Shivalik Bimetal Controls Limited

Q1FY27 Result Update | Industrials

Revenue Growth Unlocking Operating Leverage

DALAL & BROACHA STOCK BROKING PVT. LTD.

Equity Research Desk

7 August 2026

Rating	TP (Rs)	Up/Dn (%)
BUY	**1,080**	**17**

Market Data		
Current price	**Rs**	**921**
Market Cap (Rs.Bn)	(Rs Bn)	53
Market Cap (US$ Mn)	(US$ Mn)	557
Face Value	Rs	2
52 Weeks High/Low	Rs	730 / 454
Average Daily Volume	('000)	523
BSE Code		513097
Bloomberg		SBC.IN

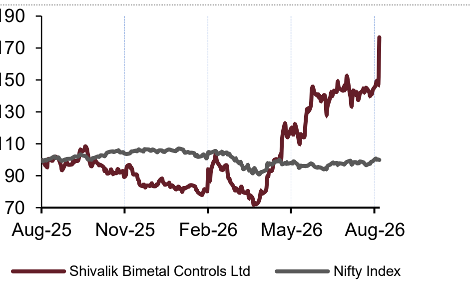
Source: Bloomberg

Shivalik Bimetal Controls Limited (SBCL) delivered a robust start to FY27, underpinned by healthy revenue growth, improved profitability and a stronger contribution from its consolidated operations. Consolidated revenue from operations increased 33.4% year-on-year to ₹182.2 crore, while EBITDA and PAT grew 35.2% and 44.9% year-on-year to ₹43.2 crore and ₹33.0 crore, respectively.

The quarter's performance was driven by improved realizations and a richer product and customer mix, enabling strong revenue growth despite a 2.5% decline in volumes (including wastage). The Shunt Resistors segment continued to outperform, with revenue increasing 18.7% year-on-year to ₹68.2 crore, while the Thermostatic Bimetals segment delivered steady growth of 7.4% year-on-year to ₹63.6 crore.

Geographically, growth was led by India, Europe and the Americas, while the Rest of Asia witnessed relatively softer demand. The strong performance in Europe and the Americas was primarily supported by robust growth in the Shunt Resistors business, with revenues increasing by approximately 72% and 30%, respectively.

One Year Performance



Source: Bloomberg

% Shareholding	Jun-26	Mar-26
Promoters	33.17	33.17
Public	66.83	66.83
Total	**100.00**	**100.00**

Source: Bloomberg

Financial Summary

Y/E Mar (Rs mn)	FY23	FY24	FY25	FY26	FY27E	FY28E
Net sales	4,704	5,089	5,083	5,709	7,122	8,938
EBIDTA	1,089	1,063	1,037	1,307	1,672	2,135
Margins (%)	23.2	20.9	20.4	22.9	23.5	23.9
Adjusted net profit	791	843	771	968	1,228	1,594
EPS (Rs)	13.7	14.6	13.38	16.8	21.3	27.7
P/E (x)	67	63	69	55	43	33
EV/EBITDA (x)	49	50	51	41	32	24
RoCE (%)	33.66%	27.70%	23.67%	24.18%	25.23%	25.92%
RoE (%)	29.79%	24.67%	19.00%	20.11%	20.68%	21.49%

Source: Company, Dalal & Broacha Research

Vinil Shah
+91 22 67141486
vinil.shah@dalal-broacha.com

Quarterly Result

Particulars (INR in mn)	Q1 FY27	Q1 FY26	YoY%	Q4 FY26	QoQ%
Revenue from operations	**1,822**	**1,366**	**33%**	**1,626**	**12%**
Other Income	33	22	54%	34	-2%
Total Income	**1,855**	**1,388**	**34%**	**1,660**	**12%**
Cost of Goods Sold	1,031	757	36%	929	11%
Employee Benefit Expense	152	135	13%	144	6%
Other Expenses	206	155	33%	199	3%
Total Expenses	**1,390**	**1,046**	**33%**	**1,272**	**9%**
EBITDA	**432**	**319**	**35%**	**355**	**22%**
Depreciation Expense	40	33	21%	37	8%
EBIT	**393**	**287**	**37%**	**318**	**23%**
Finance Cost	13	10	**28%**	12	**8%**
Profit Before Tax (PBT)	**413**	**298**	**39%**	**340**	**21%**
Share from Joint Venture	23	6	**307%**	6	**308%**
Exceptional Items	3	-		-	
Tax Expense	108	76	42%	85	27%
Net Profit (Adjusted)	**327**	**228**	**44%**	**260**	**26%**
Net Profit (Reported)	**330**	**228**	**45%**	**260**	**27%**
EPS	**5.7**	**4.0**	**44%**	**4.5**	**26%**
Margins			**Changes in bps**		**Changes in bps**
Gross Margins	43.4%	44.6%	-119	42.9%	49
EBITDA Margins	23.7%	23.4%	33	21.8%	191
PAT Margins	17.7%	16.4%	124	15.7%	196
Tax Rate	26.2%	25.5%	71	25.1%	114
Other Operational Matrix			**Changes in bps**		**Changes in bps**
COGS as % of Sales	57%	55%	119	57%	-49
EBE as % of Sales	8.4%	9.9%	-152	8.8%	-48
OE as % of Sales	11.3%	11.3%	0	12.3%	-93

Source: Company and Dalal & Broacha Research

Concall Highlights:

Growth Outlook & Key Drivers

- FY27 revenue growth guided at **20–30%**, supported by improving customer forecasts.
- Recovery in the largest US shunt customer, with **business returning at higher value-add** than the previous cycle.
- Smart Meters and 2W EVs remain the strongest demand drivers for the shunt business.

Structural Margin Expansion

- Shift from strip sales to finished precision components continues to drive realizations and margins.
- Strip sales have reduced to ~1/3rd of last year's levels, with lower-value strips largely **replaced by high-value components.**
- Management indicated **margin expansion is structural and sustainable**, led by product mix rather than commodity price movements.

Bimetal Business Recovery

- Early signs of recovery after several weak quarters, with volume enquiries improving.
- Demand is being supported by real estate and infrastructure-linked applications.

Other Highlights

- Pune Phase-I has commenced operations, with Busbars, Cell Connecting Systems and PCBA entering commercial production.
- Existing Pune infrastructure can support ₹300–400 Cr of revenue with minimal (20-25 crores) incremental capex.
- Management continues to evaluate inorganic opportunities aligned with technology, products and market access while maintaining disciplined capital allocation and cash generation.

Segment & Geographic Performance:

Shunt Resistors: **Revenue increased 18.7% to ₹68.2 crore**, led by India, Europe and the Americas.

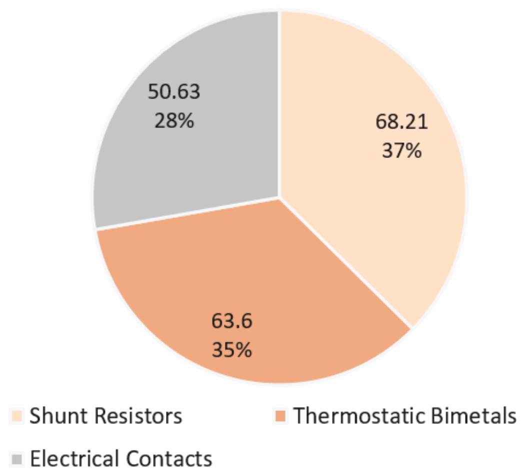
Thermostatic Bimetals: **Revenue grew 7.4% to ₹63.6 crore**, driven primarily by India.

India: Combined revenue rose 26.4% to ₹60.8 crore, increasing its share of standalone core-product revenue to approximately 46%.

Europe and Americas: Europe grew 21.5%, led by a 72.2% increase in Shunts. Americas revenue rose 4.8%, with 30.0%. Shunt growth partly offset by softer Bimetals.

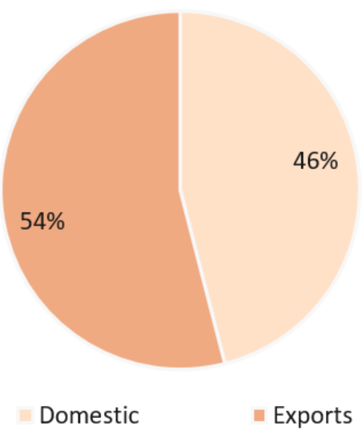
Asia Others: Revenue declined 12.7% to ₹21.3 crore, reflecting softer Shunt demand in select markets.

Revenue Contribution - Q1 FY27



Source : Dalal & Broacha Research

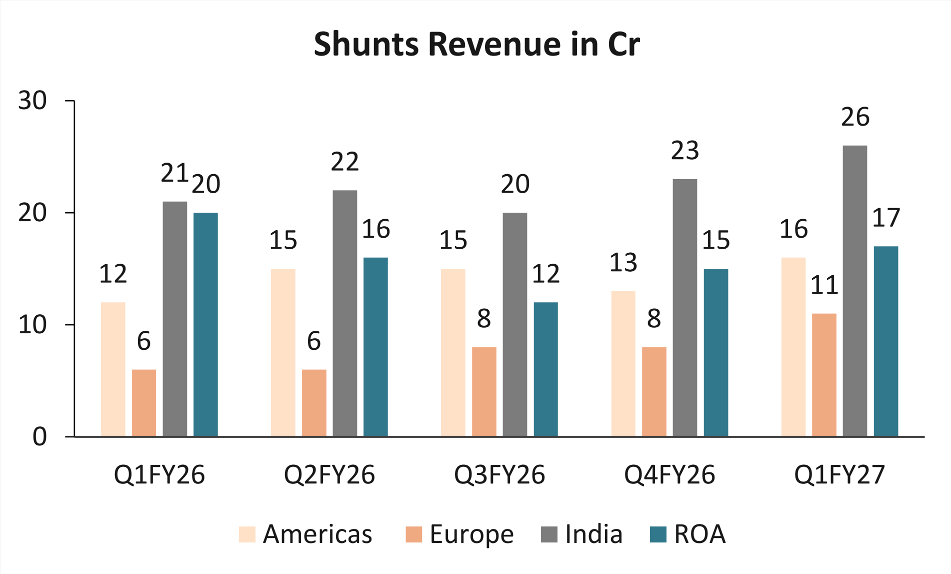
Revenue Contribution - Q1 FY27



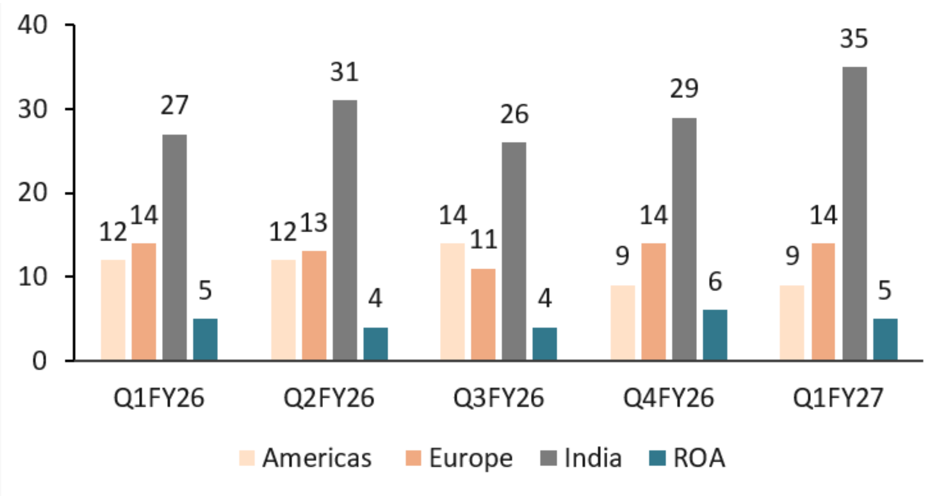
Source : Dalal & Broacha Research

Region wise Sales

Shunts Revenue in Cr



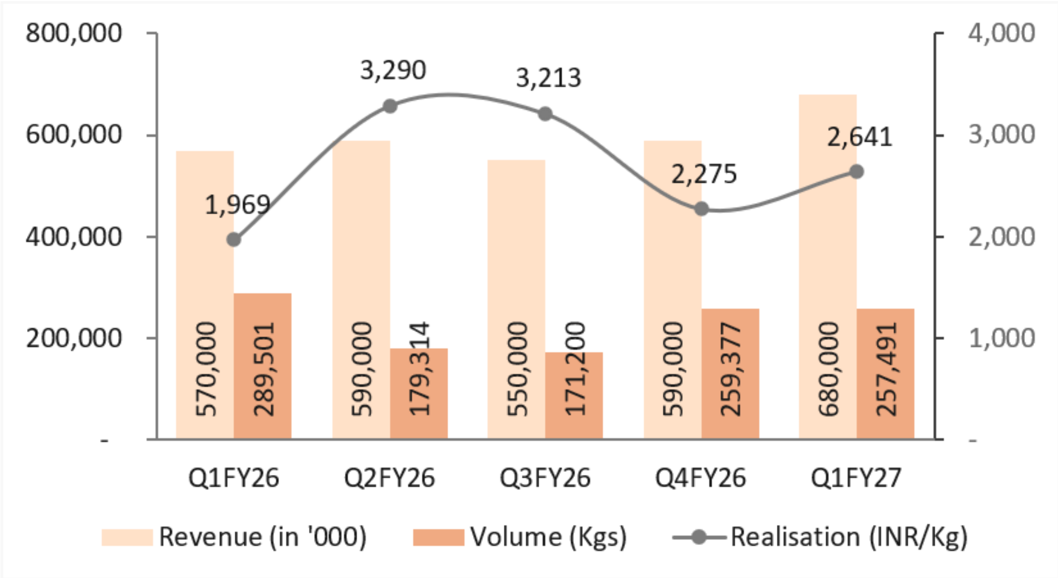
Thermostatic Bimetals



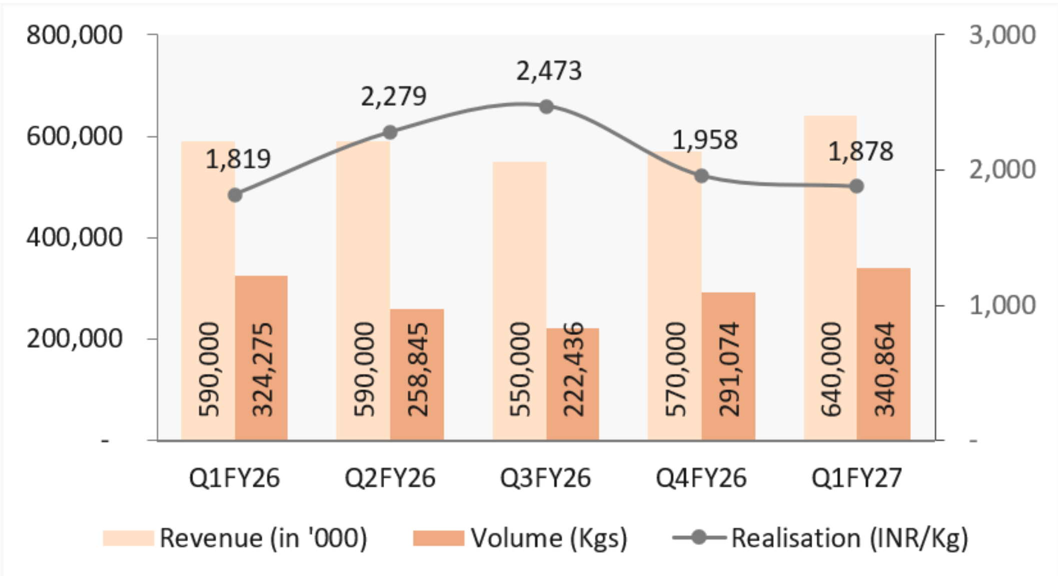
Source: Company and Dalal & Broacha Research

Revenue Analysis

Shunts: QoQ Realisation growth shows shift to value-add products



Bimetal: Volume Growth shows signs of demand recovery



Source: Company and Dalal & Broacha Research

Valuations and Outlook:

Backed by rising value-added content, recovery in the US shunts business, accelerating smart meter opportunities and new growth verticals like busbars/PCBA assemblies, Shivalik is building multiple scalable growth engines. Improved product mix, higher component-level integration and disciplined capital allocation provide stronger visibility for sustained 20%+ growth with structurally better margin profile over the medium term. **We estimate a Revenue/EBITDA/PAT CAGR of 25%/28%/28% over FY 26-FY28E respectively.**

At current market price of Rs. 921, Shivalik trades at 33x FY28e EPS. We have valued the stock at **39x** FY28e EPS. **We assign a BUY Rating with a TP of Rs. 1,080, implying an upside of ~17%.**

Financials

P&L (Rs mn)	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
Net Sales	3,240	4,704	5,089	5,083	5,709	7,122	8,938
Total Raw material consumed	1,611	2,452	2,828	2,893	3,128	3,846	4,826
Employee Cost	271	389	427	478	566	679	814
Other Expenses	623	774	771	675	708	926	1,162
Operating Profit	735	1,089	1,063	1,037	1,307	1,672	2,135
Depreciation	64	105	121	118	138	178	190
PBIT	671	984	942	919	1,169	1,493	1,945
Other income	54	99	191	128	123	178	223
Interest	28	70	49	38	47	71	89
PBT (Before share of JV/associates)	698	1,013	1,084	1,010	1,245	1,600	2,079
Share of JV/Associates	35	10	33	17	34	37	46
PBT	733	1,023	1,118	1,027	1,279	1,637	2,125
Provision for tax	182	232	275	257	311	409	531
PAT (From continuing operations)	551	791	843	771	968	1,228	1,594
PAT (From Discontinuing operations)	-	-	-	-	-	-	-
MI							
Reported PAT	551	791	843	771	968	1,228	1,594
Adjusted Profit	551	791	843	771	968	1,228	1,594

Source: Company, Dalal and Broacha Research

Cash Flow St. (Rs. mn)	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
PBT (excluding JV/Associates)	**698**	**1,013**	**1,084**	**1,010**	**1,245**	**1,600**	**2,079**
Add: Dep. & Amort.	64	105	121	118	138	178	190
Add: Interest Expenses	28	70	49	38	47	71	89
Operating profit before working capital change	**789**	**1,189**	**1,254**	**1,166**	**1,430**	**1,850**	**2,358**
(Inc)/Dec in							
Working capital adjustment	(500)	(396)	(198)	(15)	(485)	(625)	(738)
Gross cash generated from operations	**290**	**792**	**1,056**	**1,151**	**945**	**1,224**	**1,621**
Direct taxes paid	(182)	(232)	(275)	(257)	(311)	(409)	(531)
Others	(143)	98	(96)	42	(86)	1	5
CF from Oper. activities	**(35)**	**658**	**685**	**936**	**549**	**816**	**1,095**
CF from Inv. activities	(242)	(431)	(415)	(575)	(684)	5	(159)
CF from Fin. activities	229	(185)	(292)	(263)	(4)	(43)	(44)
Cash generated/(utilised)	(48)	42	(22)	97	(140)	778	892
Cash at start of the year	157	109	177	112	209	70	848
Cash at end of the year	109	177	112	209	70	848	1,740
Balance sheet	109	151	155	208	70	848	1,740

Source: Company, Dalal and Broacha Research

Balance Sheet (Rs mn)	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
Equity capital	77	115	115	115	115	115	115
Reserves	1,839	2,540	3,300	3,941	4,698	5,822	7,301
Net worth	**1,916**	**2,655**	**3,415**	**4,057**	**4,813**	**5,937**	7,416
Minority Interest	-	-	-	-	-	-	-
Non Current Liabilites	208	290	191	249	309	269	239
Current Liabilites	954	953	822	774	1,237	1,464	1,830
Other Liabilities(associated with discontinued operations/ assets held for sale)	-	-	-	-	-	-	-
TOTAL LIABILITIES	**3,084**	**3,897**	**4,428**	**5,079**	**6,360**	**7,670**	9,485
Non Current Assets	**1,085**	**1,361**	**1,478**	**1,785**	**2,071**	**1,867**	1,839
Fixed Assets	850	1,203	1,298	1,570	1,805	1,556	**1,470**
Goodwill	-	20	127	20	20	20	20
Non Current Investments	185	98	131	148	181	221	273
Loans							
Non-current assets tax (net)	0	1	2	-	-	-	-
Deferred Tax Asset	-	-	-	-	-	-	-
Other Financial Assets	-	4	5	39	46	46	46
Other Non Current Assets	50	36	25	8	19	23	29
Current Assets	**1,993**	**2,536**	**2,949**	**3,294**	**4,289**	**5,804**	7,646
Current investments	-	-	-	-	-	-	-
Inventories	1,149	1,320	1,279	1,312	1,530	1,844	2,248
Trade Receivables	593	932	1,137	1,115	1,555	1,940	2,435
Cash and Bank Balances	109	177	112	209	70	848	1,741
Other bank balances	9	2	277	581	977	977	977
Short Term Loans and Advances	-	-	-	-	-	-	-
Other Financial Assets	0	1	88	39	7	9	11
Other current assets tax (net)	0	1	2	-	-	-	-
Other current assets	133	103	54	37	149	186	234
TOTAL ASSETS	**3,078**	**3,897**	**4,428**	**5,079**	**6,360**	**7,670**	9,485

Source: Company, Dalal and Broacha Research

Ratios	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
OPM	22.68%	23.16%	20.88%	20.40%	22.90%	23.47%	23.89%
NPM	16.73%	16.47%	15.96%	14.78%	16.60%	16.82%	17.40%
Tax Rate	24.81%	22.68%	24.60%	24.98%	24.29%	25.00%	25.00%
Growth Ratios (%)							
Net Sales	18.00%	45.18%	8.20%	-0.11%	12.30%	24.76%	25.50%
Operating Profit	103.34%	48.27%	-2.44%	-2.42%	26.04%	27.86%	27.73%
PBT	34.68%	45.13%	7.06%	-6.82%	23.22%	28.52%	29.92%
PAT	35.96%	43.53%	6.53%	-8.56%	25.61%	26.84%	29.81%
CFO/EBITDA Ratio	-0.05	0.60	0.64	0.90	0.42	0.49	0.51
CFO/PAT Ratio	-0.06	0.83	0.81	1.21	0.57	0.66	0.69
Per Share (Rs.)							
Net Earnings (EPS)	14.35	13.73	14.63	13.38	16.80	21.31	27.67
Cash Earnings (CPS)	16.01	15.56	16.72	15.42	19.20	24.41	30.97
Payout ratio	7%	9%	10%	20%	24%	8%	7%
Dividend	1.00	1.20	1.40	2.70	4.00	1.80	2.00
Book Value per share (BVPS)	49.89	46.09	59.29	70.42	83.56	103.07	128.74
Free Cash Flow	(263)	179	470	546	176	887	990
Valuation Ratios							
P/E(x)	64.17	67.06	62.95	68.84	54.81	43.21	33.29
P/B(x)	18.46	19.98	15.53	13.08	11.02	8.93	7.15
EV/EBIDTA(x)	48.76	49.06	50.20	51.26	40.98	31.64	24.41
Div. Yield(%)	0.11	0.13	0.15	0.29	0.43	0.20	0.22
FCFF Yield(%)	(0.74)	0.34	0.89	1.03	0.33	1.67	1.87
Return Ratios (%)							
ROE	28.76%	29.79%	24.67%	19.00%	20.11%	20.68%	21.49%
ROCE	29.49%	33.66%	27.70%	23.67%	24.18%	25.23%	25.92%

Source: Company, Dalal and Broacha Research

Disclaimer

Dalal & Broacha Stock Broking Pvt Ltd, hereinafter referred to as D&B (CINU67120MH1997PTC111186) was established in 1997 and is an integrated financial services player offering an extensive range of financial solutions and services to a wide spectrum of customers with varied needs ranging from equities to mutual funds to depository services.
D&B is a corporate trading member of Bombay Stock Exchange Limited (BSE), National Stock Exchange of India Limited (NSE). D&B along with its affiliates offers the most comprehensive avenues for investments and is engaged in the securities businesses including stock broking (Institutional and retail), depository participant, portfolio management and services rendered in connection with distribution of primary market issues and financial products like mutual funds, fixed deposits. Details of associates are available on our website i.e. www.dalal-broacha.com
D&B is registered as Research Analyst with SEBI bearing registration Number INH000001246 as per SEBI (Research Analysts) Regulations, 2014.
D&B hereby declares that it has not defaulted with any stock exchange nor its activities were suspended by any stock exchange with whom it is registered in any time in the past. It has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has its certificate of registration been cancelled by SEBI at any point of time. SEBI and Stock Exchanges have conducted the routine inspection and based on their observations have issued advice letters or levied minor penalty on D&B for certain operational deviations in routine course of business.
D&B offers research services to clients as well as prospects. The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

Other disclosures by D&B (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) covered in this report-:

D&B or its associates may have financial interest in the subject company.

D&B or its associates do not have any material conflict of interest in the subject company.

The Research Analyst or Research Entity (D&B) has not been engaged in market making activity for the subject company.

D&B or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report.

Disclosures in respect of Research Analyst:

Whether Research Analyst or his/her relatives have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of publication of Research Report:	No
Whether the Research Analyst or his/her relative's financial interest in the subject company.	No
Whether the research Analyst has served as officer, director or employee of the subject company	No
Whether the Research Analyst has received any compensation from the subject company in the past twelve months	No
Whether the Research Analyst has managed or co-managed public offering of securities for the subject company in the past twelve months	No
Whether the Research Analyst has received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months	No
Whether the Research Analyst has received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months	No
Whether the Research Analyst has received any compensation or other benefits from the subject company or third party in connection with the research report	No

D&B and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material. Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that may be inconsistent with the recommendations expressed herein.

In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest including but not limited to those stated herein. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject D&B or its group companies to any registration or licensing requirement within such jurisdiction. Specifically, this document does not constitute an offer to or solicitation to any U.S. person for the purchase or sale of any financial instrument or as an official confirmation of any transaction to any U.S. person. Unless otherwise stated, this message should not be construed as official confirmation of any transaction. No part of this document may be distributed in Canada or used by private customers in United Kingdom. All material presented in this report, unless specifically indicated otherwise, is under copyright to D&B. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of D&B . All trademarks, service marks and logos used in this report are trademarks or registered trademarks of D&B or its Group Companies. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read “Risk Disclosure Document for Capital Market and Derivatives Segments” as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market. In so far as this report includes current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.

Address: - 508, Maker Chambers V, 221 Nariman Point, Mumbai 400 021.
Tel: 91-22- 2282 2992, 2287 6173 | E-mail: equity.research@dalal-broacha.com