

Novelis – Robust quarter; early Oswego restart adds comfort

Metals & Mining ▶ Company Update ▶ May 19, 2026

CMP (Rs): 1,047 | TP (Rs): 1,100

Novelis reported a strong Q4 performance, with adj EBITDA of USD459mn ahead of our estimate, driven by improving scrap spreads and cost-efficiency initiatives, despite headwinds from the Oswego fire and tariffs. Adj EBITDA/t remained strong at USD544, even after adjusting for one-offs. We expect earnings recovery from Q2FY27 onward, supported by improving scrap spreads, normalization of tariff impact, early restart of the Oswego mill, and Bay Minette commissioning by H2CY26. While leverage may remain elevated near term amid pending Bay Minette capex, we expect balance sheet improvement following the ramp-up and insurance recoveries. We maintain BUY and TP of Rs1,100.

Strong Q4 driven by improving scrap spreads

Novelis reported a strong Q4 performance, largely driven by improving scrap spreads and benefits from ongoing cost-efficiency initiatives, partly offset by volume loss related to the previously disclosed Oswego plant fire in the US. Consequently, adj EBITDA came in ahead of expectations at USD459mn (+31.9% QoQ, -3.0% YoY) vs our estimate of USD416mn, despite a USD53mn impact from the fire incident and a USD27mn tariff-related headwind, partially offset by USD41mn in insurance recoveries related to the Sierra flood event. Adj EBITDA/t stood at USD544 and remained at similar levels even after adjusting for the fire-related and tariff impacts, thereby coming ahead of consensus expectations. Operationally, shipments increased 4.3% QoQ but declined 11.8% YoY to 844kt. Novelis reported a net loss of USD84mn vs our estimate of a USD89mn loss.

Headwinds easing; recovery expected from Q2FY27 onward

Novelis's profitability during the year was impacted by weaker scrap spreads at the start of the year, higher tariff-related costs, disruption from the Oswego fire incident, and capex escalation at the Bay Minette project. However, most of these headwinds now appear to be easing, with scrap spreads improving on the back of stronger LME aluminium prices, tariff impact expected to be fully absorbed by Q1FY27, and Bay Minette commissioning remaining on track for 2HCY26. Importantly, the Oswego mill restart has commenced well ahead of the earlier Jun-26 guidance, with operations expected to resume over the next few weeks and ramp up swiftly to pre-fire levels. Against this backdrop, we expect Novelis's earnings recovery to strengthen from Q2FY27 onward as Oswego volumes normalize, supported further by improving scrap spreads and global cost-efficiency programmes.

Near-term leverage elevated; normalization expected post ramp-up

Novelis reported net debt of USD6.7bn in Mar-26, with net debt-to-EBITDA rising to 4.1x from 3.7x in Dec-25. With insurance recoveries likely to be staggered over the next two years and USD1.8bn of Bay Minette capex still pending, leverage could temporarily rise toward ~4.5x in the near term. However, with Bay Minette commissioning on track for H2CY26 and Oswego operations normalizing, we expect leverage to moderate toward ~4.0x by end-FY27 and decline further thereafter. We maintain BUY and TP of Rs1,100.

Target Price – 12M	Mar-27
Change in TP (%)	-
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	5.1

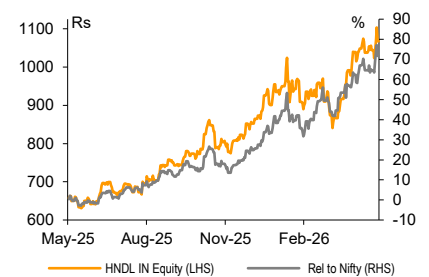
Stock Data	HNDL IN
52-week High (Rs)	1,105
52-week Low (Rs)	618
Shares outstanding (mn)	2,247.2
Market-cap (Rs bn)	2,353
Market-cap (USD mn)	24,372
Net-debt, FY26E (Rs mn)	621,281.6
ADTV-3M (mn shares)	6.3
ADTV-3M (Rs mn)	6,284.4
ADTV-3M (USD mn)	65.1
Free float (%)	64.9
Nifty-50	23,618.0
INR/USD	96.5

Shareholding, Mar-26

Promoters (%)	34.6
FPIs/MFs (%)	30.0/25.6

Price Performance

(%)	1M	3M	12M
Absolute	0.8	15.6	59.0
Rel. to Nifty	3.9	24.6	68.0

1-Year share price trend (Rs)**Hindalco: Financial Snapshot (Consolidated)**

Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Revenue	2,159,620	2,384,960	2,770,298	3,202,645	3,449,429
EBITDA	257,280	354,960	369,156	444,668	479,835
Adj. PAT	101,340	168,810	189,889	224,067	240,436
Adj. EPS (Rs)	45.6	75.9	85.3	100.7	108.0
EBITDA margin (%)	11.9	14.9	13.3	13.9	13.9
EBITDA growth (%)	6.6	38.0	4.0	20.5	7.9
Adj. EPS growth (%)	0.8	66.5	12.5	18.0	7.3
RoE (%)	10.1	14.7	14.3	14.8	13.9
RoIC (%)	10.1	14.3	13.4	13.1	12.3
P/E (x)	22.9	14.5	20.0	10.4	8.1
EV/EBITDA (x)	9.8	7.1	6.8	5.7	5.3
P/B (x)	2.2	1.9	1.6	1.4	1.3
FCFF yield (%)	3.3	1.5	0.3	(3.7)	(0.3)

Source: Company, Emkay Research

This report is intended for Nikita Vashisht (nikita.vashisht@bsmail.in) use and downloaded at 05/20/2026

Akhilesh Kumar
 akhilesh.kumar@emkayglobal.com
 +91-22-66121262

Key takeaways from the conference call

Oswego fire and restart

- Oswego fire impacted FY26 shipments by 145kt and Q4 shipments by 73kt, with total fire-related EBITDA impact estimated at USD104mn for FY26.
- Total free cash flow impact from the fire has been revised upward to USD1.7bn (vs earlier USD1.3-1.6bn), largely due to higher repair costs, elevated logistics expenses, third-party sourcing, and customer servicing costs.
- The management highlighted that major mechanical assembly at Oswego has been completed and commissioning has already started, with coils expected to roll off within the next few weeks, materially ahead of earlier Jun-26 guidance.
- Ramp-up to pre-fire operating levels is expected to be quick as the same/refurbished equipment has been reinstalled. The management expects normalized shipments and stronger earnings recovery from H2FY27 onward.
- Novelis expects to recover 70-75% of total fire-related cash flow and EBITDA impact through insurance over time, with over half of the recoverable amount expected by end-FY27.

Bay Minette

- Bay Minette commissioning remains on track for H2CY26, with cold mill commissioning already started in Mar-26 and hot mill commissioning expected to begin shortly.
- Total project cost remains unchanged at USD5bn, of which USD3.2bn has already been spent through FY26.
- The facility is strategically important given tight North American aluminium capacity and is expected to materially support beverage packaging and automotive demand.
- Bay Minette remains a key driver toward Novelis' long-term target of >USD600/t EBITDA.

Balance sheet

- Net debt increased to USD6.7bn in Mar-26, with net debt/EBITDA rising to 4.1x from 3.7x in Dec-25 due to Oswego disruption and elevated Bay Minette capex.
- Novelis indicated that leverage could temporarily move into the "high-4x" range in the near term before normalizing toward ~4.0x by end-FY27.
- Novelis ended FY26 with strong liquidity of USD2.8bn, aided by a USD950mn equity infusion from the parent.
- Novelis does not expect any additional long-term debt raise or further equity infusion, though USD500mn of short-term bridge funding may be required.

Capex and cash flow

- FY27 capex guidance stands at USD2.1-2.4bn, broadly similar to FY26, including USD350mn maintenance capex.
- The management expects FY27 to mark an inflection toward positive free cash flow, supported by the Oswego restart, Bay Minette nearing completion, lower growth capex intensity, and insurance recoveries.
- Working capital remains elevated due to longer supply chains, rerouting of material globally, and high aluminium prices, though normalization is expected over the next 2-3 quarters following the Oswego restart.

This report is intended for internal use only (for the use and download at 05/20/2026)

Margins, scrap spreads, and operational outlook

- Q4 EBITDA/t improved to USD544/t, benefiting from favorable scrap spreads, higher LME prices, and cost-efficiency measures.
- The management acknowledged that current scrap conditions are unusually favorable due to lower scrap procurement during the Oswego shutdown and expects spreads to normalize gradually as the plant ramps up.
- Structural cost savings remain a major positive, with FY26 exiting at a >USD200mn run-rate savings vs the original USD75mn target, while the FY28 target has now been increased to USD350-400mn.

End-market commentary

- Beverage packaging demand remains robust globally, with long-term ex-China demand expected at ~4% CAGR through the decade.
- Automotive demand remains healthy, particularly in North America, supported by lightweighting trends, despite slower EV penetration growth.
- The management reiterated that North America remains structurally undersupplied in aluminium rolling capacity, supporting confidence in Bay Minette utilization and future growth.

This report is intended for Nikita Vashisht (nikita.vashisht@bsmail.in) use and downloaded at 05/20/2026

Hindalco: Consolidated Financials and Valuations

Profit & Loss

Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Revenue	2,159,620	2,384,960	2,770,298	3,202,645	3,449,429
Revenue growth (%)	(3.2)	10.4	16.2	15.6	7.7
EBITDA	257,280	354,960	369,156	444,668	479,835
EBITDA growth (%)	6.6	38.0	4.0	20.5	7.9
Depreciation & Amortization	78,810	88,640	89,043	93,214	99,460
EBIT	178,470	266,320	280,114	351,454	380,375
EBIT growth (%)	6.0	49.2	5.2	25.5	8.2
Other operating income	-	-	-	-	-
Other income	14,960	27,080	26,000	27,000	33,050
Financial expense	38,580	34,190	33,504	40,250	46,437
PBT	139,890	232,130	246,609	311,204	333,938
Extraordinary items	210	(8,790)	(73,681)	694	47,413
Taxes	38,570	63,350	56,720	87,137	93,503
Minority interest	0	0	0	0	0
Income from JV/Associates	20	30	0	0	0
Reported PAT	101,550	160,020	116,209	224,761	287,849
PAT growth (%)	0.6	57.6	(27.4)	93.4	28.1
Adjusted PAT	101,340	168,810	189,889	224,067	240,436
Diluted EPS (Rs)	45.6	75.9	85.3	100.7	108.0
Diluted EPS growth (%)	0.8	66.5	12.5	18.0	7.3
DPS (Rs)	3.0	3.5	6.0	7.0	7.6
Dividend payout (%)	6.6	4.9	11.4	7.0	5.8
EBITDA margin (%)	11.9	14.9	13.3	13.9	13.9
EBIT margin (%)	8.3	11.2	10.1	11.0	11.0
Effective tax rate (%)	27.6	27.3	23.0	28.0	28.0
NOPLAT (pre-IndAS)	129,263	193,639	215,687	253,047	273,870
Shares outstanding (mn)	2,225	2,225	2,225	2,225	2,225

Source: Company, Emkay Research

Cash flows

Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
PBT (ex-other income)	140,120	223,370	246,609	311,204	333,938
Others (non-cash items)	1,820	(4,680)	0	0	0
Taxes paid	(26,750)	(54,670)	(56,720)	(87,137)	(93,503)
Change in NWC	19,440	(23,210)	(16,136)	(43,083)	22,182
Operating cash flow	240,560	244,100	296,300	314,447	408,515
Capital expenditure	(157,280)	(206,490)	(288,075)	(408,201)	(416,928)
Acquisition of business	(300)	(120)	0	0	0
Interest & dividend income	5,850	8,570	0	0	0
Investing cash flow	(142,760)	(247,390)	(359,935)	(407,507)	(369,515)
Equity raised/(repaid)	0	(1,040)	0	0	0
Debt raised/(repaid)	(43,930)	62,370	50,000	125,000	100,000
Payment of lease liabilities	(5,000)	(3,970)	0	0	0
Interest paid	(39,120)	(40,440)	(33,504)	(40,250)	(46,437)
Dividend paid (incl tax)	(6,670)	(7,780)	(13,292)	(15,685)	(16,830)
Others	(13,450)	(27,300)	0	0	0
Financing cash flow	(108,170)	(18,160)	3,204	69,066	36,732
Net chg in Cash	(10,370)	(21,450)	(60,432)	(23,994)	75,732
OCF	240,560	244,100	296,300	314,447	408,515
Adj. OCF (w/o NWC chg.)	221,120	267,310	312,436	357,530	386,333
FCFF	83,280	37,610	8,226	(93,754)	(8,413)
FCFE	50,550	11,990	(25,279)	(134,004)	(54,850)
OCF/EBITDA (%)	93.5	68.8	80.3	70.7	85.1
FCFE/PAT (%)	49.8	7.5	(21.8)	(59.6)	(19.1)
FCFF/NOPLAT (%)	64.4	19.4	3.8	(37.1)	(3.1)

Source: Company, Emkay Research

Balance Sheet

Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Share capital	2,220	2,220	2,220	2,220	2,220
Reserves & Surplus	1,059,240	1,234,870	1,411,467	1,619,849	1,843,455
Net worth	1,061,460	1,237,090	1,413,687	1,622,069	1,845,675
Minority interests	110	120	120	120	120
Non-current liab. & prov.	81,600	87,800	87,800	87,800	87,800
Total debt	545,010	619,310	669,310	794,310	894,310
Total liabilities & equity	1,789,020	2,048,730	2,275,327	2,608,709	2,932,315
Net tangible fixed assets	918,390	1,087,620	1,286,652	1,601,640	1,919,108
Net intangible assets	322,900	326,480	326,480	326,480	326,480
Net ROU assets	25,470	25,430	25,430	25,430	25,430
Capital WIP	146,430	270,230	270,230	270,230	270,230
Goodwill	-	-	-	-	-
Investments [JV/Associates]	217,040	183,880	183,880	183,880	183,880
Cash & equivalents	144,370	108,460	48,080	24,034	99,766
Current & ex-cash	679,060	911,130	1,017,677	1,085,640	1,051,825
Current Liab. & Prov.	518,210	594,270	612,821	638,395	674,175
NWC (ex-cash)	160,850	316,860	404,856	447,246	377,650
Total assets	1,789,020	2,048,730	2,275,327	2,608,709	2,932,315
Net debt	400,640	510,850	621,282	770,276	794,544
Capital employed	1,789,020	2,048,730	2,275,327	2,608,709	2,932,315
Invested capital	1,255,710	1,460,730	1,747,759	2,105,135	2,353,008
BVPS (Rs)	477.2	555.9	635.3	728.9	829.4
Net Debt/Equity (x)	0.4	0.4	0.4	0.5	0.4
Net Debt/EBITDA (x)	1.6	1.4	1.7	1.7	1.7
Interest coverage (x)	4.6	7.8	8.4	8.7	8.2
RoCE (%)	11.4	15.4	14.2	15.6	14.8

Source: Company, Emkay Research

Valuations and key Ratios

Y/E Mar	FY24	FY25	FY26E	FY27E	FY28E
P/E (x)	22.9	14.5	20.0	10.4	8.1
EV/CE(x)	1.6	1.4	1.2	1.0	0.9
P/B (x)	2.2	1.9	1.6	1.4	1.3
EV/Sales (x)	1.2	1.1	0.9	0.8	0.7
EV/EBITDA (x)	9.8	7.1	6.8	5.7	5.3
EV/EBIT(x)	14.1	9.5	9.0	7.2	6.6
EV/IC (x)	2.0	1.7	1.4	1.2	1.1
FCFF yield (%)	3.3	1.5	0.3	(3.7)	(0.3)
FCFE yield (%)	2.1	0.5	(1.1)	(5.7)	(2.3)
Dividend yield (%)	0.3	0.3	0.6	0.7	0.7
DuPont-RoE split					
Net profit margin (%)	4.7	7.1	6.9	7.0	7.0
Total asset turnover (x)	1.3	1.3	1.3	1.3	1.3
Assets/Equity (x)	1.7	1.6	1.6	1.6	1.6
RoE (%)	10.1	14.7	14.3	14.8	13.9
DuPont-RoIC					
NOPLAT margin (%)	6.0	8.1	7.8	7.9	7.9
IC turnover (x)	1.7	1.8	1.7	1.7	1.5
RoIC (%)	10.1	14.3	13.4	13.1	12.3
Operating metrics					
Core NWC days	27.2	48.5	53.3	51.0	40.0
Total NWC days	27.2	48.5	53.3	51.0	40.0
Fixed asset turnover	1.2	1.2	1.3	1.3	1.2
Opex-to-revenue (%)	88.1	85.1	86.7	86.1	86.1

Source: Company, Emkay Research

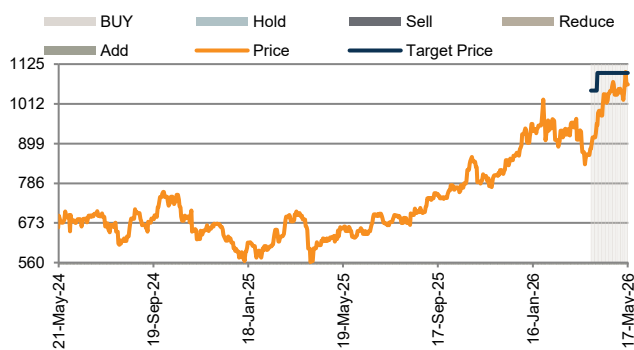
This report is intended for Nikita Vashisht (nikita.vashisht@bmail.in) use and downloaded at 05/20/2026

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
08-Apr-26	952	1,100	Buy	Akhilesh Kumar
31-Mar-26	884	1,050	Buy	Akhilesh Kumar

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

This report is intended for Nikita Vashisht (nikita.vashisht@bmail.in) use and downloaded at 05/20/2026

GENERAL DISCLOSURE/DISCLAIMER BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL):

Emkay Global Financial Services Limited (CIN-L67120MH1995PLC084899) and its affiliates are a full-service, brokerage, investment banking, investment management and financing group. Emkay Global Financial Services Limited (EGFSL) along with its affiliates are participants in virtually all securities trading markets in India. EGFSL was established in 1995 and is one of India's leading brokerage and distribution house. EGFSL is a corporate trading member of BSE Limited (BSE), National Stock Exchange of India Limited (NSE), MCX Stock Exchange Limited (MCX-SX), Multi Commodity Exchange of India Ltd (MCX) and National Commodity & Derivatives Exchange Limited (NCDEX) (hereinafter referred to be as "Stock Exchange(s)"). EGFSL along with its [affiliates] offers the most comprehensive avenues for investments and is engaged in the businesses including stock broking (Institutional and retail), merchant banking, commodity broking, depository participant, portfolio management and services rendered in connection with distribution of primary market issues and financial products like mutual funds, fixed deposits. Details of associates are available on our website i.e. www.emkayglobal.com.

EGFSL is registered as Research Analyst with the Securities and Exchange Board of India ("SEBI") bearing registration Number INH000000354 as per SEBI (Research Analysts) Regulations, 2014. EGFSL 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 EGFSL for certain operational deviations in ordinary/routine course of business. EGFSL has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has its certificate of registration been cancelled by SEBI at any point of time.

EGFSL offers research services to its existing clients as well as prospects. 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.

This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the clients simultaneously, not all clients may receive this report at the same time. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient.

EGFSL and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material. EGFSL may have issued or may issue other reports (on technical or fundamental analysis basis) of the same subject company that are inconsistent with and reach different conclusion from the information, recommendations or information presented in this report or are contrary to those contained in this report. Users of this report may visit www.emkayglobal.com to view all Research Reports of EGFSL. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, and target price of the research published by any other analyst or by associate entities of EGFSL; our proprietary trading, investment businesses or other associate entities may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest including but not limited to those stated herein. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. All material presented in this report, unless specifically indicated otherwise, is under copyright to Emkay. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of EGFSL. All trademarks, service marks and logos used in this report are trademarks or registered trademarks of EGFSL or its affiliates. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market. In so far as this report includes current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.

This report has not been reviewed or authorized by any regulatory authority. There is no planned schedule or frequency for updating research report relating to any issuer/subject company.

Please contact the primary analyst for valuation methodologies and assumptions associated with the covered companies or price targets.

Disclaimer for U.S. persons only: Research report is a product of Emkay Global Financial Services Ltd., under Marco Polo Securities 15a6 chaperone service, which is the employer of the research analyst(s) who has prepared the research report. 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 Financial Institutions Regulatory Authority (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.

This report is intended for distribution 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. Emkay Global Financial Services Ltd. 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 effected through Marco Polo or another U.S. registered broker dealer.

This report is intended for Nikita Vashisht (nikita.vashisht@bsmail.in) use and downloaded at 05/20/2026

RESTRICTIONS ON DISTRIBUTION

This report is not directed to, 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 or regulation. Except otherwise restricted by laws or regulations, this report is intended only for qualified, professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions. Specifically, this document does not constitute an offer to or solicitation to any U.S. person for the purchase or sale of any financial instrument or as an official confirmation of any transaction to any U.S. person. Unless otherwise stated, this message should not be construed as official confirmation of any transaction. No part of this document may be distributed in Canada or used by private customers in United Kingdom.

ANALYST CERTIFICATION BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL)

The research analyst(s) primarily responsible for the content of this research report, in part or in whole, certifies that the views about the companies and their securities expressed in this report accurately reflect his/her personal views. The analyst(s) also certifies that no part of his/her compensation was, is, or will be, directly or indirectly, related to specific recommendations or views expressed in the report. The research analyst (s) primarily responsible of the content of this research report, in part or in whole, certifies that he or his associated persons¹ may have served as an officer, director or employee of the issuer or the new listing applicant (which includes in the case of a real estate investment trust, an officer of the management company of the real estate investment trust; and in the case of any other entity, an officer or its equivalent counterparty of the entity who is responsible for the management of the issuer or the new listing applicant). The research analyst(s) primarily responsible for the content of this research report or his associate may have Financial Interests² in relation to an issuer or a new listing applicant that the analyst reviews. EGFSL has procedures in place to eliminate, avoid and manage any potential conflicts of interests that may arise in connection with the production of research reports. The research analyst(s) responsible for this report operates as part of a separate and independent team to the investment banking function of the EGFSL and procedures are in place to ensure that confidential information held by either the research or investment banking function is handled appropriately. There is no direct link of EGFSL compensation to any specific investment banking function of the EGFSL.

¹ An associated person is defined as (i) who reports directly or indirectly to such a research analyst in connection with the preparation of the reports; or (ii) another person accustomed or obliged to act in accordance with the directions or instructions of the analyst.

² Financial Interest is defined as interest that are commonly known financial interest, such as investment in the securities in respect of an issuer or a new listing applicant, or financial accommodation arrangement between the issuer or the new listing applicant and the firm or analysis. This term does not include commercial lending conducted at the arm's length, or investments in any collective investment scheme other than an issuer or new listing applicant notwithstanding the fact that the scheme has investments in securities in respect of an issuer or a new listing applicant.

COMPANY-SPECIFIC / REGULATORY DISCLOSURES BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL):

Disclosures by Emkay Global Financial Services Limited (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) covered in this report:-

- EGFSL, its subsidiaries and/or other affiliates and Research Analyst or his/her associate/relative's may have Financial Interest/proprietary positions in the securities recommended in this report as of May 19, 2026
- EGFSL, and/or Research Analyst does not market make in equity securities of the issuer(s) or company(ies) mentioned in this Report
Disclosure of previous investment recommendation produced:
- EGFSL may have published other investment recommendations in respect of the same securities / instruments recommended in this research report during the preceding 12 months. Please contact the primary analyst listed in the first page of this report to view previous investment recommendations published by EGFSL in the preceding 12 months.
- EGFSL, its subsidiaries and/or other affiliates and Research Analyst or his/her relative's may have material conflict of interest in the securities recommended in this report as of May 19, 2026
- EGFSL, its affiliates and Research Analyst or his/her associate/relative's may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the May 19, 2026
- EGFSL or its associates may have managed or co-managed public offering of securities for the subject company in the past twelve months.
- EGFSL, its affiliates and Research Analyst or his/her associate may have received compensation in whatever form including compensation for investment banking or merchant banking or brokerage services or for products or services other than investment banking or merchant banking or brokerage services from securities recommended in this report (subject company) in the past 12 months.
- EGFSL, its affiliates and/or and Research Analyst or his/her associate may have received any compensation or other benefits from the subject company or third party in connection with this research report.

Emkay Rating Distribution

Ratings	Expected Return within the next 12-18 months.
BUY	>15% upside
ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

Emkay Global Financial Services Ltd.

CIN - L67120MH1995PLC084899

7th Floor, The Ruby, Senapati Bapat Marg, Dadar - West, Mumbai - 400028. India

Tel: +91 22 66121212 Fax: +91 22 66121299 Web: www.emkayglobal.com

This report is intended for Nikita Vashisht (nikita.vashisht@bsmail.in) use and downloaded at 05/20/2026

OTHER DISCLAIMERS AND DISCLOSURES:**Other disclosures by Emkay Global Financial Services Limited (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) :-**

EGFSL or its associates may have financial interest in the subject company.

Research Analyst or his/her associate/relative's may have financial interest in the subject company.

EGFSL or its associates and Research Analyst or his/her associate/ relative's may have material conflict of interest in the subject company. The research Analyst or research entity (EGFSL) have not been engaged in market making activity for the subject company.

EGFSL or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of public appearance or publication of Research Report.

Research Analyst or his/her associate/relatives may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of public appearance or publication of Research Report.

Research Analyst may have served as an officer, director or employee of the subject company.

EGFSL or its affiliates may have received any compensation including for investment banking or merchant banking or brokerage services from the subject company in the past 12 months. . Emkay may have issued or may issue other reports that are inconsistent with and reach different conclusion from the information, recommendations or information presented in this report or are contrary to those contained in this report. Emkay Investors may visit www.emkayglobal.com to view all Research Reports. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, and target price of the research published by any other analyst or by associate entities of Emkay; our proprietary trading, investment businesses or other associate entities may make investment decisions that are inconsistent with the recommendations expressed herein. EGFSL or its associates may have received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months. EGFSL or its associates may have received any compensation or other benefits from the Subject Company or third party in connection with the research report. EGFSL or its associates may have received compensation from the subject company in the past twelve months. Subject Company may have been client of EGFSL or its affiliates during twelve months preceding the date of distribution of the research report and EGFSL or its affiliates may have co-managed public offering of securities for the subject company in the past twelve months.

This report is intended for Nikita Vashisht (nikita.vashisht@bsmail.in) use and downloaded at 05/20/2026