DCF Valuation - TVS Motor Company Ltd.

(Rs. Crores unless specifies)

Ticker	TVSMOTOR
Date	1/12/2024
End of the Year	31/03/2025
Implied Share Price	Rs. 1,245.66
Market Share Price (29/11/24)	Rs. 2,415.45
Implied Upside / (Downside)	**(48.4%)**
WACC	11.88%
TGR	4.00%
Tax Rate	25%

Implied Equity Valuation	
PV of Terminal Value	53,561
PV of Unlevered FCF	28,304
Implied Enterprise Value	**81,866**
(+) Cash	2589
(-) Debt	25,286
Implied Equity Value	**59,169**
Shares Outstanding (in Crores)	47.5
Implied Share Price	**Rs. 1,245.66**

DCF	2020A	2021A	2022A	2023A	2024A	2025E	2026E	2027E	2028E	2029E	2030E
Revenue						36,970	41,975	47,274	52,474	57,722	62,916
% growth						*-5.6%*	*13.5%*	*12.6%*	*11.0%*	*10.0%*	*9.0%*
EBIT						3,571	4,055	4,567	5,069	5,576	6,078
% of Revenue						*9.7%*	*9.7%*	*9.7%*	*9.7%*	*9.7%*	*9.7%*
Taxes						893	1,014	1,142	1,267	1,394	1,519
% Tax Rate						*25.0%*	*25.0%*	*25.0%*	*25.0%*	*25.0%*	*25.0%*
NOPAT						**2,678**	**3,041**	**3,425**	**3,802**	**4,182**	**4,558**
(+) Depreciation & Amortisation						1,014	1,151	1,295	1,438	1,582	1,724
(-) CapEx						1,368	1,553	1,749	1,942	2,136	2,328
(-) Change in NWC						(3,032)	(3,032)	(3,032)	(3,032)	(3,032)	(3,032)
Unlevered Free Cash Flow						5,357	5,671	6,003	6,330	6,660	6,986
PV of UFCF						**5,257**	**5,165**	**4,886**	**4,605**	**4,330**	**4,060**
Sum of PV of UFCF											**28,304**
Terminal Value											92,163
PV of Terminal Value											**53,561**
Stub						0.33					
Discount Period						0.17	0.83	1.83	2.83	3.83	4.83

Comparable Companies Analysis - TVS Motor Company Ltd.

(Rs. Crores unless specifies)

Company	TICKER	Market Data: Share Price	Market Data: Shares Outstanding (Cr.)	Market Data: Equity value	Market Data: Enterprise Value	Financials: Revenue	Financials: EBITDA	Financials: Net Income	Valuation: EV/Revenue	Valuation: EV/EBITDA	Valuation: P/E
TVS Motor Co.		**2,434.45**	**47.51**	**115,661**	**126,710**	**41,865**	**6,063**	**1,994**	3.0x	20.9x	58.0x
Bajaj Auto		9,033.65	27.93	252,272	255,964	48,900	10,678	7,371	5.2x	24.0x	34.2x
Eicher Motors		4,831.85	27.41	132,457	132,653	17,091	6,201	4,268	7.8x	21.4x	31.0x
Hero Motocorp		4,761.70	20.00	95,234	95,523	40,098	6,489	4,133	2.4x	14.7x	23.0x
High									7.8x	24.0x	34.2x
75th Percentile									2.4x	14.7x	23.0x
Average									**5.1x**	**20.0x**	**29.4x**
Median									**5.2x**	**21.4x**	**31.0x**
25th Percentile									3.8x	18.1x	27.0x
Low									2.4x	14.7x	23.0x

Whirpool India Valuation	EV/Revenue	EV/EBITDA	P/E
Implied Enterprise Value	214,603	121,424	
Net Debt	11,049	11,049	
Implied Market Value	203,554	110,375	58,691
Shares Outstanding	47.51	47.51	47.51
Implied Price per Share	**4,284.45**	**2,323.20**	**1,235.34**