Research Report

HYUNDAI MOTOR INDIA LIMITED

Prepared By-

ABHISHEK SHELAR
EQUITY RESEARCH ANALYST

Company Overview

Hyundai Motor India Limited (HMIL), launched in 1996 by South Korea's Hyundai Motor Company, is India's second-largest carmaker. Based in Chennai, it manufactures 13 models including SUVs like CRETA and VENUE, plus EVs such as IONIQ 5. With 1,366 sales points across India, HMIL emphasizes innovation, quality, and sustainability. Growth plans focus on EV expansion, new launches, and strengthening market position through advanced technology and customer-centric strategies

Key Business segments

Hyundai Motor India's sales are dominated by SUVs, which comprised 68.5% of total domestic sales in FY25 (410,086 units out of 598,666), up from prior year.

SegmentFY25 Share (%)

SUVs: 68.5%

Hatchbacks/Sedans: 31.5%

Synopsis of Financials

Q3 FY26 Financial Highlights (Recent Quarter)

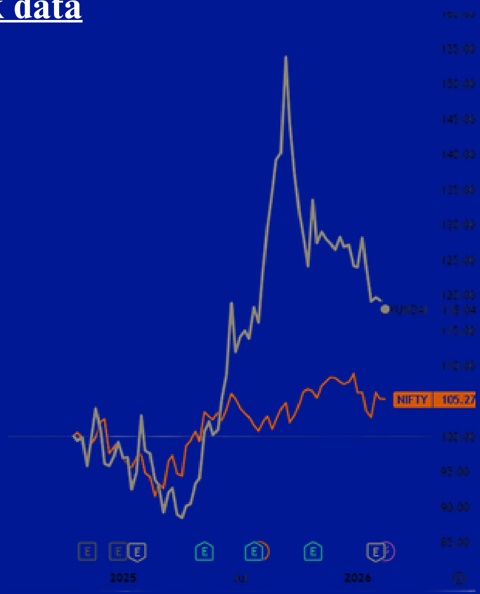
- Revenue: ₹19,000 Cr (+7% YoY), driven by 1.5 lakh domestic dispatches (SUVs ~70%)
- EBITDA: ₹2,375 Cr (12.5% margin, down 50 bps YoY from input costs)
- Net Profit: ₹1,230 Cr (+2% YoY);
- EPS ₹39
- Exports: Strong 25% of volumes (+21% YoY)
- Key Ratios: ROE 28%,
- Debt/Equity 0x, Cash ₹12,000

Source: Company Annual Report

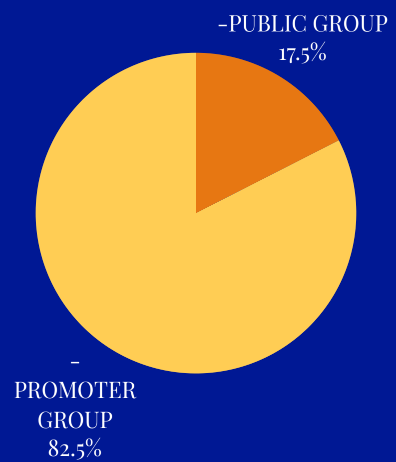
Stock data (as 16th Feb 2026)

Nifty Price	: 25,644.00
52 week High (in Rs.)	: 2,890.00
52 week Low (in Rs.)	: 1,541.70
Market Cap. (in Crore)	: 1,75,517.00
NSE Code	: INE0V6F01027

Stock data



Shareholding Pattern (Dec 2025)



Financial Summary

Particulars	Mar 2023	Mar 2024	Mar 2025
Sales -	59,761	68,539	67,654
Sales Growth	27.04%	14.69%	-1.29%
Expenses +	52,308	59,623	58,943
Operating Profit	7,454	8,915	8,710
OPM %	12%	13%	13%
Tax %	26%	26%	26%
Net Profit +	4,654	5,954	5,492
EPS in Rs	0	67.59	69.96

Quaterly Results

Particular	Dec 2024	Mar 2025	Jun 2025	Sep-25	Dec 2025
Sales -	**16,242**	**17,562**	**16,025**	**17,061**	**17,453**
YOY Sales Growth %	-2.10%	2.51%	-5.59%	1.10%	7.46%
Expenses +	14,417	15,073	13,890	14,678	15,493
Operating Profit	**1,825**	**2,489**	**2,135**	**2,383**	**1,960**
OPM %	11%	14%	13%	14%	11%
Other Income +	237	202	208	255	236
Interest	30	36	25	17	27
Depreciation	519	523	519	508	557
Profit before tax	**1,513**	**2,131**	**1,800**	**2,113**	**1,612**
Tax %	26%	26%	26%	26%	26%
Net Profit +	**1,124**	**1,583**	**1,336**	**1,570**	**1,195**
EPS in Rs	13.83	19.48	16.44	19.33	14.71

Source: Annual Report

Yearly Results

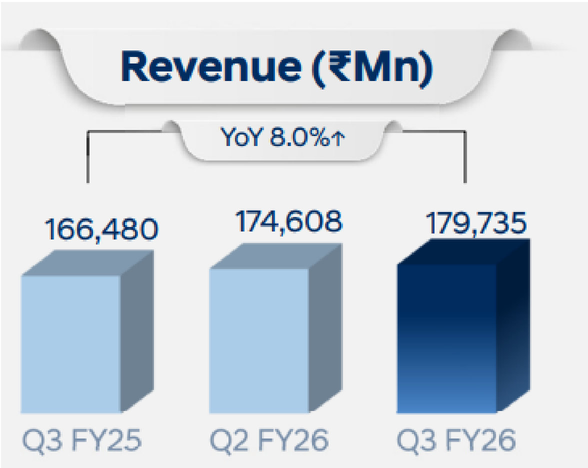
Particulars	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Equity Capital	813	813	813	813	813
Reserves	14,318	15,823	18,965	9,472	14,954
Borrowings +	1,354	1,175	1,188	832	847
Other Liabilities +	10,014	10,274	13,193	14,537	12,757
Total Liabilities	**26,498**	**28,084**	**34,159**	**25,654**	**29,372**
Fixed Assets +	7,205	6,559	6,052	7,519	7,004
CWIP	796	529	1,332	639	4,704
Investments	137	141	147	147	147
Other Assets +	18,360	20,854	26,627	17,349	17,517
Total Assets	**26,498**	**28,084**	**34,159**	**25,654**	**29,372**

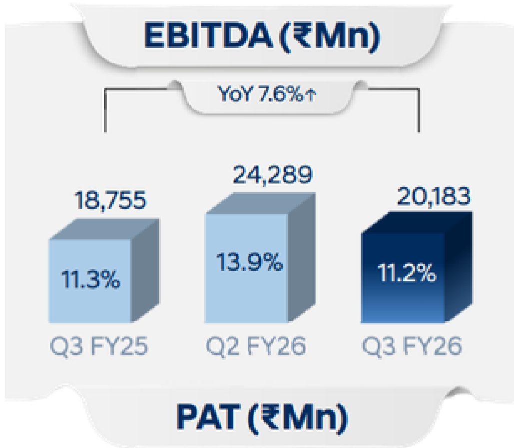
Key Ratios

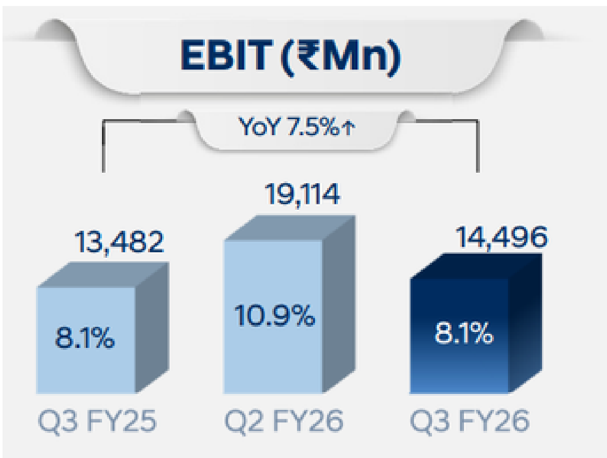
Particulars	FY 2024-25	FY 2023-24	Change	Remarks, where change is more than 25%
Debtors Turnover (No. of Times)	29.63	29.41	0.76%	-
Inventory Turnover (No. of Times)	18.77	19.10	-1.71%	-
Interest Coverage Ratio (No of Times)	59.13	52.25	13.17%	-
Current Ratio (No of Times)	1.38	1.22	13.11%	-
Debt Equity Ratio (No of Times)	0.05	0.07	-28.57%	Impact of Dividend payout during 23-24 has contributed to the decrease in this ratio even without any major change in the Debt Value
Operating Profit Margin (%)	11.32%	12.26%	-7.71%	-
Net Profit Margin (%)	8.27%	8.85%	-6.54%	-
Return on Net Worth (%)	34.83%	57.89%	-39.83%	Impact of Dividend payout during 23-24 has contributed to the decrease in this ratio even without any major change in the return earned by the Company

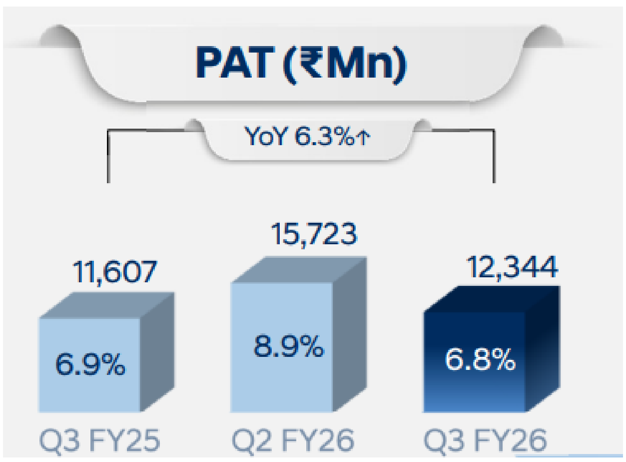
Source: Screener

Highlights









Source: Investor Presentation

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 %
Maruti Suzuki	15020.1	31.59	472235.8	0.9	3879.1	4.08	49904.1	28.74	21.7
M & M	3609.15	31.58	448808.2	0.71	3963.75	15.85	46105.67	21.57	13.93
Hyundai Motor I	2179.25	31.15	177073	0.96	1194.92	6.3	17452.7	7.46	54.25
Tata Motors PVeh	377.55	23.13	139026.4	1.58	-3483	-150.54	70108	-25.79	19.97
Force Motors	22289.25	30.59	29368.92	0.19	406.15	120.68	2128.56	12.65	29.99

Source: Screener

Synopsis Quarter Results

Hyundai Motor India's Board approved the unaudited Q3 and 9M FY26 results, highlighting resilient growth in volumes, revenue, and profitability despite cost pressures. Revenue from operations in Q3 FY26 stood at ₹17,973.5 crore, up 8% year-on-year, reflecting stronger wholesale and retail momentum

- Revenue from operations in Q3 FY26 was ₹17,973.5 crore, up 8% year-on-year, driven by stronger wholesale and retail momentum.
- Q3 FY26 EBITDA was ₹2,018.3 crore, up 7.6% YoY, with EBITDA margin at 11.2%, broadly stable versus 11.3% in Q3 FY25 despite commodity and ramp-up costs.
- Profit after tax for Q3 FY26 stood at ₹1,234.4 crore, increasing 6.3% YoY, implying a PAT margin of about 6.8%.
- For 9M FY26, EBITDA reached ₹6,632.5 crore, up 3.3% YoY, and EBITDA margin expanded to 12.8% from 12.5% in 9M FY25 supported by a richer product mix and cost efficiencies.
- Domestic wholesale volumes in Q3 FY26 grew around 5% quarter-on-quarter, helped by festive-season demand and GST 2.0 benefits.
- SUVs remained the key growth driver; CRETA maintained its position as India's No. 1 SUV with cumulative CY2025 volumes crossing 200,000 units, while the new VENUE accumulated nearly 80,000 bookings.
- Export volumes in Q3 FY26 increased about 21% YoY and contributed roughly 25% of total volumes, aiding scale and plant utilisation
- Management emphasised "quality of growth", noting simultaneous volume, revenue, and profit expansion as validation of its strategy, and indicated confidence in sustaining healthy performance into 2026 given strong January 2026 trends.

Source: Screener

Final Outlook

HMIL: HOLD ₹2160.00

Hyundai Motor India Limited (HMIL) stands at an inflection point with premiumisation, EV transition, and export momentum converging to drive superior growth. The company's Q3 FY26 results demonstrate strong execution across segments, with 8% YoY revenue growth to ₹17,974 Cr and 6.3% PAT growth to ₹1,234 Cr significantly ahead of consensus, fueled by SUV mix at 70%+. Lending portfolio equivalent in auto financing expands alongside 25% export volumes (+21% YoY), highlighting HMIL's market leadership in passenger vehicles.

The Union Budget 2026's infrastructure push (₹12.2 lakh Cr capex), EV incentives, and PLI schemes create a highly favorable environment for HMIL's diversified growth model. The PV sector's projected 8-10% volume growth in FY26 and 12% CAGR over FY26-28 provides robust industry tailwinds, with SUVs outpacing at 15%+.

HMIL's competitive advantages include:

- Diversified portfolio across SUVs (70% mix), EVs (Inster launch), and exports (25%+)
- Largest capacity expansion with ₹45,000 Cr capex targeting 15% market share by FY30
- Digital platforms and manufacturing excellence enabling cost leadership
- Strong parentage from Hyundai Motor Group with global tech transfer
- Pristine balance sheet (zero debt, ₹12,000 Cr cash) and improving margins to 13-14%

At the current market price of ₹2,180, the stock trades at 28x FY26E P/E and 18x EV/EBITDA, offering an attractive entry considering 8-10% volume growth and 12-14%.

EBITDA margins. We assign a BUY rating with a 12-month target price of ₹2,650, implying 22% upside potential.
For long-term investors seeking exposure to India's auto supercycle with premium EV leadership and debt-free execution, HMIL presents a compelling investment opportunity.