



Stock Research – Shriram Pistons & Rings Ltd. (SPRL)

(www.shrirampistons.com, BSE: 544344, NSE: SHRIPISTON)

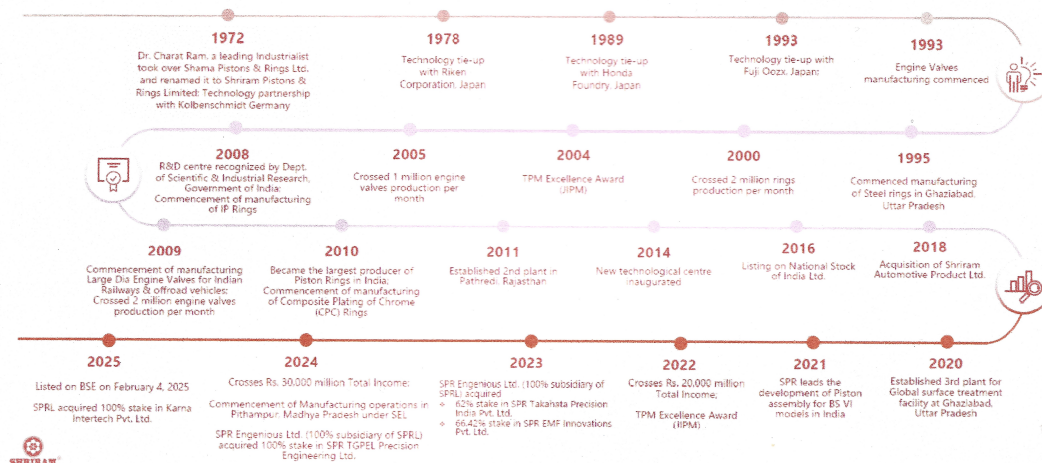
Date: 14th May 2025

Company Overview

Shriram Pistons & Rings Limited (SPRL) is the leading manufacturer of Pistons, Piston Pins, Piston Rings, and Engine Valves in India. Incorporated in 1963 and renamed under Dr. Charat Ram's leadership in 1972, currently company operates 9 manufacturing facilities (including 6 under subsidiaries) across India. Its products are marketed to almost all renowned OEMs and Aftermarkets under the **brands SPR and USHA**, catering to both domestic and international markets.

During FY25, company's sales to OEM contribute ~52% followed by aftermarket sales (~26%), exports (~17%) and non-automotive (~5%). Besides, company has presence across segments CV, PV, 2-wheelers, Tractors, off-highway industrials and gensets.

Brief History:



Management and Shareholding Pattern

- Board features experienced professionals and Shriram Group scions. MD & CEO is K. Srinivasan, a veteran auto industry executive who joined SPR in 2019/20. Key promoters/directors include Luv D. Shriram (second generation of the founding Shriram family) as well as several NED/independent directors from industry and its technological JV partners (KS Kolbenschmidt GmbH and Riken Corporation).
- There has been increase in FII/DII shareholding post Sep'24.

	Jun 2022	Sep 2022	Dec 2022	Mar 2023	Jun 2023	Sep 2023	Dec 2023	Mar 2024	Jun 2024	Sep 2024	Dec 2024	Mar 2025
Promoters +	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	43.75%	43.75%	43.75%
FIs +	0.00%	0.00%	0.00%	0.00%	0.03%	0.08%	1.07%	1.35%	1.99%	4.27%	4.50%	5.30%
DIs +	10.28%	10.17%	10.11%	10.05%	9.59%	9.29%	13.07%	12.55%	11.80%	12.74%	13.06%	13.15%
Public +	42.97%	43.08%	43.14%	43.20%	43.63%	43.88%	39.11%	39.35%	39.46%	39.24%	38.69%	37.78%
No. of Shareholders	2,406	2,482	2,616	3,043	4,672	8,218	22,627	36,292	40,419	47,013	46,348	43,808

(Source: Screener)

Kapil

14th May 2025

Financial Summary:

Quarterly Results

Consolidated Figures in Rs. Crores / View Standalone

	Mar 2022	Jun 2022	Sep 2022	Dec 2022	Mar 2023	Jun 2023	Sep 2023	Dec 2023	Mar 2024	Jun 2024	Sep 2024	Dec 2024	Mar 2025
Sales +	587	620	652	636	701	716	752	766	856	837	876	848	988
Expenses +	503	526	537	519	566	570	594	604	679	672	699	677	778
Operating Profit	85	94	115	117	135	146	158	161	177	165	178	171	210
OPM %	14%	15%	18%	18%	19%	20%	21%	21%	21%	20%	20%	20%	21%
Other Income +	10	7	12	12	16	19	23	19	24	26	30	27	27
Interest	2	3	5	5	6	6	7	8	9	9	9	8	8
Depreciation	25	24	24	23	24	23	22	29	34	30	31	31	28
Profit before tax	68	73	98	100	121	136	151	143	158	154	168	159	201
Tax %	26%	26%	25%	25%	25%	26%	25%	25%	26%	24%	25%	24%	25%
Net Profit +	50	55	73	75	91	101	113	108	116	117	126	121	152
EPS in Rs	11.45	12.42	16.59	17.01	20.67	23.17	25.80	24.37	27.15	26.21	28.32	27.22	33.27

Balance Sheet

Consolidated Figures in Rs. Crores / View Standalone

CORPORATE ACTIONS

	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Equity Capital	22	22	22	22	22	22	22	22	22	22	44	44
Reserves	538	585	673	772	891	1,004	1,048	1,126	1,233	1,505	1,882	2,350
Borrowings +	381	310	289	226	179	97	135	146	157	333	487	508
Other Liabilities +	253	272	308	334	398	445	352	409	438	551	723	828
Total Liabilities	1,194	1,189	1,292	1,354	1,491	1,568	1,558	1,704	1,850	2,412	3,136	3,729
Fixed Assets +	713	667	597	577	555	613	741	703	689	772	934	1,203
OWIP	9	4	6	9	11	17	19	8	6	5	31	58
Investments	0	0	18	8	20	6	61	34	32	72	115	36
Other Assets +	472	518	672	760	904	934	737	959	1,124	1,563	2,056	2,432
Total Assets	1,194	1,189	1,292	1,354	1,491	1,568	1,558	1,704	1,850	2,412	3,136	3,729

Compounded Sales Growth		Compounded Profit Growth		Stock Price CAGR		Return on Equity	
10 Years:	11%	10 Years:	24%	10 Years:	%	10 Years:	17%
5 Years:	17%	5 Years:	48%	5 Years:	56%	5 Years:	20%
3 Years:	20%	3 Years:	46%	3 Years:	90%	3 Years:	23%
TTM:	15%	TTM:	16%	1 Year:	16%	Last Year:	23%

(Source: Screener)

- 8 quarters of 20%+ EBITDA margins. Healthy net profit CAGR.
- Net debt is zero
- Cash conversion cycle of ~60-75 days.
- Healthy cash flow generation from operating activities
- EPS of ~115 Rs. For FY25 thus putting current P/E at ~20.7. EV/EBIDTA is ~12
- Organic as well as inorganic growth – Company has made several acquisitions over last 2-3 years and increased stake in subsidiaries and open to explore further opportunities for inorganic growth as well as enhance its capabilities. It acquired SPR Takahata (precision injection moulds), SPR EMFi (products for e-mobility applications), SPR TGPEL (mold making & precision plastic components) and Karna Intertech (gravity die casting moulds).

Valuation:

On back of its healthy profit growth with expansion of margins in last 2-3 years despite subdued industry performance especially during FY25, company is expected to maintain the trajectory and may further surprise on the upside with several acquisitions to increase its capabilities. We are of the view that management quality and consistent performance makes it a PE re-rating candidate as well. Hence, a 20-25% growth in EPS with PE expansion to ~25 over next 12 months project an upside of ~45-50%.

Kapi
14th May 2025

Technical Views:

- Stock close to its all-time high of Rs. 2,399.
- Significant technical break-out on 8th May 2025:
 - On back of strong results declared on 7th May 2025
 - Huge unfilled gap with low of 8th May being Rs. 1961 as against previous day high of Rs.1879 with prices breaking 50dma as well as 200dma levels on highest ever single day volume which is close to 18 times of 20-day average trading volume for the company.

DATE	SERIES	OPEN	HIGH	LOW	PREV. CLOSE	LTP	CLOSE	VWAP	52W H	52W L	VOLUME	VALUE
13-May-2025	EQ	2,255.00	2,373.90	2,230.10	2,256.70	2,365.00	2,361.10	2,318.00	2,399.00	1,862.55	2,05,926	47,73,36,292.60
12-May-2025	EQ	2,240.00	2,299.90	2,222.20	2,191.40	2,258.00	2,255.70	2,261.75	2,399.00	1,862.55	2,41,559	54,63,45,427.40
09-May-2025	EQ	2,100.00	2,269.00	2,065.10	2,121.50	2,210.00	2,191.40	2,187.78	2,399.00	1,862.55	6,11,669	1,32,71,00,401.60
08-May-2025	EQ	1,994.40	2,175.00	1,951.00	1,861.00	2,106.20	2,121.50	2,118.98	2,399.00	1,862.55	14,85,445	3,10,52,48,318.50
07-May-2025	EQ	1,801.00	1,879.00	1,786.00	1,811.70	1,870.00	1,891.00	1,839.24	2,399.00	1,862.55	69,375	12,26,91,227.50

(Source: NSE)

- 50dma (Rs. 1923) is on verge of crossing 200dma (Rs. 1933).



(Source: TradingView)



(Source: Screener)

Kapil
14th May
2025

Shriram Pistons Rings 2,361.10 +104.40 (+4.63%)



(Source: Investing.com)

Recommendation:

- Stock is a good buy fundamentally as well as technically over short- and long-term time frames.
- Long term investors can buy at CMP and hold the stock in portfolio with stop loss at low of gap area (Rs. 1879) on day closing basis. The stock is a strong re-rating candidate which will result in PE expansion as well as continued EPS growth. Target of Rs. 3500 in 12 months.

Kapil

14th May 2025



Investkaps

(SEBI Registered Research Analyst: INH000016834)

Stock Research – Shriram Pistons & Rings Ltd. (SPRL)

(www.shrirampistons.com, BSE: 544344, NSE: SHRIPISTON)

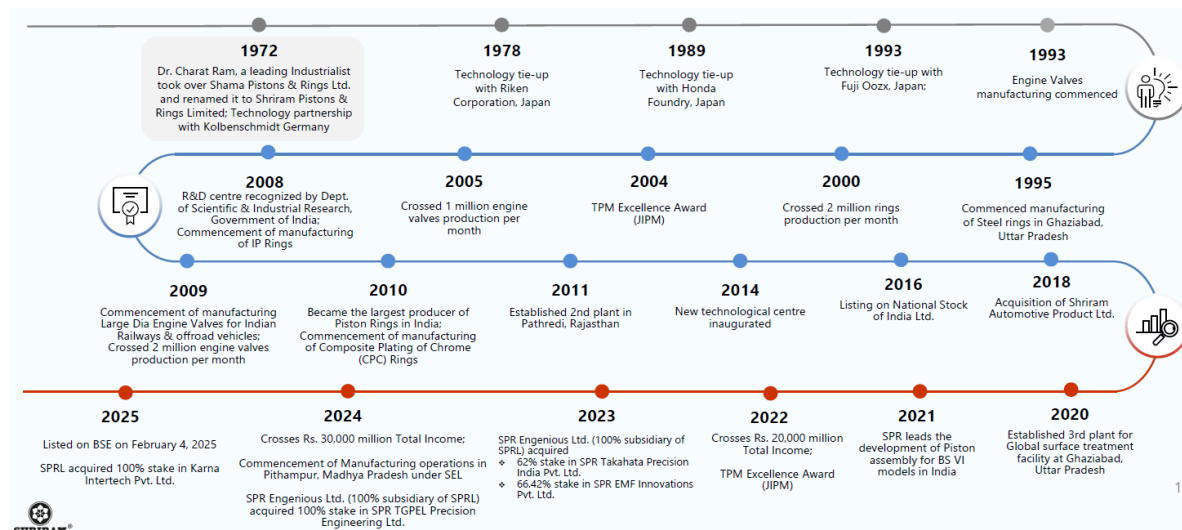
Date: 14th May 2025

Company Overview

Shriram Pistons & Rings Limited (SPRL) is the **leading manufacturer of Pistons, Piston Pins, Piston Rings, and Engine Valves in India**. Incorporated in 1963 and renamed under Dr. Charat Ram's leadership in 1972, currently company operates 9 manufacturing facilities (including 6 under subsidiaries) across India. Its products are marketed to almost all renowned OEMs and Aftermarkets under the **brands SPR and USHA**, catering to both domestic and international markets.

During FY25, company's sales to OEM contribute ~52% followed by aftermarket sales (~26%), exports (~17%) and non-automotive (~5%). Besides, company has presence across segments CV, PV, 2-wheelers, Tractors, off-highway industrials and gensets.

Brief History:



Management and Shareholding Pattern

- Board features experienced professionals and Shriram Group scions. MD & CEO is K. Srinivasan, a veteran auto industry executive who joined SPR in 2019/20. Key promoters/directors include Luv D. Shriram (second generation of the founding Shriram family) as well as several NED/independent directors from industry and its technological JV partners (KS Kolbenschmidt GmbH and Riken Corporation).
- There has been increase in FII/DII shareholding post Sep'24.

	Jun 2022	Sep 2022	Dec 2022	Mar 2023	Jun 2023	Sep 2023	Dec 2023	Mar 2024	Jun 2024	Sep 2024	Dec 2024	Mar 2025
Promoters +	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	46.75%	43.75%	43.75%	43.75%
FIs +	0.00%	0.00%	0.00%	0.00%	0.03%	0.08%	1.07%	1.35%	1.99%	4.27%	4.50%	5.30%
DIs +	10.28%	10.17%	10.11%	10.05%	9.59%	9.29%	13.07%	12.55%	11.80%	12.74%	13.06%	13.15%
Public +	42.97%	43.08%	43.14%	43.20%	43.63%	43.88%	39.11%	39.35%	39.46%	39.24%	38.69%	37.78%
No. of Shareholders	2,406	2,482	2,616	3,043	4,672	8,218	22,627	36,292	40,419	47,013	46,348	43,808

(Source: Screener)

Financial Summary:

Quarterly Results

Consolidated Figures in Rs. Crores / [View Standalone](#)

	Mar 2022	Jun 2022	Sep 2022	Dec 2022	Mar 2023	Jun 2023	Sep 2023	Dec 2023	Mar 2024	Jun 2024	Sep 2024	Dec 2024	Mar 2025
Sales +	587	620	652	636	701	716	752	766	856	837	876	848	988
Expenses +	503	526	537	519	566	570	594	604	679	672	699	677	778
Operating Profit	85	94	115	117	135	146	158	161	177	165	178	171	210
OPM %	14%	15%	18%	18%	19%	20%	21%	21%	21%	20%	20%	20%	21%
Other Income +	10	7	12	12	16	19	23	19	24	26	30	27	27
Interest	2	3	5	5	6	6	7	8	9	9	9	8	8
Depreciation	25	24	24	23	24	23	22	29	34	30	31	31	28
Profit before tax	68	73	98	100	121	136	151	143	158	154	168	159	201
Tax %	26%	26%	25%	25%	25%	26%	25%	25%	26%	24%	25%	24%	25%
Net Profit +	50	55	73	75	91	101	113	108	116	117	126	121	152
EPS in Rs	11.45	12.42	16.59	17.01	20.67	23.17	25.80	24.37	27.15	26.21	28.32	27.22	33.27

Balance Sheet

Consolidated Figures in Rs. Crores / [View Standalone](#)

[CORPORATE ACTIONS](#)

	Mar 2014	Mar 2015	Mar 2016	Mar 2017	Mar 2018	Mar 2019	Mar 2020	Mar 2021	Mar 2022	Mar 2023	Mar 2024	Mar 2025
Equity Capital	22	22	22	22	22	22	22	22	22	22	44	44
Reserves	538	585	673	772	891	1,004	1,048	1,126	1,233	1,505	1,882	2,350
Borrowings +	381	310	289	226	179	97	135	146	157	333	487	508
Other Liabilities +	253	272	308	334	398	445	352	409	438	551	723	828
Total Liabilities	1,194	1,189	1,292	1,354	1,491	1,568	1,558	1,704	1,850	2,412	3,136	3,729
Fixed Assets +	713	667	597	577	555	613	741	703	689	772	934	1,203
CWIP	9	4	6	9	11	17	19	8	6	5	31	58
Investments	0	0	18	8	20	6	61	34	32	72	115	36
Other Assets +	472	518	672	760	904	934	737	959	1,124	1,563	2,056	2,432
Total Assets	1,194	1,189	1,292	1,354	1,491	1,568	1,558	1,704	1,850	2,412	3,136	3,729

Compounded Sales Growth

10 Years:	11%
5 Years:	17%
3 Years:	20%
TTM:	15%

Compounded Profit Growth

10 Years:	24%
5 Years:	48%
3 Years:	46%
TTM:	16%

Stock Price CAGR

10 Years:	%
5 Years:	56%
3 Years:	90%
1 Year:	16%

Return on Equity

10 Years:	17%
5 Years:	20%
3 Years:	23%
Last Year:	23%

(Source: Screener)

- 8 quarters of 20%+ EBIDTA margins. Healthy net profit CAGR.
- Net debt is zero
- Cash conversion cycle of ~60-75 days.
- Healthy cash flow generation from operating activities
- EPS of ~115 Rs. For FY25 thus putting current P/E at ~20.7. EV/EBIDTA is ~12
- Organic as well as inorganic growth – Company has made several acquisitions over last 2-3 years and increased stake in subsidiaries and open to explore further opportunities for inorganic growth as well as enhance its capabilities. It acquired SPR Takahata (precision injection moulds), SPR EMFi (products for e-mobility applications), SPR TGPEL (mold making & precision plastic components) and Karna Intertech (gravity die casting moulds).

Valuation:

On back of its healthy profit growth with expansion of margins in last 2-3 years despite subdued industry performance especially during FY25, company is expected to maintain the trajectory and may further surprise on the upside with several acquisitions to increase its capabilities. We are of the view that management quality and consistent performance makes it a PE re-rating candidate as well. Hence, a 20-25% growth in EPS with PE expansion to ~25 over next 12 months project an upside of ~45-50%.

Technical Views:

- Stock close to its all-time high of Rs. 2,399.
- Significant technical break-out on 8th May 2025:
 - On back of strong results declared on 7th May 2025
 - Huge unfilled gap with low of 8th May being Rs. 1961 as against previous day high of Rs.1879 with prices breaking 50dma as well as 200dma levels on highest ever single day volume which is close to 18 times of 20-day average trading volume for the company.

DATE	SERIES	OPEN	HIGH	LOW	PREV. CLOSE	LTP	CLOSE	VWAP	52W H	52W L	VOLUME	VALUE
13-May-2025	EQ	2,255.00	2,373.80	2,230.10	2,256.70	2,365.00	2,361.10	2,318.00	2,399.00	1,662.55	2,05,926	47,73,36,282.60
12-May-2025	EQ	2,240.00	2,293.90	2,222.20	2,191.40	2,258.00	2,256.70	2,261.75	2,399.00	1,662.55	2,41,559	54,63,45,427.40
09-May-2025	EQ	2,100.00	2,269.00	2,085.10	2,121.50	2,210.00	2,191.40	2,187.78	2,399.00	1,662.55	6,11,169	1,33,71,00,401.60
08-May-2025	EQ	1,994.40	2,175.00	1,961.00	1,861.00	2,106.20	2,121.50	2,118.98	2,399.00	1,662.55	14,65,445	3,10,52,48,318.30
07-May-2025	EQ	1,801.00	1,879.00	1,786.00	1,811.70	1,870.00	1,861.00	1,839.24	2,399.00	1,662.55	66,675	12,26,31,227.50

(Source: NSE)

- 50dma (Rs. 1923) is on verge of crossing 200dma (Rs. 1933).



(Source: TradingView)



(Source: Screener)

Shriram Pistons Rings 2,361.10 +104.40 (+4.63%)



(Source: Investing.com)

Recommendation:

- Stock is a good buy fundamentally as well as technically over short- and long-term time frames.
- Long term investors can buy at CMP and hold the stock in portfolio with stop loss at low of gap area (Rs. 1879) on day closing basis. The stock is a strong re-rating candidate which will result in PE expansion as well as continued EPS growth. Target of Rs. 3500 in 12 months.

Disclaimers:

1. About Research Analyst:

Kapil Aggarwal (proprietor of investkaps and hereinafter referred to as the Research Analyst) is registered with SEBI as a Research Analyst in terms of SEBI (Research Analyst) Regulations, 2014 vide Registration number INH000016834, having its office at Delhi.

2. About the Individual:

Kapil Aggarwal is a seasoned professional with over 18 years of extensive experience navigating the Indian stock markets and possesses a deep passion for developing systematic, research-driven models for trading and investment strategies. This led him to establish investkaps with a clear mission: to empower a broad audience with the knowledge and tools for effective investing, ultimately aiming to maximize their returns through a well-reasoned approach. Kapil is an Engineer and an MBA in Finance. To know more about us, visit <https://investkaps.com/about-us>

3. Details of Business activities:

The Research Analyst shall provide research services including but not limited to views on major indices, on companies across market capitalization, sectors and business models. Research Analyst will keep strict stop loss levels wherever specific trade recommendations are given in addition to market views.

4. Disciplinary History:

There are no outstanding litigations or no disciplinary history in my name.

5. Terms and Conditions on which Research Report is being issued:

The Research Analyst has exercised due diligence in checking the correctness and authenticity of the information contained herein, so far as it relates to current and historical information, but does not guarantee its accuracy or completeness. The opinions expressed are based on our current research as of the date appearing in the material and may be subject to change from time to time without notice.

The Research Analyst does not accept any liability arising from the use of this document or the information contained herein. The recipients of this material should rely on their own judgment and take their own professional advice before acting on this information.

The Research Analyst shall not be in any way responsible for any loss or damage that may arise to any person/s from any inadvertent error in the information contained, views and opinions expressed

6. The Research Analyst, including relatives:

- do not hold any financial interest in the Company.
- do not have any actual/beneficial ownership of more than 1% in the company.
- do not have any other material conflict of interest.

7. The Research Analyst or its associates are not affiliated with any other intermediaries or have received any brokerage or commission from any third party.

8. The Research Analyst or its associates have not received any compensation from the Company

Kapil
14th May 2025

covered by Research Analyst during the past twelve months.

9. The Research Analyst or its associates have not managed or co-managed public offering of securities of the Company during the past twelve months.
10. The Research Analyst has not served as an officer, director or employee of the Company and has not been engaged in the market making activity of the Company.
11. The Research Analyst have ensured that the facts mentioned in the research report are taken from the reliable source and information. However, the investors are advised to independently evaluate the market conditions/ risks involved before making the investment decision.

Pursuant to the Report and to which he provides research analysis services to his clients:

- This research report ("Report") is for the personal information of the authorized recipient(s) and is not for public distribution and should not be reproduced or redistributed to any other person or in any form without Research Analyst's prior permission. The information provided in the Report is from publicly available data. While reasonable endeavors have been made to present reliable data in the Report so far as it relates to current and historical information, but the Research Analyst does not guarantee the accuracy or completeness of the data in the Report. Accordingly, the Research Analyst or research entity or his associates 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, views and opinions expressed in this publication.
- Past performance should not be taken as an indication or guarantee of future performance, and no representation or warranty, express or implied, is made regarding future performance. Information, opinions and estimates contained in this report reflect a judgment of its original date of publication by Research Analyst and are subject to change without notice. The price, value of and income from any of the securities or financial instruments mentioned in this report can fall as well as rise. The value of securities and financial instruments is subject to exchange rate fluctuation that may have a positive or adverse effect on the price or income of such securities or financial instruments.
- The opinions expressed in the Report are our current opinions as of the date of the Report and may be subject to change from time to time. Research Analyst or any persons connected with it do not accept any liability arising from the use of this document.
- Investors should not solely rely on the information contained in this Report and must make investment decisions based on their own investment objectives, judgment, risk profile and financial position. The recipients of this Report may take professional advice before acting on this information.
- This 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 local law, regulation or which would subject Research Analyst and its 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 Report may come are required to self-informed of and to observe such restrictions.
- Research Analyst encourages independence in preparation of research report and strives to minimize conflict in preparation of research report. Research Analyst and its associates did not

Kapil

14th May 2025

receive any compensation or other benefits from the subject company/ies mentioned in the Report or from a third party in connection with preparation of the Report. Accordingly, Research Analyst and its associates do not have any material conflict of interest at the time of publication of this Report.

- Research Analyst and its associates collectively do not own (in their proprietary position) 1% or more of the equity securities of the subject company/ies mentioned in the report as of the last day of the month preceding the publication of the research report.
- The Research Analyst/s engaged in preparation of this Report or his/her relative (a) does not have any financial interests in the subject company/ies mentioned in this report; (b) does not own 1% or more of the equity securities of the subject company mentioned in the report as of the last day of the month preceding the publication of the research report; (c) does not have any other material conflict of interest at the time of publication of the research report.
- The Research Analyst/s engaged in preparation of this Report: (a) has not received any compensation from the subject company in the past twelve months; (b) has not managed or co-managed public offering of securities for the subject company in the past twelve months; (c) has not received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (d) has not received any compensation or other benefits from the subject company or third party in connection with the research report; (e) has not served as an officer, director or employee of the subject company; (f) is not engaged in market making activity for the subject company. The Research Analyst submits that no material disciplinary action has been taken on Research Analyst by any regulatory authority impacting Equity Research Analysis.

Compliance Officer: Kapil Aggarwal

Contact: +91 9987003453

Research Analyst

SEBI Registration No. INH000016834

For more information: www.investkaps.com

Email: investkaps@gmail.com

Number: +91 9987003453

Kapil
14th May 2025