

January 23, 2023

**UltraTech**  
CEMENT  
The Engineer's Choice

**Current Price: INR 7178.25**

## STOCK DATA

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

## VALUE PARAMETERS

52 W H/L(Rs)	7575.90/5158.05
Mkt. Cap.(Rs Cr)	207221.31
Latest Equity(Subscribed)	288.68
Latest Reserve (cons.)	51197.18
Latest EPS (cons.) -Unit Curr.	230.98
Latest P/E Ratio -cons	31.08
Latest Bookvalue (cons.) -Unit Curr.	1783.5
Latest P/BV - cons	4.02
Dividend Yield -%	0.53
Face Value	10.00

## SHARE HOLDING PATTERN (%)

Description as on	% of Holding 31/12/2022
Foreign	14.99
Institutions	18.02
Govt Holding	0.05
Non Promoter Corp. Hold.	0.67
Promoters	59.96
Public & Others	6.31

## Consolidate Financial Results

In Cr.

	Qtr Ended Dec. 22	Qtr Ended Dec. 21	Var. (%)
Net Sales (including other operating income)	15,520.93	12,984.93	20
OPM (%)	15.05	18.63	-358 bps
OP	2,335.85	2,419.38	-3
Other Inc.	126.59	70.50	80
PBIDT	2,462.44	2,489.88	-1
Interest	215.25	182.31	18
PBDT	2,247.19	2,307.57	-3
Depreciation	723.23	674.19	7
PBT	1,523.96	1,633.38	-7
Share of Profit/(Loss) from Associates	3.28	0.76	332
PBT before EO	1,527.24	1,634.14	-7
Taxation	464.66	-76.00	PL
PAT	1,062.58	1,710.14	-38
Minority Interest (MI)	4.38	2.42	81
Net profit	1,058.20	1,707.72	-38
EPS	36.66	59.16	

### UltraTech Cement Q3FY23 results | Revenues up 19.5% YoY to Rs 15520.9 cr , PAT down 38.0% YoY to Rs 1058.2 cr, misses estimates

Net sales (including other operating income) of UltraTech Cement has increased 19.53% to Rs 15520.93 crore. Operating profit margin has declined from 18.63% to 15.05%, leading to 3.45% decline in operating profit to Rs 2,335.85 crore. Raw material cost as a % of total sales (net of stock adjustments) increased from 13.22% to 14.21%. Purchase of finished goods cost fell from 2.56% to 2.39%. Employee cost decreased from 4.96% to 4.36%. Other expenses rose from 60.61% to 64.36%. Power and Oil fuel cost rose from 24.84% to 30.61%. Freight charges fell from 22.39% to 21.85%.

Other income rose 79.56% to Rs 126.59 crore. PBIDT fell 1.10% to Rs 2462.44 crore. Provision for interest rose 18.07% to Rs 215.25 crore. PBDT fell 2.62% to Rs 2247.19 crore. Provision for depreciation rose 7.27% to Rs 723.23 crore. Profit before tax down 6.70% to Rs 1,523.96 crore. Share of profit/loss was 331.58% higher at Rs 3.28 crore. Provision for tax was debit of Rs 464.66 crore, compared to credit of Rs 76 crore. Effective tax rate was 30.42% compared to negative 4.65%.

Minority interest increased 80.99% to Rs 4.38 crore. Net profit attributable to owners of the company decreased 38.03% to Rs 1,058.20 crore.

Capital Expenditure:

### Grey cement

- Under the first phase of capacity expansion announced in December 2020, UltraTech commissioned 5.5 mtpa new capacity during Q3FY23:
- 1.9 mtpa greenfield integrated cement plant at Pali Rajasthan. The Company along with its subsidiary now has 16.25 mtpa cement capacity in the state of Rajasthan spread over 5 separate plant locations; 1.8 mtpa greenfield grinding unit at Dhule, Maharashtra, taking

the total capacity in Maharashtra to 19.45 mtpa and 1.8 mtpa brownfield 2nd integrated unit at Dhar Madhya Pradesh, taking the total capacity in the state of Madhya Pradesh to 18mtpa.

- Work on the second phase of growth of 22.6 mtpa announced during Q1FY23 has already commenced. Main plant orders have been placed and civil work started at most sites. Commercial production from these new capacities is expected to go on stream in a phased manner by FY25.
- Upon completion of these expansions, the Company's capacity will grow to 159.25 mtpa, reinforcing its position as the third largest cement company in the world, outside of China and the largest in India by far.

### White cement

- The third Birla White wall care putty plant at Nathdwara, Rajasthan, with a capacity of 4 lac tpa was commissioned during the quarter. The existing two plants are situated at Kharia in Rajasthan and Katni in Madhya Pradesh. UltraTech now has a wall care putty capacity of 13 lac tpa, further strengthening its position in the markets. Along with its existing white cement manufacturing capacity in India and its investment in Ras Al Khaimah Company for White Cement and Construction Material, UAE, Ultra Tech is strategically positioned to cater to the white cement and wall care putty market in the country.

### Outlook:

Given the government's focus on infrastructure growth and the consequent rising demand for urban housing, the cement sector is poised for strong growth in the coming years.

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