

Pick of the Day (Short Term Delivery Call)

Company Name: Minda Corporation Ltd.

NSE Code	MINDACORP
BSE Code	538962
Market Cap (Rs cr)	13,775
Avg. Trading Vol. in lakh (5 days/30 days)	4.7/3.7
Avg. Delivery Vol. in lakh (5 days/30 days)	2.3/2.0
Promoter Holding (%)	64.8
Pledge (%)	0.0

CMP (Rs)	576
Accumulation Range (Rs)	570 - 582
Target (Rs)	640
Upside Potential (%)	11.1%
Duration	6-12 Months

Source: ACE Equity, SSL Research

Minda Corporation Ltd. (MCL), a flagship company of Spark Minda is one of India's leading automotive component manufacturers with pan-India presence and significant international footprint. The company's diversified portfolio consists of advance electronics, mechatronics, die casting, electrical information systems and interior plastics which cater to 2-wheelers, 3-wheelers, passenger vehicles, commercial vehicles, off-roaders as well as the after-market segment.

Investment rationale:

Premiumization of the product portfolio: Minda Corp plans to expand its current product portfolio to ride the trend of premiumization in the industry. It plans to launch products like smart locks, power tail gate, sunroof, smart junction box, EV HV (High Voltage) wiring harness & connection systems, telematics, ADAS systems, center console, engine mounting bracket, onboard chargers, DC-DC converter etc. Through these new product launches, it expects to increase its Content per Vehicle and subsequent wallet share from customers.

Strategic partnership with Flash Electronics: The company recently acquired a 49% stake in Flash Electronics, a leading manufacturer of powertrain and EV components. The acquisition brings in 6 manufacturing facilities in India and one each in Germany and Hungary and ~150 R&D engineers. Further, Minda Corp plans to drive synergies by leveraging its pipeline of complete systems for EVs besides adding new clients which were not previously in MCL's client list.

Vision 2030: The company announced its strategic plan for FY30, which includes increasing its revenue by 3.5x to Rs 17,500 cr. Further, it expects EBITDA margin to improve from 11.4% as of FY25 to >12.5% by FY30, while also decreasing its Debt/Equity from 0.6x in FY25 to 0.3x in FY30.

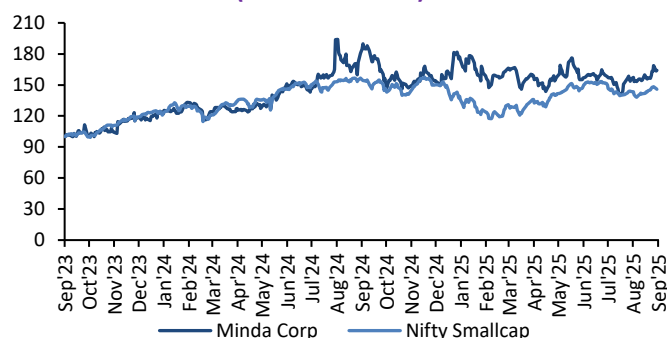
Strong industry tailwinds: The recent GST rationalization has led to recovery in sentiments in the auto industry. Consumer sentiment remains upbeat on back of the monetary and fiscal stimulus unveiled by the Government and the RBI in the form of interest rate cuts, easing of banking system liquidity, income tax cut and the GST rate reduction. This is set to drive volume growth in the industry and also benefit ancillaries such as MCL.

Attractive valuation: At CMP of Rs 576, the stock trades at 46.6x/33.4x FY26E/FY27E consensus Bloomberg earnings estimates.

Short Term Call

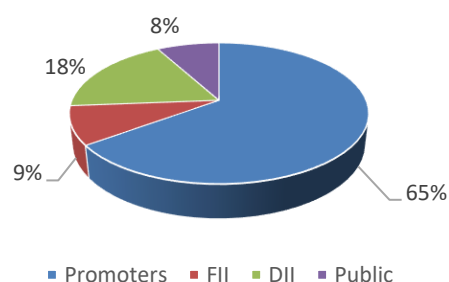
Key Risks: Volatility in raw material and forex costs; Lesser than expected performance of newly launched models of client OEMs; Delay in approval from the OEMs for new product launches

Stock Performance (Indexed to 100)



Source: ACE Equity, SSL Research

Shareholding Pattern (Jun'25)



Source: BSE, SSL Research

Why Now?

Sr. No.	Parameters	Score
1	Recent financial performance (management guidance, return and margin profile, growth and cash flow)	✓
2	Overall corporate governance (Promoter pledge, credit rating, audit qualified opinion etc)	✓
3	Recent stock price movement-worst is over for stock, all negatives in the price (valuation, 52W H/L, below average PE etc)	↔
4	Beneficiary of recent macro and industrial developments (Regulatory, Fiscal/Monetary policy, favourable industrial outlooks etc)	✓



- Neutral



- Positive



- Negative

Duration of recommendation: Short to Medium term

* Please refer to our call guide mentioned below.

Recommendation History

Date	Stock Price	Target Price	Recommendation	Status
NA	NA	NA	NA	NA

Call Guide:

The above recommendation is meant for short term investment purpose with holding period between 180-360 days and target upside upto 10% (+/- 0.5%). The recommended price is previous day's closing NSE price (except the stock only listed on BSE). In case of gap-up opening the call is termed "Not Entered" only if stock price does not come within +1% of previous close price on the day of call; partial profit is generally not advised; Call can be rationalized (changed) by Fundamental team at their discretion; generally to average or exit at loss (cut-loss strategy).

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Short Term Call

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