

Amber Enterprises (AMBER) - BUY

Q3FY26 Result Update

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| Current Market Price (CMP) Rs.7970 | Fair Value Rs.8600 |
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Rationale:

- Q3FY26 results: Strong execution coupled with robust profitability.
- Strong performance across electronics/consumer durable segments in the quarter.
- Sharp improvement in profitability of electronics segment was key positive surprise.
- Amber reiterated the Ascent Hosur PCB plant commissioning by Q2FY26 and production by Q4FY26; timely execution will be key.
- We expect earnings per share (EPS) growth of 84.2% in FY27E and 29.0% in FY28E.
- We revise our FV to Rs8,600 and retain BUY.

👍 Positives:

- Revenue was Rs2,943 cr, up 38% yoy and 19% above our estimates.
- Electronics segment: Rs845 cr revenue, up 79% yoy; EBITDA margins was up 320 bps yoy to 10.4%.
- Consumer durable segment's revenue was Rs1,971 cr, a sharp increase of 27% yoy.
- EBITDA margin was at 8.4%, 220 bps above estimates, aided by higher gross margins.

👎 Negatives:

- PCB business is currently facing pressure due to an increase in raw materials.
- Exceptional expenses was Rs103.1 cr, comprised Rs94 cr one-time impairment in Shivalik.

(PCB: Printed Circuit Board; EBITDA: Earnings Before Interest, Tax, Depreciation and Amortization)



The content of this document has been derived from KIE research report. Kotak's PCG Research has summarized the report (Research Team: shrikant.chouhan@kotak.com). Readers who wish to access the complete report are kindly requested to contact their respective Relationship Manager. Further, the recipient of this material should take their own professional advice before investing.

Holding Period: 12 months