Price at 25 Nov. 25 / 12m Target Price

INR5,778 / INR6,390 +11%

Refinitiv / Bloomberg: / KAYNES IN

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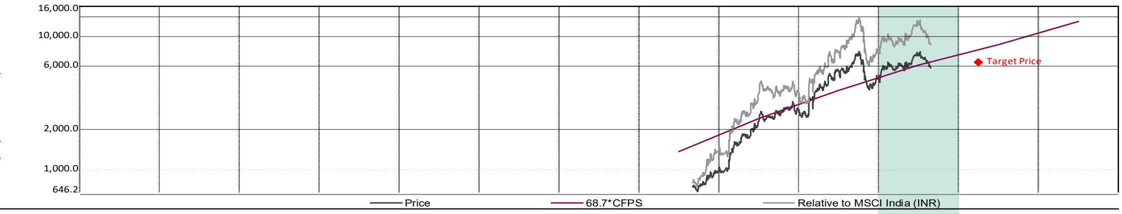
KAYNES TECHNOLOGY (Neutral)

Consumer Electronics | IT Hardware - India

Company Highlights			**INRm / EURm**
Enterprise value			376,283 / 3,657
Market capitalisation			387,295 / 3,764
Free float			162,664 / 1,581
3m average volume			3,712 / 36
Performance (*)	**1m**	**3m**	**12m**
Absolute	(13%)	(6%)	(0%)
Rel. Sector	(9%)	(22%)	(32%)
Rel. MSCI India	(13%)	(9%)	(6%)
12m Hi/Lo (INR) : 7,598 -24% / 3,952 +46%			
CAGR	**2018/2025**		**2025/2027**
EPS restated	27%		32%
CFPS	24%		45%



	Mar. 18	Mar. 19	Mar. 20	Mar. 21	Mar. 22	Mar. 23	Mar. 24	Mar. 25	Mar. 26e	Mar. 27e	Mar. 28e
Price (yearly avg from Mar. 23 to Mar. 25)						*819.3*	*2,095.8*	*4,696.1*	*5,777.5*	*5,777.5*	*5,777.5*
PER SHARE DATA (INR)	**Mar. 18**	**Mar. 19**	**Mar. 20**	**Mar. 21**	**Mar. 22**	**Mar. 23**	**Mar. 24**	**Mar. 25**	**Mar. 26e**	**Mar. 27e**	**Mar. 28e**
No of shares year end, basic, (m)	6.800	6.800	6.800	6.800	46.158	58.142	63.918	64.084	67.035	67.035	67.035
Avg no of shares, diluted, excl. treasury stocks (m)	6.800	6.800	6.800	43.696	46.308	48.463	63.918	64.084	67.035	67.035	67.035
EPS reported, Gaap	*2.34*	*1.44*	*1.68*	*1.40*	*6.18*	*14.20*	*27.34*	*45.79*	*77.11*	*98.64*	*133.63*
EPS company definition	*2.34*	*1.44*	*1.68*	*1.40*	*6.18*	*14.20*	*27.34*	*45.79*	*77.11*	*98.64*	*133.63*
EPS restated, fully diluted	23.08	14.21	16.59	2.15	8.95	19.64	28.68	45.79	77.11	98.64	133.63
% change	*NC*	*(38.4%)*	*16.7%*	*(87.1%)*	*317.2%*	*119.4%*	*46.0%*	*59.7%*	*68.4%*	*27.9%*	*35.5%*
Book value (BVPS) (a)	122.7	136.9	153.5	203.9	43.9	164.9	389.1	443.2	739.5	838.1	971.8
Net dividend	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00			
STOCKMARKET RATIOS	**Mar. 18**	**Mar. 19**	**Mar. 20**	**Mar. 21**	**Mar. 22**	**Mar. 23**	**Mar. 24**	**Mar. 25**	**Mar. 26e**	**Mar. 27e**	**Mar. 28e**
P / E (P/ EPS restated)						41.7x	73.1x	102.6x	74.9x	58.6x	43.2x
P / E relative to MSCI SMID						286%	471%	598%	478%	442%	364%
P / CF						41.4x	60.3x	82.6x	65.6x	45.9x	31.0x
FCF yield						(3.2%)	(2.3%)	(3.4%)	(1.8%)	(6.0%)	(3.7%)
P / BVPS						4.97x	5.39x	10.60x	7.81x	6.89x	5.95x
Net yield						0.0%	0.0%	0.0%			
Payout						0.0%	0.0%	0.0%			
EV / Sales						3.19x	6.69x	10.98x	8.81x	5.66x	4.07x
EV / Restated EBITDA						21.3x	47.5x	72.7x	54.0x	37.9x	25.2x
EV / Restated EBITA						24.0x	52.7x	81.6x	60.4x	45.8x	32.1x
EV / NOPAT						31.8x	66.6x	NS	76.4x	58.0x	40.6x
EV / OpFCF						NS	NS	NS	NS	NS	NS
EV / Capital employed (incl. gross goodwill)						5.8x	10.5x	11.7x	9.9x	5.9x	4.5x
ENTERPRISE VALUE (INRm)						**35,889**	**120,785**	**298,766**	**376,283**	**399,360**	**413,845**
Market cap						39,242	133,960	300,942	387,295	387,295	387,295
+ Adjusted net debt	798	1,159	1,101	1,252	1,480	(3,501)	(12,195)	(1,808)	(10,645)	12,433	26,918
+ Other liabilities and commitments						168	321	917	917	917	917
+ Revalued minority interests						13	16	40	40	40	40
- Revalued investments						33	1,318	1,324	1,324	1,324	1,324
P & L HIGHLIGHTS (INRm)	**Mar. 18**	**Mar. 19**	**Mar. 20**	**Mar. 21**	**Mar. 22**	**Mar. 23**	**Mar. 24**	**Mar. 25**	**Mar. 26e**	**Mar. 27e**	**Mar. 28e**
Sales	**3,794**	**3,642**	**3,682**	**4,206**	**7,062**	**11,261**	**18,046**	**27,218**	**42,721**	**70,617**	**101,756**
Restated EBITDA (b)	**379**	**352**	**408**	**409**	**937**	**1,683**	**2,542**	**4,107**	**6,963**	**10,546**	**16,423**
Depreciation	(47)	(51)	(65)	(101)	(132)	(187)	(251)	(447)	(731)	(1,831)	(3,522)
Restated EBITA (b)	**332**	**300**	**343**	**308**	**805**	**1,496**	**2,290**	**3,660**	**6,231**	**8,715**	**12,901**
Reported operating profit (loss)	332	300	343	308	805	1,496	2,290	3,660	6,231	8,715	12,901
Net financial income (charges)	(97)	(165)	(208)	(199)	(215)	(235)	25	57	312	(345)	(1,563)
Affiliates	0	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0	0
Tax	(76)	(38)	(23)	(11)	(174)	(308)	(483)	(782)	(1,374)	(1,758)	(2,381)
Minorities	(2)	(0)	1	(4)	(2)	0	0	0	0	0	0
Net attributable profit reported	157	97	113	94	415	952	1,833	2,934	5,169	6,613	8,958
Net attributable profit restated (c)	**157**	**97**	**113**	**94**	**415**	**952**	**1,833**	**2,934**	**5,169**	**6,613**	**8,958**
CASH FLOW HIGHLIGHTS (INRm)	**Mar. 18**	**Mar. 19**	**Mar. 20**	**Mar. 21**	**Mar. 22**	**Mar. 23**	**Mar. 24**	**Mar. 25**	**Mar. 26e**	**Mar. 27e**	**Mar. 28e**
EBITDA (reported)	**379**	**352**	**408**	**409**	**937**	**1,683**	**2,542**	**4,107**	**6,963**	**10,546**	**16,423**
EBITDA adjustment (b)	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Other items	35	24	26	30	39	30	175	236	0	0	0
Change in WCR	(293)	(355)	(79)	(138)	(743)	(1,626)	(1,534)	(4,522)	(5,718)	(7,436)	(8,779)
Operating cash flow	**121**	**20**	**356**	**301**	**233**	**87**	**1,183**	**(179)**	**1,245**	**3,110**	**7,644**
Capex	(17)	(113)	(208)	(250)	(422)	(581)	(3,826)	(9,487)	(7,346)	(24,085)	(18,185)
Operating free cash flow (OpFCF)	**104**	**(92)**	**148**	**51**	**(190)**	**(494)**	**(2,643)**	**(9,666)**	**(6,101)**	**(20,975)**	**(10,541)**
Net financial items + tax paid	(159)	(244)	(238)	(257)	(267)	(754)	(495)	(700)	(1,062)	(2,102)	(3,944)
Free cash flow	**(56)**	**(336)**	**(90)**	**(206)**	**(457)**	**(1,248)**	**(3,139)**	**(10,366)**	**(7,163)**	**(23,077)**	**(14,485)**
Net financial investments & acquisitions	2	1	(16)	2	(33)	0	0	0	0	0	0
Other	0	(26)	165	(218)	35	(0)	(1,285)	13	0	0	0
Capital increase (decrease)	0	0	0	270	228	6,229	13,118	(33)	16,000	0	0
Dividends paid	0	0	0	0	0	0	0	0	0	0	0
Increase (decrease) in net financial debt	**54**	**361**	**(59)**	**152**	**227**	**(4,980)**	**(8,694)**	**10,387**	**(8,837)**	**23,077**	**14,485**
Cash flow, group share	**252**	**132**	**197**	**175**	**705**	**959**	**2,221**	**3,643**	**5,900**	**8,444**	**12,479**
BALANCE SHEET HIGHLIGHTS (INRm)	**Mar. 18**	**Mar. 19**	**Mar. 20**	**Mar. 21**	**Mar. 22**	**Mar. 23**	**Mar. 24**	**Mar. 25**	**Mar. 26e**	**Mar. 27e**	**Mar. 28e**
Net operating assets	494	548	690	926	1,217	1,610	4,243	12,363	18,977	41,231	55,895
WCR	1,259	1,650	1,577	1,796	2,404	4,598	7,305	13,203	18,921	26,357	35,136
Restated capital employed, incl. gross goodwill	**1,753**	**2,198**	**2,267**	**2,722**	**3,621**	**6,208**	**11,548**	**25,566**	**37,899**	**67,589**	**91,031**
Shareholders' funds, group share	834	931	1,044	1,387	2,026	9,590	24,869	28,403	49,572	56,184	65,142
Minorities	6	7	5	9	11	13	16	40	40	40	40
Provisions/ Other liabilities	134	121	133	91	120	139	176	256	256	256	256
Net financial debt (cash)	798	1,159	1,101	1,252	1,480	(3,501)	(12,195)	(1,808)	(10,645)	12,433	26,918
FINANCIAL RATIOS (%)	**Mar. 18**	**Mar. 19**	**Mar. 20**	**Mar. 21**	**Mar. 22**	**Mar. 23**	**Mar. 24**	**Mar. 25**	**Mar. 26e**	**Mar. 27e**	**Mar. 28e**
Sales (% change)	NC	(4.0%)	1.1%	14.2%	67.9%	59.4%	60.3%	50.8%	57.0%	65.3%	44.1%
Organic sales growth	0.0%	(4.0%)	1.1%	14.2%	67.9%	59.4%	60.3%	50.8%	57.0%	65.3%	44.1%
Restated EBITA (% change)	NS	(9.5%)	14.2%	(10.2%)	161.3%	85.8%	53.1%	59.8%	70.3%	39.9%	48.0%
Restated attributable net profit (% change)	NC	(38.4%)	16.7%	(16.9%)	342.1%	129.7%	92.5%	60.1%	76.2%	27.9%	35.5%
Personnel costs / Sales	11.0%	11.4%	11.3%	10.9%	8.5%	6.8%	5.7%	6.5%	7.0%	6.6%	6.1%
Restated EBITDA margin	10.0%	9.7%	11.1%	9.7%	13.3%	14.9%	14.1%	15.1%	16.3%	14.9%	16.1%
Restated EBITA margin	8.7%	8.2%	9.3%	7.3%	11.4%	13.3%	12.7%	13.4%	14.6%	12.3%	12.7%
Tax rate	32.4%	28.4%	17.2%	10.5%	29.4%	24.5%	20.8%	21.0%	21.0%	21.0%	21.0%
Net margin	4.2%	2.7%	3.0%	2.3%	5.9%	8.5%	10.2%	10.8%	12.1%	9.4%	8.8%
Capex / Sales	0.4%	3.1%	5.6%	5.9%	6.0%	5.2%	21.2%	34.9%	17.2%	34.1%	17.9%
OpFCF / Sales	2.7%	(2.5%)	4.0%	1.2%	(2.7%)	(4.4%)	(14.6%)	(35.5%)	(14.3%)	(29.7%)	(10.4%)
WCR / Sales	33.2%	45.3%	42.8%	42.7%	34.0%	40.8%	40.5%	48.5%	44.3%	37.3%	34.5%
Capital employed (excl. gdw./intangibles) / Sales	45.1%	58.3%	57.8%	58.4%	46.3%	51.3%	60.6%	85.2%	83.1%	92.3%	87.1%
ROE	18.8%	10.4%	10.8%	6.8%	20.5%	9.9%	7.4%	10.3%	10.4%	11.8%	13.8%
Gearing	95%	124%	105%	90%	73%	(36%)	(49%)	(6%)	(21%)	22%	41%
EBITDA / Financial charges	2.8x	1.9x	1.9x	1.8x	3.8x	6.7x	NS	73.7x	NC	30.6x	10.5x
Adjusted financial debt / EBITDA	2.1x	3.3x	2.7x	3.1x	1.6x	NC	NC	NC	NC	1.2x	1.6x
ROCE, excl. gdw./intangibles	13.1%	10.1%	13.3%	11.2%	17.4%	19.5%	16.6%	12.5%	13.9%	10.6%	11.5%
ROCE, incl. gross goodwill	12.8%	9.8%	12.5%	10.1%	15.7%	18.2%	15.7%	11.3%	13.0%	10.2%	11.2%
WACC	NC	NC	NC	NC	NC	12.0%	12.3%	11.8%	11.7%	11.7%	11.7%

Latest Model update: 25 Nov. 25

(a) Intangibles: INR2,381.09m, or INR37 per share. (b) adjusted for capital gains/losses, exceptional restructuring charges, capitalized R&D; EBITA also adjusted for impairments and am. of intangibles from M&A

(c) after EBITA adjustments and financial result/tax adjustments, (*) In listing currency, with div. reinvested