RATING ACCUMULATE | CMP INR 204 | TP INR 235

Kansai Nerolac Paints (KNPL IN)

Q2FY27 Result Update

November 05, 2026

☑ Estimate Change | ☑ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	FY28E	FY29E	FY28E	FY29E
Rating	Accumulate		Accumulate	
Target Price	235		259	
Sales (INR mn)	94,810	101,296	91,233	97,756
% Chng.	*3.9*	*3.6*		
EBITDA (INR mn)	12,427	13,442	12,304	13,280
% Chng.	*1.0*	*1.2*		
EPS (INR)	10.2	11.1	10.1	11.0
% Chng.	*1.0*	*0.9*		

Key Data	KANE.BO | KNPL IN
BSE Code	500165
NSE Code	KANSAINER
52-W High / Low	INR 264 / INR 157
Face Value	1
Sensex / Nifty	79,310 / 24,537
Market Cap	INR 165 bn / $ 1,747 mn
Shares Outstanding	808.88 mn
3M Avg. Daily Value	INR 69.03 mn

Shareholding Pattern (%)

Promoters	74.95
FIIs	3.93
Mutual Funds	4.58
Domestic Institutions	7.56
Public & Others	8.98
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	15.3	(3.0)	5.1	(17.9)
Relative	5.2	(3.9)	2.1	(13.6)

Key Financials - Standalone

Y/e Mar	FY26	FY27E	FY28E	FY29E
Sales (INR mn)	77,392	89,978	94,810	101,296
EBITDA (INR mn)	9,862	10,919	12,427	13,442
Margin (%)	*12.7*	*12.1*	*13.1*	*13.3*
PAT (INR mn)	6,653	7,368	8,225	8,995
EV (INR mn)	139,448	144,115	144,235	138,337
Total Debt (INR mn)	-	-	-	-
C&C Eq. (INR mn)	1,921	2,053	1,533	2,432
EPS (INR)	8.2	9.1	10.2	11.1
Gr. (%)	*0.1*	*10.7*	*11.6*	*9.4*
DPS (INR)	2.8	3.0	3.3	3.5
Yield (%)	*1.3*	*1.5*	*1.6*	*1.7*
RoE (%)	*10.2*	*10.6*	*10.9*	*11.1*
RoCE (%)	*11.7*	*12.1*	*13.0*	*13.2*
EV/Sales (x)	1.8	1.6	1.5	1.4
EV/EBITDA (x)	14.1	13.2	11.6	10.3
PE (x)	24.8	22.4	20.1	18.3
P/BV (x)	2.5	2.3	2.1	2.0

Healthy demand outlook across deco & industrial

Quick Pointers

- EBITDA margin guidance maintained at 13-14%, with margins expected to reach this range by Q4FY27.
- Dealer-level price hikes implemented at end-September, while further price hikes are under negotiation with OEM
- Crude prices at ~US$85/bbl considered comfortable for margin recovery

We remain cautiously optimistic on KNPL driven by 1) healthy demand outlook across industrial and deco segments, 2) maintenance of 13-14% margin guidance over the near term, with Q4 expected to witness margins within this range despite geopolitical headwinds, and 3) further price hikes to support value growth. However, persistently elevated inflation remains a key risk, with potential pressure on discretionary demand.

KNPL's focus on decorative innovations, distribution expansion and scaling up the project business remains intact. We expect 8% volume CAGR and ~120bps margin expansion over FY27-29. We estimate sales/EPS CAGR of 6.1%/10.5% over FY27-29. We value the stock at 22x Sep'28 EPS, arriving at a TP of Rs235 (earlier Rs259 at 24x Jun'28 EPS). At 17.4x FY29 EPS, valuations remain inexpensive, given improving demand scenario, thus limiting further downside. Retain Accumulate.

Revenues grew 18.9%; Volume growth ~8.6%

- Revenues grew by 18.9% YoY to Rs22.7bn (PLe: Rs20.96bn)
- We estimate volume growth of 6.0% with decorative volumes growing by low single digits and industrial paints volumes growing in high single digits
- Gross margins contracted by 513bps YoY to 29.9% (Ple: 34%)
- EBITDA grew by 4.9% YoY to Rs2.2bn (PLe:Rs2.31bn); Margins contracted by 131bps YoY to 9.8% (PLe:11%)
- Adjusted PAT grew by 8.8% YoY to Rs1.5bn (PLe:Rs1.54bn)

Quarter Summary

Y/e Mar	Q2'27E	Q2'27A	% Var.	Q2'26A	YoY gr. (%)
Net Sales (INR mn)	20,955	22,688	*8.3*	18,710	*21.3*
EBITDA (INR mn)	2,305	2,232	*(3.2)*	2,119	*5.3*
Margin (%)	*11.0*	*9.8*	*(120) bps*	*11.3*	*(150) bps*
PAT (INR mn)	1,541	1,486	*(3.6)*	1,369	*8.5*

Source: Company, PL

Vishwa Solanki
vishwasolanki@plindia.com | +91-22-66322244

Amnish Aggarwal
amnishaggarwal@plindia.com | +91-22-66322233

Parth Thakker
parththakker@plindia.com | +91-22-66322222

Conference Call Highlights

- Further hikes are being negotiated with OEMs, and dealer-segment hikes were taken at the end of September to flow through in Q3.
- The company expects Q3FY27 industrial growth to remain healthy, supported by a strong order pipeline
- Crude at US$80–85/bbl would be a comfortable level for margin recovery; prices above this range may require further price increases
- The company expects sequential margin improvement as price settlements materialize and indicated an aspiration to approach the historical 13–14% EBITDA margin range by Q4FY27
- Nerofix (adhesives) recorded double-digit revenue growth; however, profitability declined by ~Rs40–50mn following the merger, impacted by higher WAM costs and inventory carried at elevated prices
- Management expects improvement in adhesive profitability in H2FY27, supported by stabilisation in WAM prices at around US$1,200/tonne and improved competitive pricing discipline
- Nepal subsidiary delivered healthy performance, with revenue growth of ~20% and improvement in profitability.
- Bangladesh operations continued to face challenges across both revenue and profitability; management is evaluating corrective measures. Sri Lanka operations have been closed
- Margin contraction in deco business remains lower than industry average
- Sustained high crude oil and derivative prices, coupled with currency volatility, continue to exert pressure on import costs and procurement planning
- Competitive intensity remains elevated across regions, with continued investments by paint companies across dealers, painters, contractors and architects.

Exhibit 1: Quarterly Estimates

	1QFY27	*YoY gr. (%)*	Q2FY27	*YoY gr.(%)*	Q3FY27E	*YoY gr.(%)*	Q4FY27E	*YoY gr.(%)*
Sales	22,995	*10.2*	22,688	*21.3*	22,507	*18.0*	21,456	*14.5*
EBITDA	3,359	*7.7*	2,232	*5.4*	2,633	*6.5*	2,755	*28.1*
Margin (%)	*14.6*		*9.8*	*(148.4)*	*11.7*	*(126.5)*	*12.8*	*135.7*
Adj PAT	2,423	*5.0*	1,486	*8.5*	1,744	*6.0*	1,788	*34.6*

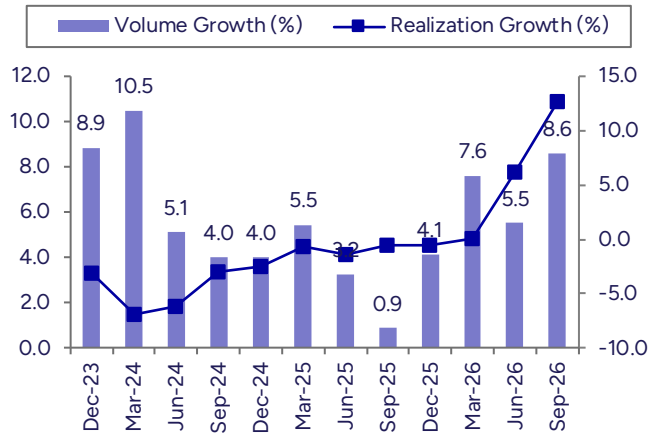
Source: Company, PL

Exhibit 2: Sales grew 18.9% YoY; GM / EBITDA margin contracted by 513bps/ 131bps YoY respectively

Y/e March	Q2FY27	Q2FY26	YoY gr.(%)	Q2FY27E	Var %	Q1FY27	1HFY27	1HFY26	YoY gr.(%)
Total Revenue	**22,688**	**19,075**	***18.9***	**20,955**	***8.3***	**23,328**	**46,016**	**39,949**	***15.2***
Gross Profit	6,780	6,679	*1.5*	7,125	*(4.8)*	8,130	14,910	14,217	*4.9*
% of NS	*29.9*	*35.0*	*(5.1)*	*34.0*	*(4.1)*	*34.8*	*32.4*	*35.6*	*(3.2)*
Other Expenses	4,548	4,551	*(0.1)*	4,820	*(5.6)*	4,831	9,379	8,969	*4.6*
% of NS	*20.0*	*23.9*	*(3.8)*	*23.0*	*(3.0)*	*20.7*	*20.4*	*22.5*	*(2.1)*
EBITDA	**2,232**	**2,128**	***4.9***	**2,305**	***(3.2)***	**3,299**	**5,531**	**5,247**	***5.4***
Margins %	*9.8*	*11.2*	*(1.3)*	*11.0*	*(1.2)*	*14.1*	*12.0*	*13.1*	*(1.1)*
Depreciation	619	530	*17.0*	540	*14.7*	617	1,236	1,042	*18.7*
Interest	49	44	*9.9*	57	*(14.4)*	50	98	80	*22.5*
PBT from operations	**1,564**	**1,554**	***0.7***	**1,708**	***(8.4)***	**2,633**	**4,197**	**4,125**	***1.7***
Other Income	356	287	*24.2*	375	*(5.1)*	552	908	816	*11.3*
PBT	**1,920**	**1,840**	***4.3***	**2,083**	***(7.8)***	**3,184**	**5,104**	**4,941**	***3.3***
Tax	433	475	*(8.7)*	542	*(20.0)*	834	1,268	1,267	*0.1*
Tax rate %	*22.6*	*25.8*	*(3.2)*	*26.0*	*(3.4)*	*26.2*	*24.8*	*25.6*	*(0.8)*
Adjusted PAT	**1,486**	**1,366**	***8.8***	**1,541**	***(3.6)***	**2,350**	**3,837**	**3,674**	***4.4***

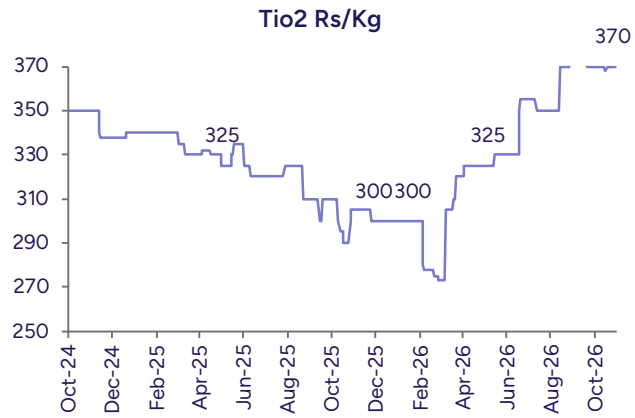
Source: Company, PL

Exhibit 3: Volume up by ~8.6%



Source: Company, PL

Exhibit 4: Tio2 prices are up by 1.1% YoY



Source: Company, PL

Exhibit 5: KNPL's Product Portfolio & New launches



Source: Company, PL

Financials

Income Statement (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Net Revenues	**77,392**	**89,978**	**94,810**	**101,296**
YoY gr. (%)	*3.2*	*16.3*	*5.4*	*6.8*
Cost of Goods Sold	50,043	60,209	61,571	65,619
Gross Profit	27,349	29,770	33,238	35,677
Margin (%)	*35.3*	*33.1*	*35.1*	*35.2*
Employee Cost	4,903	5,309	6,020	6,534
Other Expenses	7,245	7,918	8,675	9,218
EBITDA	**9,862**	**10,919**	**12,427**	**13,442**
YoY gr. (%)	*1.2*	*10.7*	*13.8*	*8.2*
Margin (%)	*12.7*	*12.1*	*13.1*	*13.3*
Depreciation and Amortization	2,214	2,474	2,601	2,708
EBIT	**7,648**	**8,445**	**9,826**	**10,734**
Margin (%)	*9.9*	*9.4*	*10.4*	*10.6*
Net Interest	184	228	296	370
Other Income	1,525	1,621	1,510	1,710
Profit Before Tax	**8,989**	**9,837**	**11,040**	**12,074**
Margin (%)	*11.6*	*10.9*	*11.6*	*11.9*
Total Tax	2,335	2,469	2,815	3,079
Effective Tax Rate (%)	*26.0*	*25.1*	*25.5*	*25.5*
Profit After Tax	**6,653**	**7,368**	**8,225**	**8,995**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**6,653**	**7,368**	**8,225**	**8,995**
YoY gr. (%)	*0.1*	*10.7*	*11.6*	*9.4*
Margin (%)	*8.6*	*8.2*	*8.7*	*8.9*
Extra Ord. Income / (Exp)	(455)	-	-	-
Reported PAT	**6,198**	**7,368**	**8,225**	**8,995**
YoY gr. (%)	*(39.3)*	*18.9*	*11.6*	*9.4*
Margin (%)	*8.0*	*8.2*	*8.7*	*8.9*
Other Comprehensive Income	67	-	-	-
Total Comprehensive Income	6,265	7,368	8,225	8,995
Equity Shares O/s (mn)	**809**	**809**	**809**	**809**
EPS (INR)	**8.2**	**9.1**	**10.2**	**11.1**

Source: Company, PL

Balance Sheet (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Non-Current Assets				
Gross Block	**38,172**	**41,507**	**44,617**	**50,927**
Tangibles	37,082	40,865	43,965	50,265
Intangibles	1,090	642	652	662
Acc: Dep / Amortization	**17,387**	**19,380**	**21,452**	**23,584**
Tangibles	16,821	18,756	20,770	22,842
Intangibles	566	623	682	742
Net Fixed Assets	**20,785**	**22,127**	**23,165**	**27,343**
Tangibles	20,261	22,109	23,195	27,423
Intangibles	524	19	(30)	(80)
Capital Work In Progress	1,693	1,800	4,800	1,000
Goodwill	-	-	-	-
Non-Current Investments	1,297	866	887	909
Net Deferred Tax Assets	(1,572)	(1,650)	(1,733)	(1,819)
Other Non-Current Assets	5,463	5,706	6,872	6,231
Current Assets				
Investments	23,614	18,814	19,214	24,214
Inventories	14,929	20,594	21,699	23,184
Trade Receivables	13,798	14,719	15,509	16,570
Cash & Bank Balance	1,921	2,053	1,533	2,432
Other Current Assets	1,697	2,204	2,323	2,482
Total Assets	**85,385**	**89,063**	**96,191**	**104,568**
Equity				
Equity Share Capital	809	809	809	809
Other Equity	66,149	71,713	77,310	83,474
Total Networth	**66,958**	**72,521**	**78,118**	**84,283**
Non-Current Liabilities				
Long Term Borrowings	-	-	-	-
Provisions	169	186	205	225
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	10,754	9,412	9,684	10,494
Other Current Liabilities	4,228	2,536	2,872	3,254
Total Equity & Liabilities	**85,386**	**89,063**	**96,191**	**104,568**

Source: Company, PL

Cash Flow (INR mn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
PBT	8,989	9,837	11,040	12,074
Add. Depreciation	2,214	2,474	2,601	2,708
Add. Interest	184	228	296	370
Less Financial Other Income	1,525	1,621	1,510	1,710
Add. Other	(585)	1,335	(264)	1,638
Op. Profit before WC Changes	10,801	13,875	13,674	16,790
Net Changes-WC	(1,317)	(5,319)	(1,815)	(6,526)
Direct Tax	(2,335)	(2,469)	(2,815)	(3,079)
Net Cash from Op. Activities	**7,149**	**6,087**	**9,043**	**7,186**
Capital Expenditures	(3,010)	(3,922)	(6,639)	(3,086)
Interest / Dividend Income	-	-	-	-
Others	(1)	-	-	-
Net Cash from Invt. Activities	**(3,011)**	**(3,922)**	**(6,639)**	**(3,086)**
Issue of Share Cap. / Premium	(746)	622	-	-
Debt Changes	-	-	-	-
Dividend Paid	(2,224)	(2,426)	(2,628)	(2,830)
Interest Paid	(184)	(228)	(296)	(370)
Others	-	-	-	-
Net Cash from Fin. Activities	**(3,154)**	**(2,033)**	**(2,924)**	**(3,201)**
Net Change in Cash	**984**	**132**	**(520)**	**899**
Free Cash Flow	4,138	2,165	2,404	4,099

Source: Company, PL

Quarterly Financials (INR mn)

Y/e Mar	Q3FY26	Q4FY26	Q1FY27	Q2FY27
Net Revenues	**19,074**	**18,734**	**23,328**	**22,688**
YoY gr. (%)	*3.5*	*7.6*	*11.8*	*21.3*
Raw Material Expenses	12,295	12,254	15,198	15,908
Gross Profit	6,778	6,481	8,130	6,780
Margin (%)	*35.5*	*34.6*	*34.8*	*29.9*
EBITDA	**2,473**	**2,151**	**3,299**	**2,232**
YoY gr. (%)	*0.2*	*21.0*	*5.7*	*5.4*
Margin (%)	*13.0*	*11.5*	*14.1*	*9.8*
Depreciation / Depletion	585	591	617	619
EBIT	**1,888**	**1,561**	**2,682**	**1,613**
Margin (%)	*9.9*	*8.3*	*11.5*	*7.1*
Net Interest	58	53	50	49
Other Income	367	340	552	356
Profit before Tax	**2,197**	**1,847**	**3,184**	**1,920**
Margin (%)	*11.5*	*9.9*	*13.6*	*8.5*
Total Tax	552	519	834	433
Effective Tax Rate (%)	*25.1*	*28.1*	*26.2*	*22.6*
Profit After Tax	**1,645**	**1,328**	**2,350**	**1,486**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**1,645**	**1,328**	**2,350**	**1,486**
YoY gr. (%)	*(3.2)*	*7.6*	*1.8*	*8.5*
Margin (%)	*8.6*	*7.1*	*10.1*	*6.6*
Extra Ord. Income / (Exp)	(333)	(120)	-	-
Reported PAT	**1,312**	**1,209**	**2,350**	**1,486**
YoY gr. (%)	*(75.1)*	*(2.1)*	*1.8*	*8.5*
Margin (%)	*6.9*	*6.5*	*10.1*	*6.6*
Other Comprehensive Income	58	22	1	-
Total Comprehensive Income	**1,370**	**1,231**	**2,351**	**1,487**
Avg. Shares O/s (mn)	808	808	808	808
EPS (INR)	**2.0**	**1.6**	**2.9**	**1.8**

Source: Company, PL

Key Financial Metrics

Y/e Mar	FY26	FY27E	FY28E	FY29E
Per Share (INR)				
EPS	8.2	9.1	10.2	11.1
CEPS	11.0	12.2	13.4	14.5
BVPS	82.8	89.7	96.6	104.2
FCF	5.1	2.7	3.0	5.1
DPS	2.8	3.0	3.3	3.5
Return Ratio (%)				
RoCE	11.7	12.1	13.0	13.2
ROIC	14.2	12.9	13.4	14.7
RoE	10.2	10.6	10.9	11.1
Balance Sheet				
Net Debt : Equity (x)	-	-	-	-
Net Working Capital (Days)	85	105	106	105
Valuation (x)				
PER	24.8	22.4	20.1	18.3
P/B	2.5	2.3	2.1	2.0
P/CEPS	18.6	16.8	15.2	14.1
EV/EBITDA	14.1	13.2	11.6	10.3
EV/Sales	1.8	1.6	1.5	1.4
Dividend Yield (%)	1.3	1.5	1.6	1.7
FCFF Yield (%)	2.5	1.3	1.5	2.5
PEG Ratio	402.8	2.1	1.7	2.0

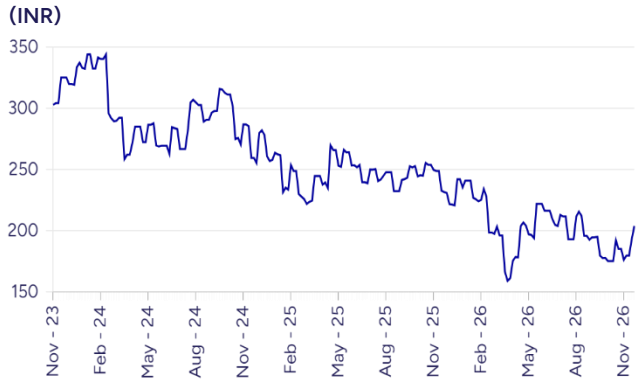
Source: Company, PL

Key Operating Metrics

Y/e Mar	FY26	FY27E	FY28E	FY29E
Volume Gr %	6	7	8	8
Gross Margins %	35	33	35	35

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	08-Oct-26	Accumulate	259	192
2	08-Jul-26	Accumulate	248	208
3	06-May-26	Accumulate	248	202
4	09-Apr-26	Accumulate	234	186
5	26-Feb-26	Accumulate	248	200
6	04-Feb-26	Accumulate	248	222
7	08-Jan-26	Accumulate	255	238
8	04-Nov-25	Accumulate	265	250
9	08-Oct-25	Accumulate	272	246
10	05-Aug-25	Accumulate	277	244

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Asian Paints	HOLD	2544	2302
2	Avenue Supermarts	REDUCE	3214	3517
3	Britannia Industries	BUY	6579	4780
4	Colgate Palmolive	HOLD	1837	1685
5	Dabur India	HOLD	476	384
6	Emami	HOLD	448	375
7	Hindustan Unilever	BUY	2268	1816
8	ITC	Accumulate	294	266
9	Jubilant FoodWorks	BUY	553	461
10	Kansai Nerolac Paints	Accumulate	259	192
11	Marico	BUY	958	799
12	Metro Brands	HOLD	924	903
13	Mold-tek Packaging	Accumulate	743	667
14	Nestle India	Accumulate	1526	1276
15	Pidilite Industries	Accumulate	1600	1422
16	Restaurant Brands Asia	Accumulate	112	92
17	Titan Company	BUY	5388	4377
18	Westlife Foodworld	Accumulate	612	568

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

ANALYST CERTIFICATION

Indian Clients

We/I Mr. Vishwa Solanki PGDM - Finance, Mr. Amnish Aggarwal MBA, CFA, Mr. Parth Thakker BFM, Passed CFA Level II Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

US Clients

The research analysts, with respect to each issuer and its securities covered by them in this research report, certify that: All of the views expressed in this research report accurately reflect his or her or their personal views about all of the issuers and their securities; and No part of his or her or their compensation was, is or will be directly related to the specific recommendation or views expressed in this research report.

Prabhudas Lilladher Pvt. Ltd.

Corporate Office: 6th Floor, Tower 2B South Annex, One World Centre, 841, Senapati Bapat Marg, Lower Parel, Mumbai - 400013

Registered Office: 3rd Floor, Sadhana House, 570, P. B. Marg, Worli, Mumbai-400 018

Tel: (91 22) 6632 2222 Fax: (91 22) 6632 2209

www.plindia.com

AMNISH AGGARWAL

Digitally signed by AMNISH AGGARWAL
DN: c=IN, o=Personal, title=1443, 2.5.4.20=21151ea12dd366d1ac370cb42343ee44b6e851c37bdbac5f86aa4ff3e6948487, postalCode=400015, st=Maharashtra, serialNumber=7a6f13691881d5a8af6353865a61b48b7040e72f4a1bf53182e368b3ca14a5e4, cn=AMNISH AGGARWAL
Date: 2026.11.05 18:58:46 +05'30'

DISCLAIMER

Indian Clients

Prabhudas Lilladher Pvt. Ltd, Mumbai, India (hereinafter referred to as "PL") is engaged in the business of Stock Broking, Portfolio Manager, Depository Participant and distribution for third party financial products. PL is a subsidiary of Prabhudas Lilladher Advisory Services Pvt Ltd. which has its various subsidiaries engaged in business of commodity broking, investment banking, financial services (margin funding) and distribution of third party financial/other products, details in respect of which are available at www.plindia.com.

This document has been prepared by the Research Division of PL and is meant for use by the recipient only as information and is not for circulation. This document is not to be reported or copied or made available to others without prior permission of PL. It should not be considered or taken as an offer to sell or a solicitation to buy or sell any security.

The information contained in this report has been obtained from sources that are considered to be reliable. However, PL has not independently verified the accuracy or completeness of the same. Neither PL nor any of its affiliates, its directors or its employees accepts any responsibility of whatsoever nature for the information, statements and opinion given, made available or expressed herein or for any omission therein.

Recipients of this report should be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The suitability or otherwise of any investments will depend upon the recipients particular circumstances and, in case of doubt, advice should be sought from an independent expert/advisor.

Either PL or its affiliates or its directors or its employees or its representatives or its clients or their relatives may have position(s), make market, act as principal or engage in transactions of securities of companies referred to in this report and they may have used the research material prior to publication.

PL may from time to time solicit or perform investment banking or other services for any company mentioned in this document.

PL is a registered with SEBI under the SEBI (Research Analysts) Regulation, 2014 and having registration number INH000000271.

PL submits that no material disciplinary action has been taken on us by any Regulatory Authority impacting Equity Research Analysis activities.

PL or its research analysts or its associates or his relatives do not have any financial interest in the subject company.

PL or its research analysts or its associates or his relatives do not have any material conflict of interest at the time of publication of the research report.

PL or its associates might have received compensation from the subject company in the past twelve months.

PL or its research analysts or its associates or his relatives do not have actual/beneficial ownership of one per cent or more securities of the subject company at the end of the month immediately preceding the date of publication of the research report.

PL or its associates might have managed or co-managed public offering of securities for the subject company in the past twelve months or mandated by the subject company for any other assignment in the past twelve months.

PL or its associates might have received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months.

PL or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months

PL or its associates might have received any compensation or other benefits from the subject company or third party in connection with the research report.

PL encourages independence in research report preparation and strives to minimize conflict in preparation of research report.

PL or its analysts did not receive any compensation or other benefits from the subject Company or third party in connection with the preparation of the research report.

PL or its Research Analysts do not have any material conflict of interest at the time of publication of this report.

It is confirmed that Mr. Vishwa Solanki PGDM - Finance, Mr. Amnish Aggarwal MBA, CFA, Mr. Parth Thakker BFM, Passed CFA Level II Research Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

The Research analysts 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.

The research analysts for this report has not served as an officer, director or employee of the subject company PL or its research analysts have not engaged in market making activity for the subject company

Our sales people, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses 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.

PL and its associates, their directors and employees may (a) from time to time, have a long or short position in, and buy or sell the securities of the subject company or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company or act as an advisor or lender/borrower to the subject company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

US Clients

This research report is a product of Prabhudas Lilladher Pvt. Ltd., 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 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 by Prabhudas Lilladher Pvt. Ltd. only 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, Prabhudas Lilladher Pvt. Ltd. has entered into an 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.