

Tata Consultancy Services (TCS IN)

Q4FY26 Result
Update

April 10, 2026

Estimate Change | Target | Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	BUY		BUY	
Target Price	3,450		3,520	
Sales (INR mn)	2,909	3,118	2,912	3,131
% Chng.	(0.1)	(0.4)		
EBITDA (INR mn)	798	861	804	873
% Chng.	(0.7)	(1.4)		
EPS (INR)	160.0	172.4	162.4	175.8
% Chng.	(1.5)	(1.9)		

Key Data	TCS.BO TCS IN
BSE Code	532540
NSE Code	TCS
52-W High / Low	INR 3,578 / INR 2,346
Face Value	1
Sensex / Nifty	76,632 / 23,775
Market Cap	INR 9,367 bn / \$ 101,088 mn
Shares Outstanding	3618.09 mn
3M Avg. Daily Value	INR 11,850.05 mn

Shareholding Pattern (%)

Promoters	71.77
Foreign	10.37
Mutual Funds	5.59
Domestic Institution	7.11
Public & Others	5.20
Promoters Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	2.4	(18.1)	(14.2)	(19.1)
Relative	3.7	(10.7)	(8.0)	(22.0)

Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR mn)	2,553	2,670	2,909	3,118
EBITDA (INR mn)	673	724	798	861
Margin (%)	26.4	27.1	27.4	27.6
PAT (INR mn)	486	528	579	624
EV (INR mn)	8,977	8,965	8,920	8,866
Total Debt (INR mn)	-	-	-	-
C&C Eq. (INR mn)	83	64	59	64
EPS (INR)	134.2	146.0	160.0	172.4
Gr. (%)	5.3	8.8	9.6	7.7
DPS (INR)	126.0	110.0	144.0	155.2
Yield (%)	5.0	5.0	6.0	6.0
RoE (%)	51.8	52.3	52.6	53.7
RoCE (%)	49.6	49.9	50.2	51.4
EV/Sales (x)	4.0	4.0	4.0	3.0
EV/EBITDA (x)	14.0	13.0	12.0	11.0
PE (x)	20.0	18.0	17.0	15.0
P/BV (x)	10.0	9.0	9.0	8.0

In line quarter, but FY27 looks blurry

Quick Pointers

- Steady quarter with in line performance
- Deal wins of USD 12 bn compared to USD 9.3 bn in Q3

TCS Q4's performance of 1.2% QoQ CC growth was largely in line with our estimates of 1.3% growth, aided by broad-based growth across all major geographies and segments except BFSI & CMT. AI revenue momentum continued with annualized revenue of USD 2.3 bn, up 27.8% QoQ and now forms 7.7% of revenue mix. However, geopolitical conflicts are not only having a direct impact on Travel and Transportation verticals, but delaying decisions within key verticals, especially BFSI. The vertical (BFSI) reported 2.9% USD growth in FY26, which will likely create a headwind in FY27E. The deal TCV growth remains weak (3.6% YoY) at 40.7b, despite the company winning 5 mega deals in FY26. Considering the factors above, we are trimming our revenue estimates by 40/30bps; expect CC revenue growth of 4.5% including inorganic (30bps) in FY27E followed by 5.1% in FY28E, respectively. On the margin front, we expect improvement of 30bps & 20bps (earlier 50bps & 30bps), respectively in FY27E & FY28E on account of forging partnerships with frontier model providers and investments in talent re-skilling activities. However, the management indicated that achieving 26% EBIT margin continues to be the long-term aspiration. We assign 20x to FY28E EPS that translates a TP of 3,450. Maintain BUY.

Revenue: TCS's Q4 performance of 1.3% QoQ CC growth was large in line of our estimate but marginally ahead of consensus est. Revenue growth was broad based except BFSI which was flat & CMT which declined sequentially in CC terms. Q4 growth was driven by ER&U, Consumer, Manufacturing and Technology segments which grew by 6.1%, 2.8%, 1.2% and 1% QoQ CC respectively. In Q4, annualized AI revenue grew to USD 2.3 bn from USD 1.8 bn in Q3. For FY26, TCS revenue declined by 2.4% in line of our estimate and excluding regional markets in USD terms revenue grew by 2.2% YoY.

Operating Margin: EBIT margin expanded by 10 bps QoQ to 25.3%, as tailwinds from realizations (+40 bps) and currency (+110 bps) were largely offset by headwinds of high subcontractor costs (-40 bps), new labour code and AI capability build (-40 bps), ecosystem/GTM investments (-50 bps), and integration costs (-10 bps). For FY26, adj. EBIT margin improved by 70 bps to 25.0%.

Deal Wins: TCS in Q4 won strong deals of USD 12 bn but in line of historical Q4 trend. During the quarter it won 3 mega deals and TCV wins of USD 5.4 bn, 3.9 bn & 2.8 bn in North America, BFSI & Consumer respectively. For FY26 it won a TCV of USD 40.7 bn including 5 mega deals compared to USD 39.3 bn in FY25.

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR bn)	695	707	2.0	645	10.0
EBITDA (INR bn)	190	193	2.0	169	14.0
Margin (%)	27.4	27.3	-10 bps	26.1	120 bps
PAT (INR bn)	140	137	-2.0	122	12.0

Source: Company, PL

Pritesh Thakkar
priteshtakkar@plindia.com | +91-22-66322533

Sujay Chavan
sujaychavan@plindia.com | +91-22-66322536

Inline results on both revenue & margins

- Revenue at USD 7.62 bn, up 1.2% QoQ in CC largely inline our estimates of 1.3% & above consensus estimate of 1% QoQ growth
- Segment wise all segments except CMT report grew with growth being driven by ER&U, Consumer, Manufacturing and Technology segments which grew by 6.1%, 2.8%, 1.2% and 1% QoQ CC respectively while BFSI segment reported flattish growth
- Geo wise, North America, UK & Continental Europe grew by 1.4%, 2.4% & 1% QoQ CC respectively
- EBIT margin came at 25.3%, up 10 bps QoQ inline of our & consensus estimates of 25.3%
- **Deal wins of USD 12 bn were inline of historical Q4 trend. North America, BFSI & Consumer TCV wins in Q4 came at USD 5.4 bn, 3.9 bn & 2.8 bn respectively**
- PAT came at Rs. 137.2 bn in Q4 compared to our estimate of Rs. 139.6 bn due to lower other income
- Declared Final Dividend of Rs. 31/share
- Net employees increased by 2.4k in Q4 after decline of 31k employees in last 2 quarter
- For FY26, company reported CC revenue degrowth of 2.4% inline of our estimate. Adj. EBIT margin came at 25%, up 70 bps while TCV wins came at USD 40.7 bn compared to USD 39.3 bn in FY25

Conference Call Highlights

- Clients are not deferring IT spend due to AI model launches; instead, budgets are being reallocated toward AI, data, and platform-led initiatives, with continued caution on discretionary spending. Demand for new-age solutions remains strong, with increasing shift from PoCs to scaled, outcome-driven AI deployments, while the company is positioning for FY27 through capability build, partnerships, and AI-led offerings.
- Management highlighted that BFSI demand remained resilient, with continued investments in core modernization, cloud, data, and scaled AI deployments despite macro uncertainty. Spending is increasingly outcome-driven, with a strong focus on cost discipline, regulatory resilience, and vendor consolidation. In the Consumer segment, growth was led by retail (UK/EMEA), while CPG and North America lagged, reflecting uneven demand. Clients continue to prioritize cost efficiency, simplification, and selective AI adoption, with discretionary spending remaining constrained.
- In Healthcare & Lifescience, growth remained muted, with enterprises prioritizing cost control, compliance, and productivity improvements while Manufacturing delivered steady growth despite macro headwinds, with cautious client spending amid supply chain and capex uncertainties. Demand is driven by cost optimization, AI-led productivity (automation, predictive maintenance) and ERP/cloud modernization.
- In ERU, growth was driven by energy & resources, led by supply chain transformation programs while utilities remain under pressure, with increasing focus on cost optimization and efficiency-led initiatives. In Tech & Software, growth was moderate, with continued spend discipline and cost rationalization observed across clients.

- Management views AI as a structural growth driver, with enterprise adoption transitioning from experimentation to scaled, business-led deployments. The company is actively investing across the AI stack through capability building, ecosystem partnerships, and embedding AI into core offerings to industrialize solutions and enhance time-to-value for clients.
- Management indicated that HyperVault engagements are scaling from early exploration to structured execution, with progress across design alignment, security frameworks, and commercial structuring, and demand converging around large anchor AI workloads (100–200 MW per client).
- For FY26, adj. EBIT margin improved by 70 bps to 25.0%, driven by realizations (+100 bps), pyramid benefits (+80 bps), and currency tailwinds (+110 bps), partly offset by strategic interventions (-200 bps) and investments in AI ecosystem and GTM expansion (-100 bps).
- TCS implemented organization wide wage hike wef from April 1 and expects impact of 150-200 bps in Q1 margins

Exhibit 1 : 4QFY26 Results: Inline Q4 results

	4QFY26	4QFY26E	% Var.	3QFY26	QoQ gr. (%)	4QFY25	YoY gr. (%)	FY26	FY25	YoY gr. (%)
IT Services Revenue (USD m)	7,621	7,618	0.0	7,509	1.5	7,465	2.1	30,017	30,179	-0.5
Overall Revenue (INR b)	707	695	1.7	671	5.4	645	9.6	2,670	2,553	4.6
Gross Profit	288	281	2.6	274	5.1	250	15.1	1,070	993	7.8
Gross Margin (%)	40.7	40.4	30bps	40.8	-10bps	38.8	190bps	40.1	38.9	120bps
SG&A and Other Costs	106.8	104.9	1.7	105	1.7	94	13.5	402	372	8.2
% of Rev	15.1	15.1	0bps	15.6	-50bps	14.6	50bps	15.1	14.6	50bps
EBITDA	193	190	1.3	183	5.5	169	14.4	724	673	7.6
EBITDA Margin (%)	27.3	27.4	-10bps	27.2	0bps	26.1	110bps	27.1	26.4	80bps
Depreciation	14	15	-3.6	14	2	13	12.5	56	51	8.7
% of Rev	2.0	2.1	-10bps	2.1	-10bps	1.9	10bps	2.1	2.0	10bps
EBIT	179	176	1.8	169	5.8	156	14.5	668	622	7.5
EBIT Margin (%)	25.3	25.3	0bps	25.2	10bps	24.2	110bps	25.0	24.3	70bps
Other Income (net)	5	13	-60.7	9	-46.6	8	-38.6	35	32	11.1
PBT	184	188	-2.4	178.1	3.1	164.0	11.9	704	653	7.7
Tax	46	48	-4.6	43	6.2	41	11.4	173	165	4.6
Effective tax rate (%)	24.9	25.5	-60bps	24.2	70bps	25.1	-10bps	24.6	25.3	-70bps
Adjusted PAT	137	140	-1.7	134	2.1	122	12.2	528	486	8.8
Exceptional items	0.0	0.0	NA	-33.9	NA	0.0	NA	-45	0.0	NA
Reported PAT	137	140	-1.7	100	36.5	122	12.2	483	486	-0.5
Adj. EPS (INR)	38	39	-1.7	37	1.6	34	11.6	146	135	8.9

Source: Company, PL

Exhibit 2 : Regional growth (%)

Geographies	Cont. To Rev. (%)	QoQ Gr. (%)
North America	48.5	1.5
Latin America	1.9	1.1
UK	17.2	3.3
Continental Europe	15.6	1.5
India	6.0	-0.2
Asia Pacific	8.3	1.5
MEA	2.5	-2.4

Source: Company, PL

Exhibit 3 : Vertical Growth (%)

Services	Cont. To Rev. (%)	QoQ Gr. (%)
BFSI	31.6	0.5
Retail & CPG	15.7	3.5
Communications & Media	5.8	-0.2
Manufacturing	8.8	1.5
Life Sciences & Healthcare	10.4	0.5
Technology & Services	8.4	1.5
Energy and Utilities	6.3	6.6
Regional markets & Others	13.0	0.7

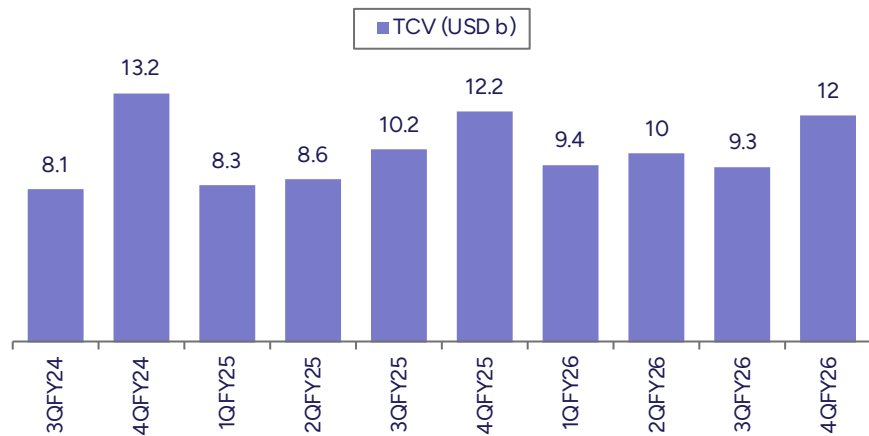
Source: Company, PL

Exhibit 4 : Key Performance Indicator

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	4QFY26	FY25*	FY26*
Revenue (QoQ CC %)	2.2	1.1	0.0	-0.8	-3.4	0.8	0.8	1.2	4.2	-2.4
Costs (% of revenue)										
COGS	60.1	61.8	61.2	61.2	60.9	60.4	59.2	59.3	61.1	59.9
SGA	15.2	14.1	14.3	14.6	14.7	14.4	15.6	15.1	14.6	15.0
Margins										
Gross Margin	39.9	38.2	38.8	38.8	39.1	39.6	40.8	40.7	38.9	40.1
EBIT Margin	24.7	24.1	24.5	24.2	24.5	25.2	25.2	25.3	24.3	25.1
Net Margin	19.3	18.6	19.5	19.1	20.2	19.7	20.1	19.5	19.0	18.2
Operating metrics										
Headcount (k)	607	613	607	608	613	593	582	585	608	585
Attrition (%)	12.1	12.3	13.0	13.3	13.8	13.3	13.5	13.7	13.3	13.7
Deal Win TCV (USD bn)	8.3	8.6	10.2	12.2	9.4	10.0	9.3	12.0	39.3	40.7

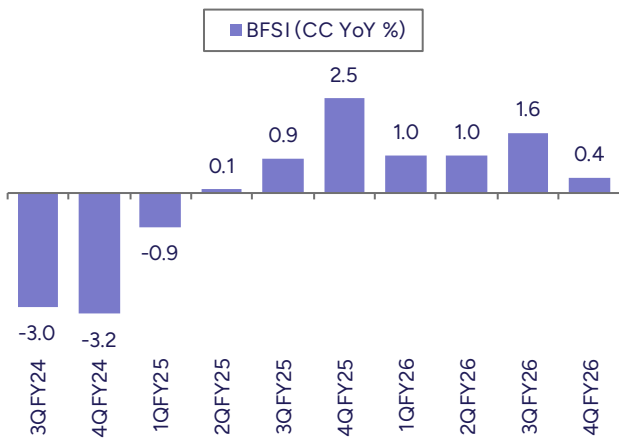
Source: Company, PL *YoY CCs

Exhibit 5 : Q4 revenue growth largely in line of PLE



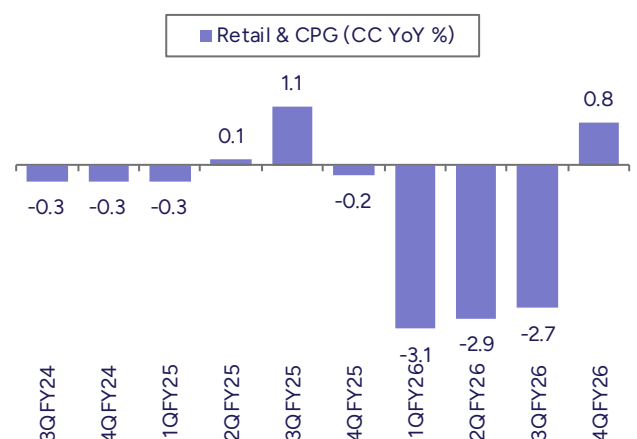
Source: Company, PL

Exhibit 6 : BFSI growth was muted in Q4



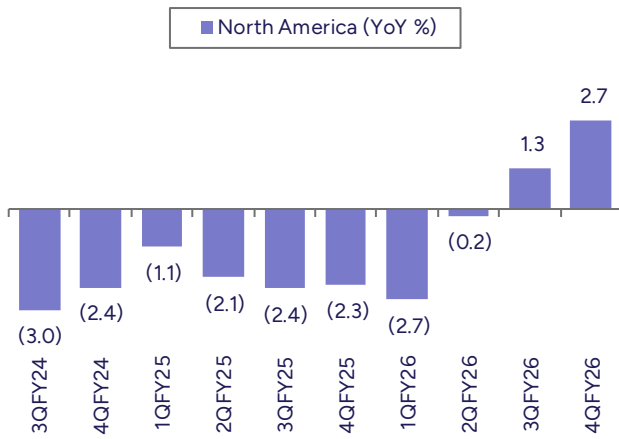
Source: Company, PL

Exhibit 7 : Retail rebounded in Q4



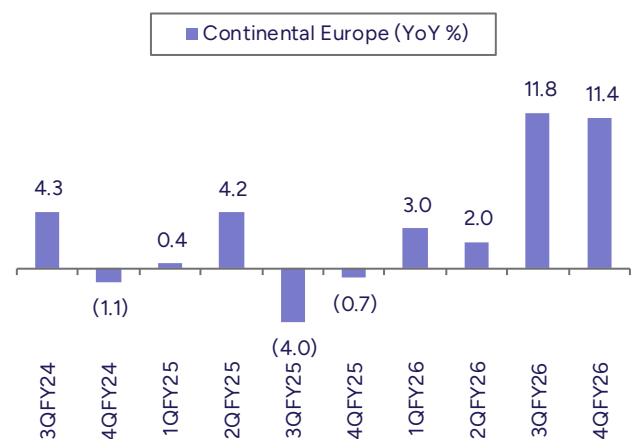
Source: Company, PL

Exhibit 8 : North America growth continues



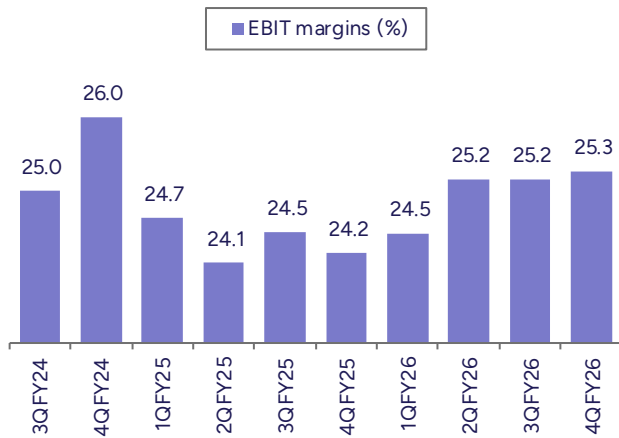
Source: Company, PL

Exhibit 9 : Continental Europe growth steady



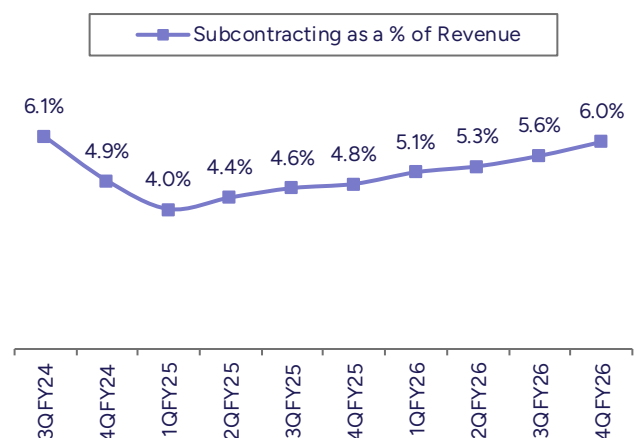
Source: Company, PL

Exhibit 10 : Margins improved slightly



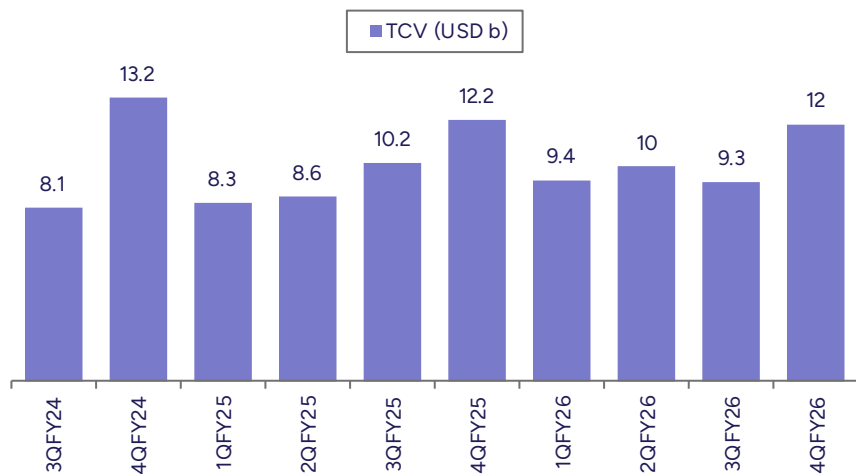
Source: Company, PL

Exhibit 11 : Sub-contracting cost continues to increase



Source: Company, PL

Exhibit 12 : Deal wins strong in Q4 in line of historical trend



Source: Company, PL

Exhibit 13 : Operating Metrics

	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	4QFY26
Verticals (%)												
BFSI	32.5	32.6	31.7	31.3	30.9	30.8	30.5	31.2	32.0	32.2	31.9	31.6
Retail & CPG	16.1	15.9	15.7	15.7	15.4	15.1	15.3	15.3	15.6	15.3	15.4	15.7
Communication & Media	7.0	6.9	6.7	6.6	6.2	5.9	5.8	5.8	5.8	5.9	5.9	5.8
Manufacturing	8.3	8.5	8.6	8.8	8.8	8.6	8.4	8.4	8.7	8.8	8.8	8.8
Life Sciences & Healthcare	11.0	10.9	10.9	10.9	11.0	10.4	10.2	10.1	10.2	10.5	10.5	10.4
Technology & Services	8.7	8.6	8.4	8.2	8.1	8.0	8.0	8.1	8.4	8.5	8.4	8.4
Energy & Utilities	5.5	5.6	5.7	5.7	5.7	5.7	5.7	5.7	5.7	5.7	5.7	5.7
Regional markets & Others	10.9	11.0	12.3	12.9	14.0	15.5	16.3	15.4	13.4	12.9	13.1	13.0
Geographies (%)												
North America	52.0	51.7	50.6	50.0	49.5	47.6	47.7	48.2	48.7	48.8	48.5	48.5
Latin America	2.0	2.0	2.1	2.0	1.9	1.8	1.9	1.8	1.9	1.9	2.0	1.9
UK	16.4	16.5	16.4	16.8	16.9	17.0	16.6	16.8	18.0	17.5	16.9	17.2
Continental Europe	14.9	14.9	15.0	14.6	14.4	14.6	13.9	14.3	15.0	15.3	15.6	15.6
India	4.9	4.9	6.1	6.7	7.5	8.9	9.8	8.4	5.8	5.8	6.1	6.0
Asia Pacific	7.8	7.8	7.8	7.8	7.8	8.0	7.8	8.1	8.4	8.3	8.3	8.3
MEA	2.0	2.2	2.0	2.1	2.0	2.1	2.3	2.4	2.2	2.4	2.6	2.5
QoQ growth (%)												
BFSI	-0.8	0.1	-1.8	-0.1	0.6	1.9	-2.7	1.3	2.0	1.2	-0.4	0.5
Retail & CPG	1.1	-1.5	-0.3	1.1	0.0	0.2	-0.4	-1.0	1.4	-1.3	1.2	3.5
Communication & Media	-1.0	-1.6	-1.9	-0.4	-4.2	-2.7	-3.4	-1.0	-0.6	2.3	0.6	-0.2
Manufacturing	1.7	2.2	2.2	3.5	1.9	-0.1	-4.0	-1.0	3.0	1.8	0.6	1.5
Life Sciences & Healthcare	1.4	-1.1	1.0	1.1	2.9	-3.4	-3.6	-2.0	0.4	3.6	0.6	0.5
Technology & Services	-1.8	-1.4	-1.4	-1.3	0.7	0.9	-1.7	0.3	3.1	1.8	-0.6	1.5
Energy and Utilities	2.3	1.6	2.8	-0.6	1.9	4.0	-3.4	0.8	2.9	0.6	2.3	6.6
Regional markets & Others	3.3	0.7	12.9	6.1	10.6	13.1	3.4	-6.4	-13.5	-3.1	2.1	0.7
North America	-0.3	-0.8	-1.2	-0.1	0.9	-1.7	-1.5	0.1	0.4	0.8	0.0	1.5
Latin America	11.6	-0.2	6.0	-3.7	-3.2	-3.2	3.8	-6.2	4.9	0.6	5.9	1.1
UK	4.9	0.4	0.4	3.6	2.5	2.8	-4.0	0.2	6.5	-2.2	-2.9	3.3
Continental Europe	-0.9	-0.2	1.7	-1.6	0.5	3.6	-6.4	1.9	4.3	2.6	2.5	1.5
India	-1.6	-0.2	25.7	11.1	14.1	21.3	8.2	-15.1	-31.4	0.6	5.8	-0.2
Asia Pacific	-2.1	-0.2	1.0	1.1	1.9	4.8	-4.2	2.8	3.1	-0.6	0.6	1.5
MEA	0.4	9.8	-8.2	6.2	-2.9	7.3	7.7	3.3	-8.9	9.8	9.0	-2.4
Total Employees (k)	615.3	609.0	603.3	601.5	607.0	612.7	607.4	608.0	613.1	593.3	582.2	584.5
Net Additions (k)	0.5	-6.3	-5.7	-1.8	5.5	5.7	-5.4	0.6	5.1	-19.8	-11.2	2.4
Attrition (LTM %)	17.8	14.9	13.3	12.5	12.1	12.3	13.0	13.3	13.8	13.3	13.5	13.7

Source: Company, PL

Financials

Income Statement (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	2,553	2,670	2,909	3,118
YoY gr. (%)	6.0	4.6	9.0	7.2
Cost of Goods Sold	1,560	1,600	1,736	1,855
Gross Profit	993	1,070	1,174	1,264
Margin (%)	38.9	40.1	40.3	40.5
Employee Cost	-	-	-	-
Other Expenses	64	73	73	78
EBITDA	673	724	798	861
YoY gr. (%)	4.6	7.6	10.3	7.9
Margin (%)	26.4	27.1	27.4	27.6
Depreciation and Amortization	51	56	61	65
EBIT	622	668	737	796
Margin (%)	24.3	25.0	25.3	25.5
Net Interest	-	-	-	-
Other Income	32	35	38	39
Profit Before Tax	653	704	775	835
Margin (%)	25.6	26.3	26.6	26.8
Total Tax	165	173	194	209
Effective Tax Rate (%)	25.3	24.6	25.0	25.0
Profit After Tax	488	531	581	626
Minority Interest	2	2	2	2
Share Profit from Associate	-	-	-	-
Adjusted PAT	486	528	579	624
YoY gr. (%)	4.2	8.8	9.6	7.7
Margin (%)	19.0	19.8	19.9	20.0
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	486	483	579	624
YoY gr. (%)	5.8	-	19.9	7.7
Margin (%)	19.0	18.1	19.9	20.0
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	486	483	579	624
Equity Shares O/s (m)	4	4	4	4
EPS (INR)	134.2	146.0	160.0	172.4

Source: Company, PL

Balance Sheet (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	672	749	794	843
Tangibles	672	749	794	843
Intangibles	-	-	-	-
Acc: Dep / Amortization	444	500	561	627
Tangibles	444	500	561	627
Intangibles	-	-	-	-
Net Fixed Assets	227	249	233	216
Tangibles	227	249	233	216
Intangibles	-	-	-	-
Capital Work In Progress	-	-	-	-
Goodwill	19	91	91	91
Non-Current Investments	56	43	46	49
Net Deferred Tax Assets	26	33	36	38
Other Non-Current Assets	29	39	43	46
Current Assets				
Investments	307	338	388	438
Inventories	-	-	-	-
Trade Receivables	501	576	628	673
Cash & Bank Balance	83	64	59	64
Other Current Assets	311	361	393	421
Total Assets	1,596	1,824	1,949	2,071
Equity				
Equity Share Capital	4	4	4	4
Other Equity	944	1,069	1,127	1,189
Total Network	948	1,072	1,130	1,193
Non-Current Liabilities				
Long Term Borrowings	-	-	-	-
Provisions	-	-	-	-
Other Non Current Liabilities	99	118	128	138
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	139	148	161	172
Other Current Liabilities	391	461	502	538
Total Equity & Liabilities	1,596	1,824	1,949	2,071

Source: Company, PL

Cash Flow (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	488	495	775	835
Add. Depreciation	52	56	61	65
Add. Interest	(25)	(27)	-	-
Less Financial Other Income	32	35	38	39
Add. Other	(2)	3	-	-
Op. Profit before WC Changes	513	527	836	900
Net Changes-WC	(34)	(22)	(31)	(27)
Direct Tax	9	16	(194)	(209)
Net Cash from Op. Activities	489	521	611	664
Capital Expenditures	(50)	(46)	(45)	(48)
Interest / Dividend Income	31	31	-	-
Others	(4)	(43)	(50)	(50)
Net Cash from Inv. Activities	(23)	(58)	(95)	(98)
Issue of Share Cap. / Premium	-	-	-	-
Debt Changes	-	-	-	-
Dividend Paid	(450)	(396)	(521)	(561)
Interest Paid	(8)	(9)	-	-
Others	(16)	(17)	-	-
Net Cash from Fin. Activities	(474)	(421)	(521)	(561)
Net Change in Cash	(8)	41	(5)	4
Free Cash Flow	439	474	566	616

Source: Company, PL

Quarterly Financials (INR mn)

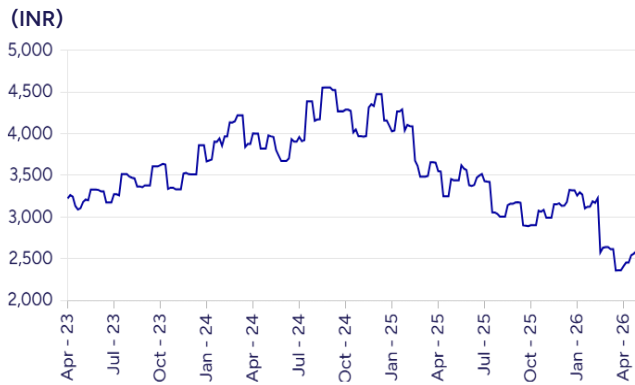
Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Net Revenues	634	658	671	707
YoY gr. (%)	1.3	2.4	4.9	9.6
Raw Material Expenses	386	398	397	419
Gross Profit	248	260	274	288
Margin (%)	39.1	39.6	40.8	40.7
EBITDA	169	180	183	193
YoY gr. (%)	1.3	7.4	7.3	14.4
Margin (%)	26.6	27.3	27.2	27.3
Depreciation / Depletion	14	14	14	14
EBIT	155	166	169	179
Margin (%)	24.5	25.2	25.2	25.3
Net Interest	-	-	-	-
Other Income	15	6	9	5
Profit before Tax	170	172	178	184
Margin (%)	26.8	26.1	26.5	26.0
Total Tax	42	42	43	46
Effective Tax Rate (%)	24.5	24.7	24.2	24.9
Profit After Tax	128	130	135	138
Minority Interest	1	1	1	1
Share Profit from Associate	-	-	-	-
Adjusted PAT	128	129	134	137
YoY gr. (%)	6.0	8.4	8.5	12.2
Margin (%)	20.1	19.6	20.0	19.4
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	128	118	100	137
YoY gr. (%)	6.0	(1.2)	(18.8)	12.2
Margin (%)	20.1	17.9	15.0	19.4
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	128	118	100	137
Avg. Shares O/s (m)	4	4	4	4
EPS (INR)	35.3	35.7	37.1	37.9

Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	134.2	146.0	160.0	172.4
CEPS	148.3	161.4	176.9	190.5
BVPS	261.9	296.4	312.4	329.6
FCF	121.4	131.0	156.4	170.3
DPS	126.0	110.0	144.0	155.2
Return Ratio (%)				
RoCE	49.6	49.9	50.2	51.4
ROIC	31.5	29.7	30.5	31.0
RoE	51.8	52.3	52.6	53.7
Balance Sheet				
Net Debt : Equity (x)	-	-	-	-
Net Working Capital (Days)	52	59	59	59
Valuation (x)				
PER	20.0	18.0	17.0	15.0
P/B	10.0	9.0	9.0	8.0
P/CEPS	18.0	16.0	15.0	14.0
EV/EBITDA	14.0	13.0	12.0	11.0
EV/Sales	4.0	4.0	3.0	3.0
Dividend Yield (%)	5.0	5.0	6.0	6.0
FCFF Yield (%)	5.0	5.0	6.0	7.0
PEG Ratio	4.0	2.0	2.0	2.0

Source: Company, PL

Price Chart

Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	01-Apr-26	BUY	3520	2408
2	13-Jan-26	BUY	4040	3240
3	02-Jan-26	BUY	3970	3227
4	18-Dec-25	BUY	3800	3218
5	10-Oct-25	BUY	3800	3062
6	04-Oct-25	BUY	3950	2902
7	11-Jul-25	BUY	3920	3382
8	01-Jul-25	BUY	3980	3462
9	11-Apr-25	BUY	4160	3247
10	03-Apr-25	BUY	4510	3544

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Coforge	BUY	1870	1154
2	Cyient	BUY	950	780
3	Fractal Analytics	BUY	1110	798
4	HCL Technologies	BUY	1710	1354
5	Infosys	BUY	1740	1276
6	KPIT Technologies	BUY	1020	674
7	L&T Technology Services	BUY	3920	3324
8	Latent View Analytics	BUY	450	261
9	LTIMindtree	BUY	5240	4107
10	Mphasis	BUY	3050	2137
11	Persistent Systems	BUY	6570	5049
12	Tata Consultancy Services	BUY	3520	2408
13	Tata Elxsi	BUY	4980	4127
14	Tata Technologies	BUY	610	531
15	Tech Mahindra	BUY	1660	1405
16	Wipro	BUY	230	191

PL's Recommendation Nomenclature (Absolute Performance)

BUY	: > 15%
Accumulate	: 5% to 15%
Hold	: +5% to -5%
Reduce	: -5% to -15%
Sell	: < -15%
Not Rated (NR)	: No specific call on the stock
Under Review (UR)	: Rating likely to change shortly

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Prabhudas Lilladher Pvt. Ltd.

Corporate Office: 6th Floor, Tower 2B South Annex, One World Centre, 841, Senapati Bapat Marg, Lower Parel, Mumbai - 400013

Registered Office: 3rd Floor, Sadhana House, 570, P. B. Marg, Worli, Mumbai-400 018

Tel: (91 22) 6632 2222 Fax: (91 22) 6632 2209

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