

February 17, 2025

Q3FY25 Result Update

☑ Change in Estimates | ☑ Target | ■ Reco

Change in Estimates

	Current		Previous	
	FY26E	FY27E	FY26E	FY27E
Rating	ACCUMULATE		ACCUMULATE	
Target Price	1,114		1,583	
Sales (Rs. m)	52,296	58,406	58,487	66,615
% Chng.	(10.6)	(12.3)		
EBITDA (Rs. m)	7,897	9,520	10,177	11,991
% Chng.	(22.4)	(20.6)		
EPS (Rs.)	25.1	31.3	34.9	41.9
% Chng.	(28.0)	(25.3)		

Key Financials - Consolidated

Y/e Mar	FY24	FY25E	FY26E	FY27E
Sales (Rs. m)	47,022	49,164	52,296	58,406
EBITDA (Rs. m)	7,388	7,547	7,897	9,520
Margin (%)	15.7	15.4	15.1	16.3
PAT (Rs. m)	4,612	4,451	4,777	5,957
EPS (Rs.)	24.2	23.4	25.1	31.3
Gr. (%)	16.6	(3.5)	7.3	24.7
DPS (Rs.)	4.0	5.6	6.0	-
Yield (%)	0.4	0.6	0.6	-
RoE (%)	15.5	13.5	13.0	14.6
RoCE (%)	17.4	15.8	14.6	16.6
EV/Sales (x)	4.0	3.8	3.5	3.1
EV/EBITDA (x)	25.3	24.6	23.3	19.1
PE (x)	41.5	43.0	40.0	32.1
P/BV (x)	6.1	5.5	5.0	4.4

Key Data

CRBR.BO | CU IN

52-W High / Low	Rs.1,841 / Rs.983
Sensex / Nifty	75,939 / 22,929
Market Cap	Rs.191bn / \$ 2,204m
Shares Outstanding	190m
3M Avg. Daily Value	Rs.154.25m

Shareholding Pattern (%)

Promoter's	39.82
Foreign	13.01
Domestic Institution	28.18
Public & Others	18.99
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	(18.9)	(35.2)	(9.9)
Relative	(18.3)	(32.5)	(14.8)

Amit Anwani

amitanwani@plindia.com | 91-22-66322250

Prathmesh Salunkhe

prathmeshsalunkhe@plindia.com | 91-22-66322324

Het Patel

hetpatel@plindia.com |

Muted quarter amid growing uncertainties

Quick Pointers:

- Management revised its revenue guidance to Rs48-50bn (vs Rs50-52bn previously) while PAT is expected to be ~Rs4.5bn in FY25.
- VAW' inclusion in the USA's SDN list will result in a loss of its export business accounting for ~40% of the total VAW's business.

We revise our FY26/27E EPS estimates by -28.0%/-25.3% factoring in weaker subsidiary performance and VAW's loss of export business. Carborundum Universal (CU) reported 9.8% YoY consolidated sales growth while its EBITDA margin declined by 262bps YoY to 14.1%. In the Abrasives segment, the standalone business performed decently, although subsidiary operations remained weak. Standalone ceramics benefited from steady demand for engineered ceramics however, consolidated margins were affected by a one-time cost increase from subsidiaries in the America and Australia. In Electrominerals, despite healthy volumes, rising alumina prices and pricing pressures from Chinese dumping continued to pose challenges. The ongoing underperformance of subsidiaries, coupled with VAW's inclusion in the SDN list—resulting in the loss of its export business—further exacerbated concerns. Amid these headwinds, management has revised its FY25 revenue growth and margin guidance downward for all the segments, intensifying uncertainty around future performance.

We believe CU will perform well in the long run given 1) healthy domestic demand, 2) capacity expansion in Electrominerals and Abrasives 3) value-added product launches in Engineered ceramics, 4) strong market reach and exports, and 5) improvement in RHODIUS & AWUKO. However, pricing pressure from Chinese competition and developments in VAW will be key monitorables. The stock is trading at a P/E of 40.0x/32.1x on FY26/27E earnings. We maintain 'Accumulate' rating with a revised SoTP-derived TP of Rs1,114 (Rs1,583 earlier), valuing Abrasives/Ceramics/Electrominerals at 35x/43x/20x Sep'26E (37x/50x/26x Sep'26E earlier) due to continued challenges in the export markets.

Margins declined despite decent revenue growth: Consolidated revenue was up 9.8% YoY to Rs12.4bn (PLe: Rs12.7bn). Gross margin declined 220bps YoY to 61.9% (PLe: 63.6%). EBITDA declined 8.0% YoY to Rs1.8bn (PLe: Rs2.0bn). EBITDA margin declined by 262bps YoY to 14.1% (PLe: 15.9%) primarily due to lower gross margin. Adj. PBT declined 10.6% YoY to Rs1.4bn (PLe: Rs1.6bn) due to weaker operational performance and higher D&A costs (+9.2% YoY to Rs526mn) partially offset by higher other income (+20.8% YoY to Rs164mn). Adj. PAT declined by 5.4% YoY to Rs1.1bn (PLe: Rs1.2bn).

Abrasives remained flat while Ceramics and Electrominerals saw healthy growth: Abrasives sales remained flat YoY to Rs5.3bn while 9MFY25 sales rose 4.1% YoY mainly due to better performance in standalone, Awuko and Rhodius. Ceramics revenue grew 29.9% YoY to Rs3.1bn primarily due to better performance

in refractories, metallized and engineered ceramics in standalone business while Electrominerals sales improved by 12.8% YoY to Rs4.2bn driven by better volume, price and higher exports in standalone business along with better performance in Foskor Zirconia (FZL) and VAW. Abrasives EBIT margin declined 408bps YoY to 5.4% primarily due to lower profitability in standalone, Rhodius and Awuko. Ceramics EBIT margin declined 293bps YoY to 21.8% while Electrominerals EBIT margin improved by 259bps YoY to 16.2% driven by better profitability in standalone, FZL and VAW.

Exhibit 1: EBITDA margin declined by 262bps YoY to 14.1% primarily due to gross margin contraction of 220bps YoY

Y/e March (Rs mn)	Q3FY25	Q3FY24	YoY gr.	Q3FY25E	% Var.	Q2FY25	QoQ gr.	9MFY25	9MFY24	YoY gr.
Sales	12,412	11,305	9.8%	12,712	-2.4%	12,093	2.6%	36,346	34,448	5.5%
Other Operating income	142	210	-32.2%	150	-5.2%	149	-4.3%	425	562	-24.3%
Total Revenue	12,555	11,514	9.0%	12,862	-2.4%	12,241	2.6%	36,771	35,010	5.0%
Gross Profit	7,770	7,379	5.3%	8,180	-5.0%	7,826	-0.7%	23,353	22,147	5.4%
Margin (%)	61.9	64.1	(220)	63.6	(171)	63.9	(204)	63.5	63.3	25
Employee Cost	2,027	1,754	15.6%	1,994	1.7%	2,000	1.4%	5,944	5,338	11.4%
as % of sales	16.3	15.5	82	15.7	65	16.5	(21)	16.4	15.5	86
Power & Fuel	1,157	1,147	0.9%	1,248	-7.3%	1,214	-4.7%	3,494	3,661	-4.6%
as % of sales	9.3	10.1	(83)	9.8	(49)	10.0	(72)	9.6	10.6	(101)
Other expenditure	2,816	2,554	10.3%	2,894	-2.7%	2,663	5.8%	8,259	7,853	5.2%
as % of sales	22.7	22.6	10	22.8	(8)	22.0	67	22.7	22.8	(7)
EBITDA	1,770	1,925	-8.0%	2,045	-13.5%	1,950	-9.2%	5,655	5,294	6.8%
Margin (%)	14.1	16.7	(262)	15.9	(180)	15.9	(183)	15.4	15.1	26
Depreciation	526	482	9.2%	550	-4.4%	520	1.2%	1,560	1,398	11.6%
EBIT	1,244	1,443	-13.8%	1,495	-16.8%	1,430	-13.0%	4,095	3,896	5.1%
Margin (%)	9.9	12.5	(263)	11.6	(172)	11.7	(177)	11.1	11.1	1
Other Income	164	136	20.8%	150	9.2%	113	44.6%	347	641	-45.8%
Interest	39	47	-18.4%	35	10.0%	37	4.6%	108	148	-26.5%
PBT (ex. Extra-ordinaries)	1,369	1,532	-10.6%	1,610	-15.0%	1,506	-9.1%	4,334	4,390	-1.3%
Margin (%)	10.9	13.3	(239)	12.5	(161)	12.3	(140)	11.8	12.5	(75)
Extraordinary Items	(1,041)	-	-	-	0.0%	-	0.0%	(1,041)	-	-
PBT	328	1,532	-78.6%	1,610	-79.6%	1,506	-78.2%	3,293	4,390	-25.0%
Total Tax	58	514	-88.7%	443	-86.9%	458	-87.3%	945	1,370	-31.0%
Effective Tax Rate (%)	17.7	33.6	(1,587)	27.5	(978)	30.4	(1,270)	28.7	31.2	(249)
PAT before JVs/MI	270	1,017	-73.5%	1,167	-76.9%	1,048	-74.3%	2,348	3,021	-22.3%
Share of Profit/loss from JVs/MI	78	96	-18.7%	65	20.0%	111	-29.4%	288	244	18.3%
Reported PAT	348	1,113	-68.8%	1,232	-71.8%	1,159	-70.0%	2,636	3,264	-19.2%
Adj. PAT	1,053	1,113	-5.4%	1,232	-14.6%	1,159	-9.1%	3,341	3,264	2.4%
Margin (%)	8.4	9.7	(128)	9.6	(119)	9.5	(108)	9.1	9.3	(24)
Adj. EPS	5.5	5.9	-5.4%	6.5	-14.6%	6.1	-9.1%	17.6	17.2	2.4%

Source: Company, PL

Exhibit 2: Decent growth across Ceramics and Electrominerals while weakness in subsidiaries impact Abrasives

Segment Breakup	Q3FY25	Q3FY24	YoY gr.	Q3FY25E	% Var.	Q2FY25	QoQ gr.	9MFY25	9MFY24	YoY gr.
Revenue (Rs mn)										
Abrasives	5,263	5,287	-0.4%	5,816	-9.5%	5,434	-3.1%	16,213	15,581	4.1%
Ceramics	3,145	2,435	29.2%	2,897	8.6%	2,796	12.5%	8,638	7,955	8.6%
Electrominerals	4,157	3,685	12.8%	4,128	0.7%	4,021	3.4%	11,987	11,642	3.0%
Others	497	421	18.0%	425	16.8%	414	19.9%	1,329	1,123	18.3%
Less: Intersegmental	650	523	24.3%	553	17.5%	573	13.4%	1,820	1,852	-1.7%
Total	12,412	11,305	9.8%	12,712	-2.4%	12,093	2.6%	36,346	34,449	5.5%
EBIT (Rs mn)										
Abrasives	284	501	-43.3%	436	-34.9%	345	-17.6%	1,179	1,185	-0.5%
Ceramics	684	601	13.9%	782	-12.5%	796	-14.1%	2,127	2,148	-1.0%
Electrominerals	675	503	34.2%	537	25.8%	576	17.2%	1,684	1,858	-9.4%
Others	(15)	(41)	-63.5%	(36)	-58.5%	(61)	-75.5%	(93)	(152)	-38.9%
EBIT Margin (%)										
Abrasives	5.4%	9.5%	(408)	7.5%	(210)	6.3%	(95)	7.3%	7.6%	(33)
Ceramics	21.8%	24.7%	(293)	27.0%	(525)	28.5%	(672)	24.6%	27.0%	(238)
Electrominerals	16.2%	13.7%	259	13.0%	324	14.3%	192	14.0%	16.0%	(191)
Others	-3.0%	-9.8%	674	-8.5%	548	-14.8%	1,178	-7.0%	-13.5%	655

Source: Company, PL

Exhibit 3: SoTP valuation – Ceramics segment accounts for ~57% of value

Particular	Sep'26 EPS	Multiple (x)	Net Value/share
Abrasives	9.0	35	316
Industrial Ceramics	14.6	43	629
Electrominerals	8.5	20	170
Others	(2.1)	1	(2)
SoTP			1,114

Source: Company, PL

Conference Call Highlights

- **Management revised its Rs51-52bn revenue guidance downwards to Rs48-50bn** factoring in continued weakness in Rhodius and Awuko. Management expects FY25 profit after tax of ~Rs4.5bn (ex. Exceptional item effect).
- **Consol. abrasives:** 9MFY25 growth in consol. Abrasives was primarily driven by standalone performance, Rhodius and Awuko whereas Sterling Abrasives and CUMI America had a negative growth. Abrasives margins declined due to decline in standalone PBIT margin. Management further reduced FY25 guidance to 5% revenue growth (from 10%) owing to a shortfall in AWUKO. Consolidated Abrasives PBIT margins are expected to see a drop of 150bps (vs previous guidance of flat) YoY in FY25.
- **Standalone abrasives:** Standalone growth was driven by demand from industrial and retail segments while there was a small degrowth in precision segment primarily due to lower volumes. Increasing infrastructure spending in India is expected to aid the demand sustenance in standalone Abrasives. Management expects standalone abrasives to grow between 6%-7% (vs 9%-11% previously).
- **RHODIUS:** Q3FY25 revenue declined 1% YoY to €15.3mn and declined 7.5% QoQ due to seasonality. On the 9MFY25 basis, revenue increased by 6% YoY to €49mn mainly due to volume growth. It incurred loss after tax of €0.9mn vs loss of €2.1mn in 9MFY24. Despite the reduction in losses, management expects a full year loss of €1.9mn (vs previous guidance of breakeven) mainly due to pricing pressure in the market, higher freight costs, imports and additional costs relating to contract workers. Management has revised RHODIUS revenue growth guidance from growth of 9%-10% YoY to 6%-7% YoY in FY25.
- **AWUKO:** It achieved Q3 revenue of €2.3mn, a 8% YoY growth while the revenue for 9MFY25 grew by 15% YoY to €7.6mn. The loss before the tax in 9MFY25 came in at €3.7mn vs €2.7mn in 9MFY24. Management has downward revised AWUKO's growth guidance from revenue of ~€2.0mn to ~€1.3mn in FY25 while the EBITDA loss is expected to be ~€4.5mn.
- **Consol. Ceramics:** Consolidated Ceramics growth was mainly driven by CUMI India. Margins were affected by a decline in margins of America and Australia subsidiaries. In Australia, there were some one-off cost increases such as provisions for inventories and receivables along with product mix change. In America, logistics costs went up hampering the consolidated Ceramics margins. Management revised its growth guidance from 12%-14% in FY25 to 10%-12% YoY. Due to some shortfall in engineering and wax ceramic segment, Industrial ceramic business is expected to grow at ~10% (12% previously) in FY25. Refractory to grow at ~9% (vs 12%-13% previously) while consolidated economic business expected to grow at 5%-6% YoY. Consolidated PBIT is expected to see a drop of 100-120bps.

- **Standalone Ceramics:** Standalone Ceramics grew primarily due to volume increase offset by small impact of lower price realization arising out of refractories. Overall, refractories, metallized and engineered ceramics businesses contributed to the standalone business growth. Standalone ceramics business growth is slightly better than management's guidance of ~10% full year growth.
- **Electrominerals:** Consolidated Electrominerals revenue grew by 12.8% YoY to Rs4.2bn driven by better performance in standalone and FZL while the currency translation from local currency to INR led to degrowth in VAW. Standalone Electrominerals grew by 22.4% YoY to Rs2.1bn driven by better volume, price and higher exports. Margins in Q3FY25 were lower sequentially due to seasonality and continued cost pressure from increasing prices of Alumina and higher competition from China. Consolidated Electrominerals PBIT margins are expected to see a drop of ~100bps YoY (vs previous guidance of 13.5%-14%) in FY25.
- **VAW:** During the quarter, VAW was added to the US Department of Treasury's OFAC's SDN list which led to VAW not being able to receive from its customers or withdraw deposits using USD and/or Euro. Hence, company recognized an exceptional item worth Rs1.0bn in the financial statements. With this, VAW will not be able to cater to its export markets which accounts for ~40% of its business. Company is looking to reposition and resize the business accordingly which is expected to conclude in Q4FY25. VAW achieved a revenue growth of ~2% YoY in the local currency however currency translations to INR resulted in a degrowth of 2.5% in Q3FY25.
- **Foskor Zirconia:** Q3FY25 revenue growth came in at ~45% YoY and ~28% QoQ primarily driven by better volumes. In 9MFY25, FZL incurred losses of Rs108mn vs Rs107mn in 9MFY24. Management has revised the profitability guidance of FZL and now expects full year loss between ~Rs90-100mn (vs previously Rs160-170mn).
- During 9MFY25, the company incurred a capex of Rs2.0bn and expects a full year capex outlay of Rs3.0bn.

Financials

Income Statement (Rs m)

Y/e Mar	FY24	FY25E	FY26E	FY27E
Net Revenues	47,022	49,164	52,296	58,406
YoY gr. (%)	1.0	4.6	6.4	11.7
Cost of Goods Sold	16,973	17,896	19,036	21,026
Gross Profit	30,049	31,268	33,261	37,380
Margin (%)	63.9	63.6	63.6	64.0
Employee Cost	7,201	8,014	8,420	8,994
Other Expenses	15,460	15,708	16,944	18,865
EBITDA	7,388	7,547	7,897	9,520
YoY gr. (%)	13.3	2.1	4.6	20.6
Margin (%)	15.7	15.4	15.1	16.3
Depreciation and Amortization	1,908	2,179	2,429	2,645
EBIT	5,481	5,368	5,468	6,875
Margin (%)	11.7	10.9	10.5	11.8
Net Interest	183	139	84	55
Other Income	767	536	705	811
Profit Before Tax	6,064	5,765	6,089	7,631
Margin (%)	12.9	11.7	11.6	13.1
Total Tax	1,741	1,585	1,583	1,984
Effective tax rate (%)	28.7	27.5	26.0	26.0
Profit after tax	4,323	4,180	4,506	5,647
Minority interest	149	146	158	198
Share Profit from Associate	439	418	428	508
Adjusted PAT	4,612	4,451	4,777	5,957
YoY gr. (%)	16.6	(3.5)	7.3	24.7
Margin (%)	9.8	9.1	9.1	10.2
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	4,612	4,451	4,777	5,957
YoY gr. (%)	11.4	(3.5)	7.3	24.7
Margin (%)	9.8	9.1	9.1	10.2
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	4,612	4,451	4,777	5,957
Equity Shares O/s (m)	190	190	190	190
EPS (Rs)	24.2	23.4	25.1	31.3

Source: Company Data, PL Research

Balance Sheet Abstract (Rs m)

Y/e Mar	FY24	FY25E	FY26E	FY27E
Non-Current Assets				
Gross Block	19,669	22,469	24,969	27,669
Tangibles	19,669	22,469	24,969	27,669
Intangibles	-	-	-	-
Acc: Dep / Amortization	8,814	10,993	13,422	16,066
Tangibles	8,814	10,993	13,422	16,066
Intangibles	-	-	-	-
Net fixed assets	10,855	11,477	11,548	11,603
Tangibles	10,855	11,477	11,548	11,603
Intangibles	-	-	-	-
Capital Work In Progress	781	1,035	924	998
Goodwill	4,755	4,906	5,026	5,139
Non-Current Investments	1,922	2,242	2,491	2,794
Net Deferred tax assets	(196)	(166)	(138)	(83)
Other Non-Current Assets	1,106	1,327	1,592	1,910
Current Assets				
Investments	-	-	-	-
Inventories	8,502	9,321	9,915	11,073
Trade receivables	6,790	7,057	7,365	8,226
Cash & Bank Balance	5,579	6,252	8,097	10,164
Other Current Assets	692	836	1,046	1,168
Total Assets	41,519	45,025	48,614	53,755
Equity				
Equity Share Capital	190	190	190	190
Other Equity	31,067	34,662	38,180	42,800
Total Network	31,257	34,852	38,370	42,991
Non-Current Liabilities				
Long Term borrowings	275	275	275	275
Provisions	244	246	235	234
Other non current liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	852	652	452	252
Trade payables	3,978	4,176	4,298	4,640
Other current liabilities	2,008	2,166	2,167	2,349
Total Equity & Liabilities	41,126	45,025	48,614	53,755

Source: Company Data, PL Research

Cash Flow (Rs m)

Y/e Mar	FY24	FY25E	FY26E	FY27E
PBT	6,503	5,765	6,089	7,631
Add. Depreciation	1,908	2,179	2,429	2,645
Add. Interest	183	139	84	55
Less Financial Other Income	767	536	705	811
Add. Other	(276)	-	-	-
Op. profit before WC changes	8,318	8,083	8,602	10,331
Net Changes-WC	(206)	(1,273)	(996)	(1,632)
Direct tax	(2,097)	(1,585)	(1,583)	(1,984)
Net cash from Op. activities	6,015	5,224	6,022	6,715
Capital expenditures	(2,184)	(3,055)	(2,460)	(2,837)
Interest / Dividend Income	425	-	-	-
Others	(106)	(37)	143	183
Net Cash from Invt. activities	(1,865)	(3,092)	(2,317)	(2,654)
Issue of share cap. / premium	137	-	-	-
Debt changes	(1,190)	(200)	(200)	(200)
Dividend paid	(793)	(856)	(1,259)	(1,337)
Interest paid	(152)	(139)	(84)	(55)
Others	(130)	(359)	(508)	(593)
Net cash from Fin. activities	(2,129)	(1,555)	(2,051)	(2,185)
Net change in cash	2,021	577	1,655	1,876
Free Cash Flow	3,822	2,169	3,562	3,879

Source: Company Data, PL Research

Key Financial Metrics

Y/e Mar	FY24	FY25E	FY26E	FY27E
Per Share(Rs)				
EPS	24.2	23.4	25.1	31.3
CEPS	34.3	34.8	37.9	45.2
BVPS	164.2	183.1	201.6	225.9
FCF	20.1	11.4	18.7	20.4
DPS	4.0	5.6	6.0	-
Return Ratio(%)				
RoCE	17.4	15.8	14.6	16.6
ROIC	15.1	14.0	13.8	16.3
RoE	15.5	13.5	13.0	14.6
Balance Sheet				
Net Debt : Equity (x)	(0.1)	(0.2)	(0.2)	(0.2)
Net Working Capital (Days)	88	91	91	92
Valuation(x)				
PER	41.5	43.0	40.0	32.1
P/B	6.1	5.5	5.0	4.4
P/CEPS	29.3	28.8	26.5	22.2
EV/EBITDA	25.3	24.6	23.3	19.1
EV/Sales	4.0	3.8	3.5	3.1
Dividend Yield (%)	0.4	0.6	0.6	-

Source: Company Data, PL Research

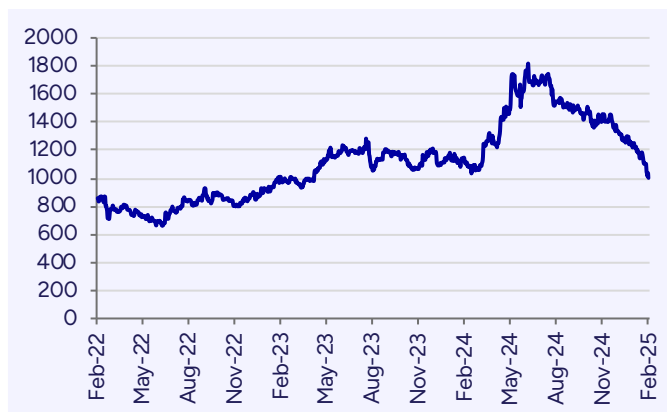
Quarterly Financials (Rs m)

Y/e Mar	Q4FY24	Q1FY25	Q2FY25	Q3FY25
Net Revenue	12,012	11,975	12,241	12,555
YoY gr. (%)	0.1	(0.5)	6.8	9.0
Raw Material Expenses	4,264	4,218	4,415	4,785
Gross Profit	7,748	7,757	7,826	7,770
Margin (%)	64.5	64.8	63.9	61.9
EBITDA	2,094	1,936	1,950	1,770
YoY gr. (%)	10.0	14.3	16.4	(8.0)
Margin (%)	17.4	16.2	15.9	14.1
Depreciation / Depletion	510	514	520	526
EBIT	1,584	1,422	1,430	1,244
Margin (%)	13.2	11.9	11.7	9.9
Net Interest	36	33	37	39
Other Income	125	70	113	164
Profit before Tax	1,674	1,459	1,506	1,369
Margin (%)	13.9	12.2	12.3	10.9
Total Tax	371	429	458	58
Effective tax rate (%)	22.2	29.4	30.4	4.2
Profit after Tax	1,303	1,030	1,048	1,311
Minority interest	77	19	3	28
Share Profit from Associates	123	119	114	106
Adjusted PAT	1,348	1,130	1,159	1,389
YoY gr. (%)	14.3	(0.2)	13.7	24.8
Margin (%)	11.2	9.4	9.5	11.1
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	1,348	1,130	1,159	1,389
YoY gr. (%)	(1.7)	(0.2)	13.7	24.8
Margin (%)	11.2	9.4	9.5	11.1
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	1,348	1,130	1,159	1,389
Avg. Shares O/s (m)	190	190	190	190
EPS (Rs)	7.1	5.9	6.1	7.3

Source: Company Data, PL Research

Price Chart

Recommendation History



No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	09-Jan-25	Accumulate	1,583	1,245
2	05-Nov-24	Accumulate	1,601	1,401
3	07-Oct-24	Hold	1,650	1,469
4	01-Aug-24	Hold	1,650	1,719
5	08-Jul-24	Accumulate	1,631	1,690
6	07-May-24	Accumulate	1,631	1,516
7	12-Apr-24	BUY	1,347	1,273

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	ABB India	Accumulate	8,133	6,657
2	Apar Industries	Accumulate	8,219	7,179
3	BEML	Accumulate	3,561	3,132
4	Bharat Electronics	BUY	340	279
5	BHEL	Accumulate	226	200
6	Carborundum Universal	Accumulate	1,583	1,245
7	Cummins India	BUY	3,723	2,870
8	Elgi Equipments	Accumulate	608	539
9	Engineers India	BUY	242	170
10	GE Vernova T&D India	Accumulate	1,950	1,710
11	Grindwell Norton	Accumulate	1,890	1,651
12	Harsha Engineers International	Accumulate	440	394
13	Hindustan Aeronautics	Accumulate	4,110	3,594
14	Ingersoll-Rand (India)	BUY	4,467	3,800
15	Kalpataru Projects International	Accumulate	1,306	1,245
16	KEC International	Accumulate	930	813
17	Kirloskar Pneumatic Company	BUY	1,564	1,013
18	Larsen & Toubro	BUY	4,025	3,421
19	Praj Industries	BUY	751	632
20	Siemens	Accumulate	5,902	5,199
21	Thermax	Accumulate	3,857	3,385
22	Triveni Turbine	BUY	800	634
23	Voltamp Transformers	BUY	11,437	8,358

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. Amit Anwani- MBA (Finance), Mr. Prathmesh Salunkhe- MBA Finance, Mr. Het Patel- CA 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.

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 recipient's particular circumstances and, in case of doubt, advice should be sought from an independent expert/advisor.

Neither 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 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 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 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. Amit Anwani- MBA (Finance), Mr. Prathmesh Salunkhe- MBA Finance, Mr. Het Patel- CA 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.

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.

Prabhudas Lilladher Pvt. Ltd.

3rd Floor, Sadhana House, 570, P. B. Marg, Worli, Mumbai-400 018, India | Tel: (91 22) 6632 2222 Fax: (91 22) 6632 2209

www.plindia.com

February 17, 2025

AMNISH
AGGARWAL

Digitally signed by AMNISH AGGARWAL
DN: c=IN, o=Personal, title=1443,
2.5.4.20=21151ae12dd366d1ac370cb42343ee446b851c37b
dbac5f86a4aff369d84847, postalCode=400015,
st=Maharashtra,
serialNumber=7a5f13691881d5a8af6353865a61b48b7040e7
2041b5f3182e368b3ca14a5e4, cn=AMNISH AGGARWAL