



## BRITANNIA INDUSTRIES LTD - WACC Using Peers Comparison (MAR-2025)

### Weighted Average Cost of Capital

#### Peer Comparison

Name of Company	Country	Total Debt	Total Equity	Tax Rate	Debt/ Equity	Debt/ Capital	Levered Beta	Unlevered Beta
Britannia Inds.	India	1,247	137,319	27.00%	0.91%	0.90%	0.55	0.54
Nestle India	Ind-Swiss	1,167	229,527	27.00%	0.51%	0.51%	0.42	0.41
Bikaji Foods	India	231	19,982	27.00%	1.16%	1.14%	1.28	1.27
Bombay Burmah	India	1,574	13,021	27.00%	12.09%	10.79%	1.27	1.17
Zydus Wellness	India	188	12,676	27.00%	1.49%	1.46%	0.47	0.46
Average				27.00%	3.23%	2.96%	0.80	0.77
Median				27.00%	1.16%	1.14%	0.55	0.54

#### Cost of Debt

Pre Tax Cost of Debt	11.14%
Tax Rate	27.00%
<b>Post Tax Cost of Debt</b>	<b>8.13%</b>

#### Capital Structure

		Current	Target
Total Debt	1,247	0.90%	1.14%
Market Capitalization	137,319	99.10%	98.86%
<b>Total Capitalization</b>	<b>138,566</b>	<b>100.00%</b>	<b>100.00%</b>
Debt/Equity		0.91%	1.16%

#### Cost of Equity

Risk Free Return (10 yrs Bond)	6.49%
Market Return	15.00%
Equity Risk Premium	8.51%
Levered beta	0.55
<b>Cost of Equity</b>	<b>11.15%</b>

#### Levered Beta

Comps Median Unlevered Beta	0.54
Target Debt/ Equity	1.16%
Tax	27.00%
<b>Levered Beta</b>	<b>0.55</b>

#### WACC

Cost of Equity	11.15%
Equity Weight	98.86%
Cost of Debt (Post Tax)	8.13%
Debt Weight	1.14%
<b>WACC</b>	<b>11.12%</b>

#### Summary -

Britannia's WACC (Mar-2025) is 11.12%, driven mainly by equity (98.9% weight) with a cost of equity of 11.15% and minimal debt (1.1% weight, post-tax cost of debt 8.13%).