



# J Kumar Infraprojects Ltd

## Innovation in Action

## Excellence in Execution



## Accumulate

### Key Data

DATE	15-10-2024
Reco Price	740-750
Target	950
Sector	Infrastructure
BSE Code	532940
NSE Code	JKIL
Face Value (Rs.)	5.00
Market Cap (Mn)	56,370.8
52-week High/Low (Rs)	936.80/393.55

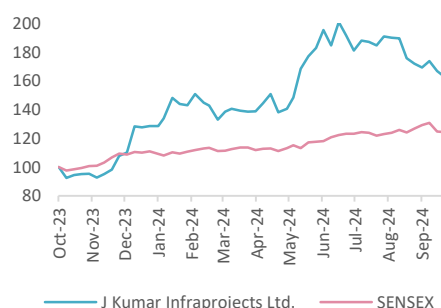
Source : NSE, BSE

### Shareholding pattern (Sep-2024)

	%
Promoters	46.65
DII's	16.58
FII's	9.99
Public	26.78
<b>Total</b>	<b>100.00</b>

Source : NSE, BSE

### Price Performance



## J Kumar Infraprojects Limited

### Company Background

**J Kumar Infraprojects Ltd (JKIL)** was Founded in 1980, has emerged as a leading infrastructure company in India. It is an India-based company that is engaged in the business of execution of contracts of various infrastructure projects including transportation engineering, irrigation projects, civil construction and piling work. The Company's offerings include metro, flyover and bridges, roads, and tunnels, civil and others, and water. Its metro offerings include metro underground, metro elevated, metro elevated stations, metro underground stations, and depots. Its flyover and bridges offerings include flyovers, bridges, pedestrian subways, skywalks, and road over bridges. Its roads and tunnels offerings include Roads, Highways, Expressways, Tunnels, and Airport runways. Its civil and other offerings include hospital/medical colleges, railway terminus and stations, commercial buildings, sports complex, and other civil constructions. Its water offerings include sewage treatment plants, riverfronts, tunnels, and others.

### Outlook and Valuation

J Kumar Infraprojects Ltd. (JKIL) is a well-established EPC contractor with a strong foothold in the infrastructure sector. The company is well-positioned to benefit from its robust order book, excellent execution capabilities, and solid financial foundation. The government's focus on infrastructure development, coupled with increased capital allocation to the sector, is expected to drive further order inflows for JKIL. The company's experienced management and sound financial health provides a competitive edge, enabling it to navigate long-term structural changes in the industry. JKIL's consistent track record of completing complex projects on schedule, along with management's confidence in revenue growth, improved margins, and strong order inflows, reinforces its promising growth trajectory. **We value the company's business at 14X FY27E EPS to arrive at target price of Rs 950/share. The TP implies an upside potential of 28% from the recommended price.**

### Financial Snapshot (Consolidated)

Particulars (Rs. in Mn.)	FY24	FY25E	FY26E	FY27E	CAGR % (FY24 - FY27E)
Revenue	48,792	56,111	64,527	70,335	13%
EBITDA	7,041	8,136	9,486	10,480	14%
EBITDA %	14.4%	14.5%	14.7%	14.9%	
PAT	3,286	3,824	4,409	5,139	16%
EPS (Rs.)	43.4	50.54	58.3	67.9	

Source: Company, ACMIIL Retail Research

### Company at glance

- The company has become a prominent infrastructure leader in India, with proven expertise across all various construction verticals, terrains, and technologies.
- It is actively engaged in projects such as elevated corridors, expressways, riverfront development, and tunneling.
- It has a strong presence in Maharashtra, NCR, Gujarat, Rajasthan, Uttar Pradesh, Tamil Nadu, and Karnataka, and is looking to expand into other states.
- It is among the few qualified for both elevated and underground metro projects. The company has built bidding capacity for larger projects, positioning itself among the top five EPC players eligible for underground metro projects and bidding for a high-speed rail package.
- It is the only one in India owning 8 Tunnel Boring Machines (TBMs), demonstrating sustained investment in cutting-edge technologies and achieving better asset utilization.



## Offerings



### Metro

- Metro Underground
- Metro Elevated
- Metro levated Stations
- Metro Underground StationsDepots

### Flyover & Bridges

- Elevated Corridor
- Flyovers
- Bridges
- Subways & Skywalks
- Road Over Bridges

### Roads & Tunnels

- Roads
- Highways
- Expressways
- Tunnels
- Airport Runways

### Civil & Others

- Hospital / Medical Colleges
- Railway Terminus & Stations
- Commercial buildings
- Sports Complex
- Other Civil Constructions

### Water

- Sewage Treatment Plants
- River Fronts
- Tunnels
- Others

Source: Company, ACMIIL Retail Research

## Valuable clients & Vendors

JKIL's marquee customers for transport engineering include Airports Authority of India, Delhi Metro Rail Corporation Ltd., MMRDA, MMRC, CIDCO, GMRC, MAHA Metro, NHAI, MCGM, Central Railway, and few others. Their civil construction services are rendered to UPRNN, Public Works Department, etc



Source: Company, ACMIIL Retail Research

## Investment Rationale

### **JKIL Emerges as a Key Player in India's Metro and Elevated Infrastructure Projects**

Metro rail and elevated infrastructure projects play a crucial role in India's urbanization and public transportation. J. Kumar Infraprojects Ltd. has established itself as a leading player in executing complex metro and flyover projects in major tier-1 cities such as Delhi, Mumbai, Ahmedabad, Surat, and Pune. By successfully managing the challenges posed by these densely populated urban environments, the company has reinforced its position as a key contributor to India's growing infrastructure needs, demonstrating its expertise and reliability in handling large-scale, intricate projects. JKIL has distinguished itself as one of the few companies successfully venturing into the challenging metro projects sector, with the qualifications and capabilities that make it a preferred partner for both elevated and underground metro works. In 2012, the company marked a major achievement by launching its first metro project in Mumbai, a pivotal moment in its growth.

### **Comprehensive Planning and Innovative Construction at J. Kumar Infraprojects**

J. Kumar Infraprojects takes a thorough approach to project planning, conducting site visits before bidding to assess terrain and challenges. Once a project is secured, detailed scheduling and resource planning follow. The company adapts construction methods to site constraints, such as modifying U-girders to I-girders or precast structures, as seen in the Mumbai Metro. They also pioneered precast station buildings, speeding up construction and reducing road impact. J. Kumar utilizes advanced technologies like high-capacity cranes, segmental launchers, and straddle carriers to meet project demands in constrained spaces.

### **Tunnelling: A Key Strength for J. Kumar Infraprojects Ltd.**

Tunnelling is essential for modern infrastructure, enabling the construction of underground passages that support transportation and utility services, especially in densely populated urban areas. J. Kumar Infraprojects Ltd. is a leader in this field, utilizing advanced techniques and technologies like Tunnel Boring Machines (TBMs) to tackle environmental and technical challenges effectively. This approach allows for the development of transportation networks, such as metros and highways, and utility lines, all while preserving valuable surface space for housing and green areas. Tunnelling also minimizes disruption to urban and ecologically sensitive areas, preserving cityscapes by reducing the need for overhead infrastructure. Furthermore, properly designed underground structures enhance safety, offering greater resistance to natural disasters like earthquakes and floods, positioning J. Kumar as a pioneer in India's tunnelling sector.

### **JKIL's Proven Expertise in Timely Execution of Complex Infrastructure Projects**

JKIL has built an impressive track record of successfully executing large and complex projects, such as the Mumbai Metro, Delhi Metro, JNPT, and Dwarka Expressway. Over the past two decades, the company has developed significant technical expertise and meticulous planning capabilities, allowing it to efficiently manage and deliver high-quality infrastructure solutions. Its consistent performance in completing projects on time has earned repeated orders from esteemed clients, further enhancing its reputation as a reliable partner for large-scale ventures. JKIL's commitment to investing in advanced technology, including a fleet of eight Tunnel Boring Machines (TBMs), enables it to execute underground projects with precision and efficiency. By continually upgrading its technological capabilities, JKIL remains a leader in the niche segments of metro rail, tunneling, and critical flyover construction, reinforcing its position as a premier EPC player in India.

### **Strong Leadership and Strategic Talent Acquisition Drive Project Success**

JKIL boasts a robust and experienced leadership team that plays a pivotal role in the company's success. With over two decades of extensive experience in the construction industry, the promoters have cultivated strong technical expertise in critical project execution, positioning JKIL among the top EPC players in India. Their in-depth industry knowledge enables the company to provide strategic direction and facilitate effective decision-making throughout the organization. Acknowledging the value of diverse perspectives, JKIL has strategically recruited professionals with international experience, particularly in underground metro projects. This approach allows the company to harness specialized knowledge and ensure the successful execution of its projects.

### **Commitment to ESG Principles Enhances Long-Term Sustainability**

The company is dedicated to minimizing its carbon footprint through effective energy, water, emissions, and waste management practices that contribute to sustainable urban development. By sourcing construction materials from local vendors and utilizing eco-friendly alternatives like manufactured sand and fly ash, it reduces transportation emissions and ecological impact. The use of solar-powered lights in casting yards and the adoption of metro projects as sustainable transit options further enhance its commitment to renewable energy. The fleet of construction vehicles complies with national emission standards, and efficient water management practices prioritize conservation and reuse. Responsible waste management includes outsourcing to certified vendors and collaborating with recyclers, while the creation of green belts around project sites fosters local biodiversity. These ESG initiatives bolster the company's reputation and attract conscientious investors, supporting long-term profitability and resilience.

### **Poised for strong growth with expanded project portfolio and increased capex**

The expected EBITDA margin for JKIL is projected to grow by around 14.5%- 15%, with revenue CAGR of 15%-17% over next 3 years, driven by the company's strategic expansion and diversification of its project portfolio, which leverages strong technical capabilities. JKIL typically invests ₹100-150 crore annually on maintenance, repairs, and miscellaneous capex. However, for the next two years, the company has outlined a significant capex plan of ₹500-600 crore, primarily focused on key projects such as the Chennai and GMLR initiatives. This increased investment is expected to enhance growth and strengthen JKIL's market position.

## Strategic Project Management and Strong Financial Performance

J. Kumar Infraprojects employs a strategic approach to project management, with detailed planning for every phase. Dedicated teams are assigned to specific tasks, ensuring swift decision-making and efficient execution. The company's focus remains on large, complex projects where its expertise and resources can be utilised. As of the end of FY 2023-24, J. Kumar had an order backlog of approximately Rs 21,011 crore. In FY 2024-25, the company has already secured projects worth ₹4,000 crore and aims to add an additional ₹6,000 to ₹7,000 crore in new orders.

## Strong order book position provides revenue visibility

The outstanding order book stood at Rs. 19,820 crore as on June 30, 2024. Timely commencement and execution of these orders are critical to sustain the revenue growth going forward. It is among the few qualified for both elevated and underground metro projects. The company has built bidding capacity for larger projects, positioning itself among the top five EPC players eligible for underground metro projects and bidding for a high-speed rail package. The order book breakup is as follows:

Segment	Details	Geography	Details
Elevated Corridors/ Flyovers	39%	Maharashtra	64%
Roads & road tunnels	24%	Tamil Nadu	20%
Metro-Elevated	14%	NCR	9%
Metro- Underground	12%	Uttar Pradesh	3%
Civil & Others	6%	Gujarat	3%
Water	5%	Karnataka	1%

## Recent Key Order wins

The company's fresh order inflows worth Rs. 11,810 crore as stated below:

Goregaon Mulund Link Road (GMLR)		Chennai Elevated Corridor	
Total Cost	6301 Cr	Total Cost	3570 Cr (Excluding GST)
JKIL Share	3088 Cr (Excluding GST)		
<ul style="list-style-type: none"> <li>Order from BMC for Design, Construction and Operation of Twin Tunnel from Film City Goregaon to Mulund (Amar Nagar, Khindipada ) including Box Tunnel (Cut and Cover) at Film City.</li> <li>Twin Tunnel of 4.7 kms each i.e . total of 9.4 Kms with 13m finish diameter to be excavated through 14.6 m diameter of Tunnel Boring Machine (TBM) which is going to be the largest diameter TBM driven Road Tunnel Project in INDIA.</li> <li>It is the fourth and the most important east - west link . It envisages road connectivity from Western Express Highway at Goregaon in the Western suburb to Eastern Express Highway at Mulund in the Eastern suburb.</li> </ul>		<ul style="list-style-type: none"> <li>Project awarded by NHAI for Construction of New Double Tier 4 - lane Elevated Corridor from Chennai Port to Maduravoyal in Tamil Nadu.</li> <li>Total 4 Packages on EPC mode under Bharatmala Pariyojana.</li> <li>4 lanes access – controlled highway with a route alignment along Cooum River and NH – 4.</li> <li>Expressway will have 7 on -ramps for entry and off -ramps to exit and has a design capacity to handle 40,000 passenger cars a day.</li> <li>Project duration is 30 months.</li> </ul>	

Particulars	Authority	(Rs in Crore)
MML-2B - 5 Stations	MMRDA	99
Command Hospital, Lucknow on EPC Mode	Military Engineer Services	431
Chennai - Elevated Corridor Grand Southern Trunk	Highways Department, TN	494
Flyover from Link Road, Andheri (West) to Poonam Nagar (JVLK)	MMRDA	379
CIDCO Coastal Road - Ulwe	CIDCO	912
Orange Gate to Grant Road	BMC	931
Ghansoli- Airoli along Palm Beach Road	NMMC	345
Versova – Dahisar Coastal Road - Package B Bangur Nagar to Mindspace Malad	BMC	1278
Hari Nagar Colony DTC , Delhi	NBCC	283

## Industry Overview and Growth drivers

### Infrastructure

The Indian infrastructure sector is experiencing substantial growth, with the market size estimated at US\$ 204.06 billion in 2024 and projected to reach US\$ 322.27 billion by 2029, growing at a CAGR of 9.57%. This expansion is driven by the government's commitment to infrastructure development, including a significant allocation of 3.3% of GDP in FY 2023-24. The Indian infrastructure sector is poised for growth, supported by robust government policies and substantial investments. The focus on sustainable development, coupled with increased private sector participation and foreign investments, is expected to drive the sector's expansion. While challenges like regulatory hurdles and environmental concerns persist, effective governance and innovative financing solutions will be crucial in overcoming these obstacles. The sector aims to create livable, climate-resilient, and inclusive cities by 2047.

**Government Investments and Initiatives:** The Finance Minister assured that the government will strive to uphold substantial fiscal backing for infrastructure in recent budget. This year's allocation for capital expenditure totals Rs 11.11 lakh crore, representing 3.4% of India's GDP. The construction sector continues to attract substantial foreign direct investment (FDI), with 100% FDI permitted in completed projects for townships, malls, business constructions, and urban infrastructure.

**Key Projects and Partnerships:** Key government initiatives, such as the National Infrastructure Pipeline, which plans over US\$ 1 trillion in investments over five years, and the Gati Shakti National Master Plan, are pivotal in streamlining infrastructure projects. Public-private partnerships (PPPs) are essential for sectors like airports, ports, highways, and logistics parks, crucial for achieving India's target of becoming a US\$ 5 trillion economy. Private sector participation is vital for financing key infrastructure projects in India, given the government's fiscal constraints and the need for prudent spending. India launched the National Infrastructure Pipeline (NIP), in 2020 which envisages an investment of INR 111 Lakh Cr over 2020 to 2025 i.e., an annual average investment of almost INR 22 Lakh Cr.

**Focus on Transportation:** Transportation dominates the infrastructure sector, with significant investments directed towards roads, highways, and railways. The government aims to construct a 200,000-kilometer national highway network by 2025 and operationalize 23 waterways by 2030. Indian Railways received the capital outlay of Rs 2.55 lakh crore & roads transport and highways received capital outlay of Rs 2.78 Lakh crore in Union Budget FY2024-25.

**Urban Development Initiatives:** Such as the UDAN scheme for aviation and the expansion of metro networks, are transforming urban transportation. India's metro rail network is now the fifth-largest globally and is set to surpass advanced economies like Japan and South Korea.

The growth in the Indian infrastructure sector presents significant opportunities for J Kumar Infraprojects Ltd., particularly with the government's focus on urban transportation, highways, and public-private partnerships. As the metro rail network expands and major investments are directed toward roads and highways under the National Infrastructure Pipeline (NIP), J Kumar can capitalize on its expertise in large-scale civil engineering projects. The company is well-positioned to benefit from the government's push for public-private partnerships and its commitment to sustainable urban development, including initiatives like the UDAN scheme and national highway expansion, providing a steady pipeline of new projects and growth avenues.

### Railways

India is undergoing rapid urbanization, necessitating improved urban mobility in the years to come. Additionally, railways play a critical role in freight transportation over long distances.

- India's first bullet train is expected to be operational by 2026, with the 508-kilometer Mumbai-Ahmedabad High-Speed Rail (HSR) project making significant progress. More than 290 kilometers of the route has been completed, including bridges over eight rivers and ongoing work at 12 stations. Notably, a 21-kilometer underground tunnel includes a 7-kilometer undersea stretch, funded by a ₹40,625 crore loan from the Japan International Cooperation Agency (JICA).
- The new Pamban bridge, India's first vertical lift railway bridge, will connect Rameswaram and Mandapam. It features 100 spans of 18.3 meters each and a 63-meter navigational span, standing 3 meters taller than the old bridge. This engineering marvel will facilitate the passage of ships up to 22 meters high.
- Chennai's Integral Coach Factory is preparing sleeper variant Vande Bharat trains for long-distance journeys, with the government allocating over ₹1 lakh crore for rolling stock production in 2024-25, including 200 sleeper variant trains. Initial routes for these trains include Delhi-Mumbai and Delhi-Howrah, with an approximate project cost of ₹35,000 crore.
- The Udhampur-Srinagar-Baramulla Rail Link (USBRL), costing ₹37,012 crore, aims to connect Kashmir with the rest of India. Significant progress has been made, including the completion of the world's highest railway bridge over the Chenab River.



Indian Railways plans to construct an additional 40,000 kilometers of tracks over the next 7 to 8 years and complete three major freight corridor projects. The government aims to manufacture 1,000 new-generation Amrit Bharat trains and develop trains capable of running at 250 kilometers per hour. The Amrit Bharat Scheme focuses on redeveloping 1,309 railway stations across India at a cost of ₹25,000 crore. Additionally, three major economic railway corridor programs have been announced under the PM Gati Shakti Initiative to enhance logistics efficiency and reduce costs.

**Enhancements in Passenger Comfort:** To improve passenger safety and comfort, 40,000 normal rail bogies will be converted to Vande Bharat. The Vande Metro, a shorter-distance version of the Vande Bharat Express, will cater to urban commuters, with trials beginning in July. Initial routes include Chennai-Tirupati, Bhubaneswar-Balasore, Agra-Mathura, Delhi-Rewari, and Lucknow-Kanpur, enhancing connectivity across Tamil Nadu.

**Electrification Progress:** In FY 2023-24, a total of 7,188 route kilometers were electrified, with 14 states and union territories achieving 100% electrified rail tracks. The electrification rate jumped from about 1.42 km per day between 2004-14 to approximately 19.6 km per day in FY 2023-24.

The rapid expansion and modernization of India's railway infrastructure present significant growth opportunities for companies like J Kumar Infraprojects Ltd. The company's expertise in civil engineering and large-scale infrastructure projects aligns well with key developments, such as the construction of high-speed rail networks, including the Mumbai-Ahmedabad bullet train, and the redevelopment of railway stations under the Amrit Bharat Scheme. Additionally, with Indian Railways planning to add 40,000 kilometers of new tracks and enhance logistics through major freight corridors, J Kumar can leverage its capabilities to participate in these high-value projects, benefiting from government investments in railways and associated infrastructure.

### **Transforming Urban Commuting: The Expansion of India's Metro Rail System**

India's metro rail system is rapidly expanding, projected to grow from 248 kilometers in 2014 to 945 kilometers by 2024, serving approximately 1 crore passengers daily. The network has increased from five cities in 2014 to 21 cities nationwide, with 919 kilometers of lines under construction across 26 cities. The introduction of India's first state-of-the-art 'Namo Bharat' train on the Delhi-Meerut Regional Rapid Transit System (RRTS) underscores the commitment to enhancing regional connectivity. Kolkata Metro has also made history with operations under the Hooghly River, a project costing ₹4,965 crore over 4.8 kilometers. In Mumbai, the Aqua Line 3, which runs entirely underground along the Colaba-Bandra-SEEPZ corridor, is expected to be operational by 2024, costing around ₹33,000 crore and funded by several entities, including the Japan International Cooperation Agency (JICA). These advancements reflect India's dedication to modernizing urban transportation and improving the quality of life for its citizens.

### **India's Extensive Road Network: A Backbone of Transportation**

India boasts the world's second-largest road network, stretching 6.7 million kilometers, which is vital for transportation, handling 64.5% of goods movement and 90% of passenger traffic. The growth of road transportation is driven by enhanced connectivity among cities, towns, and villages. The government has committed approximately US\$ 1.4 trillion for infrastructure investments until 2025, significantly boosting road development. The roads and highways market is projected to grow at a CAGR of 36.16% from 2016 to 2025, fueled by initiatives to improve transportation infrastructure. In FY 2023-24, highway construction reached 12,349 kilometers, a 20% increase from the previous year. The length of national highways with four lanes or more surged from 18,387 kilometers in 2014 to 46,179 kilometers in 2023. The average pace of national highway construction has accelerated by 143% to 28.3 kilometers per day since 2014, contributing to an overall expansion of the national highway network by 60%, growing from 91,287 kilometers in 2014 to 146,145 kilometers in 2023.

### **Indian Government to Open PM GatiShakti Portal to Private Sector, Benefiting Infrastructure Companies**

The Indian government is set to open the PM GatiShakti National Master Plan (NMP) portal to the private sector in 2024, with the aim of expediting the planning and implementation of key infrastructure projects that are currently accessible only to government departments and state agencies. DPIIT Secretary Amardeep Singh Bhatia indicated that consultations with private firms are underway to define the specifics of this limited access while ensuring that sensitive data remains protected. The portal features over 1,600 layers of data related to land, ports, forests, and highways, which facilitate effective government planning. Additionally, a committee is developing a framework for data sharing through platforms like the National Geoscience Data Repository (NGDR) and the Unified Geospatial Interface, aiming to facilitate registered user access. Neighboring countries such as Nepal and Sri Lanka have also expressed interest in this initiative. So far, 208 major infrastructure projects worth ₹15.39 lakh crore have been recommended for approval under the PM GatiShakti initiative, covering various sectors including roads and railways. This initiative will be beneficial to companies like JKIL, providing them with access to valuable data, bidding the projects and streamlined processes that can enhance project execution and collaboration in infrastructure development.

## Government Initiatives to Enhance Rural and National Infrastructure

### Rural Road Infrastructure Development: PMGSY

The Pradhan Mantri Gram Sadak Yojana (PMGSY) has been launched to boost rural logistics and mobility, aiming to improve road infrastructure in rural areas. This initiative targets the connection of all eligible unconnected habitations with all-weather roads, focusing on populations of 500 or more in plain areas and 250 or more in North-Eastern and Himalayan states. Additionally, the program includes an upgrade component for districts that meet these population criteria, ensuring better access for rural communities.

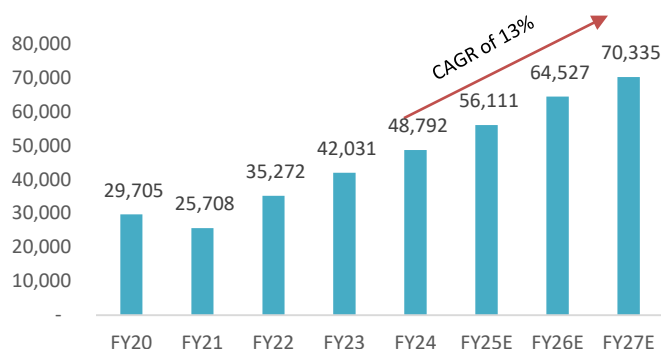
### Bharatmala Pariyojana: Transforming National Highways

The Bharatmala Pariyojana, also known as the 'India Garland Project,' is a significant road development initiative designed to establish efficient and congestion-free transportation links across the country. Approved in October 2017, Phase I of the Bharatmala Pariyojana aims to develop 34,800 kilometers of National Highway corridors. This extensive project encompasses various categories, including the creation of Economic Corridors, Inter-corridor and Feeder Routes, National Corridors Efficiency Improvement, Border and International Connectivity Roads, Coastal and Port Connectivity Roads, and Expressways.

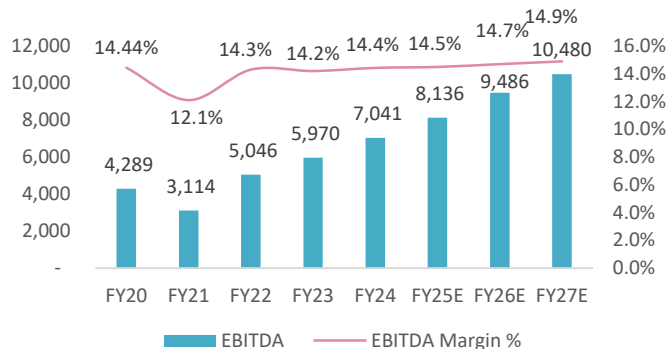
Phase I of the Bharatmala Pariyojana covers 31 states and Union Territories, impacting over 550 districts. As of now, 27,384 kilometers have been awarded, with 15,045 kilometers constructed. The completion of Phase I is targeted for 2027-28, underscoring the government's commitment to enhancing national infrastructure.

## Story in Charts (Values in Mn.)

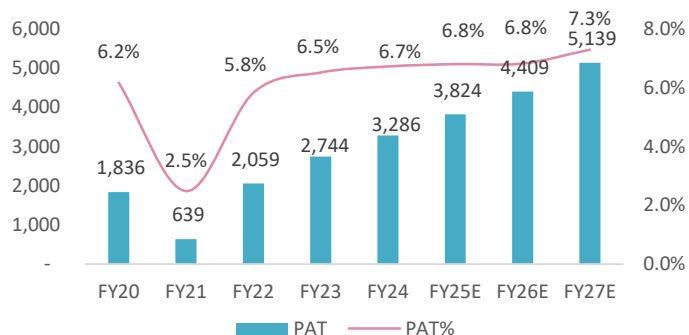
### Exhibit 1: Sales



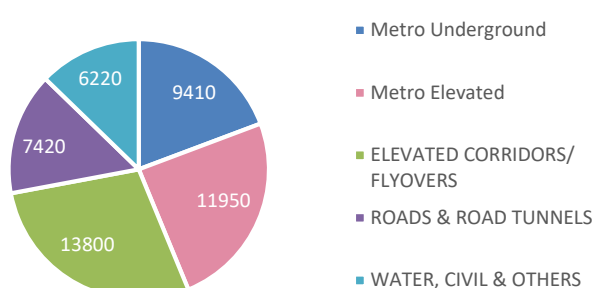
### Exhibit 2: EBITDA & EBITDA %



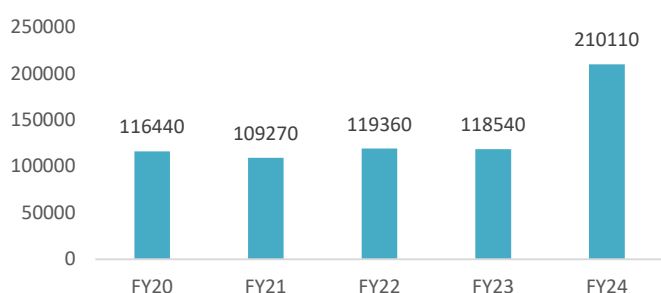
### Exhibit 3: PAT & PAT margin



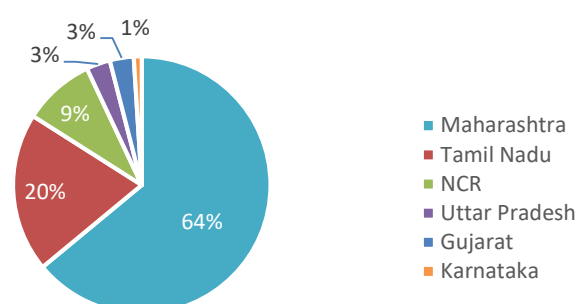
### Exhibit 4: Revenue Product wise FY24



### Exhibit 5: Order Book



### Exhibit 6: Geography wise Order Book (FY24)



Source: Company, ACMIIL Retail Research



## Financial Statements

### Consolidated Profit & Loss Statement:

Particulars (Rs. in Mn.)	FY21	FY22	FY23	FY24	FY25E	FY26E	FY27E
Sales	25,708	35,272	42,031	48,792	56,111	64,527	70,335
Expenses	22,595	30,226	36,061	41,751	47,975	55,042	59,855
<b>EBITDA</b>	<b>3,114</b>	<b>5,046</b>	<b>5,970</b>	<b>7,041</b>	<b>8,136</b>	<b>9,486</b>	<b>10,480</b>
<b>EBITDA Margin %</b>	<b>12.1%</b>	<b>14.3%</b>	<b>14.2%</b>	<b>14.4%</b>	<b>14.5%</b>	<b>14.7%</b>	<b>14.9%</b>
Other Income	253	249	305	284	284	284	284
Depreciation	1,437	1,468	1,547	1,680	1,980	2,340	2,309
Interest	1,044	1,000	992	1,239	1,341	1,550	1,603
<b>PBT</b>	<b>886</b>	<b>2,827</b>	<b>3,736</b>	<b>4,406</b>	<b>5,099</b>	<b>5,879</b>	<b>6,853</b>
Tax	247	768	992	1,120	1,275	1,470	1,713
<b>PAT</b>	<b>639</b>	<b>2,059</b>	<b>2,744</b>	<b>3,286</b>	<b>3,824</b>	<b>4,409</b>	<b>5,139</b>
<b>PAT%</b>	<b>2.5%</b>	<b>5.8%</b>	<b>6.5%</b>	<b>6.7%</b>	<b>6.8%</b>	<b>6.8%</b>	<b>7.3%</b>
EPS (Rs.)	8.45	27.21	36.3	43.4	50.54	58.3	67.9

Source: Company, ACMIIL Retail Research

## Risks and concerns

- The slowdown in the Indian and global economy will impact the business.
- Heavy reliance on the growth of infrastructure sector exposes the company to industry-specific risks.
- Any change in regulatory policies will affect the company's business.

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 Ruchi Jain E: [ruchi.jain@acm.co.in](mailto:ruchi.jain@acm.co.in)  
 Kamlesh Jain E: [kamlesh.jain@acm.co.in](mailto:kamlesh.jain@acm.co.in)

Email: [retailresearch@acm.co.in](mailto:retailresearch@acm.co.in)

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