

## Healthy all-round performance...

**About the stock:** JSW Steel is one of the leading integrated steel companies in India. It has a strategic collaboration with global leader JFE Steel of Japan, enabling JSW to access new and state-of-the-art technologies to produce and offer high value special steel products to its customers.

- JSW Steel's manufacturing unit in Vijayanagar, Karnataka is the largest single location steel-producing facility in India with a capacity of 12 MTPA
- JSW Steel is the only Indian steel company to be ranked among the top 15 global steel producers by World Steel Dynamics for 13 consecutive years

**Q4FY23 Results:** JSW Steel reported a healthy all-round performance for Q4FY23.

- For Q4FY23, JSW Steel reported steel sales volumes of 5.68 million tonnes (MT), up 11% YoY and 15% YoY (our estimate of 5.6 MT). JSW Steel standalone operations reported EBITDA/tonne of ₹ 10998/tonne compared to ₹ 8141/tonne in Q3FY23 (our estimate of ₹ 10000/tonne)
- For Q4FY23, JSW Steel reported consolidated topline of ₹ 46962 crore, up 20% QoQ (our estimate of ₹ 46340 crore). Standalone EBITDA was at ₹ 6247 crore, up 55% QoQ (our estimate of ₹ 5600 crore). Subsidiaries performance also came in better than our estimate. As a result, the consolidated EBITDA came in significantly higher than our estimate. Consolidated EBITDA was at ₹ 7939 crore, up 75% QoQ, (our estimate of ₹ 6125 crore)
- Ensuing consolidated PAT was at ₹ 3741 crore (our estimate of ₹ 1758 crore)

**What should investors do?** JSW Steel's share price has given a return of ~21% over the last one year (from ~₹ 582 in May 2022 to ~₹ 705 in May 2023).

- We maintain our **HOLD** rating on the stock.

**Target Price and Valuation:** We value JSW Steel at ₹ 740, 6x FY25E EV/EBITDA.

**Key triggers for future price performance:**

- The company has given production & sales volume guidance for FY24. The total combined volumes crude steel production guidance for FY24 was of 26.34 MT while the total combined steel sales volume guidance for FY24 is of 25 MT
- For the JSW Steel standalone entity, going forward, we model EBITDA/tonne of ₹ 13000/tonne for FY24E and ₹ 13500/tonne for FY25E

**Alternate Stock Idea:** In our metal and mining coverage, we like Tata Steel.

- Tata Steel is one of the world's most geographically diversified steel producers, with operations and commercial presence across the world
- BUY rating with a target price of ₹ 130



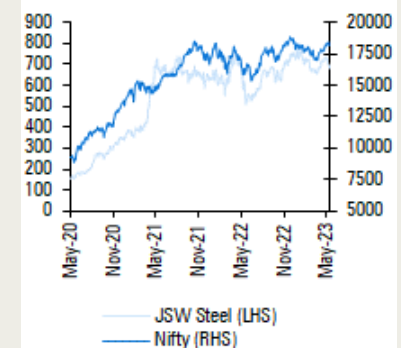
### Particulars

| Particular                                 | Amount      |
|--|-------------|
| Market Capitalisation (₹ Crore)            | 1,70,873    |
| Debt-Cons. (Q4FY23) (₹ Crore)              | 69,498      |
| Cash and Cash Eq. Cons. (Q4FY23) (₹ Crore) | 20,719      |
| EV (₹ Crore)                               | 2,19,652    |
| 52 week H/L                                | ₹ 783 / 520 |
| Equity capital                             | ₹ 240 crore |
| Face value                                 | ₹ 1         |

### Shareholding Pattern

| (in %)        | Jun-22       | Sep-22       | Dec-22       | Mar-23       |
|---------------|--------------|--------------|--------------|--------------|
| Promoter      | 45.0         | 45.2         | 45.2         | 45.4         |
| FII's         | 10.6         | 10.8         | 26.0         | 26.0         |
| DII's         | 9.1          | 9.3          | 9.3          | 9.5          |
| Others+Public | 35.3         | 34.8         | 19.4         | 19.1         |
| <b>Total</b>  | <b>100.0</b> | <b>100.0</b> | <b>100.0</b> | <b>100.0</b> |

### Price Chart



### Key Risks

- Lower than expected increase in steel prices
- Higher than expected rise in operating costs

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### Key Financial Summary

|                   |        |        |          |          |     | FY24E    | FY25E    | CAGR (FY23-FY25E in %) |
|-------------------|--------|--------|----------|----------|-----|----------|----------|------------------------|
| Net Sales         | 73,326 | 79,839 | 1,46,371 | 1,65,960 | 19% | 1,89,592 | 2,04,649 | 11%                    |
| EBITDA            | 11,873 | 20,141 | 39,007   | 18,547   | 5%  | 36,445   | 39,778   | 46%                    |
| EBITDA Margin (%) | 16.2   | 25.2   | 26.6     | 11.2     |     | 19.2     | 19.4     |                        |
| Reported PAT      | 3,919  | 7,873  | 20,938   | 4,139    | -8% | 16,435   | 18,425   | 111%                   |
| EPS (₹)           | 16.2   | 32.7   | 87.3     | 17.3     |     | 68.6     | 76.9     |                        |
| EV/EBITDA (x)     | 18.8   | 11.0   | 5.8      | 12.3     |     | 6.3      | 5.8      |                        |
| RoCE (%)          | 7.5    | 13.9   | 23.2     | 7.5      |     | 15.8     | 17.5     |                        |
| RoE (%)           | 12.9   | 17.2   | 31.6     | 5.3      |     | 20.2     | 19.0     |                        |

## Key takeaways from conference call

- The company has given production and sales volume guidance for FY24. For FY24, the crude steel production guidance for Indian operations (including joint control) is of 25.5 million tonnes (MT) while the crude steel production guidance for JSW Steel US Ohio is of 0.84 MT. For FY24, the saleable steel sales volume guidance for Indian operations (including joint control) is of 24.2 million tonnes (MT) while the saleable steel sales volume guidance for JSW Steel US Ohio was of 0.80 MT. Hence, for the company as a whole, total combined volumes crude steel production guidance for FY24 is of 26.34 MT while total combined volume steel sales volume guidance for FY24 was of 25 MT
- Coking coal consumption costs were lower by ~US\$6/tonne QoQ (Q4FY23 coking coal consumption costs was at US\$274/tonne). Going forward, the company has guided coking coal consumption costs to increase by US\$10-15/tonne in Q1FY24. However, taking into account the recent correction in coking coal spot prices, Q2FY24 coking coal costs are expected to be lower
- The price correction in the Indian market post March 2023 has been due to decline in Chinese export prices. The management has indicated that steel prices in China have likely bottomed and production curtailments are expected in H2CY23. Hence, the company expects H2CY23 to be better on the steel prices front
- JSW Steel's capex spend was ~₹ 3507 crore for Q4FY23 and ₹ 14214 crore for FY23 against the (revised) planned of ₹ 15000 crore for FY23. The company has chalked out a capex plan to the tune of ₹ 18800 crore for FY24, primarily for completing the 5 million tonnes per annum (MTPA) brownfield expansion at Vijayanagar and BPSL Phase – II expansion to 5 MTPA, downstream facilities and sustenance capex
- The company achieved inventory reduction of ~350000 tonnes in Q4FY23. It expects inventory to reduce further in FY24, resulting in working capital unlocking
- The company's consolidated net gearing (net debt to equity) was at 0.89x at the end of the quarter (against 1.09x at the end of Q3FY23) and net debt to EBITDA was at 3.2x (against 3.51x at the end of Q3FY23)
- Net debt as on March 31, 2022 was at ₹ 59345 crore, lower by ₹ 10153 crore compared to December 31, 2022 due to healthy cash flow generation and release of working capital
- Gross consolidated debt is likely to remain stable at current levels as capex is expected to be funded through internal accruals. There would be an additional ~₹ 3000 crore debt on balance sheet when JSW Ispat Special Products will get consolidated

## Exhibit 1: JSW Steel – Q4FY23 and FY23 – Production and Sales summary

**Q4 & FY23 Production & Sales Summary**

In million metric tonnes

| Particulars                                  | Crude Steel Production | Sales        | Crude Steel Production | Sales        |
|--|------------------------|--------------|------------------------|--------------|
|  | Q4 FY23                |              | Q4 FY22                |              |
| <b>Consolidated India Operations</b>         | 6.37                   | 6.35         | 5.71                   | 5.90         |
| JSW Steel USA – Ohio                         | 0.21                   | 0.18         | 0.10                   | 0.08         |
| <b>JSW Steel Consolidated Operations</b>     | <b>6.58</b>            | <b>6.53</b>  | <b>5.81</b>            | <b>5.98</b>  |
| <b>Joint Control Entity:</b>                 |                        |              |                        |              |
| JSW Ispat Special Products Ltd.              | 0.18                   | 0.17         | 0.17                   | 0.17         |
| <b>India Operations incl. Joint Control*</b> | <b>6.56</b>            | <b>6.52</b>  | 5.88                   | 6.07         |
| <b>Total Combined Volumes</b>                | <b>6.77</b>            | <b>6.70</b>  | 5.98                   | 6.15         |
|  | FY23                   |              | FY22                   |              |
| <b>Consolidated India Operations</b>         | 23.62                  | 21.86        | 18.96                  | 17.69        |
| JSW Steel USA – Ohio                         | 0.53                   | 0.52         | 0.55                   | 0.48         |
| <b>JSW Steel Consolidated Operations</b>     | <b>24.16</b>           | <b>22.39</b> | <b>19.51</b>           | <b>18.18</b> |
| <b>Joint Control Entity:</b>                 |                        |              |                        |              |
| JSW Ispat Special Products Ltd.              | 0.42                   | 0.41         | 0.58                   | 0.58         |
| Bhushan Power and Steel #                    | -                      | -            | 1.38                   | 1.24         |
| <b>India Operations incl. Joint Control*</b> | <b>24.04</b>           | <b>22.27</b> | 20.92                  | 19.51        |
| <b>Total Combined Volumes</b>                | <b>24.57</b>           | <b>22.80</b> | 21.47                  | 19.99        |

Note: \*Without elimination of inter-company volumes. # BPSL became a subsidiary from 1st October 2021; hence H1 FY22 nos. for BPSL are presented as Joint Control Entity and H2 FY22 nos. are included in Consolidated India Operations.

Source: Company, ICICI Direct Research

## Exhibit 2: JSW Steel – FY24 - Guidance

**FY24 Guidance**

All fig. in million metric tonnes

| Particulars                                 | FY24                   |              |
|---|------------------------|--------------|
|   | Crude Steel Production | Sales        |
| <b>India Operations incl. Joint Control</b> | <b>25.50</b>           | <b>24.20</b> |
| JSW Steel USA Ohio                          | 0.84                   | 0.80         |
| <b>Total Combined Volumes</b>               | <b>26.34</b>           | <b>25.00</b> |

Source: Company, ICICI Direct Research

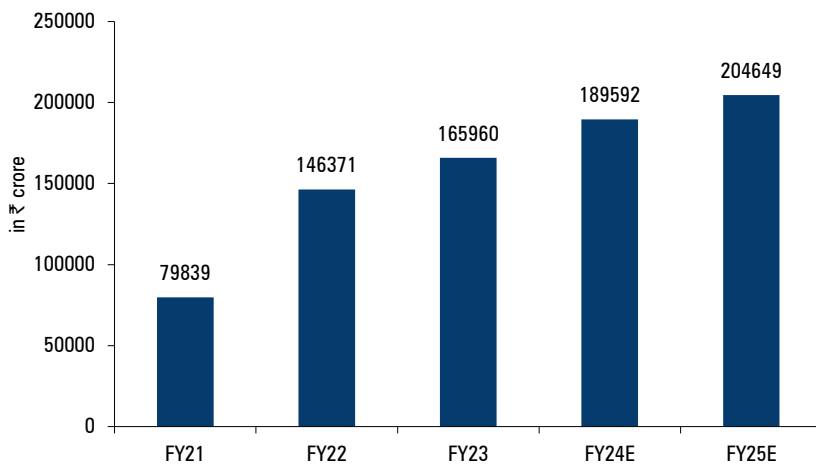
Exhibit 3: Variance Analysis (Consolidated, except for sales volume and EBITDA/tonne, which are for standalone operations)

|   | Q4FY23       | Q4FY23E      | Q4FY22       | YoY (%)     | Q3FY23       | QoQ (%)     | Comments   |
|---|--------------|--------------|--------------|-------------|--------------|-------------|--|
| <b>Total Operating Income</b>                   | <b>46962</b> | <b>46340</b> | <b>46895</b> | <b>0%</b>   | <b>39134</b> | <b>20%</b>  | Consolidated topline came in broadly in line with our estimate     |
| Other Income                                    | 465          | 200          | 233          | 100%        | 188          | 147%        |  |
| Total Operating expense                         | 39023        | 40215        | 37711        | 3%          | 34587        | 13%         |  |
| <b>EBITDA</b>                                   | <b>7939</b>  | <b>6125</b>  | <b>9184</b>  | <b>-14%</b> | <b>4547</b>  | <b>75%</b>  | Consolidated EBITDA came in higher than our estimate               |
| EBITDA Margin (%)                               | 16.9         | 13.2         | 19.6         | (270) Bps   | 11.6         | 530 Bps     | Consolidated EBITDA margin came in higher than our estimate        |
| Depreciation                                    | 2009         | 1975         | 1815         | 11%         | 1882         | 7%          |  |
| Interest  | 2138         | 1925         | 1756         | 22%         | 1819         | 18%         |  |
| Share of profit/ (loss) of Joint Ventures (net) | -8           | -50          | -31          | -74%        | -56          | -86%        |  |
| Exceptional Item                                | 0            | 0            | -741         | LP          | 0            | NA          |  |
| <b>PBT</b>                                      | <b>4249</b>  | <b>2375</b>  | <b>5074</b>  | <b>-16%</b> | <b>978</b>   | <b>334%</b> |  |
| Tax Outgo                                       | 508          | 618          | 1731         | -71%        | 504          | 1%          |  |
| <b>PAT for the Group</b>                        | <b>3741</b>  | <b>1758</b>  | <b>3343</b>  | <b>12%</b>  | <b>474</b>   | <b>689%</b> | Consolidated PAT came in higher than our estimate                  |
| <b>Key Metrics</b>                              |              |              |              |             |              |             |  |
| Standalone Steel Sales (MT)                     | 5.68         | 5.60         | 5.11         | 11%         | 4.95         | 15%         | Standalone sales volumes came in broadly in line with our estimate |
| Standalone EBITDA/tonne (₹)                     | 10998        | 10000        | 13517        | -19%        | 8141         | 35%         | Standalone EBITDA/tonne came in higher than our estimate           |

Source: Company, ICICI Direct Research

## Financial story in charts

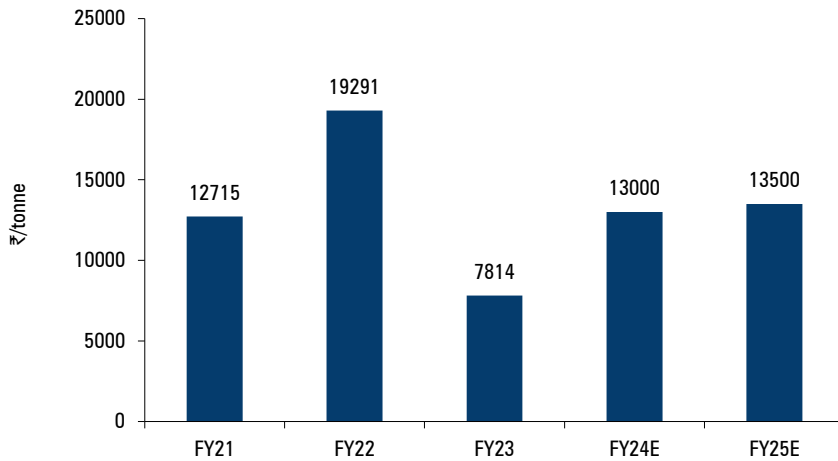
Exhibit 4: Trend in consolidated topline (in ₹ crore)



We expect JSW Steel's consolidated topline to register a CAGR growth of 11% during FY23-25E

Source: Company, ICICI Direct Research

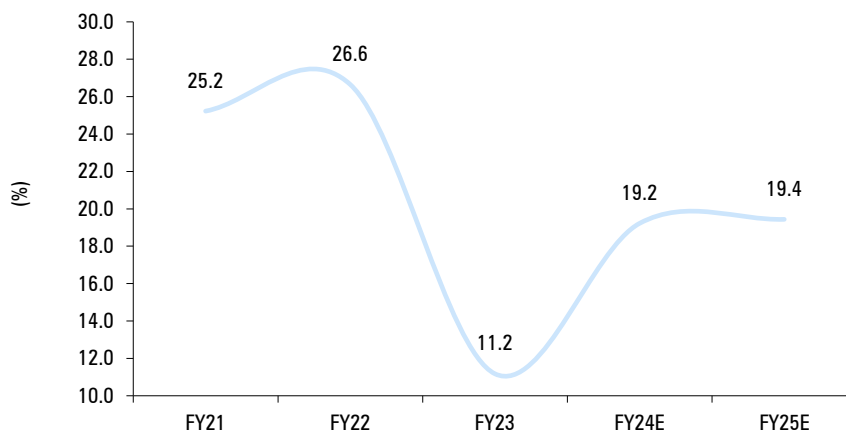
Exhibit 5: Trend in standalone EBITDA/tonne (in ₹/tonne)



We model standalone EBITDA/tonne of ₹ 13000/tonne for FY24E and ₹ 13500/tonne for FY25E

Source: Company, ICICI Direct Research

Exhibit 6: Trend in consolidated EBITDA margin (in %)



Over the next couple of years, we expect consolidated EBITDA margin to be ~19.2% in FY24E and ~19.4% for FY25E

Source: Company, ICICI Direct Research

**Exhibit 7: Valuation Matrix**

|       | Sales<br>(₹ Crore) | Growth<br>(% YoY) | EPS (₹) | Growth<br>(% YoY) | PE<br>(x) | EV/EBIDTA<br>(x) | P/ BV<br>(x) | RoNW<br>(%) | RoCE<br>(%) |
|-------|--------------------|-------------------|---------|-------------------|-----------|------------------|--------------|-------------|-------------|
| FY19  | 84,757             | 20.7              | 31.3    | 23.6              | 22.6      | 11.4             | 4.9          | 21.7        | 17.6        |
| FY20  | 73,326             | -13.5             | 16.2    | -48.1             | 43.5      | 18.8             | 4.7          | 12.9        | 7.5         |
| FY21  | 79,839             | 8.9               | 32.7    | 101.7             | 21.6      | 11.0             | 3.7          | 17.2        | 13.9        |
| FY22  | 1,46,371           | 83.3              | 87.3    | 167.1             | 8.1       | 5.8              | 2.5          | 31.6        | 23.2        |
| FY23  | 1,65,960           | 13.4              | 17.3    | -80.2             | 40.8      | 12.3             | 2.5          | 5.3         | 7.5         |
| FY24E | 1,89,592           | 14.2              | 68.6    | 297.1             | 10.3      | 6.3              | 2.1          | 20.2        | 15.8        |
| FY25E | 2,04,649           | 7.9               | 76.9    | 12.1              | 9.2       | 5.8              | 1.7          | 19.0        | 17.5        |

Source: Company, ICICI Direct Research

## Financial summary (Consolidated)

| Exhibit 8: Profit and loss statement |                 |                 |                 |                 |
|--------------------------------------|-----------------|-----------------|-----------------|-----------------|
|                                      | ₹ crore         |                 |                 |                 |
| (Year-end March)                     | FY22            | FY23            | FY24E           | FY25E           |
| <b>Total operating Income</b>        | <b>1,46,371</b> | <b>1,65,960</b> | <b>1,89,592</b> | <b>2,04,649</b> |
| Growth (%)                           | 83              | 13              | 14              | 8               |
| Total Operating Expenditure          | 107364          | 147413          | 153147          | 164871          |
| <b>EBITDA</b>                        | <b>39,007</b>   | <b>18,547</b>   | <b>36,445</b>   | <b>39,778</b>   |
| EBITDA Margin (%)                    | 26.6            | 11.2            | 19.2            | 19.4            |
| Depreciation                         | 6,001           | 7,474           | 7,863           | 8,256           |
| Interest                             | 4,968           | 6,902           | 6,146           | 6,269           |
| Other Income                         | 1,531           | 1,030           | 1,042           | 1,068           |
| <b>PBT</b>                           | <b>29,569</b>   | <b>5,201</b>    | <b>23,478</b>   | <b>26,321</b>   |
| Exceptional Item                     | -741            | 591             | 0               | 0               |
| Total Tax                            | 8,807           | 1,516           | 7,043           | 7,896           |
| <b>Reported PAT Before MI</b>        | <b>20,021</b>   | <b>4,276</b>    | <b>16,435</b>   | <b>18,425</b>   |
| Less - Minority Interest             | 917             | -137            | 0               | 0               |
| <b>Reported PAT after MI</b>         | <b>20,938</b>   | <b>4,139</b>    | <b>16,435</b>   | <b>18,425</b>   |
| Growth (%)                           | 166             | -80             | 297             | 12              |
| <b>Adj PAT</b>                       | <b>21,679</b>   | <b>3,548</b>    | <b>16,435</b>   | <b>18,425</b>   |
| Reported EPS (₹)                     | 87.3            | 17.3            | 68.6            | 76.9            |

Source: Company, ICICI Direct Research

| Exhibit 9: Cash flow statement      |                |                |                |                |
|-------------------------------------|----------------|----------------|----------------|----------------|
|                                     | ₹ crore        |                |                |                |
| (Year-end March)                    | FY22           | FY23           | FY24E          | FY25E          |
| <b>Profit after Tax</b>             | <b>20,938</b>  | <b>4,139</b>   | <b>16,435</b>  | <b>18,425</b>  |
| Add: Depreciation                   | 6,001          | 7,474          | 7,863          | 8,256          |
| (Inc)/dec in Current Asset          | -26,793        | 4,700          | -3,190         | -6,445         |
| Inc/(dec) in CL&Provisions          | 16,699         | 7,007          | -2,208         | 4,010          |
| Others                              | 4,112          | -6,927         | 124            | 124            |
| <b>CF from operating activities</b> | <b>20,957</b>  | <b>16,393</b>  | <b>19,024</b>  | <b>24,371</b>  |
| (Inc)/dec in Investments            | -604           | 1,487          | -225           | -225           |
| (Inc)/dec in Fixed Assets           | -14,198        | -14,214        | -18,800        | -21,000        |
| Others                              | -169           | -724           | 50             | 50             |
| <b>CF from investing activities</b> | <b>-14,971</b> | <b>-13,451</b> | <b>-18,975</b> | <b>-21,175</b> |
| Issue/(Buy back) of Equity          | -2             | 0              | 0              | 0              |
| (Inc)/dec in loan funds             | 8,604          | 6,024          | 1,978          | 1,000          |
| Dividend paid & dividend tax        | -4,187         | -815           | -2,157         | -2,877         |
| Inc/(dec) in Sec. premium           | 0              | 0              | 0              | 0              |
| Others                              | -5,831         | -4,820         | 0              | 0              |
| <b>CF from financing activities</b> | <b>-1,416</b>  | <b>389</b>     | <b>-179</b>    | <b>-1,877</b>  |
| Net Cash flow                       | 4,570          | 3,331          | -130           | 1,319          |
| Opening Cash                        | 12,813         | 17,383         | 20,714         | 20,584         |
| <b>Closing Cash</b>                 | <b>17,383</b>  | <b>20,714</b>  | <b>20,584</b>  | <b>21,904</b>  |

Source: Company, ICICI Direct Research

| Exhibit 10: Balance sheet        |                 |                 |                 |                 |
|----------------------------------|-----------------|-----------------|-----------------|-----------------|
|                                  | ₹ crore         |                 |                 |                 |
| (Year-end March)                 | FY22            | FY23            | FY24E           | FY25E           |
| <b>Liabilities</b>               |                 |                 |                 |                 |
| Share Capital                    | 240             | 240             | 240             | 240             |
| Reserve and Surplus              | 68,295          | 66,799          | 81,076          | 96,625          |
| Total Shareholders funds         | 68,535          | 67,039          | 81,316          | 96,864          |
| Total Debt                       | 74,040          | 80,064          | 82,042          | 83,042          |
| Deferred Tax Liability           | 7,621           | 7,936           | 8,060           | 8,184           |
| Minority Interest / Others       | 3,468           | 2,744           | 2,794           | 2,844           |
| <b>Total Liabilities</b>         | <b>1,53,664</b> | <b>1,57,783</b> | <b>1,74,212</b> | <b>1,90,934</b> |
| <b>Assets</b>                    |                 |                 |                 |                 |
| Gross Block                      | 1,50,211        | 1,66,502        | 1,83,824        | 2,03,824        |
| Less: Acc Depreciation           | 53,631          | 61,105          | 67,905          | 76,162          |
| Net Block                        | 96,580          | 1,05,397        | 1,15,918        | 1,27,662        |
| Capital WIP                      | 16,756          | 21,921          | 22,336          | 23,336          |
| Net Fixed Assets (Inc CWIP)      | 1,13,336        | 1,27,318        | 1,38,254        | 1,50,998        |
| Investments                      | 13,001          | 11,514          | 11,739          | 11,964          |
| Inventory                        | 33,787          | 33,135          | 35,121          | 38,957          |
| Debtors                          | 7,457           | 7,134           | 7,390           | 8,970           |
| Loans and Advances               | 8,250           | 4,106           | 4,517           | 4,968           |
| Other Current Assets             | 6,739           | 7,158           | 7,695           | 8,272           |
| Cash                             | 17,383          | 20,714          | 20,584          | 21,904          |
| <b>Total Current Assets</b>      | <b>73,616</b>   | <b>72,247</b>   | <b>75,307</b>   | <b>83,071</b>   |
| Current Liabilities              | 46,033          | 53,016          | 50,808          | 54,819          |
| Provisions                       | 256             | 280             | 280             | 280             |
| <b>Total Current Liabilities</b> | <b>46,289</b>   | <b>53,296</b>   | <b>51,088</b>   | <b>55,099</b>   |
| Net Current Assets               | 27,327          | 18,951          | 24,219          | 27,972          |
| Deferred tax Assets (net)        | 0               | 0               | 0               | 0               |
| <b>Application of Funds</b>      | <b>1,53,664</b> | <b>1,57,783</b> | <b>1,74,212</b> | <b>1,90,934</b> |

Source: Company, ICICI Direct Research

| Exhibit 11: Key ratios       |       |       |       |       |
|------------------------------|-------|-------|-------|-------|
| (Year-end March)             | FY22  | FY23  | FY24E | FY25E |
| <b>Per share data (₹)</b>    |       |       |       |       |
| Reported EPS                 | 87.3  | 17.3  | 68.6  | 76.9  |
| Cash EPS                     | 111.4 | 48.0  | 100.5 | 110.4 |
| BV                           | 285.9 | 279.7 | 339.2 | 404.1 |
| DPS                          | 17.4  | 3.4   | 9.0   | 12.0  |
| <b>Operating Ratios (%)</b>  |       |       |       |       |
| EBITDA Margin                | 26.6  | 11.2  | 19.2  | 19.4  |
| PBT / Total Operating income | 20.2  | 3.1   | 12.4  | 12.9  |
| Adj PAT Margin               | 14.8  | 2.1   | 8.7   | 9.0   |
| Inventory days               | 208   | 130   | 130   | 135   |
| Debtor days                  | 19    | 16    | 16    | 18    |
| Creditor days                | 115   | 117   | 110   | 110   |
| <b>Return Ratios (%)</b>     |       |       |       |       |
| Adj RoE                      | 31.6  | 5.3   | 20.2  | 19.0  |
| Adj RoCE                     | 23.2  | 7.5   | 15.8  | 17.5  |
| Adj RoIC                     | 25.5  | 8.2   | 17.0  | 18.8  |
| <b>Valuation Ratios (x)</b>  |       |       |       |       |
| P/E                          | 8.1   | 40.8  | 10.3  | 9.2   |
| EV / EBITDA                  | 5.8   | 12.3  | 6.3   | 5.8   |
| EV / Net Sales               | 1.5   | 1.4   | 1.2   | 1.1   |
| Market Cap / Sales           | 1.2   | 1.0   | 0.9   | 0.8   |
| Price to Book Value          | 2.5   | 2.5   | 2.1   | 1.7   |
| <b>Solvency Ratios</b>       |       |       |       |       |
| Net Debt/EBITDA              | 1.5   | 3.2   | 1.7   | 1.5   |
| Net Debt / Equity            | 0.8   | 0.9   | 0.8   | 0.6   |
| Current Ratio                | 1.6   | 1.4   | 1.5   | 1.5   |
| Quick Ratio                  | 0.9   | 0.7   | 0.8   | 0.8   |
| Net debt/EBITDA              | 1.5   | 3.2   | 1.7   | 1.5   |
| Net Debt/Equity              | 0.8   | 0.9   | 0.8   | 0.6   |

Source: Company, ICICI Direct Research

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Buy: >15%

Hold: -5% to 15%;

Reduce: -15% to -5%;

Sell: <-15%



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