

Balrampur Chini (BALCHI)

CMP: ₹ 387

Target: ₹ 470 (21%)

Target Period: 12 months

BUY

May 13, 2023

Sugar prices up, recovery improves; profits to double

About the stock: Balrampur Chini (BCML) is the second largest sugar company with sugar crushing capacity of 78000 TCD, distillery capacity of 1050 KLD & co-generation capacity of 175.7 MW. It completed its distillery capex in December 2022, which has taken its total distillery capacity to 1050 KLD (35 crore litre).

- BCML has changed sugarcane variety in more than 50% of catchment area. This would reduce dependence on Co-0238 and improve yield and recovery

Q4FY23 Results: Reported strong results with 22% growth in operating profit.

- Revenue witnessed growth of 16.6% led by ethanol sales growth of 57.8%
- EBITDA was up 22% at ₹ 403.9 crore, with margins at 27.1%
- Higher interest & income tax resulted in PAT growth of mere 5.8% to ₹ 254.4

What should investors do? BCML's share price has gone up 6x in the last five years (from ₹ 62 in May 2018 to ₹ 387 in May 2023).

- We expect distillery revenue CAGR of 37%. The segment is expected to contribute 32% to revenue
- We maintain our **BUY** rating on the stock

Target Price and Valuation: We value the stock at ₹ 470, valuing the business at 15x FY25 PE.

Key triggers for future price performance:

- The company has recovered its sugarcane crushing to 103 lakh tonnes (15% higher) in 2022-23 season with 15 bps higher gross recovery. The increase in crushing would give the company sufficient feedstock to produce 33-34 crore litre of ethanol in FY24E
- With completion of large distillery capex, distillery volume is expected to grow at 33% CAGR along with estimated 3% increase in ethanol realisation. This would result in 37% CAGR in distillery sales
- BCML has reduced dependence on Co0238 variety, promoting Co-0118 & other newer varieties in its catchment area. Newer variety would constitute more than 70% sugarcane in its catchment area in the 2023-24 season

Alternate Stock Idea: We also like Dalmia Bharat Sugar in our sugar coverage.

- It has expanded its distillery capacity to 23 crore litre from 12 crore litre, which would help in utilising sugarcane juice, grains & B-heavy molasses to produce ethanol. Distillery sales to contribute 42% to overall revenues
- We value the stock at ₹ 490, ascribing a multiple of 12x FY24 earnings



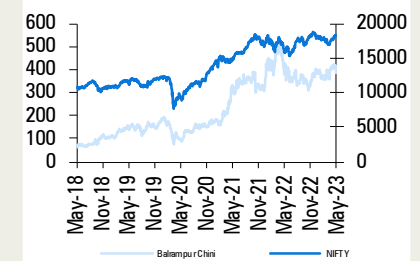
Particulars

Particulars (₹ crore)	Amount
Market Capitalization	7,889.2
Total Debt (FY23)	1,879.6
Cash and Investments (FY22)	11.8
EV	9,757.0
52 week H/L (₹)	432 / 307
Equity capital	20.2
Face value (₹)	1.0

Shareholding pattern

(in %)	Jun-22	Sep-22	Dec-22	Mar-23
Promoter	42.4	42.4	42.4	42.9
FII	16.2	15.3	13.9	13.5
DII	19.3	18.2	19.8	20.9
Others	22.1	24.1	24.0	22.7

Price Chart



Recent event & key risks

- Gross sugar recovery has improved by 15 bps in 2022-23 season along with 103 lakh tonnes of sugarcane crushing (15% higher)
- Key Risk:** (i) Any irrational increase in SAP prices (ii) Extreme weather anomalies could impede sugarcane availability & sugar recovery

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Key Financial Summary

Key Financials	FY21	FY22	FY23	5 Year CAGR (FY18 to FY23)	FY24E	FY25E	CAGR (FY23-25E)
Total Operating Income	4811.7	4846.0	4665.9	1.4	5908.3	6487.6	17.9%
EBITDA	713.8	699.7	512.0	2.5	931.5	1038.3	42.4%
EBITDA Margin %	14.8	14.4	11.0		15.8	16.0	
Net Profit	479.8	464.6	284.2	4.2	535.1	617.6	47.4%
EPS (₹)	22.8	22.8	14.1		26.5	30.9	48.2%
P/E	16.9	17.0	27.5		14.6	12.5	
RoNW %	18.3	16.9	9.9		15.6	16.1	
RoCE (%)	16.4	15.3	9.1		17.1	19.1	

Source: Company, ICICI Direct Research

Key takeaways of recent quarter

Q4FY23 Results: Sugar crushing up 15% with 15 bps improvement in gross margins

- BCML witnessed consolidated revenue growth of 16.6% to ₹ 1491.5 crore led by 29.7% sugar sales growth & 57.8% distillery sales growth. Sugar segment growth was aided by higher realisation on account of export sales & distillery segment sales, driven by higher volumes
- The company sold 2.42 lakh tonnes (lt) of sugar at an average realisation of ₹ 36.21/kg. Sugar sales volume includes 0.75 lt of exports & domestic sales of 1.72 lt. We believe the company has foregone domestic sales quota to the tune of 0.42 lt in Q4FY23
- Domestic sugar prices were flat in the range of ₹ 35-35.5/kg in January-March 2023 but higher export sales resulted in 4.9% increase in blended realisation
- During FY23, the company crushed 93.66 lt of sugarcane and produced 9.03 lt of sugar. It diverted 9.2% sugarcane towards juice ethanol & 65.8% sugarcane towards B-heavy ethanol. The company is holding 5.12 lt of sugar valued at ₹ 33.71/kg against 5.33 lt valued at ₹ 34.22/kg
- Sugar crushing in the 2022-23 season was 15% higher at 103 lt. Further gross recovery was higher by ~15 bps to 11.62%
- The strong 57.8% distillery sales growth was driven by 50.1% growth in distillery volumes and 6.5% growth in distillery realisation. The company sold 7.7 crore litre of ethanol at an average realisation of ₹ 58.8/litre. The distillery segment growth was largely led by strong volume growth aided by capacity addition in November-December 2023
- Power segment sales volumes were down 9.2% to 19.2 crore units. The company required captive power to run new distilleries. Further, it prefers to sell excess bagasse rather than produce power for sale. Average tariff was ₹ 3.44/unit during the quarter
- Gross margin expanded 69 bps during the quarter, mainly on account of higher distillery contribution. Employee & overhead spends were lower by 18 bps & 34 bps, respectively. Operating profit grew 22% to ₹ 403.9 crore with operating margin expansion of 121 bps to 27.1%
- Interest cost increased from ₹ 7.8 crore to ₹ 21.1 crore on account of a sharp increase in debt levels due to higher working capital requirement & completion of capacity expansion in December 2022. Income tax rate increased from 21% to 30.6%, mainly due to availability of MAT credit. Net profit grew 5.8% to ₹ 254.4 crore
- Total debt for the company increased sharply by ₹ 668 crore mainly due to completion of capex & higher working capital requirement. The company crushed 15% higher sugarcane in current season and completed capacity addition in December 2022. Operating cash flow was ₹ 452.9 crore in FY23
- BCML has seen 7-9% increase in sugarcane area, which would improve sugarcane availability for 2023-24 season for the company. It is continuously reducing its dependence on sugarcane variety of Co-0238 from 75% two years back to 46% in current season. This would further go down to 27% in the 2023-24 sugar season
- High yielding sugarcane variety Co-0118 has increased from 4-5% two years back to 20% in the current season, which would further go up to 33% in 2023-24 sugar season. The company has also done ratoon management, which would help it get better recovery in coming seasons
- BCML is expected to crush 10% higher sugarcane in 2023-24 season. The company has enough crushing & distillery capacity to process 120 lakh tonnes of sugarcane

Balrampur Chini - ESG Disclosure Score*			
ESG Disclosure Score			
Score	FY20	FY21	FY22
Environmental	2.4	5.3	2.4
Social	22.1	25.8	25.8
Governance	78.6	83.6	92.4
Overall ESG Score	34.4	38.3	40.2

- Ethanol produced from sugarcane juice has lower margin compared to B-heavy ethanol margin. However, the gap in margin between the two routes would narrow with better utilisation of assets & efficiencies
- The company expects to produce 33-34 crore litre of ethanol in FY24 given the capacities would be fully utilised. The ethanol volumes would include 5 crore litres produced from grains & remaining produced from sugarcane juice & B-heavy molasses
- It would divert 11% of its sugarcane towards sugarcane juice route & 67% towards B-heavy route to produce ethanol. Further, we expect 22% sugarcane diversion towards C-heavy Molasses largely to produce ENA for mandatory levy requirement for country liquor
- Country wise sugar production is expected to be 32.7 MT. Considering consumption of 27.7 MT & exports of 6.3 MT, sugar inventory is expected to come down by at least 1 MT at the start of new crushing season on October 1, 2023.
- Given sugar inventories are lowest in the last five years, domestic sugar prices have moved up ₹ 2-3/kg since 1st April. Further, sugar prices are expected to remain firm until November 2023 (crushing generally starts post Diwali)

Exhibit 1: Peer Comparison

Sector / Company	CMP		TP	M Cap	EPS growth (%)				EBITDA Margin (%)				PE (x)				P/B (x)				RoCE (%)			
	₹	₹			Rating	₹ Cr	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E	FY25E	FY22	FY23E
Balrampur Chini (BALCHI)	387	470	Buy	7889	-0.1	-38.3	88.3	16.6	14.4	11.0	15.8	16.0	17.0	27.5	14.6	12.5	2.9	2.7	2.3	2.1	15.3	9.1	17.1	19.1
Dalmia Bharat Sugar (DALISUG)	365	490	Buy	2954	10.0	-13.3	33.8	17.1	14.8	14.6	16.4	17.2	9.9	11.5	8.6	7.3	1.3	1.3	1.2	1.1	12.3	12.8	16.0	16.9
Triveni Engineering (TRIENG)	268	360	Buy	6473	45.9	-5.1	52.6	24.3	14.8	10.0	16.2	17.5	15.1	15.9	10.4	8.4	3.7	2.4	2.3	2.0	15.8	14.6	19.3	25.0
Dwarikesh sugar (DWARISUG)	91	115	Buy	1712	69.6	-32.5	38.9	29.3	14.7	10.4	13.5	13.7	11.0	16.3	11.8	9.1	2.6	2.3	1.9	1.7	20.6	16.0	20.8	22.2
Dhampur Sugar (DHASUG)	247	340	Buy	1643	0.5	9.7	13.2	28.0	15.3	12.3	13.7	15.1	11.4	10.4	9.2	7.2	2.0	1.7	1.5	1.3	13.9	14.5	15.9	18.5
Avadh Sugar (AVASUG)	506	585	Hold	1012	60.3	-19.4	29.8	19.7	11.0	9.1	10.7	11.3	8.1	10.1	7.8	6.5	1.3	1.2	1.0	0.9	12.5	10.6	12.9	14.6

Source: Company, ICICI Direct Research

BCML's FY23 numbers were negatively impacted by previous (2021-22) season's dismal crushing and sugar recovery numbers. In the 2022-23 sugar season, the company restored its crushing number to 103 lakh tonnes (15% higher) with 15 bps higher gross sugar recovery. Further, BCML completed its ₹ 1100 crore capex related to distillery capacity addition and de-bottlenecking of its existing plants. We believe higher sugarcane crushing, better sugar recovery, doubling of ethanol volumes along with ₹ 2-3/kg increase in domestic sugar prices would drive earnings growth in FY24 for the company. Given country wise sugar inventory is expected to decline by at least 1 MT on account of lower sugar production in Karnataka & Maharashtra, sugar prices are expected to remain firm until at least November-2023 (new crushing season starts). We believe the company would have 6.4 lakh tonnes of sugar inventory to sell from April to November 2023 (sugar prices are expected to remain remunerative in this period). We estimate 85000 tonnes of average monthly sugar sales for FY24E. We are positive on BCML in the sugar space. We maintain our **BUY** recommendation with a revised target price of ₹ 470/share (₹ 435 earlier).

Exhibit 2: Variance Analysis

	Q4FY23	Q4FY22	YoY (%)	Q3FY23	QoQ (%)	
Total Operating Income	1,491.5	1,279.6	16.6	981.2	52.0	Net sales grew by 16.6% led by distillery sales growth of 57.8% & Sugar sales growth of 29.7%
Other Operating Income	0.0	0.0	N.A.	0.0	N.A.	
Raw Material Expenses	838.8	728.5	15.1	713.7	17.5	RM costs remain stable given no increase in sugarcane prices in current year & slight improvement in gross recovery
Employee Expense	101.0	88.9	13.6	93.8	7.7	
Other operating Expenses	147.8	131.2	12.7	94.0	57.2	
EBITDA	403.9	331.0	22.0	79.7	406.9	Operating profit witnessed a growth of 22% led by higher ethanol sales
EBITDA Margin (%)	27.1	25.9	121 bps	8.1	1896 bps	Operating margin expanded by 121 bps
Depreciation	40.2	28.4	41.4	32.8	22.6	
Interest	21.1	7.8	171.7	5.9	259.1	Increase in interest costs mainly on account of higher debt level given the company completed capex in Oct-2023 & higher sugarcane crushing
Other Income	16.3	11.8	38.6	20.2	-19.4	
PBT	358.9	305.4	17.5	61.3	485.8	
Tax Outgo	109.8	64.0	71.5	17.2	536.3	Higher income tax charged given MAT credit is still available with the company
PAT	254.4	240.5	5.8	46.3	449.7	
Key Metrics						
Sugar sales volume (in lakh tonne)	2.4	2.5	-1.1	2.0	19.8	Sugar volumes were flat. The company has foregone domestic sales quota given prices were subdued in Q4
Blended Sugar realisation (₹ per kg)	36.2	34.5	4.9	36.5	-0.7	Blended sugar realisation was higher due to exports
Distillery volumes (in crore litre)	7.7	5.1	50.1	2.8	176.0	Distillery volumes grew by 50.1% driven by newly commissioned capacities
Distillery realisation (₹ per litre)	58.8	55.2	6.5	52.1	12.8	Higher contribution of ethanol produced from Juice led to increase in distillery realisation

Source: Company, ICICI Direct Research

Exhibit 3: Change in estimates

(₹ Crore)	FY24E			FY25E			
	Old	New	% change	Old	New	% change	
Net sales	5,929.2	5,908.3	-0.4	6,392.5	6,487.6	1.5	Slight change in sales estimate due to higher sugar volumes estimates
EBITDA	959.1	931.5	-2.9	1,061.6	1,038.3	-2.2	We are factoring in ₹ 15 / quintal increase in sugarcane costs in 2023-24 season resulting in lower operating profit estimate
EBITDA Margin (%)	16.2	15.8	-41 bps	16.6	16.0	-60 bps	
PAT	570.6	535.1	-6.2	636.5	617.6	-3.0	We expect higher interest cost due to increase in debt levels given crushing was higher
EPS (₹)	28.3	26.5	-6.2	31.9	30.9	-3.0	

Source: ICICI Direct Research

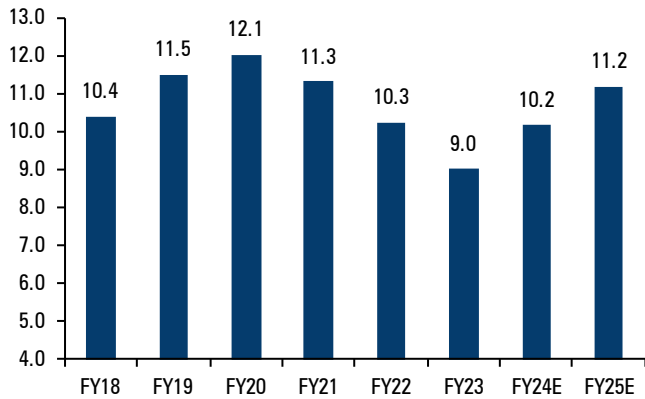
Exhibit 4: Assumptions

	Current				Earlier			Comments
	FY21	FY22	FY23E	FY24E	FY25E	FY24E	FY25E	
Sugar Sold (in tonne)	11,32,600	10,26,300	9,03,806	10,20,000	11,21,000	10,12,000	10,96,000	We slightly change our sugar sales estimates
Sugar Price (₹ per tonne)	32,008	34,712	35,973	36,750	37,426	36,530	37,000	We estimate higher domestic sugar prices given sugar prices have moved up by ₹2/kg
Distillery volume	1,65,204	1,76,500	1,97,904	3,30,750	3,50,000	3,30,750	3,50,000	No change in our distillery volume estimates
Distillery price (₹ per KL)	48,350	53,380	55,302	56,961	58,670	58,577	59,748	We change our distillery realisation estimates given higher contribution of Juice based ethanol
Power Units sold	43	35	32	32	33	39	40	We cut our power volume estimates
Price per unit (₹ per units)	3.2	3.3	3.4	3.5	3.6	3.5	3.6	

Source: ICICI Direct Research

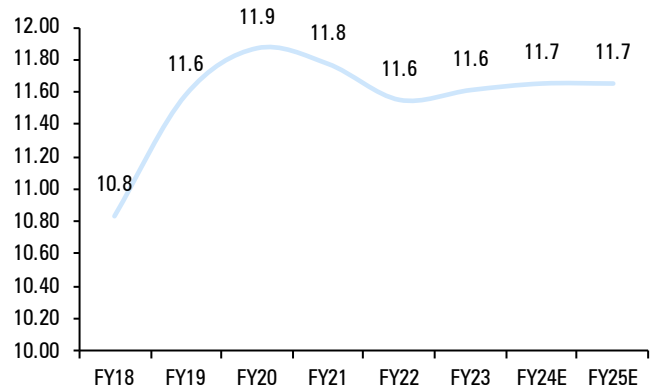
Key Metrics

Exhibit 5: Sugar sales volume (in lakh tonne)



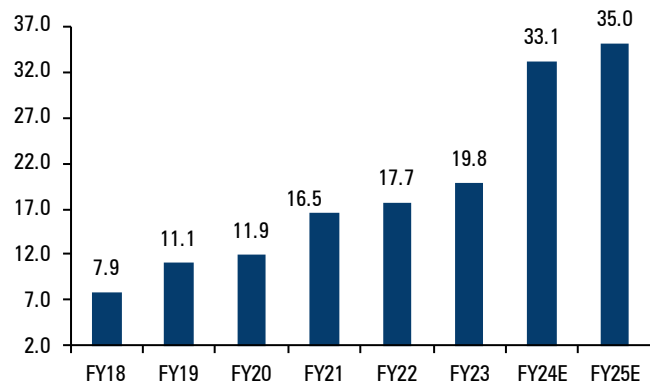
Source: ICICI Direct Research, Company

Exhibit 6: Gross recovery trend (%)



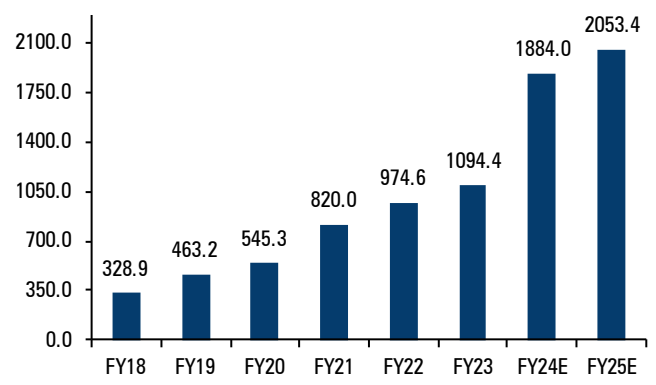
Source: ICICI Direct Research, Company

Exhibit 7: Ethanol volumes (in crore litre)



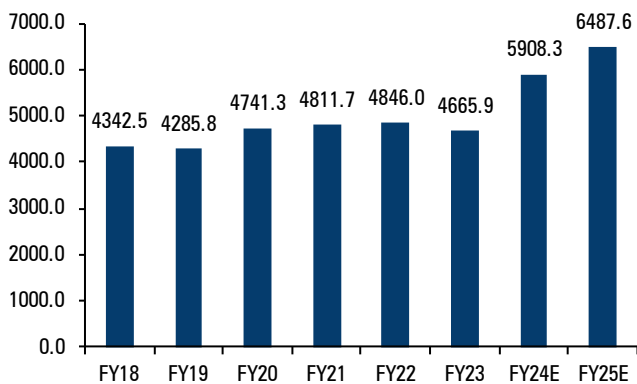
Source: Company, ICICI Direct Research

Exhibit 8: Ethanol sales (₹ crore)



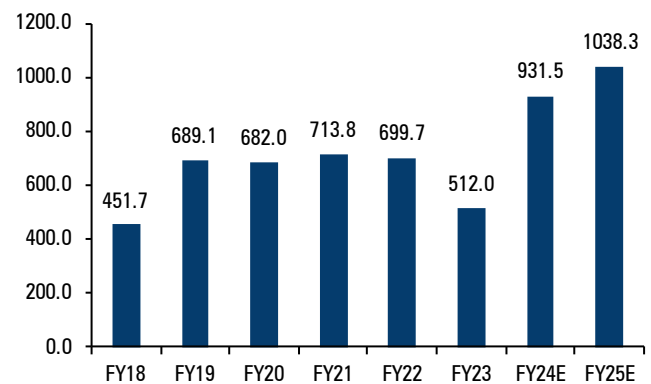
Source: Company, ICICI Direct Research

Exhibit 9: Revenue trend (₹ crore)



Source: Company, ICICI Direct Research

Exhibit 10: EBITDA trend (₹ crore)



Source: Company, ICICI Direct Research

Exhibit 11: Valuation

	Sales (₹ cr)	Growth (%)	EPS (₹)	Growth (%)	PE (x)	EV/EBITDA (x)	RoNW (%)	RoCE (%)
FY22	4846.0	0.7	22.8	-0.3	17.0	12.9	16.9	15.3
FY23	4665.9	-3.7	14.1	-38.1	27.5	19.0	9.9	9.1
FY24E	5908.3	26.6	26.5	88.3	14.6	9.7	15.6	17.1
FY25E	6487.6	9.8	30.9	16.6	12.5	8.3	16.1	19.1

Source: Company, ICICI Direct Research

Financial Summary

Exhibit 12: Profit and loss statement				
	₹ crore			
(Year-end March)	FY22	FY23	FY24E	FY25E
Total Operating Income	4,846.0	4,665.9	5,908.3	6,487.6
Growth (%)	0.7	-3.7	26.6	9.8
Raw Material Expenses	3,456.1	3,409.2	4,210.5	4,654.7
Employee Expenses	307.8	363.8	367.4	385.8
Administrative Expenses	0.0	0.0	0.0	0.0
Excise Duty	0.0	0.0	0.0	0.0
Other expenses	382.4	380.8	398.8	408.7
Total Operating Expenditure	4,146.3	4,153.8	4,976.7	5,449.2
EBITDA	699.7	512.0	931.5	1,038.3
Growth (%)	-2.0	-26.8	81.9	11.5
Depreciation	113.9	129.5	156.9	157.6
Interest	30.9	48.6	67.1	47.5
Other Income	33.0	62.8	44.0	35.2
PBT	555.0	333.9	707.6	833.2
Total Tax	134.1	124.1	229.2	264.9
PAT	464.6	284.2	535.1	617.6
Adjusted PAT	465.6	284.2	535.1	617.6
Growth (%)	-3.0	-39.0	88.3	15.4
Adjusted EPS (₹)	22.8	14.1	26.5	30.9

Source: Company, ICICI Direct Research

Exhibit 13: Cash flow statement				
	₹ crore			
(Year-end March)	FY22	FY23	FY24E	FY25E
Profit/Loss after Tax	602.9	284.2	535.1	617.6
Add: Depreciation	113.9	129.5	156.9	157.6
Add: Interest	20.4	0.0	0.0	0.0
(Inc)/dec in Current Assets	373.7	-131.3	145.9	-45.1
Inc/(dec) in Current Liabilities	-297.5	139.1	-7.0	45.6
Income tax	-118.7	0.0	0.0	0.0
CF from operating activities	694.7	421.5	830.9	775.8
(Inc)/dec in Investments	0.3	-17.8	-25.0	-25.0
Inc/(dec) in Fixed Assets	-396.5	-914.4	-120.0	-100.0
Others	86.8	8.7	-38.4	-20.0
CF from investing activities	-309.4	-923.5	-183.4	-145.0
Issue/(Buy back) of Equity	-266.9	-96.3	0.0	-100.0
Inc/(dec) in loan funds	-37.8	668.9	-656.0	-414.0
Dividend paid & dividend tax	-51.0	-50.4	-70.6	-99.9
Inc/(dec) in Sec. premium	-0.1	-20.2	90.1	0.0
Others	-29.7	0.0	0.0	0.0
CF from financing activities	-385.4	501.9	-636.5	-613.9
Net Cash flow	-0.1	-0.1	11.0	16.9
Opening Cash	0.4	0.3	0.2	11.2
Cash with bank	0.0	0.0	0.0	0.0
Closing Cash	0.3	0.2	11.2	28.1

Source: Company, ICICI Direct Research

Exhibit 14: Balance Sheet				
	₹ crore			
	FY22	FY23	FY24E	FY25E
Liabilities				
Equity Capital	20.4	20.2	20.2	20.0
Reserve and Surplus	2,737.8	2,855.2	3,409.8	3,827.7
Total Shareholders funds	2,758.2	2,875.4	3,430.0	3,847.7
Total Debt	1,210.7	1,879.6	1,223.6	809.6
Long Term Provisions	9.6	10.7	10.7	10.7
Other Non-current Liabilities	74.2	122.0	123.0	124.0
Total Liabilities	4,052.7	4,887.7	4,787.3	4,792.0
Assets				
Gross Block	2,350.8	3,445.5	3,565.5	3,665.5
Less: Acc Depreciation	718.1	847.6	1,004.5	1,162.1
Net Block	1,632.7	2,597.9	2,561.0	2,503.4
Capital WIP	204.3	24.3	24.3	24.3
Intangible assets	1.0	0.7	0.7	0.7
Non Current Investments	157.5	175.0	200.0	225.0
Other non-current assets	104.9	26.6	26.6	26.6
Current Assets				
Inventory	2,200.5	2,318.7	2,133.5	2,162.5
Debtors	136.7	124.8	164.1	180.2
Cash	0.3	0.2	11.2	28.1
Cash at Bank	3.0	11.6	0.0	0.0
Investments	0.0	61.3	111.3	131.3
Other Current Assets	36.0	61.1	61.1	61.1
Current Liabilities				
Creditors & Provisions	288.7	329.6	345.0	377.3
Other CL	135.5	184.8	161.5	173.8
Net Current Assets	1,952.3	2,063.3	1,974.8	2,012.1
Total Assets	4,052.7	4,887.7	4,787.3	4,792.0

Source: Company, ICICI Direct Research

Exhibit 15: Key ratios				
	FY22	FY23	FY24E	FY25E
Per share data (₹)				
EPS	22.8	14.1	26.5	30.9
Cash EPS	28.4	20.5	34.3	38.8
BV	135.2	142.5	170.0	192.6
DPS	3.0	2.5	3.5	5.0
Cash Per Share	0.2	0.6	0.6	1.4
Operating Ratios (%)				
EBITDA Margin	14.4	11.0	15.8	16.0
PBT / Net Sales	12.1	8.5	12.7	13.4
PAT Margin	9.6	6.1	9.1	9.5
Inventory days	166	181	132	122
Debtor days	10	10	10	10
Creditor days	21	25	21	21
Return Ratios (%)				
RoE	16.9	9.9	15.6	16.1
RoCE	15.3	9.1	17.1	19.1
Valuation Ratios (x)				
P/E	17.0	27.5	14.6	12.5
EV / EBITDA	12.9	19.0	9.7	8.3
EV / Net Sales	1.9	2.1	1.5	1.3
Market Cap / Sales	1.6	1.7	1.3	1.2
Price to Book Value	2.9	2.7	2.3	2.1
Solvency Ratios				
Debt/EBITDA	1.7	3.7	1.3	0.8
Debt / Equity	0.4	0.7	0.4	0.2
Current Ratio	7.4	6.9	6.2	5.9
Quick Ratio	0.5	0.5	0.6	0.6

Source: Company, ICICI Direct Research

Exhibit 16: ICICI Direct coverage universe (Sugar)

Sector / Company	CMP	TP	M Cap	EPS (₹)				P/E (x)				EV/EBITDA (x)				P/B (x)				RoCE (%)				
	(₹)	(₹)		Rating	(₹ Cr)	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E	FY25E	FY22	FY23E	FY24E
Balrampur Chini (BALCHI)	387	470	Buy	7,889	22.8	14.1	26.5	30.9	17.0	27.5	14.6	12.5	12.9	19.0	9.7	8.3	2.9	2.7	2.3	2.1	15.3	9.1	17.1	19.1
Dalmia Bharat Sugar (DALSUG)	365	490	Buy	2,954	36.7	31.9	42.6	49.9	9.9	11.5	8.6	7.3	8.3	8.1	6.1	5.2	1.3	1.3	1.2	1.1	12.3	12.8	16.0	16.9
Triveni Engineering (TRIENG)	268	360	Buy	6,473	17.7	16.8	25.7	31.9	15.1	15.9	10.4	8.4	13.4	13.9	8.9	6.9	3.7	2.4	2.3	2.0	15.8	14.6	19.3	25.0
Dwarikesh sugar (DWASUG)	91	115	Buy	1,712	8.2	5.6	7.7	10.0	11.0	16.3	11.8	9.1	7.5	9.4	7.1	6.2	2.6	2.3	1.9	1.7	20.6	16.0	20.8	22.2
Dhampur Sugar (DHASUG)	247	340	Buy	1,643	21.7	23.8	26.9	34.5	11.4	10.4	9.2	7.2	8.7	7.9	7.1	5.7	2.0	1.7	1.5	1.3	13.9	14.5	15.9	18.5
Avadh Sugar (AVASUG)	506	585	Hold	1,012	62.2	50.2	65.1	77.9	8.1	10.1	7.8	6.5	7.3	8.2	6.5	5.4	1.3	1.2	1.0	0.9	12.5	10.6	12.9	14.6

Source: Bloomberg, ICICI Direct Research

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Hold: -5% to 15%;

Reduce: -15% to -5%;

Sell: <-15%



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