

Best in Class, But Fully Priced In! : Shree Cement Ltd

May 15, 2025 | CMP: INR 30,632 | Target Price: INR 27,000

Expected Share Price Return: -11.9% | Dividend Yield: 0.4% | Expected Total Return: -11.5%

Sector View: Positive

Change in Estimates	✓
Target Price Change	✓
Recommendation	✓

Company Info

BB Code	SRCM IN EQUITY
Face Value (INR)	10.0
52 W High/Low (INR)	31,400/23,500
Mkt Cap (Bn)	INR 1,105/\$12.9
Shares o/s (Mn)	36.1
3M Avg. Daily Volume	34,141

Change in Estimates

	FY26E			FY27E		
INR Bn	New	Old	Dev. (%)	New	Old	Dev. (%)
Revenue	202.7	188.2	7.7	216.9	201.5	7.7
EBITDA	48.7	47.2	3.2	53.1	55.1	(3.6)
EBITDAM %	24.0	25.1	(106) bps	24.5	27.4	(287) bps
PAT	15.2	17.6	(13.6)	16.4	23.1	(28.8)
EPS	420.7	487.0	(13.6)	455.6	639.5	(28.8)

Actual vs Consensus

INR Bn	Q4FY25A	Consensus Est.	Dev. %
Revenue	52.4	50.3	4.2
EBITDA	13.8	13.1	4.9
EBITDAM %	26.4	26.2	16 bps
PAT	5.6	5.2	6.8

Key Financials

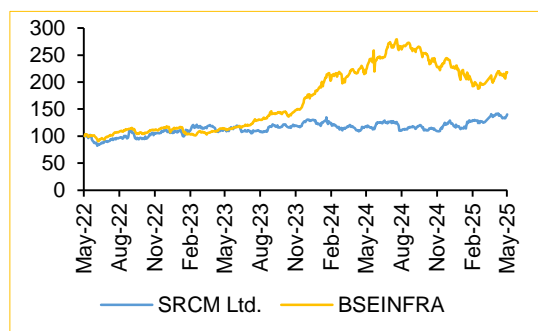
INR Bn	FY24	FY25	FY26E	FY27E	FY28E
Revenue	194.8	180.4	202.7	217.0	232.3
YoY (%)	15.7	(7.4)	12.4	7.1	7.1
EBITDA	43.6	38.4	48.7	53.1	58.8
EBITDAM %	22.4	21.3	24.0	24.5	25.3
Adj PAT	24.7	12.0	15.2	16.4	19.4
EPS	684.2	331.5	420.7	455.6	536.5
ROE %	12.1%	5.6%	6.7%	6.7%	7.4%
ROCE %	15.5%	7.2%	9.3%	9.4%	10.2%
PE(x)	37.5	93.1	73.4	67.7	57.5
EV/EBITDA	19.1	26.2	16.4	16.1	15.7
EV/IC	4.5	5.5	4.2	4.1	4.0

Shareholding Pattern (%)

	Mar-25	Dec-24	Sep-24
Promoters	62.56	62.56	62.56
FII	9.70	9.88	10.39
DII	15.07	14.78	14.22
Public	12.67	12.78	12.83

Relative Performance (%)

YTD	3Y	2Y	1Y
BSE Infra	118.4	92.9	(2.1)
SRCM Ltd.	40.4	24.8	18.6



Prashanth Kumar Kota, CFA

Email: prashanth.kota@choiceindia.com

Ph: +91 22 6707 9887

Ashutosh Murarka

Email: ashutosh.murarka@choiceindia.com

Ph: +91 22 6707 9887

Q4FY25 Cement Result Preview

Sub-optimal capital structure with limited room for value addition

We **downgrade** Shree Cement Ltd (SRCM) from HOLD to **SELL**. SRCM trades at FY27E EV/EBITDA & EV/CE multiples of 16.2x /4.5x, making it amongst the **richest valued** cement stocks under our coverage. At 6.7%/7.6% (FY26E), SRCM's RoE/RoCE don't cover its cost of equity and cost of capital at 12.5%/12.4%, even under optimistic operational assumptions. SRCM's capital structure is sub-optimal with cash & equivalents on books (which includes cash & bank balance, current investments & cash-like components in non-current investments at FY25 end) at ~INR118 Bn (forming ~10.6% of current market cap). We believe this high level of **cash is an overhang**.

That apart, there is limited scope for SRCM's best-in-class management to improve its RoCE by **cost take-out initiatives**, which its other **less efficient peers** are implementing. SRCM's cost structure is already amongst the most efficient in the industry, with high levels of renewable/green power penetration (~60%) and limited scope to save on logistics, raw materials, and other aspects. In our view, there are hardly any **low-hanging fruits** that the management can capitalise on, to improve its return profile.

Despite such **high levels of cash** on books, SRCM doesn't have a commensurate capacity growth pipeline. Management doesn't intend to grow **capacity beyond 80 Mnt by FY28E**. Cash will continue to remain elevated at INR117 Bn by FY28E. There is no denial that SRCM is amongst the Best in Class in terms of corporate governance, management quality, brand equity, cost excellence, EBITDA/t etc, it's just that things are too good to get better, at a time when its valuation is demanding.

We now incorporate a robust EV to CE (Enterprise Value to Capital Employed) based valuation framework (Exhibit 3), which allows us a rational basis to assign the right valuation multiple to value SRCM.

We forecast SRCM's **EBITDA** to grow at a **CAGR of 15.3%** over FY25-28E based on our volume growth assumptions of 6%/6%/6%, and realisation growth of 6.0%/1.0%/1.0% in FY26E/27E/28E, respectively.

We arrive at a 1-year forward TP of INR 27,000/share for SRCM. We now value SRCM on our EV/CE framework – we generously assign an EV/CE multiple of 3.4x/3.4x for FY27E/28E. Although SRCM's ROCE is expected to expand from 7.2% in FY25 to 10.2% in FY28E, it doesn't cover capital cost even in FY28E. We do a sanity check of our EV/CE TP using the implied EV/EBITDA multiple. On our TP of INR 27,000, FY27E implied EV/EBITDA multiple is 16.1x, which is quite high given its return profile. Risk to our Sell rating includes stronger-than-expected sector tailwinds, lack of investor apathy towards its valuation multiple.

Q4FY25 Results: EBITDA in line with expectations

SRCM reported Q4FY25 Revenue and EBITDA of INR52,402 Mn (+3.3% YoY, 23.7% QoQ) and INR13,183 Mn (+4.1% YoY, +45.9% QoQ) vs CEBPL estimates of INR50,007 Mn and INR13,860 Mn, respectively. In our view, the market expectation of Q4FY25 EBITDA was INR 12,500-14,000 Mn, so the reported numbers are in line with street expectations. Total volume for Q4 stood at 9.8 Mnt (vs CEBPL est. 10.1 Mnt), up 3.3% YoY and 12.2% QoQ.

Blended Realization/t came in at INR5,325/t (flat YoY and +10.3% QoQ), which is better than CEBPL's est of INR4,974/t. Total cost/t came at INR3,922/t (-0.2% YoY and +4.6% QoQ). As a result, EBITDA/t came in at INR 1,404/t, (+0.8% YoY and 30.1% QoQ), which is strong but in-line with expectations.

Management Call - Highlights

- **Premium Products:** Share of premium products in trade sales volume increased to 15.6% in Q4FY25, up from 11.9% in Q4FY24.
- **Capacity:** In April 2025, SRCM added two cement grinding units — 3.00 MTPA in Etah, Uttar Pradesh, and 3.40 MTPA in Baloda Bazar, Chhattisgarh. With this, its total cement capacity in India stands at 62.8 MTPA.
- **Capacity expansion plan:** SRCM's upcoming integrated cement units at Jaitaran (Rajasthan) and Kodla (Karnataka) are slated for commissioning by the end of Q1FY26 and Q2FY26, respectively. Additionally, of the two cement mills (totaling 6.0 MTPA) initially planned for Jaitaran, only one will be commissioned as part of the current phase, while the second will be taken up at a later stage.
- **Clinker Unit:** During the quarter, SRCM upgraded its clinker unit at Nawalgarh, Rajasthan, increasing its capacity from 3.80 MTPA to 4.50 MTPA.
- **Renewable Energy:** In Q4FY25, green electricity accounted for 60.2% of its total power consumption — among the highest in the Indian cement industry. SRCM continues to scale up its green power capacity, which reached 582 MW by the end of Q4FY25, marking a 21% increase from 480 MW at the start of FY25.
- **Dividend:** The Board of Directors has recommended a final dividend of INR60 per share for FY25, in addition to the interim dividend of INR50 per share declared in January 2025.
- **Cement Industry Growth:** In FY26, cement demand is expected to grow by 6.5%–7.5%, driven by infrastructure development, rural recovery, and continued momentum in the real estate sector.
- **Realisations:** On a YoY basis, realizations have increased by 3% in the North, 1% in the East, and declined by 5–6% in the South. QoQ, realizations rose by 4% in the North, 8% in the East, and 2% in the South.
- **Capex:** For FY26, SRCM is targeting a **capex of INR 30 Bn**. This investment is likely aligned with the company's ongoing growth strategy.
- **Depreciation:** Management has guided for FY26 depreciation in the range of **INR 30 Bn to 32 Bn**.

Exhibit 1: EBITDA in line with expectations

INR Mn	Q4FY25	Q4FY24	YoY (%)	Q3FY25	QoQ (%)	CEBPL Est.	Dev. (%)
Volumes (in INR Mnt)	9.8	9.5	3.3	8.8	12.2	10.1	(2.1)
Revenues	52,402	50,727	3.3	42,355	23.7	50,007	4.8
COGS	5,598	3,540	58.1	5,404	3.6		
Power and Fuel Cost	11,531	14,274	(19.2)	9,134	26.2		
Freight Exp.	11,558	10,451	10.6	9,918	16.5		
Employee Cost	2,594	2,352	10.3	2,371	9.4		
Other Expenses	7,307	6,838	6.9	6,062	20.5		
EBITDA	13,813	13,272	4.1	9,466	45.9	13,860	(0.3)
EBITDA Margins (%)	26.4	26.2	20 bps	22.3	401 bps	27.7	(136)bps
Depreciation	7,470	6,281	18.9	7,496	(0.4)		
EBIT	6,343	6,991	NA	1,970	NA	6,400	
EBIT Margin (%)	12.1	13.8	NA	4.7	NA	12.8	
Other Income	1501	1379	8.9	1149	30.7		
Interest	417	648	(35.6)	529	(21.1)		
PBT	7,428	7,722	(3.8)	2,590	186.8		
Tax	1,868	1,105	69.1	296	531.3		
PAT	5,560	6,618	(16.0)	2,294	142.4	5,567	(0.1)
Basic EPS (INR)	154.1	183.4	(16.0)	63.6	142.4	154.3	(0.1)

Source: Company, CEBPL

Exhibit 2: Gradual Uptick in EBITDA/t (INR/t)

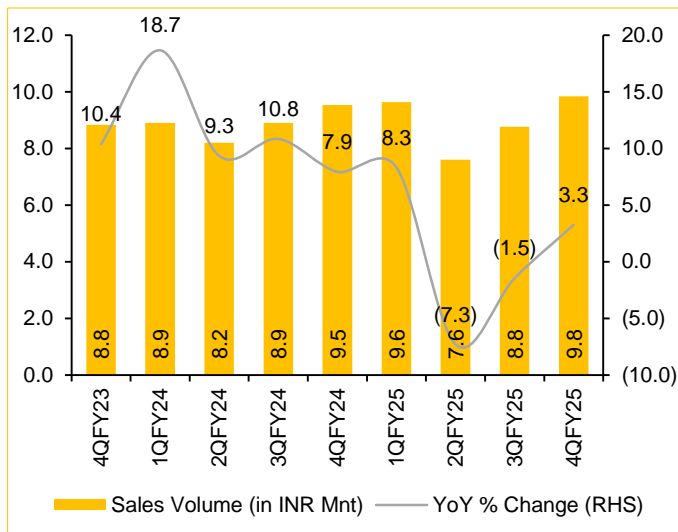
Particulars (INR)	FY23	FY24	FY25	FY26E	FY27E	FY28E
Volume (Mnt)	31.9	35.5	35.9	38.1	40.3	42.8
Realisation/t	5,285	5,482	5,024	5,326	5,379	5,433
COGS/t	380	619	563	596	602	608
Employee Cost/t	272	264	276	293	296	299
Power & Fuel Cost/t	1,740	1,569	1,246	1,196	1,148	1,102
Freight Expenses/t	1,299	1,135	1,157	1,204	1,252	1,277
Other Expenses/t	672	667	714	756	764	771
Total Cost/t	4,363	4,254	3,956	4,045	4,062	4,058
EBITDA/t	922	1,228	1,069	1,280	1,317	1,375
Revenue (INR Mn)	1,68,375	1,94,767	1,80,373	2,02,667	2,16,976	2,32,294
EBITDA (INR Mn)	29,366	43,636	38,368	48,727	53,123	58,793
PAT (INR Mn)	13,276	24,685	11,962	15,179	16,438	19,356

Source: Company, CEBPL

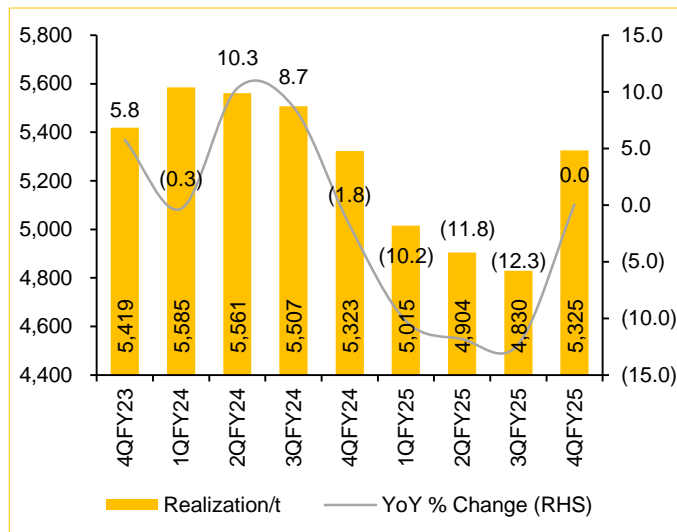
Exhibit 3: Introducing EV/CE Valuation Framework

INR Mn	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
RoCE	17.3%	9.9%	15.5%	7.2%	9.3%	9.4%	10.2%
WACC	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%	12.5%
RoCE less WACC %	4.8	(2.6)	3.0	(5.3)	(3.2)	(3.1)	(2.3)
EV	7,87,578	8,42,645	8,31,619	10,03,537	7,98,845	8,56,265	9,25,271
Capital Employed	1,81,872	1,85,534	2,14,069	2,22,504	2,35,683	2,52,621	2,72,977
EV/CE	4.33	4.54	3.88	4.51	3.39	3.39	3.39
Target EV/CE					3.4	3.4	3.4
Target EV					7,98,967	8,56,386	9,25,393
Gross Debt					6,164	6,664	7,664
Cash & Equivalents					1,18,738	1,17,765	1,16,834
Net Debt					(1,12,573)	(1,11,100)	(1,09,170)
LT Provision					122	122	122
EQUITY VALUE					9,11,419	9,67,365	10,34,441
EQUITY VALUE PER SHARE					25,261	26,812	28,671
1 yr forward TP (INR/sh)							27,000
Implied Multiples							
EV/EBITDA					16.4	16.1	15.7
P/BV					4.0	4.0	3.9
P/E					60.0	58.8	53.4

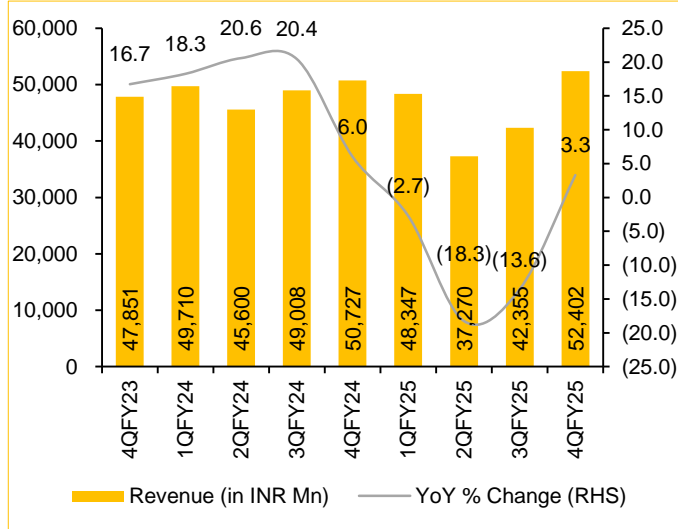
Source: Company, CEBPL

Volume in-line with expectations

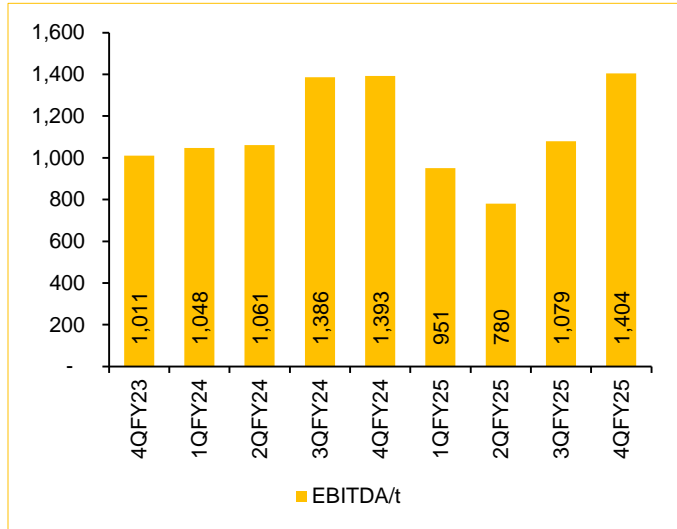
Source: Company, CEBPL

Robust improvement in realization/t for Q4FY25

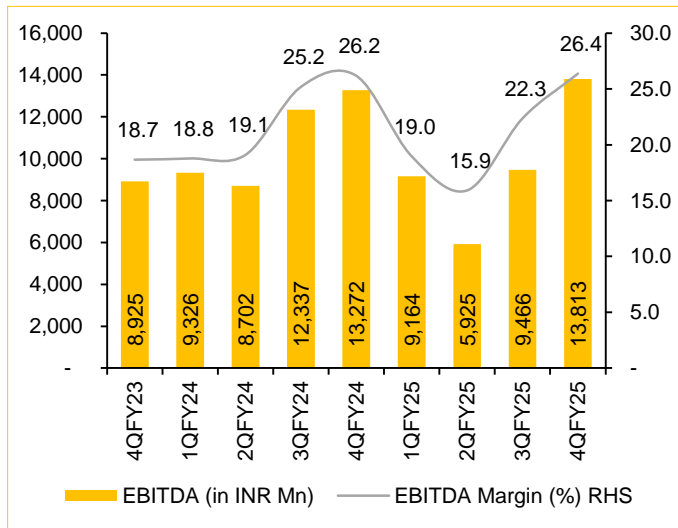
Source: Company, CEBPL

Revenue growth supported by higher realization in Q4

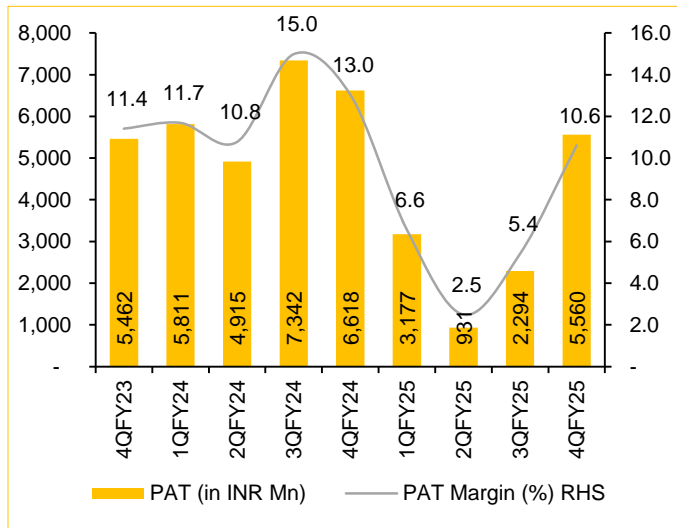
Source: Company, CEBPL

Strong realisation drives EBITDA/t

Source: Company, CEBPL

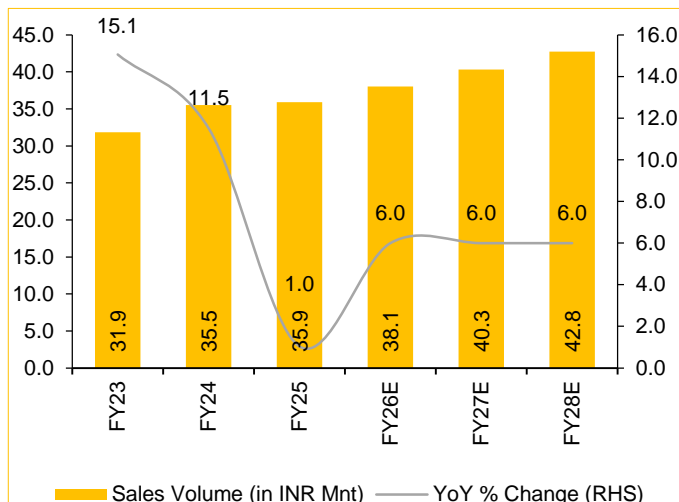
EBITDA Margin remained flat on a YoY basis

Source: Company, CEBPL

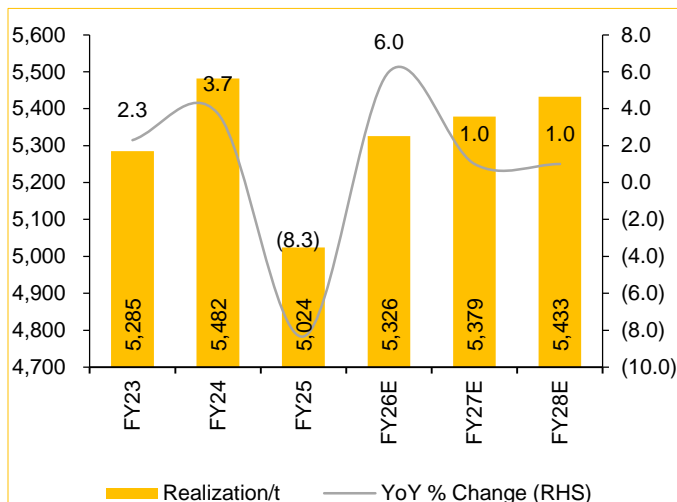
Robust PAT growth

Source: Company, CEBPL

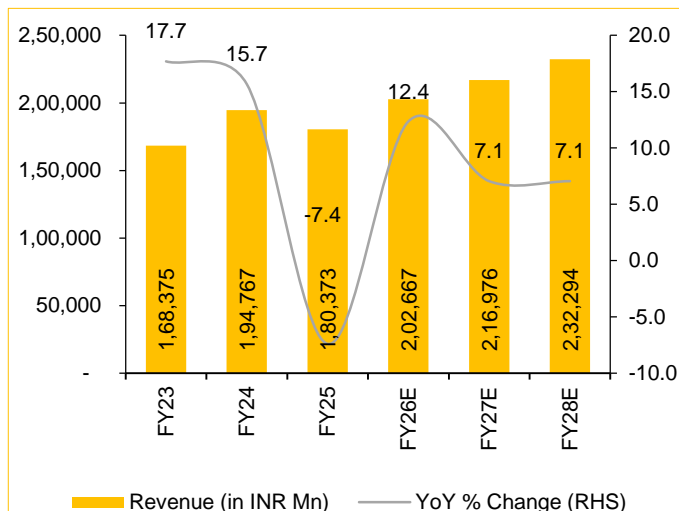
*All figures are in INR Million

Volume is expected to grow to 42.8 Mnt by FY28

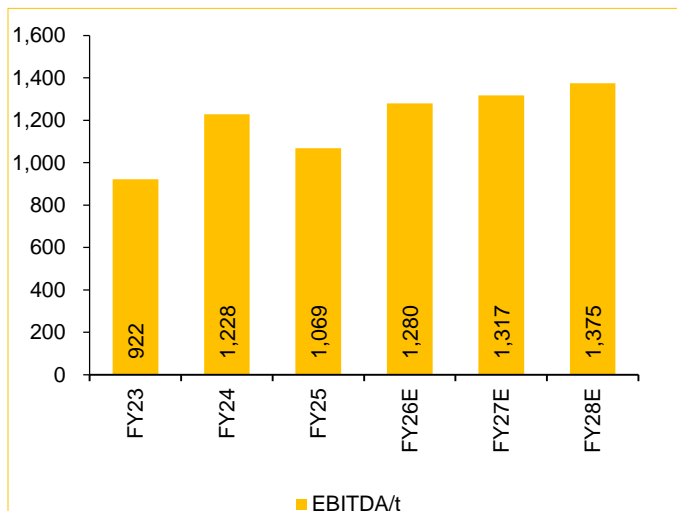
Source: Company, CEBPL

Realisation/t expected to be strong

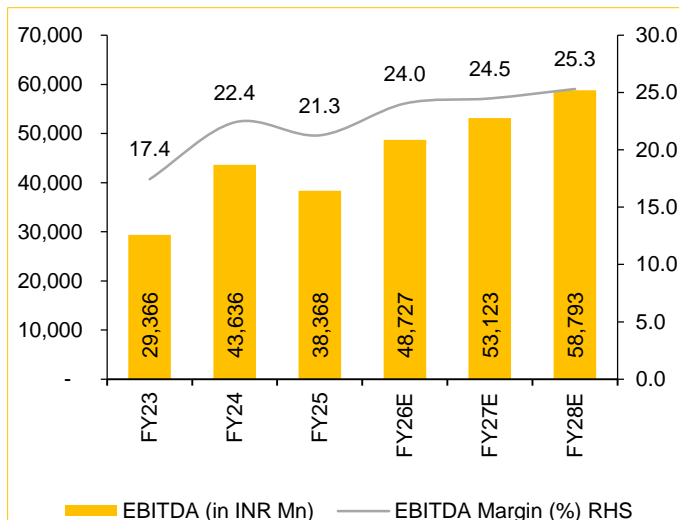
Source: Company, CEBPL

Slower revenue growth than peers

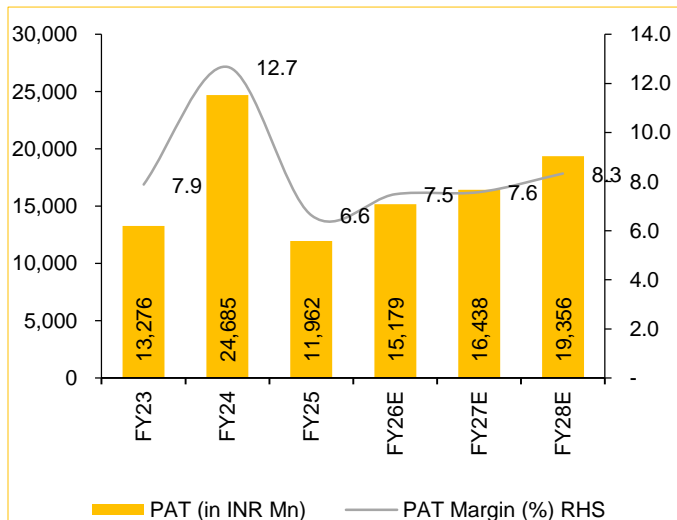
Source: Company, CEBPL

Gradual uptick in EBITDA/t

Source: Company, CEBPL

EBITDA expected to grow at a CAGR of 15.3% over FY25-28

Source: Company, CEBPL

Steady improvement in PAT

Source: Company, CEBPL

Income statement (Standalone in INR Mn)

Particulars	FY24	FY25	FY26E	FY27E	FY28E
Revenue	1,94,767	1,80,373	2,02,667	2,16,976	2,32,294
Gross Profit	1,72,774	1,60,166	1,79,969	1,92,674	2,06,277
EBITDA	43,636	38,368	48,727	53,123	58,793
Depreciation	16,147	28,080	31,932	34,876	37,470
EBIT	27,490	10,288	16,794	18,247	21,323
Other Income	5,611	5,772	5,067	5,424	6,504
Interest Expense	2,643	2,086	1,541	1,666	1,916
PBT	30,457	13,974	20,320	22,005	25,912
Reported PAT	24,685	11,962	15,179	16,438	19,356
EPS	684.2	331.5	420.7	455.6	536.5

Source: Company, CEBPL

Ratio Analysis	FY24	FY25	FY26E	FY27E	FY28E
Growth Ratios					
Revenues	15.7	(7.4)	12.4	7.1	7.1
EBITDA	48.6	(12.1)	27.0	9.0	10.7
PAT	85.9	(51.5)	26.9	8.3	17.8
Margins					
Gross Profit Margin	88.7	88.8	88.8	88.8	88.8
EBITDA Margin	22.4	21.3	24.0	24.5	25.3
Tax Rate	19.0	14.4	25.3	25.3	25.3
PAT Margin	12.7	6.6	7.5	7.6	8.3
Profitability					
Return On Equity (ROE)	12.1	5.6	6.7	6.7	7.4
Return On Invested Capital (ROIC)	11.6	4.5	6.1	6.1	6.4
Return On Capital Employed (ROCE)	15.5	7.2	9.3	9.4	10.2
Financial leverage					
OCF/EBITDA (x)	0.8	1.3	0.8	0.9	0.9
OCF / IC (%)	17.7	27.7	20.3	21.6	21.8
EV/EBITDA (x)	19.1	26.2	16.4	16.1	15.7
Earnings					
EPS	684.2	331.5	420.7	455.6	536.5
Shares Outstanding	36	36	36	36	36
Working Capital					
Inventory Days (x)	59	42	47	52	57
Receivable Days (x)	17	16	20	25	30
Creditor Days (x)	20	25	20	20	20
Working Capital Days	56	33	47	57	67

Source: Company, CEBPL

Balance sheet (Standalone in INR Mn)

Particulars	FY24	FY25	FY26E	FY27E	FY28E
Net Worth	2,03,845	2,12,114	2,27,293	2,43,731	2,63,087
Borrowings	14,737	8,164	6,164	6,664	7,664
Deferred Tax	1,359	1,274	1,274	1,274	1,274
Other Liabilities & Provisions	43,611	43,899	43,899	43,899	43,899
Total Net Worth & Liabilities	2,63,551	2,65,451	2,78,630	2,95,568	3,15,924
Net Block	70,987	68,980	72,047	82,171	94,701
Capital WIP	18,328	31,115	31,115	31,115	31,115
Goodwill & Intangible Assets					
Investments	1,06,753	1,15,962	1,15,962	1,15,962	1,15,962
Cash & Cash Equivalents	2,971	2,310	2,775	1,802	872
Loans & Other Assets	34,392	30,633	30,633	30,633	30,633
Net Working Capital	30,120	16,451	26,097	33,884	42,640
Total Assets	2,63,551	2,65,451	2,78,630	2,95,568	3,15,924

Source: Company, CEBPL

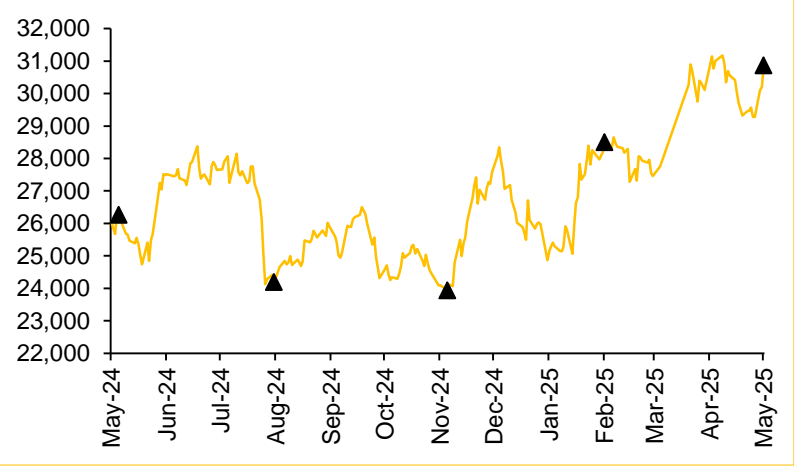
Cash Flows (INR Mn)	FY24	FY25	FY26E	FY27E	FY28E
Cash Flows From Operations	33,036	50,630	39,006	45,193	49,985
Cash Flows From Investing	(13,503)	(36,379)	(35,000)	(45,000)	(50,000)
Cash Flows From Financing	(17,937)	(14,632)	(3,541)	(1,166)	(916)

Source: Company, CEBPL

DuPont Analysis	FY24	FY25	FY26E	FY27E	FY28E
Tax Burden	81.0%	85.6%	74.7%	74.7%	74.7%
Interest Burden	110.8%	135.8%	121.0%	120.6%	121.5%
EBIT Margin	14.1%	5.7%	8.3%	8.4%	9.2%
Asset Turnover	0.7	0.7	0.7	0.7	0.7
Equity Multiplier	1.3	1.3	1.2	1.2	1.2
ROE	12.1%	5.6%	6.7%	6.7%	7.4%

Source: Company, CEBPL

Historical share price chart: Shree Cement Limited



Date	Rating	Target Price
February 01,2024	ADD	30,920
May 15, 2024	REDUCE	27,055
August 08, 2024	SELL	24,765
November 12, 2024	HOLD	26,186
February 01,2025	HOLD	29,760
May 15,2025	SELL	27,000

Institutional Research Team

Utsav Verma, CFA	Head of Research – Institutional Equities	utsav.verma@choiceindia.com	+91 22 6707 9440
Prashanth Kumar Kota, CFA	Analyst – Basic Materials / Real Estate & Infra	prashanth.kota@choiceindia.com	+91 22 6707 9887
Deepika Murarka	Analyst – Pharmaceuticals / Healthcare	deepika.murarka@choiceindia.com	+91 22 6707 9513
Ashutosh Murarka	Analyst – Cement	ashutosh.murarka@choiceindia.com	+91 22 6707 9887
Putta Ravi Kumar	Analyst – Defense	ravi.putta@choiceindia.com	+91 22 6707 9908
Aayush Saboo	Analyst – Real Estate & Infrastructure	aayush.saboo@choiceindia.com	+91 22 6707 9512
Maitri Sheth	Analyst – Pharmaceuticals / Healthcare	maitri.sheth@choiceindia.com	+91 22 6707 9511
Bharat Kumar Kudikyala	Associate – Building Material	bharat.kudikyala@choiceindia.com	+91 22 6707 9887
Karan Kamdar	Analyst – SMID	karan.kamdar@choiceindia.com	+91 22 6707 9930
Vinay Rawal	Associate – SMID	vinay.rawal@choiceindia.com	+91 22 6707 9887
Heet Chheda	Associate – Automobile	heet.chheda@choiceindia.com	+91 22 6707 9952
Aryan Goyal	Associate – Automobile	aryan.goyal@choiceindia.com	+91 22 6707 9517
Rushil Katiyar	Associate – Information Technology	rushil.katiyar@choiceindia.com	+91 22 6707 9887
Sumit Pandey	Executive – SMID	pandey.sumit@choiceindia.com	+91 22 6707 9887

CHOICE RATING DISTRIBUTION & METHODOLOGY

Large Cap*	
BUY	The security is expected to generate upside of 15% or more over the next 12 months
ADD	The security is expected to show upside returns from 5% to less than 15% over the next 12 months
REDUCE	The security is expected to show upside or downside returns by 5% to -5% over the next 12 months
SELL	The security is expected to show downside of 5% or more over the next 12 months
Mid & Small Cap*	
BUY	The security is expected to generate upside of 20% or more over the next 12 months
ADD	The security is expected to show upside returns from 5% to less than 20% over the next 12 months
REDUCE	The security is expected to show upside or downside returns by 5% to -10% over the next 12 months
SELL	The security is expected to show downside of 10% or more over the next 12 months
Other Ratings	
NOT RATED (NR)	The stock has no recommendation from the Analyst
UNDER REVIEW (UR)	The stock is under review by the Analyst and rating may change
Sector View	
POSITIVE (P)	Fundamentals of the sector look attractive over the next 12 months
NEUTRAL (N)	Fundamentals of the sector are expected to be stable over the next 12 months
CAUTIOUS (C)	Fundamentals of the sector are expected to be challenging over the next 12 months

*Large Cap: More Than INR 20,000 Cr Market Cap
*Mid & Small Cap: Less Than INR 20,000 Cr Market Cap

Disclaimer

Research Disclaimer and Disclosure inter-alia as required under Securities and Exchange Board of India (Research Analysts) Regulations, 2014

Choice Equity Broking Private Limited-Research Analyst - INH000000222. (CIN. NO.: U65999MH2010PTC198714). Reg. Add.: Sunil Patodia Tower, J B Nagar, Andheri(East), Mumbai 400099. Tel. No. 022-6707 9999

Compliance Officer--Prashant Salian, Email Id – Prashant.salian@choiceindia.com Contact no. 022- 67079999- Ext-2310

Grievance officer-Deepika Singhvi Tel.022-67079999- Ext-834. Email- ig@choiceindia.com

Investment in securities market are subject to market risks. Read all the related documents carefully before investing. Registration granted by SEBI, and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

This Research Report (hereinafter referred as "Report") has been prepared by Choice Equity Broking Private Limited as a Research Entity (hereinafter referred as "CEBPL RE" Limited). The Research Analysts, strategists are principally responsible for the preparation of "CEBPL RE" research. The research analysts have received compensation based upon various factors, which may include quality of research, investor client feedback, stock picking, competitive factors and firm revenues etc.

Whilst CEBPL has taken all reasonable steps to ensure that this information is correct, CEBPL does not offer any warranty as to the accuracy or completeness of such information. Any person placing reliance on the report to undertake trading does so entirely at his or her own risk and CEBPL does not accept any liability as a result. Securities and Derivatives markets may be subject to rapid and unexpected price movements and past performance is not necessarily an indication of future performance.

General Disclaimer: This 'Report' is strictly meant for use by the recipient and is not for circulation. This Report does not take into account particular investment objectives, financial situations or specific needs of individual clients nor does it constitute a personal recommendation. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale of any security, derivatives or any other security through CEBPL nor any solicitation or offering of any investment/trading opportunity on behalf of the issuer(s) of the respective security (ies) referred to herein.

These information / opinions / views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this "Report" should rely on information/data arising out of their own Study/investigations. It is advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This 'Report' has been prepared on the basis of publicly available information, internally developed data and other sources believed by CEBPL to be reliable. CEBPL or its directors, employees, affiliates or representatives shall not be responsible for, or warrant for the accuracy, completeness, adequacy and reliability of such information / opinions / views. Though due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of CEBPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information / opinions / views contained in this report.

The price and value of the investments referred to in this Report and the income from them may tend to go down as well as up, and investors may incur losses on any investments. Past performance shall not be a guide for future performance. CEBPL does not provide tax advice to its clients, and all investors are strongly advised to take advice of their tax advisers regarding taxation aspects of any potential investment. Opinions are based on the current scenario as of the date appearing on this 'Report' only. CEBPL does not undertake to advise you as to any change of our views expressed in this "Report" may differ on account of differences in research methodology, personal judgment and difference in time horizons for which recommendations are made. User should keep this risk in mind and not hold CEBPL, its employees and associates responsible for any losses, damages of any type whatsoever.

Disclaimers in respect of jurisdiction: This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation or which would subject "CEBPL RE" to any registration or licensing requirement within such jurisdiction(s). No action has been or will be taken by "CEBPL RE" in any jurisdiction (other than India), where any action for such purpose(s) is required. Accordingly, this 'Report' shall not be possessed, circulated and/or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. "CEBPL" requires such recipient to inform himself about and to observe any restrictions at his own expense, without any liability to "CEBPL". Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in Mumbai (India). Statements on ownership and material conflicts of interest, compensation - CEBPL and Associates reciprocates to the best of the knowledge and belief of CEBPL/ its Associates/ research Analyst who is preparing this report.

Disclosures of Interest (Additional):

- 1. "CEBPL", its research Analyst(s), or its associates or relatives of the Research Analyst does not have any financial interest in the company(ies) covered in this report.
- 2. "CEBPL" its research Analyst, or its associates or relatives of the research analyst affiliates collectively do not hold more than 1 of the securities of the company(ies) covered in this report as of the end of the month immediately preceding the distribution of the research report.
- 3. "CEBPL", its research analyst, his/her associate, his/her relative, do not have any other material conflict of interest at the time of publication of this research report.
- 4. "CEBPL", its research analyst, and its associates have not received compensation for investment banking or merchant banking or brokerage services or for any other products or services from the company(ies) covered in this report, in the past twelve months.
- 5. "CEBPL", its research analyst, or its associates have not managed or co-managed in the previous twelve months, a private or public offering of securities for the company (ies) covered in this report.
- 7. "CEBPL", or its associates have not received compensation or other benefits from the company(ies) covered in this report or from any third party, in connection with the research report.
- 8. CEBPL research analyst has not served as an Officer, Director, or employee of the company (ies) covered in the Research report.
- 9. "CEBPL", its research analyst has not been engaged in market making activity for the company(ies) covered in the Research report.

Details of Associates of CEBPL and Brief History of Disciplinary action by regulatory authorities are available on our website i.e. <https://choiceindia.com/research-listing>

Sr. No.	Particulars	Yes / No
1.	Whether compensation has been received from the company(ies) covered in the Research report in the past 12 months for investment banking transaction by CEBPL	No
2	Whether Research Analyst, CEBPL or its associates or relatives of the Research Analyst affiliates collectively hold more than 1 of the company(ies) covered in the Research report	No
3.	Whether compensation has been received by CEBPL or its associates from the company(ies) covered in the Research report	No
4.	CEBPL or its affiliates have managed or co-managed in the previous twelve months a private or public offering of securities for the company(ies) covered in the Research report	No
5.	CEBPL, its research analyst, his associate, or its associates have received compensation for investment banking or merchant banking or brokerage services or for any other products or services from the company(ies) covered in the Research report, in the last twelve months	No

Copyright: The copyright in this research report belongs exclusively to CEBPL. All rights are reserved. Any unauthorized use or disclosure is prohibited. No reprinting or reproduction, in whole or in part, is permitted without the CEBPL's prior consent, except that a recipient may reprint it for internal circulation only and only if it is reprinted in its entirety. This "Report" is for distribution only under such circumstances as may be permitted by applicable law. This "Report" has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient, even if sent only to a single recipient. This "Report" is not guaranteed to be a complete statement or summary of any securities, markets, reports or developments referred to in this research report. Neither CEBPL nor any of its directors, officers, employees or agents shall have any liability, however arising, for any error, inaccuracy or incompleteness of fact or opinion in this "report" or lack of care in this report's preparation or publication, or any losses or damages which may arise from the use of this research report. Information barriers may be relied upon by CEBPL, such as "Chinese Walls" to control the flow of information within the areas, units, divisions, groups, or affiliates of CEBPL. Investing in any non-U.S. securities or related financial instruments (including ADINR) discussed in this research report may present certain risks. The securities of non-U.S. issuers may not be registered with, or be subject to the regulations of, the U.S. Securities and Exchange Commission. Information on such non-U.S. securities or related financial instruments may be limited. Foreign companies may not be subject to audit and reporting standards and regulatory requirements comparable to those in effect within the United States. The value of any investment or income from any securities or related financial instruments discussed in this research report denominated in a currency other than U.S. dollars is subject to exchange rate fluctuations that may have a positive or adverse effect on the value of or income from such securities or related financial instruments. Past performance is not necessarily a guide to future performance and no representation or warranty, express or implied, is made by CEBPL with respect to future performance. Income from investments may fluctuate. The price or value of the investments to which this research report relates, either directly or indirectly, may fall or rise against the interest of investors. Any recommendation or opinion contained in this research report may become outdated as a consequence of changes in the environment in which the issuer of the securities under analysis operates, in addition to changes in the estimates and forecasts, assumptions and valuation methodology used herein. No part of the content of this research report may be copied, forwarded or duplicated in any form or by any means without the prior written consent of CEBPL and CEBPL accepts no liability whatsoever for the actions of third parties in this respect. The details of CEBPL, its research analyst and its associates pertaining to the companies covered in the Research report are given above.