



Larsen and Toubro

Engineering Tomorrow,
Shaping India's **Infrastructure** Future



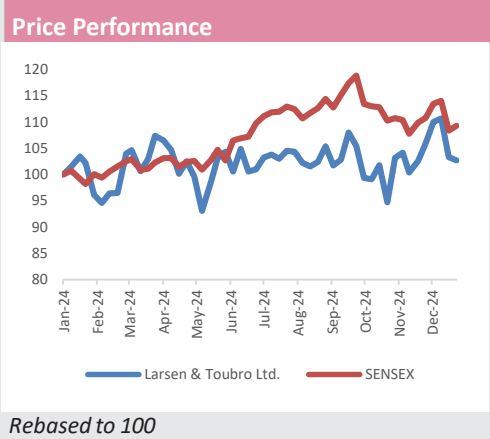
Accumulate

Key Data	
DATE	24-Dec-2024
Reco Price	3600-3700
Target	4565
Sector	Industrials
BSE Code	500510
NSE Code	LT
Face Value (INR.)	2.00
Market Cap (Cr)	4,94,971
52-week High/Low (INR)	3963.5/3175.1

Source : NSE, BSE

Shareholding pattern (Sep-2024)	%
DII	40.44
FII	21.72
Public	37.60
Government	0.24
Total	100.00

Source : NSE, BSE



Larsen & Toubro Limited

Company Background

Larsen & Toubro (L&T) is India’s largest engineering and construction conglomerate, renowned for its pivotal role in shaping the nation’s industrial and infrastructure landscape. Established in 1938, the company began as a partnership between two Danish engineers who aimed to build a strong local manufacturing base. Over the decades, it has grown into a diversified organization with operations spanning multiple sectors, including EPC (Engineering, Procurement, and Construction), manufacturing, defense, and financial services. Known for its emphasis on advanced engineering, project management expertise, and efficient execution, L&T has maintained a market-leading position by delivering large-scale, complex projects across India and beyond. The company boasts an extensive network of manufacturing facilities and project sites, backed by robust technological and innovation capabilities. Committed to sustainability and future-readiness, L&T continues to explore emerging opportunities in areas like green energy, digital infrastructure, and smart cities. These efforts, along with its diversified portfolio, ensure that Larsen & Toubro remains well-positioned to drive both national and international growth in the years ahead.

Outlook and Valuation

We remain optimistic about L&T’s growth prospects, supported by its strong existing order book, robust opportunities in international markets, and a healthy domestic pipeline. The company’s strategic expansion into emerging areas such as green energy, electrolyzers, semiconductors, and data centers further strengthens its long-term outlook. Improving profitability in development ventures and stable commodity prices provide additional support. With an expected consolidated revenue CAGR of 11.9% from FY24 to FY26E, we recommend a **ACCUMULATE** rating with a **SOTP-based target price of INR 4,565, based on FY26E earnings**, reflecting its strong growth trajectory.

Financial Snapshot (Consolidated)

Particulars (INR. in Cr.)	FY24	FY25E	FY26E	CAGR % (FY24- FY26E)
Revenue	2,21,113	2,48,497	2,76,803	11.9
EBIT	22,522	25,541	28,868	13.3%
EBIT %	10.2%	10.3%	10.4%	
PAT	13,059	16,124	18,743	19.8
PAT Margin	5.9%	6.5%	6.8%	
EPS (Rs.)	94.0	116.0	134.9	

Source: Company, ACMIIL Retail Research

Company at a Glance

- Larsen & Toubro (L&T) is India’s premier engineering and construction conglomerate, excelling in EPC, manufacturing, and services across diverse industrial and infrastructure segments.
- A trusted partner in domestic and international markets, the company leverages its robust brand equity and proven execution capabilities to secure higher-than-expected order inflows.
- Its well-balanced portfolio spans diversified sectors such as hydrocarbons, power, defense, and smart infrastructure, ensuring resilience and consistent revenue streams.
- Strong profitability in development ventures, coupled with a healthy pipeline of projects, underscores L&T’s financial stability and growth potential.
- Expansion into emerging areas—green energy, electrolyzers, semiconductors, and data centers—demonstrates its commitment to innovation and future-readiness, positioning L&T for continued success.

Business Segments

Larsen & Toubro's operations span multiple high-impact industries, reflecting the company's focus on engineering excellence, large-scale project execution, and a commitment to innovation. This broad-based approach helps L&T diversify its revenue streams and maintain stability in the face of evolving market conditions.

Infrastructure Projects

Under this segment, L&T undertakes complex developments across Buildings & Factories, Heavy Civil, Water, Power Transmission & Distribution, Renewables, Transportation Infrastructure, and Minerals & Metals. By leveraging its project management expertise, the company delivers airports, highways, metro systems, manufacturing facilities, and water management projects with an emphasis on quality and timely execution.

Energy Projects

The energy division covers Hydrocarbon, CarbonLite Solutions, and Green Energy EPC. From upstream exploration and downstream processing to low-carbon and renewable initiatives, L&T addresses the growing global need for sustainable and efficient energy solutions. Through continuous innovation, the company aims to reduce environmental impact while meeting worldwide energy demands.

IT & Technology Services

This segment comprises LTIMindtree, L&T Technology Services (LTTS), Digital Platforms, Data Centers, and Semiconductor Design. By offering digital transformation, engineering R&D, and cloud-based solutions, L&T enables clients across industries to harness technological advancements and maintain a competitive edge in a rapidly evolving digital environment.

Hi-Tech Manufacturing

Focusing on Heavy Engineering, Precision Engineering & Systems, and Electrolyser Manufacturing, L&T supplies critical components to sectors like defense, nuclear power, and aerospace. Its manufacturing expertise extends to building electrolyzers for green hydrogen production, underscoring a forward-looking approach to cleaner, more sustainable energy options.

Financial Services

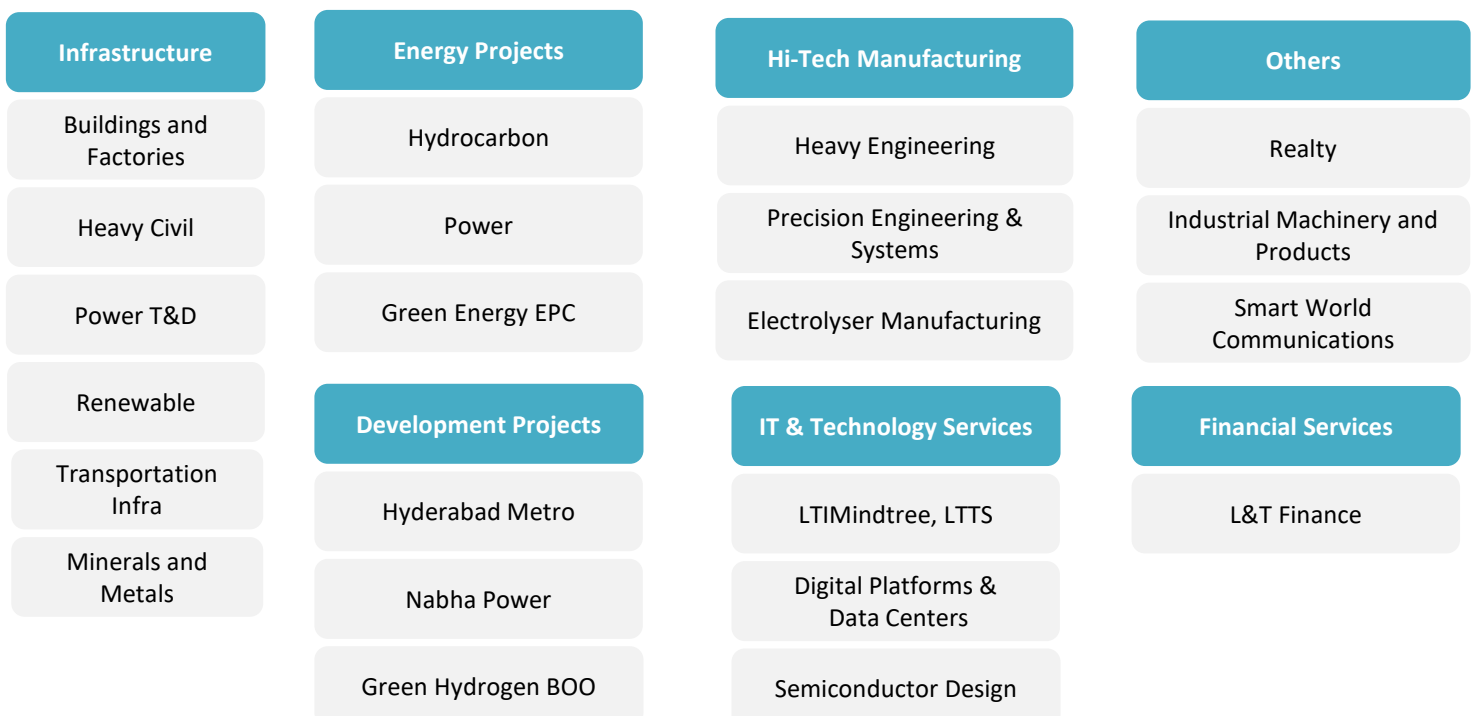
Retail and Wholesale Lending form the backbone of L&T's financial services, providing funding for housing, personal loans, and large-scale infrastructure projects.

Development Projects

The company engages in development projects such as the Hyderabad Metro, Nabha Power, and Green Hydrogen Build-Own-Operate (BOO), all of which contribute to building critical national assets and advancing green initiatives.

Others

Beyond its core pillars, L&T's activities extend to Realty, Industrial Machinery & Products, and Smart World & Communications. Whether delivering modern residential complexes, manufacturing advanced machinery, or implementing technology-driven solutions for smarter cities, L&T's diverse capabilities ensure that it remains at the forefront of infrastructure and industrial development.



Source: ACMIIL Retail Research

Overview on company Order Book

During FY 2023-24, L&T Group achieved robust order inflows totaling INR 3,02,812 crore, reflecting a strong growth of 31.4% over the previous year. This growth was driven by significant investment momentum in the Middle East, coupled with the Government of India's CapEx initiatives. The increase in Middle Eastern orders led to the international order inflow share rising from 38% to 54%. Major achievements in the Urban Transit segment included a package for the Mumbai-Ahmedabad High-Speed Rail, residential projects within the Buildings & Factories vertical, renewable energy projects from the Middle East, and multiple infrastructure, defense, and hydrocarbon projects. The Energy segment saw heightened activity, driven by CapEx acceleration in the Middle East, while the Infrastructure segment's contribution to overall inflows decreased from 51% to 47%, though it remained the largest business segment.

As of September 2024, L&T's current order book stands at INR 5,10,402 crore, offering multi-year revenue visibility. The Infrastructure segment dominated, comprising 65% of the consolidated order book. On a year-over-year basis, the order book grew by 19.8%, buoyed by high-value orders. Domestic orders accounted for 77%, largely sourced from Central and State Governments and state-owned enterprises, with 29% of these orders funded by multilateral agencies. The private sector's share slightly declined to 23% from 25% the previous year. The international order book witnessed a significant rise in share, increasing from 28% to 38%, reflecting robust overseas order inflows.

Order Book and Order Inflow (in INR Crore)



Source: ACMIIL Retail Research, Company Reports

Major events impacting stock price



Source: ACMIIL Retail Research

Investment Rationale

1. Strong Order Inflow and Execution Capabilities

L&T has consistently exhibited robust growth in its order inflows, achieving a 14% CAGR in core order inflows from FY20 to FY24. In FY24, the company achieved record order inflows of INR 3,02,812 crore, representing a 31% YoY growth, driven by its unparalleled execution capabilities and brand equity. With a strong order book of INR 5,10,402 crore as of September 2024, which is over 3x its annual revenue, L&T has excellent revenue visibility and a healthy foundation for future growth. The company's FY25 guidance of 10% order inflow growth and 15% revenue growth is supported by a robust domestic pipeline and strong private CapEx recovery.

Key Drivers:

- A well-diversified order mix, with international orders increasing to 34% of the total order book, up from 14% in FY20.
- Exceptional overseas execution, with a 69% YoY growth in international E&C revenues, showcasing L&T's global competitiveness.

2. Diversified Revenue Streams and Global Presence

L&T's strategic expansion into the Middle East has solidified its position as a leading contractor in oil & gas, industrial infrastructure, and energy transition, with international E&C revenues growing 46% YoY in Q2FY25. Additionally, its IT segment serves major US clients across BFSI, manufacturing, and retail, bolstering its global presence.

3. Infrastructure and CapEx Tailwinds

L&T is well-positioned to benefit from India's infrastructure growth and the revival in private CapEx, driven by increased government spending and favorable trends in sectors like real estate, data centers, and healthcare. Domestically, it leverages India's INR 111 lakh crore NIP and Gati Shakti initiatives, ensuring long-term growth across its diversified portfolio spanning infrastructure, energy, defense, and technology services. Its re-entry into thermal power projects, with bids for 4GW BTG orders from NTPC, and proactive debt reduction measures for Hyderabad Metro highlight its strategic focus and financial discipline.

4. Expansion into Future-Ready Sectors

L&T has been actively diversifying into high-growth, future-ready sectors, aligning its business model with global trends and emerging technologies.

- **Green Hydrogen:** Commissioned India's first indigenously manufactured 1 MW hydrogen electrolyzer, with plans to scale up to 1GW in production capacity.
- **Semiconductors:** Acquired a strategic stake in Silicon Systems to develop cutting-edge system-on-chip (SoC) solutions, targeting growth in electronics manufacturing.
- **Data Centers:** Commissioned a 2MW data center in Panvel and plans to expand its Chennai facility from 12MW to 30MW, capitalizing on surging demand for digital infrastructure.
- **AI and Cloud Services:** Acquired a 21% stake in E2E Networks, an AI-driven cloud service provider, to strengthen its presence in digital transformation and data services.

Valuation SOTP

The Sum-of-the-Parts (SOTP) valuation for Larsen & Toubro (L&T) estimates a target price of INR 4,565 per share, with contributions from its core business, IT services, finance, and development projects.

	Particulars	L&Ts Stake(%)	Value Per Share	Comments
I	Core Business	100.0	3195	Target P/E of 36x on FY26E EPS
II	Value of Listed Subs (After 20% Holding Company Discount)		1139	$[\{(a) + (b)\} * (1-20\%)]$
a	IT Services		1194	$[\{(i) + (ii)\}]$
(i)	LTI Mindtree	68.7	888	Target P/E of 35x on FY26E EPS
(ii)	L&T Technology Services Ltd	73.9	306	Target P/E of 37x on FY26E EPS
b	L&T Finance	66.2	230	Target P/B of 1.6x on FY26E Invested Value
III	Dev Projects and Others	100.0	231	Target P/B of 1x on FY26E Invested Value
	L&T SOTP		4565	

Source: ACMIIL Retail Research

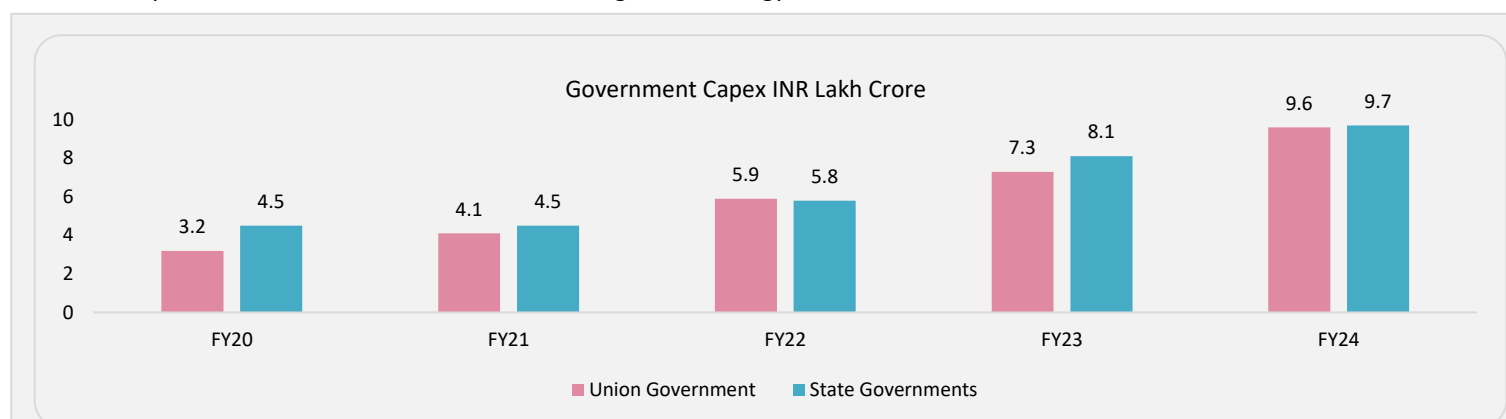
Industry Overview

The infrastructure, engineering, and capital goods industry in India is entering a robust growth phase. This growth is supported by government initiatives, private sector investments, and favorable global economic trends, all of which align with Larsen & Toubro's (L&T) diverse portfolio. India's focus on becoming a global manufacturing hub, its energy transition initiatives, and massive infrastructure spending provide a fertile ground for growth in this sector.

Key Highlights of the Sector

1. Public Sector-Driven Growth:

- Government infrastructure spending has seen exponential growth, rising from INR 8 Lakh Crore in FY20 to INR 19 Lakh Crore in FY24, marking a 2.4x increase. Large part (nearly 2/3rd) of government capex is being driven by the central government and its PSUs while about 1/3rd of total capex is being driven by state governments.
- Government-funded infrastructure capex is likely to grow at 10-12% CAGR over the next 5 years (i.e. broadly in line with nominal GDP growth) and would mainly be concentrated on Roads, Railways, Water, Power and Defense.
- Long-term plans under the National Infrastructure Pipeline (NIP) include INR 111 Lakh Crore worth of projects across transport, urban development, energy, and health.
- Budgetary allocations in FY25 for roads (INR 2.7 Lakh Crore), railways (INR 2.65 Lakh Crore), and defense (INR 1.8 Lakh Crore) solidify infrastructure as a cornerstone of India's growth strategy.



Source: Economic Survey

The chart highlights the rising capital expenditure (Capex) of both the Union and State Governments between FY20 and FY24. The Union Government's Capex increased from INR 3.2 Lakh Crores in FY20 to INR 9.6 Lakh Crores in FY24, while the State Governments' Capex grew from INR 4.5 Lakh Crores to INR 9.7 Lakh Crores during the same period. A balanced growth in FY23 and FY24, with nearly equal contributions, indicates a shared commitment to infrastructure investment and economic development by both levels of government. This trend reflects a concerted effort to boost public spending for long-term growth.

2. Global Economic Alignment:

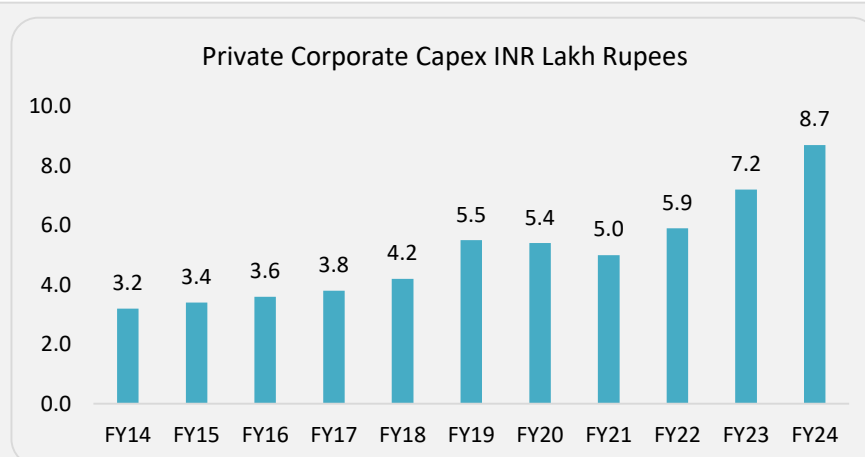
- India's global positioning as a reliable manufacturing partner under the "China Plus One" strategy benefits EPC companies like L&T.
- Strong international demand, particularly from the Middle East, for energy infrastructure, industrial projects, and advanced engineering capabilities.
- African nations investing heavily in infrastructure under World Bank and AfDB programs, creating new avenues for EPC expertise.
- Export opportunities in defense and aerospace manufacturing driven by rising global defense budgets and India's Atmanirbhar Bharat push.

3. Emerging Technologies:

- India's commitment to digital infrastructure, semiconductors, and AI is driving investments in data centers and technology-enabled services.
- Advanced technologies like green hydrogen, renewable energy, and electric vehicles (EVs) are opening new revenue streams.
- AI and IoT integration in manufacturing, logistics, and urban planning are creating demand for automation.
- Collaborative efforts with global technology players in quantum computing and high-speed communication are driving infrastructure modernization.
- Renewable energy projects, particularly solar and wind power, are expanding rapidly, with targets to achieve 500 GW capacity by 2030, spurring investments in power transmission and storage.

4. Private Sector Revival:

- After a prolonged slowdown, private CapEx is on the rise, supported by improved corporate health, with investment increasing from INR 5.5 Lakh Crore in FY20 to INR 8.5 Lakh Crore in FY24.
- Focus sectors include real estate, manufacturing, semiconductors, and green energy, boosted by favorable policies like the production-linked incentive (PLI) scheme.



Source: Economic Survey, CARE Ratings, MoSPI, National Accounts, Statistics

Investments have shown a significant upward trend, increasing from INR 3.2 lakh crore in FY14 to INR 8.7 lakh crore in FY24. This growth underscores the rising confidence of private corporations in India's economic prospects, driven by supportive government policies, infrastructure development, and a conducive investment environment. The sharp increase in FY23 and FY24 reflects a renewed focus on capacity expansion and long-term growth initiatives.

Key Government Reforms and Policies

Infrastructure Development

- National Infrastructure Pipeline (NIP):** A INR 111 Lakh Crore initiative covering over 7,000 infrastructure projects, focusing on energy, transport, and urbanization, aims to modernize India by 2025.
- Gati Shakti Program:** A multi-modal logistics plan to streamline project execution and improve supply chain efficiency across infrastructure projects.
- Pradhan Mantri Gram Sadak Yojana-IV (PMGSY-IV):** Allocates INR 70,125 crore for 62,500 km of rural road construction from FY25 to FY29, boosting regional connectivity and demand for construction services.

Energy and Renewable Initiatives

- Green Hydrogen Mission:** India aims to produce 5 million metric tons of green hydrogen annually by 2030, supported by subsidies and incentives. L&T is already investing in electrolyzer production.
- Renewable Energy Targets:** India targets 500 GW of renewable energy capacity by 2030. Major investments in solar parks, wind farms, and battery manufacturing are creating opportunities for EPC players.
- PLI Schemes:** ₹1.97 lakh crore allocated across 14 key sectors, including advanced battery storage, solar PV modules, and semiconductors.

Defense and Aerospace

- Atmanirbhar Bharat:** Focuses on increasing self-reliance in defense manufacturing. India's defense budget of ₹5.94 trillion for FY25 emphasizes procurement of locally manufactured equipment, benefiting L&T's defense vertical.
- Privatization of Space Sector:** Collaboration with ISRO and private entities in space technology creates new opportunities for advanced engineering services.

Urbanization and Smart Cities

- Smart Cities Mission:** The Smart Cities Mission aims to foster the development of sustainable and technology-enabled urban infrastructure, with EPC players like L&T playing a pivotal role in projects such as urban transit systems, advanced water management solutions, and smart grid implementations.
- Metro Expansion:** Over 300 kilometers of metro rail projects are currently under execution, with additional tenders expected to be floated in the near future, signaling continued expansion in urban transit infrastructure.

Digital Infrastructure

- India's data center capacity is expected to double to 2,000 MW by 2026, fueled by demand for cloud services, AI, and 5G networks.
- Government support for data centers and digital infrastructure creates a favorable environment for L&T's investments in this sector.

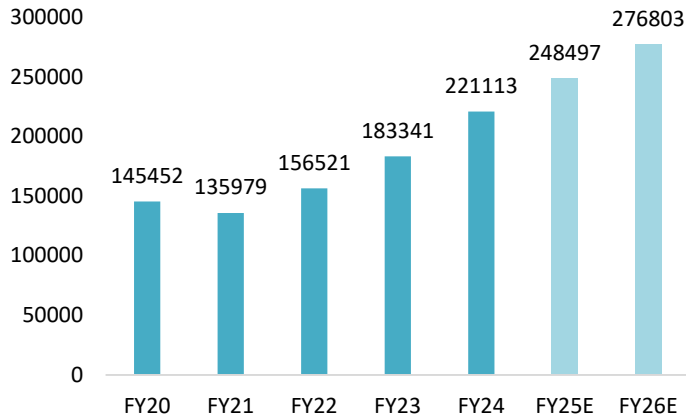
Peer Comparison (as on 30th-December-2024)

Name	Last Price	Mkt Cap (INR CR)	Revenue (INR Crore)			Revenue CAGR 5YR %	Revenue CAGR FY24-26E %	EPS			ROE %	P/B			PE			EV/EBITDA		
			FY24	FY25E	FY26E			FY24	FY25E	FY26E		FY24	FY25E	FY26E	FY24	FY25E	FY26E	FY24	FY25E	FY26E
India Industrials																				
LARSEN & TOUBRO LTD		494971	221113	248497	276803	10.3	11.9	94.0	116.0	134.9	14.9	5.0	4.2	4.0	39.6	31.2	26.9	26.3	23.2	19.9
ABB INDIA LTD	6702	142020	10367	11690	13639	9.2	14.7	59.1	85.5	97.1	22.8	16.7	19.0	15.4	79.4	69.1	58.4	63.3	57.2	47.3
SIEMENS LTD	6434	229114	21983	26537	31660	10.4	20.0	70.6	83.9	101.9	19.1	16.8	13.1	11.2	95.0	72.8	60.4	80.2	57.5	46.8
POLYCAB INDIA LTD	7284	109560	17954	22046	25815	17.7	19.9	111.4	129.9	159.9	22.8	9.3	11.3	9.5	42.6	47.8	39.9	29.7	32.8	27.4
KEI INDUSTRIES LTD	4353	41593	8104	9528	11276	13.9	18.0	64.4	77.3	95.7	20.2	9.9	10.3	8.4	53.7	47.7	38.8	35.5	34.8	27.6
THERMAX LTD	3913	46627	9243	10687	12585	9.1	16.7	52.2	63.0	82.2	15.5	11.3	9.0	7.8	73.2	50.5	40.1	63.7	38.5	30.9
BHARAT HEAVY ELECTRICALS	226	78555	22921	32408	42949	-4.9	36.9	0.8	2.1	7.4	1.2	3.5	3.2	3.0	305.3	36.9	22.7	145.0	23.8	16.5
CARBORUNDUM UNIVERSAL LTD	1258	23937	4628	5192	5869	11.5	12.6	24.4	28.6	35.0	15.5	7.7	6.7	5.9	52.3	37.6	32.1	32.3	25.2	20.7
AIA ENGINEERING LTD	3399	31717	4854	4522	5013	9.6	1.6	116.3	113.9	123.2	18.4	5.5	4.4	3.9	32.5	28.1	26.1	25.4	22.3	19.6
TRIVENI TURBINE LTD	739	23499	1643	2113	2627	14.8	26.5	7.9	11.7	14.4	31.3	17.8	19.2	15.4	63.4	53.8	43.8	50.8	42.4	33.0
CG POWER AND INDUSTRIAL SOLU	736	112479	7956	9913	12770	0.1	26.7	5.3	6.9	9.4	59.4	27.4	29.6	23.0	94.9	84.0	64.8	72.0	61.9	47.3
SUZLON ENERGY LTD	61	83876	6497	11363	17262	5.5	63.0	0.5	1.1	1.8	26.3	14.0	15.6	10.8	80.8	38.6	30.0	52.7	32.7	22.8
INOX WIND LTD	181	23620	1743	4321	6896	3.9	98.9	-0.5	3.9	6.6	-2.4	10.0	9.0	6.7		30.7	22.1	77.0	24.6	16.1
CUMMINS INDIA LTD	3221	89285	9000	10222	11804	9.8	14.5	60.6	67.8	79.8	27.8	12.6	11.8	10.1	48.4	41.9	35.9	45.6	38.2	31.8
India Infrastructure																				
JSW INFRASTRUCTURE LTD	319	67074	3763	4514	5455	29.6	20.4	5.4	6.5	7.6	19.2	6.3	7.2	6.0	44.6	43.3	39.4	26.5	25.4	23.1
ADANI PORTS AND SPECIAL ECON	1219	263386	26711	30431	34919	19.6	14.3	35.7	48.8	57.3	16.5	5.5	4.3	3.7	35.7	22.1	19.3	21.0	15.1	12.5
IRB INFRASTRUCTURE DEVELOPER	56	33595	7409	7910	8694	2.0	8.3	0.4	1.5	2.0	4.5	2.6	2.3	2.2	58.6	29.5	25.3	15.6	12.7	9.5
ADANI ENTERPRISES LTD	2592	299204	96316	105052	124606	19.1	13.7	31.4	53.1	70.6	9.0	9.3			112.5	39.2	28.8	37.5	18.9	16.3
India Defence																				
BHARAT ELECTRONICS LTD	285	208256	19905	23617	27774	10.9	18.1	5.4	6.4	7.6	26.4	9.0	11.0	9.5	37.0	38.8	33.1	27.0	29.7	24.4
HINDUSTAN AERONAUTICS LTD	4081	272930	30381	33003	39659	8.7	14.3	114.1	113.9	137.0	28.9	7.6	8.1	7.0	29.2	31.1	28.0	21.7	22.2	23.2
MAZAGON DOCK SHIPBUILDERS LT	2269	91529	9467	13573	16705	15.5	32.8	48.0	70.8	88.0	35.2	6.0	10.9	8.3	19.4	27.1	26.9	16.6	24.8	
DATA PATTERNS INDIA LTD	2418	13536	520	654	863	31.7	28.8	30.4	41.2	53.3	14.6	10.2	8.7	7.3	74.6	48.1	37.7	58.2	38.1	28.3
ZEN TECHNOLOGIES LTD	2430	21936	440	908	1346	36.7	74.9	15.5	29.4	44.5	33.4	17.9	17.6	13.2	61.9	59.6	39.0	43.7	46.3	31.1
India Power																				
NTPC LTD	331	321348	176642	193326	206839	12.1	8.2	21.6	22.5	25.2	13.5	2.0	1.9	1.7	15.6	13.5	12.4	11.0	9.1	8.5
POWER GRID CORP OF INDIA LTD	308	286040	44203	45917	48203	4.9	4.4	16.7	17.3	18.5	18.3	3.0	3.1	3.0	16.5	16.9	16.1	9.6	9.5	9.3
JSW ENERGY LTD	644	112469	11280	13610	16959	4.3	22.6	10.2	13.7	18.0	8.7	4.2	4.1	3.8	50.4	38.1	30.3	21.3	16.3	15.7
TORRENT POWER LTD	1409	71015	26894	30233	33471	15.7	11.6	36.6	50.0	56.0	15.9	5.4	4.9	4.3	35.6	25.8	23.4	16.7	13.3	12.8
CESC LTD	185	24564	15293	17544	18572	7.5	10.2	1.6	11.7	12.9	12.3	1.4	2.0	1.8	11.7	14.7	13.0	13.4	9.4	8.7
ADANI GREEN ENERGY LTD	1076	170386	9220	13581	19337	35.0	44.8	8.8	13.8	25.9	12.8	29.6	12.2	8.3	264.3	47.0	30.9	48.4	15.7	13.9
ADANI ENERGY SOLUTIONS LTD	826	99256	16607	20173	23209	17.9	18.2	10.0	13.2	25.5	9.4	9.1	4.6	4.1	100.4	36.8	26.7	24.4	14.0	13.1

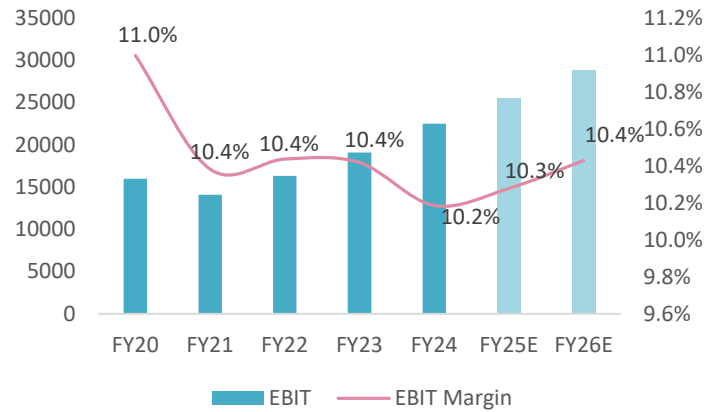
Source: ACMIIL Retail Research, Bloomberg Estimates

Story in Charts (Values in INR Crore.)

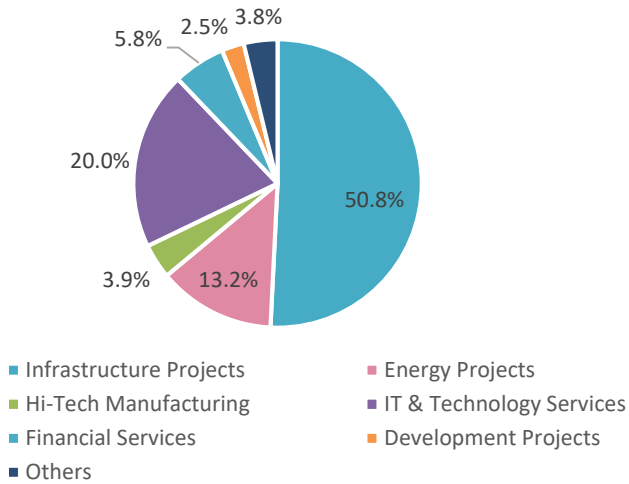
Revenue INR Crore



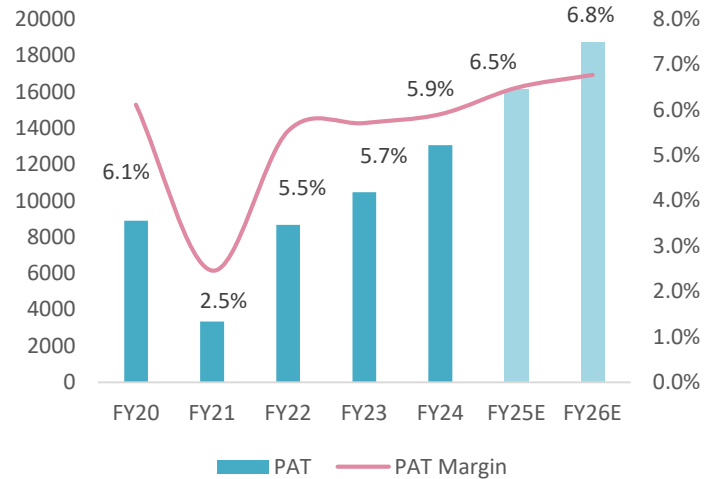
EBIT & EBIT Margin



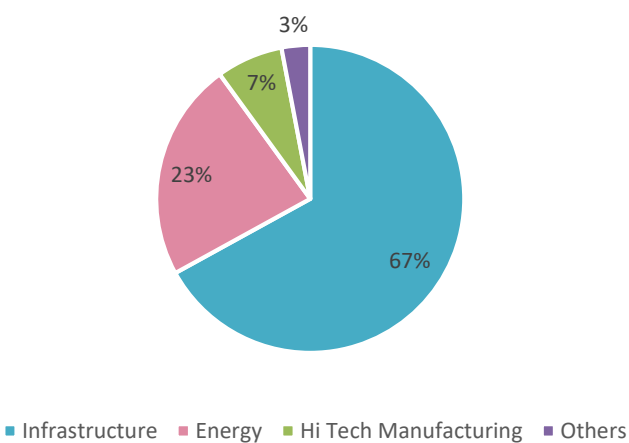
Revenue Contribution from Segments FY24



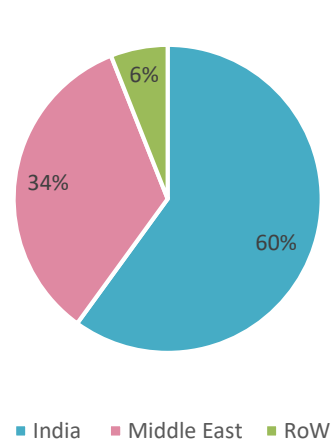
PAT & PAT Margin



Order Book from Segments H1FY24



Order Book Geography H1FY24



Source: ACMIIL Retail Research, Company Reports

Financial Statements

Condensed Consolidated Income Statement

Amount in INR Crore, Except Per Share	FY23	FY24	FY25E	FY26E
Revenue from Operations	183341	221113	248497	276803
COGS	110589	140314	159038	177154
Employee benefit expense	37214	41171	44730	49825
Other expenses	8758	10419	12425	13840
Adj EBIT	19101	22522	25541	28868
Finance costs	3207	3546	3335	3263
Depreciation, amortisation	3502	3682	3812	3761
Other income (net)	2929	4158	4473	4982
Unallocated corporate income	1079	1447	1626	1811
Net Exceptional Items	136	94	0	0
Profit before tax	17109	20517	22828	27239
Tax expense	4484	4947	5753	6864
Share of associates	-94	-23	13	18
Minority Interest	2060	2488	1715	1783
Adjusted PAT	10471	13059	16124	18743
Adj EPS	75	94	116	135

Ratios

Amount in INR Crore, Except Per Share	FY23	FY24	FY25E	FY26E
Enterprise Value	402295	618375	591782	581622
EV/EBITDA	19.4	26.3	23.2	19.9
Price to Sales	1.7	2.3	2.0	1.8
Price to FCFF	17.0	39.0	31.5	23.4
PE	29.0	39.6	31.2	26.9
PB	2.9	5.0	4.2	4.0
ROE	10.5%	12.7%	13.9%	15.1%
ROA	3.2%	3.9%	4.8%	5.6%
ROCE	7.2%	8.1%	9.5%	10.2%
Interest Coverage Ratio	6.0	6.4	7.7	8.8
Asset Coverage Ratio	1.2	1.2	1.4	1.5
FCFF	17861	13252	15997	21559
Total Debt	120650	116322	109418	107040
Cash & Cash Equivalents	22520	15358	21347	29128
Net Debt	98131	100964	88072	77912
Debt/Equity	1.2	1.1	0.9	0.8
Debt/EBITDA	5.8	5.0	4.3	3.7
Net Debt/ EBITDA	4.7	4.3	3.5	2.7

Risks and concerns

- Potential slowdown in government Capex
- Execution risks in large-scale projects.
- Margin pressures from rising input costs or competitive intensity.
- Geopolitical uncertainties affecting international operations, especially in the Middle East

Condensed Consolidated Balance Sheet

Amount in INR Crore, Except Per Share	FY23	FY24	FY25E	FY26E
Assets:				
Non-current assets				
Net Block	45707	46009	47532	48580
Financial assets	52468	65272	62467	61650
Deferred tax assets (net)	3985	3864	3442	3446
Current tax receivable (net)	3612	4246	3929	3929
Other non-current assets	2377	2157	4792	4649
Total Non Current Assets	108148	121547	122162	122253
Current assets				
Inventories	6829	6620	6229	6198
Financial assets	148466	139572	135632	146377
Other current assets	65920	70882	60455	61840
Total Current Assets	221216	217075	202315	214416
Total Assets	330352	339627	325679	338068
Equity And Liabilities				
Total Equity	103567	102550	118753	127406
Liabilities				
Non-current liabilities				
Financial liabilities	63137	58338	56057	53929
Provisions	870	987	786	824
Deferred tax liabilities (net)	630	534	858	949
Other liabilities	82	618	137	160
Total Non-current liabilities	64719	60477	57838	55861
Current liabilities				
Financial liabilities	115013	118949	107581	112168
Other current liabilities	42167	52334	37027	38004
Provisions	3493	3458	3083	3190
Current tax liabilities (net)	1393	1860	1397	1440
Total Current liabilities	162066	176601	149088	154802
Total Liabilities	226785	237078	206925	210662
Total Equity and Liabilities	330352	339627	325679	338068

Condensed Consolidated Cash Flow Statement

Amount in INR Crore, Except Per Share	FY23	FY24	FY25E	FY26E
Cash from Operating Activities				
Net Income	10471	13059	15373	18610
Depreciation & Amortization	3502	3682	3812	3761
Non-Cash Items	2303	2106	2106	2106
Chg in Non-Cash Work Cap	5379	-1385	-797	1728
Cash from Operating Activities	21655	17462	20494	26204
Cash from Investing Activities				
Change in Fixed & Intangibles	-3793	-4210	-4497	-4645
Net Change in LT Investment	-2209	-2762	-1428	-1465
Net Cash From Acq & Div	2756	202	-1023	-1153
Other Investing Activities	-6817	6304	-3610	-3036
Net Cash From Disc Ops	-15	-5	0	0
Cash from Investing Activities	-10078	-471	-10558	-10299
Cash from Financing Activities				
Dividends Paid	-3091	-4217	-4170	-5048
Cash From (Repayment) Debt	-5078	-4729	527	-2363
Cash (Repurchase) of Equity	10	-9990	-1654	-1932
Other Financing Activities	-525	-3038	-22	-558
Cash from Financing Activities	-8684	-21975	-5319	-9901
Effect of Foreign Exchange Rates	264	16	47	54
Net Changes in Cash	3156	-4968	4663	6059
Cash at the End	16927	11959	16621	22680

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