Dated: 1st Sep 2025

SAMHI Hotels (SAMHI) - BUY

Result Update

Current Market Price (CMP)	Target Price
Rs.214	**Rs.275**

Rationale:

- Q1FY26: Modest earnings performance in a tough quarter.
- SAMHI reported modest 7% yoy growth in Q1FY26 EBITDA to Rs87.7 cr.
- SAMHI now plans to add 596 keys, take the portfolio to 5,402 keys by FY29.
- SAMHI is on healthy growth trajectory, led by improvement in room rates/occupancy.
- We expect EPS (earnings per share) of Rs8.9 in FY26E and Rs12.1 in FY27E.
- Maintain BUY, with revised DCF-based fair value of Rs275/share.

Q1FY26 Earnings update:

Positives:

- ARR was Rs6,272/day (+11% yoy), coupled with steady 74% occupancy.
- Same-store RevPAR stood at Rs4,760/day (+11% yoy).
- Finance costs decreased sequentially in Q1FY26 to Rs50.6 cr (-9% yoy, -9% qoq).
- Net debt reduced on account of equity infusion of Rs580 cr by GIC.

Negatives:

- EBITDA margin was a tad weaker at 32.2% (-63 bps yoy, -590 bps qoq).

(EBITDA - Earnings Before Interest, Taxes, Depreciation and Amortization; RevPar – Revenue Per Available Room; DCF – Discounted Cash Flow; ARR: Average Room Rate)

Click here For detailed report dated 18th Aug 2025. Note: CMP & valuation may differ due to difference in dates.