

Steel Authority of India (SAIL IN)

**Q2FY27 Result
Update**

October 29, 2026

☒ Estimate Change | ☒ Target | ☐ Reco.

Change in Estimates

	Current		Previous	
	FY28E	FY29E	FY28E	FY29E
Rating	Accumulate		Accumulate	
Target Price	180		193	
Sales (INR bn)	1,450	1,568	1,430	1,534
% Chng.	1.4	2.2		
EBITDA (INR bn)	204	208	204	218
% Chng.	-	(4.6)		
EPS (INR)	23.8	23.0	23.4	24.9
% Chng.	1.7	(7.6)		

Key Data

SAIL.BO | SAIL IN

BSE Code	500113
NSE Code	SAIL
52-W High / Low	INR 209 / INR 124
Face Value	10
Sensex / Nifty	73,246 / 22,699
Market Cap	INR 669 bn / \$ 7,026 mn
Shares Outstanding	4130.09 mn
3M Avg. Daily Value	INR 3,650.14 mn

Shareholding Pattern (%)

Promoters	65
FII's	7.31
Mutual Funds	9.95
Domestic Institutions	6.54
Public & Others	11.20
Promoter's Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(12.1)	(2.3)	(12.7)	22.6
Relative	(12.6)	2.4	(8.4)	41.6

Key Financials - Standalone

Y/e Mar	FY26	FY27E	FY28E	FY29E
Sales (INR bn)	1,108	1,346	1,450	1,568
EBITDA (INR bn)	120	203	204	208
Margin (%)	10.8	15.1	14.0	13.2
PAT (INR bn)	37	100	98	95
EV (INR bn)	996	1,025	1,020	1,097
Total Debt (INR bn)	334	364	364	439
C&C Eq. (INR bn)	6	8	12	11
EPS (INR)	9.0	24.1	23.8	23.0
Gr. (%)	57.4	166.8	(1.4)	(3.2)
DPS (INR)	2.3	2.5	2.5	2.5
Yield (%)	1.5	1.5	1.5	1.5
RoE (%)	6.6	15.9	13.8	11.9
RoCE (%)	7.7	15.7	14.1	12.5
EV/Sales (x)	0.9	0.8	0.7	0.7
EV/EBITDA (x)	8.3	5.0	5.0	5.3
PE (x)	17.9	6.7	6.8	7.0
P/BV (x)	1.1	1.0	0.9	0.8

Steel pricing to aid H2; execution under watch

Quick Pointers

- FY27 sales volume guidance cut to 21mt from 22mt.
- Spot steel prices up ~INR4k/t from Q2 avg; Q2 coking coal costs was up ~INR2k/t, Q3 to rise by ~INR1k/t.

SAIL reported largely in-line performance, despite higher-than-expected sales volumes (+10% YoY to 5.16mt) on inventory liquidation driving 67% YoY EBITDA growth to INR42.2bn (PLe INR42.3bn). Higher coking coal costs and weaker long product steel prices, resulted in EBITDA/t of INR8,178 which also includes profit from sale of excess iron ore worth INR2.65bn. Monetization of captive iron ore fines is emerging as an incremental earnings driver, with ~2.5mt sold in H1FY27 generating INR3.88bn in profit and FY27E volumes targeted at 7-8mt. Looking ahead, a sharp recovery in long steel prices over the last two months, coupled with expectations of strong demand, would support H2 margins. The expected commissioning of the Tasra coking coal mine in Jan'27 would help partially reduce dependence on imported coal over time. While the recent moderation in coking coal prices could support margins in Q4, steel prices can follow the suit as recent HRC hike was RM led.

SAIL is targeting employee rationalization, with total headcount expected to decline from 48k at Q2-end to 46k by end FY27 and effectively ~26k by FY31E on ageing and VRS. SAIL is planning to expand crude steel capacity from c. 20mt to 35mt by FY31E, with ordering of PPE is underway at IISCO. SAIL aims to intensify capex intensity from H2FY27 with planned INR95bn (spent INR55bn in H1) and INR200/250bn in FY28/29E respectively. Timely execution remains critical to SAIL's funding plan of majority via internal accruals. In the event of timely execution, SAIL's net debt still could rise to over INR800bn by FY30E assuming stronger steel prices to stay. Considering SAIL's pedigree of capex execution, we expect delays in this ambitious INR1.2tn capex program which is planned till FY31E. Until successful commissioning of IISCO's 4mtpa expansion, SAIL would remain a play on domestic steel pricing. Key monitorable to watch: a) coking coal and steel pricing, b) timely capex execution, c) employee rationalisation plan. We incorporate higher capex, higher IO sales and tweak steel/CC pricing and cut our FY29E EBITDA by ~5%. At CMP, the stock is trading at an EV of 5x/5.3x FY28/29E EBITDA. Maintain 'Accumulate' with revised TP of INR180 (INR193 earlier) giving same 5.5x Sep'28E EV/EBITDA.

Quarter Summary

Y/e Mar	Q2'27E	Q2'27A	% Var.	Q2'26A	YoY gr. (%)
Net Sales (INR bn)	311	320	2.9	267	19.9
EBITDA (INR bn)	42	42	-	25	68.0
Margin (%)	13.6	13.2	(40) bps	9.5	370 bps
PAT (INR bn)	19	18	(5.3)	4	350.0

Source: Company, PL

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Strong volume growth drives revenue; NSR remain soft: Standalone revenue grew 20% YoY to INR 320bn (PLe INR 311.4bn). Revenues include sale from iron ore of ~1.5mt in Q2FY27. Steel volumes grew 5% YoY to 5.16mt (PLe 4.99mt). Excluding NSL's volumes last year, SAIL has delivered 10% volume growth in Q2 on inventory liquidation. Saleable steel production volumes increased 4% YoY to 4.85mt. Average blended realization declined 3% QoQ (up 14% YoY) to INR 62,011/t (PLe INR 61,918/t) mainly on weak rebar pricing negated by revenue from sale of iron ore during Q2.

Sharp YoY margin recovery; partly offset by higher input costs: EBITDA increased 67% YoY to INR 42.2bn (-5% QoQ; PLe INR 42.3bn) on higher HRC pricing negated by rising coking coal costs. RM cost per ton increased 19% YoY to INR 32,491/t, while staff costs declined 7% YoY at INR 5,900/t. SAIL has taken INR 0.73bn to exceptional expenses, pertaining to VRS of employees. Other expenses declined 1% YoY to INR 15,796/t. Resultant, EBITDA/t grew 59% YoY to INR 8,178/t (PLe INR 8,488/t); adjusting for rail price adjustment of + INR 2.95bn, it works out at INR 7,606/t. Reported PAT surged ~4x YoY at INR 17.73bn (8% QoQ vs PLe of INR 18.68bn) on low base, higher revenues and improved cost efficiencies.

Q2FY27 Concall Highlights

Demand, Pricing & Outlook

- FY27 sales volume guidance has been revised to 21mt from 22mt earlier, including (0.5mt) from RINL.
- Average steel prices in Q2 stood at INR 54.4k/t for long products and INR 57k/t for flats. October spot prices improved by ~INR 4k/t to INR 58.7k/t and INR 61.7k/t, respectively, with mgmt. expecting current price levels to sustain amid robust demand.

Costs & Margins

- Average imported coking coal cost increased to INR 22,930/t in Q2 from INR 21.3k/t in Q1, pressuring margins. Oct'26 coal cost reached INR 24.1k/t, with Q3 costs expected to be ~INR 23.5k/t before potentially easing to ~INR 22k/t in Q4.
- Monsoon-related disruptions affected RM quality, coke rate and blast furnace productivity during Q2. Mgmt. indicated that operational parameters improved in Oct'26 and expects further efficiency gains in H2.
- H1 EBITDA/t was below the INR 10k/t target. Management is targeting INR 11-12k/t EBITDA in Q3/Q4, supported by better NSR, improved operating parameters and cost efficiencies.

Operations & Mining

- **RINL Q2:** 0.088mt; FY27E target of 0.5mt with minimal EBITDA margins.
- Iron ore fines sales increased to 2.5mt in H1FY27 from 0.9mt in H1FY26, profitability from the same stood at INR 3.88bn- higher by INR 2.65bn YoY. SAIL is targeting 7-8mt of iron ore fines sales in FY27, although pricing and permit issues in Jharkhand remain a challenge.
- **Jharkhand mines:** External iron ore sales remain constrained by pricing and permit-related issues; resolution could unlock additional volumes.
- **Chhattisgarh:** Sales have commenced from the older Dalli-Rajhara mines. Rawghat is a key future volume driver, although the new mine faces ground-level operational challenges.
- **Odisha:** Mgmt. expects production to increase from Bolani and Kalta, while Taldih is progressing with an MDO already working at the site.

- **Low-grade iron ore beneficiation:** Low-grade ore is already being beneficiated at Chhattisgarh mines, while some tailings are being sold from Odisha. Future beneficiation plants are planned at Goa mines to improve utilization of low-grade resources.
- **Long-term iron ore target:** Management expects production of 80-85mt by FY31/32. The target excludes Chiria, where clearances and other issues remain.
- Tasra coking coal mine production is expected to commence in Jan'27 and contribute meaningfully from Q4FY27, potentially improving captive coal availability and reducing dependence on imported coal.

Capex & Expansion

- FY27 capex guidance remains at INR150bn, with INR55bn spent in H1. For FY28 capex is expected to be over INR200bn and INR250bn in FY29.
- SAIL plans to spend INR1.2tn over FY27-FY31E, targeting capacity expansion from 20mt to 35mt across four plants.
- IISCO: Expansion work has commenced and major orders have been placed, making it the most advanced project among the four plants.
- **Bokaro:** Tendering is at an advanced stage.
- **Bhilai:** Tendering is expected to commence.
- **Rourkela:** DPR has been prepared and is awaiting approval. Mgmt. indicated that land encroachment issues at Rourkela have been addressed; the other three expansion sites were stated to have no encroached land.
- Funding is expected through internal accruals, debt and a potential FPO. Mgmt. expects internal accruals of around INR40-50bn over four years, and the capex will be phased to manage the impact on leverage, although debt could rise as spending accelerates.

Inventory & Balance Sheet

- Total steel inventory declined to 1.59mt as of Q2FY27 from 2.15mt at Q1 end, equivalent to ~15 days of inventory. Mgmt aims to reduce inventory further to 1.2-1.3mt by FY27-end.
- Inventory comprised of 0.86mt of saleable steel and 0.73mt of in-process steel. Coking coal inventory is maintained at 30-35 days.
- Total outstanding debt decreased by ~INR 0.5bn QoQ to INR 314.64bn, while the debt-equity ratio improved to 0.34x.
- Cost of borrowings stood at 6.34%; however, mgmt. indicated that borrowing costs could rise in the coming quarters amid higher repo rates.

Other Points

- Employee strength stood at ~48,000 at Q2-end, with mgmt. targeting a reduction to 46,000 by FY27-end and 26,000 by FY30/31, primarily through superannuation and voluntary retirement.
- Labor code provisions stood at INR1.98bn in Q2 based on best estimates by mgmt., pending final notification of applicable rates.

Exhibit 1: Quarterly Estimates

(INR bn)	Q1FY27A	YoY gr. (%)	Q2FY27A	YoY gr. (%)	Q3FY27E	YoY gr. (%)	Q4FY27E	YoY gr. (%)
Revenue from Operations	319.98	19.8%	319.98	19.8%	362.92	32.6%	397.23	28.9%
EBITDA	42.20	67.1%	42.20	67.1%	57.94	152.1%	58.34	32.4%
Margin (%)	13.2%	-	13.2%	-	16.5%	-	21.2%	-
Reported PAT	18.28	165.7%	17.74	315.6%	30.67	594.4%	30.86	83.7%

Source: Company, PL

Exhibit 2: Q2FY27 Result Overview - Standalone (INR bn)

Y/e March	2QFY27	2QFY26	YoY gr. (%)	2QFY27E	% Var.	1QFY27	QoQ gr. (%)	H1FY27	H1FY26	YoY gr. (%)
Net Sales	320.0	267.0	19.8	311.4	2.7	265.5	20.5	585.5	524.5	11.6
Raw material	167.7	133.7	25.4	160.7	4.3	108.2	54.9	275.9	257.2	7.2
% of Net Sales	52.4%	50.1%		51.6%		40.7%		47.1%	49.0%	
Staff Cost	28.6	29.4	-2.6	28.5	0.4	29.4	-2.6	58.0	58.8	-1.4
% of Net Sales	8.9%	11.0%		9.2%		11.1%		9.9%	11.2%	
Other expenses	81.5	78.7	3.6	79.9	2.1	83.4	-2.2	164.9	157.3	4.8
% of Net Sales	25.5%	29.5%		25.6%		31.4%		28.2%	30.0%	
Total expenditure	277.8	241.8	14.9	269.1	3.2	220.9	25.7	498.7	473.4	5.4
EBITDA	42.2	25.3	67.1	42.3	-0.3	44.6	-5.4	86.8	51.2	69.7
Margin (%)	13.2%	9.5%		13.6%		16.8%		14.8%	9.8%	
Depreciation	16.1	14.5	10.7	15.1	6.5	15.6	3.1	31.7	28.9	9.5
EBIT	26.1	10.7	143.5	27.2	-4.1	29.0	-10.0	55.1	22.2	148.0
Other income	3.4	3.0	12.6	3.1	9.3	2.0	67.6	5.4	4.6	17.4
Interest	5.2	4.8	8.1	5.1	2.4	4.9	6.2	10.2	10.8	-5.8
PBT	24.3	8.9	172.5	25.3	-3.8	26.1	-7.0	50.4	16.1	213.6
Extraordinary income/(expense)	-0.7	-3.4	NA	0.0	NA	-4.5	NA	-5.3	-1.6	NA
PBT (after EO)	23.6	5.5	326.2	25.3	-6.7	21.6	9.2	45.2	14.4	213.0
Tax	5.8	1.3	362.1	6.6	-11.3	5.2	11.5	11.1	3.3	234.6
Reported PAT	17.7	4.3	315.6	18.7	-5.1	16.4	8.4	34.1	11.1	206.6
Adjusted PAT	18.3	6.9	165.7	18.7	-2.2	19.8	-7.6	38.1	12.4	207.1

Source: Company, PL

Exhibit 3: Operating Metrics

Y/e March	2QFY27	2QFY26	YoY gr. (%)	2QFY27E	% Var.	1QFY27	QoQ gr. (%)	H1FY27	H1FY26	YoY gr. (%)
Saleable Steel Production volume (mt)	4.85	4.65	4.2	3.87	25.2	4.52	7.4	9.37	9.50	-1.4
Sales volume (mt)	5.16	4.91	5.0	4.99	3.4	4.16	24.0	9.32	9.46	-1.5
Realization/t (INR)	62,011	54,365	14.1	61,918	0.1	63,833	-2.9	62,824	55,434	13.3
EBITDA/t (INR)	8,178	5,142	59.1	8,488	-3.6	10,724	-23.7	9,314	5,408	72.2

Source: Company, PL

Exhibit 4: Segmental Financials (INR bn)

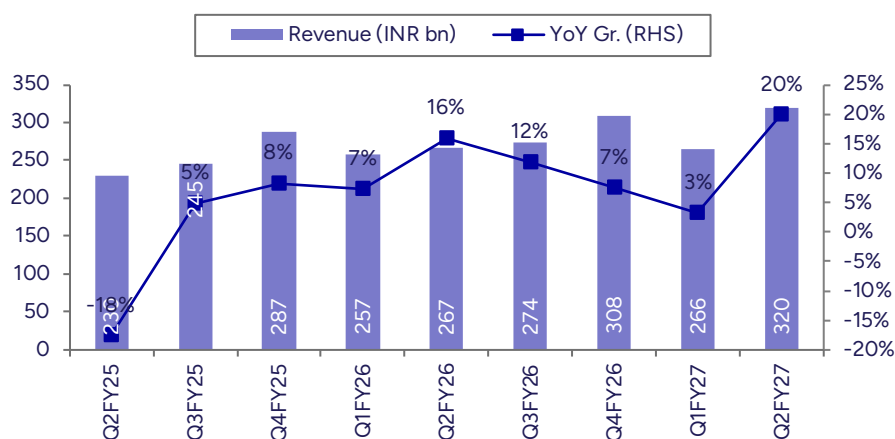
Segment Revenue (INR bn)	2QFY27	2QFY26	YoY gr. (%)	1QFY27	QoQ gr. (%)	H1FY27	H1FY26	YoY gr. (%)
Bhilai Steel Plant	91.2	77.2	18.1	74.9	21.9	166.1	151.7	9.5
Durgapur Steel Plant	32.8	27.7	18.5	27.3	20.2	60.1	54.3	10.8
Rourkela Steel Plant	79.3	62.5	26.9	72.6	9.2	152.0	122.2	24.4
Bokaro Steel Plant	83.5	61.5	35.9	72.0	16.0	155.6	124.6	24.9
IISCO Steel plant	42.8	32.2	32.9	27.7	54.3	70.5	61.1	15.4
Special Steel plants	18.8	27.3	-31.1	16.4	14.2	35.2	57.6	-38.9
Intersegmental Revenue	-28.5	-21.3	33.9	-28.5	-0.0	0.0	0.0	NA
Total Revenue	320.0	267.0	19.8	262.5	21.9	639.5	571.5	11.9

Segment EBIT (INR bn)

Bhilai Steel Plant	9.6	5.1	90.3	8.4	14.9	18.0	12.7	42.2
Durgapur Steel Plant	1.2	0.9	33.2	1.7	-29.7	2.9	1.6	80.1
Rourkela Steel Plant	7.3	4.5	62.8	8.6	-14.9	15.9	7.1	124.7
Bokaro Steel Plant	8.5	1.7	397.8	8.4	0.5	16.9	4.4	285.0
IISCO Steel plant	3.7	1.6	133.8	2.7	35.6	6.4	3.8	65.5
Special Steel plants	-0.8	0.0	NA	-1.8	NA	-2.6	-1.0	NA
Total EBIT	29.5	13.8	114.6	28.0	5.6	57.5	28.6	101.0

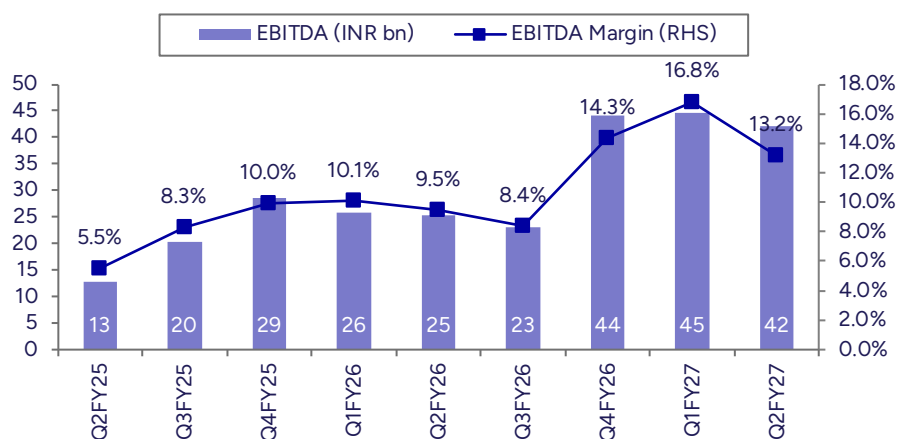
Source: Company, PL

Exhibit 5: Revenue grew 20% YoY on higher steel volumes from inventory liquidation & iron ore sales



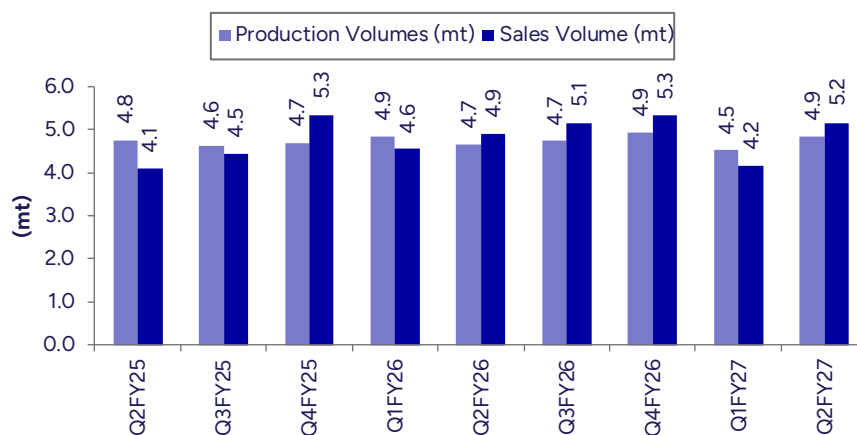
Source: Company, PL

Exhibit 6: EBITDA increased 67% YoY on higher HRC pricing partially negated by rising coking coal costs.



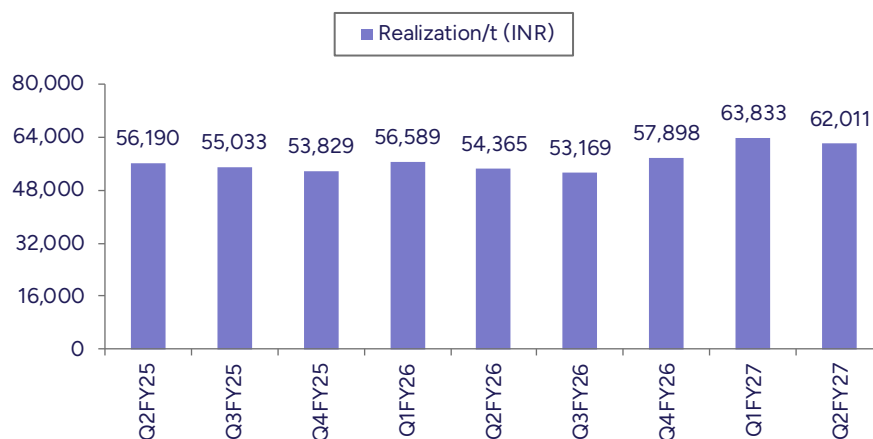
Source: Company, PL

Exhibit 7: Blended volumes increased 10% YoY (Ex. NSL) on inventory liquidation



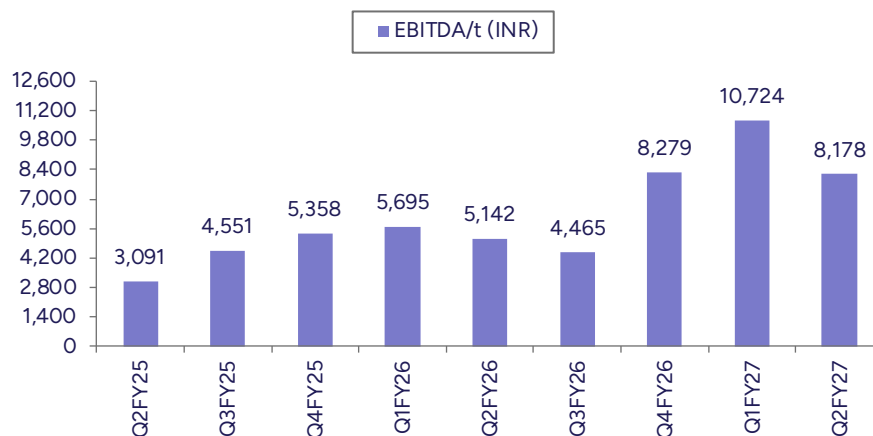
Source: Company, PL

Exhibit 8: NSR declined 3% QoQ primarily on weak rebar pricing partially negated by sale of iron ore



Source: Company, PL

Exhibit 9: EBITDA grew 59% YoY to INR 8,178/t; adj for rail price adjustment it works out at INR7,606/t.



Source: Company, PL

Exhibit 10: TP Calculation

	Sep'28 basis
EBITDA (INR mn)	2,05,693
Target EBITDA multiple (x)	5.5
Target EV (INR mn)	11,31,310
Net Debt (INR mn)	3,89,506
Residual Market Cap (INR mn)	7,41,805
Target price (INR)	180

Source: PL

Financials

Income Statement (INR bn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Net Revenues	1,108	1,346	1,450	1,568
YoY gr. (%)	8.1	21.4	7.8	8.1
Cost of Goods Sold	550	680	763	818
Gross Profit	558	665	688	751
Margin (%)	50.3	49.4	47.4	47.9
Employee Cost	114	114	116	118
Other Expenses	324	349	368	425
EBITDA	120	203	204	208
YoY gr. (%)	12.8	69.3	0.3	1.9
Margin (%)	10.8	15.1	14.0	13.2
Depreciation and Amortization	60	63	64	70
EBIT	60	140	139	137
Margin (%)	5.4	10.4	9.6	8.7
Net Interest	22	20	21	23
Other Income	12	13	13	13
Profit Before Tax	43	127	131	127
Margin (%)	3.9	9.5	9.0	8.1
Total Tax	11	32	33	32
Effective Tax Rate (%)	25.4	24.8	25.0	25.0
Profit After Tax	32	96	98	95
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	37	100	98	95
YoY gr. (%)	57.4	166.8	(1.4)	(3.2)
Margin (%)	3.4	7.4	6.8	6.1
Extra Ord. Income / (Exp)	(5)	(4)	-	-
Reported PAT	32	96	98	95
YoY gr. (%)	50.5	195.7	2.7	(3.2)
Margin (%)	2.9	7.1	6.8	6.1
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	32	96	98	95
Equity Shares O/s (bn)	4	4	4	4
EPS (INR)	9.0	24.1	23.8	23.0

Source: Company, PL

Balance Sheet (INR bn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
Non-Current Assets				
Gross Block	1,502	1,547	1,622	1,797
Tangibles	1,502	1,547	1,622	1,797
Intangibles	-	-	-	-
Acc: Dep / Amortization	742	805	870	940
Tangibles	742	805	870	940
Intangibles	-	-	-	-
Net Fixed Assets	759	742	752	857
Tangibles	759	742	752	857
Intangibles	-	-	-	-
Capital Work In Progress	106	211	336	411
Goodwill	-	-	-	-
Non-Current Investments	36	36	36	36
Net Deferred Tax Assets	(64)	(62)	(62)	(62)
Other Non-Current Assets	-	-	-	-
Current Assets				
Investments	-	-	-	-
Inventories	278	350	378	430
Trade Receivables	65	92	99	107
Cash & Bank Balance	6	8	12	11
Other Current Assets	-	-	-	-
Total Assets	1,333	1,520	1,694	1,933
Equity				
Equity Share Capital	41	41	41	41
Other Equity	541	626	714	799
Total Network	582	667	755	840
Non-Current Liabilities				
Long Term Borrowings	334	364	364	439
Provisions	-	-	-	-
Other Non Current Liabilities	-	-	-	-
Current Liabilities				
ST Debt / Current of LT Debt	-	-	-	-
Trade Payables	109	147	199	215
Other Current Liabilities	244	280	315	378
Total Equity & Liabilities	1,333	1,520	1,694	1,933

Source: Company, PL

Cash Flow (INR bn)

Y/e Mar	FY26	FY27E	FY28E	FY29E
PBT	43	127	131	127
Add. Depreciation	60	63	64	70
Add. Interest	22	20	21	23
Less Financial Other Income	12	13	13	13
Add. Other	(6)	-	-	-
Op. Profit before WC Changes	119	210	216	220
Net Changes-WC	78	(25)	52	18
Direct Tax	(7)	(33)	(33)	(32)
Net Cash from Op. Activities	190	152	236	207
Capital Expenditures	(90)	(150)	(200)	(250)
Interest / Dividend Income	-	-	-	-
Others	11	-	-	-
Net Cash from Invst. Activities	(79)	(150)	(200)	(250)
Issue of Share Cap. / Premium	(11)	-	-	-
Debt Changes	(82)	30	-	75
Dividend Paid	(7)	(10)	(10)	(10)
Interest Paid	(15)	(20)	(21)	(23)
Others	-	-	-	-
Net Cash from Fin. Activities	(114)	(1)	(31)	41
Net Change in Cash	(3)	1	5	(2)
Free Cash Flow	100	2	36	(43)

Source: Company, PL

Quarterly Financials (INR bn)

Y/e Mar	Q3FY26	Q4FY26	Q1FY27	Q2FY27
Net Revenues	274	308	266	320
YoY gr. (%)	11.8	7.4	3.1	19.8
Raw Material Expenses	144	149	108	168
Gross Profit	130	159	157	152
Margin (%)	47.6	51.5	59.3	47.6
EBITDA	23	44	45	42
YoY gr. (%)	13.5	54.3	72.2	67.1
Margin (%)	8.4	14.3	16.8	13.2
Depreciation / Depletion	15	16	16	16
EBIT	8	28	29	26
Margin (%)	2.9	9.2	10.9	8.2
Net Interest	5	5	5	5
Other Income	3	4	2	3
Profit before Tax	6	23	22	24
Margin (%)	2.1	7.5	8.1	7.4
Total Tax	1	6	5	6
Effective Tax Rate (%)	22.2	27.7	24.2	24.7
Profit After Tax	4	17	16	18
Minority Interest	-	-	-	-
Share Profit from Associate	-	-	-	-
Adjusted PAT	4	17	16	18
YoY gr. (%)	251.1	42.6	138.7	315.6
Margin (%)	1.6	5.5	6.2	5.5
Extra Ord. Income / (Exp)	-	-	-	-
Reported PAT	4	17	16	18
YoY gr. (%)	251.1	42.6	138.7	315.6
Margin (%)	1.6	5.5	6.2	5.5
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	4	17	16	18
Avg. Shares O/s (bn)	4	4	4	4
EPS (INR)	1.1	4.1	4.0	4.3

Source: Company, PL

Key Financial Metrics

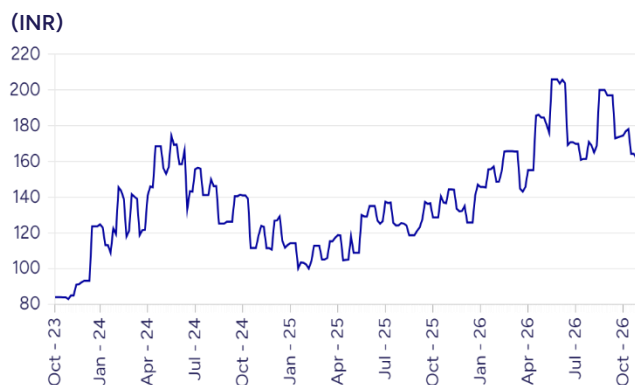
Y/e Mar	FY26	FY27E	FY28E	FY29E
Per Share (INR)				
EPS	9.0	24.1	23.8	23.0
CEPS	23.5	39.3	39.4	40.1
BVPS	140.9	161.5	182.8	203.3
FCF	24.2	0.4	8.7	(10.4)
DPS	2.3	2.5	2.5	2.5
Return Ratio (%)				
RoCE	7.7	15.7	14.1	12.5
ROIC	4.9	10.9	9.8	8.7
RoE	6.6	15.9	13.8	11.9
Balance Sheet				
Net Debt : Equity (x)	0.6	0.5	0.5	0.5
Net Working Capital (Days)	77	80	70	75
Valuation (x)				
PER	17.9	6.7	6.8	7.0
P/B	1.1	1.0	0.9	0.8
P/CEPS	6.9	4.1	4.1	4.0
EV/EBITDA	8.3	5.0	5.0	5.3
EV/Sales	0.9	0.8	0.7	0.7
Dividend Yield (%)	1.5	1.5	1.5	1.5
FCFF Yield (%)	14.9	0.2	5.4	(6.4)
PEG Ratio	0.3	-	(5.0)	(2.2)

Source: Company, PL

Key Operating Metrics

Y/e Mar	FY26	FY27E	FY28E	FY29E
Sales volume (mt)	20	21	22	24
Realization/t (INR)	51,382	60,015	61,056	61,966
EBITDA/t (INR)	5,931	9,753	9,195	8,758

Source: Company, PL

Price Chart

Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	08-Oct-26	Accumulate	193	174
2	29-Jul-26	Accumulate	185	171
3	08-Jul-26	Accumulate	203	162
4	16-May-26	Accumulate	209	192
5	09-Apr-26	Accumulate	176	163
6	02-Feb-26	Hold	151	149
7	09-Jan-26	Hold	141	146
8	30-Oct-25	Hold	143	137
9	08-Oct-25	Hold	139	133
10	28-Jul-25	Hold	133	126

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Adani Port & SEZ	BUY	2243	1750
2	Ambuja Cement	BUY	498	357
3	Dalmia Bharat	BUY	1970	1625
4	Hindalco Industries	BUY	1113	911
5	Jindal Stainless	BUY	829	687
6	Jindal Steel	BUY	1245	1016
7	JK Cement	BUY	6064	4889
8	JK Lakshmi Cement	BUY	699	472
9	JSW Cement	BUY	132	112
10	JSW Infrastructure	BUY	380	317
11	JSW Steel	BUY	1377	1186
12	National Aluminium Co.	Accumulate	392	321
13	NMDC	HOLD	83	73
14	Nuvoco Vistas Corporation	BUY	560	331
15	Shree Cement	BUY	28379	22375
16	Steel Authority of India	Accumulate	193	174
17	Tata Steel	Accumulate	209	176
18	Ultratech Cement	BUY	14623	10650
19	Usha Martin	BUY	596	518

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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