

Bad quarter - Lower realization/higher opex; Fair valuation

- SGC's Q2FY26 revenue and volume came above our estimates, however, Realization, EBITDA and EBITDA/tn were below estimates; Net loss was higher than estimates.
- We expect Revenue/EBITDA CAGR of 13.9%/57.6% over FY25-28E led by 9.9%/15.2%/6.1% volume growth and +11.0%/-0.8%/0.0% realization growth in FY26E/FY27E/FY28E. We also expect APAT to improve to Rs1.2 bn in FY28E from a net loss of Rs1.8 bn in FY25.
- We cut our FY26E/FY27E EBITDA by 4.1%/6.7% considering lower realization and introduce FY28E. We expect EBITDA/tn of Rs641/Rs677/Rs727 for FY26E/FY27E/FY28E vs. EBITDA/tn of Rs362 for Q2FY26. Accordingly, we maintain 'SELL' rating with revised TP of Rs236 based on 7.0x consolidated FY28E EV/EBITDA.

Capacity expansion and ramp-up to support growth

We factor in an improvement in utilization for Satguru/Andhra Cements, which is expected to yield decent volume growth over FY25-27E. Expansion of 1.2 mtpa/0.5mtpa capacity at Andhra Cements/Jeerabad to commission by Q1FY27E/Q4FY26E. The company is confident to increase its cement capacity from 10.05mtpa currently to 12mtpa by FY27E. With an average annual capex of Rs2.7 bn for FY25-28E and factoring sale of Vizag land, we expect net debt of Rs14.9 bn/Rs11.6 bn/Rs7.8 bn in FY26E/FY27E/FY28E (vs. Rs14.3 bn in Q2FY26), translating to Net D:E of 0.9x/0.6x/0.4x resp.

EBITDA/tn +113.4% YoY/-55.8% QoQ

Higher than estimated volume (+20.7% YoY/-4.3% QoQ) at 1.4mt, lower than estimates realization/tn (+4.9% YoY/-6.2% QoQ to Rs4,250) and higher than expected opex/tn (+0.2% YoY/+4.8% QoQ to Rs3,887) resulted in an EBITDA/tn of Rs362.

Earnings Concall Highlights

- Maintained volume guidance of 6mt/7mt (possible upgrade) for FY26E/FY27E.
- Aims to clock an EBITDA/tn of Rs 600/tn in FY26E.
- Q2FY26 prices remained largely stable compared to the exit of Q1FY26; 3-4% decline in realization was due to the seasonal impact on pricing.
- Incurred capex of Rs1.8 bn in H1FY26; expect Rs4.5 bn/Rs2.5-2.75 bn for FY26E/FY27E (vs. earlier Rs3.6 bn/Rs1.5 bn)

Key Risk: Higher profitability vs. estimates

Key Data	
Nifty	25,891
Equity / FV	Rs 261mn / Rs 10
Market Cap	Rs 32bn
	USD 360.4mn
52-Week High/Low	Rs 299/ 170
Avg. Volume (no)	1,97,125
Bloom Code	SGC IN

	Current	Previous
Rating	SELL	SELL
Target Price	236	226

Change in Estimates

(Rs.bn)	Current		Chg (%)/bps	
	FY26E	FY27E	FY26E	FY27E
Revenue	28	31	1.4	2.0
EBITDA	4	5	(4.1)	(6.7)
EBITDA (%)	14.5	15.4	(82)	(145)
APAT	(0.2)	0.3	(80.1)	(49.2)
EPS (Rs)	(1.5)	2.8	(80.1)	(49.2)

Valuation (x)

	FY26E	FY27E	FY28E
P/E	(166.3)	85.7	25.5
EV/EBITDA	11.7	8.9	7.1
ROE (%)	1.0	15.4	9.3
RoACE (%)	3.8	5.0	6.9

Q2FY26 Result (Rs Mn)

Particulars	Q2FY26	YoY (%)	QoQ (%)
Revenue	6,019	26.7	(10.3)
Total Expense	5,505	20.9	0.2
EBITDA	513	157.6	(57.7)
Depreciation	557	(3.3)	1.9
EBIT	(44)	(88.4)	(106.5)
Other Income	43	(10.3)	3.6
Interest	465	0.2	(1.3)
EBT	(465)	-	-
Tax	(23)	-	-
RPAT	(423)	-	-
APAT	(423)	-	-
		(bps)	(bps)
Gross Margin	27.7	298	(688)
EBITDA (%)	8.5	433	(958)
NPM (%)	(7.0)	466	(721)
Tax Rate (%)	5.0	(2303)	(6363)
EBIT (%)	(0.7)	720	(1069)

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Exhibit 1: Actual V/s Dolat estimates (Rs mn)

Particulars (Rs mn)	Actual	Dolat Est.	% Variance	Comments
Revenue	6,019	5,643	6.7	+8.6%/-1.8% volume/realization vs. est.
EBITDA	513	678	(24.3)	-1.8%/+2.1% realization/ opex vs. est.
EBITDA margin (%)	8.5	12.0	(349 bps)	-
APAT	(423)	(234)	-	Poor operating performance

Source: Company, Dolat Capital

Exhibit 2: Change in estimates

Particulars (Rs mn)	FY26E			FY27E			FY28E
	New	Old	Chg (%)	New	Old	Chg (%)	Introduced
Net revenues	27,530	27,155	1.4	31,452	30,835	2.0	33,347
EBITDA	3,986	4,155	(4.1)	4,850	5,200	(6.7)	5,521
EBITDA margin (%)	14.5	15.3	(82 bps)	15.4	16.9	(145 bps)	16.6
Adj. Net Profit	(190)	(106)	(80.1)	369	727	(49.2)	1,240
EPS (Rs)	(1.5)	(0.8)	(80.1)	2.8	5.6	(49.2)	9.5

Source: Company, Dolat Capital

We broadly maintain our revenue estimates for FY26E/FY27E. However, considering lower realizations, we decrease EBITDA estimates by 4.1%/6.7% for FY26E/FY27E. Factoring in lower EBITDA and higher finance cost, we revise our Net loss for FY26E from Rs106 mn to Rs190 mn and decrease FY27E APAT estimates by 49.2%. We introduce FY28E.

Exhibit 3: Volume, Realization & Cost/tn Analysis

Particulars (Rs)	Q2FY26	Q2FY25	YoY (%)	Q1FY26	QoQ (%)	H1FY26	H1FY25	YoY (%)
Volume (MT)	1.4	1.2	20.7	1.5	(4.3)	2.9	2.5	13.8
Realization/tn (Rs)	4,250	4,050	4.9	4,530	(6.2)	4,393	4,069	8.0
EBITDA/tn (Rs)	362	170	113.4	820	(55.8)	596	262	127.9
Cost/tn (Rs)	3,887	3,880	0.2	3,709	4.8	3,796	3,807	(0.3)
Raw Material Cost/tn (Rs)	1,276	903	41.2	566	125.3	913	811	12.6
Employee Expenses/tn (Rs)	277	262	5.8	230	20.6	253	240	5.2
Power and Fuels/tn (Rs)	1,028	1,319	(22.1)	1,521	(32.4)	1,280	1,411	(9.3)
Freight Expenses/tn (Rs)	767	824	(6.9)	875	(12.3)	822	806	2.1
Other expenses/tn (Rs)	540	571	(5.5)	518	4.1	529	540	(2.0)

Source: Company, Dolat Capital

Exhibit 4: % of Revenue

Particulars	Q2FY26	Q2FY25	Bps	Q1FY26	Bps	H1FY26	H1FY25	Bps
Raw Material Cost	30.0	22.3	771	12.5	1,751	20.8	19.9	85
Employee Expenses	6.5	6.5	5	5.1	145	5.8	5.9	(15)
Power and Fuel	24.2	32.6	(838)	33.6	(939)	29.1	34.7	(554)
Freight Expenses	18.1	20.4	(230)	19.3	(125)	18.7	19.8	(108)
Other expenses	12.7	14.1	(141)	11.4	126	12.0	13.3	(123)

Source: Company, Dolat Capital

Exhibit 5: Income Statement (Consolidated)

Particulars (Rs mn)	Q2FY26	Q2FY25	YoY (%)	Q1FY26	QoQ (%)	H1FY26	H1FY25	YoY (%)
Total Revenue	6,019	4,751	26.7	6,707	(10.3)	12,725	10,357	22.9
Raw Material Cost	1,807	1,060	70.4	838	115.5	2,645	2,065	28.1
Employee Expenses	392	307	27.7	340	15.4	732	611	19.7
Power and Fuel	1,456	1,547	(5.9)	2,252	(35.3)	3,707	3,591	3.2
Freight Cost	1,087	967	12.4	1,295	(16.1)	2,382	2,051	16.2
Other expenses	764	670	14.0	767	(0.4)	1,532	1,374	11.5
Total Expenditure	5,505	4,552	20.9	5,492	0.2	10,997	9,691	13.5
PBIDT (Excl. O.I.)	513	199	157.6	1,215	(57.7)	1,728	666	159.3
Other Income	43	48	(10.3)	42	3.6	85	131	(35.1)
Depreciation	557	576	(3.3)	547	1.9	1,104	1,138	(3.0)
EBIT	(0)	(328)	-	710	-	710	(340)	-
Interest	465	464	0.2	471	(1.3)	936	928	0.9
EBT (before E.O.)	(465)	(792)	-	239	-	(226)	(1,268)	-
E.O.	0	0	-	0	-	0	0	-
Profit/Loss share of associates	0	0	-	0	-	0	0	-
EBT (after E.O.)	(465)	(792)	-	239	-	(226)	(1,268)	-
Tax	(23)	(222)	-	164	-	141	(376)	-
RPAT	(442)	(570)	-	75	-	(367)	(892)	-
Adjustments	0	0	-	0	-	0	0	-
Minority Interest	(19)	(14)	-	63	-	44	(52)	-
APAT	(423)	(556)	-	12	-	(411)	(840)	-
Adj. EPS (Rs)	(3.2)	(4.3)	-	0.1	-	(3.1)	(6.4)	-
			bps		bps			bps
EBIDTA Margin (Excl. O.I.)	8.5	4.2	433	18.1	(958)	13.6	6.4	714
NPM (%)	(7.0)	(11.7)	466	0.2	(721)	(3.2)	(8.1)	488
Tax Rate (%)	5.0	28.1	(2,303)	68.7	(6,363)	(62.2)	29.6	(9,188)

Source: Company, Dolat Capital

Exhibit 6: Valuation

Particulars	Rs mn
Assumed EV/EBITDA multiple (x)	7.0
EBITDA (FY28E)	5,521
EV	38,645
Less: Net Debt (FY28E)	7,790
Mcap	30,855
Shares o/s (mn)	131
Target Price (a+b)	236
CMP (Rs)	242
Up/ (Down)side (%)	(2.5)

Source: Company, Dolat Capital

Earnings Call KTAs

Demand & Volume

- **Demand:** Overall demand remained subdued in Q2FY26 due to seasonality but is expected to improve in H2FY26. South markets continue to perform well. In FY26, South is expected to grow by high single digit to low double digit. For FY26, AP/Telangana is expected to grow by high single digit, expect flat to slightly positive for Tamil Nadu and 3-5% growth for Karnataka. For FY27E, it expects volume growth of >15% YoY for AP/Telangana, 5-10% for Tamil Nadu and 3-5% for Karnataka. AP demand is expected to be higher on the back of new infra projects, Telangana demand is expected to see an uptick on the back of traction in low-cost housing.
- **Guidance:** SGC maintains its volume target of 6mt in FY26E; further expects to achieve atleast 7mt in FY27E (could be revised upwards) with the commissioning of new units.
- **Clinker sales** stood at 0.053mt in Q2FY26 vs. 0.053mt/0.012mt in Q1FY26/Q2FY25.
- **Trade:Non-trade mix** stood at 51:49 in Q2FY26 vs 52:48/51:49 in Q1FY26/Q2FY25.
- **Blended cement** stood at 50% in Q2FY26 vs 53%/51% in Q1FY26/Q2FY25.
- **OPC/PPC/PSC/CC/PPCIP/SRC/GGBS ratio** stood at 50%/32%/8%/3%/ 3%/1%/3% in Q2FY26 vs. 48%/33%/10%/4%/2%/1%/2% in Q1FY26 vs. 49%/34%/9%/3%/2%/0%3% in Q2FY25.
- **Capacity utilization** stood at 53% in Q2FY26 vs. 55%/43% in Q1FY26/Q2FY25.
- Capacity utilization for Jeerabad/Jajpur/Gudipadu/Bayyavaram/Mattampally/Andhra Cements stood at 94%/34%/92%/63%/48%/32% in Q2FY26 vs. 94%/48%/77%/66%/54%/32% in Q1FY26 vs. 59%/20%/83%/52%/42%/27% in Q2FY25.
- **Lead distance** stood at 255kms in Q2FY26 vs. 255/254 kms in Q1FY26/Q2FY25

Pricing

- **Q2FY26 prices** did not see significant changes vs. exit of Q1FY26; 3-4% decline in realization was due to the seasonal impact on pricing. Trade prices remained flat, whereas nontrade pricing saw a decline in Q2FY26.
- **Cement prices are expected to remain flat in Q3FY26** and start improving in Q4FY26 as demand improves; however, they may see some decline in Mar'26 due to year end volume targets.

Profitability

- **EBITDA guidance:** SGC aims to clock an EBITDA/tn of Rs 600/tn (maintained) in FY26E, considering current cement prices remain stable. The company is working on cost optimization initiatives, which include lowering clinker factor, reducing lead distances, and leveraging operating efficiency as plant utilization improves.
- **Q2FY26 performance:** Q2FY26 EBITDA/tn was affected by inventory adjustments and a 3-4% decrease in realizations resulting from seasonal and GST influences.

- **The Andhra Cement plant** is expected to break even at 50% utilization (currently at 32%), targeting 60% next year with expected EBITDA/tn of Rs500–600, subject to realizations.

Cost

- **P&F cost:** On a per Kcal basis, the cost of Petcoke/Imported coal/Domestic coal stood at Rs.1.68/Rs.1.43/Rs.1.26 in Q2FY26 vs. Rs1.74/Rs1.52/Rs1.23 in Q1FY26 vs. Rs1.66/Rs1.73/Rs1.51 in Q2FY25. At present, the cost of imported petcoke/Indian petcoke/Imported coal/Domestic coal stands at Rs1.70/Rs1.71/Rs1.65/Rs1.47 per Kcal. On the thermal prices front, the cost of Petcoke/Imported coal/Domestic coal stood at Rs11,779/Rs11,591/Rs6,474 in Q2FY26 vs. Rs12,299/Rs11,869/Rs6,286 per tn in Q1FY26 vs. Rs12,121/Rs9,526/Rs6,793 per tn in Q2FY25.
- **RM Cost/ton:** The YoY/QoQ increase in RM cost was primarily due to operational disruptions as the kiln at the Dachepalli plant was shut down for the commissioning of a new preheater, while the Mattampally plant underwent a maintenance shutdown in Sep'25. On a per ton basis, the cost stood at Rs1,276 in Q2FY26 vs. Rs566/ Rs903 in Q1FY26/Q2FY25.
- **Inventory:** In Q2FY26, the company made significant use of clinker inventory that had been stored in Q1FY26, particularly due to scheduled shutdowns and upgrades at the Andhra and Mattampalli plants. The company expects that these inventory effects will return to normal by mid-Q3FY26, facilitating margin recovery.
- **Employee cost:** Employee costs have risen in Q2FY26, largely due to 10% annual increments. This increased employee cost is likely to remain steady for H2FY26, with a similar run-rate (Rs365 mn/qtr) expected for Q3FY26 and Q4FY26.
- **Fuel mix:** Domestic coal/Imported coal/Petcoke/AFR at 28%/18%/49%/5% in Q2FY26 vs. 30%/26%/40%/4% in Q1FY26 vs. 8%/15%/72%/5% in Q2FY25.
- **Fuel cost management:** Despite the rise in Petcoke prices, overall fuel costs remained steady as domestic and imported coal prices held firm. By strategically increasing imported coal usage, the company maintained a balanced fuel mix, offsetting the impact from higher Petcoke prices.
- **Grid/Thermal/Green power stood** at 65%/19%/16% in Q2FY26 vs.60%/24%/16% in Q1FY26 vs. 70%/18%/12% in Q2FY25. The company plans to increase its green power share to 24%/50% by FY26E/FY30E.
- **TSR** stood at 4.71% in Q2FY26 vs. 4.69%/5.4% in Q1FY26/Q2FY25. The company plans to **increase its TSR to 11%/25% by FY26E/FY30E.**

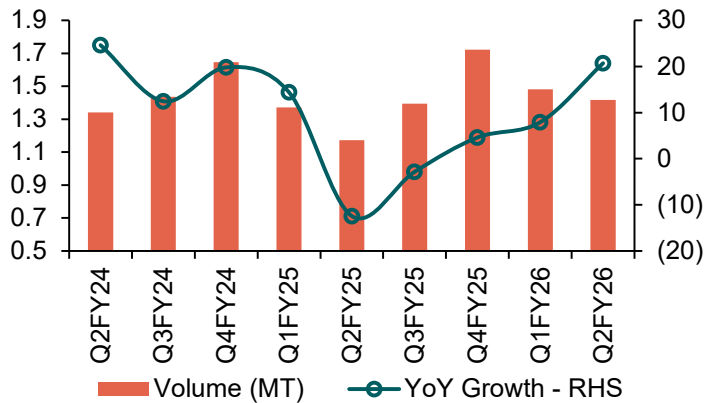
Capex, Debt & Expansion

- **Capex:** SGC incurred a capex of Rs1.8 bn (of which Rs1.5 bn in Andhra Cements) in H1FY26 & **expects Rs4.5 bn (vs. earlier Rs3.6 bn) in FY26E.** For FY27E, it expects capex of Rs2.5-7.75 bn (vs. earlier Rs1.5 bn) incl. maintenance capex. The planned 0.5 mtpa GU expansion at Jeerabad entails a capex of Rs1.2 bn, which is expected to be met through debt of Rs740 mn and balance through internal accruals.

- **Debt:** Q2FY26 Gross debt stood at Rs16.1 bn out of which Rs12.2 bn/Rs3.9 bn is long term debt/working capital. Net Debt stood at Rs14.4 bn in Q2FY26 vs. Rs13.7 bn in Q1FY26 vs. Rs12.6 bn in FY25. Net Debt/EBITDA stood at 5.8x in Q2FY26 vs. 6.4x in Q1FY26 vs.9.0x in FY25. It plans to maintain a gross debt level of Rs17.0 bn/Rs17.1 bn with debt repayment of Rs3.17 bn/Rs3.3 bn in FY26E/FY27E. Net debt level is expected to be at Rs14.5 bn/Rs14.6 bn in FY26E/FY27E.
- **Ongoing expansions:** Capacity expansion of 0.5mtpa at Jeerabad plant is expected to be completed by Q4FY26E; volume to start contributing from Q1FY27E. For capacity expansion at its Dachepalli plant, construction of 6-stage preheater was successfully completed, and after trial runs, it got commissioned on 23 Oct'25. Clinker capacity has increased to 2.31mt; 1.2mtpa cement expansion is expected to be commissioned by Q1FY27E. Out of the proposed capex of Rs4.7 bn for the Dachepalli plant, already incurred Rs2.3 bn till date, expect to spend Rs1.45 bn/Rs1 bn in H2FY26/FY27.
- **Green Power expansion:** Solar capacity expansion of 6MW in Dachepalli, commissioned during Sep'25 (Implemented under lease finance), and 4MW/4MW (earlier 6MW) in Mattampally/Jeerabad is expected to get commissioned by FY27E/FY27E with a capex of Rs180 mn/Rs180 mn (vs. earlier Rs205 mn). The WHRS capacity expansion of 4.5MW (vs. earlier 4.35MW)/2MW/9MW in Gudipadu/Mattampally/Dachepalli is expected to get commissioned by Q4FY26E/FY28E/FY29E with a capex of Rs840 mn/Rs320 mn/Rs1.44 bn.
- **Sale of Vizag land:** Vizag plant has 107 acres of land, which the Government values at ~Rs40 mn per acre, totalling Rs3.5 bn. The company has received almost all approvals; a slight delay is due to typographic errors. SGC is confident to receive all approvals by FY26E; the complete land sale may be delayed by 1-2 quarters. However, with the influx of new projects being announced in Vizag (incl. data center, IP), the company expects an upward revision in land's value.
- **Limestone:** SGC has strong limestone reserves of over 392 mt/164 mt/71 mt/315 mt at Mattampally/Gudipadu/Indore (SCMPL)/Dachepalli (Andhra Cements).
- **Incentives:** SGC received Rs110 mn incentives in Q2FY26/Rs450 mn in H1FY26; no further incentives are expected in FY26E. For FY27E, SGC expects incentives of ~Rs250-260 mn (including Rs30-50 mn power incentives).
- **Water positive index** stood at 4.32x in Q2FY26. Further, it targets to achieve 5x/10x water positive by FY26/FY30.
- The company expects to complete the right issue for Andhra Cements by Mar'26, which is the deadline to reach MPS of 75%; SGC may consider OFS to offload stake.

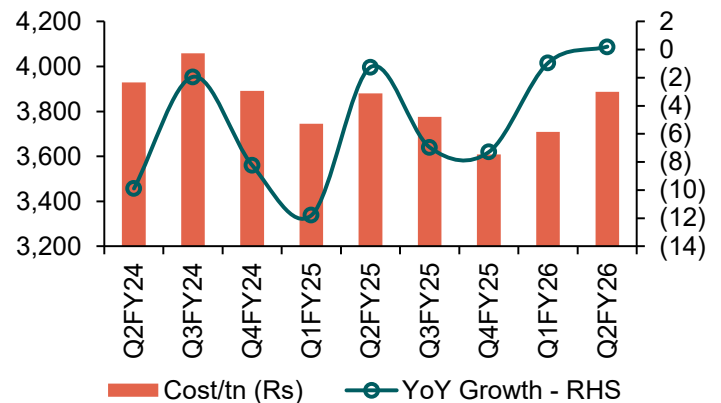
Story in charts

Exhibit 7: Volume trend (MT)



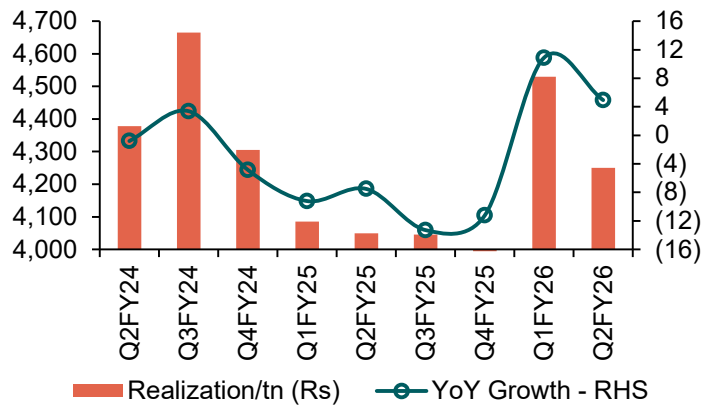
Source: Company, Dolat Capital

Exhibit 8: Cost/tn trend (Rs)



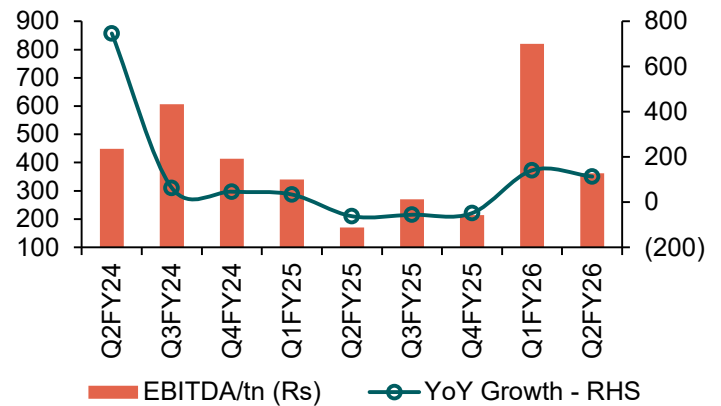
Source: Company, Dolat Capital

Exhibit 9: Realization/tn trend (Rs)



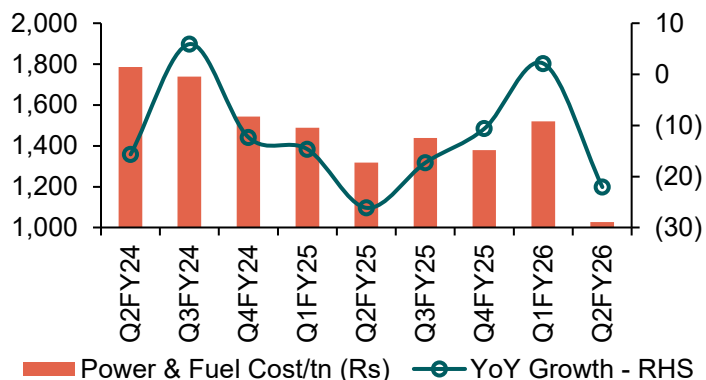
Source: Company, Dolat Capital

Exhibit 10: EBITDA/tn trend (Rs)



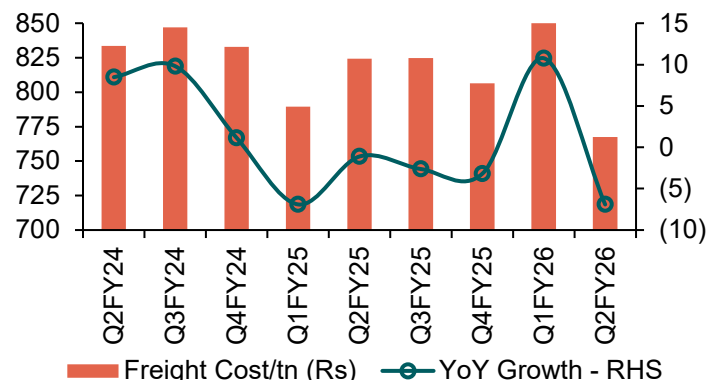
Source: Company, Dolat Capital

Exhibit 11: Power & fuel cost/tn trend (Rs)



Source: Company, Dolat Capital

Exhibit 12: Freight cost/tn trend (Rs)



Source: Company, Dolat Capital

Financial Performance

Profit and Loss Account

(Rs Mn)	FY25A	FY26E	FY27E	FY28E
Revenue	22,576	27,530	31,452	33,347
Total Expense	21,166	23,544	26,602	27,826
COGS	16,866	18,883	21,428	22,400
Employees Cost	1,331	1,464	1,566	1,676
Other expenses	2,969	3,197	3,608	3,750
EBIDTA	1,411	3,986	4,850	5,521
Depreciation	2,308	2,411	2,633	2,745
EBIT	(897)	1,574	2,217	2,775
Interest	1,881	1,934	1,729	1,291
Other Income	214	220	220	233
Exc. / E.O. items	(272)	450	3,150	900
EBT	(2,835)	310	3,859	2,617
Tax	(669)	78	969	658
Minority Interest	(69)	63	0	0
Profit/Loss share of associates	0	0	0	0
RPAT	(2,098)	170	2,889	1,960
Adjustments	272	(360)	(2,520)	(720)
APAT	(1,826)	(190)	369	1,240

Balance Sheet

(Rs Mn)	FY25A	FY26E	FY27E	FY28E
Sources of Funds				
Equity Capital	261	261	261	261
Minority Interest	715	715	715	715
Reserves & Surplus	16,967	17,045	19,843	21,711
Net Worth	17,228	17,306	20,104	21,973
Total Debt	14,280	15,480	12,180	8,480
Net Deferred Tax Liability	(990)	(990)	(990)	(990)
Total Capital Employed	31,234	32,512	32,009	30,178

Applications of Funds

Net Block	30,669	31,658	32,625	30,880
CWIP	1,232	2,332	1,232	1,232
Investments	0	0	0	0
Current Assets, Loans & Advances	8,319	8,015	8,924	9,456
Current Investments	0	0	0	0
Inventories	2,736	3,092	3,533	3,746
Receivables	2,042	2,263	2,585	2,741
Cash and Bank Balances	1,637	609	624	690
Loans and Advances	8	8	8	8
Other Current Assets	1,896	2,043	2,174	2,271
Less: Current Liabilities & Provisions	8,987	9,494	10,773	11,390
Payables	5,783	6,109	6,980	7,400
Other Current Liabilities	3,204	3,385	3,793	3,990
<i>sub total</i>				
Net Current Assets	(668)	(1,479)	(1,848)	(1,934)
Total Assets	31,234	32,512	32,009	30,178

E – Estimates

Important Ratios

Particulars	FY25A	FY26E	FY27E	FY28E
(A) Margins (%)				
Gross Profit Margin	25.3	31.4	31.9	32.8
EBIDTA Margin	6.2	14.5	15.4	16.6
EBIT Margin	(4.0)	5.7	7.0	8.3
Tax rate	23.6	25.1	25.1	25.1
Net Profit Margin	(9.3)	0.6	9.2	5.9
(B) As Percentage of Net Sales (%)				
COGS	74.7	68.6	68.1	67.2
Employee	5.9	5.3	5.0	5.0
Other	13.2	11.6	11.5	11.2
(C) Measure of Financial Status				
Gross Debt / Equity	0.8	0.9	0.6	0.4
Interest Coverage	(0.5)	0.8	1.3	2.1
Inventory days	44	41	41	41
Debtors days	33	30	30	30
Average Cost of Debt	22.3	20.1	16.7	12.1
Payable days	93	81	81	81
Working Capital days	(11)	(20)	(21)	(21)
FA T/O	0.7	0.9	1.0	1.1
(D) Measures of Investment				
AEPS (Rs)	(14.0)	(1.5)	2.8	9.5
CEPS (Rs)	3.7	17.0	23.0	30.5
DPS (Rs)	0.7	0.7	0.7	0.7
Dividend Payout (%)	(5.0)	(48.1)	24.8	7.4
BVPS (Rs)	131.8	132.4	153.8	168.1
RoANW (%)	(11.5)	1.0	15.4	9.3
RoACE (%)	0.2	3.8	5.0	6.9
RoAIC (%)	(2.9)	5.1	7.0	9.1
(E) Valuation Ratios				
CMP (Rs)	242	242	242	242
Mcap (Rs Mn)	31,657	31,657	31,657	31,657
EV	44,300	46,528	43,213	39,447
MCap/ Sales	1.4	1.1	1.0	0.9
EV/Sales	2.0	1.7	1.4	1.2
P/E	(17.3)	(166.3)	85.7	25.5
EV/EBITDA	31.4	11.7	8.9	7.1
P/BV	1.8	1.8	1.6	1.4
Dividend Yield (%)	0.3	0.3	0.3	0.3
(F) Growth Rate (%)				
Revenue	(9.9)	21.9	14.2	6.0
EBITDA	(42.6)	182.5	21.7	13.8
EBIT	(381.9)	(275.6)	40.8	25.2
PBT	237.1	(110.9)	1143.4	(32.2)
APAT	118.3	(89.6)	(294.0)	235.8
EPS	118.3	(89.6)	(294.0)	235.8

E – Estimates

Cash Flow

Particulars	FY25A	FY26E	FY27E	FY28E
Profit before tax	(2,835)	170	2,889	1,960
Depreciation & w.o.	2,308	2,411	2,633	2,745
Net Interest Exp	1,881	1,934	1,729	1,291
Direct taxes paid	(203)	0	0	0
Change in Working Capital	1,144	(217)	384	152
Non Cash	45	(77)	(77)	(82)
(A) CF from Operating Activities	2,339	4,221	7,558	6,067
Capex {(Inc.)/ Dec. in Fixed Assets n WIP}	(1,382)	(4,500)	(2,500)	(1,000)
Free Cash Flow	958	(279)	5,058	5,067
(Inc.)/ Dec. in Investments	0	0	0	0
Other	231	77	77	82
(B) CF from Investing Activities	(1,150)	(4,423)	(2,423)	(918)
Issue of Equity/ Preference	0	0	0	0
Inc./(Dec.) in Debt	(120)	1,200	(3,300)	(3,700)
Interest exp net	(1,921)	(1,934)	(1,729)	(1,291)
Dividend Paid (Incl. Tax)	(92)	(91)	(91)	(91)
Other	(41)	0	0	0
(C) CF from Financing	(2,173)	(826)	(5,120)	(5,083)
Net Change in Cash	(984)	(1,028)	15	66
Opening Cash balances	2,621	1,637	609	624
Closing Cash balances	1,637	609	624	690

E – Estimates

Notes

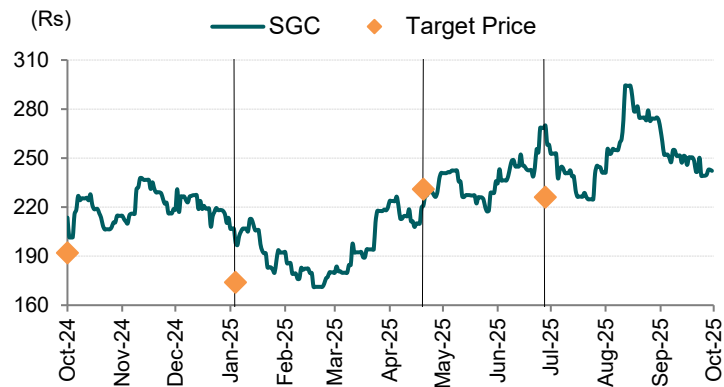
Stock Info and Rating History

Price Performance

Particulars	1M	3M	12M
Absolute (%)	(9)	(4)	13
Rel to NIFTY (%)	(13)	(7)	7

Shareholding Pattern

Particulars	Mar'25	Jun'25	Sep'25
Promoters	48.3	48.3	48.3
MF/Banks/FIs	18.0	17.9	17.4
FIIIs	2.6	2.6	2.8
Public / Others	31.1	31.2	31.4



Month	Rating	TP (Rs.)	Price (Rs.)
Oct-24	SELL	192	214
Jan-25	SELL	174	198
May-25	Reduce	231	221
Jul-25	SELL	226	270

*Price as on recommendation date

Notes

Dolat Rating Matrix

Total Return Expectation (12 Months)

Buy	> 20%
Accumulate	10 to 20%
Reduce	0 to 10%
Sell	< 0%

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