

Bharat Forge takes ₹450 cr EV hit on Tork Motors, bets on defence & exports

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Mumbai

Bharat Forge Ltd on Thursday signalled a reset in its electric mobility strategy after taking a ₹450 crore impairment linked to its EV business and Tork Motors, even as the company projected around 25 per cent revenue growth in FY27 driven by recovering exports, defence orders and aerospace momentum.

The forging and industrial major reported a standalone net loss of ₹258.8 crore in Q4 FY26 against a profit of ₹319.6 crore in Q4 FY25, largely due to the exceptional impairment charge tied to investments in Kalyani Powertrain Ltd's e-mobility division.

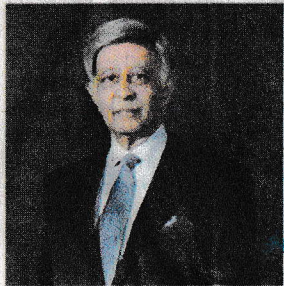
"The ₹450 crore impairment during the quarter of our investments in KPTL is an acceptance of the need to take a fresh look at how we address the EV opportunity as the EV adoption globally has changed significantly," Chairman and Managing Director Baba Kalyani said in the investor presentation.

SIGNS OF RECOVERY

On a consolidated basis, Bharat Forge reported revenue from operations of ₹4,528 crore in Q4 FY26, up 17.5 per cent from ₹3,853 crore in the year-ago quarter. Consolidated EBITDA rose to ₹774 crore (₹671 crore) supported by improving exports and stronger operational performance across businesses.

On a standalone basis, revenue from operations rose 4.5 per cent year-on-year to ₹2,260 crore, while revenue improved 8.5 per cent sequentially from ₹2,083 crore in Q3 FY26.

EBITDA stood at ₹610 crore (₹629 crore), while



Baba Kalyani, Chairman and MD, Bharat Forge

EBITDA margin narrowed to 27 per cent from 29.1 per cent due to product mix changes.

For the full year FY26, Bharat Forge's standalone revenue declined 5.1 per cent to ₹8,396 crore as global commercial vehicle demand and exports remained weak for much of the year.

EXPORT REVENUE

Export revenue for FY26 fell 15.2 per cent to ₹4,011 crore from ₹4,728 crore in FY25 due to inventory correction by North American truck customers.

Standalone EBITDA declined 8.4 per cent to ₹2,312 crore from ₹2,524 crore, while profit before tax before exceptional items fell 8.3 per cent to ₹1,826 crore from ₹1,992 crore.

On a consolidated basis, Bharat Forge reported FY26 revenue of ₹16,812 crore, up 11.2 per cent from ₹15,123 crore in FY25, while EBITDA increased 5.9 per cent to ₹2,921 crore.

NEW ORDERS

The company secured new orders worth ₹4,814 crore during FY26, including ₹2,816 crore in defence orders. Bharat Forge's defence order book stood at ₹10,961 crore at the end of FY26.

The board recommended a final dividend of ₹6.5 per equity share for FY26.