

# Tata Motors (CV) net slumps 48% on higher costs, expenses

**BRIGHT SPOT.** The company said it was seeing demand momentum strengthen

Our Bureau  
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Commercial vehicles maker Tata Motors reported a 48 per cent fall in Q3 net profit on higher expenses and costs related to new labour code and demerger scheme. Revenue rose 16 per cent on decent volumes and better realisations and the company said it was seeing demand momentum strengthen.

It reported consolidated net profit of ₹705 crore on revenue of ₹21,847 crore. Exceptional expenses of ₹1,643 crore in the quarter included ₹603 crore due to impact of new wage structure and ₹962 crore as stamp duty paid for the separation of the passen-



Scorecard (in ₹ crore)

	Q3FY26	Q3FY25
Revenue from ops	21,847	18,819
Net Profit	705	1,355
Expenses	19,645	17,695

ger vehicle (PV) and commercial vehicle (CV) businesses into two entities.

Rise in raw material prices and the effect of the production-linked incentive scheme led to an increase in expenses in the quarter.

EBITDA margin saw a 30-bps expansion.

## DEMAND RECOVERY

Vehicles sold rose a fifth in the quarter to 1.2 lakh units, with domestic sales up 18 per cent and exports 70 per cent

higher. A recovery in demand for heavy trucks led to domestic CV market share rising 100 basis points sequentially to 35.5 per cent.

The company said it expected demand to have strengthened in the ongoing quarter across most CV segments.

"Key drivers in 2026 will include the government's sustained infrastructure push and expansion in end-use sectors, both of which are expected to fuel positive momentum for the industry. The rate at which we are moving, I think it appears that in the industry, volumes for the entire year are likely to cross the earlier peak of FY19 in absolute numbers," said MD and CEO, Girish Wagh, in a post-earnings call.