

05th December 2025

Rockstars of September 2025 Quarter Results - Series 14

Long-Term Investment Ideas (12 Months)



Investment aur Trust, Dono



Performance of Rockstars of Quarterly Results

We started this product on 16th June 2022 to offer our investors (A) An insight on the latest concluded quarterly result season, (B) Take basket approach towards best performing businesses and (C) Ride on result driven capital appreciation story in equity market. The key features cum benefits of the product are as follows:

- Best suited for medium and long-term investors
- Helps in adequate risk diversification through investment in a basket of stocks
- To have a glimpse of key sectoral developments and align the portfolio as per the current market flavor
- Ride-on stocks that have reported strong YoY and QoQ growth in earnings and are available at a decent valuation
- Helps retail investors to take informed investment decisions

Our stock selection philosophy remains uncompromised with a focus on stocks having 1) Strong management backed by solid corporate governance, 2) Supportive industry outlook along with strong business growth visibility, 3) Attractive margins, return ratios and healthy balance sheet and 4) Strong historical track record

The summary of total calls initiated in the product till date are as follows:

Total calls initiated	140
No. of profit booked calls	121
No. of calls open	19
Strike Rate (Positive closed calls / Total calls closed)	89.3%
Average profit per call (closed)	14.8%
Average no. of holding days in closed calls	156 Days
Total net return if Rs 1 lakh invested in all closed calls post 1% brokerage	17,92,676

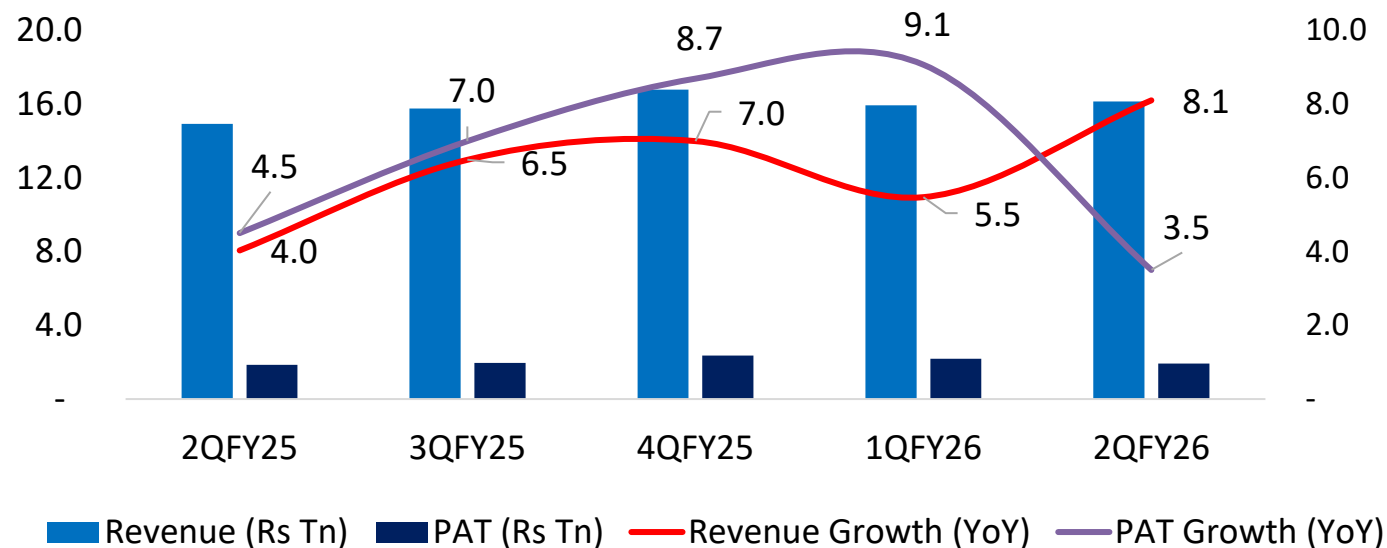
Performance of all the open and closed calls appended from slide no 69

Sr. No.	Company Name	NSE Symbol	Sector	Market Cap (Rs cr)	CMP* (Rs)	Target Price (Rs)	Upside Potential (%)
1	Tata Motors Ltd.	TMCV	Automobile & Ancillaries	1,32,085	359	403	12.3
2	IDFC First Bank Ltd.	IDFCFIRSTB	BFSI	68,659	81	93	14.6
3	The Phoenix Mills Ltd.	PHOENIXLTD	Realty	62,203	1,740	1,930	11.0
4	Mahindra & Mahindra Financial	M&MFIN	BFSI	50,498	364	410	12.7
5	NBCC (India) Ltd.	NBCC	Consultancy	30,240	112	130	16.1
6	Privi Speciality Chemicals Ltd.	PRIVISCL	Chemicals	12,391	3,172	3,736	17.8
7	Sequent Scientific Ltd.	SEQUENT	Healthcare	5,052	198	250	26.5
8	Parag Milk Foods Ltd.	PARAGMILK	FMCG	3,901	312	377	20.9
9	Interarch Building Solutions Ltd.	INTERARCH	Infrastructure	3,934	2,345	2,767	18.0
10	Carraro India Ltd.	CARRARO	Automobile & Ancillaries	3,034	534	638	19.5

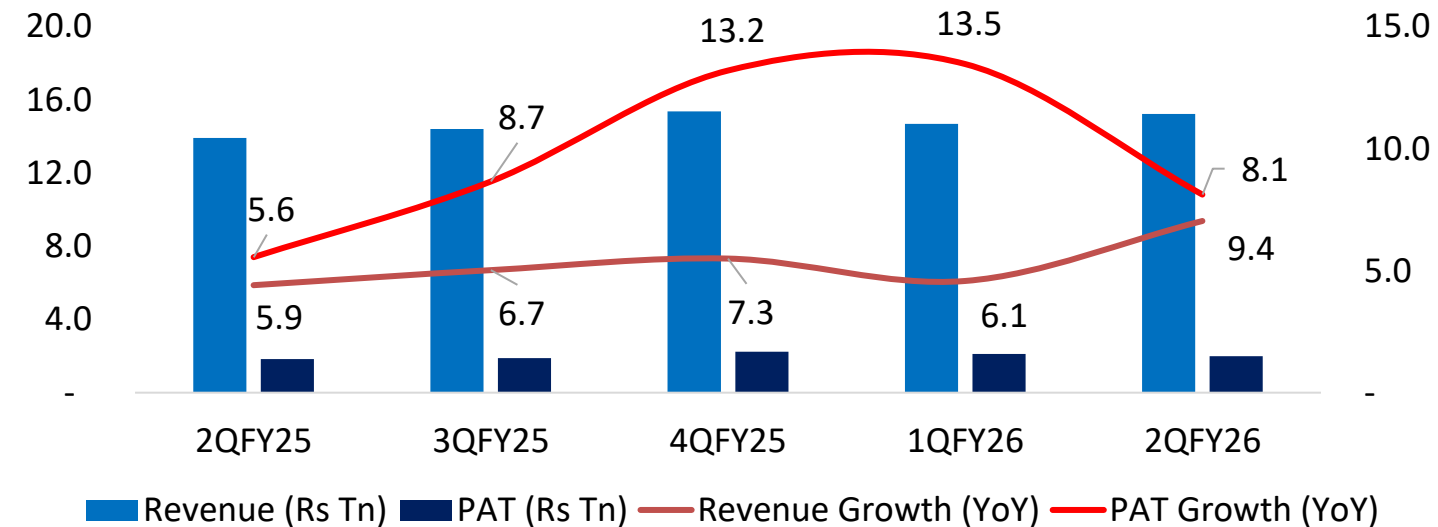
*Live price as of 5th December 2025

Key Indices – Quarterly Results Trend (Rs trillion and YoY % Change)

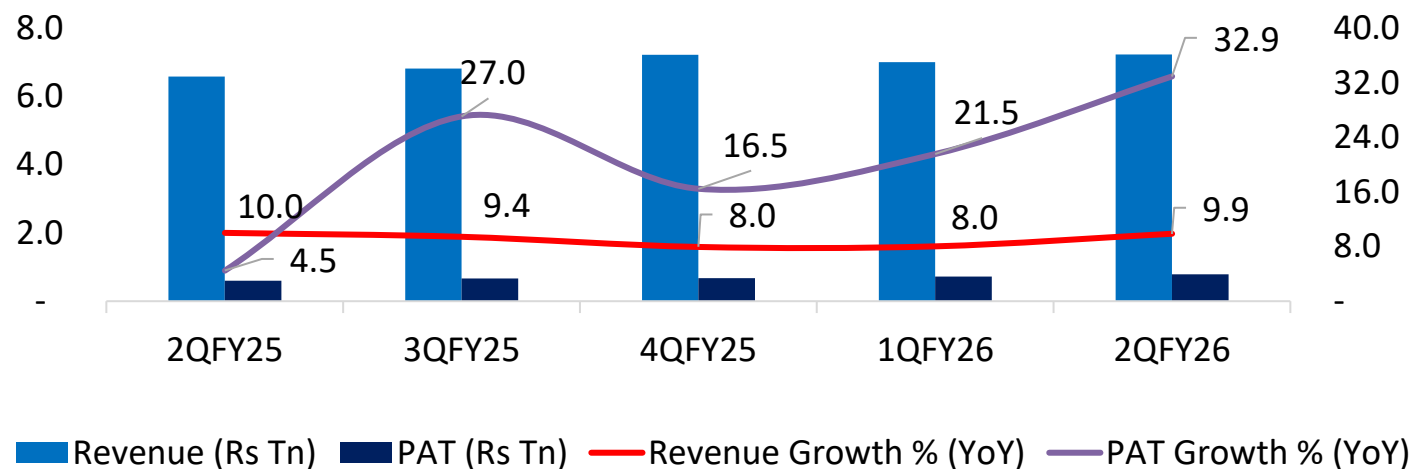
NIFTY 50



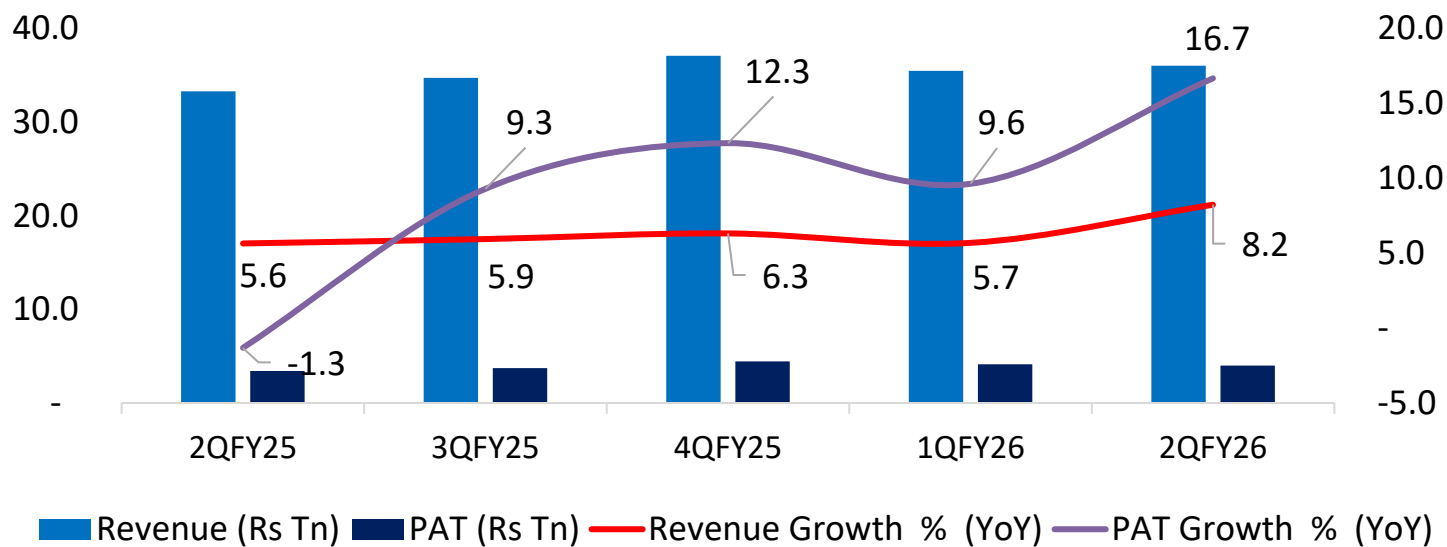
NIFTY 50 excl. Tata Motors PV and Indigo



MIDCAP 150



NSE 500



Source: SSL Research, Ace Equity

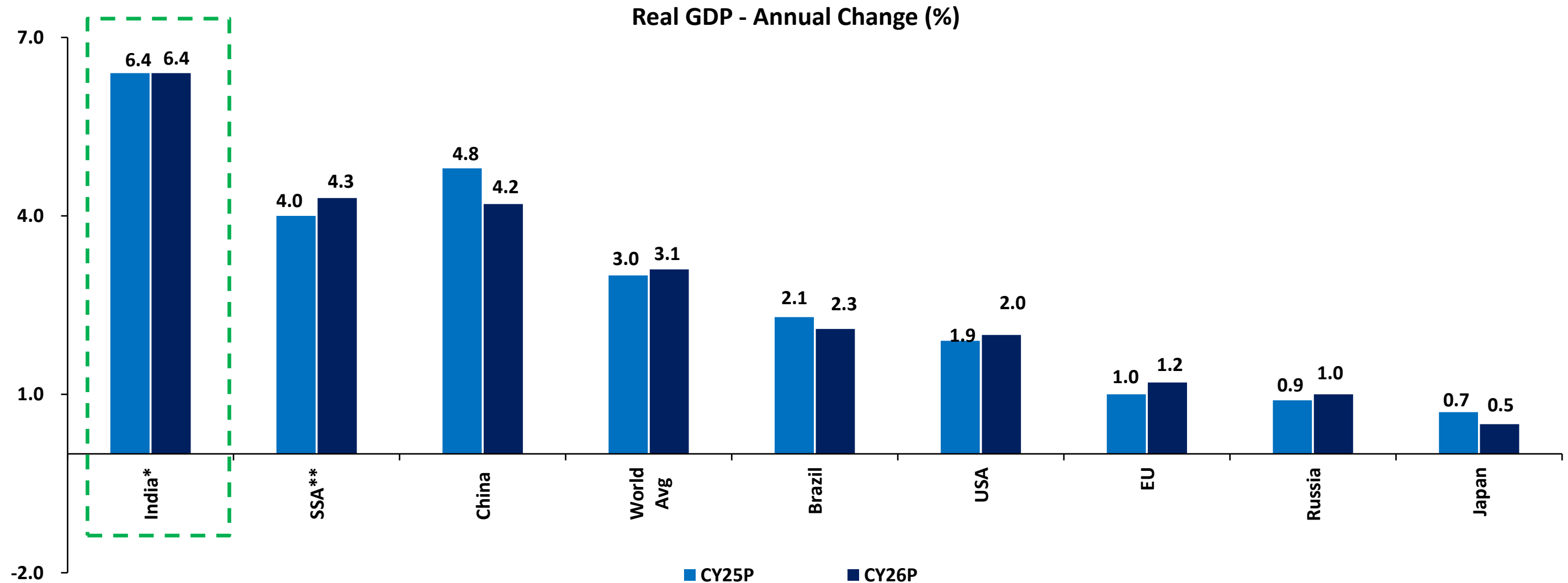
2QFY26 Result Summary – Decent recovery in growth, Full impact of GST rationalization to reflect in 3QFY26

- During 2QFY26, Nifty50 cos posted Revenue (including NII for Banks and NBFCs)/Reported PAT growth of 8.1% / 3.5% YoY to Rs 16.1 trillion/ Rs 1.9 trillion respectively.
- Nifty50 cos (Excluding Tata Motors PV and Indigo) posted Revenue (including NII for Banks and NBFCs)/Reported PAT growth of 8.1% /9.4% YoY to Rs 15.2 trillion/ Rs 2.0 trillion respectively.
- HDFC Bank, Bajaj Finance, Reliance, TCS, ONGC were the top 5 positive contributors and aided in YoY PAT growth for the Nifty50 universe, while Axis Bank, Kotak Bank, Tata Motors PV, Indigo, Adani Enterprises dragged overall Nifty50 PAT growth.
- During 2QFY26, Nifty Midcap 150 cos posted Revenue (including NII for Banks and NBFCs)/Reported PAT growth of 9.9% / 32.9% YoY to Rs 7.2 trillion/ Rs 0.8 trillion respectively. On a QoQ basis, Revenue/PAT grew 3.2% and 9.7% respectively. Strong growth in profitability was led by sectors like Oil & Gas, Metals, Cement, Renewable, and select capital goods etc. The same quarter previous year was muted for these sectors due to weak demand and low capex on account of General and State elections.
- HPCL, GICRE, Indus Towers, Glenmark, NMDC, Lupin, Nalco were the top positive contributors and aided in YoY PAT growth for Nifty Midcap 150 universe while Vodafone Idea, Swiggy, GMR Airports dragged overall Nifty Midcap 150 PAT growth.
- During 2QFY26, NSE 500 cos posted Revenue (including NII for Banks and NBFCs)/Reported PAT growth of 8.2%/16.7% YoY to Rs 36.0 trillion/ Rs 4.0 trillion respectively.
- **Sectors which reported strong set of results:** Automobile, Oil & Gas, Telecom (excl. Vodafone Idea), Cement, Metals, Oil & Gas, Defence, Insurance, Pharmaceutical and Healthcare, Chemicals, Realty etc.
- **Sectors which reported decent set of results:** Banks, IT and Consumer staples
- **Sectors which reported muted set of results:** Gas transmission, Textile, Mining, Power and Media & Entertainment.

Overall, 2QFY26 result season has been strong especially from broader markets with strong contribution by sectors like Metals, Oil & Gas, Technology, Cement and Healthcare. Revival in consumption on back of interest rate reduction, income tax rationalization and positive rural sentiment due to healthy monsoon have been key growth drivers. The order inflows for Defence, Capital goods and EPC companies have been better than expected. With better than expected 2QFY26 GDP growth, record low inflation backed by monetary policy support, GST cut, above average 2025 monsoon and hope of revival in private capex, we believe 2HFY26 is expected to be a better period of earnings.

Strong domestic flows have acted as a saviour and have aided in absorbing persistent FPI, promoter selling and supply of paper through IPO. India is likely to emerge stronger from the ongoing US trade tariff negotiations and will continue to remain one of the fastest growing large economies in the world. Street will keenly watch for key reforms measures by the Government of India to tackle the global uncertainty. The upcoming 3QFY25 earnings season, barring few sectors, is expected to be strong. The sectors like Automobile, Telecom, Hotels, Cement, Construction, Recycling, BFSI, Consumption, Airline, Defence and select Metals and Mining are expected to report strong growth.

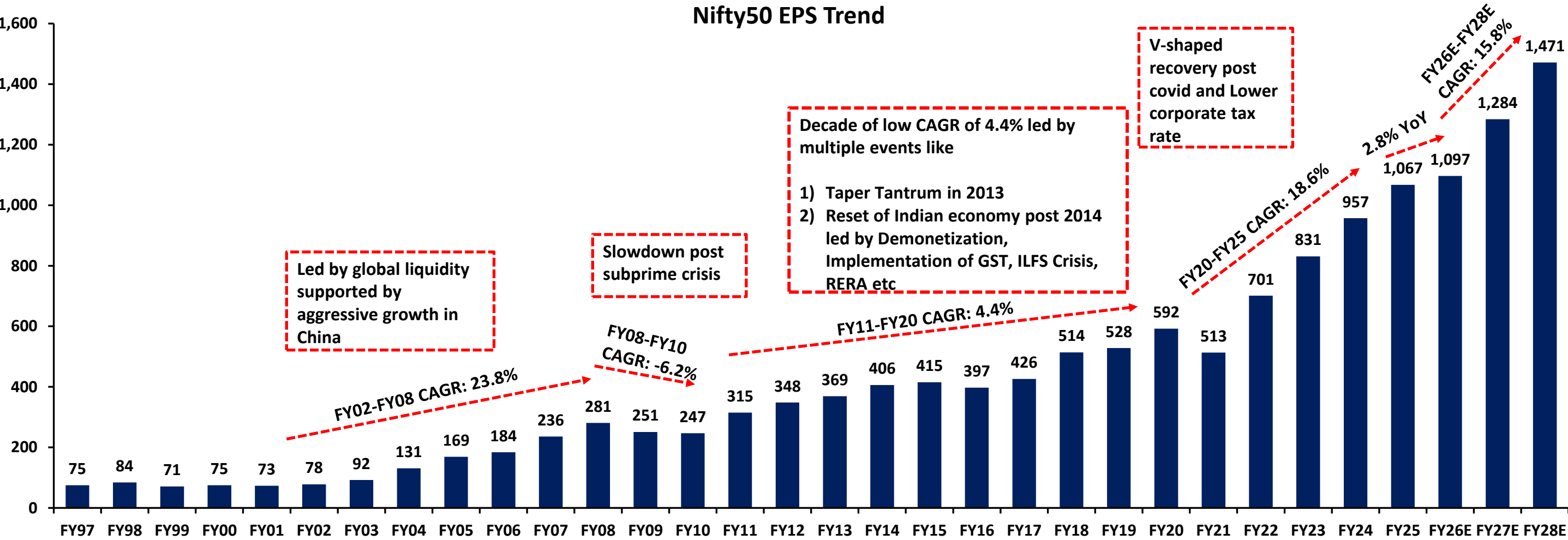
GDP Growth – India continues to remain one of the fastest growing economies in the world



Source: IMF, SSL Research

*Fiscal year basis, **Sub Saharan Africa

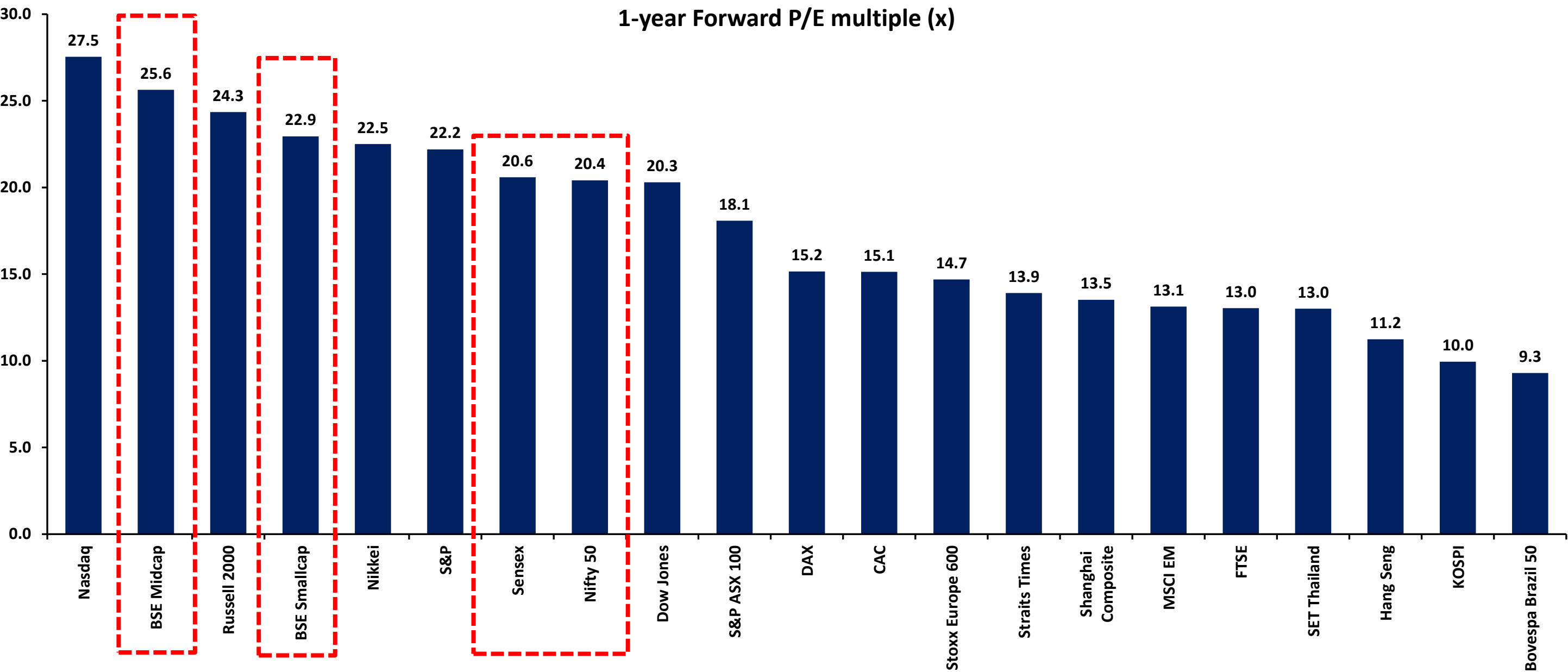
As per the latest IMF projections, India will continue to remain the fastest growing large economy in the world with an estimated growth of 6.4% each for FY26E and FY27E despite tariff and geopolitical related uncertainties. Income tax and interest rate cuts, GST rate rationalization, higher government spending and festive season led consumer spending are expected to be the key growth drivers.



Source: Bloomberg, SSL Research

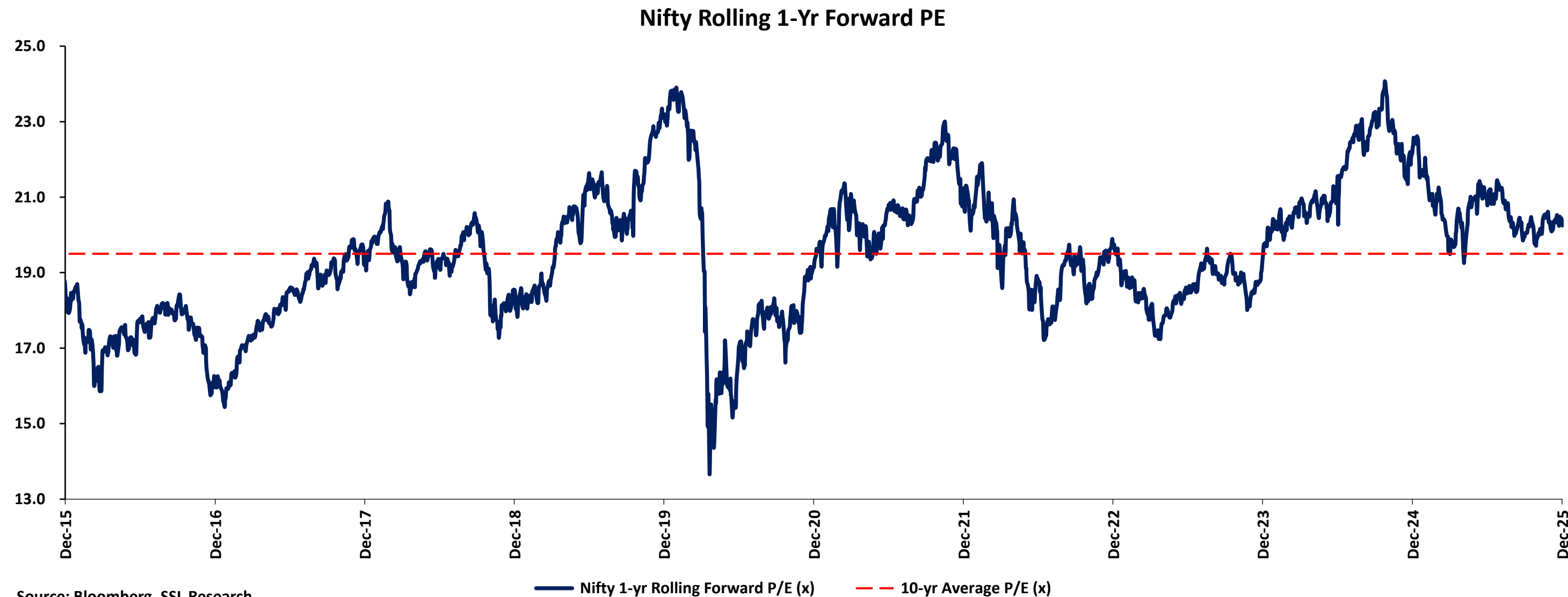
After delivering a strong CAGR of 18.6% between FY20-FY25, Profit for Nifty50 companies is expected to grow at a modest 2.8% during FY26 impacted by US tariff related uncertainties and evolving geo-political scenarios. However, growth is expected to pick-up from 2HFY26 and FY27 with rationalization in GST rates, transmission of rate cuts by RBI and a above normal monsoon season likely to boost domestic consumptions.

India continues to trade at significant premium valuation compared to MSCI EM Index



Source: Bloomberg, SSL Research

Nifty50 1-yr Rolling Forward P/E at 20.3x, neither cheap nor expensive.



Nifty50 is trading at 1-year Rolling Forward P/E multiple of 20.3x, which is close to its 10-year average of 19.5x, which denotes that current valuation lies at the median, i.e. valuations are neither cheap nor expensive.

1

Delay in signing of the India-USA trade deal + US Fed and BoJ Monetary Policy

The negotiations continue between the 2 major trading partners with headway yet to be made on key pain points such as procurement of GM food crops - soyabean and corn from USA. The 50% reciprocal tariff currently imposed on India is impacting India's key labour intensive export sectors such as Textile, Gems & Jewellery and Aquaculture resulting in impact on the currency as well as on sentiment in the broader market. The INR has been under persistent weakness, depreciating ~4% vs the USD in 2025 and breaking the psychologically important level of 90. This is despite the weakness in the Dollar index. Persistent FII selling and delay in finalization of the trade deal with USA are weighing on the currency. Monetary policies of the US Fed and the BoJ are expected to have an impact on the USD INR going forward.

2

Supply chain dislocation

China continues to dominate critical global supply chains especially in semiconductors, electronics and key construction equipment such as cranes and tunnel boring machines. China controls the entire supply chain of rare earth elements from mining to processing and recently flexed its muscles to gain tariff concessions from USA. Supply chain uncertainty continues to remain an overhang over key manufacturing sectors such as Auto and EMS.

3

Flurry of IPOs to keep liquidity subdued in secondary markets

The liquidity in the secondary market continues to get absorbed by large trades where promoters and PE/VC funds are offloading stakes resulting in the broader market staying subdued. Such share sales have reached cumulative value of Rs 2.93 tn in eight months of FY26, far exceeding the funds raised through IPOs (Rs 1.46 tn) so far during the same period. The IPO pipeline continues to stay robust with multiple issues lined up over the next 1-2 months which could act as liquidity absorbents and keep a lid on broader market returns.



BFSI

- **Banks (Coverage - 41 banks):** The banking sector witnessed a gradual revival in 2QFY26 as loan growth increased to ~11.3% YoY compared to ~9.8% YoY in the previous quarter, aided by the RBI's several capital easing measures. Growth was primarily driven by retail and SME loans, while corporate credit growth showed early signs of pick-up. Deposit accretion remained moderate at 9.7% YoY vs 10.1% YoY in the previous quarter, with the CASA ratio remaining under pressure. The deposit growth has remained slightly lower than credit growth, resulting in the CD ratio inching up to 80% level vs 79% in 2QFY25. Net interest margins (NIMs) compression during the quarter was lower than feared for most banks, aided by prudent treasury management and the benefits of the CRR cut. NII during the quarter remained muted, growing at 2% YoY and 1.5% QoQ. Overall, PAT for the banking universe grew 4% YoY and 5% QoQ. Margins contracted by 10–20 bps sequentially; we believe margin compression has bottomed out and expect the margins to improve in the 2HFY26, driven by CRR (Cash Reserve Ratio) cuts and deposit repricing. Any further rate cut from the RBI may delay margin improvement. Asset quality across segments improved on a QoQ basis, with a decline in slippages. Slippages in the microfinance and unsecured portfolios (Personal Loan and Credit Cards) are expected to have bottomed out in the sector. We expect credit cost to improve in 2HFY26. Going ahead, RoAs are expected to expand for the banking universe, aided by NIM expansion and a decline in credit costs.
- **NBFCs (Coverage - 52 cos):** NBFCs delivered a mixed performance during the quarter. NII grew by 27% YoY and 17% QoQ, while PAT has remained strong, growing at 26% YoY and remaining steady on a QoQ basis. Loan growth remained strong for gold loan financiers driven by rising gold prices and unavailability of unsecured loans. Vehicle and diversified financiers witnessed early signs of demand revival in the vehicle (particularly entry-level PV, 2W and tractors) and consumer durable segment. The CV finance segment has witnessed stress due to seasonality and lower vehicle utilisation caused by the extended monsoon. Prime housing financiers highlighted increased competitive intensity from banks amid the easing interest rate cycle, resulting in a moderation in disbursements. Affordable housing financiers witnessed healthy loan growth during the quarter. Affordable HFCs (except Aavas) exhibited a sequential deterioration in asset quality, driven by US tariff-related problems in specific regions (like Surat, Coimbatore-Tripur belt, Chennai). NBFC-MFI witnessed improvement in PAR levels across geographies. NBFC-MFIs expect a sustained pick-up in disbursements in 2HFY26 along with normalisation in credit costs. Asset quality saw deterioration due to stress in the low-ticket MSME. NIMs witnessed a divergent trend across segments, with prime-HFCs exhibiting a decline in margins amid finer pricing from banks, while affordable-HFCs delivered NIM expansion aided by stable PLR and a decline in cost of borrowings.



BFSI

- **AMCs, Wealth Managers and Exchanges (Coverage – 15 cos):** The capital market activity was impacted due to market volatility during 2QFY26. Cash volumes witnessed MoM growth of (16%)/1%/3% in Jul'25/ Aug'25/ Sep'25, while F&O volumes declined by 11%/15% MoM in Jul'25/Aug'25 and remained flattish in Sep'25. The run rate of demat account additions increased to 7.9 mn in 2QFY26 from 6.7 mn in 1QFY26 and 7.1 mn in 4QFY25. All AMCs witnessed stable growth in 2QFY26, supported by healthy retail participation and strong SIP inflows. Revenue increased by 3% YoY and 6% QoQ, while PAT declined by 3% YoY and grew 3% QoQ. Other income declined sequentially for all players amid market volatility and higher bond yields, resulting in MTM losses. Wealth managers reported strong traction in client assets aided by market performance and net inflows. Broking firms witnessed a rebound post-dip, though SEBI's regulatory changes still impacted revenue growth. BSE and MCX have delivered strong performances led by improving premium-to-notional turnover ratios and rising prices of precious metals, respectively.
- **Insurance (Coverage - 10 cos):** Industry growth in 2QFY26 remained modest burdened by the 1/n regulation in health and some postponement of purchases following the GST-exemption announcement, partly offset by a recovery in the motor segment. Most insurers passed on the GST-related loss of input tax credit to distributors; after the exemption, customer preference shifted toward higher coverage. APE growth slowed after a mid-teens increase in Jul'25 as buyers delayed purchases following the GST-exemption announcement, leading to approximately 9% YoY growth in 2QFY26. However, the sector rebounded with 19% YoY growth in Oct'25 indicating strong momentum post-GST exemption. Higher non-par mix, increased sum assured, and rising rider attachments supported broad-based VNB margin expansion.
- **Preferred Picks under BFSI:** Our top picks within the BFSI sector are HDFC Bank, ICICI Bank, IDFC First Bank, DCB Bank, City Union Bank, Aditya Birla Capital, Shriram Finance, Poonawalla Fincorp, Jio Financials, Nippon Life AMC, Punjab National Bank, UTI AMC, 360 One WAM, MCX, ICICI Lombard, HDFC Life and Credit Access Grameen.



IT/ITES

Decent growth for Tier-1 companies amidst beaten down expectations; No change in overall demand environment; Expect better growth visibility for 2HFY26 backed by solid deal wins and pipelines.

- The sector witnessed decent growth during the quarter amidst beaten down expectations. Most large cap IT names reported better than expected growth in revenue helped by steady deal ramp-up.
- The management commentary however continues to be cautious though clients are trying to move ahead with IT spends in a challenging environment which now appears to be new normal.
- Tier-1 IT companies (TCS, Infy, HCL and Wipro) have reported combined 4.3% sequential growth in revenue to Rs 1.64 tril while net profit was flat QoQ at Rs 26,920 cr. EBIT margins too were flat at 16.7%. While Infosys and HCL have upgraded the lower end of guidance, Wipro upgraded both top and lower end by 50 bps each. The deal wins/pipeline continues to remain healthy. **Deal wins of the top 4 IT companies:** TCS (\$10 billion), Infosys (\$3.1 billion), Wipro (\$4.7 billion), HCL Tech (\$2.6 billion).

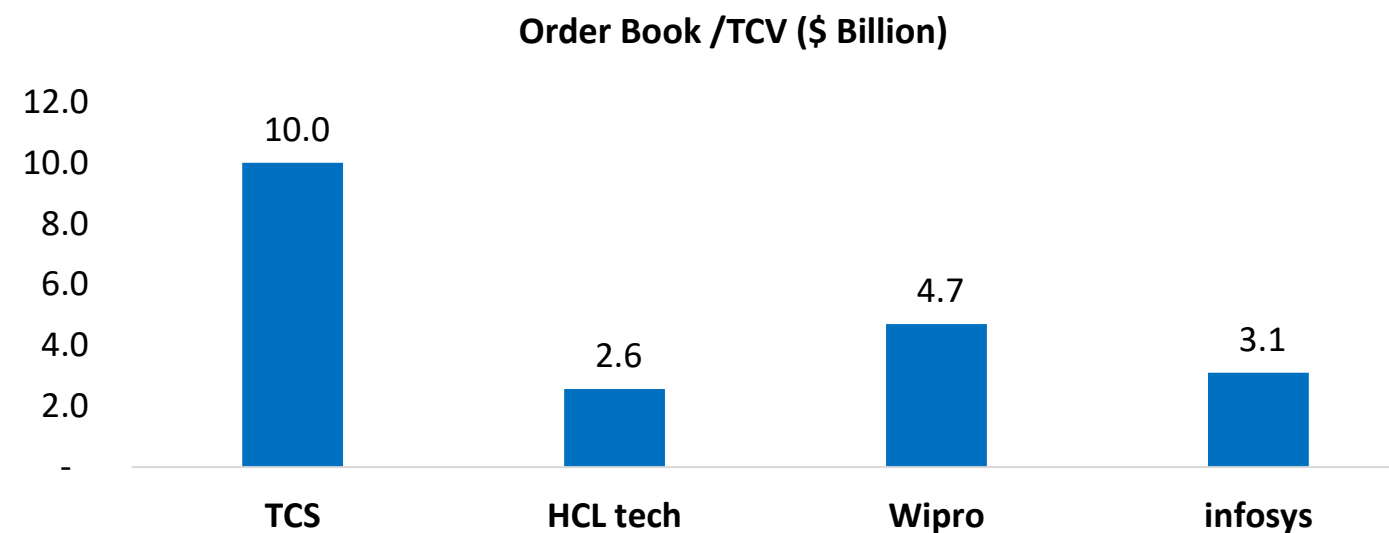
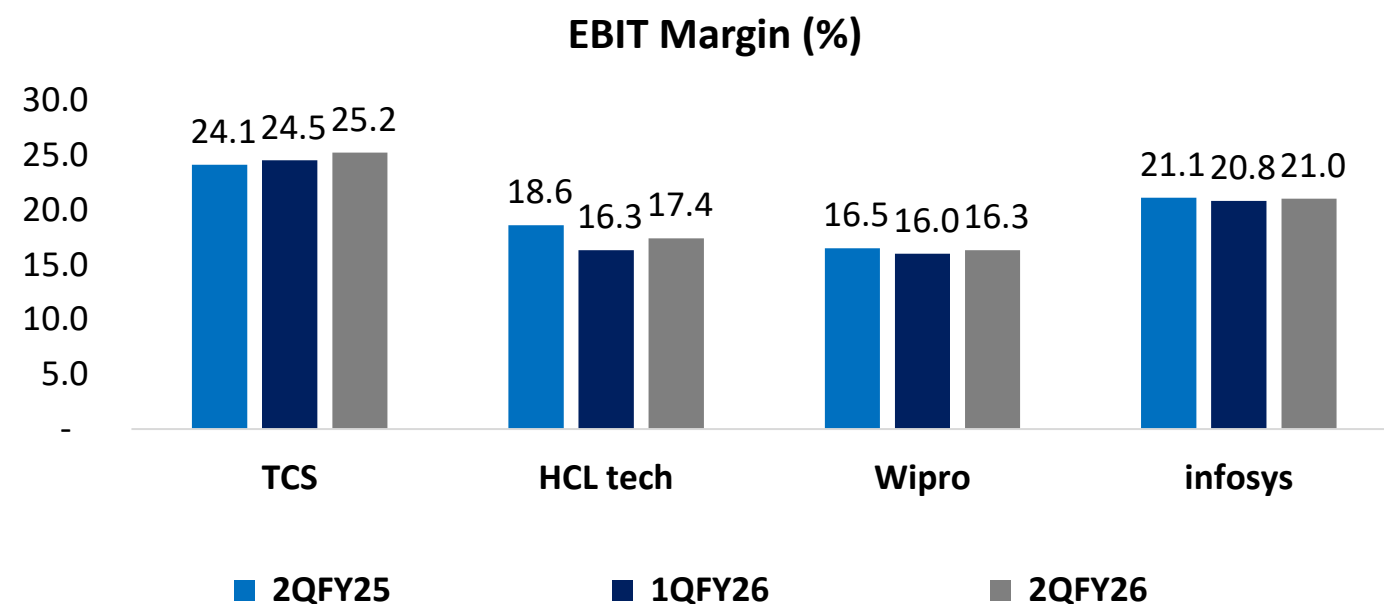
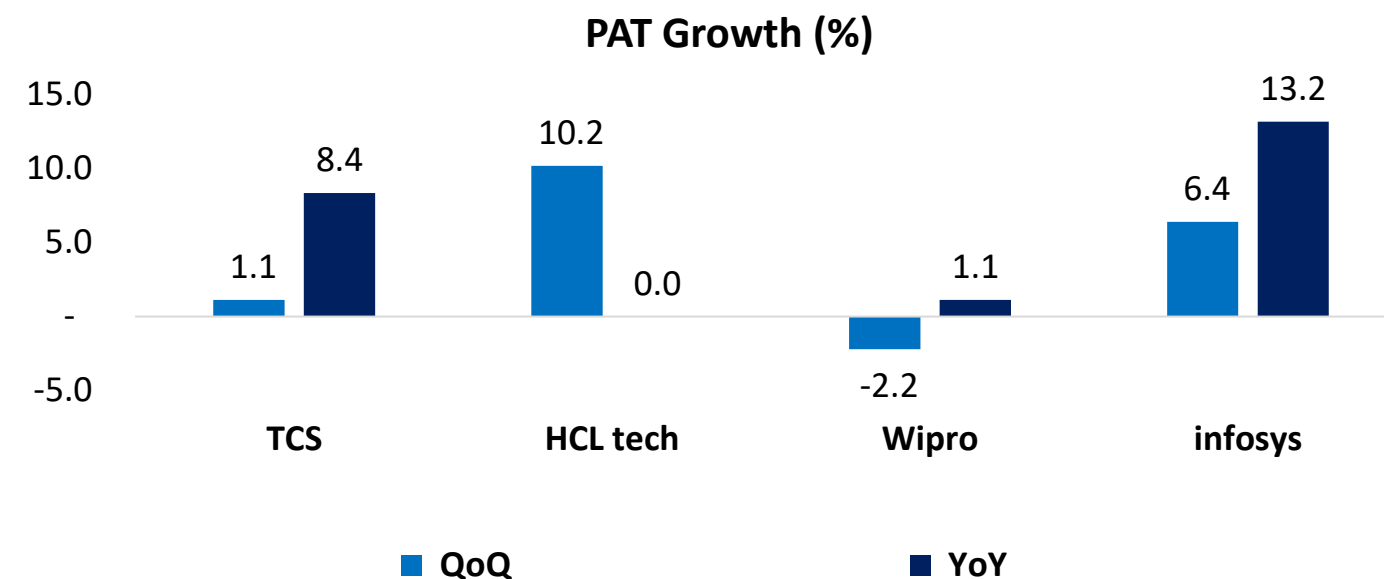
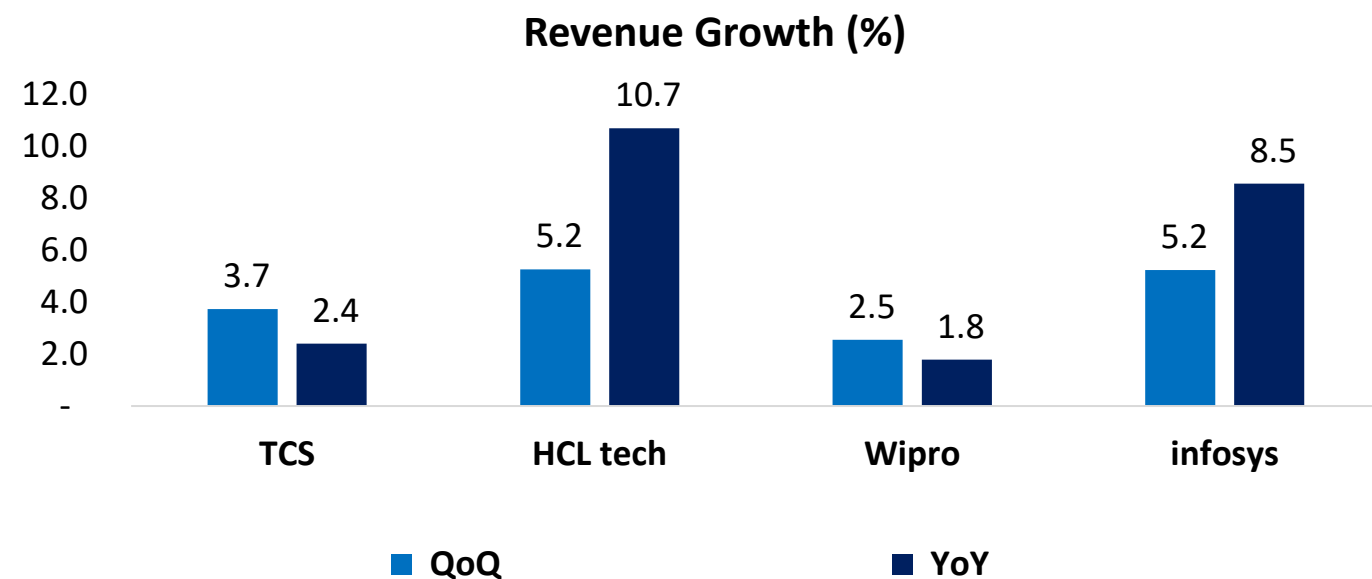
Mid and small cap IT companies reported relatively better performance vis-à-vis larger peers

- The Midcap IT companies continued to show resilience as strong growth was witnessed across the segment and geographies. A universe of 16 midcap IT companies have reported 5.5%/22.3%/6.5% QoQ growth in Revenue/EBIT/PAT to Rs 49,726 cr/Rs 5,049 cr/Rs 5,378 cr respectively.
- The EBIT margin improved 140 bps QoQ to 10.1% aided by favourable currency movement, pyramid rationalization, SG&A cost rationalisation and utilization gains. The management commentaries continue to be strong as most Tier-2 IT companies are expecting 2HFY26 to be better in terms of execution despite seasonal furlough during 3QFY26. The deal wins/pipeline remained robust with LTIM (\$1.6 bn, +22.3% YoY), TECHM (\$816 mn, +35.3% YoY), Persistent (TCV \$351 mn, -10.2% YoY), Coforge (Fresh Order \$514, mn flat YoY), and FSL (pipeline at \$1 bn and growing 5-10% QoQ) etc reporting strong deal wins.

The upcoming quarter is expected to be seasonally weak due to lower number of working days and furloughs. HCL Tech, Persistent, LTIM, Tata Tech, Coforge will have wage hike impact on margin during 3QFY26. With healthy deal wins and pipeline, the focus now will be on execution. Most companies are witnessing non-linearity between growth in revenue and headcount. Overall, with attractive valuations and anticipation of better 2HFY26 in terms of growth, we could see an outperformance for the sector in short to medium term.

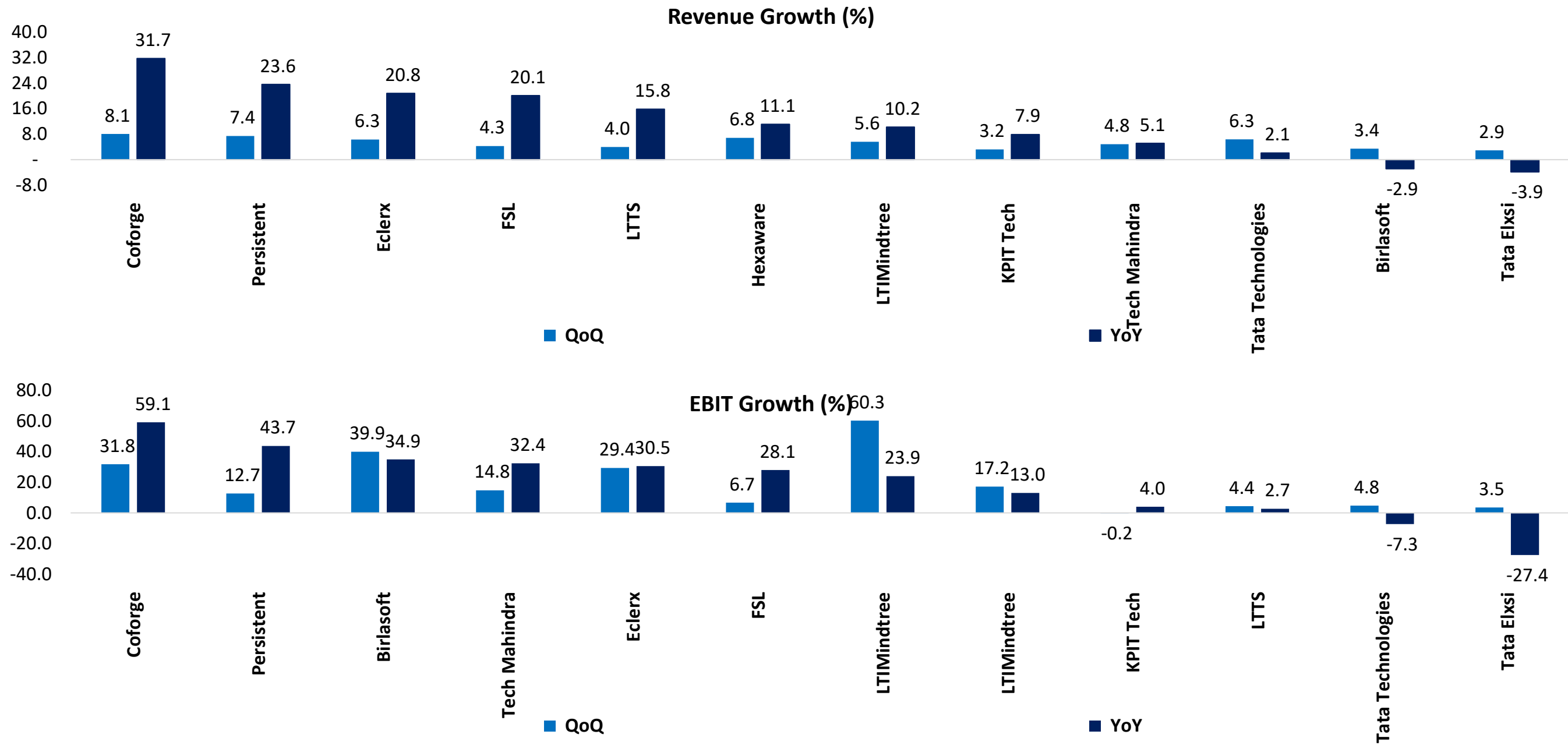
Preferred investment ideas: HCL Tech, Infosys, Tata Technologies, FSL, Birlasoft, Tech Mahindra, LTTS, LTIM, and Infobeans Technologies etc

Tier-1 IT Companies - 2QFY26 Revenue, EBIT Margin and PAT Trend

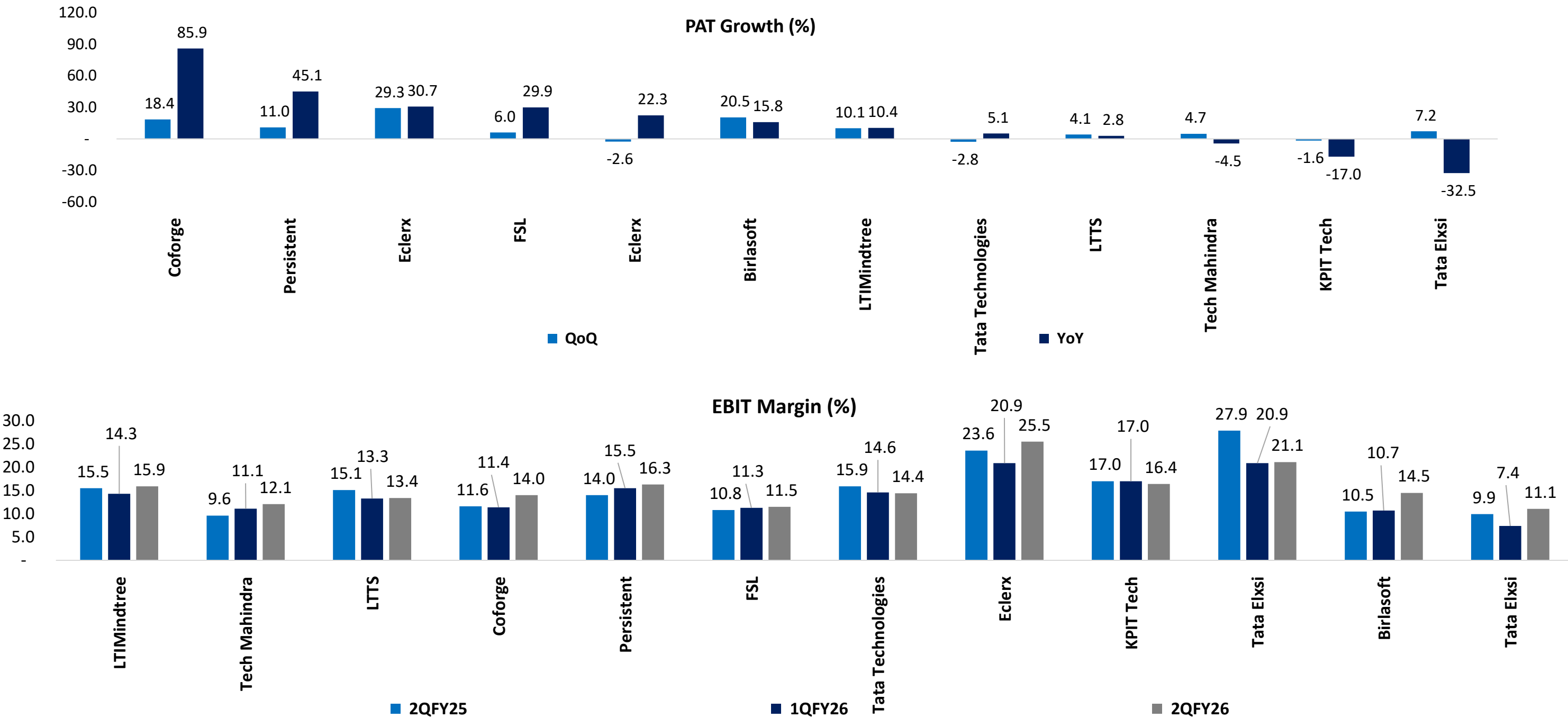


Source: Exchange Filings, SSL Research

Mid Cap IT Companies - 2QFY26 Revenue & EBIT Trend

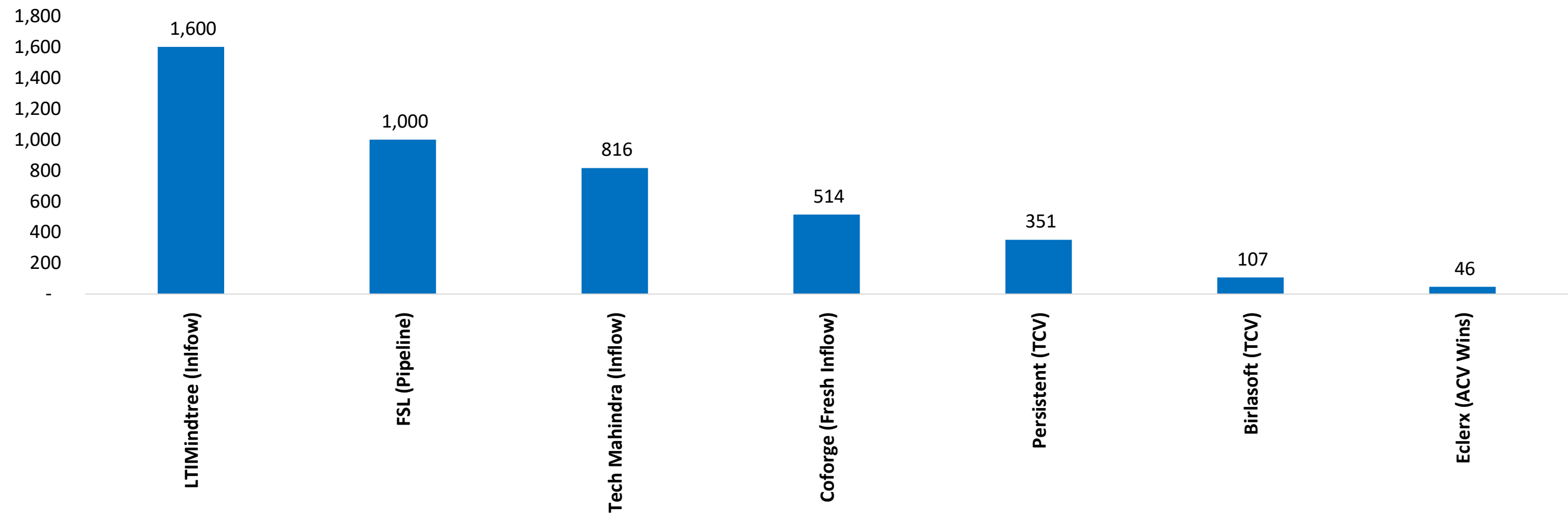


Mid Cap IT Companies - 2QFY26 PAT and EBIT Margin Trend



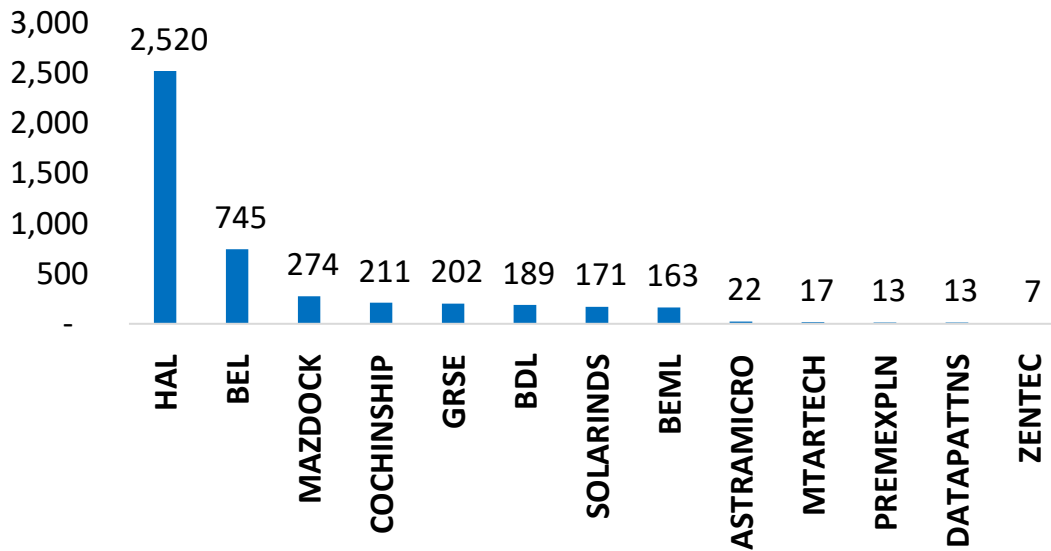
Mid Cap IT Companies – Deal Wins

Order Book-\$ Million (TCV/Inflows/Pipeline)

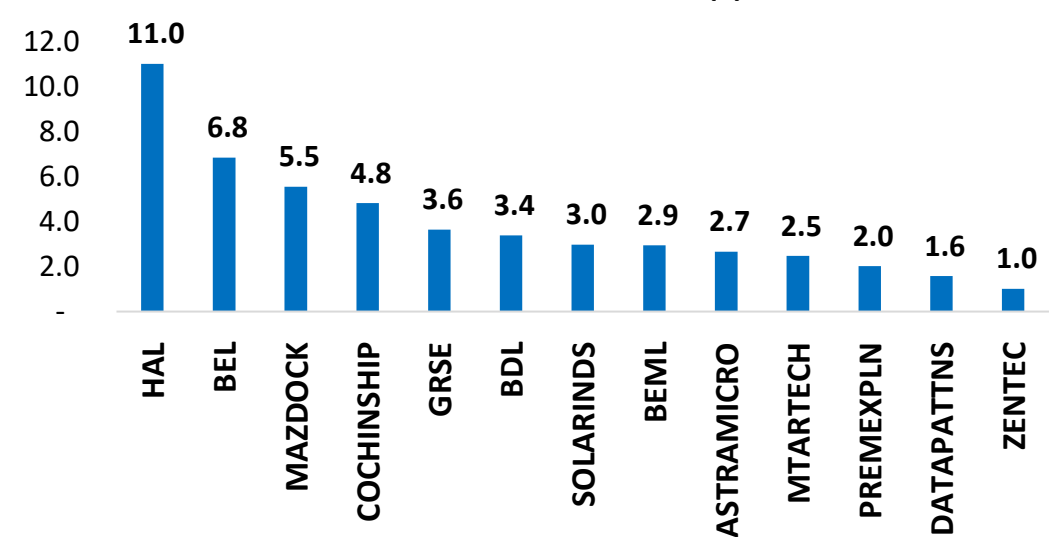


Source: SSL Research, Company presentation

Order Book (Rs Billion)



Order Book to Sales ratio (x)



Resilient performance- Order booking remained solid for large players

Overall, Indian defence sector demonstrated resilient performance during 2QFY26 led by robust execution and sector continues to benefit from the government's push for indigenisation ("Atmanirbhar Bharat") and emergency procurement. The order pipeline continues to be strong led by base and large orders. The execution is expected to pick up in 2HFY26 as the period is traditionally stronger than 1HFY26. Most larger players have reported healthy order book: HAL (Rs 2.6 trillion, +110% YoY), BEL (Rs74,859 cr flat YoY), BEMIL (Rs 16,342 cr, +42.7% YoY), Data Patterns (Rs 1,287 cr, +32.5% YoY), BDL (Rs 18,852 cr, -3% YoY), MTAR (Rs 1697 cr, +80.1% YoY), Solar Inds (Rs 17,100 cr, +197.0% YoY).

The pipeline continues to be healthy as there are several flagship programs which are underway to modernize the armed forces. For BEL over Rs 55,000 cr is in pipeline including QRSAM (Rs 30,000 cr), LRSAM (Rs 5,000 cr), BMP-2 upgrade for Rs 3,000 cr, and Akash Army Rs 2,700 cr etc.

Mazagon Dock is expecting to increase its current order book of Rs 27,415 cr to over Rs 1 trillion by FY27 having over Rs 3 trillion order under pipeline. This includes P75 (3 follow-on Scorpene submarines for Rs 36,000 cr), P75(I) (6 submarines) for Rs 70,000 cr, P17 Bravo frigates for Rs 70,000 cr, LPD (Landing Platform Dock) for Rs 80,000 cr, Next-gen Destroyer (15 Charlie/NGD) for Rs 70-80,000 cr.

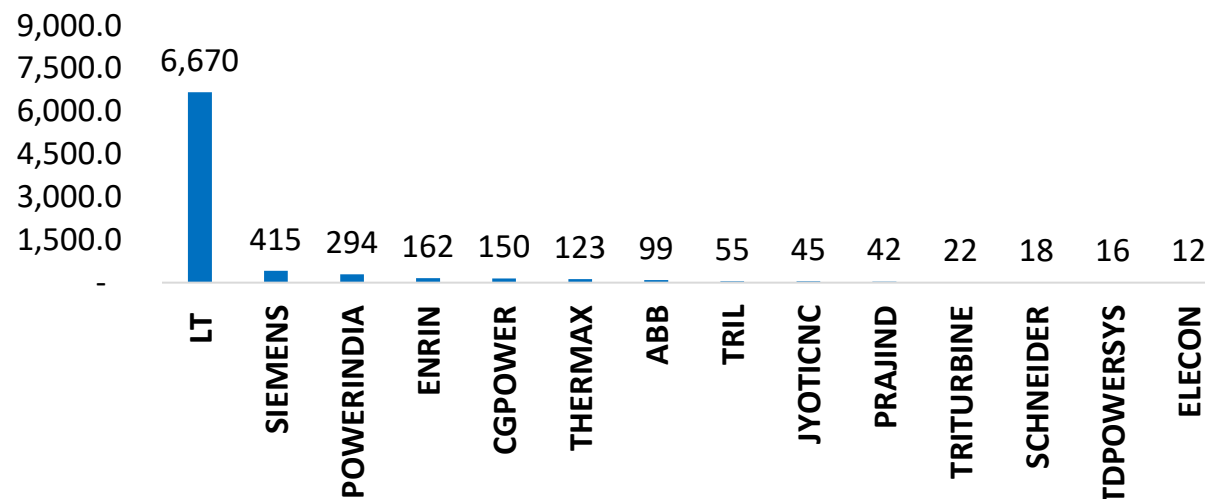
A universe of 15 companies with above Rs 2,000 cr market cap have reported 18.1%/12.1%/16.3% YoY growth in Revenue/EBITDA/PAT to Rs 23,371 cr/ Rs 5,285 cr/ Rs 4,785 cr respectively. EBITDA margin remained steady at 22.5%.

Our preferred picks are BEL, Data Patterns, Mazagon Dock, Garden Reach Shipbuilders and Solar Industries. Zen Technologies, we expect FY26 to be a muted year due to weak order intake in the past 1 year. The order intake will pick-up in 2HFY26 however the execution will happen in subsequent quarters and therefore not expecting meaningful recovery in earnings till 2QFY27.

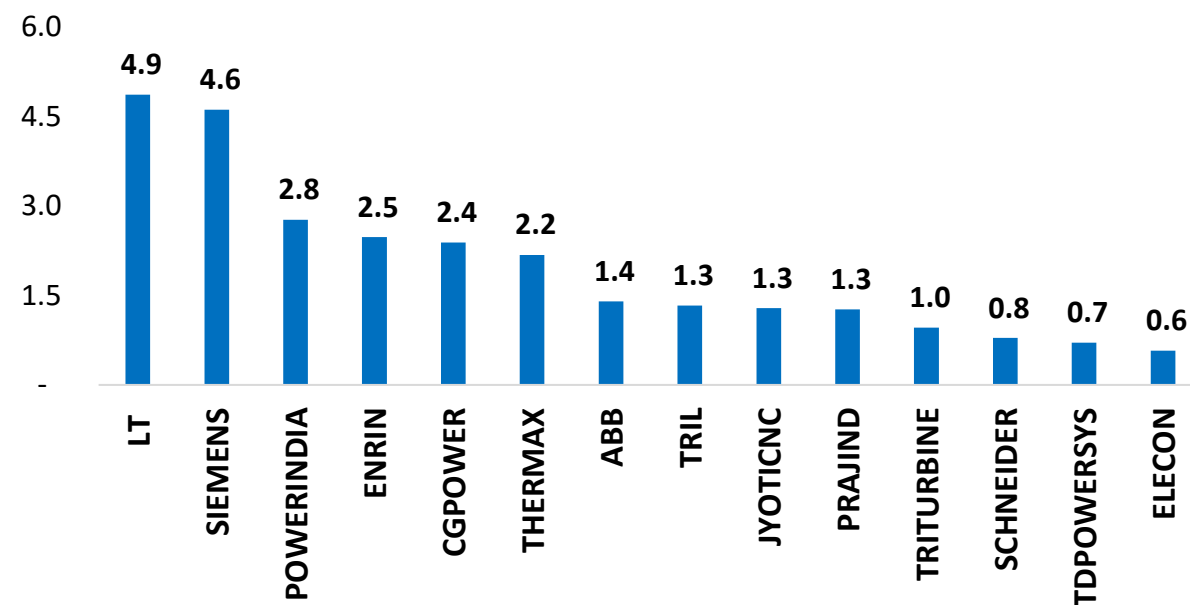
Source: Exchange Filings, SSL Research

Capital Goods and Engineering - 2QFY26

Order Book (Rs Bn)



Order Book to Sales Ratio (x)



Muted performance- Private capex still in recovery phase; Spending on T&D, Railways, Data Centers, Defence continues to drive growth.

The sector exhibited subdued performance for the quarter though order inflow during 1HFY26 has been strong owing to robust demand in T&D, renewables, defence, real estate, infrastructure, and data centers etc. The demand for power has remained strong supported by data centers. The order pipeline from industries such as cement, steel, petrochemicals, and waste-to-energy is yet to gain momentum; However oil and gas sector along with engineering, procurement, and construction (EPC), is experiencing a healthy inquiry pipeline. Private capex is still in a recovery phase, while public capital expenditure remains robust. Public sector spending especially in power, transmission and distribution (T&D), railways, and defence, has been a key driver of growth. The high level of competitive intensity has negatively impacted margins.

The companies with healthy orders in hand: L&T (Rs 6,67,047 cr, +30.8% YoY), Siemens (Rs 41,500 cr, -11.7% YoY), Hitachi Energy (Rs 29,412, +230% YoY), CG Power (Rs 14,953 cr, +91% YoY), Thermax (Rs 12,300 cr, +6.1% YoY), Transformers & Rectifiers (Rs 5,472 cr, +56.3% YoY), Triveni Turbine (Rs 2220 cr, +23.6% YoY), TD Power Systems (Rs 1,587 cr, +28.6% YoY) etc.

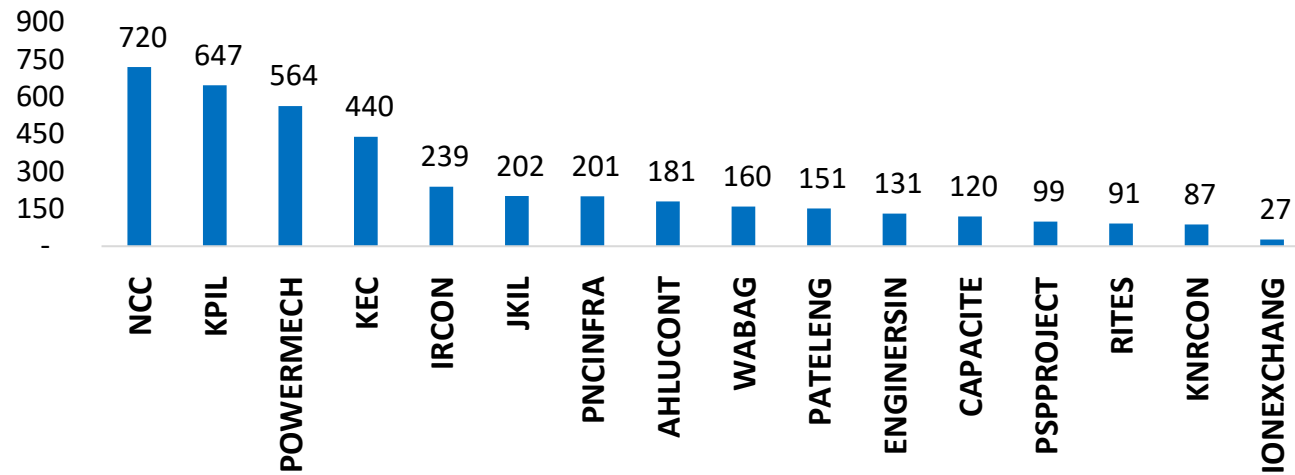
In international market, the outlook for the power sector is positive in the US and Europe. Data centers and artificial intelligence are driving power consumption, resulting in a shortage of power equipment. Significant transmission initiatives are in progress in Saudi Arabia, UAE, and Oman, alongside a rise in tendering activities in the Americas, including Brazil, Mexico, and the US, which bodes well for power T&D growth in the medium to long term. L&T for example has outlined Rs 10.4 trillion order prospect pipeline led by infrastructure and hydrocarbon. Middle-East alone has overall pipeline of Rs 3.6 trillion towards its Hydrocarbon, CarbonLite and Clean energy segment.

A universe of 16 companies (L&T standalone- Profit adjusted against exceptional items) with above Rs 2,000 cr market cap has reported 6.3%/3.1% YoY growth in Revenue/EBITDA to Rs 61,461 cr/ Rs 8,037 respectively while PAT dropped 1.5% YoY to Rs 4,920 cr. EBITDA margin remained flat on YoY basis at 14.9%.

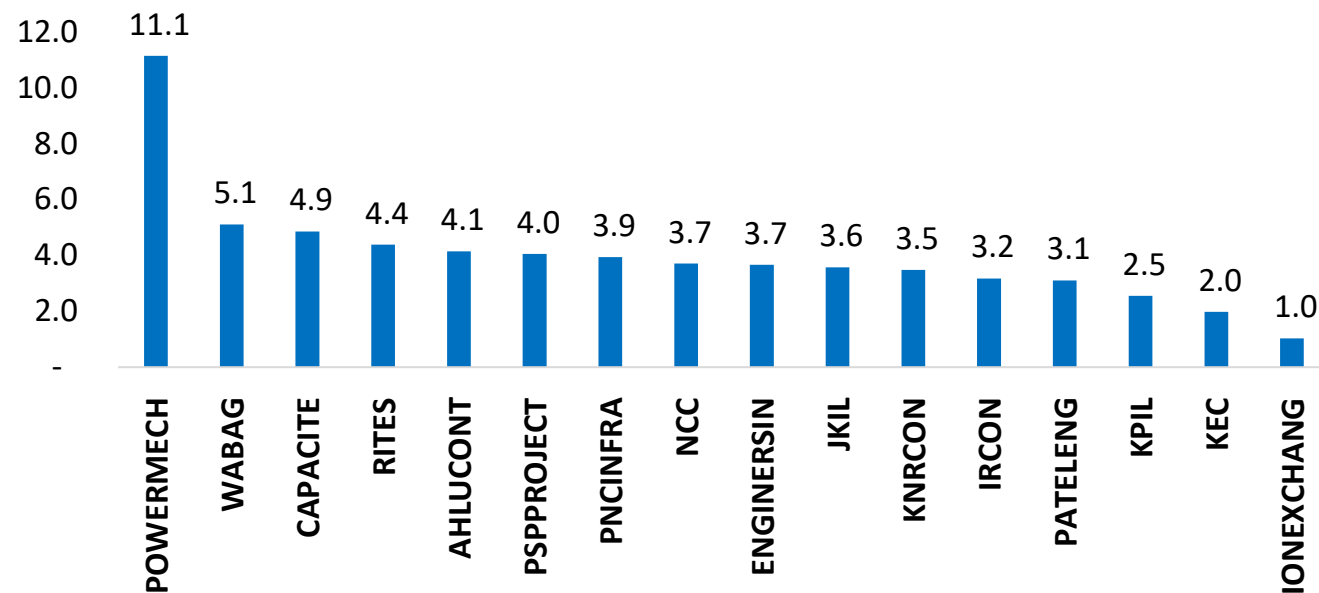
Our preferred picks are L&T, TD Power, Triveni Turbines, Cummins, Siemens Energy, and Jyoti CNC etc

Source: Exchange Filings, SSL Research

Order Book (Rs Bn)



Order Book to Sales Ratio (x)



Weak performance- Extended monsoon and payment delays in some projects impacted the execution.

The performance of construction and EPC companies during the quarter has been weak. The extended monsoon led to slow execution while payment delays in water segment impacted the cash flow generation. NCC, one of the biggest players in construction, has withdrawn the guidance given earlier citing challenging environment and payment delays.

The pace of project awarding by NHAI has remained subdued as only ~504 km of highway projects were awarded till Mid-November against the annual target of 6,376 km. The order intake excluding NHAI, however has picked-up recently with strong order momentum witnessed in T&D, Building, Urban infra, Renewables, Data centers, Oil & Gas, Defence & Aerospace etc.

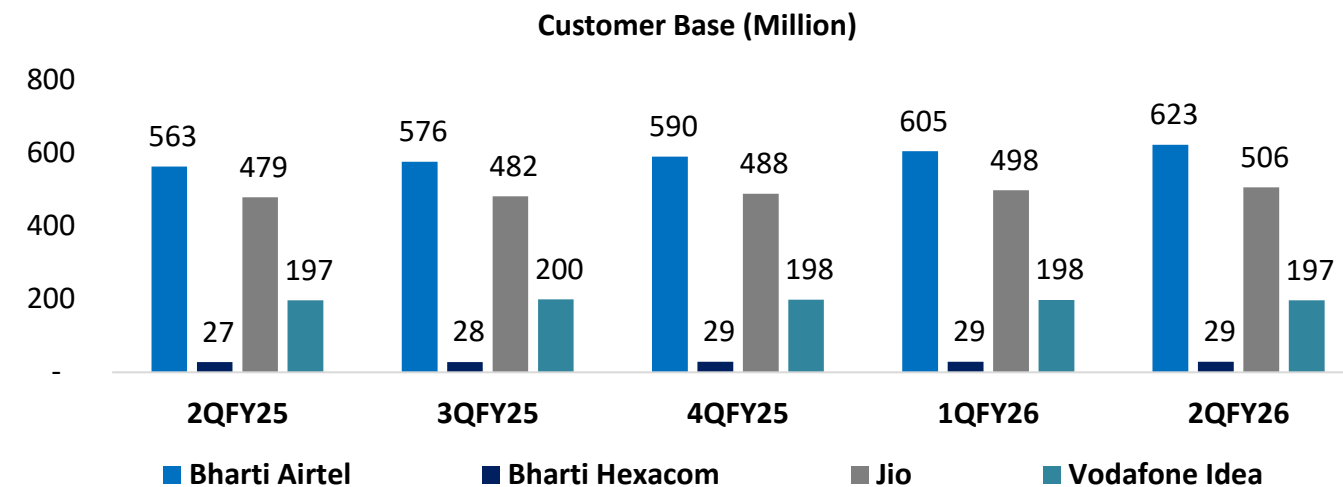
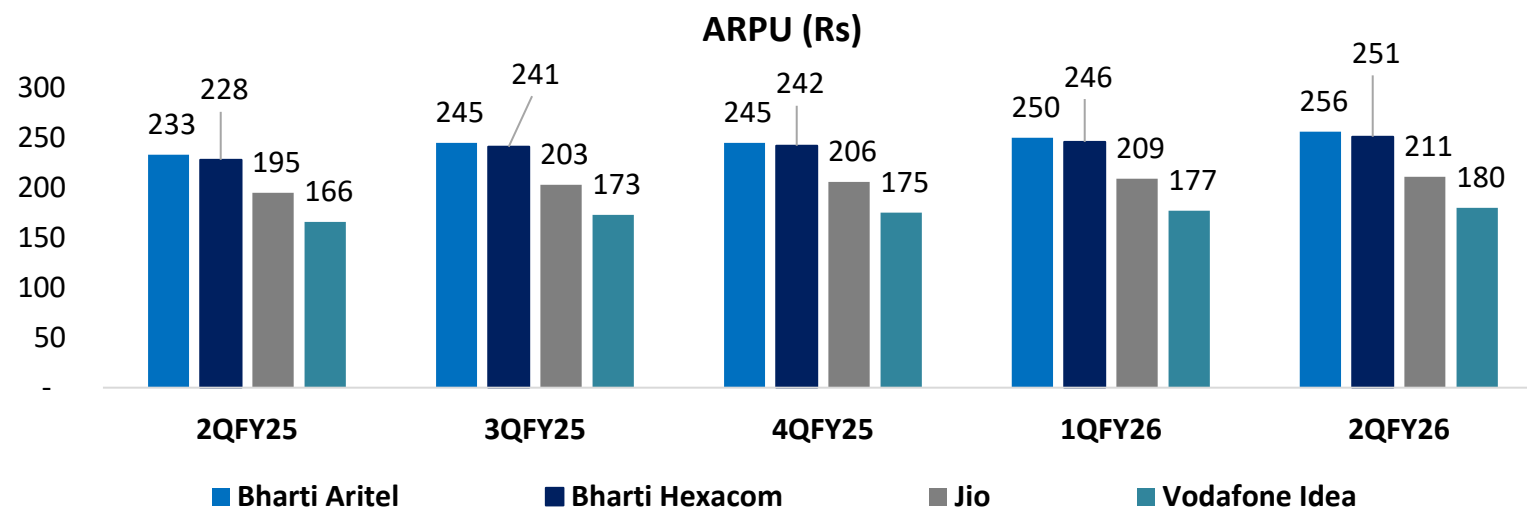
A universe of 16 companies has reported mere 3.5% YoY growth in consolidated revenue to Rs 30,268 cr while EBITDA/PAT dropped 13.0%/0.6% YoY to Rs 3,166 cr/ Rs 1,713 cr respectively. EBITDA margin was lower by ~200 bps YoY to 10.5%.

The companies operating in power T&D sector have reported robust growth while order book visibility continues to remain healthy. **Order book as of Sep'25: NCC** – Rs 71,957 cr, up 29.5% YoY, **KEC International**- Rs 44,000 cr, up 17.5% YoY, **Ahluwalia Contracts**- Rs 18,057 cr, up 11.1% YoY, **Va Tech Wabag**- Rs 16,000 cr, up 12.2% YoY, **KNR Construction**- Rs 8,748 cr, up 125% YoY, **Power Mech Projects**- Rs 56,353 cr, flat YoY, **Engineers India**- Rs 13,131 cr, up 15.7% YoY, **Capacite Infra**- Rs 11,991 cr, up 19.1% YoY.

Our preferred picks are NCC, Kalpataru Project International, KEC International, Engineers India and Power Mech Projects etc.

Source: Exchange Filings, SSL Research

Telecom Service Providers – Steady quarter helped by strong ARPU



- The telecom sector posted a steady quarter with the benefits of the Jul'24 tariff hike reflected in the base quarter ARPU and revenue. All 4 companies have posted combined Revenue and EBITDA growth of 18.3%/25.1% YoY to Rs 101964 cr and Rs 54,212 cr respectively. The PAT (excluding Vodafone) recorded a 40.5% and 8.5% YoY and QoQ growth to Rs 14,587 cr. Vodafone Idea net loss further narrowed to Rs 5,524 cr v/s 7,175 cr a year ago.
- Average ARPU of all 4 operators registered a YoY and QoQ growth 9.2% and 1.8% to Rs 225 benefiting from an additional day in the quarter and ongoing improvements in the service mix. Upgrade from feature phones to smartphones, transition from prepaid to postpaid plans, data monetization, and international roaming continue to be significant contributors to ARPU growth. Bharti Airtel and Jio continue to add subscribers with net QoQ addition of 18 million and 8.3 million respectively while Vodafone Idea lost 1 million subscriber base on QoQ basis. Bharti Hexacom subscriber base remained steady at 29 million.
- The overall growth outlook for the sector is looking strong with further possibility of tariff hikes. With moderation in capex, especially from Bharti and Bharti Hexacom, the cash flow generation remained robust- Bharti Airtel (Rs 14,600 cr in 2QFY26 v/s Rs 14,300 in 1QFY26). Bharti's India net debt-to-EBITDA dipped to 1.19x (vs. 1.26x QoQ). Recent Supreme Court ruling permitting the government to undertake a comprehensive assessment, reassessment and reconciliation of the AGR rules including interest and penalties is a welcome sign for the sector.

Preferred Investment Ideas: Bharti Airtel & Bharti Hexacom

Auto OEM Wholesale Volumes (Domestic + Export) – 2QFY26

Company	Quarterly		% Change
	2QFY26	2QFY25	YoY
Passenger Vehicles			
Maruti Suzuki	5,50,874	5,41,550	1.7%
Hyundai Motor India	1,90,921	1,91,939	-0.5%
M&M - Domestic	1,45,503	1,35,962	7.0%
Tata Motors PV	1,44,397	1,30,753	10.4%
Two-Wheelers			
Eicher Motors	3,26,375	2,28,758	42.7%
Bajaj Auto	10,68,987	10,33,208	3.5%
TVS Motors	14,53,501	11,90,309	22.1%
Hero MotoCorp	16,90,702	15,19,684	11.3%
Ather Energy	65,595	39,305	66.9%
Ola Electric Mobility	52,666	98,619	-46.6%
Three-Wheelers			
Bajaj Auto	2,25,133	1,88,296	19.6%
TVS Motors	53,449	37,914	41.0%
Atul Auto	9,246	8,767	5.5%
M&M	33,019	22,963	43.8%
Commercial Vehicles			
Ashok Leyland	49,116	45,624	7.7%
Volvo Eicher CV	21,899	20,774	5.4%
Tata Motors	94,681	84,281	12.3%
M&M (LCV upto 3.5 Ton) - Domestic	69,619	61,703	12.8%
SML Mahindra (previously SML Isuzu)	3,219	3,244	-0.8%
Force Motors	7,768	7,335	5.9%
Farm Equipment			
Escorts Kubota	33,877	25,995	30.3%
M&M	1,22,936	93,382	31.6%
VST Tillers Tractors	14,450	12,549	15.1%



Auto OEM

- A sample of 22 companies reported revenue growth of 4% YoY while EBITDA/PAT declined 24%/19% YoY. The decline in profitability is attributed to the dismal performance by Tata Motors PV which reported EBITDA and PAT losses during 2Q, weighed down by the JLR cyberattack. Excluding Tata Motors PV, the sample posted Revenue/EBITDA/PAT growth of 14%/18%/21% respectively. 2QFY26 was also marked by the GST transition process which led to postponement of retail sales in the 2nd half of August and 1st 3 weeks of September. The new GST rates came into effect on 22nd September 2025.
- **Passenger Vehicles:** The GST rate on cars with engine capacity upto 1,200 cc (petrol) & 1,500cc (diesel) and 4 meter length was reduced from 28% to 18%. Cars above these parameters found themselves in the 40% GST slab. However, the effective tax rate on these vehicles has reduced from ~42%-50% band previously (28% + cess) to a flat 40% now resulting in price drop across SUVs and luxury vehicles as well. OEMs focused on delaying the dispatches to the dealers ahead of the new GST regime during 2Q. The EV segment remained resilient with new launches (Tata Harrier, M&M BE6 & XEV 9E, Hyundai Creta, MG Windsor) continuing to drive volume growth. EV market leader Tata Motors showed recovery during the quarter with 54% YoY volume growth. Hyundai India reported margin improvement during the quarter while Maruti Suzuki saw a margin drop owing to under utilization of capacities and adverse product mix (lower share of SUVs). M&M reported another strong quarter with growth across SUVs, LCVs and tractors.
- **Two-Wheelers:** The GST rate on motorcycles & scooters upto 350cc was reduced to 18% from 28% while the 350cc+ segment moved to the 40% slab, raising the effective rate to 40% from 31% previously. This led to postponement of purchases in the upto 350cc category while the 350cc+ category saw pre-buying ahead of the increase in rates. TVS Motor, Bajaj Auto and Hero MotoCorp reported YoY margin improvement driven by superior product mix, higher share of exports, favourable realization due to rupee depreciation and benign raw material prices. Eicher Motors reported a margin decline as the company prioritises market share gains over profitability. The pure play EV OEMs – Ather Energy and Ola Electric continued to report losses at the EBITDA and PAT level. Gross margins improved for both the companies driven by increasing localization of components.
- **Commercial Vehicles:** The GST rate on all commercial vehicles was reduced from 28% to 18% which led to similar postponement of purchases during the 2nd half of the quarter. Both Ashok Leyland and Tata Motors reported operational improvement during the quarter. The replacement cycle in the industry is currently elevated with average life of trucks currently on road extending to 10-10.5 years vs historical average of 7-7.5 years. Improvement in fleet utilization levels along with reduced prices post GST rationalization are likely to trigger revival of sentiments in the industry.
- **Tractor:** The entire agri equipment ecosystem (tractors, tillers, other farm machinery & their components) was moved to the 5% GST slab. Demand was fairly robust during 2Q supported by strong monsoon and upbeat farmer sentiment. Our top picks in the sector include **TVS Motor, Hero MotoCorp, Bajaj Auto, Ashok Leyland, Tata Motors CV, M&M, Hyundai Motor India, VST Tillers**



Auto Ancillary

- A sample of 82 auto ancillary companies (M-Cap > Rs 1,000 cr) reported Sales/EBITDA/PAT growth of 11%/10%/10% YoY, outperforming the OEM industry.
- Growth was driven by the suppliers to the two-wheeler industry which outperformed the overall sample growth. A sub-sample of 9 companies primarily supplying to the two-wheeler OEMs (ASK Auto, Pricol, Sandhar Tech, Endurance Tech, Fiem Ind, Belrise Ind, Varroc Engg, India Nippon Electricals) reported Revenue/EBITDA/PAT growth of 19%/20%/29% YoY during 2Q. Growth was driven by SOP for new models, product portfolio expansion, capacity expansion as well as pick up in vehicle production ahead of the GST 2.0 rationalization.
- Ancillaries primarily supplying to the PV industry had a mixed quarter with Lumax Auto Tech reporting strong performance driven by new acquisition (Greenfuel energy) as well as continuing strength in revenue from largest client M&M while Subros reported subdued numbers due to higher raw material cost and flat volume growth at its key client Maruti Suzuki.
- Tyre makers reported improved profitability as raw material cost stayed benign. EBITDA margin improved marginally by 10 bps YoY for the sample set of 7 tyre companies. CEAT, JK Tyre, Apollo Tyres and TVS Srichakra reported strong numbers while Balkrishna Industries and Goodyear India reported decline in profitability due to lower export of off-highway tyres. Off-highway tyre exports to USA were impacted during the quarter with India facing higher tariffs relative to other manufacturing destinations.
- The Forging/Casting segment reported mixed set of numbers. Companies with diversified industry mix such as Bharat Forge & Sansera Engineering managed to mitigate the slowdown in the global CV and PV industries with growth in the Aerospace & Defence segments while companies exposed to the CV cycle such as RK Forging and MM Forging reported weak performance.
- **Key growth drivers ahead:** Robust demand driven by troika of rate cuts (Interest Rate, Income Tax, GST), upbeat rural sentiment and new vehicle launches should drive growth in PV and 2W. CV demand should receive a boost from the reduced prices post the GST reduction, pickup in freight demand and higher government spending on infrastructure. Implementation of the mandatory ABS norms in the entry level motorcycles and scooters from 1st Jan'26 could drive pre-buying in the month of December.
- Our top picks in the sector include **Lumax Auto Tech, Pricol, Belrise Industries, Uno Minda, Minda Corp, ASK Auto, Endurance Tech, Fiem Ind, Swaraj Engines, Subros, Landmark Cars, Carraro India, Uniparts India, Ceat, Apollo Tyres and JK Tyre**

Key takeaways of EMS (Electronic Manufacturing Services) sector



EMS

- A sample of 11 companies reported Revenue/EBITDA/PAT growth of 25%/29%/68% YoY respectively in 2QFY26.
- **Dixon Tech** reported relatively subdued growth during the quarter due to GST led postponement in demand especially in LED TVs and consumer durables such as washing machines and refrigerators. Reported PAT was boosted by the market to MTM gain on account of the 6.5% stake in Aditya Infotech Ltd.
- **RAC manufacturers:** It was another washout quarter for the segment with heavy rains as well as spillover of high channel inventory from 1Q impacting primary demand for ACs during the quarter. Amber Enterprises relatively outperformed PG Electroplast and Epack Durables owing to lower dependence on the RAC segment due to product diversification and expansion of the commercial AC and Mobility businesses.
- **B2B EMS:** Syrma SGS/Kaynes Tech/Avalon Tech continued to report strong growth driven by healthy order book execution, ramp up of new customers and steady demand across high margin Automotive, Industrial and Railway sectors.
- **Acquisitions:** The M&A activity continued during the quarter. Amber Ent completed the acquisition of majority stakes in Power-One Micro Systems (Power Equipment) and Unitronics (Industrial Automation) which will further bolster its EMS offerings. Syrma SGS forayed into the defence segment with the proposed acquisition of 2 Mumbai based companies specializing in communication equipment for the armed forces. The company will also form 2 JVs – 1 with Premier Energies for acquisition of Ksolare, a solar inverter manufacturer and another with Elemaster, an Italian company for railways, industrial automation and medical electronics.
- **Capex:** The applications for the component PLI scheme started receiving approvals with Kaynes Tech, Syrma SGS and Amber Ent among the early winners. These companies received approvals for their respective PCB manufacturing projects. Capex for these projects is set to begin in the next few months and will start contributing to revenue from FY27.
- **Preferred Picks: Syrma SGS, Amber Enterprises, Kaynes Tech**
- Valuations continue to remain high, in-line with the growth being witnessed in the sector.



Pharmaceuticals

- Majority of **Pharmaceutical companies** reported in-line set of numbers during the quarter as they faced multiple headwinds like a) continued price erosion in USA, b) trade uncertainties due to tariff announcement by US President Trump and c) supply chain disruption due to GST rate rationalisations leading to a softer domestic business. However, continued traction in new product launches and deepening geographical penetration for pharmaceutical companies remained a key positive during 2QFY26.
- As of Sep'25, the Indian Pharmaceutical Market (IPM) grew 7.2% YoY, led by therapies like Respiratory/Cardiovascular/Anti-Diabetic/Urology growing 14.0%/11.5%/9.3%/9.1% YoY respectively, while Vitamins Minerals & Nutrients /Gynaecology/Analgesics/Anti-Infectives/Dermatology/Gastro Intestinal therapies grew at a modest 6.2%/5.8%/5.0%/4.4%/2.6%/1.7% YoY respectively during the period (*Source: Mankind Pharma Investor Presentation*). However, as mentioned previously, overall performance for domestic businesses of pharmaceutical companies was impacted by the new GST rates which led to lower stockpiling and channel fillings during the months of Sep'25. Going ahead, domestic businesses are expected to recover during 2HFY26 as conditions normalise for players.
- Across the globe, North America remained a key market for pharmaceutical companies despite tariff related uncertainties. Growth for pharmaceutical majors like Sun Pharma, Dr Reddy's, Cipla, etc were impacted by double digit price erosion in g-Revlimid, offset by other specialty and complex generic product launches in the geography.
- An upcoming opportunity for players is the patent expiry of Semaglutide, which is used for treatment of Type-2 diabetes and chronic weight management. The drug is going off-patent first in the Canadian market in Jan'26 and in other emerging markets like Brazil, India and Turkey in Mar'26. The drug had an addressable market size of USD 29 billion in CY24 and is expected to grow to USD 57 – 94 billion by CY35. Indian companies like Dr Reddy's, Cipla, Lupin, Natco Pharma etc are working on product launches in Canada, India, Brazil, etc, while CDMO players like OneSource Specialty Pharma, Supriya Lifescience etc are setting up capacities to cater to these players.
- A sample of 65 pharmaceutical companies with market capitalization above Rs 1,000 cr, reported total Revenue/EBITDA/PAT of Rs 1,12,757 cr/Rs 28,171 cr/Rs 16,759 cr, up 13.2%/18.6%/14.5% YoY and 8.2%/12.9%/17.3% QoQ respectively.



Pharmaceuticals

- **Finished Dosage Forms (FDF) or Formulation** companies reported healthy performance during 2QFY26 driven by deepening geographical penetrations, traction in new product launches and focus on niche & specialty therapies. Within the formulations segment, companies like Lupin, Glenmark Pharma, Torrent Pharma etc reported strong set of numbers led by niche and specialty product portfolio, While, performance for Sun Pharma, Dr Reddy's Labs, Cipla etc were impacted by price erosion and loss on exclusivity on g-Revlimid.
- Companies engaged in the manufacturing of **Active Pharmaceutical Ingredients (API)** continued to remain impacted by inventory de-stocking by pharma companies and lower prices, which has led to slight dip in demand and margin pressures for companies. Going forward, majority of API companies are witnessing stabilization in API prices during 3QFY26 and expect the inventory de-stocking cycle to end in the near future.
- **CDMO/CRDMO/CRAMS/CMO** companies continue to report strong set of numbers led by strong execution and increasing project commercialisations. CDMO companies are witnessing a robust set of customer audits and Request for Proposals (RFPs) driven by shift of global pharma supply chain from China to India, post the US Biosecure Act.
- Going forward, companies engaged in the development of **Biosimilars** like Biocon, Dr Reddy's Labs, Lupin, Sun Pharma, etc. are expected to witness tailwinds on account of new draft guidelines published by the USFDA. The draft guidelines are expected to simplify and expedite the development process for biosimilar and are likely to cut development costs by ~50%, once implemented.
- **Preferred Investment Ideas:** Sun Pharmaceutical Industries, Lupin, Cipla, Mankind Pharma, Glenmark Pharma, Piramal Pharma, Eris Lifescience, OneSource Specailty Pharma, Blue Jet Healthcare, Supriya Lifescience, SeQuent Scietific, Innova Captab, etc.



Healthcare

- Majority of **Hospital companies** reported decent to strong set of results during 2QFY26 aided by commissioning of incremental capacities leading to healthy volume growth and increase in revenue share of specialities like CONGO therapies (cardiology, oncology, neurosciences, gastrointestinal and orthopedics) leading to higher Average Revenue per Operating Bed (ARPOB) and margin expansion. Growth was however offset by a dip in occupancy rates largely due to lower incidences of seasonal illnesses, festive season leading to decrease in elective procedures and newer capacities causing a drag on occupancy rates.
- During 2QFY26, a sample of 8 major hospital companies with robust cumulative presence pan-India added incremental bed capacity of 4,167 beds and 2,759 beds on a YoY and QoQ basis respectively. Further, these companies reported aggregate Revenue/EBITDA/PAT of Rs 14,752 cr/Rs 2,971 cr/Rs 1,754 cr, up 15.8%/15.7%/26.7% YoY and 8.3%/11.7%/22.7% QoQ respectively during the quarter.
- **Diagnostic service providers** reported a healthy quarter on the back of healthy patient volumes, favourable test mix, deepening geographical penetration in Tier 3 & 4 cities, supported by increase in bundling packages which led to higher Revenue per Patient for majority of the players. Overall growth was however impacted by lower flu and seasonal incidences compared to 2QFY25 which led to a dip in revenue for pathology services. Further, unseasonal and heavy monsoon also created a slight impact for players as flooding in certain parts of the country, particularly in the East led to lower prescription-led volumes.
- During 2QFY26, a sample of 6 diagnostic service providers reported Revenue/EBITDA/PAT of Rs 1,840 cr/Rs 568 cr/Rs 326 cr, up 13.9%/15.5%/17.9% YoY and 9.2%/16.5%/14.8% QoQ respectively. Further, these companies conducted ~11 cr tests and served ~2.4 cr patients during the quarter.
- A tailwind for the overall healthcare industry is the revision in Central Government Health Scheme (CGHS) prices which will likely have a positive impact on government & scheme business for both hospital and diagnostic players. Further, the reduction of GST rates on diagnostic kits & reagents will aid margin expansion for diagnostic players, while GST exemption on health insurance premiums is expected to drive higher insurance penetration and subsequently demand for healthcare services.
- **Preferred Investment Ideas:** Max Healthcare Enterprise, Apollo Hospitals Enterprise, Fortis Healthcare, Naryana Hrudayalaya, Aster DM Healthcare, Yatharth Hospital & Trauma Care Services, Rainbow Children's Medicare, Dr Lal PathLabs, Metropolis Healthcare, Thyrocare Technologies, Suraksha Diagnostic, Poly Medicure.

Hospitals – Key Operating Parameters (1/2)

Name of the Company	2QFY26	2QFY25	YoY	1QFY26	QoQ
Total Operational Bed Capacity					
Max Healthcare Institute Ltd	4,760	4,749	0.2%	3,949	20.5%
Apollo Hospitals Enterprise Ltd	8,050	7,994	0.7%	8,030	0.2%
Fortis Healthcare Ltd	5,793	4,664	24.2%	5,703	1.6%
Aster DM Healthcare Ltd	5,199	4,994	4.1%	5,197	0.0%
Global Health Ltd (Medanta)	2,658	2,446	8.7%	2,487	6.9%
Krishna Institute of Medical Sciences Ltd	6,114	4,610	32.6%	5,499	11.2%
Rainbow Childrens Medicare Ltd	2,285	1,935	18.1%	1,935	18.1%
Yatharth Hospital & Trauma Care Services Ltd	2,305	1,605	43.6%	1,605	43.6%
Average Occupancy					
Max Healthcare Institute Ltd	77%	79%	(200 bps)	76%	100 bps
Apollo Hospitals Enterprise Ltd	69%	73%	(400 bps)	65%	400 bps
Fortis Healthcare Ltd	71%	72%	(100 bps)	69%	200 bps
Aster DM Healthcare Ltd	64%	72%	(800 bps)	59%	500 bps
Global Health Ltd (Medanta)	64%	64%	(60 bps)	63%	50 bps
Krishna Institute of Medical Sciences Ltd	54%	60%	(660 bps)	51%	220 bps
Rainbow Childrens Medicare Ltd	52%	60%	(790 bps)	40%	1180 bps
Yatharth Hospital & Trauma Care Services Ltd	66%	60%	600 bps	65%	100 bps
In-Patient Volume (thousands)					
Max Healthcare Institute Ltd	87.6	71.5	22.5%	83.3	5.3%
Apollo Hospitals Enterprise Ltd	162.9	160.0	1.9%	151.6	7.5%
Fortis Healthcare Ltd	-	-	-	-	-
Aster DM Healthcare Ltd	73.4	74.2	(1.1%)	65.8	11.5%
Global Health Ltd (Medanta)	50.9	45.2	12.7%	47.2	8.0%
Krishna Institute of Medical Sciences Ltd	64.3	55.7	15.3%	57.3	12.2%
Rainbow Childrens Medicare Ltd	28.4	28.5	(0.5%)	21.0	35.2%
Yatharth Hospital & Trauma Care Services Ltd	22.0	17.0	29.4%	19.0	15.8%

Source: Exchange Filings, SSL Research

Hospitals – Key Operating Parameters (2/2)

Name of the Company	2QFY26	2QFY25	YoY	1QFY26	QoQ
Out-Patient Volume (thousands)					
Max Healthcare Institute Ltd	1,010.0	795.0	27.0%	938.0	7.7%
Apollo Hospitals Enterprise Ltd	618.7	588.9	5.1%	567.1	9.1%
Fortis Healthcare Ltd	-	-	-	-	-
Aster DM Healthcare Ltd	950.0	890.0	6.7%	820.0	15.9%
Global Health Ltd (Medanta)	890.8	775.4	14.9%	818.8	8.8%
Krishna Institute of Medical Sciences Ltd	592.7	474.0	25.1%	502.5	18.0%
Rainbow Childrens Medicare Ltd	427.6	404.6	5.7%	329.3	29.8%
Yatharth Hospital & Trauma Care Services Ltd	108.0	105.0	2.9%	99.0	9.1%
Average Revenue per Operating Bed (ARPOB) per day (Rs)					
Max Healthcare Institute Ltd	77,300	76,200	1.4%	78,000	(0.9%)
Apollo Hospitals Enterprise Ltd	-	-	-	-	-
Fortis Healthcare Ltd	68,767	72,329	(4.9%)	64,932	5.9%
Aster DM Healthcare Ltd	50,600	43,000	17.7%	50,200	0.8%
Global Health Ltd (Medanta)	65,570	62,141	5.5%	66,584	(1.5%)
Krishna Institute of Medical Sciences Ltd	42,016	38,263	9.8%	43,011	(2.3%)
Rainbow Childrens Medicare Ltd	57,396	49,770	15.3%	63,323	(9.4%)
Yatharth Hospital & Trauma Care Services Ltd	32,015	30,641	4.5%	32,395	(1.2%)

Source: Exchange Filings, SSL Research

Diagnostic – Key Operating Parameters

Name of the Company	2QFY26	2QFY25	YoY	1QFY26	QoQ
Number of Tests Performed (million)					
Dr Lal PathLabs Ltd	25.4	23.0	10.4%	23.4	8.5%
Vijaya Diagnostic Centre Ltd	4.3	4.0	8.4%	3.9	8.6%
Metropolis Healthcare Ltd	7.9	7.0	12.4%	6.8	16.2%
Thyrocare Technologies Ltd	53.3	44.0	21.1%	46.9	13.6%
Krsnaa Diagnostics Ltd	16.4	17.1	(4.1%)	15.8	3.8%
Suraksha Diagnostic Ltd	2.2	1.7	28.7%	1.9	14.6%
Number of Patients Served (million)					
Dr Lal PathLabs Ltd	8.2	7.8	5.1%	7.6	7.9%
Vijaya Diagnostic Centre Ltd	1.2	1.1	6.2%	1.1	9.1%
Metropolis Healthcare Ltd	3.7	3.4	8.5%	3.2	15.6%
Thyrocare Technologies Ltd	5.0	4.4	13.6%	4.6	8.7%
Krsnaa Diagnostics Ltd	5.4	5.2	3.8%	5.0	8.0%
Suraksha Diagnostic Ltd	0.4	0.3	18.8%	0.3	11.8%
Average Revenue per Test (Rs)					
Dr Lal PathLabs Ltd	287.6	287.0	0.2%	286.2	0.5%
Vijaya Diagnostic Centre Ltd	472.0	463.3	1.9%	477.2	(1.1%)
Metropolis Healthcare Ltd	543.3	497.6	9.2%	567.7	(4.3%)
Thyrocare Technologies Ltd	40.6	40.3	0.8%	41.2	(1.3%)
Krsnaa Diagnostics Ltd	111.6	104.7	6.6%	111.4	0.2%
Suraksha Diagnostic Ltd	357.9	390.4	(8.3%)	378.1	(5.3%)
Average Revenue per Patient (Rs)					
Dr Lal PathLabs Ltd	891.0	846.4	5.3%	881.3	1.1%
Vijaya Diagnostic Centre Ltd	1,683.3	1,619.5	3.9%	1,709.1	(1.5%)
Metropolis Healthcare Ltd	1,160.0	1,025.8	13.1%	1,206.4	(3.9%)
Thyrocare Technologies Ltd	433.1	403.1	7.4%	419.6	3.2%
Krsnaa Diagnostics Ltd	338.9	344.2	(1.6%)	352.0	(3.7%)
Suraksha Diagnostic Ltd	2,071.8	2,086.0	(0.7%)	2,134.9	(3.0%)

Source: Exchange Filings, SSL Research



Chemicals

- **Chemical Companies** portrayed resilience during 2QFY26, despite a challenging macro and global landscape, geopolitical tensions and trade policy shifts. A sample of 49 chemical companies with market capitalization above Rs 1,000 cr reported Revenue/EBITDA/PAT of Rs 88,369 cr/Rs 12,022 cr/Rs 6,504 cr, up 14.1%/13.1%/32.0% YoY and 19.0%/13.9%/24.7% QoQ respectively.
- **Specialty Chemicals (CDMO/CRAMS/CMO):** Majority of these companies reported strong set of numbers backed by strong demand, launch and ramp up of new molecules, capacity additions as well as shift in supply chain away from China, aided by stable raw material prices leading to margin improvement. These companies remain largely insulated from higher US tariffs due to long term supply contracts as well as criticality of molecules and have been able to pass on higher tariff costs while several molecules remain exempted from tariffs currently. In the Specialty Chemicals space, Acutaas Chemicals and Anupam Rasayan India were among top performers during 2QFY26 driven by new product launches and strong execution, aided by stable raw material prices which led to margin expansion for Acutaas Chemicals.
- **Refrigerants:** All the 3 companies – SRF, Navin Fluorine, Gujarat Fluorochem reported robust set of numbers despite weakness in domestic market due to prolonged monsoon. While, export business growth for players was aided by stable Hydrofluorocarbon (HFC) prices in the global market on account of China's quota led supply restrictions and steady international demand. During 2QFY26, SRF reported robust YoY growth driven by i) higher volumes and realizations in Hydrofluorocarbons (HFCs) across domestic and export markets, ii) higher volumes and margin expansion in fluoropolymers, and iii) stable growth in industrial chemicals. However, domestic demand for ref gases was softer during 2QFY26 due to prolonged monsoons and is expected to normalize in 2HFY26.
- **Agro-chemicals:** Majority of these companies reported healthy quarterly performance on account of above-normal monsoon (108% of LPA) which was supported by healthy reservoir levels. However, continued oversupply from low cost Chinese imports led to certain pricing pressures for domestic players. Further, global inventory destocking by agrochemical companies also impacted demand for intermediates.
- **Battery/Semiconductor Chemicals:** Industry continues to evolve with cautious ramp up by Neogen Chem/GFL/Acutaas/Anupam Rasayan.
- Going ahead, chemical companies are expected to witness continued margin pressure due to continued dumping by China, while de-stocking by major global agro-chemical players will act as a drag on demand.
- **Preferred Investment Ideas:** Acutaas Chemicals, Navin Fluorine, Privi Specialty Chemicals, JG Chemicals, Neogen Chemicals, Coromandel International, Deepak Fertilisers, Paradeep Phosphates.



Consumption

- Within the overall Consumption basket of 125 companies having market cap. of Rs 500 cr and above, Jewellery, Stationery and Retail companies reported strong performance. Consumer Staple, Garment, Alco-bev, Paints and QSR companies reported decent set while Footwear and Luggage reported weak set. Performance of the companies within the Packaging & Films sector was mixed with EPL, Huhtamaki India, Mold-Tek Packaging reporting good set while Polyplex, TCPL Packaging, Uflex reported weak set. Trend in different consumption categories in 2QFY26 is as follows:
- **FMCG – Consumer Staples:** Performance of the Consumer Staple pack was decent despite GST led trade disruption in the month of September. A set of 44 consumer staple companies with market cap. of Rs 500 cr and above reported Sales/EBITDA/PAT growth of 9.9%/5.7%/4.5% YoY at Rs 1,46,736 cr/Rs 23,954 cr/Rs 16,383 cr respectively. Overall demand environment was stable, however, GST reforms resulted in transitory disruption across trade channels, including postponement of orders, largely affecting volume. The total estimated impact of the GST transition in the revenues of HUL/Godrej Consumer Products/Britannia was up to 2%/3-4%/2-2.5% respectively during the quarter. Dabur's estimated volume impact due to GST rate cut was in the range of 3-4% (around Rs 100 cr) in Sep'25 while Marico's 2Q volumes saw an impact of ~2%. Companies like HUL, Britannia are focussing on driving volume-led growth through consumer-centric products and distribution.
- In response to the GST led changes, Godrej Consumer increased grammage for 1/3rd of its portfolio and implemented price cuts for the remaining 2/3rd of the portfolio. HUL implemented pricing and grammage interventions across more than 1,200 SKUs. Emami increased grammage or ML for ~20% of its portfolio and reduced MRPs for the balance 80%. Nearly 40% of HUL's portfolio, 66% of Dabur's and 88% of Emami's domestic portfolio will benefit from the GST reform. Following the GST cuts, ~50%/86%/93% of HUL's/ Dabur's/Emami's portfolio is now subject to 5% GST.
- Overall, GST reform is expected to have a long-term positive impact for Consumer Staple companies by enhancing affordability and stimulating broad-based consumption, potentially helping growth by drawing new consumers from the unorganized sector. Within the large-cap FMCG names, currently Tata Consumer and Godrej Consumer are trading at relatively high valuations (FY26E PE of ~70x/54x respectively). However, these companies also have the maximum growth potential with FY25-27E EPS CAGR of ~27%/19% respectively. HUL/Britannia/Dabur/Marico are trading at FY26E PE of ~54x/56x/47x/53x and are estimated to report FY25-27E EPS CAGR of ~5.9%/14.7%/10.1%/14.3% respectively. Our preferred investment ideas within the Consumer Staple space are **Tata Consumer Products, Godrej Consumer Products, Marico, Britannia, and Bectors Food.**



Consumption

- **Jewellery** companies continued their strong growth momentum as a sample of 14 companies having market cap. of Rs 500 cr and above reported Revenue/EBITDA/PAT growth of 24.9%/67.6%/95.1% YoY at Rs 34,686 cr/Rs 3,164 cr/Rs 1,799 cr respectively. High YoY profit growth for jewellery companies was also due to inventory losses in the base quarter due to the custom duty reduction impact. LFL (Like-for-Like) growth for Titan's Tanishq, Mia, Zoya was 14% and for Caratlane it was 15%. SSSG (Same-Store-Sales-Growth) of Kalyan/Bluestone Jewellery/Senco Gold was 16%/11.1%/(4%) YoY respectively while for PN Gadgil it was 28.8% QoQ. Stud ratio of Titan/Kalyan/P N Gadgil/ Senco Gold stood at 34%/31%/9%/12% respectively. Sales growth momentum continued post Diwali likely driven by ensuing wedding season and continued exchange programs. Competitive intensity remained high as unorganized jewellery players used unprecedented inventory gains to reduce making charges and pass on offers. Going forward, volatility in gold prices and its consequent impact on demand and margins will remain key monitorable. We prefer **Titan, Kalyan Jewellers, Bluestone Jewellery, Sky Gold** and **Senco Gold** within the jewellery space.
- **Footwear:** A pack of 6 footwear companies with market cap of Rs 500 cr and above reported Revenue/EBITDA/ PAT decline of 0.1%/2.4%/21.0% YoY at Rs 2,806 cr/Rs 475 cr/Rs 143 cr respectively. The quarter saw impact of prolonged monsoon and demand deferment due to GST 2.0 rationalization. However, the same was partially offset by early festive season. Campus Activewear reported strongest performance within the pack reporting Revenue/EBITDA/PAT growth of 16.0%/30.7%/40.3% YoY respectively. Volumes of the company grew 7.5% YoY to 5.75 mn pairs and ASP grew 8.0% YoY to Rs 672. The management aims to continue growing at the current rate in FY26. Bata India's revenues declined 4.3% YoY impacted by one-offs such as GST transition and logistic disruption at its Jamalpur RDC which covers ~40% of inventory across channels. Excluding this, the revenues would have been flat YoY. The company's increased A&P investments (~3.5% of sales vs. ~1.5% in 2QFY25) impacted margins during the quarter. It will continue to sustain at 3-4% as the company will continue to make brand investments. Metro Brand's numbers were also decent with Revenue/EBITDA growing 11.2%/10.3% YoY respectively while PAT declined 3.6% YoY. BIS resolution in the early part of 2026 will unlock Foot Locker/FILA scale. Outlook on the sector remains cautiously optimistic with preferred companies within the space being **Campus Activewear, Metro Brands** and **Bata India** from long term perspective.



Consumption

- **Liquor companies:** Liquor companies continue to ride on premiumisation story. A sample of 10 liquor companies with market cap. of Rs 500 cr and above reported Revenue/EBITDA/PAT growth of 3.4%/16.0%/17.5% YoY at Rs 21,324 cr/Rs 1,407 cr/Rs 864 cr respectively. Globus Spirits, Radico Khaitan, GM Breweries, United Spirits and Allied Blenders reported strong YoY growth in their EBITDA/PAT numbers. United Breweries and Sula Vineyards' performance was weakest within the pack. Alco-bev companies are likely to see continued growth momentum led by relatively better demand in the spirits industry within the consumer discretionary space and continued premiumization in the industry. We prefer **Radico Kahitan, Allied Blenders, United Spirits, Tilaknagar Industries** and **Associated Alcohols** for long term.
- **QSR/Food Services:** Demand environment continued to remain soft in the QSR space during the quarter. The non-vegetarian categories saw further impact of 9 days on account of Navratri falling in 2Q this year vs. in 3Q last year. A sample of 7 QSR companies with market cap. of Rs 500 cr and above reported Sales/EBITDA growth of 9.0%/2.6% YoY at Rs 6,461 cr/Rs 1,079 cr respectively on a low base effect. Adj. PAT of the overall pack declined 39.9% YoY to Rs 59 cr as except for Jubilant Foodworks and Travel Food Services, all the other QSR companies reported net loss on adjusted basis with Restaurant Brands Asia, United Foodbrands (earlier Barbeque Nation) and Devyani International contributing maximum to the loss. Market leader Jubilant Foodworks (JFL) reported strongest performance within the QSR pack with its sales clocking 19.7% YoY growth at Rs 2,340 cr. Domino's India delivered 9.1% LFL and order growth of 15% YoY. Delivery LFL growth stood at 16.5% YoY. SSSG of Westlife Foodworld and United Foodbrands was -2.8%/-2.2% respectively. Excluding Navratri impact, United Foodbrands' SSSG stood at 0.8%. Devyani's KFC/PH SSSG was -4.2%/-4.1% respectively. Sapphire's KFC SSSG was flat YoY while its PH SSSG was -8%.
- The recent GST rate rationalization is expected to stimulate consumption and drive discretionary spending on food services which can benefit QSR players. The companies are also likely to benefit through reduced input cost on key materials such as pizza bread, cheese, butter, etc. which have been moved from 12% to 5%. The cost savings are likely to enhance competitive pricing resulting in increased demand and LFL growth. Stocks to focus from long term perspective in the QSR space are **Jubilant Foodworks** and **Westlife Foodworld**.



Consumption

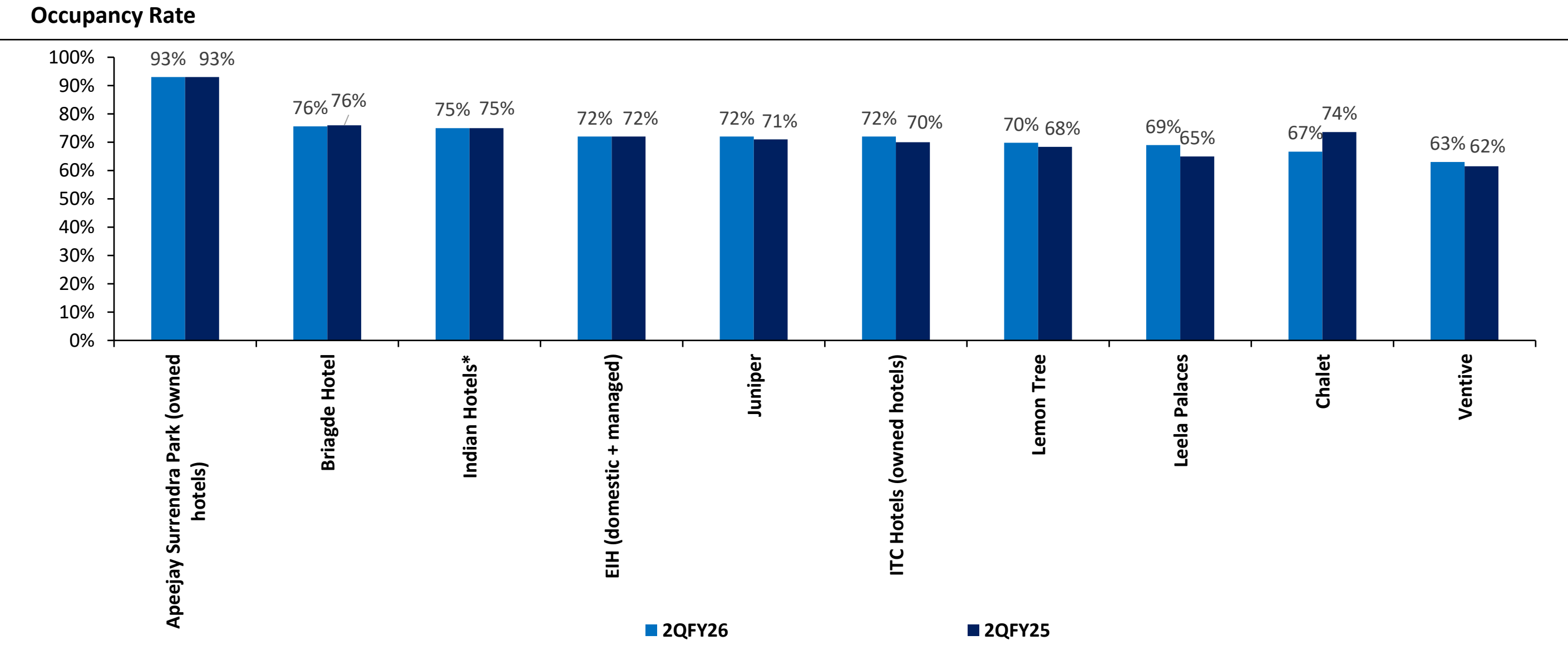
- **Paints:** Weakness continued in the Paints sector with the industry showing moderate growth of ~3.5-4% on account of extended monsoon and shorter festive window. However, low base effect led to decent YoY growth in Sales/EBITDA/Adj. PAT of 3.0%/7.8%/10.4% at Rs 14,576 cr/Rs 2,222 cr/Rs 1,451 cr respectively for a set of 6 paints companies. Performance within the pack was led by the market leader Asian Paints which reported Sales/EBITDA/PAT growth of 6.4%/21.3%/23.5% YoY respectively. Growth for the company was driven by its increasing internal efficiencies. Indigo Paints also reported Sales/EBITDA/PAT growth of 4.2%/12.1%/13.4% YoY respectively. Competition intensity continues to remain high in the industry with the new entrants' disruptive strategy of providing extra grammage. On the input cost front, crude & derivatives prices remain benign and the same trend is expected to continue going forward. Market leaders witnessed improving demand trends from late September. Festival, marriage season and GST 2.0 is expected to drive broader consumption growth. We prefer **Asian Paints** and **Indigo Paints** within the Paints sector.



Hotel & Tourism

- **Industry:** As per the management commentary, we understand that hotel industry performance was decent with 1HFY26 Occupancy at 60-63% (+0-1% YoY), ARR at Rs 7,500 – 7,800 (+7-9% YoY) and RevPAR at Rs 4,568-4,844 (+8-10% YoY). During 1HFY26, demand (+10% YoY) continue to outstrip supply (+8% YoY) and the same trend is likely to continue in the long term. Hotel industry reported decent performance during the quarter despite disruption on account of extended monsoon, decline in domestic air passenger traffic during 2QFY26 coupled with higher number of auspicious wedding dates and pent-up demand post General Election 2024 in the base quarter.
- A set of 24 hotel companies with market cap. of Rs 500 cr and above reported Revenue/EBITDA/PAT growth of 16.0%/20.7%/65.4% YoY at Rs 7,606 cr/Rs 2,278 cr/Rs 1,051 cr respectively. The strong performance was led by healthy RevPAR growth which was further supported by good occupancy and ARR. Chalet Hotels, Brigade Hotel Ventures and Apeejay Surrendra Park (The Park) reported double-digit ARR growth of 15.8%/13.8%/13.1% YoY respectively while on the RevPAR front, Brigade Hotel, Leela Palaces, The Park, Ventive Hospitality and Samhi reported strong growth of 13.3%/13.2%/11.9%/11.9%/11.0% YoY respectively. Occupancy ratio on an average stood at 70-75%, either flat or marginal uptick YoY.
- **Outlook:** Many Indian hospitality players are adopting strategy of room refurbishment with an aim to push ARR upwards. Overall, management are optimistic for double digit revenue growth in 2HFY26 on the back of weddings, FTA recovery (foreign tourist arrival), global events, diplomatic visits and MICE. Industry players are confident of demand outpacing supply over the next 2-3 years coupled with margin expansion led by operating leverage kicking in on the expanded portfolio and refurbished inventory back in the system for few players. During 2QFY26, many smaller players like Samhi, Leela Palaces, Ventive Hospitality, Juniper, Oriental Hotels, Taj GVK, etc. delivered outstanding profit growth led by deleveraging of balance sheet and margin expansion.
- We prefer **Indian Hotels, Lemon Tree, EIH, Chalet Hotels, Apeejay Surrendra Park** within the hospitality space.

Key takeaways of Hotels and Tourism sector (2/5)

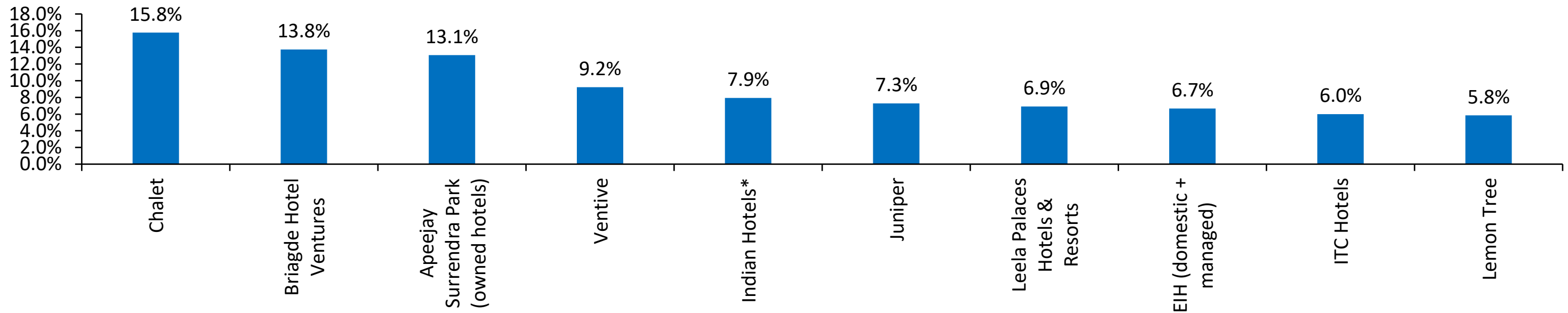


*Data for Indian Hotels is for 1HFY26 & 1HFY25

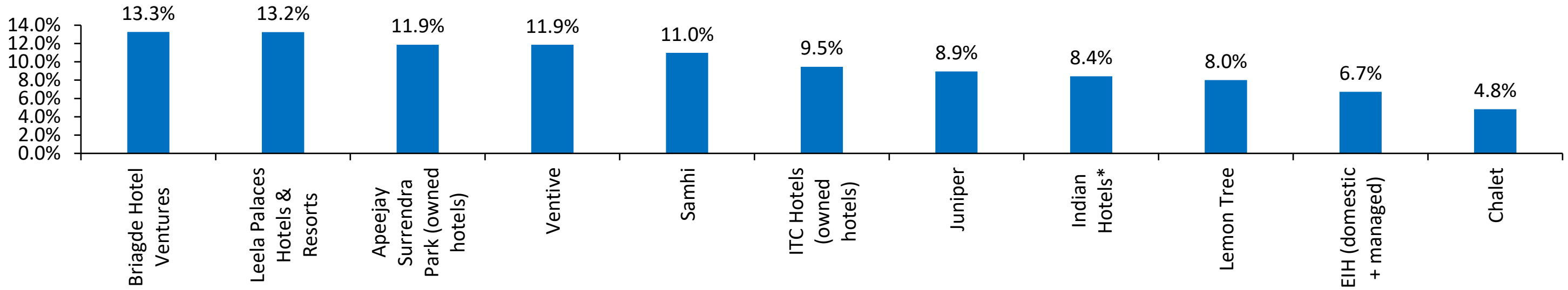
Source: Companies, SSL Research

Key takeaways of Hotels and Tourism sector (3/5)

ARR Growth % YoY - 2QFY26



REVPAR Growth % YoY - 2QFY26



*Data for Indian Hotels is for 1HFY26 & 1HFY25

Source: Companies, SSL Research

Key takeaways of Hotels and Tourism sector (4/5)

- All the players have robust pipeline of room inventory addition in the medium term and are ready to cater to any incremental demand across various price points and cities.

Company	Particulars	Operational	Pipeline	Total	Brands
Indian Hotels (ex. 135 Clarks hotels with ~3,800 rooms)	Hotels	268	167	435	Taj, Taj Palaces, SeleQtions, Trees of Life, Gateway, Vivanta, Ginger, Claridges Collection, Clarks
	Rooms/Keys	28,273	22,000	50,273	
ITC Hotels	Hotels	146	61	207	ITC Hotels, Mementos, Welcomhotel, Storii, Fortune Hotels, Epiq Collection, WelcomHeritage
	Rooms/Keys	13,646	5,889	19,535	
EIH	Hotels	29	27	56	The Oberoi, Trident, Maidens
	Rooms/Keys	4,144	2,097	6,241	
	Commercial (mn sq ft)	-	0.8	0.8	
Lemon Tree	Hotels	121	121	242	Aurika Hotels & Resorts, Lemon Tree Premier, Lemon Tree Hotels, Red Fox by Lemon Tree Hotels, Keys Prima by Lemon Tree Hotels, Keys Select by Lemon Tree Hotels and Keys Lite by Lemon Tree Hotels
	Rooms/Keys	10,956	9,118	20,074	
Samhi Hotels	Hotels	31	4	35	Hyatt Regency, Renaissance, Sheraton, Courtyard by Marriott, Four Points by Sheraton, Fairfield by Marriott, Holiday Inn Express
	Rooms/Keys	4,862	1,500	6,362	
Chalet Hotels	Hotels	11	5	16	JW Marriott, Westin, Novotel, Courtyard by Marriott, Four Points by Sheraton
	Rooms/Keys	3,359	1,200	4,559	
	Commercial (mn sq ft)	2.4	0.9	3.3	
Juniper Hotels	Hotels	8	4	12	Hyatt, Grand Hyatt, Hyatt Regency, Andaz, Hyatt Centric
	Rooms/Keys	2,130	1,961	4,091	
	Commercial (mn sq ft)	1.4	0.0	1.4	

Source: Companies, SSL Research

Key takeaways of Hotels and Tourism sector (5/5)

- All the players have robust pipeline of room inventory addition in the medium term and are ready to cater to any incremental demand across various price points and cities.

Company	Particulars	Operational	Pipeline	Total	Brands
Ventive Hospitality (includes ROFO)	Hotels	12	8	20	Ritz Carlton and JW Marriott
	Rooms/Keys	2,140	1,582	3,722	
Leela Palaces Hotels & Resorts (including 25% stake in Dubai's Palm Jumeirah)	Hotels	3	0	3	The Leela
	Rooms/Keys	13	9	22	
Apeejay Surrendra Park	Hotels	3,544	1,512	5,056	The Park, The Park Collection, Zone by the Park, Zone Connect
	Rooms/Keys	36	38	74	
	Bakery (Flurys)	2,436	3,351	5,787	
Brigade Hotel Ventures	Hotels	102	30	132	Sheraton Grand, Grand Mercure, Holiday Inn, Four Points by Sheraton, ibis Styles
	Rooms/Keys	9	9	18	
Royal Orchid Hotels	Hotels	1,604	1,700	3,304	Royal Orchid, Regenta, Iconiqa
	Rooms/Keys	119	38	157	

Source: Companies, SSL Research



New Age Businesses

- **New age businesses**—including those in co-working spaces, online travel agencies (OTAs), logistics services and consumer platforms delivered strong performance in their revenues during the quarter. Online consumer platforms, OTAs and Co-working players led the momentum reporting YoY revenue growth of 87.7%/34.4%/28.8% YoY respectively. Notably, companies such as Eternal, Unicommerce, Swiggy, EFC (I) and Yatra continued to record substantial growth in their revenues to the tune of 183.2%/75.3%/54.4%/53.0%/48.4% YoY respectively, underscoring the sector's resilience.
- Within the co-working space, Smartworks, Indiqube and EFC (I) reported strong growth. Leasing momentum continues in the Flex Spaces. Flex is the second - largest driver of India's office market, contributing 21% of all incremental leasing activity in 3QCY25, up from ~9-11% in 2021.
- In the online consumer platform, FSN E-Commerce Ventures (Nykaa) and Honasa Consumer reported strong set across Revenue/EBITDA/PAT followed by Eternal and Swiggy. Although Eternal's revenues grew substantially, aggressive investments weighed on its profitability. The sharp revenue surge of 183% YoY was driven by Blinkit's (Quick Commerce) transition to inventory-ownership model. Food Delivery NOV showed moderate growth of 14% YoY due to soft consumer spending. Quick commerce NOV showed robust growth of 137% YoY as the company shifted to inventory-ownership model, recording full value of goods sold as revenue. However, the segment's shift to inventory-ownership model resulted in 31% YoY revenue decline in the Hyperpure (B2B) business. Going-out NOV grew 32% YoY but reported an adjusted EBITDA loss due to continued investments in category creation.
- Swiggy also reported strong growth of 47.6% YoY in its total GOV with Food Delivery/Quick Commerce (Instamart) GOV growing 18.8%/100% YoY respectively. Swiggy's Quick Commerce is projected to reach breakeven by Jun'26 while Food Delivery continues to exhibit profitable growth. The company is accumulating a financial reserve to remain competitive in this dynamic market.
- Looking ahead, the growth outlook for new age businesses in India remains promising, supported by rapid urbanization, rising disposable income and increasing consumer awareness. We prefer **FSN E-Commerce, Honasa Consumer, Swiggy** and **Eternal** within this space.



Cement

- **2QFY26 sector performance:** Cement sector saw continued growth momentum in 2QFY26 primarily driven by stable prices and improved cement demand. Avg. realizations were up 7.5% YoY at Rs 5,660 per ton for a set of 14 cement companies (Ambuja, ACC & UltraTech, India Cements combined together). Higher realizations and cost optimization measures taken by several companies contributed to a robust YoY EBITDA/t growth of 46.6% at Rs 950.
- A set of 18 cement companies (Ambuja, ACC, Orient Cement & UltraTech, India Cements combined together) having market cap. of Rs 500 cr and above reported Revenue/EBITDA/PAT growth of 17.5%/59.0%/270.8% YoY at Rs 55,104 cr/Rs 9,186 cr/Rs 4,747 cr respectively. EBITDA margin improved 435 bps YoY to 16.7%. Avg. sales volume of the cement pack (wherever sales data was available) grew 9.6% YoY to 94.7 mn tonnes. Ambuja and Star Cement reported strong volume growth of 20.3%/20.2% YoY respectively on a consolidated basis. Prism Johnson, Sagar Cements, J K Cement, JK Lakshmi Cement and JSW Cement's sales volume also grew in double-digit YoY (18.2%/17.2%/14.9%/14.8%/14.8% respectively) while Nuvoco Vistas, Dalmia Bharat and Shree Cement reported muted volume growth of 2.4%/3.0%/3.9% YoY respectively.
- **Capacity expansion:** Companies continued their capacity expansion programmes with UltraTech, Adani Cement (Ambuja+ACC), Shree Cement, JK Cement and JSW Cement having commissioned a total of 22.4 MTPA of cement capacity in 1HFY26, excluding Ambuja's acquisition of Orient Cement which also led to an increase of 8.5 MTPA in Ambuja's total cement capacity during the period. Large cement players like Ambuja and UltraTech have huge capex budget of Rs ~10,000 cr each for FY26.
- **Industry demand growth:** Cement industry is expected to have grown 4.5-5.0% in 2QFY26. Market leaders expect ~7-8% growth in overall cement demand in FY26 largely pushed by revival in infrastructure spending. Industry consolidation is expected to continue in the near term. The GST rate cut on cement from 28% to 18% is likely to be positive for premium cement sales as it would improve affordability.
- Our top picks in the sector are **UltraTech Cement, Ambuja Cement, JK Cement, JK Lakshmi Cement, Birla Corp and Star Cement.**



Real Estate

- Performance of the overall Real Estate sector was decent during the quarter. A sample of 31 companies with market cap. of Rs 500 cr and above reported Sales/EBITDA/PAT growth of 14.1%/3.5%/18.5% YoY at Rs 20,933 cr/ Rs 4,742 cr/Rs 4,329 cr respectively.
- Pre-sales growth momentum picked up pace during the quarter from an average of ~18%/29% in 1QFY26/2QFY25 to 41% for a set of 20 companies. Within the pack, DLF, Mahindra Lifespace Developers, Godrej Properties, Sobha, Prestige Estates and Suraj Estates reported robust pre-sales growth of 526%/89%/64%/61%/50%/43% YoY respectively.
- In the largecap space, Lodha Developers, Oberoi Realty and Phoenix Mills reported strongest numbers. In the midcap category, Sobha, Anant Raj and Brigade Enterprises reported good set while in the smallcap space, Valor Estate and Sunteck Realty reported robust numbers.
- **DLF's** strong pre-sales growth was led by its maiden Mumbai launch, The Westpark. The company will be launching its Goa project in 2HFY26 which will further drive pre-sales growth. Rental income grew ~15% YoY to Rs 1,362 cr during the quarter. Collections are expected to see uptick in 2HFY26 and enter Rs 13,000-14,000 cr run rate in FY27.
- Although **Lodha** delivered strong numbers in 2Q, its pre-sales and collections showed muted growth of 6.5%/13.4% YoY at Rs 4,570 cr/Rs 3,480 cr respectively. It added 1 new project in MMR – western suburbs with a GDV of Rs 2,300 cr. With this, Lodha has already achieved its full-year business development guidance of Rs 25,000 cr in 1HFY26 and is likely to outperform the guidance. Lodha's geographic diversification is also scaling as per plan with its pilot phase in the NCR market in 2026 with an initial focus most likely in Gurugram.
- **Demand outlook:** Management of most companies expects to deliver double-digit growth in FY26 mainly due to strong demand, high liquidity, lean balance sheet and healthy launch pipeline. Indian Real Estate sector is witnessing robust brand led demand and has a long structural upcycle (typically of 15-20 years) largely driven by transition from low to mid income. The industry is also witnessing best affordability in 2.5 decades where despite rising property prices, faster income growth has improved affordability.
- In the Real Estate space, we like **Lodha, DLF and small players like Sobha, Arvind Smartspaces, Sunteck Realty, Brigade Enterprises and Arkade Developers.**



Metals & Mining

Ferrous: During 2QFY26, primary steel producers witnessed higher volumes on a YoY basis led by capacity ramp-up post maintenance shutdowns in 1QFY26. Tata Steel/JSW Steel/Jindal Steel/SAIL saw a volume increase of 5.2%/19.7%/1.1%/6.5% YoY respectively. However, the domestic HRC prices declined sequentially (reported better than expected Net Sales Realization (NSR) guided by the companies) due to muted construction activities on account of the heavy monsoon season. On the raw material front, coking coal costs declined sequentially coupled with lower/stable iron ore costs. This aided ferrous companies to report higher profitability on a YoY basis.

Outlook: We anticipate a decline in steel prices by ~Rs 1,500/t - Rs 2,000/t in 3QFY26 vs 2QFY26. Lower steel prices stem from softening Chinese prices, prolonged monsoons, and higher mill volumes as more capacity came onstream in 2QFY26. Regarding cost considerations, the coking coal price are expected to be higher sequentially with moderate iron ore prices in 3QFY26 vs 2QFY26. Going ahead, we expect the recovery of demand following the monsoon season along with a probability of price increase in steel prices in Dec'25. We believe steel spreads are likely to remain muted in 3QFY26. Key data points to monitor will be (a) India-US trade deal, (b) China stimulus measures to boost demand and (c) Further extension on safeguard duty (initial safeguard duty of 12% imposed in Apr'25 for 200 days as a provisional measure).

Non-Ferrous: (a) In 2QFY26, the domestic aluminium demand is likely to reach 1.5 mnt (8% YoY growth), primarily led by strong demand in electricals. The domestic refined copper demand increased by ~11% YoY at 0.42 mnt in 2QFY26 vs 0.38 mnt in 2QFY25. (b) **Hindalco Industries** continued its growth momentum amid global volatility, delivering strong performance by the India business, disciplined cost management and operational efficiencies across segments. The Aluminium Upstream business continued to outperform with industry-best EBITDA margins of 45%. The Downstream segment delivered a robust quarter with 69% YoY growth. The Copper business remained resilient, performing in line with their guidance even with lower treatment and refining charges (TC/RC). Novelis reported a sequential improvement in both EBITDA and Net Income, despite net tariff impact partially offset by better pricing and accelerated cost efficiency initiatives. (c) **NALCO** reported a healthy set of 2QFY26 numbers driven by enhanced operational efficiencies, cost optimization measures and supportive market conditions, including recovery in aluminium prices in the international market and steady demand growth from the infrastructure and automotive sectors. Production of alumina hydrate and aluminium cast metal in 2QFY26 increased 13%/3% YoY respectively. On the sales front, the company experienced a healthy jump in its domestic sales and exports of alumina by 191% YoY/33% YoY respectively. (d) **Hindustan Zinc** reported its highest-ever 2Q mined metal production at 2.58 lakh metric tonne (LMT), up 1% YoY. Refined zinc in 2QFY26 stood at 202 kt, up 2% YoY & flat QoQ, in line with plant availability & shutdown. Refined lead in 2QFY26 stood at 45 kt, down 29% YoY and 7% QoQ due to “lead-only pyro mode” in 2QFY25 and lower pyro plant availability. The company clocked their 5-year lowest COP, which stood at \$ 994/tonne, better by 7% YoY and 2% QoQ driven by higher by-product realization and softened input commodity prices.

Outlook: We expect that aluminium companies will sequentially benefit from a robust LME aluminium price of \$ 2,804/t (avg. from 1st Oct'25 – 27th Nov'25) vs \$ 2,620/t (avg. of 2QFY26) supported by a Chinese stimulus to boost demand (15th five-year plan – “Fourth Plenum”), Curtailment in supply (due to power issues: Mozal – 0.24 MTPA, San Ciprian – 0.228 MTPA etc., Disruptions: Novelis - to recover by May'2026), Resilient global demand (India, Brazil, Indonesia, China (New Energy Vehicle (NEV), Electric (Solar, Grid Investments) strong growth; construction continues to remain weak), Probability of Fed rate cut in Dec'25.



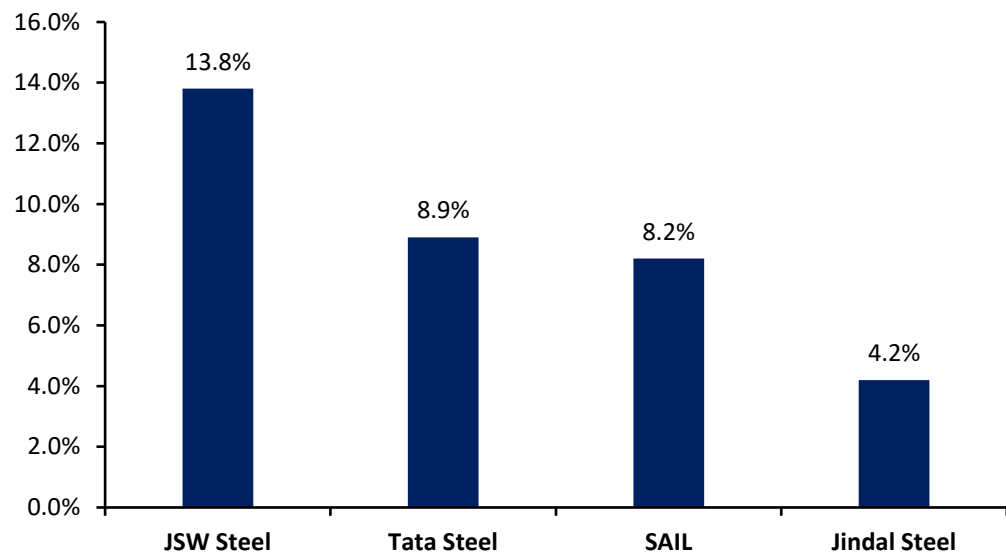
Metals & Mining

Metal Products: (a) **APL Apollo Tubes** reported the best-ever quarter with the highest sales volume, EBITDA and PAT. Sales volume for 2QFY26 stood at 8,55,037 metric tonnes (MT), its highest ever sales volumes for 2Q, up 12.8% YoY/7.6% QoQ. We expect the company's Sales, EBITDA, and PAT to grow at CAGR of 13.1%/36.6%/42.2% over FY25-FY27E, supported by volume increases of 9.6% YoY in FY26 and 13.7% YoY in FY27. (b) **Hi-Tech Pipes** reported a decent performance led by improved realizations and better product mix. Sales volume for 2QFY26 increased marginally by 1.8% YoY to 1.25 lakh tonnes, implying a capacity utilization rate of 66%. (c) **Goodluck India** registered sales volume of 1,12,937 MT, up 9.5% YoY led by sustained demand for solar tracker tubes and other value-added products. The company received the long-awaited industrial license for artillery shells manufacturing and subsequently commenced operations during Oct'25. The vertical possesses strong visibility over the next 2-3 years given the current demand-supply mismatch (demand is outstripping supply). Following which, the management has decided to augment the capacity from 1,50,000 shells currently to 4,00,000 shells within the next 12 months, alongside the addition of small capacity for manufacturing general aerospace components. The estimated capex for this augmentation is ~Rs 500 cr. (d) **Man Industries** during the quarter reported Revenue/EBITDA/PAT growth of 3.5%/90.0%/16.1% YoY to Rs 834 cr/Rs 121 cr/Rs 37 cr respectively. As of Sep'25, MAN's aggregate executable order book stands at Rs 4,750 cr, providing revenue visibility for the next 6-9 months. The 3,00,000 MTPA HSAW pipe expansion project in Saudi Arabia and the 22,000 tonne Stainless Steel pipe project in Jammu are progressing well. Both these plants are expected to be commercialized in 4QFY26. (e) **Welspun Corp** during the quarter reported strong set of numbers. As on Sep'25, the company's order book stood at a record high of ~Rs 23,500 cr which includes (a) line pipes (India & US) – 1,250 KMT, (b) DI pipes – 355 KMT and (c) stainless-steel bars & pipes – 6,950 KMT. US mill is booked through FY28 and a strong demand for pipes is expected to persist due to boom in data centre and O&G demand.

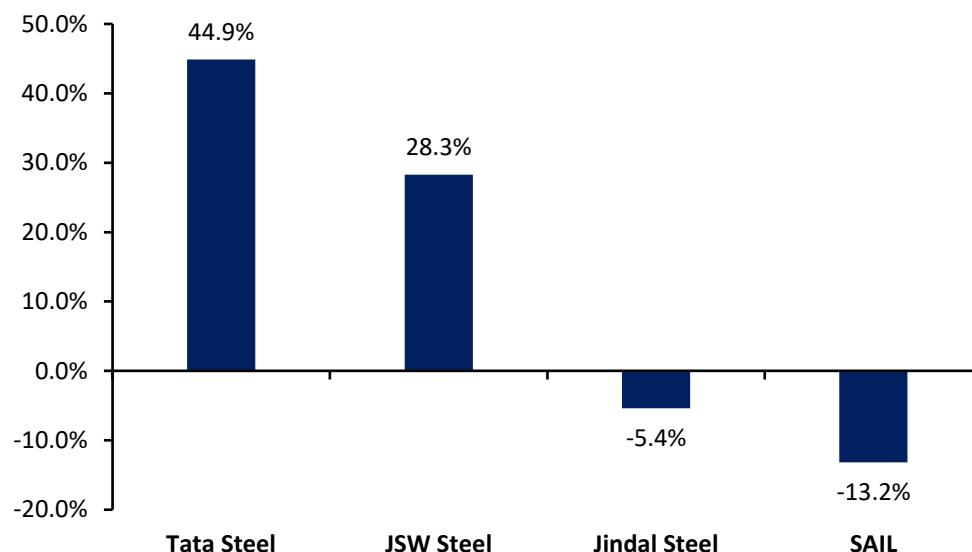
Mining: (a) **Coal India's** 2QFY26 production and sales volume stood at 145.8 mnt/164.0 mnt, down 4.1% YoY/2.0% YoY. E-auction Premium dropped to 55%, down from 69% YoY but up from 50% QoQ. ASP stood at Rs 1,584/t, down 2%/5% YoY/QoQ. E-auction prices stood at Rs 2,292/t (down 7%/2% YoY/QoQ). FSA price stood at Rs 1,478/t (up 1% YoY but down 5% QoQ). E-auction volumes stood at 15 MT. (b) **NMDC** reported record breaking numbers in 2Q. 2QFY26 production at 102.08 lakh tonnes (LT) vs 82.85 lakh tonnes, up 23% YoY and sales at 107.16 LT vs 97.27 LT, up 10% YoY. The average domestic realization (Rs/t) stood at 4,973 vs 4,852, an increase of 2% YoY. (c) **MOIL** reported best ever 2Q production of 4.42 lakh tonnes, higher by 10.3% YoY. Sales increased to 3.53 lakh tonnes, up 18.6% YoY. It also reported best ever 2Q exploratory core drilling of 21,035 meters, up 4.1% YoY. (d) **GPIL's** Revenue/EBITDA/PAT increased slightly on YoY basis, due to increased sales volume of pellet and rolled structural products. However, Revenue/EBITDA/PAT was lower sequentially, primarily due to decline in sales realizations of Iron ore pellets and finished steel. The company is well on track to meet its FY26 production targets, led by strong progress in Ferro Alloys at 55%, Rolled Products at 54% and Sponge Iron at 53%. Iron ore mining, pellet production and steel billets have each surpassed 43% of their FY26 goals, further reflecting robust operational momentum. (e) **Lloyds Metals & Energy's** 2Q performance demonstrated strong execution, particularly in the rapid ramp-up and superior profitability of the new pellet capacity, validating the captive and integrated cost advantage. While the Thriveni segment saw a temporary margin decline in 1H due to uncontrollable weather interruptions, the revised guidance suggests a strong recovery anticipated in 2H, supported by major capacity increases at Surjagarh and other MDO contracts.

Preferred Picks: Tata Steel, Jindal Steel & Power, Hindustan Zinc, NALCO, Goodluck India, Indian Metals & Ferro Alloys, Gravita India, Pondy Oxides and Chemicals, Man Industries (India).

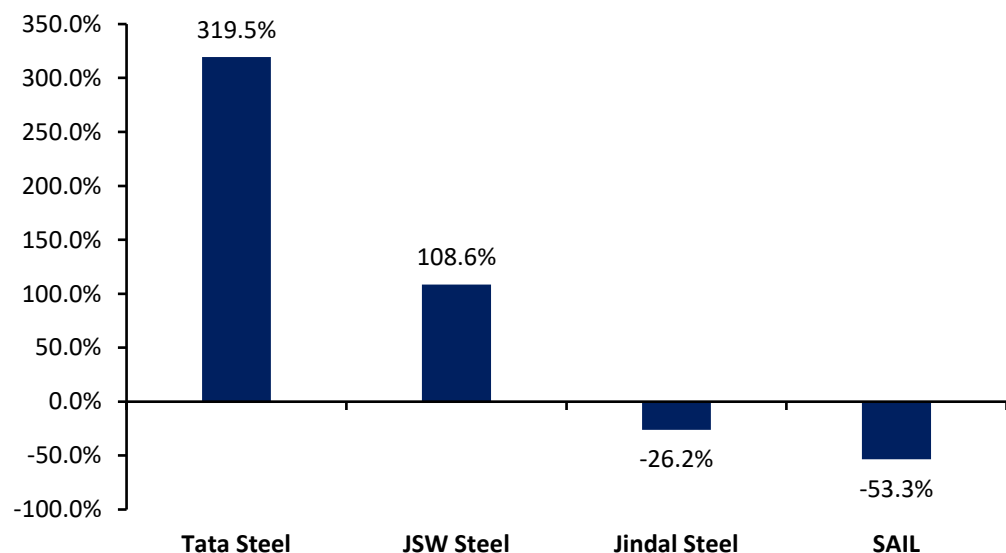
Revenue growth YoY - 2QFY26



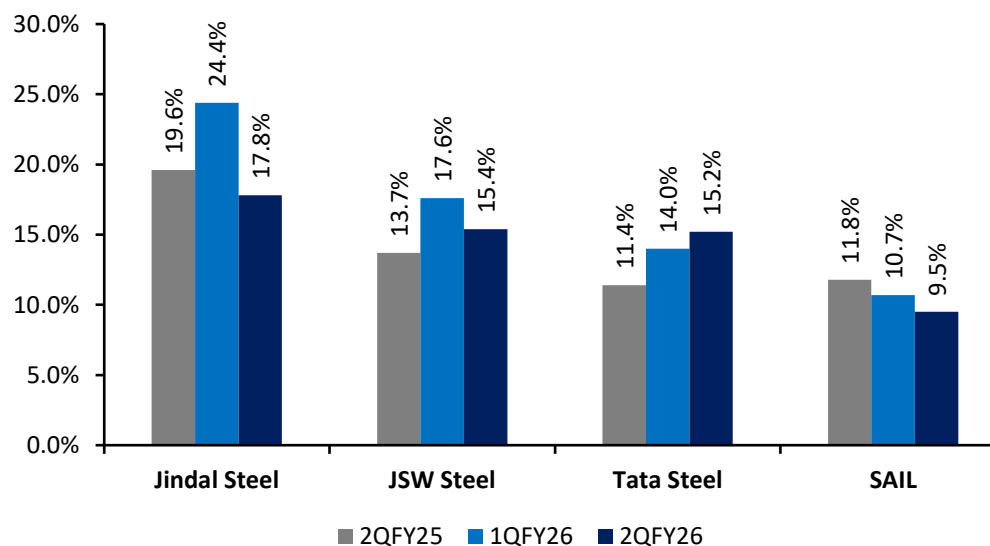
EBITDA growth YoY - 2QFY26



Adj. PAT growth YoY - 2QFY26



EBITDA Margin



Source: SSL Research, Companies

JSW Steel: For FY26, the company has reiterated its production and sales volume guidance of 30.5 million tonnes (mnt)/29.2 mnt respectively. The company is focused on its aggressive growth trajectory towards 50 million tonnes per annum (MTPA) by the end of the decade. It has planned a capex of Rs 69,000 cr from 2HFY26 over the next 3.5 years, with an expected annual spend of Rs ~20,000 cr. This shall be primarily funded through internal accruals.

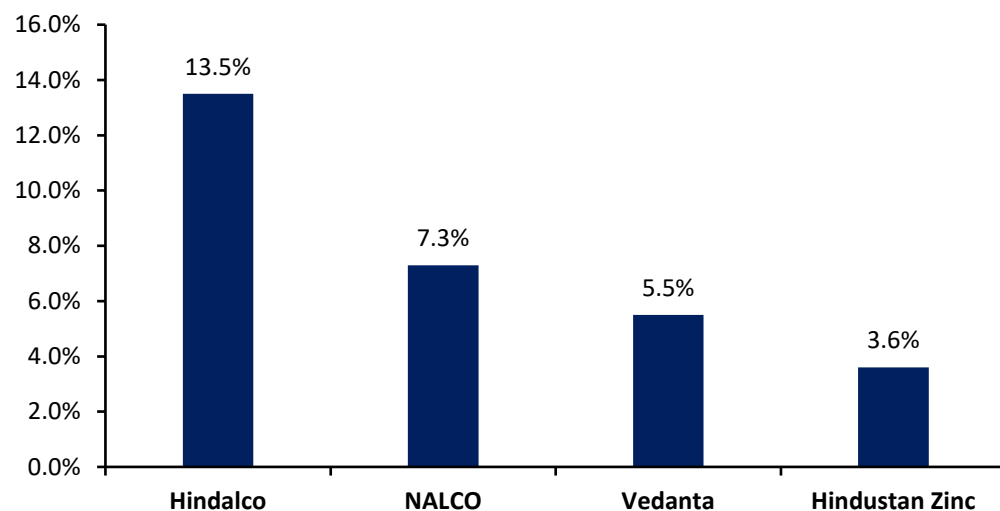
Tata Steel: 3QFY26 guidance signals near-term pressure - The company expects its India pricing realizations to be ~Rs 1,500/tonne lower than 2QFY26 (assuming no hikes) and expects its coking coal costs in India to be higher by \$6/tonne. Netherland's operations are specifically anticipated to face some margin compression in 3Q.

Jindal Steel: The company commissioned 2 major plants at Anjul during the quarter. 2HFY26 capex is planned to incur similar numbers to 1HFY26 (Rs 4,925 cr), aligning with the annual guidance of Rs 7,000 cr – Rs 9,000 cr. With the current expansion round, the company will achieve 15.6 MTPA of steel-making capacity by the end of FY26. **FY26 guidance maintained:** (i) **Crude steel production:** 9 mnt – 10 mnt; (ii) **Deliveries:** 8.5 mnt – 9 mnt.

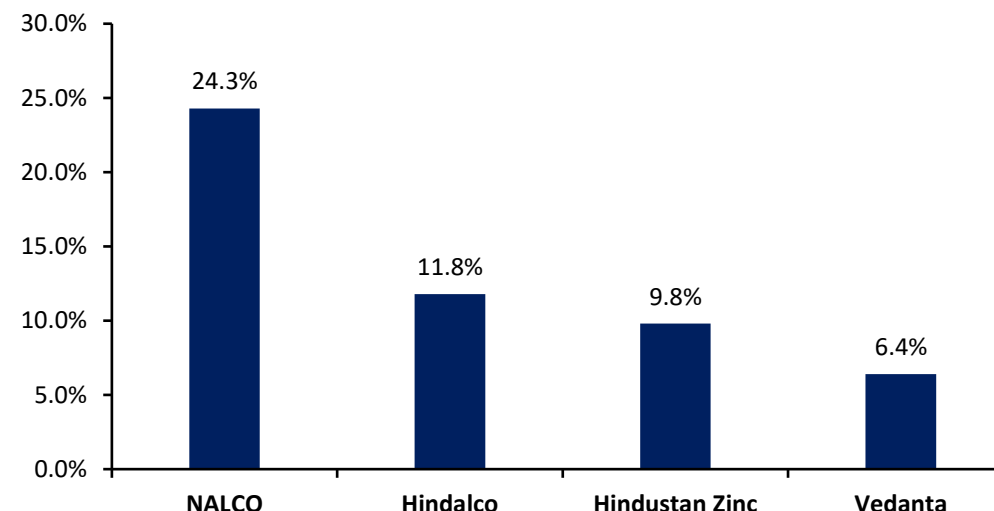
SAIL: The crude steel target of 18.5 mnt remains intact for FY26. Sales volumes in 3Q and 4Q are targeted to grow faster than production volumes to further reduce sellable inventory. For FY26/FY27, the company plans to incur capex in excess of Rs. 7,500 cr/10,000 cr respectively.

Metals - Non Ferrous

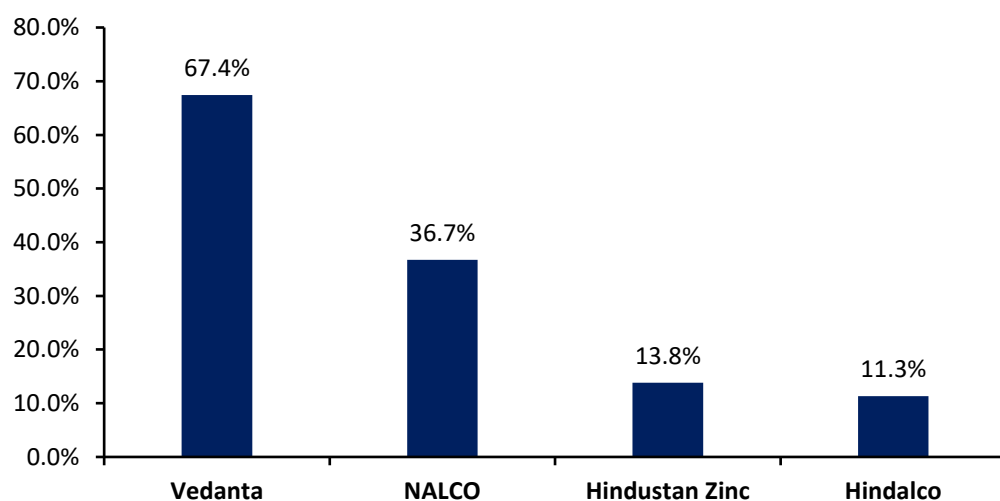
Revenue growth YoY - 2QFY26



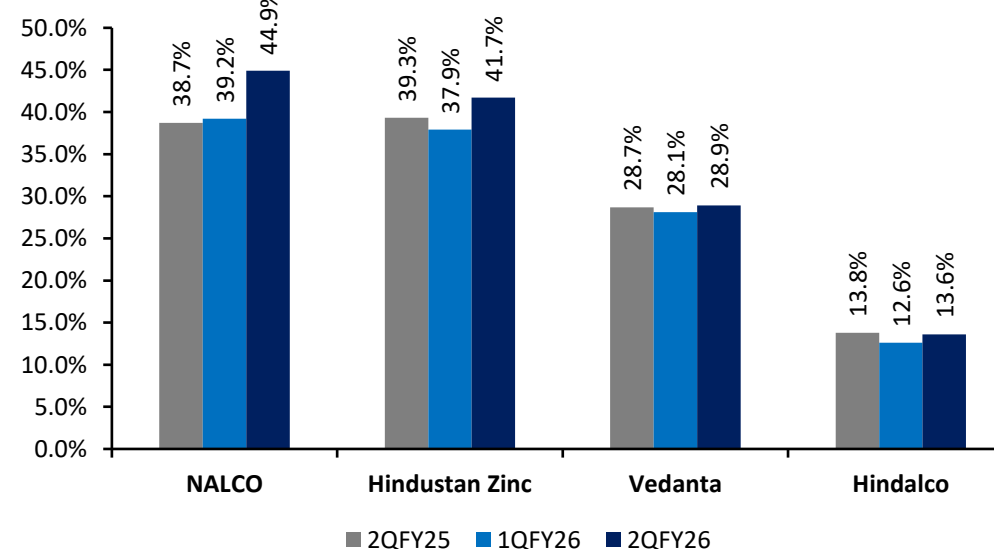
EBITDA growth YoY - 2QFY26



Adj. PAT growth YoY - 2QFY26



EBITDA Margin



Hindustan Zinc: Guidance for FY26: (i) **Mined metal production:** 11.25 lakh MT (+/- 0.1 lakh MT). (ii) **Refined metal production:** 10.75 lakh MT (+/- 0.1 lakh MT) – revised downward from 11 lakh MT previously. (iii) **Saleable silver production:** 680 MT (+/- 10 MT) – revised downward from 700 – 710 MT previously. (iv) **Zinc CoP (per MT):** USD 1,000 – better than previous guidance of USD 1,025 – 1,050 and well ahead of earlier FY27 target.

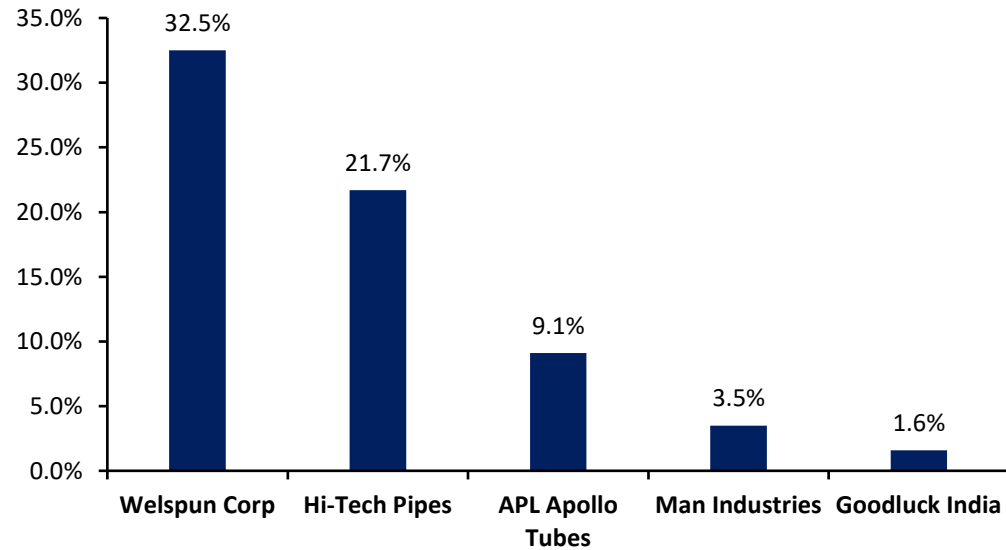
Vedanta: For FY26, the company has maintained its alumina production/aluminium (incl trial run production) of 3.0 mnt - 3.1 mnt/2.5 mnt – 2.6 mnt respectively. The company delivered strong progress on new projects including commissioning of 1.3 GW of new power plant capacities, first metal production from new BALCO smelter, first alumina from 1.5 MTPA train 2 at Lanjigarh refinery and start of 160 KTPA Roaster at Debari.

Hindalco Industries: (i) **Novelis:** Oswego plant to restart hot mill in Dec'25. Bay Minette and other strategic investments projects advancing well. (ii) **Copper business:** Copper metal sales at 113 KT, down 3% YoY. Copper Tubes project progresses to commissioning phase. Construction of copper recycling project progressing on schedule.

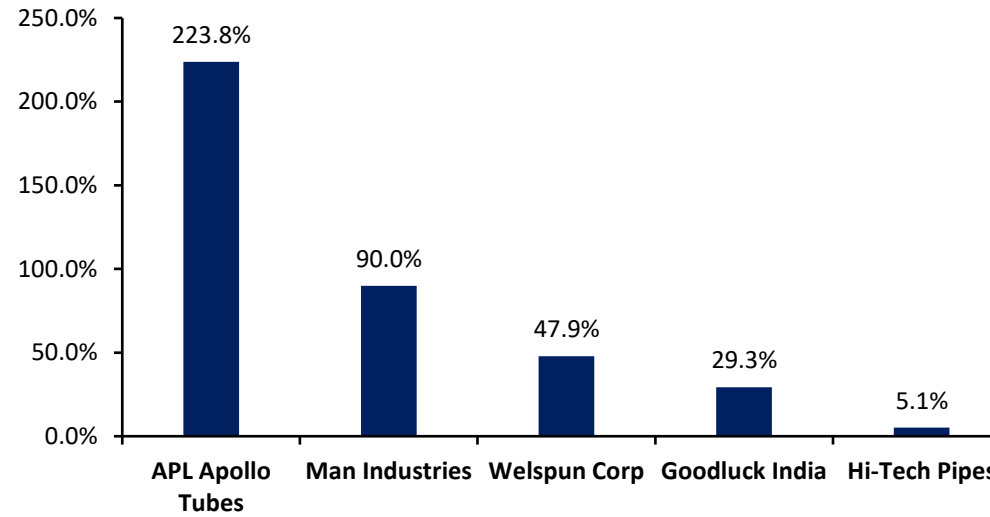
NALCO: The company sold ~7 lakh tonnes of alumina in 1HFY26. The full year FY26 target is 12 lakh - 12.5 lakh tonnes. 2HFY26 sales are expected to be around 6 lakh - 6.5 lakh tons. The high 1HFY26 sales were primarily supported by a 31% increase in calcined alumina production.

Source: SSL Research, Companies

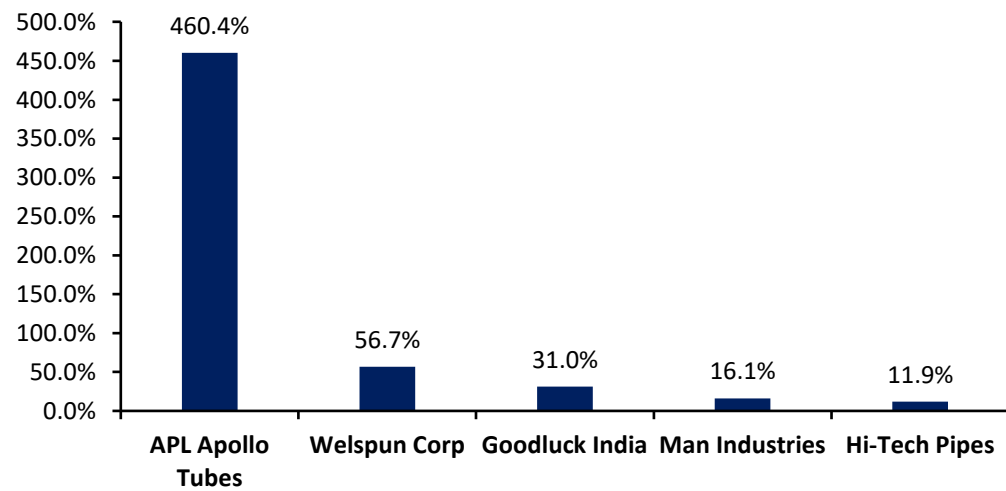
Revenue growth YoY - 2QFY26



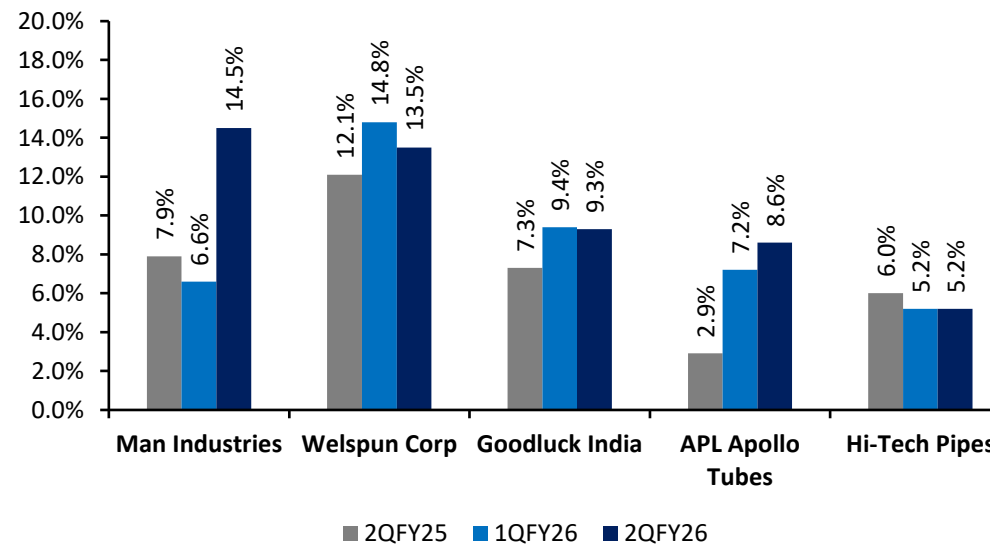
EBITDA growth YoY - 2QFY26



Adj. PAT growth YoY - 2QFY26



EBITDA Margin



Source: SSL Research, Companies

APL Apollo Tubes: The company has guided volumes to grow at a 10%-15% CAGR over the next 3-4 years. However, we have assumed volume growth of 9.6% YoY/13.7% YoY for FY26E/FY27E, resulting in total volumes of 3.5 MTPA/3.9 MTPA, respectively. With this, we believe the EBITDA/t to touch Rs 4,915/t and Rs 5,645/t for FY26E/FY27E. We expect Sales/EBITDA/PAT CAGR of 13.1%/36.1%/42.2% for FY25-FY27E.

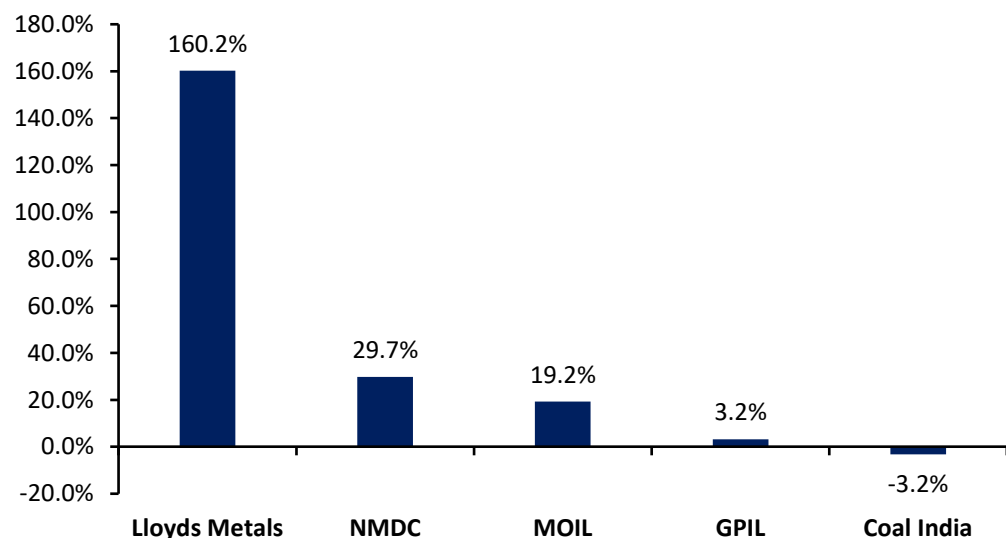
Hi-Tech Pipes: The Sikandrabad and Sanand Unit-2 (Phase-2) facilities are currently in advanced stages of commissioning and are expected to commence commercial production in 3QFY26. We have kept our estimates unchanged with FY26E/FY27E sales volumes of 5.6 lakh/7.0 lakh TPA and EBITDA/t of Rs 3,395/Rs 3,724 respectively. Revenue/EBITDA/PAT is forecasted to grow at a CAGR of 21.0%/27.6%/36.4% respectively over the FY25-FY27E period with the share of VAP expected to grow to 42%+.

Goodluck India: The defence subsidiary received industrial license and subsequently commenced operations during Oct'25. The management has decided to augment the capacity from 1,50,000 shells currently to 4,00,000 shells within the next 12 months with an estimated capex of ~Rs 500 cr.

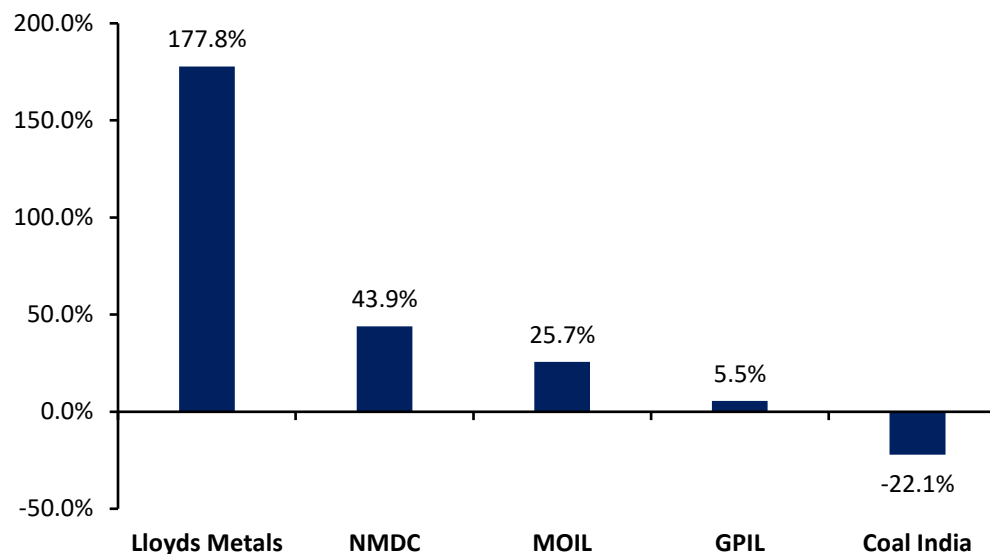
Man Industries: As of Sep'25, MAN's aggregate executable order book stands at Rs 4,750 cr, providing revenue visibility for the next 6-9 months. Both the Jammu and Saudi plants are expected to be commercialized in 4QFY26. We keep our estimates largely unchanged with FY26E/FY27E/FY28E sales volumes of 4.7 lakh/6.3 lakh/6.8 lakh TPA. Revenue/EBITDA/PAT is forecasted to grow at a CAGR of 20.9%/35.0%/38.1% respectively over the FY25- FY28E period.

Welspun Corp: The company is on track to meet its FY26 guidance of achieving Rs 2,200 cr EBITDA and 20%+ RoCE. The company's order book stands at a record high of ~Rs 23,500 cr which includes (a) line pipes (India & US) – 1,250 KMT, (b) DI pipes – 355 KMT and (c) stainless-steel bars & pipes – 6,950 KMT. US mill is booked through FY28 and a strong demand for pipes is expected to persist due to boom in data centre and O&G demand.

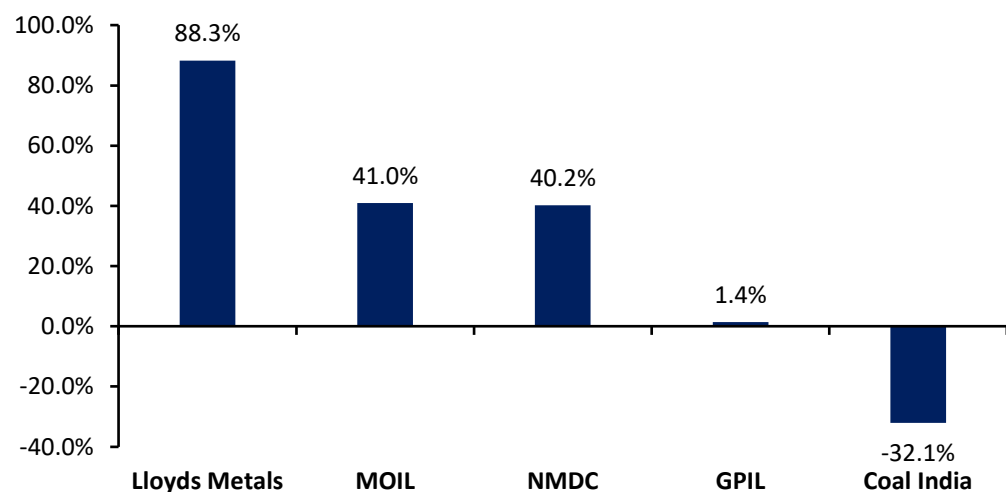
Revenue growth YoY - 2QFY26



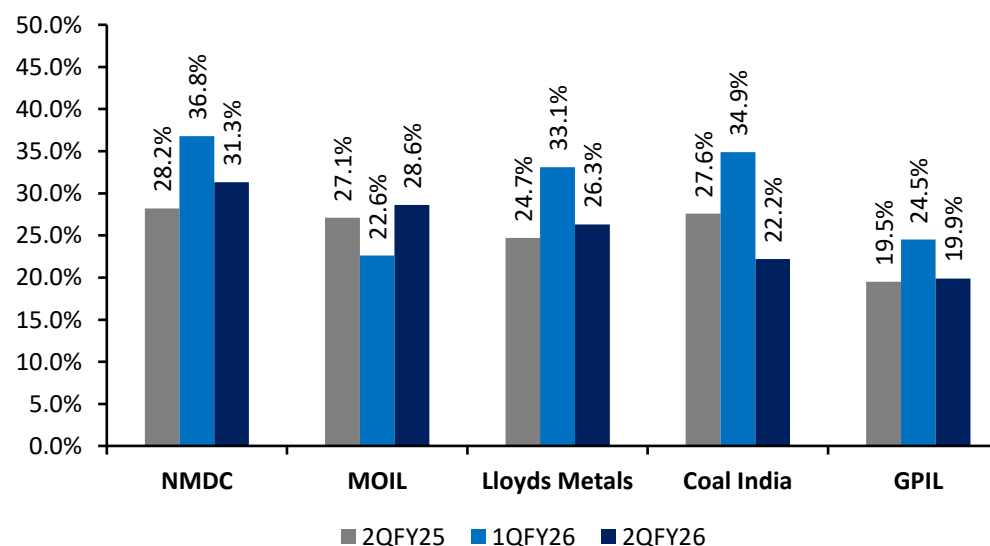
EBITDA growth YoY - 2QFY26



Adj. PAT growth YoY - 2QFY26



EBITDA Margin



Coal India: The company's 2QFY26 production and sales volume stood at 145.8 mnt/164.0 mnt, down 4.1%/2.0% YoY respectively. For FY26, the management has guided a production and sales volume of 868 mnt/771 mnt respectively.

NMDC: For FY26, the company has maintained its sales volume guidance of 55 mnt with a target to reach 100 mnt by FY30. The total long-term planned capex is around Rs 700 bn – Rs 720 bn.

MOIL: For FY26, the company has guided a production growth of ~14%-15% YoY. By FY30, the company aims to produce 3.5 mnt of manganese ore, contributing ~32% of India's requirement.

GPIL: FY26 volume guidance: (i) **Iron Ore (Mining):** 3 Mnt (ii) **Iron Ore Pellets:** 3 Mnt (iii) **Ferro Alloys:** 91,500 MT. The company is well on track to meet its FY26 production targets. The public hearing for expanding Ari Dongri mine capacity from 2.35 MTPA to 6 MTPA has been successfully completed and the environmental approval is expected by Dec'25 which is in final stage of clearance.

Lloyds Metals & Energy: FY26 production guidance: (a) **Iron ore mining:** 20-22 mnt and (b) **Pellet:** 2. mnt. The company incurred a capex of Rs 2,411 cr in 1HFY26. It targets to incur a capex of Rs 4,500 cr – Rs 5,000 cr for the remainder of FY26, and ~Rs 6,000 cr – Rs 6,500 cr annually for the next two years.

Source: SSL Research, Companies

Key performance indicators during 2QFY26 - (1/8)

Rising FII+DII holdings

Based on % change in FII holding between 2QFY26 and 2QFY25

Selection criteria

- Top 50 companies
- The market cap is Rs 500 cr and above
- Data is filtered based on YoY % points changes in FII holding on YoY basis in descending order along with positive growth in DIIs holdings as well.
- M.Cap as of 19 November 2025

Sr No.	Company Name	FII Holding %			DIIs & Other Holding %			M. Cap (Rs cr)
		Sep-25	Sep-24	% Change in FIIs	Sep-25	Sep-24	% Change in DIIs	
1	Vishal Fabrics Ltd.	24.5	3.7	20.8	0.0	0.0	0.0	696.0
2	Sai Life Sciences Ltd.	22.5	7.6	14.9	29.9	5.6	24.3	18,172.5
3	Home First Finance Company India Ltd.	40.0	25.5	14.5	28.8	12.5	16.4	12,341.8
4	AWL Agri Business Ltd.	14.1	0.9	13.2	8.8	0.1	8.7	35,864.6
5	Aptus Value Housing Finance India Ltd.	35.4	22.5	12.9	25.9	9.5	16.4	14,431.5
6	Vishal Mega Mart Ltd.	15.4	4.6	10.9	25.4	6.3	19.1	64,063.7
7	One Point One Solutions Ltd.	13.6	3.2	10.4	2.0	0.6	1.4	1,452.9
8	Apollo Micro Systems Ltd.	8.9	0.2	8.8	1.5	0.9	0.6	9,385.5
9	RACL Geartech Ltd.	8.7	0.0	8.7	2.9	0.0	2.8	1,262.4
10	Shaily Engineering Plastics Ltd.	11.3	3.1	8.2	13.7	12.4	1.4	11,952.5
11	Sudarshan Pharma Industries Ltd.	20.8	13.1	7.7	0.1	0.0	0.1	570.8
12	Himatsingka Seide Ltd.	10.8	3.3	7.5	7.1	0.4	6.7	1,590.6
13	Cigniti Technologies Ltd.	11.9	4.6	7.2	7.7	7.0	0.7	4,919.1
14	Zee Media Corporation Ltd.	16.0	8.8	7.2	0.5	0.0	0.5	587.9
15	Tilaknagar Industries Ltd.	19.5	12.4	7.1	3.8	1.2	2.6	10,157.8
16	Authum Investment & Infrastructure Ltd.	14.1	7.3	6.8	0.2	0.0	0.2	46,284.5
17	Midwest Gold Ltd.	6.8	0.0	6.8	1.9	0.6	1.2	3,600.1
18	Medi Assist Healthcare Services Ltd.	23.0	16.3	6.8	48.9	41.3	7.6	3,464.9
19	Balaji Telefilms Ltd.	25.1	18.5	6.6	0.1	0.0	0.1	1,459.3
20	Modi's Navnirman Ltd.	11.5	4.9	6.6	0.8	0.0	0.8	743.7
21	Indegene Ltd.	11.3	4.8	6.5	7.0	3.2	3.8	12,360.0
22	The South Indian Bank Ltd.	17.9	11.5	6.4	11.9	5.3	6.7	10,744.8
23	GMM Pfaudler Ltd.	20.8	14.6	6.2	16.2	15.8	0.4	5,567.7
24	Azad Engineering Ltd.	15.8	9.7	6.0	9.8	5.7	4.1	10,794.5
25	Yasho Industries Ltd.	6.9	1.0	5.9	1.0	0.1	0.9	1,979.0

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (2/8)

Rising FII+DII holdings
Based on % change in FII holding between 2QFY26 and 2QFY25

Sr No.	Company Name	FII Holding %			DIIs & Other Holding %			M. Cap (Rs cr)
		Sep-25	Sep-24	% Change in FIIs	Sep-25	Sep-24	% Change in DIIs	
26	Aditya Vision Ltd.	18.8	12.9	5.9	16.5	8.7	7.7	6,938.6
27	Clean Science And Technology Ltd.	11.1	5.8	5.3	19.0	4.8	14.2	9,778.3
28	IDFC First Bank Ltd.	24.6	19.6	5.1	33.4	15.3	18.2	68,392.4
29	Websol Energy System Ltd.	5.5	0.5	5.0	0.3	0.0	0.3	4,876.9
30	GOCL Corporation Ltd.	5.1	0.1	5.0	1.6	1.6	0.0	1,622.8
31	Awfis Space Solutions Ltd.	25.0	20.7	4.4	37.1	12.0	25.1	3,914.8
32	Akzo Nobel India Ltd.	8.0	3.8	4.2	13.8	8.1	5.7	15,362.1
33	Amber Enterprises India Ltd.	30.6	26.4	4.2	20.2	17.8	2.4	26,087.5
34	Hazoor Multi Projects Ltd.	23.8	19.6	4.2	0.8	0.0	0.8	746.4
35	Network 18 Media & Investments Ltd.	6.5	2.3	4.2	0.2	0.1	0.1	7,067.0
36	Waaree Energies Ltd.	6.4	2.2	4.1	2.8	2.8	0.0	91,328.9
37	Jyoti CNC Automation Ltd.	9.9	5.8	4.1	12.9	11.0	1.9	22,219.2
38	Navin Fluorine International Ltd.	22.2	18.2	3.9	29.6	28.2	1.4	30,846.2
39	Capri Global Capital Ltd.	4.8	1.1	3.8	20.2	14.5	5.6	18,738.0
40	Marathon Nextgen Realty Ltd.	6.9	3.2	3.7	15.6	1.6	14.0	3,703.8
41	VA Tech Wabag Ltd.	18.4	14.7	3.7	4.5	3.6	0.9	8,734.6
42	Niyogin Fintech Ltd.	19.5	15.9	3.6	1.9	1.1	0.9	708.3
43	Vasa Denticity Ltd.	3.6	0.0	3.5	0.9	0.2	0.7	1,044.5
44	Fiem Industries Ltd.	7.2	3.7	3.5	10.1	5.8	4.3	6,087.5
45	Zota Health Care Ltd.	3.5	0.0	3.5	5.0	1.0	4.0	5,092.7
46	Shanti Educational Initiatives Ltd.	21.9	18.5	3.3	0.0	0.0	0.0	2,654.9
47	BSE Ltd.	16.3	13.0	3.3	20.0	11.7	8.3	1,17,708.4
48	AYM Syntex Ltd.	3.3	0.0	3.3	0.4	0.1	0.4	1,001.7
49	Basilic Fly Studio Ltd.	3.4	0.3	3.2	2.4	0.0	2.4	897.0
50	R Systems International Ltd.	3.6	0.4	3.2	9.0	1.7	7.2	5,007.7

Selection criteria

- Top 50 companies
- The market cap is Rs 500 cr and above
- Data is filtered based on YoY % points changes in FII holding on YoY basis in descending order along with positive growth in DIIs holdings as well.
- M.Cap as of 19th November 2025

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (3/8)

**Strong YoY and QoQ
performance**

**Based on % change in
YoY profits**

Selection criteria

- Top 50 companies
- The market cap is Rs 500 cr and above
- Data is filtered based on % changes in YoY profit in descending order.
- M.Cap as of 19th November 2025

Sr No.	Company Name	Net Sales/NII(Rs Cr)			Reported Net Profit (Rs Cr)			Net Sales/NII Growth %		Net Profit Growth %		M. Cap (Rs Cr)
		Sep-25	Sep-24	Jun-25	Sep-25	Sep-24	Jun-25	YoY	QoQ	YoY	QoQ	
1	Suprajit Engineering Ltd.	941.0	833.6	862.9	51.0	0.5	48.1	12.9	9.1	10,514.6	5.9	6,381.2
2	Manali Petrochemicals Ltd.	248.0	230.2	234.7	19.1	0.2	14.3	7.7	5.7	9,465.0	33.4	1,166.2
3	Rossell Techsys Ltd.	125.2	51.1	87.2	5.7	-0.1	3.3	145.0	43.5	5,770.0	71.8	2,699.1
4	Fischer Medical Ventures Ltd.	86.3	39.7	23.5	13.9	0.3	5.1	117.6	268.1	4,693.1	171.5	2,941.0
5	Nazara Technologies Ltd.	526.5	318.9	498.8	885.4	22.0	68.4	65.1	5.6	3,929.8	1,194.7	10,135.9
6	GHV Infra Projects Ltd.	183.8	1.1	80.5	11.2	0.3	4.7	17,401.9	128.4	3,907.1	137.7	2,308.9
7	Suratwwala Business Group Ltd.	26.0	2.2	16.0	8.2	0.2	5.3	1,059.8	62.9	3,609.1	53.1	577.0
8	South West Pinnacle Exploration Ltd.	62.5	27.4	40.2	8.4	0.4	2.4	128.3	55.3	1,990.0	248.3	579.5
9	Tatva Chintan Pharma Chem Ltd.	123.5	83.5	116.9	9.9	-0.7	6.7	47.9	5.7	1,603.0	49.2	3,588.7
10	Centum Electronics Ltd.	287.0	251.2	263.5	4.2	-0.3	2.7	14.2	8.9	1,464.5	56.1	3,737.5
11	DCW Ltd.	539.2	488.7	475.5	13.8	-1.3	11.4	10.3	13.4	1,204.8	21.2	1,995.5
12	Raymond Realty Ltd.	696.5	226.2	374.4	60.2	4.9	16.5	207.9	86.1	1,123.2	264.7	3,450.2
13	Mobavenue Ai Tech Ltd.	54.3	10.1	5.6	7.3	0.6	1.3	440.5	873.5	1,096.7	444.8	1,482.5
14	Elitecon International Ltd.	2,192.1	79.1	524.9	101.9	8.8	72.1	2,670.2	317.6	1,052.5	41.3	18,510.6
15	Asian Granito India Ltd.	406.9	376.1	388.2	16.3	1.4	7.5	8.2	4.8	1,039.2	118.1	1,559.8
16	PVR Inox Ltd.	1,823.0	1,622.1	1,469.1	105.7	-11.8	-54.0	12.4	24.1	995.8	295.7	10,890.4
17	IFB Agro Industries Ltd.	532.9	384.3	415.7	22.7	2.1	17.2	38.7	28.2	986.1	32.1	1,326.1
18	Gujarat Natural Resources Ltd.	8.7	4.9	3.4	3.8	-0.5	1.9	75.5	157.4	934.8	99.0	1,463.5
19	Laurus Labs Ltd.	1,653.5	1,223.7	1,569.6	195.0	19.8	163.0	35.1	5.3	882.7	19.6	53,302.3
20	Khaitan Chemicals & Fertilizers Ltd.	308.6	230.7	234.3	21.5	-3.1	21.4	33.8	31.7	799.7	0.3	899.1
21	One Global Service Provider Ltd.	135.0	19.4	87.8	19.8	2.3	9.8	595.4	53.7	771.8	101.5	949.0
22	Vashu Bhagnani Industries Ltd.	1.8	1.0	1.5	1.4	0.2	1.0	71.8	21.2	620.0	51.6	532.2
23	Sumeet Industries Ltd.	269.3	241.9	248.5	9.9	-1.9	8.0	11.3	8.4	618.9	23.6	1,732.7
24	Diamond Power Infrastructure Ltd.	438.3	250.3	301.8	27.7	4.0	20.1	75.1	45.2	593.3	37.9	7,981.0
25	Aditya Infotech Ltd.	919.6	668.9	740.0	70.0	-14.9	32.9	37.5	24.3	569.0	112.8	20,179.2

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (4/8)

Strong YoY and QoQ performance

Based on % change in YoY profits

Selection criteria

- Top 50 companies
- The market cap is Rs 500 cr and above
- Data is filtered based on % changes in YoY profit in descending order
- M.Cap as of 19th November 2025

Sr No.	Company Name	Net Sales/NII(Rs Cr)			Reported Net Profit (Rs Cr)			Net Sales/NII Growth %		Net Profit Growth %		M. Cap (Rs Cr)
		Sep-25	Sep-24	Jun-25	Sep-25	Sep-24	Jun-25	YoY	QoQ	YoY	QoQ	
26	ASM Technologies Ltd.	154.5	56.9	122.9	19.1	2.9	15.6	171.3	25.7	568.5	22.8	5,336.0
27	IIFL Finance Ltd.	1,923.2	1,593.1	1,664.0	417.9	-93.1	274.2	20.7	15.6	549.1	52.4	23,707.9
28	Suzlon Energy Ltd.	3,865.5	2,093.0	3,117.3	1,279.4	200.2	324.3	84.7	24.0	539.1	294.5	77,526.2
29	Digispice Technologies Ltd.	124.6	108.9	123.8	7.1	-1.7	6.9	14.4	0.7	527.9	3.1	541.4
30	Tega Industries Ltd.	405.4	353.3	356.1	44.9	7.2	35.3	14.7	13.8	522.4	27.2	12,718.6
31	Navkar Corporation Ltd.	162.4	135.9	138.1	4.4	-1.1	2.5	19.5	17.6	502.8	77.6	1,601.5
32	Venus Remedies Ltd.	192.8	170.1	131.9	20.1	3.5	9.6	13.3	46.1	473.5	109.7	863.5
33	Glenmark Pharmaceuticals Ltd.	6,003.8	3,400.5	3,059.3	1,995.5	354.2	370.1	76.6	96.2	463.4	439.2	51,930.6
34	APL Apollo Tubes Ltd.	5,037.7	4,627.8	5,002.8	301.5	53.8	237.2	8.9	0.7	460.4	27.1	47,808.9
35	Arisinfra Solutions Ltd.	241.2	174.3	212.1	14.0	2.5	6.2	38.4	13.7	459.6	126.0	1,242.5
36	Rama Phosphates Ltd.	245.7	209.5	190.3	17.3	3.1	16.0	17.3	29.1	459.2	7.8	634.3
37	Delton Cables Ltd.	241.3	174.9	156.3	6.3	-1.8	3.1	38.0	54.4	449.4	104.2	600.9
38	Fabtech Technologies Ltd.	121.5	58.7	68.0	28.1	5.1	-7.9	106.8	78.6	449.0	455.4	1,059.5
39	Rishabh Instruments Ltd.	196.3	182.4	190.3	22.2	4.1	19.7	7.7	3.2	444.2	12.4	1,726.7
40	Thangamayil Jewellery Ltd.	1,704.6	1,178.1	1,555.3	58.5	-17.5	45.7	44.7	9.6	435.3	28.0	9,886.4
41	Rajapalayam Mills Ltd.	241.5	229.2	188.6	17.1	-5.3	8.3	5.3	28.0	422.6	105.4	771.9
42	Jayaswal Neco Industries Ltd.	1,781.0	1,230.1	1,649.4	105.1	-34.2	93.0	44.8	8.0	407.3	13.0	543.5
43	Hitachi Energy India Ltd.	1,760.2	1,507.6	1,429.4	264.4	52.3	131.6	16.8	23.1	405.6	100.9	96,488.5
44	Shanti Gold International Ltd.	430.1	266.1	292.8	43.8	9.3	24.6	61.6	46.9	373.7	77.8	1,633.0
45	HBL Engineering Ltd.	1,222.9	521.0	601.8	411.1	87.1	146.4	134.7	103.2	372.1	180.9	25,933.0
46	BF Investment Ltd.	19.4	18.6	9.4	3.4	-1.3	-3.2	4.1	105.2	354.9	206.9	1,687.3
47	Vikran Engineering Ltd.	176.3	159.2	159.2	9.1	2.1	5.7	10.7	10.8	339.4	61.8	2,793.2
48	Inox Green Energy Services Ltd.	85.9	55.2	56.2	27.9	6.4	22.0	55.6	52.8	338.0	26.6	8,688.9
49	Tata Steel Ltd.	58,216.0	53,489.7	52,744.1	3,522.2	815.4	2,209.8	8.8	10.4	332.0	59.4	2,16,088.6
50	Biocon Ltd.	4,262.5	3,545.0	3,910.1	96.4	-42.0	31.4	20.2	9.0	329.5	207.0	54,795.5

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (5/8)

Improvement in margins
Sep'25 V/s Sep'24

Data is filtered based on YoY
margin improvement

Selection criteria

- Top 50 companies
- The market cap is Rs 500 cr and above
- Data is filtered based on % changes in YoY EBITDA margin in descending order
- M.Cap as of 19th November

Sr No.	Company Name	Market Cap (Rs Cr)	EBITDA Margin %			Margin Improvement (Percentage Point)	
			Sep-25	Sep-24	June-25	YoY	QoQ
1	Vashu Bhagnani Industries Ltd.	532.2	84.7	33.0	64.4	51.7	20.4
2	Ravindra Energy Ltd.	3,012.2	30.9	3.7	17.1	27.2	13.8
3	HBL Engineering Ltd.	25,933.0	44.5	20.8	31.9	23.7	12.6
4	Borosil Renewables Ltd.	8,647.6	31.3	7.9	18.2	23.4	13.1
5	Gretex Corporate Services Ltd.	837.9	39.9	17.8	7.8	22.1	32.1
6	Gujarat Natural Resources Ltd.	1,463.5	56.1	34.3	8.0	21.8	48.0
7	Glenmark Pharmaceuticals Ltd.	51,930.6	39.3	17.7	19.0	21.6	20.3
8	Reliance Infrastructure Ltd.	7,249.1	28.5	8.4	3.8	20.0	24.7
9	Adani Green Energy Ltd.	1,76,182.0	92.2	74.3	80.1	17.9	12.1
10	Motisons Jewellers Ltd.	1,577.1	33.8	16.0	14.7	17.8	19.1
11	Fischer Medical Ventures Ltd.	2,941.0	18.8	1.2	18.2	17.6	0.7
12	Orient Cement Ltd.	3,742.5	25.7	8.1	21.1	17.6	4.6
13	Linde India Ltd.	51,736.8	43.8	28.2	34.5	15.6	9.3
14	GeeCee Ventures Ltd.	761.2	69.3	54.2	53.7	15.0	15.5
15	Swelect Energy Systems Ltd.	1,103.9	29.4	14.6	23.5	14.8	5.8
16	AB Cotspin India Ltd.	913.7	22.2	7.8	15.0	14.4	7.2
17	Finolex Industries Ltd.	11,348.5	15.2	1.3	9.0	13.9	6.2
18	Jeena Sikho Lifecare Ltd.	8,793.7	48.5	35.3	45.2	13.2	3.3
19	Man InfraConstruction Ltd.	5,162.9	24.6	12.0	22.2	12.6	2.4
20	Jaykay Enterprises Ltd.	2,810.9	17.5	5.0	12.4	12.5	5.1
21	GTL Infrastructure Ltd.	1,767.7	31.8	19.4	23.9	12.4	7.9
22	Valiant Organics Ltd.	784.3	13.5	1.5	12.1	12.0	1.3
23	Stallion India Fluorochemicals Ltd.	1,627.4	14.7	2.9	12.9	11.9	1.8
24	Navin Fluorine International Ltd.	30,846.2	32.5	20.7	28.5	11.8	4.0
25	CarTrade Tech Ltd.	14,793.8	32.9	21.2	25.1	11.7	7.7

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (6/8)

Improvement in margins
Sep'25 V/s Sep'24

Data is filtered based on YoY
margin improvement

Selection criteria

- Top 50 companies
- The market cap is Rs 500 cr and above
- Data is filtered based on % changes in YoY EBITDA margin in descending order
- M.Cap as of 19th November 2025

Sr No.	Company Name	Market Cap (Rs Cr)	EBITDA Margin %			Margin Improvement (Percentage Point)	
			Sep-25	Sep-24	Jun-25	YoY	QoQ
26	Venus Remedies Ltd.	863.5	16.1	4.4	7.7	11.6	8.4
27	Crizac Ltd.	4,855.8	36.3	24.9	28.9	11.4	7.5
28	Acutaas Chemicals Ltd.	14,082.2	31.1	19.8	24.6	11.3	6.6
29	Tatva Chintan Pharma Chem Ltd.	3,588.7	18.0	6.7	14.8	11.3	3.2
30	Rishabh Instruments Ltd.	1,726.7	17.0	5.7	14.9	11.3	2.1
31	Ramco Systems Ltd.	2,336.1	22.4	11.6	18.0	10.8	4.4
32	NLC India Ltd.	34,984.8	38.1	27.6	29.8	10.4	8.2
33	South West Pinnacle Exploration Ltd.	579.5	23.1	12.7	14.4	10.4	8.7
34	Neuland Laboratories Ltd.	21,896.8	30.2	20.0	11.8	10.2	18.5
35	Veranda Learning Solutions Ltd.	2,095.1	36.4	26.3	26.7	10.1	9.7
36	Shaily Engineering Plastics Ltd.	11,952.5	30.9	21.0	27.7	9.9	3.2
37	Reliance Power Ltd.	16,514.1	31.3	21.4	30.0	9.9	1.3
38	Lupin Ltd.	92,501.2	34.3	24.4	28.0	9.9	6.3
39	Laurus Labs Ltd.	53,302.3	24.4	14.6	24.3	9.8	0.0
40	Hitachi Energy India Ltd.	96,488.5	17.0	7.3	10.8	9.7	6.1
41	The Ruby Mills Ltd.	780.8	18.8	9.6	15.7	9.2	3.1
42	Wockhardt Ltd.	21,620.4	22.8	13.6	9.8	9.2	13.0
43	Quality Power Electrical Equipments Ltd.	6,088.3	17.6	8.6	17.5	9.0	0.1
44	Sunteck Realty Ltd.	6,406.7	30.8	22.1	25.4	8.7	5.5
45	Aurum PropTech Ltd.	1,268.2	25.8	17.1	19.5	8.7	6.3
46	Senores Pharmaceuticals Ltd.	3,646.3	32.3	23.7	26.2	8.6	6.1
47	Waaree Energies Ltd.	91,328.9	23.2	14.7	22.5	8.5	0.7
48	Virat Industries Ltd.	864.1	10.2	2.0	3.5	8.2	6.7
49	International Conveyors Ltd.	565.7	23.9	16.0	15.3	7.9	8.6
50	Onward Technologies Ltd.	649.0	14.3	6.5	12.9	7.8	1.4

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (7/8)

Consistent earnings growth
in last 4 quarters

Selection criteria

- All companies reporting consistent QoQ growth in profit and sales
- The market cap is Rs 500 cr and above
- Data is filtered based on market cap in descending order
- M.Cap as of 19th November 2025

Sr No.	Company Name	Market Cap (Rs cr)	Revenue/NII (Rs Cr)					Reported Net Profit (Rs Cr)				
			Sep-25	Jun-25	Mar-25	Dec-24	Sep-24	Sep-25	Jun-25	Mar-25	Dec-24	Sep-24
1	Bajaj Finance Ltd.	6,25,701.7	12,852.9	12,327.7	11,608.0	11,243.9	10,578.1	4,875.4	4,699.6	4,479.6	4,246.5	3,999.7
2	Adani Ports and SEZ	3,20,499.8	9,167.5	9,126.1	8,488.4	7,963.6	7,067.0	3,109.1	3,314.6	3,038.6	2,548.1	2,496.8
3	Muthoot Finance Ltd.	1,48,521.3	4,612.3	4,009.4	3,418.7	3,229.4	3,041.7	2,420.6	2,016.2	1,477.7	1,389.2	1,271.6
4	Indian Bank	1,19,246.7	6,551.0	6,358.9	6,389.3	6,414.7	6,194.2	3,018.2	2,972.8	2,956.1	2,852.4	2,706.4
5	Persistent Systems Ltd.	99,624.7	3,580.7	3,333.6	3,242.1	3,062.3	2,897.2	471.5	424.9	395.8	373.0	325.0
6	Schaeffler India Ltd.	64,221.3	2,434.7	2,352.6	2,174.4	2,136.1	2,116.4	289.3	287.1	251.6	237.3	236.4
7	Bank Of Maharashtra	47,010.8	3,247.6	3,291.7	3,116.4	2,943.3	2,806.8	1,633.1	1,592.8	1,493.1	1,406.5	1,326.8
8	Poonawalla Fincorp Ltd.	38,067.4	901.7	764.8	704.5	668.4	632.6	74.2	62.6	62.3	18.7	-471.0
9	Navin Fluorine International	30,846.2	758.4	725.4	700.9	606.2	518.6	148.4	117.2	95.0	83.6	58.8
10	Inventurus Knowledge	27,349.6	781.1	740.1	724.0	657.2	642.8	180.7	151.5	147.8	129.7	113.0
11	Firstsource Solutions Ltd.	26,001.2	2,314.7	2,220.9	2,167.8	2,087.9	1,932.6	177.6	169.3	160.7	151.5	138.2
12	Karur Vysya Bank Ltd.	24,405.2	1,261.2	1,079.4	1,089.3	1,078.8	1,062.5	574.0	521.5	513.4	496.0	473.6
13	Affle 3i Ltd.	23,732.3	646.7	620.7	602.3	601.7	542.9	110.5	105.5	103.1	100.2	92.0
14	Anant Raj Ltd.	22,222.4	630.8	592.4	540.7	534.6	512.9	138.1	125.9	118.6	110.3	105.6
15	City Union Bank Ltd.	20,308.4	666.5	625.3	600.3	587.8	582.5	328.6	305.9	288.0	286.0	285.2
16	Elitecon International Ltd.	18,510.6	2,192.1	524.9	313.2	94.1	79.1	101.9	72.1	43.0	13.3	8.8
17	Zensar Technologies Ltd.	16,137.9	1,421.3	1,385.0	1,358.9	1,325.6	1,308.0	182.2	182.0	176.4	159.8	155.7
18	Caplin Point Laboratories Ltd.	14,669.5	534.0	510.2	502.5	493.0	483.1	154.5	152.8	142.6	139.0	130.8
19	Aptus Value Housing Finance	14,431.5	379.0	359.8	334.3	307.1	293.4	226.6	219.3	207.0	190.5	182.0
20	Home First Finance Co.	12,341.8	273.2	251.9	223.0	212.2	196.4	131.9	118.9	104.7	97.4	92.2
21	SBFC Finance Ltd.	12,010.5	280.7	262.0	241.4	214.6	202.1	109.1	100.9	93.9	88.3	84.2
22	Shaily Engineering Plastics Ltd.	11,952.5	256.7	246.7	217.8	197.6	192.0	51.3	41.1	28.6	25.2	21.9
23	Azad Engineering Ltd.	10,794.5	145.6	137.1	126.9	120.5	111.5	32.7	29.7	25.3	23.9	21.0
24	India Shelter Finance Corp.	9,667.0	259.6	254.8	225.7	212.2	198.0	122.0	119.5	108.1	96.1	90.1
25	KPI Green Energy Ltd.	9,124.1	634.3	602.9	569.4	458.4	359.7	109.1	104.3	99.2	84.6	70.8

Source: ACE Equity, SSL Research

Key performance indicators during 2QFY26 - (8/8)

**Consistent earnings growth
in last 4 quarters**

Selection criteria

- All companies reporting consistent QoQ growth in profit and sales
- The market cap is Rs 500 cr and above
- Data is filtered based on market cap in descending order
- M.Cap as of 19th November 2025

Sr No.	Company Name	Market Cap (Rs cr)	Revenue/NII (Rs Cr)					Reported Net Profit (Rs Cr)				
			Sep-25	Jun-25	Mar-25	Dec-24	Sep-24	Sep-25	Jun-25	Mar-25	Dec-24	Sep-24
26	Cupid Ltd.	8,887.6	84.5	59.8	56.5	46.4	41.6	24.1	15.0	11.5	11.0	10.0
27	Manorama Industries Ltd.	7,995.9	323.3	289.6	232.8	209.2	195.4	53.2	47.0	40.0	30.5	25.7
28	Aurionpro Solutions Ltd.	6,271.2	357.7	336.8	327.0	306.1	278.3	54.4	51.3	50.3	47.3	45.1
29	MAS Financial Services Ltd.	5,684.9	201.2	204.2	194.6	177.9	160.3	90.3	85.6	82.5	79.5	76.7
30	ASM Technologies Ltd.	5,336.0	154.5	122.9	114.5	64.7	56.9	19.1	15.6	15.4	5.4	2.9
31	Senores Pharmaceuticals Ltd.	3,646.3	153.4	130.3	114.2	103.0	98.3	32.4	19.7	17.8	17.2	12.8
32	Tatva Chintan Pharma Chem Ltd.	3,588.7	123.5	116.9	107.9	85.9	83.5	9.9	6.7	1.0	0.1	-0.7
33	String Metaverse Ltd.	3,063.9	232.5	198.9	153.9	115.7	87.8	21.4	18.1	12.8	10.2	6.8
34	Saksoft Ltd.	2,836.1	258.5	249.1	239.9	226.8	215.3	36.0	32.4	30.0	27.0	26.2
35	Vimta Labs Ltd.	2,792.2	101.9	97.6	94.4	89.9	84.7	19.9	18.9	18.3	21.5	15.3
36	SG Finserve Ltd.	2,268.5	44.4	42.8	35.6	41.3	30.9	28.4	24.5	23.8	23.7	14.1
37	Frontier Springs Ltd.	1,770.2	82.7	75.3	70.1	58.3	52.2	15.7	14.7	11.7	8.7	7.3
38	One Point One Solutions Ltd.	1,452.9	70.9	69.0	67.1	65.7	62.5	9.9	9.4	8.7	8.4	8.4
39	Arihant Foundations & Housing Ltd.	1,045.2	87.8	82.6	67.4	52.0	48.3	20.1	16.4	11.5	11.2	10.6
40	Ganesh Infraworld Ltd.	994.3	210.0	180.7	158.6	149.2	95.0	18.1	14.6	11.6	11.3	7.1
41	Sejal Glass Ltd.	908.0	104.0	77.2	67.6	61.6	61.6	8.0	4.4	3.8	3.4	2.4
42	Nintec Systems Ltd.	756.0	41.7	38.8	37.9	35.2	33.9	7.9	7.7	7.4	6.7	6.5
43	Kapston Services Ltd.	699.8	210.7	190.7	185.3	182.6	168.1	7.1	6.1	6.1	4.5	3.9
44	Integrated Industries Ltd.	593.5	286.5	249.8	240.3	198.7	186.6	23.8	19.7	18.4	13.3	11.8
45	Unifinz Capital India Ltd.	544.7	79.5	43.5	35.4	22.3	13.6	16.8	7.4	6.1	4.9	1.7

Source: ACE Equity, SSL Research

Investment Thesis

Key Business USP: Tata Motors Ltd (TML) is India's largest manufacturer of commercial vehicles. Its product portfolio spans across the entire tonnage range from Small Cargo Vehicles (SCVs) used for intra-city transport, Intermediate & Light Commercial Vehicles (ILCVs) to Medium & Heavy Commercial Vehicles (MHCVs) catering to both goods and passenger transportation segment. Its retail market share stood at 35.3% in 1HFY26.

Stock Data	
BSE Code	544569
NSE Code	TMCV
Bloomberg Code	TMCV IN
Face value (Rs)	2.0
CMP (Rs)	359
Market Cap (Rs. cr)	1,32,085
52 Week High/Low (Rs)	NA/NA
1M/3M/12M (Del. Volume) in Lakh	NA/NA/NA

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	78,790	75,053	77,171	83,107
EBITDA	8,269	8,477	8,875	9,807
OPM (%)	10.5	11.3	11.5	11.8
Net Profit	5,279	6,132	6,560	7,480
RoE (%)*	NA	NA	NA	NA
PE (x)	25.0	21.5	20.1	17.7
P/BV (x)*	NA	NA	NA	NA

- *The Financials have been restated for the demerger. Hence the balance sheet numbers and ratios are not comparable.
- Source: SSL Research, Bloomberg, ACE Equity

Catalyst/Trigger in medium to long term:

Signs of recovery in the domestic CV industry: The domestic CV industry is showing signs of recovery with pickup in execution of major infrastructure and mining projects across the country as well as revival in the logistics sector. The company expects healthy sales momentum in 2HFY26 supported also by the GST rate rationalization on CVs to 18% from 28%. The truck replacement cycle in India is overstretched at 10-10.5 years currently vs historical average of 7-7.5 years. Fleet utilisation levels have picked up in October with robust increase in consumption and pickup in infrastructure and mining activities post the monsoon. The GST and interest rate cut alongwith overall increase in demand for goods transportation is likely to trigger an upcycle in the CV industry from 2HFY26.

Revival in the bus segment: Tata Motors electric bus division did not participate in the City and State bus tenders during the last few quarters due to concerns on the receivable schedules. However, the company has changed course and has won tenders in Maharashtra, Gujarat and Telangana during 2QFY26 which will translate into sales in the next few quarters. It has started delivery of buses to Bengaluru Transport Corporation and is evaluating participating in the PM E-Drive tenders through a consortium model to facilitate an asset light business model. TMCV is also looking at market share gains in the private bus segment.

Export recovery also underway: Export volumes for TML have grown 72% YoY in YTD FY26 (Apr-Nov) after remaining flat in FY25. It has launched 10 new products across trucks and buses in Sri Lanka and has strengthened its presence in Middle East and Africa.

Strong operational performance in 2QFY26: TML reported a strong performance in 2QFY26 with Volume/Revenue/EBITDA growth of 13%/6%/19% YoY. The PAT adjusted for the mark to market loss due to its holding in Tata Capital also rose 67% YoY. EBITDA margin improved 120 bps YoY to 10.9%. 2HFY26 is expected to be even stronger with the GST rationalization reviving sentiment among buyers. Retail sales have picked up post 22nd September and are expected to sustain in the coming months. Discounts across the industry too have reduced with the 10% price reduction due to GST rate cut resulting in improved profitability environment.

Valuation: At CMP of Rs 359, the stock trades at FY26E/FY27E P/E multiple of 20.1x/17.7x estimated earnings. Key triggers for the stock remain the anticipated upcycle in the CV industry along with improved profitability on back of increased operating leverage.

Key Risks: Increase in competitive intensity with respect to product pricing; Slowdown in government capex; Poor response to new product launches

Investment Thesis

Key Business USP: IDFC First Bank Ltd. (IDFCFB) was incorporated in October 2015 following the merger of Capital First Limited with the bank. IDFCFB operates across three business verticals: corporate banking, consumer banking and rural banking. As of Sep'25, it has a network of 1,041 branches across the country. IDFCFB is led by MD & CEO V. Vaidyanathan, who has over 25 years of banking experience. The bank has an asset size of Rs 2.6 trillion and deposits of Rs 2.8 trillion, with CASA comprising 50% as of Sep'25.

Stock Data	
BSE Code	539437
NSE Code	IDFCFIRSTB
Bloomberg Code	IDFCFB IN
Face value (Rs)	10.0
CMP (Rs)	80
Market Cap (Rs. cr)	68,659
52 Week High/Low (Rs)	83/53
1M/3M/12M (Del. Volume) in Lakh	164.4/145.8/154.9

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
NII	16,451	19,292	21,138	25,935
PPOP	6,237	7,415	8,404	11,388
PAT	2,957	1,525	2,246	4,286
RoE (%)	10.3	4.3	5.3	9.0
GNPA (%)	2.1	1.8	1.9	1.8
NNPA (%)	0.6	0.5	0.4	0.4
EPS (Rs)	4.3	2.1	2.7	5.1
P/E (x)	18.8	39.0	30.1	16.0
P/BV (x)	1.8	1.6	1.5	1.4

Source: SSL Research, Bloomberg, ACE Equity

Catalyst/Trigger in medium to long term:

Balance sheet growth to remain resilient: We expect the bank to witness healthy growth across the Vehicle, Mortgage, and Business Banking segments, along with a recovery in growth within the Consumer Loans portfolio. The bank is working towards disbursing 1 million loans per month. The loan-to-deposit ratio was around 92.9% as of Sep'25, compared to 96.2% as of Sep'24.

Asset quality improvement: Gross slippages declined 9% QoQ, and net slippages fell 13% QoQ, primarily driven by the improvement in the MFI portfolio. As of Sep'25, the bank's GNPA and NNPA stood at 1.86% and 0.52% respectively. The bank expects slippages to moderate going forward. It has utilised Rs 75 cr from the MFI buffer provision during 2Q. Post this, the bank has a contingency provision of Rs 240 cr for MFI. Management reiterated that the credit cost for FY26E is expected to remain in the range of 205-210 bps.

Strong liability franchise: Customer deposits growth (up ~24% YoY in 2QFY26) were largely driven by traction in the granular CASA deposit franchise and retail term deposits. Over the past few years, the bank reduced its dependence on wholesale deposits, certificates of deposit and discharged most high-cost legacy liabilities by replacing them with retail deposits. This strengthened its overall liability franchise by making it more granular.

NIMs expected to improve: Margin declined sequentially with NIM at 5.6%, down 11 basis points QoQ and 58 basis points YoY in 2QFY26. Decrease in the margin was driven by the repo rate cut, shifts in the asset mix and de-growth in the MFI portfolio. NIM appears to have bottomed out in 2QFY26 and is expected to recover in 2HFY26, likely reaching 5.8% by the FY26E-end.

Operating leverage benefit to flow in: The management believes investment into branch infrastructure and technology stack to be largely completed and going ahead, opex growth is expected to remain moderate at 11-12% YoY. Cost-to-Income ratio is expected to improve to 65% by FY27E (vs 73% as of 2QFY26).

Reasonable Valuations: At CMP of Rs 81, the stock trades at a P/BV multiple of 1.5x/1.4x, respectively, to its FY26E/FY27E Bloomberg consensus book value estimates. Key triggers for the stock remain the anticipated upcycle in the MFI industry, along with improved profitability on the back of increased operating leverage.

Key Risks: Rise in slippages in the MFI segment, Moderation in loan growth, Delay in opex moderation

Investment Thesis

Key Business USP: The Phoenix Mills Ltd. (PML) is engaged in operation and management of malls, construction of commercial and residential property and hotel business in India. The company's diverse portfolio encompasses real estate assets across retail, hospitality, commercial offices and residential segments. The group has real estate assets in Mumbai, Bengaluru, Chennai, Pune, Agra, Indore, Lucknow, Bareilly and Ahmedabad.

Stock Data	
BSE Code	503100
NSE Code	PHOENIXLTD
Bloomberg Code	PHNX IN
Face value (Rs)	2.0
CMP (Rs)	1,740
Market Cap (Rs. cr)	62,203
52 Week High/Low (Rs)	1,902.0/1,402.5
1M/3M/12M (Del. Volume) in Lakh	3.0/3.7/4.2

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	3,978	3,814	4,467	5,019
EBITDA	2,177	2,161	2,606	2,985
OPM (%)	54.7	56.7	58.3	59.5
Net Profit	1,099	984	1,303	1,566
RoE (%)	12.3	9.9	11.5	12.2
PE (x)	56.6	63.2	47.7	39.7
P/BV (x)	6.6	6.0	5.1	4.6

Source: Bloomberg, SSL Research

Catalyst/Trigger in medium to long term:

Resilient retail consumption growth during 2QFY26: 2QFY26 retail consumption grew 14% YoY to Rs 3,750 cr. The growth was broad based except for Phoenix MarketCity Bengaluru & Pune which were flat YoY due to strategic repositioning (refresh tenant mix and reinforce premium positioning). The trading occupancies of both these malls stood at 82% which was down 14%/12% YoY for Bengaluru & Pune respectively. Retail trading occupancy in these malls are expected to get normalised by Mar'26. Management has guided for double-digit consumption growth in FY26.

Robust leasing momentum in Office space: PML has gross leased 0.72 mn sq. ft. of office spaces in Mumbai, Pune and Bengaluru during 1HFY26. This will likely add to incremental rental income flowing from 2HFY26. Operating occupancy in Mumbai & Pune improved from 67% as of Mar'25 to 77% as of Sep'25. Management targets 80–90% occupancy across operating assets by the end of 3QFY26.

Healthy 2QFY26 performance: The company's consolidated revenue grew 21.5% YoY to Rs 1,115 cr led by broad-based growth across its core businesses (Retail, Offices, Hotel & Asset Management) and residential business which were up 8.6%/165.8% YoY at Rs 914 cr/Rs 202 cr respectively. EBITDA margin expanded ~340 bps YoY to 59.8% largely driven by the residential portfolio which stood at 56.9% vs. 10.5% in 2QFY25. EBITDA margin of the core businesses remained flat at 60.4% vs. 60.5% in 2QFY25.

Acquisition of the remaining 49% stake in Island Star Mall Developers (ISMDPL) to be EPS accretive: PML has recently acquired the balance 49% stake in ISMDPL, increasing its stake from 51% to 100%. This transaction will be EPS accretive from the first year itself and will result in more efficient cash flows. It is will be largely funded through internal accruals and incremental leverage at ISMDPL. ISMDPL has 4.4 mn sq. ft of operational retail space and ~2.2 mn sq. ft. of completed commercial offices which will start contributing from FY26.

Reasonable Valuation: At CMP of Rs 1,740, the stock trades at FY26E/FY27E Bloomberg consensus P/E of 47.7x/39.7x respectively. With healthy business momentum across segments, we believe PML will continue to show healthy performance going ahead as well.

Key Risks: Delay in addition of new malls; Slower consumption growth; Low occupancy; Slowdown in office space expansion

Investment Thesis

Key Business USP: Mahindra and Mahindra Financial Services Ltd. is a subsidiary of M&M Ltd and one of the largest vehicle financiers in India, with a strong presence in semi-urban and rural India. Its product offerings comprise SME loans and vehicle finance loans across segments such as CV, CE, tractor, PV, 3W and pre-owned vehicles. As of Sep'25, the AUM stands at Rs 1.2 tn with approximately 44% of the AUM contributed by M&M assets. It has 1,346 offices covering 27 states and 7 union territories in India, having over 11 mn customers.

Stock Data	
BSE Code	532720
NSE Code	M&MFIN
Bloomberg Code	MMFS IN
Face value (Rs)	2.0
CMP (Rs)	345
Market Cap (Rs. cr)	50,498
52 Week High/Low (Rs)	387/236
1M/3M/12M (Del. Volume) in Lakh	19.4/14.8/12.6

Catalyst/Trigger in medium to long term:

Healthy growth outlook: The management aims to achieve Rs 3 tn AUM by 2030 driven by its country-wide distribution network and leadership position in the vehicle financing industry. Rural growth is expected to remain healthy aided by extended monsoon rainfall and robust crop yields, benefiting the tractor segment. The demand for passenger vehicle is expected to sustain in the coming quarters post GST-rate rationalisation. Management has highlighted the rising trend of premiumization (customers upgrading to SUVs) and a surge in entry-level buyers which are expected to drive future growth. The company remains focused on achieving mid-teens growth in disbursements over the medium term.

Asset quality improvement: Asset quality remained stable against seasonal trends such as rainfall and rural cash flow disruptions. Gross stage 1 & 2 remained flat compared to 1QFY26 levels. The company anticipates a slight improvement in asset quality in 3QFY26, with a major improvement expected in 4QFY26. Credit cost is expected to remain at 1.7% for FY26E, supported by an improvement in 2HFY26E (credit cost in 1HFY26 was 1.9%), with PCR expected to improve to a 54-55% level (53% as of 2QFY26).

Healthy margin profile: The company has witnessed meaningful improvement in margins in 1HFY26 to 7.0% (vs 6.5% in FY25), aided by lower cost of borrowings (CoB) and higher fee income. Higher reliance on CPs and securitisation resulted in a lower cost of borrowing. Fee income accretion is expected to remain robust led by better cross-sell initiatives.

Consistent improvement in return ratio: The RoA has improved to 1.6% in 1HFY26 from 1.5% in 1HFY25. The improvement is expected to continue mainly led by a cyclical upturn in PV and tractors, with demonstrable NIM recovery and contained asset quality in a tough seasonal quarter.

Reasonable Valuations: At CMP of Rs 364, the stock trades at a P/BV multiple of 2.1x/1.9x respectively to its FY26E/FY27E Bloomberg consensus book value estimates. The company is expected to deliver healthy growth going forward driven by sustained rural demand and PV demand post-GST rate rationalisation.

Key Risks: Decline in vehicle growth, Deterioration in asset quality, Rise in competitive intensity

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
NII	6,682	7,449	9,018	10,370
PPOP	4,178	4,765	5,781	6,731
PAT	1,760	2,345	2,736	3,286
RoE (%)	10.0	12.4	12.3	13.0
Gross Stage 3 (%)	3.4	3.7	3.6	3.6
Net stage 3 (%)	1.3	1.8	1.7	1.7
EPS (Rs)	14.3	19.0	19.8	24.0
P/E (x)	25.5	19.2	18.4	15.2
P/BV (x)	2.5	2.3	2.1	1.9

Source: SSL Research, Bloomberg, ACE Equity

Investment Thesis

Key Business USP: NBCC (India) Ltd. is a Navratna Central Public Sector Enterprise (CPSE) under the Ministry of Housing and Urban Affairs. It is a leading company operating in project management and consultancy with over 6 decades of experience. The company is recognized as a preferred CPSE for government land developments and revival of stalled real estate projects.

Stock Data	
BSE Code	534309
NSE Code	NBCC
Bloomberg Code	NBCC IN
Face value (Rs)	1.0
CMP (Rs)	112
Market Cap (Rs. cr)	30,240
52 Week High/Low (Rs)	131/71
1M/3M/12M (Del. Volume) in Lakh	53.5/40.9/45.4

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	10,407	12,039	14,182	16,988
EBITDA	513	624	741	924
OPM (%)	4.9	5.2	5.2	5.4
Net Profit	402	541	729	860
RoE (%)	19.3	23.0	25.9	27.5
PE (x)	75.3	55.9	41.5	35.0
P/BV (x)	13.6	12.2	10.4	8.8

Source: SSL Research, Bloomberg, ACE Equity

Catalyst/Trigger in medium to long term:

One of the largest construction companies in India: The Company operates via three strategic segment, namely, Project Management Consultancy (PMC), EPC and Real Estate catering to a diverse portfolio of government and institutional/ PSU clients helping it to deliver large scale redevelopment projects. In FY25 it received highest ever orders of over Rs 75,000 cr of which 76% consist of land redevelopment and stressed private sector projects.

Integrated operation with asset light business model: The business model of the company is asset-light where NBCC acts as a consultant and generates PMC fee between 5-6% of total project value while entire construction activities are outsourced to third party contractors. The major role of the company is to monitor and supervise the projects. The company generates very high asset turnover of above 20x with RoE of above 25%. Most of the government land development project orders comes on a nomination basis which provides a steady pipeline of orders and reduces the risk associated with competitive bidding.

Strong order book; Robust growth visibility: The company has a robust order book of Rs 1.28 trillion as of Sep'25 which is more than 12x of its 1HFY26 annualised revenue thus offering robust growth visibility. Nearly 47% of the order value is from PMC while 53% is redevelopment orders. The company is currently executing Rs 34,000 cr worth of orders while rest are under planning phase.

Guidance: The management has guided for Rs 14,000-15,000 cr revenue for FY26 which translates into a YoY growth of ~20%. The standalone EBITDA and PAT margin is expected to be 6.0%-6.5% and 7.0%-8.0% respectively. 2QFY26 margin dip was on account of lower Amrapali sales however 2HFY26 will see a meaningful contribution from realty segment. The company expects Rs 10,000-12,000 cr worth of contracts to be awarded in 2HFY26 taking total running projects to Rs 44,000 cr by FY26 end. Large redevelopment/self-sustainable projects (MAHAPREIT and J&K; ~Rs 40,000 cr combined) slated to start by year-end/early next year which would expand the running book further.

Valuation: At CMP of Rs 112, the stock trades at FY26E/FY27E P/E multiple of 41.5x/35.0x respectively.

Key Risks: Long gestation period of projects; Interest rate sensitive sector; Construction slowdown due to regulatory hurdles

Investment Thesis

Key Business USP: With over 30 years of experience and expertise, **Privi Speciality Chemicals Ltd. (PRIVI)** is the largest manufacturer and exporter of aroma chemicals in India. The company operates two cutting-edge plants (located in Mahad, Maharashtra and Jhagadia, Gujarat) with a total manufacturing capacity of 48,000 metric tonnes per annum (MTPA). PRIVI is a preferred partner to Fortune 500 companies including large global fragrance companies controlling 80% of the world's fragrance market and a supplier to the six largest FMCG companies.

Stock Data	
BSE Code	530117
NSE Code	PRIVISCL
Bloomberg Code	PRIVISCL IN
Face value (Rs)	10.0
CMP (Rs)	3,172
Market Cap (Rs. cr)	12,391
52 Week High/Low (Rs)	3,440/1,352
1M/3M/12M (Del. Volume) in Lakh	0.5/0.7/0.5

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	1,752	2,101	2,724	3,308
EBITDA	329	458	668	808
OPM (%)	18.8	21.8	24.5	24.4
Net Profit	92	186	316	384
RoE (%)	10.0	16.9	21.9	21.5
P/E (x)	130.7	66.3	40.1	33.0
EV/EBITDA (x)	40.8	24.0	20.4	16.7

Source: SSL Research, Bloomberg, ACE Equity

Catalyst/Trigger in medium to long term:

Asia's largest Crude Sulphate Turpentine (CST) refinery: A key competitive advantage for PRIVI lies in its innovative use of CST, a byproduct from the pulp and paper industry. Unlike Gum Turpentine Oil (GTO), which is subject to volatile pricing primarily controlled by China, CST can be secured through long-term contracts, offering price stability and predictability. However, processing CST is complex due to the presence of impurities that give it a foul smell. PRIVI's core chemistry strength has led to the development of a sophisticated sulfur separation process and the establishment of the largest single CST processing site globally. This enables the company to consistently produce high-quality aroma chemicals while maintaining cost efficiency.

New Product pipeline: A robust pipeline of products is expected to be operational over the next 15 months. This pipeline is a mix of: (a) Typical Privi product range (large volume, gross margins of 30% or more), (b) About 10 specialty molecules (high value, high margin products) and (c) Majority of new products will cater to the existing F&F industry and customer base, though a few products may have applications beyond F&F, such as in the pharma or electronic chip manufacturing industries. Going ahead, the company aims to attain portfolio diversification by reducing the reliance on anchor products like Dihydro and Amber Fleur. Further, PRIVI targets to limit the maximum contribution from a single product at ~10% over the next few years.

Strategic growth: The company has established a clear roadmap to achieve its visionary goal of Rs. 5,000 cr of revenue and Rs. 1,000 cr of EBITDA over the next 3-4 year, representing more than 2x growth. This growth is projected to be driven purely by internal growth metrics and capacity additions. The current operational capacity stands at 48,000 MTPA and PRIVI is executing a capex plan split into three phases. Part one of Phase-1 expansion was completed ahead of schedule and the balance is progressing and expected to be completed by the end of FY26. This expansion will add 6,000 metric tonnes (MT), increasing total production capacity for existing products to 54,000 MTPA. This additional capacity is expected to be commercialized by the end of Dec'25, with growth contribution starting from Jan'26 onwards.

"China Plus One" Trend: PRIVI is a key beneficiary of the China plus One shift, particularly as European and developed nation customers seek sustainable and reliable suppliers. PRIVI's backward integration capabilities allows the company to offer stable prices for longer periods. Additionally, the company has received encouragement from customers to develop products currently only made in China, indicating significant potential demand for these new avenues.

Valuation: At CMP of Rs 3,172, the stock is trading at its FY26E/FY27E P/E multiple of 40.1x/33.0x respectively.

Key Risks: Pricing and availability of raw materials; Supply chain issues

Investment Thesis

Key Business USP: SeQuent Scientific Ltd. (SeQuent) is an India based, global Animal Health company engaged in the development and manufacturing of Active Pharmaceutical Ingredients (APIs) and Formulations. The company with its 5 formulation and 2 API manufacturing facilities based in India, Spain, Brazil and Turkey operated in over 100+ markets across the globe as of Sep'25. Further, as of Sep'25 the company's product portfolio included 1,000+ formulations and 25 APIs.

Stock Data	
BSE Code	512529
NSE Code	SEQUENT
Bloomberg Code	SEQ IN
Face value (Rs)	2.0
CMP (Rs)	198
Market Cap (Rs. cr)	5,052
52 Week High/Low (Rs)	111/260
1M/3M/12M (Del. Volume) in Lakh	10.9/6.8/3.9

Catalyst/Trigger in medium to long term:

Merger with Viyash Lifesciences to drive synergies: The company during Nov'25 received NCLT approvals for the proposed merger with Viyash Lifesciences, an integrated end-to-end pharmaceutical company with a focus on niche formulations, advanced intermediates and APIs. Post merger, the combined entity will be renamed to "Viyash Scientific Ltd" and will possess 16 manufacturing facilities (earlier: 7) with total installed capacity of ~2,400 KL. Further, both the companies are now actively working towards realizing synergies across R&D, cost optimization, manufacturing, sales, and support functions, with R&D integration already at play and tangible benefits expected to flow through over the next 12+ months. On a post merger basis, the company's revenue is expected to increase by ~2x on a proforma basis and EBITDA margin to improve from 10.4% in FY25 to 20% to 22% on a pro-forma basis over the near term.

Diverse manufacturing footprint: As of Sep'25, the company operated through a total of 7 manufacturing facilities in India, Spain, Brazil and Turkey which are strategically located in its key markets. These manufacturing facilities include 5 formulation facilities and 2 API manufacturing facilities. The merger with Viyash Lifesciences brings over 9 USFDA approved facilities vs only 1 USFDA approved facility of the company.

Strong 2QFY26 performance: During the quarter, the company reported Revenue/EBITDA/Adj. PAT of Rs 424 cr/Rs 56 cr/Rs 21 cr, up 14.9%/42.4%/99.8% YoY respectively. Further, EBITDA margin expanded by ~250 bps YoY during 2QFY26 to 13.1%. On a pro-rata merged basis (SeQuent + Viyash), the company reported combined Revenue and EBITDA of Rs 852 cr and Rs 189 cr, up 16% and 76% YoY respectively. EBITDA margin expanded ~750 bps YoY to 22.2% for the combined entity during the quarter.

Valuation: At CMP of Rs 198, the stock trades at FY26E/FY27E Bloomberg consensus P/E of 74.3x/39.4x respectively. Overall, the company is expected to continue on its robust growth trajectory on the back of new product launches, deepening geographical penetration, continued traction in core markets, supported by merger with Viyash Lifesciences unlocking various synergies and the next leg of growth.

Key Risks: Delay in synergy realizations from the merger; Changes in regulatory environment; Adverse forex fluctuations; Failure to maintain regulatory standards.

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	1,370	1,551	1,746	1,967
EBITDA	61	162	207	303
OPM (%)	4.5	10.4	11.9	15.4
Net Profit	(19)	27	67	126
RoE (%)	-	3.1	8.7	14.4
PE (x)	-	224.6	74.3	39.4
P/BV (x)	7.5	7.0	6.5	5.7

Source: SSL Research, Bloomberg, ACE Equity

Investment Thesis

Key Business USP: Parag Milk Foods Ltd. (PMFL), established in 1992, is one of India's leading dairy-based fast moving consumer goods (FMCG) companies. Over the years, it has built a legacy of quality and nourishment by curating a diverse portfolio of superior dairy products. Its product offerings include fresh milk, cheese, ghee, paneer, curd, milk powder, lactose, milk shakes, lassi, buttermilk and whey protein.

Stock Data	
BSE Code	539889
NSE Code	PARAGMILK
Bloomberg Code	PARAGIN
Face value (Rs)	10.0
CMP (Rs)	312
Market Cap (Rs. cr)	3,901
52 Week High/Low (Rs)	377.0/135.5
1M/3M/12M (Del. Volume) in Lakh	6.9/6.1/4.5

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	3,139	3,432	3,943	4,441
EBITDA	201	252	314	369
OPM (%)	6.4	7.4	8.0	8.3
Net Profit	91	119	157	200
RoE (%)	10.5	12.3	20.8	13.4
PE (x)	43.1	32.8	24.8	19.5
P/BV (x)	4.3	3.8	2.8	2.4

Source: Bloomberg, SSL Research

Catalyst/Trigger in medium to long term:

Diverse product portfolio with brands having dominant market share: PMFL has a diverse product portfolio spanning 15+ consumer centric products which are marketed under renowned brands such as Gowardhan, GO, Pride of Cows and Avvatar. Its brand Avvatar is India's first whey protein-based nutrition brand. It has ~22% market share in the branded cow ghee segment and ~35% market share in the cheese category in India.

State-of-the-art manufacturing facilities: The company has three state-of-the-art manufacturing facilities with a milk processing capacity of 3.4 mn litres/day, Ghee & Cheese production capacity of 110 MT/day each and paneer production capacity of 20 MT/day and whey processing capacity of 10 lakh litres/day. It also has the largest automated dairy farm with ~5,000+ Holstein Freisian cows.

2QFY26 performance: PMFL achieved its highest ever quarterly revenues at Rs 1,008 cr, up 15.7% YoY. The revenue growth was backed by 10% underlying volume growth within which core categories volume grew by 14% YoY. EBITDA/PAT grew 18.0%/56.3% YoY to Rs 71 cr/Rs 46 cr respectively. Gross and EBITDA margins expanded 223 bps/14 bps YoY to 25.8%/7.1% respectively. The B2C mix improved to 70%, up from 65% QoQ, which is beneficial for margins.

Strong growth in the New Age Business (NAB) is driving premiumization: New Age Business (Pride of Cows and Avvatar) has shown strong growth of 79% YoY at Rs 91 cr in 2QFY26, increasing its contribution in the overall revenues to 9% from 6% in 2QFY25. Avvatar has expanded sixfold over the past three H1s. The company has also launched the Avvatar Protein Wafer Bar, entering the protein snacking segment.

Medium-Term Vision: The company continues to work towards its stated vision of achieving Rs 10,000 cr revenue in medium term. Management also aspires to grow EBITDA margin to double digits and eventually to the low teens (13-14%).

Reasonable Valuation: At CMP of Rs 312, the stock trades at FY26E/FY27E Bloomberg consensus P/E of 24.8x/19.5x respectively. Increasing contribution of NAB, improving channel mix (B2C/B2B - 70:30) and internal cost efficiencies are the margin expansion levers for PMFL.

Key Risks: Volatility in milk prices; Increased competition; Non-compliance with quality and safety standards

Investment Thesis

Key Business USP: Interarch Building Solutions Ltd. (INTERARCH) is one of the leading turnkey pre-engineered steel construction solution providers in India with integrated facilities for design and engineering, manufacturing and on-site project management capabilities for the installation and erection of pre-engineered steel buildings (PEB). With an installed capacity of 2,01,000 MTPA - spread across 5 domestic manufacturing facilities, INTERARCH ranks as the 2nd largest integrated PEB player in India, in terms of installed capacity.

Stock Data	
BSE Code	544232
NSE Code	INTERARCH
Bloomberg Code	INTERARC IN
Face value (Rs)	10.0
CMP (Rs)	2,345
Market Cap (Rs. cr)	3,934
52 Week High/Low (Rs)	2,763/1,264
1M/3M/12M (Del. Volume) in Lakh	0.8/0.3/0.5

Particulars (Rs Cr)	FY24A	FY25A	FY26E	FY27E
Revenue	1,293	1,454	1,798	2,136
EBITDA	120	144	168	217
OPM (%)	9.3	9.9	9.3	10.1
Net Profit	86	108	133	171
RoE (%)	19.2	14.4	15.7	17.2
P/E (x)	39.2	36.2	28.5	22.7
EV/EBITDA (x)	31.4	27.5	22.3	17.3

Source: SSL Research, Bloomberg, ACE Equity

Catalyst/Trigger in medium to long term:

PEB product offering: (a) Pre-engineered steel building (PEB) contracts: The company provides complete PEBs on a turnkey basis to the customers and as a part of which the company also provides on-site project management installation and erection of PEBs at customers' sites; **(b) Sales of pre-engineered steel building materials (PEB Sales):** It includes (i) Sale of metal ceilings & corrugated roofing, metal roofing & cladding systems and permanent/metal decking (lost shuttering) over steel framing, (ii) Supply of PEB steel structures includes primary and secondary framing systems, as well as complete PEBs. These PEBs are for non-industrial useS, such as farmhouses and residential buildings and are meant for erection and installation by third-party builders/erectors; and (iii) Light gauge framing systems (LGFS) which are composite PEB structures.

Capacity expansion: During 2QFY26, the company commissioned Phase 2 of the Andhra Pradesh unit, making it the 4th fully integrated PEB plant and taking Interarch's total installed capacity to 2,01,000 MT. Additionally, the company has completed the ground breaking for a new PEB plant in Gujarat (40,000 MT). This facility is strategically located near thriving EV, semiconductor and allied industry clusters and is expected to be operational in ~10 months.

Heavy steel structural (New vertical): A brand-new unit in Andhra Pradesh is being set up specifically for heavy steel structures and multistorey buildings. This 25,000 MT capacity (Phase 1) is designed for heavy fabrication and opens up avenues in the power sector, oil and gas and railway bridge girders. The heavy structure business is seen as potentially high-volume and more commoditized compared to the highly niche PEB business, requiring less engineering scope responsibility. Margins in this segment are expected to be similar to PEB (~9%-10%) initially, with similar turnaround times due to the requirement for rapid execution.

Guidance and Order book: For FY26, the company aims to achieve a revenue growth of 17.5% YoY. However, the management anticipates potentially crossing this and achieving closer to ~20% YoY growth due to strong 1HFY26 performance. For FY27, the company is planning for a further a 20% YoY growth, targeting to cross Rs 2,000 cr plus in revenue, supported by the expanded capacity. The total order book as on 31st Oct'25 stood at Rs 1,634 cr, reflecting 9-10 months of forwards sales, which is standard for the pre-engineered building (PEB) industry. ~80%-85% of business comes from repeat orders demonstrating continued trust in the company's comprehensive product delivery, which encompasses design, engineering, procurement, production and site execution.

Valuation: At CMP of Rs 2,345, the stock is trading at its FY26E/FY27E P/E multiple of 28.5x/22.7x respectively.

Key Risks: Lower spending on infrastructure by the government; An increase in raw material prices; Cancellation of orders.

Investment Thesis

Key Business USP: Carraro India Ltd (CIL) is a manufacturer of axles and transmission systems for agricultural tractors and construction vehicles such as backhoe loaders, soil compactors, cranes, self concrete mixers, tele boom handlers and motor graders. Its product portfolio includes mechanical transmissions, clutches, hydraulic lifts, planetary drives, axles for agricultural and construction equipment including components, parts and spares etc. CIL has 2 manufacturing facilities at Ranjangaon, Pune.

Stock Data	
BSE Code	544320
NSE Code	CARRARO
Bloomberg Code	CARRARO IN
Face value (Rs)	10.0
CMP (Rs)	534
Market Cap (Rs. cr)	3,034
52 Week High/Low (Rs)	692.4/253.2
1M/3M/12M (Del. Volume) in Lakh	0.9/1.0/NA

Catalyst/Trigger in medium to long term:

Leading market share in India: CIL is the leading sole supplier of transmission systems for agricultural tractors in India in the non-captive segment. It has a 50% market share in the 4WD (4 Wheel Drive) axles for tractors in the >40 HP category. Key clients in the agricultural tractor segment include leading OEMs such as M&M, CNH Industrial, ACE, International Tractors India and TAFE. CIL also is the market leader in the non-captive construction vehicle transmission market with a 60%-65% market share, supplying to OEMs such as ACE, CNH Industrial, Doosan Bobcat, Volvo CE, Terex, Mahindra and Bull Machines.

Shift from 2WD to 4WD in tractors – a key growth driver: The shift from 2WD to 4WD tractors has accelerated following the GST reduction, which has nearly equalized the pre-GST price of 2WD tractors with the post-GST price of 4WD models. The 4WD penetration currently stands at ~25% in the domestic tractor market. Company expects this to touch ~40% in next 12-18 months. CIL which is the sole supplier of transmission system in the non-captive market and 50% share in the 4WD tractor axle market stands to benefit from this transition.

Exports on cusp of recovery: Export growth for CIL during 1HFY26 was driven by increased offtake from the TBH (Tele Boom Handler) axle business. The company started production of TBH axles for Caterpillar (export order) with 1HFY26 revenue from this contract standing at Rs 87 cr with healthy traction and strong visibility of sustained growth in the coming quarters. Caterpillar will be sourcing it from India for its global requirements. The quarterly run rate is expected to touch ~1,700 units. The overall export performance was also boosted by robust demand for Backhoe Loader (BHL) drivelines from customers in China, along with early signs of recovery in other overseas markets.

Strong performance in 2QFY26: CIL posted a strong performance during 2QFY26 with Revenue/EBITDA/PAT growth of 33%/21%/45% YoY. Growth was driven by 65% YoY growth in export revenue led by ramp up in supply of TBH axles to Caterpillar. Domestic revenue too posted healthy 19% YoY growth. Agricultural vehicle revenue was up 16% YoY while Construction vehicle revenue grew 57% YoY.

Attractive Valuation: At CMP of Rs 534, the stock trades at 19.2x FY26E/14.5x FY27E estimated earnings respectively. The transition from 2WD to 4WD tractors in the domestic market, recovery in the overall domestic tractor industry as well as improvement in exports are the key triggers for the stock going ahead.

Source: SSL Research, Bloomberg, ACE Equity

Key Risks: Slowdown in the domestic tractor industry due to implementation of TREM 5 emission norms; Delay in key export market recovery

Open Calls from earlier Rockstar series

Sr. No.	Company Name	NSE Symbol	Sector	Date of Rec.	Reco. Price (Rs)	Target Price (Rs)	*CMP(Rs)	Gross Return Till Date(%)	Current Status
1	Axis Bank Ltd	AXISBANK	Banks	06-Jun-24	1,184.6	1,370.0	1,280.0	8.1	Hold
2	V.S.T. Tillers Tractors Ltd.	VSTTILLERS	Auto OEM	01-Sep-25	5,291.4	6,320.0	5,656.0	6.9	Hold
3	Poonawalla Fincorp Ltd	POONAWALLA	BFSI	24-Jun-25	437.6	504.0	464.0	6.0	Hold
4	Travel Food Services Ltd.	TRAVELFOOD	Hospitality	01-Sep-25	1,270.0	1,440.0	1,329.1	4.7	Hold
5	Titan Company Ltd.	TITAN	Diamond & Jewellery	01-Sep-25	3,637.7	4,030.0	3,800.4	4.5	Hold
6	Cemindia Projects Ltd	CEMPRO	Construction	24-Jun-25	802.9	951.0	816.1	1.6	Hold
7	Godawari Power And Ispat Ltd.	GPIL	Metals and Mining	01-Sep-25	242.0	300.0	235.9	-2.5	Hold
8	HCL Technologies Ltd	HCLTECH	IT	24-Jun-25	1,703.3	2,000.0	1,654.6	-2.9	Hold
9	Swiggy Ltd.	SWIGGY	Platform	01-Sep-25	414.0	476.0	401.6	-3.0	Hold
10	Pidilite Industries Ltd.	PIDILITIND	Construction Chemicals	01-Sep-25	1,531.5	1,700.0	1,484.7	-3.1	Hold
11	Ambuja Cements Ltd	AMBUJACEM	Cement	06-Mar-24	613.1	716.6	536.9	-12.4	Hold
12	EPL Ltd	EPL	Packaging	24-Jun-25	233.5	290.0	202.6	-13.2	Hold
13	Time Technoplast Ltd	TIMETECHNO	Plastic Products	24-Jun-25	222.1	281.5	188.5	-15.1	Hold
14	Gravita India Ltd	GRAVITA	Metals and Mining	03-Dec-24	2,146.0	2,481.0	1,800.3	-16.1	Hold
15	Innova Captab Ltd	INNOVACAP	Healthcare	24-Jun-25	851.0	1,000.0	711.8	-16.4	Hold
16	PNB Housing Finance Ltd	PNBHOUSING	BFSI	24-Jun-25	1,057.8	1,213.0	882.3	-16.6	Hold
17	Mazagon Dock Shipbuilders Ltd	MAZDOCK	Capital Goods	24-Jun-25	3,342.6	3,967.0	2,641.2	-21.0	Hold
18	Techno Electric & Engineering Co.	TECHNOE	Capital Goods	01-Sep-25	1,532.8	2,000.0	1,107.7	-27.7	Hold
19	S H Kelkar & Company Ltd	SHK	Chemicals	03-Dec-24	285.0	325.7	168.0	-41.0	Hold

*CMP based on closing price of 4th December 2025

Performance of Historical Recommendations (Closed Calls) - (1/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
1	Raymond Ltd	RAYMOND	Diversified	16-Jun-22	934.4	1134.0	1138.0	20.8	19-Sep-22
2	SRF Ltd	SRF	Chemicals	16-Jun-22	2308.9	2768.0	2810.0	20.7	13-Sep-22
3	Campus Activewear Ltd	CAMPUS	Footwear	16-Jun-22	326.0	398.0	373.0	13.4	21-Jul-22
4	ICICI Bank Ltd	ICICIBANK	BFSI	16-Jun-22	696.5	950.0	789.0	12.3	21-Jul-22
5	United Spirits Ltd	MCDOWELL-N	Alcoholic Beverages	16-Jun-22	771.3	902.0	863.0	10.9	28-Oct-22
6	NOCIL Ltd	NOCIL	Chemicals	16-Jun-22	258.0	320.0	287.0	10.2	21-Jul-22
7	KPIT Technologies Ltd	KPITTECH	IT - Software	16-Jun-22	497.7	575.0	548.6	9.2	01-Aug-22
8	Schaeffler India Ltd	SCHAEFFLER	Automobile & Auto Ancillaries	16-Jun-22	2270.9	2810.0	2498.0	9.0	21-Jul-22
9	Vinati Organics Ltd	VINATORGA	Chemicals	16-Jun-22	2007.4	2380.0	2202.0	8.7	01-Aug-22
10	Maruti Suzuki India Ltd	MARUTI	Automobile & Auto Ancillaries	16-Jun-22	8004.0	9600.0	8750.0	8.3	21-Jul-22
11	Kotak Mahindra Bank Ltd	KOTAKBANK	BFSI	16-Jun-22	1734.5	2131.0	1885.0	7.7	28-Oct-22
12	V-Guard Industries Ltd	VGUARD	Capital Goods	16-Jun-22	214.5	284.0	232.0	7.2	01-Aug-22
13	IndusInd Bank Ltd	INDUSINDBK	BFSI	09-Sep-22	1108.3	1319.0	1320.0	18.1	08-Jun-23
14	ITC Ltd	ITC	FMCG	09-Sep-22	329.9	405.0	390.0	17.2	08-Mar-23
15	Maruti Suzuki India Ltd	MARUTI	Automobile & Auto Ancillaries	09-Sep-22	8790.7	10483.0	10355.0	16.8	20-Sep-23
16	Hindustan Aeronautics Ltd	HAL	Defence	09-Sep-22	2421.8	2846.0	2846.0	16.5	08-Mar-23
17	V I P Industries Ltd	VIPIND	Consumer Durables	09-Sep-22	617.9	724.0	725.0	16.3	31-Oct-22
18	Narayana Hrudayalaya Ltd	NH	Pharmaceuticals & Healthcare	09-Sep-22	705.5	818.0	810.0	13.8	17-Mar-23

Performance of Historical Recommendations (Closed Calls) - (2/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
19	CCL Products (India) Ltd	CCL	FMCG	09-Sep-22	491.6	597.0	564.0	13.7	08-Mar-23
20	AIA Engineering Ltd	AIAENG	Capital Goods	09-Sep-22	2538.9	3031.0	2910.0	13.6	03-Apr-23
21	Mahindra Lifespace Dev.	MAHLIFE	Realty	09-Sep-22	530.0	612.0	526.0	-1.8	29-Nov-23
22	Bata India Ltd	BATAINDIA	Footwear	09-Sep-22	1913.2	2197.0	1625.0	-16.1	29-Nov-23
23	Multi Commodity Exchange	MCX	BFSI	22-Nov-22	1503.5	1712.2	2104.0	38.9	28-Sep-23
24	NESCO Ltd	NESCO	Realty	22-Nov-22	605.6	730.7	783.0	28.3	13-Nov-23
25	Sharda Motor Industries Ltd	SHARDAMOTR	Automobile & Auto Ancillaries	22-Nov-22	795.8	948.1	1027.0	28.1	04-Sep-23
26	Indian Hotels Co Ltd	INDHOTEL	Hotels & Restaurants	22-Nov-22	316.5	370.1	374.0	17.2	09-May-23
27	Larsen & Toubro Ltd	LT	Infrastructure	22-Nov-22	2011.5	2263.0	2305.0	13.6	10-Apr-23
28	Federal Bank Ltd	FEDERALBNK	BFSI	22-Nov-22	132.4	152.5	150.0	12.3	29-Nov-23
29	ICICI Lombard General	ICICIGI	BFSI	22-Nov-22	1127.8	1334.7	1247.0	9.6	27-Dec-22
30	Schaeffler India Ltd	SCHAEFFLER	Automobile & Auto Ancillaries	22-Nov-22	3059.4	3538.7	3349.0	8.5	16-Jan-24
31	Kotak Mahindra Bank Ltd.	KOTAKBANK	BFSI	22-Nov-22	1944.1	2230.0	1792.0	-8.8	11-Sep-24
32	Vinati Organics Ltd	VINATORGA	Chemicals	22-Nov-22	2099.0	2455.0	1735.0	-18.3	16-Jan-24
33	Star Cement Ltd	STARCEMENT	Cement	01-Mar-23	110.3	128.4	167.0	50.4	04-Sep-23
34	Gujarat Fluorochemicals Ltd	FLUOROCHEM	Chemicals	01-Mar-23	3205.1	3712.8	3770.0	16.6	02-Jan-24
35	Bharti Airtel Ltd	BHARTIARTL	Telecomm	01-Mar-23	750.2	858.9	880.0	16.3	03-Jul-23
36	P I Industries Ltd	PIIND	Chemicals	01-Mar-23	3136.0	3615.0	3507.0	10.8	30-May-23

Performance of Historical Recommendations (Closed Calls) - (3/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
37	Sapphire Foods India Ltd	SAPPHIRE	Quick Service Restaurant	01-Mar-23	1244.5	1470.0	1390.0	10.7	12-Jul-23
38	Phoenix Mills Ltd	PHOENIXLTD	Realty	01-Mar-23	1400.0	1611.0	1561.0	10.5	12-Jul-23
39	Polycab India Ltd	POLYCAB	Cables	01-Mar-23	3115.9	3525.8	3415.0	8.6	30-May-23
40	Infosys Ltd	INFY	IT	01-Mar-23	1496.1	1716.7	1637.0	8.4	16-Jan-24
41	Gulf Oil Lubricants India Ltd	GULFOILLUB	Chemicals	01-Mar-23	416.2	480.7	455.0	8.3	30-May-23
42	CRISIL Ltd	CRISIL	BFSI	01-Mar-23	3429.3	3929.0	3705.0	7.0	30-May-23
43	S J S Enterprises Ltd	SJS	Automobile & Auto Ancillaries	19-Jun-23	518.0	740.0	668.0	28.0	31-Jul-23
44	NCC Ltd	NCC	Construction	19-Jun-23	120.0	145.5	154.0	27.3	31-Jul-23
45	IRCTC	IRCTC	BFSI	19-Jun-23	666.0	767.6	845.4	25.9	18-Dec-23
46	Five-Star Business Finance Ltd	FIVESTAR	BFSI	19-Jun-23	635.0	738.8	791.0	23.6	31-Jul-23
47	Syngene International Ltd.	SYNGENE	Pharmaceuticals	19-Jun-23	748.0	867.1	903.0	19.7	10-Sep-24
48	Equitas Small Finance Bank Ltd	EQUITASBNK	BFSI	19-Jun-23	88.0	106.0	106.0	19.5	18-Dec-23
49	K E C International Ltd	KEC	Capital Goods	19-Jun-23	564.0	662.7	677.0	19.0	26-Jul-23
50	Reliance Industries Ltd	RELIANCE	Oil & Gas	19-Jun-23	2559.0	2980.2	3022.0	17.1	16-Jan-24
51	Tata Power Company Ltd	TATAPOWER	Power	19-Jun-23	222.0	260.0	261.0	16.6	04-Sep-23
52	Mahindra & Mahindra Ltd	M&M	Automobile & Auto Ancillaries	19-Jun-23	1407.0	1637.7	1648.0	16.1	20-Sep-23
53	J K Cements Ltd	JKCEMENT	Cement	19-Jun-23	3395.0	3937.3	3933.8	14.9	18-Dec-23
54	Axis Bank Ltd	AXISBANK	BFSI	19-Jun-23	968.0	1149.1	1111.0	13.8	20-Jan-24

Performance of Historical Recommendations (Closed Calls) - (4/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
55	Senco Gold Ltd	SESCO	Retail	07-Sep-23	398.0	500.0	522.0	30.2	25-Sep-23
56	NTPC Ltd	NTPC	Power	07-Sep-23	235.3	289.0	290.6	22.5	08-Dec-23
57	TVS Motor Company Ltd	TVSMOTOR	Automobile & Auto Ancillaries	07-Sep-23	1478.2	1800.0	1800.0	20.8	24-Nov-23
58	Karur Vysya Bank Ltd	KARURVYSYA	BFSI	07-Sep-23	130.5	155.0	157.0	19.3	13-Nov-23
59	Poonawalla Fincorp Ltd	POONAWALLA	BFSI	07-Sep-23	390.0	475.0	463.0	17.7	08-Jan-24
60	Mastek Ltd	MASTEK	IT	07-Sep-23	2504.5	3004.0	2880.0	14.0	16-Jan-24
61	ERIS Lifesciences Ltd	ERIS	Pharmaceuticals and Healthcare	07-Sep-23	823.2	991.0	944.0	13.7	29-Nov-23
62	EIH Ltd	EIHOTEL	Hotels & Restaurants	07-Sep-23	252.3	322.0	289.0	13.5	16-Jan-24
63	Laxmi Organic Industries Ltd	LXCHEM	Chemical	07-Sep-23	312.8	380.0	307.0	-2.9	07-Sep-24
64	One 97 Communications Ltd	PAYTM	BFSI	07-Sep-23	889.5	1050.0	438.5	-51.7	05-Feb-24
65	Sula Vineyards Ltd	SULA	Consumption - Discretionary	07-Dec-23	470.3	574.7	643.0	35.7	08-Jan-24
66	Gujarat Pipavav Port Ltd	GPPL	Logistics	07-Dec-23	151.2	184.6	205.3	34.8	21-Feb-24
67	Subros Ltd	SUBROS	Auto	07-Dec-23	441.9	587.6	600.0	34.8	02-Jan-24
68	Bharat Dynamics Ltd	BDL	Defence	07-Dec-23	1286.6	1508.0	1714.9	32.3	26-Dec-23
69	Welspun Enterprises Ltd	WELENT	Construction	07-Dec-23	337.0	404.1	423.8	24.7	04-Jun-24
70	Concord Biotech Ltd.	CONCORDBIO	Pharmaceuticals	07-Dec-23	1334.6	1623.3	1664.0	23.7	08-Jul-24
71	Action Construction Equipment	ACE	Capital Goods	07-Dec-23	798.7	977.0	986.0	22.5	31-Jan-24
72	L&T Finance Ltd.	LTF	NBFC	07-Dec-23	155.9	194.9	189.0	20.2	08-Jul-24

Performance of Historical Recommendations (Closed Calls) - (5/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
73	Jindal Saw Ltd	JINDALSAW	Metals	07-Dec-23	456.6	557.0	542.0	17.7	21-Feb-24
74	AU Small Finance Bank Ltd.	AUBANK	BFSI	07-Dec-23	747.5	897.0	565.0	-25.4	17-Dec-24
75	Windlas Biotech Ltd.	WINDLAS	Pharmaceuticals	06-Mar-24	547.0	692.9	760.0	37.9	13-Jun-24
76	Shyam Metalics And Energy Ltd.	SHYAMMETL	Metals and Mining	06-Mar-24	654.9	816.0	873.8	32.4	07-Nov-24
77	Privi Speciality Chemicals Ltd.	PRIVISCL	Chemicals	06-Mar-24	1173.0	1410.0	1565.0	32.4	12-Jul-24
78	Mahindra & Mahindra Ltd	M&M	Automobile	06-Mar-24	1942.3	2318.8	2545.7	30.1	04-Jun-24
79	Garware Hi-Tech Films Ltd.	GRWRHITECH	Auto Ancillary	06-Mar-24	1830.6	2221.7	2395.0	29.8	27-Jun-24
80	JSW Infrastructure Ltd.	JSWINFRA	Logistics	06-Mar-24	256.6	320.0	325.3	25.8	27-Jun-24
81	Karur Vysya Bank Ltd.	KARURVYSYA	Banks	06-Mar-24	184.8	221.7	228.0	22.4	29-Jul-24
82	Blue Star Ltd	BLUESTARCO	Consumer Durables	06-Mar-24	1290.0	1523.2	1516.0	16.5	15-May-24
83	V-Guard Industries Ltd.	VGUARD	Consumer Durables	06-Mar-24	344.5	392.5	403.0	16.0	13-Jun-24
84	Cipla Ltd	CIPLA	Pharmaceuticals	06-Mar-24	1478.9	1757.6	1505.0	0.8	16-May-25
85	Manappuram Finance Ltd.	MANAPPURAM	BFSI	06-Mar-24	186.2	223.4	182.0	-3.3	17-Dec-24
86	Tata Consumer Products Ltd	TATACONSUM	FMCG	06-Mar-24	1200.0	1380.4	1160.0	-4.3	16-May-25
87	Jammu and Kashmir Bank Ltd	J&KBANK	Banks	06-Mar-24	146.8	171.9	94.5	-36.6	10-Mar-25
88	Texmaco Rail & Engineering Ltd.	TEXRAIL	Railways	06-Jun-24	174.1	214.8	291.0	66.1	08-Jul-24
89	Bikaji Foods International Ltd.	BIKAJI	FMCG	06-Jun-24	636.4	745.3	850.0	32.6	13-Aug-24
90	Natco Pharma Ltd.	NATCOPHARM	Pharmaceuticals	06-Jun-24	1020.0	1270.2	1331.0	29.5	25-Jul-24

Performance of Historical Recommendations (Closed Calls) - (6/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
91	Cemindia Projects Ltd	CEMPRO	Infrastructure	06-Jun-24	403.1	504.8	524.3	29.1	27-Jun-24
92	Hindalco Industries Ltd.	HINDALCO	Metals and Mining	6-Jun-24	694.8	849.4	853.0	21.8	28-Oct-25
93	NCC Ltd.	NCC	Infrastructure	06-Jun-24	289.1	354.0	354.0	21.5	31-Jul-24
94	The Indian Hotels Company Ltd.	INDHOTEL	Hotels & Restaurants	06-Jun-24	572.9	690.0	691.2	19.7	10-Sep-24
95	Time Technoplast Ltd.	TIMETECHNO	Plastic Products	06-Jun-24	268.0	329.4	323.0	19.5	08-Jul-24
96	Coromandel International Ltd.	COROMANDEL	Chemicals & Fertilisers	06-Jun-24	1375.0	1627.5	1656.4	19.5	20-Jun-24
97	Coal India Ltd.	COALINDIA	Metals and Mining	06-Jun-24	460.4	535.0	536.0	15.4	01-Aug-24
98	Exide Industries Ltd.	EXIDEIND	Automobile Ancillaries	06-Jun-24	491.3	579.8	570.0	15.0	08-Jul-24
99	Havells India Ltd.	HAVELLS	Consumer Durables	06-Jun-24	1792.0	2128.8	2077.0	14.9	23-Sep-24
100	The Phoenix Mills Ltd.	PHOENIXLTD	Realty	06-Jun-24	3219.8	3751.3	3731.0	14.9	08-Jul-24
101	ICICI Bank Ltd.	ICICIBANK	BFSI	06-Jun-24	1108.7	1275.0	1277.7	14.2	18-Sep-24
102	Varun Beverages Ltd.	VBL	FMCG	06-Jun-24	597.6	700.8	646.0	7.1	17-Dec-24
103	Godrej Consumer Products Ltd	GODREJCP	FMCG	06-Jun-24	1426.8	1671.1	1298.9	-10.0	16-May-25
104	Varroc Engineering Ltd.	VARROC	Automobile Ancillaries	06-Jun-24	579.0	694.4	433.9	-26.1	10-Mar-25
105	EPACK Durable Ltd.	EPACK	Consumer Durables	28-Aug-24	258.6	315.7	324.5	24.5	11-Sep-24
106	Sky Gold Ltd.	SKYGOLD	Gem and Jewellery	28-Aug-24	2639.7	3172.3	3160.0	18.7	16-Oct-24
107	Samhi Hotels Ltd	SAMHI	Hotels & Restaurants	28-Aug-24	207.9	245.7	239.0	14.0	15-Jul-25
108	Zomato Ltd.	ZOMATO	Platform	28-Aug-24	256.0	300.0	294.0	13.8	23-Sep-24

Performance of Historical Recommendations (Closed Calls) - (7/7)

Sr No.	Company	Scrip Code	Sector	Date of Rec.	Rec. Price (Rs)	Target Price (Rs)	Call Closed Price (Rs)	Net Return (%) Post 1% brokerage	Call Closed Date
109	Capacit'e Infraprojects Ltd.	CAPACITE	Construction	28-Aug-24	397.8	485.6	442.0	10.1	17-Dec-24
110	Polycab India Ltd.	POLYCAB	Cables	28-Aug-24	6769.7	7979.6	7505.0	9.9	17-Dec-24
111	Nuvama Wealth Mgmt.	NUVAMA	BFSI	28-Aug-24	6658.7	7790.7	7323.0	9.0	02-Jun-25
112	Fiem Industries Ltd	FIEMIND	Automobile Ancillaries	28-Aug-24	1586.8	1874.4	1386.9	-13.6	10-Mar-25
113	Krishna Institute of Medical	KIMS	Healthcare	03-Dec-24	599.7	702.2	655.3	8.3	13-May-25
114	Swaraj Engines Ltd	SWARAJENG	Auto Ancillaries	03-Dec-24	3222.0	3823.4	3503.0	7.7	19-Mar-25
115	Deepak Fertilizers	DEEPAKFERT	Chemicals & Fertilisers	03-Dec-24	1366.8	1586.0	1481.0	7.4	02-Jun-25
116	Quess Corp Ltd	QUESS	IT/ITES	03-Dec-24	348.0	414.5	363.9	3.6	13-May-25
117	Indian Metals & Ferro Alloys Ltd.	IMFA	Metals and Mining	24-Jun-25	720.0	924.0	909.0	25.3	04-Sep-25
118	Apollo Hospitals Enterprise	APOLLOHOSP	Healthcare	24-Jun-25	7000.0	8100.0	7820.0	10.7	26-Aug-25
119	Multi Commodity Exchange	MCX	BFSI	1-Sep-25	7626.0	8586.3	9530.0	24.0	15-Oct-25
120	Belrise Industries Ltd.	BELRISE	Automobile Ancillaries	01-Sep-25	140.1	165.0	165.0	16.8	17-Nov-25
121	Muthoot Finance Ltd.	MUTHOOTFIN	BFSI	01-Sep-25	2644.8	3076.3	3066.1	14.9	23-Sep-25

SBICAP Securities Limited
(CIN): U65999MH2005PLC155485
SEBI Registration No.: Stock Broker: INZ000200032 | DP Registration No.: IN-DP-314-2017
Research Analyst : INH000000602 | IRDA : CA0103 | PFRDA Registration No: POP 26092018
Registered & Corporate Office: Marathon Futurex, Unit No. 1201, B-Wing, 12th Floor, N M Joshi Marg,
Mafatlal Mill Compound, Lower Parel East, Mumbai 400013
For any information contact us: **(022) 6854 5555**
E-mail: helpdesk@sbicapsec.com | Web: www.sbisecurities.in

DISCLOSURES & DISCLAIMERS:

Analyst Certification: The views expressed in this research report ("Report") accurately reflect the personal views of the research analysts ("Analysts") employed by SBICAP Securities Limited (SSL) about any and all of the subject issuer(s) or company(ies) or securities. This report has been prepared based upon information available to the public and sources, believed to be reliable. I/We also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

The Analysts engaged in preparation of this Report or his/her relative:-

(a) do not have any financial interests in the subject company mentioned in this Report; (b) do not own 1% or more of the equity securities of the subject company mentioned in the report as of the last day of the month preceding the publication of the research report; (c) do not have any material conflict of interest at the time of publication of the Report.

The Analysts engaged in preparation of this Report:-

(a) have not received any compensation from the subject company in the past twelve months; (b) have not managed or co-managed public offering of securities for the subject company in the past twelve months; (c) have not received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (d) have not received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (e) has not received any compensation or other benefits from the subject company or third party in connection with the Report; (f) has not served as an officer, director or employee of the subject company; (g) is not engaged in market making activity for the subject company.

Name	Qualification	Designation
Sudeep Shah	MMS-Finance	VP- Technical & Derivative Research
Sunny Agrawal	B.E, MBA (Finance)	DVP - Fundamental Research
Rajesh Gupta	PGDBM (Finance), MA (Bus. Eco)	AVP - Fundamental Research
Monica Chauhan	C.A.	Research Analyst - Equity Fundamentals
Harsh Vasa	C.A.	Research Analyst - Equity Fundamentals
Sumeet Shah	B.E., CFA	Research Analyst - Equity Fundamentals
Sweta Padhi	MBA (Finance)	Research Analyst - Equity Fundamentals
Gautam Updhyaya	MBA (Finance)	Research Analyst - Equity Derivatives
Vinayak Gangule	BE (IT)	Research Analyst - Equity Technicals
Ashwin Ramani	B.Com	Research Analyst- Equity Technicals
Sagar Peswani	B.Tech (ECE)	Research Associate - Equity Technicals
Uday Chandgothia	B.Tech (Mech), MBA (Finance)	Research Associate - Equity Fundamentals
Arnav Sane	BMS (Finance)	Research Associate – Equity Fundamentals
Shubham Purohit	BMS (Finance)	Research Associate – Equity Fundamentals
Vinit Mishra	B.Com	Research Associate – Equity Fundamentals
Kalpesh Mangade	B.Com	MIS Analyst - Retail Research

For other Disclosures please visit: https://bit.ly/R_disclaimer02

Sunny Agrawal

Sudeep Shah

Sunny Agrawal
DVP – Fundamental Research

Sudeep Shah
VP – Technical Research