

October 19, 2021

**UltraTech**  
CEMENT  
The Engineer's Choice

**Current Price: INR 7397.70**

## STOCK DATA

BSE Code	532538.00
NSE Symbol	ULTRACEMCO
Reuters	ULTC.BO
Bloomberg	UTCEM IN

## VALUE PARAMETERS

52 W H/L(Rs)	8070.60/4380.50
Mkt. Cap.(Rs Cr)	213541.81
Latest Equity(Subscribed)	288.66
Latest Reserve (cons.)	45874.2
Latest EPS (cons.) -Unit Curr.	221.78
Latest P/E Ratio -cons	33.36
Latest Bookvalue (cons.) -Unit Curr.	1599.21
Latest P/BV - cons	4.63
Dividend Yield -%	0.5
Face Value	10

## SHARE HOLDING PATTERN (%)

Description as on	% of Holding 30/09/2021
Foreign	17.33
Institutions	14.51
Govt Holding	0.05
Non Promoter Corp. Hold.	2.00
Promoters	59.96
Public & Others	6.25

## Consolidate Financial Results

In Cr.

	Qtr Ended Sept. 21	Qtr Ended Sept. 20	Var. (%)
OPM (%)	22.59%	25.97%	
OP	2714.73	2697.68	0.63
Other inc.	140.05	134.98	3.76
PBIDT	2854.78	2832.66	0.78
Interest	229.98	357.88	-35.74
PBDT	2624.8	2474.78	6.06
Dep.	677.4	677.09	0.05
PBT	1947.4	1797.69	8.33
Share of profit/loss from JV	0.08	0.16	-50
PBT Before EO	1947.48	1797.85	8.32
Exceptional items	0	-64.55	-100
PBT After EO	1947.48	1733.3	12.36
Total Tax	637.14	566.15	12.54
PAT	1310.34	1167.15	12.27
Minority Interest	-3.19	0.73	-5.37
Net Profit from continuing operations	1313.53	1166.42	12.61
Profit before Tax from Discontinued Operations	80.51	143.17	-4.37
Less: (Provision) for Impairment	-77.9	0	
Tax Expenses	2.61	0.26	9.04
Net Profit for the period from discontinued operation	0	142.91	0
Net Profit for the period	1313.53	1309.33	0.00
EPS (Rs)	45.51	46.87	

## UltraTech Cement Q2FY22 Results, Revenues up 15.3% YoY in a seasonally weak quarter, beats estimates

On consolidated basis, Quarter ended Sep 2021 compared with Quarter ended Sep 2020, Net sales (including other operating income) of UltraTech Cement has increased 15.69% to Rs 12016.78 crore. Operating profit margin has declined from 25.97% to 22.59%, leading to 0.63% rise in operating profit to Rs 2,714.73 crore. Raw material cost as a % of total sales (net of stock adjustments) increased from 13.18% to 14.15%. Purchase of finished goods cost fell from 1.77% to 1.76%. Employee cost increased from 5.53% to 5.55%. Other expenses rose from 53.18% to 56.34%. Power and Oil fuel cost rose from 18.01% to 20.60%. Freight charges fell from 22.45% to 21.85%.

Other income rose 3.76% to Rs 140.05 crore. PBIDT rose 0.78% to Rs 2854.78 crore. Provision for interest fell 35.74% to Rs 229.98 crore. Loan funds declined from Rs 20,848.17 crore as of 30 September 2020 to Rs 15,238.25 crore as of 30 September 2021. Inventories rose to Rs 5,413.55 crore as of 30 September 2021 from Rs 3,907.04 crore as of 30 September 2020. Sundry debtors were higher at Rs 2,629.52 crore as of 30 September 2021 compared to Rs 2,242.08 crore as of 30 September 2020. Cash and bank balance rose to Rs 1,255.87 crore as of 30 September 2021 from Rs 945.50 crore as of 30 September 2020. Investments declined from Rs 9,864.57 crore as of 30 September 2020 to Rs 6,784.29 crore as of 30 September 2021.

PBDT rose 6.06% to Rs 2624.8 crore. Provision for depreciation rose 0.05% to Rs 677.4 crore. Fixed assets increased to Rs 51,511.72 crore as of 30 September 2021 from Rs 45,173.54 crore as of 30 September 2020. Intangible assets declined from Rs 11,818.10 crore to Rs 8,233.89 crore.

Profit before tax grew 8.33% to Rs 1,947.40 crore. Share of profit/loss was 50% lower at Rs 0.08 crore. Provision for tax was expense of Rs 637.14 crore, compared to Rs 566.15 crore. Effective tax rate was 32.72% compared to 32.66%.

Net profit attributable to owners of the company increased 12.61% to Rs 1,313.53 crore.

Equity capital increased from Rs 288.63 crore as of 30 September 2020 to Rs 288.66 crore as of 30 September 2021. Per share face Value remained same at Rs 10.00.

Promoters' stake was 59.96% as of 30 September 2021, compared to 59.91% as of 30 September 2020.

## Capital Expenditure

The company commissioned cement capacity of 1.2 MTPA ( metric ton per annum) in Oct 2021 at the following locations, which is the 1 st phase of 19.5 mtpa capacity expansion announced in Dec, 2020:

- Patliputra Cement Works, Bihar-Additional capacity of 0.6 mtpa has been commissioned, taking the units capacity to 2.5 mtpa.
- Dankuni Cement Works, West Bengal-Additional cement capacity of 0.6 mtpa has been commissioned, taking the units capacity to 2.2 mtpa.

## Outlook

Recovery in rural housing, higher MSP (minimum support prices) for kharif crop; improved food grain production in rabi harvest; a third consecutive normal monsoon pick-up in infrastructure led construction activity are likely to drive cement demand off-take. Continuous increases in input costs like coal, pet coke and diesel pose a challenge to the industry.

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