



13th August, 2025



India's Best Performing and Most Customer Centric PMS

E.I.D.–Parry (India) Limited is a flagship of the Murugappa Group, one of India's most respected and diversified business conglomerates with a 123-year heritage. The group operates across sectors such as agriculture, engineering, financial services, and manufacturing. EID Parry, with over 225 years of operational history, is among the oldest companies in India and a pioneer in the sugar industry. It has continually adapted to evolving market dynamics, moving from a traditional sugar manufacturer to a diversified agribusiness with strong capabilities in ethanol production, nutraceuticals, consumer products, and farm inputs.

Strategic Value from Coromandel International

EID Parry is the promoter of Coromandel International Limited, India's largest private-sector phosphatic fertiliser producer. Coromandel currently has a market capitalisation of around ₹70,000 crore, and EID Parry holds a 56% equity stake in the company. This stake alone is worth approximately ₹39,200 crore, which is almost double EID Parry's own current market capitalisation of about ₹20,000 crore. This implies that, at prevailing valuations, the market is effectively assigning a negative value to EID Parry's sugar, ethanol, nutraceutical, and consumer products businesses—offering a potential value unlock opportunity for long-term investors.

Operational Scale and Infrastructure

The company's manufacturing network spans six sugar plants and one standalone distillery across Tamil Nadu, Karnataka, and Andhra Pradesh. Together, these facilities have a cane crushing capacity of 40,800 tonnes per day (TCD), cogeneration capacity of 140 MW, and distillery capacity of 582 KLPD. EID Parry also owns Parry Sugar Refinery India Private Limited, a 100% subsidiary with a melting capacity of 3,000 TPD, making it one of India's largest standalone sugar refineries. Its nutraceutical operations in Tamil Nadu produce high-quality spirulina and microalgal products that cater to both domestic and international markets.

Business Segments and Market Reach

EID Parry's business spans sugar, distillery products, nutraceuticals, consumer products, and farm inputs. The sugar division caters to institutional, retail, and trade channels, with a growing emphasis on premium offerings such as Parry's Gold, Amrit, and Low GI sugar. The distillery business, equipped with multi-feed and multi-product capabilities, produces ethanol, extra-neutral alcohol (ENA), and rectified spirit (RS), allowing agile responses to changes in government policy and market economics. The Consumer Products Group (CPG) has rapidly expanded its retail presence in South India and is targeting 200,000 outlets by 2025, with a focus on staples like rice, pulses, and millets alongside sweeteners.

Strategic Direction and Growth Drivers

EID Parry's growth strategy is anchored in increasing cane volumes through farmer partnerships, boosting high-margin retail and institutional sugar sales, and expanding the staples portfolio in CPG. The company continues to invest in operational efficiency and sustainability initiatives, including biomass co-firing and steam-saving projects at its refinery to reduce costs and environmental impact. The distillery division remains a key growth pillar, with capacity utilisation targeted at 90–95% and the ability to switch between molasses- and grain-based ethanol production.

Positioning for the Future

With a strong legacy, diversified operations, and significant hidden value from its Coromandel stake, EID Parry is well-positioned to navigate commodity market volatility while capitalising on growth opportunities in ethanol, FMCG, and value-added sugar products. Its integrated business model, focus on efficiency, and strategic investments create a robust foundation for sustainable growth and long-term value creation.

Stock Data	
CMP	1144
52 Week High/Low	1247/639
Face Value (in Rs.)	1
Market Cap (In Crs)	20337
Enterprise Value (In Crs)	19350
NSE	EIDPARRY
BSE	500125
Sector	Sugar

Shareholding Pattern (in %)		
	June 25	March 25
Promoter	41.55	41.62
FII	12.66	12.17
DII	14.46	13.83
Government	-	-
Public	31.32	32.38

Price Performance (in%)			
(%)	1M	6M	1YR
Nifty 50	-2.02	6.71	1.82
E.I.D Parry	0.10	48.48	49.20

Key Ratios	
P/E	22.6
P/S	0.61
P/B	2.54
Debt To Equity	0.34
ROE	9.54%
ROCE	16.6%
PEG	-2.89

Q1 FY 26 Result Update

Q1 FY25 Result Comparison (In Rs Cr)					
	Q1 FY26	Q4 FY25	Q1 FY25	QOQ	YOY
Sales	8724	6811	6747	+28.09%	+29.30%
Operating Profit	805	513	468	+56.92%	+72.01%
PBT	615	735	327	-16.33%	+88.07%
Net Profit	464	539	226	-13.91%	+105.31%
EPS	13.85	16.12	5.14	-14.08%	+169.46%

Result Highlights

E.I.D.–Parry (India) Limited delivered a robust financial performance in Q1 FY26, underscoring its operational resilience and diversified revenue streams. The company posted a sharp improvement in year-on-year profitability, supported by stronger realisations in core businesses, improved product mix, and disciplined cost management, although sequential comparisons reflected margin pressures in certain segments.

Revenue from operations stood at ₹8,724 crore, up 29.30% YoY and 28.09% QoQ. The year-on-year growth was driven by higher sugar realisations, improved ethanol pricing in specific states, stronger distillery volumes, and the contribution from Coromandel International's fertiliser business, which benefited from seasonal demand. The sequential growth was equally notable, reflecting a rebound in offtake and seasonal strength across the portfolio.

Operating profit rose sharply by 72.01% YoY to ₹805 crore, marking a 56.92% QoQ increase. This improvement was aided by better price realisations in both sugar and ethanol, enhanced capacity utilisation in the distillery segment, and lower fixed costs in the bio-fuel business. Management's focus on cost optimisation delivered tangible benefits, with bio-fuel division fixed costs reduced by 17.5% YoY. The magnitude of operating profit growth outpaced revenue growth, indicating positive operating leverage at the consolidated level.

Profit before tax (PBT) increased by 88.07% YoY to ₹615 crore, although it fell 16.33% QoQ. The sequential decline was primarily attributable to softer refinery margins compared to Q4 FY25 and the absence of certain one-off gains that had supported the previous quarter's results. The refinery business, while improved from the multi-year lows of late FY25, is yet to return to the peak profitability levels seen in FY24.

Net profit more than doubled year-on-year (+105.31%) to ₹464 crore, highlighting the strength of the underlying business despite the refinery drag. On a QoQ basis, net profit declined 13.91%, mirroring the PBT movement.

Earnings per share (EPS) surged 169.46% YoY to ₹13.85, reflecting the substantial improvement in profitability, but fell 14.08% QoQ, in line with the sequential drop in net profit.

From a profitability quality perspective, the YoY gains were broad-based and supported by core business fundamentals rather than extraordinary items, reinforcing the sustainability of earnings momentum. Sequential pressures are concentrated in the refinery business, while other segments maintained or improved performance.

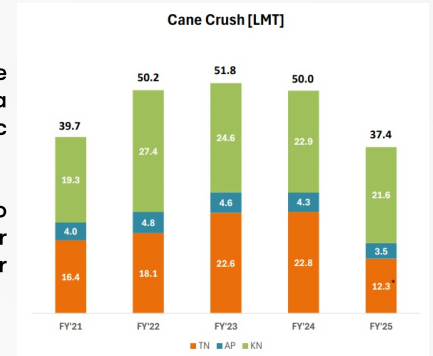
The company's results also underline the strategic advantage of its diversified portfolio — sugar, distillery, consumer products, nutraceuticals, and its 56% holding in Coromandel International — which helps offset volatility in individual segments. The significant hidden value of the Coromandel stake (worth ~₹39,200 crore against EID Parry's market cap of ~₹20,000 crore) further strengthens the investment case, providing a cushion against cyclical swings in the sugar business.

Operational Drivers Q1 FY 26

• Sugar Segment – Higher Cane Crush but Lower Recovery

E.I.D.–Parry's sugar operations delivered a steady YoY production increase, with cane crushed at 2.12 LMT (+10% YoY). The rise was driven by better cane availability in Andhra Pradesh and Karnataka, though partially offset by lower output in Tamil Nadu due to erratic rainfall and crop diversification.

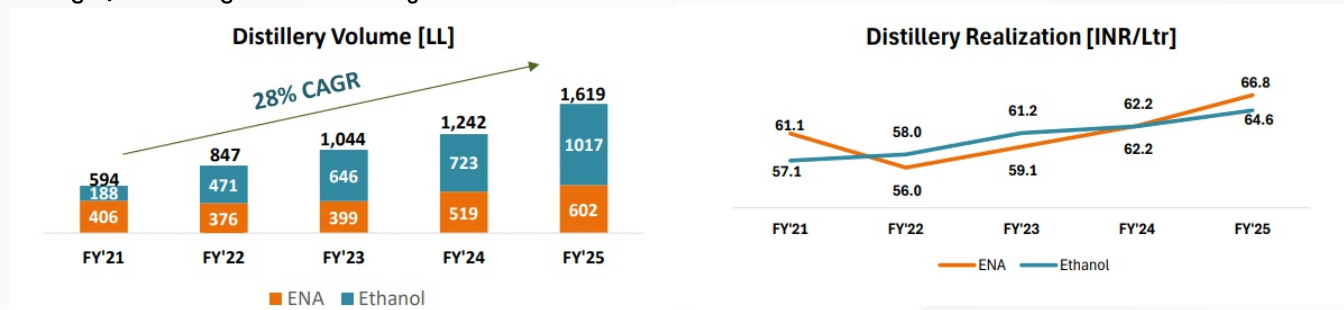
However, **gross recovery dropped to 8.02%** (from 8.60% last year), primarily due to varietal mix changes and climatic factors impacting sucrose content. Despite lower recovery, higher institutional and retail realizations supported margins, with domestic sugar prices holding firm in the ₹41–43/kg range



2. Distillery – Volume Growth and Better Ethanol Realisations

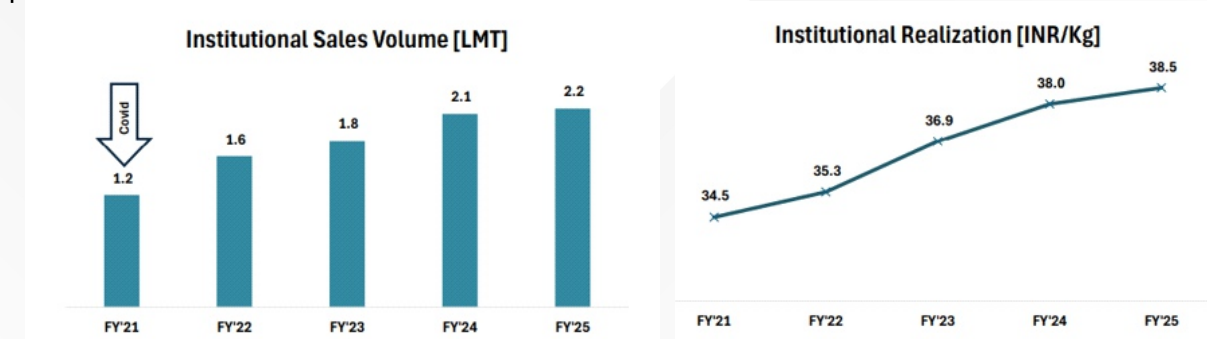
Distillery volumes touched **413 lakh litres** (+6% YoY), with ethanol contributing **63%** of output and ENA accounting for the rest. Ethanol volumes rose **19% YoY to 259 LL**, aided by diversion from cane juice and steady demand from Oil Marketing Companies (OMCs).

Average ethanol realisations improved to ₹67.59/litre (vs ₹62.2/litre in FY25), supported by state-specific price revisions and stronger ENA pricing in certain markets. India's ethanol blending ratio reached **18.93%** as of June 2025, close to the 20% ESY 2025–26 target, reinforcing demand visibility.



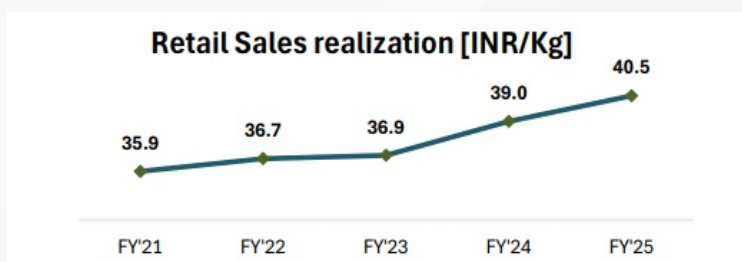
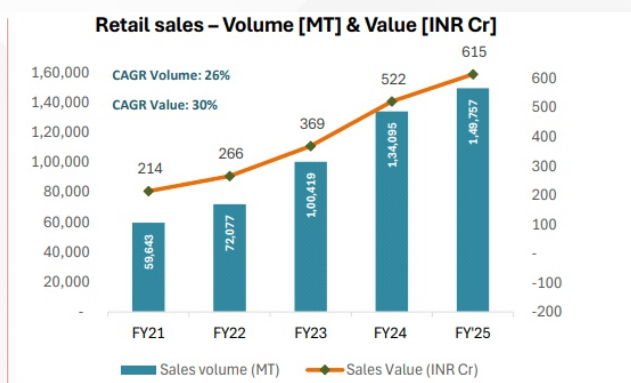
3. Institutional Sugar – Lower Volumes, Higher Margins

Institutional sugar sales declined 21% YoY to 40,672 MT as the company reduced bulk commodity sales to focus on more profitable channels. Despite this, average realisation rose 9% YoY to ₹41.75/kg due to premium contracts with beverage, confectionery, and pharmaceutical clients.



4. Consumer Products Group – Sweeteners

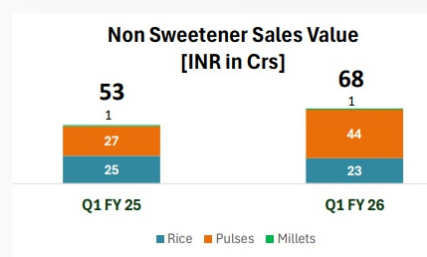
Retail sweetener volumes fell 33% YoY to 28,011 MT as bulk sugar allocations to the domestic market tightened. However, realisations rose 10% YoY to ₹43.69/kg, driven by a richer product mix and growth in value-added SKUs. Premium offerings like Parry's Amrit, Low GI Sugar, and brown sugar saw strong traction — brown sugar sales increased to 2,223 MT from 1,678 MT last year.



5. Consumer Products Group – Non-Sweeteners

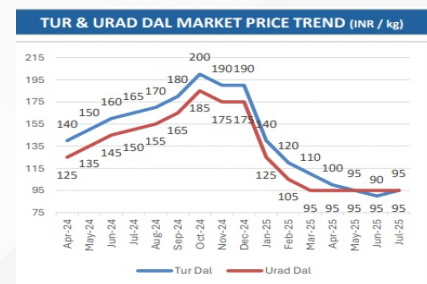
Non-sweetener volumes (rice, pulses, millets) surged 40% YoY to 8,569 MT, with value sales climbing to ₹68 crore (vs ₹53 crore last year). Realisations dipped 8% YoY to ₹79.05/kg, reflecting a higher share of lower-priced rice SKUs in the portfolio.

This diversification helps reduce the company's dependence on the cyclical sugar business while leveraging existing distribution reach.



6. Commodity and Raw Material Dynamics

In the broader agri-commodity space, urad sowing fell 12.5% YoY and tur sowing dropped 5–7%, as farmers shifted to cotton and oilseeds. Pulses prices remained stable around ₹95/kg due to steady imports and controlled domestic demand. For E.I.D.–Parry, these trends impact procurement costs in the non-sweetener portfolio, particularly for pulses and millets.

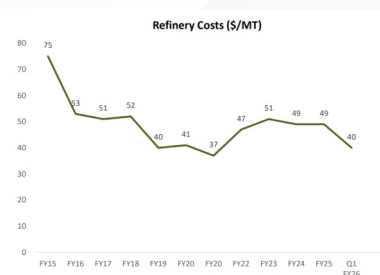


7. Coromandel International – Strong Fertiliser & Crop Protection Contribution

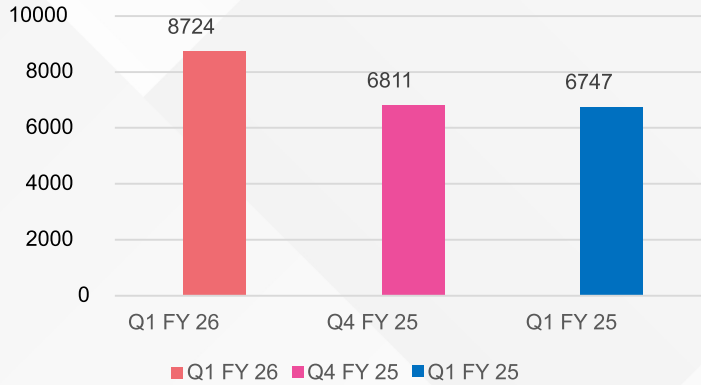
As the 56% subsidiary of E.I.D.–Parry, **Coromandel International** continues to be a key profit driver, contributing over two-thirds of consolidated revenues. In Q1 FY26, Coromandel reported **₹7,234 crore in revenue** (+31% YoY) and **₹915 crore EBITDA** (+42% YoY), aided by higher phosphatic fertiliser sales, improved nutrient margins, and robust crop protection exports. Volume growth was driven by early monsoon-led demand, while pricing discipline in the phosphatic segment and operating efficiencies helped offset input cost pressures. With a market cap of ~₹70,000 crore, E.I.D.–Parry's 56% stake is worth ~₹39,200 crore — nearly double its current standalone market cap of ~₹20,000 crore — underscoring the embedded value of the holding.

8. Refinery Cost Efficiencies Drive Competitiveness

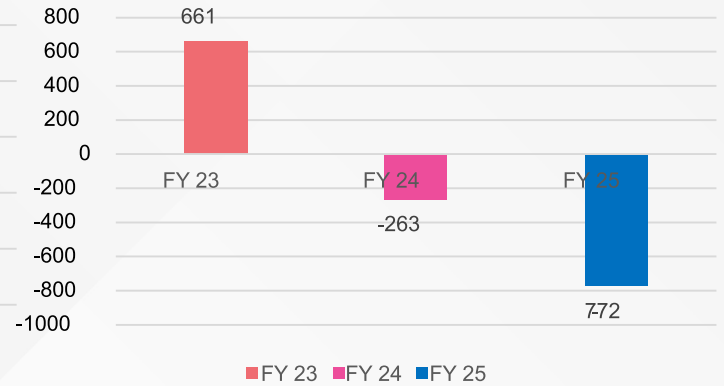
E.I.D.–Parry has consistently reduced refinery costs through targeted operational improvements, with Q1 FY26 costs standing at \$40/MT, down from \$49/MT in FY25 and significantly lower than \$75/MT in FY15. This reduction is the result of multiple initiatives — including debottlenecking to enhance melting rates, using biomass blended with coal, steam-saving projects to cut fuel expenses, process optimisation to minimise losses, and improved material handling efficiency. These structural cost savings strengthen the company's ability to maintain margins despite volatility in raw sugar prices and global white sugar spreads, positioning it competitively in both domestic and export markets.



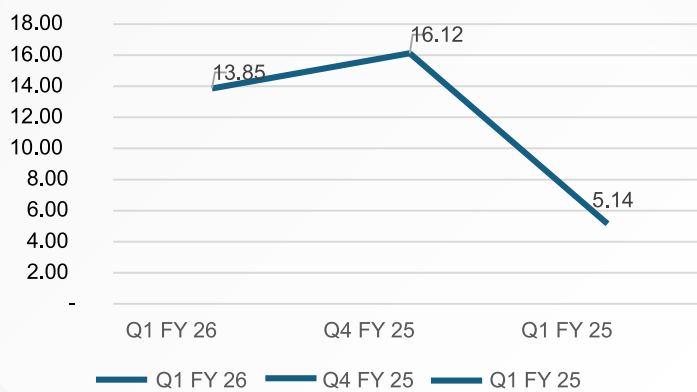
Revenue (In Cr)



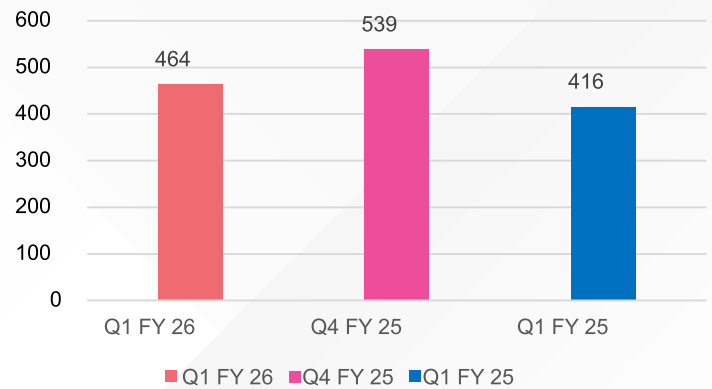
Net Cash Flow (In Cr)



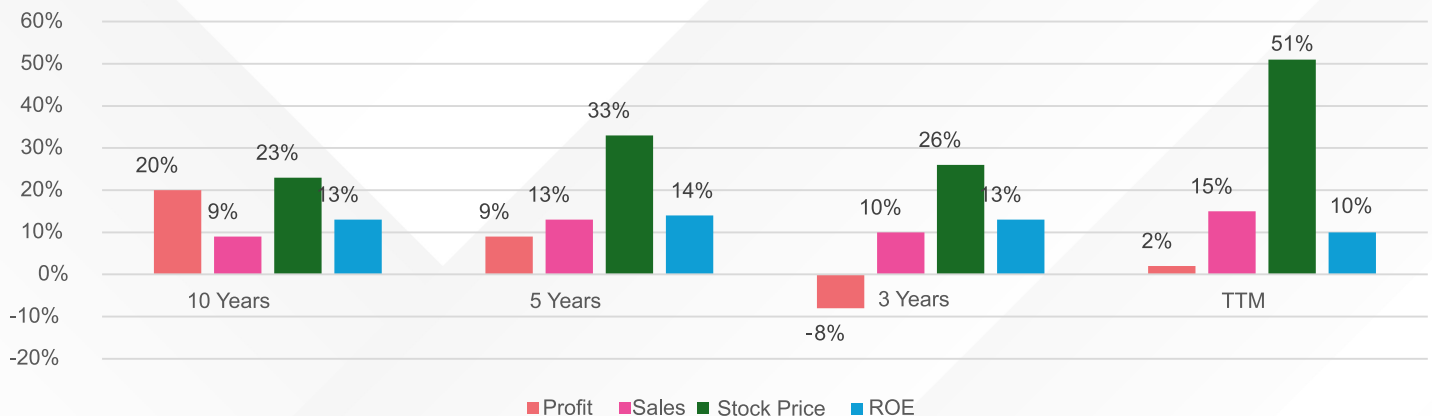
EPS



PAT (In Cr)



Compounded Growth(In %)



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