

ANTIQUÉ'S MORNING PRESENTATION

FROM THE RESEARCH DESK

MANAGEMENT MEET UPDATE

HDFC Asset Management Company

Resilient equity flows offsets MTM losses

ANTIQUÉ'S INDIA ECONOMIC MONITOR

GDP growth

Growth outlook remains cloudy!

Global News

- The Nasdaq slumped 249.61 points or 1.2 percent to 21,455.55, the S&P 500 slid 41.60 points or 0.6 percent to 6,460.26 and the Dow dipped 92.02 points or 0.2 percent to 45,544.88.
- The Nikkei 225 Index fell 0.26% to close at 42,718, while the broader Topix Index lost 0.47% to 3,075 on Friday, trimming gains from the previous session as investors assessed a batch of economic reports. July data showed both industrial production and retail sales missed market forecasts, while Tokyo's core inflation rate stayed above the Bank of Japan's 2% target. Meanwhile, the unemployment rate eased to 2.3% from 2.5% in June, signaling further labor market strength. On the trade front, Japan's chief negotiator Ryosei Akazawa canceled a planned trip to Washington this week as Tokyo looks to resolve issues in its trade deal with the US before finalizing an agreement. Among notable movers, losses came from Lasertec (-1.9%), Toyota Motor (-1.6%), and Kawasaki Heavy (-3%). Still, the Nikkei and Topix indexes advanced 4.01% and 4.49%, respectively, in August, driven by robust corporate earnings and a global equity rally.

Sector & Corporate News

- **CMR Green Technologies files draft papers, seeks Sebi's nod to float IPO:** CMR Green Technologies Ltd, a leading non-ferrous metal recycler in India, has filed draft papers with SEBI for an IPO consisting entirely of an Offer for Sale (OFS) of 4.28 crore equity shares by its promoters and investor Global Scrap Processors Ltd. The company, which previously attempted an IPO in 2021, will not receive any proceeds from this issue, aiming instead to enhance brand visibility and provide liquidity to existing shareholders. With 13 recycling facilities across India and a global procurement network, CMR Green serves major automotive OEMs like Honda, Bajaj, and Hero MotoCorp. Equirus Capital, ICICI Securities, and Motilal Oswal are managing the offering.
- **Indian Oil plans INR 1.66 trn investment over 5 years for business growth:** Indian Oil Corporation (IOC) has unveiled an ambitious INR 1.66 trillion investment plan over the next five years to expand its refining, fuel marketing, petrochemicals, natural gas, and renewable energy operations. The company aims to boost refining capacity to 98.4 million tonnes annually by 2028 and triple petrochemical output by 2030, while enhancing its fuel station network with EV and CNG/LNG infrastructure. With INR 2.5 trillion earmarked for clean energy, IOC targets net-zero operational emissions by 2046, including a leap in renewable capacity from 1 GW to 18 GW. Despite global geopolitical challenges, IOC achieved record sales in 2024-25, and continues to diversify into areas like cryogenics and shipping, all underpinned by disciplined capital strategy.

Market Snapshot

Global Indices	Closing	% Chg	% YTD
Dow Jones	45,545	(0.2)	7.1
NASDAQ	21,456	(1.2)	11.1
FTSE	9,187	(0.3)	12.4
CAC	7,704	(0.8)	4.4
DAX	23,902	(0.6)	20.1
Bovespa	1,41,422	0.3	17.6
Nikkei	42,718	(0.3)	7.1
Hang Seng	25,078	0.3	25.0
Shanghai Composite	3,858	0.4	15.1

Indian Indices	Closing	% Chg	% YTD
Sensex	79,810	(0.3)	2.1
Nifty	24,427	(0.3)	3.3
MSCI India	1,003	(1.1)	(2.0)
CNX Midcap	55,727	(0.6)	(2.6)
BSE Smallcap	51,449	(0.3)	(6.8)

Flows (USD mn)	Prev. Day	MTD
FII	(695)	-

Provisional flows	(USD mn)
FII	(943)
Locals	1,303

Volumes	USD bn	% Chg
Cash (NSE + BSE)	11.1	(12.2)
F&O (net)	2,090.9	(72.2)

FII F&O	Stock Fut	Index Fut
Net (\$ mn)	-	0.0
OI (%)	-100.0	(100.0)

ADR/GDR Gainers	Last	% Chg
HDFC	71.2	0.1

ADR/GDR Losers	Last	% Chg
Reliance	60.1	(4.9)
Wipro	2.8	(1.4)
Infosys	16.8	(1.1)
SBI	91.6	(0.7)
Dr Reddy	14.2	(0.1)

Sectoral indices

	Closing	% Chg	% MTD	% YTD
BSE Auto	55,960	(0.8)	-	8.3
BSE Bank	60,025	(0.1)	-	4.0
BSE Cap Goods	65,417	0.2	-	(3.5)
BSE Cons dur	60,638	0.3	-	(5.9)
BSE FMCG	20,611	0.9	0.2	(0.8)
BSE IT	34,437	(0.9)	(1.1)	(20.3)
BSE Health	43,623	(0.2)	(3.9)	(3.7)
BSE Metal	30,388	(0.6)	-	5.2
BSE Oil	25,540	(0.8)	-	(2.0)
BSE Power	6,393	0.1	-	(8.2)
BSE PSU	18,319	(0.3)	-	(2.9)
BSE Realty	6,765	(1.3)	-	(17.8)
BSE TECK	17,015	(0.6)	-	(12.6)

Delivery Spike

Company	Volume Spike (%)	Chg (%)	
Britannia Industries Ltd	5,55,171	547%	3.87%
Hindustan Unilever Ltd	30,22,906	536%	2.32%
Lupin Ltd	11,04,350	494%	-2.12%
Jindal Steel & Power Ltd	50,15,926	426%	-1.91%
Hindustan Petroleum Corp Ltd	31,68,259	418%	-1.87%
Aurobindo Pharma Ltd	17,50,433	389%	-2.04%
Bharat Petroleum Corp Ltd	76,03,311	344%	-1.17%
REC Ltd	47,67,627	318%	-3.07%
Asian Paints Ltd	53,29,629	311%	-0.46%
Sammaan Capital Ltd	1,27,83,791	303%	-2.04%

As on 29th Aug. 2025

Nifty Outperformers

	Price	% Chg	% MTD	% YTD
Itc Ltd	410	2.2	(0.5)	(10.4)
Bharat Electronics Ltd	369	1.5	(3.6)	26.0
Shriram Finance Ltd	580	1.5	(8.0)	0.4
Trent Ltd	5,298	1.2	5.6	(25.6)
Asian Paints Ltd	2,519	1.2	5.1	10.4
Larsen & Toubro Ltd	3,601	1.1	(1.0)	(0.2)
Ultratech Cement Ltd	12,640	1.0	3.2	10.6

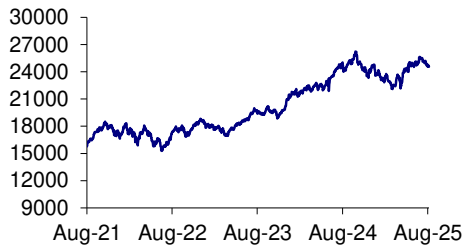
Nifty Underperformers

	Price	% Chg	% MTD	% YTD
Mahindra & Mahindra Ltd	3,200	(2.9)	(0.1)	6.4
Reliance Industries Ltd	1,357	(2.1)	(2.4)	11.7
Infosys Ltd	1,470	(2.0)	(2.6)	(21.8)
Apollo Hospitals Enterprise	7,610	(1.5)	1.5	4.3
Adani Enterprises Ltd	2,245	(1.3)	(7.7)	(11.2)
Ntpc Ltd	328	(1.0)	(2.0)	(1.7)
Tata Motors Ltd	669	(1.0)	0.5	(9.6)

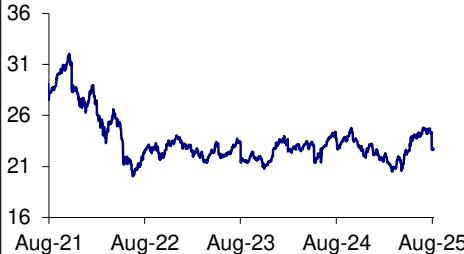
Bulk Dealss

Security Name	Client Name	Buy/Sell	Qty	Price	Value (mn)
APOLLO	HRTI Private Limited	Sell	27,89,959	261.73	730.22
APOLLO	HRTI Private Limited	Buy	26,07,150	260.95	680.34
ADVENZYMES	Polunin Emerging Markets Small Cap Fund LLC	Buy	12,50,938	353.50	442.21
LLOYDSE-RE	Teamwork Properities Developments LLP	Sell	66,72,500	29.80	198.84
LLOYDSE-RE	Blossomtrade & Interchange LLP	Sell	66,00,000	29.86	197.08

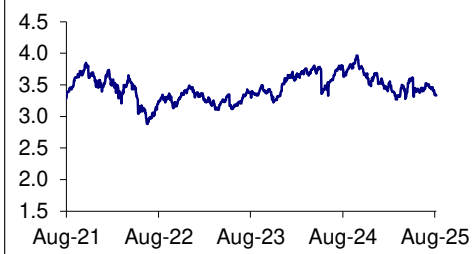
Nifty



Nifty P/E



Nifty P/B

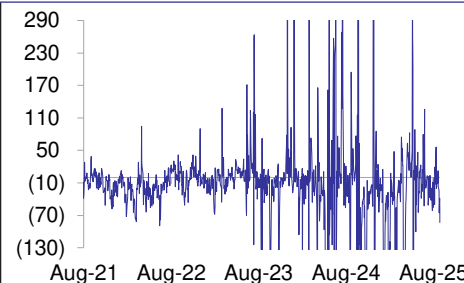


Source: Bloomberg

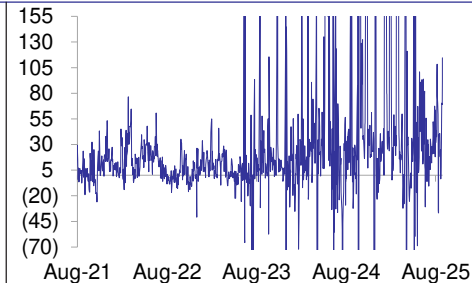
Sensex



FII Provisional Flows (INR bn)



DII Provisional Flows (INR bn)



Source: Bloomberg

Economy, Money & Banking

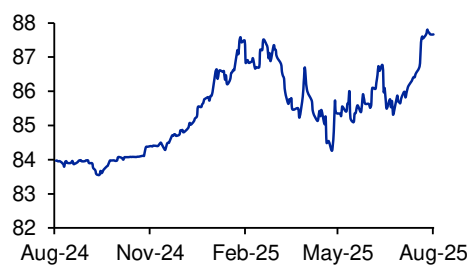
Forex Rate	Last	% Chg	% MTD	% YTD
INR~USD	88.2	(0.7)	(0.7)	(2.9)
INR~EUR	103.0	(0.9)	(2.7)	(13.4)
INR~GBP	118.7	(0.3)	(2.4)	(9.5)

Bond Market	Last	Chg (bps)	MTD (bps)	YTD (bps)
10 Year Bond	6.6	4	19	(19)
Interbank call	5.0	(35)	5	(100)

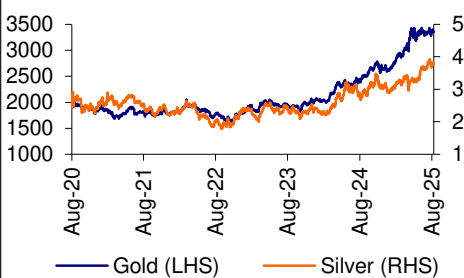
Commodities Update

Commodities	Last	% Chg	% MTD	% YTD
Gold (\$/Ounce)	3,448	0.9	4.8	31.4
Crude Oil (\$/Bl)	64	(0.9)	(6.1)	(7.0)
Aluminium (\$/t)	2,618	0.3	2.2	3.6
Copper (\$/t)	9,822	0.9	2.7	13.5
Zinc (\$/t)	2,825	1.7	2.6	(4.4)
Lead (\$/t)	1,950	0.4	1.1	1.3
Nickel (\$/t)	15,247	1.1	3.5	0.9

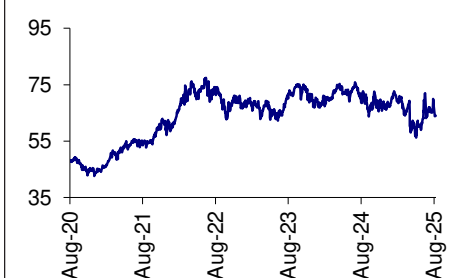
INR/USD



Gold and silver prices (USD/Tr.Oz)

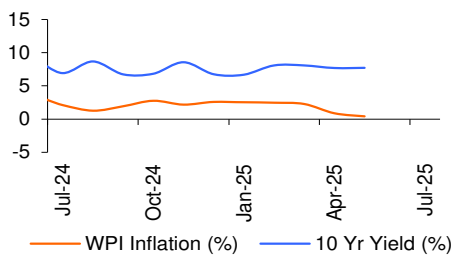


Crude prices (USD/barrel)

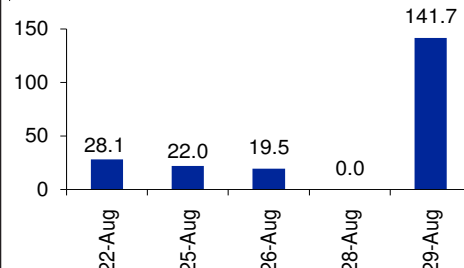


Source: Bloomberg

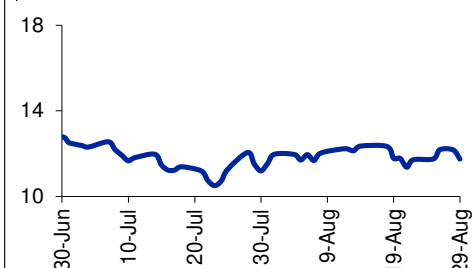
Inflation vs 10 year yield



Nifty premium/discount



NSE volatility index (%)



Source: Bloomberg

CMP	: INR 5,462
Reco	: BUY ↔
Target Price	: INR 6,200 ↔
Target Price Change	: No Change
Target 1HFY28e P/E (x)	: 36
EPS Change FY26/ 27/ 28	: No Change

Krupal Maniar
 +91 22 6911 3419
 krupal.maniar@antiquelimited.com

Komal Sharma
 +91 22 6911 3480
 komal.sharma@antiquelimited.com

Sanjit Tambe
 +91 22 6911 3428
 sanjit.tambe@antiquelimited.com

Market data	
Sensex	: 79,810
Sector	: Asset Mgmt. Co.
Market Cap (INR bn)	: 1,168.7
Market Cap (USD bn)	: 13.250
O/S Shares (mn)	: 213.9
52-wk HI/LO (INR)	: 5928/3525
Avg. Daily Vol ('000)	: 499
Bloomberg	: HDFCAMC IN

Source: Bloomberg

	FY26e	FY27e	FY28e
EPS (INR)	139	159	182
P/E	39.7	34.6	30.3
P/BV	12.8	11.5	10.4
Core P/E	44.8	38.0	32.7
Mcap to AUM	13.2	11.2	9.5

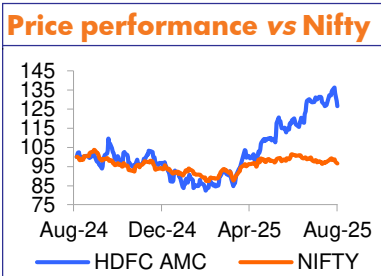
Source: Bloomberg

Returns (%)				
	1m	3m	6m	12m
Absolute	(3)	14	51	24
Relative	(2)	17	38	28

Source: Bloomberg

Shareholding pattern	
Promoters	: 52%
Public	: 48%
Others	: 0%

Source: Bloomberg



Source: Bloomberg Indexed to 100

MANAGEMENT MEET UPDATE

HDFC Asset Management Company

Resilient equity flows offsets MTM losses

Key takeaways from our recent management meet with HDFC Asset Management Company (HDFCAMC) include a) Retail investors have shown maturity with industry net equity flows remaining strong, even early trends in August remain similar; b) In 1QFY26, company's fund performance has been resilient with 90% equity AUM falling in the top 2 quartile on 3YR return basis; c) The company's net equity flow market share has been higher than book; share of active equity has been stable at 64% in 1Q vs. the industry average of 56%; d) Active equity yield remained stable in 1Q but may decline 2-3 bps every year with the rise in AUM; and e) Total costs have grown at 11%-12% CAGR over the last three years and a similar trend, including ESOP costs, is expected in the near term. Our FY26-28E PAT estimates remain unchanged which are 5%-8% ahead of consensus. We maintain BUY with an unchanged TP of INR 6,200 at 36x 1HFY28E P/E. HDFCAMC remains our preferred pick in the AMC space.

Industry equity flows at record high; strong outlook

Gross flows in equity + hybrid (ex-arbitrage) rose 34% MoM to INR 971.8 bn in Jul-25 (vs. INR 726.5 bn in Jun-25), while redemptions were broadly stable at INR 408.9 bn (-1% MoM). This drove an 80% MoM jump in net inflows to INR 562.9 bn (vs. INR 312.3 bn in Jun-25). Growth was broad-based, with both equity and hybrid segments delivering strong net inflows on higher gross mobilization and contained redemption. Small-cap (+61%), mid-cap (+38%), and large & mid-cap (+44%) funds each clocked record inflows, while hybrids (ex-arbitrage) added INR 136 bn (+78% MoM).

Strong quartile performance underpins flows

In 1QFY26, HDFC AMC's fund performance remains healthy, with a majority of equity AUM ranking in the top two quartiles. On one-year basis, ~70%-80% of AUM has consistently been in quartile 1 & 2 across recent quarters, despite market volatility. On a three-year basis, the performance was even stronger, with ~90% of AUM steadily placed in quartile 1 & 2, reflecting consistency and discipline in fund management. This sustained outperformance is a key driver of steady inflows, improved investor confidence, and the company's ability to defend yield in a competitive market.

HDFCAMC consistently among the top AMCs in net equity + hybrid (ex-arbitrage) flows; no major outflows

In 1QFY26, actively managed equity AUM grew 22% YoY (in line with industry growth) to INR 4.96 trn. HDFCAMC continues to be among the top AMCs of the mutual fund industry in equity + hybrid (ex-arbitrage) with Equity AUM growing at a three-year YTD CAGR of 20% of which +70% inflows come from Flexi Cap, Balanced Advantage, Focused, and Mid-Cap funds. Importantly, there have been no significant outflows in any major categories, and net flow market share is higher than the book market share, reflecting resilience in franchise positioning.

Yields steady; gradual compression ahead

Overall 1QFY26 yield improved to 46.7 bps (+0.1 bps QoQ, +0.5 bps YoY), while equity yield remained steady at 58-59 bps both sequentially and YoY. Management reiterated that due to the telescopic TER structure, the yield will decline by 2-3 bps over time as AUM scales further. However, higher equity mix and disciplined product positioning provides cushion against sharper yield pressures.

Cost guidance and ESOP-related clarity

Management provided clarity on ESOP and PSU-related non-cash expenses amounting to INR 2.05-2.10 bn over FY26-30; it views ESOP costs as strategic investments. This includes INR 560 mn in FY26, INR 630 mn in FY27, INR 510 mn in FY28, INR 320 mn in FY29, and INR 60 mn in FY30, along with INR 140 mn residual cost from earlier ESOPs (INR 110 mn in FY26 and INR 30 mn in FY27). Total costs have grown at 11-12% CAGR over last three years and similar trends including ESOPs costs expected in the near term ensuring operating leverage remains intact and profitability sustains.

Investment Summary

HDFCAMC's consistent delivery, high equity mix, and strong brand franchise continue to support superior profitability and justify its premium valuation. We expect HDFCAMC to deliver consistent industry-leading 18% AAUM and 16-17% PAT CAGR over FY25-28E. We maintain BUY with an unchanged target price of INR 6,200, valuing the stock at 36x 1HFY28E P/E. Key risks: sharp equity market correction, adverse TER regulation changes, a faster-than-expected investor shift to passives, or moderation in retail inflows.

Table 1: Key assumptions

	FY20	FY21	FY22	FY23	FY24	FY25	FY26e	FY27e	FY28e
AAUM MF (INR bn)	3,728	3,834	4,338	4,338	5,437	7,480	8,857	10,500	12,368
Growth YoY		2.8	13.1	0.0	25.3	37.6	18.4	18.5	17.8
Total Income (INR mn)	21,434	22,017	24,332	24,826	31,634	40,601	47,992	54,774	62,684
Growth YoY (%)		2.7	10.5	2.0	27.4	28.3	18.2	14.1	14.4
PAT (INR mn)	12,623	13,258	13,931	14,234	19,427	24,602	29,675	34,037	38,878
Growth YoY		5.0	5.1	2.2	36.5	26.6	20.6	14.7	14.2
Total AUM (bps)									
Revenue	52.7	48.0	48.5	49.8	47.4	46.6	45.8	44.8	43.6
Operating expenses	11.6	10.1	11.9	12.7	11.5	9.4	8.9	8.4	8.1
Operating margins	41.2	37.8	36.6	37.1	35.9	37.2	36.9	36.3	35.6
PAT	33.0	33.7	31.4	32.7	35.6	32.8	33.4	32.3	31.4
RoE (%)	35.6	30.1	27.0	24.5	29.5	32.4	34.3	35.1	36.0

Source: Company, Antique

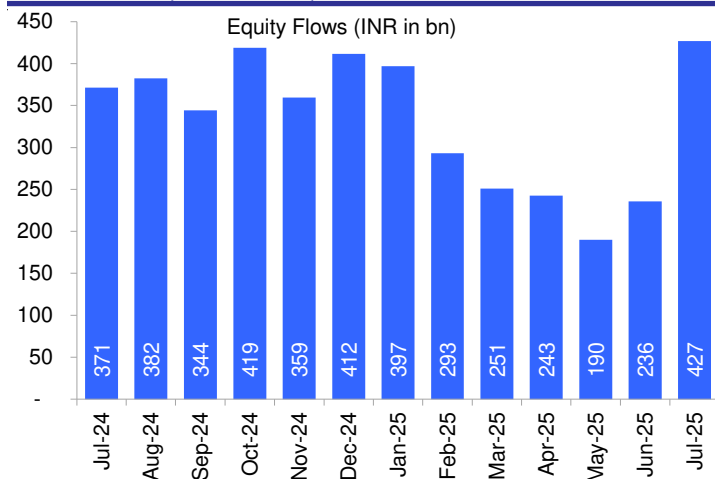
Table 2: Our FY26-28E PAT estimates are 5%-8% above consensus

INR mn	Consensus			Antique			Variance		
	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
Revenue	41,703	48,224	54,710	40,691	47,107	54,097	(2.4)	(2.3)	(1.1)
EBITDA	32,480	37,108	41,972	32,777	38,217	44,080	0.9	3.0	5.0
APAT	28,200	31,502	36,782	29,675	34,037	38,878	5.2	8.0	5.7

Source: Company, Antique

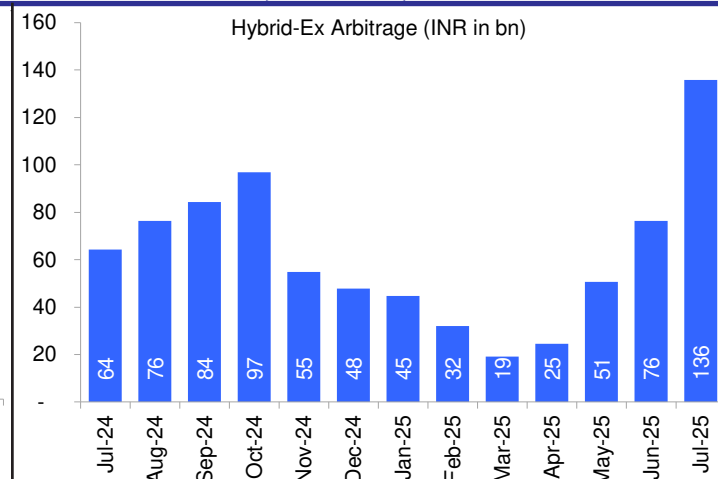
Industry's performance

Exhibit 1: Equity funds saw record monthly net inflows of INR 427.0 bn (+81% MoM)



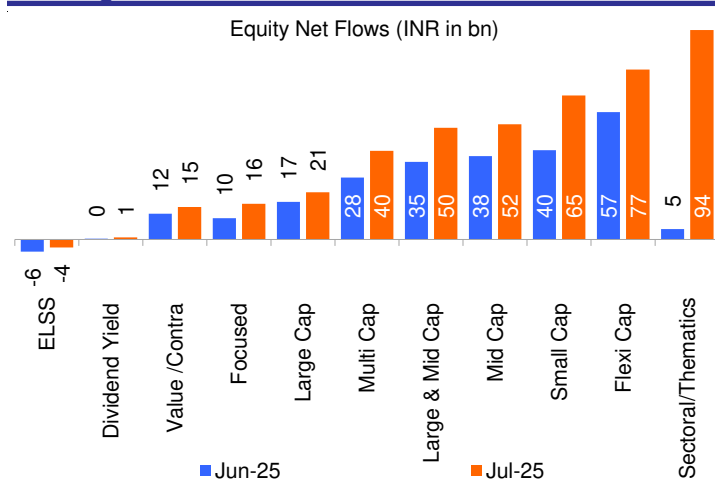
Source: AMFI Crisil Intelligence, Antique

Exhibit 2: Hybrid funds (ex-arbitrage) posted strong INR 135.8 bn inflows (+78% MoM)



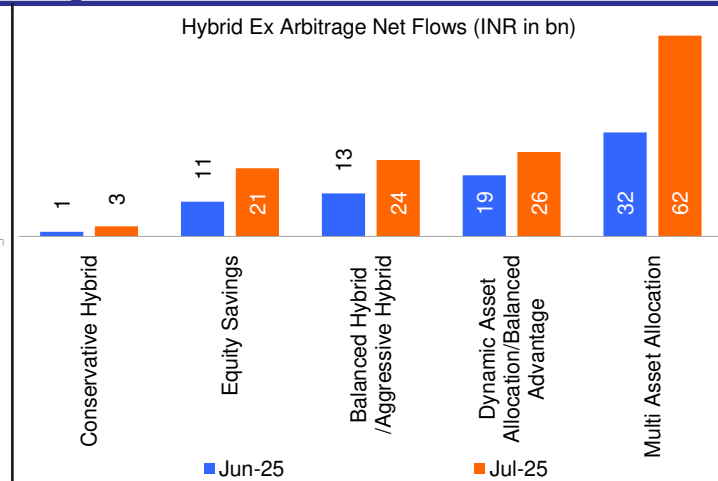
Source: AMFI Crisil Intelligence, Antique

Exhibit 3: Small-cap (+61% MoM), mid-cap (+38% MoM), and large & mid-cap funds (+44% MoM) each recorded the highest ever monthly inflows within their respective sub-categories



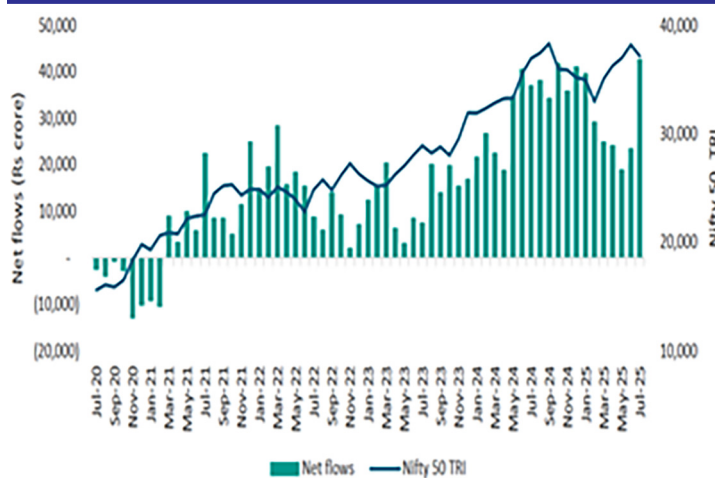
Source: AMFI Crisil Intelligence, Antique

Exhibit 4: Hybrid (ex-arbitrage)—multi-asset and equity savings lead inflows



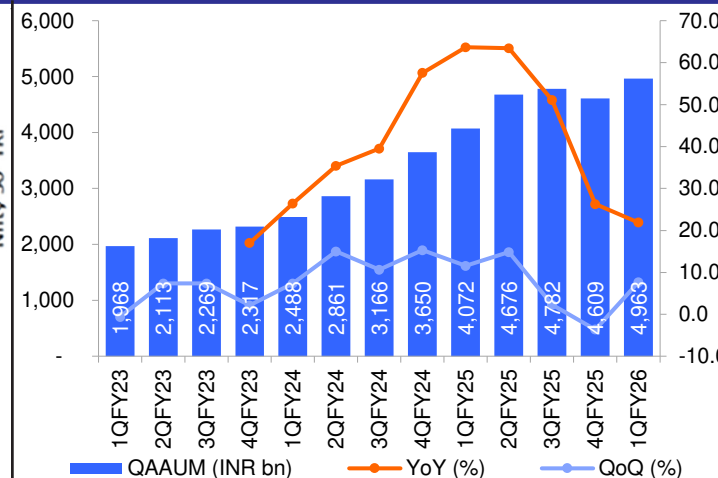
Source: AMFI Crisil Intelligence, Antique

Exhibit 5: 53rd consecutive month of positive equity flows



Source: AMFI Crisil Intelligence

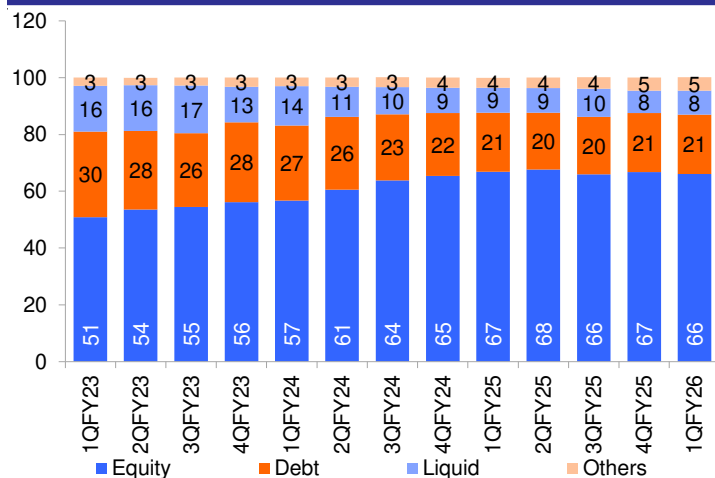
Exhibit 6: Actively managed equity AAUM at INR 4.9 trn, up 8% QoQ



Source: Company, Antique

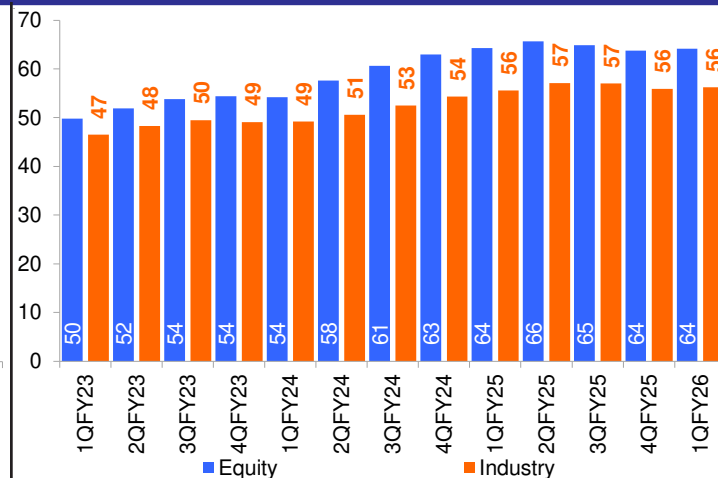
Company's story in charts

Exhibit 7: Equity continues to dominate the asset mix



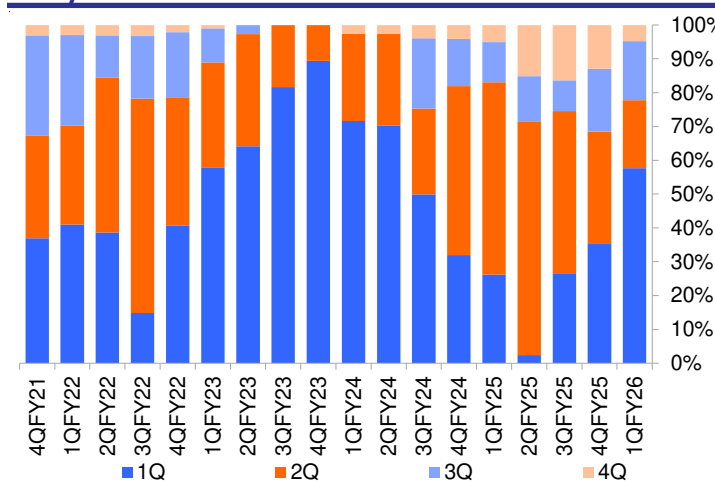
Source: Company, Antique

Exhibit 8: Equity AUM share consistently above industry



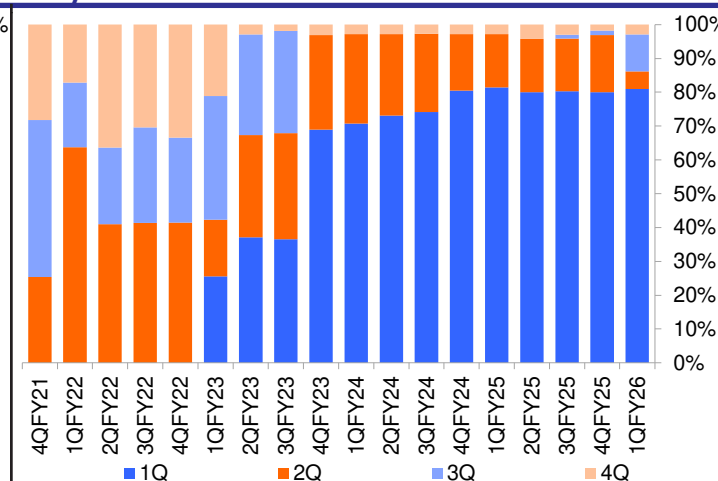
Source: Company, Antique

Exhibit 9: 70%–80% of equity AUM in top 2 quartiles on 1-year return basis



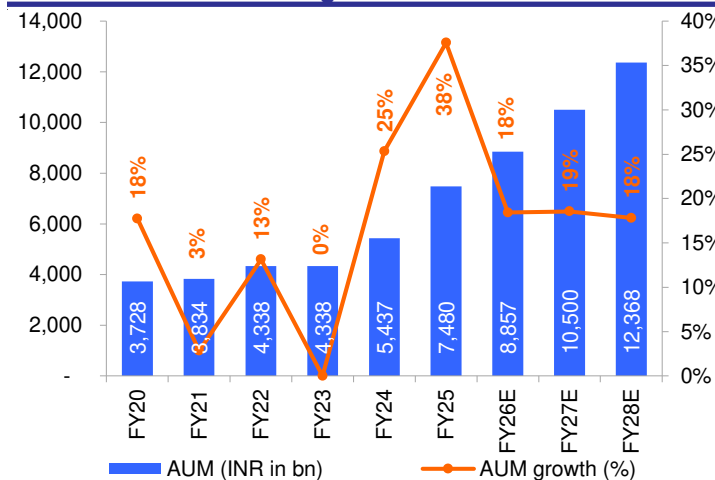
Source: Company, Antique

Exhibit 10: Over 90% of equity AUM in first 2 quartiles on 3-year return basis



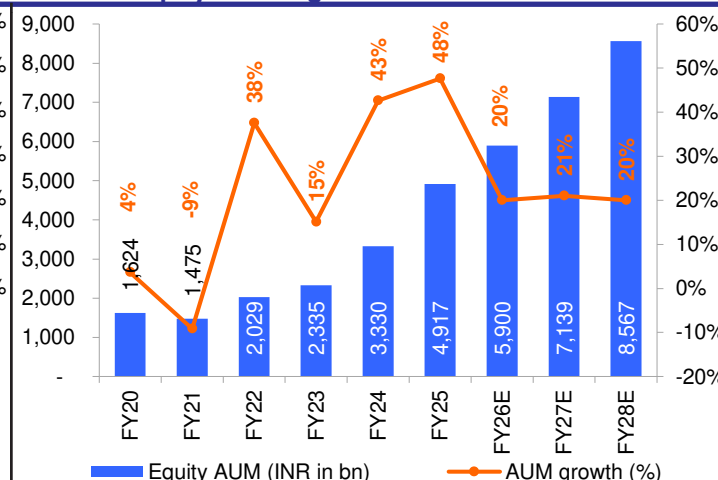
Source: Company, Antique

Exhibit 11: Total MAAUM to grow at 19% CAGR from FY25-28E



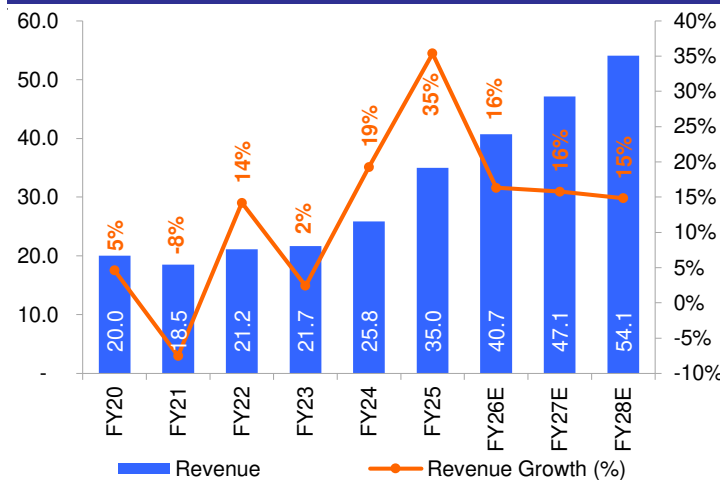
Source: Company, Antique

Exhibit 12: Equity AUM to grow at 19% CAGR from FY25-28E



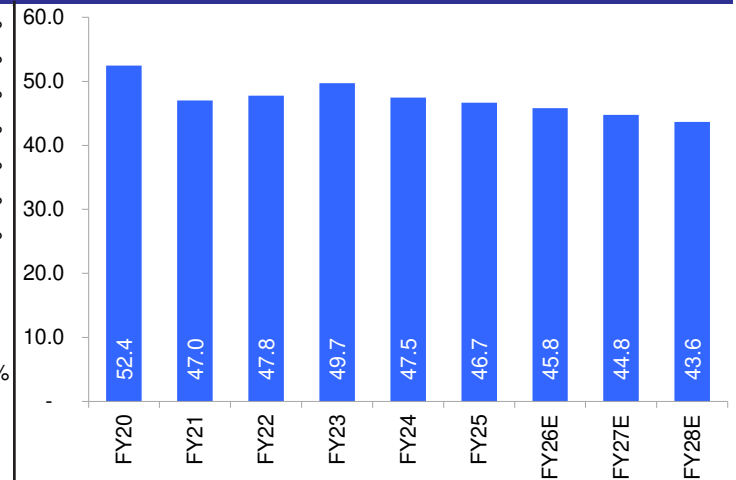
Source: Company, Antique

Exhibit 13: Revenue to grow at 15% CAGR from FY25-28E



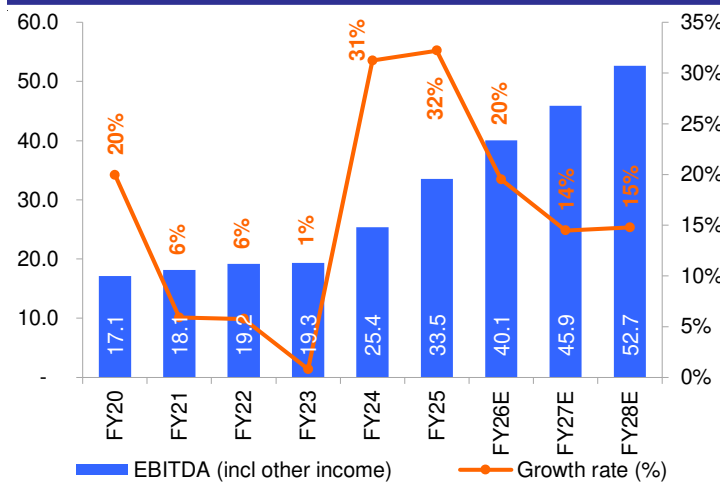
Source: Company, Antique

Exhibit 14: Yield to decline gradually



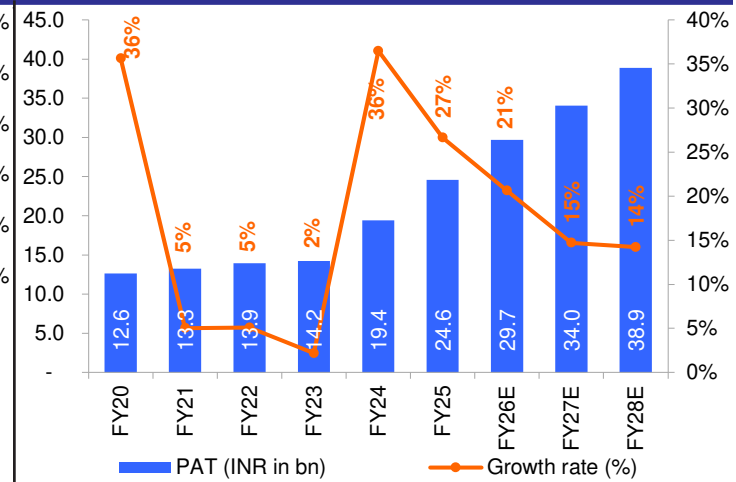
Source: Company, Antique

Exhibit 15: EBITDA to grow at 15% CAGR from FY25-28E



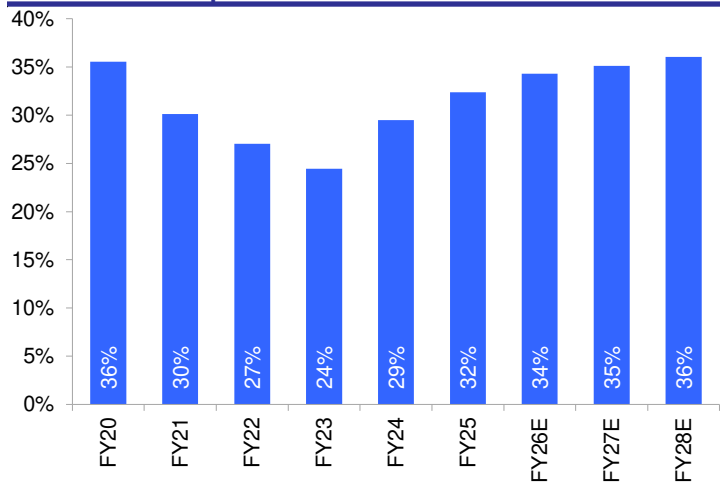
Source: Company, Antique

Exhibit 16: PAT to grow at 15% CAGR from FY25-28E



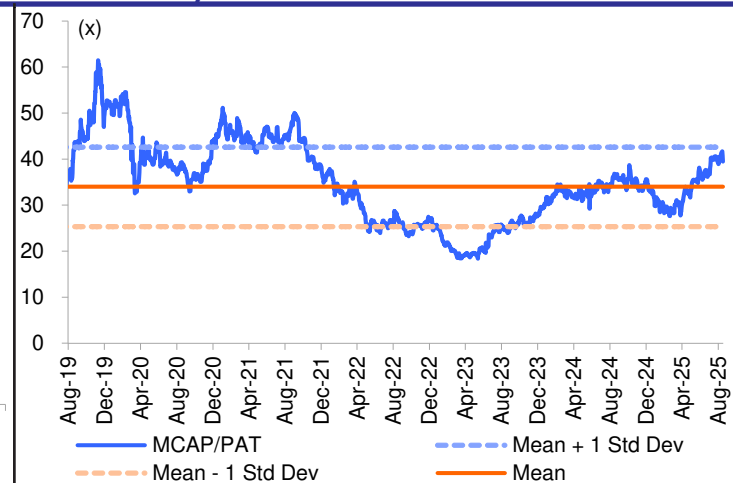
Source: Company, Antique

Exhibit 17: We expect RoE to remain at +30%



Source: Company, Antique

Exhibit 18: one-year forward P/E



Source: Company, Antique

Financials

Profit and loss account (INR mn)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
Revenue from operations	25,844	34,984	40,691	47,107	54,097
Other income	5,790	5,617	7,302	7,667	8,587
Total income	31,634	40,601	47,992	54,774	62,684
Total Opex	6,270	7,066	7,914	8,890	10,018
EBITDA (incl other income)	25,364	33,535	40,079	45,884	52,666
EBITDA	19,574	27,919	32,777	38,217	44,080
Finance Costs	91	94	94	94	94
Depreciation and amortization expenses	523	585	576	588	596
PBT	24,841	32,950	39,503	45,296	52,070
Core PBT (ex other income)	19,051	27,333	32,201	37,629	43,484
Tax	5,323	8,254	9,734	11,165	13,098
PAT	19,427	24,602	29,675	34,037	38,878
Adjusted PAT	14,882	20,396	24,176	28,264	32,455

Balance sheet (INR mn)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
Share Capital	1,067	1,069	1,069	1,069	1,069
Reserves & Surplus	69,683	80,231	90,679	1,00,976	1,12,625
Networth	70,750	81,300	91,748	1,02,045	1,13,694
Trade payables	390	401	421	442	464
Provisions	164	208	207	207	207
Other Liabilities	4,235	5,599	5,823	6,055	6,298
Capital Employed	75,539	87,507	98,198	1,08,749	1,20,662
Net Fixed Assets	1,535	1,987	1,960	1,922	1,876
Investments	71,961	82,966	93,457	1,03,796	1,15,479
of which cash and cash equivalents	400	418	460	502	537
Current Assets, Loans & Advances	2,043	2,554	2,781	3,032	3,307
Application of Funds	75,539	87,507	98,198	1,08,749	1,20,662

Per share data

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
EPS(Basic Recurring)	91	115	139	159	182
Adjusted EPS (INR)	70	95	113	132	152
DPS (INR)	70	90	111	127	146
BVPS (INR)	332	381	429	478	532

Source: Company, Antique

Cash flow statement (INR mn)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
PBT	24,750	32,856	39,408	45,202	51,976
Tax and other adjustments	(8,194)	(11,597)	(12,141)	(14,073)	(16,513)
OCF	16,556	21,259	27,267	31,129	35,463
Capital expenditure	(189)	(447)	(550)	(550)	(550)
FCF	16,367	20,812	26,717	30,579	34,913
Investments	(5,376)	(6,051)	(7,448)	(6,797)	(7,649)
Dividends	(10,661)	(14,743)	(19,227)	(23,740)	(27,230)
Chg. in Cash & Bank balance	330	17	42	42	35
Opening Balance	70	400	418	460	502
Closing Balance	401	418	460	502	537

Growth ratios (%)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
AUM	25.3	37.5	18.4	18.5	17.8
Total Revenue	19.3	35.4	16.3	15.8	14.8
EBITDA	21.0	42.6	17.4	16.6	15.3
Recurring Net Income	36.5	26.6	20.6	14.7	14.2
Core PAT	25.8	37.1	18.5	16.9	14.8

Valuation (x)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
P/E	60.5	47.8	39.7	34.6	30.3
P/BV	16.6	14.5	12.8	11.5	10.4
Core P/E	74.2	53.6	44.8	38.0	32.7
Mcap to AUM	21.5	15.7	13.2	11.2	9.5

Operating ratios (%)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
Investment management fees/total income	82	86	85	86	86
Operating expenses/total income	20	17	16	16	16
Employee expenses/operating expenses	56	55	56	56	57
Core PBT margin (of total income)	73	78	79	80	80
PAT margin (of total income)	61	61	62	62	62
Tax rate	22	25	25	25	25
Payout ratio	76.9	78.4	80.0	80.0	80.0
MF AUM (INR bn)	5,437	7,480	8,857	10,500	12,368

Total AUM (bps)

Year ended 31 Mar	FY24	FY25	FY26e	FY27e	FY28e
Revenue	47.4	46.6	45.8	44.8	43.6
Operating expenses	11.5	9.4	8.9	8.4	8.1
Operating margins	35.9	37.2	36.9	36.3	35.6
PAT	35.6	32.8	33.4	32.3	31.4
Core PAT	27.3	27.2	27.2	26.9	26.2

Source: Company Antique

**Pankaj Chhaochharia**

+91 22 6911 3340
 pankaj.chhaochharia@antiquelimited.com

Dhirendra Tiwari

+91 22 6911 3436
 dhirendra.tiwari@antiquelimited.com

ANTIQUÉ'S INDIA ECONOMIC MONITOR

GDP growth

Growth outlook remains cloudy!

India's 1QFY26 Gross Domestic Product (GDP) grew by 7.8% YoY, higher than consensus, RBI's estimate, and previous quarter growth of 6.7%, 6.5%, and 7.4% YoY respectively. However, GDP growth excluding discrepancies was at 6.1% YoY, raising the risk of a revision. Strong growth was driven by gross fixed capital formation (7.8% YoY), and government and private consumption (7.4% and 7.0% respectively). Though the negative drag was due to lower net exports (which grew by 6.3% YoY and imports by 10.9% YoY). Gross value added (GVA) grew by a healthy 7.6% YoY driven by services (9.3% YoY). Industry grew by 6.3% YoY driven by manufacturing (7.7% YoY) and construction (7.6% YoY). Within services, public administration and financial services segments grew by a healthy 9.8% YoY and 9.5% YoY respectively. Our FY26 growth estimate of 6.5% YoY is facing both a significant upside risk, which could result from a likely GST rate cut of INR ~1.2-1.5 trn leading to a possible INR 1.8-3.5 trn boost in consumption, and a downside risk from the continued US tariff of 50% which may impact growth by 50-80 bps.

Growth driven by capex strength

India's 1QFY26 GDP grew by 7.8% YoY, higher than consensus, RBI's estimate, and previous quarter growth of 6.7%, 6.5%, and 7.4% YoY respectively. However, GDP growth excluding discrepancies was at 6.1% YoY, raising the risk of a revision. Strong growth was driven by gross fixed capital formation (7.8% YoY), and government and private consumption (7.4% and 7.0% respectively). Though the negative drag was due to lower net exports (which grew by 6.3% YoY and imports by 10.9% YoY).

And services

From a supply side, GVA grew by a healthy 7.6% YoY driven by services (9.3% YoY). Industry grew by 6.3% YoY driven by manufacturing (7.7% YoY) and construction (7.6% YoY). Within services, public administration and financial services segments grew by a healthy 9.8% YoY and 9.5% YoY respectively.

Growth outlook remains cloudy

Our FY26 growth estimate of 6.5% YoY is facing both a significant upside risk, which could result from a likely GST rate cut of ~INR 1.2-1.5 trn leading to a possible INR 1.8-3.5 trn boost in consumption, and a downside risk of 50% (if it persists) US tariff, which may impact growth by 50-80 bps. Tailwinds that could support domestic growth are monetary (interest rate cut, lower risk weights, and banking liquidity) and fiscal (higher government capex and lower personal tax), lower inflationary pressures (also helped by likely reduction in GST rates), and above normal monsoon (leading to pick-up in sowing and higher reservoir levels).

Table 1: Break-up of real GDP & GVA

(Growth, %)	Quarter ending				
	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25
GDP	6.5	5.6	6.4	7.4	7.8
Private consumption	8.3	6.4	8.1	6.0	7.0
Government consumption	-0.3	4.3	9.3	-1.8	7.4
Gross capital formation	6.2	7.7	4.9	7.8	7.3
Gross fixed capital formation	6.7	6.7	5.2	9.4	7.8
Exports	8.3	3.0	10.8	3.9	6.3
Imports	-1.6	1.0	-2.1	-12.7	10.9
GVA	6.5	5.8	6.5	6.8	7.6
Agriculture	1.5	4.1	6.6	5.4	3.7
Industry	8.5	3.8	4.8	6.5	6.3
Mining and Quarrying	6.6	-0.4	1.3	2.5	-3.1
Manufacturing	7.6	2.2	3.6	4.8	7.7
Electricity, Gas and Water Supply	10.2	3.0	5.1	5.4	0.5
Construction	10.1	8.4	7.9	10.8	7.6
Services	6.8	7.2	7.4	7.3	9.3
Trade, Hotels, Transport and Communication	5.4	6.1	6.7	6.0	8.6
Financing, Insurance, Real Estate and Business Services	6.6	7.2	7.1	7.8	9.5
Community, Social and Personal Services	9.0	8.9	8.9	8.7	9.8

Source: CEIC, Antique

Table 2: Break-up of nominal GDP & GVA

(Growth, %)	Quarter ending				
	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25
GDP	9.7	8.3	10.3	10.8	8.8
Private consumption	13.1	10.1	13.6	11.0	9.2
Government consumption	4.0	8.1	14.6	1.5	9.7
Gross capital formation	8.0	9.8	6.1	9.1	8.0
Gross fixed capital formation	8.3	7.3	5.5	10.1	8.3
Exports	9.2	4.8	11.3	8.0	8.1
Imports	9.6	11.5	10.7	6.3	5.9
GVA	9.5	8.3	10.7	9.6	8.8
Agriculture	7.5	7.6	15.7	8.7	3.2
Industry	9.4	4.3	5.4	8.1	6.8
Mining and Quarrying	11.8	-1.7	-4.3	-0.1	-10.1
Manufacturing	8.4	3.4	5.6	7.8	10.1
Electricity, Gas and Water Supply	7.1	2.4	5.1	6.4	2.1
Construction	11.1	8.0	7.3	10.9	7.1
Services	10.1	10.3	11.2	10.8	11.3
Trade, Hotels, Transport and Communication	7.7	8.6	10.0	9.0	9.4
Financing, Insurance, Real Estate and Business Services	9.7	9.8	10.6	10.9	11.0
Community, Social and Personal Services	13.6	12.9	13.8	13.1	13.8

Source: CEIC, Antique

Valuation Guide

Company	Reco	CMP	TP	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY26	FY26	FY26	1m	12m
ASSET MANAGEMENT COMPANY																							
Aditya Birla Sun Life AM	Buy	835	965	16	241.0	2.7	7.1	8.1	9.1	32.3	37.0	41.4	25.8	22.6	20.2	-	-	-	5.4	27.2	NA	0	12
HDFC Asset Management	Buy	5,463	6,200	13	1,168.7	13.3	20.4	24.2	28.3	115.2	138.9	159.3	47.4	39.3	34.3	-	-	-	12.7	34.3	NA	-3	24
Nippon Life India AM	Buy	785	950	21	499.0	5.7	10.7	12.6	15.2	20.3	24.3	28.5	38.6	32.3	27.5	-	-	-	11.4	35.9	NA	-2	17
UTI Asset Management	Buy	1,289	1,530	19	165.1	1.9	7.3	8.0	9.1	57.2	62.8	71.7	22.5	20.5	18.0	-	-	-	3.4	17.0	NA	-1	14
AGROCHEM & FERTILIZERS																							
Bayer Cropscience	Hold	5,232	5,220	(0)	235.1	2.7	5.7	6.9	8.4	126.5	153.2	187.5	41.4	34.2	27.9	32.7	24.9	20.5	8.0	23.7	31.1	-16	-17
Coromandel Intl.	Buy	2,309	2,430	5	680.8	7.7	17.9	20.9	28.5	60.7	71.0	96.8	38.0	32.5	23.8	24.3	21.4	15.6	5.3	17.5	25.3	-11	31
Dhanuka Agritech	Buy	1,600	1,950	22	72.1	0.8	3.0	3.3	3.7	65.9	72.7	82.4	24.3	22.0	19.4	17.1	14.9	13.0	4.4	21.5	28.6	-3	-12
Paradeep Phosphates	Buy	217	250	15	177.5	2.0	5.5	8.8	8.8	6.8	10.8	10.8	32.1	20.1	20.1	16.7	11.9	11.8	3.7	19.8	17.3	0	161
PI Industries	Hold	3,695	3,920	6	560.6	6.4	16.6	16.3	18.6	109.2	107.0	122.7	33.8	34.5	30.1	24.1	24.1	20.7	4.9	15.0	19.2	-12	-18
Rallis India	Hold	348	330	(5)	67.7	0.8	1.3	2.3	2.9	6.4	11.8	14.9	54.7	29.6	23.4	22.1	15.5	12.4	3.3	11.5	16.1	5	-1
Sharda Cropchem	Buy	949	1,260	33	85.6	1.0	3.0	5.4	5.8	33.7	60.2	64.5	28.1	15.8	14.7	13.4	8.8	7.3	2.9	19.8	25.0	-14	69
Sumitomo Chemical India	Buy	566	660	17	282.6	3.2	5.1	6.3	7.6	10.1	12.7	15.2	55.9	44.5	37.3	43.9	35.3	29.8	8.2	19.9	26.6	-10	11
UPL	Buy	716	730	2	602.5	6.8	13.1	21.6	31.5	16.4	27.1	39.7	43.6	26.4	18.0	9.5	8.0	6.9	1.8	7.0	10.6	8	25
BUILDING MATERIALS																							
Apollo Pipes	Buy	405	460	14	17.9	0.2	0.3	0.4	0.6	7.4	8.8	13.0	54.6	46.0	31.3	18.2	14.8	11.3	2.0	4.7	7.0	0	-33
Astral	Buy	1,360	1,650	21	365.3	4.1	5.2	5.5	6.7	195	20.3	25.0	69.8	66.9	54.4	38.1	34.4	28.9	8.9	14.2	19.0	-3	-29
Cera Sanitaryware	Buy	6,311	6,940	10	81.4	0.9	2.5	2.6	2.9	191.1	203.6	221.4	33.0	31.0	28.5	24.9	23.2	20.9	5.3	18.2	23.0	-2	-32
Finolex Industries	Hold	212	230	9	131.5	1.5	3.8	5.4	6.4	6.2	8.8	10.3	34.2	24.1	20.6	23.3	21.1	17.8	2.1	8.8	10.5	6	-32
Greenlam Industries	Buy	239	250	5	61.0	0.7	0.7	0.6	1.5	2.7	2.4	6.1	87.5	98.3	39.4	25.8	22.5	16.7	5.2	5.4	7.9	4	-15
Greenpanel Industries	Buy	270	340	26	33.2	0.4	0.7	0.6	1.5	5.9	4.7	11.9	46.0	57.0	22.8	26.5	17.5	10.7	2.3	4.1	3.6	4	-32
Kajaria Ceramics	Buy	1,210	1,340	11	192.7	2.2	3.3	5.3	6.1	20.9	33.1	38.4	57.8	36.5	31.5	30.6	21.6	18.8	6.2	18.0	23.0	2	-10
Prince Pipes and Fittings	Buy	319	450	41	35.2	0.4	0.4	1.0	1.6	3.9	9.4	14.3	81.7	33.8	22.2	22.7	13.9	10.6	2.1	6.4	8.3	5	-46
Somany Ceramics	Buy	458	680	49	18.8	0.2	0.6	0.7	1.2	15.1	17.9	28.4	30.2	25.6	16.1	9.4	7.6	5.5	2.3	9.1	13.6	-13	-36
Supreme Industries	Buy	4,471	4,480	0	568.0	6.4	9.6	12.0	13.5	75.6	94.4	106.3	59.1	47.4	42.1	39.0	31.6	28.2	9.1	20.1	23.8	5	-15
CEMENT																							
ACC	Buy	1,802	2,100	17	338.4	3.8	10.1	15.6	18.2	53.6	83.1	97.0	33.6	21.7	18.6	12.5	10.5	9.0	1.7	8.1	11.2	0	-23
Ambuja Cement	Buy	563	675	20	1,387.2	15.7	17.6	29.3	35.7	7.1	11.6	14.4	79.0	48.5	39.2	29.7	19.0	15.9	2.5	5.4	8.9	-7	9
Birla Corp	Buy	1,252	1,600	28	96.4	1.1	3.3	5.5	6.2	38.3	71.0	80.3	32.6	17.6	15.6	10.0	8.1	7.6	1.3	7.5	8.9	5	6
Dalmia Bharat	Hold	2,402	2,370	(1)	450.4	5.1	8.0	14.4	13.7	42.3	76.6	72.7	56.7	31.4	33.0	19.0	14.1	13.7	2.4	8.0	8.8	9	27
Grasim Industries	Buy	2,776	3,050	10	1,888.8	21.4	3.8	5.0	8.4	5.5	7.4	12.4	502.1	376.9	223.8	171.8	114.9	81.5	3.5	0.9	2.3	2	3
Heidelberg	Hold	206	206	0	46.6	0.5	1.1	1.9	2.4	4.7	8.5	10.6	43.6	24.1	19.4	17.7	11.7	9.6	3.3	13.7	17.7	-3	-11
JK Cement	Buy	6,947	7,100	2	536.7	6.1	7.7	10.8	12.7	113.5	139.4	163.8	61.2	49.8	42.4	28.1	22.1	19.0	7.6	16.4	15.4	4	56
JK Lakshmi Cement	Hold	921	1,050	14	108.4	1.2	3.0	5.4	6.1	25.4	43.5	49.4	36.2	21.2	18.7	14.1	10.7	10.0	2.9	14.6	13.8	5	17
Nuvoco Vistas	Hold	456	435	(5)	162.9	1.8	0.2	4.0	3.7	0.6	11.3	10.4	745.8	40.4	43.7	14.5	11.2	10.7	1.7	4.4	7.3	7	34
Orient Cement	Hold	217	295	36	44.6	0.5	0.9	3.9	4.0	4.4	19.2	19.7	48.8	11.3	11.0	14.6	6.5	6.6	2.1	20.0	20.1	-10	-29
Shree Cements	Buy	29,275	33,500	14	1,056.3	12.0	11.5	22.9	30.7	319.7	634.1	850.0	61.6	46.2	34.4	24.8	18.0	15.7	4.5	10.2	13.2	5	15
Star Cement	Buy	285	315	10	115.3	1.3	1.7	3.6	4.7	4.2	9.0	11.6	68.3	31.6	24.6	20.5	13.7	11.7	3.6	11.9	15.5	17	25
Ramco Cement	Hold	1,047	1,000	(4)	247.4	2.8	0.7	4.5	6.3	11.4	19.1	26.8	91.8	54.9	39.0	23.7	16.5	14.5	3.1	5.9	7.6	9	26
UltraTech Cement	Buy	12,640	13,750	9	3,724.7	42.2	61.4	93.9	120.7	205.0	318.5	409.5	61.7	39.7	30.9	31.0	21.7	17.7	4.6	12.7	13.2	4	12
EMS																							
Avalon Technologies	Hold	831	958	15	55.3	0.6	0.6	0.9	1.2	9.6	13.3	18.8	86.6	62.3	44.3	48.5	34.8	26.4	7.9	13.5	17.1	-3	59
Cyient DDM	Buy	423	553	31	33.6	0.4	0.7	0.9	1.3	8.6	11.6	16.8	49.3	36.4	25.2	24.1	16.5	12.6	3.2	9.3	13.1	5	-43
Kaynes Technology India	Hold	6,123	6,827	12	410.0	4.6	2.9	4.7	6.4	45.8	69.8	96.3	133.6	87.7	63.6	99.4	59.4	42.5	12.4	15.2	16.7	4	29
Syrma SGS Technology	Buy	753	823	9	145.0	1.6	1.8	2.4	3.1	10.4	13.5	17.5	72.7	56.0	43.0	45.8	35.6	27.0	6.7	12.8	14.2	1	72
FMCG																							
Allied Blenders and Distillers	Buy	505	608	20	141.4	1.6	1.8	2.7	3.3	6.6	9.5	11.7	76.9	53.2	43.2	34.6	28.5	24.6	8.4	16.5	18.0	-1	41
Asian Paints	Hold	2,519	2,469	(2)	2,415.8	27.4	40.3	45.2	49.5	42.0	47.1	51.6	59.9	53.5	48.8	40.5	35.3	31.9	11.1	21.9	26.1	4	-19
Bajaj Consumer Care	Buy	234	325	39	32.2	0.4	1.3	1.6	1.8	9.1	11.9	13.3	25.6	19.7	17.6	21.8	12.5	10.6	2.4	15.5	18.9	4	-11
Colgate Palmolive	Hold	2,332	2,413	3	634.2	7.2	13.8	14.5	15.7	50.7	53.3	57.8	45.9	43.8	40.3	31.8	30.5	28.0	33.6	81.5	136.6	3	-36
Dabur India	Hold	521	562	8	924.3	10.5	17.7	20.3	23.2	10.0	11.5	13.1	52.1	45.4	39.7	39.1	34.0	29.8	7.9	18.1	22.2	-2	-18
Emami	Buy	574	770	34	251.9	2.9	8.9	9.5	10.6	20.4	21.7	24.2	28.1	26.5	23.7	23.9	21.8	19.1	8.1	32.8	41.2	-7	-29
Godrej Consumer	Buy	1,243	1,403	13	1,271.3	14.4	19.2	23.2	28.8	18.7	22.7	28.2	66.3	54.9	44.1	42.4	37.1	30.5	9.9	18.7	21.4	-2	-16
Hindustan Unilever	Hold	2,660	2,603	(2)	6,249.4	70.9	102.2	105.5	117.0	43.5	44.9	49.8	61.2	59.2	53.4	43.0	41.1	36.9	13.0	21.7	26.8	4	4
Honasa Consumer	Hold	293	279	(5)	95.3	1.1	0.7	1.1	1.3	2.2	3.3	4.1	131.1	89.7	70.9	129.7	56.0	41.4	7.4	8.6	12.7	8	-42
ITC	Buy	410																					

Valuation Guide

Company	Reco	CMP	TP	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY26	FY26	FY26	1m	12m
RETAIL																							
Aditya Birla Fashion & Retail	Hold	77	82	6	94.4	1.1	-7.9	-5.9	-4.9	-6.4	-4.8	-4.1	-12.0	-16.0	-19.1	12.6	12.1	10.1	1.5	-9.0	-3.8	5	-32
Aditya Birla Lifestyle Brands	Hold	135	142	5	164.8	1.9	1.6	3.5	6.2	1.3	2.8	5.0	104.3	47.7	26.8	14.5	13.5	11.6	10.2	23.8	18.0	-2	
Arvind Fashions	Buy	520	746	43	69.5	0.8	0.8	1.6	2.4	6.3	11.9	17.7	82.1	43.6	29.3	11.9	9.3	7.3	5.8	13.2	19.9	-7	-2
Avenue Supermarts	Hold	4,756	4,174	(12)	3,094.6	35.1	29.3	34.2	41.2	45.0	52.5	63.4	105.7	90.6	75.0	68.0	58.1	48.0	12.1	13.3	17.9	13	-3
Devyani International	Hold	174	171	(2)	214.6	2.4	0.1	0.1	0.4	0.1	0.1	0.3	2,296.32	6,268.8	542.5	26.7	24.6	20.9	14.1	0.6	12.9	8	-1
Jubilant Foodworks	Hold	628	743	18	414.2	4.7	2.4	4.0	6.7	3.7	6.1	10.1	170.5	103.5	62.3	27.2	21.9	17.7	18.2	18.3	27.8	-2	-3
Kewal Kiran	Buy	503	755	50	31.0	0.4	1.4	1.4	1.7	23.4	23.5	27.7	21.4	21.4	18.2	15.4	13.0	10.8	3.3	15.4	17.3	-10	-19
Restaurant Brands Asia	Buy	80	105	31	46.5	0.5	-0.9	-1.2	-0.8	-1.5	-2.0	-1.3	-53.1	-40.0	-61.0	14.9	12.6	10.1	2.2	-5.3	2.0	5	-27
Sapphire Foods India	Hold	327	357	9	105.1	1.2	0.3	0.6	0.9	1.1	1.8	2.8	301.4	180.0	115.7	21.6	17.5	14.2	7.2	4.1	15.2	2	-2
Senco Gold	Buy	369	569	54	60.5	0.7	2.2	2.8	3.4	13.2	17.1	20.7	27.9	21.6	17.8	17.0	13.0	11.3	2.8	12.8	12.5	18	-32
Shoppers Stop	Buy	540	807	50	59.4	0.7	0.1	0.1	0.7	0.6	0.6	6.0	880.7	840.9	89.9	8.9	7.9	6.6	17.1	2.0	8.4	3	-33
Titan Co	Buy	3,629	4,615	27	3,221.6	36.5	38.8	49.5	62.0	43.7	55.8	69.8	83.0	65.0	52.0	54.1	44.5	36.9	20.9	36.6	21.2	9	2
Trent	Buy	5,298	7,031	33	1,883.4	21.4	15.8	21.1	27.1	44.6	59.5	76.3	118.8	89.1	69.4	68.3	52.4	40.4	23.5	26.4	34.8	2	-26
Vedant Fashion	HOLD	741	823	11	180.0	2.0	3.9	4.1	4.6	16.0	17.1	18.8	46.3	43.4	39.4	26.9	24.6	21.9	8.6	21.4	28.7	0	-41
V-Mart Retail	Buy	743	1,494	101	59.0	0.7	0.2	1.0	1.7	10.9	12.2	20.8	68.1	60.6	35.6	15.9	11.8	9.2	6.5	11.3	15.9	5	-18
Westlife Foodworld	Hold	718	837	17	112.0	1.3	0.1	0.3	0.7	0.8	1.7	4.5	919.6	419.8	161.2	35.3	28.6	23.1	17.9	4.3	21.3	0	-13
INDUSTRIALS																							
ABB	Buy	4,999	5,863	17	1,059.3	12.0	18.7	18.6	21.5	88.5	87.7	101.4	56.5	57.0	49.3	43.6	45.0	39.0	12.8	24.2	33.0	-7	-37
BHEL	Buy	208	302	45	724.3	8.2	6.3	16.4	32.0	1.8	4.7	9.2	114.7	44.0	22.6	65.7	27.7	16.2	2.8	6.4	17.5	-10	-28
Cummins India	Buy	3,826	4,325	13	1,060.6	12.0	19.1	21.4	24.6	68.8	77.1	88.8	55.7	49.6	43.1	50.1	41.8	35.6	13.6	28.8	37.7	7	2
Engineers India	Buy	198	237	20	111.5	1.3	3.3	4.2	4.9	5.3	6.6	7.7	37.6	30.0	25.7	35.7	22.6	18.5	3.9	15.2	17.3	4	9
GE Vernova T&D	Buy	2,779	3,032	9	711.6	8.1	6.1	9.7	12.8	23.8	38.0	49.9	117.0	73.1	55.7	86.3	53.9	40.8	28.0	45.1	65.1	-3	62
Hitachi Energy	Buy	19,110	25,033	31	851.8	9.7	3.8	7.0	12.0	86.1	157.6	269.7	222.0	121.3	70.9	136.6	80.6	48.9	18.1	15.8	22.6	-7	58
Honeywell Automation	Hold	38,740	41,453	7	342.5	3.9	5.2	5.7	7.5	592.3	648.0	853.7	65.4	59.8	45.4	53.0	47.3	34.4	7.6	13.4	13.8	0	-24
KEC International	Hold	808	954	18	215.1	2.4	5.7	10.1	15.3	21.4	37.9	57.4	37.7	21.4	14.1	16.5	11.9	8.1	3.5	17.4	20.7	-2	-15
Kirloskar Pneumatic	Buy	1,219	1,496	23	79.1	0.9	2.1	2.6	3.2	32.3	39.9	49.6	37.8	30.6	24.6	26.0	21.3	16.5	5.9	21.1	19.3	-7	-6
Kirloskar Oil Engines	Buy	898	1,281	43	130.5	1.5	4.1	4.9	5.9	28.0	33.6	40.7	32.1	26.7	22.1	19.6	16.9	13.7	3.9	15.5	20.2	3	-33
LMW	Hold	14,107	15,668	11	150.7	1.7	1.2	1.6	4.1	111.9	145.1	382.4	126.1	97.2	36.9	97.2	74.8	25.7	5.1	5.3	6.9	-6	-6
Linde India	Hold	6,379	5,641	(12)	544.0	6.2	4.5	5.2	6.4	52.5	61.2	74.5	121.5	104.2	85.7	70.9	60.6	51.6	13.1	13.2	16.6	-3	-12
Larsen & Toubro	Buy	3,601	4,000	11	4,953.2	56.2	145.6	181.7	226.1	104.0	129.7	161.5	34.6	27.8	22.3	22.8	18.6	15.1	4.3	16.9	12.6	0	-3
Siemens	Buy	3,064	3,892	27	1,091.0	12.4	17.7	21.7	25.2	49.6	60.8	70.8	61.8	50.4	43.3	50.4	39.9	33.6	7.9	16.5	23.0	1	-11
Siemens Energy India	Buy	3,375	3,412	1	1,201.9	13.6	11.1	13.8	18.7	31.3	38.8	52.5	107.8	86.9	64.3	78.6	64.5	50.1	26.1	31.0	43.8	7	
Thermax	Hold	3,208	3,562	11	382.2	4.3	6.3	6.7	8.9	55.6	59.1	78.8	57.7	54.3	40.7	42.7	36.5	27.8	6.7	12.9	16.3	-15	-27
Transformers & Rectifiers India	Buy	490	700	43	147.1	1.7	2.1	3.4	4.7	6.8	10.9	15.0	72.3	45.1	32.7	45.3	27.8	19.9	9.9	24.3	30.7	5	32
DEFENCE AND AEROSPACE																							
Bharat Dynamics	Buy	1,436	1,951	36	526.3	6.0	6.9	9.1	13.2	18.9	24.9	35.9	76.2	57.6	40.0	79.0	59.0	36.6	11.5	21.2	21.7	8	10
Bharat Electronics	Buy	369	454	23	2,700.2	30.6	52.9	57.9	68.6	7.2	7.9	9.4	51.1	46.7	39.3	38.1	33.6	27.9	11.7	27.0	27.8	-2	23
BEML	Buy	3,839	4,921	28	159.9	1.8	2.9	3.8	5.3	70.4	91.3	127.7	54.5	42.0	30.1	32.0	25.3	18.8	5.0	12.6	13.1	0	1
Cochin Shipyard	Sell	1,608	1,664	3	423.1	4.8	8.4	8.6	10.1	32.0	32.6	38.5	50.2	49.4	41.8	45.6	38.1	30.7	6.8	14.5	18.7	-6	-15
Garden Reach Shipbuilders	Buy	2,352	3,194	36	269.4	3.1	5.3	7.5	9.7	46.0	65.6	85.0	51.1	35.9	27.7	55.1	30.8	22.4	10.5	32.3	42.2	9	30
Hindustan Aeronautics	Buy	4,333	6,360	47	2,897.5	32.9	83.1	91.8	101.0	124.3	137.3	151.0	34.9	31.6	28.7	26.2	22.1	20.2	7.1	24.3	25.4	-2	-7
Mazagon Dock Shipbuilders	Buy	2,603	3,880	49	1,050.0	11.9	23.2	23.4	36.2	57.6	58.1	89.7	45.2	44.8	29.0	43.1	41.1	23.4	11.9	29.3	37.9	4	23
PTC Industries	Buy	14,011	19,016	36	209.9	2.4	0.6	1.0	3.0	41.3	65.3	197.0	338.8	214.6	71.1	274.6	103.9	45.0	14.1	6.8	8.2	5	6
Raymond	Buy	600	903	51	39.9	0.5	0.5	0.9	1.5	7.2	13.2	22.4	83.6	45.3	26.8	21.5	13.5	9.1	1.3	3.7	5.4	9	-11
Zen Technologies	Buy	1,460	1,866	28	131.8	1.5	2.8	2.5	4.7	31.1	27.5	51.7	47.0	53.0	28.2	-	-	-	6.6	13.4	19.6	5	-14
CONSUMER DURABLES																							
Bajaj Elec.	Hold	569	589	3	65.6	0.7	1.1	1.4	2.0	9.7	11.9	17.3	58.6	47.8	32.8	21.0	18.8	14.3	3.6	7.8	10.9	-7	-41
Blue Star	Hold	1,882	1,808	(4)	386.9	4.4	5.8	6.0	9.5	28.2	29.4	46.1	66.8	64.0	40.8	43.9	40.3	26.8	11.1	18.4	24.9	11	10
Crompton Consumer	Buy	330	418	27	212.5	2.4	5.6	6.3	8.2	8.8	9.7	12.7	37.6	34.0	26.0	23.9	21.5	16.4	5.7	17.5	20.2	3	-31
Havells India	Buy	1,526	1,797	18	956.9	10.8	14.9	17.0	21.0	23.8	27.2	33.6	64.1	56.1	45.5	43.0	36.8	29.8	9.9	19.0	25.1	3	-20
Voltas	Hold	1,374	1,450	5	454.6	5.2	8.3	8.4	11.4	25.2	25.4	34.5	54.5	54.1	39.9	40.9	42.7	30.2	6.4	12.3	17.3	4	-21
RAILWAYS																							
IRCON International	Hold	160	159	(1)	150.8	1.7	7.4	7.5	8.1	7.8	8.0	8.6	20.4	20.0	18.6	22.9	21.4	21.0	2.2	11.6	15.5	8	-39
Jupiter Wagons	Hold	318	362	14	134.8	1.5	3.8	4.0	5.0	9.2	9.8	12.1	34.4	32.3	26.2	23.2	21.5	17.4					

Valuation Guide

Company	Reco	CMP	TP	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY26	FY26	FY26	1m	12m
INFRASTRUCTURE																							
Ahluwalia Contracts	Hold	920	872	(5)	61.7	0.7	2.0	2.9	3.3	30.1	42.6	48.6	30.6	21.6	19.0	15.3	11.1	9.1	3.0	14.7	23.3	9	-28
Ashoka Buildcon	Hold	173	219	27	48.5	0.5	2.0	3.0	4.1	7.0	10.6	14.4	24.6	16.3	12.0	12.2	8.9	6.7	1.1	7.2	11.8	-13	-26
Dilip Buildcon	Hold	466	463	(1)	75.6	0.9	1.5	1.7	2.7	9.5	10.6	16.8	48.9	43.8	27.7	10.2	10.7	9.4	1.2	3.0	8.4	1	-17
HG Infra Engineering	Buy	971	1,461	50	63.3	0.7	5.3	5.8	6.8	81.6	89.1	103.7	11.9	10.9	9.4	5.3	4.4	3.6	1.8	18.3	21.9	5	-38
IRB Infra	Buy	43	62	43	259.1	2.9	8.1	9.5	10.6	1.3	1.6	1.8	31.8	27.3	24.5	11.9	10.5	9.9	1.3	4.7	5.3	-3	-32
KNR Constructions	Hold	191	197	3	53.7	0.6	3.3	2.4	2.8	11.6	8.6	10.0	16.4	22.2	19.1	8.3	13.0	11.3	1.3	6.0	8.4	-10	-42
NCC	Buy	205	289	41	128.4	1.5	8.0	9.2	11.1	12.7	14.7	17.7	16.1	13.9	11.6	7.4	6.7	5.7	1.6	11.8	20.6	4	-36
PNC Infratech	Buy	304	395	30	78.0	0.9	3.8	5.6	7.0	14.9	21.9	27.4	20.4	13.9	11.1	7.2	7.4	6.3	1.3	9.8	13.5	4	-32
PSP Projects	Buy	686	881	28	27.2	0.3	0.6	1.3	1.9	14.2	31.6	46.7	48.2	21.7	14.7	15.5	10.0	7.8	2.1	9.9	13.6	9	0
Welspun Ent.	Hold	468	509	9	64.7	0.7	3.1	3.5	4.2	22.5	25.7	30.4	20.8	18.2	15.4	16.2	13.9	11.2	2.1	12.4	18.7	-3	-20
IT																							
Cyient	Buy	1,168	1,450	24	129.7	1.5	6.0	6.0	7.0	54.9	54.7	63.5	21.3	21.4	18.4	11.3	11.5	9.8	2.2	10.2	12.8	-1	-41
Birlasoft	Hold	368	415	13	102.3	1.2	5.2	5.1	5.9	18.7	18.6	21.4	19.6	19.8	17.2	14.3	14.3	11.8	2.7	14.0	19.0	8	-45
FirstSource Sol.	Buy	351	420	20	244.6	2.8	5.9	7.5	9.0	8.4	10.6	12.8	41.7	33.0	27.4	22.6	17.7	14.8	5.5	17.5	12.7	4	16
HCL Tech	Buy	1,455	1,750	20	3,947.8	44.8	173.2	178.7	203.7	63.3	65.1	73.9	23.0	22.4	19.7	14.4	13.5	12.2	5.9	26.2	34.0	0	-17
Infosys	Hold	1,470	1,675	14	6,105.3	69.2	267.5	283.0	306.2	64.5	68.3	73.9	22.8	21.5	19.9	14.9	13.8	12.4	5.8	28.2	37.8	0	-24
ITI Mindtree	Buy	5,134	6,275	22	1,521.7	17.3	46.0	52.1	58.8	155.5	175.9	198.5	33.0	29.2	25.9	23.1	20.4	17.4	5.9	21.5	29.8	2	-17
L&T Technology Services	Hold	4,224	4,875	15	447.6	5.1	12.7	14.4	17.2	119.8	135.9	162.2	35.3	31.1	26.0	22.7	19.7	16.3	6.7	22.6	28.5	-1	-26
Mphasis	Buy	2,788	3,375	21	530.4	6.0	17.0	19.0	22.1	90.4	99.9	116.1	30.8	27.9	24.0	19.4	17.2	15.0	5.2	19.2	24.6	1	-10
Coforge	Buy	1,724	2,075	20	576.8	6.5	9.7	16.1	18.8	24.8	43.1	54.8	69.6	40.0	31.5	29.2	19.4	16.0	7.7	23.3	23.3	1	36
Persistent Sys	Hold	5,306	5,450	3	829.8	9.4	14.0	17.9	21.6	91.2	115.9	139.6	58.2	45.8	38.0	39.8	31.1	25.8	11.4	26.5	35.2	5	3
Quesst Corp	Buy	268	350	31	40.0	0.5	2.1	2.2	2.7	14.1	14.8	17.9	19.0	18.1	15.0	13.5	11.9	10.2	3.4	19.6	18.8	8	-30
TCS	Buy	3,085	3,575	16	11,160.7	126.5	485.5	517.1	566.9	134.2	142.9	156.7	23.0	21.6	19.7	16.0	15.3	13.9	10.3	50.4	61.2	3	31
TeamLease	Buy	1,785	2,150	20	29.9	0.3	1.1	1.4	1.9	64.7	84.7	115.1	27.6	21.1	15.5	21.3	15.5	11.0	2.8	14.5	15.7	-3	-43
Tech Mahindra	Hold	1,481	1,575	6	1,450.7	16.4	42.5	52.1	62.8	47.9	58.7	70.9	30.9	25.2	20.9	19.8	16.0	13.8	5.1	19.6	29.2	3	9
Wipro	Hold	249	280	12	2,614.6	29.6	131.0	133.8	139.0	12.5	13.0	13.6	19.9	19.2	18.3	12.4	12.2	11.5	2.9	15.7	18.8	3	-7
Zensar Technologies	Buy	768	870	13	174.5	2.0	6.5	7.3	8.5	28.4	31.8	37.0	27.0	24.1	20.8	18.9	16.8	13.6	3.8	16.8	22.5	-3	0
METALS & MINING																							
APL Apollo Tubes	Buy	1,605	1,897	18	445.5	5.1	7.6	11.6	15.4	27.3	41.9	55.5	58.8	38.3	28.9	37.2	25.9	19.6	8.6	24.7	29.6	1	10
Hindalco Industries	Buy	704	766	9	1,581.9	17.9	168.8	120.4	130.5	75.9	54.2	58.7	9.3	13.0	12.0	6.3	7.1	6.8	1.2	9.3	11.3	5	0
Hindustan Zinc	Hold	419	482	15	1,771.5	20.1	103.6	119.6	128.3	24.5	28.3	30.4	17.1	14.8	13.8	10.4	8.8	8.1	10.7	80.1	61.5	1	-16
Hi-Tech Pipes	Buy	86	122	42	17.5	0.2	0.7	1.1	1.5	3.6	5.5	7.6	24.0	15.8	11.3	10.9	9.4	7.3	1.3	8.5	11.6	-2	-56
Indian Hume Pipe	Buy	360	487	35	19.0	0.2	0.9	1.0	1.2	17.1	19.3	22.8	21.0	18.7	15.8	9.3	10.5	9.2	1.3	7.2	9.9	-12	-32
Jindal Steel	Buy	965	1,115	16	984.1	11.2	41.1	58.1	78.5	40.6	57.4	77.6	23.8	16.8	12.4	11.7	9.0	7.1	1.8	11.6	12.5	-2	0
JSW Steel	Hold	1,027	942	(8)	2,510.5	28.5	39.9	118.1	149.3	16.4	48.5	61.3	62.6	21.2	16.8	14.4	9.8	8.5	2.8	14.1	12.8	0	9
JTL Industries	Buy	71	86	21	28.8	0.3	1.0	1.0	1.5	2.5	2.6	3.8	28.4	27.2	18.9	23.4	19.5	13.9	2.1	8.2	11.0	1	-40
Kirloskar Ferrous	Buy	548	659	20	90.2	1.0	3.2	4.1	6.3	19.3	25.0	38.4	28.4	22.0	14.3	13.5	10.5	8.0	2.4	11.3	13.3	-7	-20
MOIL	Buy	330	452	37	67.2	0.8	3.8	5.1	7.6	18.8	25.0	37.2	17.6	13.2	8.9	10.9	7.3	4.9	2.3	18.1	24.6	-2	-18
NALCO	Buy	186	262	41	341.9	3.9	53.2	37.0	43.2	29.0	20.2	23.5	6.4	9.2	7.9	3.8	5.0	4.1	1.7	19.3	25.2	3	2
NMDC	Buy	69	91	32	604.9	6.9	66.9	74.5	81.5	7.6	8.5	9.3	9.0	8.1	7.4	6.6	5.4	4.8	1.8	23.4	28.4	-2	-7
SAIL	Hold	119	129	9	490.1	5.6	26.8	39.0	52.3	6.5	9.4	12.7	18.3	12.6	9.4	8.0	7.0	6.0	0.8	6.4	7.2	-1	-11
Tata Steel	Buy	154	174	13	1,928.5	21.9	42.8	106.9	146.1	3.4	8.6	11.7	45.1	18.0	13.2	11.1	7.7	6.5	1.9	11.1	12.7	1	1
Venus Pipes	Buy	1,194	1,719	44	24.5	0.3	0.9	1.2	1.7	45.5	61.1	84.3	26.3	19.6	14.2	15.6	12.2	9.5	3.7	21.1	24.5	-12	-51
Vedanta	Hold	421	482	15	1,644.9	18.7	131.2	170.5	203.0	33.6	43.6	51.9	12.5	9.6	8.1	5.2	4.4	3.8	3.9	40.7	28.1	-1	-10
OIL & GAS																							
BPCL	Buy	308	455	48	1,337.1	15.2	146.1	183.5	157.7	33.7	42.3	36.3	9.2	7.3	8.5	6.0	5.2	5.9	1.5	21.2	20.8	-3	-14
GAIL	HOLD	173	185	7	1,138.0	12.9	94.8	83.0	90.2	14.4	12.6	13.7	12.0	13.7	12.6	9.2	9.6	8.5	1.5	11.4	12.1	-1	-27
Gujarat Gas	Hold	419	455	8	288.7	3.3	11.5	11.5	13.8	16.6	16.7	20.1	25.2	25.2	20.9	15.2	14.8	12.5	3.2	13.0	15.8	-2	-31
HPCL	Buy	376	615	64	799.8	9.1	73.6	119.9	104.7	34.6	56.3	49.2	10.9	6.7	7.6	8.5	5.7	6.0	1.5	23.7	15.5	-7	-10
IGL	Sell	207	175	(15)	289.4	3.3	14.7	15.9	17.3	10.5	11.3	12.4	19.7	18.2	16.7	12.9	11.9	10.5	2.8	16.1	20.5	3	-25
Indian Oil Corp	Buy	137	195	43	1,929.2	21.9	117.3	247.9	244.6	8.3	17.6	17.3	16.4	7.8	7.9	9.9	5.9	5.8	1.0	13.4	12.0	-3	-23
Mahanagar Gas	Hold	1,252	1,350	8	123.7	1.4	10.4	9.9	10.1	105.8	99.8	101.9	11.8	12.5	12.3	6.8	6.9	6.5	1.9	15.8	19.9	6	-30
Oil India	Buy	390	520	33	634.9	7.2	61.1	56.4	65.4	37.6	34.7	40.2	10.4	11.3	9.7	7.7	7.7	6.8	1.3	12.0	13.2	-10	-47
ONGC	Buy	234	295	26	2,940.1	33.3	356.1	310.7															

Valuation Guide

Company	Reco	CMP	TP	Return	M. Cap	M. Cap	Net profit (INR bn)			EPS (INR)			P/E (x)			EV/EBITDA (x)			P/BV (x)	RoE (%)	RoCE (%)	Absolute (%)	
		(INR)	(INR)	(%)	(INR bn)	(USD bn)	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY26	FY26	FY26	1m	12m
PHARMA & HEALTHCARE																							
Alkem	Hold	5,304	5,355	1	634.1	7.2	21.7	24.0	27.2	181.1	200.6	227.2	29.3	26.4	23.3	24.8	21.8	18.6	4.6	18.6	23.1	8	-14
Alembic Pharma	Buy	937	1,275	36	184.2	2.1	5.7	6.6	9.1	29.1	33.5	46.1	32.2	28.0	20.3	19.4	16.3	12.6	3.3	12.2	14.2	-2	-12
CIPLA	Buy	1,589	1,875	18	1,283.8	14.6	52.2	41.2	53.2	64.6	51.0	65.9	24.6	31.2	24.1	16.9	19.8	15.2	3.8	12.6	17.6	6	4
Concord Biotech	Buy	1,682	1,930	15	175.9	2.0	3.7	4.1	5.1	35.5	39.0	49.0	47.3	43.1	34.3	34.1	30.3	24.1	8.4	20.9	27.2	-3	1
Divi's Laboratories	Hold	6,132	6,575	7	1,627.7	18.5	21.9	24.7	30.5	82.5	93.0	114.7	74.3	65.9	53.4	53.6	46.7	37.4	9.8	15.6	20.2	4	20
Dr Reddys	Sell	1,260	1,110	(12)	1,051.7	11.9	57.8	37.2	42.3	69.3	44.5	50.6	18.2	28.3	24.9	11.8	16.0	13.7	2.9	10.7	13.5	3	-10
IOL Chemicals	Buy	91	89	(2)	26.6	0.3	1.8	2.3	2.2	6.1	8.0	7.4	15.0	11.4	12.3	8.9	6.7	6.6	1.3	12.4	15.9	9	3
JB Chemicals	Hold	1,724	1,790	4	269.8	3.1	6.6	7.6	9.2	42.3	49.0	58.8	40.8	35.2	29.3	25.7	22.7	19.2	3.4	20.8	26.8	-1	-12
Laurus Labs	Hold	857	700	(18)	462.6	5.2	3.2	5.3	9.2	5.9	9.8	17.1	145.7	87.3	50.2	46.3	34.7	25.1	9.4	11.3	12.4	1	82
Lupin	Buy	1,895	2,450	29	865.5	9.8	32.8	37.5	41.5	71.9	82.1	90.8	26.4	23.1	20.9	16.7	14.4	13.0	4.2	19.9	21.3	1	-15
Mankind Pharma	Buy	2,471	3,070	24	1,020.0	11.6	19.9	19.5	25.8	48.1	47.1	62.5	51.3	52.4	39.6	35.9	28.6	23.7	6.3	12.7	12.5	4	-1
Shilpa Medicare	Buy	846	1,200	42	82.8	0.9	1.0	2.4	3.9	9.9	24.7	40.0	85.2	34.3	21.1	27.9	17.5	12.7	3.2	9.7	13.3	-1	10
Solara Active Pharma	Sell	613	566	(8)	27.5	0.3	0.9	1.6	1.5	17.8	32.5	31.4	34.4	18.9	19.5	12.5	9.5	7.8	2.0	11.7	10.4	1	-13
Torrent Pharma	Buy	3,560	4,310	21	1,204.7	13.7	19.3	25.4	25.1	57.0	75.0	68.1	62.5	47.4	52.3	33.1	27.8	20.2	12.7	29.7	30.4	-3	2
Zydus Life Science	Hold	981	1,075	10	987.2	11.2	47.0	45.7	40.6	46.7	45.4	40.4	21.0	21.6	24.3	13.7	14.0	14.4	3.6	17.8	20.6	3	-13
HOSPITALS & DIAGNOSTICS																							
Dr Lal Pathlabs	Sell	3,309	2,670	(19)	277.2	3.1	4.5	5.2	6.0	53.3	61.6	71.1	62.1	53.7	46.5	38.4	34.2	29.5	55.6	22.1	28.5	4	-3
Metropolis Healthcare	Sell	2,189	1,655	(24)	113.4	1.3	1.6	1.8	2.2	31.0	35.2	43.1	70.6	62.2	50.8	35.3	29.5	24.7	7.6	12.9	16.8	7	2
Vijaya Diagnostic Centre	Hold	1,008	1,000	(1)	103.5	1.2	1.4	1.8	2.4	14.0	17.6	23.1	71.9	57.3	43.7	38.2	32.0	25.8	5.4	20.6	22.5	-7	10
REALTY																							
Arvind SmartSpaces	Buy	589	975	65	27.0	0.3	1.1	0.7	0.9	26.0	17.3	20.2	22.6	34.0	29.2	17.4	19.0	14.6	3.7	11.6	14.2	-3	-21
Brigade Enterprise	Buy	923	1,346	46	225.7	2.6	6.9	8.1	12.0	29.8	35.2	52.1	31.0	26.2	17.7	17.4	13.4	10.3	17.5	13.4	13.1	6	-23
Aditya Birla Real Estate	Buy	1,750	3,061	75	195.5	2.2	-0.3	-0.6	0.3	-2.6	-5.0	3.1	-682.8	-353.1	572.5	781.8	105.6	77.2	5.3	-1.5	0.5	8	-27
DLF	Buy	739	933	26	1,829.4	20.7	46.7	50.9	72.1	18.9	20.6	29.1	39.2	35.9	25.4	88.2	71.0	55.9	3.8	11.3	5.8	5	-13
Godrej Properties	Buy	1,948	2,723	40	586.7	6.7	14.0	15.2	33.0	46.5	50.4	109.7	41.9	38.6	17.8	1,400.2	85.2	68.1	3.1	8.4	9.1	5	-33
Kolte Patil	Buy	468	569	22	41.5	0.5	1.0	0.6	0.8	13.3	7.9	11.2	35.0	59.2	41.9	27.2	27.7	21.7	4.1	7.1	9.9	13	6
LODHA Developers	Buy	1,192	1,588	33	1,190.3	13.5	27.6	30.5	36.0	27.7	30.5	36.1	43.0	39.1	33.0	31.0	25.9	22.2	5.1	14.0	15.7	-1	5
Nexus Select Trust	Buy	148	172	16	224.6	2.5	4.8	8.8	10.6	3.2	5.8	7.0	46.7	25.7	21.1	17.8	13.1	12.6	1.7	6.3	7.9	1	7
Oberoi Realty	Buy	1,611	2,269	41	585.7	6.6	22.3	31.0	35.6	61.2	85.2	98.0	26.3	18.9	16.4	18.9	14.3	12.2	3.1	17.9	19.9	1	9
Phoenix	Buy	1,503	1,784	19	537.5	6.1	9.7	11.8	14.6	27.2	33.0	40.9	55.3	45.6	36.7	26.3	22.5	19.2	4.8	10.9	10.6	4	-20
Prestige Estates	Buy	1,562	2,195	41	672.7	7.6	4.7	7.4	14.7	10.9	17.1	34.1	143.9	91.2	45.7	29.2	30.2	20.7	4.2	4.6	6.7	-2	-14
Sobha	Buy	1,430	2,399	68	152.9	1.7	0.9	3.2	6.1	8.9	29.7	57.3	161.5	48.1	25.0	49.9	24.2	14.5	3.1	6.7	11.1	-10	-15
Sunteck Realty	Buy	380	562	48	55.7	0.6	1.5	2.8	2.4	10.3	19.4	16.6	37.0	19.6	22.9	31.0	15.8	18.7	1.6	8.4	10.6	-2	-33
TELECOM																							
Bharti Airtel	Buy	1,889	2,222	18	11,337.0	128.5	280.9	322.5	437.9	46.9	53.9	73.1	40.3	35.1	25.8	14.3	10.8	8.7	8.3	25.7	19.5	0	19
TEXTILE																							
Arvind	Hold	281	330	18	73.6	0.8	3.5	3.5	4.8	13.5	13.3	18.2	20.8	21.1	15.5	10.1	10.1	8.2	1.8	8.8	10.8	-11	-30
KPR Mills	Hold	986	1,055	7	337.2	3.8	8.2	9.5	12.0	23.8	27.7	35.0	41.4	35.6	28.2	27.0	24.1	19.4	5.9	17.7	23.4	8	16
Welspun Living	Hold	109	132	21	104.9	1.2	6.4	5.0	7.6	6.7	5.2	7.9	16.4	21.0	13.8	9.7	11.4	8.3	2.1	9.9	10.2	-10	-43
UTILITIES																							
CESC	Buy	152	203	33	201.7	2.3	14.1	16.0	17.3	10.6	12.0	13.0	14.4	12.6	11.7	8.6	8.0	7.7	1.6	12.8	11.0	8	-22
COAL India	Buy	375	445	19	2,309.8	26.2	345.0	337.5	353.3	56.0	54.8	57.3	6.7	6.8	6.5	4.4	4.2	3.8	2.0	31.2	38.8	1	-29
Indian Energy Exchange	Hold	140	155	11	124.7	1.4	4.1	4.8	5.2	4.7	5.4	5.9	30.0	25.9	23.9	24.6	20.1	18.1	9.8	40.6	53.2	6	31
JSW Energy	Hold	488	581	19	853.7	9.7	19.6	27.5	31.0	11.2	15.8	17.8	43.5	31.0	27.5	24.1	13.6	12.5	2.9	9.6	8.4	5	-31
NHPC	Hold	77	85	10	775.8	8.8	34.1	38.3	50.9	3.3	3.7	5.0	23.2	20.7	15.6	22.3	22.1	16.8	1.9	9.4	4.4	-7	-20
NTPC	Buy	328	394	20	3,176.1	36.0	180.2	192.5	206.9	18.6	19.9	21.3	17.6	16.5	15.4	10.2	9.9	9.4	1.8	11.5	9.2	-1	-21
Power Grid	Buy	275	340	23	2,560.0	29.0	155.2	160.8	176.9	16.7	17.3	19.0	16.5	15.9	14.5	9.6	9.0	8.5	2.6	16.7	13.1	5	-18
SJVN	Hold	94	97	3	368.1	4.2	9.2	11.1	14.0	2.3	2.8	3.6	40.1	33.0	26.2	27.2	23.0	19.1	2.5	7.8	4.6	1	-30
Torrent Power	Hold	1,227	1,314	7	618.4	7.0	23.5	26.6	30.7	46.6	52.7	60.9	26.3	23.3	20.2	13.8	12.8	11.8	3.2	14.4	12.9	5	-30
Tata Power	Buy	374	467	25	1,195.5	13.6	47.8	56.8	66.5	14.9	17.8	20.8	25.0	21.1	18.0	10.9	10.4	9.9	2.9	13.6	9.8	4	-14
TRAVEL & LEISURE																							
Indian Hotels	Hold	758	750	(1)	1,079.6	12.2	16.0	20.1	22.5	11.3	14.1	15.8	67.4	53.7	48.0	39.0	32.9	28.1	8.4	16.8	17.4	2	17
Chalet Hotels	Buy	1,010	1,150	14	220.8	2.5	1.4	4.9	6.8	6.5	22.6	30.9	154.6	44.6	32.6	33.1	25.2	19.8	5.9	14.2	12.7	13	21
Yatra Online	Buy	151	197	30	23.7	0.3	0.4	0.6	0.9	2.3	3.9	5.9	64.9	38.7	25.8	-	-	-	2.8	7.5	8.3	55	2
MIDCAP DIVERSIFIED																							
CCL Products	Buy	872	1,030	18	116.4	1.3	3.1	3.5	4.9	23.2	26.1	36.4	37.5	33.4	24.0	24.1	20.4	16.3	5.2	16.6	13.3	-3	21
EPL	Buy	225	290	29	72.0	0.8	3.6	4.0	4.8	11.3	12.6	15.1	19.9	17.8	14.9	9.2</							

Valuation Guide

Company	Reco	CMP (INR)	TP (INR)	Return (%)	M. Cap (INR bn)	M. Cap (USD bn)	Net profit (INR bn)			BVPS (INR)			P/BV (x)*			NNPA Ratio (%)			P/E(x)	RoE (%)	RoA (%)	Absolute (%)	
							FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27				FY26	FY26
FINANCIALS																							
Axis Bank	Buy	1,045	1,300	24	3,242.6	36.8	263.7	255.8	318.5	553.3	632.6	731.7	1.7	1.5	1.3	0.4	0.4	0.4	12.7	13.9	1.5	-2	-11
Bank of Baroda	Buy	233	290	24	1,204.0	13.7	195.8	179.0	212.1	236.9	264.5	297.3	1.0	0.9	0.8	0.6	0.6	0.6	6.7	13.8	1.0	-1	-7
Canara Bank	Buy	104	140	35	941.8	10.7	170.3	174.9	191.3	103.0	118.4	135.3	1.0	0.9	0.8	0.7	0.5	0.4	5.4	17.4	1.0	-2	-7
City Union Bank	Buy	196	250	27	145.3	1.6	11.2	12.5	14.7	127.8	142.9	161.0	1.5	1.4	1.2	1.3	0.9	0.8	11.6	12.5	1.5	-8	15
DCB Bank	Buy	122	184	51	38.5	0.4	6.2	6.0	7.4	172.0	189.5	211.5	0.7	0.6	0.6	1.1	1.2	1.3	6.4	10.6	0.7	-9	0
Equitas SFB	Buy	50	73	45	57.3	0.7	1.5	0.9	7.3	53.3	54.0	60.4	0.9	0.9	0.8	1.0	1.0	0.9	65.0	1.4	0.2	-12	-38
Federal Bank	Buy	192	240	25	471.2	5.3	40.5	37.0	47.1	136.1	149.4	166.3	1.4	1.3	1.2	0.4	0.4	0.4	12.7	10.6	1.0	-2	-2
HDFC Bank	Buy	952	1,135	19	14,610.9	165.7	673.5	735.7	867.4	635.7	355.1	398.5	1.3	2.3	2.1	0.4	0.3	0.3	19.8	14.3	1.8	5	17
ICICI Bank	Buy	1,398	1,680	20	9,980.1	113.2	472.3	511.5	610.9	402.8	460.2	528.9	3.0	2.5	2.1	0.4	0.6	0.8	19.5	16.3	2.3	5	14
IndusInd Bank	Hold	740	985	33	576.1	6.5	26.4	28.0	55.0	824.0	855.0	915.5	0.9	0.9	0.8	1.0	1.2	1.0	20.5	4.3	0.5	-6	-48
Karur Vysya Bank	Buy	214	275	28	206.9	2.3	19.4	20.5	23.9	148.2	142.1	163.4	1.4	1.5	1.3	0.2	0.2	0.2	10.1	16.0	1.6	-1	16
Kotak Mahindra Bank	Buy	1,960	2,440	24	3,898.1	44.2	164.7	144.1	191.6	572.2	641.9	734.7	2.7	2.3	2.0	0.3	0.3	0.3	27.0	11.9	1.9	-2	10
Punjab National Bank	Hold	101	123	22	1,159.4	13.1	166.3	148.6	192.4	103.6	113.9	127.3	1.0	0.9	0.8	0.4	0.3	0.2	7.8	11.9	0.8	-2	-13
State Bank of India	Buy	803	955	19	7,407.6	84.0	709.0	704.5	782.1	421.7	495.8	563.6	1.4	1.2	1.0	0.5	0.4	0.3	10.5	16.0	1.0	1	-2
South Indian Bank	Hold	29	34	16	76.6	0.9	13.0	12.4	14.5	37.3	41.5	46.4	0.8	0.7	0.6	0.9	0.9	0.9	6.2	12.0	0.9	0	14
Ujjivan Small Bank	Buy	43	73	71	82.6	0.9	7.3	5.3	11.5	31.4	34.2	40.1	1.4	1.2	1.1	0.5	0.6	0.6	15.5	8.4	1.0	-1	-3
Union Bank of India	Buy	125	170	37	952.8	10.8	179.9	171.0	177.6	140.6	156.7	174.4	0.9	0.8	0.7	0.6	0.5	0.5	5.6	15.1	1.1	-3	3

*Adjusted for subsidiaries

Company	Reco	CMP (INR)	TP (INR)	Return (%)	M. Cap (INR bn)	M. Cap (USD bn)	Net profit (INR bn)			BVPS (INR)			P/BV (x)*			NNPA Ratio (%)			P/E(x)	RoE (%)	RoA (%)	Absolute (%)	
							FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27				FY26	FY26
NBFCs																							
Cholamandalam Invest.	Buy	1,421	1,570	11	1,195.1	13.6	42.6	50.9	64.3	280.9	339.3	413.1	5.1	4.2	3.4	2.6	2.9	2.6	23.5	0.2	2.3	0	-2
I&T Finance	Buy	217	243	12	542.7	6.2	26.4	32.1	39.5	102.5	112.1	124.0	2.1	1.9	1.8	0.0	0.0	0.0	16.9	0.0	0.0	8	28

Company	Reco	CMP (INR)	TP (INR)	Return (%)	M. Cap (INR bn)	M. Cap (USD bn)	VNB (INR bn)			EVPS (INR)			P/EV (x)			P/VNB (x)			RoEV (%)	Absolute (%)		
							FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27		FY25	FY26	FY27
Insurance																						
HDFC Life Insurance	Buy	772	860	11	1,664.1	18.9	39.6	46.5	54.7	249.6	290.7	338.2	3.1	2.7	2.3	28.0	21.9	16.7	16.7	4	5	
ICICI Prudential Life Insurance	Buy	600	715	19	867.8	9.8	23.7	26.7	30.3	333.6	374.6	419.9	1.8	1.6	1.4	16.9	12.8	9.1	13.4	0	-20	
LIC of India	Buy	852	1,100	29	5,389.8	61.1	100.1	110.8	120.7	1,228.3	1,352.2	1,486.9	0.7	0.6	0.6	NA	NA	NA	10.4	4	-20	
Max Life Insurance*	Buy	1,602	1,725	8	552.9	6.3	21.1	25.0	29.3	730.0	868.1	1,029.0	3.4	2.9	2.4	27.3	21.1	16.1	18.1	9	49	
SBI Life Insurance	Buy	1,806	1,980	10	1,809.7	20.5	59.5	68.0	76.9	701.3	824.2	965.1	2.6	2.2	1.9	19.1	14.9	11.3	17.9	1	-2	

*Valuations after factoring 20% holdco discount

Important Disclaimer:

This report has been prepared by Antique Stock Broking Limited (hereinafter referred to as ASBL) to provide information about the company(ies) and/or sector(s), if any, covered in the report and may be distributed by it and/or its affiliated company(ies).

ASBL is a Stock Broker having SEBI Registration No. INZ000001131 and Depository Participant having SEBI Registration No. IN-DP-721-2022(CDSL) registered with and regulated by Securities & Exchange Board of India. SEBI Registration Number: INH000001089 as per SEBI (Research Analysts) Regulations, 2014. CIN: U67120MH1994PLC079444.

ASBL and its affiliates are a full-service, integrated investment banking, investment management, brokerage and financing group.

This report is for personal information of the selected recipient/s and does not constitute to be any investment, legal or taxation advice to you. This research report does not constitute an offer, invitation or inducement to invest in securities or other investments and ASBL is not soliciting any action based upon it. This report is not for public distribution and has been furnished to you solely for your general information and should not be reproduced or redistributed to any other person in any form. This report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Before acting on any advice or recommendation in this material, investors should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. The price and value of the investments referred to in this material and the income from them may go down as well as up, and investors may realize losses on any investments. Past performance is not a guide for future performance, future returns are not guaranteed and a loss of original capital may occur.

We and our affiliates have investment banking and other business relationships with a some companies covered by our Research Department. Our research professionals may provide input into our investment banking and other business selection processes. Investors should assume that ASBL and/or its affiliates are seeking or will seek investment banking or other business from the company or companies that are the subject of this material and that the research professionals who were involved in preparing this material may educate investors on investments in such business. The research professionals responsible for the preparation of this document may interact with trading desk personnel, sales personnel and other parties for the purpose of gathering, applying and interpreting information. Our research professionals are paid on the profitability of ASBL which may include earnings from investment banking and other business.

ASBL generally prohibits its analysts, persons reporting to analysts, and members of their households from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover. Additionally, ASBL generally prohibits its analysts and persons reporting to analysts from serving as an officer, director, or advisory board member of any companies that the analysts cover. Our salespeople, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing among other things, may give rise to real or potential conflicts of interest. ASBL and its affiliated company(ies), their directors and employees and their relatives may; (a) from time to time, have a long or short position in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein. (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions; however the same shall have no bearing whatsoever on the specific recommendations made by the analyst(s), as the recommendations made by the analyst(s) are completely independent of the views of the affiliates of ASBL even though there might exist an inherent conflict of interest in some of the stocks mentioned in the research report

Reports based on technical and derivative analysis center on studying charts company's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamental analysis. In addition ASBL has different business segments / Divisions with independent research separated by Chinese walls catering to different set of customers having various objectives, risk profiles, investment horizon, etc, and therefore may at times have different contrary views on stocks sectors and markets.

Unauthorized disclosure, use, dissemination or copying (either whole or partial) of this information, is prohibited. The person accessing this information specifically agrees to exempt ASBL or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold ASBL or any of its affiliates or employees responsible for any such misuse and further agrees to hold ASBL or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays. The information contained herein is based on publicly available data or other sources believed to be reliable. Any statements contained in this report attributed to a third party represent ASBL's interpretation of the data, information and/or opinions provided by that third party either publicly or through a subscription service, and such use and interpretation have not been reviewed by the third party. This Report is not intended to be a complete statement or summary of the securities, markets or developments referred to in the document. While we would endeavor to update the information herein on reasonable basis, ASBL and/or its affiliates are under no obligation to update the information. Also there may be regulatory, compliance, or other reasons that may prevent ASBL and/or its affiliates from doing so. ASBL or any of its affiliates or employees shall not be in any way responsible and liable for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. ASBL or any of its affiliates or employees do not provide, at any time, any express or implied warranty of any kind, regarding any matter pertaining to this report, including without limitation the implied warranties of merchantability, fitness for a particular purpose, and non-infringement. The recipients of this report should rely on their own investigations.

This report is intended for distribution to institutional investors. Recipients who are not institutional investors should seek advice of their independent financial advisor prior to taking any investment decision based on this report or for any necessary explanation of its contents.

ASBL and its associates may have managed or co-managed public offering of securities, may have received compensation for investment banking or merchant banking or brokerage services, may have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months.

ASBL and its associates have not received any compensation or other benefits from the subject company or third party in connection with the research report.

Subject Company may have been a client of ASBL or its associates during twelve months preceding the date of distribution of the research report

ASBL and/or its affiliates and/or employees and /or relatives may have interests/positions, financial or otherwise of over 1 % at the end of the month immediately preceding the date of publication of the research in the securities mentioned in this report. To enhance transparency, ASBL has incorporated a Disclosure of Interest Statement in this document. This should, however, not be treated as endorsement of the views expressed in the report.

There are no material disciplinary action that been taken by any regulatory authority impacting equity research analysis activities

Analyst Certification

The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject securities or issues, and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report. The research analysts, strategists, or research associates principally responsible for preparation of ASBL research receive compensation based upon various factors, including quality of research, investor client feedback, stock picking, competitive factors and firm revenues

Disclosure of Interest Statement Companies where there is interest

- Analyst ownership of the stock - No
- Served as an officer, director or employee - No

Regional Disclosures (outside India)

This report is not directed or intended for distribution to or use by any person or entity resident in a state, country or any jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject ASBL & its group companies to registration or licensing requirements within such jurisdictions.

For U.S. persons only: This research report is a product of Antique Stock Broking Limited, which is the employer of the research analyst(s) who has prepared the research report. The research analyst(s) preparing the research report is/are resident outside the United States (U.S.) and are not associated persons of any U.S. regulated broker-dealer and therefore the analyst(s) is/are not subject to supervision by a U.S. broker-dealer, and is/are not required to satisfy the regulatory licensing requirements of FINRA or required to otherwise comply with U.S. rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account. This report is intended for distribution by Antique Stock Broking Limited only to "Major Institutional Investors" as defined by Rule 15a-6(b)(4) of the U.S. Securities and Exchange Act, 1934 (the Exchange Act) and interpretations thereof by U.S. Securities and Exchange Commission (SEC) in reliance on Rule 15a 6(a)(2). If the recipient of this report is not a Major Institutional Investor as specified above, then it should not act upon this report and return the same to the sender. Further, this report may not be copied, duplicated and/or transmitted onward to any U.S. person, which is not the Major Institutional Investor. In reliance on the exemption from registration provided by Rule 15a-6 of the Exchange Act and interpretations thereof by the SEC in order to conduct certain business with Major Institutional Investors, Antique Stock Broking Limited has entered into a chaperoning agreement with a U.S. registered broker-dealer, Marco Polo Securities Inc. ("Marco Polo"). Transactions in securities discussed in this research report should be effected through Marco Polo or another U.S. registered broker dealer.

Compliance/Grievance officer: Ms. Jayshree Thakkar, Contact No: 022-69113461, Email id: jayshree@antiquelimited.com/compliance@antiquelimited.com

Disclaimer that:

- Investment in securities market are subject to market risks. Read all the related documents carefully before investing.
- The securities quoted are for illustration only and are not recommendatory.
- Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

**Antique Stock Broking Limited**

ITI House
 36, Dr. R.K. Shirodkar Marg
 Parel (East), Mumbai 400012
 Tel. : +91 22 6911 3300 / +91 22 6909 3600
 www.antiquelimited.com