PORTFOLIO
MANAGEMENT SERVICES

ANAND RATHI
ADVISORS LIMITED

IMPRESS PORTFOLIO

QUARTERLY COMMUNICATION

December' 25

FUND MANAGERS COMMUNICATION

December 2025

Global Market:

In US, after a strong run in the first 10 months of the year, stock markets took a breather in November with S&P 500 up by 0.2%. Market uncertainty regarding the ambiguous data environment, the impact on growth, and the progress of monetary policy weighed on sentiment.

IMF World Economic outlook - The International Monetary Fund has given GDP prediction for 2025 - world GDP growth at 3% & 3.1% for CY2026. The outlook for India is relatively stable supported by private consumption & revised upwards to 6.7% in CY2025 & 6.4% in CY2026.

Domestic Market:

GST Collection: GST receipts in November month was ₹1.70 Lakhs crore, marking a 0.7% year on year growth.

Credit Growth: Credit growth improved to 12% in October 2025. Sector-wise credit growth was broad-based, with industry leading at 14.6%, driven by MSMEs. India's credit outlook remains favourable, supported by strong domestic growth, stable employment conditions, and sustained consumer and investment demand. RBI's calibrated policy stance including targeted liquidity operations should maintain orderly financial conditions without constraining bank lending. With healthy balance sheets, falling NPAs, and broad-based sectoral credit appetite, banks are positioned to continue expanding credit at a stable pace.

CPI Inflation: India's CPI inflation fell to 0.25% y/y, marking the lowest print in the current CPI series, which uses 2012 as the base year. The drop in headline inflation was driven by continued deflation in food prices along with a high base effect, bringing the print significantly lower.

Auto Numbers: The overall performance of the automobile industry in India showed strong growth momentum in dispatches during November month, sustaining the surge seen in October's festive season, building on the activity observed in October and driven by a favorable combination of GST 2.0 rate cuts, festive demand, and improved consumer confidence. Following the GST rate reductions effective from late September, small cars taxed at 18% (down from 28%). Demand and enquiries continue to high across all vehicle categories-from entry-level cars and compact SUVs to larger SUVs, commuter motorcycles, and high-CC two-wheelers. Growth in rural markets is more promising than urban markets on the anticipation of good harvest. The overall post-festive demand is expected to remain strong supported by increased rural participation, lower interest rate, increased spending and marriage led demand.

PMI: The S&P Global HSBC Manufacturing PMI for India came at 56.6 in November. (Manufacturing PMI data is an economic indicator that measures the activity level in the manufacturing sector. It is based on a survey of purchasing managers across manufacturing industries and provides insights into business conditions, including production, new orders, employment, supplier delivery times, and inventory levels).

IIP: Industrial growth in Oct'25 was milder compared to the stronger growth seen in recent months (Q2 average at 4.3%), with all sectors of the industrial index recording broader moderation and pulling the overall print down to 0.4%. Growth momentum was dampened by fewer working days during the festive season and the impact of in-place tariffs, mirroring the trend in core sector output, which reported flat growth in Oct'25. Looking ahead, positive developments on a potential trade deal and GST rationalization should support industrial growth, though downside risks persist due to US tariffs and an unfavourable base effect.

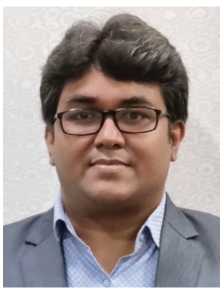
Funds Flow: FII flows were negative in the month of November 2025 at Rs.17500 crores, DII flows remained healthy with positive inflows of Rs.77083 crores during the month.

Equity Market Outlook:
Q2FY26 Results has been in line with expectations with many companies reporting healthy growth outlook. In our PMS Portfolio Holdings, companies from wires & cables, alco-Bev, construction, consumer discretionary, Agri inputs, defense, mid cap IT have reported healthy set of numbers and growth outlook remains bright for these set of companies.

Foreign fund outflows over the past year were driven by high valuations, slower earnings growth, and global uncertainties, but post-correction, valuations are now reasonable. India's domestic foundations are strengthened through policy measures, bilateral trade negotiations, CRR and repo cuts, GST rate reductions, and revised income tax rules, boosting consumption and liquidity. Ongoing infrastructure expansion and sector-specific policies, such as the National Policy on Geothermal Energy, reinforce the government's commitment to sustained growth. These measures help counter global headwinds like tariffs and protectionism, supporting India's near-term growth and long-term investment appeal.

In near term market participants will be keenly watching the US federal government policy outcome and RBI policy meeting outcome, expectations are for lower rates in coming quarters. Any positive outcome on tariff policy for India from US would be positive.

Recovery in profitability of corporate India is expected from H2FY26 and gain momentum in the coming quarters. Any dip or corrections would provide good opportunity for Lum-sum as well as top up on existing investments. We remain constructive on Indian economy and Indian equities for long term.



Regards,
Mayur Shah
(Fund Manager-Anand Rathi Advisors Ltd.)

Q2 FY26

During the quarter Q2FY26 Nifty 500 reported revenue growth of 8% y-o-y and Adjusted PAT growth of 15% y-o-y.

In Q2FY26 IMPRESS PMS portfolio companies have reported revenue growth of 18% and PAT growth more than 20%. Before the changes done during the month in the portfolio, the majority of the companies have reported healthy business growth.

During last three months - below changes done in IMPRESS PMS.

Full exit : Ratnamani Metals & Tubes Ltd. KEC International Limited, AARTI Pharmalab, JK Lakshmi Cement Ltd.

Partial Profit Booking: Bharat Electronics Ltd., Cemindia Projects Ltd., Radico Khaitan Ltd.,
New Stock Addition: LT Foods Ltd., APL Apollo Tubes Limited, Poly Medicure Ltd., Lumax Auto Technology Ltd.

IMPRESS PMS - Q2FY26 Results (₹ cr)

		Q2FY26			Q2FY25			Growth Y-o-Y		
Sr.No.	**Company Name**	**Sales**	**EBITDA**	**PAT**	**Sales**	**EBITDA**	**PAT**	**Sales**	**EBITDA**	**PAT**
1	Alivus Life Sciences Ltd.	588	179	130	507	134	95	16%	33%	36%
2	Bharat Electronics Ltd.	5792	1702	1278	4605	1400	1084	26%	22%	18%
3	Coforge Ltd.	3986	733	425	3026	423	247	32%	73%	72%
4	Cemindia Projects Ltd.	2175	203	107	1991	182	72	9%	12%	49%
5	JK Lakshmi Cement Ltd.	1532	208	81	1234	89	-23	24%	133%	-
6	K.P.R. Mill Ltd.	1569	314	218	1428	296	205	10%	6%	6%
7	KEI Industries Ltd.	2726	269	204	2284	225	155	19%	20%	31%
8	KPI Green Energy Ltd.	634	226	117	360	134	70	76%	69%	67%
9	PG Electroplast Ltd.	655	30	2	671	56	19	-2%	-47%	-88%
10	PNB Housing Finance Ltd.	2128	2040	582	1879	1736	470	13%	18%	24%
11	Radico Khaitan Ltd.	5057	238	139	3907	163	82	29%	46%	69%
12	LT Foods Ltd.	2766	309	163	2108	229	142	31%	35%	15%
13	Lumax Auto Technologies Ltd.	1156	155	78	842	102	52	37%	51%	50%
14	Schneider Electric Infrastructure Ltd.	650	84	52	600	74	54	8%	13%	-4%
15	Titagarh Rail Systems Ltd.	799	84	47	1057	129	85	-24%	-35%	-45%
16	Varun Beverages Ltd.	5048	1147	747	4932	1151	629	2%	0%	19%
	Recently Exited Stocks									
1	KEC International Ltd.	6092	430	161	5113	320	85	19%	34%	88%
2	Aarti Pharmalabs Ltd.	418	75	29	458	94	55	-9%	-20%	-48%
	Average Growth							**18%**	**26%**	**21%**

Recently Added Stocks

		Q2FY26			Q2FY25			Growth Y-o-Y		
Sr.No.	**Company Name**	**Sales**	**EBITDA**	**PAT**	**Sales**	**EBITDA**	**PAT**	**Sales**	**EBITDA**	**PAT**
1	APL Apollo Tubes Ltd.	5038	447	302	4628	138	54	9%	224%	460%
2	Poly Medicure Ltd.	444	115	91	420	115	87	6%	0%	5%

Aarti Pharmalabs

In Q2FY26 AARTI Pharma reported revenues of ₹417 cr down by 8 % y-o-y, PAT was ₹28 cr down 49% y-o-y. Aarti Pharmalabs operates across three key verticals – Xanthine Derivatives, API and Intermediates, and CDMO-CMO Services. The Xanthine Derivative segment contributed 51% of turnover, The volume split was 71% beverage customers and 29% others. In terms of geographical split, the export sales was 59% and the remaining 41% was local sales. The API business 39% of sales, saw high margin pressure & management expects business to normalise in H2FY26, with the new launching anticipated on the anti-cancer segment, growth is expected to revive in FY27. Moreover, the API sales mix in this quarter was skewed towards lower margin APIs which impacted the profitability and margins. Xanthine expansion is ongoing as planned, expect to reach 9,000 metric tons per annum installed capacity by end of this financial year from 5000 tonnes currently. CDMO business is expected to growth at higher growth rates in coming years.

Key Risk: Regulatory risk, delay in exceution.

Bharat Electronics Limited

In Q2FY26 BEL reported revenues of Rs.5792.1 cr up by 25.8% y-o-y, PAT was Rs.1287.8 cr up by 17.9% y-o-y. The company is a dominant supplier of defence and strategic electronics to the Indian Armed Forces, with a broad portfolio including radars, electronic warfare, systems and military communication. We anticipate robust earnings growth driven by: Steady execution of orderbook Rs.750 bn+ (current size ~3x of FY25 revenue), Order inflows in FY26 are estimated at ~Rs.570bn, BEL's established role as a systems and platform integrator across defence domains and direct leverage to the increasing defence budget allocation. We believe its positioning and product offerings in the Indian defence system (Army, Navy and Airforce) will ensure its growth momentum to continue beyond FY28 as well. BEL functions as a system integrator (improves topline) and critical subsystem supplier (yields better margin) across a wide range of platforms (missiles, radars, communication, naval systems, avionics). The company is one of the biggest beneficiaries of India's defence capex, irrespective of which OEM or platform wins the final contract.

Key Risk: Execution delays.

Coforge Limited

In Q2FY26 COFORGE reported revenues of ₹3985.7 cr up by 31.7% y-o-y, PAT was ₹375.7 cr up by 85.9% y-o-y, with 2Q EBIT margin at 14%, the management sees a potential pathway to 14% EBIT margin for full year FY26. The company aims to prioritize growth over further margin expansion, reinvesting any upside beyond 14% back into the business. Demand environment has improved on the margins. The advent of AI has led to demand being muted for the past few quarters, while there is scope for firms who have differentiated offerings. The addressable demand for the company continues to grow at a solid clip. Strong order intake delivered again along with healthy order book over the next 12 months. Total order intake in 2Q was $514mn with executable order book at $1.635bn, up ~27% yoy. The velocity and median size of large deals continues to grow steadily, indicating the company's focus towards large deals conversion. The company expects to deliver a very strong FY26, despite prevailing macro uncertainty driven by focus on organic growth, sales capabilities and strong order book along with better margins. 2H growth will be strong as 4Q is generally a strong quarter for the company, which is expected to pan out similarly in FY26. Management Intent is clear to deliver sustainable and robust growth in revenue over the next 2-3 years.

Risk : Slowdown in IT spending and cut in IT budgets.

KEI Industries

In Q2FY26 KEI Industries reported revenues of ₹2726.3 cr up by 19.6% y-o-y, PAT was ₹203.5 cr up by 31.4% y-o-y. Management expressed confidence in achieving FY26 growth(>20%) and margin guidance (10.5-11%), with the coming Sanand plant expected to power the next phase of expansion and profitability, targeting 20%+ CAGR from FY27 over 3-5 years. Once fully operational, Sanand will add ~Rs60bn revenue, boost exports and aid a 1–1.5% margin expansion by FY28. The plant is set to unlock multi-year growth potential, capitalising on robust sector demand tailwinds, while exports continue to scale up markedly. With disciplined capital allocation, reduced EPC dependence and continued retail expansion, KEI is set for profitable long-term growth. Renewables energy, data centre is emerging as growth drivers along with housing, construction and power sector. KEI industries is manufacturer of wires and cables, offering solutions across low-voltage (LV), medium-voltage (MV/HT) and extra-high voltage (EHV) segments. KEI is positioning to increase its share in higher-value segments like EHV cables and to capitalize on power infrastructure push (both domestic and international).

Key Risk: competition and slowdown in power sector.

K.P.R. Mill Limited

Q2FY26 KPR Mills reported revenues of ₹1632 cr up by 10.3% y-o-y, PAT was ₹218 cr 6.4% y-o-y, Garment volumes rose 12.1% y-o-y to 89.3 million pieces. Significant exposure to Europe (58% revenue contribution in FY25), makes KPR a beneficiary of the India-UK FTA. Further, lower exposure to US (21% revenue contribution in FY25) cushions it from the impact of higher tariffs. At H1-end, company is net debt-free; cash & cash equivalents stood at ~₹ 1,604 crore. China + 1 & Bangladesh + 1 factors, FTA with the UK and rising opportunities in the US offer scope for consistent growth in the high-margin garment business (~40% of total revenues). Further, an integrated business model with strong capacity expansion plan in the textile business would aid faster recovery for KPR, once demand improves. In the long term, growth prospects of the Indian textiles industry are strong, aided by augmentation of capacity with value-added products, China +1 factor, the government entering into trade agreements with various countries, incremental benefits from the PLI scheme and market share gains in export markets. KPR Mills is one of the largest vertically integrated textile manufacturing companies in India present across the value chain from 'fibre-to-fashion.' KPR has 12 technology-oriented manufacturing units.

Key Risk: Delay in recovery of global export market or any significant increase in input prices.

KPI Green Energy

In Q2FY26 KPI Green Energy reported revenues of ₹634 cr up by 76% y-o-y, PAT was ₹117 cr up by 67% y-o-y. KPI has 123 sites with land bank of 6680 acres, power evacuation capacity of 3.4 GW, company's total installed and upcoming capacity will become 4.15 GW. KPI Green has received the Category A Power Trading Licence from the Gujarat Electricity Regulatory Commission (GERC), enabling the company to trade electricity and optimise realisation by aligning power sales with demand curves for its renewable portfolio. KPI is looking at new future segments like, BESS Solutions: India renewable surge can lead to strain on grid; battery energy storage stabilizes frequency, shifts peaks and enables RTC supply, KP Group has signed MOUs with significant players such as Delta Electronics for energy transition using BESS. Consistent high-speed sea Offshore: winds near Gujarat & Tamil Nadu shores promise high PLF renewable power, stimulate port infrastructure & jobs. KPI is currently evaluating and actively participating in offshore wind development. Green Hydrogen Project: Abundant renewables, policy incentives, and export prospects drive green hydrogen adoption, KP Group is currently developing a 1 MW captive Green Hydrogen plant planned to be operational in FY26.

Key Risk: execution delays, regulatory risk.

Radico Khaitan Limited

In Q2FY26 Radico Khaitan reported revenue of ₹1493.9 cr up by 33.8% y-o-y, PAT was ₹139 cr up by 69% y-o-y, driven by 38% volume growth. Operating leverage drove the EBITDA margin to 15.9%. Management expects its Luxury category to clock Rs5bn in sales in FY26 (vs Rs3.4bn in FY25) helped by launches and wider distribution. It maintained its guidance of 20%+ volume growth with a150bp expansion in FY26 EBITDA margins, while adding 125bps to the margin annually in two years and targeting late-teen margins. Net debt reduced by Rs1.46bn since Mar'25, aided by profitability and tighter working-capital management, Management confident of further debt reduction in H2 FY26; expects to be debt-free by FY27 through free cashflow generation. Management confident of sustaining strong double-digit growth in the Prestige & Above category. Continued focus on innovation-led growth, portfolio premiumisation, and geographic expansion.

Key Risk: Regulatory risk, slowdown in consumer demand.

LT Foods

In Q2FY26 LT foods reported revenues of ₹2765.7 cr up by 31.2% y-o-y, PAT was ₹163 cr up by 15% y-o-y. Demand remained strong across regions, with volume likely to grow in the double digits for FY26. The US market is expected to see some uncertainty due to tariffs, while other regions are expected to see good growth in 2HFY26. With strong cash reserves and healthy demand visibility across India, the US, and Europe, LT Foods remains well-positioned to sustain growth momentum, aided by new capacity additions and continued brand investments. We expect LT foods to continue its growth momentum on the back consistent execution, strong brand equity in Basmati and organic foods and expanding global presence, strong demand in the Indian market, led by a continued shift from the unorganized to organized players and increased consumption of basmati rice.

Key Risk: Regulatory risk, Tariff uncertainity.

Schneider Electric Infrastructure Limited

In Q2FY26 Schneider Electric reported revenues of ₹655 cr up by 7.5% y-o-y, PAT was ₹52 cr down by 3.6% y-o-y. Order inflow during the quarter was ₹838 cr up by 15.6% y-o-y, Order Backlog on 30th Sep'25 at INR 1,805 Crores (+25.0% YoY). Revenue break up for for H1, system is 65%, transactional is 20%, services is 15%, exports was 23%. Business segments: in power grid by higher digitisation, transparency & efficiency will increase; in data centres there will be lot of demand; renewables remain on growth track; in Mobility overall, the mass transport railways, airports and metros are all seeing a bullish future. Grid modernization, grid upgrade would be critical and important, and more so because more and more inclusion of solar coming in the overall play, which will entail a bidirectional or multidirectional flow of power and energy, wherein grid modernization and strengthening will be important. Green Hydrogen is going to be a big opportunity for the company, Nuclear power would also open opportunity for the company. Company sees immense opportunity in Electric vehicles & chargers. Airports to be energy efficient, mass transport. Energy Storage System is emerging very fast, Schneider has multiple solutions in this space. Battery & cell manufacturers are setting up local set up and company is providing solutions. The long term growth outlook for power sector capex remain very strong and Schneider would be beneficiary.

Key Risk: Slowdown in orders, delayed execution.

Varun Beverages

In Q2FY26 Varun beverages reported revenues of ₹4896.7 cr up by 1.9% y-o-y, PAT was ₹741.2 cr up by 19.6% y-o-y, volume growth was 2.4% y-o-y. VBL is strategically entering the alcoholic beverage segment through a partnership with Carlsberg Breweries to pilot beer sales in the African market. The company aims to leverage its strong distribution network and shared retail channels across the South African regions to efficiently expand its presence in this category. While the extended monsoon season temporarily affected consumption trends in India, management remains confident in the strong long-term growth prospects of the domestic beverage industry. VBL would improve its earnings momentum, aided by scale-up in the international market, driven by South Africa and recovery in the Zimbabwe market, strengthening of on-ground execution in the Indian market, scale up of the snacking business from CY26 onwards, backed by the operationalization of the Morocco and Zimbabwe markets in 2HCY25, an expanding product portfolio (recently launched an energy drink called 'Adrenaline Rush', and ongoing investments in capacity expansion, distribution, and cold chain infrastructure. Rising per capita income and low penetration would be long term positive for the company business.

Key Risk: High competition intensity, slowdown in consumer demand.

Cemindia Projects Limited

In Q2FY26 Cemindia reported revenues of ₹2175 cr up by 9% y-o-y, PAT was ₹108 cr up by 49% y-o-y. Orders secured during the quarter was ₹3258 cr, outstanding order book at ₹20,646 cr. Cemindia is well positioned to capitalise on India's infrastructure boom, supported by major government initiatives such as the National Infrastructure Pipeline, National Monetisation Pipeline, Sagarmala, etc. Its strong presence in specialised sectors, including maritime infrastructure, metro rail, tunnelling, airports and industrial structures, gives company a distinct edge in winning complex high-value projects. Backed by a robust order book and the strategic support of its new promoter Adani Group. Data centres is also emerging as new opportunity & company is exploring additional scope of work apart from civil works.

Key Risk: Slowdown in new orders, delay in execution.

Alivus Life Science

In Q2FY26 Alivus life reported revenues of ₹588 cr up by 16% y-o-y, PAT was ₹ 130 cr up by 36.8% y-o-y, EBITDA for the quarter was at INR194 crores, up 35.7% year-on-year and EBITDA margin for the quarter was 33%, up 480 basis points year-on-year, driven by better product mix and new launches. Capacity expansion initiatives at Solapur, Ankleshwar and Dahej are progressing well and as planned. Strong pipeline with new launches coming up, and CDMO is also doing well and recovery in GPL business would be positive for the company in coming quarters. Management remain confident of achieving single-digit revenue growth in FY26, with stronger momentum expected in the second half. In API future growth will be driven by new product launches, Geographical expansion, Focus on new markets becoming more regulated & Pursue 2nd source opportunities with top generic players. CDMO Ramp, Expand into complex API platform & Oncology will be new growth areas. Capacity expansion Greenfield – Solapur, Second Phase Dahej expansion, Ankleshwar Pharma blocks expansion, Build standalone R&D infrastructure for expansion into new growth levers.

Risk : Regulatory risks, execution delays.

Titagarh Rail Systems Limited

In Q2FY26 Titagarh rail systems reported revenues of ₹788.3 cr down by 24.8% y-o-y, PAT was ₹51.8 cr down by 42.4% y-o-y. New orders received for ₹2700 cr, total order book stands at ₹15077 cr. Wheelset problem has created impact on business, which has come to normalise now. Wagon order book is 9000 wagon, current production capacity is 1000 wagons per month. Vande Bharat sleeper coach production is expected from Q3FY27. In Passenger coaches company expects 100-120 in Fy26 and 200+ in FY27. In Ship building company has developed capability and will focus on specialised vessels and has capacity to do 16-18 vessels per year. Company will also evaluate exports in future, as of now India has lot of opportunity. Indian Railways is expected to procure around 1-1.2 lakh incremental wagons representing a market opportunity of ₹ 35,000-40,000 cr. The Government of India aims in launching 400 Vande Bharat train in the upcoming years.The estimated opportunity size is ₹ 50,000- 60,000 cr for Vande Bharat and ₹ 60,000 to 65,000 cr for other variations of Vande Bharat trains. Govt. targets to increase total operational metro rail network by >2x to 1,700 km & this expansion will entail procurement of ~5000 metro rail coaches in the near future and increase the metro coverage to 50 cities.

Key Risk : Slowdown in government orders & execution delays.

PG Electroplast Limited

In Q2FY26 PG Electroplast reported revenues of ₹655 cr down by 2.4% y-o-y, PAT was ₹2.38 cr down 87% y-o-y. The room AC business was impacted due to early monsoons. The washing machine business has done extremely well and seen a very good growth. Compared to last year, washing machines were up by 55% in this quarter. Room AC business will see increased penetration-led growth with the recent rationalization of GST and growth in room AC business will remain robust. Company is expanding capacities in RACs, washing machines and Coolers. Client engagement across large and emerging brands remains strong. management has guided for revenues of ₹6550 cr in FY26, FY '26 CAPEX will be in between ₹ 700-₹ 750 crores. Capex for Andhra Pradesh will be ₹1000 crores in next 4-5 years. Company is gaining wallet share from exiting client and also from more outsouricng opportunities by clients.

Key Risk: Delayed recovery in AC segment & higher competition due to muted demand.

PNB Housing Finance Limited

In Q2FY25 PNB Housing Finance reported Net Interest income of ₹750.5 cr up by 13.40% y-o-y, PAT was ₹581.6 cr up by 23.8% y-o-y, Total loan book grew ~15% YoY to ~INR798b, retail loan growth was ~17% YoY. Management reiterated that the company's core mortgage strategy remains firmly in place. PNBHF is steadily shifting towards higher-yielding products by moderating growth in the prime segment and intensifying focus on affordable and emerging segments. However, the management remains cognizant of a potential uptick in delinquencies as the company deepens its presence in the informal and self-employed customer segment. The company continues to strengthen its physical footprint and plans to add 30 40 new branches annually, primarily across high-potential Tier 2 and 3 locations. Management maintained its guidance for FY26 loan growth of 17-18% and expects NIM to remain range-bound at 3.6–3.7%. The company continues to prioritize growth in the Emerging and Affordable housing segments, which together account for 38% of the loan book, growing 34% YoY.

Key Risk: Slowdown in housing demand, higher NPAs.

APL Apollo Tubes

In Q2FY26 APL reported revenues of ₹5037.7 cr up by 8.9% y-o-y, PAT was ₹301.5 cr up by 460% y-o-y & 13% volume growth, a strong performance, delivering record quarterly volumes and EBITDA despite muted construction demand and an extended monsoon. APL Apollo plans to expand its total installed capacity from 4.5mn tons to 6.8mn tons by FY28 through a balanced mix of brownfield and greenfield projects, Management reiterated its long-term ambition to scale capacity toward 10 million tons. Additionally, 0.5mn tons of specialty tube capacity is being added for high-margin structural, oil & gas, water, and mechanical applications. Management reiterated FY26 guidance of 10–15% volume growth and Rs4,600–5,000/ton EBITDA spreads, with H2 expected to be stronger on infrastructure, warehousing, and real estate recovery. The company's premium branded product strategy and ongoing cost-optimisation measures, continue to strengthen profitability. While structural growth drivers, industry consolidation, and mix premiumisation provide multi-year earnings visibility.

Key Risk: Slowdown in construction & infra activity.

Poly Medi Cure Limited

In Q2FY26 Polymedicure reported revenues of ₹443.9 cr up by 5.7% y-o-y, PAT was ₹91.8 cr up by 5% y-o-y. Infusion therapy was 62% of revenues, renal 10% and others28%. Polymed has Launched 8 new products in Q2 FY 26 & 20 new products are in pipeline. Poly Medicure operates primarily in the medical devices & consumables sector. Polymed offers >200 SKUs across ~12 specialties & 75 products. Close to 70% of revenue is from exports. Within export markets, developed markets (Europe, US) are important growth drivers. Polymed has added Orthopedic, which is a huge area for future. Capex for the year FY26 would be around ₹250 crores. Management remain optimistic on the growth outlook and has given revenue guidance of 15% with margins of 25-27% range. Domestic business is expected to growth at 30% and exports at 10%.

Key risks: Competition, regulatory risk, tariffs on exports

Lumax Auto Technologies Limited

In Q2FY26 Lumax reported revenues of ₹1156 cr up by 37% y-o-y, PAT was ₹77.5 cr u by 49% y-o-y. Lumax Auto Technologies manufactures and supplies a wide range of automotive components for two-, three-, and four-wheelers. It has pursued a strategic approach – partner with established global manufacturers who already supply to leading OEMs in India, leverage these collaborations, and develop and produce international-quality products in India, thus serving Indian OEMs at competitive costs while improving its own margins. The company currently has 9 global alliances/JVs and strong partnerships with global automotive industry leaders & has 30 manufacturing facilities. The company has reaffirmed its guidance of a 20% revenue CAGR by FY30. We maintain an optimistic outlook for the mid-to-long-term, as the company continuously launches new high-margin products, secures new business opportunities, and steadily acquires new clients.

Risk : OEM dependancy, slowdown in Auto sector.

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