

Hindalco Industries | BUY

Beat in margins; captive mines to enhance raw material security

Hindalco reported 4Q consol. adj. EBITDA of INR96bn, above JMfe of INR84bn driven by India business outperformance. India aluminium business (incl. Utkal) delivered an EBITDA of INR50bn, up 16% QoQ primarily driven by higher realisation (+7% QoQ). Net debt decreased sequentially to INR353bn (vs. INR418bn in 3Q). Key takeaways from the call are a) aluminium CoP expected to be flattish to 1% up in 1Q as CP coke prices have gone up b) downstream expansion through Aditya FRP remains on track – to be commissioned in FY26; taking the capacity to 600ktpa c) Aluminium downstream FY26 EBITDA/t guidance at USD250-300/t (up from USD240/t in 4QFY25) – to go up to USD300/t+ in medium-term d) Company plans to reach 300MW of renewable energy in 1QFY26 – 189MW is currently operational d) hedging for 1QFY26; 15% of commodity at USD2,695/t and 13% currency hedged at INR86 per dollar e) capex guidance for India operations at INR75bn-INR80bn for FY26 vs INR65bn incurred in FY25. The long term outlook for Hindalco continues to remain buoyant given a) resilient performance by India aluminium operations b) record high run rates in the copper business c) enhanced coal security post acquisition of Meenakshi, Meenakshi west, Bandha, Chakla coal mines and d) growth capex to augment capacity in downstream business. Hindalco, given ~70%+ steady/strong EBITDA being non-LME linked, remains our preferred play in the metal space. Re-iterate Buy.

- **Revenue gains on stronger LME:** Novelis reported revenue at USD4.6bn (+13%YoY) primarily driven by higher realisations (+12% YoY). The total rolled product shipments stood flat YoY at 957ktons in 4Q primarily driven by strong demand in beverage packaging sector offset by weak demand in automotive sector. Adj. EBITDA/t stood at USD494/t, up by USD88/t YoY driven by higher realisations (+6% YoY). Tariff uncertainty led to muted demand in the automotive sector – leading to lower automotive shipments.
- **India Al business spreads improve given higher realisations:** Aluminium EBITDA (incl Utkal) stood at INR50bn (up 16% QoQ) primarily driven by higher realisation (+ 7% QoQ). Copper EBITDA came in at INR6.1bn for the quarter, down 21% QoQ due to lower realisation (-6% QoQ) partially offset by lower costs (-4% QoQ). Net debt decreased by INR65bn to INR353bn during the quarter. Capex guidance for India operations stands at INR75bn-INR80bn for FY26; INR65bn incurred in FY25. Aluminium CoP came lower by 1% in 4Q and expected to be flat to 1% up in 1Q as CP coke prices have gone up.
- **Growth capex on track; Chakla and Bandha mines expected in FY28:** Hindalco remains committed to growth through downstream expansion of Aditya FRP project (set to commission in FY26) taking their downstream capacity to 600kt. The company expects ~60-70kt commercial sales from Aditya FRP in FY26. Chakla remains on track – box cut expected to start in CY26 – coal to come in from Dec'26. The company acquired 100% stake in EMMRL - a lease holder of Bandha coal block. Through this, company plans to improve raw material security for its Mahan smelter.

Financial Summary					(INR mn)
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Net Sales	21,59,620	23,84,960	23,55,821	24,52,421	25,16,556
Sales Growth (%)	-3.2	10.4	-1.2	4.1	2.6
EBITDA	2,42,570	3,28,240	3,26,885	3,42,379	3,54,071
EBITDA Margin (%)	11.2	13.8	13.9	14.0	14.1
Adjusted Net Profit	1,05,190	1,79,000	1,47,997	1,58,177	1,65,016
Diluted EPS (INR)	47.3	80.5	66.5	71.1	74.2
Diluted EPS Growth (%)	2.4	70.2	-17.3	6.9	4.3
ROIC (%)	9.5	12.9	10.4	10.1	9.8
ROE (%)	10.5	15.6	11.3	10.8	10.2
P/E (x)	13.9	8.2	9.9	9.3	8.9
P/B (x)	1.4	1.2	1.1	0.9	0.9
EV/EBITDA (x)	7.6	5.8	5.8	5.4	5.1
Dividend Yield (%)	0.6	0.3	0.3	0.3	0.3

Source: Company data, JM Financial. Note: Valuations as of 19/May/2025



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Recommendation and Price Target

Current Reco.	BUY
Previous Reco.	BUY
Current Price Target (12M)	800
Upside/(Downside)	21.4%
Previous Price Target	800
Change	-0.1%

Key Data – HNDL IN

Current Market Price	INR658
Market cap (bn)	INR1,479.5/US\$17.3
Free Float	65%
Shares in issue (mn)	2,223.9
Diluted share (mn)	2,223.9
3-mon avg daily val (mn)	INR3,966.2/US\$46.4
52-week range	773/546
Sensex/Nifty	82,059/24,945
INR/US\$	85.4

Price Performance

%	1M	6M	12M
Absolute	8.0	2.9	-0.3
Relative*	3.4	-2.8	-10.1

* To the BSE Sensex

JM Financial Research is also available on:
Bloomberg - JMFR <GO>,
Thomson Publisher & Reuters,
S&P Capital IQ, FactSet and Visible Alpha

Please see Appendix I at the end of this report for Important Disclosures and Disclaimers and Research Analyst Certification.

Key concall takeaways:■ Hedging for 1QFY26:

- 15% of Aluminium hedged at USD2,695/t
- 13% of currency hedged at INR86

■ Capex guidance for India operations for FY26 at INR75-80bn; FY27 to be a peak year in terms of capex with multiple projects kicking in.

■ Aluminium downstream EBITDA/t guidance at USD250-300/t (up from USD240/t in 4QFY25) – to go up to USD300/t+ in medium-term.

■ Company witnessed higher Al upstream EBITDA/t in 4Q given:

- CoP was lower by 1% QoQ in 4Q compared to 3Q
- Higher alumina sales – benefits of higher alumina prices in 3Q came with a lag in 4Q.
- Better product mix with a higher share of specialty.

■ Coal:

- Company announced the acquisition of **Bandha coal block** with resources to the tune of ~197mn tons and mine-life of 45 years. Its proximity to the Mahan smelter allows raw material security for the company. Cost of acquisition of equity shares stands at INR4.8mn with Net debt at INR11.31bn. Bandha is also expected to be fully ramped up by FY28.
- Chakla remains on track with coal production expected to start by December of next year – to take 1 year to ramp-up; full volumes expected in FY28.
- Coal sourcing: 50% through linkage, 47% through e-auction and remaining through own sources.

■ With Tc/Rc benchmark at 5.45 (cents/pounds) for 2025, company expects Copper EBITDA run-rate to be at INR6bn per quarter going ahead.

■ Aditya FRP is expected to be commissioned in FY26 - to start contributing volumes by Jun'25; FY26 volume guidance at 60-70kt from this project.

■ Company expects alumina sales to be 190kt in 1Q.

■ The 36kt Silvassa extrusion plant is expected to fully commission this year with Copper IGT to be commissioned in 1QFY26.

■ This year, company expects additional production of a) 60-70kt from FRP b) 15kt of extrusion from Silvassa and c) 20kt from copper IGT.

■ Company plans to reach 300MW of renewable capacity by 1QFY26

Exhibit 1. Hindalco – Consolidated performance (INR mn)

Y/E March - INR mn	4QFY25	4QFY25E	% Var	4QFY24	YoY %	3QFY25	QoQ %
Net Sales	6,48,900	5,81,640	11.6	5,59,940	15.9	5,83,900	11.1
Raw material cost	3,96,000	3,47,173		3,43,790		3,54,660	
Gross profit	2,52,900	2,34,467	7.9	2,16,150	17.0	2,29,240	10.3
Gross margin (%)	39.0	40.3		38.6		39.3	
Power and fuel	35,720	36,904		36,240		37,700	
Staff cost	39,300	37,198		37,560		38,000	
Other cost	81,790	75,893		73,970		77,530	
Total expenditure	5,52,810	4,97,168	11.2	4,91,560	12.5	5,07,890	8.8
EBITDA	96,090	84,472	13.8	68,380	40.5	76,010	26.4
EBITDA (%)	14.8	14.5		12.2		13.0	
Other income	7,000	5,500		3,620		5,090	
Depreciation	21,180	20,000		20,180		19,390	
EBIT	81,910	69,972	17.1	51,820	58.1	61,710	32.7
Interest	8,740	8,500	2.8	8,880		8,170	
PBT	73,170	61,472		42,940		53,540	
Tax	12,660	18,442		9,620		15,610	
Eff. Tax rate (%)	17.3	30.0		22.4		29.2	
XO items	(7,670)	-		(1,570)		(590)	
Reported PAT	52,830	43,031		31,740		37,350	
Adjusted PAT	60,490	43,031	40.6	33,320	81.5	37,930	59.5
EPS (INR)	27.2	19.4		15.0		17.1	
Key monitorables (INR bn)							
Net debt	353	-		315		418	

Source: Company, JM Financial

Exhibit 2. Hindalco consol. EBITDA (INR mn)

Y/E March - INR mn	4QFY25	4QFY25E	% Var	4QFY24	YoY (%)	3QFY25	QoQ %
Consol. EBITDA	96,090	84,472	13.8	68,380	40.5	76,010	(5.3)
India aluminium	23,960	18,181	31.8	14,390	66.5	18,900	(1.9)
Utkal Alumina	26,610	28,366	(6.2)	14,220	87.1	24,820	28.1
India copper	6,140	6,217	(1.2)	7,760	(20.9)	7,770	(6.3)
Novelis	41,030	39,797	3.1	42,700	(3.9)	30,970	(20.0)
Adj. on account of OI	(1,650)	(8,088)		(10,690)		(6,450)	

Source: Company, JM Financial

Exhibit 3. India volume breakup

Y/E March	4QFY25	4QFY24	YoY (%)	3QFY25	QoQ %
Volumes ('000 tons)					
Aluminium	332	337	-1.5	338	-1.8
VAP (excl. wire rod)	105	105	0.0	99	6.1
Copper	135	135	0.0	120	12.5
CC rod	109	98	11.2	95	14.7
Alumina prod. (incl. Utkal)	951	966	-1.6	979	-2.9

Source: Company, JM Financial

Exhibit 4. Key assumptions table

	FY24	FY25E	FY26E	FY27E	FY28E
Aluminium (USD/ton)	2,300	2,600	2,500	2,500	2,500
USD/INR	82.0	84.0	85.0	86.0	87.0
India aluminium					
Volume ('000 tons)	1,327	1,327	1,327	1,337	1,353
EBITDA (INR mn)	75,711	1,39,377	1,37,636	1,43,142	1,47,570
EBITDAUS\$/t	713	1,313	1,297	1,338	1,364
India Copper					
Volume (mn tons)	0.4	0.5	0.5	0.5	0.5
EBITDA (INR mn)	17,542	31,823	33,261	37,976	41,400
EBITDA/t (INR)	46,058	69,630	71,348	74,056	79,152
Novelis ('000 tons)	3,673	3,757	4,000	4,050	4,100
Novelis - EBITDA (USD mn)	1,798	1,864	1,835	1,875	1,898
Novelis - EBITDA/ton (USD)	490	496	459	463	463

Source: Company, JM Financial

Exhibit 5. Hindalco – SOTP valuation

	FY27EBITDA (INR bn)	Multiple (x)	Value (INR bn)
Indian Aluminium	143	6	858
India Copper	38	5.5	208
Novelis	161	6.0	9,67
Total EV			2,035
Net Debt			393
Implied Mcap			1,641
No. of shares (bn)			2.2
Value (INR/share)			739
Investments (INR/share)			54
Target price			800

Source: JM Financial

Exhibit 6. Hindalco – Standalone quarterly performance (INR mn)

Y/E March - INR mn	4QFY25	4QFY25E	% Var	4QFY24	YoY (%)	3QFY25	QoQ %
Net Sales	2,51,160	2,33,309	7.7	2,21,400	13.4	2,37,760	5.6
Aluminium	1,39,060	1,04,820	32.7	1,13,890		1,31,880	
Copper	1,45,650	1,28,489	13.4	1,34,240		1,37,320	
Metals volumes (k tons)							
Aluminium	332	340		337	(1.5)	338	(1.8)
Copper	135	125		135	-	120	12.5
Metals realization (INR/ton)							
Aluminium	3,17,801	3,08,293		2,58,635	22.9	2,97,160	6.9
Copper	10,78,889	10,27,915		9,94,370	8.5	11,44,333	(5.7)
Raw material cost	1,66,560	1,52,387		1,45,340		1,46,430	
Raw material cost/t	3,56,660	3,27,715		3,07,924		3,19,716	
Change in stock	5,450	5,735		5,470		12,150	
Change in stock/t	11,670	12,334		11,589		26,528	
Gross profit	79,150	75,186		70,590	12.1	79,180	(0.0)
Gross margin (%)	31.5	32.2		31.9		33.3	
Gross margin /t	1,69,486	1,61,691		1,49,555		1,72,882	
Power and fuel	20,560	22,920		21,860		24,510	
P&F/t	44,026	49,290		46,314		53,515	
Other cost	28,490	27,869		26,580		28,000	
Other cost/t	61,006	59,933		56,314		61,135	
Total expenditure	2,21,060	2,08,911	5.8	1,99,250	10.9	2,11,090	4.7
Raw materials	1,72,010	1,58,123		1,50,810	14.1	1,58,580	8.5
Power & Fuel	20,560	22,920		21,860	(5.9)	24,510	(16.1)
Staff Cost	6,670	6,564		6,260	6.5	6,810	(2.1)
EBITDA	30,100	24,398	23.4	22,150	35.9	26,670	12.9
EBITDA (%)	12.0	10.5		10.0		11.2	
EBITDA/t	64,454	52,468		46,928		58,231	10.7
Other income	2,090	3,248		1,790		1,400	
Depreciation	5,240	5,400		5,070		5,140	
EBIT	26,950	22,245	21.1	18,870	42.8	22,930	17.5
Interest	2,350	2,800	(16.1)	2,610		2,260	
PBT	24,600	19,445		16,260		20,670	
Tax	8,880	5,834		2,190		6,010	
Eff. Tax rate (%)	36.1	30.0		13.5		29.1	
XO items	(110)	-		50		(30)	
Reported PAT	15,610	13,612	14.7	14,120	10.6	14,630	6.7
Adjusted PAT	15,720	13,612	15.5	14,070	11.7	14,660	7.2
EPS (INR)	7.1	6.1		6.3		6.6	

Source: Company, JM Financial

Exhibit 7. Novelis quarterly performance (INR mn)

Y/E March	4QFY25	4QFY25E	% Var	4QFY24	YoY %	3QFY25	QoQ %
Net sales	4,587	4,352	5.4	4,077	12.5	4,080	12.4
Shipments ('000 tons)	957	940	1.8	951	0.6	904	5.9
Realisations (USD/ton)	4,793	4,630	3.5	4,287	11.8	4,513	6.2
LME (USD/t)	2,630	2,630	-	2,241	17.4	2,613	0.7
Premium (USD/t)	2,163	2,000	8.2	2,046	5.7	1,900	13.8
Total cost							
COGS (USD mn)	3,862	3,691	4.6	3,417	13.0	3,516	9.8
COGS as % of sales	84.2	84.8		83.8		86.2	
Adjusted EBITDA	473	458	3.3	514	(8.0)	367	28.9
EBITDA margins (%)	10.3	10.5		12.6		9.0	
EBITDA/ton (USD/ton)	494	487	1.5	540	(8.6)	406	21.7
Other income	55	5		(8)		-	
Depreciation	152	145		148	2.7	142	7.0
Interest	60	65		62	(3.2)	66	(9.1)
EO income/(expense)	(13)	-		(71)		(10)	
PBT	303	253		225		149	
Tax	9	66		59	NA	39	(76.9)
Reported PAT	294	186	58.5	166		110	
Adjusted PAT	307	186	65.5	237	29.5	120	155.8
Key monitorables							
Net Debt (USD bn)	5.1	-		4.3		5.3	
Capex	514	-		65		458	
FCF (from continuing ops.)	178	-		791		(570)	

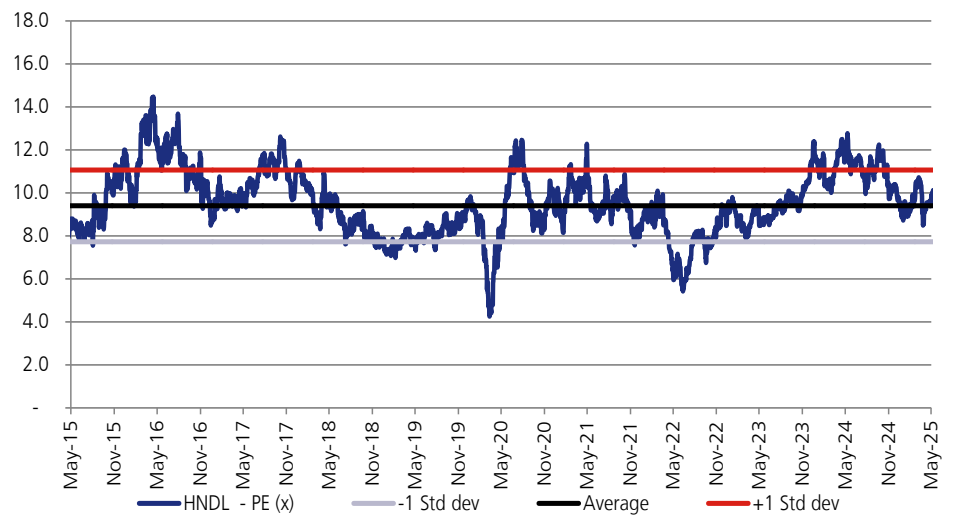
Source: Company, JM Financial

Exhibit 8. Novelis quarterly segmental performance

Y/E March	4QFY25	4QFY24	YoY %	3QFY25	QoQ %
North America					
Total Shipments ('000 tons)	375	391	-4.1	360	4.2
EBITDA (USD)	150	210	-28.6	122	23.0
EBITDA/ton (USD/ton)	400	537	-25.5	339	18.0
Europe					
Total Shipments ('000 tons)	265	246	7.7	226	17.3
EBITDA (USD)	104	74	40.5	49	112.2
EBITDA/ton (USD/ton)	392	301	30.5	217	81.0
Asia					
Total Shipments ('000 tons)	201	183	9.8	186	8.1
EBITDA (USD)	89	84	6.0	75	18.7
EBITDA/ton (USD/ton)	443	459	-3.5	403	9.8
South America					
Total Shipments ('000 tons)	164	164	0.0	166	-1.2
EBITDA (USD)	129	145	-11.0	121	6.6
EBITDA/ton (USD/ton)	787	884	-11.0	729	7.9

Source: Company, JM Financial

Exhibit 9. HNDL: 1yr forward P/E valuation



Source: Bloomberg, JM Financial

Exhibit 10. HNDL: 1yr forward EV/EBITDA valuation



Source: Bloomberg, JM Financial

Financial Tables (Consolidated)

Income Statement					(INR mn)
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Net Sales	21,59,620	23,84,960	23,55,821	24,52,421	25,16,556
Sales Growth	-3.2%	10.4%	-1.2%	4.1%	2.6%
Other Operating Income	0	0	0	0	0
Total Revenue	21,59,620	23,84,960	23,55,821	24,52,421	25,16,556
Cost of Goods Sold/Op. Exp	13,38,550	13,19,892	13,74,754	14,45,252	14,87,281
Personnel Cost	1,47,780	77,950	80,645	83,610	86,870
Other Expenses	4,30,720	6,58,878	5,73,537	5,81,180	5,88,334
EBITDA	2,42,570	3,28,240	3,26,885	3,42,379	3,54,071
EBITDA Margin	11.2%	13.8%	13.9%	14.0%	14.1%
EBITDA Growth	6.0%	35.3%	-0.4%	4.7%	3.4%
Depn. & Amort.	75,210	78,810	94,632	97,685	99,413
EBIT	1,67,360	2,49,430	2,32,253	2,44,695	2,54,658
Other Income	14,960	27,080	9,365	11,557	12,978
Finance Cost	38,580	34,190	36,595	36,749	38,482
PBT before Excep. & Forex	1,43,740	2,42,320	2,05,023	2,19,502	2,29,154
Excep. & Forex Inc./Loss(-)	0	0	0	0	0
PBT	1,43,740	2,42,320	2,05,023	2,19,502	2,29,154
Taxes	38,570	63,350	57,026	61,325	64,137
Extraordinary Inc./Loss(-)	-3,640	-18,980	0	0	0
Assoc. Profit/Min. Int.(-)	20	30	0	0	0
Reported Net Profit	1,01,550	1,60,020	1,47,997	1,58,177	1,65,016
Adjusted Net Profit	1,05,190	1,79,000	1,47,997	1,58,177	1,65,016
Net Margin	4.9%	7.5%	6.3%	6.4%	6.6%
Diluted Share Cap. (mn)	2,223.9	2,223.9	2,223.9	2,223.9	2,223.9
Diluted EPS (INR)	47.3	80.5	66.5	71.1	74.2
Diluted EPS Growth	2.4%	70.2%	-17.3%	6.9%	4.3%
Total Dividend + Tax	10,402	5,201	5,201	5,201	5,201
Dividend Per Share (INR)	4.0	2.0	2.0	2.0	2.0

Source: Company, JM Financial

Cash Flow Statement					(INR mn)
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Profit before Tax	1,43,760	2,42,350	2,05,023	2,19,502	2,29,154
Depn. & Amort.	75,210	78,810	94,632	97,685	99,413
Net Interest Exp. / Inc. (-)	0	0	0	0	0
Inc (-) / Dec in WCap.	6,490	-38,650	-40,142	36,446	14,886
Others	3,280	-7,740	0	0	0
Taxes Paid	-38,570	-63,350	-57,026	-61,325	-64,137
Operating Cash Flow	1,90,170	2,11,420	2,02,487	2,92,308	2,79,315
Capex	-1,57,280	-2,45,490	-2,22,577	-2,41,037	-2,44,637
Free Cash Flow	32,890	-34,070	-20,090	51,271	34,678
Inc (-) / Dec in Investments	-13,280	-87,140	87,140	0	0
Others	19,310	14,000	4,440	4,440	4,440
Investing Cash Flow	-1,51,250	-3,18,630	-1,30,997	-2,36,597	-2,40,197
Inc / Dec (-) in Capital	0	0	0	0	0
Dividend + Tax thereon	-8,880	-4,440	-4,440	-4,440	-4,440
Inc / Dec (-) in Loans	-39,350	75,730	-1,612	34,458	35,258
Others	0	10	404	11	11
Financing Cash Flow	-48,230	71,300	-5,649	30,029	30,829
Inc / Dec (-) in Cash	-9,310	-35,910	65,842	85,740	69,947
Opening Cash Balance	1,53,680	1,44,370	1,08,460	1,74,302	2,60,042
Closing Cash Balance	1,44,370	1,08,460	1,74,302	2,60,042	3,29,988

Source: Company, JM Financial (Note: Others includes Aleris acquisition and FX translation gains/losses apart from other items)

Balance Sheet					(INR mn)
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Shareholders' Fund	10,61,460	12,37,090	13,85,087	15,43,264	17,08,280
Share Capital	2,220	2,220	2,220	2,220	2,220
Reserves & Surplus	10,59,240	12,34,870	13,82,867	15,41,044	17,06,060
Preference Share Capital	0	0	0	0	0
Minority Interest	110	120	524	535	546
Total Loans	5,63,560	6,39,290	6,37,678	6,72,136	7,07,394
Def. Tax Liab. / Assets (-)	93,440	1,04,710	1,04,710	1,04,710	1,04,710
Total - Equity & Liab.	17,18,570	19,81,210	21,27,998	23,20,644	25,20,930
Net Fixed Assets	12,66,770	14,39,530	15,67,475	17,10,827	18,56,051
Gross Fixed Assets	16,30,725	17,50,915	21,63,137	24,04,053	26,48,569
Intangible Assets	2,60,750	2,66,830	2,66,830	2,66,830	2,66,830
Less: Depn. & Amort.	7,73,375	8,52,185	9,46,817	10,44,502	11,43,915
Capital WIP	1,48,670	2,73,970	84,325	84,446	84,567
Investments	1,54,440	2,41,580	1,54,440	1,54,440	1,54,440
Current Assets	8,97,860	9,78,220	10,77,904	11,67,102	12,60,769
Inventories	4,08,120	4,88,010	5,16,344	5,03,922	5,17,101
Sundry Debtors	1,64,040	1,98,340	1,80,721	1,88,131	1,93,051
Cash & Bank Balances	1,44,370	1,08,460	1,74,302	2,60,042	3,29,988
Loans & Advances	1,81,330	1,83,410	2,06,538	2,15,007	2,20,630
Other Current Assets	0	0	0	0	0
Current Liab. & Prov.	6,00,500	6,78,120	6,71,820	7,11,724	7,50,331
Current Liabilities	5,74,110	6,51,310	6,45,430	6,85,334	7,23,941
Provisions & Others	26,390	26,810	26,390	26,390	26,390
Net Current Assets	2,97,360	3,00,100	4,06,084	4,55,378	5,10,439
Total - Assets	17,18,570	19,81,210	21,27,998	23,20,644	25,20,930

Source: Company, JM Financial

Dupont Analysis					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Net Margin	4.9%	7.5%	6.3%	6.4%	6.6%
Asset Turnover (x)	1.3	1.3	1.1	1.1	1.0
Leverage Factor (x)	1.7	1.6	1.6	1.5	1.5
RoE	10.5%	15.6%	11.3%	10.8%	10.2%

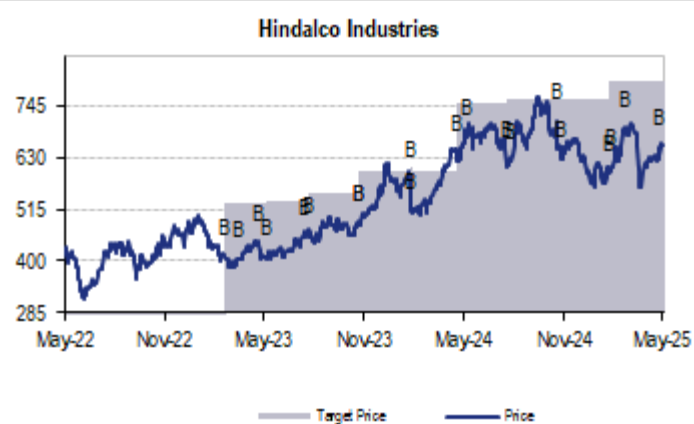
Key Ratios					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
BV/Share (INR)	477.3	556.3	622.8	693.9	768.1
ROIC	9.5%	12.9%	10.4%	10.1%	9.8%
ROE	10.5%	15.6%	11.3%	10.8%	10.2%
Net Debt/Equity (x)	0.4	0.3	0.3	0.3	0.2
P/E (x)	13.9	8.2	9.9	9.3	8.9
P/B (x)	1.4	1.2	1.1	0.9	0.9
EV/EBITDA (x)	7.6	5.8	5.8	5.4	5.1
EV/Sales (x)	0.9	0.8	0.8	0.8	0.7
Debtor days	28	30	28	28	28
Inventory days	69	75	80	75	75
Creditor days	109	116	116	119	122

Source: Company, JM Financial

History of Earnings Estimate and Target Price

Date	Recommendation	Target Price	% Chg.
9-Mar-23	Buy	530	
4-Apr-23	Buy	530	0.0
10-May-23	Buy	530	0.0
24-May-23	Buy	535	0.9
3-Aug-23	Buy	540	0.9
8-Aug-23	Buy	550	1.9
7-Nov-23	Buy	600	9.1
10-Nov-23	Buy	600	0.0
12-Feb-24	Buy	610	1.7
13-Feb-24	Buy	600	-1.6
6-May-24	Buy	750	25.0
24-May-24	Buy	750	0.0
7-Aug-24	Buy	760	1.3
13-Aug-24	Buy	760	0.0
6-Nov-24	Buy	760	0.0
13-Nov-24	Buy	760	0.0
10-Feb-25	Buy	800	5.2
14-Feb-25	Buy	800	0.0
12-Mar-25	Buy	800	0.0
12-May-25	Buy	800	0.0

Recommendation History



APPENDIX I

JM Financial Institutional Securities Limited

Corporate Identity Number: U67100MH2017PLC296081

Member of BSE Ltd. and National Stock Exchange of India Ltd.

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Rating	Meaning
Buy	Total expected returns of more than 10% for stocks with market capitalisation in excess of INR 200 billion and REITs* and more than 15% for all other stocks, over the next twelve months. Total expected return includes dividend yields.
Hold	Price expected to move in the range of 10% downside to 10% upside from the current market price for stocks with market capitalisation in excess of INR 200 billion and REITs* and in the range of 10% downside to 15% upside from the current market price for all other stocks, over the next twelve months.
Sell	Price expected to move downwards by more than 10% from the current market price over the next twelve months.

* REITs refers to Real Estate Investment Trusts.

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