Sundram Fasteners Ltd. | Accumulate | TP: 1035 | Upside: 14%

MONARCH NETWORTH CAPITAL

Company Update

Exports spoil the show

We lower TP to Rs1035 (previously Rs1085) and maintain Accumulate rating for Sundram Fasteners Ltd. (SFL). We downward revise our multiple to account for extended weakness on exports including delay in EV order to North America, in turn leading to cut in TP. SFL's performance in 3QFY26 remained mixed, as strong domestic performance (in-line with underlying industry) was partly offset by continued weakness in exports. While there are several factors driving growth over longer term like ramp up of wind energy and high margin EV orders along with addition of new products, the prevailing weak demand in export markets, pushback of EV order, ongoing tariff concerns, and delayed recovery in global CV/PV demand are leading to our cautious view.

- **Moderate show on consol. revenues:** SFL reported consolidated revenues of Rs15.4bn (+7% yoy; 1% qoq) in 3QFY26, slightly below our estimate of Rs15.5bn, primarily due to muted exports. The domestic revenue growth of 18% was in-line with the underlying industry growth, driven by strong pickup in M&H CV demand. However, export revenues declined by 15% yoy due to weakness in demand (especially for trucks) and US tariffs.
- **Margins remain stable due to several tailwinds:** SFL reported 15.6% margins; -21bps yoy; -101bps qoq, as higher margins on standalone business was dent by weak margins at overseas subsidiaries. With support from other income, adjusted for one-time expense on change in labour codes, SFL reported a 10% yoy growth in PAT at Rs1.44bn.
- **Uncertainty on demand and limited short-term triggers:** SFL has plans with respect to introducing new components and adding new customers which should help them deliver growth better than the underlying industry. This includes scaling up high margin fasteners for Aerospace and railways. SFL is diverting its export volumes from the US to new avenues in Europe. The new capacities are already commissioned for wind energy and EV. However, near-term prospects remain subdued given lack of visibility in export demand (particularly in North America), ongoing tariff-related issues, offsetting the pickup in domestic CV/PV demand, leading to poor earnings forecast for FY26E and improvement in exports only in FY27. The dispatch of the US EV order is expected to scale up more gradual than expected previously, starting in 2HFY27.
- **Valuation, view and key risks:** With no earnings change for FY26/ FY27E, we expect a 10%/14%/18% CAGR in Rev/ EBITDA/PAT over FY25-28E. We value SFL at 26x Dec'27(previously 30x) PE ratio to arrive at a target price of Rs1035/share (previously Rs1085) and maintain Accumulate rating. We have lowered our multiple to account for extended weakness on exports including delay in EV order to North America. Key risks: failure to diversify end user industry, weakness in exports.

Y/E Mar – Rs mn	3QFY26	3QFY25	YoY (%)	2QFY26	QoQ (%)
Net sales	**15,411**	**14,411**	**7%**	**15,210**	**1%**
Raw materials total	6,060	5,606	8%	5,885	3%
Employee costs	1,442	1,391	4%	1,434	1%
Other expenses	5,506	5,138	7%	5,367	3%
EBITDA	**2,403**	**2,276**	**6%**	**2,525**	**-5%**
EBITDA margin	***15.6***	***15.8***	***(21)bps***	***16.6***	***(101)bps***
Depreciation	575	563	2%	602	-4%
Finance cost	77	84	-8%	111	-30%
Exceptional items	-131	-	NA	-	NA
Other income	124	29	325%	206	-40%
PBT	**1,743**	**1,659**	**5%**	**2,018**	**-14%**
Tax	435	352	24%	491	-11%
Adj PAT	**1,437**	**1,304**	**10%**	**1,509**	**-5%**
EPS	6.8	6.2	10%	7.2	-5%

Source: Company, MNCL Research

Target Price	1035
CMP	900
Upside	14%

Key Data	
Bloomberg Code	SF:IN
Curr Shares O/S (mn)	210.1
Diluted Shares O/S(mn)	210.1
Mkt Cap (Rsbn/USDbn)	189.1/1.9
52 Wk H / L (Rs)	1400/831
3M Average Vol.	108979

Price Performance (%)	1M	6M	1Yr*
SF IN equity	-3.4	-10.3	-9.6
Nifty	-2.3	2.2	9.7

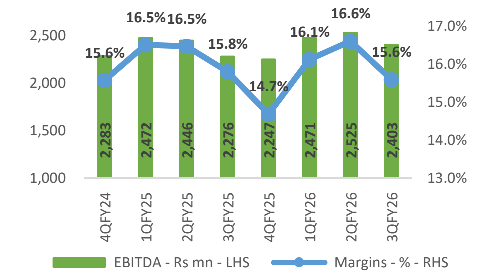
Source: Bloomberg, ACE Equity, MNCL Research

Shareholding pattern (%)

	Dec-25	Sep-25	Jun-25	Mar-25
Promoter	46.94	46.94	46.94	46.94
DIIs	23.83	23.28	22.67	20.94
FIIs	10.02	10.56	11.10	12.97
Others	19.19	19.21	19.27	19.13

Source: BSE

EBITDA margins % – Remains low due to weakness in exports



Source: Company, MNCL Research

Sahil Sanghvi
sahil.sanghvi@mnclgroup.com
NISM: 201900004744

Uvais Khatri
uvais.khatri@mnclgroup.com
NISM: 202300049054

Y/E Mar (Rsmn)	Revenue	YoY (%)	EBITDA	EBITDA (%)	Adj PAT	YoY (%)	Adj EPS	RoE (%)	RoCE (%)	P/E (x)	EV/EBITDA (x)
FY23	56,628	15.5	8,535	15.1	4947	8.3	23.5	16.4	14.8	45.3	27.0
FY24	56,663	0.1	8,867	15.6	5,217	5.5	24.8	15.3	13.7	48.3	29.1
FY25	59,554	5.1	9,441	15.9	5,391	3.3	25.7	14.1	13.3	46.8	27.5
FY26E	63,055	5.9	10,204	16.2	5,937	10.1	28.3	14.0	13.0	31.9	18.9
FY27E	70,212	11.4	11,454	16.3	6,813	14.8	32.4	14.5	13.7	27.8	16.4
FY28E	80,016	14.0	13,891	17.4	8,877	30.3	42.3	16.7	15.4	21.3	13.2

Source: Company, MNCL Research Estimates

Conference call Takeaways

Industry:

1. Exports have moderated due to tariff pressure. Some of the products are imposed with 25% or 50% depending on the iron and steel content. This has led to large declines in revenues.
2. North America is under strain now. SFL is trying to expand and derisk the portfolio and sell more in the EU.
3. CV and PV both should grow by 8% in FY27. Tractor is expected to grow by 10-12% in FY27.
4. European track market has degrown in 2025 which has led to lacklustre performance of subsidiary.
5. Demand from China CV and construction has improved but pricing remains muted.

Operations:

1. RM cost has been stable for this quarter. Fixed and variable cost has remained largely in control for this quarter.
2. New projects: SFL has expanded revenue in wind energy from Rs2bn to Rs2.6bn and for sees further growth to Rs5bn. Aerospace fasteners - Rs20mn on monthly basis has grown to Rs40mn. New opportunities expected on railway fasteners.
3. EV orders from North America - Expected to pick up in 2HFY27. Capacity expansions has completed on this. SFL is switching to ICE orders from this customer until the EV orders start.
4. M&HCV and Tractor is driving the growth for SFL in domestic market. Fasteners is 45% in the total domestic revenue.
5. Exports - 25%, 60% - OEM, 12-13% from aftermarket. Segment split for domestic sales: M&HCV and engines - 35%. PV- 40% and tractor - 12%.
6. Capacity utilisation remains at an average of 60% in 3QFY26.
7. Wind energy and Aerospace remain high margin business.
8. America - 60%; Europe - 25%; 15% - other Asian regions.

Financials:

1. Long term EBITDA margin target is 18% which should happen with improvement of export business.
2. Capex: FY26 - Rs3.5bn and FY27 - Rs2.5bn. 25% of this is replacement capex. Rest of capex will directly help expand revenues. 1:1 asset turnover can be expected.

Valuation – Maintain Accumulate rating

SFL has been an outperformer in various financial and operational parameters such as the rising exposure to EV business, lion's share of 40% in fastener market and long-standing relations with an esteemed set of OEMs in the CV, PV, tractor and 2W categories. It has historically maintained the best in industry EBITDA margins and return ratios and an impeccable capital allocation history.

The only serious risk that remains in the investment thesis is its cyclicality affecting growth and profitability. The PV and CV demand has finally witnessed revival in the domestic market. On the export front, EV and Wind energy led demand is expected to keep the overall growth buoyant but EV orders have seen a pushback due to policy changes. All these factors have led to muted growth in medium term.

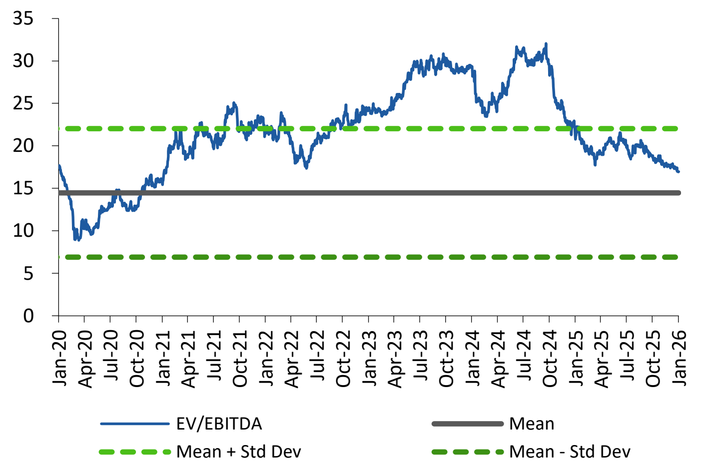
We value SFL at 26x Dec'27E PE ratio (30x previously) to arrive at a target price of Rs1035/share (previously Rs1085). The reduction in TP is mainly due to cut in valuation multiple.

Exhibit 7: Valuation

Valuation - in Rs mn	Dec'27E
PER Valuation	
EPS - Rs/sh	39.8
Attributed PE Ratio - x	26
Target Price – Rs/sh	1035
CMP – Rs/sh	900
Upside	**14%**

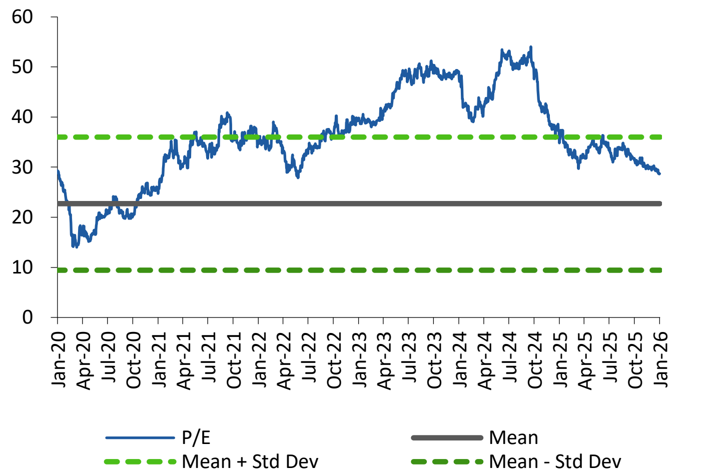
Source: Company, MNCL Research estimates

Exhibit 8: 1-year forward EV/EBITDA chart



Source: Company, Bloomberg, MNCL Research estimates

Exhibit 9: 1-year forward P/E chart



Source: Company, Bloomberg, MNCL Research estimates

Quarterly Financials

Exhibit 10: Quarterly Financials

Y/E March (Rs mn)	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26
Net sales	**14,665**	**14,977**	**14,860**	**14,411**	**15,306**	**15,334**	**15,210**	**15,411**
Cost of Raw materials consumed	5,903	6,164	6,257	5,936	6,294	6,357	6,273	6,002
Purchase of traded goods								
Total materials consumed	5,988	6,150	5,693	5,606	6,087	6,065	5,885	6,060
Staff cost	1,383	1,400	1,450	1,391	1,421	1,433	1,434	1,442
Other expenses	5,011	4,956	5,271	5,138	5,551	5,366	5,367	5,506
EBITDA	**2,283**	**2,472**	**2,446**	**2,276**	**2,247**	**2,471**	**2,525**	**2,403**
Depreciation	534	538	557	563	581	586	602	575
EBIT	1,750	1,934	1,889	1,714	1,666	1,884	1,923	1,828
Interest	81	69	87	84	95	91	111	77
Other Income	112	52	130	29	72	198	206	124
Exceptional items	-	-	-	-	-	-	-	-131
Profit Before Tax	1,781	1,916	1,932	1,659	1,643	1,991	2,018	1,743
Tax	437	489	494	352	398	512	491	435
Profit After Tax	**1,344**	**1,427**	**1,438**	**1,307**	**1,245**	**1,479**	**1,528**	**1,308**
Growth (yoy - %)								
Revenue	1.3%	6.2%	4.5%	5.4%	4.4%	2.4%	2.4%	6.9%
EBITDA	0.6%	9.2%	6.0%	13.1%	-1.6%	0.0%	3.2%	5.5%
PAT	5.4%	11.0%	8.1%	1.0%	-7.4%	3.7%	6.2%	0.1%
Margin (%)								
EBITDA	15.6%	16.5%	16.5%	15.8%	14.7%	16.1%	16.6%	15.6%
EBIT	11.9%	12.9%	12.7%	11.9%	10.9%	12.3%	12.6%	11.9%
PAT	9.2%	9.5%	9.7%	9.1%	8.1%	9.6%	10.0%	8.5%

Source: Company, MNCL Research

Financials

Exhibit 11: Income Statement

Y/E March (Rs mn)	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Revenues	**45579**	**37232**	**36443**	**49021**	**56628**	**56663**	**59554**	**63055**	**70212**	**80016**
Materials cost	18568	15256	14270	20612	24896	23568	23536	25033	27804	31046
% of revenues	40.7	41.0	39.2	42.0	44.0	41.6	39.5	39.7	39.6	38.8
Employee cost	4593	4349	4000	4862	5189	5537	5661	6001	6661	7394
% of revenues	10.1	11.7	11.0	9.9	9.2	9.8	9.5	9.5	9.5	9.2
Others	14413	11699	11531	15533	18008	18691	20916	21817	24294	27686
% of revenues	0	0	0	0	0	0	0	0	0	0
EBITDA	**8004**	**5929**	**6641**	**8014**	**8535**	**8867**	**9441**	**10204**	**11454**	**13891**
EBITDA margin (%)	***17.6***	***15.9***	***18.2***	***16.3***	***15.1***	***15.6***	***15.9***	***16.2***	***16.3***	***17.4***
Depreciation & Amortization	1288	1699	1797	1908	1980	2133	2239	2395	2515	2575
EBIT	6717	4230	4844	6106	6555	6734	7202	7809	8938	11315
Interest expenses	460	579	261	287	397	320	336	391	122	0
Other income	268	281	274	393	449	542	283	453	268	521
Exceptional items	0	0	0	0	0	0	0	-131	0	0
PBT	6525	3932	4857	6212	6607	6955	7150	7741	9084	11836
Taxes	1935	666	1230	1594	1603	1699	1733	1935	2271	2959
Effective tax rate (%)	29.7	16.9	25.3	25.7	24.3	24.4	24.2	25.0	25.0	25.0
PAT	4590	3265	3627	4618	5003	5256	5417	5805	6813	8877
Minority/Associates	15	16	35	51	57	40	27	0	0	0
Extraordinary Items	0	0	0	0	0	0	0	0	0	0
Reported PAT	**4575**	**3249**	**3592**	**4567**	**4947**	**5217**	**5391**	**5805**	**6813**	**8877**
Adjusted PAT	**4575**	**3249**	**3592**	**4567**	**4947**	**5217**	**5391**	**5937**	**6813**	**8877**

Exhibit 12: Key Ratios

Y/E March	**FY19**	**FY20**	**FY21**	**FY22**	**FY23**	**FY24**	**FY25**	**FY26E**	**FY27E**	**FY28E**
Growth Ratio (%)										
Revenue	19.0	-18.3	-2.1	34.5	15.5	0.1	5.1	5.9	11.4	14.0
EBITDA	17.7	-25.9	12.0	20.7	6.5	3.9	6.5	8.1	12.2	21.3
Adjusted PAT	18.5	-29.0	10.6	27.2	8.3	5.5	3.3	10.1	14.8	30.3
Margin Ratios (%)										
Gross	59.3	59.0	60.8	58.0	56.0	58.4	60.5	60.3	60.4	61.2
EBITDA	17.6	15.9	18.2	16.3	15.1	15.6	15.9	16.2	16.3	17.4
Adjusted PAT	10.0	8.7	9.9	9.3	8.7	9.2	9.1	9.4	9.7	11.1
Return Ratios (%)										
ROE	24.5	16.3	15.3	17.4	16.4	15.3	14.1	14.0	14.5	16.7
ROCE (post-tax)	19.8	14.1	13.0	15.0	14.8	13.7	13.3	13.0	13.7	15.4
ROIC	20.0	14.4	13.2	15.3	15.2	13.9	13.5	13.2	14.1	17.4
Turnover Ratios (days)										
Gross block turnover ratio (x)	2.2	1.6	1.4	1.8	1.9	1.7	1.6	1.6	1.7	1.9
Debtors	71	64	89	75	74	80	89	85	81	81
Inventory	127	136	172	145	135	147	166	155	145	145
Creditors	96	92	151	102	79	83	78	85	85	85
Cash conversion cycle	102	108	110	119	130	144	177	155	141	141
Solvency Ratio (x)										
Net Debt-equity	0.5	0.4	0.3	0.3	0.2	0.2	0.2	0.1	0.0	-0.1
Interest coverage ratio	14.6	7.3	18.5	21.3	16.5	21.0	21.5	20.0	NM	NM
Net Debt/EBITDA	1.2	1.4	1.0	0.8	0.7	0.7	0.8	0.3	-0.1	-0.5
Current Ratio	1.3	1.3	1.5	1.6	1.8	1.9	1.9	2.5	3.5	4.1
Per share Ratios (Rs)										
Adjusted EPS	21.8	15.5	17.1	21.7	23.5	24.8	25.7	28.3	32.4	42.3
BVPS	89.0	95.0	111.7	124.8	143.5	162.8	181.4	201.1	223.8	253.4
CEPS	28.0	23.6	25.8	31.1	33.2	35.2	36.4	39.0	44.4	54.5
DPS	5.1	4.2	4.7	6.5	8.6	6.9	7.2	8.5	9.7	12.7
Dividend payout %	23	27	27	29	36	27	28	30	30	30
Valuation (x)*										
P/E (adjusted)	26.3	30.4	27.2	38.0	45.3	48.3	46.8	31.9	27.8	21.3
P/BV	6.4	4.9	4.2	6.6	7.4	7.4	6.6	4.5	4.0	3.6
EV/EBITDA	16.3	18.1	15.7	22.5	27.0	29.1	27.5	18.9	16.4	13.2
Dividend yield %	0.9%	0.9%	1.0%	0.8%	0.8%	0.6%	0.6%	0.9%	1.1%	1.4%

Source: Company, MNCL Research estimates

Exhibit 13: Balance Sheet

Y/E March (Rs mn)	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Equity Share Capital	210	210	210	210	210	210	210	210	210	210
Reserves & surplus	18490	19749	23261	26003	29947	33997	37893	42049	46818	53031
Shareholders' fund	18700	19959	23471	26213	30157	34207	38103	42259	47028	53242
Total Debt (incl. pref shares if it's there)	9787	8444	6839	7540	7060	6277	7961	4061	0	0
Def tax liab. (net)	1519	1133	1230	1270	1368	1456	1523	1523	1523	1523
Lease liabilties	0	316	264	177	243	188	274	274	274	274
Minority interest	78	84	113	149	184	206	222	222	222	222
Total Liabilities	**30083**	**29937**	**31915**	**35349**	**39012**	**42335**	**48083**	**48339**	**49047**	**55260**
Gross Block	20426	23866	25773	27914	30559	33227	36923	39923	41923	42923
Less: Acc. Depreciation	4388	5987	7703	9505	11328	13222	15461	17856	20371	22947
Net Block	16038	17879	18070	18409	19232	20005	21462	22067	21552	19976
Capital WIP	956	948	1188	1167	644	1639	1949	1949	1949	1949
Intangible assets	84	75	73	77	69	69	65	65	65	65
Net Fixed Assets	17078	18902	19331	19653	19944	21713	23476	24081	23566	21990
Investments	682	379	642	769	1023	1373	1203	1203	1203	1203
Inventories	6478	5696	6744	8201	9234	9478	10702	10630	11045	12333
Sundry debtors	8869	6510	8856	10050	11446	12473	14560	14684	15581	17757
Cash & Bank balance	248	465	393	713	870	353	487	725	1281	6362
Loans & Advances	49	21	20	18	17	18	16	16	16	16
Other assets	3627	3528	3314	3437	3710	4482	4834	4834	4834	4834
Total Current Asset	19954	16599	19969	23189	26300	28176	31801	32092	33960	42504
Trade payables	4884	3858	5906	5734	5411	5389	5059	5830	6475	7230
Other current Liab.	1741	1383	1147	1435	1478	1786	1740	1740	1740	1740
Provisions	325	323	331	324	343	376	396	396	396	396
Net Current Assets	13005	11035	12584	15696	19068	20626	24607	24127	25350	33139
Total Assets	**30083**	**29937**	**31916**	**35349**	**39012**	**42339**	**48083**	**48339**	**49047**	**55260**

Exhibit 14: Cash Flow

Y/E March (Rs mn)	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Operating profit bef working capital changes	8364	6212	6814	8335	8859	9304	9715	10483	11654	14091
Changes in working capital	-2082	2035	-1147	-2670	-2593	-1901	-3632	717	-667	-2709
Direct taxes	-1707	-1070	-1127	-1653	-1577	-1516	-1850	-1935	-2271	-2959
Cash flow from operations	**4575**	**7177**	**4540**	**4012**	**4690**	**5887**	**4233**	**9265**	**8716**	**8423**
Net Capex	-5939	-3264	-1883	-1990	-2284	-3980	-3938	-3000	-2000	-1000
Others	-20	52	-96	-32	-58	103	127	43	68	321
Cash flow from investments	**-5959**	**-3212**	**-1979**	**-2022**	**-2342**	**-3877**	**-3811**	**-2957**	**-1933**	**-680**
Proceeds/ (repayment) of borrowings	2876	-1346	-2023	534	-553	-733	1635	-3900	-4061	0
Interest paid	-393	-493	-324	-215	-322	-315	-342	-391	-122	0
Dividends Paid	-1215	-1844	-280	-2084	-1195	-1222	-1518	-1781	-2044	-2663
Others	0	-85	-75	-98	-73	-81	-50	0	0	0
Cash flow from financing	**1267**	**-3768**	**-2702**	**-1864**	**-2143**	**-2351**	**-275**	**-6072**	**-6227**	**-2663**
Net change in cash	**-117**	**198**	**-141**	**126**	**205**	**-340**	**146**	**237**	**556**	**5081**

Source: MNCL Research Estimates

Research Disclaimer and Disclosure inter-alia as required under Securities and Exchange Board of India (Research Analysts) Regulations, 2014

About the Research Entity

Monarch Networth Capital Limited (defined as "**MNCL**" or "**Research Entity**") a company duly incorporated under the Companies Act, 1956 (CIN: L64990GJ1993PLC120014) having its registered office at Unit No. 803-804A, 8th Floor, X-Change Plaza, Block No. 53, Zone 5, Road- 5E, Gift City, Gandhinagar -382355, Gujarat is regulated by the Securities and Exchange Board of India ("**SEBI**") and is engaged in the business of Stock Broking, Alternative Investment Funds, Portfolio Management Services, Merchant Banking, Research Analyst, Depository Participant, Mutual Fund Distribution, and other related activities.

General Disclaimer:

This Research Report (hereinafter called "Report") has been prepared by MNCL in the capacity of a Research Analyst having SEBI Registration No. INH000000644 and Enlistment no. 5039 with BSE and distributed as per SEBI (Research Analysts) Regulations, 2014 and is meant solely for use by the recipient and is not for circulation. This report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale of any security, derivatives or any other security through MNCL nor any solicitation or offering of any investment /trading opportunity on behalf of the issuer(s) of the respective security (ies) referred to herein. These information / opinions / views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. MNCL hereby declares that it has not defaulted with any Stock Exchange nor its activities were suspended by any Stock Exchange with whom it is registered in last five years. However, SEBI and Stock Exchanges had conducted their routine inspection and based on their observations have issued advice letters or levied minor penalty on MNCL for certain operational deviations in ordinary/routine course of business. MNCL has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities during the last 5 years; nor has its certificate of registration been cancelled by SEBI.

The information contained herein is from publicly available data, internally developed data or other sources believed to be reliable by MNCL. This report is provided for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. The reader assumes the entire risk of any use made of this information. Each recipient of this report should make such investigation as it deems necessary to arrive at an independent evaluation of an investment in Securities referred to in this document (including the merits and risks involved) and should consult his own advisors to determine the merits and risks of such investment. The investment discussed or views expressed may not be suitable for all investors. This information is strictly confidential and is being furnished to you solely for your information. This information should not be reproduced or redistributed or passed on directly or indirectly in any form to any other person or published, copied, in whole or in part, for any purpose.

The information given in this report is as of the date of this report and there can be no assurance that future results or events will be consistent with this information. This information is subject to change without any prior notice. MNCL reserves the right to make modifications and alterations to this statement as may be required from time to time. MNCL or any of its associates / group companies, officers, employee's and directors shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. MNCL is committed to providing independent and transparent recommendation to its clients. Neither MNCL nor any of its associates, group companies, directors, employees, agents or representatives shall be liable for any damages whether direct, indirect, special or consequential including loss of revenue or lost profits that may arise from or in connection with the use of the information. Past performance is not necessarily a guide to future performance. The disclosures of interest statements incorporated in this report are provided solely to enhance the transparency and should not be treated as endorsement of the views expressed in the report. The information provided in these reports remains, unless otherwise stated, the copyright of MNCL. All layout, design, original artwork, concepts and other Intellectual Properties, remains the property and copyright of MNCL and may not be used in any form or for any purpose whatsoever by any party without the express written permission of the copyright holders.

MNCL shall not be liable for any delay or any other interruption which may occur in presenting the data due to any reason including network (Internet) reasons or snags in the system, break down of the system or any other equipment, server breakdown, maintenance shutdown, breakdown of communication services or inability of the MNCL to present the data. In no event shall MNCL be liable for any damages, including without limitation direct or indirect, special, incidental, or consequential damages, losses or expenses arising in connection with the data presented by the MNCL through this report.

MNCL and its associates, officer, directors, and employees, research analyst (including relatives) worldwide may from time to time, have long or short positions in, and buy or sell the Securities, mentioned herein or be engaged in any other transaction involving such Securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company/company(ies) discussed herein or act as advisor or lender/borrower to such company(ies) or have other potential/material conflict of interest with respect to any recommendation and related information and opinions at the time of publication of research report or at the time of public appearance. MNCL may have proprietary long/short position in the above mentioned scrip(s) and therefore should be considered as interested. The views provided herein are general in nature and do not consider risk appetite or investment objective of any particular investor; readers are requested to take independent professional advice before investing. This should not be construed as invitation or solicitation to do business with MNCL. Registration granted by SEBI and certification from NISM in no way guarantee performance of MNCL or provide any assurance of returns to investors and clients.

MNCL or its associates may have received compensation from the subject company in the past 12 months. MNCL or its associates may have managed or co-managed public offering of securities for the subject company in the past 12 months. MNCL or its associates may have received compensation for investment banking or merchant banking or brokerage services from the subject company in the past 12 months. MNCL or its associates may have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months. MNCL or its associates have not received any compensation or other benefits from the Subject Company or third party in connection with the research report. MNCL and/or its Group Companies, their Directors, affiliates and/or employees may have interests/ positions, financial or otherwise in the Securities/Currencies and other investment products mentioned in this report. A graph of daily closing prices of the securities is also available at www.nseindia.com.

The recommendations in the reports are based on 12-month horizon, unless otherwise specified. The investment ratings are on absolute positive/negative return basis. It is possible that due to volatile price fluctuation in the near to medium term, there could be a temporary mismatch to rating. For reasons of valuations/return/lack of clarity/event we may revisit rating at appropriate time. The stocks always carry the risk of being upgraded to buy or downgraded to a hold, reduce or sell. The opinions expressed in the reports are subject to change but we have no obligation to tell our clients when our opinions or recommendations change. The report is non-inclusive and do not consider all the information that the recipients may consider material to investments. The report is issued by MNCL without any liability/undertaking/commitment on the part of itself or any of its entities. MNCL, its directors, employees, and affiliates shall not be liable for direct, indirect, or consequential losses (including lost profits), Errors, omissions, or delays in data dissemination and decisions made based on these Materials. The Artificial Intelligence tools may have been used only to an extent of supporting tool. All the data/ information contained in the report has been independently verified by the Research Analyst.

Disclaimers in respect of jurisdiction: This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject MNCL and associates, subsidiaries / group companies to any registration or licensing requirements within such jurisdiction. The distribution of this report in certain jurisdictions may be restricted by law, and persons in whose possession this report comes, should observe, any such restrictions.

Statements of ownership and material conflicts of interest

Answers to the Best of the knowledge and belief of MNCL/ its Associates/ Research Analyst who is preparing this report:	**Yes/No**
whether the research analyst or research entity or his associate or his relative has any financial interest in the subject company and the nature of such financial interest;	No
whether the research analyst or research entity or its associates or relatives, have actual/beneficial ownership of one per cent. or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report or date of the public appearance;	No
whether the research analyst or research entity or his associate or his relative, has any other material conflict of interest at the time of publication of the research report or at the time of public appearance;	No
whether the research analyst has served as an officer, director or employee of the subject company;	No

Analyst Certification:

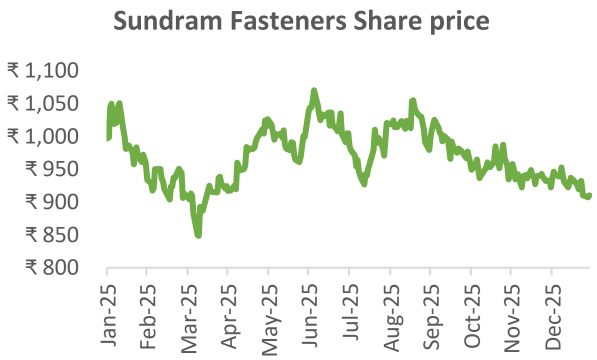
The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

Investors are advised to refer to SEBI's investor education website (https://investor.sebi.gov.in) for guidance on understanding research reports and market risks.

Additional Disclaimers

For U.S. persons only: The research analyst(s) preparing the research report is/are resident outside the United States (U.S.) and are not associated persons of any U.S. regulated broker-dealer and therefore the analyst(s) is/are not subject to supervision by a U.S. broker-dealer, and is/are not required to satisfy the regulatory licensing requirements of FINRA or required to otherwise comply with U.S. rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.

Research reports are intended for distribution only to "Major Institutional Investors" as defined by Rule 15a-6(b)(4) of the U.S. Securities and Exchange Act, 1934 (the Exchange Act) and interpretations thereof by U.S. Securities and Exchange Commission (SEC) in reliance on Rule 15a-6(a)(2). If the recipient of this report is not a Major Institutional Investor as specified above, then it should not act upon this report and return the same to the sender. Further, this report may not be copied, duplicated and/or transmitted onward to any U.S. person, which is not the Major Institutional Investor. In reliance on the exemption from registration provided by Rule 15a-6 of the Exchange Act and interpretations thereof by the SEC in order to conduct certain business with Major Institutional Investors, MNCL has entered into a chaperoning agreement with a U.S. registered broker-dealer, Marco Polo Securities Inc. ("Marco Polo").Transactions in securities discussed in this research report should be affected through Marco Polo or another U.S. registered broker dealer.



INVESTMENT IN SECURITIES MARKET ARE SUBJECT TO MARKET RISKS. READ ALL THE RELATED DOCUMENTS CAREFULLY BEFORE INVESTING.

MNCL operates under strict regulatory oversight and holds the following licenses and registrations:

Member (Member of NSE, BSE, MCX and NCDEX).
SEBI Registration No.: INZ000008037
Depository Participant (DP)
CDSL DP ID: 35000
NSDL-DP ID: IN303052
SEBI Registration No.: IN-DP-278-2016
Portfolio Manager SEBI Registration No.: INP000006059
Research Analyst SEBI Registration No. INH000000644
Research Analyst BSE Enlistment No. 5039
Merchant Banker SEBI Registration No. INM000011013
Alternative Investment Fund SEBI Registration No. IN/AIF3/20-21/0787
Mutual Fund Distributor AMFI REGN No. ARN-8812
Point of Presence for National Pension System. - 6092018
Website: www.mnclgroup.com
Investor Grievance Email ID: grievances@mnclgroup.com
Broking and Research Analyst Compliance Officer Details: Mr Nikhil Parikh
022-30641600; Email ID: compliance@mnclgroup.com
Monarch Networth Capital Limited (CIN: L64990GJ1993PLC120014)
Registered Office:
Unit No. 803-804A, 8th Floor, X-Change Plaza, Block No. 53,
Zone 5, Road- 5E, Gift City, Gandhinagar -382355, Gujarat