

Dilip Buildcon Ltd.

Accumulate

Sector: Infrastructure

05th March 2026

Key Changes	Target ▲	Rating ▲	Earnings ▼	Target	Rs. 478
Stock Type	Bloomberg Code	Sensex	NSE Code	BSE Code	Time Frame
Small Cap	DBL:IN	79,116	DBL	540047	12 Months
				CMP	Rs. 423
				Return	13%

Data as of: 05-03-2026, 18:00hrs

Company Data			
Market Cap (Rs Cr)	6,876		
52 Week High — Low (Rs.)	588-381		
Enterprise Value (cr)	8,523		
Outstanding Shares (Rs cr)	16.2		
Free Float (%)	36.9		
Dividend Yield (%)	0.21		
6m average volume (cr)	0.10		
Beta	1.0		
Face value (Rs)	10		
Shareholding (%)	Q1FY26	Q2FY26	Q3FY26
Promoters	63.1	63.1	63.1
FII's	2.8	2.9	2.5
MFs/Insti	6.9	6.1	6.2
Public	27.2	27.8	28.2
Total	100.0	100.0	100.0
Promoter Pledge (%)	14.2	14.2	14.2
Price Performance	3 Month	6 Month	1 Year
Absolute Return	3.4%	-6.6%	10.1%
Absolute Sensex	-2.2%	2.1%	10.2%
Relative Return*	5.6%	-8.7%	-0.2%

*over- or underperformance to benchmark index



Standalone (Rs cr)	FY26E	FY27E	FY28E
Sales	7,243	8,855	10,310
Growth (%)	-19.6	22.3	16.4
EBITDA	739	912	1,072
EBITDA Margins (%)	10.2	10.3	10.4
PAT Adj.	206	269	399
Growth (%)	79.4	30.8	48.5
Adj. EPS	12.7	16.6	24.6
Growth (%)	79.4	30.8	48.5
P/E	33.4	25.6	17.2
P/B	1.1	1.1	1.0
EV/EBITDA	12.0	9.5	8.0
ROE (%)	7.8	8.9	12.7
D/E	0.4	0.4	0.3

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Robust Inflows, Execution Remains Critical...

Dilip Buildcon Ltd (DBL) is one of the largest road construction companies in India. The company is also an established player in the irrigation, urban development and mining segments.

- DBL continued to report de-growth in revenue for the last seven consecutive quarters due to weak execution and slower project awards. In Q3FY26 revenue declined by 20% YoY, while EBITDA declined by 14% YoY.
- EBITDA margin during the quarter improved by 70bps YoY to 10.4%, while DBL is targeting an EBITDA margin of 12% to 13% in FY27, aided by improvement in execution.
- In 9MFY26, the company's order book increased by ~79% YoY to Rs 29,752cr, aided by a robust order inflow in Q3FY26 of Rs 12,860cr. For FY27, DBL is targeting Rs 10,000cr to Rs 15,000cr of new orders.
- The order book is diversified across roads (19%), irrigation (16%), mining (20%), tunnelling (6%), renewable energy (18%), transmission (6%), and others (21%).
- We expect execution to remain muted in coming quarters, as newly secured orders will take time to convert into revenue. For FY27 revenue, the management guided for Rs 10,000cr, a growth of 30-40%.

Outlook & Valuation

DBLs diversified order book provides visibility for long term, however muted order wins in core road sector, rising debt, and subdued progress in execution cast cloud on the near term performance. We expect execution to normalize from FY27, which to support margins and profitability. While DBLs focus on HAM asset monetization is expected to support cash flow and strengthen balance sheet. **We therefore revise our rating from SELL to Accumulate with a TP of Rs 478, based on a P/E of 15x on FY28E EPS and the HAM/MDO business at 1x P/B of invested equity.**

Quarterly Financials Standalone.

Rs (cr)	Q3FY26	Q3FY25	YoY Growth (%)	Q2FY26	QoQ Growth (%)	9MFY26	9MFY25	YoY Growth (%)
Sales	1,718	2,155	-20.3	1,417	21.3	5,145	6,690	-23.1
EBITDA	179	210	-14.4	152	17.8	535	694	-22.9
EBITDA margins (%)	10.4	9.7	72bps	12.3	-188bps	10.4	10.4	2bps
EBIT	121	136	-10.6	90	34.3	351	471	-25.5
PBT	649	108	498.2	65	899.6	869	333	161.1
Reported PAT	611	88	597.8	41	1,395.8	775	264	193.5
Adj PAT	178	26	575.7	10	1,770.6	237	129	82.9
EPS (Rs)	11.0	1.6	575.7	0.6	1,770.6	15	8	82.9

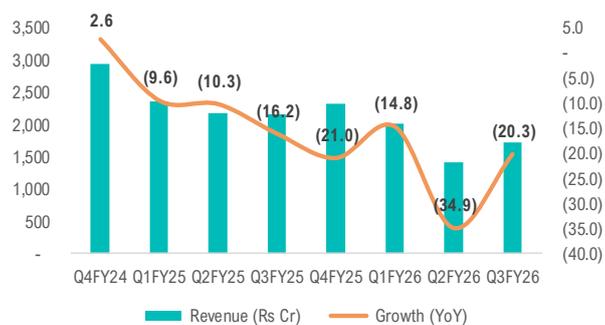
Key Highlights

- The company has already bid for about Rs 15,000cr of projects and is waiting to open the bids.
- Asset monetization through InvITs is a core strategy, with seven HAM assets already transferred to Anantam InvIT, generating an exceptional gain.
- DBL is expanding its business into new infra segments, including renewable assets, water HAM, and transmission assets, as part of a strategy to become multi-asset infrastructure platform.
- DBL stated that net debt increased to Rs 2,156cr driven by lower execution and is expected to rationalize as execution picks up and asset monetization and cash flows scale up.

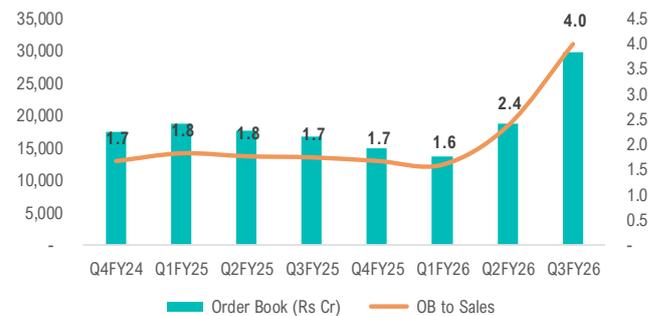
SOTP Valuation

Particulars	Invested Equity (Rs cr)	Value/Share (Rs)	Rationale
Standalone EPC		369	P/E 15x FY28E EPS
HAM /MDO	1,777	109	1x P/BV
Total Value per share		478	

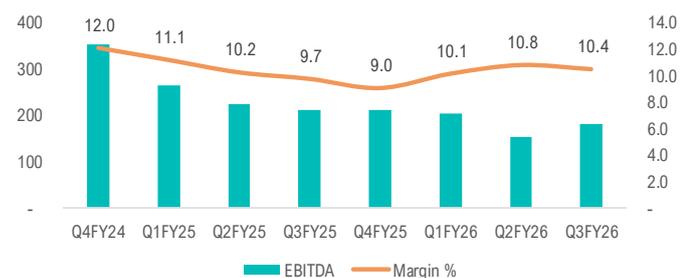
Revenue



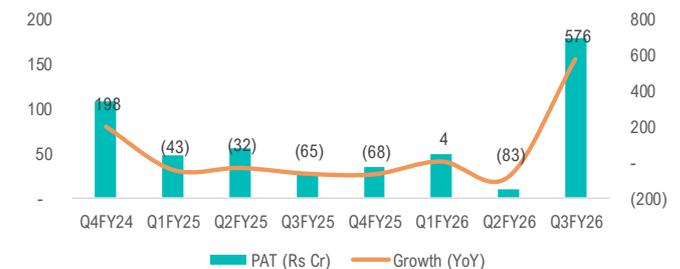
Order Book



EBITDA



PAT



Change in Estimates

Year / Rs cr	Old estimates		New estimates			Change (%)	
	FY26E	FY27E	FY26E	FY27E	FY28E	FY26E	FY27E
Revenue	8,470	9,298	7,243	8,855	10,310	-14.5	-4.8
EBITDA	898	1,014	739	912	1,072	-17.7	-10.1
Margins (%)	10.6	10.9	10.2	10.3	10.4	-40bps	-61bps
Adj. PAT	184	328	206	269	399	11.8	-18.0
EPS	11.3	20.2	12.7	16.6	24.6	11.6	-18.0



PROFIT & LOSS

Y.E March (Rs. cr)	FY24A	FY25A	FY26E	FY27E	FY28E
Revenue	10,537	9,005	7,243	8,855	10,310
% change	4.1	-14.5	-19.6	22.3	16.4
EBITDA	1,299	903	739	912	1,072
% change	31.4	-30.5	-18.2	23.5	17.6
Depreciation	348	292	252	267	273
EBIT	952	611	487	646	800
Interest	502	491	454	467	471
Other Income	112.9	73.9	150.0	160.0	200.0
PBT	636	391	983	338	529
% change	127.3	-38.6	151.5	-65.6	56.3
Tax	214	79	177	69	130
Tax Rate (%)	34	20	18	21	25
Reported PAT	422	311	806	269	399
Adj*	73	197	600	0	0
Adj PAT	349	115	206	269	399
% change	274.1	-67.1	79.4	30.8	48.5
No. of shares (cr)	16	16	16	16	16
Adj EPS (Rs.)	21	7	13	17	25
% change	274.1	-67.1	79.4	30.8	48.5
DPS (Rs.)	0.8	0.8	0.8	0.8	0.8

CASH FLOW

Y.E March (Rs. cr)	FY24A	FY25A	FY26E	FY27E	FY28E
Net inc. + Depn.	983	683	1,234	605	801
Non-cash adj.	175	338	128	238	141
Changes in W.C	428	251	-1,076	-8	-270
C.F. Operation	1564	1,219	256	823	658
Capital exp.	-110	-112	-114	-117	-120
Change in inv.	0	0	0	0	0
Other invest.CF	113	74	150	160	200
C.F – Investment	-72	-120	-100	-113	-100
Issue of equity	133	0	399	0	0
Issue/repay debt	-842	-78	540	-105	-105
Dividends paid	-16	-16	-16	-16	-16
Other finance.CF	-502	-1091	-454	-467	-471
C.F – Finance	-1351	-1175	82	-574	-574
Chg. in cash	140	-76	238	136	-16
Closing cash	352	275	513	649	633

BALANCE SHEET

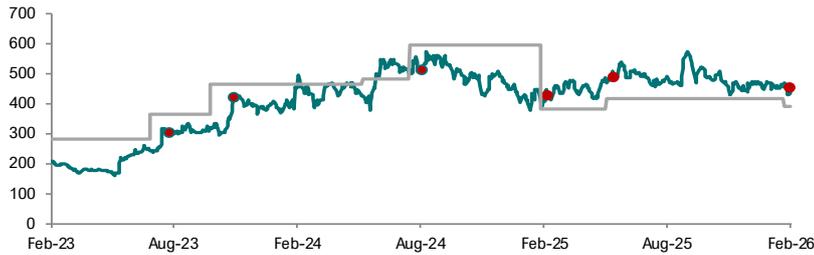
Y.E March (Rs. cr)	FY24A	FY25A	FY26E	FY27E	FY28E
Cash	352	275	513	649	633
Accounts Receivable	1,097	1,110	1,191	1,334	1,554
Inventories	3,368	3,336	3,500	3,651	4,118
Other Cur. Assets	4,099	4,095	4,326	4,537	4,717
Investments	826	908	1,045	1,201	1,382
Gross Fixed Assets	4,192	4,292	4,392	4,492	4,592
Net Fixed Assets	1,071	879	727	560	388
CWIP	-	-	-	-	-
Intangible Assets	15	16	17	19	21
Def. Tax (Net)	84	137	166	178	193
Other Assets	192	250	300	300	300
Total Assets	11,104	11,007	11,786	12,430	13,304
Current Liabilities	3,513	3,753	3,167	3,651	4,235
Provisions	87	74	60	73	85
Debt Funds	1,942	1,922	2,512	2,407	2,302
Other Liabilities	600	-	-	-	-
Equity Capital	162	162	162	162	162
Reserves & Surplus	4,801	5,096	5,885	6,137	6,520
Shareholder's Fund	4,963	5,258	6,047	6,300	6,682
Total Liabilities	11,104	11,007	11,786	12,430	13,304
BVPS (Rs.)	306	324	372	388	411

RATIOS

Y.E March	FY24A	FY25A	FY26E	FY27E	FY28E
Profitab. & Return					
EBITDA margin (%)	12.3	10.0	10.2	10.3	10.4
EBIT margin (%)	9.0	6.8	6.7	7.3	7.8
Net profit mgn.(%)	3.3	1.3	2.8	3.0	3.9
ROE (%)	13.7	4.6	7.8	8.9	12.7
ROCE (%)	13.8	11.4	15.7	10.8	11.4
W.C & Liquidity					
Receivables (days)	39.5	38.7	39.0	29.6	22.0
Inventory (days)	131.6	128.9	133.5	100.6	74.3
Payables (days)	83.1	95.9	120.0	98.6	85.0
Current ratio (x)	2.5	2.3	3.0	2.7	2.6
Quick ratio (x)	0.3	0.3	0.4	0.4	0.4
Turnover & Leverage					
Gross asset T.O (x)	2.4	2.1	1.6	2.0	2.3
Total asset T.O (x)	0.9	0.8	0.6	0.7	0.8
Int. coverage ratio (x)	1.9	1.2	1.1	1.4	1.7
Adj. debt/equity (x)	0.4	0.4	0.4	0.4	0.3
Valuation					
EV/Sales (x)	0.8	0.9	1.2	1.0	0.8
EV/EBITDA (x)	6.5	9.4	12.0	9.5	8.0
P/E (x)	19.7	60.0	33.4	25.6	17.2
P/BV (x)	1.4	1.3	1.1	1.1	1.0



Recommendation Summary (last 3 years)



Dates	Rating	Target
31-May-2021	Accumulate	620
17-Nov-2021	Accumulate	656
06-Jan-2022	Neutral	-
09-Dec-2022	Buy	284
17-Aug-2023	Buy	367
21-Nov-2023	Accumulate	461
24-May-2024	Accumulate	489
21-Aug-2024	Accumulate	605
27-Feb-2025	SELL	385
06-Jun-2025	SELL	419
05-Mar-2026	Accumulate	478

Source: Bloomberg, Geojit Research.

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 HOLD, REDUCE or SELL.

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

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