

ULTRATECH CEMENT LIMITED

January 20, 2024

UltraTech
CEMENT
The Engineer's Choice

Current Price: **INR 9962.25**

STOCK DATA

BSE Code	532538
NSE Symbol	ULTRACEMCO
Reuters	ULTC.BO
Bloomberg	UTCEM IN

VALUE PARAMETERS

52 W H/L(Rs)	10522.65/7436.75
Mkt. Cap.(Rs Cr)	287607.50
Latest Equity(Subscribed)	288.70
Latest Reserve (cons.)	59938.79
Latest EPS (cons.) -Unit Curr.	244.50
Latest P/E Ratio -cons	40.75
Latest Bookvalue (cons.) -Unit Curr.	2086.18
Latest P/BV - cons	4.78
Dividend Yield -%	0.70
Face Value	10

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 31/03/2024
Foreign	18.64
Institutions	14.76
Govt Holding	0.05
Non Promoter Corp. Hold.	0.56
Promoters	59.96
Public & Others	6.05

Consolidate Financial Results

In Cr.

	Qtr Ended Mar. 23	Qtr Ended Mar. 23	Var. (%)
Net Sales (including other operating income)	20418.94	18662.38	9.41
OPM (%)	20.15	17.80	234 bps
OP	4113.92	3322.49	23.82
Other Inc.	135.61	121.51	11.60
PBIDT	4249.53	3444.00	23.39
Interest	261.15	191.40	36.44
PBDT	3988.38	3252.60	22.62
Depreciation	814.92	761.66	6.99
PBT	3173.46	2490.94	27.40
Share of Profit/(Loss) from Associates	9.06	1.46	520.55
PBT before EO	3182.52	2492.40	27.69
EO Income	-72.00	0.00	-
PBT after EO	3110.52	2492.40	24.80
Taxation	851.94	822.30	3.60
PAT	2258.58	1670.10	35.24
Minority Interest (MI)	0.46	4.15	-88.92
Net profit	2258.12	1665.95	35.55
EPS (Rs)	80.03	57.71	

UltraTech Q4 results: Net profit rises 36% to Rs 2,258 crore, beats estimates

Net sales (including other operating income) of UltraTech Cement has increased 9.41% to Rs 20418.94 crore. Operating profit margin has jumped from 17.80% to 20.15%, leading to 23.82% rise in operating profit to Rs 4,113.92 crore. Raw material cost as a % of total sales (net of stock adjustments) decreased from 14.51% to 14.23%. Purchase of finished goods cost rose from 1.25% to 2.50%. Employee cost decreased from 3.90% to 3.76%. Other expenses fell from 62.28% to 58.89%. Power and Oil fuel cost fell from 28.87% to 24.26%. Freight charges rose from 22.82% to 23.30%.

Other income rose 11.60% to Rs 135.61 crore. PBIDT rose 23.39% to Rs 4249.53 crore. Provision for interest rose 36.44% to Rs 261.15 crore. Loan funds rose to Rs 11,402.95 crore as of 31 March 2024 from Rs 11,057.74 crore as of 31 March 2023. Inventories rose to Rs 8,329.74 crore as of 31 March 2024 from Rs 6,611.83 crore as of 31 March 2023. Sundry debtors were higher at Rs 4,278.16 crore as of 31 March 2024 compared to Rs 3,867.02 crore as of 31 March 2023. Cash and bank balance declined from Rs 1,149.59 crore as of 31 March 2023 to Rs 783.21 crore as of 31 March 2024. Investments rose to Rs 8,248.95 crore as of 31 March 2024 from Rs 7,296.95 crore as of 31 March 2023.

PBDT rose 22.62% to Rs 3988.38 crore. Provision for depreciation rose 6.99% to Rs 814.92 crore. Fixed assets increased to Rs 63,343.30 crore as of 31 March 2024 from Rs 57,290.13 crore as of 31 March 2023. Intangible assets increased from Rs 6,329.26 crore to Rs 6,345.49 crore.

Profit before tax grew 27.40% to Rs 3,173.46 crore. Share of profit/loss was 520.55% higher at Rs 9.06 crore. Provision for tax was expense of Rs 851.94 crore, compared to Rs 822.3 crore. Effective tax rate was 27.39% compared to 32.99%. Minority interest decreased 88.92% to Rs 0.46 crore. Net profit attributable to owners of the company increased 35.55% to Rs 2,258.12 crore.

Expansion:

UltraTech`s expansion program is progressing as per schedule. Work on the second phase of 22.6 mtpa capacity announced in June, 2022, is under progress with capacities commissioned across several locations. For the 3rd phase of growth announced in October 2023, major orders have already been placed to key technology suppliers and civil work has also commenced at some locations.

During the year, UltraTech added 13.27 mtpa grey cement capacity across locations. It further commissioned greenfield cement capacities at Karur, Tamil Nadu and Kukurdih, Chhattisgarh of 2.7 mtpa each, aggregating to 5.4 mtpa in April, 2024.

UltraTech acquired a 0.54 mtpa cement grinding asset of Burnpur Cement Limited, located at Patratu in Jharkhand, marking its entry into the state of Jharkhand. It also entered into an agreement to purchase a grinding asset with an installed capacity of 1.1 mtpa in addition to a captive railway siding, at Parli, Maharashtra from The India Cements Limited. It is also working on a brownfield capacity expansion of 1.2 mtpa at the Parli grinding unit as well as expanding its grinding unit at Dhule, Maharashtra from 1.8 mtpa to 3.6 mtpa.

23.6% of UltraTech`s power requirements are met through green power sources. During the quarter, the Company commissioned additional 156 MW of solar power taking its capacity to 612 MW in addition to Waste Heat Recovery Systems of 278 MW.

Dividend: The board of directors have recommended final dividend of Rs 70 per equity share.

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