RESULTS FLASH

7 August 2025
1QFY26 Results Flash | Sector: Capital Goods

Kalpataru Projects

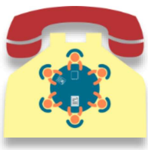
BSE SENSEX	S&P CNX
80,623	24,596

CMP: INR1,112 **Buy**

Strong numbers with an all-round beat

- 1QFY26 revenue at INR50b (+34% YoY) was 10% above our estimate. Growth was driven by robust project progress and strong order backlog. T&D/B&F revenue grew 56%/13% YoY, while O&G/Urban Infra revenue jumped 132%/42% YoY. Railways grew moderately by 5% YoY, while the Water segment continued to witness challenges, declining 5% YoY.
- Absolute EBITDA grew 37% YoY to INR4.3b vs. our estimate of INR3.9b (10% beat), while EBITDA margin was in line with our estimate of 8.5%.
- Adj. PAT surged 72% YoY to INR2.0b, beating our estimate of INR1.5b by 30%, aided by strong revenue growth and a lower tax rate (26.8% vs. our estimate of 27.7%).
- Order inflows at INR99b were up 41% YoY, mainly driven by B&F and T&D businesses. The company received its largest-ever order in B&F business worth over INR25b during the quarter. The order book stood at INR644.8b (+13% YoY).
- NWC days stood at a comfortable level of 106 in 1QFY26 vs. 124 in 1QFY25.
- Net debt was down YoY at INR19.4b in 1QFY26 (vs. INR29b in 1QFY25).

Conference Call Details



Date: 8th August 2025
Time: 09:00am IST
Dial-in details:
Diamond Pass

Financials & Valuations (INR b)

Y/E March	2025	2026E	2027E
Sales	188.9	223.9	265.8
EBITDA	15.9	19.9	24.7
Adj. PAT	6.7	9.5	12.7
Adj. EPS (INR)	39.3	55.4	74.1
EPS Gr. (%)	20.3	40.8	33.9
BV/Sh.(INR)	420.7	469.4	536.9
Ratios			
RoE (%)	10.4	12.4	14.7
RoCE (%)	9.7	11.1	12.9
Valuations			
P/E (x)	28.3	20.1	15.0
P/BV (x)	2.6	2.4	2.1
EV/EBITDA (x)	13.1	10.1	8.1
Div. Yield (%)	0.7	0.6	0.6

Standalone - Quarterly Earning Model **(INR m)**

Y/E March	FY25				FY26E				FY25	FY26E	FY26	Est
	1Q	2Q	3Q	4Q	1Q	2QE	3QE	4QE			1QE	Var (%)
Net Sales	**37,219**	**41,361**	**48,257**	**62,042**	**50,397**	**51,495**	**55,973**	**66,027**	**1,88,879**	**2,23,892**	**45,898**	**10**
YoY Change (%)	2.8	7.6	16.4	20.5	35.4	24.5	16.0	6.4	12.7	18.5	23.3	
Total Expenditure	34,085	37,877	44,239	56,810	46,114	47,015	50,936	59,897	1,73,009	2,03,961	41,997	
EBITDA	**3,135**	**3,485**	**4,019**	**5,232**	**4,284**	**4,480**	**5,038**	**6,130**	**15,870**	**19,931**	**3,901**	**10**
Margins (%)	8.4	8.4	8.3	8.4	8.5	8.7	9.0	9.3	8.4	8.9	8.5	
Depreciation	929	914	956	949	936	1,147	1,176	1,444	3,749	4,703	1,120	-16
Interest	861	998	1,071	877	840	905	905	971	3,807	3,622	929	-10
Other Income	295	264	185	235	234	361	370	515	979	1,480	285	-18
PBT before EO expense	**1,640**	**1,836**	**2,177**	**3,641**	**2,742**	**2,789**	**3,326**	**4,230**	**9,294**	**13,087**	**2,138**	**28**
Extra-Ord expense	-	-	-	330	-	-	-	-	330	-	-	
PBT	**1,640**	**1,836**	**2,177**	**3,311**	**2,742**	**2,789**	**3,326**	**4,230**	**8,964**	**13,087**	**2,138**	**28**
Tax	474	513	604	894	734	773	923	1,200	2,485	3,630	593	
Rate (%)	28.9	27.9	27.7	27.0	26.8	27.7	27.7	28.4	27.7	27.7	27.7	
Reported PAT	**1,166**	**1,323**	**1,574**	**2,416**	**2,008**	**2,015**	**2,404**	**3,030**	**6,479**	**9,457**	**1,545**	**30**
Adj PAT	**1,166**	**1,323**	**1,574**	**2,657**	**2,008**	**2,015**	**2,404**	**3,030**	**6,718**	**9,457**	**1,545**	**30**
YoY Change (%)	-7.4	17.1	9.3	51.8	72.1	52.3	52.8	14.0	20.3	40.8	32.4	
Margins (%)	3.1	3.2	3.3	4.3	4.0	3.9	4.3	4.6	3.6	4.2	3.4	