

Defence Sector

4QFY25 Result Preview

April 13, 2025

Mixed performance in 4QFY25

Key Points

- The annual defence output has exceeded Rs.1.27 trillion and is projected to attain Rs.1.75 trillion by FY25. India aims to achieve Rs.3 trillion in defence output by 2029, thereby reinforcing its position as a prominent global defence manufacturing centre. The total number of contracts signed by the Ministry of Defence during 2024-25 reached 193 with overall contract value exceeding Rs2.1trn which is the highest ever and nearly double the previous highest figure. Out of these, the contracts to domestic industry are 177(92%) with contract value Rs 1.6trn(81%).
- The DAC granted approval for the Acceptance of Necessity (AoNs) concerning eight capital acquisition proposals, totalling approximately INR 540 billion in FY25. The government has sanctioned the AoN for the acquisition of a 1,350HP engine, intended to enhance the existing 1,000HP engine used in the T-90 tanks for the Army. The Navy received the DAC's approval for the acquisition of Varunastra Torpedoes (Combat). The Varunastra Torpedo represents a significant advancement in naval technology, being an indigenously developed anti-submarine torpedo designed for ship-launching, crafted by the Naval Science & Technological Laboratory. The DAC has granted AoN for the acquisition of Airborne Early Warning & Control (AEW&C) Aircraft Systems, thereby enhancing the operational capabilities of the Air Force. In conjunction with this, the Cabinet Committee on Security (CCS) has sanctioned a procurement agreement for an advanced towed artillery gun system (ATAGS) for the Army, amounting to INR70 billion, aimed at augmenting the operational capabilities of the Indian Army. In the future, we anticipate that the Ministry of Defence will continue to prioritize the enhancement of the Indian Air Force (IAF) fleet's capabilities.
- We maintain a positive outlook on the defence sector, highlighting the ongoing efforts towards indigenization, a strong order pipeline, and significant growth potential. Our analysis identifies Solar Industries as the leading choice in this category, having recently initiated coverage on it. Following Solar Industries, we have HNAL, BDL, BEML, and DATAPATT in our assessment.

Triggers:

The sector is experiencing positive momentum due to several factors: heightened emphasis on indigenisation and "Atmanirbhar Bharat" initiatives, increased defence budget allocations, escalating geopolitical tensions, an expanding indigenisation list, the potential for defence exports, and investments in advanced technologies such as AI and robotics.

Company	Old Rating	New Rating
ASTM	Hold	Hold
BDL	Hold	Hold
BHE	Buy	Hold
BEML	Buy	Buy
DATAPATT	Buy	Buy
HNAL	Buy	Buy
MAZDOCKS	Buy	Buy
PARAS	Buy	Buy
Solar Industries	Buy	Buy

Please refer to the disclaimer towards the end of the document.

Exhibit 1: List of recent defence orders and procurement contracts

Sr No.	Order for 4QFY25	Value	Remarks
1	156 Light Combat Helicopters(90 Indian Army and 66 Indian Air Force)	Rs 627bn	(HNAL) Delivery starts in three years
2	Supply of armaments to Indian Air Force	Rs 44bn	(BDL) Deal with Ministry of Defence
3	Medium Range Surface to Air Missiles(MRSAM)	Rs 30bn	(BDL) Delivery to Indian Navy
4	Orders for Electronic Warfare Suite for Mi 17 V5 Helicopters	Rs 22bn	(BEL)Designed and developed by CASDIC, DRDO and manufactured by BEL
5	Maintenance for Akash Missile System	Rs 6bn	(BEL) Contract signed with IAF
6	Orders including radars, EVM, navigation and stabilizer for tanks	Rs 14bn	(BEL)
7	Ashwini Radars	Rs 25bn	(BEL) AESA Radars jointly developed by BEL and DRDO
8	Orders including RF seekers, Air traffic system, radar upgradation	Rs 8.4bn	(BEL)
9	Airborne EW, composite communication for submarine, weather radar, Tran system	Rs 5.7bn	(BEL)
10	Software Defined Radios & Data Communication Terminals	Rs 13bn	(BEL) Delivery for Indian Coast Guard
11	Electro Optic Fire Control System & Anti Drone system	Rs 9.6bn	(BEL) Delivery to Indian Navy
12	Communication systems for ship, medical electronics, electro optics, active radar homing	Rs 5bn	(BEL)
13	Communication equipment, electro optics	Rs 5.6bn	(BEL)
14	Paras signs MoU with MicroCon for Drone Camera	-	Indigenously developed parts will lead to 50-60% cost reduction
15	Development of Laser source module and integration with beam control system	Rs 1.4bn	(Paras) Time period is 24 months
16	MoU signed with Maharashtra	-	(Paras) Optics Park
17	Bengaluru Metro Rail Corporations	Rs 4bn	(BEML) Design, Manufacture, Supply, Installation of Gauge metro cars
18	Multi Mode Hand grenade	Rs 2.4bn	(Solar) Delivery in 1 year to MoD
19	Supply of defence products	Rs 22bn	(Solar) International clients
20	Pinaka	Rs 61bn	(Solar) Period 8-15 years
21	Coastal Research Vessels	Rs 5bn	(GRSE) Delivery in 36 months
22	Normal refit of Mauritius Cost Guard	Rs 1bn	(GRSE) Period is 10 months
23	Civil Aircraft Engines	-	(Azad Eng) deal with Rolls Royce
24	Orders from BEML	-	(Azad Eng) high-complex rotating airfoils
25	Order for complex rotating and stationary Airfoils	Rs 9.6bn	Long term Agreement with Vernova Intl. USA

Source: Nirmal Bang Institutional Equities Research

Exhibit 2: Recent Developments

The Government of India conducted an Offer for sale of its holding in Mazagon Dock. The total sale was 3.61% of the equity share capital of the company

Mazagon Dock delivered the Sixth Scorpene Submarine 'VAGHSHEER' of Project P-75 to the Indian Navy in January 2025

BEML Ltd., a leading Defence Public Sector Undertaking (DPSU) under the Ministry of Defence, has signed a strategic partnership with STX Engine, a renowned South Korean company, to co-develop, manufacture, and market Battle Tank engines, marine engines, spares, and engine aggregates. The agreement also includes servicing and maintenance of engine components to cater to Indian defence needs while exploring export opportunities to friendly nations.

Garden Reach Shipbuilders & Engineers Limited (GRSE), has signed a Memorandum of Understanding (MoU) with SWAN Defence and Heavy Industries Ltd. Under the terms of the MoU, both shipyards will collaborate on a non-exclusive basis for the construction of commercial vessels and offshore structures, with a focus on global customers and national maritime interests.

Garden Reach Shipbuilders & Engineers Ltd. (GRSE) achieved a significant milestone by signing a breakthrough Memorandum of Understanding (MoU) with PWD Nagaland for the supply of eight sets of Double Lane Modular Steel Bridges in the state.

Garden Reach Shipbuilders & Engineers Ltd. (GRSE) has signed a Memorandum of Understanding (MoU) with M/s Apollo Micro Systems Limited (AMS) to establish a strategic collaboration for the joint development and supply of Advanced Weapons and Electronic Systems

Drydocks World, a DP World company and a leading service provider for the maritime and offshore oil and gas, and renewable energy industries globally, has signed a Memorandum of Understanding (MOU) with Cochin Shipyard Limited (CSL), driven by the Ministry of Ports, Shipping and Waterways, Government of India to enable development of Ship repair clusters, synergizing mutual strengths.

Solar Industries has delivered 480 Nagastra -1 Man portable suicide drones for the Indian Army. Nagastra-1 is a lightweight and precise loitering munition.

The US has approved Holtec International to share Small Modular Reactor (SMR) technology with Indian firms, including L&T and Tata Consulting Engineers. This ends a nearly two-decade restriction under the 2007 nuclear agreement that barred co-design and manufacturing in India.

Source: Nirmal Bang Institutional Equities Research

Astra Microwave Products Ltd (ASTM): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 19%, 15%, and 12% respectively. The company is projected to maintain profitability, bolstered by an enhanced product mix and an ongoing emphasis on higher-complexity orders. A joint venture with Manjeera Digital Systems is in a discussion phase to create a new entity focused on producing NavIC chips and GNSS devices utilizing NavIC technology. The strategic initiatives and the government's strong emphasis on "Make in India" are expected to improve the company's order book, create new opportunities, and strengthen its market position. The stock is currently trading at a 1-year forward P/E ratio of 28.5x, at par with its 5-year average of 29x. We maintain HOLD and value ASTM at 29x Mar'27E EPS as the stock at its 5 year average, indicating a potential upside of 7% with a target price of Rs 738.

Exhibit 3: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	11,212	13,550	15,888	10,893	13,161	15,820	2.9	3.0	0.4
EBITDA	3,122	3,716	4,110	2,804	3,328	4,042	11.4	11.7	1.7
PAT	1,938	2,300	2,415	1,690	2,009	2,364	14.7	14.5	2.2

Source: Nirmal Bang Institutional Equities Research

Bharat Dynamics Ltd (BDL): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 26%, 28%, and 23% respectively. While geopolitical disputes such as Russia-Ukraine and Israel Palestine remain unresolved, BDL has successfully mitigated supply chain difficulties. Component shipments from Israel have resumed, resulting in smoother execution. We predict R&D spends to rise to 6% of sales (from 1% in FY25). The company has a significant order book that may experience volatility in quarterly order inflows due to delays in government approvals and will be implemented in stages over the next 3-4 years. Large projects like QRSAM will progress into production over 6-7 years because they include development, testing, and mass manufacturing stages. The company is trading at a 1-year forward P/E ratio of 39.3x, which is higher than its 5-year average of 25.8x. We maintain our HOLD rating on BDL, valuing it at 28x March'27E EPS, slightly above the 5-year average P/E, which implies a 4.6% downside with a target price of Rs1,264.

Exhibit 4: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	33,028	40,902	52,641	29,176	39,275	55,132	13.2	4.1	(4.5)
EBITDA	11,828	13,951	19,277	7,976	11,567	17,759	48.3	20.6	8.5
PAT	10,837	12,354	16,314	7,954	10,443	15,045	36.2	18.3	8.4

Source: Nirmal Bang Institutional Equities Research

Bharat Electronics Ltd (BHE): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 16%, 21%, and 16% respectively. The stock is trading at a 1-year forward P/E of 40.8x, above the 5- year average P/E of 20.7x. The stock has corrected by 16% from its 52-week high. We maintain HOLD rating on the stock. We value BHE at 35x Mar'27E EPS, which is +1SD above its 5-year average, supported by a healthy order book significantly exceeding historical levels, implying an upside of 0.7% with a target price of Rs 282.

Exhibit 5: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	2,30,976	2,66,236	3,12,049	2,39,540	2,76,513	3,24,381	(3.6)	(3.7)	(3.8)
EBITDA	54,839	64,259	79,905	63,403	74,535	92,237	(13.5)	(13.8)	(13.4)
PAT	43,583	50,255	58,929	49,991	57,945	68,157	(12.8)	(13.3)	(13.5)

Source: Nirmal Bang Institutional Equities Research

Bharat Earth Movers Ltd (BEML): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 17%, 38%, and 52% respectively. The company's order book is expected to grow at a CAGR of 20% between FY25E and FY27E, rising from Rs142 bn in FY24 to Rs205 bn by FY27E, giving solid revenue visibility. Furthermore, an improving working capital cycle—from 250 days in FY24 to an expected 224 days in FY27E—demonstrates improved collection efficiency. BEML's zero-debt position and good development prospects across segments bolster its outlook, positioning it to capitalize on rising domestic and export opportunities. The stock has declined 45% from its 52-week high. Currently, the company is trading at a 1-year forward EV/EBITDA of 19.2x, which is below its 5-year average of 21x. We value BEML at 21x Mar'27E EBITDA (in line with the 5-year average EV/EBITDA), implying a 35% upside from current levels at a target price of 4,100.

Exhibit 6: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	40,650	47,735	55,226	41,558	48,820	56,572	(2.2)	(2.2)	(2.4)
EBITDA	4,144	6,439	7,914	5,052	7,525	9,259	(18.0)	(14.4)	(14.5)
PAT	2,286	4,120	5,267	2,972	4,933	6,277	(23.1)	(16.5)	(16.1)

Source: Nirmal Bang Institutional Equities Research

Data Patterns (India) Ltd (DATAPATT): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 23%, 24%, and 20% respectively. The company's trajectory is shifting towards export markets, which is likely to support consistent growth and diversification within its overall order pipeline. Additionally, there is a strategic allocation of funds to enhance product development, with a significant portion directed to expanding R&D capabilities. This approach will help develop next-generation products in accordance with evolving industry requirements and technological advancements. The company has advanced within the value chain by developing integrated systems that utilise reusable building blocks. It is leveraging its capabilities to penetrate international markets including Europe and East Asia while strategically positioning itself against leading OEMs. Moreover, effective implementation to enhance operating leverage, maintaining a net-debt free balance sheet, and ongoing product development to broaden the total addressable market have led to an improved revenue composition. The stock is trading at a 1-year forward P/E of 41.8x, which is below its 3-year average of 52x. We maintain a BUY rating on DATAPATT and value it at 50x Dec'26E EPS, slightly below its 3-year average P/E, supported by a healthy order book and implying an upside of 34% at a target price of Rs 2,255.

Exhibit 7: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	6,754	7,927	9,384	5,728	7,099	8,623	17.9	11.7	8.8
EBITDA	2,806	3,037	3,599	2,237	2,764	3,237	25.5	9.9	11.2
PAT	2,195	2,252	2,526	1,842	2,246	2,543	19.2	0.3	(0.7)

Source: Nirmal Bang Institutional Equities Research

Hindustan Aeronautics Ltd (HAL): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 19%, 31%, and 22% respectively. The stock has corrected by 28% from a 52-week high and is currently trading at a 1-year forward P/E of 28.4x, above its 5-year average P/E of 14x. We maintain a BUY rating with a target price of Rs 4,851 (previously 4,655), valuing the stock at 24x March'27E EPS (+2 SD above the long-term average), supported by a robust order book we arrive at a target price of Rs4,851, implying an upside potential of 18.1%.

Exhibit 8: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	3,03,958	3,46,238	4,29,864	3,46,344	4,01,362	4,62,718	(12.2)	(13.7)	(7.1)
EBITDA	99,429	1,32,802	1,70,266	1,17,625	1,52,339	1,83,046	(15.5)	(12.8)	(7.0)
PAT	90,616	96,697	1,35,167	1,07,679	1,20,467	1,29,720	(15.8)	(19.7)	4.2

Source: Nirmal Bang Institutional Equities Research

Mazagon Dock Shipbuilders Ltd (MAZDOCKS): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 26%, 31%, and 25% respectively. According to the management, margins are not expected to drop because the existing order book is being executed on a nomination basis, which has better margins. Other expenses and provisions have increased due to provisions for excess inventory from ships with expired warranties. While the components are still in good shape and may be used in future projects, the provisions will be reversed upon utilization. The company has projected a 12-15% PBT margin over three years given the current rate of execution, significant booking revenue, and a healthy order pipeline. We believe the firm will likely exceed its expectations. The company is trading at a 1-year P/E ratio of 29.7x. Given the timely implementation of platforms, strong revenue visibility over three years, and a growing order book, we maintain our BUY rating on this stock. We value MAZDOCKS at 26.5x Mar'27E EPS (earlier 25x) which is above its three-year average P/E of 16.6x, with a target price of Rs2,801 implying an upside of 15.2%.

Exhibit 9: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	1,07,753	1,40,533	1,82,204	1,18,887	1,50,697	1,87,897	(9.4)	(6.7)	(3.0)
EBITDA	25,447	35,207	46,686	27,988	37,811	47,932	(9.1)	(6.9)	(2.6)
PAT	25,850	33,893	42,643	27,756	35,847	43,577	(6.9)	(5.4)	(2.1)

Source: Nirmal Bang Institutional Equities Research

Paras Defence and Space Technologies Ltd (PARAS): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 25%, 25%, and 23% respectively. The stock has corrected by 39% from its 52-week high. The stock is trading at a 1-year forward P/E of 55.6x, below the 2-year average P/E of 62x. We retain BUY and value PARAS at 62x Mar'27E EPS (in line with the 2-year average P/E) to arrive at a TP of Rs1,329 implying an upside of 36.6%.

Exhibit 10: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	3,401	4,253	5,319	3,401	4,253	5,319	-	-	-
EBITDA	875	1,091	1,361	875	1,091	1,361	-	-	-
PAT	570	705	864	570	705	864	-	-	-

Source: Nirmal Bang Institutional Equities Research

Solar Industries (SOLARINDS): Revenue, EBITDA, and PAT Growth CAGR during FY25E-FY27E stand at 33%, 37%, and 46% respectively. The company's total order book stands at ~135bn – of which defence order book is at ~ Rs. 110bn including the Pinaka order recently received by the company. Additionally, there are orders of ~Rs. 24.6bn from Coal India Limited (CIL) and Singareni Collieries Company Limited (SCCL). The company is trading at a 1- year forward P/E ratio of 57.6x, lower than its 5-year average of 39x. We assume coverage of Solar Industries and maintain BUY valuing it at 46x March 27E EPS (+1SD above the mean), with a target price of Rs13,237 implying a 17% upside.

Exhibit 11: Change in Estimates

(Rs Mn)	New			Old			% Change		
Particulars	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	74,919	98,442	1,31,771	78,799	1,05,576	1,38,888	(4.9)	(6.8)	(5.1)
EBITDA	19,405	25,843	36,286	20,361	26,496	35,824	(4.7)	(2.5)	1.3
PAT	12,234	17,774	26,087	12,980	17,906	24,789	(5.8)	(0.7)	5.2

Source: Nirmal Bang Institutional Equities Research

Exhibit 12: 4QFY25 Earnings Estimates

Rs. Mn	Revenue			EBITDA			EBITDA margin			PAT		
	4QFY25E	YoY %	QoQ %	4QFY25E	YoY %	QoQ %	4QFY24	3QFY25	4QFY25E	4QFY25E	YoY %	QoQ %
Astra Microwave Products	4,778	35.0	84.8	1,628	101.7	113.6	22.8	29.5	34.1	1,138	109.1	139.9
Bharat Dynamics	17,347	103.1	108.5	10,094	219.0	695.6	37.0	15.2	58.2	8,068	179.4	448.4
Bharat Electronics	84,784	-1.0	46.9	14,663	-35.9	-12.2	26.7	28.9	17.3	11,639	-35.2	-11.2
Bharat Earth Movers	16,953	12.0	93.6	3,312	-10.6	448.7	24.5	6.9	19.5	2,236	-12.9	816.1
Data Patterns	3,633	99.3	210.4	1,551	66.8	187.1	51.0	46.2	42.7	1,118	57.2	150.3
Hindustan Aeronautics	1,31,147	-11.2	88.5	56,298	-4.6	234.6	40.0	24.2	42.9	46,800	8.6	225.1
Mazagon Dock Shipbuilders	25,179	-18.9	-19.9	5,747	9.6	-29.7	16.9	26.0	22.8	4,968	-25.1	-38.4
Paras Defence and Space Technologies	837	5.0	-2.4	186	51.7	-15.7	15.4	25.7	22.2	133	33.3	-11.6
Solar Industries	21,083	30.9	6.9	5,198	47.0	-1.3	22.0	26.7	24.7	3,252	38.4	3.3

Source: Nirmal Bang Institutional Equities Research

Exhibit 13: Company-wise 4QFY25 estimates

Astra Microwave	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	19,560	19,600	21,348	9.1	8.9		
Net Sales	3,540	2,585	4,778	35.0	84.8	NA	
EBITDA	807	762	1,628	101.7	113.6	NA	
Net Profit	544	474	1,138	109.1	139.9	NA	
EPS (Rs.)	5.7	5.0	12.0	109.1	139.9	NA	

Bharat Electronics	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	7,59,340	7,11,000	7,16,500	(5.6)	0.8		
Net Sales	85,641	57,707	84,784	(1.0)	46.9	90,089	(5.9)
EBITDA	22,872	16,695	14,663	(35.9)	(12.2)	22,620	(35.2)
Net Profit	17,971	13,110	11,639	(35.2)	(11.2)	18,337	(36.5)
EPS (Rs.)	2.5	1.8	1.6	(35.2)	(11.2)		

Data Patterns	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	10,831	10,947	11,077	2.3	1.2		
Net Sales	1,823	1,170	3,633	99.3	210.4	3,101	17.2
EBITDA	930	540	1,551	66.8	187.1	1,197	29.6
Net Profit	711	447	1,118	57.2	150.3	969	15.4
EPS (Rs.)	12.7	8.0	20.0	57.2	150.3		

Mazagon Dock	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	3,85,610	3,47,870	4,45,380	15.5	28.0		
Net Sales	31,037	31,436	25,179	(18.9)	(19.9)	NA	
EBITDA	5,241	8,171	5,747	9.6	(29.7)	NA	
Net Profit	6,630	8,070	4,968	(25.1)	(38.4)	NA	
EPS (Rs.)	16.4	20.0	12.3	(25.1)	(38.4)		

Bharat Dynamics	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	1,94,680	2,08,433	2,17,752	11.9	4.5		
Net Sales	8,541	8,321	17,347	103.1	108.5	16,733	3.7
EBITDA	3,164	1,269	10,094	219.0	695.6	4,653	116.9
Net Profit	2,888	1,471	8,068	179.4	448.4	3,853	109.4
EPS (Rs.)	7.9	4.0	22.0	179.4	448.4		

BEML	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	1,18,720	1,51,390	1,42,464	20.0	(5.9)		
Net Sales	15,137	8,758	16,953	12.0	93.6	16,173	4.8
EBITDA	3,704	604	3,312	(10.6)	448.7	3,747	(11.6)
Net Profit	2,568	244	2,236	(12.9)	816.1	2,747	(18.6)
EPS (Rs.)	61.7	5.9	53.7	(12.9)	816.1		

HAL	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	9,40,000	18,60,382	18,40,000	95.7	(1.1)		
Net Sales	1,47,688	69,573	1,31,147	(11.2)	88.5	1,31,473	(0.2)
EBITDA	59,013	16,825	56,298	(4.6)	234.6	46,457	21.2
Net Profit	43,087	14,398	46,800	8.6	225.1	29,530	58.5
EPS (Rs.)	64.4	21.5	70.0	8.6	225.1		

Paras Defence	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	6,300	6,436	6,499	3.2	1.0		
Net Sales	797	858	837	5.0	(2.4)	869	(3.7)
EBITDA	123	221	186	51.7	(15.7)	134	38.7
Net Profit	100	150	133	33.3	(11.6)	97	37.1
EPS (Rs.)	2.6	3.7	3.3	29.1	(11.6)		

Solar Industries	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%	Bloomberg Estimate	Variation
Closing Order Book	51,920	71,220	1,34,600	159.2	89.0		
Net Sales	16,107	19,731	21,083	30.9	6.9	22,023	(4.3)
EBITDA	3,537	5,265	5,198	47.0	(1.3)	5,712	(9.0)
Net Profit	2,351	3,149	3,252	38.4	3.3	3,769	(13.7)
EPS (Rs.)	26.0	34.8	35.9	38.4	3.3		

Source: Nirmal Bang Institutional Equities Research

Exhibit 14: Defence sector aggregate 4QFY25 estimates

NBIE Industry Coverage	4QFY24	3QFY25	4QFY25E	YoY%	QoQ%
Closing Order Book	24,86,961	33,87,278	35,35,619	42.2	4.4
Net Sales	3,10,309	2,00,140	3,05,741	(1.5)	52.8
EBITDA	99,391	50,352	98,676	(0.7)	96.0
EBITDA Margin	32.0%	25.2%	32.3%	24bps	712bps
Net Profit	76,848	41,513	79,353	3.3	91.2
EPS (Rs.)	200	105	231	15.5	120.4

Source: Nirmal Bang Institutional Equities Research

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