



**STOCK UPDATE**

Result Update - Q3FY2026

**SECTOR**

Power

**COMPANY DETAILS**

Market cap:	Rs. 3,57,177 cr
52-week high/low:	Rs. 372/297
NSE volume: (No of shares)	133.8 lakh
BSE code:	532555
NSE code:	NTPC
Free float: (No of shares)	474.2 cr

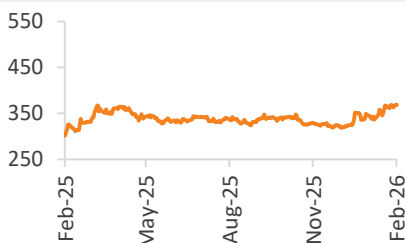
Source: NSE, BSE, Mirae Asset Sharekhan Research

**SHAREHOLDING (%)**

Promoters	51.1
FII	16.2
DII	29.2
Others	3.5

Source: NSE, BSE, Mirae Asset Sharekhan Research

**PRICE CHART**



Source: NSE, BSE, Mirae Asset Sharekhan Research

**PRICE PERFORMANCE**

(%)	1m	3m	6m	12m
Absolute	8.8	12.8	10.0	18.4
Relative to Sensex	6.9	14.8	7.8	8.1

Source: Mirae Asset Sharekhan Research, Bloomberg

Reco/View: **BUY**

CMP: **Rs. 368**

Price Target: **Rs. 430**

**Quick Snapshot**

- Consolidated PAT rose 7% y-o-y to Rs. 5,597 crore with the regulated equity base growing 12% y-o-y to Rs. 1,18,970 crore.
- About 32.9 GW of capacity is under construction, comprising 16.5 GW of coal, 1.9 GW of hydropower and 10.3 GW of renewable energy projects.
- NTPC plans to add 11.8/ 9.9 GW of capacity in FY26/27, respectively.
- We maintain a Buy rating with a revised PT of Rs. 430. Valuation of 1.6x/1.5x its FY27E/28 P/BV is reasonable given strong long-term growth prospects; Stock offers a decent dividend yield as well.

**Result overview**

- **Overall performance:** Consolidated revenue stood at Rs 45,846 crore, up 2% y-o-y/q-o-q each broadly missing our estimates. EBITDA stood at Rs 15,234 crore, up 5%/14% y-o-y/q-o-q, beating our estimate by 5%. EBITDA margin improved to 33.2%, up 87 bps y-o-y. PAT stood at Rs 5,597 crore, up 7% y-o-y. Revenues were moderate as volumes declined by 4% to 87 billion units as majorly impacted due to a lower PLF (71.03%) which fell by 4.95% in coal-based plants owing to grid restrictions. NTPC added 6615 MW on consolidated basis for 9MFY26. In Q3FY26, the company added 1744 MW of capacity. With this, total installed coal/gas/hydro/solar/wind capacity stands at 65,194MW/ 6,511 MW/4,507 MW/ 8,595MW/830MW.
- **Capex update:** Capex rose 9% y-o-y to Rs 33466 crore. Longterm plans are to spent Rs 7 lakh crore to achieve its state capacity addition objectives. Thermal capacity additions of 1.6GW/2.1GW is targeted for FY27E/28E. On the renewable side, the company remains confident of achieving its 5 GW capacity addition target in FY26E (with 2.3 GW expected by Mar'26). For FY27E and FY28E, the company had earlier guided for ~8 GW of renewable capacity additions each year.

**Our Call**

A risk-averse regulated business model provides earnings growth visibility/RoE improvement with strong expansion in both thermal and renewable capacities. Valuations at 1.6x/1.5x its FY26E/FY27E P/BV seem reasonable given potential long-term growth prospects and the stock offers a decent dividend yield as well. Hence, we maintain a Buy on NTPC with a SoTP target price of Rs. 430.

**Key Risks**

- Lower-than-expected commercial capacity additions.
- Any write-off related to dues from discoms could impact valuation.

**Valuation**

Particulars	FY24	FY25	FY26	FY27E	FY28E
Net sales	178,501	188,138	205,593	218,363	231,718
OPM (%)	28.6	28.8	30.9	31.4	32.0
Adjusted PAT	20,812	23,422	25,179	27,189	28,499
y-o-y Growth (%)	23.1	12.5	7.5	8.0	4.8
Adjusted EPS (Rs.)	21.5	24.2	26.0	28.0	29.4
P/E (x)	17.1	15.2	14.2	13.1	12.5
P/B (x)	2.2	1.9	1.8	1.7	1.6
EV/EBITDA (x)	11.4	11.0	9.6	9.1	8.6
RoCE (%)	9.2	8.8	9.6	9.5	9.4
RoE (%)	13.5	13.6	13.3	13.6	13.4

Source: Company; Mirae Asset Sharekhan estimates

Note: CMP as on Feb 17, 2026

### Concall Highlights:

- **BESS:** Company is in final stage of evaluation for 5000 mWh roll out across 16 NTPC stations. During the quarter, the company has secured its maiden 80MW/320MWh of BESS project in Kerala, for which contracts have been finalised.
- NTPC has set to develop 30GW of nuclear power by FY47. It has formed a JV with NPCIL named ASHVINI. The government has approved it to build, own and operate nuclear power plants. It is in the process of executing the Mahi Banswara Rajasthan Atomic Power Project, comprising four 700 MW reactors.
- **Pumped Storage Project:** NTPC Group has 18GW of PSP in its portfolio. Preliminary Feasibility Reports (PFRs) for 21 projects and Detailed Project Reports (DPRs) for four projects are at advanced stages. During the quarter, the company commissioned 250 MW (Unit-3) of Tehri PSP while Unit-4 is targeted for commissioning in Q4FY26E.

### Results

Particulars	Rs cr				
	Q3FY26	Q3FY25	Y-o-Y %	Q2FY26	Q-o-Q %
<b>Revenue</b>	<b>45,846</b>	<b>44,786</b>	<b>2.4</b>	<b>45,069</b>	<b>1.7</b>
Total Expenditure	30,611	30,293	1.1	31,729	-3.5
<b>Adj. operating profit</b>	<b>15,234</b>	<b>14,493</b>	<b>5.1</b>	<b>13,341</b>	<b>14.2</b>
Other Income	459	476	-3.6	529	-13.1
Interest	3,164	3,432	-7.8	2,764	14.5
Depreciation	5,093	4,816	5.8	4,318	17.9
<b>PBT</b>	<b>7,436</b>	<b>6,721</b>	<b>10.6</b>	<b>6,787</b>	<b>9.6</b>
Tax	2,453	2,076	18.2	2,075	18.2
<b>PAT</b>	<b>5,597</b>	<b>5,225</b>	<b>7.1</b>	<b>5,170</b>	<b>8.3</b>
<b>Adjusted PAT</b>	<b>4,414</b>	<b>4,195</b>	<b>5.2</b>	<b>5,001</b>	<b>-11.7</b>
EPS	5.77	5.39	7.1	5.33	8.3
<b>Margins (%)</b>			<b>BPS</b>		<b>BPS</b>
Adjusted OPM	33.2	32.4	87	29.6	363
Effective tax rate	33.0	30.9	210	30.6	241

Source: Company; Mirae Asset Sharekhan Research

Particulars	Value (Rs/share)	Comments
Standalone regulated equity (Rs crore)	310	2.6x FY27E regulated equity
Regulated equity for JV/Subs	73	2x FY27E regulated equity
CWIP	35	
Cash	12	
<b>Total</b>	<b>430</b>	

Source: Company; Mirae Asset Sharekhan Research

**Additional Data****Top 10 shareholders**

Sr. No.	Holder Name	Holding (%)
1	Life Insurance Corp of India	5.58
2	ICICI Prudential Asset Management	5.37
3	Nippon Life India Asset Management	3.67
4	Vanguard Group Inc/The	2.17
5	Republic of Singapore	2.09
6	SBI Funds Management Ltd	2.09
7	Blackrock Inc	1.71
8	HDFC Asset Management Co Ltd	1.51
9	HDFC Trustee Co Ltd/India	1.49
10	FMR LLC	1.23

Source: Bloomberg

**Key management personnel**

Name	Designation
Gurdeep Singh	Chairman and Managing Director
Jaikumar Srinivasan	Director – Finance

Source: Company Website

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