

Challenging outlook for Novelis; India to do well

Hindalco (including Utkal Alumina) reported better than expected adjusted EBITDA of Rs45.6bn ex one off gain of Rs 5.7bn from sale of land (CentrumE: Rs39.9bn), up 19% QoQ. The outperformance is primarily driven by lower cost and better than expected profitability in copper segment. The aluminium business EBITDA grew by 10% QoQ and EBITDA/t stood at USD1,349/t (CentrumE: USD1183/t). While, copper segment reported beat on EBITDA/t at USD846/t (CentrumE: USD639/t). Novelis reported lower than expected EBITDA at USD462mn including net impact of Sierre flooding of negative USD21 (CentrumE: USD516mn). The Adjusted EBITDA stood at USD489mn and EBITDA/t of 502/t (CentrumE: USD529/t). During H1FY25, Novelis experienced an extraordinary event in Sierre, where the Rhone River overflowed due to heavy rainfall, resulting in significant flooding and a halt in production. The cash flow impact of USD80mn is expected over Q3FY25 and the net impact on EBITDA is estimated to be USD30bn out of which USD25bn occurred in Q2FY25. The US plant (Bay Minette) is expected to commission by H2FY26, with a ramp-up period expected to take 18-24 months. We revise target price to at Rs669/sh, valuing Novelis at 6.5x H1FY27E EV/EBITDA and Indian operations at 5x H1FY27E EV/EBITDA. Downgrade to ADD rating.

India: EBITDA up 19% QoQ due to increase in aluminium price and decline in input cost
EBITDA of India aluminium (including Utkal Alumina) of Rs38bn, up 10% QoQ and primary aluminium EBITDA/t was USD1,349, up 6% QoQ. This increase is supported by lower input cost and higher aluminium prices. It guided cost to slightly increase in Q3FY25 by 1-1.5%. Copper sales volume down by 1.7% QoQ at 117kt. Copper EBITDA stood at Rs8.2bn up 3% QoQ. Alumina volume during the quarter stood at 197kt (Q1FY25: 167KT)

Novelis: Adj EBITDA/t drop QoQ due to slowdown in Europe and increase in cost
Novelis reported Adj EBITDA of USD 462mn (excluding net impact of Sierre flooding of negative USD21) down 7.6% QoQ (CentrumE: USD516mn) and EBITDA/t of USD511/t (CentrumE: USD529/t). Management maintains its EBITDA guidance of USD 525/t for FY25. The commissioning of the US Plant (Bay Minette) is commissioned by H2FY26, with a ramp-up period expected to take 18-24 months. Management aims to achieve an EBITDA of \$600/t post-ramp-up. Capex guidance for FY25 is USD 1.8 bn to USD 2.1 bn and 65% is allocated to the Bay Minette project, totalling to USD 1.2 bn-USD 1.4 bn, and USD 300 mn for sustainable capex.

Valuation: Revise to ADD with target price of Rs669

Novelis business is witnessing increase in cost due to tightening of scrap supply which is expected to impact in H2FY25 as well. The growth from new expansion project will kick in from FY27 onwards which lead to gradual increase in EBITDA/t to USD600/t. While India aluminium business in Q3FY25 to clock higher margins due to increase in commodity prices. It has commissioned Silvassa extrusion plant, however alumina capacity expansion, new copper smelter and aluminium smelter capex is currently ongoing. HNDL, is further diversifying deeper into downstream as well as increasing upstream capacities to address demand growth. We revise to ADD rating with target price of Rs669.

Financial and valuation summary

YE Mar (Rs mn)	2QFY25A	2QFY24A	YoY (%)	1QFY25A	QoQ (%)	FY25E	FY26E	FY27E
Revenues	231,350	211,030	9.6	227,500	1.7	2,275,541	2,458,190	2,652,890
EBITDA	51,390	24,020	113.9	38,400	33.8	282,202	313,034	328,656
EBITDA margin (%)	22.2	11.4	95.2	16.9	31.6	12.4	12.7	12.4
Adj. Net profit	46,800	11,780	297.3	21,120	121.6	139,497	160,016	169,081
Adj. EPS (Rs)	21.1	5.3	297.3	9.5	121.6	62.8	72.1	76.2
EPS growth (%)						37.7	14.7	5.7
PE (x)						10.0	8.7	8.2
EV/EBITDA (x)						6.4	5.9	5.2
PBV (x)						1.2	1.0	0.9
RoE (%)						12.4	12.7	12.0
RoCE (%)						9.8	10.3	9.9

Source: Company, Centrum Broking, India including Utkal Alumina

Please see Disclaimer for analyst certifications and all other important disclosures.

Result Update

India I Metals & Mining

14 November, 2024

ADD

Price: Rs627

Target Price: Rs669

Forecast return: 7%

Institutional Research

Market data

Bloomberg:	HNDL IN
52 week H/L:	773/481
Market cap:	Rs1408.1bn
Shares Outstanding:	2247.2mn
Free float:	56.8%
Avg. daily vol. 3mth:	6,597,052

Source: Bloomberg

Changes in the report

Rating:	ADD; downgrade from BUY
Target price:	Rs 669; down 1.3%
EPS:	FY25E: Rs62.8, down 3.1% FY26E: Rs72.1, down 3.8%

Source: Centrum Broking

Shareholding pattern

	Sep-24	Jun-24	Mar-24	Dec-23
Promoter	34.6	34.6	34.6	34.6
FIIs	28.6	27.2	26.8	27.9
DIIIs	28.3	29.5	29.7	29.2
Public/other	8.5	8.7	8.8	8.3

Source: BSE

Centrum estimates vs Actual results

YE Mar (Rs mn)	Actual Q2FY25	Centrum Q2FY25	Variance (%)
Revenue	2,31,350	2,30,641	0.3
EBITDA	51,390	39,949	28.6
EBITDA margin (%)	22.2	17.3	
PBT	51,330	32,399	58.4
Adj. PAT	46,800	24,299	92.6

Source: Bloomberg, Centrum Broking



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Metals & Mining

Thesis Snapshot

Estimate revision

YE Mar (Rs mn)	FY25E New	FY25E Old	% chg	FY26E New	FY26E Old	% chg
Revenue	2,275,541	2,335,876	-2.6	2,458,190	2,527,683	-2.7
EBITDA	282,202	289,173	-2.4	313,034	323,616	-3.3
EBITDA margin %	12.4	12.4		12.7	12.8	
Adj. PAT	139,497	143,931	-3.1	160,016	166,385	-3.8
Diluted EPS (Rs)	62.8	65	-3.1	72.1	75	-3.8

Hindalco versus NIFTY 50

	1m	6m	1 year
HNDL IN	(15.7)	(3.1)	28.5
NIFTY 50	(6.1)	6.2	21.4

Source: Bloomberg, NSE

Key assumptions

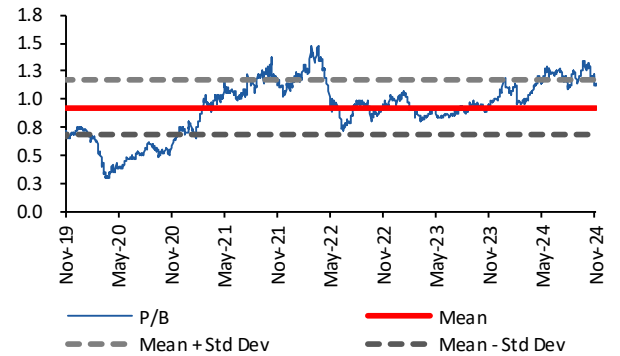
Y/E Mar	FY24	FY25E	FY26E	FY27E
Rs/USD	82.8	83.8	83.8	83.8
LME aluminium incl hedging (US\$/t)	2,300	2,600	2,600	2,600
Premium (US\$/t)	150	150	150	151
Aluminium volume-India ('000 t)	1,360	1,363	1,383	1,383
Aluminium volume- Novelis ('000 t)	3,673	3,825	4,300	4,600
Novelis- EBITDA/t (USD)	455	516	561	568
Net debt/EBITDA (x)	1.6	1.5	1.4	1.0

Source: Centrum Broking

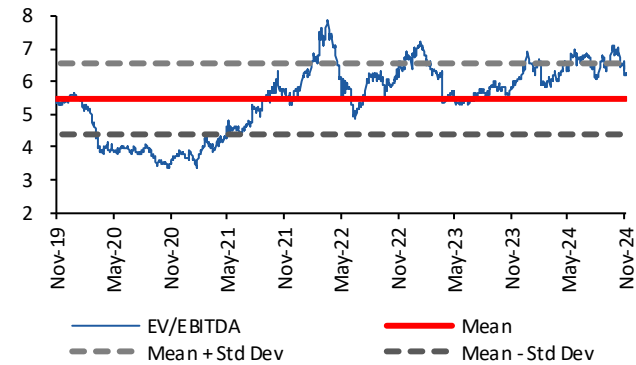
Valuations

We change our target price at Rs669/sh, valuing Novelis at 6.5x H1FY27E EV/EBITDA and Indian operations at 5x H1FY27E EV/EBITDA..

P/B mean and standard deviation



EV/EBITDA mean and standard deviation



Source: Bloomberg, Centrum Broking

Exhibit 1: Quarterly monitories

Centrum Quarterly Monitor	Q1FY25	Q2FY25	Our Comments
Demand environment	In Q1 FY25, domestic demand for aluminum recorded robust 15% YoY growth. This strong performance was primarily driven by increase in demand in the electrical segment, particularly in cables and conductors, as well as rising demand of aluminum in the solar sector.	In Q2 FY25, domestic demand for aluminum recorded robust 7% YoY growth. This strong performance was primarily driven by increase in demand in the electrical segment, particularly in cables and conductors, as well as rising demand of aluminum in the solar sector.	Aluminium demand in India remains robust. However, in developed nations economic recovery is awaited to see demand growth for aluminium segment.
Outlook and guidance	<ul style="list-style-type: none"> CoP decreased in line with guidance. For Q2FY25, CoP is expected to increase by 1% QoQ. Management is expecting sustainable EBITDA from copper business of around USD6bn on quarterly basis Management is guiding a capex of USD1.8-2.1bn in FY25 and expect to be at the bottom range 	<ul style="list-style-type: none"> CoP decreased in line with guidance. For Q3FY25, CoP is expected to increase by 1-1.5% QoQ Management is expecting sustainable EBITDA from copper business of around USD6bn on quarterly basis Management is guiding a capex of Rs 70-80bn in FY25 	Challenging near term for Novelis to protect margins. However, higher commodity prices to drive margin improvement in India business
Key interventions	<ul style="list-style-type: none"> The company has successfully completed the expansion at Silvassa extrusion plant and the FRP expansion project is on track. Alumina expansion project in Orissa, copper smelter project and 180kt smelter expansion in Aditya will require Rs 80bn of capex per project 	<ul style="list-style-type: none"> The company has successfully completed the expansion at Silvassa extrusion plant and the SRP expansion project is on track which will take downstream capacity to 600kt which is expected to commissioned in FY26 180kt aluminium smelter project and copper smelter project will roughly require a capex of around Rs4-5bn and expected to complete by FY27 and FY29 respectively. However the alumina refinery project is expected to complete by FY28 	
On margins and exceptional items	EBITDA margin increase from 11.4% in Q4FY24 to 14.3% in Q1FY25	EBITDA margin increase from 14.3% in Q1FY25 to 20% in Q2FY25	

Source:

Key Concall Highlights

- During Q3CY24, global aluminium production increase to 18.5mt and consumption to 18.4mt, leading to net zero position. China aluminium production in Q3CY24 remained steady at 11mt and consumption increase to 11.4, leading to 0.4 deficit. World Ex-China production in Q3CY234 stood to 7.5mt and consumption stood at 7.1mt resulting 0.6mt surplus.
- In Q1 FY24, domestic demand for aluminum reached 1433 KT, robust 7% YoY growth. This strong performance was primarily driven by increase in demand in the electrical segment, particularly in cables and conductors, as well as rising demand of aluminum in the solar sector.
- Alumina Sale during the quarter was 197kt in Q2FY25
- VAP sales stood at 103kt, (contributing 31% of overall sales volume) against 96kt in Q1FY25. The downstream margins recorded at USD178/t up 30% QoQ due to increase in volume and favourable product mix.
- Primary aluminium EBITDA/t up by 6% at USD1,349/t (Q1FY25: USD1,273/t) on account of lower input cost down 4.8% QoQ.
- Management has guided CoP to slightly increase by 1-1.5% compare to Q2FY25 in Q3FY25
- Chakal coal mine is currently in stage 1 process waiting for FC and the exploration is started in Meenakshi mine waiting for allotment

- The company's current coal mix consists of 50% linkage coal, 47% e-auction coal and 2% captive
- During the quarter, management has hedged 27% of its aluminium volume at a price of USD 2,539. For H2FY25, 30% of the volume is currently hedged at USD 2,579, with 15% of that volume under a zero collar, which has a bottom price of USD 2,262 and a ceiling price of USD 2,547. Additionally, for FY25, 14% of the aluminium volume has already been hedged at USD 2,700
- The company has successfully completed the expansion at Silvassa extrusion plant and the SRP expansion project is on track which will take downstream capacity to 600kt which is expected to be commissioned in FY26
- 180kt aluminium smelter project and copper smelter project will roughly require a capex of around Rs4-5bn and expected to complete by FY27 and FY29 respectively. However the alumina refinery project is expected to complete by FY28
- Management is expecting sustainable EBITDA from copper business of around USD6bn on quarterly basis
- Management is guiding a capex of Rs 70-80bn in FY25 and FY24 capex will be same as guided around Rs60bn

Novelis: Lower scrap spread to impact profitability

- In Q2, beverage segment has seen strong double digit growth, while demand from automobile sector is improving in North America and Europe. The recent interest rate cut is expected to improve demand in speciality segment
- Capex guidance for FY25 is USD 1.8 bn to USD 2.1 bn. Of this, 65% is allocated to the Bay Minette project, totaling to USD 1.17 bn-USD 1.37 bn, with an additional USD 300 mn for sustainable capex.
- Company is witnessing tightening of scrap supply in market due to significant increase in demand coming from China. As a result, margins have squeezed due to higher scrap cost and expected to impact in H2FY25
- At the end of June, Novelis experienced an extraordinary event in Sierre, where the Rhone River overflowed due to heavy rainfall, resulting in significant flooding and a halt in production. Currently, situation is under control and production has been restarted.
- The commissioning of the US Plant (Bay Minette) is expected by H2FY26, with a ramp-up period expected to take 18-24 months. Management aims to achieve an EBITDA of \$600/t post-ramp-up.
- The Guthrie recycling centre started commissioning in Q1FY25 and have an annual capacity of 240kt

Exhibit 2: Quarterly Review

Y/E Mar (Rs m)	Q2FY25	Q1FY25	Q2FY24	% ch qoq	% ch yoy	Q2FY25E	% var from est
Net Sales	231,350	227,500	211,030	1.69%	9.6%	230,641	0.3%
EBITDA	51,390	38,400	24,020	33.83%	113.9%	39,949	28.6%
EBITDA Margins (%)	22.21%	16.88%	11.38%			17.32%	28.2%
Other Income	8,250	1,550	1,660	432.26%	397.0%	1,550	432.3%
Interest	2,370	2,470	3,400	-4.05%	-30.3%	2,470	-4.0%
Depreciation	5,940	6,630	5,970	-10.41%	-0.5%	6,630	-10.4%
PBT after exceptional	51,330	30,850	16,310	66.39%	214.7%	32,399	58.4%
Adjustment	0	0	221			0	
Adjusted PAT	46,800	21,120	11,780	121.59%	297.3%	24,299	92.6%
Reported PAT	46,800	21,120	11,780	121.59%	297.3%	24,299	92.6%
NPM (%)	20.23%	9.28%	5.58%			10.54%	

Source: Centrum Broking, Company Data

Exhibit 3: Standalone Aluminium (incl Utkal) financials

(Rs mn)	Q2FY24	Q3FY24	Q4FY24	Q1FY25	Q2FY25	QoQ (%)	YoY (%)
Net Sales	211,030	207,660	229,300	227,500	231,350	1.7	9.6
Operating EBITDA	24,020	26,840	32,070	38,400	51,390	33.8	113.9
Aluminium incl Utkal alumina	21,620	24,900	28,300	35,080	38,630	10.1	78.7
Copper	6,530	6,560	7,760	8,050	8,290	2.9	26.9
Unallocable expenses	(4,950)	(4,710)	(4,280)	(3,380)	4,440	-231.4	-189.7
Other income (assumed taking standalone)	1,660	1,330	1,330	1,550	8,250	432.3	396.9
Finance cost	3,400	3,190	2,640	2,470	2,370	-4.0	-30.3
Depreciation	5,970	5,910	6,040	6,630	5,940	-10.4	-0.5
PBT before exceptional items	16,310	19,070	24,720	30,850	51,330	66.4	214.7
Exceptional income/(expenses)- net	330		0	0	0		
Profit Before Tax (After Exceptional Item)	16,640	19,070	24,720	30,850	51,330	66.4	208.5
Tax	4,530	6,730	5,090	9,730	4,530	-53.4	0.00
Reported PAT	12,110	12,340	19,630	21,120	46,800	121.6	286.4
Adjusted PAT	11,889	12,340	19,630	21,120	46,800	121.6	293.6

Source: Centrum Broking, Company Data

Exhibit 4: Quarterly Review

Y/E Mar (Rs m)	Q2FY25	Q1FY25	Q2FY24	% ch qoq	% ch yoy	Q2FY25E	% var from est
Net Sales	231,350	227,500	211,030	1.69%	9.6%	230,641	0.3%
EBITDA	51,390	38,400	24,020	33.83%	113.9%	39,949	28.6%
EBITDA Margins (%)	22.21%	16.88%	11.38%			17.32%	28.2%
Other Income	8,250	1,550	1,660	432.26%	397.0%	1,550	432.3%
Interest	2,370	2,470	3,400	-4.05%	-30.3%	2,470	-4.0%
Depreciation	5,940	6,630	5,970	-10.41%	-0.5%	6,630	-10.4%
PBT after exceptional	51,330	30,850	16,310	66.39%	214.7%	32,399	58.4%
Adjustment	0	0	221			0	
Adjusted PAT	46,800	21,120	11,780	121.59%	297.3%	24,299	92.6%
Reported PAT	46,800	21,120	11,780	121.59%	297.3%	24,299	92.6%
NPM (%)	20.23%	9.28%	5.58%			10.54%	

Source: Centrum Broking, Company Data

Exhibit 5: Quarterly consolidated financials

Y/E Mar (Rs mn)	Q2FY25	Q1FY25	Q4FY24	% ch QoQ	% ch YoY
Net Sales	231,350	570,130	559,940	1.7	9.6
EBITDA	51,390	75,850	68,380	33.8	113.9
OPM (%)	22	13.3	12.2	31.6	95.2
Other Income	8,250	4,240	3,620	432.3	397.0
Interest	2,370	8,590	8,890	-4.0	-30.3
Depreciation	5,940	19,740	21,750	-10.4	-0.5
PBT	51,330	51,760	41,360	66.4	214.7
Adjusted PAT	46,800	34,040	31,730	121.6	293.6
Reported PAT	46,800	30,740	31,730	121.6	286.5
EPS (Rs)	21.1	15.3	14.3	121.6	293.6

Source: Centrum Broking, Company Data

Exhibit 6: Novelis quarterly financials

US\$ mn	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25
Rolled product sales volume ('000 t)	933	910	951	951	945
YoY (%)	(5.2)	0.2	1.6	8.2	1.3
QoQ (%)	6.1	(2.5)	4.5	0.0	(0.6)
Net sales	4,107	3,935	4,077	4,187	4,295
YoY (%)	(14.4)	(6.3)	(7.3)	2.3	4.6
QoQ (%)	0.4	(4.2)	3.6	2.7	2.6
Adj EBITDA	506	499	514	500	483
YoY (%)	0.0	46.3	27.5	18.8	(0.2)
QoQ (%)	20.2	(1.4)	13.2	(2.7)	(3.4)
EBITDA/t (USD)	542	548	540	526	511
YoY (%)	5.5	46.0	25.5	9.8	(1.5)
QoQ (%)	13.2	1.1	8.3	(2.7)	(2.8)
Depreciation	136	139	148	140	141
Interest	78	73	70	72	72
PBT	292	287	296	288	270
Tax	51	54	59	60	51
Adj PAT before Minority shares	241	233	237	228	219

Source: Centrum Broking, Company Data

Exhibit 7: Novelis regional performance

Regional operational performance	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	YoY (%)	QoQ (%)
North America							
Rolled products (000 t)	390	362	391	388	396	1.5	2.1
Adj EBITDA (USD mn)	208	165	210	183	185	-11.1	1.1
Adj EBITDA/t (USD)	533	456	537	472	467	-12.4	-0.9
Europe							
Rolled products (000 t)	256	230	246	263	233	-9.0	-11.4
Adj EBITDA (USD mn)	100	59	74	90	63	-37.0	-30.0
Adj EBITDA/t (USD)	391	257	301	342	270	-30.8	-21.0
Asia							
Rolled products (000 t)	175	176	183	194	198	13.1	2.1
Adj EBITDA (USD mn)	82	81	84	92	91	11.0	-1.1
Adj EBITDA/t (USD)	469	460	459	474	460	-1.9	-3.1
South America							
Rolled products (000 t)	144	176	164	154	162	12.5	5.2
Adj EBITDA (USD mn)	93	150	145	132	122	31.2	-7.6
Adj EBITDA/t (USD)	646	852	884	857	753	16.6	-12.1

Source: Centrum Broking, Company Data

Exhibit 8: Valuation

P&L					
YE Mar (Rs mn)	FY23A	FY24A	FY25E	FY26E	FY27E
Revenues	2,232,020	2,159,620	2,275,541	2,458,190	2,652,890
Operating Expense	1,581,160	1,483,310	1,596,720	1,734,101	1,888,237
Employee cost	130,630	147,780	166,886	186,711	209,096
Others	293,570	289,810	229,733	224,344	226,901
EBITDA	226,660	238,720	282,202	313,034	328,656
Depreciation & Amortisation	70,860	75,210	78,785	82,258	85,856
EBIT	155,800	163,510	203,417	230,776	242,800
Interest expenses	36,460	38,580	33,866	35,375	35,375
Other income	12,570	14,960	16,561	17,201	17,201
PBT	131,910	139,890	186,112	212,602	224,626
Taxes	31,440	38,570	46,635	52,606	55,565
Effective tax rate (%)	23.8	27.6	25.1	24.7	24.7
PAT	100,470	101,320	139,477	159,996	169,061
Minority/Associates	90	20	20	20	20
Recurring PAT	100,560	101,340	139,497	160,016	169,081
Extraordinary items	(410)	(210)	0	0	0
Reported PAT	100,150	101,130	139,497	160,016	169,081

Ratios					
YE Mar	FY23A	FY24A	FY25E	FY26E	FY27E
Growth (%)					
Revenue	14.4	(3.2)	5.4	8.0	7.9
EBITDA	(20.9)	5.3	18.2	10.9	5.0
Adj. EPS	(26.2)	0.8	37.7	14.7	5.7
Margins (%)					
Gross	36.9	38.0	36.1	35.6	34.8
EBITDA	10.2	11.1	12.4	12.7	12.4
EBIT	7.0	7.6	8.9	9.4	9.2
Adjusted PAT	4.5	4.7	6.1	6.5	6.4
Returns (%)					
ROE	11.6	10.1	12.4	12.7	12.0
ROCE	8.7	8.2	9.8	10.3	9.9
ROIC	10.1	9.3	10.9	11.1	11.0
Turnover (days)					
Gross block turnover ratio (x)	1.6	1.5	1.3	1.3	1.3
Debtors	30	28	28	33	38
Inventory	71	71	67	66	65
Creditors	63	59	59	61	62
Net working capital	60	52	45	48	63
Solvency (x)					
Net debt-equity	0.4	0.4	0.3	0.3	0.2
Interest coverage ratio	6.2	6.2	8.3	8.8	9.3
Net debt/EBITDA	1.7	1.6	1.5	1.4	1.0
Per share (Rs)					
Adjusted EPS	45.3	45.6	62.8	72.1	76.2
BVPS	427.1	478.1	535.9	601.5	671.2
CEPS	77.2	79.5	98.3	109.1	114.8
DPS	4.0	3.0	3.0	3.0	0.0
Dividend payout (%)	8.9	6.6	4.8	4.2	0.0
Valuation (x)					
P/E	13.8	13.7	10.0	8.7	8.2
P/BV	1.5	1.3	1.2	1.0	0.9
EV/EBITDA	5.7	7.4	6.4	5.9	5.2
Dividend yield (%)	0.6	0.5	0.5	0.5	0.0

Source: Company, Centrum Broking

Balance sheet					
YE Mar (Rs mn)	FY23A	FY24A	FY25E	FY26E	FY27E
Equity share capital	2,220	2,220	2,220	2,220	2,220
Reserves & surplus	945,840	1,059,240	1,187,498	1,333,147	1,487,859
Shareholders fund	948,060	1,061,460	1,189,718	1,335,367	1,490,079
Minority Interest	110	110	121	121	121
Total debt	591,783	549,109	554,767	554,767	554,767
Non Current Liabilities	94,590	96,600	97,464	97,464	97,464
Def tax liab. (net)	86,500	93,440	93,693	93,693	93,693
Total liabilities	1,721,043	1,800,719	1,935,763	2,081,411	2,236,124
Gross block	1,398,900	1,488,976	1,725,013	1,901,113	1,993,413
Less: acc. Depreciation	(613,600)	(691,996)	(770,102)	(846,005)	(925,506)
Net block	785,300	796,980	954,911	1,055,108	1,067,908
Capital WIP	73,400	146,430	146,430	146,430	146,430
Net fixed assets	1,184,050	1,267,870	1,427,420	1,527,617	1,540,417
Non Current Assets	75,930	95,310	96,175	99,495	102,819
Investments	81,800	120,620	121,525	121,525	121,525
Inventories	429,580	408,120	430,784	459,477	489,414
Sundry debtors	162,140	164,040	183,643	264,480	294,267
Cash & Cash Equivalents	212,250	177,090	140,371	117,604	241,423
Loans & advances	80	320	320	320	320
Other current assets	89,060	73,860	83,128	85,573	87,435
Trade payables	358,600	344,440	390,454	429,409	468,663
Other current liab.	31,620	34,830	38,785	46,132	53,647
Provisions	136,907	139,081	130,347	131,123	131,170
Net current assets	365,983	305,079	278,659	320,791	459,380
Total assets	1,721,043	1,800,719	1,935,763	2,081,411	2,236,124

Cashflow					
YE Mar (Rs mn)	FY23A	FY24A	FY25E	FY26E	FY27E
Profit Before Tax	132,410	140,120	186,112	212,602	224,626
Depreciation & Amortisation	70,860	75,210	78,106	75,903	79,501
Net Interest	36,460	38,580	0	0	0
Net Change – WC	(4,570)	19,440	24,616	(29,278)	20,473
Direct taxes	(27,330)	(26,750)	(46,635)	(52,606)	(55,565)
Net cash from operations	192,550	240,560	242,199	206,621	269,034
Capital expenditure	(96,370)	(156,780)	(236,037)	(176,100)	(92,300)
Acquisitions, net	0	0	0	0	0
Investments	(2,140)	18,990	905	0	0
Others	18,350	(4,970)	0	0	0
Net cash from investing	(80,160)	(142,760)	(235,132)	(176,100)	(92,300)
FCF	96,180	83,780	6,162	30,521	176,734
Issue of share capital	0	0	0	0	0
Increase/(decrease) in debt	(20,220)	(17,600)	5,658	0	0
Dividend paid	(8,900)	(6,670)	(6,660)	(6,660)	0
Interest paid	(39,500)	(39,120)	0	0	0
Others	(35,880)	(44,780)	0	0	0
Net cash from financing	(104,500)	(108,170)	(1,002)	(6,660)	0
Net change in Cash	7,890	(10,370)	6,065	23,861	176,734

Source: Company, Centrum Broking

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Source: Bloomberg

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