RATING ACCUMULATE | CMP INR 192 | TP INR 209

PL Capital
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Steel Authority of India (SAIL IN)

Q4FY26 Result Update

May 16, 2026

☑ Estimate Change | ☑ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Accumulate		Accumulate	
Target Price	209		176	
Sales (INR bn)	1,302	1,415	1,302	1,368
% Chng.	-	3.4		
EBITDA (INR bn)	213	215	176	181
% Chng.	21.0	18.8		
EPS (INR)	24.7	25.1	18.6	19.4
% Chng.	32.8	29.4		

Key Data SAIL.BO | SAIL IN

BSE Code	500113
NSE Code	SAIL
52-W High / Low	INR 209 / INR 118
Face Value	10
Sensex / Nifty	75,238 / 23,644
Market Cap	INR 795 bn / $ 8,280 mn
Shares Outstanding	4130.09 mn
3M Avg. Daily Value	INR 4,810.56 mn

Shareholding Pattern (%)

Promoters	65
FIIs	5.01
Mutual Funds	8.69
Domestic Institutions	9.72
Public & Others	11.58
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	15.2	20.8	35.5	56.8
Relative	19.6	32.7	52.3	72.0

Key Financials - Standalone

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales (INR bn)	1,025	1,108	1,302	1,415
EBITDA (INR bn)	106	120	213	215
Margin (%)	10.4	10.8	16.3	15.2
PAT (INR bn)	24	37	102	104
EV (INR bn)	1,170	1,122	1,140	1,115
Total Debt (INR bn)	384	334	354	354
C&C Eq. (INR bn)	3	-	2	27
EPS (INR)	5.7	9.0	24.8	25.2
Gr. (%)	68.2	57.4	174.2	1.5
DPS (INR)	1.6	2.3	2.5	2.5
Yield (%)	0.8	1.2	1.3	1.3
RoE (%)	4.3	6.6	16.3	14.4
RoCE (%)	6.5	7.7	16.8	15.4
EV/Sales (x)	1.1	1.0	0.9	0.8
EV/EBITDA (x)	11.0	9.4	5.4	5.2
PE (x)	33.5	21.3	7.8	7.6
P/BV (x)	1.4	1.4	1.2	1.0

Higher steel pricing drive Q4; stepped up capex

Quick Pointers

- April-May NSR for longs/flats increased by ~INR4,000/t vs Q4FY26 to INR57,600-57,800/t and INR56,000-56,700/t.
- FY27 sales volume expected at 22.mt (0.6mt from RINL).

SAIL delivered strong operating performance in Q4FY26 led by sharp improvement in NSR amid rising domestic steel prices. While reported volumes remained flattish YoY at 5.32mt due to lower NSL trading volumes, own steel sales volume grew 5% YoY. Avg NSR improved 9% QoQ to INR57,898/t as longs pricing had improved from early Jan'26 while flats followed later. Despite increased coking coal costs; lower employee costs, better operational efficiencies and inventory liquidation supported EBITDA/t at INR8,279/t. Mgmt indicated April-May NSR for longs at INR57,600-57,800/t and flats at INR56,000-56,700/t, implying ~INR4,000/t increase over Q4FY26 levels. However, imported coking coal costs have also increased sharply from INR18,200/t in Q4FY26 to INR21,000-21,800/t in Apr-May. Further, Mgmt has guided for FY27 sales volumes of 22.5mt (including ~0.6mt from RINL sales), aided by debottlenecking and operational improvements.

SAIL has increased its capex guidance with major expansion activities commencing at ISP, while Bokaro and Bhilai projects are also expected to gather pace over FY28/29E. However, long-term volume growth remains dependent on timely execution as major capacities are now expected only from FY31 onward, while any delay could lead to further market share loss amid aggressive capacity additions by private steel players. Further, rising capex intensity over the next 3-4 years would require current steel pricing to sustain for longer term to keep balance sheet stable. Although imported coking coal and other input costs have risen sharply due to geopolitical disruptions, recent steel price hikes should largely offset the cost increase and support margins over the next few quarters. 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. We raise our FY27/28E EBITDA estimates by ~20% on higher steel prices & lower opex. At CMP, the stock is trading at an EV of 5.4x/5.2x FY27/28E EBITDA. Maintain 'Accumulate' with revised TP of Rs209 (Rs176 earlier) giving same 5.5x Mar'28E EV/EBITDA.

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
Net Sales (INR bn)	318	308	-3.0	287	7.0
EBITDA (INR bn)	40	44	10.0	29	52.0
Margin (%)	12.7	14.3	160 bps	10.0	430 bps
PAT (INR bn)	17	17	-	12	42.0

Source: Company, PL

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Strong NSR led to increase in revenue: standalone revenue grew 7% YoY to INR308bn (PLe INR318bn) led by sharp increase in NSR on higher steel prices during the quarter. Avg realization grew 9% QoQ to INR57,898/t (+8% YoY; vs PLe INR57,157/t) while volumes were flattish YoY at 5.32mt (+3% QoQ; PLe 5.57mt). This includes trading volume of 0.1mt from NSL, hence SAIL's volume grew 5% YoY to 5.22mt (+9% QoQ). Saleable steel production volumes grew 5% YoY to 4.94mt (+6% QoQ vs PLe of 5.19mt).

Lower staff costs and higher NSR led to sharp growth in EBITDA: EBITDA increased 54% YoY to INR44bn (+92% QoQ vs PLe INR40.3bn) on higher NSR. RM cost/t increased 2% YoY to INR28,084/t, while staff costs declined 23% YoY to INR5,403/t on reduction in manpower by 3,407 YoY (860 QoQ). Other expenses increased 11% YoY to INR16,525/t. Resultantly, EBITDA/t increased 55% YoY to INR8,279/t (PLe INR7,243/t). Reported PAT surged to INR16.8bn, up 43% YoY (3.8x QoQ vs PLe INR17.2bn) aided by inventory liquidation and cost optimization. Exceptional item included INR1.13bn relating to increase in gratuity limit and INR2.16bn relating to net impact of adjustment of balances pertaining to earlier years' DVC electricity tariff dispute.

Q4FY26 Concall Highlights

Pricing & Outlook

- Mgmt. expects domestic steel prices to remain firm supported by improving international prices, rupee depreciation and safeguard duty on flat steel imports. However, demand is expected to remain seasonally muted in Q1/Q2FY27 amid destocking.
- FY27 sales volume guidance stood at 22mt (22.5mt including 0.6mt of RINL).
- Q4FY26 average NSR stood at INR53,400/t/ INR51,000/t for longs/flats, with blended NSR at ~INR52,000/t. March witnessed price hikes of ~INR1,500/t/INR1,400/t for longs/flats
- April NSR increased to INR57,600/t/INR56,700/t for longs/flats, while May NSR stood at INR57,800/t/INR56,000/t for longs/flats, implying ~INR4,000/t increase vs Q4FY26.

Costs

- Avg. imported coking coal cost increased from ~INR18,200/t in Q4FY26 to INR21,000/t in April and INR21,800/t in May. Mgmt indicated ~INR1,400-1,500/t CoP impact in Q1FY27.
- Coking coal inventory currently stands at ~30 days, partially offsetting immediate impact of higher procurement prices.
- Limestone/flux landed costs from Middle East increased to ~$35/t from ~$23-24/t earlier due to geopolitical disruptions; however, overall impact on steel costs is limited to ~INR100-200/t.
- Operational efficiencies offset RM inflation in Q4FY26, with better RM usage and process improvements leading to ~INR4.3bn benefit against ~INR2.7bn adverse RM impact.
- Coke rate improved through higher PCI injection and oxygen enrichment; Targets further ~20kg reduction in FY27.
- Employee count reduced to 49,752 as of Apr'26 from 53,159 at the start of FY26. Expects workforce reduction of ~3,000-3,500 employees annually over next two years, partly offset by ~200-300 fresh inductions each year.
- Wage revision impact effective Jan'27 would be provided for in Q4FY27 and would be over and above current employee cost guidance.

Capex & Expansion

- FY26 capex stood at ~INR91bn vs guidance of INR100bn. Guided FY27 capex at INR150bn, increasing to ~INR180-190bn in FY28 and potentially INR200-250bn annually thereafter as expansion projects gather pace.
- Expansion activities commenced at IISCO, Bokaro and Bhilai plants. Major packages at IISCO have already been tendered and groundwork is expected to start shortly.
- Plant-wise capex plans: 1) IISCO: ~INR350-360bn for 4.5mtpa expansion, 2) Bhilai: ~INR300bn for 3.5mtpa expansion 3) Bokaro: ~INR180bn for 3mtpa expansion
- Major expansion spending at IISCO is expected from FY28 onward, while Bokaro and Bhilai capex intensity would rise meaningfully from FY29.
- FY27 capex would be deployed towards debottlenecking, AMR activities and IISCO expansion.
- New expansion capacities are expected to start commissioning only from FY31 onward.

Operations

- Bokaro plant performance improved materially in FY26 after operational disruptions and breakdowns in FY25. Indicated H2FY26 performance improved aided by better SMS operations and stronger flat steel realizations.
- Smaller furnaces are being phased down while production is increasingly ramped up through larger and more efficient furnaces to improve BF productivity.
- Iron ore production target stands at 56mt for FY27 vs 38mt in FY26, with long-term target of ~80mt.

Other Points

- Net debt/equity improved to ~0.37x and Mgmt. expects debt levels to remain broadly stable in FY27 despite higher capex intensity.
- Highlighted that FY26 balance sheet was "fully clean" with no audit qualifications remaining after several years.
- NSL volumes stood at 1.12mt in FY26, while Q4FY26 volumes were limited to ~0.1mt as the company discontinued active NSL product selling.
- RINL sales volumes were ~48kt in Q4FY26 and Mgmt. expects ~0.6-0.7mt RINL sales in FY27.
- Salem Steel continues to report losses; Mgmt.is focusing on improving CR mill yields to ~90%, increasing mill utilisation and reducing fuel/power costs through PNG and cheaper power sourcing.
- BISL remains under the government's disinvestment list and would take a call on speciality steel strategy post clarity from the government.

Exhibit 1 : Q4FY26 Result Overview – Standalone (INR bn)

Y/e March	4QFY26	4QFY25	YoY gr. (%)	4QFY26E	% Var.	3QFY26	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Net Sales	**308.1**	**286.9**	*7.4*	**318.2**	*-3.2*	**273.7**	*12.6*	**1106.4**	**1002.2**	*10.4*
Raw material	149.5	146.4	*2.1*	166.3	*-10.1*	143.5	*4.1*	550.2	509.0	*8.1*
% of Net Sales	*48.5%*	*51.0%*		*52.3%*		*52.4%*		*49.7%*	*50.8%*	
Staff Cost	26.7	32.9	*-18.9*	31.2	*-14.6*	28.4	*-6.2*	113.9	116.6	*-2.3*
% of Net Sales	*8.7%*	*11.5%*		*9.8%*		*10.4%*		*10.3%*	*11.6%*	
Other expenses	87.9	79.0	*11.3*	80.4	*9.4*	78.8	*11.7*	324.0	292.9	*10.6*
% of Net Sales	*28.5%*	*27.5%*		*25.3%*		*28.8%*		*29.3%*	*29.2%*	
Total expenditure	264.1	258.4	*2.2*	277.9	*-5.0*	250.7	*5.3*	988.2	918.5	*7.6*
EBITDA	**44.1**	**28.6**	***54.3***	**40.3**	***9.3***	**23.0**	***91.7***	**118.2**	**83.7**	***41.3***
Margin (%)	*14.3%*	*10.0%*		*12.7%*		*8.4%*		*10.7%*	*8.3%*	
Depreciation	15.8	15.2	*3.5*	14.8	*6.7*	15.2	*4.0*	59.9	56.5	*5.9*
EBIT	**28.3**	**13.3**	***112.4***	**25.6**	***10.7***	**7.8**	***261.2***	**58.4**	**27.2**	***114.7***
Other income	3.6	3.0	*18.4*	3.2	*12.8*	3.3	*7.4*	11.5	11.3	*1.5*
Interest	5.3	6.6	*-19.9*	5.5	*-3.0*	5.5	*-2.8*	21.6	27.9	*-22.7*
PBT	**26.5**	**9.7**	***174.0***	**23.2**	***14.3***	**5.7**	***367.5***	**48.3**	**10.6**	***355.7***
Extraordinary income/(expense)	-3.3	6.0	*NA*	0.0	*NA*	0.0	*NA*	-4.9	19.5	*NA*
PBT (afer EO)	**23.2**	**15.6**	***48.6***	**23.2**	***0.1***	**5.7**	***309.4***	**43.3**	**30.1**	***44.0***
Tax	6.4	3.9	*66.9*	6.0	*6.7*	1.3	*411.9*	11.0	8.6	*27.8*
Reported PAT	**16.8**	**11.8**	***42.6***	**17.2**	***-2.3***	**4.4**	***280.2***	**32.3**	**21.5**	***50.5***
Adjusted PAT	**19.2**	**7.3**	***162.9***	**17.2**	***11.6***	**4.4**	***334.2***	**36.0**	**7.6**	***376.3***

Source: Company, PL

Exhibit 2 : Segmental Financials (INR bn)

Segment Revenue (INR bn)	4QFY26	4QFY25	YoY gr. (%)	3QFY26	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Bhilai Steel Plant	87.7	91.0	*-3.6*	79.3	*10.5*	318.7	334.3	*-4.7*
Durgapur Steel Plant	32.5	30.8	*5.5*	29.0	*11.9*	115.8	122.1	*-5.1*
Rourkela Steel Plant	74.7	62.1	*20.4*	61.7	*21.2*	258.6	241.0	*7.3*
Bokaro Steel Plant	85.2	63.6	*34.0*	64.3	*32.5*	274.1	226.5	*21.0*
IISCO Steel plant	36.6	36.7	*-0.0*	32.9	*11.2*	130.6	125.9	*3.8*
Special Steel plants	18.2	29.0	*-37.2*	29.0	*-37.2*	104.8	66.9	*56.8*
Intersegmental Revenue	-26.8	-19.8	*35.0*	-22.5	*19.0*	-94.6	-91.8	*3.1*
Total Revenue	**308.1**	**293.2**	***5.1***	**273.7**	***12.6***	**1108.1**	**1024.8**	***8.1***
Segment EBIT								
Bhilai Steel Plant	10.0	12.4	*-19.4*	5.6	*78.2*	28.3	40.9	*-30.8*
Durgapur Steel Plant	3.1	1.5	*112.0*	0.1	*3,841.9*	4.8	5.4	*-11.4*
Rourkela Steel Plant	6.4	3.7	*NA*	2.6	*141.5*	16.1	8.3	*94.2*
Bokaro Steel Plant	9.1	2.1	*NA*	0.6	*1,314.7*	14.2	1.3	*NA*
IISCO Steel plant	4.5	4.2	*5.2*	1.5	*193.9*	9.8	7.0	*41.1*
Special Steel plants	-1.2	-1.4	*NA*	0.6	*NA*	-1.5	-1.6	*NA*
Total EBIT	**31.8**	**22.6**	***41.0***	**11.1**	***185.7***	**71.6**	**61.1**	***17.1***

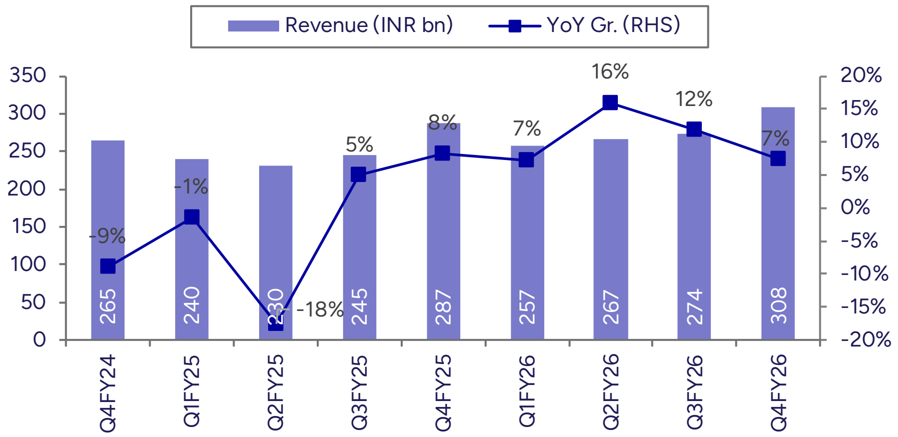
Source: Company, PL

Exhibit 3 : **Operating Parameters**

Y/e March	4QFY26	4QFY25	YoY gr. (%)	4QFY26E	% Var.	3QFY26	QoQ gr. (%)	FY26	FY25	YoY gr. (%)
Saleable Steel Production volumes (mt)	4.94	4.70	*5.0*	5.19	*-4.9*	4.74	*4.2*	19.18	17.94	*6.9*
Sales volume (mt)	5.32	5.33	*-0.2*	5.57	*-4.4*	5.15	*3.4*	19.93	17.89	*11.4*
Realization/t (INR)	57,898	53,829	*7.6*	57,157	*1.3*	53,169	*8.9*	55,507	56,012	*-0.9*
EBITDA/t (INR)	**8,279**	**5,358**	***54.5***	**7,243**	***14.3***	**4,465**	***85.4***	**5,931**	**4,677**	***26.8***

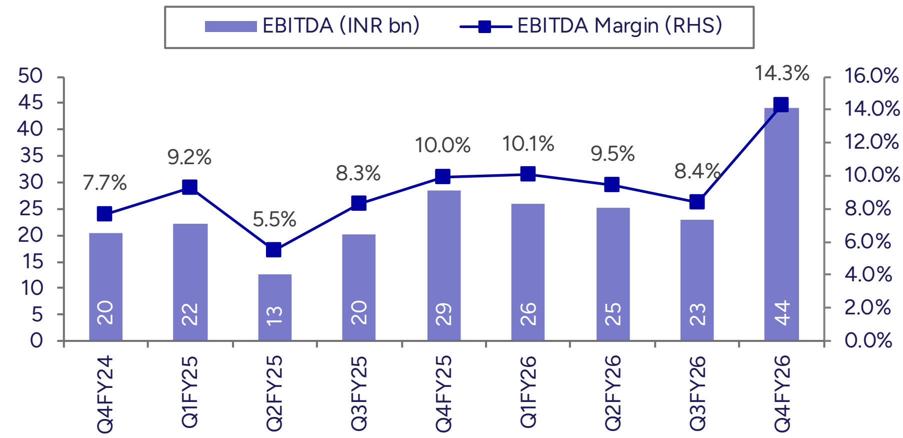
Source: Company, PL

Exhibit 2 : **Revenue grew 7% YoY led by sharp increase NSR**



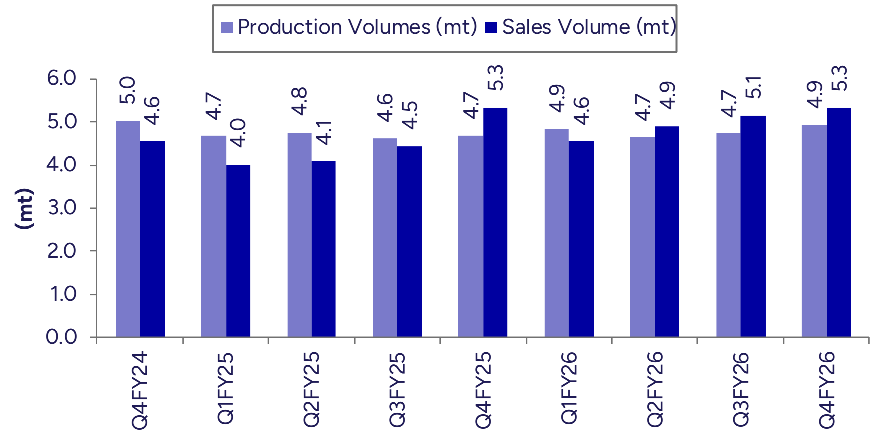
Source: Company, PL

Exhibit 3 : **EBITDA increased 14% YoY on lower staff costs led by reduction in manpower**



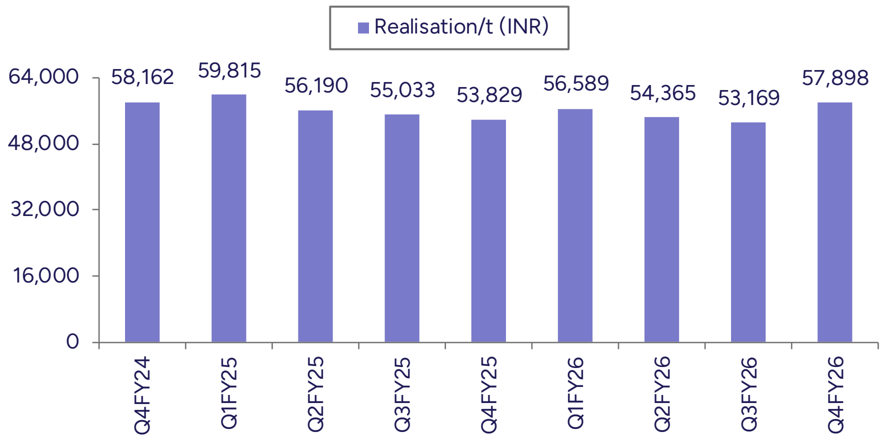
Source: Company, PL

Exhibit 4 : Blended volume was flat YoY (5% YoY excl. NMDC steel volumes)



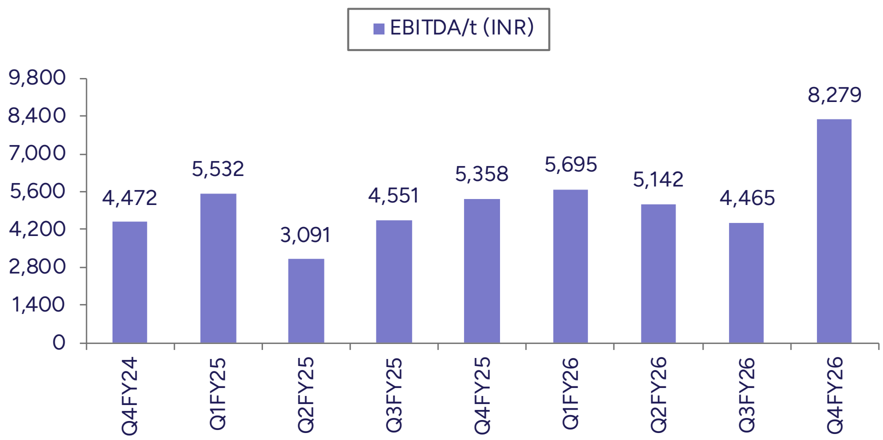
Source: Company, PL

Exhibit 5 : Avg realization grew 9% QoQ led by sharp increase in HRC and Longs prices



Source: Company, PL

Exhibit 6 : EBITDA/t grew 55% YoY on higher prices, lower staff costs and flattish volumes



Source: Company, PL

Financials

Income Statement (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Net Revenues	**1,025**	**1,108**	**1,302**	**1,415**
YoY gr. (%)	*-*	*8.1*	*17.5*	*8.7*
Cost of Goods Sold	509	550	647	726
Gross Profit	516	558	655	689
Margin (%)	*50.3*	*50.3*	*50.3*	*48.7*
Employee Cost	117	114	112	114
Other Expenses	293	324	330	360
EBITDA	**106**	**120**	**213**	**215**
YoY gr. (%)	*25.0*	*12.8*	*77.4*	*0.9*
Margin (%)	*10.4*	*10.8*	*16.3*	*15.2*
Depreciation and Amortization	56	60	62	62
EBIT	**50**	**60**	**151**	**153**
Margin (%)	*4.9*	*5.4*	*11.6*	*10.8*
Net Interest	28	22	21	21
Other Income	11	12	12	12
Profit Before Tax	**30**	**43**	**142**	**144**
Margin (%)	*2.9*	*3.9*	*10.9*	*10.2*
Total Tax	9	11	40	40
Effective Tax Rate (%)	*28.6*	*25.4*	*28.0*	*28.0*
Profit After Tax	**21**	**32**	**102**	**104**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**24**	**37**	**102**	**104**
YoY gr. (%)	*68.2*	*57.4*	*174.2*	*1.5*
Margin (%)	*2.3*	*3.4*	*7.9*	*7.3*
Extra Ord. Income / (Exp)	(2)	(5)	-	-
Reported PAT	**21**	**32**	**102**	**104**
YoY gr. (%)	*(21.4)*	*50.5*	*216.5*	*1.5*
Margin (%)	*2.1*	*2.9*	*7.9*	*7.3*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	21	32	102	104
Equity Shares O/s (bn)	**4**	**4**	**4**	**4**
EPS (INR)	**5.7**	**9.0**	**24.8**	**25.2**

Source: Company, PL

Balance Sheet (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
Non-Current Assets				
Gross Block	**1,376**	**1,502**	**1,547**	**1,622**
Tangibles	1,376	1,502	1,547	1,622
Intangibles	-	-	-	-
Acc: Dep / Amortization	**644**	**742**	**804**	**866**
Tangibles	644	742	804	866
Intangibles	-	-	-	-
Net Fixed Assets	**733**	**759**	**743**	**756**
Tangibles	733	759	743	756
Intangibles	-	-	-	-
Capital Work In Progress	72	106	211	316
Goodwill	-	-	-	-
Non-Current Investments	33	36	36	36
Net Deferred Tax Assets	(64)	(64)	(64)	(64)
Other Non-Current Assets	-	-	-	-
Current Assets				
Investments	-	-	-	-
Inventories	337	278	339	368
Trade Receivables	76	65	89	97
Cash & Bank Balance	9	6	8	34
Other Current Assets	-	-	-	-
Total Assets	**1,329**	**1,333**	**1,507**	**1,688**
Equity				
Equity Share Capital	41	41	41	41
Other Equity	515	541	633	726
Total Networth	**557**	**582**	**674**	**768**
Non-Current Liabilities				
Long Term Borrowings	384	334	354	354
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	105	109	143	194
Other Current Liabilities	219	244	273	309
Total Equity & Liabilities	**1,329**	**1,333**	**1,507**	**1,688**

Source: Company, PL

Cash Flow (INR bn)

Y/e Mar	FY25	FY26	FY27E	FY28E
PBT	30	43	142	144
Add. Depreciation	56	60	62	62
Add. Interest	28	22	21	21
Less Financial Other Income	11	12	12	12
Add. Other	(5)	(6)	-	-
Op. Profit before WC Changes	110	119	225	227
Net Changes-WC	(4)	78	(22)	50
Direct Tax	(6)	(7)	(40)	(40)
Net Cash from Op. Activities	**99**	**190**	**163**	**237**
Capital Expenditures	(64)	(90)	(150)	(180)
Interest / Dividend Income	-	-	-	-
Others	12	11	-	-
Net Cash from Invt. Activities	**(52)**	**(79)**	**(150)**	**(180)**
Issue of Share Cap. / Premium	(8)	(11)	-	-
Debt Changes	(8)	(82)	20	-
Dividend Paid	(4)	(7)	(10)	(10)
Interest Paid	(24)	(15)	(21)	(21)
Others	-	-	-	-
Net Cash from Fin. Activities	**(44)**	**(114)**	**(11)**	**(31)**
Net Change in Cash	**3**	**(3)**	**2**	**26**
Free Cash Flow	35	100	13	57

Source: Company, PL

Quarterly Financials (INR bn)

Y/e Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Net Revenues	**257**	**267**	**274**	**308**
YoY gr. (%)	*7.3*	*15.9*	*11.8*	*7.4*
Raw Material Expenses	123	134	144	149
Gross Profit	134	133	130	159
Margin (%)	*52.0*	*49.9*	*47.6*	*51.5*
EBITDA	**26**	**25**	**23**	**44**
YoY gr. (%)	*16.7*	*99.3*	*13.5*	*54.3*
Margin (%)	*10.1*	*9.5*	*8.4*	*14.3*
Depreciation / Depletion	14	15	15	16
EBIT	**11**	**11**	**8**	**28**
Margin (%)	*4.5*	*4.0*	*2.9*	*9.2*
Net Interest	6	5	5	5
Other Income	2	3	3	4
Profit before Tax	**9**	**6**	**6**	**23**
Margin (%)	*3.5*	*2.1*	*2.1*	*7.5*
Total Tax	2	1	1	6
Effective Tax Rate (%)	*23.0*	*22.8*	*22.2*	*27.7*
Profit After Tax	**7**	**4**	**4**	**17**
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	**7**	**4**	**4**	**17**
YoY gr. (%)	*6,318.4*	*(48.8)*	*251.1*	*42.6*
Margin (%)	*2.7*	*1.6*	*1.6*	*5.5*
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	**7**	**4**	**4**	**17**
YoY gr. (%)	*6,318.4*	*(48.8)*	*251.1*	*42.6*
Margin (%)	*2.7*	*1.6*	*1.6*	*5.5*
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	**7**	**4**	**4**	**17**
Avg. Shares O/s (bn)	4	4	4	4
EPS (INR)	**1.7**	**1.0**	**1.1**	**4.1**

Source: Company, PL

Key Financial Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Per Share (INR)				
EPS	5.7	9.0	24.8	25.2
CEPS	19.4	23.5	39.7	40.1
BVPS	134.7	140.9	163.2	185.8
FCF	8.4	24.2	3.1	13.8
DPS	1.6	2.3	2.5	2.5
Return Ratio (%)				
RoCE	6.5	7.7	16.8	15.4
ROIC	3.8	4.9	11.3	10.6
RoE	4.3	6.6	16.3	14.4
Balance Sheet				
Net Debt : Equity (x)	0.7	0.6	0.5	0.4
Net Working Capital (Days)	109	77	80	70
Valuation (x)				
PER	33.5	21.2	7.7	7.6
P/B	1.4	1.3	1.1	1.0
P/CEPS	9.9	8.1	4.8	4.7
EV/EBITDA	11.0	9.3	5.3	5.1
EV/Sales	1.1	1.0	0.8	0.7
Dividend Yield (%)	0.8	1.2	1.2	1.2
FCFF Yield (%)	4.3	12.5	1.5	7.1
PEG Ratio	0.4	0.3	-	4.9

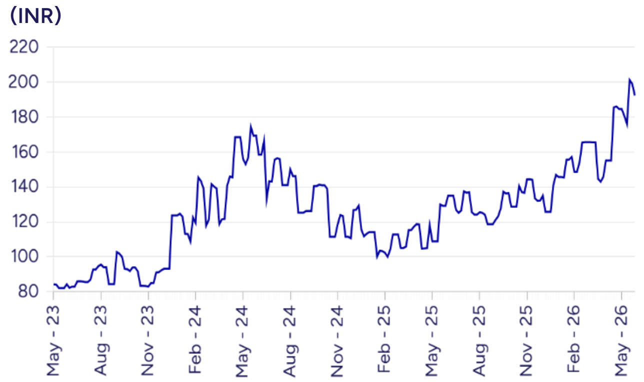
Source: Company, PL

Key Operating Metrics

Y/e Mar	FY25	FY26	FY27E	FY28E
Sales volume (mt)	18	20	21	23
Realisation/t (INR)	56,012	51,382	57,319	57,904
EBITDA/t (INR)	4,677	5,931	10,075	9,403

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	09-Apr-26	Accumulate	176	163
2	02-Feb-26	Hold	151	149
3	09-Jan-26	Hold	141	146
4	30-Oct-25	Hold	143	137
5	08-Oct-25	Hold	139	133
6	28-Jul-25	Hold	133	126
7	08-Jul-25	Hold	136	133
8	29-May-25	Hold	133	130
9	23-Apr-25	Hold	118	116
10	08-Apr-25	Hold	110	105

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	1381	1297
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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