

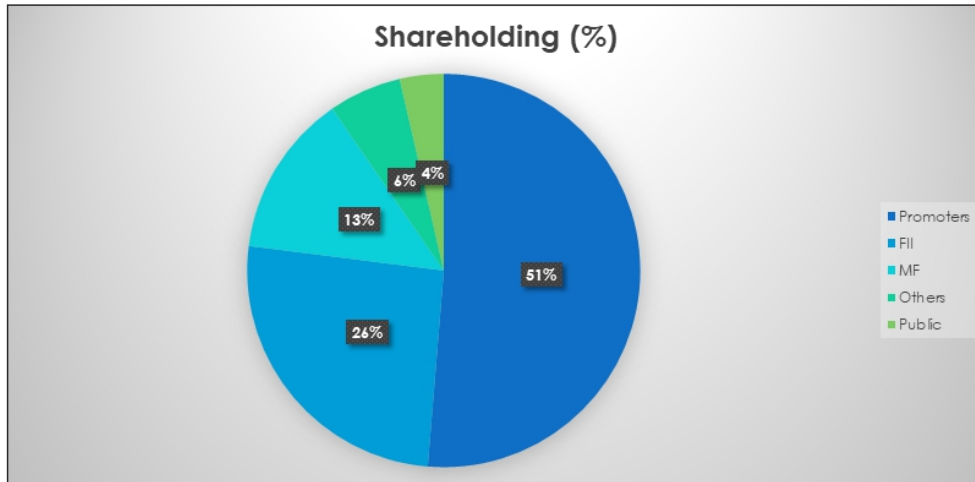
**Powergrid
Corporation
Techno Funda
Stock Outlook**



Indbank
Merchant Banking Services Ltd
(A Subsidiary of Indian Bank)

STOCK DETAILS	
NSE Scrip code	POWERGRID
BSE Scrip code	532898
Market cap (in Cr)	2,52,232
52-week High/Low (in Rs)	336 / 247
Current Price	268
Price Target (in Rs)	300

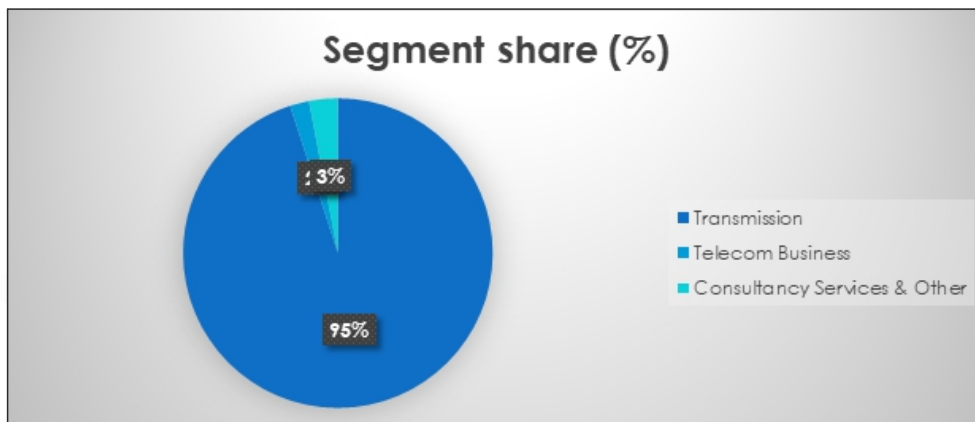
SHAREHOLDING PATTERN:



BUSINESS DESCRIPTION

Powergrid is a central public sector undertaking under the Ministry of power, Government of India. Its primary business is bulk electric power transmission - i.e., moving large blocks of power from generators to load centers, especially across states and regions.

SEGMENT SHARE



INDUSTRY SCENARIO

Electric power transmission industry acts as the fulcrum of the power sector, ensuring reliable, stable, and efficient electricity transfer over long distances. The Asia-pacific is the fastest-growing region due to electrification and renewable expansion.

FINANCIAL HIGHLIGHTS

Income statement for the quarter (Q2FY26)

Rs. (Cr)	Q2FY25	Q1FY26	Q2FY26	yoy change
Sales	11,278	11,196	11475.95	2%
Expenses	1681.05	2093.92	2420.88	44%
Operating Profit	9,597	9,102	9055.07	-6%
Other Income	814	461	711.56	
Depreciation	3,292	3,130	3223.12	
Interest	2,441	1,934	2148.07	
Profit before tax	4677.5	4498.57	4395.44	-6%
Tax	884	868	829.36	
Net profit	3793.02	3630.58	3566.08	-6%
OPM	85%	81%	79%	

Consolidated income statement

Rs (Cr)	FY24	FY25	YoY
Revenue	45843	45792	-0.1%
Expenses	6599	6955	5.4%
Operating Profit	39244	38837	-1.0%
Other Income	1138	2061	
Depreciation	13095	12904	
Interest	955	1111	
Profit before tax	18514	19294	4.2%
Tax	2940	3772	
Net profit	15573	15521	-0.3%
EPS	17	17	

KEY STRENGTHS

Backbone of India's national grid

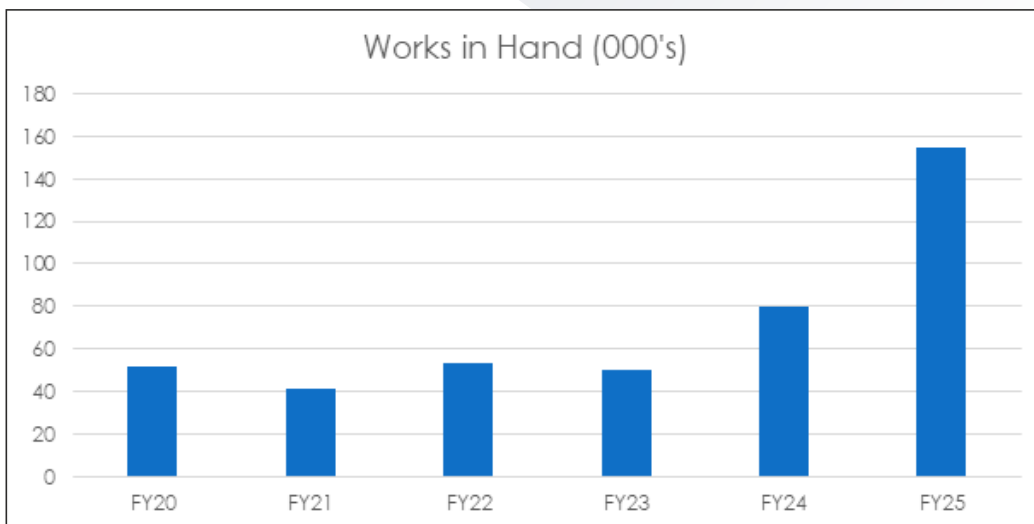
Powergrid handles nearly 85% of India's interstate power transmission. The company operates the world's largest 765kV transmission network.

Stable business model

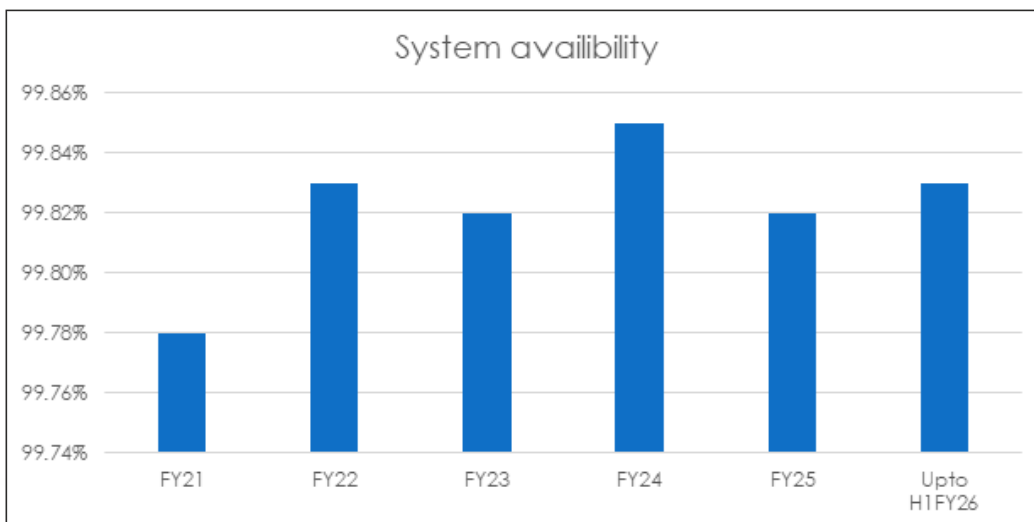
The company mostly derives its revenue through regulated tariffs which makes it a low-risk proposition.

Steady progress in projects

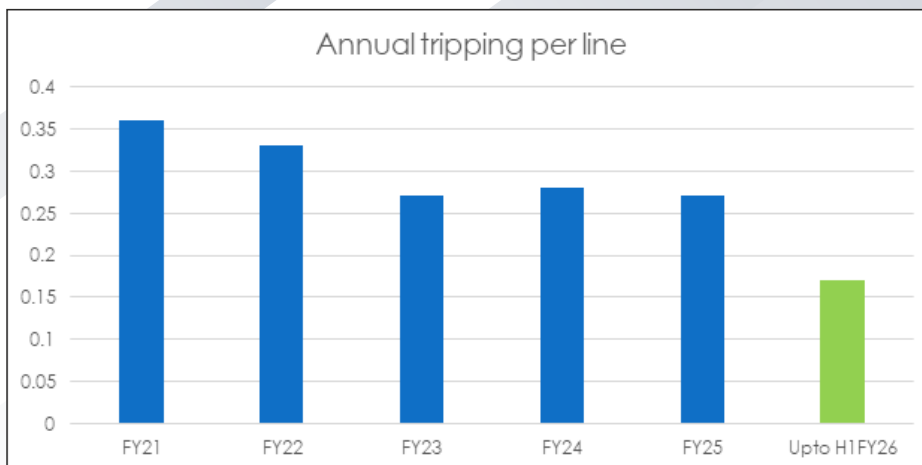
Powergrid has been witnessing steady progress in transmission projects and green energy corridor initiatives.



Record Works in Hand reflect robust sectoral growth momentum



At 99.83%, availability seems good resulting in maximum incentive



Annual tripping per line has been on a reducing trend over the last few years and well within limits so far in FY26

Technical analysis



On daily charts, the stock strong support at 260-265 levels. Stock recently bounced of lower band of falling channel and showing strong volumes on its way toward the upper band. Current price behavior suggests accumulation in the range 260–270 for a target of 300 in medium term keeping stop loss at 245 levels.

Investment rationale

- With a PE of around 16.9, the company has a relatively modest valuation compared to its sector.
- India's largest electric power transmission company.
- Large scale transmission project wins, especially for renewable energy evacuation.
- Strong project pipeline and capex plans.
- Strong balance sheet and visibility from works in hand support multi-year growth.
- Consistent dividend payout with decent yield.
- Mutual funds have increased holdings from 12.81% to 13.35% in Sep 2025 quarter.
- Stronghold in inter-state power transmission networks and expansion into renewables to serve as key growth drivers.

Web link for Standard & General Disclaimer:

<https://www.indbankonline.com/wp-content/uploads/2025/04/RESEARCH-DISCLAIMER.pdf>

**For live and real time updates on stock market
Visit our website: www.indbankonline.com**



Indbank
Merchant Banking Services Ltd
(A Subsidiary of Indian Bank)

Indbank Merchant Banking Services Ltd.

Regd. Office: I Floor, Khiviraj Complex I,
No.480, Anna Salai, Nandanam, Chennai - 600 035.
Centralised Helpdesk: 044 - 4202 1368, 044 - 2432 1232
Mobile: 94457 97157 / 168

Email: helpdesk@indbankonline.com | www.indbankonline.com

Follow us on:

