FIRST LIGHT

15 July 2026

RESEARCH

BOB ECONOMICS RESEARCH | WPI

Wholesale inflation remains elevated

NUVOCO VISTAS CORPORATION | TARGET: Rs 345 | +1% | HOLD

Steady show; full impact of cost yet to unfold, Retain HOLD

SUMMARY

INDIA ECONOMICS: WPI

For Jun'26, headline WPI (2022-23=100) has risen to 9.9% from (-) 0.4% in Jun'25. At the same time, output PPI indicates that headline index rose by 9.6% versus (-) 0.1% last year. In the latest WPI series, all major group heads (food, fuel and manufactured products) have contributed to the elevated inflation print. Food inflation remains a major driver, with vegetables, fruits, milk, eggs and meat product all exhibiting upside pressures. Within fuel inflation, mineral oil index remains on the higher side, with index for crude petroleum, natural gas, ATF, LPG, Naphtha all rising notably. Similar trends can be noted in output PPI as well.

Click here **for the full report.**

NUVOCO VISTAS CORPORATION

- Q1 volume growth was below industry pace inching up by ~4% YoY; Pan India cement price improvement QoQ helped realisation gains
- Cost impact (~8% YoY) offset by realisation gains helping EBITDA/tn gains by ~5% YoY and EBITDAM inched up by 11bps YoY to ~18%
- Revenue/EBITDA CAGR of ~5%/7% over FY26-29E, earnings unchanged; value NUVOCO at 8x EV/EBITDA Q1FY29; maintain HOLD

Click here **for the full report.**

BOBCAPS Research
research@bobcaps.in

WPI

14 July 2026

Wholesale inflation remains elevated

Sonal Badhan
Economist

For Jun'26, headline WPI (2022-23=100) has risen to 9.9% from (-) 0.4% in Jun'25. At the same time, output PPI indicates that headline index rose by 9.6% versus (-) 0.1% last year. In the latest WPI series, all major group heads (food, fuel and manufactured products) have contributed to the elevated inflation print. Food inflation remains a major driver, with vegetables, fruits, milk, eggs and meat product all exhibiting upside pressures. Within fuel inflation, mineral oil index remains on the higher side, with index for crude petroleum, natural gas, ATF, LPG, Naphtha all rising notably. Similar trends can be noted in output PPI as well.

In contrast, input PPI shows that upside pressure (MoM) was visible in only 8 of the 21 manufactured product indices (basic metals, machinery, beverages, textiles, electrical equipment, etc.). Going forward, with renewed tensions between US and Iran and possible imposition of safety tax (20%) by the US, upside risks remain for international oil prices. Oil prices in Jul'26 so far have already risen by ~19% since end-Jun and are hovering above US$ 85/bbl. This will reignite pressure on domestic inflation.

New WPI series (2022-23=100)

Food inflation comes in higher:

Headline WPI inflation rose to its highest in the current series (since Apr'24) to 9.9% in Jun'26, up from 9.7% in May'26 and (-) 0.4% in Jun'25. Compared to Jun'25, food inflation was much higher at 6.1% versus (-) 1.6% last year. A broad-based increase was visible across all sub-segments: food grains, vegetables, fruits, milk, eggs, meat & fish, and condiments & spices. Vegetable inflation rose to 5% from (-) 28.6% last year, due to base effect. Within vegetables, price index for tomato, ginger, and pumpkin has risen sharply followed by increase noted in case of onion, pointed gourd, capsicum and cucumber. Amongst the fruits, orange, lemon, guava, and peach were added to significant upside pressures.

Milk inflation was up from 2.5% last year to 3.7% this year, and eggs, meat and fish component registered a rise from 0.9% in Jun'25 to 9.5% in Jun'26. Amongst the meat items, price index for goat meat, eggs, beef & buffalo meat and pork registered double-digit increase. Index for condiments was driven up by all sub-heads except for cumin and tamarind. Food grain inflation too rose to 1.6% from (-) 2.3% last year, due to rise in index for paddy, jowar, ragi, barley, pulses (all sub-heads excluding gram, rajma, and khesari). On the other hand, wheat inflation softened (0.8% versus 3.3%).

HOLD

TP: Rs 345 | ⮝ 1%

NUVOCO VISTAS CORPORATION | Cement | 14 July 2026

Steady show; full impact of cost yet to unfold, Retain HOLD

- **Q1 volume growth was below industry pace inching up by ~4% YoY; Pan India cement price improvement QoQ helped realisation gains**
- **Cost impact (~8% YoY) offset by realisation gains helping EBITDA/tn gains by ~5% YoY and EBITDAM inched up by 11bps YoY to ~18%**
- **Revenue/EBITDA CAGR of ~5%/7% over FY26-29E, earnings unchanged; value NUVOCO at 8x EV/EBITDA Q1FY29; maintain HOLD**

Milind Raginwar
Research Analyst
Ayush Dugar
Research Associate
research@bobcaps.in

Volume growth tepid focus on realization gain: Volumes gained ~4% YoY (fell 12% QoQ) to ~5.3mt, driven by state pre-election demand in East and steady demand in North/West. Price hikes taken in April partially sustained but helped realisations gains ~6%/8% YoY/QoQ to ~Rs5,400/tn. Continued premiumization also aided pricing gains. Capacity utilization improved to ~84% compared to 80% YoY.

Cost inflates; optimization limits impact: Overall cost/tn inflated by ~5%/7% YoY /QoQ to ~Rs4,831/t, led by higher fuel, freight and packing costs. Energy cost rose ~5% YoY to ~Rs1,056/t as petcoke prices touched USD164/tn during Q1 versus ~ USD100/tn YoY, though fuel mix optimising partially limited the impact. Freight costs shot up by ~3% YoY due to higher diesel prices and limited wagon availability. Further, granule prices inflation spiked the packing bag costs. Cement-to-clinker ratio was 1.73x (vs 1.74x YoY).

Margins resilient despite inflationary pressure: EBITDA/tn improved ~5% YoY to ~Rs1,072/t, supported by higher realisations partially offset the input costs inflation and further limited higher capacity utilisation. EBITDA margins expanded (~11bps YoY), and EBITDA jumped 10% YoY to Rs5.7bn. Key monitorable would be fuel, freight and packaging cost warranting further price hikes to maintain margin.

Capacity expansion gather pace: Nuvoco commissioned the 2mtpa Surat grinding unit ahead of schedule, strengthening its Western footprint. The Vadraj project remains on track for phased commissioning from Q3FY27, while construction of the 1.5mtpa Sachana bulk terminal has commenced. The East expansion also remains on schedule, with total cement capacity targeted to reach 35mtpa by FY28.

Maintain earnings and retain HOLD rating: Our EBITDA and PAT estimates for FY27/FY28 are retained. We factor in the capacity addition and new foot print in west. We are watchful of the cost inflation. We build a revenue/EBITDA CAGR of ~5%/7% over FY26-29E backed by new capacities. We value the stock at 8x EV/EBITDA (1-yr forward) with revised TP of Rs345 (vs Rs334) on roll over to Q1FY29. Higher debt stays a key risk. Maintain HOLD.

Key changes

Target	Rating
▲	◀ ▶

Ticker/Price	NUVOCO IN/Rs 341
Market cap	US$ 736.7mn
Free float	28%
3M ADV	US$ 3.1mn
52wk high/low	Rs 478/Rs 276
Promoter/FPI/DII	72%/4%/19%

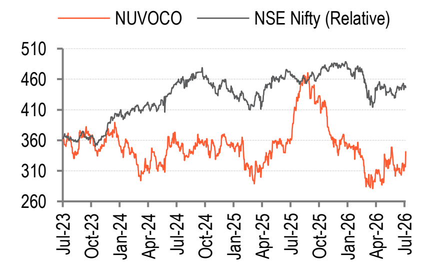
Source: NSE | Price as of 14 Jul 2026

Key financials

Y/E 31 Mar	FY26P	FY27E	FY28E
Total revenue (Rs mn)	1,13,383	1,20,686	1,30,310
EBITDA (Rs mn)	18,569	20,391	21,438
Adj. net profit (Rs mn)	4,079	3,990	4,839
Adj. EPS (Rs)	11.4	11.2	13.5
Consensus EPS (Rs)	10.1	10.5	15.6
Adj. ROAE (%)	4.3	3.8	4.5
Adj. P/E (x)	29.9	30.6	25.2
EV/EBITDA (x)	5.8	5.5	5.2
Adj. EPS growth (%)	1767.7	(2.2)	21.3

Source: Company, Bloomberg, BOBCAPS Research

Stock performance



Source: NSE

NOT FOR DISTRIBUTION, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES OF AMERICA ("US") OR IN OR INTO ANY OTHER JURISDICTION IF SUCH AN ACTION IS PROHIBITED BY APPLICABLE LAW.

Disclaimer

Name of the Research Entity: **BOB Capital Markets Limited**
Registered office Address: **1704, B Wing, Parinee Crescenzo, G Block, BKC, Bandra East, Mumbai 400051**
SEBI Research Analyst Registration No: **INH000000040 (Perpetual)**
SEBI Stock Broker Registration No: **INZ000159332**
SEBI Depository Participant Registration No: **IN-DP-728-2022**
SEBI Merchant Banker Registration No: **INM000009926**
Phone: +91-22-61389300
Name of the Compliance Officer: Mr. Sameer Khobrekar
Email ID: Compliance@bobcaps.in; Phone no.: +91-22-61389358
For any queries or grievances, you may contact the Grievance Officer.
Name of the Grievance Officer: Mr. Nilesh Mehta
Email ID: head-customercare@bobcaps.in; Phone no: 92288 60945

Brand Name: **BOBCAPS**
Website: **https://www.bobcaps.in/**
CIN: **U65999MH1996GOI098009**
Logo:

Investments in securities market are subject to market risks. Read all the related documents carefully before investing.
Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

Recommendation scale: Recommendations and Absolute returns (%) over 12 months

BUY – Expected return >+15%

HOLD – Expected return from -6% to +15%

SELL – Expected return <-6%

Note: Recommendation structure changed with effect from 21 June 2021

Our recommendation scale does not factor in short-term stock price volatility related to market fluctuations. Thus, our recommendations may not always be strictly in line with the recommendation scale as shown above.

Analyst certification

Each of the analysts mentioned in this research report certify, with respect to the sections of the report for which they are responsible, that (1) all of the views expressed in this report accurately reflect his/her personal views about the subject company or companies and its or their securities, and (2) no part of his/her compensation was, is, or will be, directly or indirectly, related to the specific recommendation(s) or view(s) in this report. Analysts are not registered as research analysts by FINRA and are not associated persons of BOB Capital Markets Limited (BOBCAPS).

Important disclosures

This product is a compilation of previously published research notes. To view the complete report along with the associated Analyst certifications and Company-specific disclosures, please click on the hyperlink accompanying each excerpt.

General disclaimers

BOBCAPS is engaged in the business of Stock Broking and Investment Banking. BOBCAPS is a member of the National Stock Exchange of India Limited and BSE Limited and is also a SEBI-registered Category I Merchant Banker. BOBCAPS is a wholly owned subsidiary of Bank of Baroda which has its various subsidiaries engaged in the businesses of stock broking, lending, asset management, life insurance, health insurance and wealth management, among others.

BOBCAPS's activities have neither been suspended nor has it defaulted with any stock exchange authority with whom it has been registered in the last five years. BOBCAPS has not been debarred from doing business by any stock exchange or SEBI or any other authority. No disciplinary action has been taken by any regulatory authority against BOBCAPS affecting its equity research analysis activities.

BOBCAPS prohibits its analysts, persons reporting to analysts, and members of their households from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover. Additionally, BOBCAPS prohibits its analysts and persons reporting to analysts from serving as an officer, director, or advisory board member of any companies that the analysts cover.

Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein.

This material should not be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction We are not soliciting any action based on this material. It is for the general information of BOBCAPS's clients. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Before acting on any advice or recommendation in this material, clients should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. BOBCAPS research reports follow rules laid down by Securities and Exchange Board of India and individuals employed as research analysts are separate from other employees who are performing sales trading, dealing, corporate finance advisory or any other activity that may affect the independence of its research reports.

The price and value of the investments referred to in this material and the income from them may go down as well as up, and investors may realize losses on any investments. Past performance is not a guide for future performance, future returns are not guaranteed and a loss of original capital may occur. BOBCAPS does not provide tax advice to its clients, and all investors are strongly advised to consult with their tax advisers regarding any potential investment in certain transactions — including those involving futures, options, and other derivatives as well as non-investment-grade securities — that give rise to substantial risk and are not suitable for all investors. The material is based on information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied on as such. Opinions expressed are our current opinions as of the date appearing on this material only. We endeavour to update on a reasonable basis the information discussed in this material, but regulatory, compliance, or other reasons may prevent us from doing so.

We and our affiliates, officers, directors, and employees, including persons involved in the preparation or issuance of this material, may from time to time have "long" or "short" positions in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein and may from time to time add to or dispose of any such securities (or investment). We and our affiliates may assume an underwriting commitment in the securities of companies discussed in this document (or in related investments), may sell them to or buy them from customers on a principal basis, and may also perform or seek to perform investment banking or advisory services for or relating to these companies and may also be represented in the supervisory board or any other committee of these companies.

For the purpose of calculating whether BOBCAPS and its affiliates hold, beneficially own, or control, including the right to vote for directors, one per cent or more of the equity shares of the subject company, the holdings of the issuer of the research report is also included.

BOBCAPS and its non-US affiliates may, to the extent permissible under applicable laws, have acted on or used this research to the extent that it relates to non-US issuers, prior to or immediately following its publication. Foreign currency denominated securities are subject to fluctuations in exchange rates that could have an adverse effect on the value or price of or income derived from the investment. In addition, investors in securities such as ADRs, the value of which are influenced by foreign currencies, effectively assume currency risk. In addition, options involve risks and are not suitable for all investors. Please ensure that you have read and understood the Risk disclosure document before entering into any derivative transactions.

No part of this material may be (1) copied, photocopied, or duplicated in any form by any means or (2) redistributed without BOBCAPS's prior written consent.

Company-specific disclosures under SEBI (Research Analysts) Regulations, 2014

The research analyst(s) or his/her relatives do not have any material conflict of interest at the time of publication of this research report.

BOBCAPS or its research analyst(s) or his/her relatives do not have any financial interest in the subject company. BOBCAPS or its research analyst(s) or his/her relatives do not have actual/beneficial ownership of one per cent or more securities in the subject company at the end of the month immediately preceding the date of publication of this report.

The research analyst(s) has not received any compensation from the subject company or third party in the past 12 months in connection with research report/activities. Compensation of the research analyst(s) is not based on any specific merchant banking, investment banking or brokerage service transactions.

BOBCAPS or its research analyst(s) is not engaged in any market making activities for the subject company.

The research analyst(s) has not served as an officer, director or employee of the subject company.

BOBCAPS or its associates may have material conflict of interest at the time of publication of this research report.

BOBCAPS's associates may have financial interest in the subject company. BOBCAPS's associates may hold actual / beneficial ownership of one per cent or more securities in the subject company at the end of the month immediately preceding the date of publication of this report.

BOBCAPS or its associates may have managed or co-managed a public offering of securities for the subject company or may have been mandated by the subject company for any other assignment in the past 12 months.

BOBCAPS may have received compensation from the subject company in the past 12 months. BOBCAPS may from time to time solicit or perform investment banking services for the subject company. BOBCAPS or its associates may have received compensation from the subject company in the past 12 months for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory services in a merger or specific transaction. BOBCAPS or its associates may have received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months.

Other disclaimers

BOBCAPS and MAYBANK (as defined below) make no representation or warranty, express or implied, as to the accuracy or completeness of any information obtained from third parties and expressly disclaim the merchantability, suitability, quality and fitness of this report. The information in this report has not been independently verified, is provided on an "as is" basis, should not be relied on by you in connection with any contract or commitment, and should not be used as a substitute for enquiries, procedures and advice which ought to be undertaken by you. This report also does not constitute an offer or solicitation to buy or sell any securities referred to herein and you should not construe this report as investment advice. All opinions and estimates contained in this report constitute BOBCAPS's judgment as of the date of this report and are subject to change without notice, and there is no obligation on BOBCAPS or MAYBANK to update this report upon issuance. This report and the information contained herein may not be reproduced, redistributed, disseminated or copied by any means without the prior consent of BOBCAPS and MAYBANK.

To the full extent permitted by law neither BOBCAPS, MAYBANK nor any of their respective affiliates, nor any other person, accepts any liability howsoever arising, whether in contract, tort, negligence, strict liability or any other basis, including without limitation, direct or indirect, special, incidental, consequential or punitive damages arising from any use of this report or the information contained herein. By accepting this report, you agree and undertake to fully indemnify and hold harmless BOBCAPS and MAYBANK from and against claims, charges, actions, proceedings, losses, liabilities, damages, expenses and demands (collectively, the "**Losses**") which BOBCAPS and/or MAYBANK may incur or suffer in any jurisdiction including but not limited to those Losses incurred by BOBCAPS and/or MAYBANK as a result of any proceedings or actions brought against them by any regulators and/or authorities, and which in any case are directly or indirectly occasioned by or result from or are attributable to anything done or omitted in relation to or arising from or in connection with this report.

Distribution into the United Kingdom ("UK"):

This research report will only be distributed in the United Kingdom, in accordance with the applicable laws and regulations of the UK, by Maybank Securities (London) Ltd) ("**MSL**") who is authorised and regulated by the Financial Conduct Authority ("FCA") in the United Kingdom (MSL and its affiliates are collectively referred to as **"MAYBANK**"). BOBCAPS is not authorized to directly distribute this research report in the UK.

This report has not been prepared by BOBCAPS in accordance with the UK's legal and regulatory requirements.

This research report is for distribution only to, and is solely directed at, selected persons on the basis that those persons: (a) are eligible counterparties and professional clients of MAYBANK as selected by MAYBANK solely at its discretion; (b) have professional experience in matters relating to investments falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, as amended from time to time (the "Order"), or (c) fall within Article 49(2)(a) to (d) (high net worth companies, unincorporated associations, etc. as mentioned in the stated Article) of the Order; (all such persons together being referred to as "relevant persons").

This research report is directed only at relevant persons and must not be acted on or relied on by any persons who are not relevant persons. Any investment or investment activity to which this material relates is available only to relevant persons and will be engaged in only with relevant persons.

The relevant person as recipient of this research report is not permitted to reproduce, change, remove, pass on, distribute or disseminate the data or make it available to third parties without the written permission of BOBCAPS or MAYBANK. Any decision taken by the relevant person(s) pursuant to the research report shall be solely at their costs and consequences and BOBCAPS and MAYBANK shall not have any liability of whatsoever nature in this regard.

No distribution into the US:

This report will not be distributed in the US and no US person may rely on this communication.

Other jurisdictions:

This report has been prepared in accordance with SEBI (Research Analysts) Regulations and not in accordance with local regulatory requirements of any other jurisdiction. In any other jurisdictions, this report is only for distribution (subject to applicable legal or regulatory restrictions) to professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions by Maybank Securities Pte Ltd. (Singapore) and / or by any broker-dealer affiliate or such other affiliate as determined by Malayan Banking Berhad.

If the recipient of this report is not as specified above, then it should not act upon this report and return the same to the sender.

By accepting this report, you agree to be bound by the foregoing limitations.