

October 27, 2020



Current Price: ₹ 308.15

STOCK DATA

BSE Code	500228
NSE Symbol	JSWSTEEL
Reuters	JSTL.BO
Bloomberg	JSTL IN

VALUE PARAMETERS

52 W H/L(Rs)	327.15/132.50
Mkt. Cap.(Rs Cr)	74486.65
Latest Equity(Subscribed)	241.72
Latest Reserve (cons.)	37308
Latest EPS (cons.) -Unit Curr.	1.45
Latest P/E Ratio -cons	212.52
Latest Bookvalue (cons.) -Unit Curr.	155.34
Latest P/BV - cons	1.98
Dividend Yield -%	0.81
Face Value	1

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 30/09/2020
Foreign	29.61
Institutions	5.84
Govt Holding	0.51
Non Promoter Corp. Hold.	4.57
Promoters	44.07
Public & Others	15.39

Financial Results

	Qtr Ending Sept. 20	Qtr Ending Sept. 19	In Cr. VAR %
Total Income	19264.00	17572.00	10
OPM (%)	22.91	15.46	
OP	4414.00	2716.00	63
Other income	199.00	156.00	28
PBIDT	4613.00	2872.00	61
Net Finance Charges	959.00	1127.00	-15
PBDT	3654.00	1745.00	109
Depreciation	1149.00	1057.00	9
PBT	2505.00	688.00	264
Tax expense	910.00	-1848.00	-149
PAT	1595.00	2536.00	-37
Minority Interest	2.00	-24.00	-108
Profit after Minority Interest and Share of profit of Associates	1593.00	2560.00	-38
EPS (Rs)	6.64	10.67	

JSW Steel Q2 results: Profit falls 38% YoY to Rs 1,593 crore, beats Street estimates

Total revenue increased by 10 per cent YoY to Rs 19,264 crore. The company operating margins rose 745 bps to 22.91%. As a result operating profit was up 63% to Rs 4414 crore. Other income of the company went up 28% to Rs 199 crore. Interest cost decreased 15% to Rs 959 crore. Depreciation increased 9% to Rs 1149 crore. PBT as a result rose 264% to Rs 2505 crore. The tax stood at Rs 910 crore and the company's PAT decrease 37% to Rs 1595 crore. Considering share of profit of associate net profit and minority interest net profit decreased 38% to Rs 1593 crore.

Following the 66% capacity utilisation in the first quarter of Fiscal year 2021 marked by nationwide lockdown, disrupted supply chains and steep drop in demand, second quarter witnessed a sharp rebound in business sentiments and a significant improvement in the domestic economic activities spurred by slew of monetary and fiscal initiatives.

The company achieved an average capacity utilisation level of 86% for the quarter. This is in line with that of pre-Covid levels of 85% achieved in the second quarter of the previous year. Crude Steel Production during the period stood at 3.85 Million tonnes.

Saleable Steel sales for the quarter was 4.12 Million tonnes, that grew by 47% QoQ triggered by revival in domestic demand. The volume of value added & special steel sales was at 51% of the total sales propelled by an increase in sales to auto and coated products segments by 392% and 83% respectively. The retail sales increased by -177% QoQ supported by the branded sales increase of 153% QoQ.

As the domestic steel demand rebounded from recent lows and gained momentum, the company moderated its exports to 28% from 57% in Q1FY21 with higher sales in the domestic market.

The Crude Steel production and saleable steel volumes for first half of FY2021 stood at 6.81

Million tonnes and 6.92 Million tonnes respectively. The Company is on course to meet the annual guidance of 15 Million tonnes of saleable steel.

Subsidiaries performance:

JSW Steel Coated Products: During the quarter, JSW Steel Coated Products registered a production volume of 0.51 million tons and sales volume of 0.61 million tonnes. Revenue from operations and Operating EBITDA for the quarter stood at Rs.3,782 crores and Rs.288 crores respectively. It reported a Net profit after Tax of US \$ 172 crores for the quarter.

US Plate and Pipe Mill: The US based Plate and Pipe Mill facility produced 54,137 net tonnes of Plates with a capacity utilization of 22%, during the quarter. Pipe Mill is under care and maintenance. Sales volumes for the quarter stood at 51,719 net tonnes of Plates and 447 net tonnes of Pipes. It reported an EBITDA of US\$ 17.24 million (including one off credits) for the quarter

JSW Steel USA Ohio Inc. (Acero): The US based HR coil manufacturing facility produced 4,501 net tonnes of HRC during the quarter. Sales volumes for the quarter stood at 20,837 net tonnes. EBITDA loss for the quarter was US \$10.52 million. As previously announced, the company has idled the operations to undertake a furnace upgrade project. The upgrades are underway which should improve reliability of equipment and lower conversion costs.

The US operating EBITDA includes an amount of US \$ 30.4 million income recognised from one time disputed claims settlement and Government Grant received.

JSW Steel (Italy) S.r.l. (Aferpi): The Italy based Rolled long products manufacturing facility produced 72,632 tonnes and Sold 58,136 tonnes of various steel products during the quarter. It reported an EBITDA loss of Euro 12.59 million for the quarter.

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