

Financial Modelling and Valuation Report

✉ karankp1043@gmail.com

in www.linkedin.com/in/karan-prajapati-64b477207



Sonata Software launches **AgentBridge** - an enterprise Agentic platform, ushering in a new era of intelligent, scalable, AI-driven operations.

Sonata's focus on **Generative AI** enables businesses to leverage cutting-edge technologies and stay at the forefront of innovation



AB AgentBridge
An enterprise Agentic AI platform



Table of Contents

- One Page Company Profile
- Financial Statements
- Commonsize Statement
- Ratio Analysis
- Dupoint Analysis
- Future Forecasting
- Calculation of WACC
- Intrinsic Growth
- Calculation of DCF
- Comparable Company Valuation
- Altman's Z Score
- Football Field Analysis
- VAR using Monte Carlo Approach



SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



SONATA SOFTWARE LTD - One Page Profile



Sonata Software, with \$1 Billion Revenue, is the leading Modernization company. Its unique Modernization approach through Platformation AI helps create efficient and agile digital businesses to drive intelligent ecosystems of the future.

Its suite of Modernization Engineering Services cuts across Data, Cloud, Dynamics, Automation, Cyber Security, and around newer technologies like Generative AI, Microsoft Fabric, and other modernization platforms.

Sonata Software Ltd is primarily engaged in the business of providing Information Technology (IT) Services and Solutions to its various customers in the United States of America, Europe, Middle East, Australia and India.

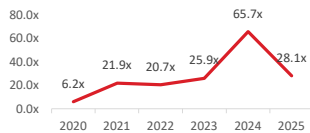
Key Financial Metrics	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Total Sales	3743.3	4228.1	5553.4	7449.1	8613.1	10157.3
Sales Growth (y-o-y)	26.42%	12.95%	31.34%	34.14%	15.63%	17.93%
Gross Profit Margin (%)	17.41%	14.15%	13.84%	13.67%	16.34%	14.55%
EBIDTA Margin (%)	11.52%	9.63%	10.19%	9.06%	7.88%	7.49%
EBIT Margin (%)	10.54%	8.69%	9.34%	8.27%	6.34%	6.29%
Net Profit Margin (%)	7.40%	5.77%	6.78%	6.07%	3.58%	4.18%
Earning Per Share (In Rs)	9.9	8.7	13.4	16.1	11.0	15.1
EPS Growth (y-o-y)	11.27%	-11.91%	54.30%	20.05%	-31.73%	37.66%
Dividend Per Share (In Rs)	7.5	5.2	7.8	7.8	11.3	4.4
DPS Growth (y-o-y)	75.98%	59.62%	57.96%	48.34%	102.54%	28.76%

Share Price - 5Y



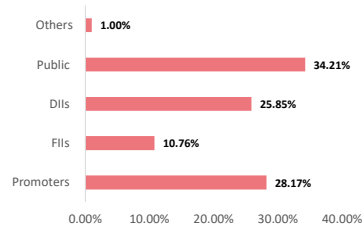
Key Financial Metrics	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Price to Earnings	6.2x	21.9x	20.7x	25.9x	65.7x	28.1x
EV/EBIDTA	4.7x	14.4x	14.8x	17.6x	30.0x	15.6x
EV/Sales	0.5x	1.4x	1.5x	1.6x	2.4x	1.2x
Price to Book Value	2.6x	5.9x	7.1x	9.0x	14.4x	7.0x
Return on Equity (%)	41.35%	26.94%	34.25%	34.74%	21.94%	24.89%
Return on Capital Employed (%)	52.23%	33.70%	41.19%	32.56%	25.16%	28.75%

PE Ratio - 5Y



Top 10 Shareholders	No. of Shar (In Crs.)	Shareholding (%)	Market Value (In Crs.)
HEMENDRA M KOTHARI	2.56	9.13%	1090.6
HDFC TRUSTEE COMPANY LTD	2.31	8.23%	983.1
VIREN RAJAN RAHEJA	2.20	7.85%	937.2
AKSHAY RAJAN RAHEJA	2.20	7.85%	937.2
SUMAN R RAHEJA	1.84	6.56%	783.8
RAJAN B RAHEJA	1.28	4.55%	543.9
TATA DIGITAL INDIA FUND	1.00	3.55%	424.4
HSBC SMALL CAP FUND	0.81	2.90%	346.8
INVESCO INDIA FLEXI CAP FUND	0.65	2.31%	275.6
NIPPON LIFE INDIA TRUSTEE LTD-A/C NIPPON INDIA INN	0.57	2.04%	243.5

Shareholding Pattern



Managerial Remuneration	Designation	X of Median Salary
Samir Dhir	MD & CEO	54.48
Pradip P. Shah	Director	3.45
P Srikar Reddy	Executive VC & Directo	35.93
S. B. Ghia	Non-Executive Director	3.55
Viren Raheja	Non-Executive Director	3.44
Radhika Rajan	Independent Director	3.54
Sanjay K Asher	Independent Director	3.49

Capital Structure

Current Price	426
No. of Shares (In Crs.)	28.04
Market Cap (In Crs.)	11945.04
Add : Cash	449.43
Less : Debt	516.02
Enterprise Value(In Crs)	11878.45
Equity Value	423.6252

Recent Updates

- On 10 June 2025, Sonata announced a collaboration with the Indian Institute of Science's Foundation for Science Innovation and Development. The goal : to power AI-driven scientific innovation, signaling a push into advanced research and AI applications.

- About 45% of Sonata's active pipeline comprises large deals. In FY25, its revenue grew by about 18% to Rs 10,157.2 crore. It won two large deals in Q4, with a 2.4% increase in PAT, although revenue fell by 7.9% quarter-on-quarter.

- Sonata Software announced plans to set up a dedicated AI-powered Modernisation Engineering Center in India. The initiative will focus on platform engineering, cloud transformation (specifically with Amazon Cloud), enterprise systems like Salesforce and Workday, cybersecurity, data services, and modern application development, all supported by automation and scalable engineering practices.

- Sonata Software's first AI framework called Harmoni.AI offers a suite of responsible AI features, a governance engine, industry-specific solutions, and accelerators for developing generative AI solutions

- Sonata Software Launches AgentBridge - A Managed Services Offering For Agentic Workflows. AgentBridge empowers organizations to centrally design, deploy, and govern intelligent AI agents across business functions—enabling secure, scalable, and efficient enterprise automation.

SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



SONATA SOFTWARE

**The Modernization
Engineering Company**

Historical Financial Statements - Sonata Software LTD.

Years	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Income Statement										
Sales	1,940.5	2,370.8	2,453.9	2,960.9	3,743.3	4,228.1	5,553.4	7,449.1	8,613.1	10,157.3
Sales Growth %		22.17%	3.51%	20.66%	26.42%	12.95%	31.34%	34.14%	15.63%	17.93%
COGS	1,582.2	1,968.5	2,015.8	2,364.5	3,091.7	3,629.8	4,784.8	6,430.5	7,205.3	8,679.5
COGS % Sales	81.54%	83.03%	82.15%	79.86%	82.59%	85.85%	86.16%	86.33%	83.66%	85.45%
Gross Profit	358.3	402.3	438.1	596.4	651.6	598.3	768.5	1,018.6	1,407.8	1,477.8
Gross Margin %	18.46%	16.97%	17.85%	20.14%	17.41%	14.15%	13.84%	13.67%	16.34%	14.55%
SG&A	166.4	222.4	207.1	260.6	278.7	218.7	304.8	414.2	680.0	788.5
SG&A % Sales	8.57%	9.38%	8.44%	8.80%	7.45%	5.17%	5.49%	5.56%	7.89%	7.76%
Other Income	47.5	66.5	46.6	29.8	58.4	27.5	102.0	70.6	(49.5)	71.2
EBIDTA	239.4	246.4	277.6	365.6	431.2	407.1	565.7	675.0	678.3	760.4
EBIDTA % Sales	12.33%	10.39%	11.31%	12.35%	11.52%	9.63%	10.19%	9.06%	7.88%	7.49%
Depreciation	6.2	10.9	12.4	12.7	36.5	39.6	47.3	59.1	131.9	121.5
Depreciation % Sales	0.32%	0.46%	0.51%	0.43%	0.98%	0.94%	0.85%	0.79%	1.53%	1.20%
EBIT	233.2	235.5	265.2	352.9	394.7	367.5	518.4	615.8	546.4	638.9
EBIT % Sales	12.02%	9.93%	10.81%	11.92%	10.54%	8.69%	9.34%	8.27%	6.34%	6.29%
Interest	8.0	9.3	4.8	3.4	15.2	15.4	18.1	18.5	85.0	65.3
Interest % Sales	0.41%	0.39%	0.20%	0.11%	0.41%	0.36%	0.33%	0.25%	0.99%	0.64%
EBT	225.3	226.2	260.4	349.5	379.5	352.1	500.4	597.3	461.4	573.7
EBT % Sales	11.61%	9.54%	10.61%	11.80%	10.14%	8.33%	9.01%	8.02%	5.36%	5.65%
Tax	66.7	69.3	68.2	100.6	102.6	108.2	123.9	145.4	152.9	149.0
Effective Tax Rate %	29.59%	30.63%	26.21%	28.79%	27.03%	30.72%	24.77%	24.34%	33.14%	25.97%
Net Profit	158.6	156.9	192.1	248.9	276.9	244.0	376.4	451.9	308.5	424.7
Profit Margin %	8.17%	6.62%	7.83%	8.41%	7.40%	5.77%	6.78%	6.07%	3.58%	4.18%
No. Of Equity Shares (In Cr.)	28.0	28.0	28.0	28.0	28.0	28.0	28.0	28.0	28.0	28.0
Earnings Per Share	5.7	5.6	6.9	8.9	9.9	8.7	13.4	16.1	11.0	15.1
EPS Growth %		-1.05%	22.44%	29.54%	11.27%	-11.91%	54.30%	20.05%	-31.73%	37.66%
Dividend Per Share	3.4	3.3	3.9	4.7	7.5	5.2	7.8	7.8	11.3	4.4
Dividend Payout %	59.70%	59.48%	56.73%	53.23%	75.98%	59.62%	57.96%	48.34%	102.54%	28.76%
Retained Earning %	40.30%	40.52%	43.27%	46.77%	24.02%	40.38%	42.04%	51.66%	-2.54%	71.24%

Balance Sheet	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Equity Share Capital	10.5	10.4	10.4	10.4	10.4	10.4	10.4	13.9	27.8	27.8
Reserves	460.5	580.0	642.9	757.9	659.3	895.1	1,088.8	1,286.8	1,378.5	1,678.2
Borrowings	176.0	55.2	33.7	15.6	86.0	185.0	159.4	590.5	765.5	516.0
Other Liabilities	344.9	552.1	545.4	744.2	860.8	856.4	1,300.6	2,465.7	2,888.9	2,533.2
Total Liabilities	992.0	1,197.7	1,232.4	1,528.1	1,616.5	1,946.9	2,559.3	4,356.9	5,060.7	4,755.2
Fixed Assets Net Block	119.9	118.3	113.9	199.4	298.1	323.6	426.9	1,732.3	1,671.0	1,629.5
Capital Work in Progress	0.3	0.4	0.3	0.6	0.0	0.1	0.0	0.8	0.0	0.0
Investments	52.3	128.0	198.4	146.4	13.5	76.0	158.6	219.8	245.1	248.6
Other Assets	159.9	178.1	176.0	171.4	208.4	254.3	279.2	408.7	576.6	639.5
Total Non Current Assets	332.3	424.7	488.6	517.8	520.0	654.0	864.7	2,361.6	2,492.6	2,517.6
Receivables	354.4	519.9	396.4	811.1	700.0	615.8	922.0	1,236.2	1,605.1	1,740.9
Inventory	10.0	0.0	0.0	0.0	0.0	0.0	2.9	28.8	98.0	47.2
Cash & Bank	295.2	253.0	347.4	199.2	396.4	677.1	769.6	730.3	865.0	449.4
Total Current Assets	659.7	773.0	743.8	1,010.3	1,096.4	1,292.9	1,694.5	1,995.3	2,568.1	2,237.6
Total Assets	992.0	1,197.7	1,232.4	1,528.1	1,616.5	1,946.9	2,559.3	4,356.9	5,060.7	4,755.2
Check	TRUE	TRUE	TRUE	TRUE	TRUE	TRUE	TRUE	TRUE	TRUE	TRUE
Cash Flow Statements	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Operating Activities										
Profit from operations	206.0	208.0	265.0	322.0	400.0	392.0	544.0	620.0	752.0	705.0
Receivables	(40.0)	(188.0)	124.0	(399.0)	137.0	39.0	(252.0)	(313.0)	(388.0)	(151.0)
Inventory	(3.0)	10.0	0.0	0.0	0.0	0.0	6.0	(26.0)	(69.0)	51.0
Payables	23.0	197.0	(16.0)	141.0	(24.0)	107.0	408.0	254.0	177.0	144.0
Loans Advances	2.0	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other WC items	4.0	20.0	(28.0)	16.0	(15.0)	38.0	(99.0)	(92.0)	71.0	59.0
Working capital changes	(13.0)	41.0	80.0	(242.0)	98.0	184.0	62.0	(177.0)	(209.0)	103.0
Direct taxes	(35.0)	(65.0)	(55.0)	(87.0)	(129.0)	(133.0)	(156.0)	(175.0)	(262.0)	(164.0)
Cash flow from Operating Activities	158.0	184.0	290.0	(7.0)	369.0	443.0	450.0	268.0	281.0	644.0
Investing Activities										
Fixed assets purchased	(14.0)	0.0	(6.0)	(8.0)	(8.0)	(2.0)	(10.0)	(41.0)	(25.0)	(69.0)
Fixed assets sold	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	25.0	1.0
Investments purchased	0.0	(492.0)	(1,311.0)	(1,192.0)	(887.0)	(955.0)	(2,592.0)	(4,996.0)	(5,723.0)	(7,050.0)
Investments sold	12.0	430.0	1,250.0	1,256.0	1,025.0	896.0	2,516.0	4,950.0	5,711.0	7,056.0
Interest received	12.0	17.0	10.0	5.0	9.0	9.0	17.0	38.0	33.0	21.0
Dividends received	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Redemp n Canc of Shares	27.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Acquisition of companies	(70.0)	0.0	0.0	(38.0)	0.0	(50.0)	(14.0)	(529.0)	(73.0)	(592.0)
Other investing items	(101.0)	42.0	161.0	(10.0)	1.0	(10.0)	(3.0)	(193.0)	(2.0)	197.0
Cash Flow from Investing Activities	(132.0)	(3.0)	104.0	13.0	140.0	(112.0)	(86.0)	(771.0)	(54.0)	(436.0)
Financing Activities										
Proceeds from shares	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	4.0	3.0
Proceeds from borrowings	0.0	0.0	0.0	0.0	106.0	92.0	69.0	599.0	719.0	17.0
Repayment of borrowings	0.0	0.0	(21.0)	(20.0)	(36.0)	(88.0)	(120.0)	(145.0)	(547.0)	(263.0)
Interest paid fin	(8.0)	(8.0)	(4.0)	(3.0)	(2.0)	(3.0)	(3.0)	(2.0)	(32.0)	(38.0)
Dividends paid	(140.0)	(36.0)	(95.0)	(118.0)	(293.0)	(41.0)	(187.0)	(232.0)	(219.0)	(123.0)
Financial liabilities	0.0	0.0	0.0	0.0	(24.0)	(22.0)	(29.0)	(33.0)	(33.0)	(59.0)
Other financing items	118.0	(129.0)	(19.0)	(25.0)	(61.0)	0.0	0.0	0.0	0.0	29.0
Cash Flow from Financing Activities	(30.0)	(173.0)	(139.0)	(166.0)	(310.0)	(62.0)	(270.0)	187.0	(108.0)	(434.0)
Net Cash Flows	(4.0)	8.0	255.0	(160.0)	199.0	269.0	94.0	(316.0)	119.0	(226.0)

SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



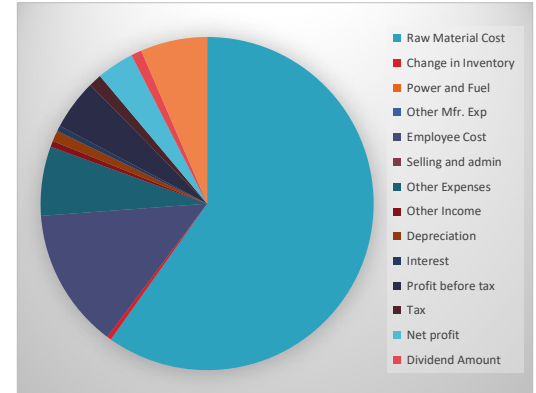
SONATA SOFTWARE

**The Modernization
Engineering Company**

Common Size Income Statement - SONATA SOFTWARE LTD

Particulars	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Sales	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Raw Material Cost	59.9%	62.8%	60.6%	60.1%	64.5%	70.8%	72.3%	73.6%	68.4%	69.2%
Change in Inventory	0.1%	-0.4%	0.0%	0.0%	0.0%	0.0%	-0.1%	0.3%	0.8%	-0.5%
Power and Fuel	0.3%	0.3%	0.3%	0.2%	0.2%	0.1%	0.1%	0.1%	0.1%	0.0%
Other Mfr. Exp	0.3%	0.3%	0.3%	0.3%	0.3%	0.2%	0.4%	0.5%	0.5%	0.0%
Employee Cost	21.1%	19.2%	20.9%	19.2%	17.6%	14.8%	13.3%	12.5%	15.5%	15.7%
Selling and admin	7.3%	7.4%	7.4%	7.7%	5.9%	4.5%	4.8%	5.1%	7.2%	0.0%
Other Expenses	1.3%	2.0%	1.0%	1.1%	1.6%	0.7%	0.7%	0.5%	0.7%	7.8%
Other Income	2.4%	2.8%	1.9%	1.0%	1.6%	0.7%	1.8%	0.9%	-0.6%	0.7%
Depreciation	0.3%	0.5%	0.5%	0.4%	1.0%	0.9%	0.9%	0.8%	1.5%	1.2%
Interest	0.4%	0.4%	0.2%	0.1%	0.4%	0.4%	0.3%	0.2%	1.0%	0.6%
Profit before tax	11.6%	9.5%	10.6%	11.8%	10.1%	8.3%	9.0%	8.0%	5.4%	5.6%
Tax	3.4%	2.9%	2.8%	3.4%	2.7%	2.6%	2.2%	2.0%	1.8%	1.5%
Net profit	8.2%	6.6%	7.8%	8.4%	7.4%	5.8%	6.8%	6.1%	3.6%	4.2%
Dividend Amount	4.9%	3.9%	4.4%	4.5%	5.6%	3.4%	3.9%	2.9%	3.7%	1.2%
EBIDTA	12.3%	10.4%	11.3%	12.3%	11.5%	9.6%	10.2%	9.1%	7.9%	7.5%

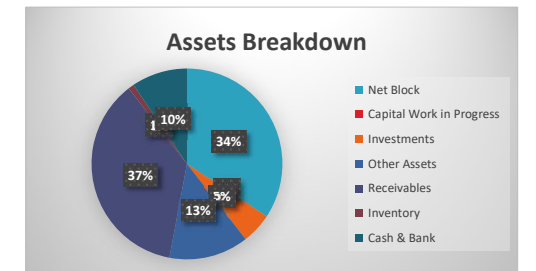
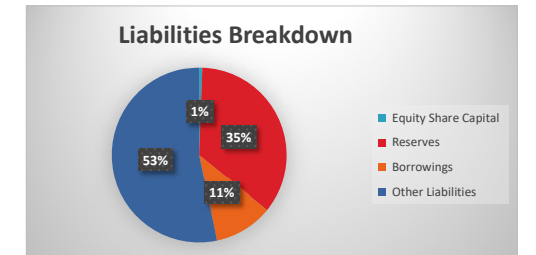
FY'25 Income Statement Breakdown



Common Size Balance Sheet - SONATA SOFTWARE LTD

Particulars	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Total Liabilities	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Equity Share Capital	1.1%	0.9%	0.8%	0.7%	0.6%	0.5%	0.4%	0.3%	0.5%	0.6%
Reserves	46.4%	48.4%	52.2%	49.6%	40.8%	46.0%	42.5%	29.5%	27.2%	35.3%
Borrowings	17.7%	4.6%	2.7%	1.0%	5.3%	9.5%	6.2%	13.6%	15.1%	10.9%
Other Liabilities	34.8%	46.1%	44.3%	48.7%	53.3%	44.0%	50.8%	56.6%	57.1%	53.3%
Total Assets	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Net Block	12.1%	9.9%	9.2%	13.1%	18.4%	16.6%	16.7%	39.8%	33.0%	34.3%
Capital Work in Progress	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Investments	5.3%	10.7%	16.1%	9.6%	0.8%	3.9%	6.2%	5.0%	4.8%	5.2%
Other Assets	16.1%	14.9%	14.3%	11.2%	12.9%	13.1%	10.9%	9.4%	11.4%	13.4%
Receivables	35.7%	43.4%	32.2%	53.1%	43.3%	31.6%	36.0%	28.4%	31.7%	36.6%
Inventory	1.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.7%	1.9%	1.0%
Cash & Bank	29.8%	21.1%	28.2%	13.0%	24.5%	34.8%	30.1%	16.8%	17.1%	9.5%

FY'25 Balance Sheet Breakdown



SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



Ratio Analysis - SONATA SOFTWARE LTD

Years	Mar-16	Mar-17	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25	Trends	Median	Mean
SalesGrowth		22.17%	3.51%	20.66%	26.42%	12.95%	31.34%	34.14%	15.63%	17.93%		20.66%	20.53%
EBITDA Growth		2.93%	12.67%	31.71%	17.94%	-5.59%	38.97%	19.31%	0.50%	12.10%		12.67%	14.50%
EBIT Growth		0.99%	12.60%	33.07%	11.84%	-6.88%	41.05%	18.79%	-11.27%	16.93%		12.60%	13.01%
Net Profit Growth		-1.05%	22.44%	29.54%	11.27%	-11.91%	54.30%	20.05%	-31.73%	37.66%		20.05%	14.51%
Dividend Growth		-1.43%	16.78%	21.54%	58.83%	-30.87%	50.00%	0.12%	44.82%	-61.39%		16.78%	10.93%
Gross Margin	18.46%	16.97%	17.85%	20.14%	17.41%	14.15%	13.84%	13.67%	16.34%	14.55%		16.66%	16.34%
EBITDA Margin	12.33%	10.39%	11.31%	12.35%	11.52%	9.63%	10.19%	9.06%	7.88%	7.49%		10.29%	10.21%
EBIT Margin	12.02%	9.93%	10.81%	11.92%	10.54%	8.69%	9.34%	8.27%	6.34%	6.29%		9.63%	9.41%
EBT Margin	11.61%	9.54%	10.61%	11.80%	10.14%	8.33%	9.01%	8.02%	5.36%	5.65%		9.28%	9.01%
Net Profit Margin	8.17%	6.62%	7.83%	8.41%	7.40%	5.77%	6.78%	6.07%	3.58%	4.18%		6.70%	6.48%
SalesExpenses%Sales	8.57%	9.38%	8.44%	8.80%	7.45%	5.17%	5.49%	5.56%	7.89%	7.76%		7.83%	7.45%
Depreciation%Sales	0.32%	0.46%	0.51%	0.43%	0.98%	0.94%	0.85%	0.79%	1.53%	1.20%		0.82%	0.80%
OperatingIncome%Sales	18.46%	16.97%	17.85%	20.14%	17.41%	14.15%	13.84%	13.67%	16.34%	14.55%		16.66%	16.34%
Return on Capital Employed	36.04%	36.48%	38.60%	45.02%	52.23%	33.70%	41.19%	32.56%	25.16%	28.75%		36.26%	36.97%
Retained Earnings%	40.30%	40.52%	43.27%	46.77%	24.02%	40.38%	42.04%	51.66%	-2.54%	71.24%		41.28%	39.77%
Return on Equity%	33.67%	26.58%	29.41%	32.40%	41.35%	26.94%	34.25%	34.74%	21.94%	24.89%		30.90%	30.62%
Self Sustained Growth Rate	13.57%	10.77%	12.73%	15.15%	9.93%	10.88%	14.40%	17.95%	-0.56%	17.73%		13.15%	12.26%
Interest Coverage Ratio	3.32%	3.77%	1.73%	0.93%	3.52%	3.78%	3.19%	2.75%	12.53%	8.58%		3.42%	4.41%
Debtor Turnover Ratio	5.5x	4.6x	6.2x	3.7x	5.3x	6.9x	6.0x	6.0x	5.4x	5.8x		5.7x	5.5x
Creditor Turnover Ratio	5.6x	4.3x	4.5x	4.0x	4.3x	4.9x	4.3x	3.0x	3.0x	4.0x		4.3x	4.2x
Inventory Turnover	193.9x	0.0x	0.0x	0.0x	0.0x	0.0x	1895.3x	258.5x	87.9x	215.0x		43.9x	265.1x
Fixed Asset Turnover	16.2x	20.0x	21.5x	14.8x	12.6x	13.1x	13.0x	4.3x	5.2x	6.2x		13.0x	12.7x
Capital Turnover Ratio	4.1x	4.0x	3.8x	3.9x	5.6x	4.7x	5.1x	5.7x	6.1x	6.0x		4.9x	4.9x
Debtor Days	66.7	80.0	59.0	100.0	68.3	53.2	60.6	60.6	68.0	62.6		64.6	67.9
Payable Days	64.9	85.0	81.1	91.7	83.9	73.9	85.5	120.8	122.4	91.0		85.2	90.0
Inventory Days	1.9	0.0	0.0	0.0	0.0	0.0	0.2	1.4	4.2	1.7		0.1	0.9
Cash Conversion Cycle (in days)	3.7	-5.0	-22.2	8.2	-15.7	-20.8	-24.7	-58.8	-50.3	-26.8		-21.5	-21.2
CFO/Sales	8.14%	7.76%	11.82%	-0.24%	9.86%	10.48%	8.10%	3.60%	3.26%	6.34%		7.93%	6.91%
CFO/Total Assets	15.93%	15.36%	23.53%	-0.46%	22.83%	22.75%	17.58%	6.15%	5.55%	13.54%		15.65%	14.28%
CFO/Total Debt	89.76%	333.21%	859.77%	-44.81%	429.07%	239.45%	282.29%	45.39%	36.71%	124.80%		182.12%	239.56%

SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



About the Company

Sonata Software, with \$1 Billion Revenue, is the leading Modernization company. Its unique Modernization approach through Platformation AI helps create efficient and agile digital businesses to drive intelligent ecosystems of the future.

Its suite of Modernization Engineering Services cuts across Data, Cloud, Dynamics, Automation, Cyber Security, and around newer technologies like Generative AI, Microsoft Fabric, and other modernization platforms.

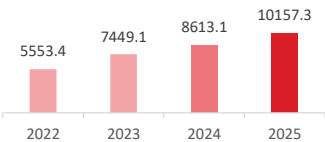
The company’s unique and innovative responsible-first AI offering Sonata Harmoni.AI is a comprehensive platform powered by GenAI and encompasses a variety of industry solutions, service delivery platforms, and accelerators. It is distinguished by its embedded ethics, privacy, security, and compliance, enabling clients to leverage AI in three different ways: i) driving efficiencies, ii) driving higher consumer experience/modern sales, and iii) driving innovative business models.

Headquartered in Bengaluru, India, Sonata Software has a strong global presence, including key regions North America, UK, Europe, APAC, and ANZ. It is one of the fastest growing IT Services companies and a trusted partner of Fortune 500 companies in Banking, Financial Services and Insurance (BFSI); Healthcare and Lifesciences (HLS); Telecom, Media, and Technology (TMT); and Retail, Manufacturing and Distribution (RMD) space.

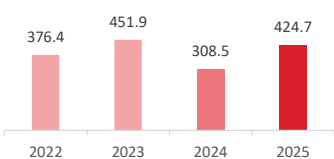
Sonata Software boasts of a very strong partnership with Microsoft, AWS and many others. The company is a proud member of Microsoft AI Partner Council, holds the AWS Generative AI Competency status, and is a member of the prestigious Inner Circle for Microsoft Business Applications and Featured and Launch Partner for Microsoft Fabric.

Financial Summary

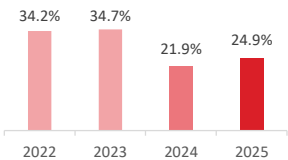
Revenue (INR Crs.)



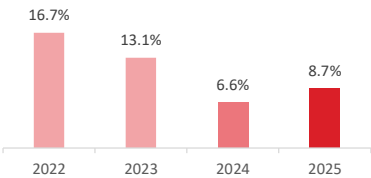
Net Profit (INR Crs.)



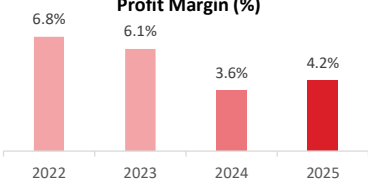
ROE (%)



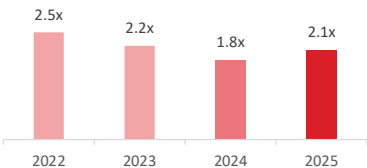
ROA (%)



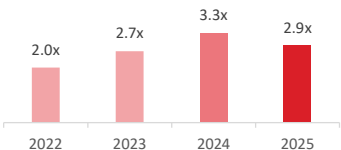
Profit Margin (%)



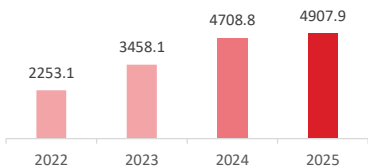
Asset Turnover Ratio



Equity Multiplier



Average Total Asset (INR Crs)



DuPont Analysis - Return on Equity & Return on Assets

Return on Equity (ROE)								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Net Profit	192.1	248.9	276.9	244.0	376.4	451.9	308.5	424.7
Shareholders Equity	653.3	768.3	669.7	905.5	1099.2	1300.7	1406.3	1705.9
Return on Equity	29.4%	32.4%	41.4%	26.9%	34.2%	34.7%	21.9%	24.9%

ROE - DuPont Equation								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Net Profit	192.1	248.9	276.9	244.0	376.4	451.9	308.5	424.7
Sales	2453.9	2960.9	3743.3	4228.1	5553.4	7449.1	8613.1	10157.3
Profit Margin (A)	7.8%	8.4%	7.4%	5.8%	6.8%	6.1%	3.6%	4.2%
Sales	2453.9	2960.9	3743.3	4228.1	5553.4	7449.1	8613.1	10157.3
Average Total Assets	1215.1	1380.2	1572.3	1781.7	2253.1	3458.1	4708.8	4907.9
Asset Turnover Ratio (B)	2.0x	2.1x	2.4x	2.4x	2.5x	2.2x	1.8x	2.1x

Average Total Assets	1215.1	1380.2	1572.3	1781.7	2253.1	3458.1	4708.8	4907.9
Shareholders Equity	653.3	768.3	669.7	905.5	1099.2	1300.7	1406.3	1705.9
Equity Multiplier (C)	1.9x	1.8x	2.3x	2.0x	2.0x	2.7x	3.3x	2.9x
Return on Equity (A*B*C)	29.4%	32.4%	41.4%	26.9%	34.2%	34.7%	21.9%	24.9%

Return on Asset (ROA)								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Net Profit	192.1	248.9	276.9	244.0	376.4	451.9	308.5	424.7
Average Total Assets	1215.1	1380.2	1572.3	1781.7	2253.1	3458.1	4708.8	4907.9
Return on Asset	15.8%	18.0%	17.6%	13.7%	16.7%	13.1%	6.6%	8.7%

ROA - DuPont Equation								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Net Profit	192.1	248.9	276.9	244.0	376.4	451.9	308.5	424.7
Sales	2453.9	2960.9	3743.3	4228.1	5553.4	7449.1	8613.1	10157.3
Profit Margin (A)	7.8%	8.4%	7.4%	5.8%	6.8%	6.1%	3.6%	4.2%
Sales	2453.9	2960.9	3743.3	4228.1	5553.4	7449.1	8613.1	10157.3
Average Total Assets	1215.1	1380.2	1572.3	1781.7	2253.1	3458.1	4708.8	4907.9
Asset Turnover Ratio (B)	2.0x	2.1x	2.4x	2.4x	2.5x	2.2x	1.8x	2.1x
Return on Asset (A*B)	15.8%	18.0%	17.6%	13.7%	16.7%	13.1%	6.6%	8.7%

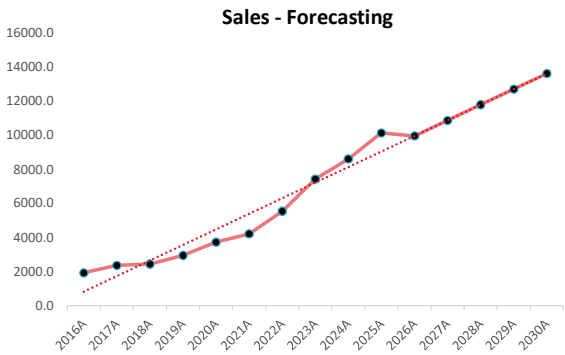
Recent Updates

- In financial year 2025, international services dollar revenue stood at \$335.5 million, registering a growth of 3.7% in the reported currency and 3.9% in the constant currency.
Rupee revenue stood at INR2,829.7 crores, showing a growth of 5.6 %. EBITDA margin for FY25 stood at 17 %, compared to 21 % in FY24
- PAT for FY25 stood at 246.6 crores, compared to 319.8 crores in FY24. In Q4 2025 USD terms, revenue stood at \$81.3 million, a degrowth of 6.6% in QoQ and 0.5% in YoY. In constant currency terms, it represented a degrowth of 7.2% QoQ and 0.3% YoY. Rupee revenue stood at INR702.3 crores, showing a degrowth of 4 % in QoQ and 3.4 % growth YoY.
- In Q4 FY25, company won two large deals. Company now have eight clients with more than 10 million revenue run rate at a company level. The EBITDA grew sequentially as expected, grew by 1.9% to 16.5% in Q4, which is up from 14.6% in the prior quarter
- Consolidated EPS for Q4 '25 was INR3.87 per share, and Q3 it was INR3.78 per share, increased by 2.4% QoQ. Reported ROCE and RONW for the quarter stood at 21.9 % and 25.2%, respectively

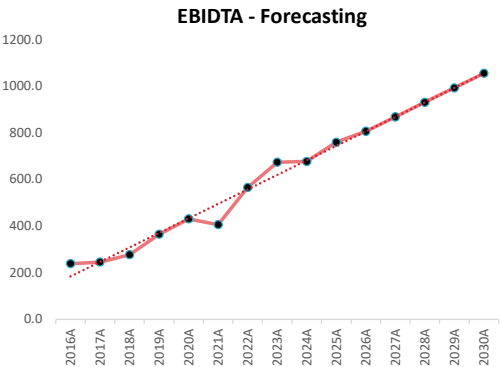


Future Forecasting - SONATA SOFTWARE LTD

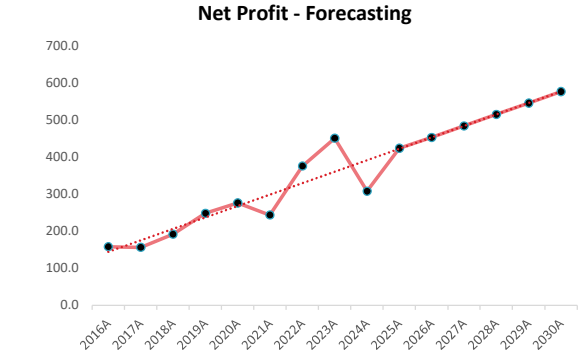
SONATA SOFTWARE LTD - Sales Forecasting			
Year Weight	Year	Sales	Sales Growth %
1	2016A	1940.5	
2	2017A	2370.8	22.17%
3	2018A	2453.9	3.51%
4	2019A	2960.9	20.66%
5	2020A	3743.3	26.42%
6	2021A	4228.1	12.95%
7	2022A	5553.4	31.34%
8	2023A	7449.1	34.14%
9	2024A	8613.1	15.63%
10	2025A	10157.3	17.93%
11	2026E	9976.5	-1.78%
12	2027E	10891.0	9.17%
13	2028E	11805.4	8.40%
14	2029E	12719.9	7.75%
15	2030E	13634.3	7.19%
Arithmetic Growth 15%			
Geometric Growth 14%			
Standard Deviation 11%			



SONATA SOFTWARE LTD - EBIDTA Forecasting			
Year Weight	Year	EBIDTA	EBIDTA Growth %
1	2016A	239.4	
2	2017A	246.4	2.93%
3	2018A	277.6	12.67%
4	2019A	365.6	31.71%
5	2020A	431.2	17.94%
6	2021A	407.1	-5.59%
7	2022A	565.7	38.97%
8	2023A	675.0	19.31%
9	2024A	678.3	0.50%
10	2025A	760.4	12.10%
11	2026E	807.2	6.15%
12	2027E	869.5	7.72%
13	2028E	931.8	7.16%
14	2029E	994.0	6.68%
15	2030E	1056.3	6.27%
Arithmetic Growth 12%			
Geometric Growth 10%			
Standard Deviation 12%			



SONATA SOFTWARE LTD - Net Profit Forecasting			
Year Weight	Year	Net Profit	Net Profit Growth %
1	2016A	158.6	
2	2017A	156.9	-1.05%
3	2018A	192.1	22.44%
4	2019A	248.9	29.54%
5	2020A	276.9	11.27%
6	2021A	244.0	-11.91%
7	2022A	376.4	54.30%
8	2023A	451.9	20.05%
9	2024A	308.5	-31.73%
10	2025A	424.7	37.66%
11	2026E	454.0	6.91%
12	2027E	485.0	6.81%
13	2028E	515.9	6.38%
14	2029E	546.8	6.00%
15	2030E	577.8	5.66%
Arithmetic Growth 12%			
Geometric Growth 9%			
Standard Deviation 21%			



SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



SONATA SOFTWARE

**The Modernization
Engineering Company**

Weighted Average Cost of Capital - SONATA SOFTWARE LTD

All figures are in INR unless stated otherwise.

Peer Comps

Name	Country	Total Debt	Total Equity	Tax Rate 1	Debt/ Equity	Debt/ Capital	Levered Beta 2	Unlevered Beta 3
TCS	India	9392.0	94756.0	30.00%	0.10	0.09	0.88	0.83
Infosys	India	8227.0	95818.0	30.00%	0.09	0.08	0.79	0.75
HCL Technologies	India	6276.0	69655.0	30.00%	0.09	0.08	0.61	0.57
Wipro	India	19203.5	82830.9	30.00%	0.23	0.19	0.80	0.68
Tech Mahindra	India	2025.2	27361.5	30.00%	0.07	0.07	0.97	0.93
Average				30.00%	0.12	0.10	0.81	0.75
Median				30.00%	0.12	0.10	0.79	0.73

Cost of Debt

Pre-tax Cost of Debt	12.64%
Tax Rate	30.00%
After Tax Cost of Debt	8.85%

Cost of Equity

Risk Free Rate	6.36%
Equity Risk Premium	8.97%
Levered Beta ⁴	0.78
Cost of Equity	13.40%

Capital Structure

		Current	Target
Total Debt	516.02	4.79%	10.18%
Market Capitalization	10,255.14	95.21%	89.82%
Total Capitalization	10,771.16	100.00%	100.00%
Debt / Equity		0.31%	6.32%

Levered Beta

Comps Median Unlevered Beta	0.73
Target Debt/ Equity	10.18%
Tax Rate	30.00%
Levered Beta	0.78

Weighted Average Cost of Capital

Cost of Equity	13.40%
Equity Weight	89.82%
Cost of Debt	8.85%
Debt Weight	10.18%

WACC 12.94%

SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



SONATA SOFTWARE

The Modernization
Engineering Company

Intrinsic Growth - SONATA SOFTWARE LTD

Calculation of ROIC

	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Current Assets						
Inventories	0.0	0.0	3.0	29.0	98.0	47.0
Trade receivables	700.0	616.0	922.0	1,236.0	1,605.0	1,741.0
Cash Equivalents	396.0	677.0	770.0	730.0	865.0	449.0
Loans n Advances	6.0	4.0	12.0	18.0	61.0	25.0
Other asset items	203.0	250.0	268.0	391.0	516.0	614.0
Total Current Assets	1,305.0	1,547.0	1,975.0	2,404.0	3,145.0	2,876.0

Current Liabilities

Trade Payables	562.0	651.0	1,055.0	1,295.0	1,416.0	1,557.0
Advance from Customers	6.0	12.0	10.0	10.0	18.0	0.0
Other liability items	293.0	193.0	236.0	1,160.0	1,455.0	976.0
Total Liabilities	861.0	856.0	1,301.0	2,465.0	2,889.0	2,533.0

Net Working Capital

	444.0	691.0	674.0	(61.0)	256.0	343.0
--	-------	-------	-------	--------	-------	-------

Non- Current Assets

Land	2.0	2.0	2.0	2.0	2.0	0.0
Building	109.0	95.0	118.0	119.0	119.0	0.0
Plant Machinery	26.0	24.0	34.0	49.0	69.0	0.0
Equipments	6.0	6.0	6.0	8.0	9.0	0.0
Computers	0.0	0.0	0.0	21.0	21.0	0.0
Furniture n fittings	6.0	4.0	6.0	8.0	8.0	0.0
Vehicles	2.0	2.0	2.0	2.0	3.0	0.0
Intangible Assets	167.0	210.0	278.0	1,133.0	1,147.0	1,526.0
Other fixed assets	34.0	42.0	92.0	534.0	534.0	
Gross Bloc	352.0	385.0	538.0	1,876.0	1,912.0	1,526.0
Accumulated Depreciation	54.0	61.0	112.0	143.0	241.0	0.0
Net Bloc	298.0	324.0	426.0	1,733.0	1,671.0	1,526.0

Invested Capital

EBIT	394.7	367.5	518.4	615.8	546.4	638.9
------	-------	-------	-------	-------	-------	-------

ROIC	53.19%	36.21%	47.13%	36.83%	28.35%	34.18%
-------------	---------------	---------------	---------------	---------------	---------------	---------------

Calculation of Reinvestment Rate

	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Net Capex	8.0	2.0	10.0	41.0	0.0	68.0
Change in Working Capital	0.0	273.0	85.0	572.0	255.0	(58.0)
EBIT	394.7	367.5	518.4	615.8	546.4	638.9
Marginal Tax Rate	30.00%	30.00%	30.00%	30.00%	30.00%	30.00%
EBIT (1-Tx)	0.0	257.3	362.9	431.1	382.5	447.2
Total Reinvestment	0.0	275.0	95.0	613.0	255.0	10.0
Reinvestment Rate	0.00%	106.89%	26.18%	142.20%	66.67%	2.24%

5 Year Average	68.84%
5 Year Median	46.43%

Calculation of Growth Rate %

	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Reinvestment Rate	0.00%	106.89%	26.18%	142.20%	66.67%	2.24%
ROIC	53.19%	36.21%	47.13%	36.83%	28.35%	34.18%
Intrinsic Growth	0.00%	38.71%	12.34%	52.38%	18.90%	0.76%

5 Year Average	24.62%
5 Year Median	18.90%

SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



SONATA SOFTWARE

**The Modernization
Engineering Company**

DCF Model - SONATA SOFTWARE LTD

Calculation of PV of FCFF	Mar-25	Mar-26	Mar-27	Mar-28	Mar-29	Mar-30
EBIT	638.91	796.19	992.19	1236.45	1540.83	1920.14
Tax Rate	30%	30%	30%	30%	30%	30%
EBIT (1-Tax Rate)	447.24	557.33	694.54	865.51	1078.58	1344.10
Less : Reinvestment Rate	70.00%	71.21%	72.42%	73.63%	74.84%	74.84%
FCFF	134.17	160.46	191.55	228.24	271.37	338.17
Mid Year Convention		0.5	1.5	2.5	3.5	4.5
Discounting Factor	1.00	0.94	0.83	0.74	0.65	0.58
PV of FCFF	134.17	150.99	159.60	168.37	177.26	195.59

Expected Growth	24.62%
Terminal Growth	5.75%
WACC	12.94%

Calculation of Terminal Value

FCFF(n+1)	421.424
WACC	12.94%
Terminal Growth Rate	5.75%
Terminal Value	5861.95

Sensitivity Analysis

	10.00%	11.00%	12.94%	13.00%	14.00%
3.00%	152.1808	136.6586	115.4522	114.9275	107.0253
4.00%	172.877	152.1808	125.2339	124.5857	114.9275
5.75%	232.5309	193.5733	148.8993	147.8988	133.366
6.00%	245.3139	201.8518	153.2543	152.1808	136.6586
7.00%	317.7508	245.3139	174.3404	172.877	152.1808

Calculation of Equity value per Share

PV of FCFF	851.8
PV of Terminal Value	3390.33
Enterprise value	4242.13
Add : Cash	449.43
Sub : Debt	516.02
Equity Value	4175.54
Total Shares	28.04
Equity Value / Share	148.91

Share Price	404
Premium/Discount	2.71x

SONATA SOFTWARE LTD

(NSE : SONATSOFTW | BSE Code : 532221)

INR 415.50

52 Week (High -763.70, Low - 286.40)



Relative Valuation - SONATA SOFTWARE LTD

https://drive.google.com/drive/folders/1HHEQOT-5Fp840gZf-mRF-3T-CKKxm20UCen?usp=

Amount in crores

Comparable Company Valuation

Market Data							Financials			Valuation		
Company	Ticker	Share Price	Shares Outstanding	Equity Value	Net Debt	Enterprise Value	Revenue	EBITDA	Net Income	EV/Revenue	EV/EBITDA	P/E
Sonata Software		398	28.04	11,157	67	11,224	10,157	760	425	1.1x	14.8x	26.3x
TCS		3,436	361.81	1,243,071	(6,071)	1,237,000	255,324	71,338	48,797	4.8x	17.3x	25.5x
Infosys		1,623	415.42	674,185	(16,228)	657,957	162,990	42,531	26,750	4.0x	15.5x	25.2x
HCL Technologies		1,740	271.37	472,157	(15,013)	457,144	117,055	27,994	17,399	3.9x	16.3x	27.1x
Wipro		267	1,048.17	279,379	7,006	286,385	89,088	21,878	13,218	3.2x	13.1x	21.1x
Tech Mahindra		1,696	97.91	166,065	(2,517)	163,548	52,988	7,829	4,253	3.1x	20.9x	39.0x
LTIMindtree		5,377	29.63	159,306	(1,401)	157,905	38,008	7,484	4,602	4.2x	21.1x	34.6x
Persistent Sys		6,107	15.64	95,506	(715)	94,791	11,939	2,196	1,400	7.9x	43.2x	68.2x
Oracle Fin.Serv.		9,396	8.69	81,647	(5,906)	75,741	6,847	3,381	2,380	11.1x	22.4x	34.3x
Coforge		1,832	33.44	61,262	187	61,449	12,051	1,858	936	5.1x	33.1x	65.4x
Mphasis		2,696	19.02	51,280	276	51,555	14,230	2,901	1,702	3.6x	17.8x	30.1x
Hexaware Tech.		822	60.88	50,059	(1,413)	48,646	11,974	1,897	1,174	4.1x	25.7x	42.6x
Tata Elxsi		6,319	6.23	39,367	(1,410)	37,957	3,729	1,154	785	10.2x	32.9x	50.2x
High										11.1x	43.2x	68.2x
75th Percentile										5.1x	25.7x	42.6x
Average										5.1x	22.6x	37.7x
Median										4.1x	20.9x	34.3x
25th Percentile										3.6x	16.3x	26.3x
Low										1.1x	13.1x	21.1x

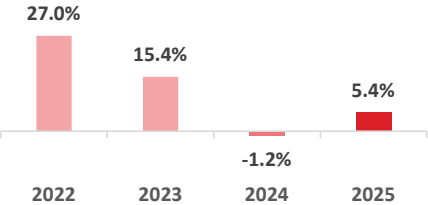
SONATA SOFTWARE LTD Comparable Valuations										EV/Revenue	EV/EBITDA	P/E
Implied Enterprise Value										41,263	15,885	14,638
Net Debt										67	67	67
Implied Market Value										41,197	15,818	14,571
Shares Outstanding										28.04	28.04	28.04
Implied Value per Share										1469.2	564.1	519.6

Source: The Valuation School , Screener.in

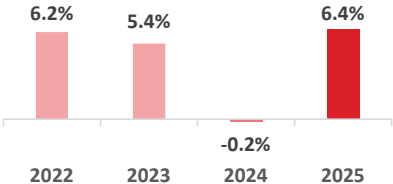
Undervalued Undervalued Undervalued

Altman's Z Score Analysis

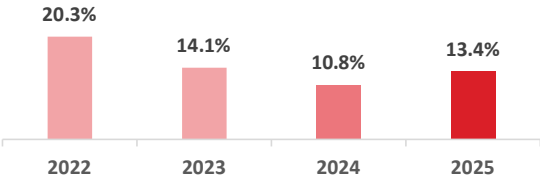
Working Capital / Total Asset



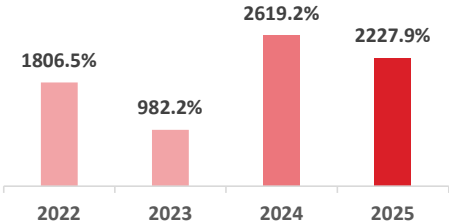
Retained Earnings / Total Asset



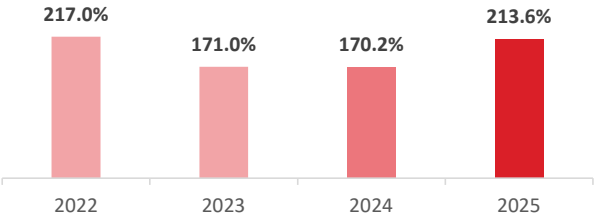
EBIT / Total Asset



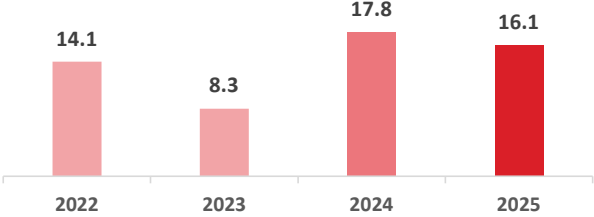
Market Cap / Long Term Liabilities



Sales / Total Asset



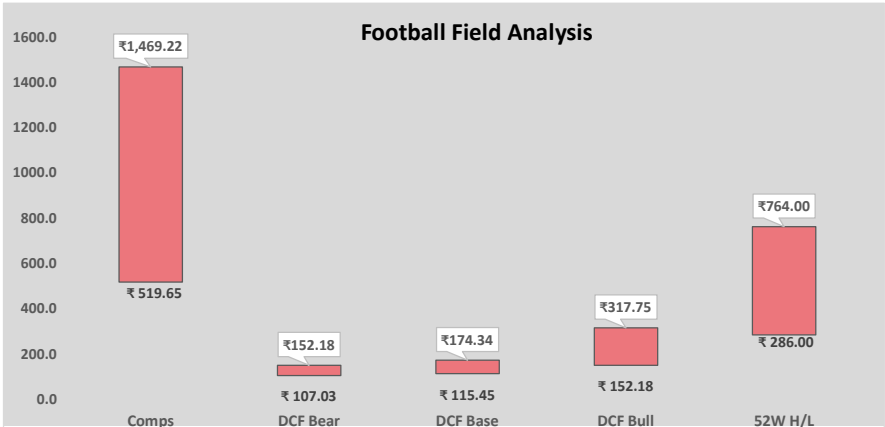
Altman's Z Score



Altman's Z Score Analysis Calculation

Working Capital / Total Assets								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Working Capital	398.9	374.4	437.6	444.0	690.8	673.1	-61.7	255.7
Total Assets	1232.4	1528.1	1616.5	1946.9	2559.3	4356.9	5060.7	4755.2
Working Capital / Total Assets	32.4%	24.5%	27.1%	22.8%	27.0%	15.4%	-1.2%	5.4%
Retained Earnings / Total Assets								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Retained Earnings	83.1	116.4	66.5	98.5	158.2	233.5	-7.8	302.5
Total Assets	1232.4	1528.1	1616.5	1946.9	2559.3	4356.9	5060.7	4755.2
Retained Earnings / Total Assets	6.7%	7.6%	4.1%	5.1%	6.2%	5.4%	-0.2%	6.4%
EBIT / Total Assets								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Net Profit	265.2	352.9	394.7	367.5	518.4	615.8	546.4	638.9
Total Assets	1232.4	1528.1	1616.5	1946.9	2559.3	4356.9	5060.7	4755.2
EBIT / Total Assets	21.5%	23.1%	24.4%	18.9%	20.3%	14.1%	10.8%	13.4%
Market Cap / Long Term Liabilities								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Market Cap (INR Crs.)	1217.7	1315.3	639.6	1983.2	2879.8	5799.9	20049.0	11496.4
Long Term Liabilities	33.7	15.6	86.0	185.0	159.4	590.5	765.5	516.0
Market Cap / Long Term Liabilities	3610.3%	8420.5%	743.7%	1071.9%	1806.5%	982.2%	2619.2%	2227.9%
Sales / Total Assets								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Sales	2453.9	2960.9	3743.3	4228.1	5553.4	7449.1	8613.1	10157.3
Total Assets	1232.4	1528.1	1616.5	1946.9	2559.3	4356.9	5060.7	4755.2
Sales / Total Assets	199.1%	193.8%	231.6%	217.2%	217.0%	171.0%	170.2%	213.6%
Altman's Z Score								
	Mar-18	Mar-19	Mar-20	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Final Score	24.8	53.6	8.0	9.6	14.1	8.3	17.8	16.1
Financial Stability	Strong	Strong	Strong	Strong	Strong	Strong	Strong	Strong

Football Field Analysis - SONATA SOFTWARE LTD



Football Field Analysis - Data				
	OpenLow	Low	OpenHigh	High
Comps	519.6	519.6	1469.2	1469.2
DCF Bear	107.0	107.0	152.2	152.2
DCF Base	115.5	115.5	174.3	174.3
DCF Bull	152.2	152.2	317.8	317.8
52W H/L	286.0	286.0	764.0	764.0



The Modernization
Engineering Company

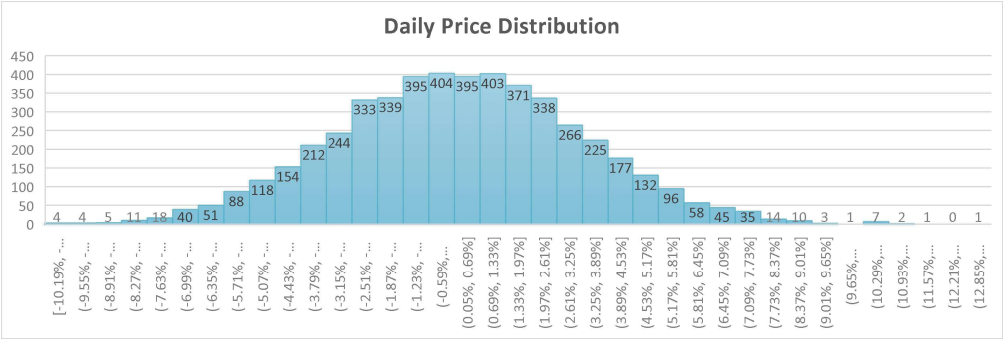
Date	Price	Returns	Sorted Return:	Stimulated Returns
2/8/2022	303.9	-1.70%	-1.70%	-3.86%
2/7/2022	309.17	-1.94%	-1.94%	-5.35%
2/4/2022	315.28	-1.27%	-1.27%	-5.14%
2/3/2022	319.33	-0.43%	-0.43%	0.21%
2/2/2022	320.7	3.81%	3.81%	-0.28%
2/1/2022	308.94	1.58%	1.58%	3.10%
1/31/2022	304.12	-1.08%	-1.08%	5.26%
1/28/2022	307.43	1.97%	1.97%	-4.02%
1/27/2022	301.48	-1.55%	-1.55%	2.69%
1/25/2022	306.23	-0.24%	-0.24%	-5.27%
1/24/2022	306.96	-4.90%	-4.90%	-1.95%
1/21/2022	322.76	-0.54%	-0.54%	0.18%
1/20/2022	324.52	-0.70%	-0.70%	-4.75%
1/19/2022	326.81	1.36%	1.36%	-2.58%
1/18/2022	322.43	-1.42%	-1.42%	-0.79%
1/17/2022	327.06	1.11%	1.11%	-0.37%
1/14/2022	323.48	-0.97%	-0.97%	-3.06%
1/13/2022	326.64	0.17%	0.17%	3.90%
1/12/2022	326.08	-0.37%	-0.37%	5.30%
1/11/2022	327.28	0.30%	0.30%	-3.30%
1/10/2022	326.31	0.65%	0.65%	2.70%
1/7/2022	324.21	-1.53%	-1.53%	-1.35%
1/6/2022	329.25	-0.62%	-0.62%	-3.35%
1/5/2022	331.29	1.59%	1.59%	-1.62%
1/4/2022	326.12	0.36%	0.36%	0.72%
1/3/2022	324.94	-1.06%	-1.06%	-4.75%
12/31/2021	328.43	0.56%	0.56%	-2.78%
12/30/2021	326.59	0.21%	0.21%	-4.29%

Historical Approach	
Mean	0.13%
Std Deviation	3.10%
Min	-13.57%
Max	20.24%
CMP	394

Percent Confidence	VAR %	Stock Price	VAR (INR)
5.00%	95.00%	410.10825	-16.1083
1.00%	99.00%	421.75619	-27.7562
0.50%	99.50%	426.03278	-32.0328
10%	90.00%	405.78309	-11.7831

Monte Carlo Simulation	
Mean	0.08%
Std Deviation	3.08%
Min	-11.26%
Max	12.56%
CMP	394

Percentile	Confidenc	VAR %	Stock Price	VAR (INR)
5.00%	95.00%	-4.96%	413.5437427	-19.543743
1.00%	99.00%	-7.07%	421.8534367	-27.853437
0.50%	99.50%	-7.68%	424.2418092	-30.241809
10%	90.00%	-3.90%	409.3675605	-15.36756



Disclaimer:

This report is prepared for academic and informational purposes only. The analysis and projections are based on publicly available data and personal assumptions, and may not reflect actual future performance. The author, Karan Prajapati, is not a SEBI-registered advisor, and this does not constitute investment advice or endorsement. Sonata Software and all trademarks mentioned are the property of their respective owners and this report is not affiliated with or endorsed by Sonata Software Ltd.

Thank you !

SOURCES :

- Sonata Software Ltd. Official Website
- Screener.in
- The Valuation School
- Annual reports of Sonata Software
- Investing. Com
- Yahoo Finance
- Equitymasters.com



karankp1043@gmail.com



www.linkedin.com/in/karan-prajapati-64b477207