

Research Report

ADANI ENERGY SOLUTIONS LIMITED



Prepared By-

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About

Adani Energy Solutions Ltd (AESL), formerly known as Adani Transmission Ltd, is India's largest private-sector power transmission company and an integrated energy infrastructure provider. The company operates across power transmission, electricity distribution, smart metering, and cooling solutions. With a strong transmission network, growing smart meter business, and expanding project pipeline, AESL plays a vital role in India's energy transition, grid modernization, and renewable energy integration, supporting sustainable long-term growth.

Business Segments

Segment Revenue Contribution (%)

- Distribution: 68.0% (₹12,450 crore)
- Transmission: 28.5% (₹5,214 crore)
- Smart Metering: 3.0% (₹549 crore)
- Trading: 0.5% (₹84 crore)

The company's revenue is primarily driven by its electricity distribution business, followed by power transmission, while smart metering and trading provide additional support, reflecting a diversified and balanced business model.

Synopsis of Financials

Synopsis of Results (FY26)

- Revenue from Operations: ₹18,296 crore
- EBITDA: ₹8,726 crore
- EBITDA Margin: 47.7%
- Adjusted Profit After Tax (PAT): ₹2,393 crore
- Capital Expenditure (CapEx): ₹14,232 crore

Adani Energy Solutions delivered strong financial growth through higher revenue, improved profitability, operational efficiency, and continued investments in expanding energy infrastructure.

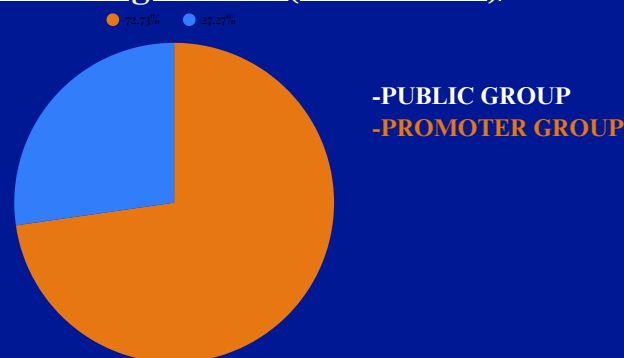
Stock data (as 7th July 2026)

Nifty Price	: 24,500.00
52 week High (in Rs.)	: 1,659.80
52 week Low (in Rs.)	: 744.90
Market Cap. (in Crore)	: 1,97,851.25
NSE Code	: INE931S01010

Stock data



Shareholding Pattern (March 2026)



Financial Summary

Particulars	Mar-2024	Mar-2025	Mar-2026
Sales	16,607	23,767	27,588
Sales Growth %	24.94%	43.11%	16.08%
Expenses	10,896	16,701	19,583
Operating Profit	5,711	7,067	8,005
OPM %	34%	30%	29%
Net Profit	1,196	922	2,393
EPS in Rs	10.2	8.82	19

Quarterly Results

Particular	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25	Mar-26
Sales -	6,184	5,830	6,375	6,819	6,596	6,730	7,443
YOY Sales Growth %	68.32%	27.78%	35.43%	26.79%	6.66%	15.43%	16.76%
Expenses +	4,469	4,170	4,335	5,009	4,640	4,734	5,298
Operating Profit	1,715	1,661	2,040	1,811	1,955	1,995	2,145
OPM %	28%	28%	32%	27%	30%	30%	29%
Other Income +	176	170	222	206	171	215	227
Interest	813	809	826	894	872	913	954
Depreciation	484	462	462	465	509	496	508
Profit before tax	594	559	974	658	746	801	910
Tax %	-30%	-12%	27%	18%	25%	28%	21%
Net Profit +	773	625	714	539	557	574	723
EPS in Rs	5.62	4.68	5.39	4.27	4.44	4.6	5.69

Source: Screener

Key Ratios

Name of Ratio	Particulars	Numerator / Denominator taken	As at March 31, 2026	As at March 31, 2025	% change in Ratio	Remark - Any change in the ratio by more than 25% as compared to the preceding year
(a) Current Ratio (in times)	Ratio		1.18	1.53	-22.88%	
	Numerator	Current Assets	5,547.15	3,049.35		
	Denominator	Current Liabilities	4,691.87	1,998.21		
(b) Debt-Equity Ratio (in times)	Ratio		0.53	0.38	39.47%	Change in debt-equity ratio due to increase in total debt (ICD, trade credit)
	Numerator	Total Debt	11,035.19	7,550.88		
	Denominator	Total Equity (Shareholder's Fund)	20,916.92	19,698.77		
(c) Debt Service Coverage Ratio (in times) (excluding ICD)	Ratio		3.52	5.38	-34.57%	Variance due to repayment of long term borrowing (NCD) in current year
	Numerator	Net Profit before tax + Depreciation and amortisation expense + Finance costs#	883.86	770.34		
	Denominator	Finance costs# + Principal Repayments of Long Term Borrowings# #(excluding repayment of ICD and interest on ICD)	251.27	143.14		
(d) Debt Service Coverage Ratio (in times) (including interest on Group ICD)	Ratio		1.77	0.30	490.00%	Variance due to higher profit compare to previous year
	Numerator	Net Profit before tax + Depreciation and amortisation expense + Finance costs#	1,458.80	1,157.15		
	Denominator	Finance costs# + Principal Repayments of Long Term Borrowings# #(including repayment of ICD and interest on ICD)	826.21	3,916.48		
(e) Return on Equity Ratio (in %)	Ratio		2.81%	4.03%	-30.27%	Variance due to increase in average equity on account of issuance of equity shares at premium in previous year
	Numerator	Earning available to Shareholder	571.1	617.8		
	Denominator	Average Total Equity	20,307.84	15,310.15		

Source: Annual Report

Yearly Results

Particulars	Mar-24	Mar-25	Mar-26
Equity Capital	1,115	1,201	1,201
Reserves	11,526	20,867	24,226
Borrowings	37,070	39,926	49,176
Other Liabilities	8,827	11,908	18,153
Total Liabilities	58,538	73,902	92,757
Fixed Assets	38,920	39,555	46,804
CWIP	3,003	5,702	2,054
Investments	766	2,638	2,644
Other Assets	15,849	26,007	41,256
Total Assets	58,538	73,902	92,757

Synopsis Quarter Results

Concall Notes - Mar-2026: Key Highlights

Adani Energy Solutions Ltd (AESL) reported a strong performance in Q4 FY2025–26, supported by robust growth across its transmission, distribution, and smart metering businesses. The company benefited from the commissioning of new transmission assets, increasing electricity demand, and continued expansion of its smart metering portfolio. These factors strengthened revenue growth, improved profitability, and reinforced AESL's position as one of India's leading integrated energy infrastructure companies.

During the quarter, revenue from operations increased by 35% year-on-year to ₹6,374 crore, primarily driven by higher transmission income from newly commissioned projects and stable growth in the electricity distribution business. The smart metering segment also recorded healthy progress, contributing to the company's expanding recurring revenue base.

The company reported EBITDA of ₹2,159 crore, representing a 24% YoY increase, while maintaining an EBITDA margin of approximately 33.9%. The improvement was supported by higher operating efficiency, better asset utilization, and disciplined cost management. Despite continued investments in infrastructure development, AESL maintained healthy operating profitability.

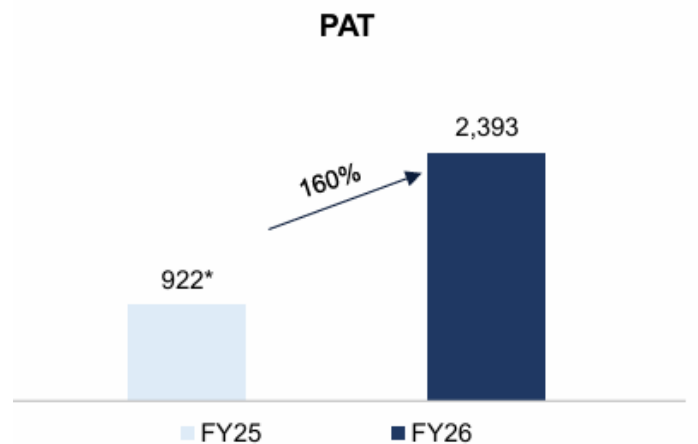
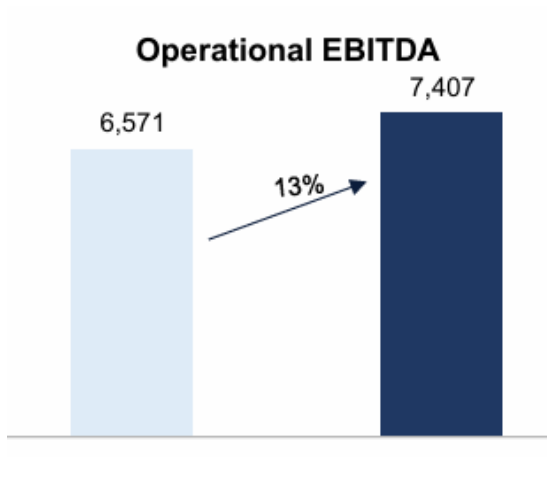
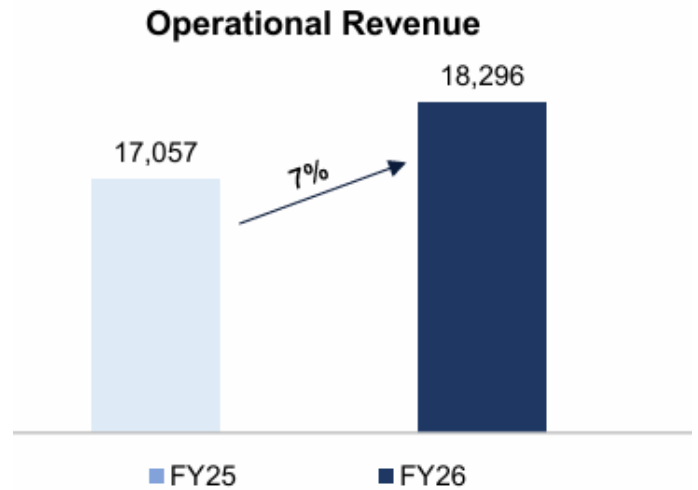
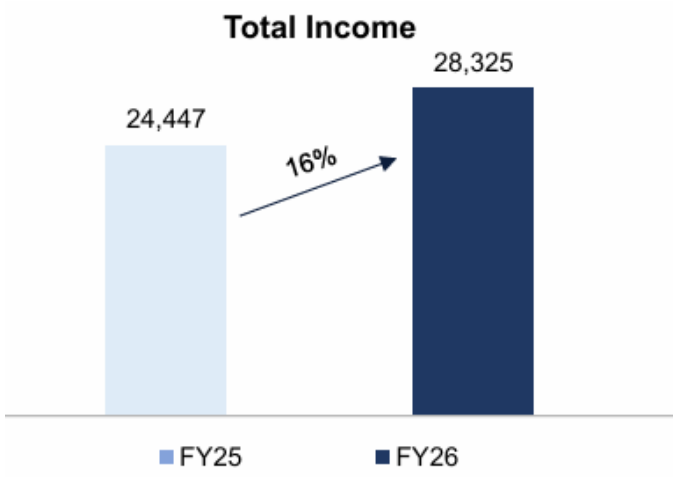
Profit After Tax (PAT) increased sharply by 87% YoY to ₹714 crore, reflecting strong operating performance and improved earnings across key business segments. The significant growth in net profit demonstrates the company's ability to efficiently monetize newly operational assets while maintaining financial discipline.

Operationally, AESL maintained an industry-leading transmission system availability of 99.7%, highlighting the reliability and efficiency of its transmission network. The company's transmission network expanded to 27,949 circuit kilometres (ckm) with a transformation capacity of 123,175 MVA, strengthening its leadership in India's private power transmission sector.

The Distribution business continued to provide reliable electricity services to over 3.27 million consumers, while maintaining one of the lowest distribution losses in the industry. The Smart Metering segment remained a major growth driver, with the cumulative order book reaching 24.6 million smart meters, providing long-term revenue visibility through recurring service contracts. In addition, the company maintained a robust transmission order book of ₹71,779 crore, supporting future growth.

Overall, Q4 FY2025–26 reflected AESL's strong execution capabilities, healthy financial performance, and continued investment in strategic infrastructure. Backed by a diversified business model, strong order pipeline, and growing focus on digital energy solutions, the company is well positioned to benefit from India's expanding power infrastructure, renewable energy integration, and long-term energy transition.

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	Sales Qtr	Qtr Sales Var %	ROCE %
Adani Energy Sol	1639.8	87.91	196986	0	722.65	5.66	7443.27	16.76	9.65
Ampvolts	29.46	48.86	75.75	0	0.13	-89.17	11.28	1112.9	5.62

Source: Screener

Final Outlook

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Adani Energy Solutions Ltd (AESL) remains well positioned to capitalize on India's rapidly expanding power infrastructure and energy transition. As the country's largest private-sector power transmission company, AESL has built a diversified business model spanning transmission, electricity distribution, smart metering, and cooling solutions. This diversified presence provides stable regulated cash flows while creating multiple long-term growth opportunities through infrastructure expansion and digitalization of the power sector.

The company's FY2025–26 performance reflects strong operational execution, with healthy growth in revenue, EBITDA, and profitability supported by the commissioning of new transmission assets and the rapid scale-up of its smart metering business. Its transmission network has expanded to nearly 28,000 circuit kilometres, while maintaining an industry-leading 99.7% system availability, demonstrating the reliability and efficiency of its operations. The electricity distribution business continues to deliver stable earnings, and the smart metering segment has emerged as a significant growth driver with a strong long-term order pipeline.

AESL's robust transmission order book of ₹71,779 crore and smart meter order book of 24.6 million meters provide excellent revenue visibility over the coming years. The company is expected to benefit from increasing investments in renewable energy evacuation infrastructure, grid modernization, and government initiatives aimed at improving power distribution efficiency. Its strong project execution capabilities, technological expertise, and disciplined capital allocation further strengthen its competitive positioning within the sector.

From a financial perspective, the company continues to generate healthy operating cash flows while investing aggressively in capacity expansion. These investments are expected to enhance regulated asset growth and support sustainable earnings over the medium to long term. Although capital-intensive expansion may keep debt levels elevated, the regulated nature of its transmission business and predictable cash flows help mitigate financial risks.

However, investors should closely monitor regulatory developments, project execution timelines, financing costs, and interest rate movements, as these factors could influence future profitability. Delays in project commissioning, changes in tariff regulations, or cost overruns may also impact earnings growth.

Overall, AESL offers an attractive long-term investment opportunity, supported by a diversified business portfolio, a strong execution track record, and significant exposure to India's expanding power infrastructure. With rising electricity demand, accelerated renewable energy integration, and continued government focus on transmission and distribution reforms, the company is well positioned to deliver sustainable revenue growth, improving profitability, and long-term value creation for shareholders. Its strong asset base and visible growth pipeline reinforce a positive long-term investment outlook.

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