

Rating: BUY | CMP: Rs3,169 | TP: Rs3,646

May 29, 2025

Q4FY25 Result Update

Change in Estimates | Target | Reco

Change in Estimates

	Current	Previous		
	FY26E	FY27E	FY26E	FY27E
Rating	BUY	BUY		
Target Price	3,646	3,309		
Sales (Rs. m)	116,610	132,668	120,779	137,811
% Chng.	(3.5)	(3.7)		
EBITDA (Rs. m)	22,879	25,976	23,214	26,708
% Chng.	(1.4)	(2.7)		
EPS (Rs.)	75.9	86.8	76.8	88.7
% Chng.	(1.2)	(2.1)		

Key Financials - Standalone

Y/e Mar	FY24	FY25	FY26E	FY27E
Sales (Rs. m)	89,586	103,394	116,610	132,668
EBITDA (Rs. m)	17,614	20,680	22,879	25,976
Margin (%)	19.7	20.0	19.6	19.6
PAT (Rs. m)	16,619	19,058	21,033	24,063
EPS (Rs.)	60.0	68.8	75.9	86.8
Gr. (%)	45.7	14.7	10.4	14.4
DPS (Rs.)	38.0	51.5	50.8	58.2
Yield (%)	1.2	1.6	1.6	1.8
RoE (%)	28.8	28.9	27.7	27.7
RoCE (%)	26.7	28.3	27.4	27.4
EV/Sales (x)	9.5	8.2	7.2	6.3
EV/EBITDA (x)	48.4	40.8	36.7	32.2
PE (x)	52.9	46.1	41.8	36.5
P/BV (x)	14.3	12.5	10.7	9.6

Key Data

	CUMM.BO KKC IN
52-W High / Low	Rs.4,172 / Rs.2,580
Sensex / Nifty	81,633 / 24,834
Market Cap	Rs.879bn/ \$ 10,273m
Shares Outstanding	277m
3M Avg. Daily Value	Rs.1521.81m

Shareholding Pattern (%)

Promoter's	51.00
Foreign	17.21
Domestic Institution	22.84
Public & Others	8.95
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	9.3	(9.0)	(17.3)
Relative	7.5	(11.1)	(24.6)

Amit Anwani

amitanwani@plindia.com | 91-22-66322250

Prathmesh Salunkhe

prathmeshsalunkhe@plindia.com | 91-22-66322324

Hitesh Agarwal

hiteshagarwal@plindia.com | 91-22-66322535

Healthy Q4; CPCB IV+ stabilization ahead

Quick Pointers:

- Q4FY25 domestic/export mix stood at 80%/20% (vs 85%/15% in Q4FY24).
- The YoY expansion in the EBITDA margin was impacted by a one-time gain of ~Rs600mn recorded under other expenses in the base quarter.

We revise our FY26/27 EPS estimates by -1.2%/-2.1% given the cautious export outlook amid tariff and geopolitical uncertainties. Cummins India (KKC) reported a revenue growth of 6.4% YoY, while EBITDA margin shrunk by 235bps YoY to 21.2% against a high base. The pre-buy of CPCB IV+ compliant gensets in base quarter saw a YoY decline in powergen segment. While volumes and pricing of CPCB IV+ products are expected to stabilize over the next few quarters, powergen continues to benefit from strong demand across end industries, including emerging opportunities in power backup for quick commerce. Meanwhile, the Industrial segment growth is being driven by traction in Railways & construction while cyclical of compressors and shifts towards private miners warrant a cautious stance on the compressor and mining sectors. On the export front, Europe and Latin America remain the primary growth drivers while tariff related and geopolitical uncertainties muddle the water. Management guided for double-digit growth in FY26 with sustained margins aided by cost saving initiatives. We roll forward to Mar'27E and maintain 'Buy' rating with a revised TP of Rs3,646 (Rs3,309 earlier), valuing the company at a PE of 42x Mar'27E (40x Sep'26E earlier).

Long term view: We expect Cummins' outlook to remain intact given 1) strong domestic demand in Powergen across sectors with CPCB 4+ products witnessing traction, 2) maintain margin profile and 3) ample room for growth in the Distribution business. The stock is trading at a P/E of 41.8x/36.5x FY26/27E.

High base effect marred the YoY growth: Standalone revenue increased by 6.4% YoY to Rs24.1bn (PLe: Rs26.1bn), led by strong growth in exports (39.2% YoY to Rs4.8bn) while domestic sales remained flattish YoY at Rs19.4bn. Gross margin improved by 116bps YoY to 37.2% (PLe: 34.9%). EBITDA declined 4.5% YoY to Rs5.2bn (PLe: Rs4.9bn) while EBITDA margin lowered by 235bps YoY to 21.2% against a high base (PLe: 18.6%) due to higher other expenses (+124.6% YoY to Rs2.3bn). NOTE: Q4FY24 other expenses included ~Rs600mn one-time benefit making it a very low base. Excluding this one-time benefit in base quarter, EBITDA margin improved ~228bps YoY. PBT declined 2.8% YoY to Rs6.8bn (PLe: Rs6.4bn). PAT declined 7.2% YoY to Rs5.2bn (PLe: Rs4.9bn) due to high base effect and higher effective tax rate (23.4% vs 19.8% YoY).

Strong export growth aided by both LHP and HHP exports: Domestic sales rose 0.5% YoY to Rs19.4bn driven by Industrial (up 8.9% YoY to Rs3.8bn) and Distribution (up 4.5% YoY to Rs6.3bn) while Powergen declined 7.3% YoY to Rs8.7bn. FY25 Powergen sales mix stood at 60%/7%/13%/19% for HHP/HHD/MHP/LHP. Exports jumped by 39.2% YoY, to Rs4.8bn. Export mix stood at 45%/45%/10% for LHP/HHP/Spares in Q4FY25. LHP exports increased by 51.4% YoY to Rs2.2bn, while HHP exports increased by 27.5% YoY to Rs2.2bn and spares increased by 48.4% YoY to Rs460mn.

Exhibit 1: Revenue increased driven by export growth while adj. PAT declined 7.2% YoY to Rs5.2bn against a high base

Rs mn	Q4FY25	Q4FY24	YoY gr %	Q4FY25E	Var. %	Q3FY25	QoQ gr %	FY25	FY24	YoY gr %
Sales	24,144	22,685	6.4%	26,108	-7.5%	30,414	-20.6%	101,662	84,385	20.5%
Other operating income	425	477	-10.7%	351	21.0%	446	-4.6%	1,732	1,422	21.8%
Total Revenue	24,569	23,162	6.1%	26,459	-7.1%	30,860	-20.4%	103,394	89,586	15.4%
Gross Profit	9,131	8,341	9.5%	9,239	-1.2%	10,729	-14.9%	37,478	31,886	17.5%
Margin (%)	37.2	36.0	116	34.9	224.6	34.8	240	36.2	35.6	66
Employee Cost	1,668	1,889	-11.7%	2,245	-25.7%	2,332	-28.5%	7,740	7,793	-0.7%
as % of sales	6.8	8.2	(137)	8.5	(169.7)	7.6	(77)	7.5	8.7	(121)
Other expenditure	2,267	1,009	124.6%	2,074	9.3%	2,396	-5.4%	9,058	6,479	39.8%
as % of sales	9.2	4.4	487	7.8	138.9	7.8	146	8.8	7.2	153
EBITDA	5,197	5,443	-4.5%	4,920	5.6%	6,000	-13.4%	20,680	17,614	17.4%
Margin (%)	21.2	23.5	(235)	18.6	255.5	19.4	171	20.0	19.7	34
Depreciation	457	420	8.8%	472	-3.1%	481	-4.8%	1,829	1,576	16.0%
EBIT	4,739	5,022	-5.6%	4,449	6.5%	5,519	-14.1%	18,851	16,037	17.5%
Margin (%)	19.3	21.7	(239)	16.8	247.7	17.9	141	18.2	17.9	33
Other Income	2,119	2,045	3.6%	1,964	7.9%	1,209	75.3%	6,261	5,678	10.3%
Interest	52	62	-16.4%	21	147.6%	27	94.3%	151	268	-43.5%
PBT (ex. Extra-ordinaries)	6,807	7,006	-2.8%	6,392	6.5%	6,702	1.6%	24,961	21,448	16.4%
Margin (%)	27.7	30.2	(254)	24.2	354.7	21.7	599	24.1	23.9	20
Extraordinary Items	-	-	-	-	-	-	-	-	(17)	-
PBT	6,807	7,006	-2.8%	6,392	6.5%	6,702	1.6%	24,961	21,431	16.5%
Total Tax	1,593	1,390	14.6%	1,532	4.0%	1,562	2.0%	5,904	4,824	22.4%
Effective Tax Rate (%)	23.4	19.8	356	24.0	(55.7)	23.3	10	23.7	22.5	114
Reported PAT	5,214	5,615	-7.2%	4,860	7.3%	5,140	1.4%	19,058	16,606	14.8%
Adj. PAT	5,214	5,615	-7.2%	4,860	7.3%	5,140	1.4%	19,058	16,619	14.7%
Margin (%)	21.2	24.2	(302)	18.4	285.2	16.7	456	18.4	18.6	(12)
Adj. EPS	18.8	20.3	-7.2%	17.5	7.3%	18.5	1.4%	68.8	60.0	14.7%

Source: Company, PL

Exhibit 2: Export jump of 39.2% YoY was aided by robust growth in Low HP of 51.4% YoY

Revenue Mix (Rs mn)	Q4FY25	Q4FY24	YoY gr %	Q3FY25	QoQ gr %	FY25	FY24	YoY gr %
By Geography								
Domestic	19,350	19,250	0.5%	25,770	-24.9%	83,950	71,430	17.5%
Exports	4,790	3,440	39.2%	4,640	3.2%	17,710	16,730	5.9%
Domestic breakup								
Power Generation	8,740	9,430	-7.3%	12,710	-31.2%	38,440	33,750	13.9%
Distribution	6,310	6,040	4.5%	7,460	-15.4%	26,870	23,490	14.4%
Industrial	3,790	3,480	8.9%	5,110	-25.8%	16,680	12,960	28.7%
Export breakup								
Low HP	2,150	1,420	51.4%	2,160	-0.5%	7,840	6,990	12.2%
High HP	2,180	1,710	27.5%	2,020	7.9%	8,220	8,170	0.6%
Spares	460	310	48.4%	460	0.0%	1,660	1,570	5.7%

Source: PL

Conference Call Highlights

- **Guidance:** The management guided for double digit revenue growth for FY26 while they remain cautiously optimistic due to geopolitical and tariff uncertainties.
- **Powergen revenue declined by 7.3% YoY to Rs8.7bn**, primarily due to high base in Q4FY24 on account of pre-buy of CPCB IV+ compliant gensets. KKC's Powergen segment continues to see traction from residential and commercial realty, infra segment, data centers etc. Meanwhile, quick commerce is emerging as a new opportunity as quick commerce players open more dark stores which may require power backup. The CPCB IV+ volumes may take a couple more quarters to reach the volume levels previously saw in CPCB II while the pricing continues to settle down as competition increases.
- **Industrial revenue grew by 8.9% YoY to Rs3.8bn**. The growing ordering traction from Railway segment has warranted management's positive outlook while the construction segment is also expected to grow in-line with India's industrial growth. Meanwhile, the compressor segment is expected to enter a downturn of its cyclicity leading to muted growth. KKC was anticipating better orders from Mining segment however, delay in tenders from Coal India and shift towards private miners have led to management's cautious stance on the sector. Meanwhile, KKC will continue to work with private miners.
- **Distribution revenue increased 4.5% YoY to Rs6.3bn**. The growth of the distribution business is being aided by long term contracts in its Industrial segment while management's initiatives to improve distribution footprint into powergen is coming to fruition. Management remains positive on the distribution segment outlook and expects the segment to growth in double digits going forward.
- **Exports jumped 39.2% YoY to Rs4.8bn**. Latin America and Europe continue to remain the primary growth driver for the company's exports. However, given the current geopolitical and tariff related uncertainties, management remains cautious about the outlook for exports. LHP exports (+51.4% YoY to Rs2.2bn) and HHP exports (+27.5% YoY to Rs2.2bn) along with growth in spares (+48.4% to Rs460mn) contributed to the jump in exports in Q4FY25.
- **Data center linked genset demand remains strong**: Despite the increasing competition in the data center space, KKC's well accepted products due to its better after market services, places it at the forefront to capture the emerging high growth opportunity. Furthermore, it also provides components for the gensets supplied to the export markets further fueling the export growth.
- The company will maintain **capex of ~Rs2.5-3.0bn in FY26** primarily related to sustenance of operations.

Financials

Income Statement (Rs m)

Y/e Mar	FY24	FY25	FY26E	FY27E
Net Revenues	89,586	103,394	116,610	132,668
YoY gr. (%)	15.7	15.4	12.8	13.8
Cost of Goods Sold	57,701	65,916	74,397	84,642
Gross Profit	31,886	37,478	42,213	48,026
Margin (%)	35.6	36.2	36.2	36.2
Employee Cost	7,793	7,740	9,329	10,746
Other Expenses	6,479	9,058	10,005	11,303
EBITDA	17,614	20,680	22,879	25,976
YoY gr. (%)	41.7	17.4	10.6	13.5
Margin (%)	19.7	20.0	19.6	19.6
Depreciation and Amortization	1,576	1,829	1,973	2,114
EBIT	16,037	18,851	20,906	23,863
Margin (%)	17.9	18.2	17.9	18.0
Net Interest	268	151	44	44
Other Income	5,678	6,261	6,997	8,053
Profit Before Tax	21,431	24,961	27,859	31,871
Margin (%)	23.9	24.1	23.9	24.0
Total Tax	4,824	5,904	6,825	7,808
Effective tax rate (%)	22.5	23.7	24.5	24.5
Profit after tax	16,606	19,058	21,033	24,063
Minority interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	16,619	19,058	21,033	24,063
YoY gr. (%)	45.7	14.7	10.4	14.4
Margin (%)	18.6	18.4	18.0	18.1
Extra Ord. Income / (Exp)	(13)	-	-	-
Reported PAT	16,606	19,058	21,033	24,063
YoY gr. (%)	47.0	14.8	10.4	14.4
Margin (%)	18.5	18.4	18.0	18.1
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	16,606	19,058	21,033	24,063
Equity Shares O/s (m)	277	277	277	277
EPS (Rs)	60.0	68.8	75.9	86.8

Source: Company Data, PL Research

Balance Sheet Abstract (Rs m)

Y/e Mar	FY24	FY25	FY26E	FY27E
Non-Current Assets				
Gross Block	21,485	24,356	26,656	28,956
Tangibles	21,485	24,356	26,656	28,956
Intangibles	-	-	-	-
Acc: Dep / Amortization	9,604	11,433	13,405	15,519
Tangibles	9,604	11,433	13,405	15,519
Intangibles	-	-	-	-
Net fixed assets	11,881	12,923	13,251	13,437
Goodwill	11,881	12,923	13,251	13,437
Non-Current Investments	10,279	9,749	11,010	12,085
Net Deferred tax assets	(941)	(913)	(913)	(913)
Other Non-Current Assets	1,518	1,468	1,691	1,924
Current Assets				
Investments	11,782	9,321	11,321	13,321
Inventories	9,369	10,222	12,779	15,266
Trade receivables	20,776	22,925	25,470	28,978
Cash & Bank Balance	15,047	25,103	28,209	29,312
Other Current Assets	1,697	1,469	1,633	1,857
Total Assets	84,985	96,057	108,332	119,253
Equity				
Equity Share Capital	554	554	554	554
Other Equity	61,077	69,626	81,373	91,343
Total Networth	61,631	70,180	81,927	91,898
Non-Current Liabilities				
Long Term borrowings	144	204	204	204
Provisions	-	-	-	-
Other non current liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	1,061	92	92	92
Trade payables	14,024	15,682	16,293	18,174
Other current liabilities	7,184	8,985	8,902	7,972
Total Equity & Liabilities	84,985	96,057	108,332	119,253

Source: Company Data, PL Research

Cash Flow (Rs m)

Y/e Mar	FY24	FY25	FY26E	FY27E
PBT	21,431	24,961	27,859	31,871
Add. Depreciation	1,576	1,829	1,973	2,114
Add. Interest	268	151	44	44
Less Financial Other Income	5,678	6,261	6,997	8,053
Add. Other	(3,657)	(3,783)	-	-
Op. profit before WC changes	19,617	23,158	29,876	34,029
Net Changes-WC	(1,845)	(657)	(5,082)	(5,630)
Direct tax	(4,972)	(5,614)	(6,825)	(7,808)
Net cash from Op. activities	12,801	16,888	17,968	20,591
Capital expenditures	(3,631)	664	(5,531)	(5,351)
Interest / Dividend Income	3,106	3,491	-	-
Others	(2,148)	-	-	-
Net Cash from Invt. activities	(2,673)	4,156	(5,531)	(5,351)
Issue of share cap. / premium	-	-	-	-
Debt changes	(2,500)	(1,000)	-	-
Dividend paid	(8,593)	(10,534)	(9,286)	(14,092)
Interest paid	(173)	(51)	(44)	(44)
Others	(60)	(74)	-	-
Net cash from Fin. activities	(11,326)	(11,659)	(9,331)	(14,137)
Net change in cash	(1,198)	9,384	3,106	1,103
Free Cash Flow	9,950	14,512	15,668	18,291

Key Financial Metrics

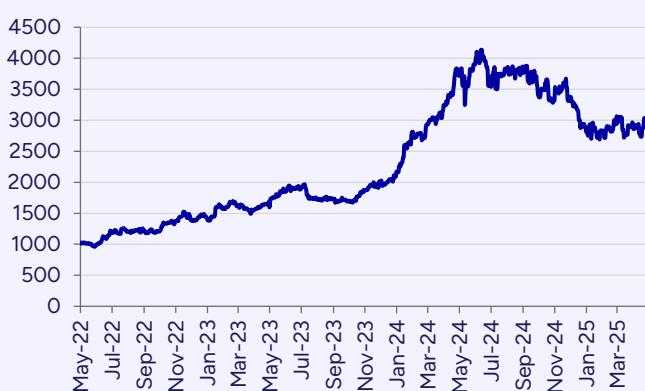
Y/e Mar	FY24	FY25	FY26E	FY27E
Per Share(Rs)				
EPS	60.0	68.8	75.9	86.8
CEPS	65.6	75.3	83.0	94.4
BVPS	222.3	253.2	295.6	331.5
FCF	35.9	52.4	56.5	66.0
DPS	38.0	51.5	50.8	58.2
Return Ratio(%)				
RoCE	26.7	28.3	27.4	27.4
ROIC	37.3	44.7	42.9	40.4
RoE	28.8	28.9	27.7	27.7
Balance Sheet				
Net Debt : Equity (x)	(0.4)	(0.5)	(0.5)	(0.5)
Net Working Capital (Days)	66	62	69	72
Valuation(x)				
PER	52.9	46.1	41.8	36.5
P/B	14.3	12.5	10.7	9.6
P/CEPS	48.3	42.1	38.2	33.6
EV/EBITDA	48.4	40.8	36.7	32.2
EV/Sales	9.5	8.2	7.2	6.3
Dividend Yield (%)	1.2	1.6	1.6	1.8

Source: Company Data, PL Research

Quarterly Financials (Rs m)

Y/e Mar	Q1FY25	Q2FY25	Q3FY25	Q4FY25
Net Revenue	23,042	24,923	30,860	24,569
YoY gr. (%)	4.3	31.2	21.8	6.1
Raw Material Expenses	14,341	16,006	20,132	15,438
Gross Profit	8,701	8,917	10,729	9,131
Margin (%)	37.8	35.8	34.8	37.2
EBITDA	4,673	4,810	6,000	5,197
YoY gr. (%)	37.2	42.1	11.5	(4.5)
Margin (%)	20.3	19.3	19.4	21.2
Depreciation / Depletion	439	452	481	457
EBIT	4,235	4,358	5,519	4,739
Margin (%)	18.4	17.5	17.9	19.3
Net Interest	48	26	27	52
Other Income	1,322	1,611	1,209	2,119
Profit before Tax	5,509	5,944	6,702	6,807
Margin (%)	23.9	23.8	21.7	27.7
Total Tax	1,311	1,438	1,562	1,593
Effective tax rate (%)	23.8	24.2	23.3	23.4
Profit after Tax	4,198	4,506	5,140	5,214
Minority interest	-	-	-	-
Share Profit from Associates	-	-	-	-
Adjusted PAT	4,198	4,506	5,140	5,214
YoY gr. (%)	33.0	37.2	12.7	(7.2)
Margin (%)	18.2	18.1	16.7	21.2
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	4,198	4,506	5,140	5,214
YoY gr. (%)	33.0	37.2	13.0	(7.2)
Margin (%)	18.2	18.1	16.7	21.2
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	4,198	4,506	5,140	5,214
Avg. Shares O/s (m)	277	277	277	277
EPS (Rs)	15.1	16.3	18.5	18.8

Source: Company Data, PL Research

Price Chart
Recommendation History


No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	09-Apr-25	BUY	3,309	2,746
2	10-Feb-25	BUY	3,723	2,870
3	09-Jan-25	Accumulate	4,139	3,164
4	08-Nov-24	Accumulate	4,138	3,655
5	07-Oct-24	Accumulate	4,081	3,624
6	07-Aug-24	Accumulate	4,081	3,749
7	08-Jul-24	Hold	3,719	4,134
8	31-May-24	Hold	3,719	3,597

Analyst Coverage Universe

Sr. No.	CompanyName	Rating	TP (Rs)	Share Price (Rs)
1	ABB India	BUY	6,851	5,587
2	Apar Industries	Accumulate	7,825	6,928
3	BEML	Hold	4,142	4,280
4	Bharat Electronics	Hold	374	364
5	BHEL	Hold	237	244
6	Carborundum Universal	Hold	1,028	985
7	Cummins India	BUY	3,309	2,746
8	Elgi Equipments	BUY	517	418
9	Engineers India	BUY	242	164
10	GE Vernova T&D India	Accumulate	2,005	1,880
11	Grindwell Norton	Accumulate	1,716	1,612
12	Harsha Engineers International	Accumulate	398	374
13	Hindustan Aeronautics	Accumulate	5,500	5,128
14	Ingersoll-Rand (India)	BUY	4,540	3,376
15	Kalpataru Projects International	Accumulate	1,268	1,116
16	KEC International	Accumulate	911	862
17	Kirloskar Pneumatic Company	BUY	1,636	1,230
18	Larsen & Toubro	BUY	4,004	3,324
19	Praj Industries	BUY	545	461
20	Siemens	Accumulate	3,497	3,135
21	Thermax	Accumulate	3,629	3,297
22	Triveni Turbine	BUY	772	560
23	Voltamp Transformers	BUY	10,285	8,195

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. Hitesh Agarwal- MBA Finance 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.

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 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. Hitesh Agarwal- MBA Finance 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

May 29, 2025

AMNISH AGGARWAL

Digitally signed by AMNISH AGGARWAL
 DN: c=IN, o=Personal, title=1443,
 25.4.2015, a=1369181d3a8af353865a61b48b7040e72f41bf5182
 0f36813ca14a5e4, serialNumber=7af61369181d3a8af353865a61b48b7040e72f41bf5182
 e36813ca14a5e4, c=AMNISH AGGARWAL
 Date: 2025.05.29 18:24:44 +05'30'