



AVENUE SUPERMARTS LTD - WACC Using Peers Comparison (MAR-2025)

Weighted Average Cost of Capital

Peers Comparison

Name of Company	Country	Total Debt	Total Equity	Tax Rate	Debt/ Equity	Debt/ Capital	Levered Beta	Unlevered Beta
Avenue Super.	India	819.6	283,602.5	26.92%	0.29%	0.29%	1.04	1.04
Vishal Mega Mart	India	1,729.4	68,317.1	26.00%	2.53%	2.47%	1.23	1.21
V-Mart Retail	India	782.5	5,884.2	-4.00%	13.30%	11.74%	0.74	0.65
Shoppers Stop	India	3,314.1	5,629.5	-55.00%	58.87%	37.06%	0.75	0.39
Electronics Mart	India	1,976.5	4,587.0	29.00%	43.09%	30.11%	1.05	0.80
				Average	4.58%	23.62%	0.96	0.82
				Median	26.00%	13.30%	1.04	0.80

Cost of Debt

Pre tax cost of Debt	8.47%
Tax rate	26.92%
Post tax cost of Debt	6.19%

Capital Structure

		Current	Target
Total Debt	819.6	0.29%	11.74%
Market Capitalization	283602.49	99.71%	88.26%
Total Capitalization	284,422.1	100.00%	100.00%
Debt/Equity		0.29%	13.30%

Cost of Equity

Risk free rate	6.40%
Equity Risk Premium	7.26%
Levered Beta	0.88
Cost of Equity	12.78%

Levered Beta

Comps Median Unlevered Beta	0.80
Total Debt/Equity	13.30%
Tax rate	26.00%
Levered Beta	0.88

WACC

Cost of Equity	12.78%
Weight of Equity	88.26%
Cost of Debt after tax	6.19%
Weight of Debt	11.74%
WACC	12.01%

Summary-

The Weighted Average Cost of Capital (WACC) for Avenue Supermarts is 12.01%, indicating the minimum return the company must generate to satisfy its equity and debt investors.