BUY
TP: Rs 4,387 | ⮝ 40%

MAHINDRA & MAHINDRA | Automobiles | 06 November 2026

Tractor segment muted; auto to continue the healthy path, BUY

- **Automotive momentum strong pacing above supply, volumes up ~26% YoY driving revenue by 36% YoY; ~5% price hike support realisations**
- **FES remained a drag impacted by weaker monsoon clubbed with commodity inflation, margins contracted by 300bps YoY**
- **Cut EPS estimates for FY27/FY28/FY29; continue to value MM's core business at 24x Sep-28 P/E with TP of Rs 4,387 (Rs 4,530). Retain BUY**

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Automotive -led growth offsets weakness in FES: MM (SA) revenue grew ~27% YoY to ~Rs425bn, driven by healthy blended volume growth of ~16% YoY despite a weak tractor cycle. Automotive volumes surged ~26% YoY driven by sustained SUV demand, LCV strength and improving EV penetration, while farm equipment volumes slipped ~6% YoY due to an adverse monsoon, festive season shift and a high base.

EV business and SUV franchise continue to gain strength: Automotive revenue increased ~36% YoY to ~Rs339bn, supported by ~26% volume growth and realization improvement by 8% YoY helped by ~5% price hikes. SUV revenue market share came at ~24.3%, reaffirming MM's leadership in the segment. EV penetration reached ~13% of SUV sales with cumulative EV volumes surpassing 100k units.

Monsoon disruption and commodity inflation pressurize FES: Farm Equipment revenue remained broadly flat at ~Rs86bn as tractor volumes fell ~6% YoY. Domestic market share moderated to ~41.5% vs 43% YoY. Despite ~4% price hike, segment EBIT margin decelerated ~300bps YoY to ~16.8% due to operating deleverage and sharp commodity inflation, with steel, copper and rubber prices rising significantly YoY. FY27 industry growth target has been reduced to flat from 5% earlier.

Capacity expansion backing demand visibility: MM is accelerating capacity expansion from ~64.5k units/month to ~82k units/month by FY27-end, with a target to reach ~132k units/month by FY31. Product momentum remains strong with five major launches planned by June 2027 across the NU_IQ and INGLO platforms, including all new SUV and LCV launches.

Cut earnings estimates; Retain BUY: We cut FY27/FY28/FY29 EBITDA estimates 16%/8%/3% to factor in the commodity cost inflation, weak FES segment and overall gloomy H2FY27/Q1FY28. FES segment weakness will continue to impact in H2 but also in Q1FY28. Cost inflation will hit the margins for MM (overall). Our 3Y CAGR Revenue/EBITDA/PAT is 11%/13%13%. We value MM's core business at 24x Sep-2028 earnings, (10% premium to its LT average 22x), resulting in a revised SOTP-based TP of Rs 4,387 vs Rs4,530. This includes a subsidiary value of Rs364. BUY.

Key changes

Target	Rating
▼	◀ ▶

Ticker/Price	MM IN/Rs 3,128
Market cap	US$ 41.2bn
Free float	81%
3M ADV	US$ 72.9mn
52wk high/low	Rs 3,840/Rs 2,744
Promoter/FPI/DII	19%/37%/29%

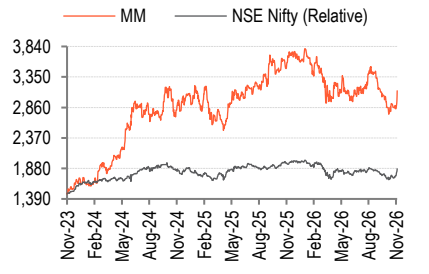
Source: NSE | Price as of 5 Nov 2026

Key financials

Y/E 31 Mar	FY26A	FY27E	FY28E
Total revenue (Rs mn)	14,55,758	15,40,317	17,54,814
EBITDA (Rs mn)	2,03,001	1,92,264	2,42,803
Adj. net profit (Rs mn)	1,57,372	1,49,431	1,86,067
Adj. EPS (Rs)	131.4	124.7	155.3
Consensus EPS (Rs)	131.4	136.1	155.7
Adj. ROAE (%)	23.2	18.6	19.6
Adj. P/E (x)	23.8	25.1	20.1
EV/EBITDA (x)	20.2	20.6	16.0
Adj. EPS growth (%)	32.7	(5.0)	24.5

Source: Company, Bloomberg, BOBCAPS Research | P – Provisional

Stock performance



Source: NSE

Fig 1 – Earnings Call Highlights

Parameter	Q2FY27	Q1FY27	Our view
Market	SUV volume demand remains strong growing 26% YoY with waiting period extending beyond 6 months for 7XO. LCV demand is similarly healthy, prompting an upward revision in the industry LCV volume growth outlook to double digits for FY27. EV penetration reached 12% to 12.7% of total SUV volumes, with cumulative EV sales crossing 100k units and the XEV9S remaining the single highest-selling EV model. Physical dealer inventory across all auto brands remains at very low levels, with plant production and dispatches operating at full capacity (reaching ~73k units in October against rated capacity of 69k units). Operational capacity is scaling from 64.5k to 82k units/month (+27%) by end-FY27, expanding to 92k units/month in F28, and reaching 132k units/month by F31 via the new plant at Nagpur. Land acquisition for Nagpur includes 1,500 to 2,000 acres for the main plant and supplier park	SUV volumes grew ~15% YoY, while LCV volumes increased ~20% YoY despite geopolitical disruptions, commodity inflation and temporary production losses due to supplier issues and heavy rains. EV SUV volumes surged ~77% YoY, with EVs contributing ~12% of SUV volumes. Dealer inventory remained lean at ~15 days, while capacity expansion from 64.5k to 68k units/month is on track by end-H1FY27 to support festive demand. Capacity is projected to reach 92,000 units after additions in Chakan, with a further increase of 20,000 units per month in two phases at Nagpur by H1 calendar 2029	The volume base effect will catch up even stronger in H2FY27. This will be doubled with capacity constraint in the near term. Going forward we feel capacity ramp up till FY29 will aid confidence in growth. Higher EV penetration and stronger earnings without PLI adds comfort. Softening FES segment growth will be impacting the show. The crack in the tractor segment will be watched.
Order book/ Product pipeline	MM highlighted 5 major launches planned by June 2027. First all new product on the NU_IQ platform (10k units/month volume). A new product based on the INGLO platform. 1 major product refresh and 1 new LCV model. In Q2 XUV 3XO ZNG was launched with CNG powertrain and zero loss of boot space addressing a key white space.	Management specifically highlighted that the first product from the NU_IQ platform is slated for launch in F28. Additionally, a new EV model is also scheduled for launch in the same year. Following the combination with SML, the company is focused on creating synergies and enhancing competitiveness across its expanded product range in the LCV and ICV bus segments	Focus on boosting growth is a stated policy.MM has the correct strategy to keep customers excited in the gloomy economic scenariio. The new launches will help to give some boost in the H2FY28.
Electric Vehicle	Total PLI booked during the quarter was ~Rs10bn. The EV business is reporting EBITDA margins of ~9% and remains EBITDA positive even without subsidies as scale increases. Per-vehicle profitability is expected to match ICE levels in the near future, driven by scale, localization, INGLO/NU_IQ platform leverage, and pricing power as penetration rises. Current operational EV capacity is 8k units/month, expanding by 4k units to reach 12k units/month by Feb–March (F28). L5M electric 3-wheeler penetration reached ~50%.	The EV business is reporting EBITDA margins upwards of 10%. The total EV PBIT for the quarter was ~Rs 2.9bn. EV business has turned EBITDA positive even without PLI benefits. Management reiterated that future profitability will be driven through scale, localisation, platform leverage (INGLO), and gradual pricing power as EV penetration rises beyond 20–25%. EV margins are expected to converge with ICE over time. The company is currently operationally ready for 8,000 EVs per month. This capacity is planned to increase to 12,000 units per month in F28 to support the new launches	Efforts on expanding EV base is a long-stated strategy. Strong product pipeline will ensure the healthy growth strategy. Most of the EV products under PLI scheme will provide some respite to the quality of earnings besides quantity. Capacity readiness to cater to additional EV growth will imply continued market share and better leverage will aid margin traction. The 3-W segment will provide a further impetus to moderating sales.
FES	Farm segment PAT declined 9% YoY due to a festive season shift into Q3 and severe monsoon deficits in states like Maharashtra and Karnataka. Full-year industry volume growth guidance was	Tractors achieved 18% volume growth in Q1FY27, market share was strong at 44.9% though QoQ dip from 45.2%. Farm PAT grew 15% YoY before impairments. Core tractor	Tractor performance will be watched keenly. The management is a bit aggressive but volume can be impacted.

Parameter	Q2FY27	Q1FY27	Our view
	revised from +5% to flattish. Core domestic tractor margins remained resilient, supported by 4% price hikes. Segment margins faced severe commodity inflation, with steel up 17%, copper up 42%, and rubber up 40% YoY. Premiumization trend continues with the 46–50 HP tractor category share increasing by 2 percentage points	business maintained healthy margin of 19.2%. Commodity inflation impact was 300bpss mainly from steel price (=24%) and rubber (+53%). Despite the initial rainfall deficit in June, it has recovered to 15% now. Tractor channel inventory remains at 30–40 days with no meaningful destocking required. Management highlighted continued premiumisation, with ~70% of industry volumes now coming from 40–50 HP tractors, driven by higher mechanisation and increasing adoption of farm implements.	The current depleting reservoir levels indicate the spill over will impact H1FY28 performance too. Shift towards higher HP products only provides respite for MM.
Margin	Core Auto PBIT margin expanded sequentially to 9.8% in Q2 (up from 8.9% in Q1), while consolidated auto margin reached 8.8**%** (up from 7.7% in Q1). QoQ recovery was driven by cumulative 5% price hikes in Auto, cost control, and operating leverage, offsetting severe YoY commodity inflation (steel +17%, copper +42%, rubber +40%). Farm margins remained under pressure due to unhedged commodity inflation, offset partially by international exits. MMFSL reported 61% YoY profit growth driven by lower asset quality costs. Tech Mahindra PAT grew 33% YoY, and Growth Gems profits tripled (3x) led by a record profitable quarter in Mahindra Logistics.	Auto margins were impacted by ~450bps commodity inflation and an additional ~85bps hedging MTM loss during Q1. Core PBIT margin was down to 8.9% vs 10.8% YoY. Management has implemented cumulative price hikes of ~4.2% (1.5% + 2.7%) and expects Q1 to be the margin trough, with Q2 margins likely to remain stable or improve sequentially assuming commodity prices stabilise. Farm margins remain under greater pressure due to unhedged steel and rubber inflation. Margins were also under pressure due to loss in international subsidiary due to impairment of Erkunt foundry MMFSL reported further improvement in profitability with ROA at ~2.4%, NIM at ~7.3%, while GS2+GS3 remained below 10% for the seventh consecutive quarter.	Focus is on sustaining momentum hence; volume push will be key. Maintaining margins in a challenging business scenario is challenging. Commodity inflation is a concern largely on account of volatility as it can impact earnings despite hedging. However, with benefits of hedging loss cushioning margins and impairment losses non-recurring should be of help. Other businesses stay on a steady growth path; management's strong focus only reassures growth.
All-round focus, healthy balance sheet comes handy	Mahindra Lifespaces achieved 5x pre-sales growth this decade, staying on track for its Rs 100bn pre-sales target by FY30, supported by landmark multi-acre projects (e.g., 35+ acre Bhandup project) and an exclusive focus on mid-premium/premium urban markets. MMFSL AUM crossed Rs1.3trn towards its 4–5x growth goal, driven by digital tech and expanding loan mix. Aerospace order book scaled 28x toward its USD 1bn/year F30 order intake target. Secured a major Tier-1 Airbus package for A320 neo tail section fuselages, is the single global source for two Airbus helicopter fuselages, and ranks top 4 globally in Aero Excellence Maturity.	Mahindra Lifespaces reiterated its strategy of focusing exclusively on Mumbai, Pune and Bengaluru, targeting Rs 100bn pre-sales by FY30, supported by a Rs 500bn development pipeline while avoiding affordable housing. MMFSL targets a 70:30 wheels/non-wheels loan mix by FY31, with strong growth in mortgages and SME lending. Aerospace order book continues to scale, with management indicating revenue conversion will accelerate as projects mature.	MM's major segments are firing all cylinders. Capacity expansion of the automotive business is to capture the newer demand emanating from a structural shift and is the right strategy.

Source: Company, BOBCAPS Research

Fig 2 – Quarterly performance (Standalone)

(Rs mn)	Q2FY27	Q2FY26	YoY (%)	Q1FY27	QoQ (%)	Q2FY27E	Deviation
Volume	4,42,419	3,82,826	15.6	4,58,511	(3.5)	4,42,419	0.0
Avg. Realisation per Vehicle	9,60,117	8,73,023	10.0	9,14,258	5.0	9,18,829	4.5
Net Revenues	4,24,774	3,34,216	27.1	4,19,197	1.3	4,16,550	2.0
Total Income (A)	**4,24,774**	**3,34,216**	**27.1**	**4,19,197**	**1.3**	**4,16,550**	2.0
Operating Expenses							
Raw materials consumed	3,36,440	2,52,786	33.1	3,26,943	2.9	3,31,157	1.6
Employee Expenses	14,123	12,984	8.8	14,062	0.4	14,344	(1.5)
Other Expenses	24,717	19,832	24.6	27,087	(8.7)	27,076	(8.7)
Total Expenditure (B)	**3,75,280**	**2,85,601**	**31.4**	**3,68,092**	**2.0**	**3,72,577**	0.7
EBITDA (A-B)	**49,494**	**48,615**	**1.8**	**51,106**	**(3.2)**	**43,973**	12.6
Other Income	18,045	23,599	(23.5)	8,154	121.3	22,389	(19.4)
Depreciation	10,744	10,406	3.2	10,503	2.3	10,608	1.3
EBIT	**56,794**	**61,807**	**(8.1)**	**48,756**	**16.5**	**55,754**	1.9
Finance Costs	667	590	13.1	997	(33.1)	1,001	(33.3)
PBT after excep items	**56,127**	**61,217**	**(8.3)**	**47,759**	**17.5**	**54,753**	2.5
Tax expense	15,363	15,489	(0.8)	10,909	40.8	12,319	24.7
Reported PAT	**40,401**	**45,205**	**(10.6)**	**36,850**	**9.6**	**42,434**	(4.8)
Adjusted PAT	**40,764**	**45,728**	**(10.9)**	**36,850**	**10.6**	**42,434**	(3.9)
EPS (Rs)	**32.5**	**36.4**	**(10.6)**	**29.7**	**9.6**	**34.2**	(4.8)
Key Ratios (%)			**(bps)**		**(bps)**		
Gross Margin	20.8%	24.4%	(357)	22.0%	(121)	20.5%	30
EBITDA Margin	11.7%	14.5%	(289)	12.2%	(54)	10.6%	110
EBIT Margin	13.4%	18.5%	(512)	11.6%	174	13.4%	(1)
PBT Margin	13.2%	18.3%	(510)	11.4%	182	13.1%	7
Tax Rate	27.4%	25.3%	207	22.8%	453	22.5%	487
Adj PAT Margin	9.6%	13.7%	(409)	8.8%	81	10.2%	(59)

Source: Company, BOBCAPS Research

Valuation Methodology

We cut FY27/FY28/FY29 EBITDA estimates 16%/8%/3% to factor in the commodity cost inflation, weak FES segment and overall gloomy H2FY27/Q1FY28. FES segment weakness will continue to impact in H2 but also in Q1FY28. Cost inflation will hit the margins for MM (overall). Our 3Y CAGR Revenue/EBITDA/PAT is 11%/13%13%.

We expect the automotive segment to continue to mitigate challenging cost inflation relatively better, owing to MM's focus on premiumisation and EVs across segments; driving volumes and market share. The capacity addition at regular intervals till FY29 will enable MM to tap the additional demand and retain market share. The EV segment EBITDA positive without PLI is the highlight implying healthy margins as operating leverage comes to the fore in the segment.

The FES's segment will may pause after a very strong rebound in FY26 and the spill may continue to H1FY28 owing to monsoon deficiency and depleting reservoir levels compared to earlier estimates. Further, festive shift from Q4 to Q1FY28 will impact the FY27 performance further.

Additionally, organic capacity expansion plans are the right measures to address market preferences, especially in the automotive segment and will help MM to maintain leadership in the SUV segment. Despite a strong capex for automotive and FES, we believe MM's capital allocation policy continues to imply less debt stress, which will result in balance sheet health and keep return ratios moving at a good pace.

We value MM's core business at 24x Sep-2028 earnings, (10% premium to its LT average 22x), resulting in a revised SOTP-based TP of Rs 4,387 vs Rs4,530. This includes a subsidiary value of Rs364. BUY.

Fig 3 – Revised estimates

(Rs mn)	New			Old			Change (%)		
	FY27E	FY28E	FY29E	FY27E	FY28E	FY29E	FY27E	FY28E	FY29E
Revenue	15,40,317	17,54,814	20,06,646	15,61,284	17,86,908	20,44,712	(1.3)	(1.8)	(1.9)
EBITDA	1,92,264	2,42,803	2,95,280	2,27,858	2,62,422	3,02,950	(15.6)	(7.5)	(2.5)
Adj PAT	1,49,431	1,86,067	2,24,193	1,77,550	2,01,566	2,30,253	(15.8)	(7.7)	(2.6)
Adj EPS (Rs)	124.7	155.3	187.1	148.2	168.2	192.20	(15.8)	(7.7)	(2.6)

Source: Company, BOBCAPS Research,

Fig 4 – Key assumptions

Parameter	FY27E	FY28E	FY29E
Volume (units)	17,83,970	19,96,537	22,59,549
Growth (%)	8.7	11.9	13.2
Revenue (Rs mn)	15,40,317	17,54,814	20,06,646
Growth (%)	12.0	13.9	14.4
EBITDA (Rs mn)	1,92,264	2,42,803	2,95,280
Growth (%)	(5.3)	26.3	21.6
EBITDA margin (%)	12.5	13.8	14.7
Adj. PAT (Rs mn)	1,49,431	1,86,067	2,24,193
EPS (Rs)	148.2	168.2	192.2

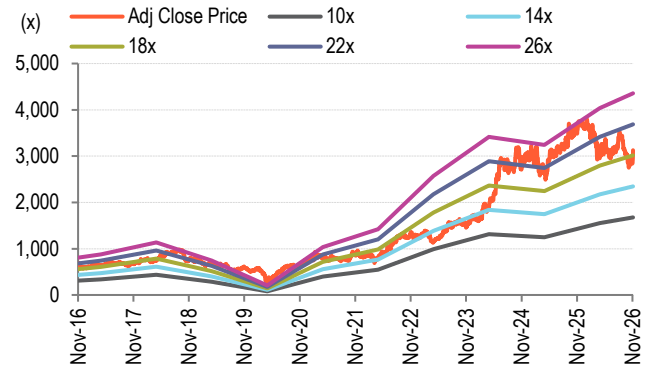
Source: Company, BOBCAPS Research,

Fig 5 – Valuation summary

Business	Value (Rs/sh)	Valuation basis
Core Business	4,024	24x Sep-2028 forward EPS
Subsidiaries	364	30% holding company discount
Total	**4,387**	**-**

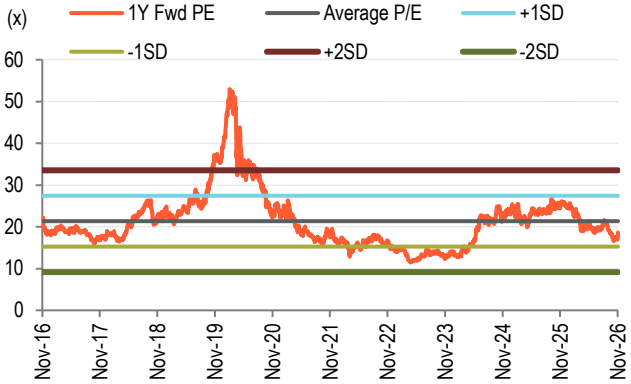
Source: BOBCAPS Research| Note: Sep 2028 forward valuations

Fig 6 – P/E band: We continue to value MM at 24x 1YF core business EPS



Source: Company, Bloomberg, BOBCAPS Research

Fig 7 – P/E 1YF The current valuations leave a strong upside for MM



Source: Company, Bloomberg, BOBCAPS Research

Key Risks

Key downside risks to our estimates:

- Commodity inflation sustaining for longer-than-expected in the high-end segment.
- Accelerated launches by competitors in the high-end automotive segment
- Slower-than-expected recovery in the farm equipment segment in FY27 vs management guidance.

Financials

Income Statement

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Total revenue	**11,64,837**	**14,55,758**	**15,40,317**	**17,54,814**	**20,06,646**
EBITDA	1,62,745	2,03,001	1,92,264	2,42,803	2,95,280
Depreciation	42,268	42,927	46,994	51,244	55,494
EBIT	1,59,005	2,09,720	1,91,674	2,38,427	2,87,123
Net interest inc./(exp.)	(2,505)	(2,496)	(2,521)	(2,899)	(3,334)
Other inc./(exp.)	38,527	49,645	46,404	46,868	47,337
Exceptional items	0	(982)	0	0	0
EBT	1,56,500	2,07,224	1,89,154	2,35,528	2,83,789
Income taxes	37,952	49,852	39,722	49,461	59,596
Extraordinary items	0	0	0	0	0
Min. int./Inc. from assoc.	0	0	0	0	0
Reported net profit	**1,18,548**	**1,56,390**	**1,49,431**	**1,86,067**	**2,24,193**
Adjustments	0	982	0	0	0
Adjusted net profit	**1,18,548**	**1,57,372**	**1,49,431**	**1,86,067**	**2,24,193**

Balance Sheet

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Accounts payables	2,37,166	2,85,653	3,34,249	3,74,280	4,25,158
Other current liabilities	87,343	92,661	65,995	73,753	83,380
Provisions	22,689	27,796	2,394	2,633	2,896
Debt funds	16,818	16,535	11,199	10,445	10,650
Other liabilities	0	0	0	0	0
Equity capital	6,004	6,010	6,010	6,010	6,010
Reserves & surplus	6,09,846	7,37,159	8,61,347	10,22,172	12,21,122
Shareholders' fund	6,15,850	7,43,169	8,67,357	10,28,182	12,27,132
Total liab. and equities	**9,79,866**	**11,65,814**	**12,81,194**	**14,89,293**	**17,49,217**
Cash and cash eq.	1,14,345	1,59,097	28,150	36,065	81,683
Accounts receivables	57,256	64,858	77,016	87,741	1,00,332
Inventories	1,03,333	1,03,059	1,57,882	1,84,255	2,10,698
Other current assets	1,37,760	1,83,034	2,61,854	3,33,415	4,01,329
Investments	3,54,680	4,20,316	5,13,005	6,05,774	6,98,626
Net fixed assets	1,92,111	2,09,791	2,12,797	2,11,553	2,06,059
CWIP	37,010	40,170	45,000	45,000	65,000
Intangible assets	0	0	0	0	0
Deferred tax assets, net	(16,629)	(14,510)	(14,510)	(14,510)	(14,510)
Other assets	0	0	0	0	0
Total assets	**9,79,866**	**11,65,814**	**12,81,194**	**14,89,293**	**17,49,217**

Cash Flows

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Cash flow from operations	**1,59,264**	**1,54,469**	**(1,774)**	**1,26,914**	**1,82,837**
Capital expenditures	(58,550)	(63,768)	(54,830)	(50,000)	(70,000)
Change in investments	(54,726)	(65,636)	(92,688)	(92,769)	(92,852)
Other investing cash flows	38,527	49,645	46,404	46,868	47,337
Cash flow from investing	**(74,749)**	**(79,758)**	**(1,01,114)**	**(95,901)**	**(1,15,515)**
Equities issued/Others	(787)	6	0	0	0
Debt raised/repaid	(3,547)	(283)	(5,336)	(754)	205
Interest expenses	(2,505)	(2,496)	(2,521)	(2,899)	(3,334)
Dividends paid	(25,160)	(25,243)	(25,243)	(25,243)	(25,243)
Other financing cash flows	1,560	(5,953)	0	0	0
Cash flow from financing	**(30,438)**	**(33,968)**	**(33,099)**	**(28,896)**	**(28,372)**
Chg in cash & cash eq.	**54,077**	**40,742**	**(1,35,988)**	**2,117**	**38,950**
Closing cash & cash eq.	**1,14,345**	**1,59,097**	**28,150**	**36,065**	**81,683**

Per Share

Y/E 31 Mar (Rs)	FY25A	FY26A	FY27E	FY28E	FY29E
Reported EPS	98.9	131.4	124.7	155.3	187.1
Adjusted EPS	98.9	131.4	124.7	155.3	187.1
Dividend per share	21.0	21.1	21.1	21.1	21.1
Book value per share	514.0	620.3	723.9	858.2	1,024.2

Valuations Ratios

Y/E 31 Mar (x)	FY25A	FY26A	FY27E	FY28E	FY29E
EV/Sales	3.5	2.8	2.6	2.2	2.0
EV/EBITDA	24.8	20.2	20.6	16.0	13.5
Adjusted P/E	31.6	23.8	25.1	20.1	16.7
P/BV	6.1	5.0	4.3	3.6	3.1

DuPont Analysis

Y/E 31 Mar (%)	FY25A	FY26A	FY27E	FY28E	FY29E
Tax burden (Net profit/PBT)	75.7	75.5	79.0	79.0	79.0
Interest burden (PBT/EBIT)	98.4	98.8	98.7	98.8	98.8
EBIT margin (EBIT/Revenue)	13.7	14.4	12.4	13.6	14.3
Asset turnover (Rev./Avg TA)	198.1	209.1	188.0	183.1	176.3
Leverage (Avg TA/Avg Equity)	1.0	1.0	1.0	1.0	1.0
Adjusted ROAE	20.8	23.0	18.6	19.6	19.9

Ratio Analysis

Y/E 31 Mar	FY25A	FY26A	FY27E	FY28E	FY29E
YoY growth (%)					
Revenue	17.9	25.0	5.8	13.9	14.4
EBITDA	28.5	24.7	(5.3)	26.3	21.6
Adjusted EPS	10.6	32.7	(5.0)	24.5	20.5
Profitability & Return ratios (%)					
EBITDA margin	14.0	13.9	12.5	13.8	14.7
EBIT margin	13.7	14.4	12.4	13.6	14.3
Adjusted profit margin	10.2	10.8	9.7	10.6	11.2
Adjusted ROAE	20.8	23.2	18.6	19.6	19.9
ROCE	20.4	22.8	18.4	19.6	19.9
Working capital days (days)					
Receivables	16	15	17	17	17
Inventory	31	26	31	36	36
Payables	92	86	96	98	97
Ratios (x)					
Gross asset turnover	0.4	0.4	0.4	0.4	0.3
Current ratio	1.2	1.3	1.3	1.4	1.6
Net interest coverage ratio	(63.5)	(84.0)	(76.0)	(82.2)	(86.1)
Adjusted debt/equity	0.0	0.0	0.0	0.0	0.0

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

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BUY – Expected return >+15%

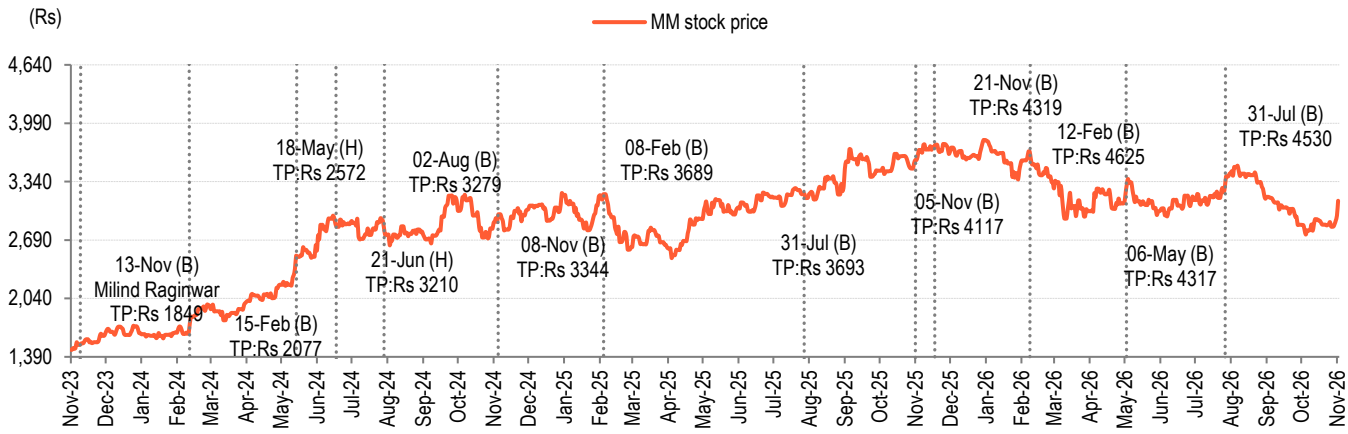
HOLD – Expected return from -6% to +15%

SELL – Expected return <-6%

Note: Recommendation structure changed with effect from 21 June 2021

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Ratings and Target Price (3-year history): MAHINDRA & MAHINDRA (MM IN)



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