BUY Vedanta

Strong Q4; pure-play transition underway

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Metals & Mining ▸ Result Update ▸ **April 30, 2026**

CMP (Rs): 774 | TP (Rs): 900

VEDL delivered a robust Q4FY26, with EBITDA of Rs184.5bn (+21.6% QoQ), driven by strong pricing-led profitability in aluminium (Al) and zinc (Zn), which together contributed ~88% of EBITDA; FY26 EBITDA grew 28.6% YoY, with a dividend of Rs34/share announced. With the demerger nearing completion, we see this as a key value-unlocking catalyst, supported by potential re-rating of pure-play entities and improved capital allocation; we particularly see upside in Aluminium and Power, while HZ appears fairly valued, limiting near-term upside for the residual VEDL. Looking ahead, with Al/Zn QTD prices trending above Q4 levels and the management guiding for cost reductions through FY27, margin expansion visibility remains strong. We maintain BUY and TP of Rs900.

Robust Q4 led by pricing strength across key metals

VEDL reported a strong Q4FY26 EBITDA of Rs184.5bn (+21.6% QoQ), broadly in line with our estimates (+1.7% vs consensus). The sequential improvement was driven by a sharp uptick in Al and Zn profitability, with segmental EBITDA rising 21% and 28%, respectively, supported by higher average prices (Al +13%, Zn +2%, Ag +51% QoQ). Notably, Al and Zn together contributed 88% of consolidated EBITDA in Q4. For FY26, EBITDA grew 28.6% YoY, largely led by favorable commodity prices, translating into a 16% YoY increase in PAT. VEDL also announced a total dividend of Rs34/share for FY26.

Demerger in-sight

With the demerger now in its final leg, record date set for 1-May-26 and listing of the four entities expected by mid-Jun, we view this as a meaningful value-unlocking trigger for shareholders. The restructuring is expected to drive upside through 1) potential valuation re-rating, as pure-play entities typically command a premium over diversified miners and 2) improved capital allocation backed by focused management teams for each business. We see a strong re-rating case for Vedanta Aluminium and Vedanta Power. In contrast, for HZ, current valuations already appear to factor in prevailing spot price assumptions, limiting near-term upside for the residual VEDL entity that will house HZ. Importantly, the demerger is structured with clear balance sheet discipline, with debt aligned to underlying cash flows; the Oil & Gas and Iron & Steel entities will be largely net-debt free, while leverage across other businesses remains proportionate to their earnings capacity. Shareholders will receive four additional shares for every existing share, highlighting the structural reset aimed at unlocking long-term value.

Pricing and cost tailwinds ahead; maintain BUY

With Al and Zn QTD prices tracking ~13% and ~4% above Q4 averages, respectively, alongside the management's guidance of a steady decline in unit costs through FY27, the outlook for margin expansion remains firmly intact. We, therefore, retain a constructive stance on VEDL, with our FY27/28 EBITDA estimates largely unchanged. This translates into a demerger-based SOTP valuation of Rs900, and we reiterate BUY rating.

Target Price – 12M	Mar-27
Change in TP (%)	-
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	16.3

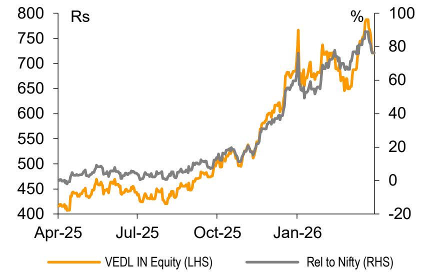
Stock Data	**VEDL IN**
52-week High (Rs)	795
52-week Low (Rs)	399
Shares outstanding (mn)	3,910.4
Market-cap (Rs bn)	3,025
Market-cap (USD mn)	31,893
Net-debt, FY27E (Rs mn)	547,521.8
ADTV-3M (mn shares)	16.2
ADTV-3M (Rs mn)	12,687.8
ADTV-3M (USD mn)	133.8
Free float (%)	43.6
Nifty-50	24,177.7
INR/USD	94.8

Shareholding,Mar-26	
Promoters (%)	56.4
FPIs/MFs (%)	13.9/13.4

Price Performance

(%)	**1M**	**3M**	**12M**
Absolute	18.1	13.5	84.5
Rel. to Nifty	11.5	19.3	85.8

1-Year share price trend (Rs)



Vedanta: Financial Snapshot (Consolidated)

Y/E Mar (Rs mn)	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
Revenue	1,437,270	1,529,680	1,771,940	2,035,683	2,245,087
EBITDA	364,550	435,410	559,760	727,612	805,078
Adj. PAT	79,560	138,520	215,680	277,652	318,112
Adj. EPS (Rs)	21.3	35.7	54.8	70.6	80.9
EBITDA margin (%)	25.4	28.5	31.6	35.7	35.9
EBITDA growth (%)	3.4	19.4	28.6	30.0	10.6
Adj. EPS growth (%)	(24.5)	68.0	53.5	28.7	14.6
RoE (%)	22.7	38.5	47.6	52.5	52.7
RoIC (%)	18.6	26.9	32.4	34.8	37.0
P/E (x)	68.3	20.0	17.5	11.0	9.6
EV/EBITDA (x)	9.8	8.4	6.5	5.0	4.5
P/B (x)	9.4	7.3	6.2	5.4	4.7
FCFF yield (%)	5.3	6.2	4.7	10.6	12.9

Source: Company, Emkay Research

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Key takeaways from the conference call

Demerger: The demerger is in its final stage, with record date set for 1-May-26 and listing expected by mid-June, creating five pure-play entities. The restructuring aims to unlock value through simplified structure, sharper accountability, and focused growth platforms, while enabling each business to attract dedicated investors and pursue independent strategies.

Deleveraging: Vedanta continues to make steady progress on deleveraging, with net debt/EBITDA reduced to 0.95x (vs 1.2x in Q3). During FY26, USD1.5bn deleveraging at VRL and Rs73.7bn reduction in Q4 were achieved. Going forward, deleveraging is expected through strong internal accruals, dividend upstreaming, and potential equity inflows post-demerger, with USD0.5-0.6bn annual reduction achievable organically.

Dividend: Post-demerger, dividend policies will shift from rule-based (minimum 30% payout) to principle-based, giving flexibility to individual boards. Mandatory upstreaming timelines (eg Zinc dividends) will also be relaxed, improving capital allocation flexibility across entities.

Projects update: Execution momentum remains strong with Rs150bn capex deployed in FY26, largely funded through internal cash flows. Key commissioned projects include Lanjigarh alumina expansion, aluminium smelter additions, zinc roaster, and power capacity. Near-term pipeline remains robust:

- Gamsberg Phase 2 (~94% complete) with ramp-up over 12-15 months.
- Coal and bauxite mines (Kuraloi, Sijimali) nearing approvals.
- ESL expansion to 3.5mt, DI plant (~60% complete).
- Critical minerals portfolio progressing, with potential production by 2030.

Balance sheet: The demerger has been structured with debt aligned to cash flow profiles:

- Oil & Gas and Iron & Steel are nearly net-debt free.
- The aluminium business has higher leverage (USD3.5bn) but it is supported by strong cash flows.
- VEDL's debt will be close to USD1bn (0.4x leverage). Overall, balance sheets are designed to be self-sustainable with adequate debt servicing capacity across entities.

Other highlights:

- Copper margins are expected to improve (helped by lower brand fee post-demerger).
- Expansion into critical minerals and global projects (eg Saudi) signals long-term growth optionality.
- The power business was impacted by the Athena incident, with restart timelines under assessment.

Exhibit 1: Our TP of Rs900 is based on a demerger-based SOTP valuation

VALUATION	Multiple FY28 (x)	EBITDA (Rs bn)	EV (Rs bn)	Net Debt (Rs bn)	Minorities (Rs bn)	Equity Value (Rs bn)	Per share (Rs)
EV/EBITDA							
Vedanta Limited	8.0	343.8	2,750.6	215.9	965.7	1,255.2	319.1
Vedanta Aluminium	6.0	367.7	2,206.4	345.1	176.0	1,685.4	428.5
Vedanta Oil & Gas	6.0	51.1	306.9	0.0	0.0	306.9	78.0
Vedanta Iron and Steel	6.0	13.4	80.1	10.0	0.0	70.1	17.8
Vedanta Power	10.0	29.0	290.1	86.6	0.0	203.5	51.7
Vedanta Group	**7.0**	**805.1**	**5,634.2**	**657.6**	**1,141.7**	**3,521.1**	**895.2**
Rounded target price							**900.0**
Current share price							773.6
Expected price return							16.3%
Expected dividend yield							4.4%
Expected total return							**20.7%**

Source: Company, Emkay Research

Exhibit 2: EBITDA at Rs184.5bn, in line with our estimate of Rs183.4bn

Consolidated	Units	Q4 FY25A	Q1 FY26A	Q2 FY26A	Q3 FY26A	Q4 FY26A	Q4 FY26E	Q4 FY26 Consensus	vs Emkay	vs Consensus	QoQ	YoY
Revenue	Rs mn	404,550.0	378,240.0	398,680.0	466,510.0	528,510.0	511,201.2	507,292.3	3.4%	4.2%	13.3%	30.6%
EBITDA	Rs mn	116,180.0	107,460.0	116,120.0	151,710.0	184,470.0	183,437.8	181,442.8	0.6%	1.7%	21.6%	58.8%
EBITDA margin	%	28.7	28.4	29.1	32.5	34.9	35.9	35.8	-98bps	-86bp	238bps	619bps
Net profit	Rs mn	34,830.0	31,850.0	33,450.0	60,010.0	85,180.0	81,209.7	80,662.0	4.9%	5.6%	41.9%	144.6%
EPS	Rs	8.9	8.2	4.6	14.6	21.8	20.8	20.8	5.1%	-	49.4%	144.8%
Net debt	Rs mn	532,510.0	582,200.0	620,630.0	606,240.0	532,540.0	-	-	na	-	-12.2%	0.0%
Net debt-to-EBITDA	x	1.2	1.3	1.4	1.2	1.0	-	-	na	-	-22.8%	-22.1%
ROCE	%	27.0	25.0	26.0	27.0	32.0	-	-	na	-	18.5%	18.5%
Divisional EBITDA												
Aluminium	Rs mn	46,580.0	44,620.0	55,320.0	70,230.0	84,850.0	83,144.4	-	2.1%	-	20.8%	82.2%
Zinc India	Rs mn	48,110.0	38,150.0	44,340.0	60,640.0	77,430.0	74,122.7	70,774.5	4.5%	9.4%	27.7%	60.9%
Zinc International	Rs mn	4,040.0	4,220.0	3,730.0	4,150.0	1,100.0	5,278.8	-	-79.2%	-	-73.5%	-72.8%
Oil & Gas	Rs mn	12,120.0	12,680.0	10,290.0	9,890.0	10,650.0	10,110.6	-	5.3%	-	7.7%	-12.1%
Iron ore	Rs mn	3,110.0	2,040.0	1,080.0	2,840.0	4,110.0	4,375.3	-	-6.1%	-	44.7%	32.2%
Facor and Copper	Rs mn	-510.0	200.0	80.0	200.0	960.0	-288.2	-	433.1%	-	380.0%	288.2%
Power	Rs mn	1,310.0	4,600.0	2,280.0	3,690.0	5,670.0	5,714.1	-	-0.8%	-	53.7%	332.8%
Other	Rs mn	1,420.0	950.0	-1,000.0	70.0	-300.0	980.0	-	-130.6%	-	-528.6%	-121.1%
Total	**Rs mn**	**116,180.0**	**107,460.0**	**116,120.0**	**151,710.0**	**184,470.0**	**183,437.8**	**181,442.8**	**0.6%**	**1.7%**	**21.6%**	**58.8%**

Source: Company, Emkay Research

Exhibit 3: EBITDA estimates remain broadly unchanged over FY27E/28E

	Units	FY26E			FY27E			FY28E		
		New	Old	Chg	New	Old	Chg	New	Old	Chg
Financial metrics										
Net sales	Rs mn	1,771,940.0	1,754,631.2	1.0%	2,035,682.6	2,088,353.9	-2.5%	2,245,086.7	2,286,061.0	-1.8%
EBITDA	Rs mn	559,760.0	558,727.8	0.2%	727,612.0	739,768.4	-1.6%	805,078.2	817,345.1	-1.5%
EBIT	Rs mn	479,550.0	468,789.3	2.3%	630,134.9	648,935.1	-2.9%	705,884.7	723,940.1	-2.5%
Net profit	Rs mn	215,680.0	207,159.7	4.1%	277,652.2	282,315.2	-1.7%	318,111.8	326,976.0	-2.7%
EPS	Rs	44.2	52.6	-15.9%	70.6	71.6	-1.4%	80.9	83.0	-2.5%
DPS	Rs	34.0	50.1	-32.2%	52.9	53.7	-1.4%	60.7	62.2	-2.5%
Net debt / (cash)	Rs mn	657,576.7	684,223.6	-3.9%	547,521.7	609,549.3	-10.2%	402,167.4	462,945.4	-13.1%

Source: Company, Emkay Research

Exhibit 4: Summary of estimates

Consolidated (Rs mn)	FY24	FY25	FY26	FY27E	FY28E
P&L					
Net sales	1,437,270.0	1,529,680.0	1,771,940.0	2,035,682.6	2,245,086.7
Cost of sales	1,072,720.0	1,094,270.0	1,212,180.0	1,308,070.7	1,440,008.5
Adj EBITDA	**364,550.0**	**435,410.0**	**559,760.0**	**727,612.0**	**805,078.2**
EBITDA margin	**25.4%**	**28.5%**	**31.6%**	**35.7%**	**35.9%**
Depreciation	107,230.0	110,960.0	97,740.0	134,119.3	139,605.0
EBIT	270,250.0	349,220.0	479,550.0	630,134.9	705,884.7
Interest and taxes	157,710.0	155,240.0	186,810.0	251,077.0	273,801.9
Minority interest	33,000.0	55,470.0	77,050.0	101,405.7	113,971.0
Net earnings post MI	**79,560.0**	**138,520.0**	**215,680.0**	**277,652.2**	**318,111.8**
EPS (Rs)	**21.3**	**35.7**	**54.8**	**70.6**	**80.9**
Dividend (Rs)	29.5	43.5	34.0	52.9	60.7
Dividend Payout (%)	260.4%	112.5%	76.9%	75.0%	75.0%
Balance sheet					
Gross block	3,494,820.0	3,725,270.0	3,953,798.2	4,193,947.7	4,368,532.0
Net working capital	65,130.0	79,150.0	152,809.5	125,543.1	138,708.5
Cash	43,270.0	78,400.0	80,953.3	191,008.3	336,362.6
Total assets	1,908,070.0	2,032,930.0	2,219,612.3	2,416,231.2	2,622,381.8
Total liabilities	1,487,380.0	1,495,400.0	1,493,081.2	1,518,881.4	1,531,533.0
Total Equity	**420,690.0**	**537,530.0**	**726,531.0**	**897,349.8**	**1,090,848.8**
Cash flow					
Operating cash before WC	367,870.0	433,100.0	577,290.0	764,254.3	845,489.8
Working capital and other	-11,330.0	-37,480.0	-176,959.5	-135,187.0	-198,343.7
Operating cash flow	**356,540.0**	**395,620.0**	**400,330.5**	**629,067.3**	**647,146.1**
Capex	-167,520.0	-170,050.0	-228,528.2	-240,149.5	-174,584.3
Investing cash flow	**-136,860.0**	**-191,900.0**	**-198,528.2**	**-240,149.5**	**-174,584.3**
Borrowings/(repayments)	49,630.0	15,720.0	0.0	0.0	0.0
Equity changes	-205,000.0	-211,910.0	-133,739.0	-208,239.2	-238,583.8
Financing cash flow	**-260,920.0**	**-192,230.0**	**-199,249.0**	**-278,862.8**	**-327,207.4**
Net change in cash	-41,240.0	11,490.0	2,553.3	110,055.0	145,354.3
Ending cash	**43,270.0**	**78,400.0**	**80,953.3**	**191,008.3**	**336,362.6**
Free cash flow	**189,020.0**	**225,570.0**	**171,802.3**	**388,917.7**	**472,561.7**

	FY24	FY25	FY26	FY27E	FY28E
Operational metrics					
Aluminium (USD/t)	2,205.6	2,525.3	2,772.9	3,200.0	3,200.0
Zinc (USD/t)	2,479.8	2,873.9	2,965.5	3,250.0	3,250.0
Silver (USD/oz)	23.6	30.4	53.1	75.0	75.0
Brent (USD/bbl)	82.1	78.2	69.0	70.0	70.0
Production					
Aluminium (kt)	2,370.0	2,422.0	2,456.0	2,600.0	2,750.0
Zinc (kt)	987.0	979.0	1,048.0	1,155.0	1,220.1
Lead (kt)	255.0	251.0	220.0	242.9	253.0
Silver (tonnes)	746.0	687.0	627.0	675.0	725.0
Oil (mn boe)	82.4	67.8	57.2	59.9	64.9
Cost of Production					
Aluminium (USD/t)	1,944.1	1,959.8	1,846.9	1,963.2	1,954.5
Zinc (USD/t)	1,450.0	1,440.0	1,370.0	1,450.4	1,450.4
Financial metrics					
EBITDA margin	25.4%	28.5%	31.6%	35.7%	35.9%
ROE	12.1%	41.7%	38.4%	52.5%	52.7%
ROCE	24.5%	28.9%	34.5%	40.1%	40.3%
Gross debt (Rs mn)	717,580.0	738,530.0	738,530.0	738,530.0	738,530.0
Net debt/(cash) (Rs mn)	674,310.0	660,130.0	657,576.7	547,521.7	402,167.4
Net debt-to-EBITDA (x)	1.8	1.5	1.2	0.8	0.5
Valuation					
P/E (x)	22.9	11.5	17.5	11.0	9.6
EV/EBITDA (x)	4.8	5.8	7.0	5.4	4.8
Dividend yield	11.4%	9.8%	4.4%	6.8%	7.8%
Methodology	**Rs/sh**				
EV/EBITDA	895.2				
Blended fair value	**900.0**				
Target price	**900.0**				
Current price	773.6				
Price return	16.3%				
Dividend return	4.4%				
Expected total return	**20.7%**				
WACC	**11.0%**				

Source: Company, Emkay Research

Vedanta: Consolidated Financials and Valuations

Profit & Loss

Y/E Mar (Rs mn)	FY24	FY25	FY26	FY27E	FY28E
Revenue	**1,437,270**	**1,529,680**	**1,771,940**	**2,035,683**	**2,245,087**
Revenue growth (%)	(2.4)	6.4	15.8	14.9	10.3
EBITDA	**364,550**	**435,410**	**559,760**	**727,612**	**805,078**
EBITDA growth (%)	3.4	19.4	28.6	30.0	10.6
Depreciation & Amortization	107,230	110,960	97,740	134,119	139,605
EBIT	**257,320**	**324,450**	**462,020**	**593,493**	**665,473**
EBIT growth (%)	4.2	26.1	42.4	28.5	12.1
Other operating income	19,340	22,430	31,190	34,028	37,528
Other income	12,930	24,770	17,530	36,642	40,412
Financial expense	94,650	99,140	83,510	88,624	88,624
PBT	**175,600**	**250,080**	**396,040**	**541,511**	**617,261**
Extraordinary items	(37,170)	11,360	(41,780)	0	0
Taxes	63,060	56,100	103,300	162,453	185,178
Minority interest	(33,000)	(55,470)	(77,050)	(101,406)	(113,971)
Income from JV/Associates	20	10	(10)	0	0
Reported PAT	**42,390**	**149,880**	**173,900**	**277,652**	**318,112**
PAT growth (%)	(59.9)	253.6	16.0	59.7	14.6
Adjusted PAT	**79,560**	**138,520**	**215,680**	**277,652**	**318,112**
Diluted EPS (Rs)	**21.3**	**35.7**	**54.8**	**70.6**	**80.9**
Diluted EPS growth (%)	(24.5)	68.0	53.5	28.7	14.6
DPS (Rs)	**54.8**	**54.6**	**34.0**	**52.9**	**60.7**
Dividend payout (%)	**483.6**	**141.4**	**76.9**	**75.0**	**75.0**
EBITDA margin (%)	25.4	28.5	31.6	35.7	35.9
EBIT margin (%)	17.9	21.2	26.1	29.2	29.6
Effective tax rate (%)	35.9	22.4	26.1	30.0	30.0
NOPLAT (pre-IndAS)	**164,913**	**251,667**	**341,510**	**415,445**	**465,831**
Shares outstanding (mn)	3,741	3,878	3,933	3,933	3,933

Source: Company, Emkay Research

Balance Sheet

Y/E Mar (Rs mn)	FY24	FY25	FY26	FY27E	FY28E
Share capital	3,720	3,910	3,910	3,910	3,910
Reserves & Surplus	303,500	408,210	490,161	559,574	639,102
Net worth	**307,220**	**412,120**	**494,071**	**563,484**	**643,012**
Minority interests	113,470	125,410	232,460	333,866	447,837
Non-current liab. & prov.	74,630	96,900	96,900	96,900	96,900
Total debt	**717,580**	**738,530**	**738,530**	**738,530**	**738,530**
Total liabilities & equity	**1,310,590**	**1,482,670**	**1,671,671**	**1,842,490**	**2,035,989**
Net tangible fixed assets	967,150	978,340	1,109,128	1,215,158	1,250,138
Net intangible assets	48,060	50,280	50,280	50,280	50,280
Net ROU assets	0	0	0	0	0
Capital WIP	203,310	309,390	309,390	309,390	309,390
Goodwill	-	-	-	-	-
Investments [JV/Associates]	143,420	143,740	125,740	107,740	107,740
Cash & equivalents	**43,270**	**78,400**	**80,953**	**191,008**	**336,363**
Current assets (ex-cash)	475,970	439,250	510,591	509,125	534,942
Current Liab. & Prov.	570,590	516,730	514,411	540,211	552,863
NWC (ex-cash)	**(94,620)**	**(77,480)**	**(3,820)**	**(31,087)**	**(17,921)**
Total assets	**1,310,590**	**1,482,670**	**1,671,671**	**1,842,490**	**2,035,989**
Net debt	674,310	660,130	657,577	547,522	402,167
Capital employed	1,310,590	1,482,670	1,671,671	1,842,490	2,035,989
Invested capital	**920,590**	**951,140**	**1,155,588**	**1,234,352**	**1,282,496**
BVPS (Rs)	82.1	106.3	125.6	143.3	163.5
Net Debt/Equity (x)	2.2	1.6	1.3	1.0	0.6
Net Debt/EBITDA (x)	1.8	1.5	1.2	0.8	0.5
Interest coverage (x)	2.9	3.5	5.7	7.1	8.0
RoCE (%)	**23.6**	**28.9**	**35.0**	**40.6**	**40.7**

Source: Company, Emkay Research

Cash flows

Y/E Mar (Rs mn)	FY24	FY25	FY26	FY27E	FY28E
PBT (ex-other income)	203,630	268,770	396,040	541,511	617,261
Others (non-cash items)	(36,500)	(44,780)	0	0	0
Taxes paid	(26,850)	(30,830)	(103,300)	(162,453)	(185,178)
Change in NWC	15,520	(6,650)	(73,660)	27,266	(13,165)
Operating cash flow	**356,540**	**395,620**	**400,330**	**629,067**	**647,146**
Capital expenditure	(167,520)	(170,050)	(228,528)	(240,150)	(174,584)
Acquisition of business	840	0	0	0	0
Interest & dividend income	17,180	24,250	0	0	0
Investing cash flow	**(136,860)**	**(191,900)**	**(198,528)**	**(240,150)**	**(174,584)**
Equity raised/(repaid)	(2,000)	84,580	0	0	0
Debt raised/(repaid)	49,630	15,720	18,000	18,000	0
Payment of lease liabilities	(3,820)	(3,870)	0	0	0
Interest paid	(98,250)	(104,580)	(83,510)	(88,624)	(88,624)
Dividend paid (incl tax)	(205,000)	(211,910)	(133,739)	(208,239)	(238,584)
Others	(1,480)	27,830	0	0	0
Financing cash flow	**(260,920)**	**(192,230)**	**(199,249)**	**(278,863)**	**(327,207)**
Net chg in Cash	(41,240)	11,490	2,553	110,055	145,354
OCF	356,540	395,620	400,330	629,067	647,146
Adj. OCF (w/o NWC chg.)	341,020	402,270	473,990	601,801	660,311
FCFF	189,020	225,570	171,802	388,918	472,562
FCFE	111,550	150,680	88,292	300,294	383,938
OCF/EBITDA (%)	97.8	90.9	71.5	86.5	80.4
FCFE/PAT (%)	263.2	100.5	50.8	108.2	120.7
FCFF/NOPLAT (%)	**114.6**	**89.6**	**50.3**	**93.6**	**101.4**

Source: Company, Emkay Research

Valuations and key Ratios

Y/E Mar	FY24	FY25	FY26	FY27E	FY28E
P/E (x)	68.3	20.0	17.5	11.0	9.6
EV/CE(x)	3.1	2.9	2.5	2.2	2.0
P/B (x)	9.4	7.3	6.2	5.4	4.7
EV/Sales (x)	2.5	2.4	2.1	1.8	1.7
EV/EBITDA (x)	9.8	8.4	6.5	5.0	4.5
EV/EBIT(x)	13.9	11.3	7.9	6.2	5.5
EV/IC (x)	3.9	3.8	3.2	3.0	2.9
FCFF yield (%)	5.3	6.2	4.7	10.6	12.9
FCFE yield (%)	3.7	5.0	2.9	9.9	12.7
Dividend yield (%)	7.1	7.1	4.4	6.8	7.8
DuPont-RoE split					
Net profit margin (%)	5.5	9.1	12.2	13.6	14.2
Total asset turnover (x)	1.1	1.1	1.1	1.2	1.2
Assets/Equity (x)	3.6	3.9	3.5	3.3	3.2
RoE (%)	**22.7**	**38.5**	**47.6**	**52.5**	**52.7**
DuPont-RoIC					
NOPLAT margin (%)	11.5	16.5	19.3	20.4	20.7
IC turnover (x)	1.6	1.6	1.7	1.7	1.8
RoIC (%)	**18.6**	**26.9**	**32.4**	**34.8**	**37.0**
Operating metrics					
Core NWC days	(24.0)	(18.5)	(0.8)	(5.6)	(2.9)
Total NWC days	**(24.0)**	**(18.5)**	**(0.8)**	**(5.6)**	**(2.9)**
Fixed asset turnover	0.4	0.5	0.5	0.5	0.6
Opex-to-revenue (%)	74.6	71.5	68.4	64.3	64.1

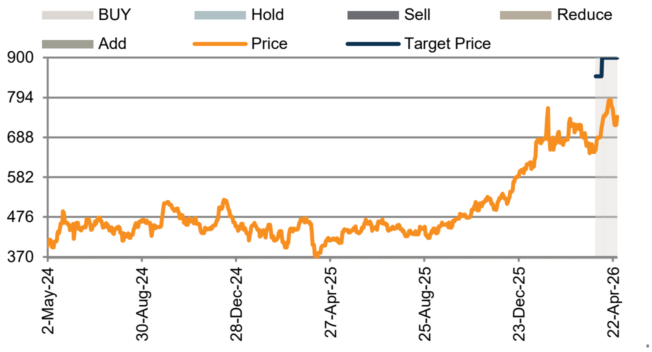
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
24-Apr-26	721	900	Buy	Akhilesh Kumar
08-Apr-26	721	900	Buy	Akhilesh Kumar
31-Mar-26	655	850	Buy	Akhilesh Kumar

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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BUY	>15% upside
ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

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