GEOJIT
PEOPLE YOU PROSPER WITH

Retail Equity Research

Suzlon Energy Ltd.

BUY

Sector: Capital Goods

11th August, 2026

Key Changes	Target	Rating	Earnings	Target	Rs.56

Stock Type	Bloomberg Code	Sensex	NSE Code	BSE Code	Time Frame
Mid Cap	SUEL:IN	78,542	SUZLON	532667	12 Months

Target	Rs.56
CMP	Rs.48
Return	+16%

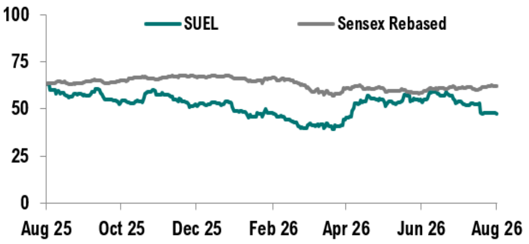
Data as of: 10-08-2026 16:00hrs

Company Data	
Market cap. (Rs.cr)	65,544
52 Week High — Low (Rs.)	65-38
Enterprise Value (Rs. cr)	62,672
Outstanding Shares (cr)	1374
Free Float (%)	88.3
Dividend Yield (%)	0.0
6m average volume (cr)	9.4
Beta	1.3
Face value (Rs)	2.0

Shareholding (%)	Q3FY26	Q4FY26	Q1FY27
Promoters	11.7	11.7	11.7
FII's	23.7	23.9	24.2
MFs/Institutions	9.2	9.2	11.1
Public	55.3	55.2	53.0
Total	100.0	100.0	100.0
Promoter Pledge	Nil	Nil	Nil

Price Performance	3 Month	6 Month	1 Year
Absolute Return	-7.8%	0.3%	-24.8%
Absolute Sensex	5.3%	-6.8%	-1.6%
Relative Return	-13.1%	7.0%	-23.2%

*over or under performance to benchmark index



Consolidated (Rs.cr)	FY26A	FY27E	FY28E
Sales	16,732	21,556	25,879
Growth (%)	*53.6*	*28.8*	*20.1*
EBITDA	3,022	3,662	4,434
EBITDA Margin (%)	*18.1*	*17.0*	*17.1*
PAT Adjusted	1,764	2,279	2,751
Growth (%)	*62.6*	*29.2*	*20.7*
Adjusted EPS	1.3	1.7	2.0
Growth (%)	*61.6*	*28.9*	*20.7*
P/E	37.1	28.8	23.8
P/B	6.9	5.6	4.5
EV/EBITDA	21.4	17.3	13.9
ROE (%)	*18.6*	*19.4*	*19.0*
D/E	0.0	0.0	0.0

Author: Arun Kailasan, Research Analyst

Strong Growth, Rising Capital Intensity…

Suzlon Energy is a vertically integrated wind turbine manufacturer and O&M service provider with over 21 GW of installed capacity across the globe.

- Suzlon delivered a strong start to FY27, reporting its highest-ever Q1 deliveries of 506MW, up 14% YoY. Commissioning activity surged 2.3x YoY to 269MW, while realizations improved 12% to ₹6.3 cr/MW, supported by a richer EPC-led project mix.
- Revenue grew 22.3% YoY to ₹3,829cr, led by a 27.2% rise in Renewable Energy Solutions revenue to ₹3,147cr, while RE AMS revenue increased 8.1% YoY to ₹632cr.
- Gross margin contracted 410bps YoY as higher EPC mix and lower inventory draw-down accelerated cost recognition, limiting gross profit growth to 9%.
- Margin fell 358bps YoY to 15.5%, with flat EBITDA of ₹595cr., as Suzlon 2.0 invest-ments and deferred deliveries diluted operating leverage.
- PBT declined 15% YoY to ₹389cr. on higher depreciation and finance costs while a lower tax charge cushioned PAT to ₹305cr.

Outlook & Valuation

The company's evolution under Suzlon 2.0 expands its addressable market and diversifies beyond standalone turbine sales. While a higher EPC mix and increasing DevCo investments are likely to raise capital intensity, with ROCE moderating from ~37% in FY26 to ~23% by FY28E, we believe these investments can strengthen long-term growth visibility. Our estimates remain conservative relative to Street expectations and already factor in near-term margin pressures and execution risks. Given its net-cash balance sheet, ~19% ROE and ~25% earnings CAGR, **we value the stock at 28x FY28E Adj. EPS of ₹2.0, implying a target price of ₹56, and upgrade to a BUY rating.** Key downside risks include slower S175 adoption, weaker DevCo economics and higher working capital intensity, while faster margin normalisation, stronger execution and accelerated scaling of Suzlon 2.0 initiatives present upside risks.

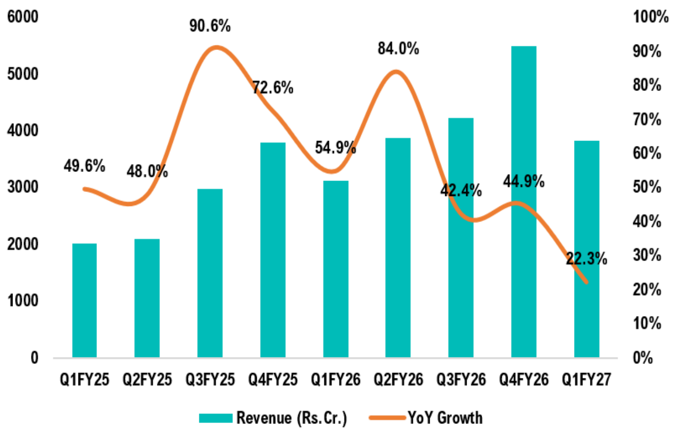
Quarterly Financials Consol.

Rs.cr	Q1FY27	Q1FY26	YoY (%)	Q4FY26	QoQ (%)
Sales	3,829	3,132	22.3	5,493	-30.3
EBITDA	595	599	-0.6	964	-38.3
Margin (%)	15.5	19.1	-358bps	17.5	-200bps
EBIT	490	529	-7.4	871	-43.8
PBT	389	459	-15.2	833	-53.3
Rep. PAT	305	324	-5.9	1,114	-72.6
Adj PAT	291	344	-15.2	571	-49.0
Adj. EPS	0.2	0.3	-15.5	0.4	-49.1

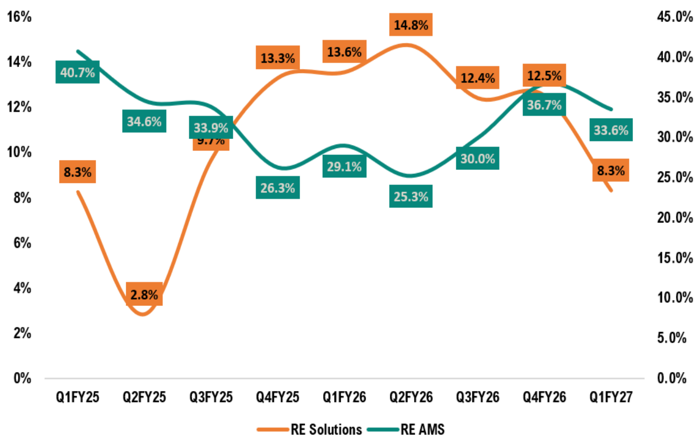
Key Highlights

- The DevCo platform has gained meaningful traction, contributing over 600MW of orders within four months and accounting for nearly 60% of recent order inflows, potentially improving site readiness, execution visibility and project conversion rates.
- Suzlon secured its first S175 order during the quarter, and management expects the platform to drive future growth through higher MW output per factory, making domestic adoption a key determinant of FY31 targets.
- The company continues to expand into project development, solar, battery storage and hybrid solutions under Suzlon 2.0, positioning itself as an integrated renewable-energy solutions provider rather than solely a turbine OEM.
- Management highlighted opportunities across Europe, Australia, Latin America and Southeast Asia, although commercial scale-up is likely to require 18-24 months, leaving domestic execution as the primary near-term growth driver.
- Management estimates India's repowering potential at roughly 25GW and expects pilot projects and initial order conversion over the coming quarters, creating a potential medium-term demand opportunity for newer turbine platforms.

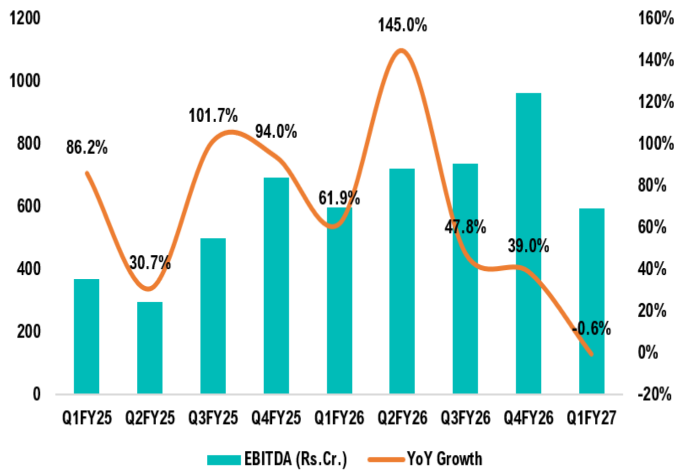
Revenue



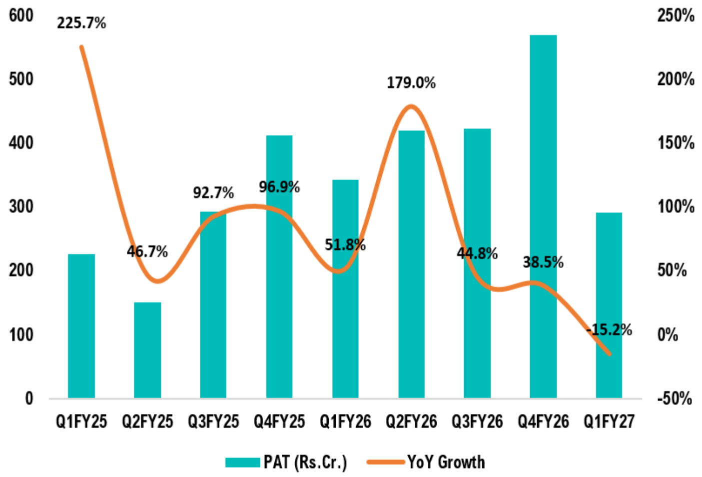
Segmental Margins



EBITDA



Adj. PAT



Change in Estimates

	Old estimates		New estimates		Change (%)	
Year / Rs cr	**FY27E**	**FY28E**	**FY27E**	**FY28E**	**FY27E**	**FY28E**
Revenue	21,705	25,529	21,556	25,879	-0.7	1.4
EBITDA	3,973	4,688	3,662	4,434	-7.8	-5.4
Margins (%)	18.3	18.4	17.0	17.1	-132bps	-123bps
Adj. PAT	2,492	3,003	2,279	2,751	-8.6	-8.4
EPS	2.0	2.2	1.7	2.0	-17.1	-9.0

Consolidated Financials

Profit & Loss

Y.E March (Rs cr)	FY24A	FY25A	FY26A	FY27E	FY28E
Sales	**6,529**	**10,890**	**16,732**	**21,556**	**25,879**
% change	*9.4*	*66.8*	*53.6*	*28.8*	*20.1*
EBITDA	**1,029**	**1,857**	**3,022**	**3,662**	**4,434**
% change	*23.7*	*80.5*	*62.7*	*21.2*	*21.1*
Depreciation	190	259	318	396	434
EBIT	**839**	**1,598**	**2,704**	**3,266**	**4,000**
Interest	164	255	462	589	692
Other Income	38	103	110	103	174
PBT	**659**	**1,447**	**2,422**	**2,779**	**3,482**
% change	*-77.2*	*119.4*	*67.4*	*14.7*	*25.3*
Tax	**-1**	**-625**	**-742**	**500**	**731**
Tax Rate (%)	*-0.1*	*-43.2*	*-30.6*	*18.0*	*21.0*
Reported PAT	**660**	**2,072**	**3,163**	**2,279**	**2,751**
Adj.*	0	0	0	0	0
Adj. PAT	**535**	**1,085**	**1,764**	**2,279**	**2,751**
% change	*494.1*	*102.8*	*62.6*	*29.2*	*20.7*
No. of shares (cr)	**1,315**	**1,364**	**1,371**	**1,374**	**1,374**
Reported EPS (Rs)	0.5	1.5	2.3	1.7	2.0
Adj. EPS	**0.4**	**0.8**	**1.3**	**1.7**	**2.0**
% change	*386.9*	*95.6*	*61.6*	*28.9*	*20.7*

Balance Sheet

Y.E March (Rs cr)	FY24A	FY25A	FY26A	FY27E	FY28E
Cash	427	1,113	1,246	2,176	3,620
Accounts Receivable	1,830	3,866	6,487	8,859	10,990
Inventories	2,292	3,234	4,512	5,507	6,157
Other Cur. Assets	731	996	1,257	1,451	1,742
Investments	8	42	217	495	853
Gross Fixed Assets	2,763	3,343	4,177	4,759	5,354
Net Fixed Assets	837	848	1,384	1,600	1,744
CWIP	16	89	176	54	64
Intangible Assets	53	948	925	893	913
Def. Tax (Net)	4	645	1,394	2,034	2,442
Other Assets	981	1,179	1,271	1,579	1,895
Total Assets	**7,179**	**12,960**	**18,869**	**24,648**	**30,420**
Current Liabilities	2,397	5,197	7,324	10,064	12,581
Provisions	717	719	916	1,462	1,755
Debt Funds	110	283	264	225	204
Other Liabilities	35	655	901	1,155	1,387
Equity Capital	2,722	2,732	2,745	2,745	2,745
Reserves & Surplus	1,199	3,374	6,719	8,997	11,748
Non-Controlling Interest	0	0	0	0	0
Shareholder's Fund	3,920	6,106	9,464	11,742	14,493
Total Liabilities	**7,179**	**12,960**	**18,869**	**24,648**	**30,420**
BVPS (Rs.)	3	4	7	9	11

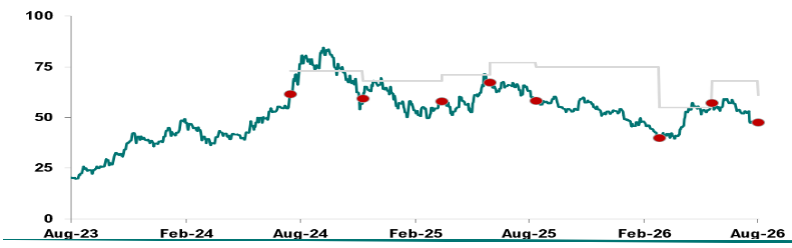
Cash Flow

Y.E March (Rs cr)	FY24A	FY25A	FY26A	FY27E	FY28E
Net inc. + Depn.	**945**	**1,703**	**2,913**	**2,868**	**3,443**
Non-cash adj.	195	279	344	396	434
Changes in W.C	-1,061	-890	-2,054	-1,185	-1,056
C.F – Operation	**80**	**1,092**	**1,202**	**2,079**	**2,821**
Capital exp.	-227	-371	-577	-582	-595
Change in inv.	76	41	343	62	-69
Other invest.CF	0	20	-411	0	0
C.F – Investment	**-152**	**-752**	**-914**	**-520**	**-664**
Issue of equity	2,065	0	0	0	0
Issue/repay debt	-1,827	10	-57	-39	-21
Dividends paid	0	0	0	0	0
Other finance.CF	-107	-70	-137	-589	-692
C.F – Finance	**132**	**343**	**-155**	**-629**	**-713**
Chg. in cash	60	683	133	931	1,444
Closing cash	**427**	**1,113**	**1,246**	**2,176**	**3,620**

Ratios

Y.E March	FY24A	FY25A	FY26A	FY27E	FY28E
Profitab. & Return					
EBITDA margin (%)	15.8	17.1	18.1	17.0	17.1
EBIT margin (%)	12.9	14.7	16.2	15.1	15.5
Net profit mgn.(%)	8.2	10.0	10.5	10.6	10.6
ROE (%)	13.6	17.8	18.6	19.4	19.0
ROCE (%)	21.8	36.4	36.6	24.0	23.4
W.C & Liquidity					
Receivables (days)	102	95	111	128	140
Inventory (days)	210	146	131	127	123
Payables (days)	165	125	135	155	170
Current ratio (x)	1.8	1.6	1.6	1.7	1.7
Quick ratio (x)	1.0	1.0	1.1	1.2	1.2
Turnover & Leverage					
Gross asset T.O (x)	2.4	3.6	4.5	4.8	5.1
Total asset T.O (x)	0.9	0.8	0.9	0.9	0.9
Int. coverage ratio (x)	5.1	6.3	5.9	5.5	5.8
Net debt/equity (x)	0.0	0.0	0.0	0.0	0.0
Valuation					
EV/Sales (x)	10.0	5.9	3.9	2.9	2.4
EV/EBITDA (x)	63.3	34.8	21.4	17.3	13.9
P/E (x)	117.2	59.9	37.1	28.8	23.8
P/BV (x)	16.0	10.7	6.9	5.6	4.5

Recommendation Summary (last 3 years)



Dates	Rating	Target
25.Jul.24	BUY	73
18.Nov.24	BUY	68
24.Mar.25	BUY	71
09.Jun.25	Accumulate	77
21.Aug.25	BUY	75
06.Mar.26	BUY	55
29.May.26	Accumulate	66
11.Aug.26	BUY	56

Investment Rating Criteria

Ratings	Large caps	Midcaps	Small Caps
Buy	Upside is above 10%	Upside is above 15%	Upside is above 20%
Accumulate	-	Upside is between 10%-15%	Upside is between 10%-20%
Hold	Upside is between 0% - 10%	Upside is between 0%-10%	Upside is between 0%-10%
Reduce/sell	Downside is more than 0%	Downside is more than 0%	Downside is more than 0%
Not rated/Neutral			

Definition:

Buy: Acquire at Current Market Price (CMP), with the target mentioned in the research note; **Accumulate:** Partial buying or to accumulate as CMP dips in the future; **Hold:** Hold the stock with the expected target mentioned in the note.; **Reduce:** Reduce your exposure to the stock due to limited upside.; **Sell:** Exit from the stock; **Not rated/Neutral:** The analyst has no investment opinion on the stock.

Symbols definition: Upgrade No Change Downgrade

To satisfy regulatory requirements, we attribute 'Accumulate' as Buy and 'Reduce' as Sell.

The recommendations are based on 12 month horizon, unless otherwise specified. The investment ratings are on absolute positive/negative return basis. It is possible that due to volatile price fluctuation in the near to medium term, there could be a temporary mismatch to rating. For reasons of valuations/ return/lack of clarity/event we may revisit rating at appropriate time. Please note that the stock always carries the risk of being upgraded to BUY or downgraded to a HOLD, REDUCE or SELL.

Not rated/Neutral- The analyst has no investment opinion on the stock under review.

DISCLAIMER & DISCLOSURES

Certification: I, Arun Kailasan, author of this Report, hereby certify that all the views expressed in this research report reflect our personal views about any or all of the subject issuer or securities. This report has been prepared by the Research Team of Geojit Investments Limited, hereinafter referred to as GIL.

For general disclosures and disclaimer: Please Click here.

Regulatory Disclosures:

Geojit Investments Limited is a wholly owned subsidiary of Geojit Financial Services Limited. Group companies/Fellow subsidiaries of Geojit Investments Ltd (GIL) are Geojit Technologies Private Limited (Software Solutions provider), Geojit Credits Private Limited (NBFC), Geojit Fintech Private Ltd, Geojit IFSC Ltd (a company incorporated under IFSC Regulations), Geojit Private Wealth (DIFC) Limited (a company incorporated under Companies Law DIFC Law No. 5 of 2018), Qurum Business Group Geojit Securities LLC (a fellow subsidiary in Oman engaged in Financial Services), Barjeel Geojit Financial Services LLC (a joint venture of holding company in UAE engaged in Financial Services), BBK Geojit Consultancy and Information KSC (C) (an associate of the holding Company in Kuwait engaged in Financial Services) and Aloula Geojit Capital Company (a joint venture in Saudi Arabia under liquidation).

Geojit Investments Limited is an investment services company with memberships in National Stock Exchange (NSE), Bombay Stock Exchange (BSE), Multi Commodity Exchange (MCX) and National Commodity & Derivatives Exchange (NCDEX). GIL offers advanced trading and investing platforms, and in-depth research reports & recommendations on equities, commodities, currencies and bonds. As a depository participant of NSDL and CDSL, GIL offers comprehensive investment-related services like dematerialization, transmission and hassle-free distribution of benefits from corporate actions. In the context of the SEBI Regulations on Research Analysts (2014), GIL affirms that we are a SEBI registered Research Entity and in the course of our business as a stock market intermediary, we issue research reports/research analysis etc. that are prepared by our Research Analysts.

We also affirm and undertake that no disciplinary action has been taken against us or our Analysts in connection with our business activities. In compliance with the above-mentioned SEBI Regulations, the following additional disclosures are also provided which may be considered by the reader before making an investment decision:

1. **Disclosures regarding Ownership:**

GIL confirms that:

(i) It/its associates have no financial interest or any other material conflict in relation to the subject company (ies) covered herein, at the time of publication of the research report.

(ii) It/its associates have no actual beneficial ownership of 1% or more in relation to the subject company (ies) covered herein. at the end of the month immediately preceding the date of publication of the research report.

Further, the Analyst confirms that:

(i) He/his associates/his relatives have no other financial interest in the subject company other than holding shares in very small quantity in the subject company at the time of publication of the research report.

(ii) He, his associates and his relatives have no actual/beneficial ownership of 1% or more in the subject company covered, at the end of the month immediately preceding the date of publication of the research report .

2. **Disclosures regarding Compensation:**

During the past 12 months, GIL or its Associates:

(a) Have not received any compensation from the subject company; (b) Have not managed or co-managed public offering of securities for the subject company (c) Have not received any compensation for investment banking or merchant banking or brokerage services from the subject company. (d) Have not received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company. e) Have not received any compensation or other benefits from the subject company or third party in connection with the research report (f) The subject company is / was not a client during twelve months preceding the date of distribution of the research report.

3. **Disclosure by GIL regarding the compensation paid to its Research Analyst:**

GIL hereby confirms that no part of the compensation paid to the persons employed by it as Research Analysts is based on any specific brokerage services or transactions pertaining to trading in securities of companies contained in the Research Reports.

4. **Disclosure regarding the Research Analyst's connection with the subject company**: It is affirmed that I, Arun Kailasan, Research Analyst (s) of GIL have not served as an officer, director or employee of the subject company.

5. **Disclosure regarding Market Making activity:** Neither GIL/its Analysts have engaged in market making activities for the subject company.

6. **Disclosure regarding conflict of interests:** GIL shall abide by the applicable regulations/ circulars/ directions specified by SEBI and Research Analyst Administration and Supervisory Body (RAASB) from time to time in relation to disclosure and mitigation of any actual or potential conflict of interest. GIL will endeavour to promptly inform the client of any conflict of interest that may affect the services being rendered to the client.

7. "Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors."

8. Clients are required to keep contact details, including email id and mobile number/s updated with the GIL at all times.

9. In the course of providing research services by GIL, GIL cannot execute/carry out any trade (purchase/sell transaction) on behalf of, the client. Thus, the clients are advised not to permit GIL to execute any trade on their behalf.

10. GIL will never ask for the client's login credentials and OTPs for the client's Trading Account Demat Account and Bank Account. The Clients are advised not to share such information with anyone including GIL.

11.Standard Warning: "Investment in securities market are subject to market risks. Read all the related documents carefully before investing**.**

ARUN KAILASAN
Digitally signed by ARUN KAILASAN
Date: 2026.08.11 09:07:48 +05'30'

12. Disclosures regarding Artificial Intelligence tools.

Neither Geojit Investments Limited nor its Analysts have utilized any AI tools in the preparation of the research reports.

Please ensure that you have read the "Risk Disclosure Documents for Capital Market and Derivatives Segments" as prescribed by the Securities and Exchange Board of India before investing.

Geojit Investments Ltd. Registered Office: 7th Floor 34/659-P, Civil Line Road, Padivattom, Kochi-682024, Kerala, India. Phone: +91 484-2901000, Website : www.geojit.com/GIL . For investor queries: customercare@geojit.com

GRIEVANCES

Step 1: The client should first contact the RA using the details on its website or following

contact details: Compliance officer: Ms. Indu K. Address: 7th Floor, 34/659-P, Civil Line Road, Padivattom, Ernakulam,; Phone: +91 484-2901367; Email: compliance@geojit.com. For Grievances:grievances@geojit.com. **Step 2:** If the resolution is unsatisfactory, the client can also lodge grievances through SEBI's SCORES platform at www.scores.sebi.gov.in **Step 3:** The client may also consider the Online Dispute Resolution (ODR) through the Smart ODR portal at https://smartodr.in

Corporate Identity Number: U66110KL2023PLC080586, Research Entity SEBI Reg No: INH000019567 ; Depository Participant : IN-DP-781-2024.