SELL
TP: Rs 433 | ⩛ 8%

JK LAKSHMI CEMENT | Cement | 06 November 2026

Sub-par quarter; medium term concerns stay; Retain SELL

- **Modest volume growth (~5% YoY) underperforming industry leads to weak profitability as revenue grew ~6% YoY; Realisation flat YoY**
- **EBITDAM contract ~410bps YoY amid sharp fuel and raw material cost inflation; Demand recovery expected in H2 targeting 7-8% growth**
- **We value JKLC at 9x EV/EBITDA Sep'28 earnings with new TP of Rs 433 (Rs 534), as FY27E/FY28E/FY29E EBITDA cut 21%/10%/2%. Retain SELL**

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Volume growth moderates amid seasonal weakness and limited pricing gains: JKLC (SA) reported ~6% YoY (-15% QoQ) revenue growth to ~Rs16.2bn in Q2FY27, supported by cement volume growth. Volumes grew ~5% YoY (-17% QoQ) to ~2.98mnt, as core markets were impacted by monsoon. Average realisations remained flat YoY (+2.4% QoQ) at ~Rs5,420/tn. Further, non-trade prices have recovered by Rs10-15/bag through Q3FY27 till date.

Cost inflation intensifies, weighing on profitability: Overall cost increased ~5% YoY (+7% QoQ) to ~Rs4,904/tn, led by higher raw material cost (+19% YoY) to ~Rs945/tn and energy cost (+11% YoY), with fuel cost rising to Rs1.82/kcal (vs Rs1.54/kcal YoY). Fuel cost is expected to rise to ~Rs2/kcal in Q3 and ~Rs2.2/kcal in Q4. Freight cost declined ~7% YoY to ~Rs1,154/tn, aided by lower lead distance of 363km (vs 395km YoY), partly cushioning input cost pressures.

Elevated cost and operating deleverage compress margin: EBITDA declined ~26% YoY as higher raw material and energy costs, coupled with lower capacity utilisation, more than offset stable realisations and freight savings. EBITDA margin contracted ~410bps YoY, while EBITDA/tn declined ~29% YoY to ~Rs517/tn. APAT declined ~72% YoY to ~Rs290mn, further impacted by a ~48% decline in other income.

Recalibration of expansion plan: JKLC has revised their expansion plan targeting 25mtpa (30mtpa earlier) to focus on balance sheet health and maintaining net debt to EBIDTA at 3.5x range. This looks to be an aggressive target for the company.

Cut estimates; maintain SELL: We revise downwards FY27E/FY28E/FY29E EBITDA by 21%/10%/2%. This is to capture the challenging scenario in JKLC's key operating region with supply glut and cost inflation to be reflected in the medium term. We estimate the cost pressure will hit the operations assuming the escalation of fuel cost pass Rs2.0 per k/cal per management. Top it with net debt addition due to Durg expansion and staying high beyond FY28 due to Naguar expansion are woes. We value JKLC at 9x EV/EBITDA Sep'28 revised earnings with a new TP of Rs 433 (Rs 534). Retain SELL. At our target price the stock trades at ~Rs7bn/mnt.

Key changes

Target	Rating
▼	◀ ▶

Ticker/Price	JKLC IN/Rs 473
Market cap	US$ 618.7mn
Free float	54%
3M ADV	US$ 1.1mn
52wk high/low	Rs 883/Rs 453
Promoter/FPI/DII	46%/14%/26%

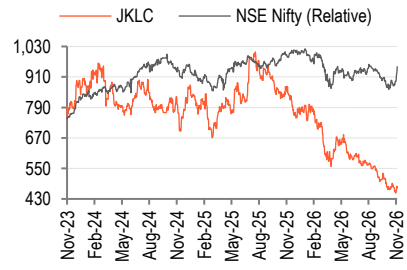
Source: NSE | Price as of 5 Nov 2026

Key financials

Y/E 31 Mar	FY26A	FY27E	FY28E
Total revenue (Rs mn)	67,626	74,285	83,964
EBITDA (Rs mn)	10,114	8,102	10,616
Adj. net profit (Rs mn)	4,494	2,607	3,388
Adj. EPS (Rs)	37.2	21.0	27.3
Consensus EPS (Rs)	37.2	30.7	36.9
Adj. ROAE (%)	11.8	6.5	8.0
Adj. P/E (x)	12.7	22.5	17.3
EV/EBITDA (x)	8.1	10.8	9.3
Adj. EPS growth (%)	37.5	(43.5)	30.0

Source: Company, Bloomberg, BOBCAPS Research

Stock performance



Source: NSE

Fig 1 – Earnings call highlights

Parameter	Q2FY27	Q1FY27	Our view
Volume and realisations	Industry cement demand grew ~9–10% YoY in Q2FY27. JKLC's volumes grew 5% YoY in Q2FY27, bringing overall H1FY27 volume growth to ~7% YoY. Management expects H2FY27 volume growth to catch up and match industry levels (~7–8%) as monsoon-related disruptions in core markets (Gujarat, Rajasthan, Chhattisgarh) subside. The CC ratio improved to 1.48 (vs 1.43 QoQ) due to a higher proportion of blended cement sales. Clinker sales volume declined to ~0.15mt. Non-trade price recovery started in late September and continued through October across core geographies (Gujarat, East, North). JKLC expects sequential price improvements of ~Rs10/bag in October, ~Rs10/bag in November, and ~Rs15/bag in December. The realization gap vs market leaders (~Rs300/tn) is actively being narrowed through product premiumization. Premium product share stood at ~27**%**, with a target to reach 28%.	Industry cement demand grew ~8% YoY. Overall industry capacity increased by ~11mt in Q1FY27, taking installed capacity to ~725mt with utilisation at ~73–74%. JKLC's volumes grew 8.2% YoY in-line to marginally better than industry, supported by stronger presence in core markets and geo-mix optimisation. Capacity utilization was at 76% vs 79% YoY. Realisations improved QoQ driven by non-trade price recovery across Gujarat, Mumbai, East and North, trade prices remained largely stable with selective improvement in western and eastern markets. Lead distance reduced by ~20km to 368km as dispatches were increasingly focused on nearby/core geographies, contributing ~Rs60–70/tn benefit. Trade mix improved to ~59% vs 56% YoY, blended cement share increased to ~64% (vs 63% YoY), while clinker sales declined to ~0.16mt with clinker utilisation improving to ~95%.	Gujarat market has had changed dynamics with two major cement companies trying to increase its dominance. With the remunerative region shifting to limited gains markets pricing challenge will continue for JKLC. This is a structural change for the company. Further, H1 indicates that consolidation benefits are translating into limited volume gain; however, pressure to maintain market share remains.
Margin	Seasonally weak demand due to monsoons and planned plant maintenance shutdowns weighed on operating performance, bringing EBITDA per tonne down to ~Rs510–520/tn. Fuel cost rose sharply to ~Rs1.82/kcal in Q2FY27 (vs Rs1.54/kcal YoY). Management projects fuel costs to rise further to ~Rs2/kcal in Q3FY27 and ~Rs2.15–2.2/kcal in Q4FY27 due to high imported fuel and domestic coal auction prices (>200% premium). Blended power cost per unit rose to Rs6.24/unit in Q2 (vs Rs5.52/unit QoQ). Renewable energy (RE) share stood at ~48% in Q2 and is expected to inch up to 49%+ as post-monsoon solar/WHRS generation normalizes and new captive solar capacity commences in Q4. Driven by faster non-trade price hikes, non-trade margins temporarily matched or exceeded trade margins in select markets.	Geopolitical disruptions continued to inflate input costs in Q1FY27. Fuel cost increased sharply to ~Rs1.65/kcal (vs Rs1.54/kcal QoQ) and management expects a further increase to ~Rs1.8/kcal level in Q2FY27. Pet coke share has fallen to 15% vs 40% QoQ. Packaging costs are also expected to rise (~Rs3.5–4/bag) owing to firming granules prices. Raw material costs were impacted by higher fly ash procurement costs due to thermal plant shutdowns, gypsum sourcing challenges and increased non-cement business contribution. Freight inflation from diesel price hikes was more than offset through ~20km lead reduction. However, lead is expected to go up in Q2 given the monsoon season. Management had a cautious stance of cost impact in Q2 driven by lower operating leverage and fuel and packaging prices firming up.	Cost pressure will be relatively lower in H2FY27. However, with the management indicating fuel cost at Rs2 per k/cal in H2 there will be little respite for JKLC. Pricing gains will be supporting better H2 over H1 however with the lower-than-expected monsoon will imply higher inflationary pressure in the medium term. Logistics cost may be inflated due to the seeding of newer markets in the eastern region (Bihar/Jharkhand).
Capacity	Total installed operational capacity currently stands at 18mtpa (including UCWL). Management revised its FY30 target to 25.1 mtpa (tapered down from 30 mtpa) to prioritize balance sheet discipline and preserve leverage limits. The 4.6mtpa East expansion (Durg clinker 2.3mt & cement 1.6mt, Madhubani 1.5mt, and Mejia/West Bengal 1.5mt) is on track for completion by March	Capacity expansion plans remain unchanged with management reiterating their target of achieving 30mtpa by FY30. Durg expansion remains on schedule, with major equipment already ordered. Clinker line, grinding units and railway infrastructure continue progressing. Northeast expansion has resumed following two limestone mine	Capacity expansion will be effective post FY27. However, we continue to remain concerned about JKLC's execution capabilities have remained below par previously. Cost-saving initiatives need to be

Parameter	Q2FY27	Q1FY27	Our view
	2028. The project at Patratu (Jharkhand) was reconfigured to Mejia (West Bengal) to overcome Chota Nagpur Tenancy Act land delays and leverage future clinker synergies from the Northeast.	acquisition, with mining approvals and plant development underway. RE share stood at ~49%, with installed RE capacity comprising ~129MW solar, ~45MW WHRS and ~4MW wind. A new 42MW solar project with 28MWh BESS at Sirohi is expected to commence benefits from Q1FY28.	expedited as well. We feel the NE expansion will be under scanner, given the new developments, following cancellation of the earlier arrangements. Lowering capacity guidance is a prudent step to guard the balance sheet.
Capex	Cumulative expansion plan guidance was maintained with FY27/FY28/FY29 capex projected at ~Rs15bn / ~Rs20bn / ~Rs20bn respectively. H1FY27 total capex spent was ~Rs5bn, of which ~Rs4bn was spent on Durg (cumulative spend on Durg reached ~Rs6–6.5bn). The remaining ~Rs6bn for Durg is planned for H2FY27. Net Debt/EBITDA is expected to peak around ~2.5x by the end of FY27, maintaining a strict ceiling below 3.5x. Working capital locked during H1 is expected to release during H2FY27.	Management maintained cumulative expansion plans with FY27/FY28/FY29 capex guidance of ~Rs15bn/~Rs20bn/~Rs15bn respectively, including Durg and Northeast projects (excluding land acquisition costs for Kutch and Nagaur). Around ~Rs4bn has already been incurred on Durg. Capex spent for Q1FY27 has been Rs3bn. Management indicated net debt/EBITDA is expected to remain within ~2.5–2.75x with an aim to balance with the aggressive expansion roadmap.	The capex remains elevated upwards of Rs15bn/year aggregating to Rs50bn exclusive of land acquisition in Kutch and Naguar. This will strain the Debt/Ebitda upwards of 3x till FY30 and clearly adds to the concern. The Durg conveyor belt project has been delayed longer than expected.
Other key points	Non-cement revenue for Q2FY27 was ~Rs1.83bn (RMC ~Rs860mn, AAC blocks ~Rs700mn), with blended EBITDA margin maintained at ~5%. Strategy prioritizes consolidating market share in core hubs (North, East, West/Surat/Kutch) rather than spreading thin. JKLC confirmed that Rs1.3bn in non-current bank deposits/receivables is fully secure and requires no provisions	Non-cement revenue increased to ~Rs1.85bn (RMC ~Rs930mn, AAC ~Rs670mn, POP ~Rs230mn), with EBITDA margin improving to ~5%. Management expects non-cement revenue to exceed ~Rs8bn in FY27. The company reiterated focus on trade sales, premium products and blended cement to improve profitability. Management believes the current fuel cost inflation is industry-wide and expects gradual price pass-through once demand improves.	Non-cement revenue contribution steady and needs some more attention for improvement and contribution in the bottom-line.

Source: Company, BOBCAPS Research | RMC: Ready-mix concrete

Fig 2 – Key metrics (standalone)

	Q2FY27	Q2FY26	YoY %	Q1FY27	QoQ %	Q2FY27E	Deviation %
Volumes (mn mt)	3.0	2.8	5.0	3.6	(17.1)	3.3	(8.9)
Cement realisations (Rs/tn)	5,159	5,136	0.4	5,036	2.5	5,086	1.4
Operating costs (Rs/tn) *	4,904	4,657	5.3	4,575	7.2	4,761	3.0
EBITDA/t (Rs)	517	732	(29.4)	719	(28.1)	563	(8.1)

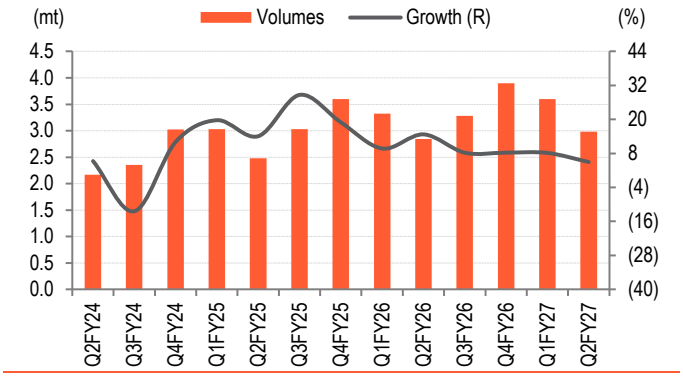
Source: Company, BOBCAPS Research | * Aggregate cost

Fig 3 – Quarterly performance (standalone)

(Rs mn)	Q2FY27	Q2FY26	YoY %	Q1FY27	QoQ %	Q2FY27E	Deviation %
Net Sales	**16,169**	**15,318**	**5.6**	**19,048**	**(15.1)**	**17,432**	**(7.2)**
Expenditure							
Change in stock	(361)	(207)	74.3	412	(187.7)	291	(224.0)
Raw material	3,180	2,462	29.1	3,201	(0.6)	2,947	7.9
purchased products	448	424	5.8	387	16.0	396	13.1
Power & fuel	4,306	3,683	16.9	4,280	0.6	4,171	3.2
Freight	3,443	3,512	(2.0)	4,140	(16.8)	3,922	(12.2)
Employee costs	1,224	1,300	(5.9)	1,276	(4.1)	1,291	(5.2)
Other exp	2,387	2,062	15.7	2,766	(13.7)	2,571	(7.2)
Total Operating Expenses	14,627	13,236	10.5	16,460	(11.1)	15,590	(6.2)
EBITDA	**1,542**	**2,081**	**(25.9)**	**2,588**	**(40.4)**	**1,842**	**(16.3)**
EBITDA margin (%)	**9.5**	**13.6**	**(405bps)**	**13.6**	**(405bps)**	**10.6**	**(103bps)**
Other Income	103	247	(58.4)	150	(31.5)	211	(51.2)
Interest	512	505	1.3	511	0.2	533	(4.0)
Depreciation	843	774	8.9	828	1.8	831	1.4
PBT	290	1,050	(72.4)	1,399	(79.3)	689	(57.9)
Non-recurring items	0	0	0.0	0	0.0	0	0.0
PBT (after non recurring items)	290	1,050	(72.4)	1,399	(79.3)	689	(57.9)
Tax	81	226	(64.0)	331	(75.4)	172	(52.8)
Reported PAT	209	823	(74.6)	1,068	(80.4)	517	(59.6)
Adjusted PAT	**209**	**823**	**(74.6)**	**1,068**	**(80.4)**	**517**	**(59.6)**
NPM (%)	**1.3**	**5.4**	**(408bps)**	**5.6**	**(431bps)**	**3.0**	**(167bps)**
Adjusted EPS (Rs)	**1.8**	**7.0**	**(74.6)**	**9.1**	**(80.4)**	**4.4**	**(59.6)**

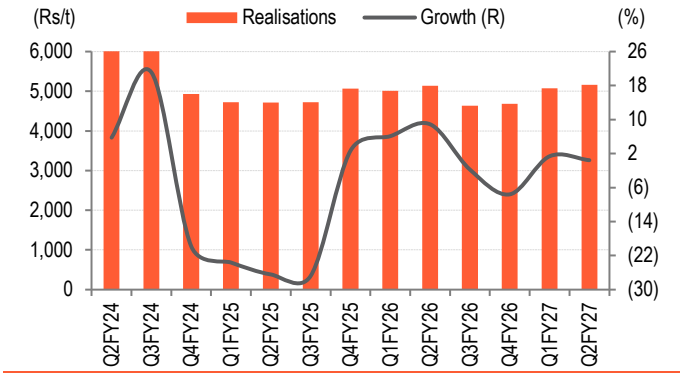
Source: Company, BOBCAPS Research

Fig 4 – Monsoon disruption and competition in core market dampen growth



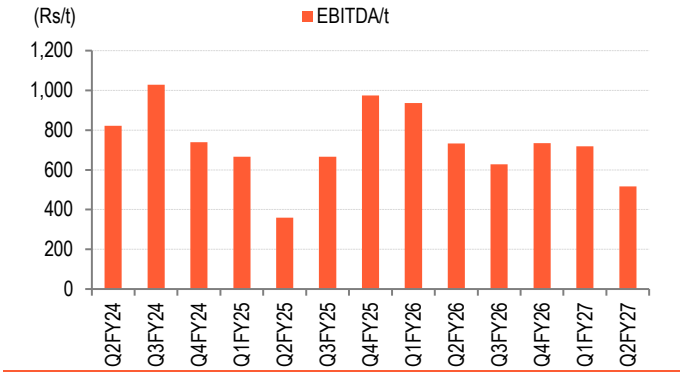
Source: Company, BOBCAPS Research |

Fig 5 – Prices have been on an uptrend in Q3 expected to lower the margin pain in H2



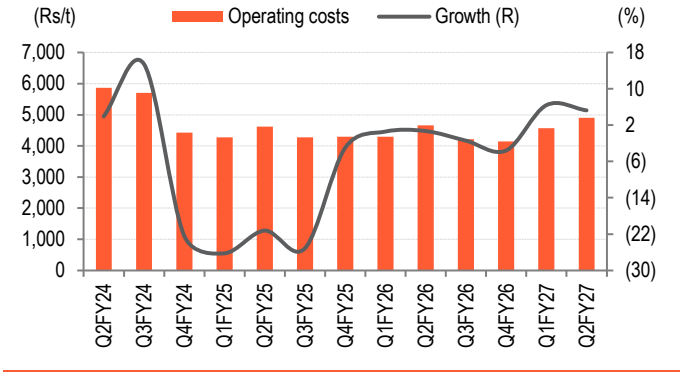
Source: Company, BOBCAPS Research |

Fig 6 – Despite cost saving initiatives EBITDA/tn to stay impacted and below industry levels



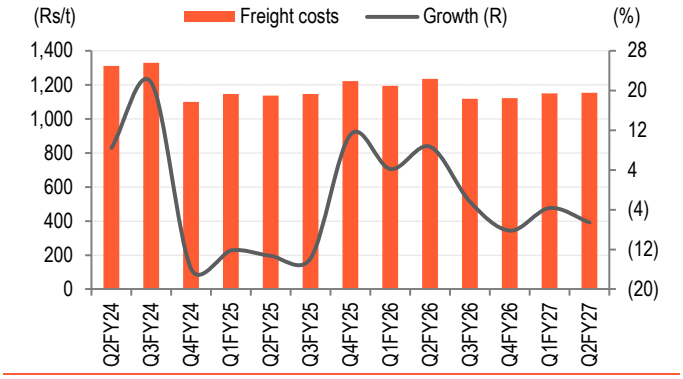
Source: Company, BOBCAPS Research |

Fig 7 – Fuel to firm up further waning signs of relief in near term



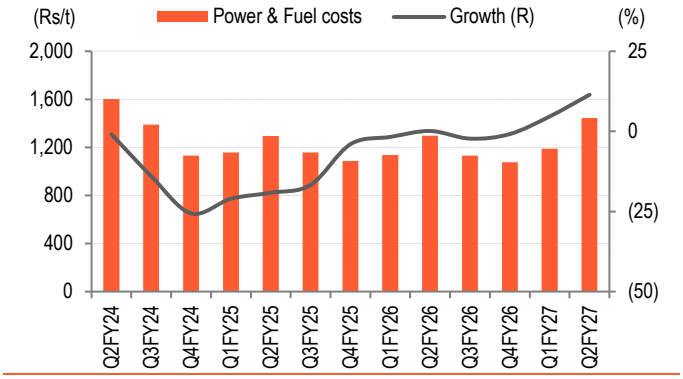
Source: Company, BOBCAPS Research |

Fig 8 – Lead improvement helps to offset partial pressure



Source: Company, BOBCAPS Research |

Fig 9 – Improving RE share and monsoon normalisation to provide some respite



Source: Company, BOBCAPS Research |

Valuation Methodology

We revise downwards FY27E/FY28E/FY29E EBITDA by 21%/10%/2%. This is to capture the challenging scenario in JKLC's key operating region with supply glut and cost inflation to be reflected in the medium term. We estimate the cost pressure will hit the operations assuming the escalation of fuel cost pass Rs2.0 per k/cal per management. Top it with net debt addition due to Durg expansion and staying high beyond FY28 due to Naguar expansion are woes.

The changed dynamics of the Cement sector with an aggressive pricing for market penetration and capability of large-size companies to sustain pricing pressure — will be key pressure points for regional companies. Additionally, JKLC's performance will be determined by its ability to deliver volumes from the new capacity, as its capex is largely backed by debt. Effectively, the growing competition in JKLC's operating regions including Gujarat and the eastern region, balance sheet pressure in the capex phase and weak execution capabilities in the past - all remain key challenges.

We continue to be concerned about the recent developments in the North-East expansion, following the cancellation of arrangements by the governing authorities. However, acquiring mines is a positive development. Additionally, litigations over the land acquisition in the new region only adds concerns. Naguar and Kutch expansion remain contingent and hence delayed. Factoring all the above concerns, we have cut our estimates for FY27E/FY28E/FY29E.

We value JKLC at 9x EV/EBITDA Sep'28 revised earnings with a new TP of Rs 433 (Rs 534). Retain SELL. At our target price the stock trades at ~Rs7bn/mnt.

Fig 10 – Revised estimates

(Rs mn)	New			Old			Change (%)		
	FY27E	FY28E	FY29E	FY27E	FY28E	FY29E	FY27E	FY28E	FY29E
Revenue	74,285	83,964	91,324	75,182	84,233	90,515	(1.2)	(0.3)	0.9
EBITDA	8,102	10,616	12,866	10,280	11,761	13,065	(21.2)	(9.7)	(1.5)
Adj PAT	2,607	3,388	4,229	4,144	4,452	4,833	(37.1)	(23.9)	(12.5)
Adj EPS (Rs)	21.0	27.3	34.1	33.4	35.9	38.9	(37.1)	(24.0)	(12.5)

Source: BOBCAPS Research, Note:

Fig 11 – Key assumptions

Parameter	FY26A	FY27E	FY28E	FY29E
Volumes (mt)	13.0	14.3	15.7	16.5
Growth (%)	4.0	10.0	10.0	5.0
Realisations (Rs/tn)	5,367	5,314	5,473	5,637
Growth (%)	(13.0)	(1.0)	3.0	3.0
Operating costs (Rs/tn)	4,431	4,636	4,670	4,758
Growth (%)	0.9	4.6	0.7	1.9
EBITDA/tn (Rs)	779	567	676	780
Growth (%)	9.3	(27.2)	19.1	15.4

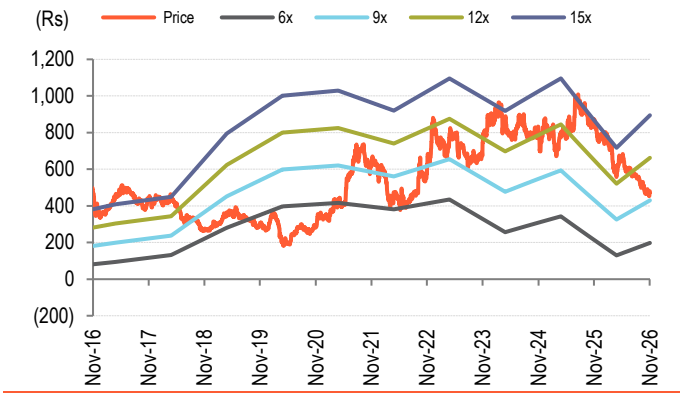
Source: Company, BOBCAPS Research,

Fig 12 – Valuation summary

(Rs mn)	Sep 2028E
Target EV/EBITDA (x)	9.0
EBITDA	11,179
Target EV	1,00,609
Total EV	1,00,609
Net debt	46,804
Target market capitalisation	53.805
Target price (Rs/sh)	124.18
Weighted average shares (mn)	**433**

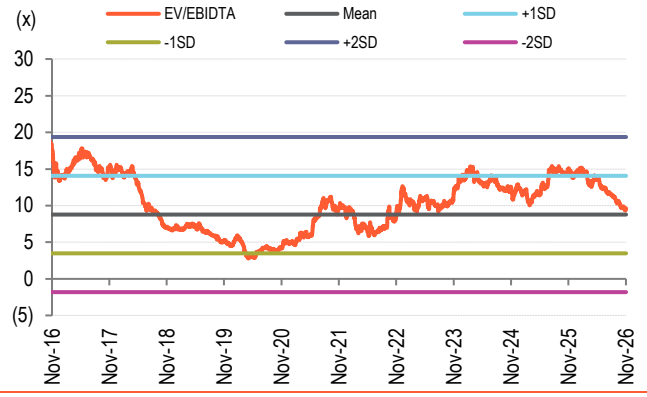
Source: BOBCAPS Research, Valuations based on Sep 2028E

Fig 13 – EV/EBITDA band: Valuations moderating to mirror the financial show



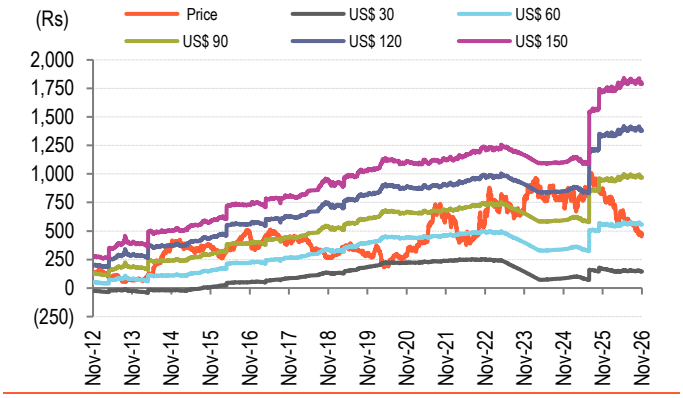
Source: Bloomberg, BOBCAPS Research

Fig 14 – EV/EBITDA 1YF: Valuations have reverted to mean reflecting the earnings



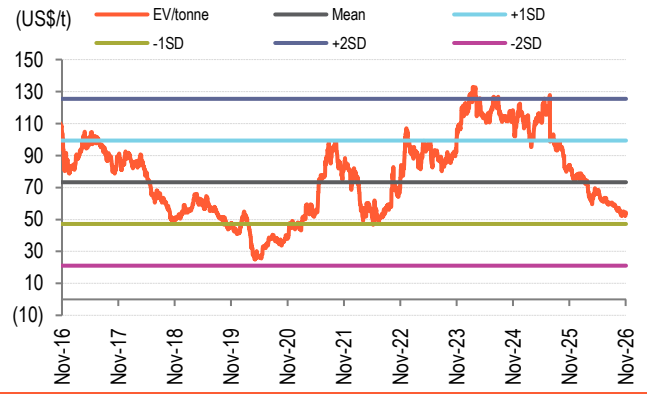
Source: Bloomberg, BOBCAPS Research

Fig 15 – EV/tonne band: Replacement cost premium is moderating to reflect in performance



Source: Bloomberg, BOBCAPS Research

Fig 16 – EV/tonne 1YF: Scaling down from the peak, and may continue to stay lower



Source: Bloomberg, BOBCAPS Research

Key Risks

Key upside risks to our estimates:

- Strong pricing gains in key operating regions
- Faster than expected softening of energy cost, giving a boost to margins
- Aggressive capex execution, leading to a performance above expectations

Financials

Income Statement

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Total revenue	**61,926**	**67,626**	**74,285**	**83,964**	**91,324**
EBITDA	8,652	10,114	8,102	10,616	12,866
Depreciation	(2,988)	(3,237)	(3,385)	(3,733)	(4,062)
EBIT	6,195	8,042	5,987	7,980	9,928
Net interest inc./(exp.)	(1,812)	(2,109)	(2,491)	(3,292)	(4,087)
Other inc./(exp.)	531	1,165	1,270	1,096	1,124
Exceptional items	(354)	(191)	0	0	0
EBT	4,029	5,742	3,496	4,688	5,841
Income taxes	(1,202)	(1,439)	(889)	(1,300)	(1,612)
Extraordinary items	0	0	0	0	0
Min. int./Inc. from assoc.	0	0	0	0	0
Reported net profit	**2,827**	**4,303**	**2,607**	**3,388**	**4,229**
Adjustments	354	191	0	0	0
Adjusted net profit	**3,182**	**4,494**	**2,607**	**3,388**	**4,229**

Balance Sheet

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Accounts payables	7,255	14,181	16,319	18,086	19,346
Other current liabilities	11,045	1,160	11,695	12,045	12,405
Provisions	254	241	1,111	1,135	1,162
Debt funds	26,139	25,851	38,422	46,527	55,643
Other liabilities	4,044	4,893	4,942	4,991	5,041
Equity capital	589	621	621	621	621
Reserves & surplus	35,206	38,746	40,260	42,758	46,100
Shareholders' fund	35,795	39,367	40,880	43,379	46,721
Total liab. and equities	**84,531**	**85,693**	**1,13,370**	**1,26,164**	**1,40,318**
Cash and cash eq.	2,217	3,317	2,972	1,948	2,162
Accounts receivables	1,068	1,108	2,035	2,300	2,502
Inventories	8,648	6,449	7,327	8,166	9,007
Other current assets	9,061	9,167	11,278	11,630	15,995
Investments	10,488	10,600	10,713	10,828	10,944
Net fixed assets	50,125	67,277	74,358	82,091	89,495
CWIP	2,763	(12,399)	4,500	9,000	10,000
Intangible assets	160	173	186	199	212
Deferred tax assets, net	0	0	0	0	0
Other assets	0	0	0	0	0
Total assets	**84,531**	**85,693**	**1,13,370**	**1,26,164**	**1,40,318**

Cash Flows

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Cash flow from operations	**3,364**	**7,357**	**15,668**	**7,854**	**4,581**
Capital expenditures	(28,181)	(5,126)	(27,378)	(15,979)	(12,479)
Change in investments	3,763	1,896	(1,870)	(115)	(116)
Other investing cash flows	0	0	0	0	0
Cash flow from investing	**(24,418)**	**(3,231)**	**(29,248)**	**(16,094)**	**(12,595)**
Equities issued/Others	(190)	32	0	0	0
Debt raised/repaid	20,507	(288)	12,572	8,105	9,115
Interest expenses	0	0	0	0	0
Dividends paid	(532)	(765)	(869)	(869)	(869)
Other financing cash flows	946	2	(224)	(20)	(17)
Cash flow from financing	**20,731**	**(1,019)**	**11,478**	**7,215**	**8,229**
Chg in cash & cash eq.	**(323)**	**3,107**	**(2,102)**	**(1,024)**	**214**
Closing cash & cash eq.	**2,218**	**3,317**	**2,972**	**1,948**	**2,162**

Per Share

Y/E 31 Mar (Rs)	FY25A	FY26A	FY27E	FY28E	FY29E
Reported EPS	24.0	35.6	21.0	27.3	34.1
Adjusted EPS	27.0	37.2	21.0	27.3	34.1
Dividend per share	4.5	6.3	7.0	7.0	7.0
Book value per share	304.1	325.5	329.2	349.3	376.2

Valuations Ratios

Y/E 31 Mar (x)	FY25A	FY26A	FY27E	FY28E	FY29E
EV/Sales	1.1	1.2	1.2	1.2	1.2
EV/EBITDA	8.2	8.1	10.8	9.3	8.4
Adjusted P/E	17.5	12.7	22.5	17.3	13.9
P/BV	1.6	1.5	1.4	1.4	1.3

DuPont Analysis

Y/E 31 Mar (%)	FY25A	FY26A	FY27E	FY28E	FY29E
Tax burden (Net profit/PBT)	70.2	74.9	74.6	72.3	72.4
Interest burden (PBT/EBIT)	70.8	73.8	58.4	58.8	58.8
EBIT margin (EBIT/Revenue)	10.0	11.9	8.1	9.5	10.9
Asset turnover (Rev./Avg TA)	86.2	79.5	74.6	70.1	68.5
Leverage (Avg TA/Avg Equity)	2.1	2.3	2.5	2.8	3.0
Adjusted ROAE	9.0	11.8	6.5	8.0	9.4

Ratio Analysis

Y/E 31 Mar	FY25A	FY26A	FY27E	FY28E	FY29E
YoY growth (%)					
Revenue	(8.8)	9.2	9.8	13.0	8.8
EBITDA	(17.7)	16.9	(19.9)	31.0	21.2
Adjusted EPS	(33.6)	37.5	(43.5)	30.0	24.8
Profitability & Return ratios (%)					
EBITDA margin	14.0	15.0	10.9	12.6	14.1
EBIT margin	10.0	11.9	8.1	9.5	10.9
Adjusted profit margin	5.1	6.6	3.5	4.0	4.6
Adjusted ROAE	9.0	11.8	6.5	8.0	9.4
ROCE	11.6	11.8	7.8	8.9	9.8
Working capital days (days)					
Receivables	6	6	10	10	10
Inventory	51	35	36	36	36
Payables	50	90	90	90	90
Ratios (x)					
Gross asset turnover	0.9	0.7	0.7	0.7	0.7
Current ratio	1.1	1.3	0.8	0.8	0.9
Net interest coverage ratio	3.4	3.8	2.4	2.4	2.4
Adjusted debt/equity	0.7	0.7	0.9	1.1	1.2

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

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BUY – Expected return >+15%

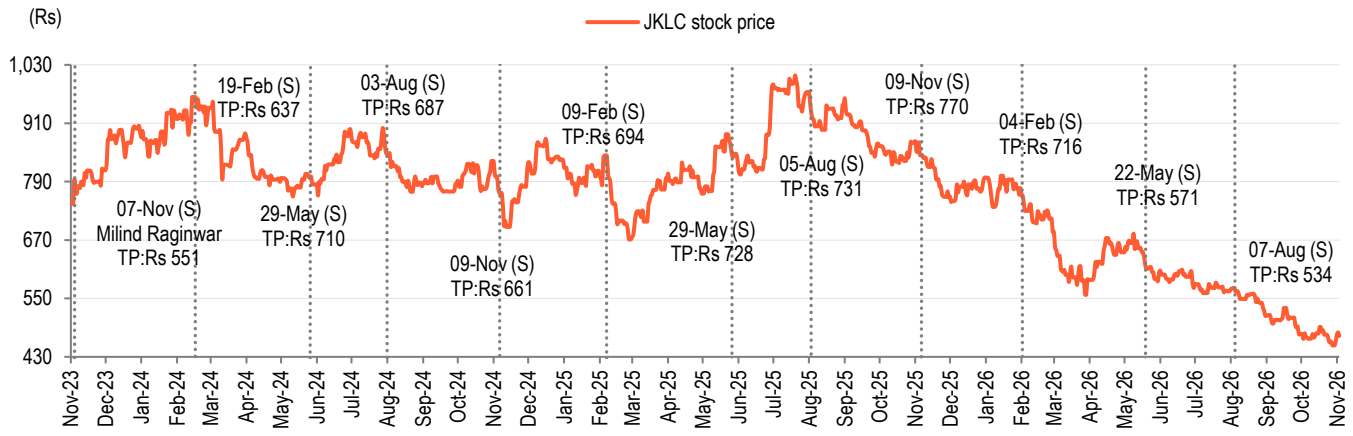
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