

Tenneco Clean Air India Ltd.

November 10, 2025



Tenneco Clean Air India Ltd. manufactures and supplies critical, highly engineered and technology-intensive clean air, powertrain and suspension solutions tailored for Indian original equipment manufacturers (OEMs) and export markets. Tenneco’s customer base spans OEMs who use its products in: (i) passenger vehicles (PVs), (ii) commercial vehicles (CVs), comprising commercial trucks (CTs) and off-highway vehicles (OHs), and (iii) industrial and other applications, comprising generator sets, small commercial vehicles with gross vehicle weight of less than 3.5 tons, two wheelers and three wheelers (Industrial/Others). Tenneco also sells to the aftermarket primarily through Motocare India Private Limited (Motocare), a subsidiary of Tenneco LLC and Group Company.

Investment Rationale:

Market Leadership Across Core Product Segments

- Largest Clean Air Solutions supplier to Indian CT OEMs (57% share) and OH OEMs (68% share).
- Among the top four Clean Air suppliers to Indian PV OEMs with 19% market share in FY25.
- No. 1 supplier of shock absorbers and struts to PV OEMs with 52% value share.
- Strong incumbency across leading OEMs provides high revenue visibility and platform stickiness.

Capturing Regulatory Tailwinds & CPV Expansion

- Aligned with progressively tightening emission frameworks including BS7, CAFE, CPCB IV+, CEV-V and TREM-V.
- Regulatory upgrades driving sustained content-per-vehicle (CPV) uplift in after-treatment and powertrain systems.
- Continued relevance across ICE and hybrid powertrains through the energy-transition cycle.
- Early OEM engagement and modular product platforms support faster adoption on new vehicle programs.

Capitalizing on Premiumization, SUVs, EVs & Hybrid Growth

- Industry shift toward premium SUVs, EVs and hybrids increasing demand for advanced ride technologies.
- Adaptive, lightweight and electronically controlled suspension solutions driving higher CPV.
- Deepening penetration into premium platforms supports profitable growth and pricing power.
- Enhanced NVH and ride performance solutions aligned with comfort- and safety-focused mobility trends.

Strategic Localization Driving Cost Advantage & Wallet-Share Gains

- Localization reduces import dependency, logistics cost and tariff exposure.
- Increasing domestic production of ART and powertrain components strengthens competitiveness.
- Technology localization (e.g., IROX bearings, ceramic spark plug parts) supports OEM partnerships.
- Expands margins and facilitates higher wallet share across PV, CV and industrial programs.

Operational Efficiencies Supporting Margin & Cash Flow Upside

- Raw material cost-to-revenue improved from 70.37% (FY23) to 65.05% (FY25), continuing in 1QFY26.
- Productivity enhancements and P3 operating systems delivering structural cost discipline.
- Strong working capital metrics: Receivable Days below 50; Payable Days ~100.
- Sustained fixed-cost absorption driving improving EBITDA margins and return metrics.

Valuation and Outlook: Tenneco India is entering a multi-year profitable growth cycle supported by market share gains, regulatory-driven CPV uplift, and rising content in premium vehicle platforms. The domestic auto market’s structural shift toward SUVs, EVs, and hybrid models provides strong tailwinds for the Advanced Ride Technologies division, where the company holds dominant share and superior technological edge. Increasing penetration of electronically controlled suspension systems and lightweight architectures will further enhance value capture per vehicle while deepening partnerships with leading OEMs. On the Clean Air & Powertrain front, tightening emissions and efficiency standards including BS7, CAFE, CPCB IV+, and TREM V will drive increased demand for advanced after-treatment and catalytic solutions, enabling continued wallet-share gains in CV, OH, and industrial applications. Early program alignments and modular manufacturing enhance responsiveness to next-gen platforms and support scale benefits. Margin trajectory remains structurally positive, with improved localization, supplier-financing initiatives, and sustained utilization strength supporting operating leverage. EBITDA margins are expected to expand further from FY25 levels (16.7%) as improved product mix, value engineering (P3 cost initiatives), and premium SUV adoption compound profitability. Negative net debt positions the company favourably to pursue technology-driven capex and localization programs without balance sheet risk. Strong governance, working capital discipline, and industry-leading ROCE (>50%) and ROE (>40%) reinforce the company’s status as a cost-efficient, cash-generative market leader. We recommend subscribe to the issue as with accelerating platform launches, content enrichment across PV and CT segments, and high scalability without major capacity additions, Tenneco India is positioned to consistently outperform industry growth while reinforcing its leadership in technology-intensive components.

Key Financial & Operating Metrics (Consolidated)								
In INR mn	Revenue	YoY (%)	EBITDA	EBITDA %	PAT	EPS	ROE	ROCE
FY23	48273.68	-	5694.50	11.8	3810.43	7.58	37.41	41.55
FY24	54676.12	13.26	6,120.85	11.19	4167.87	8.90	46.08	50.24
FY25	48,904.30	-10.56	8,132.63	16.63	5,531.43	13.68	42.71	58.15

Issue Snapshot

Issue Open	12-Nov-25
Issue Close	14-Nov-25
Price Band	INR 378- 397
Issue Size (Shares)	9,06,80,101
Market Cap (mln)	INR 160231

Particulars

Fresh Issue (INR mln)	-
OFS Issue (INR mln)	INR 36000
QIB	50%
Non-institutionals	35%
Retail	15%

Capital Structure

Pre Issue Equity	40,36,04,309
Post Issue Equity	40,36,04,309
Bid Lot	37 Shares
Minimum Bid amount @ 378	INR 13986
Maximum Bid amount @ 397	INR 14689

Share Holding Pattern

	Pre Issue	Post Issue
Promoters	97.25%	74.78%
Public	3.00%	25.22%

Particulars

Face Value	INR 10
Book Value	INR 39.89
EPS, Diluted	INR 13.71

Objects of the Issue

1. OFS Issue- ₹36,000 million

SUBSCRIBE

research@smifs.com



Tenneco Clean Air India Ltd.

November 10, 2025



Tenneco Clean Air India Ltd. manufactures and supplies critical, highly engineered and technology-intensive clean air, powertrain and suspension solutions tailored for Indian original equipment manufacturers (OEMs) and export markets. Tenneco's customer base spans OEMs who use its products in: (i) passenger vehicles (PVs), (ii) commercial vehicles (CVs), comprising commercial trucks (CTs) and off-highway vehicles (OHs), and (iii) industrial and other applications, comprising generator sets, small commercial vehicles with gross vehicle weight of less than 3.5 tons, two wheelers and three wheelers (Industrial/Others). Tenneco also sells to the aftermarket primarily through Motocare India Private Limited (Motocare), a subsidiary of Tenneco LLC and Group Company.

Manufacturing Capacity:

As of June 30, 2025, Tenneco operates 12 manufacturing facilities in India, comprising seven Clean Air & Powertrain Solutions facilities and five Advanced Ride Technology facilities, spread across seven states and one union territory. In the three months ended June 30, 2025 and in Fiscal 2025, Tenneco served 101 and 119 customers, respectively, including all top seven PV OEMs in India and all top five CT OEMs in India based on sales volume in Fiscal 2025. Tenneco also operates two R&D technical centers in India, equipped to support both global and local customer requirements.

Capacity Utilisation:

Facility	Product	F05			F04			F03		
		Installed capacity (Pieces in thousands)	Production volume (Pieces in thousands)	Capacity utilisation (%)	Installed capacity (Pieces in thousands)	Production volume (Pieces in thousands)	Capacity utilisation (%)	Installed capacity (Pieces in thousands)	Production volume (Pieces in thousands)	Capacity utilisation (%)
Clean Air & Powertrain Solutions	Cold Ends (Wafers, exhaust pipes)	1,513.49	983.93	65.03%	1,513.31	1,198.17	79.21%	1,363.51	1,142.05	83.83%
	Hot Ends (Catalytic converters)	1,254.42	1,654.53	132.04%	1,240.76	1,080.61	87.09%	991.62	899.22	90.68%
Chakan II	Hot Ends (Catalytic converters)	299.07	162.61	54.37%	-	-	-	-	-	-
Chennai	Cold Ends (Wafers, exhaust pipes)	1,002.53	456.51	45.53%	995.36	425.54	42.75%	869.01	638.42	73.46%
	Hot Ends (Catalytic converters)	136.53	57.49	41.50%	109.08	76.47	70.10%	61.89	72.40	117.14%
Pitampur	Hot Ends (Catalytic converters)	215.43	130.41	60.53%	166.35	130.16	78.31%	91.52	96.70	105.65%
Total	Cold Ends (Wafers, exhaust pipes)	2,577.02	1,402.45	54.45%	2,511.57	1,730.71	69.31%	2,071.52	1,667.07	80.46%
	Hot Ends (Catalytic converters)	1,669.45	1,975.43	118.35%	1,516.32	1,287.26	84.94%	1,063.96	1,078.38	101.36%
Bhivadi	Sprinklers	51,000.00	48,858.93	95.80%	51,000.00	46,740.77	91.65%	51,000.00	46,714.62	91.60%
Panviro	Bearings	42,859.00	34,946.00	81.56%	42,859.00	35,596.00	83.07%	38,270.00	34,210.00	89.42%
	Bearings	13,196.00	8,517.00	64.58%	13,196.00	8,604.00	65.24%	11,701.00	6,210.00	53.06%
	Thrust washers	3,476.00	3,083.00	88.71%	3,476.00	2,946.00	84.78%	3,361.00	2,136.00	63.55%
	Flanges	802	310	38.65%	802	227	28.31%	795	384	48.30%
Chakan Seelings	M/S	969	751.74	77.58%	746	653	87.53%	682	544	79.91%
Others (Continued)	New M/S	99,712.00	12,070.00	12.10%	192,271.00	13,807.00	7.18%	18,082.00	1,670.00	9.24%
	Heavy Hubs	1,196.00	1,112.86	93.05%	1,270.00	1,079.00	84.96%	1,201.00	889	74.02%
Advanced Ride Technologies										
Hosur	Struts and shock absorbers	6,040.00	7,340.93	121.54%	6,040.00	6,095.96	100.93%	7,700.00	7,171.76	93.14%
Bawal	Struts and shock absorbers	6,277.00	6,913.31	110.13%	6,277.00	6,036.16	96.16%	7,400.00	6,740.20	91.22%
Serand	Struts and shock absorbers	4,300.00	3,807.09	88.54%	4,320.00	2,708.67	62.70%	3,340.00	2,036.68	61.00%
Total	Struts and shock absorbers	16,617.00	17,061.33	102.68%	16,677.00	15,040.81	89.94%	18,440.00	15,948.04	86.52%
Chakan ART	Wafers assemblers of shock absorbers	2,795.00	2,343.86	83.86%	2,755.00	1,845.00	66.94%	1,846.00	1,475.00	79.91%
Pondicherry	Strut parts	58,000.00	58,000.00	100.00%	53,000.00	51,400.00	96.98%	47,000.00	46,534.40	99.01%

The map below sets forth the locations of the 12 manufacturing facilities and two R&D technical centers:

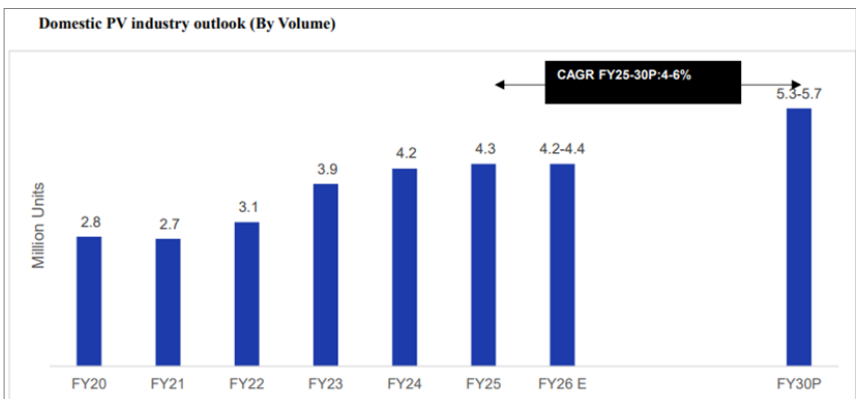


Revenue bifurcation:

	For Fiscal 2025				For Fiscal 2024				For Fiscal 2023			
	VAR (₹ millions)	% of VAR	Revenue from operations (₹ millions)	% of revenue from operations	VAR (₹ millions)	% of VAR	Revenue from operations (₹ millions)	% of revenue from operations	VAR (₹ millions)	% of VAR	Revenue from operations (₹ millions)	% of revenue from operations
Clean Air & Powertrain Solutions												
Domestic	21,601.04	93.84%	26,612.66	94.63%	23,183.25	96.43%	35,009.22	97.16%	19,963.99	94.39%	29,175.50	95.96%
Export ⁽¹⁾	1,273.63	5.53%	1,365.10	4.85%	729.85	3.04%	893.93	2.48%	978.66	4.63%	1,020.83	3.36%
Other	144.93	0.63%	144.93	0.52%	127.92	0.53%	127.92	0.36%	207.14	0.98%	207.14	0.68%
Operating Revenue ⁽²⁾												
Total	23,019.60	100.00%	28,122.69	100.00%	24,041.02	100.00%	36,031.07	100.00%	21,149.79	100.00%	30,403.47	100.00%
Advanced Ride Technologies												
Domestic	19,164.39	92.22%	19,164.39	92.22%	17,160.69	92.04%	17,160.69	92.04%	15,769.21	88.24%	15,769.21	88.24%
Export ⁽¹⁾	1,556.82	7.49%	1,556.82	7.49%	1,429.82	7.67%	1,429.82	7.67%	2,021.49	11.31%	2,021.49	11.31%
Other	60.40	0.29%	60.40	0.29%	54.54	0.29%	54.54	0.29%	79.51	0.45%	79.51	0.45%
Operating Revenue ⁽²⁾												
Total	20,781.61	100.00%	20,781.61	100.00%	18,645.05	100.00%	18,645.05	100.00%	17,870.21	100.00%	17,870.21	100.00%
Consolidated												
Domestic	40,765.43	93.07%	45,777.05	93.61%	40,343.94	94.51%	52,169.91	95.42%	35,733.20	91.58%	44,944.71	93.10%
Export ⁽¹⁾	2,830.45	6.46%	2,921.92	5.97%	2,159.67	5.06%	2,323.75	4.25%	3,000.15	7.69%	3,042.32	6.30%
Other	205.33	0.47%	205.33	0.42%	182.46	0.43%	182.46	0.33%	286.65	0.73%	286.65	0.60%
Operating Revenue ⁽²⁾												
Total	43,801.21	100.00%	48,904.30	100.00%	42,686.07	100.00%	54,676.12	100.00%	39,020.00	100.00%	48,273.68	100.00%

Industry Overview:

Indian auto component production (which includes sales to OEMs, exports and the replacement market) has increased at a 13.4% CAGR to ₹8,622 billion in Fiscal 2025 from ₹4,592 billion in Fiscal 2020. Auto component exports grew at a strong 13.4% CAGR during Fiscals 2020 to 2025. The auto component market size is expected to grow between Fiscals 2025 and 2030 to reach ₹13,500 to ₹14,500 billion. Domestic auto-component production revenue is projected to increase by 7-9% in Fiscal 2026, aided by continued economic growth and buoyant demand from the OEM, replacement and export markets. Auto component exports (accounting for 22% of the overall demand in Fiscal 2025) are projected to record a 6-8% on-year growth in Fiscal 2026.



Investment Rationale:

Market leading supplier of critical, highly engineered and technology intensive clean air, powertrain and suspension solutions to leading Indian and global OEMs: Tenneco offers critical, highly engineered and technology-intensive clean air, powertrain and suspension solutions customized for Indian OEMs and export markets, supported by leading positions across key automotive sub-segments in Fiscal 2025. The company is the largest supplier of Clean Air Solutions to Indian commercial truck OEMs with a 57% revenue-based market share, and the leading supplier to off-highway OEMs (excluding tractors) with a 68% share. In the passenger vehicle segment, Tenneco ranks among the top four Clean Air suppliers with a 19% share. Additionally, the company is the largest supplier of shock absorbers and struts to Indian passenger vehicle OEMs, commanding a strong 52% revenue-based market share. These dominant competitive positions across high-volume OEM segments underscore Tenneco's strategic relevance within India's expanding automotive ecosystem and reinforce sustained revenue visibility, customer stickiness and long-term growth potential. Tenneco's market leadership across major vehicle segments in Fiscal 2025, supported by long-standing partnerships with a diversified base of Indian and global OEMs, positions the company to further deepen existing customer relationships while expanding into new programs across segments. The company served 101 customers in the three months ended June 30, 2025 and 119 customers in Fiscal 2025, including all top seven passenger vehicle OEMs in India and all top five commercial truck OEMs in India based on sales volumes in Fiscal 2025. This extensive OEM coverage demonstrates strong customer stickiness, high qualification thresholds, and Tenneco's critical role in enabling regulatory compliance and performance enhancement for leading automotive platforms.

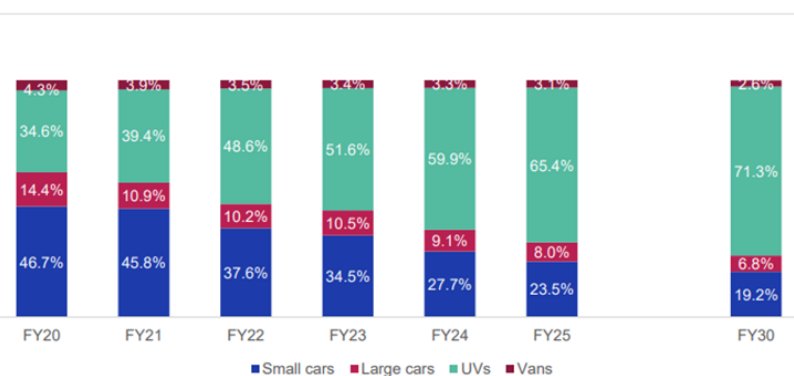
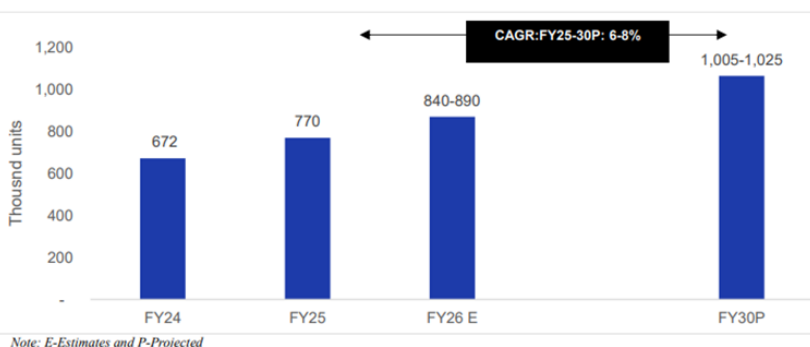
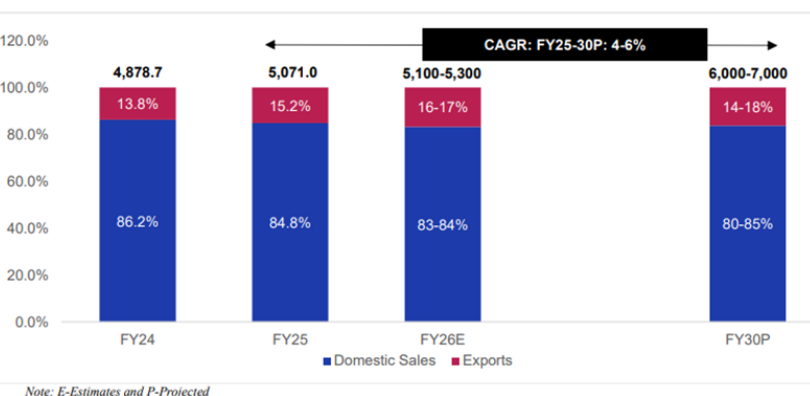
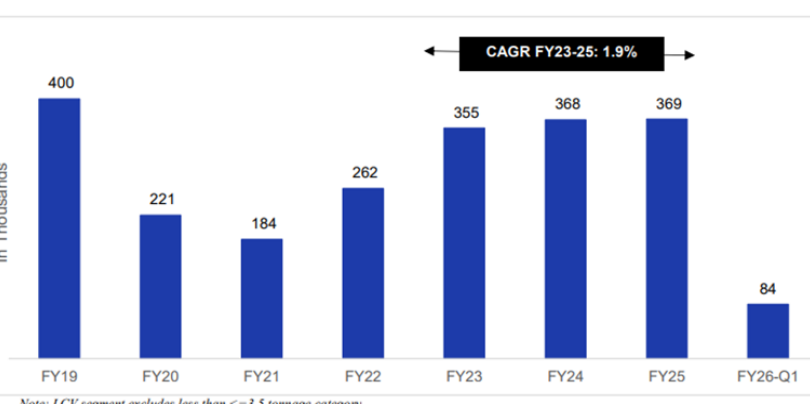
Tenneco is well-positioned in each of its product offerings:

- Tenneco is the largest supplier of Clean Air Solutions to Indian CT OEMs, with a market share of 57%;
- Tenneco is the largest supplier of Clean Air Solutions to Indian OH OEMs (excluding tractors), with a market share of 68%;
- Tenneco is among the top four suppliers of Clean Air Solutions to Indian PV OEMs, with a market share of 19%; and
- Tenneco is the largest supplier of shock absorbers and struts to Indian PV OEMs, with a market share of 52% (each in terms of value revenue in Fiscal 2025)

Capturing market opportunities driven by tightening emission standards: Tenneco's Clean Air Solutions business is structurally aligned with tightening emission regulations across the passenger vehicle, commercial vehicle and industrial/off-highway segments in India. The industry has transitioned to stringent standards such as BS6, CEV-IV and TREM-IV, and further regulatory upgrades including CAFE norms, TREM-V, BS7, CEV-V and CPCB IV+ are expected in the coming years. These policies are designed to progressively reduce hydrocarbons, CO₂, nitrogen oxides and particulate matter, which historically has driven significant investments in advanced after-treatment systems, engine technology enhancements and fuel quality upgrades. As emission thresholds tighten, content-per-vehicle (CPV) for clean air systems continues to rise, creating a sustained demand tailwind.

With an established presence across CVs, PVs and diversified industrial applications, Tenneco is well positioned to capture incremental CPV opportunities, irrespective of varied electrification pathways in PVs and CVs. The company's clean air solutions remain critical for thermal powertrains and hybrid architectures, ensuring relevance throughout the energy-transition period.

To secure long-term growth, Tenneco is focusing on modular and standardized emission-control platforms designed for compliance with upcoming domestic and international standards. The strategy includes early involvement with leading OEMs globally and in India to offer future-ready clean air technologies tuned to local operating conditions, ensuring faster platform adoption and reinforcing its leadership positioning in emission-control systems.

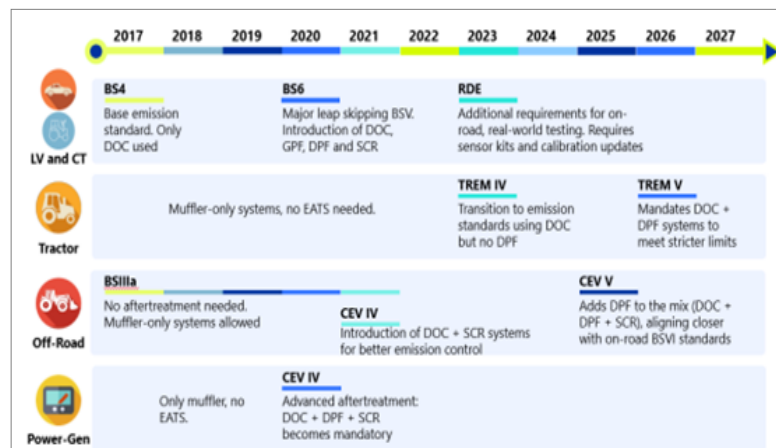
Outlook by industry segment**Outlook for exports (fiscals 2025-2030P)****Overall PV industry outlook for domestic sales and exports (fiscals 2025-2030P)****Review of domestic CTs industry, fiscal 2019-2026 Q1 (in volume terms of sales)**

Tenneco Clean Air India Ltd.

November 10, 2025



The image below details certain historical and expected changes following implementation of new emission standards:



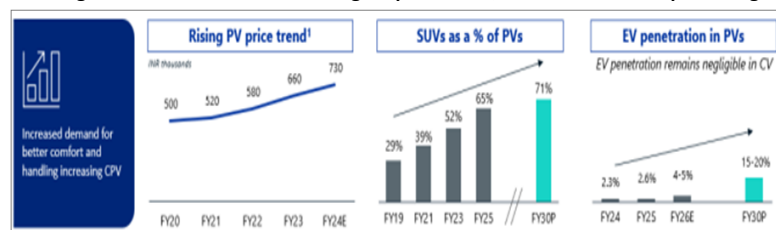
Capitalizing on trends toward premiumization, SUVs, EVs and hybrids:

Tenneco is well-positioned to capitalize on the structural market transition toward premium vehicles, SUVs, EVs and hybrid powertrains. The Indian PV market has progressively shifted from cost-sensitive hatchbacks to technology-rich premium models featuring advanced safety, comfort, and performance attributes. This evolution increases technological complexity within vehicles, resulting in higher content per vehicle (CPV) and expanding demand for Tenneco's differentiated product suite. Additionally, industry-wide engine downsizing supported by turbocharging and lightweight construction enhances requirements for high-performance chassis and powertrain components, strengthening Tenneco's addressable opportunity.

Within Clean Air & Powertrain Solutions, Tenneco's modular exhaust aftertreatment systems and optimized ICE-hybrid powertrain components enable compliance with tightening fuel-efficiency and emission standards while supporting packaging efficiency in modern vehicle architectures. The strategic focus on key OEM platforms across PV and CV segments reinforces future revenue visibility.

Tenneco's Advanced Ride Technologies division is aligned with premium and electrified mobility trends through innovative suspension solutions including continuously variable dampers, lightweight hollow rod designs and adaptive ride height systems. These technologies enhance ride dynamics, noise reduction and durability—key differentiators demanded by premium and EV customers. Collectively, these tailwinds position Tenneco to capture sustained growth, deepen OEM partnerships and expand CPV across fast-growing vehicle categories.

The diagram below illustrates the rising PV price trend, increase SUVs as a percentage of PVs and EV penetration in PVs:



Enhancing competitiveness through strategic localization – “Make in India”:

Tenneco's localization strategy is designed to strengthen cost competitiveness, deepen OEM penetration and expand content per vehicle (CPV). By adapting global technologies for Indian operating conditions and manufacturing them locally, Tenneco reduces logistics costs, import duties and supply chain exposure while improving responsiveness and pricing alignment with OEM requirements. These initiatives support higher margins and greater share of wallet, particularly in under-penetrated segments such as commercial vehicles.

Tenneco is focused on localizing Advanced Ride Technology components by transitioning leading OEMs from passive suspension products to advanced technological solutions. Increasing domestic production of critical parts such as valving technologies is expected to enable cost reduction, improve supply reliability and accelerate market adoption of premium suspension systems, driving higher CPV and market share gains.

In Powertrain, localization of products including patented IROX bearings and ceramic spark plug components will reduce import-related premiums and enhance competitive differentiation. Developing localized capabilities for polymer-coated bearings and specialized ceramics strengthens Tenneco's value proposition in high-stress engine environments common in India. These initiatives collectively reinforce long-term margin expansion, portfolio diversification and OEM platform wins across vehicle segments.

Continued focus on operational efficiencies to ensure sustained improvement in profit and cash generation: Tenneco's strategic focus on operational efficiency continues to drive sustained margin improvement and enhanced cash generation despite macro challenges such as tariff-related cost pressures. The company has systematically improved profitability by optimizing material sourcing, manufacturing productivity, direct labor utilization and overhead structures. Cost of raw materials consumed as a percentage of revenue from operations improved meaningfully from 70.37% in Fiscal 2023 to 65.05% in Fiscal 2025, with further progress to 64.42% in the three months ended June 30, 2025. Excluding substrate costs, raw material consumed as a percentage of VAR improved consistently as well, reflecting stronger cost control and procurement leverage.

Tenneco continues to deploy global sourcing advantages, footprint optimization through P3 operating systems and a rigorous “clean sheet” methodology to structurally reduce SG&A and R&D inefficiencies. Inventory discipline and stronger supplier partnerships have supported working capital improvements. Receivable Days have remained below 50 days across reported periods, while Payable Days improved to 105 days in Fiscal 2024 and remained elevated at 100 days in the 1QFY26, supported by supplier/vendor financing programs that strengthen supply chain resilience. These initiatives reinforce a sustainable improvement cycle in margins, cash conversion and overall return metrics.

Valuation and Outlook: Tenneco India is entering a multi-year profitable growth cycle supported by market share gains, regulatory-driven CPV uplift, and rising content in premium vehicle platforms. The domestic auto market's structural shift toward SUVs, EVs, and hybrid models provides strong tailwinds for the Advanced Ride Technologies division, where the company holds dominant share and superior technological edge. Increasing penetration of electronically controlled suspension systems and lightweight architectures will further enhance value capture per vehicle while deepening partnerships with leading OEMs. On the Clean Air & Powertrain front, tightening emissions and efficiency standards including BS7, CAFE, CPCB IV+, and TREM V will drive increased demand for advanced aftertreatment and catalytic solutions, enabling continued wallet-share gains in CV, OH, and industrial applications. Early program alignments and modular manufacturing enhance responsiveness to next-gen platforms and support scale benefits. Margin trajectory remains structurally positive, with improved localization, supplier-financing initiatives, and sustained utilization strength supporting operating leverage. EBITDA margins are expected to expand further from FY25 levels (16.7%) as improved product mix, value engineering (P3 cost initiatives), and premium SUV adoption compound profitability. Negative net debt positions the company favourably to pursue technology-driven capex and localization programs without balance sheet risk. Strong governance, working capital discipline, and industry-leading ROCE (>50%) and ROE (>40%) reinforce the company's status as a cost-efficient, cash-generative market leader. We recommend subscribe to the issue as with accelerating platform launches, content enrichment across PV and CT segments, and high scalability without major capacity additions, Tenneco India is positioned to consistently outperform industry growth while reinforcing its leadership in technology-intensive components.

Peer Comparison

Name of the Company	Closing Price (₹ per share as on Nov 10, 2025)	Revenue from Operations for FY 2025 (₹ million)	Diluted EPS	P/E
Tenneco	397	48,904.30	13.68	28.96
Bosch Ltd	37,135.00	1,80,874.00	683.25	54.35
Timken India Ltd	3,021.00	31,478.10	59.48	50.79
SKF India Ltd	2,070.00	49,199.00	114.5	18.08
ZF Commercial Vehicle Control System India Ltd	12,696.00	38,309.63	242.9	52.27
Sharda Motor Industries Ltd	1,114.00	28,365.71	109.71	10.15
Gabriel India Ltd	1,256.00	40,633.81	17.05	73.67
Uno Minda Ltd	1,317.00	1,67,746.10	16.37	80.45
Sona BLW Precision Forgings Ltd	487.00	35,460.21	9.92	49.09

FY25

Particulars	Unit	Tenneco	Bosch Ltd	Timken India Ltd	SKF India Ltd	ZF Commercial Vehicle Control System India Ltd	Sharda Motor Industries Ltd	Gabriel India Ltd	Uno Minda Ltd	Sona BLW Precision Forgings Ltd
Revenue from Operations	₹ million	48,904.30	1,80,874.00	31,478.10	49,199.00	38,309.63	28,365.71	40,633.81	1,67,746.10	35,460.21
EBITDA	₹ million	8,152.39	23,097.00	6,418.00	8,468.80	7,390.00	3,964.00	3,917.00	18,740.00	9,753.00
Profit After Tax (PAT)	₹ million	5,531.43	24,913.00	4,473.82	5,659.10	4,607.30	768.28	2,449.81	10,205.70	5,996.88
Return on Equity (ROE)	%	42.65	19.4	21.15	21.4	-	30	22.4	17.7	17.7
Return on Capital Employed (ROCE)	%	56.78	-	25.13	29.3	-	38	-	18.9	18.4

Tenneco Clean Air India Ltd.

November 10, 2025



Income Statement				Balance Sheet			
Y/E (INR mn)	FY23	FY24	FY25	Y/E (INR mn)	FY23	FY24	FY25
Revenue	48,273.68	54,676.12	48,904.30	Source of funds			
Expenses:				Equity Share Capital	3134.06	2140.89	4036.04
Cost of Materials Consumed	34483.55	38761.74	32159.46	Reserves	7051.14	5764.18	12063.66
Employee Cost	2485.76	2526.45	2979.24	Total Share holders funds	12080.35	9800.22	16099.70
Total Expenses	42,579.18	48,555.27	40,771.67	Current Liabilities	11,700.99	11,029.33	11,492.95
EBITDA	5,694.50	6,120.85	8,132.63	Trade Payables	8942.58	8731.66	8424.21
EBITDA Margin %	11.8	11.19	16.63	Total Non-Current Liabilities	418.63	396.85	472.26
Interest	215.58	251.63	202.66	Total Liabilities	24,214.16	21,239.65	28,097.58
Depreciation	1009.19	1035.93	1031.72				
Other Income	607.72	697.76	429.91	Application of funds			
PBT	5,077.45	5,531.05	7,328.16	Fixed Assets	6308.54	6075.34	5818.67
PAT	3,810.43	4,167.87	5,531.43	CWIP	184.84	366.18	310.67
EPS	7.58	8.90	13.68	Cash and Bank	4127.24	1836.56	2862.34
				Current Assets	14616.33	11835.63	9485.64
				Trade Receivables	5631.82	5597.62	6872.31
				Other current assets	448.36	913.86	387.35
				Total Assets	24,214.16	21,239.65	28,097.58

Cash Flow				Key Ratios			
Y/E (INR mn)	FY23	FY24	FY25	Y/E (INR mln)	FY23	FY24	FY25
Profit Before Tax	5077.45	5531.05	7,328.16	Growth Ratio			
Adjustment	899.84	624.04	897.26	Net Sales Growth(%)	-	13.26	-10.56
Changes In working Capital	743.16	-122.37	-653.16	EBITDA Growth(%)	-	8.19	32.87
Cash Flow after changes in Working Capital	6720.45	6032.72	7572.26	PAT Growth(%)	-	9.38	32.72
Tax Paid	-1345.41	-1155.99	-1948.40	Margin Ratios			
Cash From Operating Activities	5375.04	4876.73	5623.86	EBITDA	11.8	11.19	16.63
Cash Flow from Investing Activities	-130.96	-301.41	-267.80	PBT	10.52	10.12	14.98
Cash from Financing Activities	-3943.91	-6859.35	-4327.81	PAT	7.89	7.62	11.31
Net Cash Inflow / Outflow	1,300.17	-2,284.03	1,028.25	Return Ratios			
Opening Cash & Cash Equivalents	2814.59	4114.76	1830.73	ROA	15.74	18.34	22.42
Closing Cash & Cash Equivalent	4114.76	1830.73	2,858.98	ROE	37.41	46.08	42.71
				ROCE	41.55	50.24	58.15
				Turnover Ratios			
				Asset Turnover(x)	1.99	0.39	1.98
				Debtors Turnover (x)	8.57	9.74	7.84
				Solvency Ratios			
				Current Ratio(x)	1.25	1.07	0.83
				Quick Ratio(x)	0.91	0.77	0.91
				Interest Cover(x)	24.55	24.32	37.16
				Valuation Ratios			
				P/E	-	-	29.02
				P/B	-	-	9.95
				EV/EBITDA	-	-	19.35
				EV/Sales	-	-	3.22

Analyst Certification:

I, **Saurav Pal**, Research Analyst of SMIFS Limited (in short "SMIFS / the Company"), authors and the names subscribed to this Research Report, hereby certify that all of the views expressed in this Research Report accurately reflect our views about the subject issuer(s) or securities and distributed as per SEBI (Research Analysts) Regulations 2014. I also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this Research Report. It is also confirmed that I, the above mentioned Research Analyst(s) of this Research Report have not received any compensation from the subject companies mentioned in the Research Report in the preceding twelve months and do not serve as an officer, director or employee of the subject companies mentioned in the Research Report.

Terms & Conditions and Other Disclosures:

SMIFS Limited is engaged in the business of Stock Broking, Depository Services, Portfolio Management and Distribution of Financial Products. SMIFS Limited is registered as Research Analyst Entity with Securities & Exchange Board of India (SEBI) with Registration Number – INH300001474.

SMIFS and our associates might have investment banking and other business relationship with a significant percentage of companies covered by our Research Analysts. SMIFS generally prohibits its analysts, persons reporting to analysts and their relatives from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover.

The information and opinions in this Research Report have been prepared by SMIFS and are subject to change without any notice. The Research Report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of SMIFS Limited. While we would endeavour to update the information herein on a reasonable basis, SMIFS is under no obligation to update or keep the information current. Also, there may be regulatory, compliance or other reasons that may prevent SMIFS from doing so. Non-rated securities indicate that rating on a particular security has been suspended temporarily and such suspension is in compliance with applicable regulations and/or policies of SMIFS, in circumstances where SMIFS might be acting in an advisory capacity to this company, or in certain other circumstances.

This Research Report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This Research Report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Securities as defined in clause (h) of section 2 of the Securities Contract Act, 1956, includes Financial Instruments, Currency and Commodity Derivatives. Though disseminated to all the customers simultaneously, not all customers may receive this Research Report at the same time. SMIFS will not treat recipients as customers by virtue of their receiving this Research Report. Nothing in this Research Report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this Research Report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. The value and return on investment may vary because of changes in interest rates, foreign exchange rates or any other reason. SMIFS accepts no liabilities whatsoever for any loss or damage of any kind arising out of the use of this Research Report. Past performance is not necessarily a guide to future performance. Investors are advised to see Risk Disclosure Document to understand the risks associated before investing in the securities markets. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice. The information given in this report is as of date of this report and there can be no assurance that future results or events will be consistent with this information. The information provided in this report remains, unless otherwise stated, the copyright of SMIFS. All layout, design, original artwork, concepts and intellectual Properties remains the property and copyright of SMIFS and may not be used in any form or for any purpose whatsoever by any party without the express written permission of the SMIFS.

SMIFS shall not be liable for any delay or any other interruption which may occur in presenting the data due to any reason including network (Internet) reasons or snags in the system, breakdown of the system or any other equipment, server breakdown, maintenance shutdown, breakdown of communication services or inability of SMIFS to present the data. In no event shall SMIFS be liable for any damages, including without limitation direct or indirect, special, incidental, or consequential damages, losses or expenses arising in connection with the data presented by the SMIFS through this report.

Participants in foreign exchange transactions may incur risks arising from several factors, including the following: (a) Exchange Rates can be volatile and are subject to large fluctuations; (b) the value of currencies may be affected by numerous market factors, including world and notional economic, political and regulatory events, events in Equity & Debt Markets and changes in interest rates; and (c) Currencies may be subject to devaluation or government imposed Exchange Controls which could affect the value of the Currency. Investors in securities such as Currency Derivatives, whose values are affected by the currency of an underlying security, effectively assume currency risk.

Since associates of SMIFS are engaged in various financial service businesses, they might have financial interests or beneficial ownership in various companies including the subject company/companies mentioned in this Research Report.

SMIFS and its Associates, Officers, Directors, Employees, Research Analysts including their relatives worldwide may: (i) from time to time may have long or short positions in, and buy or sell the Securities, mentioned herein or (ii) be engaged in any other transaction involving such Securities and earn brokerage or other compensation of the Subject Company/ companies mentioned herein or act as an Advisor or Lender/Borrower to such Companies or have other potential/material Conflict of Interest with respect to any recommendation and related information and opinions at the time of the publication of the Research Report or at the time of Public Appearance.

SMIFS does not have proprietary trades but may at a future date, opt for the same with prior intimation to Clients/ Investors and extant Authorities where it may have proprietary long/short position in the above Scrip(s) and therefore should be considered as interested.

The views provided herein are general in nature and do not consider Risk Appetite or Investment Objective of any particular Investor; Clients/ Readers/ Subscribers of this Research Report are requested to take independent professional advice before investing, however the same shall have no bearing whatsoever on the specific recommendations made by the analysts, as the recommendations made by the analysts are completely independent views of the Associates of SMIFS even though there might exist an inherent conflict of interest in some of the stocks mentioned in the Research Report.

The information provided herein should not be construed as invitation or solicitation to do business with SMIFS.

SMIFS or its subsidiaries collectively or Research Analysts or their relatives do not own 1% or more of the equity securities of the Company mentioned in the Research Report as of the last day of the month preceding the publication of the Research Report.

SMIFS encourages independence in Research Report preparation and strives to minimize conflict in preparation of Research Report. Accordingly, neither SMIFS and their Associates nor the Research Analysts and their relatives have any material conflict of interest at the time of publication of this Research Report or at the time of the Public Appearance, if any.

SMIFS or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

SMIFS or its associates might have received any compensation from the companies mentioned in the Research Report during the period preceding twelve months from the date of this Research Report for services in respect of managing or co-managing public offerings, corporate finance, investment banking, brokerage services or other advisory service in a merger or specific transaction from the subject company.

SMIFS or its associates might have received any compensation for products or services other than investment banking or brokerage services from the subject companies mentioned in the Research Report in the past twelve months.

SMIFS or its associates or its Research Analysts did not receive any compensation or other benefits whatsoever from the subject companies mentioned in the Research Report or third party in connection with preparation of the Research Report.

Compensation of Research Analysts is not based on any specific Investment Banking or Brokerage Service Transactions.

The Research Analysts might have served as an officer, director or employee of the subject company.

SMIFS and its Associates, Officers, Directors, Employees, Research Analysts including their relatives worldwide may have been engaged in market making activity for the companies mentioned in the Research Report.

SMIFS may have issued other Research Reports that are inconsistent with and reach different conclusion from the information presented in this Research Report.

A graph of daily closing prices of the securities/commodities is also available at www.nseindia.com and/or www.bseindia.com, www.mcxindia.com and/or www.icex.com.

SMIFS submit' s that no material disciplinary action has been taken on the Company by any Regulatory Authority impacting Equity Research Analysis activities in last 3 years.

This Research Report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SMIFS and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

Specific Disclosures

1. SMIFS, Research Analyst and/or his relatives does not have financial interest in the subject company, as they do not have equity holdings in the subject company.
2. SMIFS, Research Analyst and/or his relatives do not have actual/beneficial ownership of 1% or more securities in the subject company.
3. SMIFS, Research Analyst and/or his relatives have not received compensation/other benefits from the subject company in the past 12 months.
4. SMIFS, Research Analyst and/or his relatives do not have material conflict of interest in the subject company at the time of publication of research report.
5. Research Analyst has not served as director/officer/employee in the subject company
6. SMIFS has not acted as a manager or co-manager of public offering of securities of the subject company in past 12 months.
7. SMIFS has not received compensation for investment banking/ merchant banking/brokerage services from the subject company in the past 12 months
8. SMIFS has not received compensation for other than investment banking/merchant banking/brokerage services from the subject company in the past 12 months.
9. SMIFS has not received any compensation or other benefits from third party in connection with the research report.
10. SMIFS has not engaged in market making activity for the subject company

Analyst holding in stock: **NO**

Key to SMIFS Investment Rankings / Ratings

Buy: Return >15%, Accumulate: Return between 5% to 15%, Reduce: Return between -5% to +5%, Sell: Return < -5%

Contact us:

SMIFS Limited. (<https://www.smifs.com/>)

Compliance Officer:

Sudipto Datta,

5F Vaibhav, 4 Lee Road, Kolkata 700020, West Bengal, India.

Contact No.: +91 33 4011 5414 / +91 33 6634 5414

Email Id.: compliance@smifs.com

Mumbai Office:

206/207, Trade Centre, Bandra Kurla Complex (BKC), Bandra East, Mumbai – 400051, India

Contact No.: (D) +91 22 4200 5508, (B) +91 22 4200 5500

Email Id: institutional.equities@smifs.com

Kolkata Office:

Vaibhav, 4 Lee Road, Kolkata 700020, West Bengal, India.

Contact No.: (D) +91 33 6634 5466, (B) +91 33 4011 5466

Email Id: smifs.institutional@smifs.com