Result Update

12th November, 2025

GR Infraprojects Ltd

Infra/Cons

BUY

Target Price

1,420

Cut Estimates On Slower Execution; Retain BUY

Est. Vs. Actual for Q2FY26: **Revenue – MISS; EBITDA Margin – MISS; PAT – MISS**

Change in Estimates post Q2FY26 (Abs)

FY26E/FY27E: Revenue: -2%/-2%; **EBITDA:** -9%/-7% **PAT:** -7%/-6%

Recommendation Rationale

- **Strong and well-diversified order book ensuring revenue visibility**: The company's order book position, including L1 projects, stands at Rs 25,411 Cr, comprising Roads, Railways, Transmission, Telecom/Optical Fibre, and Tunnel works, providing healthy revenue visibility for the next 24–36 months. For FY26, it expects an order inflow of Rs 20,000–25,000 Cr, with Rs 10,000–11,000 Cr anticipated from Highways, Rs 2,000–3,000 Cr from Railways and Metros, and the balance from segments such as Power Transmission, Ropeway, Tunnel, Hydro, and Telecom projects.
- **Robust tender pipeline supported by balanced segment exposure:** The bidding pipeline for FY26 remains robust at Rs 2.8 Lc Cr in Highway projects, Rs 28,000 Cr from Hydro, Rs 19,000 Cr from Tunnel, Rs 24,000 Cr from Power Transmission, Rs 26,000 Cr from Railways, and Rs 22,000 Cr from Metro projects. In addition to its strong presence in road projects, the company has successfully diversified into other segments such as Railways, Ropeways, Optical Fibre, Multi-Modal Logistics Parks (MMLPs), and Power Transmission, thereby reducing its dependence on the Roads segment and enhancing business resilience.
- **Order Inflow to pick up in Q4FY26:** In H2FY26, project awarding activity is expected to gain momentum. As per the updated guidelines from the MLA and the Ministry, the qualification norms and project sizes have been enhanced. The management remains confident of meeting its inflow target, supported by a strong execution track record and diversified capabilities. This is expected to further bolster revenue growth, driving a healthy CAGR over FY25–FY27E.

Sector Outlook: **Cautiously Positive**

Company Outlook & Guidance: The company has revised its guidance for revenue growth to 5-10% in FY26 and expects 15% growth in FY27. EBITDA margins are expected to be around 11-13%.

Current Valuation: **10.5x FY27E EPS (vs. earlier valuation of 11.5x FY27E EPS) and HAM, BOT, and transmission assets at 1x book value.**

Current TP: **Rs 1,420/Share (Earlier TP: Rs 1,540/share)**

Recommendation: We maintain our **BUY** rating on the company.

Financial Performance

GR Infraprojects Ltd. (GRIL) reported Q2FY26 revenue of Rs 1,234 Cr (up 9% YoY), EBITDA of Rs 120 Cr (up 3% YoY), and PAT of Rs 131 Cr (up 14% YoY). EBITDA margins for Q2FY26 were reported at 9.8%, compared to our estimate of 11.4% and 10.4% in Q2FY25. This decrease is primarily due to one-time claim income recognized of Rs 21 cr in Q2FY25.

Outlook: GRIL anticipates strong order inflows, underpinned by a robust bidding pipeline across multiple sectors, particularly in EPC and HAM projects led by NHAI. Beyond roads, the company is actively exploring opportunities in railways, ropeways, T&D, and telecom segments, which present significant growth potential. This diversified project portfolio is expected to enable GRIL to leverage its execution capabilities across various infrastructure domains and capitalize on the sector's upcoming expansion.

Valuation & Recommendation

The stock is currently trading at an implied PE of 10x/7x FY26E/FY27E EPS. We value the stock at 10.5x FY27E EPS and maintain a BUY rating on the stock with a target price of Rs 1,420/share, implying an upside of 25% from the CMP.

Key Financials (Standalone)

(Rs Cr)	Q2FY26	QoQ (%)	YoY (%)	Axis Est.	Variance
Net Sales	1,234	-32%	9%	1,411	-13%
EBITDA	120	-48%	3%	160	-25%
EBITDA Margin	9.8%	-285bps	-63bps	11.4%	-160bps
Net Profit	131	-39%	14%	155	-16%
EPS (Rs)	14	-39%	14%	16	-16%

Source: Company, Axis Securities Research

(CMP as of 11th November, 2025)

CMP (Rs)	1,134
Upside /Downside (%)	25%
High/Low (Rs)	1682 / 901
Market cap (Cr)	10948
Avg. daily vol. (6m) Shrs	82385
No. of shares (Cr)	9.7

Shareholding (%)

	Mar-25	Jun-25	Sep-25
Promoter	74.7	74.7	74.7
FIIs	2.8	2.9	2.9
MFs / UTI	19.1	19.2	19.3
Banks / FIs	0.0	0.0	0.0
Others	3.4	3.2	3.1

Financial & Valuations

Y/E Mar (Rs Cr)	FY25	FY26E	FY27E
Net Sales	6,516	6,997	8,046
EBITDA	905	855	1,046
Net Profit	807	802	904
EPS (Rs)	83	83	93
PER (x)	15	14	12
P/BV (x)	1.5	1.3	1.2
EV/EBITDA (x)	13	13	11
ROE (%)	10%	9%	10%

Change in Estimates (%)

Y/E Mar	FY26E	FY27E
Sales	-2%	-2%
EBITDA	-9%	-7%
PAT	-7%	-6%

Relative Performance

Source: Axis Securities Research

Results Gallery

Q1FY26
Q4FY25
Q3FY25
Q2FY25

Uttam Kumar Srimal
Sr Research Analyst
Uttamkumar.srimal@axissecurities.in

Shikha Doshi
Research Analyst
Shikha.doshi@axissecurities.in

Key Concall Highlights

- **Order Book:** As of 30th Sep'25, the order book stands at Rs 21115 Cr (excluding L1), and a DBFOT project worth Rs 3,700 Cr awaiting AD. The order book comprises 65% Roads, 4% MMLP, 13% Transmission, 1% Tunnelling, 5% Railways and Metro, and 5% OFC and 7% from other sectors.
- **Order Inflow:** For FY26, the company targets an order inflow of Rs 20,000-25000 Cr, out of which Rs 3000 Cr has been received.
- **HAM Projects:** The company has 30 HAM projects, of which 10 are operational, 19 under construction, and 1 awaiting AD.
- **Equity Investments in Subsidiaries:** As of 30th Sep'25, the company's remaining equity investment required in HAM projects is Rs 3200 Cr, with the management planning to invest Rs 400-500 Cr in H2FY26 and Rs 1000 Cr on yearly basis from FY27. Also, the company has invested around Rs 275 Cr of equity into existing transmission projects.
- **Dividend from InvIT:** In H1FY26, the company received Rs 93 Cr as dividend and interest income from Bharat Highways InvIT. For FY26, it expects to receive Rs 230-240 Cr of income, supporting its profitability moving forward.
- **Working Capital Days:** The company's net working capital days stood at 98 days in Q2FY26, compared to 121 days in Q1FY26.
- **Capex and Debt**: In Q2FY26, Rs 19 Cr was incurred on capex. For FY26, capex is projected at Rs 100 Cr. As of 30th Sep'25, total debt stood at Rs 240 Cr.

Key Risks to Our Estimates and TP

- Lower project awarding and delays in getting AD may impact revenue growth.
- Higher input costs may impact the margin.

Change in Estimates

	New		Old		% Change	
	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E
Sales	6997	8046	7174	8250	-2%	-2%
EBITDA	855	1,046	939	1,122	-9%	-7%
PAT	802	904	860	963	-7%	-6%

Source: Company, Axis Securities Research

Result Review Q2FY26

(Rs Cr)	Quarterly Performance				
	Q2FY26	Q1FY26	Q2FY25	% Change (QoQ)	% Change (YoY)
Sales	**1,234**	**1,826**	**1,128**	-32%	9%
Other Op. Inc	**0**	**0**	**0**		
Total Revenue	**1,234**	**1,826**	**1,128**	-32%	9%
Expenditure					
Cost of material consumed	84	103	49	-19%	72%
Change in Inventory	861	1314	787	-34%	9%
Employee Cost	140	149	146	-6%	-4%
Other Expenses	32	32	30	-1%	7%
Total Expenditure	1113	1596	1011	-30%	10%
EBITDA	**120**	**230**	**117**	-48%	3%
	9.8%	12.6%	10.4%	-285bps	-63bps
Other Income	118	116	131	2%	-10%
Interest	11	12	21	-4%	-47%
Depreciation	51	52	63	-3%	-19%
Exceptional Item	0	0	36	0%	0%
PBT	176	282	199	-38%	-11%
Tax	46	67	84	-32%	-46%
PAT	**131**	**215**	**115**	-39%	14%
EPS (Rs)	13.5	22.2	11.9	-39%	14%

Source: Company, Axis Securities Research

Financials (Standalone)

Profit & Loss

(Rs Cr)

Y/E March	FY24	FY25	FY26E	FY27E
Net sales	**7,788**	**6,516**	**6,997**	**8,046**
Other operating income	0	0	0	0
Total income	7,788	6,516	6,997	8,046
Cost of materials consumed	286	303	389	354
Civil construction cost	5,547	4,555	4,999	5,761
Changes in inventory	1	2	-6	0
Contribution (%)	*25.1%*	*25.4%*	*23.1%*	*24.0%*
Other Expenses	820	751	760	885
Operating Profit	**1,135**	**905**	**855**	**1,046**
Other income	225	500	478	483
PBIDT	**1,361**	**1,405**	**1,333**	**1,529**
Depreciation	244	245	208	254
Interest & Fin Chg.	104	86	58	70
Extraordinary Inc./ (Exp.)	1,380	24	0	0
Pre-tax profit	**2,393**	**1,098**	**1,067**	**1,205**
Tax provision	416	291	265	301
PAT	**1,977**	**807**	**802**	**904**

Source: Company, Axis Securities Research

Balance Sheet

(Rs Cr)

Y/E March	FY24	FY25	FY26E	FY27E
Total assets	**9,395**	**9,809**	**10,654**	**11,711**
Net Block	1297	1070	1012	908
CWIP	74	137	137	137
Investments	2587	2680	3280	3780
Wkg. cap. (excl cash)	1698	1536	1640	1889
Cash / Bank balance	411	595	356	181
Other assets	3327	3792	4230	4817
Capital employed	**9,395**	**9,809**	**10,654**	**11,711**
Equity capital	48	48	48	48
Reserves	7147	7839	8521	9303
Minority Interests	0	0	0	0
Borrowings	739	512	562	662
Other Liabilities	1460	1409	1523	1697

Source: Company, Axis Securities Research

Cash Flow (Rs Cr)

Y/E March	FY24	FY25	FY26E	FY27E
PBT	2393	1098	1067	1205
Depreciation	244	245	208	254
Interest Expense	104	86	58	70
Changes in Working Capital	-91	110	-179	-312
Others	-1523	-413	-478	-483
Tax Paid	-280	-256	-265	-301
Net Cash from Operations	**848**	**868**	**412**	**432**
Capex	-118	-133	-150	-150
Investment	-385	-168	-600	-500
Others	238	-77	228	133
Net Cash from Investing	**(265)**	**(378)**	**(522)**	**(517)**
Borrowings	-138	-50	0	0
Interest Expense	-83	-77	-58	-70
Others	-203	-195	-71	-21
Net Cash from Financing	**(424)**	**(322)**	**(129)**	**(90)**
Net Change in Cash	**158**	**169**	**(239)**	**(175)**
Opening cash	101	259	434	195
Closing cash	**259**	**428**	**195**	**19**

Source: Company, Axis Securities Research

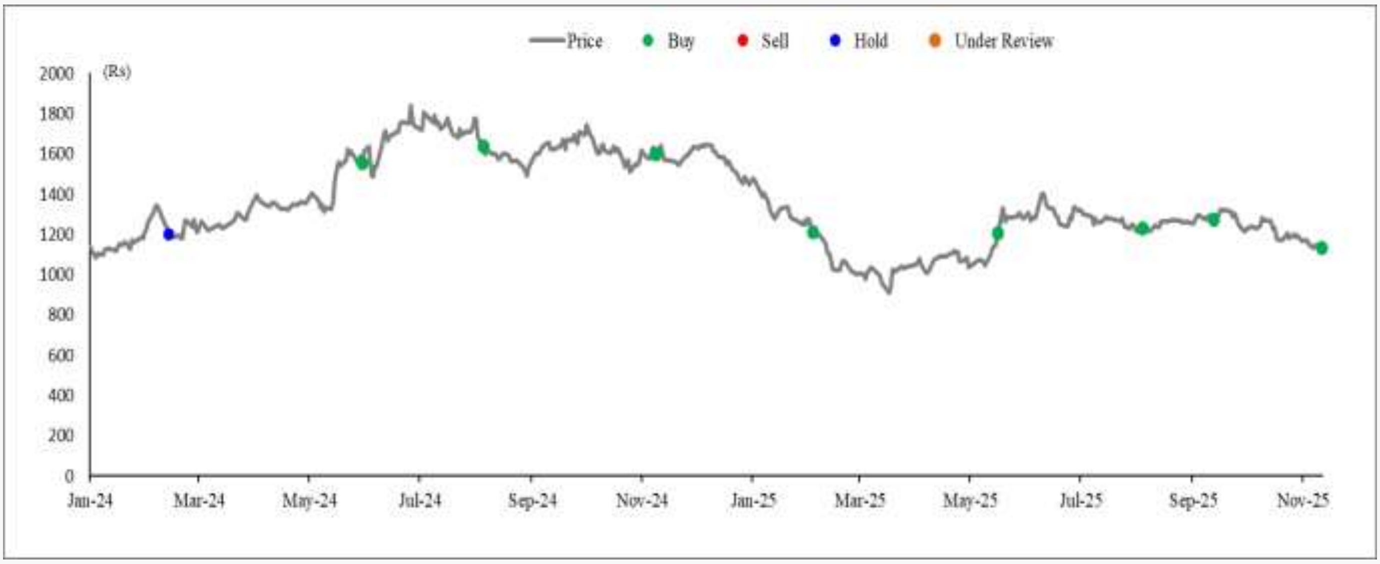
Ratio Analysis (%)

Y/E March	FY24	FY25	FY26E	FY27E
Growth Indicator				
Sales Growth	-4%	-16%	7%	15%
EBITDA Growth	-14%	-20%	-5%	22%
PAT Growth	132%	-59%	-1%	13%
Profitability Ratio				
EBITDA Margin	14.6%	13.9%	12.2%	13.0%
Adjusted net margin	25.4%	12.4%	11.5%	11.2%
Efficiency Ratio				
Capital Turnover (x)	1.1	0.8	0.8	0.9
Total Asset Turnover (x)	1.0	0.8	0.8	0.8
Fixed Asset Turnover (x)	5.7	5.4	6.1	7.7
Debtor days	81	103	103	103
Inventory days	42	35	35	35
Payable days	43	55	55	55
Cash Conversion Cycle (days)	79	83	83	83
Leverage Ratios (x)				
Debt/ equity	0.10	0.06	0.1	0.1
Net debt/ equity	0.05	-0.05	0.0	0.0
Net debt/EBITDA	0.29	-0.44	15	15
Interest coverage	11	11		
Per Share Data			83	93
Diluted EPS (Rs)	204	83	884	964
Book value per share (Rs)	742	813	12.5	12.5
DPS (Rs)	0.0	12.5		
Return Ratios			9%	10%
Return on equity	27%	10%	13%	13%
Return on capital employed	16%	14%		
Valuation Ratio(x)			14	12
P/E	6	15	1.3	1.2
P/BV	1.8	1.5	13	11
EV/EBITDA	11	13		
Cash Flow Ratio			48%	41%
OCF/EBITDA	75%	96%	6%	5%
OCF/Sales	11%	13%	4%	4%
FCF/Sales	9%	11%	301%	296%

Source: Company, Axis Securities Research

AXIS DIRECT

GR Infra Project Price Chart & Recommendation History



Source: Axis Securities Research

Date	Reco	TP	Research
14-Feb-24	HOLD	1,255	Result Update
31-May-24	BUY	1,720	Result Update
06-Aug-24	BUY	1,820	Result Update
11-Nov-24	BUY	1,760	Result Update
04-Feb-25	BUY	1,430	Result Update
19-May-25	BUY	1,580	Result Update
05-Aug-25	BUY	1,540	Result Update
15-Sep-25	BUY	1,540	AAA
12-Nov-25	BUY	1,420	Result Update

Disclaimer

Axis Direct is the brand under Axis Securities Limited, which is a 100% subsidiary of Axis Bank Limited. Axis Bank Ltd. is a listed public company and one of India's largest private sector banks, and has its various subsidiaries engaged in businesses of Asset management, NBFC, Merchant Banking, Trusteeship, Venture Capital, Stock Broking, the details in respect of which are available on www.axisbank.com.

Axis Securities Limited is registered as a

- Stock Broker, Depository Participant, Portfolio Manager, Investment Adviser and Research Analyst with the Securities and Exchange Board of India
- Corporate Agent with Insurance Regulatory and Development Authority of India
- Point of Presence with Pension Fund Regulatory and Development Authority
- Distributor for Mutual Funds with AMFI

Registration Details:

SEBI Single Reg. No.- NSE, BSE, MSEI, MCX & NCDEX – INZ000161633 | SEBI Depository Participant Reg. No. IN-DP-403-2019 | Portfolio Manager Reg. No.- INP000000654 | Investment Advisor Reg No. INA000000615 | SEBI-Research Analyst Reg. No. INH000000297 | IRDA Corporate Agent (Composite) Reg. No. CA0073| PFRDA – POP Reg. No. POP387122023 | Mutual Fund Distributor ARN- 64610.

Compliance Officer Details: Name – Mr Rajiv Kejriwal, Tel No. – 022-68555574, Email id – compliance.officer@axisdirect.in.;

Registered Office Address – Axis Securities Limited, Unit No.002, Building- A, Agastya Corporate Park, Piramal Realty, Kamani Junction, Kurla (W), Mumbai – 400070.

Administrative office address: Axis Securities Limited, Aurum Q Parć, Q2 Building, Unit No. 1001, 10th Floor, Level – 6, Plot No. 4/1 TTC, Thane – Belapur Road, Ghansoli, Navi Mumbai, Pin Code – 400710.

In case of any grievances, please call us at 022-40508080 or write to us at helpdesk@axisdirect.in.

We hereby declare that our activities have neither been suspended nor have we defaulted with any stock exchange authority with whom we are registered in the last five years. However, SEBI, Exchanges, Clearing Corporations and Depositories, etc. have conducted the routine inspection and based on their observations have issued advice/warning/show cause notices/deficiency letters/ or levied penalty or imposed charges for certain deviations observed in inspections or in the normal course of business, as a Stock Broker/Depository Participant/Portfolio Manager. We have not been debarred from doing business by any Stock Exchange/SEBI or any other authorities; nor has our certificate of registration been cancelled by SEBI at any point in time.

Investments in the securities market are subject to market risks. Read all the related documents carefully before investing.
By referring to any particular sector, Axis Securities does not provide any promise or assurance of a favourable view for a particular industry or sector or business group in any manner.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. None of the research recommendations promise or guarantee any assured, minimum or risk-free return to the investors. Our research should not be considered as an advertisement or advice, professional or otherwise. This research report and its respective content by Axis Securities made available on this page or otherwise do not constitute an offer to sell or purchase or subscribe for any securities or solicitation of any investments or investment services for the residents of Canada and/or the USA or any jurisdiction where such an offer or solicitation would be illegal.

Subject company(ies) may have been clients during the twelve months preceding the date of distribution of the research report. Derivatives are a sophisticated investment device. The investor is requested to take into consideration all the risk factors before actually trading in derivative contracts.

Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgment of its original date of publication by ASL and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments.

The information and opinions in this report have been prepared by Axis Securities and are subject to change without notice. The report and information contained herein are strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of Axis Securities. The report must not be used as a singular basis for any investment decision. The views herein are of a general nature and do not consider the risk appetite, investment objective or the particular circumstances of an individual investor. The investor is requested to take into consideration all the risk factors, including their financial condition, suitability to risk return profile and the like and take professional advice before investing.

While we would endeavour to update the information herein on a reasonable basis, Axis Securities is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent Axis Securities from doing so. Non-rated securities indicate that the rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or Axis Securities policies, in circumstances where Axis Securities might be acting in an advisory capacity to this company, or in certain other circumstances.

This report is based on information obtained in good faith from public sources and sources believed to be reliable, but no independent verification has been made, nor is its accuracy or completeness guaranteed. This report and information herein are solely for informational purposes and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. Axis Securities will not treat recipients as customers by virtue of their receiving this report. Nothing in this report constitutes investment, legal, accounting and/or tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and the needs of the specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. Axis Securities accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Investors are advised to see the Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice. Axis Securities or its associates might have managed or co-managed a public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months. Axis Securities or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report 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. Axis Securities or its associates might have received any compensation for products or services other than investment banking or merchant banking, or brokerage services from the companies mentioned in the report in the past twelve months. Axis Securities encourages independence in research report preparation and strives to minimise conflict in the preparation of research reports. Axis Securities or its associates, or its analysts, did not receive any compensation or other benefits from the companies mentioned in the report or a third party in connection with the preparation of the research report. Accordingly, neither Axis Securities nor Research Analysts and/or their relatives have any material conflict of interest at the time of publication of this report. Please note that Axis Securities has a proprietary trading desk. This desk maintains an arm's length distance from the Research team, and all its activities are segregated from Research activities. The proprietary desk operates independently, potentially leading to investment decisions that may deviate from research views.

Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

Research Analyst may have served as an officer, director or employee of the subject company(ies). Axis Securities or Research Analysts, or their relatives, do not own 1% or more of the equity securities of the Company mentioned in the report as of the last day of the month preceding the publication of the research report. Since associates of Axis Securities and Axis Securities as an entity are engaged in various financial service businesses, they might have financial interests or actual/beneficial ownership of one per cent or more or other material conflicts of interest in various companies, including the subject company/companies mentioned in this report. Axis Securities may have issued other reports that are inconsistent with and reach different conclusions from the information presented in this report. Certain transactions-including those involving futures, options and other derivatives as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. Reports based on technical analysis centre on studying charts of a stock's price movement and trading volume, as opposed to focusing on a company's fundamentals and as such, may not match with a report on a company's fundamentals.

We and our affiliates/associates, officers, directors, and employees, Research Analyst(including relatives) worldwide may: (a) from time to time, have long or short positions in, and buy or sell the securities thereof, of company (ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company/company (ies) discussed herein or act as advisor or lender/borrower to such company (ies) or have other potential/material conflict of interest with respect to any recommendation and related information and opinions at the time of publication of Research Report or at the time of public appearance. Axis Securities may have proprietary long/short positions in the above-mentioned scrip(s) and therefore may be considered as interested. This should not be construed as an invitation or solicitation to do business with Axis Securities. Axis Securities is also a Portfolio Manager. Portfolio Management Team (PMS) takes its investment decisions independently of the PCG research, and accordingly, PMS may have positions contrary to the PCG research recommendation.

This research report is issued in India by Axis Securities Limited in accordance with the Securities and Exchange Board of India (Research Analysts) Regulations, 2014. It is intended solely for persons residing in India. The report is not directed at or intended for distribution to, or use by, any person or entity resident in the United States of America, Canada, or in any jurisdiction where such distribution, publication, availability, or use would be contrary to applicable securities laws, including the U.S. Securities Exchange Act of 1934, regulations of the U.S. Securities and Exchange Commission (SEC), and regulations of the Canadian Securities Administrators (CSA).

RATING SCALE: Definitions of ratings

Ratings	**Expected absolute returns over 12 – 18 months**
BUY	More than 10%
HOLD	Between 10% and -10%
SELL	Less than -10%
NOT RATED	We have forward-looking estimates for the stock, but we refrain from assigning a valuation and recommendation.
UNDER REVIEW	We will revisit our recommendation, valuation and estimates on the stock following recent events.
NO STANCE	We do not have any forward-looking estimates, valuations or recommendations for the stock.

Note: Returns stated in the rating scale are our internal benchmark.