SHRIRAM
Financial Services
associated with Sanlam group

Diwali Picks 2026

03 November 2026

Diwali Picks 2026 (SAMVAT 2083)

Sr. No.	Stock	CMP*	MCap (₹ crs)	Target Price (₹)	Potential Upside (%)
1	Aeroflex Industries Limited (AEROFLEX)	514	7098	680	32%
2	Dr. Lal Path Labs Ltd. (LALPATHLAB)	1887	31867	2240	19%
3	Eternal Limited (ETERNAL)	344	316597	400	16%
4	ICICI Bank Limited (ICICIBANK)	1387	1003916	1620	17%
5	Karur Vysya Bank Limited (KARURVYSYA)	345	34425	418	21%
6	Larsen & Toubro Limited (LT)	3940	532714	4500	14%
7	LG Electronics India Limited (LGEINDIA)	1682	112771	1950	16%
8	Navin Fluorine International Limited (NAVINFLUOR)	8406	44556	10080	20%
9	Radico Khaitan Limited (RADICO)	4100	54757	5000	22%
10	Sona BLW Precision Forgings Limited (SONACOMS)	906	55672	1000	10%
11	Titan Company Limited (TITAN)	4476	393455	5250	17%
	Potential Upside				**~19%**

* CMP as on 02 November 2026 **Benchmark Index:** Nifty 500

*AEROFLEX is not in Nifty 500

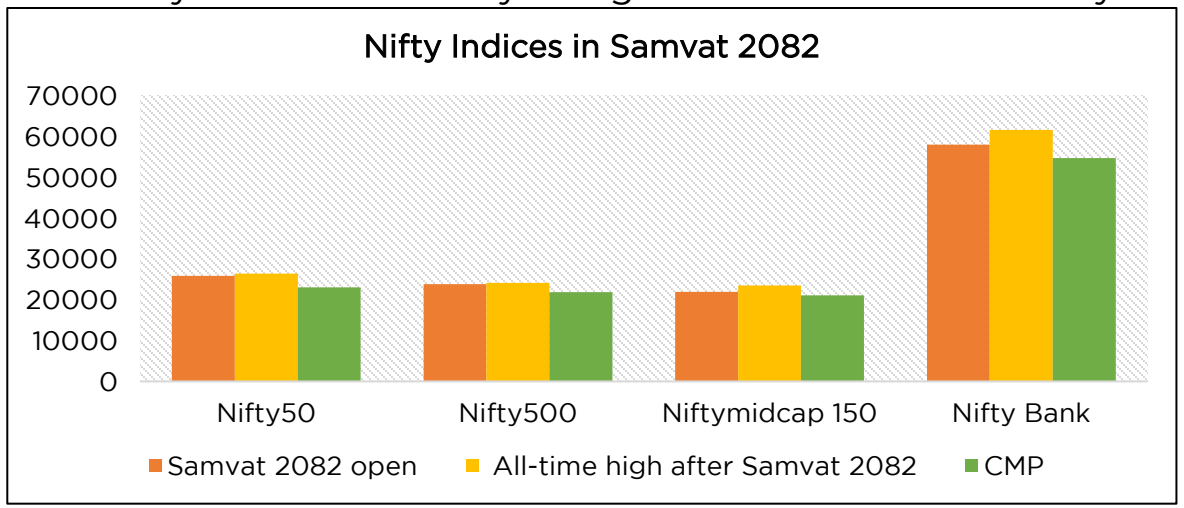
Portfolio Beta	1.09
NSE 500 Beta	1.06

Indian Equities - Where we Stand This Diwali..

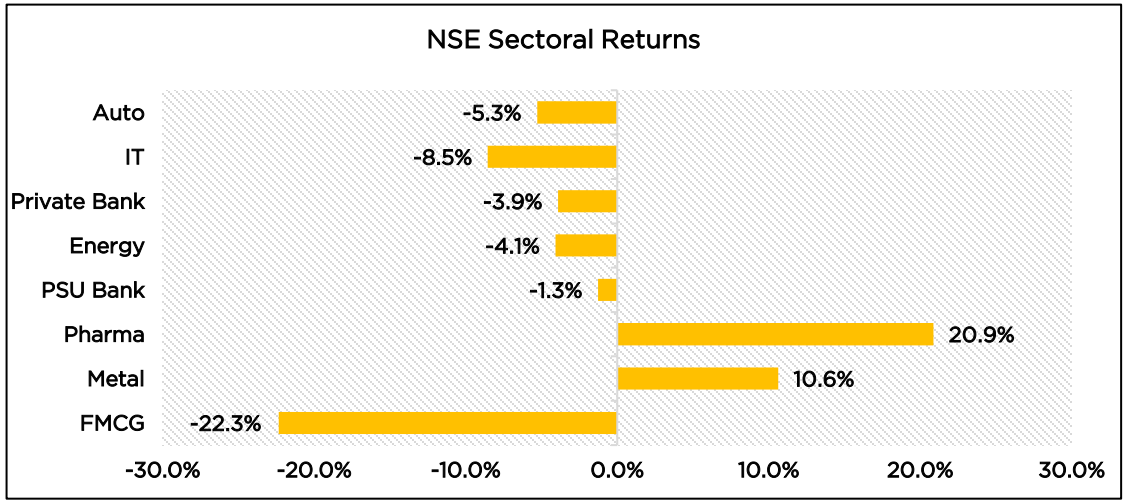
Dear Investors,

Samvat 2082 began on high expectation on the back of Fiscal and monetary support by Policy makers but closes with a **double-digit** decline due to global geopolitical tensions, initially it was tariffs related concerns and later on ME tensions. This led to energy supply disruptions and higher prices. inflationary concerns and strengthening of interest rates, —a reminder that Diwali optimism does not always translate into positive market returns. Now Samvat 2083 approaching in a week, the focus shifts to the year's equity-market scorecard: index performance, corporate earnings, policy and tax changes, investment flows, and the influence of crude oil prices with stability of rupee.

The Nifty 50 is down around ~8% in Samvat 2082 and about 11% off its all-time high with nearly ten weeks into this CY26; an unusually bearish Samvat year against the index's own 25-year history which has mostly shown positive Diwali-to-Diwali returns.



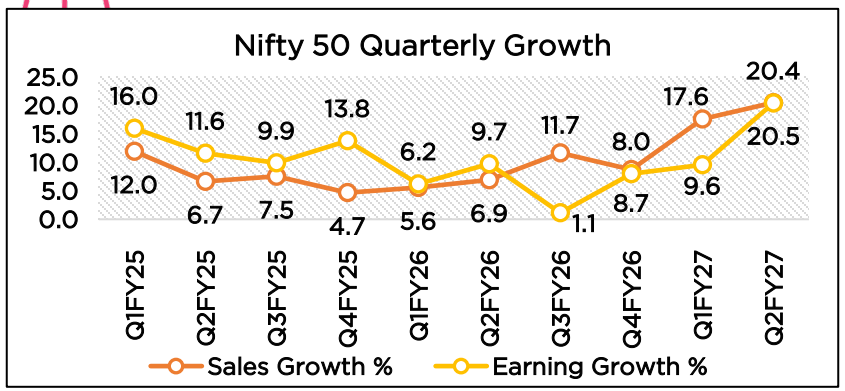
Midcaps Outperform as Nifty50 Lags



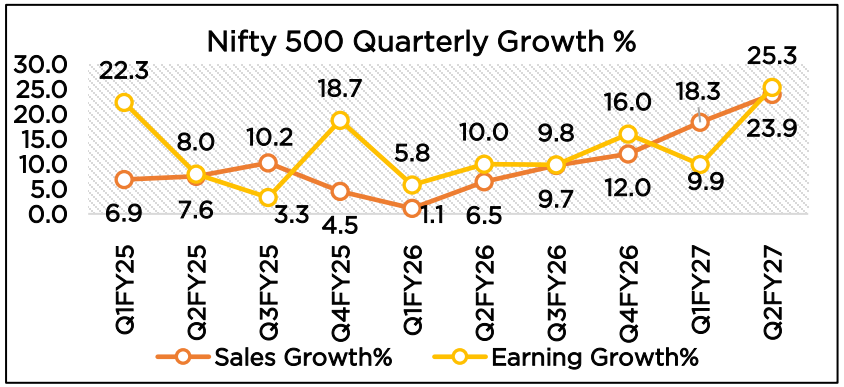
Pharma and Metals outperforms

* CMP as on 30 October 2026

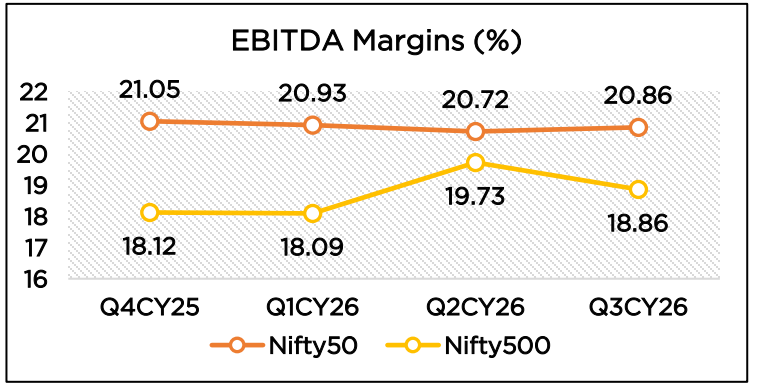
Samvat 2083: Data Supporting Recovery



Revenue/Earning Growth improving in FY27

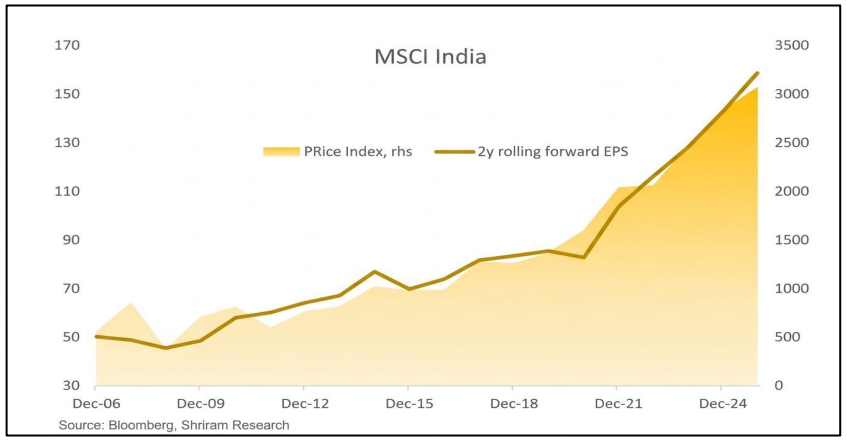


Consistent Quarterly Growth in last few quarters

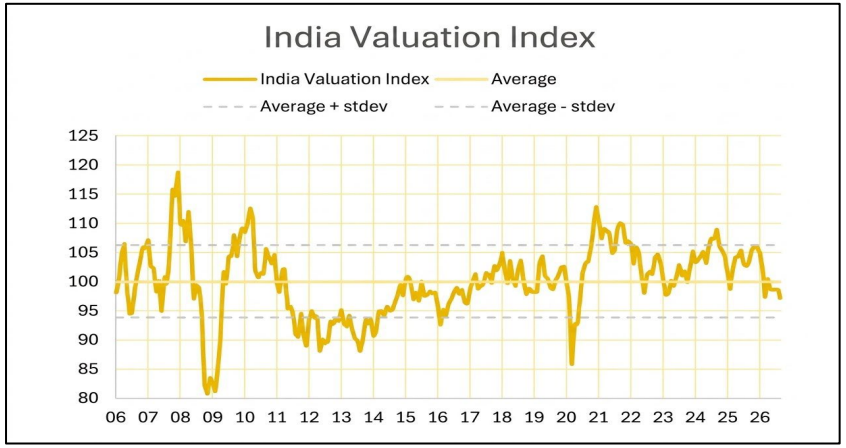


Stable margins despite input cost pressure

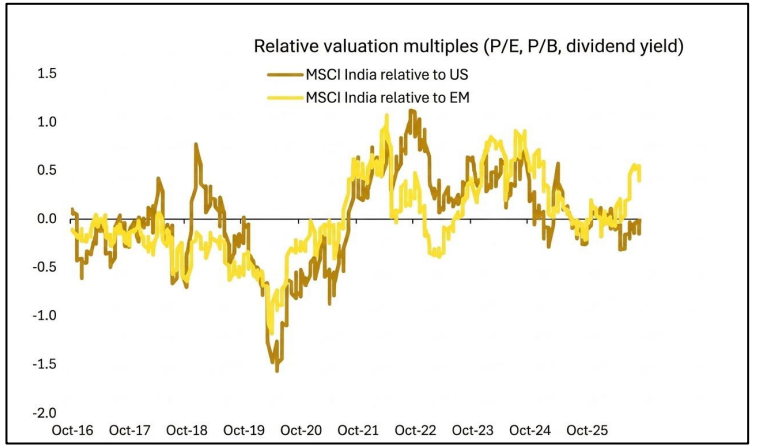
Consensus Data



Long-term growth intact; revisions in Earnings improving



Relative valuation has improved

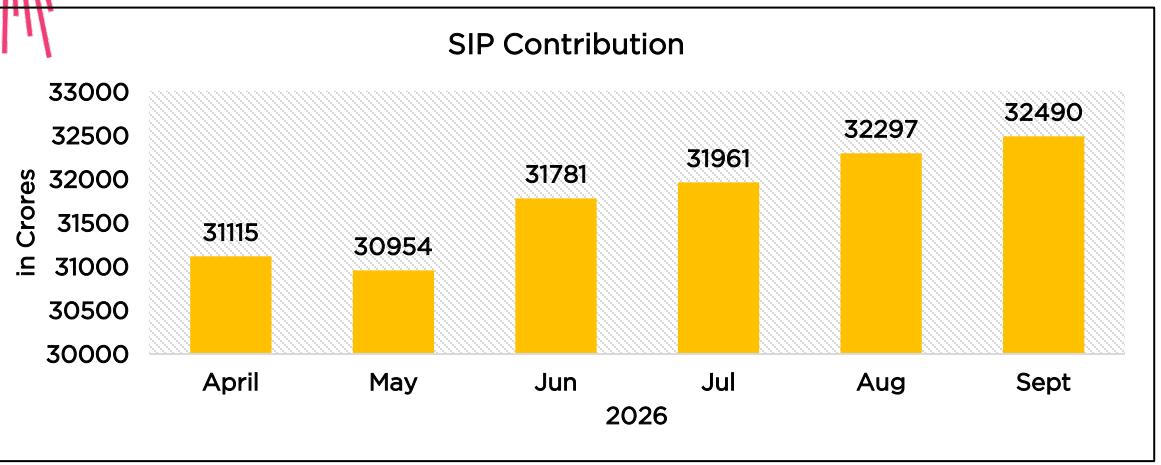


Valuation better on long term averages

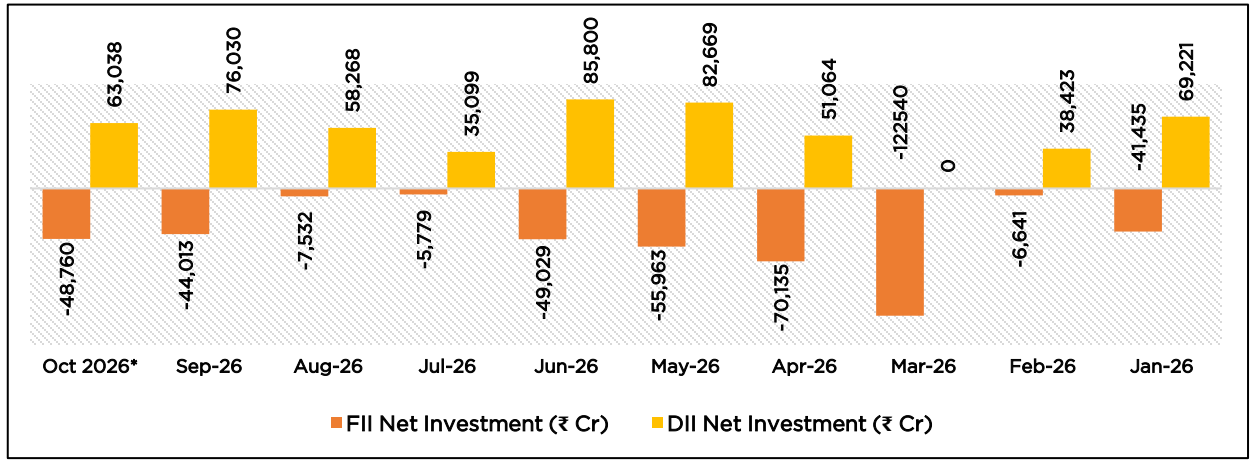
** Q2FY27 data updated till 3rd Nov 2026*

Source: Bloomberg, Shriram Research

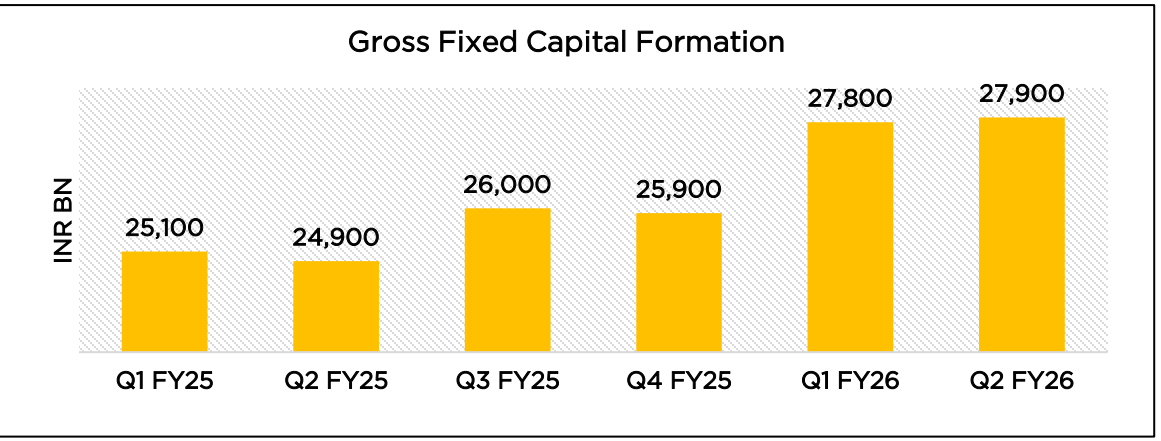
Samvat 2083: Data Supporting Recovery



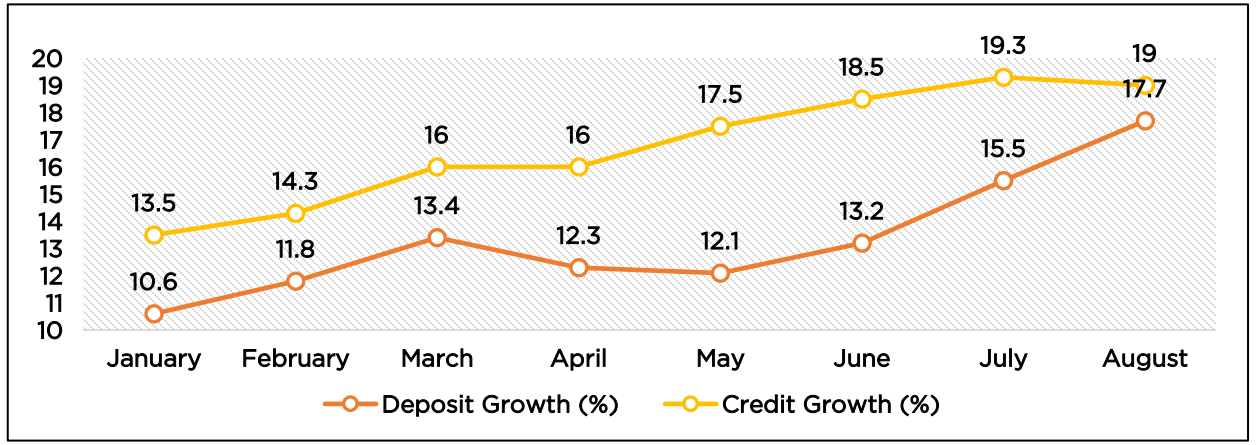
September SIP at a record high



Strong domestic institutional participation continues



A steady upward trajectory; recovery in private capex



Credit growth of ~19% : shows strong domestic demand/activity

Source: tradingeconomics

Source: RBI

Samvat 2083: A year for Patience, Not Prediction

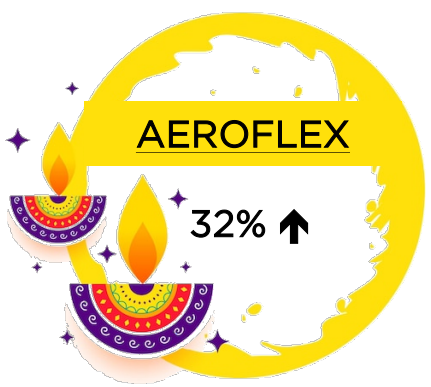
As we enter into Samvat 2083, the story should not be reduced to the correction of the past year or tough global environments but focus should be on India's resilient domestic demand, expanding investment cycle, and sustained household participation in equities which offers credible reasons for optimism in coming year

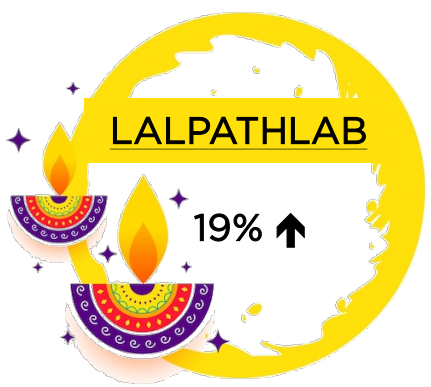
External headwinds and global risk weighs on sentiments, even as the domestic economy continues to expand. Higher Crude oil prices affects us through multiple channels: raises the import bill effecting currency, fuels inflation, and squeezes margins for corporates. Currency weakness can also make foreign investors more cautious, particularly when global bond yields are attractive. FPI flows, however, should be seen as a sentiment indicator rather than the sole determinant of India's prospects. Foreign investors often react quickly to global liquidity, geopolitical tensions, and relative valuations. However domestic investors can take a longer term view backed by improvement in corporate earnings, expected improvement in global situations and favourable policy support.

Samvat 2083 looks would reward investors who tracks fundamental numbers rather than emphasising on daily market noise. For investors, the new Samvat should therefore be about quality, patience and discipline. If inflation moderates, crude oil cools, earnings estimates improves then it will have positive impact on our relative valuations to global markets as a result foreign flows would start chasing value ideas on longer horizon.

Diwali symbolises the victory of light over darkness. For Indian equities, Samvat 2083 will be rewarding not for those who predict the next rally, but for those who remain invested in India's structural story while respecting the discipline of valuation and risk.

Diwali Picks 2026 (SAMVAT 2083)

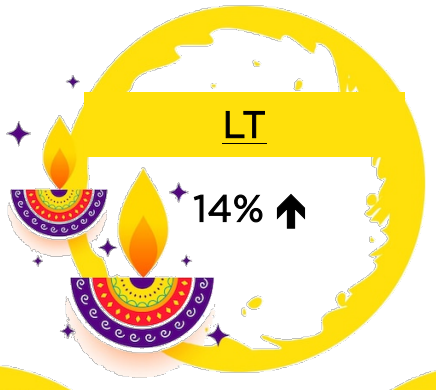








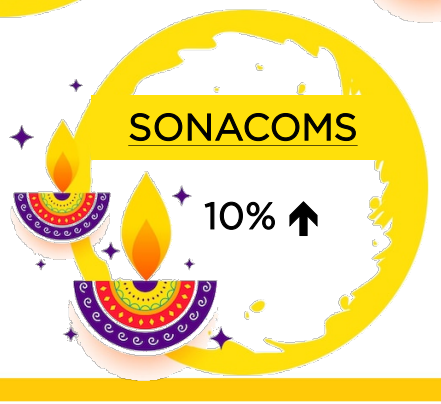


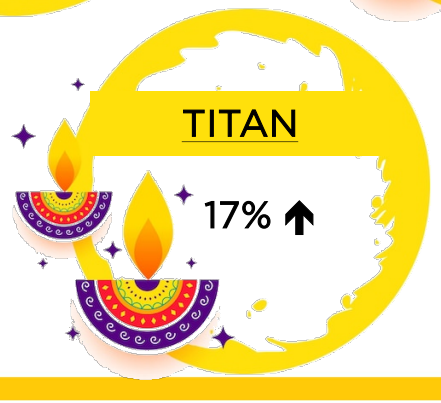












Aeroflex Industries Limited (AEROFLEX)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
514	7098	680	32%

- Aeroflex posted a blockbuster set of numbers in Q2FY27, crossing a major milestone by registering consolidated revenue of ₹207.4 crore, an impressive 87% YoY surge compared to ₹111 crore in the corresponding period last year. EBITDA surged 94.5% YoY to ₹50.3 crore, while EBITDA margins expanded to 24.3%. This acceleration highlights robust operating leverage, robust execution, and a rapidly expanding contribution from high-value engineering solutions.
- Management has substantially upgraded its outlook, fueled by immense structural tailwinds. Driven by the global artificial intelligence and high-performance computing boom, data centers are shifting rapidly from air to liquid cooling. Aeroflex has capitalized on this transition through its liquid cooling skid assemblies, where FY27 revenue targets have been sharply revised upward to ₹150–200 crore because initial goals are slated to be met as early as Q3. Backed by this momentum, full-year FY27 revenue growth is guided at approximately 60% (targeting ₹715–725 crore), with a clear, ambitious line-of-sight toward ₹1,500 crore in revenue by FY30 while retaining healthy 25% EBITDA margins.
- To support this exponential demand, the company has committed a substantial ₹202 crore capital expenditure program running through March 2028. This brownfield expansion will scale up total hose manufacturing capacities to 30 million meters and boost liquid cooling skid production capacity to 30,000 units annually.
- Aeroflex Industries is transitioning seamlessly from a traditional component maker into a premier high-tech thermal management and fluid solutions powerhouse. With surging financial metrics, visionary capacity planning, and world-class tailwinds at its back, the company stands exceptionally well-positioned to deliver sustained, compounding value for stakeholders going ahead.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	720.0	60.2	167.7	68.2	23.7	113.2	104.0	61	20.9
FY28E	910.6	28.7	218.5	30.3	24.0	145.4	28.4	48	21.8

Source: *Bloomberg Estimates*

Aeroflex Industries Limited (AEROFLEX)

Technical Outlook



On the weekly chart, Aeroflex Industries has witnessed a strong up move and continues to form higher highs, indicating a positive price structure. The medium- to long-term outlook remains bullish.

Technically, the stock has found support near its rising trendline and staged a strong recovery. Going ahead, the **40-week SMA near ₹389** remains the major support. Sustained momentum could drive the stock towards the **₹680** target in the coming months.

Strategy: Maintain a bullish view, with ₹389 as the key positional support and ₹680 as the potential upside target.

TAGLINE: *Aeroflex Industries maintains a strong uptrend—rising trendline support and higher highs favour further upside towards ₹680.*

Dr. Lal Path Labs Ltd. (LALPATHLAB)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
1887	31867	2240	19%

- Dr. Lal PathLabs has a strong brand and an extensive network of 312 labs, 7,727 patient service centres, and 13,935 pick-up points, with Tier 3+ markets contributing 39% of FY26 revenue. Continued network expansion and growing presence in smaller markets are expected to drive growth at 1.3–1.4x the industry rate over the next 4–5 years.
- Specialised and semi-specialised tests account for around 30% of test volumes. The company has added over 100 new tests in the last two years and invested in Illumina's NovaSeq X technology to strengthen genomics. SwasthFit contributed ₹739 crore (27% of FY26 revenue), with management indicating 20% growth, while Sovaaka is being developed as a premium wellness offering.
- The company plans to add 12–15 laboratories in FY27 and strengthen radiology services. The 70% stake acquisition in SN Genelab for ₹168 crore will strengthen genomics and molecular pathology and provide cross-selling opportunities.
- The company delivered revenue, EBITDA and PAT CAGRs of 11%, 17% and 28%, respectively, over FY23–FY26. Q1FY27 revenue grew 19.1% YoY, supported by healthy volume growth and a 10% increase in revenue per patient, while EBITDA margin improved to 31%. Management expects FY27 revenue growth of 13–15%, driven by better test mix, pricing improvement, and higher samples per patient. Over FY26–FY28E, revenue, EBITDA and PAT are projected to grow at CAGRs of 15%, 18% and 21%, respectively, with EBITDA margins improving from 28% to 30%. Valuations remain stable around at 51.2x FY27E against 3 year average PE of 55.1x and 43.7x FY28E P/E.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	3208	16%	936	20%	29%	624	24%	51.2	24.2
FY28E	3665	14%	1082	16%	30%	734	18%	43.7	23.4

Source: *Bloomberg Estimates*

Dr. Lal Path Labs Ltd. (LALPATHLAB)

Technical Outlook



The stock has triggered a long-term trendline breakout, supported by a strong volume breakout, indicating fresh buying interest. The primary trend remains bullish, with the **40-week moving average near ₹1,640** acting as a strong demand zone.

Technically, any correction towards **₹1,700–1,800** should be viewed as an opportunity to accumulate fresh long positions, with an upside target of **₹2,240**.

Strategy: Maintain a bullish outlook and consider adding fresh longs on dips towards ₹1,700–1,800.

TAGLINE: *Long-term trendline breakout backed by strong volumes signals bullish momentum, with potential upside towards ₹2,240.*

Eternal Limited (ETERNAL)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
344	316597	400	16%

- Eternal has built a large consumer internet ecosystem, with Food Delivery customers increasing from 5.6 million to 20.6 million and combined B2C NOV growing 5.5x to ₹61,852 crore between Mar-20 and Mar-25. Growth in customers, restaurant partners and order value strengthens its platform network.
- Blinkit's dark-store network expanded nearly 6x to 2,243 stores by Mar-26, supported by rising customer adoption and improving store productivity. Positive adjusted EBITDA in Q2FY27 and plans to expand to 5,000 stores by FY28 provide scope for further growth and margin improvement. A strong customer and restaurant network, along with improving order value, supports growth. Q2FY27 NOV increased 21.5% YoY and adjusted EBITDA grew 25% to ₹630 crore.
- District's NOV increased nearly 5.8x between Mar-23 and Mar-25, while Q2FY27 growth stood at 58% YoY. Improving operating leverage and management's 4–6 quarter breakeven target provide scope for profitability improvement.
- Its integrated customer, restaurant, and delivery network, supported by Blinkit's dark-store infrastructure, technology and brand recall, strengthens its competitive position and supports market expansion.
- Revenue, EBITDA, and PAT are projected to grow at CAGRs of 68%, 127%, and 183%, respectively, over FY26–FY28E, with EBITDA margin improving to 4%. However, valuations of 269x FY27E and 108x FY28E earnings leave limited room for execution shortfalls.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	1,01,500	87%	3,251	169%	3.20%	1,082	196%	268	3.6%
FY28E	1,53,200	51%	6,236	92%	4.10%	2,924	170%	107	8.8%

Source: *Bloomberg Estimates*

Eternal Limited (ETERNAL)

Technical Outlook



On the weekly chart, Eternal has witnessed a strong recovery and is forming a rounding-bottom structure, which indicates a potentially strong bullish setup. The formation is further supported by higher-high swing patterns, reinforcing the overall positive price structure.

The rounding pattern indicates a potential price formation of 80–90 points, suggesting a medium- to long-term upside target of **₹400+**.

Strategy: Maintain a bullish outlook, with a focus on the continuation of the higher-high structure and rounding-bottom breakout.

TAGLINE: *Eternal is shaping a strong rounding-bottom formation, supported by higher highs, with potential medium- to long-term upside towards ₹400+.*

ICICI Bank Limited (ICICIBANK)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
1387	1003916	1620	17%

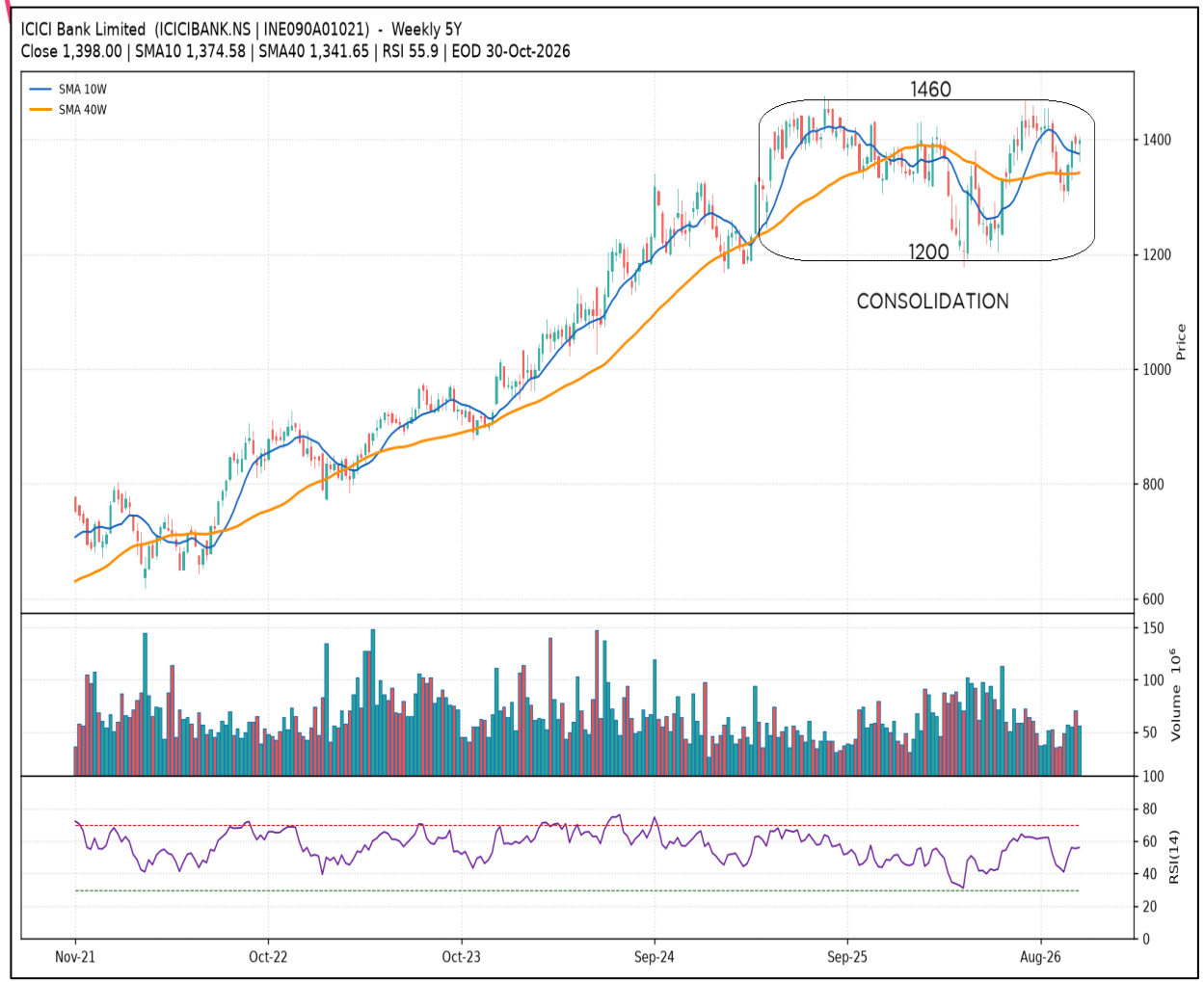
- ICICI Bank posted a clean beat in Q2FY27, with core operating profit up 21.8% YoY (25.0% excluding subsidiary dividends) and PAT up 20.1% YoY to ₹148bn. Loans accelerated to 30.0% YoY (24.1% excluding FCNR(B)), with broad-based momentum across business banking, corporate and retail segments, while deposits grew 27.1% YoY.
- NIM narrowed 18bps QoQ to 4.18%, weighed down by the roughly US$18bn FCNR(B) inflows and a bigger overseas book. Management expects a further dip in Q3 and a recovery from Q4.
- Asset quality remains among the best in the industry, with GNPA at 1.20% and NNPA at 0.30%. Credit cost was only 20bps, well below the normalised guidance of about 50bps. A contingency buffer of ₹131bn (around 0.7% of loans) gives the bank a solid cushion, and we believe it can deliver an average RoA of about 2.3% over FY27-28.
- Our target price is ₹1,620, based on a 2.5x FY28e P/ABV for the core bank, which implies roughly 17% upside from the current market price in 12 months.

Year	NII (₹ crs)	NIM	PAT (₹ crs)	PAT growth	RoA	RoE	Deposit growth	Credit growth
FY27E	1,09,504	4.23%	63,311	26.2%	2.3%	17.5%	29.0%	29.3%
FY28E	1,33,323	4.26%	75,981	20.0%	2.2%	18.2%	17.1%	14.3%

Source: *Shriram Research*

ICICI Bank Limited (ICICIBANK)

Technical Outlook



ICICI Bank has emerged as one of the outperformers following the sharp decline in HDFC Bank. Technically, the stock is consolidating within a broad 260-point range, as highlighted in the chart. The short- to medium-term moving averages remain positively aligned, indicating strong bullish momentum.

A decisive breakout above the **₹1,460 resistance zone** could trigger fresh buying interest and push the stock towards **₹1,550–1,600**. However, from a techno-fundamental perspective, we maintain a target of **₹1,620**.

Strategy: Maintain a bullish outlook, with a close watch on the ₹1,460 breakout level. **TAGLINE:** *ICICI Bank remains structurally strong—an upside breakout above ₹1,460 could pave the way towards our ₹1,620 target.*

Karur Vysya Bank Limited (KARURVYSYA)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
345	34425	418	21%

- KVB reported another record quarter, with PAT up 37.2% YoY to ₹788 crore, RoA of 2.10% and RoE of 20.5%, as loan growth picked up to 20% and NIM held steady at 4.26%. Gross advances rose to ₹1.12 lakh crore (+20% YoY) on broad-based retail, agri and commercial demand, and cost-to-income fell to 39.9%. Asset quality stays best-in-class (GNPA 0.69%, NNPA 0.18%, PCR 96.1%), though credit cost edged up to 0.43% because of ₹25 crore of floating provisions.
- We see three supports for FY27-28: an 86% RAM-led loan mix that structurally limits loss severity, a CASA franchise that added ₹1,489 crore in Q2 and holds a 27.5% ratio to cushion funding costs, and a benign credit cycle with GNPA at 0.69% and slippages at 0.44%
- Management has raised FY27 NIM guidance to above 4% (from 3.7-3.8%). With PCR at 96.1%, CRAR at 17.97% and total provisions at 1.65% of advances, the bank is well placed for the ECL transition, and we expect RoA of 2.0-2.1% and RoE near 20% over FY27-28, compounding adjusted book value at about 19% CAGR.
- **Outlook**: We value stock at 2.0x FY28E ABV of 209 that is target of 418.

Year	NII (₹ crs)	NIM	PAT (₹ crs)	PAT growth	RoA	RoE	Deposit growth	Credit growth
FY27E	6,372	4.3%	3,103	24%	2.11%	19.8%	15.0%	18.0%
FY28E	7,284	4.3%	3,583	15%	2.12%	19%	15.0%	18.0%

Source: *Shriram Research*

Karur Vysya Bank Limited (KARURVYSYA)

Technical Outlook



Karur Vysya Bank has been one of the outperformers, witnessing a strong rally. On the weekly chart, the stock has triggered a bullish triangular pattern breakout, supported by above-average volumes, and recently registered a high near **₹390**.

Going ahead, the strong placement of moving averages supports the bullish structure. We expect the stock to surpass the ₹390 resistance and potentially register fresh highs towards **₹440**.

Strategy: Maintain a bullish outlook, with ₹390 as the key breakout level and ₹440 as the potential upside target.

TAGLINE: *Bullish triangle breakout backed by strong volumes—Karur Vysya Bank is poised for fresh highs towards ₹440.*

Larsen & Toubro Limited (LT)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
3940	532714	4500	14%

- Larsen & Toubro Ltd (L&T) delivered a standout operational performance, posting its highest-ever quarterly order inflow of ₹1.48 trillion (up 28% YoY) and driving its massive consolidated order book to an all-time high of ₹8.54 trillion. Supported by strong execution across complex energy projects and financial services, consolidated revenue grew 16% YoY to ₹787 billion. Backed by this robust execution momentum, the company delivered a 33% YoY surge in Profit After Tax (PAT) to ₹52 billion, while aggressive capital management optimized the balance sheet, dropping net working capital to a record low of 1.7% of sales.
- L&T has confidently maintained its FY27 order inflow and revenue growth guidance of 10–12%. Execution capabilities remain strong across domestic and international corridors, underscored by a 20% YoY expansion in core Projects, Products, and Manufacturing (PPM) revenue.
- This growth has fundamentally strengthened L&T's balance-sheet flexibility, positioning the engineering giant to fund strategic investments in future high-margin drivers—including AI infrastructure, semiconductor tech, green energy, and advanced engineering—while continuing to capture dominant market share in hydrocarbons, offshore wind, data centers, and defense manufacturing.
- Following this strong earnings performance, the stock's multi-year valuation remains attractive, with its current trailing price-to-earnings multiple available below its 3–5yrs median PE of 32.5x.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	3,18,425	11.4	31,848	9.3	10.0	20,739	28.9	25.7	17.5
FY28E	3,69,542	16.1	38,184	19.9	10.3	24,784	19.5	21.5	18.5

Source: *Bloomberg Estimates*

Larsen & Toubro Limited (LT)

Technical Outlook



Larsen & Toubro (L&T) shares witnessed significant selling pressure amid escalating geopolitical tensions in the Middle East involving the US, Israel and Iran. However, technically, the stock has found strong support near the lower end of its rising channel and continues to display a higher-high formation.

The technical structure indicates a favourable risk-reward opportunity. A recovery towards the upper end of the channel, near **₹4,500**, can be considered a potential medium- to long-term upside target.

TAGLINE: *Despite geopolitical headwinds, L&T's rising channel structure remains intact, offering potential upside towards ₹4,500.*

LG Electronics India Limited (LGEINDIA)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
1682	112771	1950	16%

- LG has a leading position in washing machines (34%), refrigerators (30%), panel TVs (27%), inverter ACs (20%) and OLED TVs (59%). Low penetration of refrigerators (35%), washing machines (22%) and room ACs (13%), along with an expected 11% CAGR in the Indian appliance market over CY24–CY29, provides significant growth potential. Premiumisation and Essential Series are expected to support demand.
- LG is investing ₹5,000 crore in its Sri City facility, with the investment planned over 4–5 years and funded through internal accruals. The facility will initially manufacture room air conditioners, followed by compressors and other appliances. This expansion, along with localisation levels of 55.2% in FY26 and existing backward integration, is expected to reduce import dependence and improve cost competitiveness.
- Exports grew 30% YoY in Q1FY27, with the company currently present in 65 countries. LG plans to expand its export portfolio through premium refrigerators and air conditioners, with Sri City expected to support its export strategy. The B2B business also offers growth opportunities, particularly in HVAC and information displays, where the company has around 36% market share in LED signage and expects 20% CAGR.
- LG delivered revenue/EBITDA/PAT growth of 7%, 8% and 8% CAGR respectively, during FY23-26, although FY26 margins were impacted by input costs and currency depreciation. Management expects mid-teen revenue growth in FY27, with early double-digit EBITDA margins, supported by premiumisation, domestic demand, exports, B2B growth and operating efficiencies; Sri City expansion will further support capacity and exports. We estimate revenue/ EBITDA/PAT to grow at 14%, 24% and 21% CAGR, respectively, over FY26–FY28E; at 46x FY28E P/E and 29x EV/EBITDA.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	28,140	14%	2,955	23%	11%	2,005	19%	56.2	21.2
FY28E	32,013	14%	3,682	25%	12%	2,467	23%	45.7	20.7

Source: *Bloomberg Estimates*

LG Electronics India Limited (LGEINDIA)

Technical Outlook



LG India has been witnessing buying interest near its demand zone. In the recent price action, the stock has bounced from its **40-week EMA**, which coincides with the daily 200-SMA, indicating strong positional support.

The overall price structure remains positive, with the stock forming higher highs and higher lows. Technically, we expect the ongoing trend to continue, with potential upside of **₹250–300** from current levels.

Strategy: Maintain a bullish outlook, with the 40-week EMA acting as a key positional support.

TAGLINE: *Strong support near the 40-week EMA and a higher-high, higher-low formation favour further upside in LG India.*

Navin Fluorine International Limited (NAVINFLUOR)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
8406	44556	10080	20%

- The company has planned capex across key businesses, including ₹236.5 crore for additional R32 capacity of up to 15,000 MTPA (peak revenue potential of ₹600–825 crore annually), ₹120 crore for the Chemours liquid-cooling project, ₹125 crore for cGMP-4 Phase II, ₹90 crore for Advanced Materials adoption capacities, and ₹15.7 crore for a 14.9 MW renewable power project. The R32 project is expected to be commissioned shortly, while Chemours and cGMP-4 Phase II are targeted for Q3FY27 and end-Q4FY27, respectively.
- The HFO supply agreement with Solstice Advanced Materials has been extended by four years, taking the total contract period to 11 years until December 2032. The extension provides additional revenue potential of US$180 million, taking the total contract value to approximately US$590 million.
- HPP growth is supported by firm HFC pricing, higher volumes, and the transition towards low-GWP refrigerants. Specialty Chemicals has strong order visibility for H2FY27 and beyond, supported by new molecules and Dahej MPP debottlenecking. CDMO revenue grew 78% YoY to ₹239 crore in Q2FY27, with increasing demand from a European CDMO major and a qualification purchase order. Advanced Materials offers an emerging opportunity in data centres, electronics, defence and semiconductors.
- Over FY23–FY26, revenue, EBITDA and PAT grew at CAGRs of 17%, 25% and 21%, respectively. Q2FY27 revenue, EBITDA and PAT grew 57%, 66% and 81% YoY, with EBITDA margin improving to 34.2%. For FY26–FY28E, revenue, EBITDA and PAT are estimated to grow at CAGRs of 25%, 24% and 29%, respectively. The stock trades attractively at 45.7x FY27E and 39.1x FY28E earnings against a 3-year average PE of 68.9x. Further upside depends more on execution of ongoing projects and achievement of growth targets.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	4353	31%	1438	33%	33%	941	42%	45.7	21.0
FY28E	5198	19%	1665	16%	32%	1099	17%	39.1	21.0

Source: *Bloomberg Estimates*

Navin Fluorine International Limited (NAVINFLUOR)

Technical Outlook



On the daily chart, Navin Fluorine has witnessed a strong recovery and gained momentum. Technically, the moving averages and oscillators are positively aligned, indicating the possibility of further continuation in the prevailing trend.

Additionally, the recent weekly consolidation within a range of approximately **₹2,000** points towards a potential long-term upside target near **₹11,000**. However, from a conservative perspective, we expect the stock to test **₹10,080** over the medium to long term.

Strategy: Maintain a bullish outlook, with the potential to participate in the continuation of the trend.

TAGLINE: *Strong recovery and positive technical indicators support the bullish outlook, with a conservative medium- to long-term target of ₹10,080.*

Radico Khaitan Limited (RADICO)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
4100	54757	5000	22%

- Incorporated in 1943, Radico Khaitan Ltd is one of India's oldest and largest makers of Indian-Made Foreign Liquor. The portfolio now runs from mass brands to luxury labels, including Magic Moments vodka, 8 PM Premium Black, Royal Ranthambore whisky, Jaisalmer gin and Rampur Indian Single Malt.
- For Q2FY27, reported strong growth, with net revenue rising 16.8% YoY and EBITDA growing 51%, driven by rapid growth in its Prestige & Above portfolio (35.8% YoY to 5.28 million cases), substantially ahead of total IMFL volume growth of 7.2% to 10.02 million cases. The company's focus for FY27 and beyond remains on value-led growth through premiumisation, expansion of its luxury portfolio, strengthening domestic market leadership, expanding its white spirits portfolio and deepening its international presence. Management targets 120bps EBITDA margin expansion in FY27, driven by premiumisation, operating leverage, cost discipline, supply-chain efficiencies and backward integration. The company also aims to become debt-free in H2FY27, supported by stronger cash generation.
- Risk: Grain and glass inflation, plus slow state price approvals, could keep the EBITDA margin below the guided 20%+, a change in distribution policy in a key state could hit volumes and earnings.
- At the CMP, Radico Khaitan trades attractively at 49.4x FY28E earnings against a 3-year average PE of 91.7x, factoring in its strong brand portfolio and growth prospects. While relative valuations leave limited room for execution-related disappointments, improving profitability, return ratios and premiumisation-led growth provide support. Sustained earnings delivery will be key to validating the current valuation.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	6990	15.5	1397	36.7	20	882	74.9	60.7	23.8
FY28E	7,988	14.3	1663	19	20.8	1009	14.5	49.4	24.2

Source: *Bloomberg Estimates*

Radico Khaitan Limited (RADICO)

Technical Outlook



The primary trend of Radico Khaitan remains bullish. However, the stock has witnessed profit booking at higher levels, resulting in a short-term correction.

Going ahead, further downside towards the **₹4,000** mark cannot be ruled out. However, the previous breakout zone and the **40-week EMA** are expected to act as key demand areas. These levels should be closely monitored for fresh buying opportunities.

TAGLINE: *The primary uptrend remains intact—use any correction towards ₹4,000 and key demand zones to identify fresh accumulation opportunities.*

Sona BLW Precision Forgings Limited (SONACOMS)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
906	55672	1000	10%

- Sona BLW Precision Forgings Limited (SONACOMS)is an automotive technology company that designs, manufactures and supplies driveline systems, precision gears, motors and EV powertrain components to global OEM. Its portfolio includes differential assemblies, gears, conventional and micro-hybrid motors, belt starter-generator (BSG) systems and EV traction motors. Under its "Sona Comstar 2.0" strategy, management has outlined an ambitious roadmap to increase revenue tenfold over the decade ending FY35, replicating the growth achieved in the decade to FY25. Diversification is central to this strategy, with the company expanding into robotics and physical AI, where its order book stands at approximately ₹800 crore and initial production is expected to commence in H2 FY27. Its railway business, joint venture with Denso and increasing exposure to non-automotive mobility are also broadening its revenue base and reducing dependence on individual EV customers or geographies.
- Sona secured ₹3,600 crore of new orders in Q2 FY27, taking its net order book to ₹25,100 crore—the second-highest in its history and equivalent to approximately 5.6 times FY26 revenue. At the end of Q1 FY27, EVs accounted for 64% of the order book, while robotics and physical AI contributed 3%, with an average order life of eight years.
- Risk: slower EV adoption, customer-specific production cuts, and delays in converting the order book into revenue.
- Sona's established expertise in EV driveline systems, diversified global customer base and strong order book position it well to capitalise on the multi-year transition to electrification. Its expansion into railways and robotics adds new growth avenues and broadens its business mix. At the current market price, SONACOMS trades at 51.1x FY28E earnings against a 3-year average PE of 64.6x—a premium valuation that places greater emphasis on timely order-book execution, sustained earnings growth, and profitable scaling of its newer businesses.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	5994	33.3	1405	26.9	23.4	871	35.9	64.4	14
FY28E	7123	26.9	1721	22.5	24.2	1098	26.1	51.1	15

Source: *Bloomberg Estimates*

Sona BLW Precision Forgings Limited (SONACOMS)

Technical Outlook



Sona BLW has triggered a strong long-term trendline breakout, followed by a period of consolidation and a subsequent pullback. The stock has now witnessed a fresh breakout, indicating renewed buying momentum.

Technically, the long- and medium-term moving averages are positively aligned, while the breakout is supported by above-average volumes. These factors indicate the potential continuation of the prevailing uptrend, with an upside target of **₹1,000**.

Strategy: Maintain a bullish outlook and look for opportunities to participate in the continuation of the trend. **TAGLINE:** *Fresh breakout backed by strong volumes and positive moving averages signals potential upside towards ₹1,000.*

Titan Company Limited (TITAN)

CMP (₹)	MCAP (₹ crs)	Target Price (₹)	Potential Upside
4476	393455	5250	17%

- Titan Company remains one of India's most structurally attractive consumer businesses, combining brand leadership in jewellery, a diversified lifestyle portfolio, and a rapidly expanding retail network. 25% YoY growth in consumer businesses in Q2FY27, reaffirming strong demand momentum even as the company enters a phase of tougher year-on-year comparisons.
- Jewellery remained Titan's key growth engine in Q2FY27, expanding 21% YoY, with broad-based strength across its brand portfolio. Tanishq, Mia, Zoya and beYon each delivered roughly 20% growth, while CaratLane led with 32% growth, aided by sustained demand for studded jewellery and its digital-led retail model.
- Titan expanded its retail footprint by 78 net stores during the quarter, taking the total consumer store network to 3,758 outlets. The watches division accounted for 34 of these additions, ending September 2026 with 1,379 stores. On profitability, jewellery EBITDA margins have remained unusually strong at around 15% in both Q1 and Q2, well above the division's historical level of about 12%. Management, however, flagged that roughly 200 basis points of the Q2 margin benefit included a one-off component that is unlikely to repeat. The key monitorable going forward will be whether jewellery margins can structurally stay above historical levels once this one-time gain normalises—particularly given elevated gold prices and the risk of competitive discounting during the festive season.
- Risk: Elevated gold prices and weaker discretionary demand remain key risks.
- Titan's strong brand portfolio, expanding retail footprint and sustained market-share gains position it well to benefit from the shift towards organised jewellery retail along with growth in CaratLane, premiumisation in watches and international expansion. At the CMP, the stock trades at a valuation of 50.7x P/E on FY28E against a 3-year average P/E of 87.2x. Its premium valuation places greater emphasis on sustained buyer growth, jewellery-margin resilience, and consistent earnings delivery.

Year	Revenue (₹ crs)	Growth (%)	EBITDA (₹ crs)	Growth (%)	EBITDA Margin (%)	PAT (₹ crs)	Growth (%)	P/E (x)	RoE (%)
FY27E	98659	12.6	10347	23.8	10.5	6696	29.4	61.3	32.8
FY28E	116100	17.7	12246	18.4	10.5	8001	19.5	50.7	30.7

Source: *Bloomberg Estimates*

Titan Company Limited (TITAN)

Technical Outlook



Titan has been trading in a strong uptrend and rallied towards ₹5,186. However, the stock has witnessed profit booking in recent sessions and is now approaching its key demand zone.

Technically, a deeper correction towards **₹4,000** cannot be ruled out. This level is expected to act as a crucial demand zone and should be closely monitored for potential aggressive long opportunities.

Strategy: Look for fresh long positions near ₹4,000, subject to signs of buying interest and price stabilisation.

TAGLINE: *Titan's primary uptrend remains in focus—any deeper correction towards ₹4,000 could offer an attractive accumulation opportunity.*

Last Year's Diwali Picks Performance 2025 (SAMVAT 2082)

Sr. no.	Diwali Picks 2025	Report Price (₹)	Target	CMP* / Target Achieved (₹)	High since release	Returns on CMP / Target Achieved	Return on High
1	ACC Limited (ACC)	1,857	2,250	1,152	1,987.0	-38%	7.0%
2	Cochin Shipyard Limited (COCHINSHIP)	1,795	2,180	1,167	1,864.0	-35%	3.8%
3	Divi's Laboratories Limited (DIVISLAB)	6,573	7,350	7,350	9,990.0	12%	52.0%
4	IIFL Finance Limited (IIFL)	506	600	600	705.0	19%	39.3%
5	The Indian Hotels Company Limited (INDHOTEL)	727	820	820	830.8	13%	14.3%
6	Indian Renewable Energy Dev Agency Ltd (IREDA)	155	185	102	156.8	-34%	1.1%
7	Lumax AutoTechnologies Ltd (LUMAXTECH)	1,168	1,345	1,345	2,190.0	15%	87.5%
8	PG Electroplast Limited (PGEL)	571	660	533	644.4	-7%	12.9%
9	Suzlon Energy Limited (SUZLON)	54	68	35	61.5	-34%	14.5%
10	VST Tillers Tractors Limited (VSTTILLERS)	5,470	6,400	3,867	6,374.0	-29%	16.5%
11	Welspun Corp Limited (WELCORP)	825	940	940	2,900.0	14%	251.5%
						-9.55%	45.5%

*** CMP as on 02 November 2026**

Target achieved/ near to target 7/11

	Benchmark Performance	
Diwali Basket 2025	Nifty50	Nifty 500
-9.55%	-8.4%	-5.6%

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