



STOCK UPDATE

Result Update - Q3FY2026

SECTOR

Capital Goods

COMPANY DETAILS

Market cap:	Rs. 26,234 cr
52-week high/low:	Rs. 8,625 / 5,238
NSE volume: (No of shares)	31.0 lakh
BSE code:	540902
NSE code:	AMBER
Free float: (No of shares)	21.7 cr

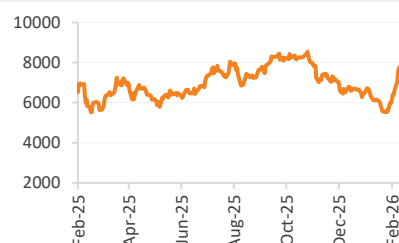
Source: NSE, BSE, Mirae Asset Sharekhan Research

SHAREHOLDING (%)

Promoters	38.2
FII	27.0
DII	23.9
Others	11.0

Source: NSE, BSE, Mirae Asset Sharekhan Research

PRICE CHART



Source: NSE, BSE, Mirae Asset Sharekhan Research

PRICE PERFORMANCE

(%)	1m	3m	6m	12m
Absolute	26.7	5.5	13.0	30.2
Relative to Sensex	26.7	6.6	9.2	20.4

Source: Mirae Asset Sharekhan Research, Bloomberg

Reco/View: **BUY**

CMP: **Rs. 7,786**

Price Target: **Rs. 9,500**

Quick Snapshot

- Revenues grew 38% y-o-y, led by growth across segments, such as consumer durable (27% y-o-y), Electronics (79% y-o-y) and Railways (20% y-o-y). Revenue growth in consumer durables was led by channel stocking ahead of BEE norms.
- Operating profit grew 55% y-o-y, in turn driving margins by 92 bps to 8.4%.
- Electronics business growth was driven by strong traction in demand of PCB and PCBA's.
- Based on recent performance and guidance we raise our estimates expect a 26%/53% CAGR in revenue/PAT (for FY25-28E). We maintain a Buy rating with a PT of Rs 9,500.

Result overview

- **Diversification playing out:** Amber has diversified its RAC business by expanding its presence from PCB assembly to manufacturing bare-board PCBs through acquisition of Ascent Circuits. It now caters to sectors such as aerospace & defence, Industrials, Telecom, Automobile, Healthcare, and consumer durables etc. The diversification bid is playing out well, as the electronics segment is growing strongly in the past 1-1.5 years, thus lowering the dependence on the RAC business. The electronics segment has reached at ~30% contribution to revenues vs 22% in FY25. The company has outlined a huge capex outlay of Rs 5,000 crore over 2-3 years and we see this segment to continue the pace of growth with accretive margins as the product mix is expected to change overtime.
- **Consumer durables:** Amid multiple tailwinds, this segment grew 27% y-o-y, significantly outperforming the RAC industry. The strong growth was led by channel filling ahead of revised BEE norms. As per the management RAC industry to post a flattish growth for FY26 but Amber to grow far ahead of the industry benefitted by market leader positioning as an ODM and OEM player. Growth would emerge from rising contribution by non-AC segments, higher wallet share from existing customers and expanding presence in commercial AC segment.

Our Call

Amber is well-placed to capture incremental demand rising from components ecosystem development. The management remains optimistic about growth in components (including mobility, electronics, and non-RAC components), customer additions as well as exports in 3-4 years. Further, traction in high-growth sectors such as railways could augur well for Amber. We build in a revenue/PAT CAGR of ~26%/~53% (FY2025-FY2028E). We maintain a Buy rating with a revised PT of Rs. 9,500.

Key Risks

- Higher share of exports to revenues exposes company to currency risks.
- Seasonal nature of the RAC industry.

Valuation

	Rs cr				
Particulars	FY24	FY25	FY26E	FY27E	FY28E
Net Sales	6,729	9,973	12,466	15,957	19,946
Operating Profit Margin (%)	7.3	7.7	7.4	8.3	8.5
PAT	139	251	291	610	892
Growth (%)	(11.4)	80.4	15.9	109.6	46.2
EPS (Rs.)	41.3	74.5	86.4	181.0	264.6
P/E (x)	186.2	103.2	89.1	42.5	29.1
EV/EBITDA (x)	54.9	35.6	29.5	20.4	15.6
RoCE (%)	10.5	16.5	17.6	25.0	28.6
RoE (%)	7.1	11.6	12.0	21.2	24.6

Source: Company; Mirae Asset Sharekhan estimates

Concall Highlights:

- Electronics:** The segment has posted a strong growth of 79% y-o-y driven by strong traction in PCBA and bare PCB business. Acquisition of Shogini and Unitrocis would make Amber a full-stack player for a variety of segments. Amber targets over a \$1 billion of revenue over next 2-3 years from the segment. Bare PCB market is estimated to be Rs. 32,000 crore and expected to reach Rs 50,000 crore by 2030 with 90% imports, which Amber can leverage upon for end-use in IT, mobiles, semiconductors, etc.
- Railways:** The division posted a growth of 20% y-o-y led by higher execution if Metro Rail projects. Order book stands at Rs 2,600 crore with mix of ~46% from railways, ~35% from metro projects and ~10% from defence applications. The new Sidwal facility will be operational by Q4FY26. Amber has started receiving orders for new products such as doors, gangways and other railway subsystems, which will help the company generate more revenues from existing customers.

Results

Particulars	Rs cr				
	Q3FY26	Q3FY25	Y-o-Y %	Q2FY26	Q-o-Q %
Net Sales	2,943	2,133	37.9	1,647	78.7
Operating Profit	246	159	55.0	91	169.6
Depreciation	55	16	242.8	16	250.4
Interest	79	54	47.9	77	3.1
Other Income	91	59	55.2	70	29.9
PBT	130	62	109.0	(40)	-423.6
Tax	28	16	71.7	(16)	-278.5
Adjusted PAT	102	37	176.1	(32)	-418.4
Adjusted EPS (Rs.)	30.2	11.0	174.5	(9.5)	-418.4
Margins			BPS		BPS
OPM (%)	8.4	7.4	92	5.5	282
NPM (%)	(0.3)	2.2	-248	(1.5)	118

Source: Company; Mirae Asset Sharekhan Research

Additional Data

Top 10 shareholders

Sr. No.	Holder Name	Holding (%)
1	Invesco Asset Management India Pvt	4.84
2	Sundaram Asset Management Co Ltd	3.35
3	Motilal Oswal Asset Management Co	3.07
4	Vanguard Group Inc/The	2.49
5	Blackrock Inc	1.83
6	Goldman Sachs Group Inc/The	1.67
7	Capital Group Cos Inc/The	1.55
8	Franklin Resources Inc	1.44
9	DSP Finance Pvt Ltd	1.34
10	L&T Mutual Fund Trustee Ltd/India	1.04

Source: Bloomberg

Key management personnel

Name	Designation
Jasbir Singh	Executive Chairperson and CEO
Daljit Singh	Executive Managing Director
Sudhir Goyal	Chief Financial Officer
Konica Yadav	Company Secretary and Compliance Officer

Source: Company Website

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