	BUY	600	5,183	7,396	8,484	510	897	1,064	190	437	524	12	28	33
TVS Motor Company Ltd	Stand	BUY	4,700	47,270	60,291	68,884	6,084	8,019	9,779	3,658	4,943	6,333	77	104	133
UNO Minda Industries Ltd	Cons	BUY	1,525	19,658	26,249	31,086	2,251	2,906	3,659	1,206	1,707	2,312	21	30	40
Pricol Ltd	Cons	BUY	935	3,964	4,974	5,722	469	560	666	251	307	365	21	25	30

Auto and Auto Ancillaries - Coverage Universe (Cont'd)

Company Name	Book Value (Rs Cr)			Net Debt (Rs Cr)			ROE (x)			RoCE (x)		
	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E
Ashok Leyland Ltd	22	27	33	-8,385	-10,851	-14,333	30	26	27	25	23	25
Automotive Axles Ltd	726	833	948	-267	-372	-530	16	18	17	22	25	23
Bajaj Auto Ltd	1,251	1,470	1,735	-25,685	-31,248	-38,126	27	29	28	27	29	27
CIE Automotive India Ltd	379	379	379	221	21	-229	11	12	13	14	14	15
Eicher Motors Ltd	794	869	1,024	-16,443	-17,764	-22,295	25	25	27	23	23	25
Endurance Technologies Ltd	406	466	533	-967	-714	-1,788	15	15	18	20	20	23
Escorts Kubota Ltd	926	1,106	1,202	-6,739	-10,016	-11,030	22	9	9	14	11	11
Hero MotoCorp Ltd	1,118	1,268	1,457	-17,334	-20,576	-24,815	24	22	23	23	22	22
Maruti Suzuki India Ltd	3,294	3,559	3,929	-10,750	-16,872	-27,746	14	12	14	14	12	14
Minda Corporation Ltd	111	133	155	1,362	1,314	903	15	18	20	17	15	16
Sansera Engineering Ltd	495	559	647	1,940	82	-3,119	11	13	15	14	17	21
Steel Strips Wheels Ltd	749	952	1,135	838	586	383	11	22	21	18	29	29
TVS Motor Company Ltd	281	380	509	1,265	-679	-5,998	30	31	31	25	27	30
UNO Minda Industries Ltd	86	100	117	2,121	1,994	1,848	20	24	26	19	22	25
Pricol Ltd	103	128	158	260	202	118	22	22	21	26	26	26

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Neil Jha

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