HOLD
TP: Rs 356 | ▲ 8%

NUVOCO VISTAS CORPORATION

| Cement | 23 October 2026

Cost pain to continue; regional play key driver for steady show

- **Volumes growth at 9% YoY despite erratic monsoon in East as North remains robust; Trade mix at 75%, premiumisation at a new high of 45%**
- **Input cost inflation impact of Rs180-190/tn limits gain impacting EBITDA margin by 30bps contraction YoY to 14.6%, EBITDA/tn at Rs869 up ~2%**
- **Revenue/EBITDA CAGR of ~5%/7% over FY26-29E, earnings left unchanged; value NUVOCO at 8x EV/EBITDA 1-yr forward; Retain HOLD**

Milind Raginwar
Research Analyst
+91 22 2653 0432
milind.raginwar@bobcaps.in

Ayush Dugar
Research Associate
+91 22 6138 9391
Ayush.Dugar@bobcaps.in

Volume and realization growth healthy: Volumes grew ~9% YoY to 4.7mt, aided by resilient demand, though erratic monsoon impacted East markets and pricing remained subdued. Realisations however, gained ~5% YoY to Rs 5,285/tn. Highest premium product sales at 45% vs 44% YoY support price gains. Hike in non-trade prices in October is likely to support performance in H2.

Cost inflation intensifies; fuel volatility to remain key risk: Overall cost/tn rose by 7%/5% YoY/QoQ to ~Rs5,067/t, driven by higher fuel, raw material and packing costs. Energy cost jumped by 10% YoY to Rs1,159/tn, driven by fuel cost spike to Rs1.59/kcal vs Rs1.46/kcal YoY amid elevated pet coke prices and constrained coal supply. Further, fuel cost inflation of Rs 70-80/tn is expected in Q3 together with packaging cost to add Rs100-120/tn, partly mitigated by sourcing optimisation.

Margins face near-term pressure; pricing key: EBITDA grew ~11% YoY to Rs4.1bn, while EBITDA/tn was at ~Rs869/tn. Cost inflation of ~Rs180–190/t QoQ weighed on profitability. Management expects Q3 cost inflation of Rs100–120/t to be offset by recent price hikes, supporting QoQ profitability improvement as operating leverage kicks in with higher volumes, subject to price sustainability.

Capacity expansion recalibrated prioritises Vadraj: Nuvoco commissioned its 2mtpa Surat GU, targeting Gujarat annualised sales of 2mt by Q4FY27 vs the current 1.5mt run-rate. Kutch commissioning is expected from Q3FY27. Expansion in East has been to Q1/Q2FY28 as capex is prioritised towards Vadraj. Capacity remains targeted at 35mtpa by FY28.

Maintain earnings and retain HOLD rating: Our EBITDA and PAT estimates for FY27/FY28/FY29 are retained. We factor in the capacity addition and new foot print in West. We are watchful of the cost inflation and hence conservative despite health show in H1FY27. 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 Rs 356 (vs Rs345) on roll over to Q2FY29. Higher debt stays a key risk with new concern of draught related demand moderation. Maintain HOLD.

Key changes

Target	Rating
▲	◀ ▶

Ticker/Price	NUVOCO IN/Rs 331
Market cap	US$ 713.4mn
Free float	28%
3M ADV	US$ 1.2mn
52wk high/low	Rs 430/Rs 276
Promoter/FPI/DII	72%/4%/19%

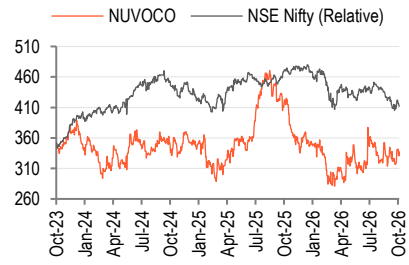
Source: NSE | Price as of 23 Oct 2026

Key financials

Y/E 31 Mar	FY26A	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)	11.4	13.7	16.8
Adj. ROAE (%)	4.3	3.8	4.5
Adj. P/E (x)	28.9	29.6	24.4
EV/EBITDA (x)	5.7	5.4	5.1
Adj. EPS growth (%)	1767.7	(2.2)	21.3

Source: Company, Bloomberg, BOBCAPS Research

Stock performance



Source: NSE

Fig 1 – Earnings Call Highlights

Parameter	Q2FY27	Q1FY27	Our view
Volumes and realisations	Cement volumes grew 9% YoY despite macro headwinds. Premiumisation reached a level of 45% of trade mix (vs 44% YoY). Trade mix also improved marginally at 75% vs 74% YoY. Blended cement share stood at 83% (vs 82% in Q1). Demand in East was sluggish due to erratic monsoon but North remained robust. Clinker-to-cement ratio was 1.75 (vs 1.73 in Q1). Price not increased in Q2 as per expectation. NUVOCO took price increases of ~Rs20/bag (non-trade Rs20–25 in North; trade Rs20 in East and non-trade Rs20 in East/North in October). These increases are expected to stick post-Diwali.	Cement volumes grew by ~4% YoY to 5.3mt, lower than underlying market growth (~7-7.5%) due to temporary logistics disruptions (rake shortages, diesel increase and election-related slowdown in few Eastern states). Management indicated it lost ~0.2mt of sales in Q1FY27. Realisations improved by ~Rs320/t QoQ, driven by Rs10/bag trade and Rs15-20/bag non-trade price hikes. Better geographic mix (higher sales in Chhattisgarh, Rajasthan, Jharkhand and West MP) and continued premiumisation. Management highlighted premium products now contribute ~5mt annualised sales, premium share stood at 42% (vs 44% in Q4FY26) of trade mix and trade mix remained stable at 75% QoQ. Management highlighted June exit prices remained intact through the first fortnight of July.	Growth focus will continue and relatively be a lesser challenge on account of healthy H1FY27 However, focus will have to stay on volume as it will be challenging for Nuvoco to maintain market share, given its presence in crowded markets (eastern region). This is reflected in the price softening of 1.2% despite volume fall of 11% sequentially.
Margins	Management indicated that Q2 cost inflation was ~Rs180–190/tn QoQ, comprising power and fuel (~Rs90/t), raw materials (~Rs60/t) and packing bags (~Rs10/t), alongside other cost movements. Blended fuel cost increased to Rs1.59/kcal from Rs1.52/kcal in Q1. The Q2 fuel mix comprised approximately 66% coal, 27% petcoke and 6% AFR. Petcoke prices had risen sharply amid geopolitical disruption, while erratic rainfall and low coal inventories at power plants affected coal availability and rake allocation. Management expects Q3 fuel cost of Rs1.8/kcal, supported by existing fuel cover and an anticipated improvement in linkage-coal availability. For Q3, management expects cost inflation of Rs100–120/t QoQ, comprising power and fuel (Rs70–80/tn), raw materials (Rs10/tn), packing bags (Rs20/tn) and freight cost (Rs10/tn).	Overall cost inflation was ~Rs230/t QoQ, largely offsetting the Rs320/t realisation gain. Fuel cost was at Rs1.52/Kcal vs Rs 1.43/Kcal YoY, due to elevated pet-coke prices though partly offset by mix optimisation. Pet-coke usage fell to 27% (vs 37% in Q4FY26), while coal share jumped to 67% from 53%. Freight costs rose by ~Rs50/t owing to rake shortages, diesel price increase and higher clinker movement by road (Road mix at 38% vs 36% QoQ). Packaging cost rose ~Rs50/t driven by granule inflation and supply tightness. Management expects Q2FY27 fuel cost to remain broadly stable, packaging costs to soften by Rs20-25/t, freight cost to ease with better rake availability and railway lean-season discounts, although shutdown-related power costs could increase total cost by ~Rs100/t QoQ.	Cost headwinds may lead to mid-term pressure on the performance in the next 2-3 quarters. This is expected from higher logistic cost as wagons will be scarcely available for the sector. Further, full impact of the elevated fuel cost and higher selling expenses in new entry markets like Gujarat will impact margins.
Balance sheet health	Net debt exceeded Rs 50bn at September-end, with management attributing the increase partly to ~Rs2bn of additional working capital tied up in pet coke inventory and accelerated capex. Management expects working-capital release, stronger H2 cash generation and lower remaining capex than the original phasing to bring year-end net debt closer to the March level. Over the next 4–6 quarters, net debt/EBITDA is expected to remain around 2–2.5x before moving below 2x as Vadraj volumes scale up.	Net debt reduced to ~Rs46bn, down by ~Rs6bn YoY. FY27 capex guidance remains unchanged at ~Rs9bn, with ~Rs3.7bn already incurred in Q1FY27. FY28 capex guidance has been maintained at ~Rs9.5-10bn.	No change in the stance on debt or maintaining the balance sheet health. The debt has increased QoQ. This can lead to stress in the scenario of a slow pickup in demand. Higher working capital needs due to new capacity addition will keep the debt levels elevated/

Parameter	Q2FY27	Q1FY27	Our view
Capacity	The 2mtpa Limla GU at Surat was commissioned in Q2FY27, with daily production reaching ~3,600tpd against capacity of ~5,500tpd. Gujarat sales are currently running at an annualised rate of ~1.5mt, with a target of 2mtpa by Q4FY27. Kutch clinker operations are expected to commence towards the end of Q3, with clinker movement to Surat through the jetty route expected to lower logistics costs. Management expects Surat utilisation of 50–60% in Q4FY27 and 70–75% next year. The 1.5mtpa Sachana bulk terminal and dedicated railway siding remain on track. Management has deferred East expansion by 6–8 months, from Q3/Q4FY27 to Q1/Q2FY28, as it prioritises rebuilding the Vadraj assets	2mtpa Surat grinding unit was commissioned n Q2FY27, marking first capacity addition in Western India for Nuvoco. Kutch clinker and grinding units remain on track for phased commissioning from Q3FY27, while railway siding and bulk terminal at Sachana continue to progress. East debottlenecking at Panagarh, Jojobera and Arasmeta is largely complete, with remaining projects expected by FY27-end and ready for FY28 demand. Management reiterated total capacity target of 35mtpa by FY28.	Focus on capacity expansion will help but the same needs to be translated in strong volume gains which is currently not the preference of Nuvoco. Capex on railway sidings and WHRS will be cost effective.
Capex	FY27 capex has been increased to Rs12bn from the earlier ~Rs9bn plan. The company spent Rs7.8bn in H1FY27 and expects to spend the balance during H2. FY28 capex is estimated at Rs8–9bn, taking planned capex across the two years to Rs20–21bn.	FY27 capex guidance maintained at ~Rs9bn, with FY28 guidance revised to ~Rs9.5-10bn primarily towards Vadraj completion, Gujarat infrastructure and ongoing debottlenecking projects.	Incremental capex in a higher interest cost scenario does not sound to be healthy strategy.
Other key points	Management indicated that interest costs on the Surat project were capitalised until commercial operations began in the last week of September. Consequently, interest and depreciation expenses are expected to become more visible in the P&L from Q3 onwards. The company partnered with CleanMax for a 46.4MW wind-solar hybrid project in Rajasthan, expected to generate ~100 million units annually. Management reiterated its focus on premiumisation; Duraguard Microfiber and Concreto brands have each reached the 1mt sales milestone. The effective tax rate was elevated at 41.6% in H1; management is evaluating a transition from the old tax regime to the new regime and expects to decide within 3–4 months.	Management expects industry demand growth of ~7-7.5% in FY27 despite temporary election-related disruptions. Management is confident of East pricing outlook improving structurally as limited clinker additions over the next three years should keep regional utilisation above 80%, supporting better profitability. FY27 volume growth guidance remains in-line with industry (~7-8%), aided by Gujarat ramp-up.	Nuvoco's growth lags industry growth implying higher penetration push in newer markets and aggressive volume gains to regain market share in the existing markets like eastern region. This will imply that pricing gains hinge on the industry demand growth.

Source: Company, BOBCAPS Research

Fig 2 – Key quarterly metrics

	Q2FY27	Q2FY26	YoY (%)	Q1FY27	QoQ (%)	Q2FY27E	Deviation (%)
Volumes (mn mt)	4.7	4.3	9.3	5.3	(11.3)	5.01	(6.2)
Cement realisations (Rs/tn)	5,285	5,074	4.2	5,351	(1.2)	4,920	7.4
Operating costs (Rs/tn)*	5,067	4,721	7.3	4,831	4.9	4,799	5.6
EBITDA/t (Rs)	869	853	1.8	1,072	(19.0)	611	42.2

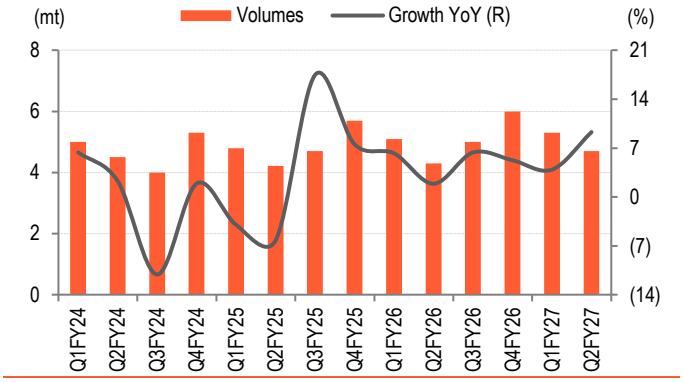
Source: Company, BOBCAPS Research | *Aggregate cost

Fig 3 – Quarterly performance

(Rs mn)	Q2FY27	Q2FY26	YoY (%)	Q1FY27	QoQ (%)	Q2FY27E	Deviation (%)
Net Sales	**27,900**	**24,576**	**13.5**	**31,287**	**(10.8)**	**27,101**	**2.9**
Expenditure							
Change in stock	(724)	(236)	206.7	(501)	44.4	(612)	18.2
Raw material	4,879	3,931	24.1	4,639	5.2	4,385	11.3
purchased products	958	605	58.4	1,085	(11.6)	1,032	(7.2)
Power & fuel	5,446	4,536	20.1	5,596	(2.7)	5,356	1.7
Freight	7,056	6,471	9.0	8,383	(15.8)	8,011	(11.9)
Employee costs	2,001	1,783	12.3	1,971	1.6	1,860	7.6
Other exp	4,200	3,816	10.1	4,433	(5.3)	4,010	4.7
Total Operating Expenses	**23,817**	**20,906**	**13.9**	**25,605**	**(7.0)**	**24,042**	**(0.9)**
EBITDA	**4,083**	**3,670**	**11.3**	**5,682**	**(28.1)**	**3,060**	**33.4**
EBITDA margin (%)	**14.6**	**14.9**	**(30bps)**	**18.2**	**(353bps)**	**11.3**	**334bps**
Other Income	28	39	(27.1)	36	(21.6)	49	(42.2)
Interest	719	1,016	(29.2)	703	2.3	753	(4.5)
Depreciation	2,313	2,181	6.0	2,256	2.5	2,281	1.4
PBT	1,080	512	111.0	2,760	(60.9)	75	1,345.1
Non-recurring items	0	0	0.0	0	0.0	0	0.0
PBT (after non-recurring items)	1,080	512	111.0	2,760	(60.9)	75	1,345.1
Tax	432	148	192.9	1,164	(62.9)	21	1,965.3
Reported PAT	648	364	77.8	1,596	(59.4)	54	1,103.9
Adjusted PAT	**648**	**364**	**77.8**	**1,596**	**(59.4)**	**54**	**1,103.9**
NPM (%)	**2.3**	**1.5**	**84bps**	**5.1**	**(278bps)**	**0.2**	**212bps**
Adjusted EPS (Rs)	**1.8**	**1.0**	**77.8**	**4.5**	**(59.4)**	**0.2**	**1,103.9**

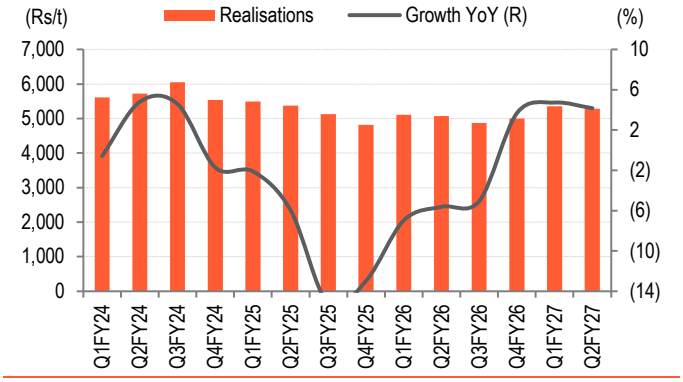
Source: Company, BOBCAPS Research

Fig 4 – As monsoon disruption recede volume expected to pick up, however draught may restrict revival



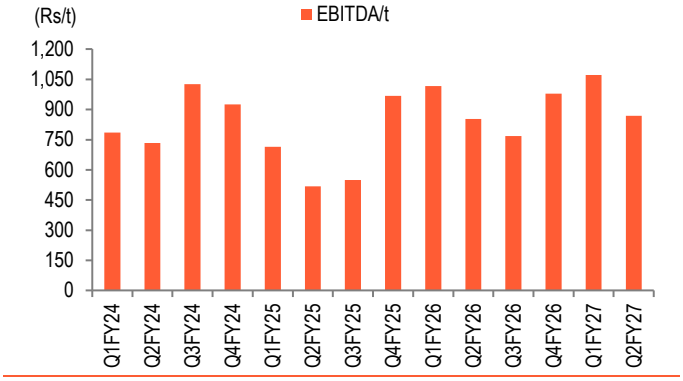
Source: Company, BOBCAPS Research

Fig 5 – Price hikes of ~Rs20/bag should help in sustaining realisations; continuity is the key



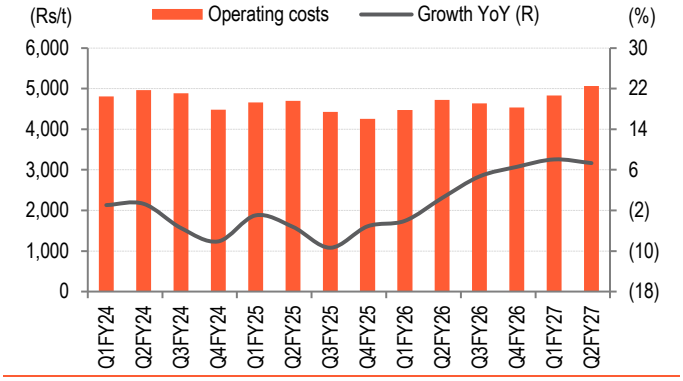
Source: Company, BOBCAPS Research

Fig 6 – Increase in commodity cost inflation impact by Rs180-190/tn, to pinch further in Q3



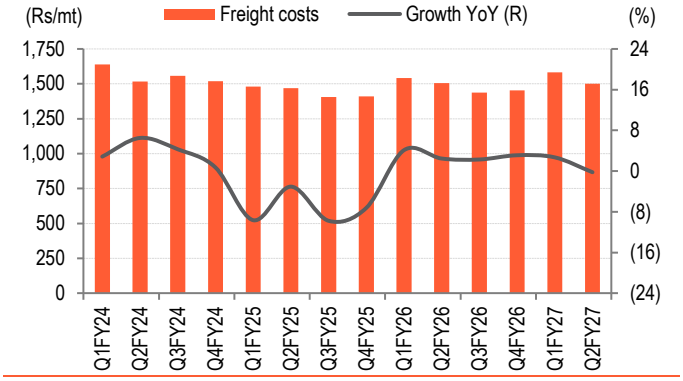
Source: Company, BOBCAPS Research

Fig 7 – Operating cost inflation expected to further upwards



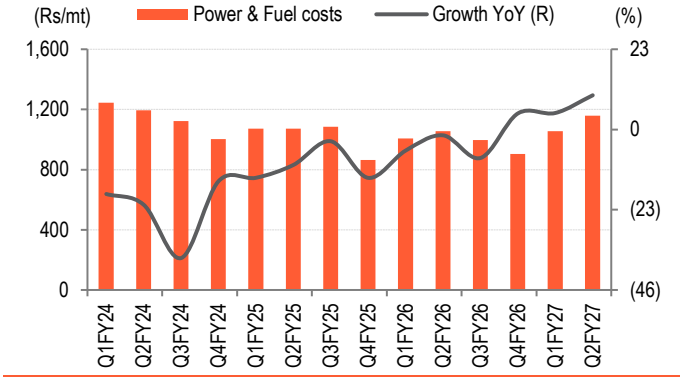
Source: Company, BOBCAPS Research

Fig 8 – As lean period discount stops freight cost expected to pick up



Source: Company, BOBCAPS Research

Fig 9 – Peak petcoke price expected to impact by Q3FY27 end



Source: Company, BOBCAPS Research

Valuation Methodology

Nuvoco's growth is largely secured given the capacity availability in the markets it operates (assuming healthy industry growth). This is contributed by the cement segment (~90%+) dominantly and the RMC/building material (BM) segment of ~10%.

Its performance is on recovery mode post the steady growth rate phase between FY22 and FY26. Growth has been bumpy post capacity addition (organic/inorganic) and will follow the same trend post new acquisition (Vadraj Cement) in the western region.

Effectively, our EBITDA and PAT estimates for FY27/FY28/FY29 are retained. We factor in the capacity addition and new foot print in West. We are watchful of the cost inflation and hence conservative despite health show in H1FY27. We build a revenue/EBITDA CAGR of ~5%/7% over FY26-29E backed by new capacities.

The next leg of capex (of Rs18bn for Vadraj Cement) will effectively imply debt concerns resurfacing as the net debt moves back to Rs50bn. The leveraged balance sheet preference has also kept the ROCE and ROE at sub-par levels, hovering 7-9% and 4-6% respectively.

We value the stock at 8x EV/EBITDA (1-yr forward) with revised TP of Rs356 (vs Rs345) on a 1-year forward roll over. Higher debt stays a key risk with pricing pressure resurfacing in key markets. Maintain HOLD

Fig 10 – Key assumptions

Parameter	FY26A	FY27E	FY28E	FY29E
Volumes (mt)	20.4	22.4	23.9	25.8
Realisations (Rs/t)	5,012	4,919	4,993	5,043
Operating costs (Rs/t)	4,590	4,486.3	4,551.3	4,587.8
EBITDA/t (Rs/t)	904	912.1	896.2	882.2

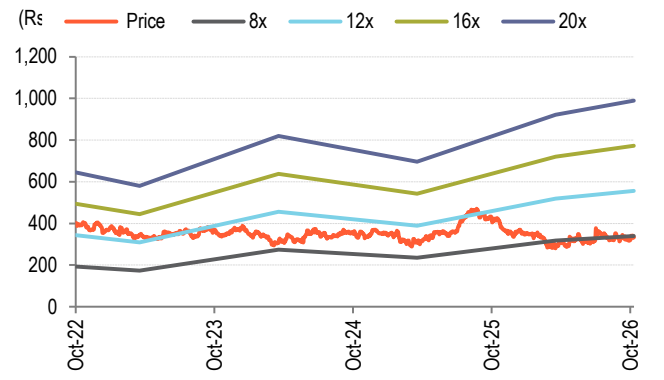
Source: Company, BOBCAPS Research

Fig 11 – Valuation summary

Business (Rs mn)	Q2FY29E
Target EV/EBITDA (x)	8.0
EBITDA	22,115
Target EV	**1,71,395**
Total EV	1,71,395
Net debt	44,260
Target market capitalisation	1,27,135
Target price (Rs/sh)	**356.0**
Weighted average shares (mn)	357.2

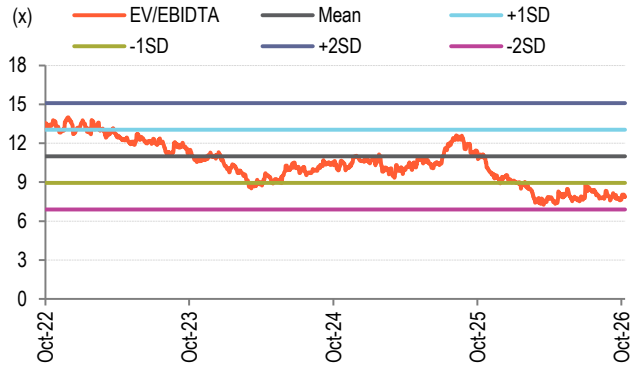
Source: Company, BOBCAPS Research Note: Valuations based (Q2FY29E earnings)

Fig 12 – EV/EBITDA band: Valued at 8x as elevated debt remains a key concern



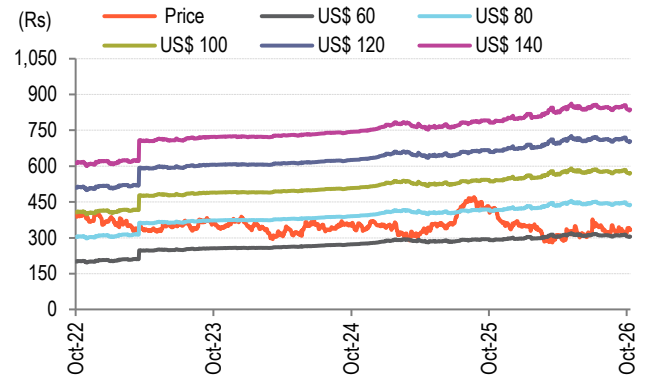
Source: Company, Bloomberg, BOBCAPS Research

Fig 13 – EV/EBITDA 1YF: Forward earnings reflect fair valuation



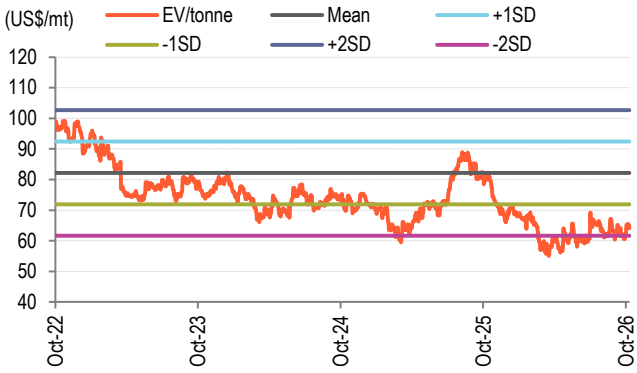
Source: Company, Bloomberg, BOBCAPS Research

Fig 14 – EV/Tonne band: Balance sheet concerns weigh on the replacement cost valuation



Source: Company, Bloomberg, BOBCAPS Research

Fig 15 – V/EBITDA 1YF: Apt reflection of earnings in valuations



Source: Company, Bloomberg, BOBCAPS Research

Key risks

Key risks to our estimates:

- Faster than expected improvements in the cement prices pose an upward risks to earnings
- Delayed execution of capex is a downside risk to earnings
- Faster than expected moderation of fuel prices will be an upward risk to earnings

Financials

Income Statement

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Total revenue	**1,03,567**	**1,13,383**	**1,20,686**	**1,30,310**	**1,41,317**
EBITDA	13,720	18,569	20,391	21,438	22,792
Depreciation	(8,685)	(8,840)	(8,965)	(8,960)	(9,898)
EBIT	5,229	9,969	11,689	12,867	13,397
Net interest inc./(exp.)	(4,964)	(3,983)	(5,744)	(5,686)	(5,804)
Other inc./(exp.)	194	241	263	389	502
Exceptional items	0	0	0	0	0
EBT	265	5,987	5,945	7,181	7,593
Income taxes	(47)	(1,907)	(1,954)	(2,342)	(2,468)
Extraordinary items	0	0	0	0	0
Min. int./Inc. from assoc.	0	0	0	0	0
Reported net profit	**218**	**4,079**	**3,990**	**4,839**	**5,125**
Adjustments	0	0	0	0	0
Adjusted net profit	**218**	**4,079**	**3,990**	**4,839**	**5,125**

Balance Sheet

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Accounts payables	15,875	15,846	16,762	17,897	19,159
Other current liabilities	36,631	15,725	37,367	37,741	38,118
Provisions	0	6,993	0	0	0
Debt funds	27,539	49,860	44,151	50,256	48,363
Other liabilities	11,854	12,278	12,401	12,525	12,650
Equity capital	3,572	3,572	3,572	3,572	3,572
Reserves & surplus	86,087	98,716	1,02,706	1,07,545	1,12,670
Shareholders' fund	88,643	1,02,287	1,06,278	1,11,116	1,16,241
Total liab. and equities	**1,80,541**	**2,02,990**	**2,16,959**	**2,29,535**	**2,34,532**
Cash and cash eq.	1,823	963	8,309	3,412	6,686
Accounts receivables	6,601	7,439	7,605	8,033	8,518
Inventories	7,617	7,450	8,597	9,461	10,066
Other current assets	14,634	15,520	16,804	18,514	20,778
Investments	8	8	0	0	0
Net fixed assets	78,972	76,238	98,771	1,11,681	1,07,487
CWIP	3,825	27,959	9,000	10,000	12,000
Intangible assets	67,061	67,412	67,872	68,434	68,996
Deferred tax assets, net	0	0	0	0	0
Other assets	0	0	0	0	0
Total assets	**1,80,541**	**2,02,990**	**2,16,959**	**2,29,535**	**2,34,532**

Cash Flows

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Cash flow from operations	**8,250**	**1,409**	**30,723**	**18,847**	**20,017**
Capital expenditures	(1,740)	(34,156)	(17,676)	(29,849)	(14,849)
Change in investments	0	0	8	0	0
Other investing cash flows	0	0	0	0	0
Cash flow from investing	**(1,740)**	**(34,156)**	**(17,668)**	**(29,849)**	**(14,849)**
Equities issued/Others	80	1,016	0	0	0
Debt raised/repaid	(5,521)	22,321	(5,709)	6,105	(1,893)
Interest expenses	0	0	0	0	0
Dividends paid	0	0	0	0	0
Other financing cash flows	(316)	8,550	0	0	0
Cash flow from financing	**(5,757)**	**31,887**	**(5,709)**	**6,105**	**(1,893)**
Chg in cash & cash eq.	**754**	**(861)**	**7,346**	**(4,897)**	**3,274**
Closing cash & cash eq.	**1,823**	**963**	**8,309**	**3,412**	**6,686**

Per Share

Y/E 31 Mar (Rs)	FY25A	FY26A	FY27E	FY28E	FY29E
Reported EPS	0.6	11.4	11.2	13.5	14.3
Adjusted EPS	0.6	11.4	11.2	13.5	14.3
Dividend per share	0.0	0.0	0.0	0.0	0.0
Book value per share	247.1	285.3	296.5	310.1	324.4

Valuations Ratios

Y/E 31 Mar (x)	FY25A	FY26A	FY27E	FY28E	FY29E
EV/Sales	0.9	0.9	0.9	0.8	0.8
EV/EBITDA	7.0	5.7	5.4	5.1	4.9
Adjusted P/E	540.6	28.9	29.6	24.4	23.0
P/BV	1.3	1.2	1.1	1.1	1.0

DuPont Analysis

Y/E 31 Mar (%)	FY25A	FY26A	FY27E	FY28E	FY29E
Tax burden (Net profit/PBT)	82.4	68.1	67.1	67.4	67.5
Interest burden (PBT/EBIT)	5.1	60.0	50.9	55.8	56.7
EBIT margin (EBIT/Revenue)	5.0	8.8	9.7	9.9	9.5
Asset turnover (Rev./Avg TA)	56.5	59.1	57.5	58.4	60.9
Leverage (Avg TA/Avg Equity)	2.1	2.0	2.0	2.1	2.0
Adjusted ROAE	0.2	4.3	3.8	4.5	4.5

Ratio Analysis

Y/E 31 Mar	FY25A	FY26A	FY27E	FY28E	FY29E
YoY growth (%)					
Revenue	(3.5)	9.5	6.4	8.0	8.4
EBITDA	(15.5)	35.3	9.8	5.1	6.3
Adjusted EPS	(85.2)	1767.7	(2.2)	21.3	5.9
Profitability & Return ratios (%)					
EBITDA margin	13.2	16.4	16.9	16.5	16.1
EBIT margin	5.0	8.8	9.7	9.9	9.5
Adjusted profit margin	0.2	3.6	3.3	3.7	3.6
Adjusted ROAE	0.2	4.3	3.8	4.5	4.5
ROCE	4.0	6.8	7.1	7.6	7.6
Working capital days (days)					
Receivables	23	24	23	23	22
Inventory	27	24	26	27	26
Payables	64	61	61	60	59
Ratios (x)					
Gross asset turnover	0.5	0.5	0.4	0.4	0.4
Current ratio	0.6	0.8	0.8	0.7	0.8
Net interest coverage ratio	1.1	2.5	2.0	2.3	2.3
Adjusted debt/equity	0.3	0.5	0.4	0.5	0.4

Source: Company, BOBCAPS Research | Note: TA = Total Assets

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%

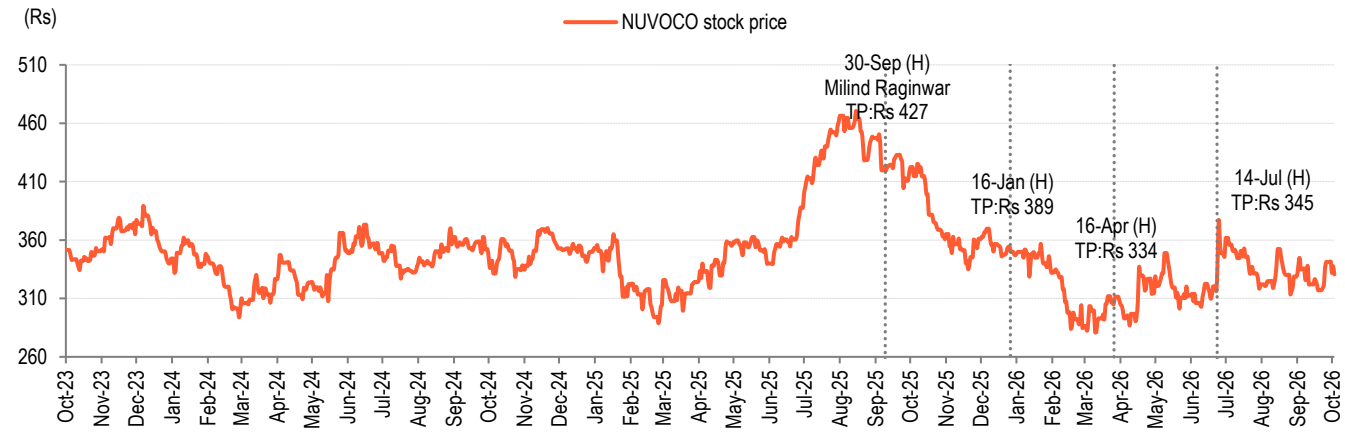
HOLD – Expected return from -6% to +15%

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.

Ratings and Target Price (3-year history): NUVOCO VISTAS CORPORATION (NUVOCO IN)



B – Buy, H – Hold, S – Sell, A – Add, R – Reduce

Analyst certification

The research analyst(s) authoring this report hereby certifies that (1) all of the views expressed in this research 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).

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.