BOBCAPS
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HOLD
TP: Rs 5,319 | ▽ 2%

JK CEMENT | Cement | 21 July 2026

Passing a challenging phase handling it better; Retain HOLD

- **New capacities drive robust grey cement volume growth of ~14% YoY; revenue rose by ~10%; JKCE targets at double-digit growth in FY27**
- **Operating efficiencies provide partial respite as EBITDA margins contract by 487bps; further cost savings of Rs50/tn aimed for FY27**
- **FY27E/ FY28E earnings revised up; continue to value JKCE at 15x June 2028 EV/EBITDA; revise TP to Rs 5,319 vs Rs5,158. Maintain HOLD**

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Expansion-led volume growth: JKCE (SA) reported a robust ~23% YoY (+5% QoQ) increase in revenue to ~Rs38.7bn supported by healthy cement volume growth and a recovery in realizations. Grey cement volumes jumped ~20% YoY to ~5.96mt, driven by ramp-up of the 6mtpa Central India expansion. White cement & putty volumes grew ~28% YoY. Grey cement realizations improved ~3% YoY (+5% QoQ) to Rs5,065/t following price recovery in key regions like North & South India.

Cost spikes, impact margins: Overall operating cost rose ~8%/9% YoY/QoQ to Rs4,961/t, led by higher RM and maintenance-related expenses. RM cost rose ~17% YoY due to higher clinker purchases owing to kiln maintenance. However, energy costs fell ~5% YoY to Rs990/t, helped by fuel mix optimisation offsetting higher pet-coke prices. Freight cost was checked at Rs1,352/t (+2% YoY) as lead distance fell to 418km from 436km YoY. Other expenses surged due to packaging cost inflation and maintenance shutdowns (incremental impact of Rs500mn).

Margin recovery deferred amid elevated operating costs: EBITDA spooked ~5% YoY to ~Rs6.4bn, as cost inflation more than offset improvement in pricing and product mix. EBITDA margins contracted ~487bps YoY to 16.5%, EBITDA/tn fell sharply ~21% YoY to Rs983/t. Adjusted PAT fell ~13% YoY to ~Rs2.9bn.

Expansion execution and resource security remain key focus: JKCE continues to execute its 7mtpa North India expansion on schedule. The Nathdwara wall putty plant is expected to be commissioned in Q2FY27. During Q1FY27, JKCE also secured rights to four limestone mines with aggregate reserves of ~900mn tonnes.

Maintain HOLD: We marginally revise our FY27E/FY28E EBITDA estimates by ~1% for FY28 leaving FY29 earnings unchanged. Our Revenue/EBITDA/PAT CAGR remains at 16%/19%/18% over FY25-29E. We believe JKCE's overall show stays intact, as it consolidates presence in Central India and eastern markets and plans prudent expansion. We continue to value JKCE at 15x 1YF EV/EBITDA to arrive at a revised TP of Rs 5,319 (from Rs 5,158) on rollover and revised estimates. Retain HOLD. At our TP, the stock trades at a replacement cost of ~Rs 17bn ($214/tn).

Key changes

Target	Rating
▲	◄ ►

Ticker/Price	JKCE IN/Rs 5,453
Market cap	US$ 4.4bn
Free float	54%
3M ADV	US$ 4.6mn
52wk high/low	Rs 7,566/Rs 4,672
Promoter/FPI/DII	46%/16%/22%

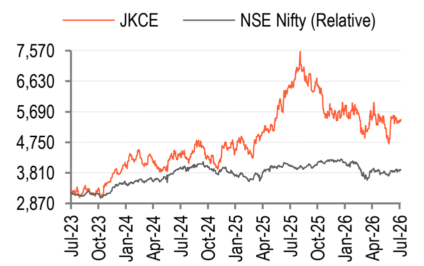
Source: NSE | Price as of 20 Jul 2026

Key financials

Y/E 31 Mar	FY26A	FY27E	FY28E
Total revenue (Rs mn)	1,25,682	1,49,289	1,70,468
EBITDA (Rs mn)	19,411	23,681	28,971
Adj. net profit (Rs mn)	10,794	11,713	15,055
Adj. EPS (Rs)	139.7	151.6	194.8
Consensus EPS (Rs)	139.7	150.3	183.1
Adj. ROAE (%)	16.8	15.8	17.7
Adj. P/E (x)	39.0	36.0	28.0
EV/EBITDA (x)	24.1	19.7	15.9
Adj. EPS growth (%)	32.3	8.5	28.5

Source: Company, Bloomberg, BOBCAPS Research

Stock performance



Source: NSE

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Fig 1 – Earnings call highlights

Parameter	Q1FY27	Q4FY26	Our view
Volumes	Grey cement volumes grew a strong ~20% YoY driven primarily by the successful ramp-up of recently commissioned Central India capacities. Management indicated market share gains across Central India markets while maintaining share in North and South, where capacity availability remains constrained (~85-90% utilisation). FY27 grey cement volume guidance was maintained at 22.5-23mt, implying healthy double-digit growth, although management reiterated that growth would remain profitability-led. White cement volumes benefited from supply disruptions from UAE, leading to incremental domestic sales during Q1, while management expects benefit to continue into Q2 before competitive intensity normalises.	Grey cement volumes rose ~14%/15% YoY/QoQ to ~6.1mnt; aided by a full ramp-up of the recently commissioned Central India capacities including Buxar, Prayagraj and Hamirpur units. Management highlighted that incremental growth continues to be driven by Central India while Northern markets remained healthy. White cement volumes also grew strongly by ~15%/9% YoY/QoQ, while management indicated no meaningful impact from UAE supply disruptions, as domestic production would offset regional supply gaps. Management guided for double-digit grey cement volume growth in FY27 with incremental volume addition of min. ~2.5mnt. Industry is expected to grow at ~6-8%.	Volume guidance is likely to be met and can even beat following new additions in Q4FY26 of ~4mn tonnes; White cement business benefits and aggressive RMC plans augurs well for guarding the topline.
Margins	Management expects ~Rs150/t sequential cost inflation in Q2FY27, primarily led by higher fuel and diesel costs, of which ~Rs100/t would come from fuel inflation and the balance from other operating costs. Fuel cost is expected to peak in Q2FY27 with fuel cost likely rising towards ~Rs1.75/kcal before easing thereafter. Packaging costs are expected to moderate while maintenance expenses should remain broadly similar after the advance shutdown undertaken during Q1FY27 (~Rs500mn maintenance spend). Fuel mix during Q1FY27 comprised 40% petcoke, 45% Indian coal and balance AFR, with continued optimisation towards cheaper domestic fuels wherever feasible. Green power addition remains on track despite project approval delays.	Management indicated cost inflation of ~Rs150/tn entering FY27 (may go up to Rs200/tn) on geopolitical disruptions and rising petcoke prices; partly mitigated through inventory management and price hikes (~Rs10/bag increase implemented in May). Fuel mix comprised of ~50% petcoke, ~12% AFR and balance coal. Cost saving initiatives remain on track with another ~Rs50/t savings targeted in FY27; driven by higher green power share and AFR usage. Green power share likely to grow to ~55% in FY27. Employee costs grew 25% YoY due to the commissioning of new plants, annual increments and impact of new labour code. Recent diesel price hikes have only shown an impact of Rs10/tn; though management indicated RS10/ltr hike should impact by Rs50/tn.	Margin impact marginally softened by a sharp focus on realisation gains as cost escalates Few cost items, typically promotional expenses, may continue; further fuel cost headwinds may weigh on energy cost in the next few quarters, though partial relief will come from green energy initiatives.
Expansion	The Jaisalmer integrated plant and Bathinda grinding unit continue to progress as planned for commissioning in H1FY28, land has already been acquired for the second Punjab grinding unit. The 0.6mtpa Nathdwara wall putty plant is expected to be commissioned during Q2FY27. Debottlenecking of clinker capacity of Panna line 2 from 3.3mtpa to 4mta is expected to be completed by FY27 end. The company also confirmed that planning for the next phase of expansion towards its 50mt capacity target by FY30 is underway, although board approval will be taken closer to commissioning of the current projects depending on the macro environment. Mahan coal block is expected to commence production by FY28-end, with the second block following about a year later.	JKCE commissioned the 3mtpa Buxar grinding unit during Q4FY26, completing the entire 6mtpa Central India expansion program. The company also expanded Muddapur capacity by 1mtpa to 4.5mtpa. Jaisalmer integrated project (4mtpa clinker + 3mtpa grinding) along with Bikaner and Punjab grinding units (2mtpa each) are progressing as scheduled with commissioning targeted at H1FY28. Civil construction and equipment erection work has commenced at Jaisalmer, while orders for Bikaner and Punjab grinding units have already been placed. Nathdwara wall putty plant (0.6mtpa) remains on track for commissioning by Sep'26.	No major change in the timelines of JKCE's capacity expansion plans. All projects execution underway, as per the earlier guidance, with minor delays related to systemic issues. Entry into a new region comes with challenges and opportunities will be keenly watched.

Parameter	Q1FY27	Q4FY26	Our view
Capex	FY27 capex guidance was maintained at ~Rs35bn, while FY28 capex is expected at ~Rs12bn, excluding any new expansion approvals. Net debt increased to Rs38.6bn from Rs33.7bn in Q4FY26, with Net Debt/EBITDA rising to 1.69x from 1.3x YoY, reflecting ongoing project investments. Management reiterated that future expansion approvals will depend on project execution, balance sheet position and overall business environment. JKCE has limited the total expenditure for paints business at Rs6bn.	FY27 capex is expected ~Rs35-40bn including ongoing investments in Jaisalmer, Bikaner, Punjab grinding units, green power projects, paints and coal block investments. FY28 capex guidance stands at ~Rs15-20bn, based on existing committed projects, though management indicated additional expansion plans remain under evaluation as part of its long-term roadmap toward 50mt capacity by 2030. Management also highlighted meaningful savings of ~Rs3bn in the Panna expansion project. Net debt stood at ~Rs33.7bn with net debt/EBITDA at 1.45x.	No major change in capex. Capex years not impacting balance-sheet health as management indicated peak EV/EBIDTA not exceeding 2x. However, this will be keenly watched.
Other key points	Incentive income stood at ~Rs500mn during Q1FY27. Paints business achieved EBITDA breakeven during the quarter with revenues of ~Rs1.25bn, while FY27 revenue guidance was maintained at Rs5-5.5bn. Management expects Paints margins to improve further during FY28. The newly launched RMC business reported revenue of Rs350-400mn from 17 operational plants, with a target of 50 plants by FY27-end and 100 plants by FY28. FY27 RMC revenue guidance stands at Rs2.5-3.0bn, with EBITDA breakeven expected as the network scales up. Management also reiterated that pricing across key markets has remained broadly stable entering Q2 despite the monsoon, supported by industry-wide cost pressures.	Incentive income in Q4FY26 stood lower at ~Rs290mn, due to expiry of incentives at Aligarh and no claims in Rajasthan. Total incentive outstanding was Rs3bn. Management expects FY27 incentive accrual to improve to ~Rs2.5bn as approvals for Bihar, Prayagraj and Hamirpur units are received. Paints business revenue stood at ~Rs3.8bn in FY26 with EBITDA loss of ~Rs400mn; management expects FY27 revenue at ~Rs5-5.5bn with breakeven targeted during FY27. CC ratio remained stable at ~67% while rail share stood at ~8%. Management reiterated confidence in achieving 50mt capacity roadmap by FY30 despite the intensifying industry competition and geopolitical uncertainties.	Incentives run-rate will be restored following new unit commissioning at Buxar. Paints revenue has broadened income pool, but may take a hit on profitability in the medium term. Freight cost would be rationalised with the commissioning of the Buxar unit. RMC expansion though less margin accretive helps improve topline growth.

Source: Company, BOBCAPS Research | AFR: Alternative Fuels and Raw Material

Fig 2 – Key metrics

Particulars	Q1FY27	Q1FY26	YoY (%)	Q4FY26	QoQ (%)	Q1FY27E	Deviation (%)
Aggregate volumes (mn mt)	6.5	5.4	20.4	6.6	(1.7)	6.2	4.5
Grey cement (mn mt)	6.0	5.0	19.7	6.1	(2.6)	5.8	3.6
White Cement and Putty (mn mt)	0.5	0.4	28.8	0.5	9.5	0.5	16.5
Aggregate realisations (Rs/mt)	5,065	4,938	2.6	4,841	4.6	4,920	3.0
Operating costs (Rs/mt)	4,961	4,584	8.2	4,552	9.0	4,772	4.0
Aggregate EBITDA (Rs/mt)	982	1,247	(21.3)	1,012	(3.0)	973	0.9

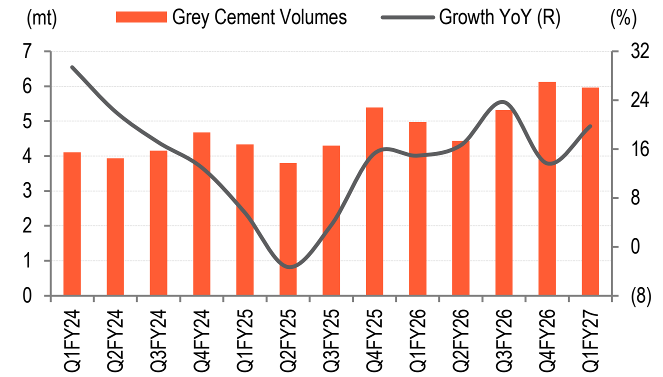
Source: Company, BOBCAPS Research

Fig 3 – Quarterly performance

(Rs mn)	Q1FY27	Q1FY26	YoY (%)	Q4FY26	QoQ (%)	Q1FY27E	Deviation (%)
Net Sales	**38,661**	**31,498**	**22.7**	**36,839**	**4.9**	**35,753**	**8.1**
Expenditure							
Change in stock	557	(282)	(297.7)	(294)	(289.3)	255	118.3
Raw material	5,499	3,913	40.5	5,155	6.7	4,599	19.6
Purchased products	1,752	1,584	10.6	1,276	37.3	1,374	27.5
Power & fuel	6,443	5,626	14.5	6,963	(7.5)	6,964	(7.5)
Freight	8,786	7,160	22.7	8,651	1.6	8,433	4.2
Employee costs	2,569	2,206	16.4	2,615	(1.8)	2,655	(3.2)
Other exp	6,669	4,552	46.5	5,773	15.5	5,416	23.1
Total Operating Expenses	32,274	24,760	30.3	30,140	7.1	29,697	8.7
EBITDA	**6,387**	**6,738**	**(5.2)**	**6,700**	**(4.7)**	**6,056**	**5.5**
EBITDA margin (%)	**16.5**	**21.4**	**(487bps)**	**18.2**	**(167bps)**	**16.9**	**(42bps)**
Other Income	401	554	(27.7)	426	(6.0)	491	(18.4)
Interest	1,122	1,055	6.3	964	16.3	1,064	5.4
Depreciation	1,435	1,225	17.1	1,565	(8.3)	1,665	(13.8)
PBT	4,231	5,012	(15.6)	4,597	(7.9)	3,818	10.8
Non-recurring items	0	0	-	0	-	0	-
PBT (after non-recurring items)	4,231	5,012	(15.6)	4,597	(7.9)	3,818	10.8
Tax	1,321	1,656	(20.2)	1,151	14.8	1,012	30.6
Reported PAT	2,910	3,356	(13.3)	3,445	(15.5)	2,806	3.7
Adjusted PAT	**2,910**	**3,356**	**(13.3)**	**3,445**	**(15.5)**	**2,806**	**3.7**
NPM (%)	**7.5**	**10.7**	**(313bps)**	**9.4**	**(183bps)**	**7.8**	**(32bps)**
Adjusted EPS (Rs)	**37.7**	**43.4**	**(13.3)**	**44.6**	**(15.5)**	**36.3**	**3.7**

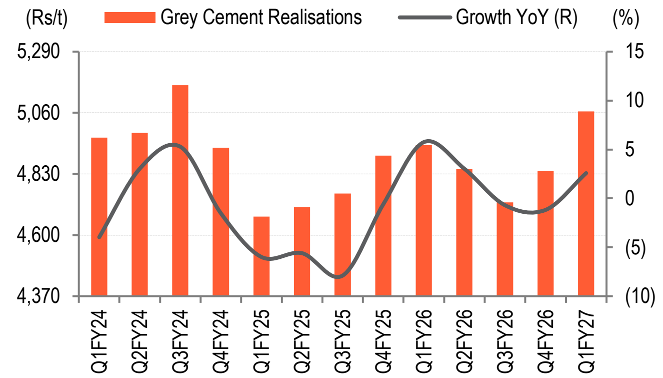
Source: Company, BOBCAPS Research

Fig 4 – New capacity utilization ramps up driving growth



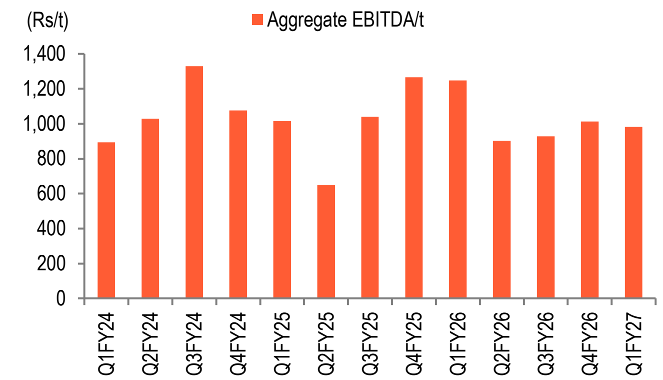
Source: Company, BOBCAPS Research

Fig 5 – Sustained cost pressure to keep prices high despite seasonal demand slowdown ahead



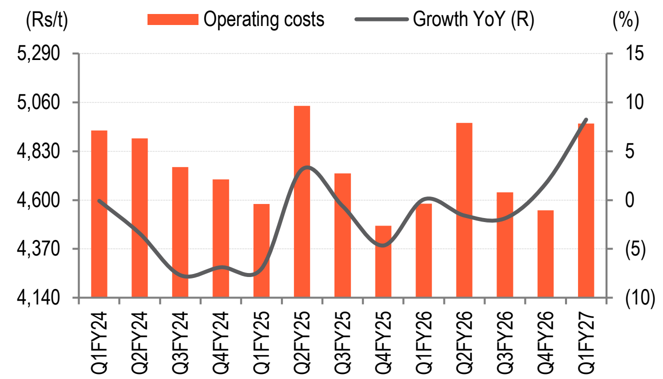
Source: Company, BOBCAPS Research

Fig 6 – Margins impact may continue, but respite likely from cost savings initiative and price hike



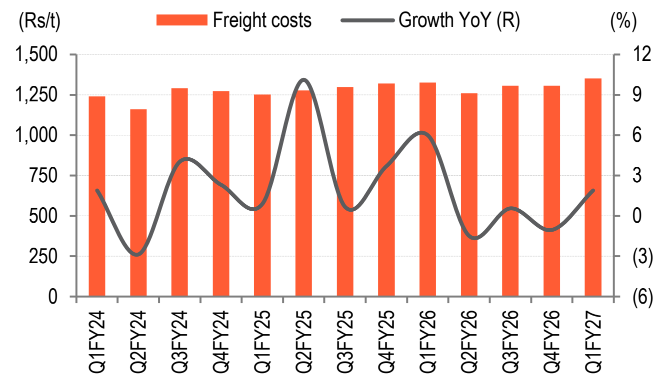
Source: Company, BOBCAPS Research

Fig 7 – Partial front loading of maintenance cost to keep cost increase gradual



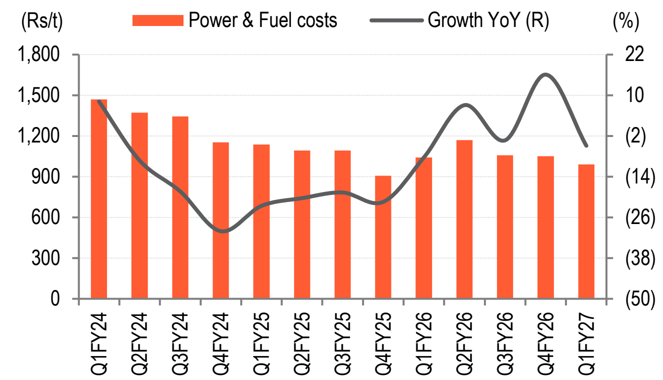
Source: Company, BOBCAPS Research

Fig 8 – Diesel cost expected to increase further hindering any sort of relief



Source: Company, BOBCAPS Research

Fig 9 – Fuel cost expected to peak out in Q2FY27, though higher dependence on India coal should provide some respite



Source: Company, BOBCAPS Research

Valuation Methodology

We marginally revise our FY27E/FY28E EBITDA esitmates by ~1% for FY28 leaving FY29 earnings unchanged. Our Revenue/EBITDA/PAT CAGR remains at 16%/19%/18% over FY25-29E. We believe JKCE's overall show stays intact, as it consolidates presence in Central India and eastern markets and plans prudent expansion.

However, easing of pressure on the white cement segment came very handy in a challenging quarter. However, given the stiff competition from paint companies (in the putty segment) can escalate, with Asian Paints having its own white cement manufacturing unit in the Middle East (Gulf). Additionally, consolidating position in Central India and focus on other remunerative areas like the North for expansion — are healthy strategies. Further, balance-sheet focus will be crucial as focus remains on capacity expansion.

We continue to value JKCE at 15x 1YF EV/EBITDA to arrive at a revised TP of Rs 5,319 (from Rs 5,158) on rollover and revised estimates. Retain HOLD. At our TP, the stock trades at a replacement cost of ~Rs 17bn ($214/tn), implying a replacement cost of Rs 8.1bn/mnt – a 10% premium.

Fig 10 – Revised estimates

(Rs mn)	New			Old			Change (%)		
	FY27E	FY28E	FY29E	FY27E	FY28E	FY29E	FY27E	FY28E	FY29E
Revenue	1,49,289	1,70,468	1,92,450	1,49,289	1,70,468	1,92,450	0.0	0.0	0.0
EBITDA	23,681	28,971	32,685	23,586	28,789	32,473	0.0	0.6	0.0
Adj PAT	11,713	15,055	17,246	11,587	14,870	17,080	1.1	1.2	0.0
Adj EPS (Rs)	151.6	194.8	223.2	150.0	192.5	221.0	1.1	1.2	0.0

Source: BOBCAPS Research, Note: FY29 estimates newly introduced

Fig 11 – Key assumptions

Parameter	FY26E	FY27E	FY28E	FY29E
Volumes (mt)	20.85	23.25	26.04	28.65
Growth (%)	11.19	11.52	12.00	10.00
Realisations (Rs/mt)	5,150	5,305	5,464	5,655
Growth (%)	2.75	3.00	3.00	3.50
Operating costs (Rs/mt)	4,803	5,402	5,433	5,577
EBITDA/mt (Rs/mt)	816	945	1036	1065

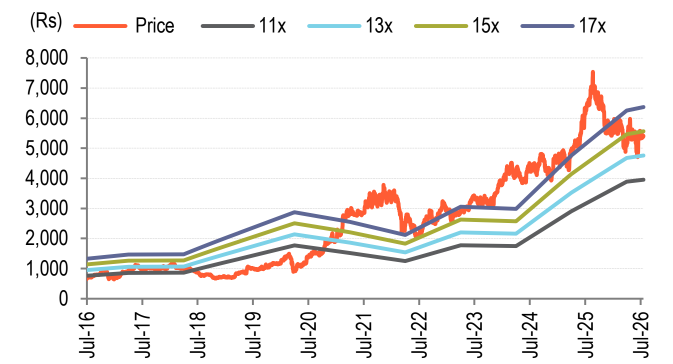
Source: Company, BOBCAPS Research, Note: Grey Cement Realisation only, cost is aggregate including White cement segment

Fig 12 – Valuation summary

Business (Rs mn)	Jun 2028 earnings
Target EV/EBITDA (x)	15.5
EBITDA	28,971.
Target EV	**448,761**
Total EV	448,761
Net debt	37,804
Target market capitalisation	410,957
Target price (Rs/sh)	**5,319**
Weighted average shares (mn)	77.2

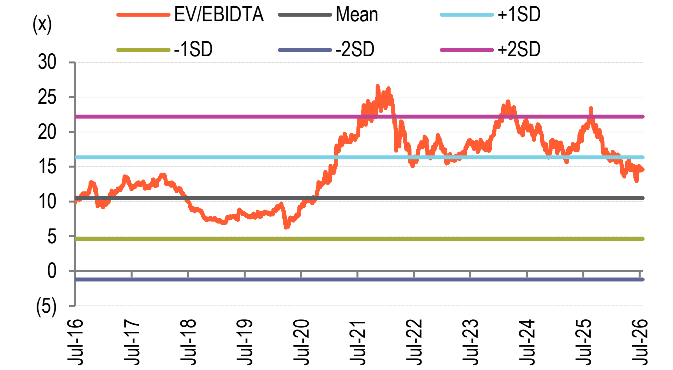
Source: BOBCAPS Research, Note: Jun 28 forward multiple includes partial earnings of FY29E

Fig 13 – Current valuations at par with earnings



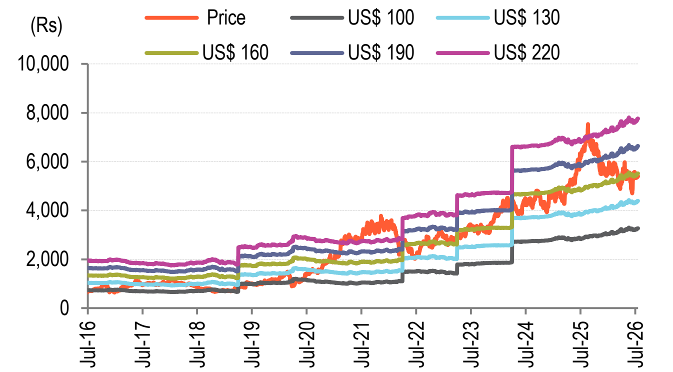
Source: Bloomberg, BOBCAPS Research

Fig 14 – Valuations have no room for further upside



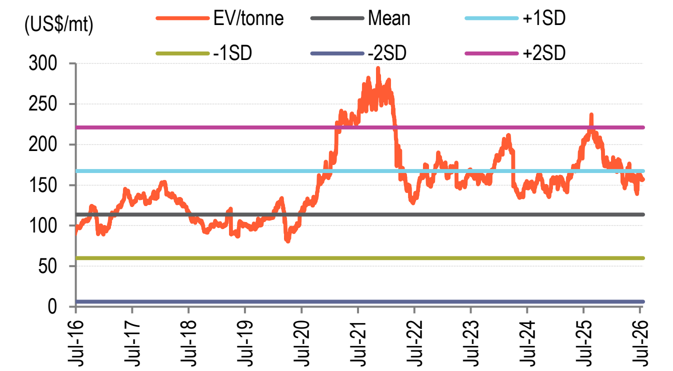
Source: Bloomberg, BOBCAPS Research

Fig 15 – Despite factoring in white cement business Replacement cost premium is steep



Source: Bloomberg, BOBCAPS Research

Fig 16 – Replacement cost premium, ahead of JKCE's performance



Source: Bloomberg, BOBCAPS Research

Key Risks

Key upside/downside risks to our estimates:

- Faster-than-estimated recovery in demand, especially in JKCE's key operating markets including Central India is an upside risk.
- The tightening of higher-than-estimated costs poses downside risk to earnings.
- Capacity expansion announcements that can enhance growth ahead of our estimates.

Financials

Income Statement

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Total revenue	**1,07,079**	**1,25,682**	**1,49,289**	**1,70,468**	**1,92,450**
EBITDA	15,924	19,411	23,681	28,971	32,685
Depreciation	(5,083)	(5,563)	(6,340)	(6,983)	(7,621)
EBIT	16,383	19,554	22,199	27,317	30,691
Net interest inc./(exp.)	(4,493)	(4,157)	(4,718)	(5,178)	(5,698)
Other inc./(exp.)	5,542	5,706	4,858	5,329	5,627
Exceptional items	0	0	0	0	0
EBT	11,890	15,398	17,482	22,139	24,994
Income taxes	(3,734)	(4,604)	(5,769)	(7,085)	(7,748)
Extraordinary items	0	0	0	0	0
Min. int./Inc. from assoc.	0	0	0	0	0
Reported net profit	**8,156**	**10,794**	**11,713**	**15,055**	**17,246**
Adjustments	0	0	0	0	0
Adjusted net profit	**8,156**	**10,794**	**11,713**	**15,055**	**17,246**

Balance Sheet

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Accounts payables	9,285	10,291	20,648	23,260	26,263
Other current liabilities	13,273	21,353	20,119	20,320	20,523
Provisions	1,676	2,153	2,220	2,292	2,370
Debt funds	58,993	51,674	43,265	46,918	50,625
Other liabilities	19,507	24,494	26,048	26,716	27,401
Equity capital	773	773	773	773	773
Reserves & surplus	58,466	68,839	77,824	90,810	1,05,897
Shareholders' fund	59,239	69,612	78,597	91,583	1,06,669
Total liab. and equities	**1,61,972**	**1,79,577**	**1,90,897**	**2,11,089**	**2,33,851**
Cash and cash eq.	13,064	3,311	3,317	9,114	10,061
Accounts receivables	6,593	6,165	6,237	7,122	8,568
Inventories	9,940	13,469	12,884	14,712	16,872
Other current assets	18,476	26,544	28,234	30,036	36,682
Investments	17,085	17,577	17,637	17,698	17,759
Net fixed assets	80,400	97,703	1,09,956	1,18,772	1,27,270
CWIP	14,948	13,178	11,000	12,000	15,000
Intangible assets	1,464	1,630	1,633	1,636	1,639
Deferred tax assets, net	0	0	0	0	0
Other assets	0	0	0	0	0
Total assets	**1,61,972**	**1,79,577**	**1,90,898**	**2,11,089**	**2,33,851**

Cash Flows

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Cash flow from operations	**19,773**	**20,496**	**26,301**	**17,552**	**14,738**
Capital expenditures	(16,553)	(22,017)	(15,100)	(13,278)	(15,278)
Change in investments	(3,084)	(492)	(60)	(61)	(61)
Other investing cash flows	0	0	0	0	0
Cash flow from investing	**(19,637)**	**(22,509)**	**(15,160)**	**(13,338)**	**(15,339)**
Equities issued/Others	(589)	1,421	(746)	94	94
Debt raised/repaid	6,777	(7,319)	(8,408)	3,653	3,707
Interest expenses	0	0	0	0	0
Dividends paid	(1,545)	(1,159)	(1,989)	(2,170)	(2,260)
Other financing cash flows	510	(683)	7	7	7
Cash flow from financing	**5,153**	**(7,740)**	**(11,136)**	**1,584**	**1,548**
Chg in cash & cash eq.	**5,288**	**(9,754)**	**6**	**5,798**	**948**
Closing cash & cash eq.	**13,065**	**3,311**	**3,317**	**9,114**	**10,062**

Per Share

Y/E 31 Mar (Rs)	FY25A	FY26A	FY27E	FY28E	FY29E
Reported EPS	105.6	139.7	151.6	194.8	223.2
Adjusted EPS	105.6	139.7	151.6	194.8	223.2
Dividend per share	20.0	15.0	22.0	24.0	25.0
Book value per share	766.7	900.9	1,017.2	1,185.3	1,380.5

Valuations Ratios

Y/E 31 Mar (x)	FY25A	FY26A	FY27E	FY28E	FY29E
EV/Sales	4.4	3.7	3.1	2.7	2.4
EV/EBITDA	29.3	24.1	19.7	15.9	14.1
Adjusted P/E	51.7	39.0	36.0	28.0	24.4
P/BV	7.1	6.1	5.4	4.6	4.0

DuPont Analysis

Y/E 31 Mar (%)	FY25A	FY26A	FY27E	FY28E	FY29E
Tax burden (Net profit/PBT)	68.6	70.1	67.0	68.0	69.0
Interest burden (PBT/EBIT)	72.6	78.7	78.7	81.0	81.4
EBIT margin (EBIT/Revenue)	15.3	15.6	14.9	16.0	15.9
Asset turnover (Rev./Avg TA)	70.4	73.6	80.6	84.8	86.5
Leverage (Avg TA/Avg Equity)	2.7	2.7	2.5	2.4	2.2
Adjusted ROAE	14.6	16.8	15.8	17.7	17.4

Ratio Analysis

Y/E 31 Mar	FY25A	FY26A	FY27E	FY28E	FY29E
YoY growth (%)					
Revenue	1.4	17.4	18.8	14.2	12.9
EBITDA	(3.5)	21.9	22.0	22.3	12.8
Adjusted EPS	(2.5)	32.3	8.5	28.5	14.6
Profitability & Return ratios (%)					
EBITDA margin	14.9	15.4	15.9	17.0	17.0
EBIT margin	15.3	15.6	14.9	16.0	15.9
Adjusted profit margin	7.6	8.6	7.8	8.8	9.0
Adjusted ROAE	14.6	16.8	15.8	17.7	17.4
ROCE	12.7	13.8	15.1	17.4	17.5
Working capital days (days)					
Receivables	22	18	15	15	16
Inventory	34	39	32	32	32
Payables	37	35	60	60	60
Ratios (x)					
Gross asset turnover	0.9	0.9	1.0	1.0	1.1
Current ratio	2.0	1.5	1.2	1.3	1.5
Net interest coverage ratio	3.6	4.7	4.7	5.3	5.4
Adjusted debt/equity	1.0	0.7	0.6	0.5	0.5

Source: Company, BOBCAPS Research | Note: TA = Total Assets

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BUY – Expected return >+15%

HOLD – Expected return from -6% to +15%

SELL – Expected return <-6%

Note: Recommendation structure changed with effect from 21 June 2021

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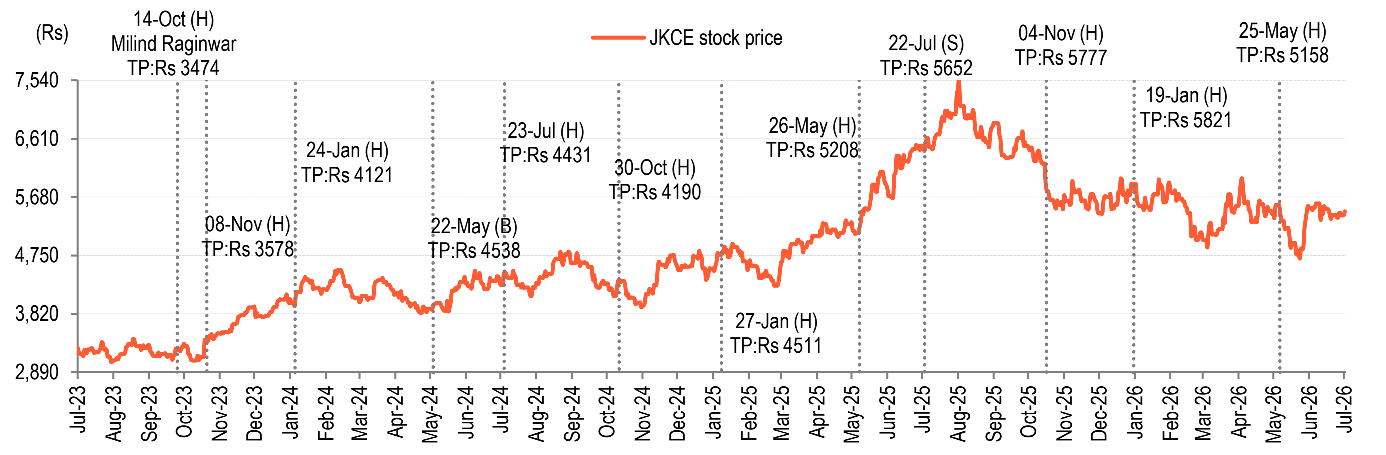
Ratings and Target Price (3-year history): JK CEMENT (JKCE IN)



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