

Estimate change	↑
TP change	↑
Rating change	↔

CMP: INR774 TP: INR800 (+3%) Neutral

Broadly in-line earnings due to favorable LME and better volume; strong near-term outlook

Consolidated result highlights

- Vedanta Limited (VEDL) reported a consolidated revenue of INR528b (+31% YoY and +13% QoQ) vs. our est. of INR497b, driven by higher LME, better volume, and forex gains in 4QFY26.
- Consolidated EBITDA stood at INR184b (+61% YoY and +22% QoQ) against our est. of INR176b, mainly driven by higher LME premiums, forex gains, and higher volumes.
- EBITDA margin stood at 34.9% vs. 32.5% in 3QFY26 and 28.3% in 4QFY25.
- APAT for the quarter stood at INR106.5b (+206% YoY and 34% QoQ) vs. our est. of INR96b.
- In FY26, revenue stood at INR1,772b (+16% YoY), whereas EBITDA was INR560b (+32% YoY) and APAT was INR251b (+85% YoY).
- Net debt stood at INR532b as of Mar'26, translating to a net debt/EBITDA of 0.95x in 4QFY26 vs. 1.22x in 4QFY25.

Segmental result highlights

Aluminum:

- VEDL produced 613kt of aluminum, registering a growth of 2% YoY, whereas the alumina production from the Lanjigarh refinery grew 104% YoY to 882kt in 4QFY26.
- Revenue from the aluminum business came in line at INR187b (+17% YoY and +11% QoQ), whereas the EBITDA grew 88% YoY and 21% QoQ to INR85b in 4QFY26.
- Aluminum's cost of production (CoP) increased to USD1,742/t during the quarter (down 13% YoY) vs. USD1,674/t in 3QFY26.

Zinc India (HZL):

- Hindustan Zinc (HZ) reported revenue of INR135b (+49% YoY and +23% QoQ) for 4QFY26, beating our estimate of INR116b. The growth was driven by favorable commodity prices and volume recovery.
- EBITDA came in at INR77b (+60% YoY and +27% QoQ), against our estimate of INR65b during the quarter. The increase was primarily on account of favorable metal prices and a lower cost of production. EBITDA margin stood at 56.9% in 4QFY26 vs 55.1% in 3QFY26 and 53% in 4QFY25.
- Zinc COP (ex-royalty) stood at USD903/t in 4QFY26, declining 9% YoY and 4% QoQ, driven by lower power costs from increased domestic coal usage and better mined grades of 7.9% in 4QFY26 (~7.3-7.4% in FY26).
- APAT stood at INR50b (+68% YoY and +29% QoQ), against our est. of INR41b in 4QFY26.

Bloomberg	VEDL IN
Equity Shares (m)	3910
M.Cap.(INRb)/(USDb)	3025.1 / 31.9
52-Week Range (INR)	795 / 399
1, 6, 12 Rel. Per (%)	13/57/86
12M Avg Val (INR M)	7391
Free float (%)	43.6

Financials & Valuations (INR b)

Y/E March	2026	2027E	2028E
Sales	1,772	1,865	1,994
EBITDA	560	602	647
EBITDA margin	31.6	32.3	32.5
APAT	275	277	296
Adj. EPS (INR)	70.4	70.9	75.7
EPS Gr (%)	102.7	0.7	6.8
BV/Sh. (INR)	127.0	177.2	231.5

Ratios

Net D:E	1.2	0.6	0.2
RoE (%)	60.6	46.6	37.1
RoCE (%)	32.4	31.3	30.3
Payout (%)	28.4	29.2	28.3

Valuations

P/E (x)	11.0	10.9	10.2
P/BV	6.1	4.4	3.3
EV/EBITDA (x)	8.1	7.4	6.6
Div. Yield (%)	2.6	2.7	2.8
FCF Yield (%)	6.0	10.8	11.3

Shareholding Pattern (%)

As On	Mar-26	Dec-25	Mar-25
Promoter	56.4	56.4	56.4
DII	13.5	15.4	16.5
FII	14.1	12.2	11.3
Others	16.1	16.0	15.9

FII includes depository receipts

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- Mined metal for the quarter stood at 315kt (+1% YoY and +14% QoQ), driven by higher ore production and better grade.
- Refined metal production for the quarter stood at 282kt (+5% YoY and QoQ), driven by incremental capacity via debottlenecking at Chanderiya and Dariba with a better plant availability. Refined zinc production was 227kt (+6% YoY and +3% QoQ), while refined lead production stood at 55kt (-2% YoY and +12% QoQ) due to partial pyro operation in lead mode.
- Salable silver production rose 11% QoQ and remained flat YoY at 176kt, in line with lead production.

Zinc International:

- Mined metal production was down 3% YoY to 49kt in 4QFY26.
- Revenue stood at INR11.7b (+6% YoY), whereas the EBITDA declined by 73% YoY to INR1.1b, led by lower volumes and higher costs.
- During the quarter, the CoP grew by 51% YoY to USD1,912/t in 4QFY26 vs USD1632/t in 3QFY26.

Copper:

- Copper cathode production was down 4% YoY to 42kt in 4QFY26.
- Revenue stood at INR94.5b (+54% YoY), led by favorable LME; reported EBITDA profit was INR80m in 4QFY26 against a loss of INR490m in 4QFY25.

Iron Ore:

- Iron ore sales stood at 2.1mt, down 1% YoY, and pig iron sales rose 5% YoY to 215kt in 4QFY26.
- Revenue stood at INR17.2b (+13% YoY), while EBITDA came at INR4.1b, up by 32% YoY during the quarter.

Valuation and view

- VEDL's 4QFY26 performance came largely as expected, supported by better volumes and favorable LME prices. Management targets to maintain strong growth in earnings, driven by the upcoming capacity supporting higher VAP products and a favorable pricing environment. The guided capex plans are progressing well and will likely lead to further cost savings. VEDL remains firm on its deleveraging plans, and going forward, higher cash flows will support both its expansion plans and deleveraging efforts. We largely maintain our FY27E/28E revenue and EBITDA, while increasing our PAT estimates by 20% for FY27/28.
- VEDL to demerge into five independently listed entities w.e.f. 1st May'26 – 1) Aluminum, 2) Oil & Gas, 3) Power, 4) Iron & Steel, and 5) Vedanta Ltd., with the residual operation, which will retain the HZL business.
- **The stock currently trades at 6.6x EV/EBITDA on the FY28 estimate. The combined fair value on the SoTP basis comes to ~INR800/share, with the largest contributing verticals such as Aluminum and Zinc. We reiterate our Neutral rating on the stock.**

Quarterly performance – Consolidated (INR b)

Y/E March	FY25				FY26				FY25	FY26*	FY26 4QE	Vs. Est. %
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q				
Net Sales	358	376	391	405	378	399	467	529	1,530	1,772	497	6.4
Change (YoY %)	6.0	10.1	10.1	13.9	5.8	5.9	19.3	30.6	10.1	15.8		
Change (QoQ %)	0.7	5.2	3.9	3.4	(6.5)	5.4	17.0	13.3				
EBITDA	99	98	111	115	99	114	152	184	423	560	176	4.8
Change (YoY %)	54.9	46.3	30.2	30.8	(0.3)	16.0	36.6	60.9	39.1	32.2		
Change (QoQ %)	13.4	(1.2)	13.0	3.3	(13.5)	14.9	33.1	21.6				
As % of Net Sales	27.8	26.1	28.4	28.3	26.2	28.6	32.5	34.9	27.7	31.6	35.4	
Finance cost	22	27	24	26	20	21	22	20	99	84		
DD&A	27	27	27	30	28	29	27	14	111	98		
Other Income	9	13	7	8	10	6	7	5	37	18		
PBT (before EO item)	59	58	67	67	61	70	110	155	250	396	134	15.7
EO exp. (income)	-	(19)	-	-	-	(21)	(2)	(17)	(19)	(35)		
PBT (after EO item)	59	76	67	67	61	49	108	138	269	361	134	
Total Tax	8	20	18	17	16	15	30	44	63	110		
% Tax	14.0	26.6	26.8	25.5	26.4	29.7	27.6	32.2	23.6	30.5		
PAT before MI and Asso.	51	56	49	50	45	35	78	94	205	251		
Profit from Asso.	-	-	-	0	-	(0)	-	-	0	-		
Minority interest	15	13	13	15	13	17	-	-	55	-		
PAT after MI and Asso.	36	44	35	35	32	18	78	94	150	251		
APAT	36	30	35	35	32	33	80	107	136	275	95.5	11.5
Change (YoY %)	319.5	504.8	76.2	121.8	(11.7)	13.5	124.8	205.8	175.6	102.7		
Change (QoQ %)	129.8	(18.2)	20.2	(1.8)	(8.6)	5.1	138.1	33.6				

Sources: MOFSL, Company

*Note: Due to financial adjustments on account of demerger, the sum of 4 quarter won't tally to FY26

Quarterly performance – Hindustan Zinc (INR b)

Y/E March	FY25				FY26				FY25	FY26	FY26 4QE	Vs. Est. %
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q				
Mine prodn. (kt)	263	256	265	311	265	258	276	315	1,095	1,114		
Sales												
Zinc refined (kt)	211	198	201	218	201	202	221	227	827	851		
Lead refined (kt)	51	63	55	56	48	45	49	55	225	197		
Silver (tonnes)	167	184	160	177	145	147	158	176	687	627		
Net Sales	81.3	82.5	86.1	90.9	77.7	85.5	109.8	135.4	340.8	408.4	115.8	16.9
Change (YoY %)	11.6	21.5	17.8	20.4	(4.4)	3.6	27.5	49.0	17.8	19.8		
Change (QoQ %)	7.7	1.5	4.4	5.5	(14.5)	10.0	28.4	23.4				
EBITDA	39.5	41.2	45.0	48.2	38.6	44.5	60.5	77.1	173.9	220.6	65.0	18.6
Change (YoY %)	17.9	31.3	27.8	32.1	(2.2)	7.8	34.6	59.9	27.3	26.9		
Change (QoQ %)	8.1	4.5	9.1	7.1	(19.9)	15.2	36.2	27.3				
As % of Net Sales	48.5	50.0	52.2	53.0	49.7	52.0	55.1	56.9	51.0	54.0		
Finance cost	2.6	3.0	2.9	2.5	2.4	2.6	2.0	1.9	11.0	8.8		
DD&A	8.4	8.8	9.1	10.1	9.1	8.8	9.5	10.5	36.4	37.9		
Other Income	2.7	2.7	2.2	2.3	2.8	2.4	2.9	2.8	9.8	10.9		
PBT (before EO item)	31.1	32.1	35.3	37.8	29.9	35.4	52.1	67.5	136.4	184.8	55.4	
EO exp. (income)	-	(0.8)	-	-	-	-	0.3	-	(0.8)	0.3		
PBT	31.1	31.3	35.3	37.8	29.9	35.4	52.3	67.5	135.5	185.1	55.4	21.9
Total Tax	7.7	8.0	8.5	7.8	7.5	8.9	13.1	17.2	32.0	46.8		
% Tax	24.7	25.7	24.1	20.6	25.2	25.2	25.1	25.4	23.6	25.3		
Reported PAT	23.5	23.3	26.8	30.0	22.3	26.5	39.2	50.3	103.5	138.3		
Adjusted PAT	23.5	24.1	26.8	30.0	22.3	26.5	38.9	50.3	104.4	138.1	41.1	22.5
Change (YoY %)	19.4	39.4	32.1	47.4	(4.7)	9.9	46.2	67.6	33.4	33.6		
Change (QoQ %)	15.1	(0.8)	15.1	12.1	(25.6)	18.6	47.8	28.5				

Sources: MOFSL, Company

Business-wise EBITDA Performance (INR b)

Y/E March	FY25				FY26				FY25	FY26
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q		
EBITDA	99	98	111	115	99	114	152	184	423	560
Copper	(0.6)	(0.1)	0.0	(0.5)	(0.3)	(0.1)	(0.2)	0.1	(1.1)	(0.5)
Aluminum	44.4	41.6	45.4	46.6	44.6	55.3	70.2	84.9	178.0	255.0
Iron ore	1.8	1.4	3.8	3.1	2.0	1.1	2.8	4.1	10.1	10.1
Power	2.8	1.9	1.3	1.3	4.6	2.3	3.6	5.6	7.4	16.1
Zinc-India	39.5	41.2	45.0	48.2	38.6	44.5	60.5	77.1	173.9	220.6
Zinc-International	1.9	3.8	3.5	4.0	4.2	3.7	4.2	1.1	13.2	13.2
Oil & Gas	10.8	11.7	12.0	12.1	12.7	10.3	9.9	10.7	46.6	43.5
Steel	0.8	(0.1)	1.5	1.5	1.3	(0.7)	(0.4)	1.5	3.7	1.6
Others	(2.0)	(3.1)	(1.5)	(1.7)	(8.6)	(2.4)	1.0	(0.4)	(8.3)	0.1
Change (YoY %)	54.9	46.3	30.2	30.8	(0.3)	16.0	36.6	60.9	39.1	32.2
Change (QoQ %)	13.4	(1.2)	13.0	3.3	(13.5)	14.9	33.1	21.6		
EBITDA Margin %	27.8	26.1	28.4	28.3	26.2	28.6	32.5	34.9	27.7	31.6

Sources: MOFSL, Company



Highlights from the management commentary

Capacity update and expansion plan

- FY26 capex outgo stood at INR150b (in line with guidance). The capex was largely funded through internal accruals.
- Aluminum expansion remains on track with Lanjigarh Train-2 (1.5mtpa) commissioned, taking alumina capacity to 5mtpa. However, the 435ktpa BALCO smelter is currently ramping up. Sijimali Bauxite Mine is targeted to be commissioned by 1HFY27.
- Zinc International's Gamsberg Phase-2 (~220ktpa) at 94% completion is scheduled for commissioning in 1HFY27 with ramp-up target over 12–15 months.
- Coal expansions are progressing, with the Kuraloi coal mine commissioning targeted in 1HFY27 and the Gogharpalli coal mine expected to commence operations in 2HYF27, supporting fuel security and cost optimization.
- Vedanta also outlined early-stage Capex plans in Saudi Arabia (copper, gold) with initial plant (~USD30m) commissioning by Sep'26 and a larger smelter project under discussion (~USD2b potential) will be funded through 75% debt (low cost ~2–2.5%) and 25% equity (funded via internal cash flows).
- The company plans to position itself as a critical minerals and energy transition player, with licenses secured for 10 mineral blocks (including gold and manganese). Exploration is underway, with some projects expected to reach the decision stage within a year and production timelines around 2030.

Guidance

- Expected cost guidance of USD1650–1700/t (vs USD1752/t currently) for the aluminum business, driven by higher captive alumina usage (target ~80–85%)
- Copper business is currently the lowest margin entity (~1%), but likely to improve to ~5% EBITDA margin in FY27, partly due to reduced brand fee (from 3% to 0.75%)
- Copper remains a low-margin segment (~1% EBITDA currently) due to global treatment charge pressures. However, management expects margins to improve to ~5% in FY27, driven by a reduction in brand fee from 3% to 0.75%

Debt Deleveraging and Demerger

- A major highlight is the demerger effective 1 May'26, where Vedanta will split into five independent sector-focused entities. Listing of the new entities is expected by 1Q FY27.
- Post-demerger, dividend policy will shift from a rule-based system (minimum 30% payout) to a principle-based approach. This will provide payout flexibility based on performance, but less predictability on dividend payout.
- Management highlighted a strong balance sheet improvement, where leverage reduced to 0.95x as of Mar'26 vs 1.2x in Mar'25. Additionally, the borrowing costs have also lowered to ~8.9% through refinancing and maturity optimization.
- Management emphasized that each demerged entity's capital structure has been calibrated to ensure long-term debt servicing capacity aligned to its underlying earnings strength. Oil & Gas will emerge as a debt-free entity, while Iron & Steel will carry near-zero debt.
- Aluminum business to hold the largest debt burden of ~USD3.5b, but will remain under 1.3x net debt/EBITDA given its strong cash flow profile. Vedanta Ltd will retain about USD1b of net debt with a comfortable leverage ratio of just 0.4x net debt/EBITDA.

Hindustan Zinc – Key management commentary

Performance guidance

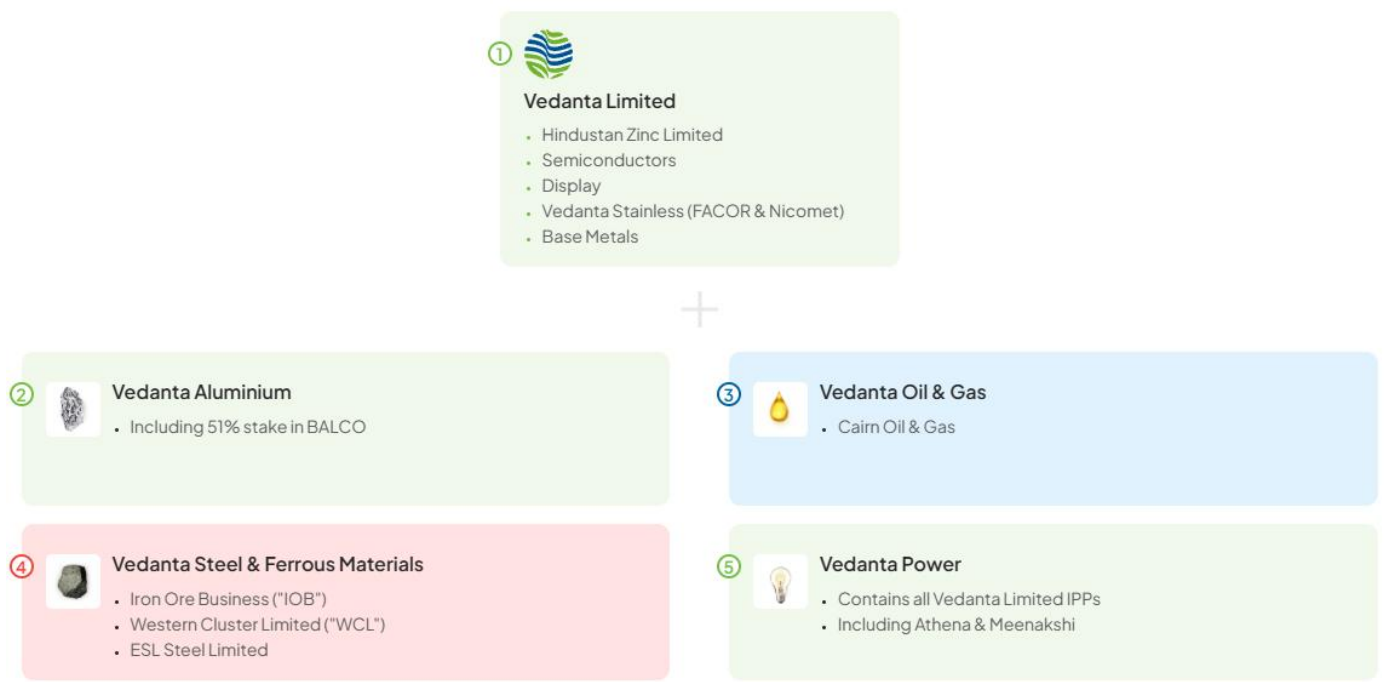
- The company has guided for refined metal production of 1,100ktpa and expects to achieve the silver output of 680t for FY27.
- HZ expects Zinc CoP (ex-Royalty) to remain at USD975-1,000/t in FY27. Crude volatility, explosives, and chemicals are included in FY27 cost assumptions. Management retains confidence, supported by higher renewable-energy usage and better ore grades.
- For 1QFY27, 20kt zinc hedged at ~USD3,100/t and 25t of silver at ~USD57/oz, while FY27 hedges stand at 71kt zinc at ~USD3,225/t and 59t of silver at ~USD60/oz, offering partial downside protection.
- Natural gas shortages led to a marginal ~USD11/t cost increase in 4Q, with no impact on production volumes.
- Renewable energy contributed 18% of total power in FY26, and the company expects to reach 30-35% in FY27.
- Over the next five years, FCF pre-project capex is projected at ~INR500b cumulatively, with a CoP of USD1,000/t, considering ~70% RE usage by FY28.
- Management guided that the bulk of silver growth (towards ~1.5kt target) is contingent on the doubling of lead capacity and SK mine ramp-up.

Capacity update/capital allocation

- The company targets 2mt metal capacity by FY31 (vs ~1.1mt currently), with zinc at ~1.6mt and silver at ~1.5kt, positioning HZ as a scaled global player. Capex would be funded via a mix of internal accruals and debt.
- The Board approved Phase-1 capex of INR120b, which includes a 250ktpa zinc smelter at Debari + leaching and purification plant and an additional 160ktpa roaster, taking the total capacity to ~1.38mt, with an execution timeline of ~36 months.

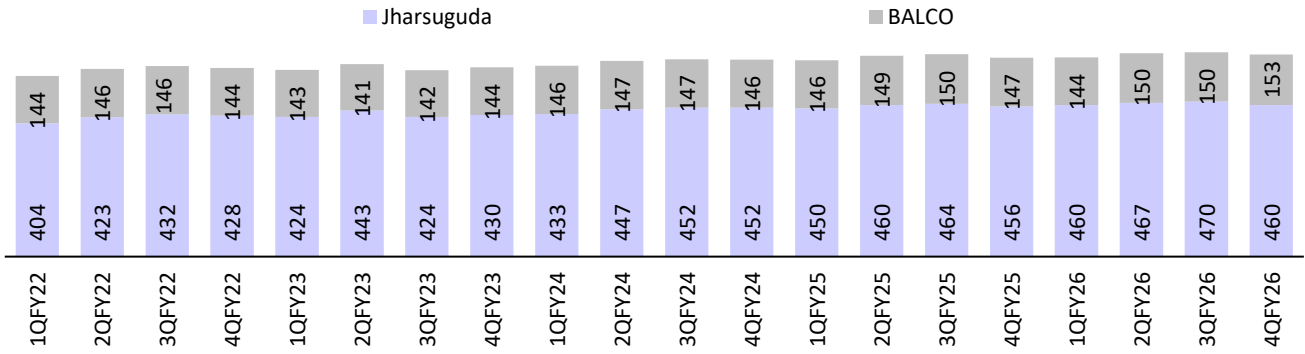
- FY27 capex is guided at USD500-600m towards smelter expansion, tailings reprocessing, and fertilizer project, supporting medium-term volume growth.
- For 250ktpa, integrated refined zinc capacity expansion, the site mobilization is completed, and detailed engineering & mining partner deployment at the site are currently underway, with an expected completion timeline of 2QFY29.
- The company completed detailed engineering at Rampura Agucha for the Zinc 10mtpa Tailings Reprocessing Plant. Major orders have been placed, and activities have started at the site, with expected completion by 4QFY28.
- The 510kt DAP/NPK fertilizer plant at Chanderiya is in progress and will be commissioned by 2QFY27 (earlier 1QFY27).
- The hot acid leaching plant for lead (27mtpa) and silver (6ktpa) recovery from smelting waste at Dariba will be completed by 2QFY27 (earlier 4QFY26).

Exhibit 1: Shareholders to receive shares in four new listed entities demerged from Vedanta Limited



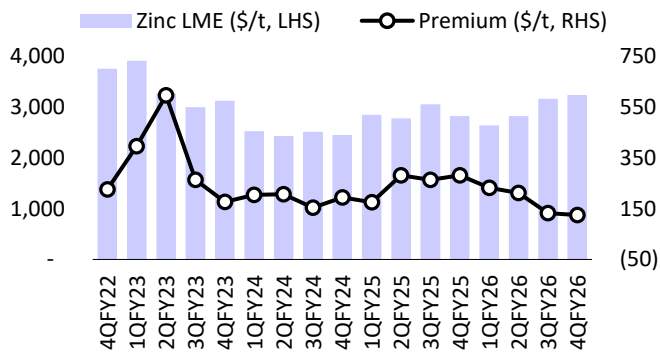
Sources: MOFSL, Company

Exhibit 2: Aluminum production of 613kt in 4Q, registering a growth of 2% YoY



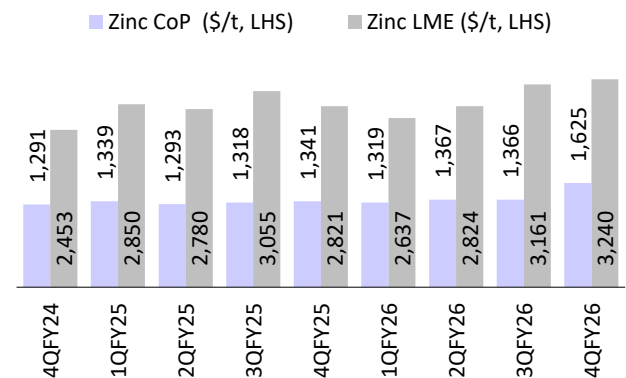
Sources: MOFSL, Company

Exhibit 3: Premium moderated QoQ to USD125/t



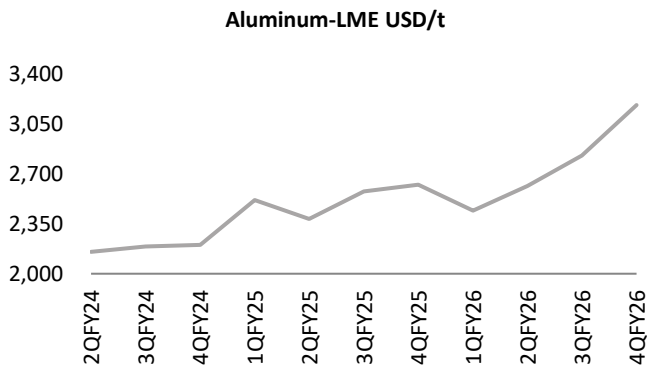
Sources: MOFSL, Company

Exhibit 4: Reported Zinc's CoP increased QoQ



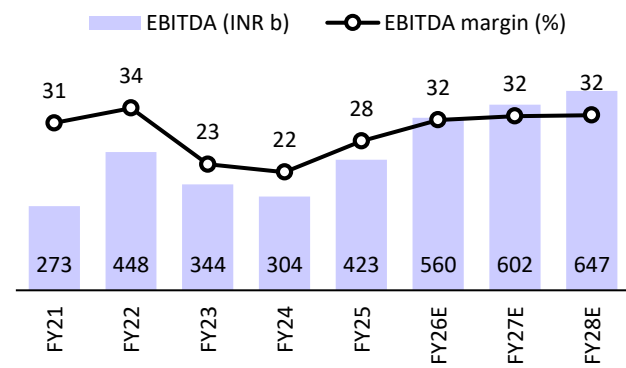
Sources: MOFSL, Company

Exhibit 5: Aluminum LME peaked in 4Q



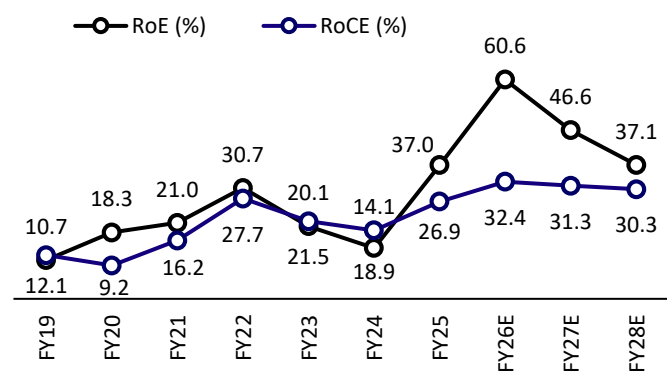
Sources: MOFSL, Bloomberg

Exhibit 6: Consol. EBITDA expected to rise over FY25-28



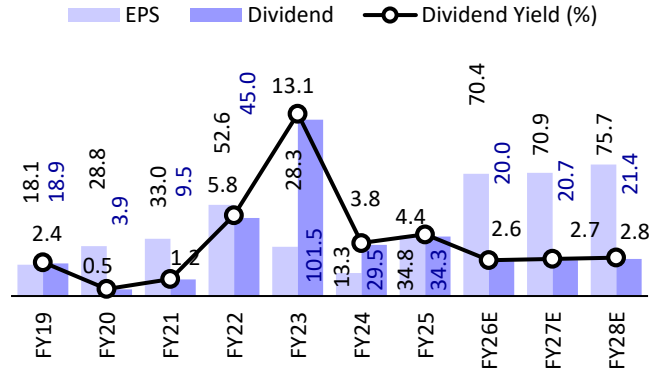
Sources: MOFSL, Company

Exhibit 7: RoE and RoCE trends



Sources: MOFSL, Company

Exhibit 8: Dividend per share



Sources: MOFSL, Company

Exhibit 9: Changes to our assumptions and key financials

Particular	Units	FY27E			FY28E		
		New	Old	% change	New	Old	% change
Revenue	INR b	1,865	1,858	0%	1,994	1,987	0%
EBITDA	INR b	602	593	2%	647	638	1%
Adj. PAT	INR b	277	223	24%	296	251	18%

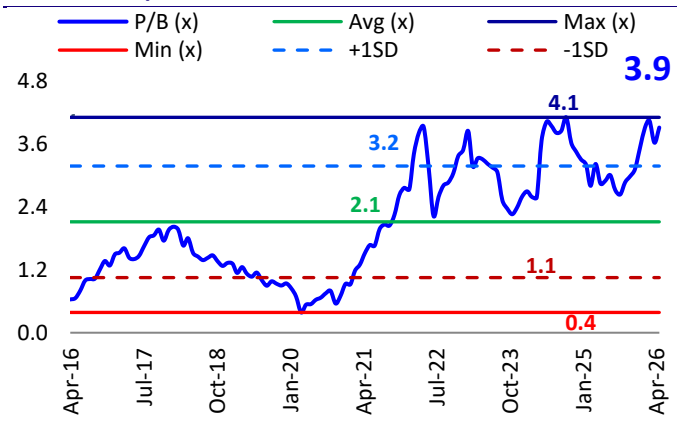
Sources: MOFSL, Company

Exhibit 10: SoTP valuation

Segment (INR b)	EBITDA FY28E	Multiple (x)	Enterprise Value	Net Debt	Equity Value*	Fair Value (INR/share)
Vedanta Ltd (Zinc + Other Residual Entities)	297	8.5	2,494	92	1,243	320
Vedanta Aluminum	286	7.0	1,961	322	1,639	420
Vedanta Power	14	8.0	114	74	41	10
Vedanta Oil & Gas	41	4.0	164	-	164	40
Vedanta Iron & Steel	8	7.0	58	18	39	10
Consolidated Vedanta (Pre Demerger)	647		4,791	506	3,126	800

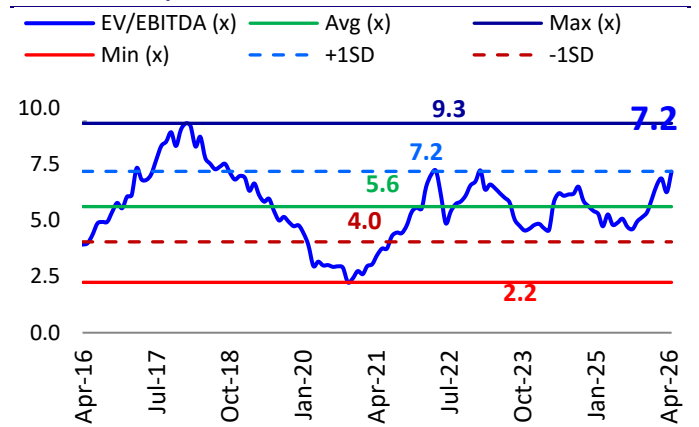
Note*: Adj. for minority and HoldCo discount wherever applicable
Sources: MOFSL, Company

Exhibit 11: P/B ratio



Source: MOFSL

Exhibit 12: EV/EBITDA above the LTA



Source: MOFSL

Financials and valuations

Income Statement (Consolidated)

	INR b									
Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
Net Sales	920	844	880	1,327	1,473	1,390	1,530	1,772	1,865	1,994
Total Expenses	689	638	607	879	1,129	1,085	1,106	1,212	1,263	1,346
EBITDA	231	207	273	448	344	304	423	560	602	647
DDA	82	91	76	89	106	107	111	98	109	117
EBIT	149	116	197	359	239	197	312	462	493	531
Finance cost	57	50	52	48	62	95	99	84	107	105
Other income	40	25	34	26	29	26	37	18	34	48
PBT	132	91	179	337	205	128	250	396	420	474
Tax	39	-35	22	93	58	128	63	110	118	133
Rate (%)	29.2	-38.5	12.2	27.4	28.2	100.2	25.4	27.8	28.0	28.0
PAT (before EO)	94	126	157	245	147	0	187	286	302	341
EO expense /Income	3	-170	-7	-8	-2	76	19	-35	0	0
PAT before MI and Asso.	97	-43	150	237	145	75	205	251	302	341
Minority interests	26	19	34	49	39	33	55	0	25	45
Share in Asso.	0	0	0	0	0	0	0	0	0	0
PAT after MI and Asso.	71	-62	116	188	106	42	150	251	277	296
Attrib. PAT (after MI & asso)	67	107	123	196	105	49	136	275	277	296
Change (YoY %)	-11.0	59.0	14.5	59.4	-46.2	-53.1	175.6	102.7	0.7	6.8

Balance Sheet (Consolidated)

	INR b									
Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Share Capital	4	4	4	4	4	4	4	4	4	4
Reserves	619	543	619	650	391	304	408	493	689	901
Net Worth	623	546	623	654	394	307	412	497	693	905
Total Loans	835	757	686	534	665	722	746	846	831	816
Deferred Tax Liability	10	-40	-36	-7	-26	75	97	49	49	49
Capital Employed	1,621	1,435	1,423	1,355	1,133	1,218	1,381	1,581	1,787	2,030
Gross Block	2,176	2,182	2,411	2,542	2,744	2,888	3,013	3,266	3,378	3,465
Less: Accumulated Depreciation	1,185	1,276	1,482	1,591	1,766	1,873	1,984	2,082	2,191	2,308
Net Fixed Assets	991	907	929	951	978	1,015	1,029	1,184	1,186	1,158
Capital WIP	222	168	139	142	174	203	309	303	380	469
Investments	49	1	2	2	5	10	16	21	21	21
WC. Assets	723	691	729	840	721	653	645	791	975	1,179
Inventory	132	113	99	143	150	130	145	154	190	203
Account Receivables	77	58	66	82	65	60	61	93	83	89
Cash and Bank Balance	365	372	331	327	219	152	207	265	424	608
Loans and advances	149	148	232	288	286	311	232	278	278	278
WC. Liability & Prov.	365	333	375	580	745	664	619	718	776	797
Trade payables	92	80	79	215	247	250	265	256	313	335
Provisions & Others	273	252	296	365	498	413	354	462	462	462
Net WC. Assets	358	359	354	260	-24	-11	26	72	200	382
Appl. of Funds	1,621	1,435	1,423	1,355	1,133	1,218	1,381	1,581	1,787	2,030

Financials and valuations

Ratios

Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
Basic (INR)										
EPS	18.1	28.8	33.0	52.6	28.3	13.3	34.8	70.4	70.9	75.7
BV/Share	167.5	146.9	167.4	175.8	106.0	82.6	105.4	127.0	177.2	231.5
DPS	18.9	3.9	9.5	45.0	101.5	29.5	34.3	20.0	20.7	21.4
Payout (%)	104.0	13.5	28.8	85.5	358.9	222.6	98.8	28.4	29.2	28.3
Valuation (x)										
P/E	42.6	26.8	23.4	14.7	27.3	58.3	22.2	11.0	10.9	10.2
Cash P/E	19.3	14.5	14.4	10.1	13.6	18.4	12.2	8.1	7.8	7.3
P/BV (incl.-goodwill)	4.6	5.3	4.6	4.4	7.3	9.4	7.3	6.1	4.4	3.3
EV/Sales	3.7	4.0	3.7	2.4	2.3	2.5	2.3	2.0	1.9	1.7
EV/EBITDA	18.0	19.3	15.0	8.6	12.0	14.2	10.5	8.1	7.4	6.6
Dividend Yield (%)	2.4	0.5	1.2	5.8	13.1	3.8	4.4	2.6	2.7	2.8
Return Ratios (%)										
EBITDA Margins	25.1	24.5	31.0	33.8	23.4	21.9	27.7	31.6	32.3	32.5
Net Profit Margins	7.3	12.7	14.0	14.7	7.1	3.5	8.9	15.5	14.9	14.9
RoE	10.7	18.3	21.0	30.7	20.1	14.1	37.0	60.6	46.6	37.1
RoCE (pre-tax)	12.1	9.2	16.2	27.7	21.5	18.9	26.9	32.4	31.3	30.3
RoIC (pre-tax)	12.3	10.0	18.3	33.9	24.6	19.9	27.9	37.1	36.8	38.1
Working Capital Ratios										
Fixed Asset Turnover (x)	0.9	0.9	1.0	1.4	1.5	1.4	1.5	1.6	1.6	1.7
Receivable (Days)	30	25	28	22	16	16	16	16	16	16
Inventory (Days)	52	49	41	39	37	37	37	37	37	37
Trade payable (Days)	37	35	33	59	61	61	61	61	61	61
Leverage Ratio (x)										
Current Ratio	2.0	2.1	1.9	1.4	1.0	1.0	1.0	1.1	1.3	1.5
Interest Cover Ratio	3.3	2.8	4.4	8.0	4.3	2.4	3.5	5.7	4.9	5.5
Net Debt/EBITDA	2.0	1.9	1.3	0.5	1.3	1.9	1.3	1.0	0.7	0.3
Net Debt/Equity	0.8	0.7	0.6	0.3	1.1	1.9	1.3	1.2	0.6	0.2

Cash Flow Statement

Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
INR b										
EBITDA	231	207	273	448	344	304	423	560	602	647
Non-cash exp. (income)	11	7	18	6	4	64	10	-5	0	0
(Inc)/Dec in Working Cap.	21	-9	-30	-48	46	16	-7	-79	31	3
Tax paid	-26	-11	-21	-57	-64	-27	-31	-81	-118	-133
CF from Op. Activity	238	193	240	350	331	357	396	395	516	517
(Inc)/Dec in FA + CWIP	-89	-77	-69	-105	-138	-168	-169	-215	-189	-177
Free Cash Flow	149	116	171	245	193	189	226	180	328	340
(Pur)/Sale of Investments	42	42	9	47	92	15	-41	-64	0	0
Interest & Dividend Income	9	8	20	19	17	17	24	21	34	48
Investment in subsidiaries	-69	-5	0	0	-3	-4	-6	-5	0	0
Others	1	-28	-28	16	24	3	0	19	0	0
CF from Inv. Activity	-105	-59	-68	-23	-7	-137	-192	-243	-155	-129
Equity raised/(repaid)	-1	-1	0	0	0	-2	84	-3	0	0
Debt raised/(repaid)	77	-87	-96	-27	149	47	40	126	-15	-15
Dividend (incl. tax)	-118	-14	-91	-193	-411	-205	-212	-148	-81	-84
Interest paid	-60	-53	-53	-53	-55	-98	-105	-91	-107	-105
Others	0	0	65	-16	-24	-3	0	-19	0	0
CF from Fin. Activity	-102	-155	-176	-289	-341	-261	-192	-135	-203	-204
Forex Adj.	-1	0	1	0	0	0	0	2	0	0
(Inc)/Dec in Cash	29	-22	-3	38	-17	-41	12	18	159	185
Add: Opening cash balance	45	73	51	49	87	69	28	40	58	217
adjustments if any	-1	0	0	0	0	0	0	0	0	0
closing cash balance	73	51	49	87	69	28	40	58	217	401
Bank Balance	293	320	283	241	150	124	168	207	207	207
Closing Balance (incl bank balance)	365	372	331	327	219	152	207	265	424	608

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SELL	< - 10%
NEUTRAL	< - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
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