

Research Report

ABB India Ltd

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About

ABB India Limited is an integrated power equipment manufacturer supplying the complete range of engineering, products, solutions and services in areas of Automation and Power technology.

Business segments

ABB India is a subsidiary of ABB Ltd which is a leading electrification and automation company globally. It derives significant benefits from its parent in the form of access to centralised R&D facilities of ABB for which it pays royalty to ABB. ABB also provides management support through delegates on the board of ABB India.

Revenue Mix H1FY24

- Electrification - 41%
- Motion - 32%
- Process Automation - 22%
- Robotics and Discrete Automation - 4%

Synopsis of Financials

Annual Financial Snapshot (CY2024)

- Revenue: ₹12,188 Cr (↑ 17% YoY)
- PBT: ₹2,513 Cr | PAT: ₹1,875 Cr
- Order Inflow: ₹13,079 Cr | Order Backlog: ₹9,380 Cr
- EPS: ₹88.46 | Dividend: ₹44.16/share
- Cash Rich & Debt-Free
- Strong Sustainability Progress:
 - 86% cut in emissions (vs. 2019)
 - 50% plants water positive & zero waste
- Record revenue, strong profit margins, robust orders, debt-free status, sustainability focus, high EPS, strong backlog, growth across divisions, positive outlook.

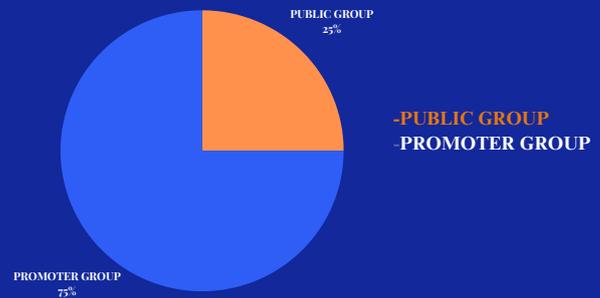
Stock data (as 18th July 2025)

Nifty Price	: 22,161.60
52 week High (in Rs.)	: 8,941.45
52 week Low (in Rs.)	: 4,590.05
Market Cap. (in Crore)	: 1,20,724.20
NSE Code	: INE117A01022

Stock data



Shareholding Pattern (March 2025)



Financial Summary

Particulars	Dec-22	Dec-23	Dec-24
Sales	8,568	10,447	12,188
Sales Growth %	23.56%	21.93%	16.67%
Expenses	7,600	8,950	9,877
Operating Profit	968	1,497	2,311
OPM %	11%	14%	19%
Net Profit	1,016	1,242	1,872
EPS in Rs	47.96	58.61	88.33

Quarterly Results

Particular	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25
Sales	2,769	2,757	3,080	2,831	2,912	3,365	3,160
Expenses	2,331	2,340	2,515	2,288	2,372	2,708	2,577
Operating Profit	439	417	565	542	540	657	582
OPM %	16%	15%	18%	19%	19%	20%	18%
Other Income	78	71	87	88	93	83	93
Interest	1	8	4	5	3	5	5
Depreciation	30	33	31	31	33	34	34
Profit before tax	485	447	617	595	597	702	637
Tax %	25%	24%	26%	25%	26%	25%	25%
Net Profit	363	339	459	443	440	528	475
EPS in Rs	17.12	15.98	21.67	20.93	20.79	24.94	22.4

Source: Screener

Key Ratios

Ratios	Numerator	Denominator	December 31, 2023	December 31, 2022	% Variance
Current Ratio (in times)	Total current assets	Total current liabilities	1.90	1.82	4.87%
Debt-Equity ratio (in times)	Debt consists of borrowings and lease liabilities.	Total equity	0.01	0.01	22.99%
"Debt service coverage ratio (in times)**"	Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses + Interest + Other non-cash adjustments	Debt service = Interest and lease payments + Principal repayments	38.98	26.73	45.85%
Return on equity ratio (in %)	Profit for the year less Preference dividend (if any)	Average total equity	22.82%	22.62%	0.89%
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	4.51	4.31	4.57%
Trade payables turnover ratio (in times)	Consumption+ Sub contracting charges +	Average trade payables	2.87	2.86	0.22%

Source: Annual Report

Yearly Results

Particulars	Dec-22	Dec-23	Dec-24
Equity Capital	42	42	42
Reserves	4,897	5,902	7,033
Borrowings	33	49	52
Other Liabilities	4,346	5,008	5,264
Total Liabilities	9,318	11,001	12,391
Fixed Assets	899	994	1,062
CWIP	69	60	95
Investments	493	2	2
Other Assets	7,857	9,946	11,233
Total Assets	9,318	11,001	12,391

Synopsis Quarter Results

Concall Notes - Feb-2025: Key Highlights

ABB India has delivered a strong and stable performance in the first quarter of Calendar Year 2025, continuing its growth momentum across key business segments.

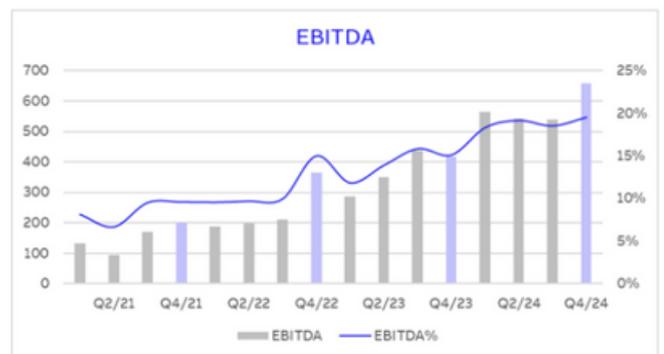
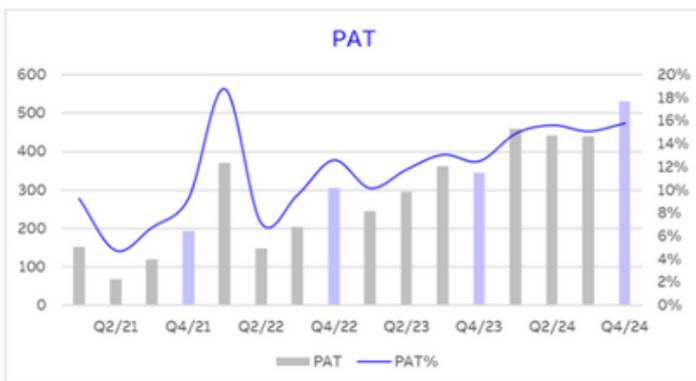
Financial Performance:

- **Revenue: ₹3,160 crore, up 2.6% YoY.** Revenue growth was led by strong execution in Electrification, Motion, and Robotics divisions, despite a minor slowdown in Process Automation.
- **Orders: ₹3,751 crore, up 39% QoQ.** ABB India recorded its highest-ever Q1 order inflow in the last five years, with demand from sectors like railways, data centers, energy, and electronics.
- **Order Backlog: ₹9,958 crore, up 11% YoY.** This provides healthy visibility for future revenues and demonstrates the company's execution pipeline.
- **EBITA: ₹517 crore; EBITA Margin: 16.4%.** Operational efficiency, cost control, and volume growth supported strong margins.
- **Profit Before Tax (PBT): ₹636 crore (20.1% margin)**
- **Profit After Tax (PAT): ₹474 crore, up 3% YoY**
- **Cash & Equivalents: ₹5,756 crore;** the company remains debt-free, underscoring financial strength.

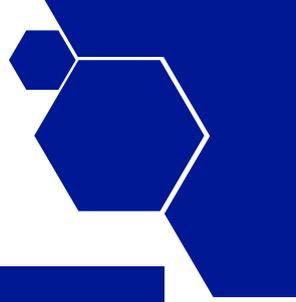
Strategic & Operational Updates:

- **Launched new products in electrification and motion segments.**
- **Sustainability leadership: 87% reduction in Scope 1 & 2 emissions vs. 2019.**
- **Nelamangala campus certified as Mission to Zero™ (carbon neutral).**

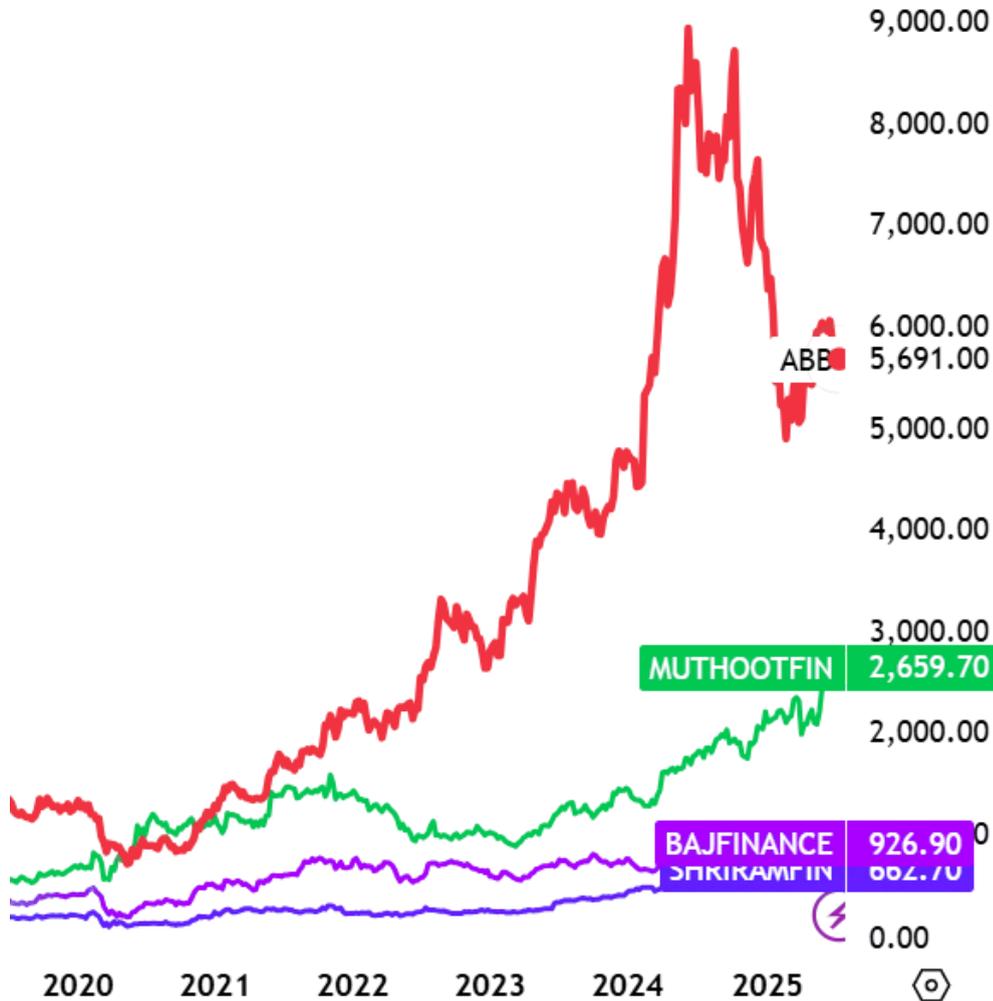
Highlights



Peer Comparison



Peer Stock Performance (5Y) Indexed



Source: Trading View

Peer Financial Performance

Name	CMP Rs.	P/E	Mar Cap Rs.Cr.	Div Yld %	NP Qtr Rs.Cr.	Qtr Profit Var %	Sales Qtr Rs.Cr.	Qtr Sales Var %	ROCE %
ABB	5611.60	62.93	118914.47	0.78	474.63	3.16	3159.56	2.57	38.65
Siemens	3145.70	59.62	112024.87	0.38	582.50	-37.19	4259.00	2.57	23.61
Siemens Ener.Ind	3052.90	265.98	108720.01	0.00	246.10		1879.50		
CG Power & Ind	677.60	112.66	106690.41	0.19	274.26	14.18	2752.77	25.60	37.48
Suzlon Energy	67.20	44.06	91315.80	0.00	1180.98	320.40	3789.94	72.57	32.41

Source: Screener

Final Outlook

LTIM: HOLD | LTP: 5697.00

ABB India has delivered a robust start to CY2025 with strong fundamentals and operational excellence. The company posted a 20.1% PBT margin and ₹474 crore in PAT for Q1, reflecting a consistent uptrend across key financial metrics. Orders surged 39% QoQ to ₹3,751 crore, driven by diversified demand across railways, data centers, energy, and electronics. The ₹9,958 crore order backlog offers solid revenue visibility.

Operationally, ABB continues to leverage its “local-for-local” strategy with over 85% domestic revenues, aided by its multi-division portfolio. Electrification, Motion, and Robotics have shown healthy revenue contributions, though Process Automation lagged slightly. Sustainability remains a key pillar, with ~87% GHG emission reduction (Scope 1 & 2) and 50% facilities certified water positive.

Management commentary and macro tailwinds such as infrastructure spending, green energy focus, and manufacturing push (e.g., AI, renewables, hydrogen) align well with ABB's core capabilities.

Valuation-wise, ABB trades at a premium justified by consistent earnings growth, debt-free status, and sectoral leadership. Risks include geopolitical tensions and commodity price volatility.

Final Verdict: ABB India remains a high-quality, long-term compounder with strong ESG credentials, a healthy order book, and execution capabilities. Maintain Positive Outlook; accumulate on market dips for long-term value.

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