

# Jindal Steel (JINDALST IN)

**Q4FY26 Result Update**

May 02, 2026

 Estimate Change |  Target |  Reco.

## Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Accumulate		Accumulate	
Target Price	1,289		1,265	
Sales (INR bn)	670	833	638	785
% Chng.	5.0	6.1		
EBITDA (INR bn)	132	184	135	179
% Chng.	(2.2)	2.8		
EPS (INR)	62.3	101.3	69.8	99.8
% Chng.	(10.7)	1.5		

## Key Data

JNSP.BO | JINDALST IN

BSE Code	532286
NSE Code	JINDALSTEL
52-W High / Low	INR 1,306 / INR 832
Face Value	1
Sensex / Nifty	76,914 / 23,998
Market Cap	INR 1,248 bn / \$ 13,145 mn
Shares Outstanding	1020.09 mn
3M Avg. Daily Value	INR 1,832.46 mn

## Shareholding Pattern (%)

Promoters	62.69
FIs	9.20
Mutual Funds	14.49
Domestic Institutions	4.64
Public & Others	8.98
Promoter's Pledge (INR bn)	-

## Stock Performance (%)

	1M	3M	6M	12M
Absolute	9.9	8.0	14.7	36.6
Relative	2.8	15.6	25.1	42.5

## Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR bn)	496	527	670	833
EBITDA (INR bn)	93	91	132	184
Margin (%)	18.8	17.3	19.7	22.1
PAT (INR bn)	39	37	63	103
EV (INR bn)	1,357	1,402	1,366	1,292
Total Debt (INR bn)	178	220	180	140
C&C Eq. (INR bn)	26	19	15	49
EPS (INR)	38.4	36.1	62.3	101.4
Gr. (%)	(35.2)	(5.9)	72.4	62.7
DPS (INR)	2.0	2.0	2.0	3.0
Yield (%)	0.2	0.2	0.2	0.2
RoE (%)	8.5	7.5	11.7	16.6
RoCE (%)	10.8	9.1	14.2	19.7
EV/Sales (x)	2.7	2.7	2.0	1.6
EV/EBITDA (x)	14.5	15.4	10.4	7.0
PE (x)	31.8	33.8	19.6	12.1
P/BV (x)	2.6	2.4	2.2	1.9

## Strong Q4; ramp-up & higher prices to drive growth

### Quick Pointers

- Strong FY27 guidance: Production at 11.0-11.5mt; sales at 10.5-11.0mt (22% YoY at lower end)
- Coking coal costs to increase \$20-25/t in Q1FY27

Jindal Steel (JINDALST) reported strong operating performance in Q4FY26, driven by a sharp recovery in steel prices and robust volume growth led by ramp-up at Angul. Volumes grew ~23% YoY, while realizations too improved (NSR up ~7% QoQ) supported by higher flats and longs prices during the quarter. This led to a sequential improvement in profitability, with EBITDA/t at INR10,103 (INR11,218 incl. fx gains), despite some pressure from higher coking coal costs. Start-up costs were ~INR1.25bn in Q4 (vs ~INR15bn in Q3) and are now fully behind. Management highlighted that ramp-up of newly commissioned capacities is progressing well, with volumes expected to scale up further, while realizations remain supportive with current prices higher than Q4 levels, although raw material costs are expected to remain volatile.

Ramp-up at Angul BF and completion of supplementary capex positions the company for volume-led growth, supported by strong capacity base and improving operational efficiencies. With steelmaking capacity at ~15.6mtpa, ramp-up of BF2 and both BOFs is progressing well and underpins the FY27 volume guidance of 10.5-11mt. Ongoing focus on raw material security and logistics infrastructure (incl. slurry pipeline) should support cost efficiencies over time, while higher share of flats is expected to aid realizations. Steel demand remains healthy, though near-term sustainability of prices will be key to offset rising input costs. With major capex behind and ramp-up progressing well, earnings visibility remains strong. Overall, ramp-up trajectory, steel spreads and cost savings projects remain key monitorables. We have tweaked FY27/28E EBITDA estimates by -2%/3%, assuming lower margins in flats in the initial quarters during the ramp-up and gradual improvement as cost efficiency projects yield results. We expect EBITDA CAGR of over 40% over low base of FY26. At CMP, the stock is trading at 10.4x/7x EV of FY27/28E EBITDA. Maintain 'Accumulate' with revised TP of Rs1,289 (earlier Rs1,265) valuing at same 7.5x EV of Mar'28E EBITDA.

### Other important points:

- Start-up costs of ~INR1.25bn in Q4 (vs ~INR15bn in Q3); all done now.
- Slurry pipeline to be commissioned in Q1FY27; ~INR750-1,000/t savings.
- Annual capex guided at INR75-100bn; focus on asset sweating.
- Excess power may be sold; limited earnings impact.

### Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR bn)	148	159	7.0	132	20.0
EBITDA (INR bn)	23	26	13.0	23	13.0
Margin (%)	15.4	16.6	120 bps	17.2	-60 bps
PAT (INR bn)	9	10	11.0	-3	-433.0

Source: Company, PL

**Tushar Chaudhari**  
 tusharchaudhari@plindia.com | +91-22-663222391

**Satyam Kesarwani**  
 satyamkesarwani@plindia.com | +91-22-66322218

**Pranav Iyer**  
 pranaviyer@plindia.com | +91-22-66322539

- **Revenue aided by strong pricing and higher volume:** Cons Q4FY26 operating performance was strong led by higher flat and long steel pricing. Sales volumes grew 23% YoY to 2.62mt (PLe 2.47mt) led by ramp up of BF, BOF2 and BOF3 and strong domestic demand. Exports contribution to the volume was just 5% (0.131mt) vs 6% in Q3FY26. Average NSR grew 7% QoQ to INR60,786 (PLe INR59,973) led by sharp uptick of 14% and 19% in average sequential quarterly flats and longs steel prices respectively for Q4FY26. Cons revenue increased 21% YoY to INR159.3bn (23%Q QoQ; PLe INR148.2bn). Production increased 26% YoY to 2.65mt. Share of value-added steel at 61% in Q4FY26 (66% in Q3FY26). In the initial phase of ramp up, VAP proportion may remain low and will increase as all finishing lines at Angul gets commercially stabilised.
- **Higher EBITDA despite elevated RM costs:** Cons EBITDA grew 17% YoY to INR26.5bn (+66% QoQ; PLe INR22.8bn) adjusting for the one-off forex gain of INR2.92bn. EBITDA/t declined 5% YoY to INR10,103 (+25% QoQ; PLe INR9,244). With fx gains, EBITDA/t works out at INR11,218. Exceptional loss of INR8.17bn is mainly due to INR8.34bn impairment in WRPL (subsidiary of JSML) on its mining assets and inventory, partly offset by INR0.17bn employee benefit gains. Auditors flagged INR2.07bn rehab provision, but no material impact is expected. Resultant, cons. PAT grew 5.5x QoQ to INR10.5bn on weak base (PLe 8.46).

## Q4FY26 Conference Call Highlights:

### Operational Highlights

- The company has guided for FY27 production volumes of 11.0-11.5mt and sales volumes of 10.5-11.0mt.
- Post commissioning of BF2, BOF2 and BOF3 at Angul, steelmaking capacity has increased to ~15.6mtpa, with ramp-up expected to complete by H1FY27, supporting volume growth.
- The company has guided for FY27 production volumes of 11.0-11.5mt and sales volumes of 10.5-11.0mt.
- The company continues to focus on capacity utilisation, with value-added mix expected to improve post ramp-up.
- Flat:long mix stood at ~52:48 in Q4FY26 (vs ~49:51 in FY26), with flat share expected to increase towards ~70% over time.
- Overseas operations: 1) Australia mine has been closed, with write-downs of INR8.34bn (consol.) and INR14.33bn (India); no further write-downs expected. 2) Mozambique remains EBITDA-positive, while South Africa is EBITDA-negative due to local issues.

### Realisations & Costs

- Blended realizations increased by ~INR4,743/t QoQ in Q4FY26, driven by higher steel prices; current ASPs remain higher than Q4 levels.
- Coking coal prices increased by ~USD20/t in Q4FY26 and are expected to rise by USD20-25/t sequentially, while iron ore prices may increase by ~INR100-150/t at current levels.
- Start-up costs were ~INR1.25bn in Q4FY26 (vs ~INR15bn in Q3FY26), and are now largely behind, with no recurrence expected going forward.
- Realisations remain supported by a mix of spot and contract sales, with legacy contracts continuing in the near term.

### Capex & Projects

- The company commissioned Sri Bhoomi Power Plant (2×525MW) and operationalized the coal pipe conveyor during the quarter.
- The slurry pipeline (Barbil–Angul; 192km, 18mtpa) is expected to be commissioned in Q1FY27, with expected cost savings of ~INR750–1,000/t, benefits to accrue gradually.
- FY26 capex stood at INR95.74bn out of total planned ~INR470bn, with ~INR114–115bn remaining.
- Going ahead, annual capex is guided at INR75–100bn, with focus shifting towards asset sweating.
- Jindal Paradip Port (25mtpa) is expected to be commissioned and ramped up in phases in FY27.
- The company has been declared the preferred bidder for the Thakurani A1 iron ore block, strengthening raw material security.
- Logistics improvements continue, with ~72/79 rakes procured, balance expected in next 2–3 months.

### Other Highlights

- Consolidated net debt stood at INR160.19bn with Net Debt/EBITDA at 1.66x, with deleveraging expected from Q2FY27.
- Iron ore sourcing mix remained ~60% captive and 40% external, with prices largely stable.
- The company may sell excess power, though contribution to earnings is expected to be limited.

#### Exhibit 1 : Q4FY26 Result Overview - Consolidated

Y/e March (Rs bn)	4QFY26	4QFY25	YoY gr. (%)	4QFY26E	% Var.	3QFY26 QoQ gr. (%)	FY26	FY25	YoY gr. (%)	
Net Sales	159.3	131.8	20.8	148.2	7.5	129.9	22.6	526.6	496.3	6.1
Raw Material	77.5	59.2	31.0	72.7	6.7	63.7	21.7	236.7	218.5	8.3
% of Net Sales	48.7	44.9		49.0	(0.7)	49.0		44.9	44.0	
Purchase of traded goods	5.8	4.9	18.6	3.9	50.9	3.8	55.0	18.2	17.1	6.5
% of Net Sales	3.7	3.7		2.6	40.4	2.9		3.5	3.4	
Staff costs	3.2	3.0	7.9	3.5	(7.0)	3.0	6.1	12.5	11.8	5.6
% of Net Sales	2.0	2.3		2.3	(13.5)	2.3		2.4	2.4	
Other Expenses	46.2	42.0	10.0	45.3	1.9	43.4	6.3	168.2	155.3	8.3
% of Net Sales	29.0	31.9		30.6	(5.2)	33.5		31.9	31.3	
<b>Total Expenditure</b>	<b>132.8</b>	<b>109.1</b>	<b>21.7</b>	<b>125.3</b>	<b>5.9</b>	<b>113.9</b>	<b>16.6</b>	<b>435.7</b>	<b>402.7</b>	<b>8.2</b>
<b>EBITDA</b>	<b>26.5</b>	<b>22.7</b>	<b>16.6</b>	<b>22.8</b>	<b>15.9</b>	<b>15.9</b>	<b>66.2</b>	<b>91.0</b>	<b>93.6</b>	<b>(2.8)</b>
Margin (%)	16.6	17.2		15.4	7.8	12.3		17.3	18.9	
Depreciation	8.6	6.9	24.8	8.5	1.7	8.4	2.8	31.7	27.7	14.6
Other income	2.7	0.7	271	0.6	364	0.1	2,694.9	3.3	1.7	95.9
<b>EBIT</b>	<b>20.5</b>	<b>16.5</b>	<b>24.2</b>	<b>14.9</b>	<b>37.3</b>	<b>7.6</b>	<b>168.7</b>	<b>62.6</b>	<b>67.6</b>	<b>(7.4)</b>
Interest	4.4	3.4	29.5	4.1	7.7	4.1	8.8	15.2	13.1	15.6
<b>PBT</b>	<b>16.1</b>	<b>13.1</b>	<b>22.8</b>	<b>10.8</b>	<b>48.5</b>	<b>3.6</b>	<b>350.6</b>	<b>47.4</b>	<b>54.5</b>	<b>(13.0)</b>
Extraordinary income/(expense)	(5.2)	(12.3)	NA	-	NA	(0)	NA	(3)	(11)	(71.5)
<b>PBT (After EO)</b>	<b>10.8</b>	<b>0.8</b>	<b>1,239.6</b>	<b>10.8</b>	<b>0.1</b>	<b>3.4</b>	<b>215.6</b>	<b>44.3</b>	<b>43.5</b>	<b>1.7</b>
Tax	0.3	3.8	(91.2)	1.7	(81.1)	1.5	(78.1)	10.5	15.0	(29.7)
% PBT	3.0	463.7		16.1	(81.2)	43.7		23.8	34.4	
<b>Reported PAT</b>	<b>10.5</b>	<b>(2.9)</b>	<b>NA</b>	<b>9.1</b>	<b>15.6</b>	<b>1.9</b>	<b>444.0</b>	<b>33.8</b>	<b>28.5</b>	<b>18</b>
Minority interest	(0.0)	0.4	NA	(0.0)	NA	(0.0)	NA	(0.1)	0.3	NA
Share of profit/(losses) in associates	(0.1)	(0.1)	NA	(0.1)	NA	(0.0)	NA	(0.2)	(0.1)	NA
<b>Net Profit attributable to shareholders</b>	<b>10.4</b>	<b>(3.4)</b>	<b>NA</b>	<b>9.0</b>	<b>15.6</b>	<b>1.9</b>	<b>448.6</b>	<b>33.7</b>	<b>28.1</b>	<b>19.7</b>
<b>Adjusted PAT</b>	<b>15.7</b>	<b>8.9</b>	<b>76.3</b>	<b>9.0</b>	<b>73.6</b>	<b>2.0</b>	<b>669.4</b>	<b>36.8</b>	<b>39.1</b>	<b>(5.8)</b>

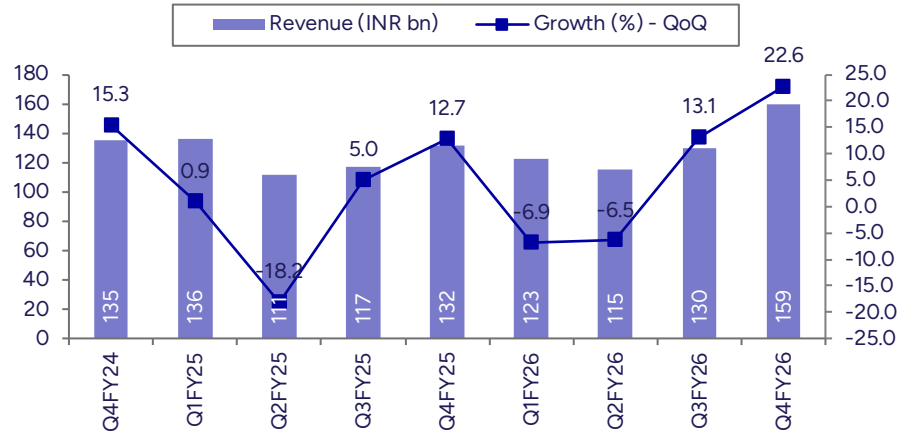
Source: Company, PL

Exhibit 2 : Operating Parameters

Y/e March	4QFY26	4QFY25	YoY gr. (%)	4QFY26E	% Var.	3QFY26	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Volume (mt)	2.62	2.13	23.0	2.47	6.0	2.28	14.9	8.67	7.97	8.8
Realization/t	60,786	61,893	(1.8)	59,973	1.4	56,955	6.7	60,744	62,270	(2.5)
EBITDA/t	10,103	10,661	(5.2)	9,244	9.3	6,986	44.6	10,495	11,742	(10.6)

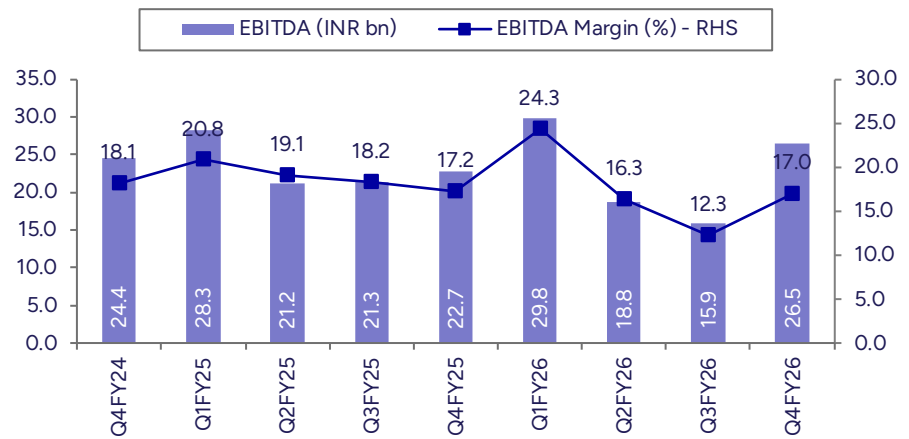
Source: Company, PL

Exhibit 3 : Cons revenue increased 21% YoY on strong pricing and higher volumes



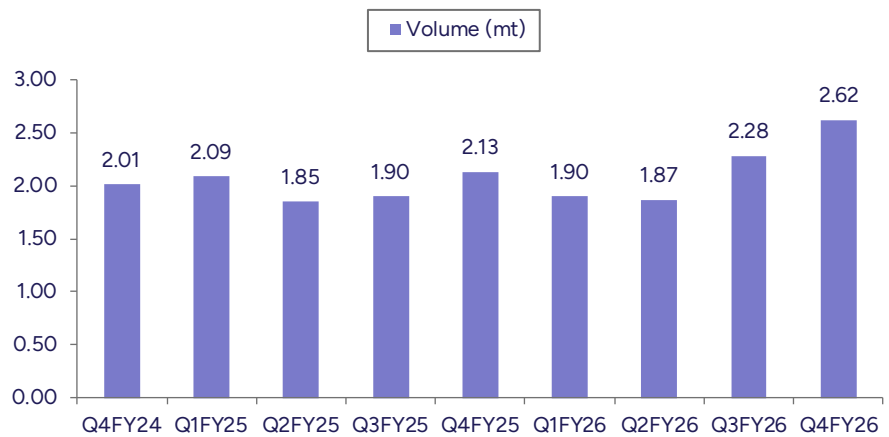
Source: Company, PL

Exhibit 4 : Cons Adj. EBITDA grew 17% YoY led by strong steel pricing



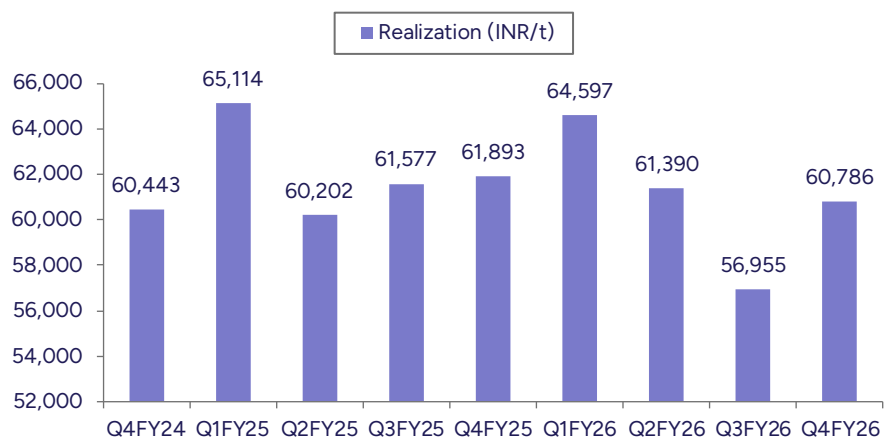
Source: Company, PL

**Exhibit 5 : Volumes grew 23% YoY led by ramp up of BF, BOF2 and BOF3**



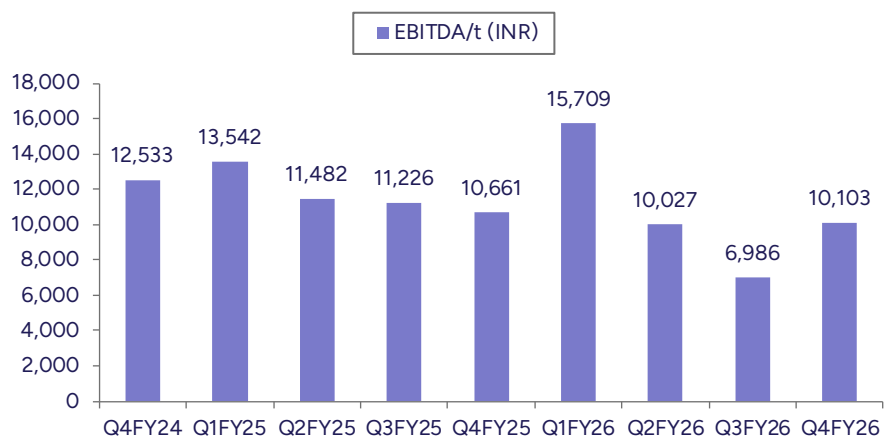
Source: Company, PL

**Exhibit 6 : Realizations grew 7% QoQ on strong flats and long steel prices during the quarter**



Source: Company, PL

**Exhibit 7 : Adj. EBITDA/t declined 5% YoY on higher RM costs**



Source: Company, PL

**Exhibit 8 : Target Price Calculation**

Particulars	Mar'28 Basis
EBITDA (INR mn)	1,84,467
Target EBITDA multiple (x)	7.5
Target EV (INR mn)	13,83,504
Net Debt (INR mn)	68,770
Residual Market Cap (INR mn)	13,14,734
Target price per share (INR)	1,289

Source: PL

## Financials

### Income Statement (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
<b>Net Revenues</b>	496	527	670	833
YoY gr. (%)	-	6.2	27.3	24.3
Cost of Goods Sold	236	255	305	379
Gross Profit	261	272	365	454
Margin (%)	52.5	51.6	55.0	55.0
Employee Cost	12	13	14	16
Other Expenses	155	168	219	254
<b>EBITDA</b>	<b>93</b>	<b>91</b>	<b>132</b>	<b>184</b>
YoY gr. (%)	(8.4)	(2.6)	45.0	39.9
Margin (%)	18.8	17.3	19.7	22.1
Depreciation and Amortization	28	32	29	33
<b>EBIT</b>	<b>66</b>	<b>59</b>	<b>103</b>	<b>152</b>
Margin (%)	13.2	11.3	15.4	18.2
Net Interest	13	15	20	16
Other Income	2	3	2	2
<b>Profit Before Tax</b>	<b>44</b>	<b>44</b>	<b>85</b>	<b>138</b>
Margin (%)	8.8	8.4	12.6	16.5
Total Tax	15	11	21	34
Effective Tax Rate (%)	34.4	23.8	25.0	25.0
<b>Profit After Tax</b>	<b>29</b>	<b>34</b>	<b>64</b>	<b>103</b>
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
<b>Adjusted PAT</b>	<b>39</b>	<b>37</b>	<b>63</b>	<b>103</b>
YoY gr. (%)	(34.6)	(5.4)	72.4	62.7
Margin (%)	7.8	7.0	9.5	12.4
Extra Ord. Income / (Exp)	(11)	(3)	-	-
<b>Reported PAT</b>	<b>28</b>	<b>34</b>	<b>63</b>	<b>103</b>
YoY gr. (%)	(52.6)	19.7	88.3	62.7
Margin (%)	5.7	6.4	9.5	12.4
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	28	34	63	103
<b>Equity Shares O/s (bn)</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>
<b>EPS (INR)</b>	<b>38.4</b>	<b>36.1</b>	<b>62.3</b>	<b>101.4</b>

Source: Company, PL

### Balance Sheet (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
<b>Non-Current Assets</b>				
<b>Gross Block</b>	<b>798</b>	<b>981</b>	<b>1,081</b>	<b>1,181</b>
Tangibles	712	895	995	1,095
Intangibles	86	86	86	86
<b>Acc: Dep / Amortization</b>	<b>309</b>	<b>341</b>	<b>369</b>	<b>402</b>
Tangibles	238	270	299	331
Intangibles	70	70	70	70
<b>Net Fixed Assets</b>	<b>489</b>	<b>640</b>	<b>712</b>	<b>779</b>
Tangibles	474	625	697	764
Intangibles	15	15	15	15
Capital Work In Progress	167	84	64	44
Goodwill	1	1	1	1
Non-Current Investments	12	14	14	14
Net Deferred Tax Assets	(59)	(63)	(63)	(63)
Other Non-Current Assets	14	12	12	12
<b>Current Assets</b>				
Investments	17	21	21	21
Inventories	56	80	92	114
Trade Receivables	14	17	22	27
Cash & Bank Balance	42	41	38	72
Other Current Assets	43	59	59	59
<b>Total Assets</b>	<b>858</b>	<b>978</b>	<b>1,042</b>	<b>1,151</b>
<b>Equity</b>				
Equity Share Capital	1	1	1	1
Other Equity	471	508	569	670
<b>Total Network</b>	<b>472</b>	<b>509</b>	<b>570</b>	<b>671</b>
<b>Non-Current Liabilities</b>				
Long Term Borrowings	140	196	156	116
Provisions	5	6	6	6
Other Non Current Liabilities	16	13	13	13
<b>Current Liabilities</b>				
ST Debt / Current of LT Debt	38	24	24	24
Trade Payables	57	88	112	139
Other Current Liabilities	70	69	88	109
<b>Total Equity &amp; Liabilities</b>	<b>858</b>	<b>978</b>	<b>1,042</b>	<b>1,151</b>

Source: Company, PL

**Cash Flow (INR bn)**

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	43	44	85	138
Add. Depreciation	28	32	29	33
Add. Interest	13	15	20	16
Less Financial Other Income	2	3	2	2
Add. Other	8	2	-	-
Op. Profit before WC Changes	92	93	134	186
Net Changes-WC	31	(7)	26	20
Direct Tax	(15)	(13)	(21)	(34)
<b>Net Cash from Op. Activities</b>	<b>108</b>	<b>72</b>	<b>139</b>	<b>173</b>
Capital Expenditures	(105)	(98)	(80)	(80)
Interest / Dividend Income	2	1	-	-
Others	(20)	(11)	-	-
<b>Net Cash from Invst. Activities</b>	<b>(123)</b>	<b>(107)</b>	<b>(80)</b>	<b>(80)</b>
Issue of Share Cap. / Premium	2	3	-	-
Debt Changes	20	44	(40)	(40)
Dividend Paid	(2)	(2)	(2)	(2)
Interest Paid	(20)	(22)	(20)	(16)
Others	8	4	-	-
<b>Net Cash from Fin. Activities</b>	<b>8</b>	<b>28</b>	<b>(62)</b>	<b>(58)</b>
<b>Net Change in Cash</b>	<b>(7)</b>	<b>(7)</b>	<b>(4)</b>	<b>34</b>
Free Cash Flow	2	(24)	59	93

Source: Company, PL

**Quarterly Financials (INR bn)**

Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
<b>Net Revenues</b>	<b>123</b>	<b>115</b>	<b>130</b>	<b>159</b>
YoY gr. (%)	(9.8)	3.1	11.0	20.8
Raw Material Expenses	51	53	67	83
Gross Profit	72	62	62	76
Margin (%)	58.3	53.9	48.1	47.7
<b>EBITDA</b>	<b>30</b>	<b>19</b>	<b>16</b>	<b>26</b>
YoY gr. (%)	5.5	(11.7)	(25.3)	16.6
Margin (%)	24.3	16.3	12.3	16.6
Depreciation / Depletion	7	7	8	9
<b>EBIT</b>	<b>23</b>	<b>11</b>	<b>8</b>	<b>18</b>
Margin (%)	18.4	9.8	5.8	11.2
Net Interest	3	4	4	4
Other Income	-	-	-	3
<b>Profit before Tax</b>	<b>20</b>	<b>10</b>	<b>3</b>	<b>11</b>
Margin (%)	16.4	8.6	2.6	6.8
Total Tax	5	3	2	-
Effective Tax Rate (%)	25.9	35.3	43.7	3.0
<b>Profit After Tax</b>	<b>15</b>	<b>6</b>	<b>2</b>	<b>11</b>
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
<b>Adjusted PAT</b>	<b>15</b>	<b>6</b>	<b>2</b>	<b>10</b>
YoY gr. (%)	11.5	(25.9)	(80.0)	(407.8)
Margin (%)	12.2	5.6	1.5	6.6
Extra Ord. Income / (Exp)	-	-	-	-
<b>Reported PAT</b>	<b>15</b>	<b>6</b>	<b>2</b>	<b>10</b>
YoY gr. (%)	11.5	(25.9)	(80.0)	(407.8)
Margin (%)	12.2	5.6	1.5	6.6
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income</b>	<b>15</b>	<b>6</b>	<b>2</b>	<b>10</b>
Avg. Shares O/s (bn)	1	1	1	1
<b>EPS (INR)</b>	<b>14.7</b>	<b>6.3</b>	<b>1.9</b>	<b>10.3</b>

Source: Company, PL

**Key Financial Metrics**

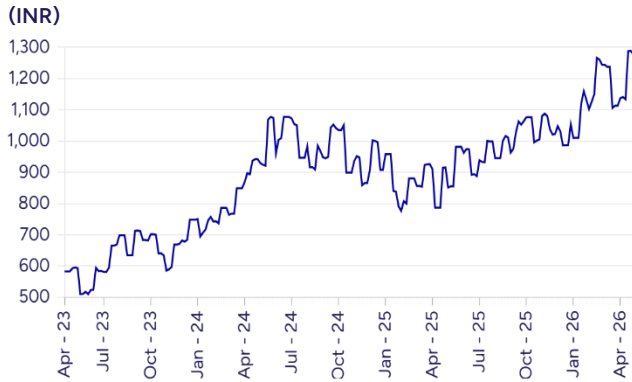
Y/e Mar	FY25	FY26	FY27E	FY28E
<b>Per Share (INR)</b>				
EPS	38.4	36.1	62.3	101.4
CEPS	65.8	67.3	90.4	133.4
BVPS	466.3	500.2	560.6	659.7
FCF	2.1	(23.3)	57.5	91.0
DPS	2.0	2.0	2.0	3.0
<b>Return Ratio (%)</b>				
RoCE	10.8	9.1	14.2	19.7
ROIC	7.6	7.2	11.4	16.5
RoE	8.5	7.5	11.7	16.6
<b>Balance Sheet</b>				
Net Debt : Equity (x)	0.3	0.3	0.2	0.1
Net Working Capital (Days)	9	7	1	1
<b>Valuation (x)</b>				
PER	31.8	33.8	19.6	12.0
P/B	2.6	2.4	2.1	1.8
P/CEPS	18.5	18.1	13.5	9.1
EV/EBITDA	14.5	15.4	10.3	7.0
EV/Sales	2.7	2.6	2.0	1.5
Dividend Yield (%)	0.1	0.1	0.1	0.1
FCFF Yield (%)	0.1	(2.0)	4.7	7.4
PEG Ratio	(1.0)	(5.8)	0.2	0.1

Source: Company, PL

**Key Operating Metrics**

Y/e Mar	FY25	FY26	FY27E	FY28E
Steel sales volumes (mt)	8	9	11	12
EBITDA/t (Rs)	11,777	10,494	12,508	14,867
Realsisation/t (Rs)	62,560	60,743	63,574	67,147

Source: Company, PL

**Price Chart**

**Recommendation History**

No.	Date	Rating	TP (INR)	Share Price (INR)
1	09-Apr-26	Accumulate	1265	1200
2	01-Feb-26	Accumulate	1171	1102
3	09-Jan-26	Accumulate	1100	1010
4	30-Oct-25	Accumulate	1151	1071
5	08-Oct-25	Accumulate	1170	1034
6	13-Aug-25	Accumulate	1060	996
7	08-Jul-25	Accumulate	1008	954
8	02-May-25	Accumulate	978	893
9	23-Apr-25	Accumulate	963	915
10	08-Apr-25	Accumulate	877	791

**Analyst Coverage Universe**

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	ACC	BUY	2188	1411
2	Adani Port & SEZ	BUY	1879	1657
3	Ambuja Cement	BUY	598	447
4	Dalmia Bharat	BUY	2287	1919
5	Hindalco Industries	Accumulate	1043	986
6	Jindal Stainless	Accumulate	826	757
7	Jindal Steel	Accumulate	1265	1200
8	JK Cement	Accumulate	6017	5566
9	JK Lakshmi Cement	BUY	751	625
10	JSW Cement	Accumulate	142	127
11	JSW Infrastructure	BUY	358	239
12	JSW Steel	Accumulate	1289	1210
13	National Aluminium Co.	Hold	407	412
14	NMDC	Accumulate	95	84
15	Nuvoco Vistas Corporation	Buy	474	305
16	Shree Cement	Accumulate	27370	24205
17	Steel Authority of India	Accumulate	176	163
18	Tata Steel	Accumulate	216	205
19	Ultratech Cement	BUY	13835	12010

**PL's Recommendation Nomenclature (Absolute Performance)**

<b>BUY</b>	: > 15%
<b>Accumulate</b>	: 5% to 15%
<b>Hold</b>	: +5% to -5%
<b>Reduce</b>	: -5% to -15%
<b>Sell</b>	: < -15%
<b>Not Rated (NR)</b>	: No specific call on the stock
<b>Under Review (UR)</b>	: Rating likely to change shortly

## ANALYST CERTIFICATION

### Indian Clients

We/I Mr. Tushar Chaudhari MMS-Finance, Mr. Satyam Kesarwani BFM, Passed CFA Level II, Mr. Pranav Iyer BBA Finance Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We 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 report.

### US Clients

The research analysts, with respect to each issuer and its securities covered by them in this research report, certify that: All of the views expressed in this research report accurately reflect his or her or their personal views about all of the issuers and their securities; and No part of his or her or their compensation was, is or will be directly related to the specific recommendation or views expressed in this research report.

### Prabhudas Lilladher Pvt. Ltd.

**Corporate Office:** 6th Floor, Tower 2B South Annex, One World Centre, 841, Senapati Bapat Marg, Lower Parel, Mumbai - 400013

**Registered Office:** 3rd Floor, Sadhana House, 570, P. B. Marg, Worli, Mumbai-400 018

Tel: (91 22) 6632 2222 Fax: (91 22) 6632 2209

[www.plindia.com](http://www.plindia.com)

## DISCLAIMER

### Indian Clients

Prabhudas Lilladher Pvt. Ltd, Mumbai, India (hereinafter referred to as "PL") is engaged in the business of Stock Broking, Portfolio Manager, Depository Participant and distribution of third party financial products. PL is a subsidiary of Prabhudas Lilladher Advisory Services Pvt Ltd, which has its various subsidiaries engaged in business of commodity broking, investment banking, financial services (margin funding) and distribution of third party financial/other products, details in respect of which are available at [www.plindia.com](http://www.plindia.com).

This document has been prepared by the Research Division of PL and is meant for use by the recipient only as information and is not for circulation. This document is not to be reported or copied or made available to others without prior permission of PL. It should not be considered or taken as an offer to sell or a solicitation to buy or sell any security.

The information contained in this report has been obtained from sources that are considered to be reliable. However, PL has not independently verified the accuracy or completeness of the same. Neither PL nor any of its affiliates, its directors or its employees accepts any responsibility of whatsoever nature for the information, statements and opinion given, made available or expressed herein or for any omission therein.

Recipients of this report should be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The suitability or otherwise of any investments will depend upon the recipients particular circumstances and, in case of doubt, advice should be sought from an independent expert/advisor.

Either PL or its affiliates or its directors or its employees or its representatives or its clients or their relatives may have position(s), make market, act as principal or engage in transactions of securities of companies referred to in this report and they may have used the research material prior to publication.

PL may from time to time solicit or perform investment banking or other services for any company mentioned in this document.

PL is a registered with SEBI under the SEBI (Research Analysts) Regulation, 2014 and having registration number INH000000271.

PL submits that no material disciplinary action has been taken on us by any Regulatory Authority impacting Equity Research Analysis activities.

PL or its research analysts or its associates or his relatives do not have any financial interest in the subject company.

PL or its research analysts or its associates or his relatives do not have any material conflict of interest at the time of publication of the research report.

PL or its associates might have received compensation from the subject company in the past twelve months.

PL or its research analysts or its associates or his relatives do not have actual/beneficial ownership of one per cent or more securities of the subject company at the end of the month immediately preceding the date of publication of the research report.

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

PL or its associates might have received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months.

PL or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months

PL or its associates might have received any compensation or other benefits from the subject company or third party in connection with the research report.

PL encourages independence in research report preparation and strives to minimize conflict in preparation of research report.

PL or its analysts did not receive any compensation or other benefits from the subject Company or third party in connection with the preparation of the research report.

PL or its Research Analysts do not have any material conflict of interest at the time of publication of this report.

It is confirmed that Mr. Tushar Chaudhari MMS-Finance, Mr. Satyam Kesarwani BFM, Passed CFA Level II, Mr. Pranav Iyer BBA Finance Research Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

The Research analysts for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

The research analysts for this report has not served as an officer, director or employee of the subject company PL or its research analysts have not engaged in market making activity for the subject company

Our sales people, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest.

PL and its associates, their directors and employees may (a) from time to time, have a long or short position in, and buy or sell the securities of the subject company or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company or act as an advisor or lender/borrower to the subject company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

### US Clients

This research report is a product of Prabhudas Lilladher Pvt. Ltd., which is the employer of the research analyst(s) who has prepared the research report. The research analyst(s) preparing the research report is/are resident outside the United States (U.S.) and are not associated persons of any U.S. regulated broker-dealer and therefore the analyst(s) is/are not subject to supervision by a U.S. broker-dealer, and is/are not required to satisfy the regulatory licensing requirements of FINRA or required to otherwise comply with U.S. rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.

This report is intended for distribution by Prabhudas Lilladher Pvt. Ltd. only to "Major Institutional Investors" as defined by Rule 15a-6(b)(4) of the U.S. Securities and Exchange Act, 1934 (the Exchange Act) and interpretations thereof by U.S. Securities and Exchange Commission (SEC) in reliance on Rule 15a 6(a)(2). If the recipient of this report is not a Major Institutional Investor as specified above, then it should not act upon this report and return the same to the sender. Further, this report may not be copied, duplicated and/or transmitted onward to any U.S. person, which is not the Major Institutional Investor.

In reliance on the exemption from registration provided by Rule 15a-6 of the Exchange Act and interpretations thereof by the SEC in order to conduct certain business with Major Institutional Investors, Prabhudas Lilladher Pvt. Ltd. has entered into an agreement with a U.S. registered broker-dealer, Marco Polo Securities Inc. ("Marco Polo").

Transactions in securities discussed in this research report should be effected through Marco Polo or another U.S. registered broker dealer.