

## WELSPUN CORP (WCL) - ADD

### Q4FY26 Result Update

Current Market Price (CMP) <b>Rs. 1298</b>	Fair Value (FV) <b>Rs.1410</b>
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### Rationale:

- During Q4FY26, Welspun Corp (WCL)'s performance was slightly below our estimates on top-line & bottom-line front.
- WCL's reported revenue growth of 10% yoy to Rs 4,313 cr.
- The company maintained its highest-ever order book at ~Rs 25,350 crore.
- We expect earnings per share growth of 17.7 % in FY27E and 13.5% in FY28E.
- Hence, we recommend ADD rating, with revised target price of Rs1410.

### 👍 Positives:

- The company has guided for FY27 revenue of ~Rs 20,000 crore and EBITDA of ~Rs 2,850 crore, implying growth of 19% and 20%, respectively, over FY26 actual performance.
- Management also expects ROCE to remain above 20% while maintaining Net Debt/EBITDA below 1x, reflecting continued balance sheet discipline.

### 👎 Negatives:

- WCL reported PAT of Rs371 cr, reflecting a 47% YoY decline, primarily due to a high base effect from one-time exceptional income in the corresponding quarter last year.

(EBITDA: Earnings Before Interest, Taxes, Depreciation and Amortization; P/E: Price/Earnings)



The content of this document has been derived from Kotak Securities PCG 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

## RATING SCALE (PRIVATE CLIENT GROUP)

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- BUY** – We expect the stock to deliver more than 15% returns over the next 12 months
- ADD** – We expect the stock to deliver 5% - 15% returns over the next 12 months
- REDUCE** – We expect the stock to deliver -5% - +5% returns over the next 12 months
- SELL** – We expect the stock to deliver < -5% returns over the next 12 months
- NR** – **Not Rated.** Kotak Securities is not assigning any rating or price target to the stock. The report has been prepared for information purposes only.
- SUBSCRIBE** – We advise investor to subscribe to the IPO.
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- NA** – **Not Available or Not Applicable.** The information is not available for display or is not applicable
- NM** – **Not Meaningful.** The information is not meaningful and is therefore excluded.
- NOTE** – Our target prices are with a 12-month perspective. Returns stated in the rating scale are our internal benchmark.

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