

18 March 2024

## ANTIQUE'S MORNING PRESENTATION

### FROM THE RESEARCH DESK

#### INDIA STRATEGY

#### 2024 Lok Sabha Election

**No signs of anti-incumbency; NDA set for a third term!**

#### SECTOR UPDATE

#### Oil & Gas

**Margin hit temporary**

#### SECTOR UPDATE

#### Online Travel (OTA)

**Rising travel continues to provide a great outlook**

## Global News

- The S&P 500 slipped to a second-weekly loss Friday, as tech was pressured by rising Treasury yields on jitters the Federal Reserve is likely to stress the need for interest rates to remain higher for longer following data showing inflation continues to run hot. S&P 500 index fell 0.6%, NASDAQ Composite fell 1% and Dow Jones Industrial Average dropped 190 points, or 0.5%.
- The Nikkei 225 Index fell 0.26% to close at 38,708 on Friday, reversing gains from the previous session, with technology stocks leading the decline. Investors also turned cautious ahead of the Bank of Japan's policy decision next week amid growing speculation that it could adjust monetary settings due to rising wages, high inflation and a stable economy.

## Sector & Corporate News

- **Zee Entertainment**, which is streamlining its business after the soured merger with Sony, has made changes in the technology and data vertical. Nitin Mittal, President, Technology and Data at Zee Entertainment, has tendered his resignation which has been accepted by MD and CEO, Punit Goenka. Amrit Thomas, responsible for Data Science, Kishore Krishnamurthy, responsible for Engineering, Bhushan Koller, responsible for Product and Vishal Somani, responsible for Enterprise and Content Technology will report into Amit Goenka, President - Digital Businesses & Platforms on an interim basis, the company said in a press release on March 15.
- Pharmaceutical major **Lupin** was issued form 483 by the United States Food and Drug Administration (US FDA) on Friday with one observation for the firm's Aurangabad facility, according to an exchange filing. The FDA inspected the facility between March 6 and 15. Lupin is an India multinational company based in Mumbai. It was founded in 1968 by Dr Desh Bandhu Gupta.
- **Air India Express**, a subsidiary of Air India, introduced a new fare plan in four categories namely Xpress Lite (cabin baggage only fares), Xpress Value (15 kg check-in bag fares), Xpress Flex (unlimited changes with no change fees), and Xpress Biz (business class seating with complimentary Gourmet meals and priority services). Air India Express, reported, with the launch of this service, travellers now have the option to personalise their trip aligning with "Fly As You Are". Xpress Biz fares are available on all the new Air India Express Boeing 737-8 aircraft, as a Business Class equivalent that disrupts the traditional LCC model with a hybrid offering.

## Market Snapshot

Global Indices	Closing	% Chg	% YTD
Dow Jones	38,715	(0.5)	2.7
NASDAQ	15,973	(1.0)	6.4
FTSE	7,727	(0.2)	(0.1)
CAC	8,164	0.0	8.2
DAX	17,937	(0.0)	7.1
Russia	1,120	(1.2)	3.3
Bovespa	126,742	(0.7)	(5.5)
Nikkei	38,708	(0.3)	15.7
Hang Seng	16,721	(1.4)	(1.9)
Shanghai Composite	3,055	0.5	2.7

Indian Indices	Closing	% Chg	% YTD
Sensex	72,643	(0.6)	0.6
Nifty	22,023	(0.6)	1.3
MSCI India	961	(0.6)	4.3
CNX Midcap	46,686	(0.5)	1.1
BSE Smallcap	42,013	0.3	(1.5)

Flows (USD mn)	Prev. Day	MTD
FII	(14)	4,407

Provisional flows	(USD mn)
FII	102
Local	(82)

Volumes	USD bn	% Chg
Cash (NSE + BSE)	19.1	28.4
F&O (net)	1,801.3	(71.4)

FII F&O	Stock Fut	Index Fut
Net (\$ mn)	(232)	(76)
Open Int (%)	1.1	(3.0)

ADR/GDR Gainers	Last	% Chg
Wipro	6.1	0.5

ADR/GDR Losers	Last	% Chg
Infosys	19.2	(2.2)
SBI	87.9	(1.7)
Reliance	68.4	(1.6)
HDFC	55.2	(0.3)
Dr Reddy	75.2	(0.3)

## Sectoral indices

	Closing	% Chg	% MTD	% YTD
BSE Auto	46,320	(1.7)	(1.1)	9.7
BSE Bank	52,833	(0.5)	0.7	(2.8)
BSE Cap Goods	56,820	(1.2)	(1.0)	2.1
BSE Cons dur	50,559	(0.2)	(1.3)	1.1
BSE FMCG	19,384	0.0	(0.3)	(5.3)
BSE IT	37,927	(0.5)	(1.3)	5.3
BSE Health	33,910	(0.8)	(3.3)	7.5
BSE Metal	26,536	(0.7)	(1.2)	(1.7)
BSE Oil	26,886	(2.2)	(2.8)	16.8
BSE Power	6,373	(0.7)	(3.3)	9.5
BSE PSU	17,555	(1.8)	(4.2)	12.8
BSE Realty	6,561	(0.1)	(8.8)	6.0
BSE TECK	17,026	(0.2)	0.4	6.8

## Delivery Spike

Company	Volume	Spike (%)	Chg (%)
Hindustan Zinc Ltd	2,316,945	723%	-4.87%
ICICI Bank Ltd	49,542,376	675%	-0.30%
Indian Oil Corp Ltd	42,280,299	442%	-5.49%
Kotak Mahindra Bank Ltd	11,886,358	393%	-0.24%
Hindustan Petroleum Corp Ltd	9,591,247	296%	-6.25%
ITC Ltd	54,385,774	295%	-0.13%
HDFC Bank Ltd	51,618,910	248%	-0.19%
Grasim Industries Ltd	2,253,414	223%	0.03%
Mahindra & Mahindra Ltd	3,662,477	202%	-4.82%
REC Ltd	18,815,171	195%	-3.79%

## Nifty Outperformers

	Price	% Chg	% MTD	% YTD
UpI Ltd	475	2.8	1.2	(19.1)
Bharti Airtel Ltd	1,220	2.1	8.6	18.2
Bajaj Finance Ltd	6,514	1.8	0.3	(11.1)
Hdfc Life Insurance Co Ltd	632	1.6	8.7	(2.2)
Adani Enterprises Ltd	3,132	1.4	(4.7)	9.9
Hindalco Industries Ltd	533	1.4	5.7	(13.4)
Adani Ports And Special Econ	1,283	1.2	(2.8)	25.3

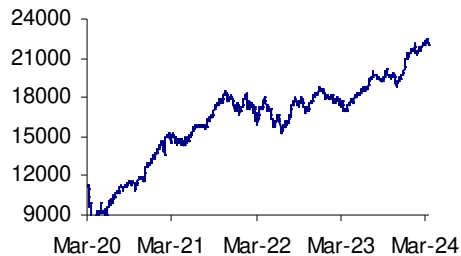
## Nifty Underperformers

	Price	% Chg	% MTD	% YTD
Mahindra & Mahindra Ltd	1,800	(4.8)	(6.9)	4.1
Bharat Petroleum Corp Ltd	586	(3.7)	(2.9)	30.1
Coal India Ltd	415	(2.9)	(4.9)	10.4
Tata Motors Ltd	946	(2.3)	(0.5)	21.3
Larsen & Toubro Ltd	3,537	(2.0)	1.7	0.3
Hero Motocorp Ltd	4,585	(1.9)	3.6	11.4
Hcl Technologies Ltd	1,647	(1.9)	(1.0)	12.4

## Bulk Deals

Security Name	Client Name	Buy/Sell	Qty	Price	Value (mn)
GMRP&UI	F3 Advisors Private Limited	Buy	1,57,81,116	42.60	672
GMRP&UI	Sahastra Advisors Private Limited	Sell	94,27,020	42.65	402
GMRP&UI	Setu Securities Pvt Ltd	Sell	35,74,616	42.42	152
ASMTEC	IDS Systems LLP	Sell	60,000	927.43	56
ASMTEC	Meru Investment Fund Pcc-Cell 1	Buy	57,234	927.00	53

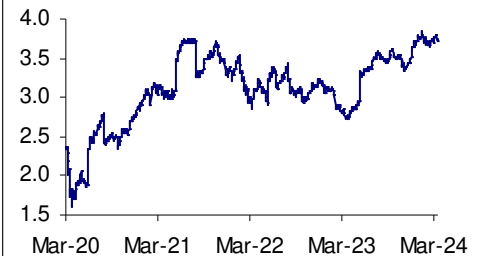
## Nifty



## Nifty P/E

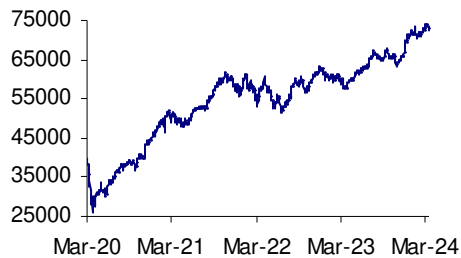


## Nifty P/B

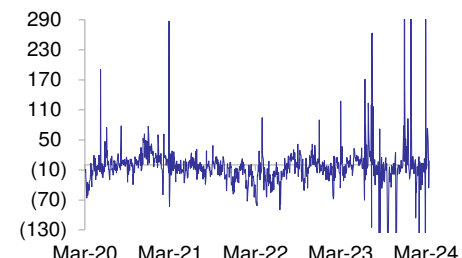


Source: Bloomberg

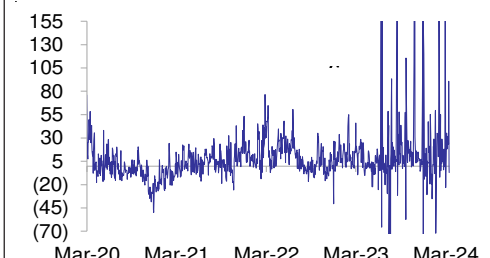
## Sensex



## FII Provisional Flows (INR bn)



## DII Provisional Flows (INR bn)



Source: Bloomberg

## Economy, Money &amp; Banking

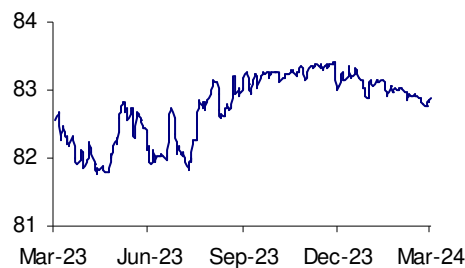
Forex Rate	Last	% Chg	% MTD	% YTD
INR~USD	82.9	(0.1)	0.0	0.4
INR~EUR	90.3	0.3	(0.4)	1.8
INR~GBP	105.7	0.4	(0.6)	0.0

Bond Market	Last	Chg (bps)	MTD (bps)	YTD (bps)
10 Year Bond	7.1	2	(1)	(11)
Interbank call	5.9	(55)	(60)	(34)

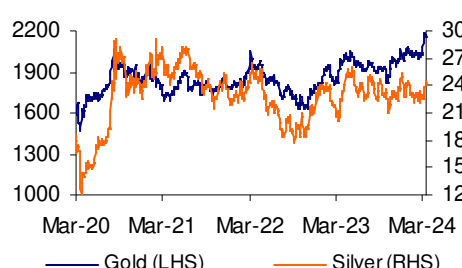
## Commodities Update

Commodities	Last	% Chg	% MTD	% YTD
Gold (\$/Ounce)	2,156	(0.3)	5.5	4.5
Crude Oil (\$/Bl)	81	(0.3)	3.6	12.5
Aluminium (\$/t)	2,225	0.9	1.8	(5.1)
Copper (\$/t)	8,969	2.1	6.7	6.0
Zinc (\$/t)	2,520	0.4	5.8	(4.5)
Lead (\$/t)	2,109	(1.8)	2.5	3.7
Nickel (\$/t)	17,893	0.2	1.3	9.3

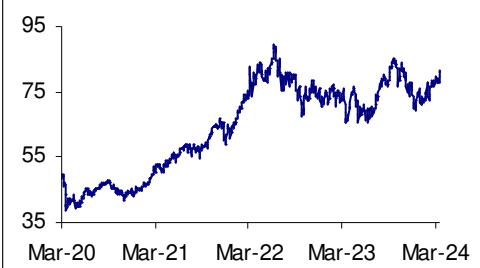
## INR/USD



## Gold and silver prices (USD/Tr.Oz)

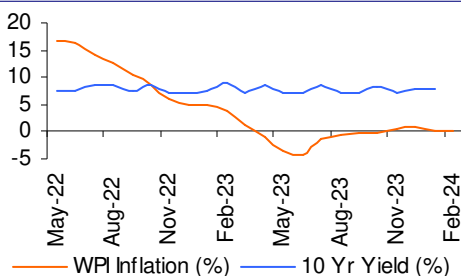


## Crude prices (USD/barrel)

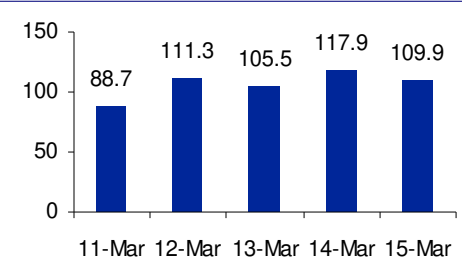


Source: Bloomberg

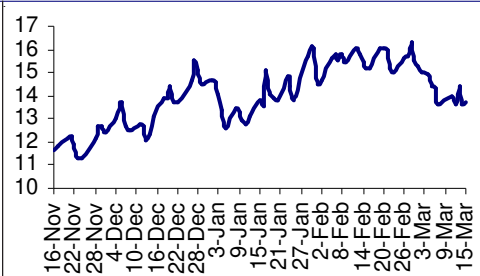
## Inflation vs 10 year yield



## Nifty premium/discount



## NSE volatility index (%)



Source: Bloomberg

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## INDIA STRATEGY

# 2024 Lok Sabha Election

## No signs of anti-incumbency; NDA set for a third term!

The Election Commission of India has announced poll dates for the upcoming Lok Sabha elections, to be scheduled in seven phases between 19th April to 1st June 2024 (with counting of votes on June 4, 2024). With the announcement of poll dates, the model code of conduct comes into force immediately. Recent opinion polls suggest that the National Democratic Alliance (NDA) may reach the 400 mark as compared to 353 seats (out of the total 543 Lok Sabha seats) in the 2019 Lok Sabha elections indicating no signs of anti-incumbency. The likely increase in seats won could be driven by some large states like Andhra Pradesh (AP), Uttar Pradesh (UP), and Bihar. The contributing factors could be NDA's recent alliance with regional parties (like Telugu Desam Party and Biju Janata Dal) and the construction of the Ram Mandir in Ayodhya (one of the key electoral promises). Our recent visit to Ayodhya also suggests that the masses believe it to be one of the key achievements of the incumbent government (also indicated in one of the recent opinion poll). The absolute majority provides political stability and paves way for reforms in the third term as well, helping India achieve 7%+ real GDP growth for a long period of time.

### Lok Sabha elections scheduled in seven phases

The Election Commission of India has announced poll dates for the upcoming Lok Sabha elections, to be scheduled in seven phases between 19th April to 1st June 2024 (with counting of votes on June 4, 2024). Out of the total 543 Lok Sabha seats, the ones that are going in for polls in the first, second, third, fourth, fifth, sixth, and seven phases are 102, 89, 94, 96, 49, 57, and 57 respectively. Total electorate base has increased by ~8% to 969mn, helped by increase in women voters (now accounting for ~48.6% of total as compared to 48% in 2019).

### NDA may reach closer to the 400 mark, helped by AP, UP & Bihar

Recent opinion polls suggest that the NDA may reach the 400 mark as compared to 353 seats (out of the total 543 Lok Sabha seats) in the 2019 Lok Sabha elections indicating no signs of anti-incumbency. The likely increase in seats won could be driven by some large states like AP, UP, and Bihar. However, the NDA may lose seats in Maharashtra. The absolute majority by the largest party (Bhartiya Janta Party) provides political stability and paves way for reforms in the third term as well, helping India achieve 7%+ real GDP growth for long period of time.

### Regional alliances & the inauguration of the Ram Mandir may have provided the fillip

Along with the multiple achievements of the incumbent government (corruption free governance, having improved India's stature globally, handling of the Covid-19 pandemic), recent alliances with regional parties (like Telugu Desam Party and Biju Janata Dal,) and construction of the Ram Mandir in Ayodhya (one of the key electoral promise) are key reasons for the strong popularity of the current government. Maharashtra is one large states where the NDA may lose around six seats (as per opinion polls) despite the recent alliance with the Eknath Shinde-led Shiv Sena (SS) and the Ajit Pawar-led Nationalist Congress Party (NCP).

### Our recent visit to Ayodhya corroborates the popularity of the Ram Mandir amongst the masses

Our recent visit to Ayodhya suggests that the masses believe it to be one of the key achievements of the incumbent government, as highlighted in the Mood of the Nation survey conducted in December 2023 - January 2024. People across the country are pouring in to get a glimpse of the grand Ram Janam Bhoomi temple constructed at Ayodhya. The 2.5 km stretch from Ram ki Paidi (or Lata Chowk or Dharma Path) to the Ram Lalla temple was crowded with people and the atmosphere was magical (even more arousing than watching an India-Pakistan match at Eden Garden in Kolkata).

### Lok Sabha elections scheduled in seven phases

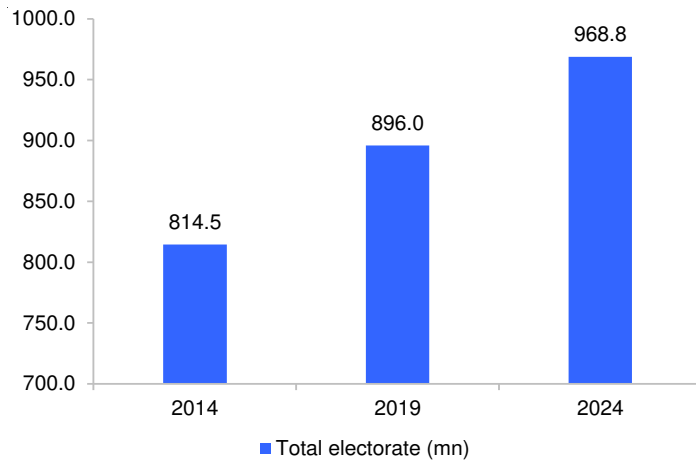
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**Table 1: 2024 elections to be scheduled in 7 phases between 19th April to 1st June**

State/UT	No. of Lok Sabha seats	Election phase/ Date of Poll						
		1 19-04-2024	2 26-04-2024	3 07-05-2024	4 13-05-2024	5 20-05-2024	6 25-05-2024	7 01-06-2024
Andhra Pradesh	25				25			
Arunachal Pradesh	2	2						
Assam	14	5	5	4				
Bihar	40	4	5	5	5	5	8	8
Chhattisgarh	11	1	3	7				
Goa	2			2				
Gujarat	26			26				
Haryana	10						10	
Himachal Pradesh	4							4
Jharkhand	14				4	3	4	3
Karnataka	28		14	14				
Kerala	20		20					
Madhya Pradesh	29	6	7	8	8			
Maharashtra	48	5	8	11	11	13		
Manipur	2	2	1					
Meghalaya	2	2						
Mizoram	1	1						
Nagaland	1	1						
Odisha	21				4	5	6	6
Punjab	13							13
Rajasthan	25	12	13					
Sikkim	1	1						
Tamil Nadu	39	39						
Telangana	17				17			
Tripura	2	1	1					
Uttar Pradesh	80	8	8	10	13	14	14	13
Uttarakhand	5	5						
West Bengal	42	3	3	4	8	7	8	9
Andaman and Nicobar Islands	1	1						
Chandigarh	1							1
Dadra and Nagar Haveli and Daman and Diu	2			2				
Jammu and Kashmir	5	1	1	1	1	1		
Ladakh	1					1		
Lakshadweep	1	1						
NCT of Delhi	7						7	
Puducherry	1	1						
<b>Total PCs</b>	<b>543</b>	<b>102</b>	<b>89</b>	<b>94</b>	<b>96</b>	<b>49</b>	<b>57</b>	<b>57</b>
<b>Date of Counting of Votes</b>		<b>04-06-2024</b>						

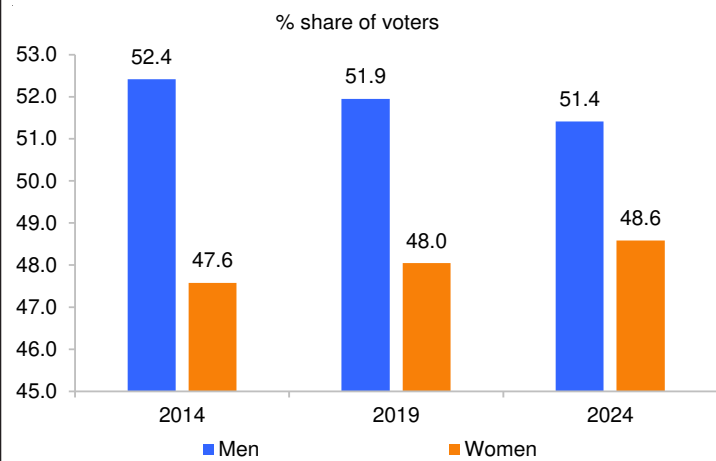
Source: Election Commission of India, Media reports, Antique

Exhibit 1: Total electorate to increase by 8%...



Source: Election Commission of India, Antique

Exhibit 2: ...helped by increase in women voters



Source: Election Commission of India, Antique

### NDA may reach closer to the 400 mark, helped by AP, UP & Bihar

Recent opinion polls suggest that the NDA may reach the 400 mark as compared to 353 seats (out of the total 543 Lok Sabha seats) in the 2019 Lok Sabha elections indicating no signs of anti-incumbency. The likely increase in seats won could be driven by some large states like AP, UP, and Bihar. However, the NDA may lose seats in Maharashtra. The absolute majority by the largest party (Bhartiya Janta Party) provides political stability and paves way for reforms in the third term as well, helping India achieve 7%+ real GDP growth for long period of time.

Table 2: Recent opinion polls suggest that the NDA may reach near the 400 mark helped by AP, UP &amp; Bihar

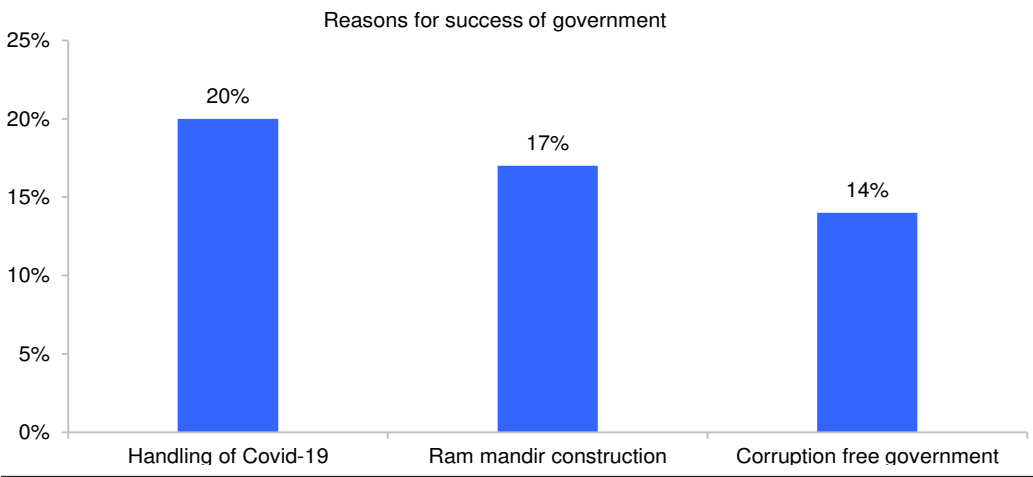
Lok Sabha Seats	News18		ABP News-Cvoter		IndiaTV-CNX		Average		Seats won in 2019 Election		Change in seats	
	NDA	I.N.D.I.A	NDA	I.N.D.I.A	NDA	I.N.D.I.A	NDA	I.N.D.I.A	NDA	I.N.D.I.A Alliance	NDA	I.N.D.I.A Alliance
Andhra Pradesh	18	0	20	0	10	0	16	0	0	0	16	0
Uttar Pradesh	77	2	74	6	78	2	76	3	62	8	14	-5
Bihar	38	2	32	8	35	5	35	5	23	17	12	-12
West Bengal	25	17	19	0	20	1	21	6	18	2	3	4
Assam	12	0	12	2	12	1	12	1	9	3	3	-2
Odisha	12	0	10	0	10	0	11	0	8	1	3	-1
Tamil Nadu	5	30	0	39	5	26	3	32	1	38	2	-6
Telangana	8	6	4	10	5	9	6	8	4	3	2	5
Kerala	2	14	0	16	3	11	2	14	0	20	2	-6
Chhattisgarh	10	1	11	0	10	1	10	1	9	2	1	-1
Rajasthan	25	0	25	0	25	0	25	0	24	0	1	0
Punjab	3	7	1	11	3	9	2	9	2	9	0	0
Madhya Pradesh	28	1	28	1	29	0	28	1	28	1	0	0
Uttarakhand	5	0	5	0	5	0	5	0	5	0	0	0
Delhi	7	0	7	0	7	0	7	0	7	0	0	0
Jharkhand	12	2	12	2	12	0	12	1	12	2	0	-1
Gujarat	26	0	26	0	26	0	26	0	26	0	0	0
Himachal Pradesh	4	0	4	0	4	0	4	0	4	0	0	0
Haryana	10	0	8	2	10	0	9	1	10	0	-1	1
Karnataka	25	3	23	5	24	4	24	4	25	1	-1	3
Maharashtra	41	7	28	20	35	13	35	13	41	5	-6	8
<b>Total of above states</b>	<b>393</b>	<b>92</b>	<b>349</b>	<b>122</b>	<b>368</b>	<b>82</b>	<b>370</b>	<b>99</b>	<b>318</b>	<b>112</b>	<b>52</b>	<b>-13</b>
<b>Overall</b>	<b>411</b>	<b>105</b>	<b>315</b>	<b>185</b>	<b>378</b>	<b>98</b>	<b>368</b>	<b>129</b>	<b>353</b>	<b>160</b>	<b>15</b>	<b>-31</b>

Source: Media reports, Antique

Regional alliances & the inauguration of the Ram Mandir may have provided the fillip

Along with the multiple achievements of the incumbent government (corruption free governance, having improved India's stature globally, handling of the Covid-19 pandemic), recent alliances with regional parties (like Telugu Desam Party and Biju Janata Dal,) and construction of the Ram Mandir in Ayodhya (one of the key electoral promise) are key reasons for the strong popularity of the current government. Maharashtra is one large states where the NDA may lose around six seats (as per opinion polls) despite the recent alliance with the Eknath Shinde-led Shiv Sena (SS) and the Ajit Pawar-led Nationalist Congress Party (NCP).

Exhibit 3: Ram Mandir construction - key achievement of the incumbent government



Source: Mood of the nation; Note: Survey size of 35,801 conducted between 15th December to 28th January 2024

Our recent visit to Ayodhya corroborates the popularity of the Ram Mandir amongst the masses

Our recent visit to Ayodhya suggests that the masses believe it to be one of the key achievements of the incumbent government, as highlighted in the Mood of the Nation survey conducted in December 2023 - January 2024. People across the country are pouring in to get a glimpse of the grand Ram Janam Bhoomi temple constructed at Ayodhya. The 2.5 km stretch from Ram ki Paidi (or Lata Chowk or Dharma Path) to the Ram Lalla temple was crowded with people and the atmosphere was magical (even more arousing than watching an India-Pakistan match at Eden Garden in Kolkata).

Exhibit 4: Jai Shree Ram



Source: Antique

Exhibit 5: Grand temple at Ram Janam Bhoomi, Ayodhya



Source: Antique

Exhibit 6: Some internal glimpses of the grand temple



Source: Antique



Source: Antique

Exhibit 7: Crowd on a 2.5 km walk from Ram ki Paidi to view Ram Lalla at the grand temple



Source: Antique

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## SECTOR UPDATE

# Oil & Gas

## Margin hit temporary

**HPCL/ IOCL/ BPCL were down 6.3%/ 5.5%/ 3.3% respectively on Friday post their decision to cut petrol/ diesel prices by INR 2/ltr within a week of the government cutting LPG prices by INR 100/cyl. While the price cut risk was an overhang, it has been receding, given the lack of margin cushion and rising crude prices. The price cut has pulled down the average gross retail marketing margin on Friday to close at INR 2.8/ltr compared to a normalized margin of INR 4-4.5/ltr. However, as has been witnessed over the years, we believe petrol/ diesel price revision will resume post the elections and OMCs usually make good any under-recoveries on a full-year basis. LPG being a controlled product, under-recoveries are always compensated for by the government. Hence, short-term volatilities aside, we believe OMCs will realize normalized marketing margins over FY25/ 26 (our estimate of INR 4.7-4.8/ltr). We maintain a positive stance on the sector and make HPCL (vs BPCL earlier) as our top pick in the space given the recent under-performance.**

### Hit on petrol/ diesel marketing margins temporary

The INR 2/ltr price cut is happening after a long period of constant prices (since May'22). Based on our estimates, the marketing margins post the price cut on Friday had come down to INR 2.8/ltr with petrol at INR 6.4/ltr and diesel at INR 1.0/ltr. This compares to ~INR 4/ltr which is usually earned by OMCs. On an annualized basis, every INR 1/ltr of change in marketing margin impacts HPCL/ IOCL/ BPCL's EBITDA by 19%/17%/13% respectively, while the impact on EPS is even higher. However, we don't expect the margin hit to be permanent and believe retail price revisions will resume post the elections as has been observed over the years. The yearly average marketing margins should stabilize notwithstanding the short-term volatility.

### LPG under-recovery to be significant, but to be reimbursed

The government had announced an INR 100/cyl reduction in LPG cylinder prices on 7th March. This comes on the back of a INR 200/cyl cut in Sep'23 and an increase in international propane/ butane prices which has led to a current under-recovery of INR 191/cyl, corresponding to INR 27 bn per month. However, LPG is the only product where pricing is totally controlled by the government and hence the government has historically reimbursed the under-recovery to the OMCs. While the government has not made any provision in the interim budget, we expect it to do so in the final budget. OMCs may record losses in their interim results pending instructions from government (in case the final budget is delayed beyond June '24).

### GRMs remain strong

QTD Singapore GRMs have been fairly strong at USD 7.6/bbl while Friday closing GRMs were USD 5.6/bbl. Also, OMCs continue to benefit from the Russian crude blending, even though the quantum of discount as well as the blending proportion is likely down QoQ. Overall, we believe the global market remains healthy with the cumulative crude oil demand growth from pre-Covid-19 till 2025 likely to be 4.2 mnbpd, while the net refining capacity addition has lagged at 3.5 mnbpd.

### Our View

Short-term price volatility aside, OMCs remain well-placed to benefit from the strong refining environment. Russian crude discounts continue to support GRMs. We expect retail petrol/ diesel price revision post the elections would be a key re-rating trigger. The stocks that we cover remain attractively valued at 4.9-5.1x FY26 EV/EBITDA (adjusted for investments). We reiterate BUY on OMCs with HPCL being the top pick now.

### Hindustan Petroleum Corporation

CMP	: INR 469
Reco	: BUY ↔
Target Price	: INR 608 ↔
Target Price Change	: No Change
Target FY26 EV/EBITDA(x)	: 6
EBITDA Change FY24/25/26	: No Change

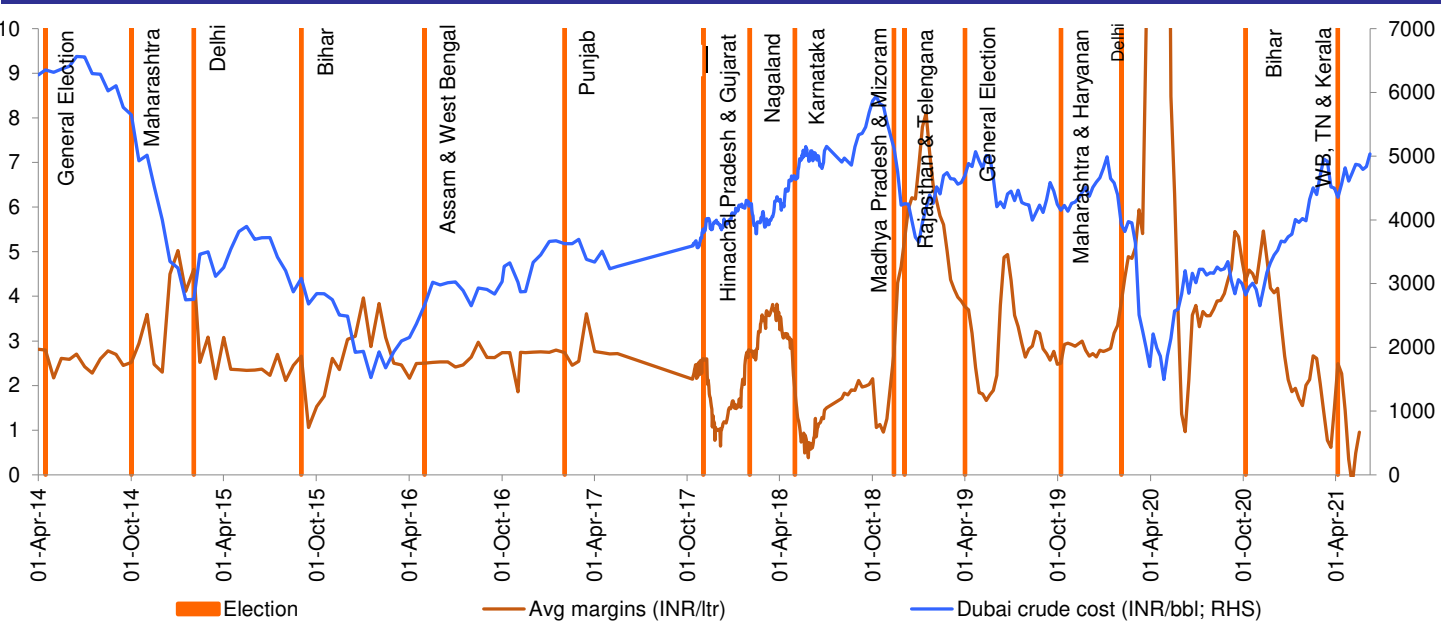
### Indian Oil Corporation

CMP	: INR 161
Reco	: BUY ↔
Target Price	: INR 202 ↔
Target Price Change	: No Change
Target FY26 EV/EBITDA(x)	: 6
EBITDA Change FY24/25/26	: No Change

### Bharat Petroleum Corporation

CMP	: INR 586
Reco	: BUY ↔
Target Price	: INR 686 ↔
Target Price Change	: No Change
Target FY26 EV/EBITDA(x)	: 6
EBITDA Change FY24/25/26	: No Change

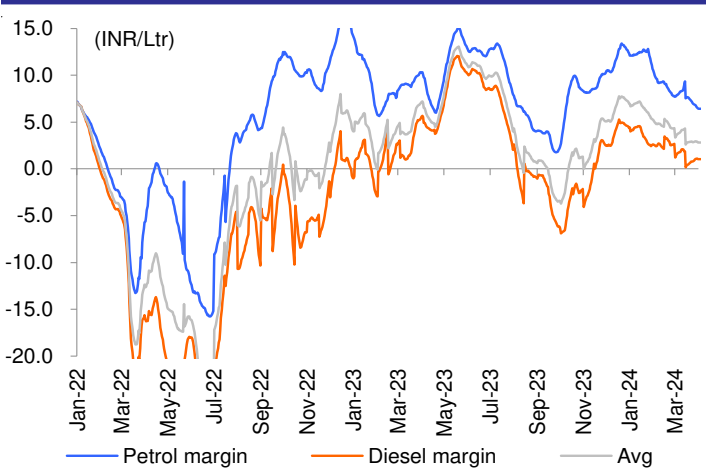
Exhibit 1: Elections to drive volatility in margins



Source: Company, Antique

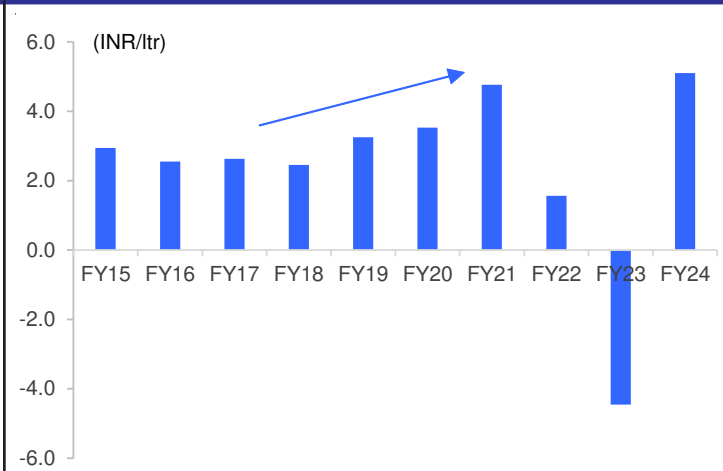
Source: Company, Antique

Exhibit 2: Daily marketing margin trends



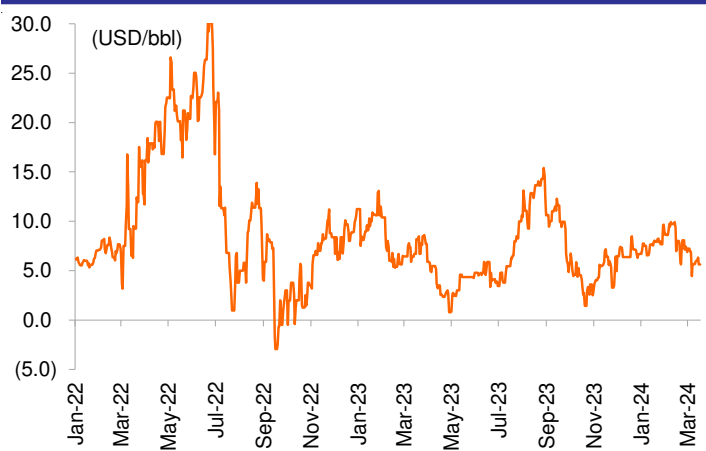
Source: Reuters

Exhibit 3: Yearly marketing margins were stable and increased despite election volatility



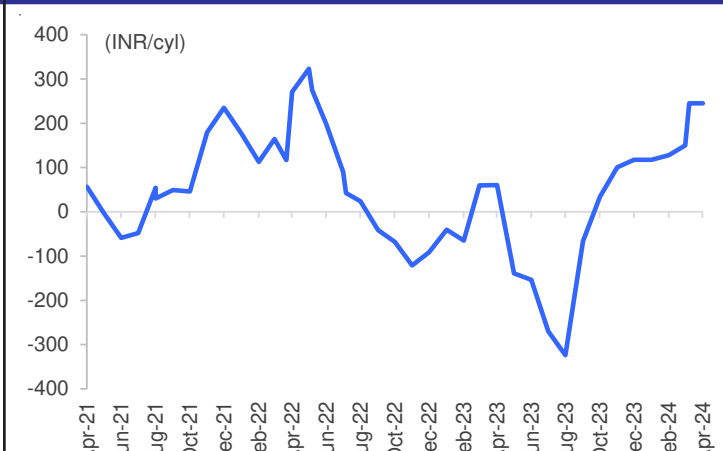
Source: Company, Antique

Exhibit 4: GRMs remain stable



Source: Company, Antique

Exhibit 5: LPG going through a phase of under-recovery



Source: Company, Antique

**Table 1: HPCL SoTP**

<b>HPCL valuation (INR mn)</b>		<b>Comments</b>		
Target EV/EBITDA	6.00			
EBITDA	1,98,589			FY26E
<b>Target EV</b>	<b>11,91,532</b>			
Investments total	<b>2,39,169</b>	Shares	Price	Discount
MRPL	44,906	297	216	30%
OIL India	10,411	27	556	30%
HMEL	87,725	Valued at 6.5x EV/EBITDA		
Barmer refinery	88,831	50% of Book value		
Other unlisted investments	7,296	Book value		
Net debt	<b>5,87,529</b>			FY26E
CWIP	<b>20,270</b>			FY26E @0.75 BV
Target market capitalization	8,63,442			
No. of shares outstanding	1,419			
<b>Target Price</b>	<b>608</b>			

Source: Company, Antique

**Table 2: IOCL SoTP**

<b>IOCL Valuation (INR mn)</b>		<b>Comments</b>		
Target EV/EBITDA multiple	6.00			
EBITDA	5,25,111			FY2026E
<b>Target EV</b>	<b>31,50,665</b>			
Investments Total	<b>5,06,337</b>	Shares	Price	Disc.
Petronet LNG	34,650	188	264	30%
CPCL	47,270	77	877	30%
ONGC	1,78,922	987	259	30%
GAIL	17,642	145	174	30%
Oil India	20,823	54	556	30%
Other Unlisted Investments	2,07,029	Book value		
Net debt	<b>12,87,046</b>			FY2026E
CWIP	<b>4,16,180</b>			FY26E @0.75 BV
Target Mkt Cap	27,86,135			
No. of shares outstanding	13,772			
<b>Target Price</b>	<b>202</b>			

Source: Company, Antique

**Table 3: BPCL SoTP**

<b>BPCL Valuation (INR mn)</b>		<b>Comments</b>		
Target EV/EBITDA	6.00			
EBITDA	2,31,129			FY26E
<b>Target EV</b>	<b>13,86,772</b>			
Investments Total	<b>2,08,695</b>	No. of shares	CMP	Discount
Petronet LNG	34,650	188	264	30%
IGL	45,533	158	413	30%
Oil India	10,411	27	556	30%
Upstream / BPRL	37,250	Valued at 60% book value		
Unlisted CGDs	42,961	Valued at 14x FY23 PER		
Other Unlisted investments	37,890	Book Value		
Net debt	<b>4,01,746</b>			FY26E
CWIP	<b>2,67,338</b>			FY26E @0.75 BV
Target market capitalization	14,61,058			
No. of shares outstanding	2,129			
<b>Target Price</b>	<b>686</b>			

Source: Company, Antique

## Financials - Hindustan Petroleum Corporation

### Profit and loss account (INR mn)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
<b>Net Revenue</b>	<b>34,96,829</b>	<b>44,04,029</b>	<b>32,82,296</b>	<b>32,70,918</b>	<b>33,80,707</b>
Op. Expenses	33,95,070	44,79,250	30,14,164	30,72,981	31,82,118
<b>EBITDA</b>	<b>1,01,760</b>	<b>(75,221)</b>	<b>2,68,132</b>	<b>1,97,937</b>	<b>1,98,589</b>
Depreciation	39,691	43,299	55,082	69,880	74,005
<b>EBIT</b>	<b>62,069</b>	<b>(1,18,520)</b>	<b>2,13,050</b>	<b>1,28,057</b>	<b>1,24,584</b>
Other income	29,697	20,691	21,598	22,778	22,957
Interest Exp.	9,727	21,318	36,186	39,820	41,063
<b>Reported PBT</b>	<b>82,039</b>	<b>(1,19,147)</b>	<b>1,98,462</b>	<b>1,11,015</b>	<b>1,06,478</b>
Tax	18,210	(29,408)	50,012	27,976	26,832
<b>Reported PAT</b>	<b>63,829</b>	<b>(89,739)</b>	<b>1,48,449</b>	<b>83,039</b>	<b>79,645</b>
<b>Net Profit</b>	<b>63,829</b>	<b>(89,739)</b>	<b>1,48,449</b>	<b>83,039</b>	<b>79,645</b>
<b>Adjusted PAT</b>	<b>63,829</b>	<b>(89,739)</b>	<b>1,48,449</b>	<b>83,039</b>	<b>79,645</b>
<b>Adjusted EPS (INR)</b>	<b>45.0</b>	<b>(63.2)</b>	<b>104.6</b>	<b>58.5</b>	<b>56.1</b>

### Balance sheet (INR mn)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
Share Capital	14,189	14,189	14,189	14,189	14,189
Reserves & Surplus	3,72,581	2,62,944	3,92,873	4,23,045	4,70,402
<b>Networth</b>	<b>3,86,770</b>	<b>2,77,133</b>	<b>4,07,062</b>	<b>4,37,234</b>	<b>4,84,591</b>
Debt	4,65,911	6,80,053	6,40,053	6,40,053	6,40,053
Net deferred Tax liabilities	59,782	30,110	33,110	36,110	39,110
<b>Capital Employed</b>	<b>9,12,464</b>	<b>9,87,296</b>	<b>10,80,225</b>	<b>11,13,397</b>	<b>11,63,754</b>
Gross Fixed Assets	7,81,153	9,28,502	11,72,502	13,52,502	14,92,502
Accumulated Depreciation	2,09,818	2,53,117	3,08,199	3,78,079	4,52,084
Capital work in progress	2,67,659	2,28,027	1,05,027	46,027	27,027
<b>Net Fixed Assets</b>	<b>8,38,994</b>	<b>9,03,412</b>	<b>9,69,330</b>	<b>10,20,450</b>	<b>10,67,445</b>
Investments	1,79,437	2,12,105	2,12,105	2,12,105	2,12,105
Non Current Investments	1,25,722	1,60,417	1,60,417	1,60,417	1,60,417
Current Investments	53,715	51,688	51,688	51,688	51,688
<b>Current Assets, Loans &amp; Adv.</b>	<b>4,83,163</b>	<b>4,29,330</b>	<b>5,10,314</b>	<b>4,92,580</b>	<b>5,04,228</b>
Inventory	3,53,456	2,93,439	3,32,064	3,40,006	3,50,790
Debtors	63,318	58,171	80,337	80,263	82,928
Cash & Bank balance	4,421	16,280	33,870	5,526	835
Loans & advances and others	61,968	61,440	64,043	66,785	69,675
<b>Current Liabilities &amp; Provisions</b>	<b>5,89,131</b>	<b>5,57,551</b>	<b>6,11,524</b>	<b>6,11,738</b>	<b>6,20,024</b>
Liabilities	5,60,326	5,30,577	5,84,550	5,84,765	5,93,050
Provisions	28,805	26,973	26,973	26,973	26,973
<b>Net Current Assets</b>	<b>(1,05,968)</b>	<b>(1,28,221)</b>	<b>(1,01,210)</b>	<b>(1,19,158)</b>	<b>(1,15,796)</b>
<b>Application of Funds</b>	<b>9,12,463</b>	<b>9,87,296</b>	<b>10,80,225</b>	<b>11,13,397</b>	<b>11,63,754</b>

### Per share data

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
No. of shares (mn)	1,419	1,419	1,419	1,419	1,419
Diluted no. of shares (mn)	1,419	1,419	1,419	1,419	1,419
BVPS (INR)	273	195	287	308	341
CEPS (INR)	72.9	-32.7	143.4	107.7	108.3
DPS (INR)	14.00	-	42.00	23.00	22.00

Source: Company, Antique

### Cash flow statement (INR mn)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
<b>PBT</b>	<b>82,039</b>	<b>(1,19,149)</b>	<b>1,98,462</b>	<b>1,11,015</b>	<b>1,06,478</b>
Depreciation & amortization	39,691	43,299	55,082	69,880	74,005
Interest expense	9,727	21,318	36,186	39,820	41,063
(Inc)/Dec in working capital	56,503	13,860	(9,421)	(10,395)	(8,053)
Tax paid	(14,510)	(1,597)	(47,012)	(24,976)	(23,832)
Less: Interest/Dividend Income Received	(9,061)	(10,207)	(21,598)	(22,778)	(22,957)
Other operating Cash Flow	(5,496)	18,886	-	-	-
<b>CF from operating activities</b>	<b>1,58,893</b>	<b>(33,590)</b>	<b>2,11,699</b>	<b>1,62,566</b>	<b>1,66,703</b>
Capital expenditure	(1,07,642)	(89,900)	(1,21,000)	(1,21,000)	(1,21,000)
Inc/(Dec) in investments	(27,010)	(32,303)	-	-	-
Add: Interest/Dividend Income Received	8,998	12,878	21,598	22,778	22,957
<b>CF from investing activities</b>	<b>(1,25,654)</b>	<b>(1,09,325)</b>	<b>(99,402)</b>	<b>(98,222)</b>	<b>(98,043)</b>
Inc/(Dec) in share capital	(10,401)	-	-	-	-
Inc/(Dec) in debt	28,151	2,05,732	(40,000)	-	-
Dividend Paid	(32,228)	(19,857)	(14,902)	(52,867)	(32,288)
Int paid & Others	(16,711)	(31,101)	(39,805)	(39,820)	(41,063)
<b>CF from financing activities</b>	<b>(31,189)</b>	<b>1,54,774</b>	<b>(94,707)</b>	<b>(92,687)</b>	<b>(73,351)</b>
<b>Net cash flow</b>	<b>2,050</b>	<b>11,859</b>	<b>17,590</b>	<b>(28,344)</b>	<b>(4,691)</b>
Opening balance	2,372	4,421	16,280	33,870	5,526
<b>Closing balance</b>	<b>4,421</b>	<b>16,280</b>	<b>33,870</b>	<b>5,526</b>	<b>835</b>

### Growth indicators (%)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
Revenue (%)	50.1	25.9	-25.5	-0.3	3.4
EBITDA (%)	-36.1	-173.9	-456.5	-26.2	0.3
Adj PAT (%)	-40.1	-240.6	-265.4	-44.1	-4.1
Adj EPS (%)	-40.1	-240.6	-265.4	-44.1	-4.1

### Valuation (x)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
P/E (x)	10.4	(7.4)	4.5	8.0	8.4
P/BV (x)	1.7	2.4	1.6	1.5	1.4
EV/EBITDA (x)	10.5	(17.0)	4.6	6.3	6.3
EV/Sales (x)	0.3	0.3	0.4	0.4	0.4
Dividend Yield (%)	3.0	-	9.0	4.9	4.7

### Financial ratios

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
RoE (%)	17.1	(27.0)	43.4	19.7	17.3
RoCE (%)	10.4	(10.3)	22.7	13.8	13.0
Asset/T.O (x)	4.9	5.8	4.0	3.7	3.6
Net Debt/Equity (x)	1.1	2.2	1.4	1.3	1.2
EBIT/Interest (x)	9.4	(4.6)	6.5	3.8	3.6

### Margins (%)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
EBITDA Margin (%)	2.9	(1.7)	8.2	6.1	5.9
EBIT Margin (%)	1.8	(2.7)	6.5	3.9	3.7
PAT Margin (%)	1.8	(2.0)	4.5	2.5	2.3

Source: Company Antique

## Financials - Indian Oil Corporation

### Profit and loss account (INR mn)

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
<b>Net Revenue</b>	<b>59,81,638</b>	<b>83,94,721</b>	<b>66,24,587</b>	<b>64,55,543</b>	<b>69,09,121</b>
Op. Expenses	55,49,199	81,69,288	59,32,190	59,62,485	63,84,010
<b>EBITDA</b>	<b>4,32,439</b>	<b>2,25,433</b>	<b>6,92,397</b>	<b>4,93,058</b>	<b>5,25,111</b>
Depreciation	1,10,059	1,21,627	1,39,622	1,54,961	1,77,763
<b>EBIT</b>	<b>3,22,380</b>	<b>1,03,806</b>	<b>5,52,775</b>	<b>3,38,098</b>	<b>3,47,348</b>
Other income	43,242	62,352	42,333	42,550	43,010
Interest Exp.	48,291	69,302	75,550	74,921	75,173
<b>Reported PBT</b>	<b>3,17,331</b>	<b>96,856</b>	<b>5,19,557</b>	<b>3,05,727</b>	<b>3,15,185</b>
Tax	75,489	14,563	1,29,889	76,432	78,796
<b>Reported PAT</b>	<b>2,41,842</b>	<b>82,293</b>	<b>3,89,668</b>	<b>2,29,295</b>	<b>2,36,389</b>
<b>Net Profit</b>	<b>2,41,842</b>	<b>82,293</b>	<b>3,89,668</b>	<b>2,29,295</b>	<b>2,36,389</b>
<b>Adjusted PAT</b>	<b>2,41,842</b>	<b>82,293</b>	<b>3,89,668</b>	<b>2,29,295</b>	<b>2,36,389</b>
<b>Adjusted EPS (INR)</b>	<b>17.6</b>	<b>6.0</b>	<b>28.3</b>	<b>16.6</b>	<b>17.2</b>

### Balance sheet (INR mn)

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
Share Capital	91,810	1,37,715	1,37,715	1,37,715	1,37,715
Reserves & Surplus	12,21,053	12,09,859	14,24,628	15,50,637	16,80,985
<b>Networth</b>	<b>13,12,863</b>	<b>13,47,574</b>	<b>15,62,343</b>	<b>16,88,352</b>	<b>18,18,700</b>
Debt	13,21,986	15,15,500	14,85,500	14,90,500	14,95,500
Net deferred Tax liabilities	1,36,274	1,46,130	1,56,265	1,66,400	1,76,535
<b>Capital Employed</b>	<b>27,71,123</b>	<b>30,09,204</b>	<b>32,04,108</b>	<b>33,45,252</b>	<b>34,90,735</b>
Gross Fixed Assets	20,07,370	23,14,963	25,84,063	28,53,163	30,72,263
Accumulated Depreciation	(5,38,482)	(6,60,109)	(7,99,731)	(9,54,692)	(11,32,455)
Capital work in progress	4,44,460	4,89,906	4,94,906	4,99,906	5,54,906
<b>Net Fixed Assets</b>	<b>19,13,348</b>	<b>21,44,760</b>	<b>22,79,238</b>	<b>23,98,377</b>	<b>24,94,714</b>
Investments	5,77,865	5,75,245	5,75,245	5,75,245	5,75,245
Non Current Investments	5,00,217	4,73,575	4,73,575	4,73,575	4,73,575
Current Investments	77,648	1,01,670	1,01,670	1,01,670	1,01,670
<b>Current Assets, Loans &amp; Adv.</b>	<b>13,92,162</b>	<b>14,79,550</b>	<b>15,50,241</b>	<b>15,82,705</b>	<b>16,42,501</b>
Inventory	10,32,060	11,38,534	11,53,184	11,59,191	11,78,672
Debtors	1,81,365	1,55,399	1,66,124	1,62,419	1,72,360
Cash & Bank balance	8,829	3,634	48,068	77,329	1,06,784
Loans & advances and others	1,69,908	1,81,983	1,82,866	1,83,767	1,84,685
<b>Current Liabilities &amp; Provisions</b>	<b>11,12,252</b>	<b>11,90,351</b>	<b>12,00,616</b>	<b>12,11,075</b>	<b>12,21,725</b>
Liabilities	10,09,231	10,84,949	10,95,214	11,05,673	11,16,323
Provisions	1,03,021	1,05,402	1,05,402	1,05,402	1,05,402
<b>Net Current Assets</b>	<b>2,79,910</b>	<b>2,89,199</b>	<b>3,49,626</b>	<b>3,71,630</b>	<b>4,20,776</b>
<b>Application of Funds</b>	<b>27,71,123</b>	<b>30,09,204</b>	<b>32,04,108</b>	<b>33,45,252</b>	<b>34,90,735</b>

### Per share data

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
No. of shares (mn)	13,772	13,772	13,772	13,772	13,772
Diluted no. of shares (mn)	13,772	13,772	13,772	13,772	13,772
BVPS (INR)	95.33	97.85	113.45	122.60	132.06
CEPS (INR)	25.55	14.81	38.43	27.90	30.07
DPS (INR)	8.40	3.00	12.70	7.50	7.70

Source: Company, Antique

### Cash flow statement (INR mn)

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
<b>PBT</b>	<b>3,17,331</b>	<b>96,980</b>	<b>5,19,557</b>	<b>3,05,727</b>	<b>3,15,185</b>
Depreciation & amortization	1,10,059	1,18,594	1,39,622	1,54,961	1,77,763
Interest expense	38,163	69,302	75,550	74,921	75,173
(Inc)/Dec in working capital	(1,35,386)	(73,242)	(15,993)	7,257	(19,692)
Tax paid	(71,123)	(1,480)	(1,19,754)	(66,297)	(68,661)
Less: Interest/Dividend Income Received	(41,872)	(61,662)	(42,333)	(42,550)	(43,010)
Other operating Cash Flow	(5,399)	61,361	-	-	-
<b>CF from operating activities</b>	<b>2,11,773</b>	<b>2,09,853</b>	<b>5,56,649</b>	<b>4,34,019</b>	<b>4,36,758</b>
Capital expenditure	(2,37,683)	(3,01,882)	(2,74,100)	(2,74,100)	(2,74,100)
Inc/(Dec) in investments	(4,644)	(8,089)	-	-	-
Add: Interest/Dividend Income Received	41,367	57,113	42,333	42,550	43,010
<b>CF from investing activities</b>	<b>(2,00,960)</b>	<b>(2,52,858)</b>	<b>(2,31,767)</b>	<b>(2,31,550)</b>	<b>(2,31,090)</b>
Inc/(Dec) in debt	1,45,747	1,35,811	(30,000)	5,000	5,000
Dividend Paid	(1,08,960)	(33,094)	(1,74,899)	(1,03,287)	(1,06,041)
Others	(43,629)	(63,177)	(75,550)	(74,921)	(75,173)
<b>CF from financing activities</b>	<b>(6,842)</b>	<b>39,540</b>	<b>(2,80,449)</b>	<b>(1,73,207)</b>	<b>(1,76,213)</b>
<b>Net cash flow</b>	<b>3,971</b>	<b>(3,465)</b>	<b>44,434</b>	<b>29,262</b>	<b>29,454</b>
Opening balance	4,858	7,099	3,634	48,068	77,329
<b>Closing cash balance</b>	<b>8,829</b>	<b>3,634</b>	<b>48,068</b>	<b>77,329</b>	<b>1,06,784</b>

### Growth indicators (%)

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
Revenue (%)	58.2	40.3	-21.1	-2.6	7.0
EBITDA (%)	13.6	-47.9	207.1	-28.8	6.5
Adj PAT (%)	10.8	-66.0	373.5	-41.2	3.1
Adj EPS (%)	10.8	-66.0	373.5	-41.2	3.1

### Valuation (x)

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
P/E (x)	9.2	26.9	5.7	9.7	9.4
P/BV (x)	1.7	1.6	1.4	1.3	1.2
EV/EBITDA (x)	8.0	16.1	5.1	7.2	6.7
EV/Sales (x)	0.6	0.4	0.5	0.5	0.5
Dividend Yield (%)	5.2	1.9	7.9	4.7	4.8

### Financial ratios

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
RoE (%)	20.0	6.2	26.8	14.1	13.5
RoCE (%)	14.5	5.7	19.2	11.6	11.4
Asset/T.O (x)	3.0	3.6	2.6	2.4	2.4
Net Debt/Equity (x)	0.9	1.0	0.9	0.8	0.7
EBIT/Interest (x)	7.6	2.4	7.9	5.1	5.2

### Margins (%)

Year ended March 31	FY22	FY23	FY24e	FY25e	FY26e
EBITDA Margin (%)	7.2	2.7	10.5	7.6	7.6
EBIT Margin (%)	5.4	1.2	8.3	5.2	5.0
PAT Margin (%)	4.0	1.0	5.8	3.5	3.4

Source: Company Antique

## Financials - Bharat Petroleum Corporation

### Profit and loss account (INR mn)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
<b>Net Revenue</b>	<b>43,24,224</b>	<b>53,34,675</b>	<b>42,53,504</b>	<b>42,83,547</b>	<b>44,41,524</b>
Op. Expenses	41,34,007	52,25,107	38,41,267	40,49,857	42,10,396
<b>EBITDA</b>	<b>1,90,217</b>	<b>1,09,568</b>	<b>4,12,236</b>	<b>2,33,691</b>	<b>2,31,129</b>
Depreciation	54,179	63,450	65,034	67,727	69,300
<b>EBIT</b>	<b>1,36,038</b>	<b>46,118</b>	<b>3,47,202</b>	<b>1,65,964</b>	<b>1,61,829</b>
Other income	26,336	21,839	24,520	25,321	28,811
Interest Exp.	22,088	32,165	27,539	27,643	27,633
Extra Ordinary Items -gain/(loss)	16,430	(13,559)	-	-	-
<b>Reported PBT</b>	<b>1,56,716</b>	<b>22,233</b>	<b>3,44,183</b>	<b>1,63,642</b>	<b>1,63,007</b>
Tax	43,082	3,465	79,135	39,551	39,300
<b>Reported PAT</b>	<b>1,13,634</b>	<b>18,768</b>	<b>2,65,048</b>	<b>1,24,091</b>	<b>1,23,707</b>
<b>Adjusted PAT</b>	<b>97,204</b>	<b>32,327</b>	<b>2,65,048</b>	<b>1,24,091</b>	<b>1,23,707</b>
<b>Adjusted EPS (INR)</b>	<b>45.6</b>	<b>15.2</b>	<b>124.5</b>	<b>58.3</b>	<b>58.1</b>

### Balance sheet (INR mn)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
Share Capital	21,290	21,294	21,294	21,294	21,294
Reserves & Surplus	495,160	498,668	6,57,246	7,32,361	8,07,092
<b>Networth</b>	<b>5,16,450</b>	<b>5,19,962</b>	<b>6,78,540</b>	<b>7,53,655</b>	<b>8,28,386</b>
Debt	4,22,150	4,47,751	3,97,751	3,57,751	4,97,751
Net deferred Tax liabilities	58,660	70,683	81,474	86,868	92,227
<b>Capital Employed</b>	<b>9,97,260</b>	<b>10,38,396</b>	<b>11,57,765</b>	<b>11,98,274</b>	<b>14,18,364</b>
Gross Fixed Assets	10,98,974	11,90,334	12,90,334	13,90,334	14,40,334
Accumulated Depreciation	2,60,924	3,24,374	3,89,408	4,57,135	5,26,435
Capital work in progress	49,960	56,733	56,733	1,06,733	3,56,733
<b>Net Fixed Assets</b>	<b>8,88,010</b>	<b>9,22,693</b>	<b>9,57,659</b>	<b>10,39,932</b>	<b>12,70,632</b>
Investments	1,26,310	1,38,722	1,38,722	1,38,722	1,38,722
Non Current Investments	81,890	95,951	95,951	95,951	95,951
Current Investments	44,420	42,771	42,771	42,771	42,771
<b>Current Assets, Loans &amp; Advances</b>					
Inventory	4,21,760	3,80,647	3,80,647	3,80,647	3,80,647
Debtors	96,990	67,219	67,219	67,219	67,219
Cash & Bank balance	14,490	21,204	1,05,608	63,843	53,233
Loans & advances and others	94,240	77,380	77,380	77,380	77,380
<b>Current Liabilities &amp; Provisions</b>					
Liabilities	6,14,100	5,41,027	5,41,027	5,41,027	5,41,027
Provisions	30,440	28,442	28,442	28,442	28,442
<b>Net Current Assets</b>	<b>(17,060)</b>	<b>(23,020)</b>	<b>61,384</b>	<b>19,619</b>	<b>9,009</b>
<b>Application of Funds</b>	<b>9,97,260</b>	<b>10,38,396</b>	<b>11,57,765</b>	<b>11,98,274</b>	<b>14,18,364</b>

### Per share data

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
No. of shares (mn)	2,129	2,129	2,129	2,129	2,129
Diluted no. of shares (mn)	2,129	2,129	2,129	2,129	2,129
BVPS (INR)	242.53	244.18	318.65	353.93	389.02
CEPS (INR)	78.81	38.61	155.01	90.08	90.64
DPS (INR)	26.00	4.00	50.00	23.00	23.00

Source: Company, Antique

### Cash flow statement (INR mn)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
<b>PBT</b>	<b>1,56,717</b>	<b>22,167</b>	<b>3,44,183</b>	<b>1,63,642</b>	<b>1,63,007</b>
Depreciation & amortization	54,179	63,474	65,034	67,727	69,300
Interest expense	22,088	32,164	27,539	27,643	27,633
(Inc)/Dec in working capital	18,750	(610)	-	-	-
Tax paid	(18,228)	(8,013)	(68,344)	(34,158)	(33,941)
Less: Interest/Dividend Income Received	(14,936)	(15,035)	(24,520)	(25,321)	(28,811)
Other operating Cash Flow	(10,436)	12,493	-	-	-
<b>CF from operating activities</b>	<b>2,08,134</b>	<b>1,06,640</b>	<b>3,43,893</b>	<b>1,99,533</b>	<b>1,97,188</b>
Capital expenditure	(74,238)	(73,768)	(1,00,000)	(1,50,000)	(3,00,000)
Inc/(Dec) in investments	13,818	5,824	-	-	-
Equity/debt investments	(30,895)	(8,050)	-	-	-
Add: Interest/Dividend Income Received	13,878	12,022	24,520	25,321	28,811
<b>CF from investing activities</b>	<b>(77,437)</b>	<b>(63,973)</b>	<b>(75,480)</b>	<b>(1,24,679)</b>	<b>(2,71,189)</b>
Inc/(Dec) in share capital	4,624	-	-	-	-
Inc/(Dec) in debt	(32,642)	(1,528)	(50,000)	(40,000)	1,40,000
Dividend Paid	(1,44,827)	(12,815)	(1,06,470)	(48,976)	(48,976)
Finance cost	(13,771)	(22,314)	(27,539)	(27,643)	(27,633)
<b>CF from financing activities</b>	<b>(1,86,616)</b>	<b>(36,657)</b>	<b>(1,84,009)</b>	<b>(1,16,619)</b>	<b>63,391</b>
<b>Net cash flow</b>	<b>(55,919)</b>	<b>6,010</b>	<b>84,404</b>	<b>(41,765)</b>	<b>(10,610)</b>
Opening balance	68,724	12,803	18,813	1,03,217	61,452
<b>Closing balance</b>	<b>12,805</b>	<b>18,813</b>	<b>1,03,217</b>	<b>61,452</b>	<b>50,842</b>
<b>Bank balance</b>	<b>1,685</b>	<b>2,391</b>	<b>2,391</b>	<b>2,391</b>	<b>2,391</b>
<b>Cash and bank balance</b>	<b>14,490</b>	<b>21,204</b>	<b>1,05,608</b>	<b>63,843</b>	<b>53,233</b>

### Growth indicators (%)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
Revenue (%)	43.25	23.37	-20.27	0.71	3.69
EBITDA (%)	11.04	-42.40	276.24	-43.31	-1.10
Adj PAT (%)	-22.81	-66.74	719.89	-53.18	-0.31
Adj EPS (%)	-28.70	-66.74	719.89	-53.18	-0.31

### Valuation (x)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
P/E (x)	12.8	38.6	4.7	10.1	10.1
P/BV (x)	2.4	2.4	1.8	1.7	1.5
EV/EBITDA (x)	8.47	14.89	3.63	6.41	7.14
EV/Sales (x)	0.37	0.31	0.35	0.35	0.37
Dividend Yield (%)	4.4	0.7	8.5	3.9	3.9

### Financial ratios

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
RoE (%)	18.3	6.2	44.2	17.3	15.6
RoCE (%)	16.8	6.7	33.9	16.2	14.6
Asset/T.O (x)	5.3	6.0	4.4	4.1	3.8
Net Debt/Equity (x)	0.7	0.7	0.4	0.3	0.5
EBIT/Interest (x)	7.4	2.1	13.5	6.9	6.9

### Margins (%)

Year ended Mrch 31	FY22	FY23	FY24e	FY25e	FY26e
EBITDA Margin (%)	4.4	2.1	9.7	5.5	5.2
EBIT Margin (%)	3.1	0.9	8.2	3.9	3.6
PAT Margin (%)	2.2	0.6	6.2	2.9	2.8

Source: Company Antique

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### Top picks:

Yatra Online

## SECTOR UPDATE

# Online Travel (OTA)

## Rising travel continues to provide a great outlook

**Travel surge continued in Feb'24 with domestic air passenger traffic growing 5.7% YoY exceeding pre-Covid-19 level (Feb'20) by 3.4%. However, on a MoM basis, it declined by 2.9% mainly due to the ongoing supply constraints. In 11MFY24, on the back of robust load factor of 91%, domestic air passenger traffic surged 14% YoY to 140.4 mn passengers, surpassing pre-Covid-19 levels by 6%. We expect domestic air travel to reach 155 mn passengers in FY24 (14% YoY), surpassing pre-Covid-19 levels of 141.2 mn passengers. The hotel industry continued to witness growth in ADRs. ADR improved by 11% YoY to INR 8,400 in Jan'24 mainly due to recovery in foreign tourist arrival. Average occupancy in 10MFY24 remained flat at 64%. Recently PM Narendra Modi unveiled travel infrastructure worth INR 14 bn which is expected to enhance air connectivity and streamline travel. According to FCM Travel India, business travel spends in India is expected to increase by 18% in CY24 to USD 38 bn driven by tech events. Given the ongoing tailwinds in the travel industry, we believe the upward trajectory in both corporate and leisure travel is likely to continue, benefiting the OTA players.**

### Steady growth in air travel continues

Domestic air passenger traffic in Feb'24 stood at 12.8 mn, indicating a marginal decline of 2.9% MoM, mainly due to the ongoing supply constraints. However, the industry witnessed a notable YoY growth of 5.7% and surpassed pre-Covid-19 growth by 3.4% from Feb'20. During 11MFY24, domestic air passenger traffic reached 140.4 mn, a robust 14% YoY increase and surpassed pre-Covid-19 levels by 5%. Domestic passenger load factor (PLF) continued to remain healthy at 91%. In Dec'23, foreign tourist arrival (FTA) reached 1.1 mn as compared to 1.0 mn in Dec'22, registering a growth of 7.8%. In CY23, FTA grew by 43.5% YoY to 9.2 mn passengers, however, it is still 15.5% below pre-Covid-19 levels, indicating slower recovery. Buoyed by the rapid recovery in FY23, we expect domestic air travel to reach 155 mn passengers in FY24 (14% YoY), surpassing pre-Covid-19 levels of 141.2 mn. This upward trajectory is set to continue into FY25, driven by rising demand for both leisure and corporate travel, alongside improvements in airport infrastructure.

### ADRs continue to grow

Occupancy in Jan'24 grew by 200 bps YoY to 67%; however, on a MoM basis, it was down 300 bps and 400 bps as compared to pre-Covid-19 levels. The average occupancy in 10MFY24 remained flat at 64% as compared to FY23. Additionally, ADR improved by 11% YoY but declined by 3% MoM to INR 8,400 in Jan'24. Compared to pre-Covid-19, ADR grew by 30%. The 10MFY24 average ADR is up 12% to INR 7,430 as compared to FY23. Growth has been mainly driven by a recovery in FTA.

### New initiatives by the government to aid travel & tourism

Under the Swadesh Darshan and PRASHAD initiatives, PM Narendra Modi recently unveiled nine infrastructure projects valued at INR 4,690 mn and launched 43 projects valued at INR 9,630 mn in a bid to enhance tourism infrastructure across the country. We believe this initiative is a positive development and will unlock travel to newer destinations. Furthermore, PM Modi inaugurated and laid the foundation for 15 new airport terminals, mainly in Tier 2 and 3 cities, to enhance air connectivity and streamline travel.

### Business travel expenditure is estimated to increase by 18% in CY24

India is the 9th largest market globally in terms of business travel expenditure and holds the 4th position within the Asia Pacific region, accounting for 5.7% of total business travel spending. According to FCM Travel India, India's business travel expenditure grew 25% in CY23 reaching 78% of pre-Covid-19 levels. The same is expected to increase by 18% to USD 38 bn in CY24. As per Global Business Travel Association (GBTA), India is expected to reach pre-Covid-19 business spending by CY25 and is expected to reach 120% of spending by CY27 mainly driven by technology events.

### Our View

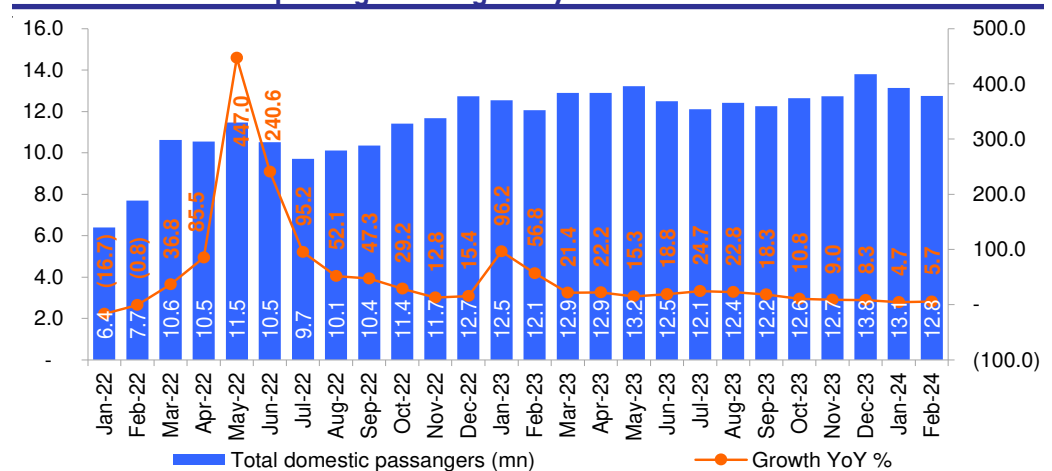
Given the ongoing tailwinds in the travel industry, we believe the upward trajectory in both corporate and leisure travel is likely to continue. Strong traction in corporate travel is expected to be seen in 4QFY24 which is a seasonally strong quarter. We remain positive on YATRA and maintain BUY on the stock with an unchanged TP of INR 198.

**Table 1: Gross booking growth remains strong with healthy take rates**

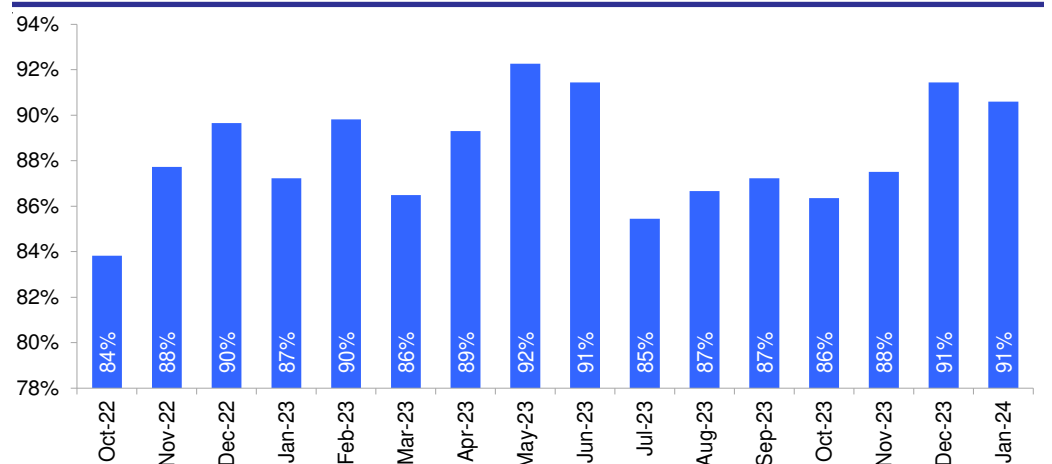
Gross booking (INR mn)	1QFY23	2QFY23	3QFY23	4QFY23	1QFY24	2QFY24	3QFY24
MakeMyTrip*	1,28,998	1,23,333	1,39,054	1,33,908	1,58,999	1,47,176	1,67,062
EaseMyTrip	16,631	19,777	22,670	21,428	23,710	20,256	20,261
Yatra	17,858	15,886	15,804	17,825	19,832	17,504	18,605
<b>YoY growth</b>							
MakeMyTrip	462%	110%	50%	65%	23%	19%	20%
EaseMyTrip	366%	121%	75%	83%	43%	2%	-11%
Yatra	591%	88%	33%	83%	11%	10%	18%
<b>Blended take rate</b>							
MakeMyTrip	9.7%	10.2%	9.9%	9.9%	10.0%	10.3%	10.4%
EaseMyTrip	7.9%	8.6%	8.7%	8.3%	8.2%	10.5%	9.3%
Yatra	6.4%	9.5%	8.3%	9.9%	7.6%	7.7%	7.8%

Source: Company, Antique; \*Note: For comparison, gross booking figure for MakeMyTrip has been converted into INR using conversion rate of USD 1=INR 80

## Story in Charts

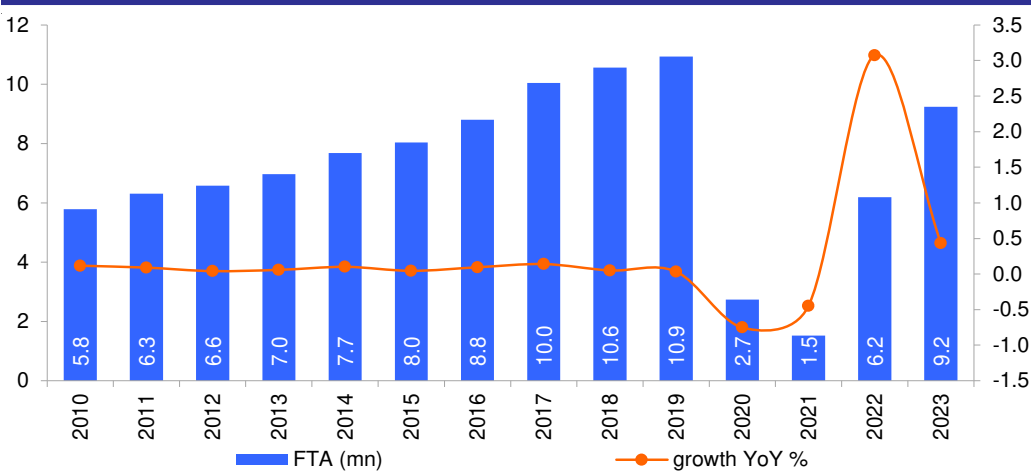
**Exhibit 1: Domestic air passenger traffic grew by 14% YoY in 11MFY24**

Source: DGCA, Antique

**Exhibit 2: PLF remains in excess of 85%**

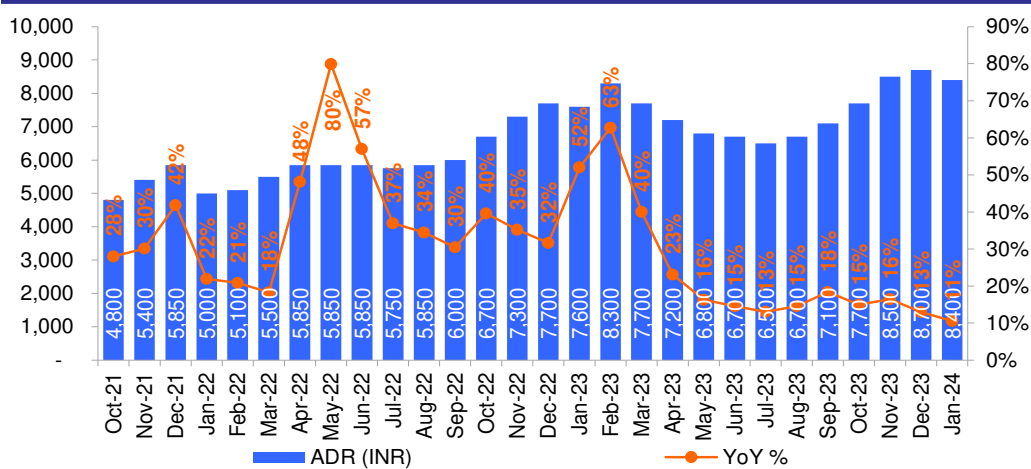
Source: DGCA, Antique

Exhibit 3: Foreign tourist arrival yet to recover to its pre-Covid-19 level



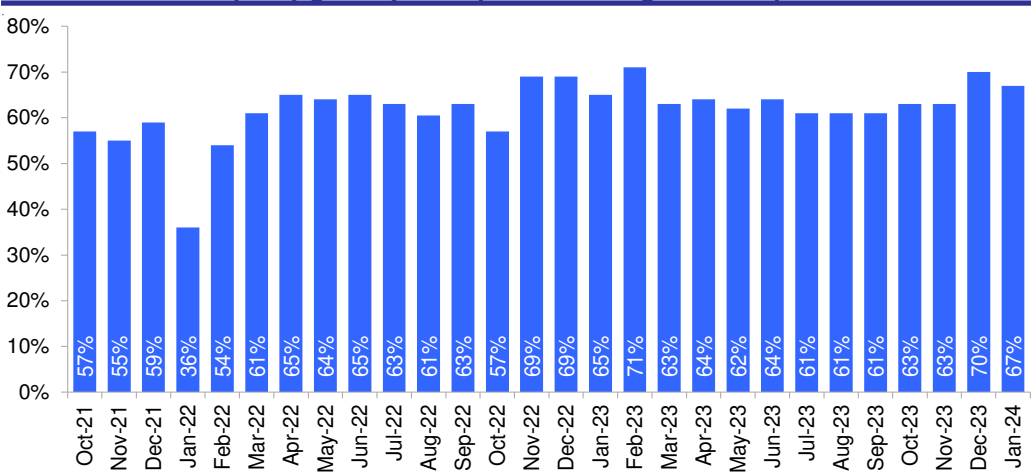
Source: Ministry of Tourism, Antique

Exhibit 4: ADR for hotels increased by 11% YoY in Jan'24



Source: HVS Anarock, Antique

Exhibit 5: Hotel occupancy grew by 200 bps YoY but de-grew 300 bps MoM in Jan'24



Source: HVS Anarock, Antique

Valuation Guide

Company	Reco	OMP	P	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)		RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	FY25	FY25		1m	12m
AGROCHEM & FERTILIZERS																								
Bayer Cropscience	Hold	4,984	6,380	28	224.0	2.7	8.7	10.0	11.5	193.5	223.7	255.0	25.8	22.3	19.5	18.7	16.0	14.1	7.2	33.3	43.4	-15	25	
Coromandel Intl.	Buy	1,075	1,340	25	316.4	3.8	17.4	20.1	21.9	59.3	68.5	74.4	18.1	15.7	14.4	11.7	10.1	8.9	2.9	19.9	28.2	-1	25	
Dhanuka Agritech	Buy	991	1,280	29	45.2	0.5	2.4	2.8	3.2	52.6	62.3	70.9	18.8	15.9	14.0	12.9	10.6	9.1	3.0	20.7	27.9	9	50	
Paradeep Phosphates	Buy	70	120	71	57.1	0.7	0.5	6.8	8.0	0.6	8.3	9.8	110.6	8.4	7.1	15.5	6.3	5.1	1.4	17.8	16.3	-11	35	
PI Industries	Buy	3,649	4,060	11	553.6	6.7	15.9	15.3	17.6	104.3	100.8	115.9	35.0	36.2	31.5	26.5	26.8	22.5	5.6	16.6	19.7	0	22	
Rallis India	Hold	259	260	0	50.4	0.6	1.6	2.3	2.8	8.4	11.6	14.6	31.0	22.3	17.7	15.1	11.6	9.3	2.6	11.9	15.5	5	34	
Sharda Cropchem	Hold	331	400	21	29.9	0.4	0.0	2.2	3.0	0.5	24.1	33.6	612.4	13.8	9.9	13.6	4.6	3.4	1.2	9.4	12.1	-10	-25	
Sumitomo Chemical India	Buy	344	480	40	171.7	2.1	3.3	4.8	6.0	6.7	9.6	12.0	51.4	35.8	28.7	38.6	26.7	21.3	5.6	16.7	22.5	9	-20	
UPL	Buy	475	710	49	356.7	4.3	-5.5	29.4	44.3	-7.4	39.2	59.0	-64.4	12.1	8.1	9.7	5.0	4.0	1.3	10.8	13.2	-3	-34	
AUTO & AUTO ANC.																								
Apollo Tyres	Buy	473	616	30	300.4	3.6	20.5	20.7	23.0	32.3	32.6	36.2	14.7	14.5	13.0	7.0	6.3	5.5	1.8	13.3	14.7	-11	53	
Ashok Leyland	Buy	162	232	43	475.2	5.7	23.0	26.0	30.3	7.8	8.9	10.3	20.7	18.2	15.7	12.3	11.0	9.5	4.3	25.0	27.7	-7	16	
Bajaj Auto	Hold	8,351	7,417	(11)	2,364.7	28.5	72.0	81.5	94.5	254.3	288.0	334.0	32.8	29.0	25.0	25.7	22.1	18.7	39.7	28.9	38.3	0	119	
Balkrishna Industries	Sell	2,267	2,264	(0)	438.3	5.3	11.7	14.6	17.5	60.8	75.4	90.6	37.3	30.1	25.0	21.4	17.8	15.3	4.8	16.7	16.6	-3	16	
Ceat	Buy	2,500	3,180	27	101.1	1.2	7.1	7.2	8.0	175.6	178.2	198.5	14.2	14.0	12.6	7.1	6.9	6.1	2.2	16.5	17.5	-13	79	
Eicher Motors	Buy	3,746	4,764	27	1,025.6	12.4	38.2	45.0	54.0	139.3	164.2	196.9	26.9	22.8	19.0	22.4	18.6	15.0	5.0	23.8	27.9	5	26	
Hero MotoCorp	Buy	4,585	5,389	18	916.7	11.1	36.0	40.8	47.8	180.2	204.0	239.3	25.4	22.5	19.2	17.2	15.1	12.8	4.7	21.7	28.3	6	96	
TVS Motors	Sell	2,066	1,729	(16)	981.7	11.8	19.2	24.2	30.8	40.4	50.9	64.8	51.1	40.6	31.9	29.6	24.2	19.4	10.4	28.4	31.2	-3	97	
Mahindra & Mahindra	Buy	1,800	1,846	3	2,237.7	27.0	92.7	96.3	104.6	74.7	77.7	84.4	24.1	23.2	21.3	17.6	15.4	13.7	9.4	17.9	21.8	-2	54	
Maruti Suzuki India	Buy	11,477	13,538	18	3,608.3	43.6	115.2	135.8	157.2	381.4	449.6	520.7	30.1	25.5	22.0	23.0	18.3	15.4	4.4	18.4	23.4	1	38	
Sansera Engineering	Buy	974	1,155	19	52.2	0.6	2.0	2.7	3.4	37.2	51.6	64.2	26.2	18.9	15.2	12.7	10.0	8.3	3.1	18.2	19.1	-6	34	
Suprajit Engineering	Buy	409	517	26	56.7	0.7	1.6	2.5	3.2	11.9	18.4	23.5	34.3	22.3	17.4	17.8	13.1	10.5	4.0	18.6	19.7	7	12	
BUILDING MATERIALS																								
Apollo Pipes	Buy	658	750	14	25.9	0.3	0.5	0.8	1.0	13.7	17.9	23.6	47.9	36.7	27.9	23.7	17.4	13.6	3.5	9.8	13.9	-14	16	
Astral	Hold	2,030	2,020	(1)	545.4	6.6	5.9	7.6	9.0	21.9	28.1	33.6	92.5	72.2	60.4	55.4	43.9	36.7	14.1	21.3	26.7	3	52	
Cera Sanitaryware	Buy	6,950	9,310	34	90.4	1.1	2.3	2.7	3.2	178.5	209.4	245.0	38.9	33.2	28.4	28.5	24.2	20.6	6.0	19.2	24.9	-8	12	
Finolex Industries	Hold	213	210	(2)	132.4	1.6	4.4	5.3	6.3	7.2	8.6	10.3	29.7	24.9	20.8	22.1	19.4	16.5	2.1	8.8	10.4	6	31	
Greenlam Industries	Buy	463	670	45	59.0	0.7	1.3	1.5	2.7	10.6	11.8	20.9	43.7	39.3	22.1	23.7	17.1	12.5	4.9	13.1	12.3	-13	51	
Kajaria Ceramics	Buy	1,177	1,500	27	187.5	2.3	4.5	5.5	6.8	28.0	34.5	42.8	42.0	34.1	27.5	25.0	20.4	16.8	6.5	20.2	25.3	-7	11	
Prince Pipes and Fittings	Buy	532	840	58	58.8	0.7	1.9	2.3	2.9	16.9	21.2	26.1	31.5	25.1	20.4	17.4	14.6	11.7	3.4	14.4	18.9	-10	-7	
Somany Ceramics	Buy	582	820	41	23.9	0.3	0.9	1.3	1.7	22.3	31.9	41.3	26.1	18.2	14.1	11.9	9.6	8.0	2.8	16.4	16.1	-15	13	
Supreme Industries	Hold	3,901	4,690	20	495.5	6.0	10.4	12.4	14.9	81.9	97.6	117.3	47.7	40.0	33.2	31.9	27.0	22.4	8.4	22.7	27.5	-1	52	
CEMENT																								
ACC	Buy	2,503	3,000	20	470.0	5.7	19.6	23.7	27.3	104.4	126.2	145.2	24.0	19.8	17.2	13.3	10.4	8.9	2.7	14.2	19.3	-8	45	
Ambuja Cement	Buy	601	615	2	1,192.9	14.4	26.0	33.5	39.7	10.6	13.6	16.1	56.8	44.1	37.3	25.0	20.0	16.8	3.1	9.3	10.0	3	59	
Birla Corp	Buy	1,414	1,750	24	108.9	1.3	4.2	6.1	7.5	54.7	79.6	97.4	25.8	17.8	14.5	10.0	8.5	7.7	1.6	9.2	9.9	-18	64	
Dalmia Bharat	Buy	1,880	2,550	36	352.7	4.3	9.1	13.1	17.5	49.1	71.0	94.4	38.3	26.5	19.9	12.5	10.4	9.0	2.0	7.7	10.0	-10	4	
Grasim Industries	Buy	2,197	2,540	16	1,468.1	17.7	18.6	18.9	22.1	28.2	28.8	33.6	77.8	76.3	65.4	56.3	46.8	41.2	2.9	3.9	5.3	4	39	
Heidelberg	Hold	193	210	9	43.8	0.5	2.0	2.6	3.1	8.9	11.6	13.5	21.8	16.6	14.3	10.6	8.4	7.3	2.9	17.6	20.5	-9	18	
JK Cement	Buy	4,070	4,500	11	314.5	3.8	8.7	10.5	11.7	112.2	136.5	151.6	36.3	29.8	26.9	16.4	14.2	12.8	5.0	18.1	16.7	-3	44	
JK Lakshmi Cement	Buy	825	1,000	21	97.1	1.2	4.8	7.0	8.0	40.7	59.7	67.7	20.3	13.8	12.2	10.3	8.2	7.4	2.6	20.2	18.9	-14	19	
Nuvoco Vistas	Hold	300	410	37	107.1	1.3	1.4	3.6	5.0	3.9	10.2	14.1	77.2	29.5	21.3	8.9	7.6	7.0	1.1	4.0	6.8	-12	-9	
Orient Cement	Hold	206	230	11	42.2	0.5	1.8	2.6	3.1	8.8	12.6	15.2	23.3	16.3	13.6	9.5	7.1	6.4	2.2	14.0	16.7	-23	86	
Shree Cements	Buy	25,070	32,300	29	904.6	10.9	22.2	27.9	32.0	613.9	773.8	885.6	40.8	32.4	28.3	19.6	15.9	13.7	4.0	12.9	16.3	-5	0	
Ramco Cement	Buy	807	1,060	31	190.6	2.3	3.8	6.5	8.1	16.0	27.3	34.3	50.3	29.5	23.5	14.8	11.7	10.4	2.4	8.6	9.9	-7	12	
UltraTech Cement	Buy	9,633	11,200	16	2,780.9	33.6	74.3	97.6	121.1	257.8	332.0	411.8	37.4	29.0	23.4	20.8	16.6	13.5	4.1	15.1	19.4	-3	32	
FMCG & RETAIL																								
Aditya Birla Fashion & Retail	Hold	207	255	23	196.8	2.4	4.2	0.8	3.2	-4.4	0.9	3.4	-47.3	234.3	60.9	13.7	10.5	8.3	6.5	2.8	9.3	-10	4	
Arvind Fashions	Buy	452	600	33	60.2	0.7	0.5	1.3	2.1	3.9	9.9	15.6	114.7	45.7	29.1	11.9	9.2	7.1	4.9	10.6	20.0	-2	63	
Asian Paints	Hold	2,868	3,362	17	2,750.5	33.2	56.1	58.1	64.5	58.5	60.5	67.2	49.0	47.4	42.6	34.5	32.6	28.9	12.5	28.2	33.8	-5	0	
Avenue Supermarts	Hold	3,932	4,243	8	2,558.7	30.9	26.7	33.5	40.2	41.3	51.8	62.0	95.3	75.9	63.4	62.8	50.2	41.8	11.3	14.9	20.1	6	19	
Bajaj Consumer Care	Buy	213	256	20	30.6	0.4	1.6	1.8	2.0	11.4	12.8	14.2	18.6	16.6	15.0	13.2	10.9	9.0	2.3	14.8	18.0	1	36	
Colgate Palmolive	Hold	2,729	2,246	(18)	742.1	9.0	13.1	13.9	15.3	48.1	51.1	56.1	56.7	53.4	48.6	39.2	36.6	33.2	35.7	69.7	108.3	6	83	
Dabur India	Buy	527	617	17	933.1	11.3	18.8	21.6	24.2	10.6	12.2	13.7	49.5	43.1	38.4	37.6	33.1	29.1	8.6	20.9	24.5	-3	-2	

Valuation Guide

Company	Reco	OMP	P	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)		
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	FY25	FY25	1m	12m	
INDUSTRIALS & ENGINEERING																								
ABB	Buy	5,617	6,058	8	1,190.2	14.4	12.5	14.9	19.9	58.9	70.5	93.9	95.4	79.7	59.8	75.9	63.0	46.4	170	23.1	31.6	24	70	
Bharat Dynamics	Buy	1,682	2,038	21	308.3	3.7	6.3	9.2	11.7	34.6	50.2	63.7	48.7	33.5	26.4	41.4	25.3	19.3	7.3	23.6	24.0	-2	84	
Bajaj Elec.	Hold	929	1,050	13	107.1	1.3	1.7	2.6	3.2	15.1	22.7	27.6	61.5	41.0	33.6	37.2	23.5	18.9	4.8	12.1	14.4	-9	4	
BEML	Hold	2,802	2,937	5	116.7	1.4	2.9	3.6	4.9	69.4	86.7	117.5	40.4	32.3	23.9	26.8	21.1	15.9	3.9	12.8	12.4	-11	130	
Bharat Electronics	Buy	189	221	17	1,380.5	16.7	36.3	41.7	50.4	5.0	5.7	6.9	38.1	33.1	27.4	27.7	23.5	18.9	7.6	24.6	25.4	0	102	
BHEL	Buy	217	299	38	754.7	9.1	5.2	19.2	34.7	1.5	5.5	10.0	146.3	39.3	21.8	98.6	27.6	15.9	2.6	6.8	10.4	-4	184	
Blue Star	Hold	1,280	1,149	(10)	263.2	3.2	4.0	5.4	6.8	20.5	27.8	35.1	62.3	46.0	36.4	39.5	30.6	25.0	13.7	32.5	33.5	4	78	
Cochin Shipyard	Hold	890	890	(0)	234.3	2.8	6.9	5.4	5.2	26.1	20.6	19.8	34.1	43.3	45.1	24.2	30.3	33.3	4.4	10.5	13.8	6	301	
Crompton Consumer	Hold	276	320	16	177.2	2.1	4.4	5.5	6.8	6.9	8.7	10.7	40.0	31.8	25.8	25.2	20.4	16.7	5.7	18.6	19.3	-3	4	
Cummins India	Hold	2,708	2,750	2	750.6	9.1	13.8	16.0	19.1	49.8	57.9	68.8	54.3	46.8	39.4	47.5	40.0	32.8	11.5	25.8	32.6	3	61	
Engineers India	Hold	189	238	26	106.1	1.3	3.4	3.9	4.7	5.4	6.3	7.5	35.1	30.2	25.2	29.6	23.9	18.5	4.2	16.3	18.9	-13	149	
Garden Reach Shipbuilders	Buy	761	962	26	87.1	1.1	2.9	3.1	3.5	25.4	26.7	30.4	29.9	28.5	25.0	26.9	24.5	19.8	4.5	16.6	18.5	-4	82	
GE T&D	Hold	859	712	(17)	219.9	2.7	1.7	2.6	4.1	6.8	10.1	15.8	126.2	84.9	54.3	74.9	54.4	36.5	14.6	18.8	26.4	10	626	
Jupiter Wagons Ltd	Hold	343	362	6	141.2	1.7	3.3	4.6	6.0	7.9	11.1	14.5	43.3	30.8	23.7	28.9	21.2	16.3	6.8	24.6	29.5	-7	257	
Havells India	Hold	1,482	1,458	(2)	928.9	11.2	12.8	16.3	20.7	20.5	26.0	33.1	72.3	56.9	44.7	48.0	37.9	29.7	10.4	19.8	26.1	6	24	
Hindustan Aeronautics	Buy	3,099	3,618	17	2,072.6	25.0	53.4	56.0	69.1	79.9	83.7	103.4	38.8	37.0	30.0	26.3	23.8	19.4	6.8	19.5	20.4	1	121	
Hitachi Energy	Buy	6,634	5,936	(11)	281.2	3.4	1.2	3.6	6.3	29.4	84.5	148.4	225.4	78.5	44.7	95.9	45.9	29.1	18.1	25.1	32.5	11	101	
Honeywell Automation	Hold	38,241	39,125	2	338.1	4.1	5.0	5.8	6.9	569.8	653.5	782.5	67.1	58.5	48.9	52.3	44.8	36.6	8.5	15.4	21.3	0	9	
KEC International	Buy	666	746	12	171.1	2.1	3.8	8.1	12.0	14.9	31.4	46.6	44.8	21.2	14.3	14.7	11.2	8.7	3.6	18.5	21.8	0	44	
Kirloskar Pneumatic	Buy	652	810	24	42.2	0.5	1.3	1.8	2.2	19.6	27.3	33.8	33.2	23.9	19.3	20.6	14.8	11.5	4.0	18.0	23.7	-10	11	
Kirloskar Oil Engines	Buy	854	997	17	123.8	1.5	3.3	4.1	5.3	22.7	28.3	36.2	37.6	30.2	23.6	22.8	18.3	14.3	4.5	15.7	20.6	-4	124	
Lakshmi Machine Works	Hold	13,840	14,861	7	147.9	1.8	4.1	4.7	6.1	384.8	443.4	571.6	36.0	31.2	24.2	27.8	22.8	17.1	5.1	17.2	22.5	-7	37	
Linde India	Buy	6,441	7,055	10	549.3	6.6	4.9	7.5	10.0	57.9	88.3	117.6	111.3	72.9	54.8	69.0	47.8	36.0	13.6	20.1	24.7	11	71	
Larsen & Toubro	Buy	3,537	4,223	19	4,862.3	58.7	139.4	178.5	240.6	99.5	127.5	171.8	35.5	27.7	20.6	23.7	19.6	15.0	4.6	17.5	13.1	4	61	
Mazagon Dock Shipbuilders	Buy	1,917	2,833	48	386.7	4.7	14.4	16.6	20.5	71.4	82.1	101.8	26.9	23.4	18.8	25.3	21.1	14.9	6.1	28.7	40.3	-8	187	
Siemens	Buy	4,771	5,656	19	1,699.2	20.5	23.2	28.1	39.0	65.0	78.9	109.6	73.4	60.4	43.5	55.0	45.2	32.3	11.0	19.3	26.2	8	45	
Thermax	Hold	3,484	3,389	(3)	415.1	5.0	5.7	7.2	9.5	50.5	63.8	84.7	69.1	54.6	41.1	54.2	42.1	31.1	8.0	15.4	19.1	1	51	
Titagarh Rail Systems	Buy	848	1,221	44	114.1	1.4	2.7	4.4	6.2	21.0	34.6	48.9	40.4	24.5	17.3	25.6	16.7	11.9	4.1	18.2	26.8	-12	255	
Voltas	Hold	1,065	1,112	4	352.5	4.3	3.6	7.8	9.4	10.9	23.5	28.5	97.6	45.3	37.3	69.0	33.1	27.4	5.6	13.0	21.9	-1	21	
INFRASTRUCTURE																								
Ashoka Buildcon	Buy	163	200	23	45.8	0.6	2.7	4.0	5.1	9.7	14.2	18.1	16.7	11.5	9.0	9.7	8.4	6.6	0.9	9.4	10.2	-6	115	
Dilip Buildcon	Hold	406	373	(8)	59.3	0.7	3.9	3.7	4.5	28.3	27.2	32.6	14.3	14.9	12.5	5.9	5.7	5.4	1.1	7.4	13.1	-11	117	
IRB Infra	Buy	57	88	53	346.0	4.2	9.4	11.3	13.8	1.6	1.9	2.3	36.6	30.7	25.1	14.3	13.9	11.9	2.3	7.6	6.3	-15	115	
IRCON International	Buy	217	281	30	203.9	2.5	7.4	8.2	8.8	7.8	8.7	9.3	27.7	25.0	23.2	26.7	21.7	18.0	3.3	13.8	9.2	-4	301	
KNR Constructions Ltd.	Buy	240	315	31	67.6	0.8	3.8	4.2	4.6	13.7	14.8	16.2	17.6	16.2	14.8	9.8	9.1	8.4	2.0	13.1	18.3	-11	-7	
NBCC	Sell	112	30	(73)	201.3	2.4	4.1	4.9	5.4	2.3	2.7	3.0	48.8	40.8	37.6	46.5	36.9	30.2	7.8	20.6	18.1	-17	218	
NCC Ltd.	Buy	233	282	21	146.4	1.8	6.8	10.0	12.0	10.8	15.9	19.1	21.6	14.7	12.2	10.1	7.9	7.0	1.8	13.3	20.9	3	125	
BITES	Buy	622	787	26	149.5	1.8	4.4	6.0	5.9	18.2	25.0	24.7	34.2	24.9	25.2	22.3	14.9	15.1	5.2	21.8	23.1	-18	74	
Rail Vikas Nigam Ltd	Hold	246	233	(5)	512.0	6.2	13.7	14.5	16.2	6.6	6.9	7.8	37.3	35.4	31.6	41.2	37.0	32.5	5.5	16.5	9.3	-2	290	
Welspun Ent.	Buy	306	447	46	42.4	0.5	3.2	3.3	4.9	23.2	24.0	35.3	13.2	12.8	8.7	10.3	8.7	6.0	1.5	11.9	12.3	-12	140	
IT																								
Cyient	Hold	1,986	1,950	(2)	220.1	2.7	7.5	9.0	10.2	60.3	67.6	79.3	32.9	29.4	25.1	16.8	14.1	12.1	5.4	23.0	24.5	-3	106	
FirstSource Sol.	Buy	194	230	18	135.4	1.6	5.3	6.8	7.6	7.6	9.7	10.9	25.5	20.0	17.8	15.3	12.9	11.2	3.5	18.2	15.3	-3	73	
HCL Tech	Buy	1,647	1,650	0	4,470.2	54.0	158.5	181.8	203.1	58.3	66.5	74.0	28.3	24.8	22.3	17.3	15.1	13.4	6.5	26.6	33.7	-1	49	
Infosys	Hold	1,634	1,675	3	6,782.0	81.9	245.5	276.9	316.8	59.2	66.8	76.5	27.6	24.4	21.4	17.3	15.1	12.9	7.0	30.4	42.3	-4	15	
ITI Mindtree	Hold	5,194	6,350	22	1,538.4	18.6	47.0	54.1	62.8	158.6	182.7	212.3	32.7	28.4	24.5	23.1	19.6	16.7	6.9	25.9	34.5	-7	11	
L&T Technology Services	Hold	5,419	5,000	(8)	573.1	6.9	13.2	15.4	17.5	125.2	146.4	165.4	43.3	37.0	32.8	28.3	24.2	21.1	8.9	25.6	32.3	-1	52	
Mphasis	Buy	2,488	3,000	21	470.0	5.7	15.7	18.0	21.1	83.2	95.5	111.9	29.9	26.1	22.2	18.7	16.4	13.8	5.1	20.2	28.2	-11	32	
CoForge Ltd	Buy	6,116	6,900	13	378.0	4.6	8.8	11.1	13.3	143.4	180.4	215.0	42.6	33.9	28.5	24.4	20.0	16.7	9.4	29.9	37.7	-8	57	
Persistent Sys	Hold	8,432	7,875	(7)	649.5	7.8	11.2	14.3	16.9	148.3	188.6	223.5	56.9	44.7	37.7	37.5	30.3	25.6	11.6	28.3	36.1	-5	82	
TCS	Hold	4,219	3,900	(8)	15,265.6	184.3	455.0	504.5	568.2	124.5	138.2	155.6	33.9	30.5	27.1	22.8	20.5	18.0	12.8	42.9	53.9	2	33	
TeamLease	Buy	2,818	4,100	46	47.3	0.6	1.3	1.9	2.0	77.0	110.4	120.2	36.6	25.										

Valuation Guide

Company	Reco	OMP (INR)	P (INR)	Return (%)	M. Cap (INR bn)	M. Cap (USD bn)	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)	
							FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	FY25	FY25	1m	12m
METALS & MINING																							
APL Apollo Tubes	Buy	1,475	1,747	18	409.3	4.9	7.9	11.1	15.1	28.4	40.1	54.6	51.9	36.7	27.0	33.0	24.0	18.4	9.2	27.5	30.6	3	18
Hindalco Industries	Buy	533	593	11	1,196.8	14.4	95.8	99.5	107.5	43.1	44.7	48.3	12.4	11.9	11.0	6.9	6.6	6.1	1.0	9.2	10.4	3	34
Hindustan Zinc	Hold	289	297	3	1,222.8	14.8	85.6	92.3	97.8	20.2	21.8	23.2	14.3	13.3	12.5	8.3	7.6	7.1	6.8	55.6	44.0	-8	-7
Indian Hume Pipe	Buy	279	286	2	14.7	0.2	0.5	0.7	1.1	9.8	13.8	21.1	28.5	20.2	13.2	14.1	12.1	9.1	1.7	8.8	11.2	10	124
Jindal Steel & Power	Buy	768	875	14	783.2	9.5	44.5	64.8	77.9	44.0	64.1	77.1	17.4	12.0	10.0	8.4	6.4	5.5	1.5	13.6	15.6	0	34
JSW Steel	Hold	781	808	4	1,909.0	23.0	123.8	151.9	175.1	51.2	62.8	72.4	15.2	12.4	10.8	8.6	7.4	6.7	2.3	19.5	15.9	-5	15
JTL Industries	Buy	184	296	61	31.4	0.4	1.2	1.8	2.4	6.9	10.4	14.1	26.7	17.6	13.0	19.4	13.1	9.6	4.5	29.1	36.3	-27	17
Kirloskar Ferrous	Buy	505	658	30	70.3	0.8	2.2	4.1	7.7	15.5	29.5	55.4	32.5	17.1	9.1	15.5	10.2	6.1	3.4	21.3	21.7	-15	11
MOIL	Buy	277	386	39	56.3	0.7	2.9	5.4	7.9	14.5	26.5	39.0	19.1	10.4	7.1	10.1	5.5	3.5	1.9	20.0	27.0	-5	85
NALCO	Buy	136	177	30	250.5	3.0	15.1	16.7	26.7	8.2	9.1	14.5	16.6	15.0	9.4	8.4	7.5	4.8	1.7	11.7	14.7	-16	64
NMDC	Buy	198	269	35	581.3	7.0	63.4	71.9	82.8	21.6	24.5	28.2	9.2	8.1	7.0	6.0	5.1	4.2	1.9	25.4	33.9	-19	72
SAIL	Hold	122	119	(2)	502.6	6.1	29.1	48.5	56.5	7.0	11.7	13.7	17.3	10.4	8.9	8.1	6.3	5.6	0.8	8.4	8.8	-5	37
Tata Steel	Buy	142	149	5	1,769.0	21.4	48.1	121.2	168.7	3.9	9.9	13.7	36.3	14.4	10.3	10.6	7.3	6.0	1.6	12.1	11.5	0	32
Venus Pipes	Buy	1,669	1,689	1	33.9	0.4	0.9	1.3	1.6	43.5	64.4	76.8	38.4	25.9	21.7	24.1	17.2	15.0	6.3	27.7	30.7	-1	129
Vedanta	Buy	265	318	20	985.4	11.9	26.5	118.4	137.9	7.1	31.8	37.1	37.2	8.3	7.2	4.6	3.9	3.4	3.1	38.1	24.8	-1	-7
OIL & GAS																							
BPCL	Buy	586	686	17	1,272.2	15.4	265.0	124.1	123.7	124.5	58.3	58.1	4.7	10.1	10.1	3.7	6.5	7.2	1.7	17.3	16.2	-10	67
GAIL	Hold	174	171	(1)	1,142.8	13.8	97.8	99.7	89.5	14.7	15.0	13.4	11.8	11.6	12.9	9.4	8.9	9.6	1.7	15.5	15.0	-5	58
Gujarat Gas	Buy	543	654	20	373.9	4.5	10.2	14.7	19.6	14.9	21.4	28.4	36.5	25.4	19.1	21.2	15.1	11.6	4.4	18.4	21.9	0	8
HPCL	Buy	469	608	30	665.1	8.0	148.4	83.0	79.6	104.6	58.5	56.1	4.5	8.0	8.4	4.5	6.3	6.3	1.5	19.7	13.8	-17	93
IGL	Hold	413	481	17	288.8	3.5	17.5	18.4	19.5	25.1	26.3	27.8	16.5	15.7	14.8	10.6	9.7	8.9	3.0	20.2	24.6	-6	5
Indian Oil Corp	Buy	161	202	26	2,273.5	27.4	389.7	229.3	236.4	28.3	16.6	17.2	5.7	9.7	9.4	5.2	7.3	6.8	1.3	14.1	11.6	-14	103
Mahanagar Gas	Hold	1,264	1,574	24	124.9	1.5	12.4	10.7	10.7	125.9	108.2	108.6	10.0	11.7	11.6	5.7	6.3	6.0	2.3	21.1	27.3	-17	28
Oil India	Buy	556	591	6	602.5	7.3	71.7	61.4	64.6	66.2	56.7	59.5	8.4	9.8	9.3	7.0	6.8	6.2	1.5	15.6	16.9	-3	118
ONGC	Buy	259	292	13	3,255.1	39.3	384.6	421.7	421.6	30.6	33.5	33.5	8.5	7.7	7.7	4.6	4.1	3.9	1.1	14.6	17.1	-6	69
Petronet LNG	Buy	264	291	10	396.5	4.8	35.6	34.3	35.4	23.7	22.9	23.6	11.1	11.5	11.2	6.6	7.4	7.7	2.3	20.4	22.4	-5	18
Reliance Industries	Buy	2,836	2,904	2	19,191.7	231.6	804.2	986.71	1,080.4	105.7	121.3	128.2	26.8	23.4	22.1	13.5	11.4	10.1	2.1	10.9	9.6	-3	40
PHARMA & HEALTHCARE																							
Alkem	Hold	5,045	4,716	(7)	603.2	7.3	19.9	22.4	25.6	166.7	187.4	214.4	30.3	26.9	23.5	23.3	20.2	17.1	5.0	19.9	23.8	-7	62
Alembic Pharma	Hold	947	835	(12)	186.1	2.2	5.3	6.0	7.5	27.2	30.3	38.0	34.8	31.3	24.9	20.1	16.7	13.8	3.5	11.9	14.9	-6	97
CIPLA	Sell	1,488	1,076	(28)	1,201.4	14.5	30.5	33.9	38.8	37.8	42.0	48.2	39.3	35.4	30.9	24.2	21.6	18.5	4.2	12.4	17.2	3	70
Concord Biotech	Buy	1,402	1,689	20	146.7	1.8	2.9	3.9	5.0	27.7	37.4	48.2	50.6	37.5	29.1	35.5	26.1	20.1	8.3	24.0	30.9	-4	
Dr Reddys	Sell	6,285	5,030	(20)	1,048.4	12.7	30.8	37.1	42.7	184.5	222.4	256.0	34.1	28.3	24.6	20.2	16.5	14.0	3.7	13.7	18.4	-1	42
IOL Chemicals	Buy	356	524	47	20.9	0.3	2.1	2.5	2.6	36.5	41.8	43.7	9.7	8.5	8.1	6.0	5.1	4.6	1.1	13.5	18.2	-12	26
JB Chemicals	Hold	1,550	1,500	(3)	240.6	2.9	5.9	7.5	8.6	38.4	48.5	55.6	40.4	31.9	27.9	24.5	19.7	17.2	3.4	23.4	27.9	-6	58
Dr Lal Pathlabs	Sell	2,022	1,670	(17)	168.8	2.0	3.7	4.2	4.6	44.1	49.8	55.7	45.9	40.6	36.3	26.0	22.8	20.0	38.0	20.3	25.4	-18	11
laurus Labs	Hold	401	333	(17)	216.1	2.6	2.9	5.4	7.1	5.3	9.9	13.3	75.0	40.4	30.2	25.0	17.3	14.2	4.5	11.8	13.2	0	32
Lupin	Buy	1,637	1,732	6	745.8	9.0	17.0	29.1	31.5	37.4	64.0	69.3	43.7	25.6	23.6	22.9	15.3	13.7	4.5	19.2	22.9	1	149
Mankind Pharma	Buy	2,184	2,220	2	874.8	10.6	17.7	22.0	25.4	44.3	54.9	63.4	49.3	39.7	34.4	34.9	27.8	23.6	7.9	22.0	27.5	-1	
Metropolis Healthcare	Sell	1,594	1,234	(23)	81.7	1.0	1.4	1.7	2.1	27.4	33.8	41.1	58.1	47.1	38.7	26.7	23.3	20.2	6.7	15.0	19.6	-11	25
Solara Active Pharma	Sell	382	300	(22)	13.8	0.2	-2.5	0.4	0.7	-70.3	11.5	20.0	-5.4	33.3	19.1	-44.5	9.5	8.2	1.1	3.4	6.7	-5	2
Torrent Pharma	Buy	2,594	2,955	14	878.0	10.6	16.4	20.6	25.0	48.4	61.0	73.9	53.6	42.5	35.1	27.0	23.0	20.0	11.1	28.0	30.0	-2	69
Zydus Life Science	Hold	984	677	(31)	995.9	12.0	29.2	29.5	30.8	28.8	29.1	30.4	34.1	33.8	32.3	23.6	22.2	20.7	4.4	14.0	16.8	10	106
REALTY																							
Arvind SmartSpaces	Buy	597	637	7	27.1	0.3	0.5	0.8	1.2	11.4	17.8	27.6	52.3	33.5	21.6	32.2	21.8	11.4	4.3	13.7	19.7	5	155
Brigade Enterprise	Buy	869	1,344	55	200.9	2.4	5.4	7.7		23.4	33.3		37.2	26.1	-	16.0	13.4		22.0	18.4	16.9	-14	86
Century Textile & Industries	Buy	1,418	2,233	57	158.4	1.9	5.0	5.6	8.9	45.2	49.9	80.1	31.4	28.4	17.7	17.5	15.4	11.2	3.3	12.2	13.4	0	111
DLF	Buy	824	887	8	2,038.9	24.6	42.4	53.8	60.0	17.1	21.7	24.2	48.1	37.9	34.0	57.0	48.0	42.7	4.3	12.1	10.1	-5	120
Godrej Properties	Hold	2,218	2,549	15	616.8	7.4	6.4	5.6	17.2	22.9	20.2	61.7	97.0	109.8	35.9	180.7	97.8	51.7	4.7	4.7	12.5	-4	97
Kolte Patil	Buy	429	753	76	32.6	0.4	1.5	2.0	2.1	19.5	26.0	28.0	22.0	16.5	15.3	9.9	7.0	6.4	2.4	15.8	21.1	-13	68
Macrotech Developers	Buy	1,004	1,188	18	998.3	12.1	18.9	30.3	34.8	19.7	31.4	36.1	51.1	31.9	27.8	35.4	24.0	19.3	5.4	18.3	20.1	-6	125
Nexus Select Trust	Buy	125	135	8	189.3	2.3	8.5	9.9	11.1	5.6	6.5	7.3	22.3	19.2	17.0	14.6	13.5	12.5	1.1	5.9	7.3	-3	
Oberoi Realty	Hold	1,326	1,189	(10)	482.0	5.8	26.5	28.0	33.8	72.8	77.1	92.9	18.2	17.2	14.3	15.4	14.3	11.8	2.7	17.2	17.0	0	53
Phoenix	Buy	2,725	2,345	(14)	486.9	5.9	9.5	12.3	13.7	53.4	68.7	76.7	51.1	39.6	35.5	27.2	21.6	19.4	4.7	12.5	11.3	0	117
Prestige Estates	Buy	1,044	1,371	31	418.3	5.0	11.9	13.9	16.2	29.8	34.7	40.5	35.0	30.1	25.8	17.5	15.4	13.4	3.3	11.1	12.2	-13	149
Sobha	Buy	1,243	1,946	57	117.9	1.4	2.0	3.4	8.1	20.8	35.5	85.8	59.8	35.0	14.5	26.3	19.5	11.4	3.6	11.0	14.6	-14	128</

Valuation Guide

Company	Reco	CMP	P	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	FY25	FY25	1m	12m
UTILITIES																							
CESC	Buy	117	150	28	155.7	1.9	15.9	17.8	23.1	12.0	13.4	17.4	9.8	8.8	6.7	13.4	8.8	6.9	1.4	10.9	8.7	-11	71
COAL India	Buy	415	508	22	2,559.1	30.9	353.5	345.1	360.7	57.4	56.0	58.5	7.2	7.4	7.1	7.1	7.0	6.5	2.7	40.0	19.8	-13	87
Indian Energy Exchange	Sell	137	107	(22)	122.0	1.5	3.3	3.9	4.3	3.7	4.3	4.9	36.5	31.6	28.1	30.0	27.3	24.6	11.5	39.2	39.7	-6	-10
JSW Energy	Buy	498	567	14	818.9	9.9	21.4	25.4	33.2	13.0	15.5	20.2	38.2	32.2	24.6	16.8	13.2	11.0	3.6	11.8	8.8	4	98
NHPC	Buy	83	93	13	833.2	10.1	42.7	49.2	55.5	4.2	4.8	5.4	19.9	17.3	15.3	23.3	17.9	16.5	2.0	12.0	5.6	-11	98
NTPC	Buy	316	364	15	3,067.1	37.0	181.4	187.6	214.7	18.7	19.3	22.1	16.9	16.4	14.3	11.1	10.5	9.6	1.9	12.1	9.4	-6	79
Power Grid	Buy	266	312	17	2,473.5	29.9	153.1	178.5	200.9	16.5	19.2	21.6	16.2	13.9	12.3	10.4	9.3	8.6	2.4	18.6	11.7	-3	54
PTC India	Buy	180	224	24	53.4	0.6	3.3	4.2	4.8	11.3	14.3	16.3	16.0	12.6	11.0	10.2	6.9	5.9	1.2	9.6	12.6	-8	98
SJVN Ltd	Buy	125	162	30	489.7	5.9	12.7	14.4	22.0	3.2	3.7	5.6	38.4	33.9	22.2	28.4	18.5	13.9	3.2	9.7	6.7	3	303
Torrent Power	Hold	1,156	1,149	(1)	555.6	6.7	20.0	28.2	32.1	41.6	58.7	66.7	27.8	19.7	17.3	13.3	10.9	10.0	3.9	21.4	18.0	-1	116
Tata Power	Buy	381	450	18	1,216.6	14.7	37.8	42.2	51.0	11.8	13.2	15.9	32.2	28.8	23.9	16.7	16.2	13.6	3.7	12.8	6.9	1	86
MIDCAPS - OTHER																							
CCL Products	Buy	581	840	44	77.3	0.9	2.6	3.4	4.5	19.2	25.4	33.6	30.2	22.9	17.3	19.7	15.4	12.2	4.1	19.1	14.7	-10	3
EPL Ltd.	Buy	188	300	60	59.8	0.7	2.6	3.5	4.7	8.1	10.9	14.9	23.2	17.2	12.6	9.0	7.2	5.7	2.6	16.0	19.6	-3	20
Ganesha Ecosphere	Buy	938	1,540	64	23.8	0.3	0.4	1.4	1.6	16.0	50.6	61.4	58.6	18.5	15.3	18.0	10.4	9.5	2.0	11.6	12.4	-12	13
Gravita India	BUY	806	1,410	75	55.6	0.7	2.2	3.0	3.9	31.6	43.6	56.6	25.5	18.5	14.2	18.4	13.2	10.6	5.3	33.1	31.2	-13	74
Indian Hotels	Hold	562	500	(11)	800.4	9.7	12.4	15.7	17.7	8.7	11.0	12.5	64.5	51.0	45.1	37.5	30.7	27.3	7.8	16.3	16.6	5	75
Chalet Hotels	Buy	735	900	22	151.1	1.8	2.4	3.5	4.2	11.8	17.3	20.3	62.5	42.6	36.3	27.1	22.3	19.9	6.5	16.6	13.3	-14	101
Mold-Tek Packaging	Buy	766	1,010	32	25.4	0.3	0.7	0.8	1.1	19.9	25.5	33.6	38.4	30.0	22.8	20.1	16.4	13.1	3.8	13.3	11.8	-13	-18
Raymond	Buy	1,743	2,670	53	116.0	1.4	16.8	8.0	10.4	252.3	120.9	156.3	6.9	14.4	11.2	10.6	9.1	7.1	2.2	16.3	19.0	-2	37
Solar Industries	Hold	8,856	6,180	(30)	801.3	9.7	8.6	11.6	14.0	95.3	127.9	154.4	92.9	69.2	57.4	55.5	42.4	35.4	18.0	29.6	35.8	32	127
Varun Beverages	Hold	1,434	1,300	(9)	1,863.5	22.5	25.4	33.1	41.5	19.5	25.5	31.9	73.4	56.3	44.9	41.9	33.4	27.7	15.6	31.5	30.4	1	118
Yatra Online	Buy	143	198	38	22.5	0.3	0.1	0.8	1.3	0.8	4.8	8.2	185.2	29.9	17.4	-	-	-	8.6	33.7	26.9	-16	

Company	Reco	CMP	P	Return	M. Cap	M. Cap	Net profit (INR bn)			BVPS (INR)			P/BV (x)*			NNPA Ratio (%)			P/E(x)	RoE (%)	RoA (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	FY25	FY25	1m	12m
FINANCIALS																							
Axis Bank	Buy	1,046	1,325	27	3,228.8	39.0	239.6	286.9	336.7	464.0	539.9	625.3	2.1	1.8	1.5	0.4	0.5	0.6	11.2	18.6	1.8	-2	25
Bank of Baroda	Buy	254	275	8	1,313.5	15.9	176.7	188.0	204.5	197.6	226.6	258.2	1.3	1.1	1.0	0.7	0.8	1.1	7.0	17.1	1.1	-8	59
Canara Bank	Buy	549	550	0	996.2	12.0	144.0	152.3	172.9	427.8	495.0	571.2	1.3	1.1	1.0	1.1	1.2	1.5	6.5	18.2	1.0	-6	95
City Union Bank	Buy	129	180	40	95.3	1.1	10.2	10.7	11.9	113.1	125.9	140.4	1.1	1.0	0.9	2.2	2.0	1.8	8.9	12.1	1.4	-8	-1
DCB Bank	Buy	122	180	47	38.3	0.5	5.1	6.5	7.4	151.2	169.7	190.6	0.8	0.7	0.6	1.3	1.1	1.1	5.9	13.0	1.0	-10	21
Equitas SFB	Hold	94	120	27	106.9	1.3	8.0	9.3	12.2	51.2	57.5	65.8	1.8	1.6	1.4	1.2	1.2	1.2	11.5	15.1	1.8	-12	38
Federal Bank	Buy	150	190	26	366.2	4.4	37.1	40.2	46.5	117.4	131.0	146.7	1.3	1.1	1.0	0.6	0.8	0.8	9.1	13.3	1.2	-9	17
HDFC Bank^	Buy	1,453	2,000	38	11,034.9	133.2	647.2	746.9	883.3	561.8	637.8	707.9	2.3	2.0	1.8	0.4	0.5	0.6	14.7	18.6	1.9	2	-8
ICICI Bank	Buy	1,080	1,275	18	7,584.5	91.5	402.3	410.1	476.0	326.1	372.9	427.2	2.9	2.5	2.1	0.5	0.6	0.6	18.5	16.5	2.0	6	29
IndusInd Bank	Buy	1,484	1,925	30	1,155.2	13.9	89.7	106.7	125.4	792.0	902.0	1,029.4	1.9	1.6	1.4	0.5	0.5	0.6	10.8	16.2	1.9	-1	45
Karur Vysya Bank	Buy	180	215	20	143.6	1.7	15.4	16.9	18.7	123.8	142.5	163.3	1.5	1.3	1.1	0.4	0.5	0.5	8.6	15.7	1.5	-5	81
Kotak Mahindra Bank	Buy	1,738	2,175	25	3,455.6	41.7	127.7	134.3	153.5	463.4	528.4	602.8	2.7	2.2	1.8	0.4	0.5	0.6	25.7	13.6	2.2	0	3
Punjab National Bank	Hold	118	100	(15)	1,296.5	15.6	80.0	147.0	157.3	88.8	99.5	110.2	1.3	1.2	1.1	0.7	0.6	0.6	8.8	14.2	0.9	-10	146
State Bank of India	Buy	732	750	2	6,531.9	78.8	524.7	603.7	679.4	346.6	400.7	461.6	1.7	1.4	1.2	0.7	0.6	0.8	10.8	17.1	0.9	-3	38
South Indian Bank	Hold	30	31	4	62.3	0.8	10.5	9.6	11.4	34.6	38.7	43.5	0.9	0.8	0.7	1.6	1.6	1.6	6.5	12.5	0.8	-6	82
Ujjivan Small Bank	Buy	47	68	46	91.5	1.1	12.3	12.2	13.0	26.8	33.0	39.7	1.7	1.4	1.2	0.0	0.2	0.6	7.5	20.2	2.5	-17	97
Union Bank of India	Buy	148	155	5	1,129.8	13.6	139.3	150.0	163.2	117.7	132.2	148.1	1.3	1.1	1.0	0.8	0.9	1.1	7.3	16.2	1.0	2	128

\*Adjusted for subsidiaries; ^ HDFCB Financials for FY24, FY25 and FY26 is for proforma merged entity

Company	Reco	OMP	P	Return	M. Cap	M. Cap	VNB (INR bn)			EVPS (INR)			P/EV (x)			P/VNB (x)			RoEV (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY24	FY25	FY26	FY25	1m	12m
Insurance																					
HDFC Life Insurance	Buy	632	760	20	1,360.1	16.4	36.1	42.6	49.8	220.1	255.9	297.7	2.9	2.5	2.1	23.9	18.5	14.0	17.2	7	34
ICICI Prudential Life Insurance	Buy	568	610	7	817.8	9.9	22.3	25.0	27.8	292.5	331.3	374.6	1.9	1.7	1.5	18.8	14.5	10.8	14.0	11	40
UIC of India	Hold	925	1,080	17	5,851.6	70.6	106.2	118.1	128.3	1,100.5	1,217.9	1,346.7	0.8	0.8	0.7	NA	NA	NA	10.9	-11	60
Max Life Insurance*	Buy	963	1,180	23	332.3	4.0	18.9	22.0	25.5	574.4	682.7	809.0	2.6	2.2	1.9	17.4	13.3	9.7	19.5	-1	49
SBI Life Insurance	Buy	1,500	1,710	14	1,502.1	18.1	54.5	62.5	71.5	557.7	662.4	782.7	2.7	2.3	1.9	17.5	13.6	10.2	19.6	-1	40

\*Valuations after factoring 20% holdco discount

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