

# JINDAL STAINLESS

## COMPANY UPDATE

### KEY DATA

<b>Rating</b>	<b>BUY</b>
Sector relative	Outperformer
Price (INR)	606
12 month price target (INR)	836
52 Week High/Low	848/514
Market cap (INR bn/USD bn)	499/5.8
Free float (%)	31.9
Avg. daily value traded (INR mn)	522.3

### SHAREHOLDING PATTERN

	Sep-24	Jun-24	Mar-24
Promoter	60.49	60.49	60.49
FII	22.78	22.49	20.83
DII	5.87	6.25	6.63
Others	10.86	10.77	12.05

### FINANCIALS

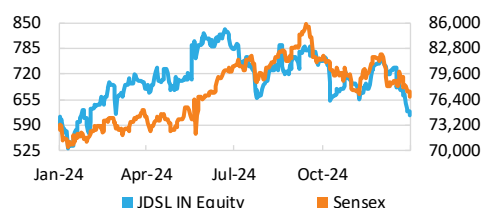
(INR mn)

Year to March	FY24A	FY25E	FY26E	FY27E
Revenue	3,85,625	4,00,854	4,61,813	5,62,213
EBITDA	47,043	49,725	62,745	80,554
Adjusted profit	27,132	27,203	38,400	53,309
Diluted EPS (INR)	32.9	33.0	46.6	64.7
EPS growth (%)	28.3	0.3	41.2	38.8
RoAE (%)	19.9	17.4	20.6	23.2
P/E (x)	18.4	18.3	13.0	9.4
EV/EBITDA (x)	11.4	11.2	8.5	6.2
Dividend yield (%)	0.5	0.5	0.5	0.5

### CHANGE IN ESTIMATES

(INR mn)	Revised estimates		% Revision	
Year to March	FY25E	FY26E	FY25E	FY26E
Revenue	4,00,854	4,61,813	(3.5)	(2.7)
EBITDA	49,725	62,745	(7.4)	(6.7)
Adjusted profit	27,203	38,400	(10.4)	(6.6)
Diluted EPS (INR)	33.0	46.6	(10.4)	(6.6)

### PRICE PERFORMANCE



## Volume to recover in H2FY25

The share price of Jindal Stainless (JSL) plunged ~20% last month amid weaker-than-expected volume, profitability and general weakness in the market. We believe earnings have bottomed out in Q3FY25.

We are cutting FY25E/26E EBITDA by 7% each to factor in lower volume and profitability amid temporarily weak export demand that is likely to pick up in FY26. We rollover to FY27, valuing the stock at 8.5x FY27E EV/EBITDA and arrive at a TP of INR836 (earlier INR756). After being sideways for a year, we upgrade the stock to 'BUY' from 'HOLD'. We believe the long-term structural story is intact while the near-term correction in the stock should be taken as a buying opportunity.

### Volume growth to pick up in H2FY25; exports to recover in FY26

During H1FY25, JSL's volume grew 5% YoY to 1.14mt. Though domestic volume was up 11% YoY to 1.03mt, elevated freight rates and muted demand in key export markets such as Europe and US have led exports sales volumes to plunge 30% YoY to 114kt in H1FY25 (~10% of volume). Though global demand is still weak, the normalcy in freight rate and change in US regime shall drive investment and infra spending and in turn lead to demand improvement in FY26. On the domestic front, demand improved and JSL is likely to deliver ~16% YoY growth in H2FY25.

We are pruning FY25E/26E volume growth by 5%/4% to 2.34mt (up 7.7% YoY)/2.7mt (up 15% YoY). We are factoring in volume of 3.28mt in FY27 (up 21.5% YoY) to factor in a global demand recovery and volume coming from new capacity (1.2mtpa), which shall be commissioned in H1FY27.

### EBITDA/t down, but still should range at INR17–19k

The weakness in export demand and higher supply in the domestic market hurt profitability and JSL recorded EBITDA/t of ~INR17,600 in H1FY25. We estimate it at INR17,000-17,500/t in H2FY25 before recovering to an average ~INR18,000 in FY26E and ~INR19,000 in FY27E. The rise in profitability shall be due to improved volume, product mix and recovery in export market from FY26.

### Organic capex to drive 45%-plus RoCE; a net cash company by FY27E

JSL embarked on growth capex of ~INR57bn to be spent during FY25–27E; it is expanding both upstream as well as downstream capacities through organic as well as inorganic route. The organic expansion of 1.2mtpa SMS in Indonesia JV as well as 1.1mtpa/0.17mtpa HRAP/CRAP downstream expansion at Jajpur is likely to be commissioned in H1FY27 with likely RoCE (pre-tax) of ~45%. The acquired assets of Chromeni (0.6mtpa cold rolling mill), Rathi Steel (120ktpa bars and wire rod) and RVPL (50ktpa pipes) shall generate relatively low RoCEs (< 20%) unless the company fully utilises those capacities and expands further. Overall, we reckon JSL's RoCE shall increase from 19% in FY25E to ~25% by FY27E. Despite overall capex of ~INR87bn during FY25–27E, we reckon JSL shall have net cash of ~INR2.9bn in FY27E (assuming announced capex only).

## Financial Statements

### Income Statement (INR mn)

Year to March	FY24A	FY25E	FY26E	FY27E
Total operating income	3,85,625	4,00,854	4,61,813	5,62,213
Gross profit	1,18,476	1,28,767	1,48,135	1,81,153
Employee costs	6,430	8,053	8,616	9,375
Other expenses	65,003	70,989	76,774	91,223
EBITDA	47,043	49,725	62,745	80,554
Depreciation	8,788	9,588	9,788	10,738
Less: Interest expense	5,544	5,700	5,300	4,000
Add: Other income	1,691	1,925	2,073	2,222
Profit before tax	34,402	36,361	49,730	68,038
Prov for tax	8,990	9,163	12,532	17,146
Less: Other adjustment	0	0	0	0
Reported profit	26,141	27,203	38,400	53,309
Less: Excp.item (net)	0	0	0	0
Adjusted profit	27,132	27,203	38,400	53,309
Diluted shares o/s	823	823	823	823
Adjusted diluted EPS	33	33	47	65
DPS (INR)	3.0	3.0	3.0	3.0
Tax rate (%)	26.1	25.2	25.2	25.2

### Important Ratios (%)

Year to March	FY24A	FY25E	FY26E	FY27E
EBITDA margin (%)	12.2	12.4	13.6	14.3
Net profit margin (%)	7.0	6.8	8.3	9.5
Revenue growth (% YoY)	8.0	3.9	15.2	21.7
EBITDA growth (% YoY)	31.2	5.7	26.2	28.4
Adj. profit growth (%)	28.3	0.3	41.2	38.8

### Assumptions (%)

Year to March	FY24A	FY25E	FY26E	FY27E
GDP (YoY %)	6.7	6.0	6.2	6.2
Repo rate (%)	6.5	6.0	5.0	5.0
USD/INR (average)	82.8	84.5	86.5	86.5
Volumes (kt)	2,175	2,342	2,700	3,280
Gross Margin(INR/t)	54,058	54,100	54,100	54,600
EBITDA/t (INR)	18,555	17,682	18,071	19,037
Net debt/EBITDA (x)	0.8	1.1	0.6	0

### Valuation Metrics

Year to March	FY24A	FY25E	FY26E	FY27E
Diluted P/E (x)	18.4	18.3	13.0	9.4
Price/BV (x)	3.5	3.0	2.4	2.0
EV/EBITDA (x)	11.4	11.2	8.5	6.2
Dividend yield (%)	0.5	0.5	0.5	0.5

Source: Company and Nuvama estimates

### Balance Sheet (INR mn)

Year to March	FY24A	FY25E	FY26E	FY27E
Share capital	1,647	1,647	1,647	1,647
Reserves	1,41,932	1,66,664	2,02,594	2,53,433
Shareholders funds	1,43,579	1,68,311	2,04,241	2,55,080
Minority interest	166	166	166	166
Borrowings	59,482	64,482	54,482	54,482
Trade payables	69,257	74,680	86,036	1,04,741
Other liabs & prov	29,743	30,422	33,144	37,626
Total liabilities	3,08,173	3,44,177	3,84,863	4,60,007
Net block	1,20,464	1,36,656	1,36,868	1,76,129
Intangible assets	12,254	12,254	12,254	12,254
Capital WIP	10,846	38,846	48,846	10,846
Total fixed assets	1,43,564	1,87,756	1,97,968	1,99,229
Non current inv	9,123	10,127	11,328	13,745
Cash/cash equivalent	23,324	8,265	17,340	57,348
Sundry debtors	28,369	30,750	35,427	43,129
Loans & advances	2,513	2,513	2,513	2,513
Other assets	96,073	99,434	1,14,458	1,37,396
Total assets	3,08,173	3,44,177	3,84,863	4,60,007

### Free Cash Flow (INR mn)

Year to March	FY24A	FY25E	FY26E	FY27E
Reported PBT	35,925	36,361	49,730	68,038
Add: Depreciation	8,788	9,588	9,788	10,738
Interest (net of tax)	4,705	0	0	0
Others	(1,366)	0	0	0
Less: Changes in WC	7,501	405	(5,441)	(7,153)
Operating cash flow	48,181	37,192	41,545	54,478
Less: Capex	(14,749)	(53,780)	(20,000)	(12,000)
Free cash flow	33,432	(16,588)	21,545	42,478

### Key Ratios

Year to March	FY24A	FY25E	FY26E	FY27E
RoE (%)	19.9	17.4	20.6	23.2
RoCE (%)	22.1	19.3	22.4	25.3
Inventory days	77	74	71	69
Receivable days	31	27	26	25
Payable days	70	66	64	62
Working cap (% sales)	10.5	10.0	9.9	9.4
Gross debt/equity (x)	0.4	0.4	0.3	0.2
Net debt/equity (x)	0.3	0.3	0.2	0
Interest coverage (x)	6.9	7.0	10.0	17.5

### Valuation Drivers

Year to March	FY24A	FY25E	FY26E	FY27E
EPS growth (%)	28.3	0.3	41.2	38.8
RoE (%)	19.9	17.4	20.6	23.2
EBITDA growth (%)	31.2	5.7	26.2	28.4
Payout ratio (%)	9.5	9.1	6.4	4.6

## Demand: India upbeat; Global to start reviving in FY26

### India stainless steel demand growing at 6-7% CAGR

Stainless steel (SS) consumption in India has been growing at 6% CAGR during FY20–24E to 4.4mt with flats growing at 6.5% CAGR to 3.6mt in FY24E. We reckon domestic demand shall increase continuously at 6–7% CAGR over FY25–30E to 6.5mt with demand arising from auto, railways, pipes, process industry, etc.

#### Exhibit 1: India SS demand to increase at a 6–7% CAGR over FY25–30E

(mt)	FY20	FY21	FY22	FY23	FY24E	FY25E	FY26E	FY27E	FY28E	FY29E	FY30E
Long	0.7	0.5	0.7	0.8	0.8	0.9	1.0	1.0	1.1	1.2	1.2
YoY (%)		-27.8	34.6	7.1	10.7	10.0	6.0	6.0	6.0	6.0	6.0
Flats	2.8	2.4	2.9	3.3	3.6	3.9	4.2	4.5	4.7	5.1	5.4
YoY (%)		-12.6	20.7	11.3	9.8	10.0	6.5	6.5	6.5	6.5	6.5
Total	3.5	2.9	3.6	4.0	4.4	4.8	5.2	5.5	5.8	6.2	6.6
YoY (%)		-15.8	23.1	10.5	10.0	10.0	6.4	6.4	6.4	6.4	6.4

Source: Nuvama Research, Industry

#### Exhibit 2: JSL's sectoral mix: diversified portfolio

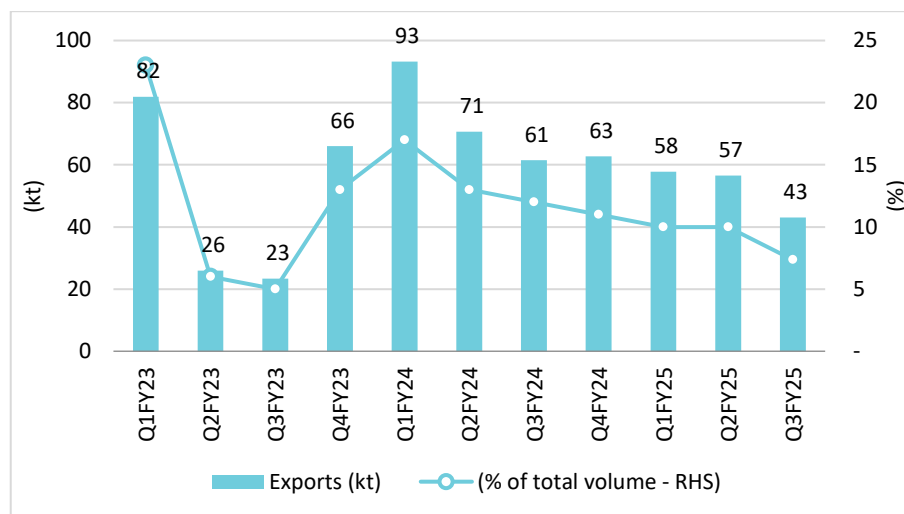
(%)	FY24
Architecture Building Construction	27
Automobile Railway & Transport	20
Process (Food processing, Pharma, dairy, Oil& gas etc)	31
Consumer durables	19
Others	3

Source: Company, Nuvama Research

### Global demand weak, expect to recover in FY26, albeit slowly

We noticed continued weak demand, primarily in major export destinations of JSL (Europe and US) for the last two years. This hurt volume growth of JSL too. Exports—which used to constitute 20%-plus of overall volume in Q1FY23—kept on falling (12–13% of overall volume in FY23 and FY24) and have now dipped to ~10% in H1FY25. H2FY25E too is likely to witness lower exports amid high freight rate and low demand. We reckon normalisation of freight rate and demand revival in the US (inventory is low in the trade channel) shall help exports to recover and should be 12–13% of overall JSL's volume in FY26E.

**Exhibit 3: JSL's exports fall amid weak global demand**



Source: Company, Nuvama Research

## Expanding capacity by 1.2mtpa

### Augmenting SS capacity by 1.2mtpa to 4.2mtpa by 1HFY27E

JSL is setting up a 1.2mtpa steel melting shop (SMS) in Indonesia (49% stake in JV) at a capex of INR7bn, taking the total JSL melting capacity to 4.2mtpa. This facility shall source nickel and ferro chrome in liquid form from external party, process it at SMS facility in Indonesia. It has offtake agreement wherein it can buy 1.2mt slab from this facility and send to India for further processing. As per management, slab making in Indonesia is equally competitive compared with that made in India. This shall help in fully utilising ~3.6mtpa Hot strip Mill (HSM) at Jajpur. The plant is likely to be operational by H1FY27.

### Expanding HRAP/CRAP capacity by 1.1/0.17mtpa at Jajpur

JSL is expanding downstream capacities at its existing plant at Jajpur, Odisha. It is putting up 1.1mtpa HRAP and 0.17mtpa CRAP facility, taking total HRAP/CRAP capacity to 2.35mt/0.925mt at Jajpur, Odisha. This expansion at Jajpur entails capex of INR19bn. Besides the above capex, it outlines capex of ~INR14.5bn towards improving infra facilities, putting up renewable energy, etc

**Exhibit 4: On way to expand capacity by 1.2mtpa at estimated capex of ~INR57bn over FY25–27E**

Plant/Product	Place	Capacity (mtpa)	Capex (INR mn)	Timeline	Remarks
Steel Melting Shop (SMS)	Indonesia	1.2	7,150	H1FY27	49% stake in JV
Downstream	Jajpur, Odisha		19,000		
Hot Rolled Annealed and Picked		1.1		H1FY27	
Cold Rolled Annealed and Picked		0.17		H1FY27	
Infra (railway siding, renewable energy)			14,500		
Cold roll stainless mill	Mundra, Gujarat	0.6	16,179	production in Q4FY25	100% stake in Chromeni Steel
Total			56,829		

Source: Company, Nuvama Research

## Chromeni acquisition: plant to start operations in Q4FY25

The acquisition (at ~INR16.2bn) of Chromeni is a strategic move to have 0.6mtpa cold rolling mill at Mundra, Gujarat. The plant is just ~10km away from the Mundra port providing access to export markets. Furthermore, the plant is using ~100 acre out of ~395 acres i.e. only ~25% is utilised. Hence, optionality of future capex holds significant potential for earnings growth. Ideally, the company should initiate the next phase of expansion to fully harness the land bank over here. JSL has started trial run and expects to start contributing Feb-25 onwards.

## Focusing on enriching VAP mix and inculcating Nickel security

The Chromeni and Jajpur downstream expansion shall increase HRAP capacity by 58% to 3mtpa and CRAP capacity by 53% to 2.2mtpa. With the completion of the proposed capex, cold rolled coils shall constitute ~74% (currently ~48%) of product mix. Apart from adding capacity, it ensures long-term nickel availability through 49% stake in Indonesian NPI facility (200ktpa), which too started operations.

### Exhibit 5: A 4.2mtpa SS company by H1FY27E

Capacity (in mtpa)	Existing	Incremental	Total capacity
SMS	3.0	1.2	4.2
HSM	3.9		3.9
<b>Downstream:</b>			
Hot Rolled Annealed and Picked (HRAP)	1.9	1.1	3.0
Cold Rolled Annealed and Picked (CRAP)	1.45	0.77	2.2
SS pipes		0.05	0.05
SS bars and wire rods		0.12	0.12

Source: Company, Nuvama Research

## Project breakdown on potential RoCE

### Organic expansion has potential RoCE of 45%-plus

Organic expansion of 1.2mtpa SMS plant shall help to utilise expanded HSM capacity at JUSL. Further commissioning of HRAP/CRAP at Jajpur as well as acquisition of Chromeni steel shall drive value addition and profitability. We expect JSL to complete commissioning in H1FY27E, enabling potential RoCE of 46%.

### Exhibit 6: Potential RoCE of ~46% at peak of incremental capacity

(INR mn)	Incremental capacity
Capacity (mt)	1.2
Capex (INR mn)	40,650
Volume (mt)	1.1
EBITDA/t (INR)	18,940
EBITDA (INR mn)	20,834
Depreciation	2,033
EBIT	18,802
ROCE-pre tax (%)	46.0

Source: Company, Nuvama Research

## Inorganic expansion: Potential RoCE of ~15%; can rise on expansion

Apart from expanding downstream capabilities through acquisition of Chromeni, JSL is also focused on product portfolio diversification through acquisition of Rath Steel (SS rebar and wire rod capacity of 150ktpa) and Rabibun Vinimay Private Ltd (SS pipe capacity of 50ktpa). We expect JSL to ramp up production in FY26 and we derive it can generate potential RoCE (pre-tax) of 7–18% at existing peak capacity.

## Exhibit 7: Potential RoCE of 7–17%; can enhance further on expansion

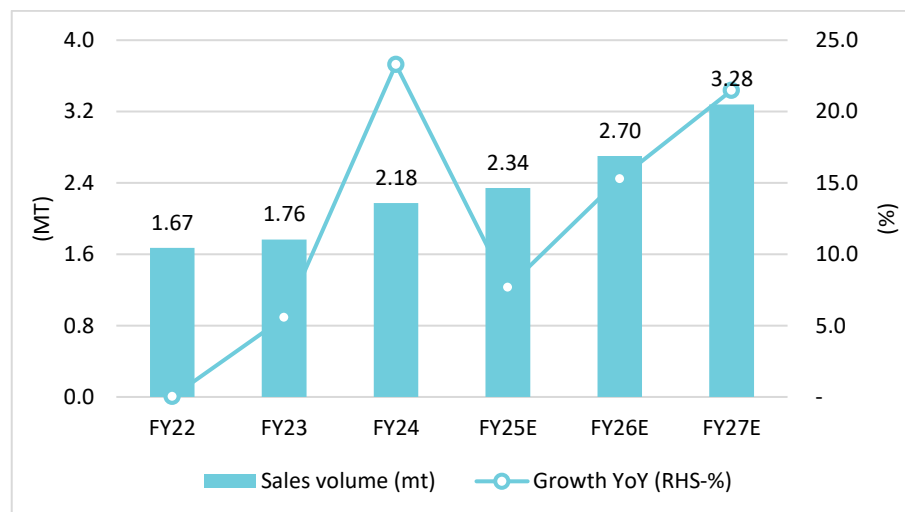
Particulars	Chromeni	Rathi Steel	RUVL	Total
Capacity (mt)	0.6	0.15	0.05	
Capex (INR mn)	16,179	3000	1960	21,139
Volume (mt)	0.54	0.135	0.045	
EBITDA/t (INR)	6,000	5,000	5,000	
EBITDA (INR mn)	3,240	675	225	4,140
Depreciation	809	150	98	1,057
EBIT	2,431	525	127	3,083
ROCE (%)	15.0	17.5	6.5	14.6

Source: Company, Nuvama Research

## Volume to grow at 18% CAGR over FY25–27E

Current demand headwinds due to muted export demand and delay in India's capex spending have let us prune volume growth estimates to 8% YoY to 2.3mt in FY25 (earlier estimate was 2.45mt). We are also factoring in 15% YoY volume growth in FY26E to 2.7mt (earlier: 2.8mt) and thereafter up 22% YoY to 3.3mt in FY27E. FY27 growth is likely due to commissioning of incremental 1.2mtpa capacities (H1FY27). As a result, despite pruning of volume estimates, we still forecast volume growth of 18% CAGR over FY25–27E to 3.3mt in FY27E.

## Exhibit 8: Volume to grow at 18% CAGR over FY25–27E

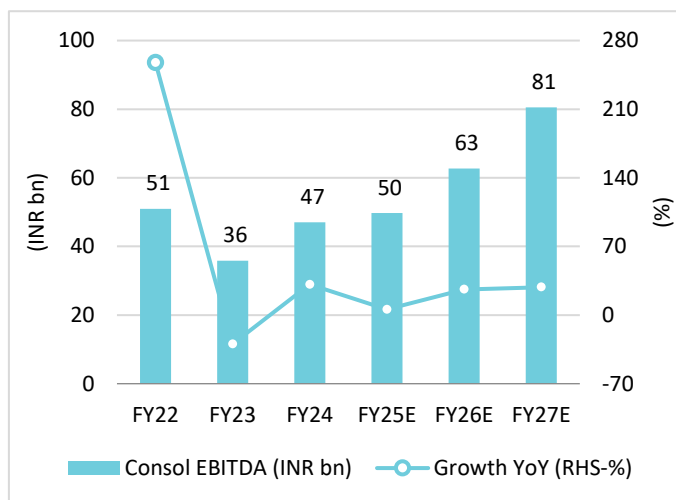


Source: Company, Nuvama Research

## Higher VAP mix to increase margin and drive higher EBITDA growth

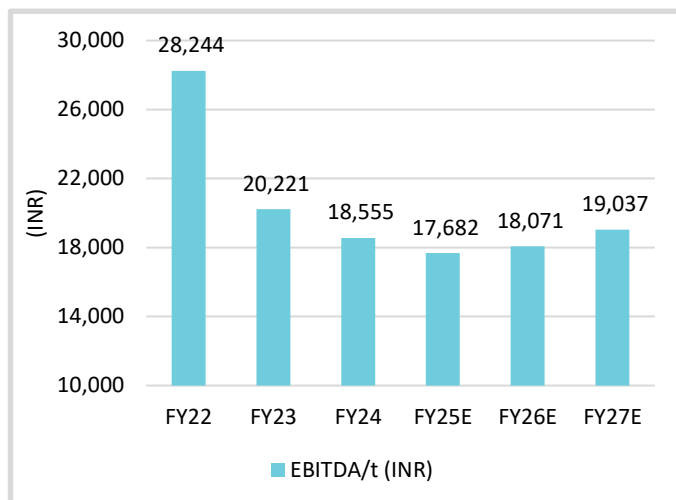
We forecast margin expansion driven by better operating leverage and downstream addition. We estimate standalone EBITDA/t shall increase from INR17,682 in FY25E to INR19,037 in FY27E. This along with factoring in earnings from JUSL, Chromeni and other subsidiaries, we reckon consolidated EBITDA shall grow at 27% CAGR over FY25–27E to INR80.5bn.

**Exhibit 9: EBITDA to grow at 27% CAGR over FY25–27E**



Source: Company, Nuvama Research

**Exhibit 10: Margins to be range-bound; bottoms out in FY25**

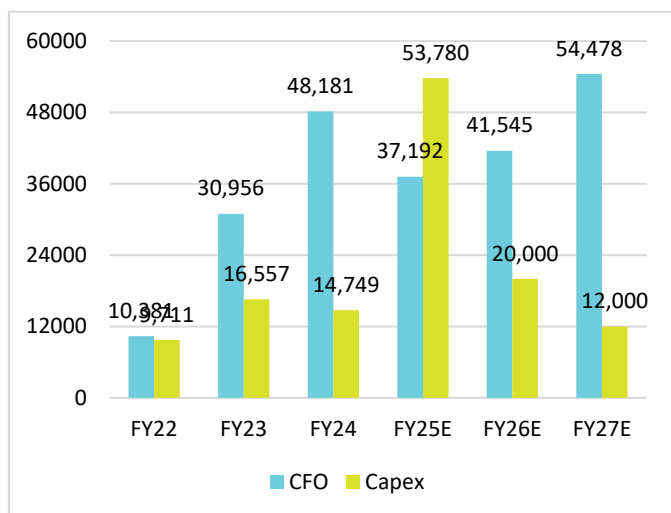


Source: Company, Nuvama Research

## Capex to peak in FY25; should turn net debt to net cash in FY27

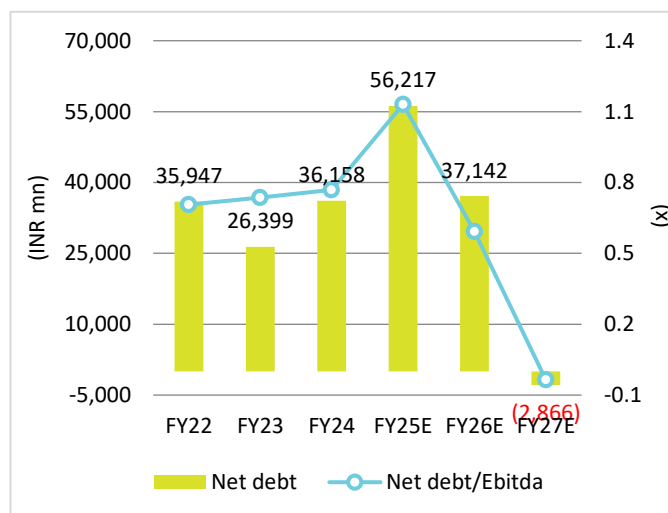
On account of acquisitions as well as ongoing expansion projects, capex spending shall burgeon by 3.6x YoY to INR54bn and lead to increase of 55% YoY in net debt to INR56bn. However, FY26 onwards, capex spending to slow down as projects capex matures and commission. We are factoring in capex (including maintenance) of INR55bn in FY25E, INR20bn in FY26E and INR12bn in FY27E. We forecast margin expansion and growth shall help generate strong cash flow in turn transforming JSL into net cash position by FY27.

**Exhibit 11: Capex to peak in FY25**



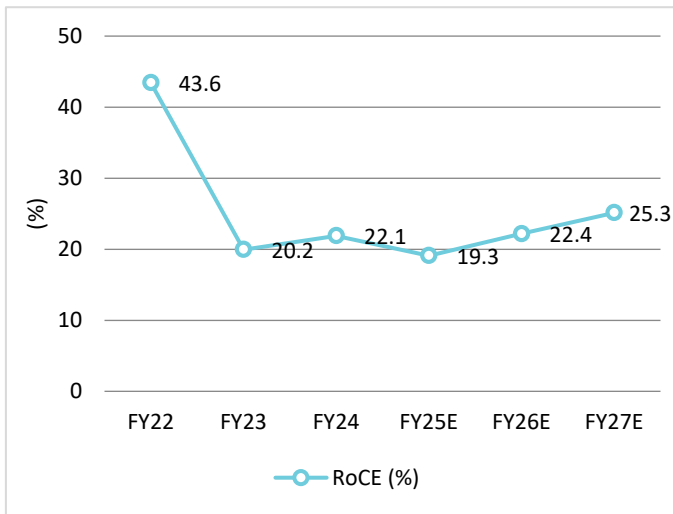
Source: Company, Nuvama Research

**Exhibit 12: Transforming into net cash**



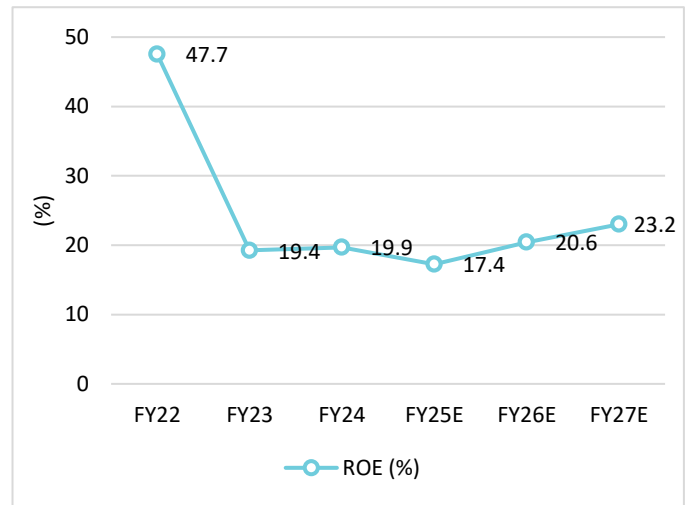
Source: Company, Nuvama Research

**Exhibit 13: RoCE expansion by 605bp over FY25–27E**



Source: Company, Nuvama Research

**Exhibit 14: RoE expansion by 577bp over FY25–27E**



Source: Company, Nuvama Research

## Change in estimates

We are cutting FY25E/26E EBITDA by ~7% each to factor in lower volume and profitability amid weak export demand. We are now factoring in 2.34mt in FY25 (up 7.7% YoY; earlier:2.457mt), which should increase by 15% YoY to 2.7mt in FY26 (earlier: 2.8mt). We estimate global demand shall pick up in FY26. This along with new capacity (1.2mtpa) coming online by H1FY27, we factor in volume of 3.28mt in FY27 (up 21.5% YoY). EBITDA/t is likely to increase to ~INR18,071 in FY26 (FY25: INR17,682) and improve further to INR19,037/t in FY27E, assuming exports recover by then.

We rollover to FY27, valuing the stock at 8.5x (unchanged) FY27E EV/EBITDA and arrive at a TP of INR836 (earlier INR756). We upgrade the stock to 'BUY' from 'HOLD'. We believe the long-term structural story remains intact and a near-term correction in the stock should be taken as a buying opportunity.

**Exhibit 15: Change in estimates**

INR mn	Old		New		Variance (%)	
	FY25E	FY26E	FY25E	FY26E	FY25E	FY26E
Sales volume(mt)	2,457	2,800	2,342	2,700	(4.7)	(3.6)
EBITDA(INR/t)	18,154	18,949	17,682	18,071	(2.6)	(4.6)
Revenue	4,15,409	4,74,512	4,00,854	4,61,813	(3.5)	(2.7)
EBITDA	53,709	67,232	49,725	62,745	(7.4)	(6.7)
PAT	30,376	41,118	27,203	38,400	(10.4)	(6.6)
EPS (INR/share)	36.9	49.9	33.0	46.6	(10.4)	(6.6)

Source: Company, Nuvama Research

**Exhibit 16: Key assumptions**

Key Assumptions	FY22	FY23	FY24	FY25E	FY26E	FY27E
Volumes (kt)	1,671	1,764	2,175	2,342	2,700	3,280
Gross Margin(INR/t)	64,719	62,083	54,058	54,100	54,100	54,600
EBITDA/t (INR)	28,244	20,221	18,555	17,682	18,071	19,037
Net debt/EBITDA (x)	0.7	0.7	0.8	1.1	0.6	0.0

Source: Company, Nuvama Research

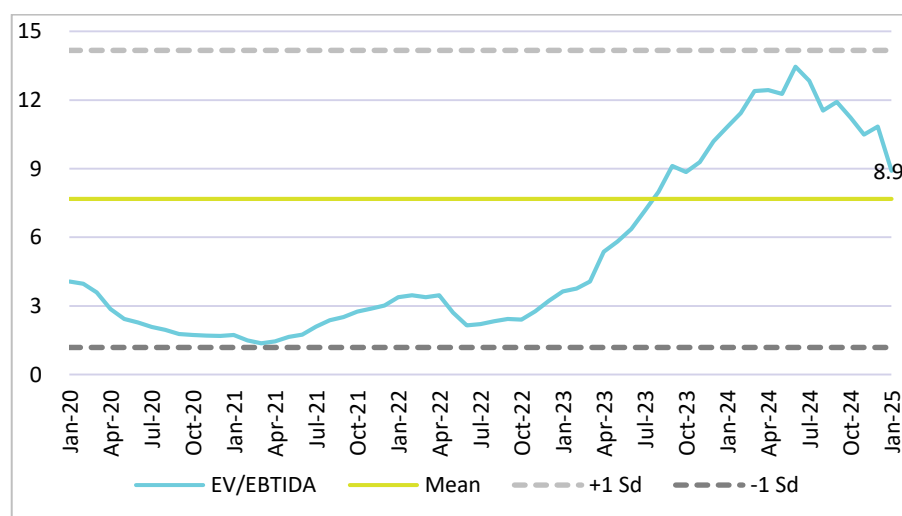


**Exhibit 17: Valuation**

Particulars (INR mn)	FY27E
EBITDA	80,554
Multiple (x)	8.5
Enterprise Value	6,84,712
Average Net debt	17,138
Implied Market-cap	6,67,574
No. of shares (mn)	823
Fair value (INR/share)	811
Value of pig iron @6.0x EBITDA	26
Fair value (INR/share)	836

Source: Company, Nuvama Research

**Exhibit 18: Trading near five year average one-year forward EV/EBITDA**



Source: Company, Nuvama Research

## Company Description

Jindal Stainless Limited (JSL) is a stainless steel (SS) manufacturer with an installed capacity of 2.9mtpa. The company's products include SS products, ferro alloys and metallurgical coke. Its ferro alloys include ferrochrome, ferromanganese, high carbon (HC) silico manganese, medium carbon (MC) silico manganese and low carbon (LC) silico manganese. Its SS products include slabs, hot rolled coil, hot rolled annealed and pickled (HRAP) coil/2E coil, cold rolled annealed and pickled (CRAP) coil and plates. Its various grades of products include 200 series, 300 series and 400 series. The company has a presence in about 60 countries. Its manufacturing units are located in Jajpur (Odisha) and Hisar (Haryana)

## Investment Theme

Demand of SS is on the rise in India, and Jindal Stainless, being the market leader, will be its major beneficiary. The company has expanded SS capacity by 1mtpa, taking the total to 2.9mtpa by Q1FY24, which provides volume growth visibility until FY26E. It acquired a 74% stake in its associate company Jindal United Steel in July that will further help in enhancing margins. The company is expanding capacity by 1.2mtpa, taking total capacity to 4.2mtpa by 1HFY27E

## Key Risks

Global recession leading to weakness in stainless steel demand

Rise in working capital, squeezing operating cash flows

Any major inorganic expansion

Entering an unrelated business

## Additional Data

### Management

Chairman	Ratan Jindal
MD	Abhyuday Jindal
CFO	Anurag Mantri
CS	Navneet Raghuvanshi
Auditor	Walker Chandio & Co. LLP

### Holdings – Top 10\*

% Holding		% Holding	
ELM Park Fund	4.8	Dimentional Fund	0.95
Albula Investment	3.30	L&T Mutual Fund	0.51
Vanguard	1.57	UTI AMC	0.46
Blackrock Inc	1.37		
ICICI Pru AMC	1.1		

\*Latest public data

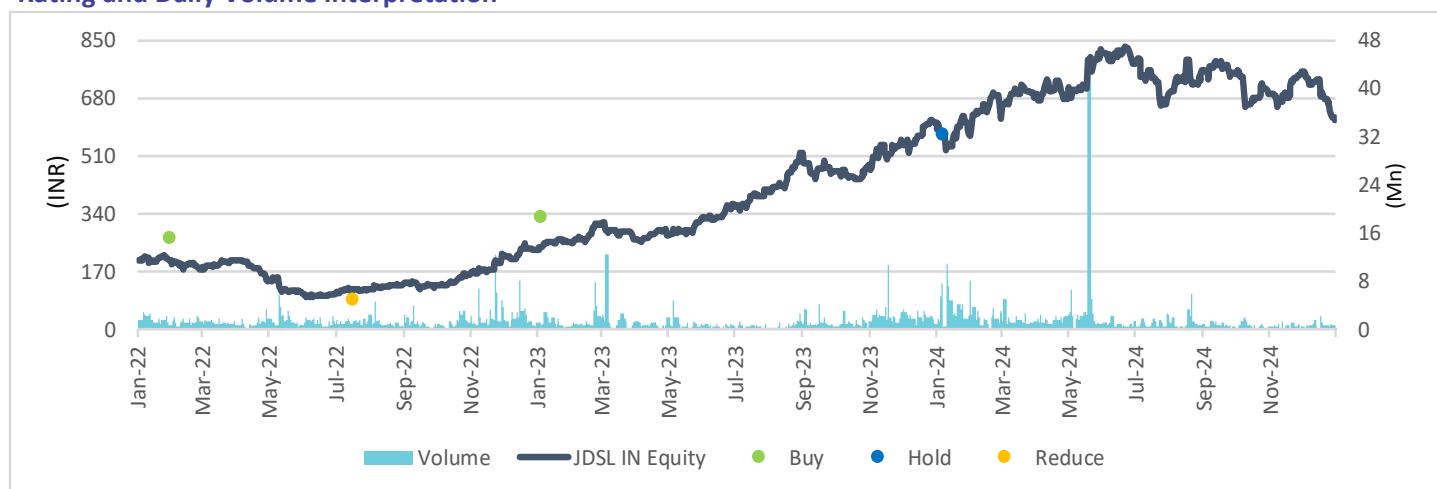
### Recent Company Research

Date	Title	Price	Reco
18-Oct-24	EBITDA sustains amid weak macros; <i>Result Update</i>	740	Hold
31-Jul-24	EBITDA improves on low base; <i>Result Update</i>	741	Hold
16-May-24	High-cost inventory, low prices hit marg; <i>Result Update</i>	680	Hold

### Recent Sector Research

Date	Name of Co./Sector	Title
06-Jan-25	Metals & Mining	Steel mixed bag; non-ferrous margin to r; <i>Sector Update</i>
30-Dec-24	Jindal Steel & Power	Volume growth to resume from FY26; <i>Visit Note</i>
18-Dec-24	Metals & Mining	Tax on Karnataka iron ore on the cards; <i>Sector Update</i>

### Rating and Daily Volume Interpretation



Source: Bloomberg, Nuvama research

### Rating Rationale & Distribution: Nuvama Research

Rating	Expected absolute returns over 12 months	Rating Distribution
Buy	15%	226
Hold	<15% and >-5%	62
Reduce	<-5%	27

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