

JSW Steel (JSTL IN)

Q4FY26 Result Update

May 15, 2026

 Estimate Change | Target | Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Accumulate		Accumulate	
Target Price	1,381		1,289	
Sales (INR bn)	2,067	2,367	2,015	2,292
% Chng.	2.6	3.3		
EBITDA (INR bn)	377	443	344	420
% Chng.	9.6	5.5		
EPS (INR)	59.7	79.4	52.0	79.4
% Chng.	14.8	-		

Key Data

JSTL.BO | JSTL IN

BSE Code	500228
NSE Code	JSWSTEEL
52-W High / Low	INR 1,306 / INR 962
Face Value	1
Sensex / Nifty	75,399 / 23,690
Market Cap	INR 3,172 bn / \$ 33,118 mn
Shares Outstanding	2445.45 mn
3M Avg. Daily Value	INR 2,331.85 mn

Shareholding Pattern (%)

Promoters	45.32
FII's	25.38
Mutual Funds	5.33
Domestic Institutions	5.82
Public & Others	18.15
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	7.7	5.3	11.1	31.1
Relative	9.8	15.4	24.6	41.4

Key Financials - Consolidated

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR bn)	1,688	1,855	2,067	2,367
EBITDA (INR bn)	229	321	377	443
Margin (%)	13.6	17.3	18.3	18.7
PAT (INR bn)	40	72	146	194
EV (INR bn)	3,976	3,605	3,590	3,540
Total Debt (INR bn)	974	794	715	715
C&C Eq. (INR bn)	117	393	329	379
EPS (INR)	16.3	29.6	59.7	79.4
Gr. (%)	(52.0)	81.2	101.8	33.0
DPS (INR)	3.0	8.0	7.8	8.6
Yield (%)	0.2	0.5	0.6	0.7
RoE (%)	5.1	8.1	13.8	16.1
RoCE (%)	8.0	12.6	15.2	17.1
EV/Sales (x)	2.4	1.9	1.7	1.5
EV/EBITDA (x)	17.4	11.2	9.5	8.0
PE (x)	79.4	43.8	21.7	16.3
P/BV (x)	4.0	3.2	2.8	2.5

Scaling aggressively, executing consistently

Quick Pointers

- JSTL announced JVML phase 2 capacity expansion of 5mtpa with INR260bn capex by FY30E.
- Growth capex of INR1,260bn over next 4-5 years, with additional ~INR80-1,000bn likely till FY33E including JVs.

JSW Steel reported strong operating performance in Q4FY26 led by sharp recovery in steel prices, healthy domestic demand and continued ramp-up at JVML. Cons. volumes grew 6% YoY to 7.97mt despite 3mtpa BF-3 shutdown at Vijayanagar, aided by strong domestic demand and higher exports from India (+36% YoY). Average cons. NSR increased 6.7% QoQ as domestic steel prices recovered sharply during the quarter post safeguard duty implementation, while product mix also improved with higher downstream utilization and branded sales contribution. Higher coking coal costs (+\$16/t QoQ) along with elevated freight and FX-related costs were partly offset by better operating leverage. Cons. adj. EBITDA/t improved sharply to INR12,187 (adj for forex loss of INR10.8bn; PLe INR10,847). Mgmt. has undertaken further price hikes of INR2,000/1,000 in Apr/May'26, while guiding for higher \$12-15/t in coking coal costs during Q1FY27. Further, mgmt. has guided for 10% sales growth and 13% production growth in FY27, while expecting domestic steel demand growth at 7-9%.

With significant debt reduction post JFE deal, mgmt. has increased its long-term capacity growth ambitions, targeting India steelmaking capacity of 62mtpa by FY32 (78mtpa including JVs) driven by strong confidence in domestic steel demand, which is expected to grow by 12-14mt annually over the medium term. While the aggressive expansion plans and downstream focus should support market share gains over the long term; execution, timely ramp-up and maintaining balance sheet discipline amid elevated capex intensity (over INR2.2tn till FY33 including JVs/mining) will remain key monitorables. As China is supporting steel pricing by curtailing production/exports, we expect domestic prices to remain elevated as India is trading at discount on import parity basis. However, rising coking coal and impending demand destruction in near term on higher crude remains a risk. At current elevated steel prices, JSTL remains well placed versus peers given its strong focus on volume growth. We increase our FY27/28E EBITDA by 10%/5% respectively on higher pricing assumptions and expect 17% EBITDA CAGR over FY26-28E. At CMP, the stock is trading at 9.7x/8.2x EV of FY27/28E EBITDA. Maintain Accumulate with revised TP of INR1,381 (INR1,289 earlier) with same 8.5x FY28 EBITDA.

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR bn)	517	512	-1.0	448	14.0
EBITDA (INR bn)	86	97	13.0	64	52.0
Margin (%)	16.6	19.0	240 bps	14.2	480 bps
PAT (INR bn)	33	-3	-109.0	16	-119.0

Source: Company, PL

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Strong pricing led strong revenue: Consolidated revenue grew 12% YoY to INR498bn (+10% QoQ; PLe INR507bn) on decent volumes (strong autos and RE) which grew 6% YoY to 7.97mt (PLe 7.89mt) led by JVML ramp-up. Average consolidated realization increased 6.7% QoQ and YoY to Rs64,216/t (PLe Rs65,531/t) as average HRC (+14%) and longs (+19%) steel prices increased during the quarter. BPSL volumes grew 7% YoY to 1.01mt (+3% QoQ). JVML sales volume grew 78% YoY and remained flat QoQ at 1.23mt (almost full CU). Export volumes from India increased 36% YoY to 0.75mt.

Lower RM & P&F negated margin compression: Consolidated Adj. EBITDA grew 52% YoY to INR97.13bn, adjusting for Rs10.79bn adverse forex impact (+47% QoQ; PLe INR85.5bn) on strong pricing. Consolidated Adj. EBITDA/t grew 43% YoY to Rs12,187/t (+41% QoQ; PLe Rs10,847/t). Standalone EBITDA grew 10% YoY to INR55.8bn (+35% QoQ), higher than PLe INR54.9bn. Cons RM cost/t increased 14% YoY Rs 32,469 mainly on account of higher iron ore and coking coal costs; P&F cost/t declined 8% YoY to Rs 4,958. Mining premium increased 6% YoY to Rs3,767/t. Other expenses shot up 16% YoY to Rs9,424/t. JSTL recognized an exceptional gain of INR180.5bn on loss of control over the steel business undertaking of BPSL.

US subsidiary turned negative again: US subsidiary (Ohio) EBITDA slipped into losses QoQ to -\$7.2mn. Italy EBITDA declined 20% QoQ to EUR4.2mn with EBITDA/t of EUR63. Bhushan (BPSL) EBITDA grew 88% YoY to INR10.7bn, while EBITDA/t improved 75% YoY to Rs10,634/t on better realizations. Coated products EBITDA/t improved 30% YoY to Rs7,490/t (+41% QoQ) primarily due to better volumes.

Q4FY26 Conference Call Highlights:

Demand and Outlook

- Domestic steel demand is expected to grow at 7-9% in FY27, translating into incremental demand of ~12-14mt.
- Mgmt. highlighted ~50% of incremental steel demand is expected to be HRC/flat steel.
- Infrastructure, construction, renewable energy, automotive and manufacturing sectors continue to remain key demand drivers.
- Automotive demand remained particularly strong during FY26 with healthy capacity additions by OEMs.
- Mgmt. expects domestic demand growth to continue outpacing capacity additions over medium term.
- FY27 consolidated steel production guidance stands at 29.75mt (13% YoY), while sales guidance stands at 28.6mt (10% YoY).

Pricing and Costs

- NSR increased by ~INR3,800/t QoQ in Q4FY26 due to steel price recovery. Remaining benefit is expected to flow through in Q1FY27.
- Flat steel prices were increased by INR2,000/t in Apr'26 and another INR1,000/t in May'26.
- Automotive contract prices are expected to reset higher in Q1FY27.
- Management expects coking coal costs to rise by \$12-15/t in Q1FY27 after \$16/t increase in Q4FY26.
- Iron ore costs remained broadly flattish in Q4FY26 but are expected to rise modestly in Q1FY27.
- Overall cost increase of ~INR3,000/t is expected in Q1FY27, though margins are expected to remain positive after price hikes.

- Iron ore consumption stands at ~1.8-1.9t per tonne of steel, while coking coal consumption stands at ~700kg/t of steel (~900-950kg including all coal variants).
- Iron ore and coking coal together account for ~60% of total raw material costs.
- Exposure to gas-linked production remains limited (~5-6% of production volumes), though higher LNG/LPG prices may impact costs.
- Sea freight, exchange rate movement and flux prices are also expected to increase costs in Q1FY27.

Expansion

- JSW Steel completed transfer of the BPSL business into a 50:50 JV with JFE Steel through JSW JFE Steel Ltd. 1st tranche of INR78.8bn was received in Mar'26, while 2nd tranche is expected by Jun'26. Transaction resulted in deleveraging of ~INR295bn, with further deleveraging of ~INR78.8bn expected post second tranche.
- Announced a 50:50 JV with POSCO to set up a 6mtpa integrated steel plant at Dhenkanal, Odisha.
- Increased India capacity target from 50mtpa by FY31 to 62mtpa by FY32 through existing sites. Including JFE and POSCO JVs, India capacity target stands at 78mtpa by FY32, while including Ohio operations total global capacity would be ~80mtpa.
- Announced 5mtpa brownfield expansion at Vijayanagar with capex of INR260bn, taking Vijayanagar capacity to ~25mtpa by FY30.
- Dolvi Phase-III expansion from 10mtpa to 15mtpa remains on track for Sep'27 commissioning.
- Kadapa 1mtpa EAF and structural mill project remains on track for FY29 commissioning; structural mill will manufacture beams/sections.
- JSW Utkal Phase-I 5mtpa steel plant remains on track for FY30 commissioning.
- At Odisha, two 8mtpa pellet plants are expected to be commissioned by FY28.
- 30mtpa slurry pipeline project in Odisha is progressing well and expected to be commissioned by FY27.
- Company is adding ~3mtpa downstream/value-added capacities across galvanised steel, electrical steel, tinplate, CR and structural products during FY28-FY29.
- Acquired BMM Ispat (~0.9mtpa long steel facility near Vijayanagar) with potential to expand capacity to ~1.8mtpa at low capital intensity. Company expects ~0.8mt sales from BMM in FY27.
- Management highlighted FY30 standalone JSW Steel capacity would be ~49mtpa, while including JVs and Ohio operations capacity would be ~55mtpa.
- Commissioned 1GW RE capacity during FY26, further board has approved total RE capacity of 2.5GW along with 320MW battery storage.
- Company commissioned India's first electric locomotive for captive logistics at Vijayanagar.

Capex and Balance Sheet

- Consolidated capex stood at INR46.1bn in Q4FY26 and INR156bn in FY26. FY27 capex guidance stands at INR220-240bn.

- Approved growth capex pipeline stands at INR1,260bn over next 4-5 years. Management indicated another ~INR1,000bn capex could be required till FY33 for additional expansions, mining and JV projects.
- Annual capex run-rate could rise to ~INR300-350bn over coming years.
- Future JV investments would largely be through equity contribution.
- Net debt reduced to INR538.7bn as of Mar'26, while leverage reduced to 1.81x post BPSL transaction.
- Mgmt. revised maximum leverage threshold from 3.75x to 3.0x and gearing threshold from 1.75x to 1.25x. Comfortable leverage level indicated below 2.5x.
- Mgmt. expects incremental EBITDA generation from Vijayanagar BF-3 ramp-up and Dolvi expansion to support future capex without significant balance sheet stress.
- Vijayanagar BF-3 expansion from 3mtpa to 4.5mtpa is under testing and commissioning; ramp-up expected from Q2FY27 onwards

Raw Material / Mining

- Completed acquisition of MDR high-grade coking coal mine in Mozambique.
- Increased effective stake in Illawarra coking coal mine from 20% to 30%.
- Operationalised one new iron ore mine in Goa and secured another mine recently. Two additional Goa mines are expected to commence operations by Q1FY28.
- Out of 25 iron ore mines, 13 mines are operational while remaining mines are under development/exploration.
- Total iron ore reserves stand at ~1.7bn tonnes.
- Company reiterated target of 50% captive iron ore and 50% captive coking coal by FY31. Earlier coking coal target was 25%, which has now increased post MDR acquisition.
- Mozambique mine has potential reserves of ~250mt usable high-grade coking coal. Phase-I is expected to produce ~5mtpa usable coking coal by CY28.
- Including Illawarra and Indian assets, company expects ~10mt captive coking coal availability by FY31.
- Netrabandha 2mtpa iron ore mine under JV structure is being commissioned.

Operational Highlights

- Downstream utilisation stood at 95% in Q4FY26. Branded sales constituted ~50% of total retail sales.
- Company reduced inventory by ~0.7mt during Q4FY26.
- Management highlighted Vijayanagar and Dolvi ramp-up together could generate incremental EBITDA of INR80-100bn over time.
- Value-added steel share is expected to remain above 50%.
- Mgmt. reiterated focus on low-carbon steel production through DRI, natural gas and renewable-energy-based projects.
- Scrap-based steelmaking capacity continues to increase; currently ~1/3rd of production is EAF-based.

- Company is also setting up scrap processing facilities across regions to improve scrap availability and recycling.

Subsidiaries / Overseas Operations

- Ohio operations were impacted in Q4FY26 due to shutdowns for caster upgrades and severe weather conditions.
- US operations turned EBITDA positive at \$36mn in FY26 versus EBITDA loss of \$35mn in FY25.
- Baytown upgrade is expected to be completed by Q2FY27.
- Management expects improved profitability in US operations due to higher-grade steel capability and improved utilisation.
- Italy operations reported EBITDA of EUR16.4mn in FY26 and are expected to improve further in FY27 due to better sales volumes and product mix.
- EBITDA at Plate & Pipe mill improved QoQ due to better plate realisations and higher pipe sales volumes.

Other Highlights

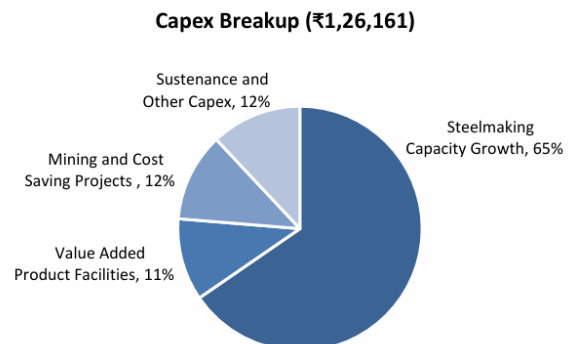
- Exceptional gain of INR178.9bn in Q4FY26 primarily related to BPSL slump sale transaction.
- Revenue acceptances stood at \$2.1bn.
- BPSL transaction benefits from carry-forward losses, resulting in lower effective tax incidence.
- Management reiterated steel demand elasticity remains at ~1.3x GDP growth.
- Paradip facility, being port-based, is expected to naturally cater to export markets.

Exhibit 1 : Capex plan over next 4-5 years

JSW Steel Consolidated Capex Update



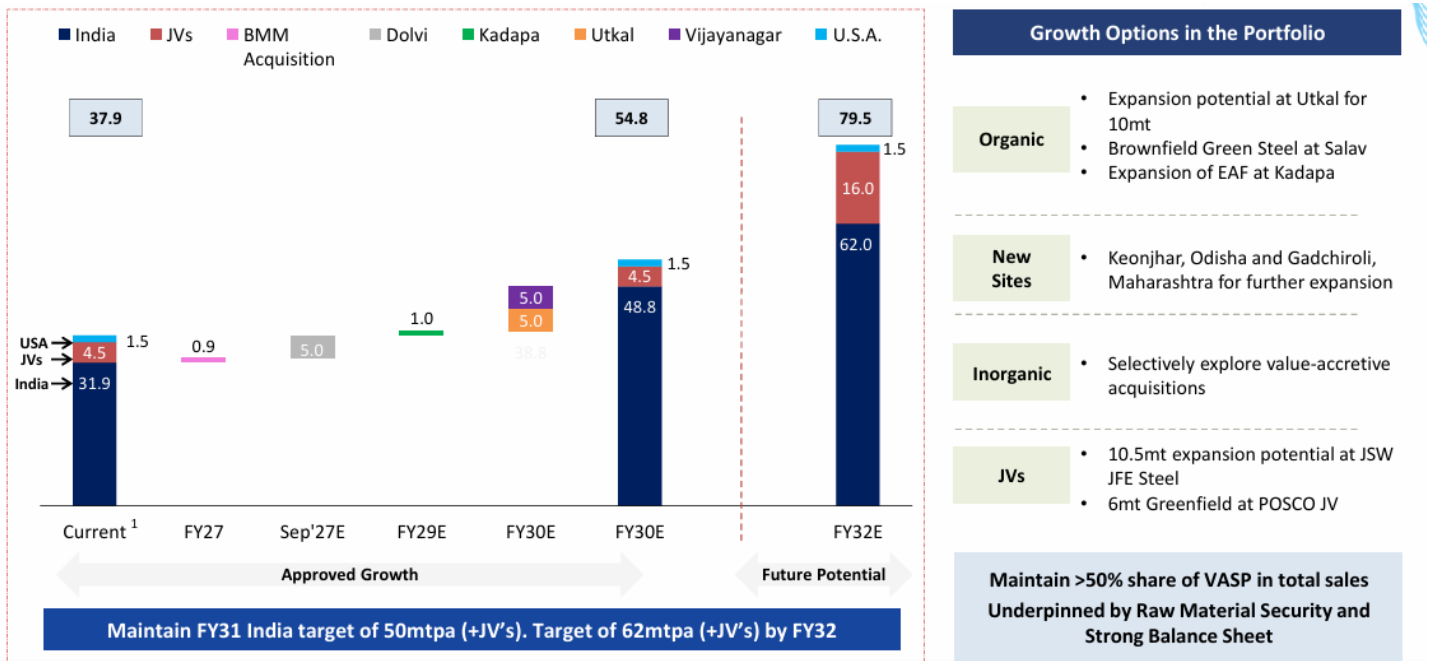
Particulars	₹ Cr
Capex carried forward as on 1 st April 2026 (including Creditors and Acceptances)	96,888 ¹
New Projects approved since 1 st April 2026:	
Steelmaking: JVML Phase-2 capacity expansion of 5mtpa	26,000
Sustenance Capex	3,272
Total	1,26,161



Note: The above capex will be spent over 4-5 years.
 Capex spent during FY26 was ₹15,595 crore. Capex spend for FY27 expected at ₹22,000-24,000 crores

Source: Company, PL

Exhibit 2 : JSTL capex plan path



Source: Company, PL

Exhibit 3 : Q4FY26 Result Overview - Consolidated

Y/e March (Rs bn)	4QFY26	4QFY25	YoY gr. (%)	4QFY26E	Variance%	3QFY26 QoQ gr. (%)	FY26	FY25	YoY gr. (%)	
Net Sales	511.8	448.2	14.2	516.8	(1.0)	459.9	11.3	1,854.7	1,688.2	9.9
Raw Material	256.0	233.2	9.8	271.8	(5.8)	248.1	3.2	935.6	891.5	4.9
% of Net Sales	50.0	52.0		52.6		54.0		50.4	52.8	
Purchase of traded goods	10.4	5.5	89.8	7.9	32.5	7.2	45.1	30.4	8.5	259.3
% of Net Sales	2.0	1.2		1.5		1.6		1.6	0.5	
Staff Costs	13.6	11.8	14.7	14.3	(5.2)	13.1	3.8	52.9	48.0	10.2
% of Net Sales	2.6	2.6		2.8		2.8		2.8	2.8	
Power & Fuel	40.9	42.8	(4.5)	42.1	(3.0)	38.5	6.3	161.5	161.6	(0.1)
% of Net Sales	8.0	9.5		8.1		8.4		8.7	9.6	
Mining premium and royalties	19.1	20.2	(5.6)	19.0	0.5	17.4	10.1	69.5	91.4	(24.0)
% of Net Sales	3.7	4.5		3.7		3.8		3.7	5.4	
Other Expenses	74.7	70.9	5.5	76.2	(1.9)	69.6	7.4	283.9	258.2	9.9
% of Net Sales	14.6	15.8		14.7		15.1		15.3	15.3	
Total Expenditure	415	384	7.9	431	(3.8)	394	5.3	1,534	1,459	5.1
EBITDA	97.1	63.8	52.3	85.5	13.5	66.2	46.7	321.0	229.0	40.2
Margin (%)	19.0	14.2		16.6		14.4		17.3	13.6	
Depreciation	21.5	25.0	(14.0)	24.1	(10.8)	23.6	(9.1)	96.0	93.1	3.1
Other income	3.4	2.3	48.3	2.9	16.7	2.7	24.9	12.5	6.9	79.8
EBIT	79	41	92.3	64	22.8	45	74.5	237	143	66.2
Interest	21.7	20.9	3.5	23.3	(6.8)	23.0	(5.9)	91.0	84.1	8.2
PBT	57.4	20.2	184.5	41.1	39.6	22.3	157.7	146.5	58.8	149.2
Extraordinary income/(expense)	7.1	(0.4)	NA	-	NA	(6.5)	NA	150.8	(4.9)	NA
PBT (After EO)	64	20	226.8	41	56.9	16	309.6	297	53.9	451.7
Tax	31.3	2.3	NA	7.8	NA	(9.5)	NA	37.4	15.9	135.9
% PBT	48.6	11.6		19.0		-60.5		12.6	29.4	
Reported PAT	33.1	17.4	90.0	33.3	(0.5)	25.3	31.1	259.8	38.0	583
Minority interest	28.7	(0.0)	NA	0.5	NA	2.7	NA	31.9	(0.1)	NA
Share of profit/(losses) in Associates	(1.7)	(2.4)	NA	(0.1)	NA	(1.2)	NA	(4.8)	(3.1)	NA
Net Profit attributable to shareholders	2.7	15.0	(82.0)	32.7	(91.7)	21.4	(87.3)	223.2	35.0	537
Adjusted PAT	(2.5)	15.6	NA	32.7	NA	26.2	NA	72.0	40.0	25.1

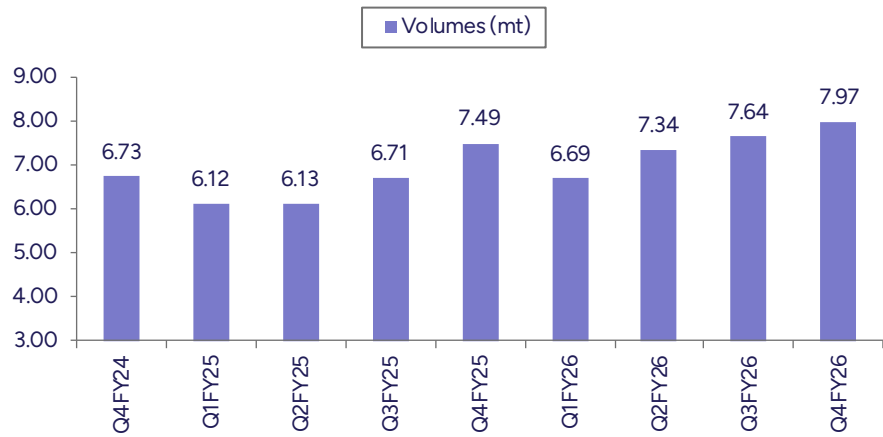
Source: Company, PL

Exhibit 4 : Operating Parameters

Y/e March (INR)	4QFY26	4QFY25	YoY gr. (%)	4QFY26E	Variance%	3QFY26	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Crude steel production (000 tonnes)	7,490	7,304	2.6	7,490	-	7,480	0.1	30,130	27,428	9.9
Sales (000 Tonnes)	7,970	7,490	6.4	7,886	1.1	7,640	4.3	29,640	26,450	12.1
Realisation per tonne (INR)	64,216	59,838	7.3	65,531	(2.0)	60,198	6.7	62,574	63,828	(2.0)
EBITDA per tonne (INR)	12,147	8,515	43.1	10,847	(0.1)	8,665	40.6	10,830	8,659	25.1

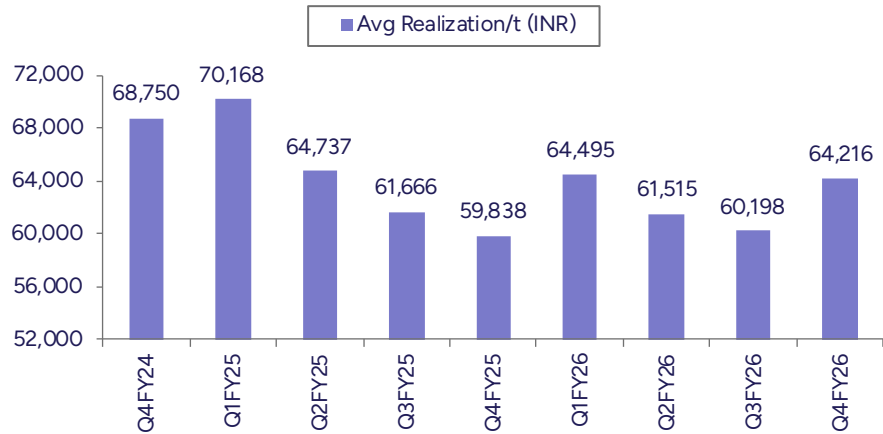
Source: Company, PL

Exhibit 5 : Consolidated volume grew 6.4% YoY on strong Auto and RE demand



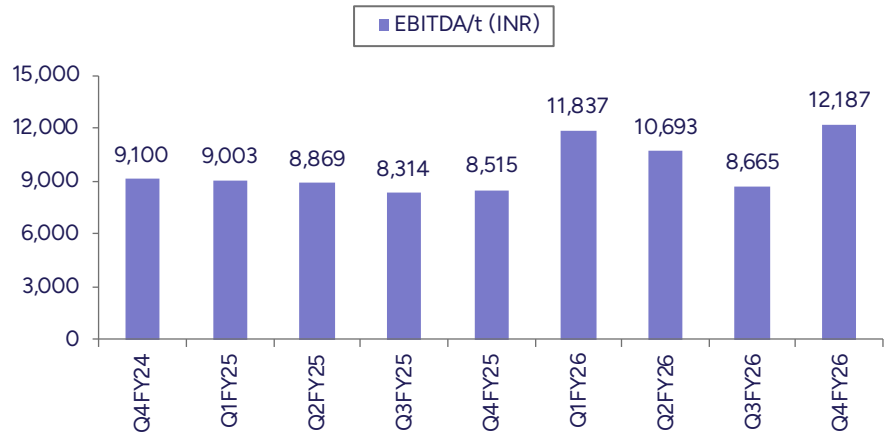
Source: Company, PL

Exhibit 6 : Avg cons realization grew 6.7ss% QoQ led by increase in steel prices



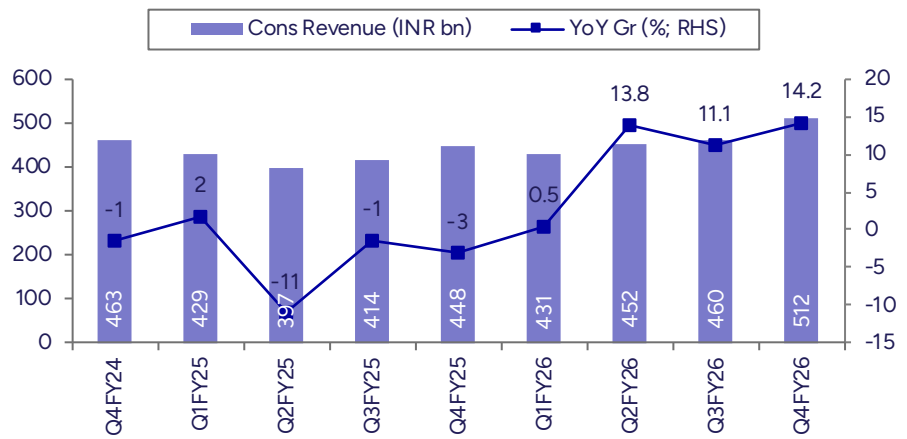
Source: Company, PL

Exhibit 7 : Cons EBITDA/t grew 27% YoY led by increase in prices and lower RM



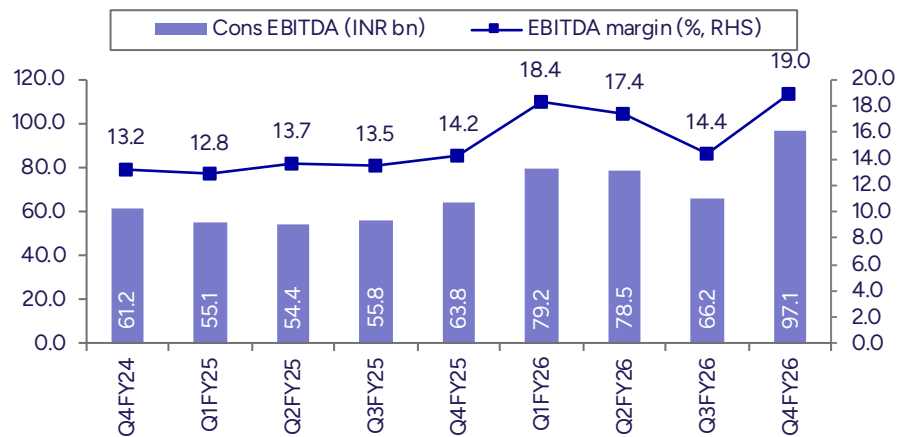
Source: Company, PL

Exhibit 8 : Cons revenue grew on strong prices and decent volumes (Autos and RE)



Source: Company, PL

Exhibit 9 : Cons EBITDA grew 35% YoY on strong prices during the quarter



Source: Company, PL

Exhibit 10 : TP Calculation

	Mar'28 basis
EBITDA (Rs mn)	4,42,809
Target EBITDA multiple (x)	8.5
Target EV (Rs mn)	37,63,876
Net Debt (Rs mn)	3,86,135
Residual Market Cap (Rs mn)	33,77,741
Target price per share (Rs.)	1,381

Source: PL

Financials

Income Statement (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	1,688	1,855	2,067	2,367
YoY gr. (%)	(3.5)	9.9	11.4	14.5
Cost of Goods Sold	900	966	1,153	1,334
Gross Profit	788	889	913	1,034
Margin (%)	46.7	47.9	44.2	43.7
Employee Cost	48	53	57	61
Other Expenses	511	515	479	530
EBITDA	229	321	377	443
YoY gr. (%)	(18.9)	40.2	17.5	17.4
Margin (%)	13.6	17.3	18.3	18.7
Depreciation and Amortization	93	96	102	114
EBIT	136	225	276	329
Margin (%)	8.1	12.1	13.3	13.9
Net Interest	84	91	78	74
Other Income	7	12	11	12
Profit Before Tax	54	297	209	267
Margin (%)	3.2	16.0	10.1	11.3
Total Tax	16	37	68	86
Effective Tax Rate (%)	29.4	12.6	32.4	32.1
Profit After Tax	38	260	141	181
Minority Interest	-	32	1	1
Share Profit from Associate	(3)	(5)	5	13
Adjusted PAT	40	72	146	194
YoY gr. (%)	(51.4)	81.2	101.8	33.0
Margin (%)	2.4	3.9	7.1	8.2
Extra Ord. Income / (Exp)	(5)	151	-	-
Reported PAT	35	223	146	194
YoY gr. (%)	(60.2)	536.9	(34.6)	33.0
Margin (%)	2.1	12.0	7.1	8.2
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	35	223	146	194
Equity Shares O/s (bn)	2	2	2	2
EPS (INR)	16.3	29.6	59.7	79.4

Source: Company, PL

Balance Sheet (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	1,738	1,760	1,805	2,055
Tangibles	1,738	1,760	1,805	2,055
Intangibles	-	-	-	-
Acc: Dep / Amortization	499	596	697	811
Tangibles	499	596	697	811
Intangibles	-	-	-	-
Net Fixed Assets	1,238	1,165	1,108	1,244
Tangibles	1,238	1,165	1,108	1,244
Intangibles	-	-	-	-
Capital Work In Progress	227	223	398	388
Goodwill	6	7	7	7
Non-Current Investments	163	178	178	178
Net Deferred Tax Assets	(84)	(79)	(79)	(79)
Other Non-Current Assets	36	76	76	76
Current Assets				
Investments	58	5	5	5
Inventories	350	328	365	418
Trade Receivables	84	113	125	144
Cash & Bank Balance	133	410	346	396
Other Current Assets	70	85	220	252
Total Assets	2,394	2,697	2,937	3,217
Equity				
Equity Share Capital	3	3	3	3
Other Equity	792	997	1,120	1,280
Total Networth	795	1,001	1,123	1,283
Non-Current Liabilities				
Long Term Borrowings	974	794	715	715
Provisions	14	19	19	19
Other Non Current Liabilities	-	19	19	19
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	326	345	384	440
Other Current Liabilities	137	344	501	564
Total Equity & Liabilities	2,394	2,697	2,937	3,217

Source: Company, PL

Cash Flow (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	51	293	209	267
Add. Depreciation	93	96	102	114
Add. Interest	81	85	78	74
Less Financial Other Income	7	12	11	12
Add. Other	10	(153)	(11)	(12)
Op. Profit before WC Changes	236	321	377	443
Net Changes-WC	(7)	(37)	11	15
Direct Tax	(20)	(32)	(68)	(86)
Net Cash from Op. Activities	209	252	320	372
Capital Expenditures	(145)	123	(215)	(227)
Interest / Dividend Income	7	7	11	12
Others	(31)	57	-	-
Net Cash from Inv. Activities	(170)	187	(204)	(215)
Issue of Share Cap. / Premium	-	(4)	-	-
Debt Changes	104	(61)	(79)	-
Dividend Paid	(18)	(7)	(17)	(19)
Interest Paid	(88)	(89)	(78)	(74)
Others	-	-	-	-
Net Cash from Fin. Activities	(3)	(161)	(174)	(93)
Net Change in Cash	36	277	(57)	65
Free Cash Flow	82	105	100	132

Source: Company, PL

Quarterly Financials (INR bn)

Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Net Revenues	431	452	460	512
YoY gr. (%)	0.5	13.8	11.1	14.2
Raw Material Expenses	211	233	255	266
Gross Profit	220	219	205	245
Margin (%)	51.0	48.4	44.5	47.9
EBITDA	79	78	66	97
YoY gr. (%)	43.7	44.4	18.7	52.3
Margin (%)	18.4	17.4	14.4	19.0
Depreciation / Depletion	25	26	24	21
EBIT	54	53	43	76
Margin (%)	12.5	11.7	9.3	14.8
Net Interest	22	24	23	22
Other Income	4	3	3	3
Profit before Tax	32	24	16	64
Margin (%)	7.4	5.4	3.4	12.6
Total Tax	9	7	(10)	31
Effective Tax Rate (%)	27.2	28.7	(60.5)	48.6
Profit After Tax	23	17	25	33
Minority Interest	-	-	3	29
Share Profit from Associate	(1)	(1)	(1)	(2)
Adjusted PAT	24	22	26	(3)
YoY gr. (%)	188.7	201.0	228.3	(116.3)
Margin (%)	5.7	4.8	5.7	-
Extra Ord. Income / (Exp)	(3)	(5)	(5)	5
Reported PAT	22	16	21	3
YoY gr. (%)	158.5	269.7	198.3	(82.0)
Margin (%)	5.1	3.6	4.7	0.5
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	22	16	21	3
Avg. Shares O/s (bn)	2	2	2	2
EPS (INR)	10.0	8.9	10.7	(1.0)

Source: Company, PL

Key Financial Metrics

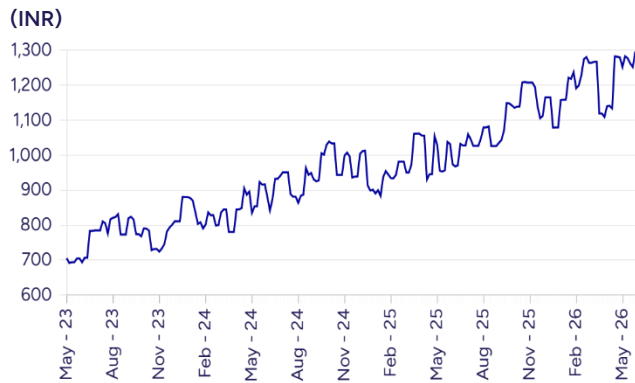
Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	16.3	29.6	59.7	79.4
CEPS	54.4	68.9	101.3	126.0
BVPS	325.1	409.1	459.2	524.8
FCF	33.6	42.9	41.0	54.1
DPS	3.0	8.0	7.8	8.6
Return Ratio (%)				
RoCE	8.0	12.6	15.2	17.1
ROIC	6.4	14.4	12.7	14.7
RoE	5.1	8.1	13.8	16.1
Balance Sheet				
Net Debt : Equity (x)	1.0	0.4	0.3	0.2
Net Working Capital (Days)	23	19	19	19
Valuation (x)				
PER	79.4	43.8	21.7	16.3
P/B	3.9	3.1	2.8	2.4
P/CEPS	23.8	18.8	12.8	10.2
EV/EBITDA	17.3	11.2	9.5	7.9
EV/Sales	2.3	1.9	1.7	1.4
Dividend Yield (%)	0.2	0.5	0.6	0.6
FCFF Yield (%)	2.5	3.3	3.1	4.1
PEG Ratio	(1.6)	0.5	0.2	0.4

Source: Company, PL

Key Operating Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Cons Crude Steel Production (mt)	28	30	30	33
Cons Sales Volume (mt)	26	30	29	32
Cons Realisation/t (Rs)	63,828	62,595	71,759	72,952
Cons EBITDA/t (Rs)	8,659	10,834	13,097	13,646

Source: Company, PL

Price Chart

Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	09-Apr-26	Accumulate	1289	1210
2	25-Jan-26	Accumulate	1292	1170
3	09-Jan-26	Reduce	1084	1158
4	20-Oct-25	Hold	1118	1166
5	08-Oct-25	Hold	1151	1157
6	12-Sep-25	Hold	1064	1100
7	20-Jul-25	Hold	1068	1034
8	08-Jul-25	Hold	1068	1043
9	24-May-25	Accumulate	1068	1009
10	05-May-25	Accumulate	1150	973

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	524	445
4	Dalmia Bharat	BUY	2287	1919
5	Hindalco Industries	Accumulate	1043	986
6	Jindal Stainless	Accumulate	821	779
7	Jindal Steel	Accumulate	1289	1223
8	JK Cement	Accumulate	6017	5566
9	JK Lakshmi Cement	BUY	751	625
10	JSW Cement	Accumulate	142	127
11	JSW Infrastructure	Buy	342	284
12	JSW Steel	Accumulate	1289	1210
13	National Aluminium Co.	Hold	413	399
14	NMDC	Accumulate	95	84
15	Nuvoco Vistas Corporation	Buy	474	305
16	Shree Cement	Accumulate	27907	24975
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)

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

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