

Shubh Nivesh



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Future marked by accelerating opportunities ...

About the stock: Astra Microwave Products is engaged in the business of design, development and manufacture of sub-systems for Radio Frequency and microwave systems used in defence, space, meteorology and telecommunication

- Product range includes radars, missile electronics, electronic warfare, satellites, MMIC (Monolithic Microwave Integrated Circuit) and communication systems
- Consolidated order book stands at Rs 2236 crore as of June 2025

Investment Rationale:

- Strong domain expertise in key defence electronic systems: AMPL is strongly placed to capture a substantial share in defence & space electronics opportunity considering the company's design & development & manufacturing capabilities (critical sub-systems/systems for various airborne, naval & ground-based platforms). With strong focus on research and development (R&D), company has been collaborating strategically with DRDO and foreign partners for new products. Company has been moving up in the value chain from manufacturing sub-systems/components to development & manufacturing of various high-end, high-value systems like Gallium Nitride (GaN) Transmit/Receive Modules (TRMs), NavIC (Navigation with Indian Constellation) chips and other key radars & Electronic Warfare systems etc. Company has five state-of-the-art facilities in Hyderabad, with R&D capability for microwave RF applications, test equipment and environment chambers for space applications
- Healthy order-book & robust pipeline gives strong visibility; Increasing share of higher-margin domestic contracts to drive profitability: Consolidated order backlog of ₹ 2236 crore as of Jun 2025 (2x TTM revenue) provides healthy revenue visibility. With a strong emphasis on improving product mix (revenue share of defence & space at ~89% at present as compared to ~72% at FY24 end) and getting orders with higher complexity, company guides order inflows of ~₹ 1400 crore in FY26E (₹ 260 crore worth of contracts received in Q1FY26). Order pipeline remains strong for AMPL in both domestic and export markets, considering the substantial opportunity in defence & space sectors. Company forecasts total opportunities worth Rs 24,000-25,000 crore for AMPL across all sectors till FY28E (primarily radars & electronic warfare). Margins and profitability are expected to improve further led by execution of higher-margin domestic contracts (~92% of current order backlog).

Rating and Target Price

- AMPL is well placed to witness healthy growth led by strong sector tailwinds. We estimate revenue & PAT to grow at ~20% & ~25% CAGR respectively over FY25-27E
- We maintain BUY on AMPL with a Target Price of Rs 1320 (based on 52x FY27E EPS)

Key Financial Summary

(Year-End March)	FY22	FY23	FY24	FY25	3 Year CAGR (FY22-25)	FY26E	FY27E	2 Year CAGR (FY25-27E)
Revenues	750	816	909	1,051	11.9	1,261	1,514	20.0
EBITDA	89	148	192	269	44.5	325	393	20.9
EBITDA margin (%)	11.9	18.1	21.1	25.6		25.8	26.0	
Net Profit	38	70	121	154	59.4	193	241	25.2
EPS (Rs)	4.4	8.1	12.8	16.2		20.4	25.4	
P/E (x)	248.1	134.6	85.1	67.1		53.3	42.8	
EV/EBITDA (x)	115.4	70.3	54.3	39.5		32.6	27.2	
RoCE (%)	11.2	15.6	14.8	16.5		18.1	19.3	
RoE (%)	6.5	10.9	12.5	14.0		15.2	16.1	

Source: Company, ICICI Direct Research



Astra Microwave Products Limited

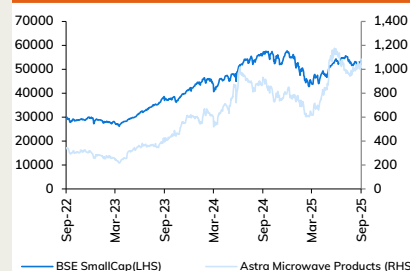
Particulars

Particular	Amount
Market Capitalisation (Rs Crore)	10,302
FY25 Gross Debt (Rs Crore)	424
FY25 Cash (Rs Crore)	98
EV (Rs Crore)	10,627
52 Week H/L (Rs)	1196 / 584
Equity Capital	19.0
Face Value	2.0

Shareholding pattern

	Sep-24	Dec-24	Mar-25	Jun-25
Promoter	6.5	6.5	6.5	6.5
FII	5.7	5.2	5.3	6.5
DII	15.0	15.4	15.3	14.4
Others	72.8	72.9	72.9	72.6

Price Chart



Key risks

- Dependent on govt contracts
- High working capital requirement
- Availability of key raw materials components

Research Analyst

Vijay Goel
vijay.goel@icicisecurities.com

Kush Bhandari
kush.bhandari@icicisecurities.com

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Buy: >15%

Hold: -5% to 15%;

Reduce: -15% to -5%;

Sell: <-15%



Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
Third Floor, Brillanto House,
Road No 13, MIDC,
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

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Name of the Compliance officer (Research Analyst): Mr. Atul Agrawal

Contact number: 022-40701000 E-mail Address: complianceofficer@icicisecurities.com

For any queries or grievances: Mr. Bhavesh Soni Email address: headsservicequality@icicidirect.com Contact Number: 18601231122

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