

**VED reported a steady Q4FY25 with EBITDA of Rs116.2bn (+4.5% vs Emkay; +3.0% QoQ); the performance was mainly led by sequentially better profitability in its Aluminium and Zinc India businesses. Net debt stood at Rs532.5bn in Q4, down 7.2% sequentially, mainly driven by strong cash generation. The focus during the earnings call was on projects, mine developments, and power segment expansion timelines, with most projects coming online by 1HFY26, with the demerger targeted for completion by Sep-25. We reduce our earnings estimates by ~5% for FY26-27 and reiterate BUY while pruning our target price by 4.5% to Rs525, down from Rs550 earlier.**

#### Steady quarterly performance

Vedanta reported a steady Q4FY25, with EBITDA of Rs116.2bn (+4.5% vs Emkay; -6.0% vs consensus; +3.0% QoQ); the performance was mainly led by sequentially better profitability in its Aluminium and Zinc India businesses, with EBITDA generation of Rs46.6bn and Rs48.1bn (up 2.6% and 6.2% QoQ), respectively; this contributes 82% of the EBITDA mix in Q4FY25. While the Zinc India business benefited from higher zinc volumes (up 4.9% sequentially), increased silver volumes (up 11% QoQ), and rise in average silver prices in Q4 (up 1.8% to USD 31.9/oz vs USD 31.3/oz in Q3), the aluminium business saw a soft quarter, owing to an increase in alumina prices, driven by the carryover of high-cost alumina inventory from Q3. Net debt stood at Rs532.5bn in Q4, down 7.2% sequentially, net debt-to EBITDA came down to 1.2x vs 1.4x in Q3 mainly driven by strong cash generation.

#### Earnings call KTAs

**Projects:** The Lanjigarh Refinery Train 2 is on track for commissioning, with first metal production expected in Q1; the 435kt BALCO smelter expansion is in an advanced stage, with commissioning targeted in H1FY26. In the power business, the remaining 700MW of the Meenakshi project is expected to commission in H1FY26; additionally, Unit 1 of the Athena power plant is scheduled for commissioning in H1FY26, while Unit 2 is expected to begin operations in Mar-26. **Mine development progress:** Sijimali to commission in 3QFY26. Kuraloi mine will commence operations 3QFY26 onward, while Ghogarpalli is expected to commence operations from 4QFY26. **Demerger:** Moved to second motion petition before NCLT; seeking approval to proceed on the demerger, the management reiterated completion of the demerger by Sep-25. **VRL debt:** USD920mn debt repayment is due in FY26, and is ~USD675mn for FY27.

#### We reiterate BUY; prune TP to Rs525

We revise down our EBITDA estimate by ~5% for FY26-27 owing to reduced zinc LME forecasts as well as reversal of cost takeout from captive coal mines, which we expected would commission in early FY26; however, this is now delayed to H2FY26. As a result, we cut our target price by 4.5% to Rs525 from Rs550.

Target Price – 12M	Mar-26
<b>Change in TP (%)</b>	<b>(4.5)</b>
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	25.3

Stock Data	VEDL IN
52-week High (Rs)	527
52-week Low (Rs)	362
Shares outstanding (mn)	3,910.4
Market-cap (Rs bn)	1,639
Market-cap (USD mn)	19,401
Net-debt, FY25E (Rs mn)	660,130
ADTV-3M (mn shares)	10
ADTV-3M (Rs mn)	4,351.9
ADTV-3M (USD mn)	51.5
Free float (%)	43.6
Nifty-50	24,334.2
INR/USD	84.5

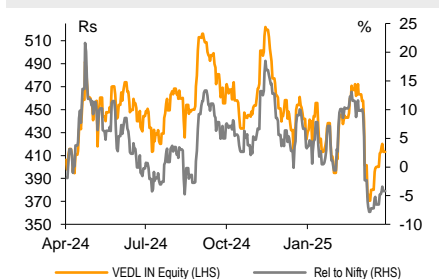
#### Shareholding, Mar-25

Promoters (%)	56.4
FPIs/MFs (%)	11.1/16.4

#### Price Performance

(%)	1M	3M	12M
Absolute	(9.5)	(5.0)	5.4
Rel. to Nifty	(12.6)	(8.3)	(2.1)

#### 1-Year share price trend (Rs)



#### Vedanta: Financial Snapshot (Consolidated)

Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Revenue	1,437,270	1,529,680	1,572,267	1,737,032	1,825,850
EBITDA	364,550	435,410	489,060	520,212	522,656
Adj. PAT	79,560	126,190	163,674	181,560	184,030
Adj. EPS (Rs)	21.4	33.9	41.9	46.4	47.1
EBITDA margin (%)	25.4	28.5	31.1	29.9	28.6
EBITDA growth (%)	3.4	19.4	12.3	6.4	0.5
Adj. EPS growth (%)	(24.4)	58.6	23.4	10.9	1.4
RoE (%)	22.7	35.1	37.8	38.2	35.3
RoIC (%)	5.1	6.8	7.0	7.1	6.8
P/E (x)	19.6	12.4	10.0	9.0	8.9
EV/EBITDA (x)	6.1	5.1	4.6	4.3	4.3
P/B (x)	5.1	3.8	3.6	3.3	3.0
FCFF yield (%)	8.5	10.1	8.8	11.2	14.7

Source: Company, Emkay Research

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**Exhibit 1: Q4FY25 adjusted EBITDA at Rs116.2bn is 4.5% ahead of our estimates of Rs111.2bn**

Consolidated	Units	Q4 FY24A	Q1 FY25A	Q2 FY25A	Q3 FY25A	Q4 FY25A	Q4 FY25E	Consensus	vs Emkay	vs Consensus	QoQ	YoY
Revenue	Rs mn	355,090.0	357,640.0	376,340.0	391,150.0	404,550.0	404,462.3	395,930.2	0.0%	2.2%	3.4%	13.9%
EBITDA	Rs mn	89,690.0	102,750.0	103,640.0	112,840.0	116,180.0	111,177.6	123,557.1	4.5%	-6.0%	3.0%	29.5%
EBITDA margin	%	25.3	28.7	27.5	28.8	28.7	27.5	31.2	4.5%	-8.0%	-0.5%	13.7%
Net profit	Rs mn	15,490.0	36,060.0	32,160.0	39,700.0	34,830.0	36,223.6	34,559.8	-3.8%	0.8%	-12.3%	124.9%
EPS	Rs	4.2	9.7	8.6	10.7	9.4	9.4	-	-0.4%	-	-12.3%	124.9%
Net debt	Rs mn	563,380.0	613,240.0	569,270.0	573,580.0	532,510.0	-	-	-	-	-7.2%	-5.5%
Net debt to EBITDA	x	1.5	1.5	1.5	1.4	1.2	-	-	-	-	-12.9%	-18.7%
ROCE	%	23.0	25.0	23.0	24.0	27.0	-	-	-	-	12.5%	17.4%
Capex	Rs mn	49,980.0	47,210.0	42,770.0	33,080.0	52,640.0	-	-	-	-	59.1%	5.3%
<b>Divisional EBITDA</b>												
Aluminium	Rs mn	30,000.0	44,410.0	41,590.0	45,400.0	46,580.0	45,651.0	-	2.0%	-	2.6%	55.3%
Zinc India	Rs mn	36,260.0	39,030.0	41,190.0	45,320.0	48,110.0	45,608.9	-	5.5%	-	6.2%	32.7%
Zinc International	Rs mn	590.0	1,850.0	3,780.0	3,540.0	4,040.0	3,412.0	-	18.4%	-	14.1%	584.7%
Oil & Gas	Rs mn	15,130.0	10,810.0	11,700.0	12,010.0	12,120.0	11,408.8	-	6.2%	-	0.9%	-19.9%
Iron ore	Rs mn	5,580.0	1,830.0	1,370.0	3,750.0	3,110.0	3,528.9	-	-11.9%	-	-17.1%	-44.3%
Facor and Copper	Rs mn	450.0	-80.0	-140.0	20.0	-510.0	-370.8	-	-37.5%	-	-2650.0%	-213.3%
Power	Rs mn	2,240.0	2,820.0	1,930.0	1,310.0	1,310.0	1,732.8	-	-24.4%	-	0.0%	-41.5%
Other	Rs mn	-560.0	2,080.0	2,220.0	1,490.0	1,420.0	205.8	-	590.0%	-	-4.7%	-353.6%
<b>Total</b>	<b>Rs mn</b>	<b>89,690.0</b>	<b>102,750.0</b>	<b>103,640.0</b>	<b>112,840.0</b>	<b>116,180.0</b>	<b>111,177.6</b>	-	<b>4.5%</b>	-	<b>3.0%</b>	<b>29.5%</b>

Source: Company, Bloomberg, Emkay Research

**Exhibit 2: FY25 adjusted EBITDA at Rs435.4bn is in-line with our estimates of Rs430.4bn**

Consolidated	Units	FY24A	FY25A	FY25E	Consensus	vs Emkay	vs Consensus	YoY
Revenue	Rs mn	1,437,270.0	1,529,680.0	1,525,842.3	1,510,463.5	0.3%	1.3%	6.4%
EBITDA	Rs mn	364,550.0	435,410.0	430,407.6	430,162.2	1.2%	1.2%	19.4%
EBITDA margin	%	25.4	28.5	28.2	28.5	0.9%	-0.1%	12.2%
Net profit	Rs mn	79,560.0	138,520.0	144,143.6	143,555.8	-3.9%	-3.5%	74.1%
EPS	Rs	21.4	37.2	37.4	-	-	na	74.1%
Net debt	Rs mn	563,380.0	532,510.0	-	-	-	na	-5.5%
Net debt to EBITDA	x	1.5	1.2	-	-	-	na	-18.7%
ROCE	%	23.0	27.0	-	-	-	na	17.4%
<b>Divisional EBITDA</b>								
Aluminium	Rs mn	96,570.0	177,980.0	177,051.0	-	0.5%	na	84.3%
Zinc India	Rs mn	135,620.0	173,650.0	171,148.9	-	1.5%	na	28.0%
Zinc International	Rs mn	6,930.0	13,210.0	12,582.0	-	5.0%	na	90.6%
Oil & Gas	Rs mn	97,770.0	46,640.0	45,928.8	-	1.5%	na	-52.3%
Iron ore	Rs mn	16,760.0	10,060.0	10,478.9	-	-4.0%	na	-40.0%
Facor and Copper	Rs mn	460.0	-720.0	-570.8	-	26.1%	na	-256.5%
Power	Rs mn	9,710.0	7,370.0	7,792.8	-	-5.4%	na	-24.1%
Other	Rs mn	730.0	7,220.0	5,995.8	-	20.4%	na	889.0%
<b>Total</b>	<b>Rs mn</b>	<b>364,550.0</b>	<b>435,410.0</b>	<b>430,407.6</b>	-	<b>1.2%</b>	<b>na</b>	<b>19.4%</b>

Source: Company, Bloomberg, Emkay Research

**Exhibit 3: EBITDA is revised down by ~5% over FY26-27E**

	Units	FY25			FY26E			FY27E		
		New	Old	Chg	New	Old	Chg	New	Old	Chg
Financial metrics										
Net sales	Rs mn	1,529,680.0	1,525,842.3	0.3%	1,572,267.4	1,661,960.3	-5.4%	1,737,031.9	1,843,857.6	-5.8%
EBITDA	Rs mn	435,410.0	430,407.6	1.2%	489,060.1	513,943.5	-4.8%	520,211.8	549,511.5	-5.3%
EBIT	Rs mn	349,220.0	346,324.0	0.8%	410,934.0	445,590.9	-7.8%	441,187.8	481,110.0	-8.3%
Net profit	Rs mn	138,520.0	144,143.6	-3.9%	163,673.5	191,823.0	-14.7%	181,560.0	215,759.2	-15.9%
EPS	Rs	37.2	37.4	-0.5%	41.9	49.1	-14.7%	46.4	55.2	-15.9%
DPS	Rs	43.5	48.4	-10.2%	31.4	36.8	-14.7%	34.8	41.4	-15.9%
Net debt / (cash)	Rs mn	660,130.0	662,089.0	-0.3%	683,162.7	665,814.3	2.6%	665,454.3	638,467.4	4.2%

Source: Emkay Research

**Exhibit 4: Our SOTP valuation with full value unlocking from the demerger implies a ~39% upside**

Companies	Volumes (key Commodity)	EBITDA/t and Margins (Key commodity)	FY27 EBITDA (Rs bn)	EV/EBITDA multiple (x)	Enterprise Value (Rs bn)	Net Debt (Rs bn)	Net Debt/EBITDA (x)	Minorities (Rs bn)	Equity Value (Rs bn)	Market Cap
Vedanta Limited	845.1	1,899.5	191.6	7.0	1,341.3	199.1	1.0	65.1	807.8	
Vedanta Aluminium Metal	2,775.0	980.8	235.5	6.0	1,413.0	312.3	1.3	48.4	1,052.3	
Vedanta Oil & Gas	23.6	37.9%	39.1	5.5	215.0	38.4	1.0	0.0	176.6	
Vedanta Iron and Steel	10.0	27.7%	33.2	6.0	199.3	42.7	1.3	0.0	156.7	
Vedanta Power	20,836.1	19.0%	20.8	7.0	145.6	67.8	3.3	0.0	77.8	
<b>Sum-of-the-parts</b>			<b>520.2</b>	<b>6.4</b>	<b>3,314.1</b>	<b>660.1</b>	<b>1.3</b>	<b>113.5</b>	<b>2,271.3</b>	<b>1,639.2</b>

Source: Emkay Research

## Exhibit 5: Summary of estimates

Consolidated (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
<b>P&amp;L</b>					
Net sales	1,437,270.0	1,529,680.0	1,572,267.4	1,737,031.9	1,825,850.2
Cost of sales	1,072,720.0	1,094,270.0	1,083,207.3	1,216,820.2	1,308,623.0
<b>Adj EBITDA</b>	<b>364,550.0</b>	<b>435,410.0</b>	<b>489,060.1</b>	<b>520,211.8</b>	<b>517,227.3</b>
<b>EBITDA margin</b>	<b>25.4%</b>	<b>28.5%</b>	<b>31.1%</b>	<b>29.9%</b>	<b>28.3%</b>
Depreciation	107,230.0	110,960.0	117,432.8	122,449.7	124,047.6
EBIT	270,250.0	349,220.0	410,934.0	441,187.8	438,825.9
Interest and taxes	157,710.0	155,240.0	190,486.4	199,562.6	198,854.0
Minority interest	33,000.0	55,470.0	56,774.0	60,065.3	59,742.8
<b>Net earnings post MI</b>	<b>79,560.0</b>	<b>138,520.0</b>	<b>163,673.5</b>	<b>181,560.0</b>	<b>180,229.1</b>
<b>EPS (Rs)</b>					
	<b>21.4</b>	<b>37.2</b>	<b>41.9</b>	<b>46.4</b>	<b>46.1</b>
Dividend (Rs)	29.5	43.5	31.4	34.8	34.6
Dividend Payout (%)	137.9%	116.8%	75.0%	75.0%	75.0%
<b>Balance sheet</b>					
Gross block	3,494,820.0	3,725,270.0	3,952,605.9	4,155,301.2	4,288,987.2
Net working capital	65,130.0	79,150.0	89,972.0	97,473.2	99,620.4
Cash	43,270.0	78,400.0	55,367.3	73,075.7	166,090.2
Total assets	1,908,070.0	2,032,930.0	2,132,541.6	2,250,809.1	2,364,412.1
Total liabilities	1,487,380.0	1,495,400.0	1,497,319.2	1,510,131.4	1,518,934.4
<b>Total Equity</b>	<b>420,690.0</b>	<b>537,530.0</b>	<b>635,222.4</b>	<b>740,677.7</b>	<b>845,477.7</b>
<b>Cash flow</b>					
Operating cash before WC	367,870.0	433,100.0	528,366.8	563,637.5	562,873.5
Working capital and other	-11,330.0	-37,480.0	-105,299.5	-111,054.9	-104,992.3
<b>Operating cash flow</b>	<b>356,540.0</b>	<b>395,620.0</b>	<b>423,067.3</b>	<b>452,582.6</b>	<b>457,881.2</b>
Capex	-167,520.0	-170,050.0	-227,335.9	-202,695.4	-133,686.0
<b>Investing cash flow</b>	<b>-136,860.0</b>	<b>-191,900.0</b>	<b>-227,335.9</b>	<b>-202,695.4</b>	<b>-133,686.0</b>
Borrowings/(repayments)	49,630.0	15,720.0	0.0	0.0	0.0
Equity changes	-205,000.0	-211,910.0	-122,755.2	-136,170.0	-135,171.9
<b>Financing cash flow</b>	<b>-260,920.0</b>	<b>-192,230.0</b>	<b>-218,764.1</b>	<b>-232,178.9</b>	<b>-231,180.8</b>
<b>Net change in cash</b>	<b>-41,240.0</b>	<b>11,490.0</b>	<b>-23,032.7</b>	<b>17,708.4</b>	<b>93,014.5</b>
<b>Ending cash</b>	<b>43,270.0</b>	<b>78,400.0</b>	<b>55,367.3</b>	<b>73,075.7</b>	<b>166,090.2</b>
<b>Free cash flow</b>	<b>189,020.0</b>	<b>225,570.0</b>	<b>195,731.4</b>	<b>249,887.3</b>	<b>324,195.2</b>

	FY24	FY25	FY26E	FY27E	FY28E
<b>Operational metrics</b>					
Aluminium (USD/t)	2,205.6	2,525.3	2,525.0	2,600.0	2,700.0
Zinc (USD/t)	2,479.8	2,873.9	2,600.0	2,600.0	2,600.0
Iron Ore (USD/t)	114.9	98.6	100.0	94.0	88.0
Brent (USD/bbl)	82.1	78.2	73.5	71.5	70.0
<b>Production</b>					
Aluminium (kt)	2,370.0	2,422.0	2,550.0	2,775.0	2,775.0
Zinc (kt)	987.0	977.0	1,048.5	1,069.7	1,174.1
Lead (kt)	255.0	252.0	266.5	270.3	290.9
Iron Ore (mt)	5.6	6.2	8.0	10.0	10.0
Oil (mn boe)	82.4	67.8	61.0	64.6	64.6
<b>Cost of Production</b>					
Aluminium (USD/t)	1,944.1	1,959.8	1,872.0	1,905.9	1,932.9
Zinc (USD/t)	1,450.0	1,440.0	1,401.0	1,401.0	1,401.0
<b>Financial metrics</b>					
EBITDA margin	25.4%	28.5%	31.1%	29.9%	28.3%
ROE	12.1%	41.7%	37.8%	38.2%	34.6%
ROCE	24.5%	28.9%	30.5%	30.5%	28.3%
Gross debt (Rs mn)	717,580.0	738,530.0	738,530.0	738,530.0	738,530.0
Net debt/(cash) (Rs mn)	674,310.0	660,130.0	683,162.7	665,454.3	572,439.8
Net debt to EBITDA (x)	1.8	1.5	1.4	1.3	1.1
<b>Valuation</b>					
P/E (x)	12.1	11.9	10.0	9.0	9.1
EV/EBITDA (x)	4.8	5.8	5.1	4.9	4.9
Dividend yield	11.4%	9.8%	7.5%	8.3%	8.2%
<b>Methodology</b>					
<b>Rs/sh</b>					
DCF	532.5				
EV/EBITDA	530.8				
<b>Blended fair value</b>	<b>525.0</b>				
<b>Target price</b>	<b>525.0</b>				
Current price	419.2				
Price return	25.2%				
Dividend return	7.5%				
<b>Expected total return</b>	<b>32.7%</b>				
<b>WACC</b>	<b>11.7%</b>				

Source: Company, Emkay Research

Vedanta: Consolidated Financials and Valuations

Profit & Loss					
Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Revenue	1,437,270	1,529,680	1,572,267	1,737,032	1,825,850
Revenue growth (%)	(2.4)	6.4	2.8	10.5	5.1
EBITDA	364,550	435,410	489,060	520,212	522,656
EBITDA growth (%)	3.4	19.4	12.3	6.4	0.5
Depreciation & Amortization	107,230	110,960	117,433	122,450	124,048
EBIT	257,320	324,450	371,627	397,762	398,609
EBIT growth (%)	4.2	26.1	14.5	7.0	0.2
Other operating income	19,340	22,430	23,235	25,670	26,983
Other income	12,930	24,770	39,307	43,426	45,646
Financial expense	94,650	99,140	96,009	96,009	96,009
PBT	175,600	250,080	314,925	345,179	348,246
Extraordinary items	(37,170)	11,360	0	0	0
Taxes	63,060	68,430	94,478	103,554	104,474
Minority interest	(33,000)	(55,470)	(56,774)	(60,065)	(59,743)
Income from JV/Associates	20	10	0	0	0
Reported PAT	42,390	137,550	163,674	181,560	184,030
PAT growth (%)	(59.9)	224.5	19.0	10.9	1.4
Adjusted PAT	79,560	126,190	163,674	181,560	184,030
Diluted EPS (Rs)	21.4	33.9	41.9	46.4	47.1
Diluted EPS growth (%)	(24.4)	58.6	23.4	10.9	1.4
DPS (Rs)	(55.1)	(57.0)	(31.4)	(34.8)	(35.3)
Dividend payout (%)	(483.6)	(154.1)	(75.0)	(75.0)	(75.0)
EBITDA margin (%)	25.4	28.5	31.1	29.9	28.6
EBIT margin (%)	17.9	21.2	23.6	22.9	21.8
Effective tax rate (%)	35.9	27.4	30.0	30.0	30.0
NOPLAT (pre-IndAS)	164,913	235,670	260,139	278,433	279,026
Shares outstanding (mn)	3,720	3,720	3,910	3,910	3,910

Source: Company, Emkay Research

Balance Sheet					
Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Share capital	3,720	3,910	3,910	3,910	3,910
Reserves & Surplus	303,500	408,210	449,128	494,518	540,526
Net worth	307,220	412,120	453,038	498,428	544,436
Minority interests	113,470	125,410	182,184	242,249	301,992
Non-current liab. & prov.	74,630	96,900	96,900	96,900	96,900
Total debt	717,580	738,530	738,530	738,530	738,530
Total liabilities & equity	1,310,590	1,482,670	1,580,362	1,685,818	1,791,568
Net tangible fixed assets	967,150	978,340	1,088,243	1,168,489	1,178,127
Net intangible assets	48,060	50,280	50,280	50,280	50,280
Net ROU assets	0	0	0	0	0
Capital WIP	203,310	309,390	309,390	309,390	309,390
Goodwill	-	-	-	-	-
Investments [JV/Associates]	143,420	143,740	143,740	143,740	143,740
Cash & equivalents	43,270	78,400	55,367	73,076	166,520
Current assets (ex-cash)	475,970	439,250	451,991	472,305	483,255
Current Liab. & Prov.	570,590	516,730	518,649	531,461	539,744
NWC (ex-cash)	(94,620)	(77,480)	(66,658)	(59,157)	(56,489)
Total assets	3,731,030	4,118,640	4,327,292	4,550,180	4,778,380
Net debt	674,310	660,130	683,163	665,454	572,010
Capital employed	1,310,590	1,482,670	1,580,362	1,685,818	1,791,568
Invested capital	3,341,030	3,587,110	3,818,795	4,023,975	4,158,731
BVPS (Rs)	82.6	110.8	115.9	127.5	139.2
Net Debt/Equity (x)	2.2	1.6	1.5	1.3	1.1
Net Debt/EBITDA (x)	1.8	1.5	1.4	1.3	1.1
Interest coverage (x)	2.9	3.5	4.3	4.6	4.6
RoCE (%)	23.6	28.9	31.0	30.9	29.0

Source: Company, Emkay Research

Cash flows					
Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
PBT (ex-other income)	203,630	268,770	314,925	345,179	348,246
Others (non-cash items)	(36,500)	(44,780)	0	0	0
Taxes paid	(26,850)	(30,830)	(94,478)	(103,554)	(104,474)
Change in NWC	15,520	(6,650)	(10,822)	(7,501)	(2,668)
Operating cash flow	356,540	395,620	423,067	452,583	461,161
Capital expenditure	(167,520)	(170,050)	(227,336)	(202,695)	(133,686)
Acquisition of business	840	0	0	0	0
Interest & dividend income	17,180	24,250	0	0	0
Investing cash flow	(136,860)	(191,900)	(227,336)	(202,695)	(133,686)
Equity raised/(repaid)	(2,000)	84,580	0	0	0
Debt raised/(repaid)	49,630	15,720	0	0	0
Payment of lease liabilities	(3,820)	(3,870)	0	0	0
Interest paid	(98,250)	(104,580)	(96,009)	(96,009)	(96,009)
Dividend paid (incl tax)	(205,000)	(211,910)	(122,755)	(136,170)	(138,022)
Others	(1,480)	27,830	0	0	0
Financing cash flow	(260,920)	(192,230)	(218,764)	(232,179)	(234,031)
Net chg in Cash	(41,240)	11,490	(23,033)	17,708	93,444
OCF	356,540	395,620	423,067	452,583	461,161
Adj. OCF (w/o NWC chg.)	341,020	402,270	433,889	460,084	463,829
FCFF	189,020	225,570	195,731	249,887	327,475
FCFE	111,550	150,680	99,722	153,878	231,466
OCF/EBITDA (%)	97.8	90.9	86.5	87.0	88.2
FCFE/PAT (%)	263.2	109.5	60.9	84.8	125.8
FCFF/NOPLAT (%)	114.6	95.7	75.2	89.7	117.4

Source: Company, Emkay Research

Valuations and key Ratios					
Y/E Mar	FY24	FY25	FY26E	FY27E	FY28E
P/E (x)	19.6	12.4	10.0	9.0	8.9
P/CE(x)	8.3	6.6	5.8	5.4	5.3
P/B (x)	5.1	3.8	3.6	3.3	3.0
EV/Sales (x)	1.6	1.5	1.4	1.3	1.2
EV/EBITDA (x)	6.1	5.1	4.6	4.3	4.3
EV/EBIT(x)	8.7	6.9	6.0	5.6	5.6
EV/IC (x)	0.7	0.6	0.6	0.6	0.5
FCFF yield (%)	8.5	10.1	8.8	11.2	14.7
FCFE yield (%)	7.2	9.7	6.1	9.4	14.1
Dividend yield (%)	(13.1)	(13.6)	(7.5)	(8.3)	(8.4)
DuPont-RoE split					
Net profit margin (%)	5.5	8.2	10.4	10.5	10.1
Total asset turnover (x)	0.4	0.4	0.4	0.4	0.4
Assets/Equity (x)	10.3	10.9	9.8	9.3	8.9
RoE (%)	22.7	35.1	37.8	38.2	35.3
DuPont-RoIC					
NOPLAT margin (%)	11.5	15.4	16.5	16.0	15.3
IC turnover (x)	0.4	0.4	0.4	0.4	0.4
RoIC (%)	5.1	6.8	7.0	7.1	6.8
Operating metrics					
Core NWC days	(24.0)	(18.5)	(15.5)	(12.4)	(11.3)
Total NWC days	(24.0)	(18.5)	(15.5)	(12.4)	(11.3)
Fixed asset turnover	0.4	0.4	0.4	0.4	0.4
Opex-to-revenue (%)	74.6	71.5	68.9	70.1	71.4

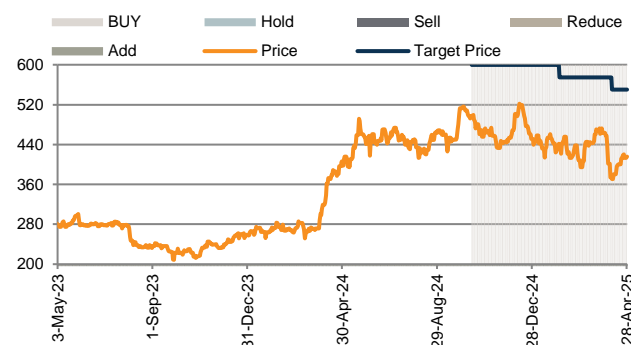
Source: Company, Emkay Research

## RECOMMENDATION HISTORY – DETAILS

Date	Closing Price (INR)	TP (INR)	Rating	Analyst
28-Apr-25	416	550	Buy	Amit Lahoti
25-Apr-25	413	550	Buy	Amit Lahoti
09-Apr-25	371	550	Buy	Amit Lahoti
19-Mar-25	461	575	Buy	Amit Lahoti
04-Mar-25	407	575	Buy	Amit Lahoti
20-Feb-25	434	575	Buy	Amit Lahoti
01-Feb-25	440	575	Buy	Amit Lahoti
15-Jan-25	435	600	Buy	Amit Lahoti
07-Jan-25	448	600	Buy	Amit Lahoti
01-Jan-25	444	600	Buy	Amit Lahoti
21-Dec-24	477	600	Buy	Amit Lahoti
17-Dec-24	503	600	Buy	Amit Lahoti
12-Oct-24	498	600	Buy	Amit Lahoti

Source: Company, Emkay Research

## RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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