13th February 2026 | Close* – ₹380.55/- | View – **Hold**

Q3FY26 Result: Shutdown of Mundra plant weighs on earnings

Tata Power delivered weaker operating performance in Q3FY26/9MFY26, with EBITDA declining 9%/2% YoY, driven by continued losses at the 4GW Mundra coal-based plant. Other segments—including Odisha and Delhi discoms, TP Solar, and the renewable asset portfolio—posted solid results, helping to partially counterbalance Mundra's underperformance.

Financial Highlights

- **EBITDA**: decreased by nearly 9% YoY to ₹3,055crs in Q3 FY26. For the 9-month period, EBITDA jumped 12% to ₹11,874crs.
- **Profit After Tax (PAT)**: Increased marginally to ₹1,194crs for the quarter. For the 9-month period, PAT rose by 7% to ₹3,702crs.
- **Conservative Leverage**: The company maintained a conservative net debt to underlying EBITDA ratio of 3.4 and a net debt to equity ratio of 1.23.

Segment-Wise Highlights

- **Solar Manufacturing**: The solar cell and module manufacturing plant saw a massive increase in PAT, reaching ₹251crs for the quarter (up from ₹112crs last year).
- **Rooftop Solar**: Crossed 1 GW in the 9-month period. Q3 execution was 372 MW, more than double the previous year's 173 megawatt. Rooftop PAT for the quarter rose to ₹111crs.
- **Odisha Discoms**: Continued strong performance with quarterly profits rising to ₹226crs compared to ₹86crs in the previous year.
- **Renewable Capacity**: The company has set a target to complete 2.6 GW of total capacity (including third-party) this year, with 1.9 GW already achieved by the end of Q3.

Management Commentary

- **Mundra Resolution**: Management reported that an arrangement has been concluded with Gujarat on nearly all issues of the Supplementary Power Purchase Agreement (SPPA). Operations at the plant are expected to potentially restart by the end of February 2026.
- **Power Demand**: Muted demand in early FY26 saw a 7% growth in recent months. Management expects peak demand to hit the 270-280 GW range during the upcoming summer.

Future Opportunities

- **Distribution:** Expecting new opportunities from the Electricity Act Amendment and potential public-private partnerships in more states.
- **Nuclear Power**: Exploring opportunities in small modular nuclear plants in discussion with the Department of Atomic Energy and NPCIL.
- **Projects**: Work on the Pumped Storage Project (PSP) in Bhivpuri and the hydro plant in Bhutan is proceeding on track.

Important Statistics

Nifty	25,807.20
Sensex	83,674.92
Close* (₹)	380.55
Mcap (₹ tn)	₹1.22
52 Week H/L (₹)	417/326
NSE Code	TATAPOWER
BSE Code	500400
Bloomberg Code	TPWR:IN

Close as on 12th Feb 2026*

Shareholding pattern (%)	Dec'25
Promoter Holding	46.86
FII	10.00
DII	17.2
Public & Others	25.92

Financials

(₹ crs)

Particulars	FY23	FY24	FY25
Revenue	56,033	32,057	33,233
EBITDA Margin	15%	20%	21%
PAT	3,336	1,897	1,979
PAT Margin	6%	6%	6%
EPS	10	6	6
RoE	13%	12%	12%

Source: Company, Way2Wealth

Relative Performance

Returns	1 Yr	3Yr	5 Yr
TATA Power	**7%**	**83%**	**327%**
Nifty 50	12%	47%	70%
Sensex	10%	39.5%	63%

Source: Company, Way2Wealth

Valuation

Tata Power offers a diverse portfolio that blends reliable regulated income with aggressive expansion in renewables and new growth areas. While the regulated business ensures stability, the renewable energy segment is the primary catalyst for future valuation increases. The company targets 20GW renewable capacity by FY30, backed by INR 1.25tn capex over FY26-30. Tata Power is executing 2.8GW pumped storage projects (PSP) and holds strong potential in solar EPC. **At the current price, the stock trades at ~2.5x FY28E P/B therefore we suggest maintaining HOLD rating.**

Dhananjay M Kansara
dhananjay.k@way2wealth.com
91-22-4019 2908

W2W Lighthouse - A Quick Perspective

13th February 2026 Close* – ₹380.55/- View – **Hold**

Consolidated Financial Highlights

(₹ mn)

Particulars	Q3FY26	Q3FY25	YoY %	Q2FY26	QoQ %	9MFY26	9MFY25	YoY %
Net sales	**1,39,484**	**1,53,911**	**-9.4%**	**1,55,449**	**-10.3%**	4,75,284	4,83,824	**-1.8%**
Total Expenses	1,08,935	1,20,385	-9.5%	1,22,430	-11.0%	3,70,325	3,76,981	-1.8%
Cost of Fuel	12,598	34,178	-63.1%	13,471	-6.5%			
Employee Expenses	11,965	10,579	13.1%	11,021	8.6%			
Other Expenses	18,340	16,853	8.8%	17,853	2.7%			
EBITDA	**30,549**	**33,526**	**-8.9%**	**33,019**	**-7.5%**	1,04,959	1,06,843	**-1.8%**
Depreciation	12,079	10,410	16.0%	11,621	3.9%	35,309	30,006	**17.7%**
EBIT	18,470	23,116	-20.1%	21,398	-13.7%	69,650	76,837	**-9.4%**
Interest	13,637	11,699	16.6%	13,187	3.4%	39,615	34,892	**13.5%**
Other Income	3,207	4,024	-20.3%	5,054	-36.5%	11,878	11,629	**2.1%**
P/L Joint Ventures	1,987	1,862		1,291				
PBT	**10,027**	**17,303**	**-42.1%**	**14,556**	**-31.1%**	**41,913**	**53,574**	**-21.8%**
Provision for tax (including deferred tax)	3,453	2,692	28.3%	4,345	-20.5%	11,370	12,507	**-9.1%**
Net movement in regulatory deferral account balances	5,369	-2,736	-296%	2,242	139.5%	6,477	-6,374	
Reported PAT	**11,943**	**11,875**	**0.6%**	**12,453**	**-4.1%**	**37,020**	**34,693**	**6.7%**
EPS Diluted	**1.96**	**3.89**		**2.72**	**-**	**8.94**	**11.46**	**-**

Source: Company, Way2wealth Research

Disclaimer

Analyst Certification: I, Dhananjay M Kansara, the research analyst and author of this report, hereby certify that the views expressed in this research report accurately reflect our personal views about the subject securities, issuers, products, sectors or industries. It is also certified that no part of the compensation of the analyst(s) was, is, or will be directly or indirectly related to the inclusion of specific recommendations or views in this research. The analyst(s), principally responsible for the preparation of this research report, receives compensation based on overall revenues of the company (Way2Wealth Brokers Private Limited, hereinafter referred to as Way2Wealth) and has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations.

It is confirmed that Prasad Hase, the author of this report has not received any compensation from the companies mentioned in the report in the preceding 12 months. Our research professionals are paid in part based on the profitability of Way2Wealth, which include earnings from other business. Neither Way2Wealth nor its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information contained in this report.

This report is for the personal information of the authorized recipient and does not construe to be any investment, legal or taxation advice to you. Way2Wealth is not soliciting any action based upon it. Nothing in this research shall be construed as a solicitation to buy or sell any security or product, or to engage in or refrain from engaging in any such transaction. The contents of this material are general and are neither comprehensive nor appropriate for every individual and are solely for the informational purposes of the readers. This material does not take into account the specific objectives, financial situation or needs of an individual/s or a Corporate/s or any entity/s.

This research has been prepared for the general use of the clients of the Way2Wealth and must not be copied, either in whole or in part, or distributed or redistributed to any other person in any form. If you are not the intended recipient, you must not use or disclose the information in this research in any way. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. Way2Wealth will not treat recipients as customers by virtue of their receiving this report. The distribution of this document in other jurisdictions may be restricted by the law applicable in the relevant jurisdictions and persons into whose possession this document comes should inform themselves about, and observe any such restrictions.

The report is based upon information obtained from sources believed to be reliable, but we do not make any representation or warranty that it is accurate, complete or up to date and it should not be relied upon as such. Way2Wealth or any of its affiliates or employees makes no warranties, either express or implied of any kind regarding any matter pertaining to this report, including, but not limited to warranties of suitability, fitness for a particular purpose, accuracy, timeliness, completeness or non-infringement. We accept no obligation to correct or update the information or opinions in it. Way2Wealth or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. The recipients of this report should rely on their own investigations. In no event shall Way2Wealth be liable for any damages of any kind, including, but not limited to, indirect, special, incidental, consequential, punitive, lost profits, or lost opportunity, whether or not Way2Wealth has advised of the possibility of such damages.

This material contains statements that are forward-looking; such statements are based upon the current beliefs and expectations and are subject to significant risks and uncertainties. Actual results may differ from those set forth in the forward-looking statements. These uncertainties include but are not limited to: the risk of adverse movements or volatility in the securities markets or in interest or foreign exchange rates or indices; adverse impact from an economic slowdown; downturn in domestic or foreign securities and trading conditions or markets; increased competition; unfavorable political and diplomatic developments; change in the governmental or regulatory policies; failure of a corporate event and such others. This is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular trading strategy. No part of this material may be copied or duplicated in any form by any means or redistributed without the written consent of Way2Wealth. In no event shall any reader publish, retransmit, redistribute or otherwise reproduce any information provided by Way2Wealth in any format to anyone. Way2Wealth and its affiliates, officers, directors and employees including persons involved in the preparation or issuance of this report may from time to time have interest in securities / positions, financial or otherwise in the securities related to the information contained in this report.

To enhance transparency, Way2Wealth has incorporated a Disclosure of Interest Statement in this document. This should, however, not be treated as endorsement of the views expressed in the report.

Disclosure of Interest Statement: Tata Power Company Ltd. as on February 13th, 2026

Name of the Security	Tata Power Company Ltd.
Name of the analyst	Dhananjay M Kansara
Analysts' ownership of any stock related to the information contained Financial Interest Analyst : Analyst's Relative : Yes / No Analyst's Associate/Firm : Yes/No	NIL No No No
Conflict of Interest	No
Receipt of Compensation	No
Way2Wealth ownership of any stock related to the information contained	NIL
Broking relationship with company covered	NIL
Investment Banking relationship with company covered	NIL

This information is subject to change without any prior notice. Way2Wealth reserves at its absolute discretion the right to make or refrain from making modifications and alterations to this statement from time to time. Nevertheless, Way2Wealth is committed to providing independent and transparent recommendations to its clients, and would be happy to provide information in response to specific client queries.

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by SEBI and Enlistment with RAASB/BSE and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.