PL Capital
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ABB India (ABB IN)

Q3CY26 Result Update

November 16, 2026

☑ Estimate Change | ☑ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	CY27E	CY28E	CY27E	CY28E
Rating	Hold		Hold	
Target Price	7,016		6,944	
Sales (INR mn)	173,501	207,661	172,567	205,489
% Chng.	*0.5*	*1.1*		
EBITDA (INR mn)	26,736	33,278	27,956	33,906
% Chng.	*(4.4)*	*(1.9)*		
EPS (INR)	102.0	127.3	108.2	131.3
% Chng.	*(5.7)*	*(3.0)*		

Key Data	ABB.BO | ABB IN
BSE Code	500002
NSE Code	ABB
52-W High / Low	INR 7,832 / INR 4,583
Face Value	2
Sensex / Nifty	82,105 / 25,291
Market Cap	INR 1,461 bn / $ 15,555 mn
Shares Outstanding	211.91 mn
3M Avg. Daily Value	INR 1,725.13 mn

Shareholding Pattern (%)

Promoters	75
FIIs	7.57
Mutual Funds	5.16
Domestic Institutions	4.64
Public and Others	7.63
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	1.4	(9.9)	9.3	40.9
Relative	(7.7)	(14.4)	0.2	45.1

Key Financials - Standalone

Y/e Dec	CY25	CY26E	CY27E	CY28E
Sales (INR mn)	125,038	146,206	173,501	207,661
EBITDA (INR mn)	19,738	20,089	26,736	33,278
Margin (%)	*15.8*	*13.7*	*15.4*	*16.0*
PAT (INR mn)	16,183	16,304	21,622	26,972
EV (INR mn)	1,403,550	1,409,357	1,399,104	1,387,925
Total Debt (INR mn)	848	848	848	848
C&C Eq. (INR mn)	58,349	52,541	62,794	73,974
EPS (INR)	76.4	76.9	102.0	127.3
Gr. (%)	*(9.4)*	*0.8*	*32.6*	*24.7*
DPS (INR)	30.5	30.8	40.8	50.9
Yield (%)	*0.4*	*0.4*	*0.6*	*0.7*
RoE (%)	*21.7*	*19.6*	*22.7*	*24.1*
RoCE (%)	*24.3*	*21.9*	*25.8*	*27.5*
EV/Sales (x)	11.2	9.6	8.1	6.7
EV/EBITDA (x)	71.1	70.2	52.3	41.7
PE (x)	90.3	89.6	67.6	54.2
P/BV (x)	18.6	16.7	14.2	12.1

Decent Q2; Strong Order Inflow but Cautious on Margins

Quick Pointers

- Order inflows increased by 56% YoY with base order inflow growth of 43% YoY along with large Data Centre orders
- Q3 EBITDA margin impacted by RM & FX volatility; Management expects margins to be in range of 13-15% over the next 6-8 quarters

We revise our EPS estimates by -5.7%/-3.0% for CY27E/28E factoring in softer-than-expected margin recovery amid persistent near-term input pressure and FX volatility. ABB India (ABB) reported a decent quarterly performance with revenue growing ~19% YoY to Rs37.4bn, while EBITDA margin contracted 75bps YoY to 13.7% due to elevated raw material costs and currency volatility. ABB reported strong order inflows of INR47bn (+56% YoY), with broad-based growth across business segments and end-markets, led by Electrification (+117% YoY) and supported by large data-centre orders. The order backlog remains healthy, with data centres accounting for 15–20%. While demand remains resilient across data centres, F&B, energy & chemicals, renewables, buildings and infrastructure, Motion continues to face margin pressure from commodity inflation and adverse revenue mix, while Automation remains relatively subdued amid delayed customer decisions and slower project execution. Although operating leverage and pricing actions have supported profitability, the full pass-through of input cost inflation remains gradual, with management expecting margins to remain in the 13–15% range. Capacity expansion and localisation investments should support medium-term growth, with new capacities expected to ramp up from late CY27 through CY28. While continued demand strength evidenced by inflow momentum and a healthy backlog support revenue visibility, we continue to remain watchful on the gradual margin recovery.

Higher input cost and forex volatility amid West Aisa crisis in the near term is likely to create headwinds as margin recovery remains slow. However, we remain constructive on ABB in the long run given: 1) rising demand for energy-efficient and premium-quality products, 2) its strong parentage strengthens portfolio breadth, 3) focused growth in high-potential segments such as data centers, rail & metro, renewables, and electronics, and 4) a robust domestic order pipeline.

The stock currently trades at P/E of 67.6x/54.2x on CY27E/28E. We maintain our 'Hold' rating, valuing the stock at a P/E of 58x Sep'28E (58x Jun'28E earlier), as visibility of growth momentum remains intact across diverse end user segments, resulting in revised TP of INR7,016 (INR6,944 earlier).

Quarter Summary

Y/e Dec	Q3CY26E	Q3CY26A	% Var.	Q3CY25A	YoY gr. (%)
Net Sales (INR mn)	37,659	37,381	*(0.7)*	31,301	*19.4*
EBITDA (INR mn)	5,009	5,520	*10.2*	4,857	*13.7*
Margin (%)	*13.3*	*14.8*	*150 bps*	*15.5*	*(70) bps*
PAT (INR mn)	4,119	4,398	*6.8*	3,981	*10.5*

Source: Company, PL

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Higher input costs impact margins despite strong execution: Revenue grew by 19.4% YoY to Rs37.4bn (PLe: Rs37.7bn) led by growth across all segments except for Automation. Growth in Electrification and Motion driven by broad-based demand and effective execution of the order backlog while Automation decreased due to timing of delivery of system orders. Gross margin contracted by 141bps YoY to 37.1% (PLe: 37.3%) due to elevated input costs. EBITDA increased by 13.7% YoY to Rs5.5bn (PLe: Rs5bn) while EBITDA margin contracted by 75bps YoY to 14.8% (PLe: 13.3) largely due to higher commodity and logistics costs and currency volatility. PBT increased by ~10% YoY to Rs5.8bn (Ple: Rs5.5bn) despite decline in other income (-7% YoY to Rs784mn). Adj. PAT increased by 10.5% YoY to Rs4.4bn (PLe: Rs4.1) with effective tax rate remain flattish YoY to 24.3%.

Strong order book at INR129.3bn (0.9x TTM revenue): Order inflows for Q3CY26 increased by 56% YoY to Rs47.3bn. Electrification led the order growth (+117% YoY to Rs28bn), Motion witnessed growth (+15% YoY to Rs15bn) across railways and service. Automation, while muted (+4% YoY to Rs5bn), clocked an increase in export orders. Order book stood at Rs129.3bn (0.9x TTM revenue) up by 36% YoY with segmental mix of 38.2%/44.5%/17.3% for Motion /Electrification/Process Automation.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1CY26	YoY gr.	Q2CY26	YoY gr.	Q3CY26	YoY gr.	Q4CY26E	YoY gr.
Sales	31,841	5.8%	35,589	21.0%	37,381	19.4%	41,395	20.9%
EBITDA	4,084	-27.0%	4,470	11.4%	5,520	13.7%	6,015	14.0%
Margin (%)	*12.8*	*(576.5)*	*12.6*	*(108.1)*	*14.8*	*(75.0)*	*14.5*	*(87.7)*
Adj. PAT	3,419	-25%	3,701	8%	4,398	10%	4,786	14%

Source: Company, PL

Exhibit 2: EBITDA margin contracted by 75bps YoY to 14.8% due to elevated input costs despite operating leverage

(INR mn)	Q3CY26	Q3CY25	YoY gr.	Q3CY26E	% Var.	Q2CY26	QoQ gr.	9MCY26	9MCY25	YoY gr.
Revenue	**37,381**	**31,301**	**19.4%**	**37,659**	**-0.7%**	**35,589**	**5.0%**	**104,811**	**90,807**	**15.4%**
Gross Profit	13,866	12,052	15.1%	14,047	-1.3%	13,203	5.0%	39,393	36,542	7.8%
Margin (%)	*37.1*	*38.5*	*(141)*	*37.3*	*(20.6)*	*37.1*	*(0)*	*37.6*	*40.2*	*(266)*
Employee Cost	2,248	2,152	4.5%	2,523	-10.9%	2,510	-10.4%	7,286	6,625	10.0%
as % of sales	*6.0*	*6.9*	*(86)*	*6.7*	*(68.6)*	*7.1*	*(104)*	*7.0*	*7.3*	*(34)*
Other expenditure	6,098	5,043	20.9%	6,515	-6.4%	6,223	-2.0%	18,032	15,453	16.7%
as % of sales	*16.3*	*16.1*	*20*	*17.3*	*(98.6)*	*17.5*	*(117)*	*17.2*	*17.0*	*19*
EBITDA	**5,520**	**4,857**	**13.7%**	**5,009**	**10.2%**	**4,470**	**23.5%**	**14,074**	**14,464**	**-2.7%**
Margin (%)	*14.8*	*15.5*	*(75)*	*13.3*	*146.6*	*12.6*	*220*	*13.4*	*15.9*	*(250)*
Depreciation	443	364	21.6%	410	8.0%	392	12.8%	1,259	1,053	19.5%
EBIT	**5,077**	**4,493**	**13.0%**	**4,599**	**10.4%**	**4,078**	**24.5%**	**12,816**	**13,411**	**-4.4%**
Margin (%)	*13.6*	*14.4*	*(77)*	*12.2*	*137.1*	*11.5*	*212*	*12.2*	*14.8*	*(254)*
Other Income	784	840	-6.7%	990	-20.9%	927	-15.5%	2,707	2,760	-1.9%
Interest	54	56	-2.7%	60	-9.7%	17	217.0%	109	144	-24.2%
PBT (ex. Extra-ordinaries)	**5,806**	**5,276**	**10.0%**	**5,529**	**5.0%**	**4,988**	**16.4%**	**15,413**	**16,027**	**-3.8%**
Margin (%)	*15.5*	*16.9*	*(132)*	*14.7*	*85.2*	*14.0*	*152*	*14.7*	*17.6*	*(294)*
Extraordinary Items	-	-		-	-	-	-	-	-	-
PBT	**5,806**	**5,276**	**10.0%**	**5,529**	**5.0%**	**4,988**	**16.4%**	**15,413**	**16,027**	**-3.8%**
Total Tax	1,408	1,296	8.7%	1,410	-	1,287	9.4%	3,895	4,048	-3.8%
Effective Tax Rate (%)	24.3	24.6	*(31)*	25.5	*(124.7)*	25.8	*(155)*	25.3	25.3	*1*
Reported PAT	**4,398**	**3,981**	**10.5%**	**4,119**	**6.8%**	**3,701**	**18.8%**	**11,518**	**11,979**	**-3.8%**
Adj. PAT	**4,398**	**3,981**	**10.5%**	**4,119**	**6.8%**	**3,701**	**18.8%**	**11,518**	**11,979**	**-3.8%**
Margin (%)	*11.8*	*12.7*	*(95)*	*10.9*	*82.9*	*10.4*	*137*	*11.0*	*13.2*	*(220)*
Adj. EPS	**20.8**	**18.8**	**10.5%**	**19.4**	**6.8%**	**17.5**	**18.8%**	**54.4**	**56.5**	**-3.8%**

Source: Company, PL

Exhibit 3: **Revenue grew by 19.4% YoY driven by strong execution in Electrification (+39.8% YoY to Rs19.3bn)**

Segment Revenue (INR mn)	Q3CY26	Q3CY25	YoY gr.	Q3CY26E	% Var.	Q2CY26	QoQ gr.	9MCY26	9MCY25	YoY gr.
Motion	13,355	11,746	13.7%	13,689	-2.4%	12,688	5.3%	37,649	33,586	12.1%
Electrification	19,268	13,783	39.8%	18,723	2.9%	18,044	6.8%	52,956	41,145	28.7%
Industrial Automation	5,052	6,013	-16.0%	5,671	-10.9%	5,241	-3.6%	15,297	16,799	-8.9%
Others	50	13	302.4%	6	685.9%	27	87.0%	84	102	-17.8%
Less : Inter segment revenues (continuing)	345	253	36.3%	430	-19.9%	410	-16.0%	1,176	824	42.7%
Total	**37,381**	**31,301**	**19.4%**	**37,659**	**-0.7%**	**35,589**	**5.0%**	**104,811**	**90,807**	**15.4%**
EBIT										
Motion	1,736	1,816	-4.4%	2,190.3	-20.7%	1,522	14.1%	4,738	6,002	-21.1%
Electrification	3,491	2,708	28.9%	3,688.3	-5.4%	2,673	30.6%	8,533	8,277	3.1%
Industrial Automation	715	1,054	-32.2%	964.1	-25.8%	767	-6.7%	2,187	2,863	-23.6%
EBIT Margin (%)										
Motion	13.0%	15.5%	(246)	16.0%	(300.1)	12.0%	100	12.6%	17.9%	(529)
Electrification	18.1%	19.6%	(153)	19.7%	(158.2)	14.8%	331	16.1%	20.1%	(400)
Industrial Automation	14.2%	17.5%	(337)	17.0%	(284.4)	14.6%	(47)	14.3%	17.0%	(274)

Source: Company, PL

Conference Call Highlights:

Order Inflow and Business Outlook: ABB reported strong order inflows of INR47bn (+56% YoY), with base orders growing 43% YoY, driven by broad-based demand across business divisions and end-markets, supplemented by large data-centre orders. Excluding data centres, base orders across other segments also recorded healthy double-digit growth. Demand remained strong across data centres, F&B, energy & chemicals, renewables, buildings, cement, oil & gas, manufacturing and infrastructure. Management expects momentum to sustain, supported by energy efficiency, industrial capacity expansion, energy transition and infrastructure investments, with Tier 2/3 cities also witnessing faster growth.

Electrification: Electrification reported strong order growth (+117% YoY), driven by data centres, F&B, energy & chemicals, renewables and building infrastructure. Revenue grew 40% YoY, with the backlog at INR48bn, while segment profitability remained healthy at ~18% despite input cost pressures.

Motion: Motion reported steady order and revenue growth, with a backlog of INR50bn, supported by demand across engineering equipment, railways, metals & mining. Segment profitability stood at ~13%, impacted by higher material costs, adverse revenue mix and competitive pricing pressures. Growth reflected a combination of volume gains and price increases, with management highlighting ongoing customer negotiations to pass on genuine input cost inflation.

Automation: Automation remained relatively subdued amid delayed customer decisions and slower execution of large capex projects, particularly in downstream oil & gas. However, the order pipeline remains healthy, with traction in offshore and midstream oil & gas, alongside emerging opportunities across power, specialty chemicals, pharmaceuticals, cement and metals. Profitability continues to be supported by the installed base and services business.

Data Centers: Data centres currently account for 15–20% of the order backlog, above the steady-state contribution of 10–15% due to large order wins, with exposure predominantly domestic. Orders are largely backed by agreed delivery schedules, with limited deferments and price variation clauses providing protection against delivery-related cost escalation. Colocation projects typically have shorter execution cycles of 3–4 quarters for Electrification, while hyperscale projects follow frame contracts with deliveries spread over 6–8

quarters. ABB has introduced its global Infinitus data-centre architecture solution in India and continues to expand its energy-efficient product portfolio. Data-centre orders also offer relatively better margins, supported by technology differentiation and value-added solutions. While DC architecture is gaining global traction, adoption in India remains at an early stage, with AC and DC systems likely to coexist.

Order Backlog and Execution: Around 40% of the backlog comprises large orders executed over multiple quarters, while the balance is generally executable over the next 4–5 quarters. The mix of standard products, engineered systems, projects and services results in staggered revenue conversion. Electrification inventory has increased to support the growing backlog and ensure supply-chain readiness, while net working capital as a percentage of revenue remains stable.

Pricing Action and Margins: Pricing actions remain ongoing across business divisions, product categories and customer segments, with localisation also being leveraged to mitigate input cost pressures. Price pass-through typically involves a lag, as initial input cost increases are absorbed before revised pricing takes effect, depending on product and project delivery cycles. Operating leverage and fixed-cost absorption have supported profitability recovery, although higher material costs and other cost under-recoveries are yet to be fully offset. Management expects operating margins to remain in the 13–15% range over the next 6–8 quarters, assuming stability in commodity prices, forex and geopolitical conditions.

Capex: ABB maintains baseline annual capex of \~INR3bn for regular capacity additions and infrastructure requirements. In addition, the company has announced a USD75mn investment programme, of which ~USD60mn pertains to the listed entity, primarily towards Electrification and Motion, with a smaller allocation to Automation. The programme involves new factories and capacity additions, with construction expected to take 8–10 quarters and capacities becoming operational progressively from late CY27 through CY28. Investments are primarily aimed at addressing domestic demand and emerging market opportunities, with incremental export opportunities providing additional potential.

Mitsubishi JV: ABB's parent has announced a global JV with Mitsubishi Electric for its low-voltage power distribution business, with ABB holding a 51% stake. The JV combines similar product portfolios and is expected to achieve the leading market position in Japan, with revenue of ~USD40mn. For ABB India, operations remain business as usual, with further clarity on potential implications and actions awaited.

Financials

Income Statement (INR mn)

Y/e Dec	CY25	CY26E	CY27E	CY28E
Net Revenues	**125,038**	**146,206**	**173,501**	**207,661**
YoY gr. (%)	*6.7*	*16.9*	*18.7*	*19.7*
Cost of Goods Sold	75,277	91,379	106,529	126,258
Gross Profit	49,761	54,827	66,971	81,403
Margin (%)	*39.8*	*37.5*	*38.6*	*39.2*
Employee Cost	9,450	9,620	11,364	13,706
Other Expenses	9,477	12,179	13,186	15,575
EBITDA	**19,738**	**20,089**	**26,736**	**33,278**
YoY gr. (%)	*(11.0)*	*1.8*	*33.1*	*24.5*
Margin (%)	*15.8*	*13.7*	*15.4*	*16.0*
Depreciation and Amortization	1,448	1,698	1,984	2,298
EBIT	**18,290**	**18,391**	**24,752**	**30,979**
Margin (%)	*14.6*	*12.6*	*14.3*	*14.9*
Net Interest	197	175	174	166
Other Income	3,524	3,582	4,251	5,150
Profit Before Tax	**21,617**	**21,797**	**28,829**	**35,963**
Margin (%)	*17.3*	*14.9*	*16.6*	*17.3*
Total Tax	5,434	5,493	7,207	8,991
Effective Tax Rate (%)	*25.1*	*25.2*	*25.0*	*25.0*
Profit After Tax	**16,183**	**16,304**	**21,622**	**26,972**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**16,183**	**16,304**	**21,622**	**26,972**
YoY gr. (%)	*(9.4)*	*0.8*	*32.6*	*24.7*
Margin (%)	*12.9*	*11.2*	*12.5*	*13.0*
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	**16,183**	**16,304**	**21,622**	**26,972**
YoY gr. (%)	*(9.4)*	*0.8*	*32.6*	*24.7*
Margin (%)	*12.9*	*11.2*	*12.5*	*13.0*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	16,183	16,304	21,622	26,972
Equity Shares O/s (mn)	**212**	**212**	**212**	**212**
EPS (INR)	**76.4**	**76.9**	**102.0**	**127.3**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Dec	CY25	CY26E	CY27E	CY28E
Non-Current Assets				
Gross Block	**19,337**	**22,342**	**27,560**	**32,834**
Tangibles	19,337	22,342	27,560	32,834
Intangibles	-	-	-	-
Acc: Dep / Amortization	**7,593**	**9,291**	**11,275**	**13,573**
Tangibles	7,593	9,291	11,275	13,573
Intangibles	-	-	-	-
Net Fixed Assets	**11,744**	**13,051**	**16,285**	**19,260**
Tangibles	11,744	13,051	16,285	19,260
Intangibles	-	-	-	-
Capital Work In Progress	1,368	1,373	1,591	1,864
Goodwill	-	-	-	-
Non-Current Investments	93	15,800	14,249	12,860
Net Deferred Tax Assets	565	565	565	565
Other Non-Current Assets	5,118	5,702	6,420	7,268
Current Assets				
Investments	-	-	-	-
Inventories	20,530	22,432	26,144	30,722
Trade Receivables	31,763	35,650	40,880	48,928
Cash & Bank Balance	58,349	52,541	62,794	73,974
Other Current Assets	3,770	3,948	4,338	7,268
Total Assets	**135,820**	**154,079**	**176,865**	**207,026**
Equity				
Equity Share Capital	424	424	424	424
Other Equity	77,936	87,271	102,372	120,695
Total Networth	**78,360**	**87,695**	**102,795**	**121,119**
Non-Current Liabilities				
Long Term Borrowings	552	552	552	552
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	296	296	296	296
Trade Payables	34,557	40,457	45,633	52,342
Other Current Liabilities	22,620	25,643	28,153	33,282
Total Equity & Liabilities	**135,820**	**154,079**	**176,865**	**207,026**

Source: Company, PL

Cash Flow (INR mn)

Y/e Dec	CY25	CY26E	CY27E	CY28E
PBT	22,299	21,797	28,829	35,963
Add. Depreciation	1,455	1,698	1,984	2,298
Add. Interest	199	175	174	166
Less Financial Other Income	3,524	3,582	4,251	5,150
Add. Other	(4,571)	-	-	-
Op. Profit before WC Changes	19,383	23,671	30,987	38,428
Net Changes-WC	(1,617)	1,852	(2,965)	(5,309)
Direct Tax	(5,555)	(5,493)	(7,207)	(8,991)
Net Cash from Op. Activities	**12,210**	**20,030**	**20,815**	**24,128**
Capital Expenditures	(2,396)	(3,010)	(5,437)	(5,547)
Interest / Dividend Income	3,131	-	-	-
Others	2,899	(15,682)	1,570	1,413
Net Cash from Invt. Activities	**3,633**	**(18,692)**	**(3,867)**	**(4,134)**
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	(312)	-	-	-
Dividend Paid	(9,152)	(6,969)	(6,522)	(8,649)
Interest Paid	(199)	(175)	(174)	(166)
Others	-	-	-	-
Net Cash from Fin. Activities	**(9,662)**	**(7,145)**	**(6,695)**	**(8,815)**
Net Change in Cash	**6,181**	**(5,807)**	**10,253**	**11,180**
Free Cash Flow	9,811	17,019	15,378	18,582

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Dec	Q4CY25	Q1CY26	Q2CY26	Q3CY26
Net Revenues	**34,232**	**31,841**	**35,589**	**37,381**
YoY gr. (%)	*1.7*	*5.8*	*21.0*	*19.4*
Raw Material Expenses	21,012	19,517	22,386	23,515
Gross Profit	13,220	12,324	13,203	13,866
Margin (%)	*38.6*	*38.7*	*37.1*	*37.1*
EBITDA	**5,274**	**4,084**	**4,470**	**5,520**
YoY gr. (%)	*(19.8)*	*(27.0)*	*11.4*	*13.7*
Margin (%)	*15.4*	*12.8*	*12.6*	*14.8*
Depreciation / Depletion	395	424	392	443
EBIT	**4,879**	**3,660**	**4,078**	**5,077**
Margin (%)	*14.3*	*11.5*	*11.5*	*13.6*
Net Interest	53	38	17	54
Other Income	763	996	927	784
Profit before Tax	**5,590**	**4,619**	**4,988**	**5,806**
Margin (%)	*16.3*	*14.5*	*14.0*	*15.5*
Total Tax	1,386	1,200	1,287	1,408
Effective Tax Rate (%)	*24.8*	*26.0*	*25.8*	*24.3*
Profit After Tax	**4,204**	**3,419**	**3,701**	**4,398**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**4,204**	**3,419**	**3,701**	**4,398**
YoY gr. (%)	*(21.0)*	*(25.2)*	*8.0*	*10.5*
Margin (%)	*12.3*	*10.7*	*10.4*	*11.8*
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	**4,204**	**3,419**	**3,701**	**4,398**
YoY gr. (%)	*(21.0)*	*(25.2)*	*8.0*	*10.5*
Margin (%)	*12.3*	*10.7*	*10.4*	*11.8*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**4,204**	**3,419**	**3,701**	**4,398**
Avg. Shares O/s (mn)	212	212	212	212
EPS (INR)	**19.8**	**16.1**	**17.5**	**20.8**

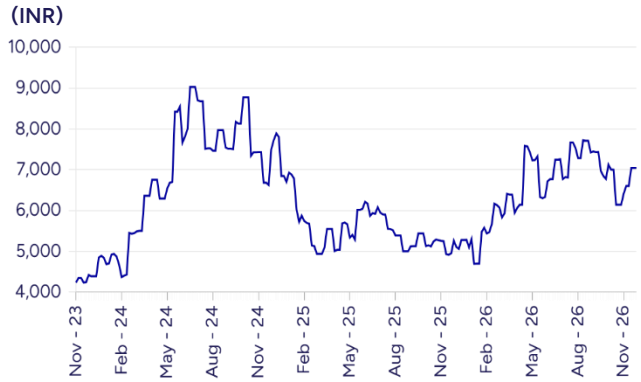
Source: Company, PL

Key Financial Metrics

Y/e Dec	CY25	CY26E	CY27E	CY28E
Per Share (INR)				
EPS	76.4	76.9	102.0	127.3
CEPS	83.2	85.0	111.4	138.1
BVPS	369.8	413.9	485.1	571.6
FCF	46.3	80.3	72.6	87.7
DPS	30.5	30.8	40.8	50.9
Return Ratio (%)				
RoCE	24.3	21.9	25.8	27.5
ROIC	81.1	43.9	55.7	59.8
RoE	21.7	19.6	22.7	24.1
Balance Sheet				
Net Debt : Equity (x)	-	-	-	-
Net Working Capital (Days)	52	44	45	48
Valuation (x)				
PER	90.3	89.6	67.6	54.2
P/B	18.6	16.7	14.2	12.1
P/CEPS	82.9	81.2	61.9	49.9
EV/EBITDA	71.1	70.2	52.3	41.7
EV/Sales	11.2	9.6	8.1	6.7
Dividend Yield (%)	0.4	0.4	0.6	0.7
FCFF Yield (%)	0.7	1.2	1.1	1.3
PEG Ratio	(9.6)	119.5	2.1	2.2

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	08-Oct-26	HOLD	7005	6944
2	02-Aug-26	HOLD	6944	7285
3	08-Jul-26	HOLD	6523	6772
4	09-May-26	HOLD	6523	7013
5	09-Apr-26	Accumulate	6319	6614
6	23-Feb-26	Accumulate	6319	5918
7	27-Jan-26	Accumulate	5540	4695
8	07-Jan-26	Accumulate	5540	5299
9	07-Nov-25	Accumulate	5540	5017
10	07-Oct-25	Accumulate	5584	5224

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ABB India	HOLD	7005	6944
2	Apar Industries	Accumulate	16674	15846
3	BEML	Accumulate	2225	1946
4	Bharat Electronics	BUY	490	380
5	BHEL	REDUCE	426	464
6	Carborundum Universal	Accumulate	1178	1114
7	Cummins India	BUY	5334	4059
8	Elgi Equipments	BUY	663	555
9	Engineers India	BUY	328	252
10	GE Vernova T&D India	BUY	5928	4020
11	Grindwell Norton	Accumulate	2245	1955
12	Harsha Engineers International	Accumulate	520	462
13	Hindustan Aeronautics	BUY	5943	4843
14	Hitachi Energy India	BUY	37725	28545
15	Ingersoll-Rand (India)	BUY	4998	3940
16	Kalpataru Projects International	Accumulate	1554	1367
17	KEC International	BUY	406	316
18	Kirloskar Pneumatic Company	BUY	790	536
19	Larsen & Toubro	BUY	4437	3665
20	Praj Industries	BUY	353	242
21	Siemens	Accumulate	3850	3560
22	Siemens Energy India	BUY	3655	3344
23	Solar Industries India	BUY	23124	19393
24	Thermax	BUY	3402	2746
25	Triveni Turbine	Accumulate	573	507
26	Voltamp Transformers	BUY	11858	10262

PL's Recommendation Nomenclature (Absolute Performance)

BUY	:	> 15%
Accumulate	:	5% to 15%
Hold	:	+5% to -5%
Reduce	:	-5% to -15%
Sell	:	< -15%
Not Rated (NR)	:	No specific call on the stock
Under Review (UR)	:	Rating likely to change shortly

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