

Ramco Cements

Refer to important disclosures at the end of this report

4Q EBITDA miss; cyclical upturn largely priced in; retain Hold

- Ramco's Q4FY21 EBITDA grew 61% YoY to Rs4.5bn (8% below our forecast of Rs4.9bn), but in line with consensus, because of higher-than-expected freight cost, as lead distance was up 40kms YoY. Cement EBITDA/ton increased 48% YoY to Rs1,417 (Emkay: Rs1,478).
- TRCL is nearing completion of 40% capacity expansion projects to 20mt and is poised to benefit from the cyclical volume upturn, which should boost its RoIC to mid-teens by FY23E and well over 20% over the next 4-5 year, in our view.
- We maintain FY22-23 estimates, and our Hold rating; our DCF-derived TP of Rs1,020 (Jun'22E) implies a 13.5x 1-year forward EV/EBITDA. Current EV/EBITDA multiple of 16x indicates ongoing expansion and cyclical upturn are largely priced in. Please find our sector initiation report: [Link](#)

- Revenue increased 17% YoY to Rs16.3bn.** Volumes grew 10% YoY to 3.21mt (Emkay-3.32mt), implying clinker capacity utilization at 92% in Q4FY21 (120% in Mar'21). Cement realization remained flat QoQ (increased 7% YoY) to Rs5,058/ton, broadly in line with estimates. Management mentioned capacity utilization declined to 65% post 10th May with state-wide restrictions, while cement prices were better QTD-FY22 compared to Q4FY21.
- Blended EBITDA/ton improved 47% YoY to Rs1,399 (Emkay: Rs1,465).** Total Cost/ton declined 3% YoY (+2% QoQ) vs. our estimate of a 4.5% decline, largely owing to higher-than-expected freight cost. The average lead distance for cement stood at 341kms in Q4FY21 vs. 301kms in Q4FY20. Petcoke usage in fuel mix declined to 23% vs. 57% in Q4FY20 and 41% in FY21 vs. 48% in FY20. Management expects variable cost/ton to remain flat QoQ, owing to the commissioning of WHRS, increasing usage of lignite and procurement of fuel at a cheaper rate to suffice for 2-3months (coal inventory at USD70-80/ton vs. spot price of USD90+).
- Commissioning of 2.25mt clinker unit at Kurnool, Andhra Pradesh** has been delayed by a quarter to Q2FY22, while 1MW grinding unit, 12MW of WHRS and 18MW of CPP are expected to be commissioned in FY23. Balance project capex of Rs5-6bn is likely to be spent in FY22E in addition to maintenance capex of Rs1-1.5bn p.a.
- FY21 review:** Revenues declined 2% YoY to Rs53bn led by 11% decline in volumes to 10mt. EBITDA grew 36% YoY Rs15.6bn with cement EBITDA/ton increased 54% YoY to Rs1,529 owing to sharp increase of 10% YoY in realization. Consolidated FCF stood at Rs746mn post working capital release of Rs5bn and capex of Rs18bn. It was largely utilized for dividend payment. Accordingly, net debt remained flat YoY at Rs29.6bn as of Mar'21. As the net debt has already peaked out, we expect the capex cycle to restart once the balance sheet is sufficiently deleveraged.

Please see our sector model portfolio (Emkay Alpha Portfolio): [Cement & Building Materials \(page 10\)](#)

Financial Snapshot (Consolidated)

(Rs mn)	FY19	FY20	FY21	FY22E	FY23E
Revenue	51,623	53,893	52,910	61,417	69,805
EBITDA	10,664	11,474	15,573	16,158	18,751
EBITDA Margin (%)	20.7	21.3	29.4	26.3	26.9
APAT	5,326	6,041	8,024	8,122	9,951
EPS (Rs)	22.6	25.6	34.0	34.4	42.2
EPS (% chg)	(3.4)	13.4	32.7	1.2	22.5
ROE (%)	12.3	12.7	15.0	13.3	14.4
P/E (x)	43.0	38.0	28.6	28.3	23.1
EV/EBITDA (x)	22.9	21.9	16.3	15.4	12.9
P/BV (x)	5.1	4.6	4.0	3.6	3.1

Source: Company, Emkay Research

CMP	Target Price
Rs 973 as of (May 24, 2021)	Rs 1,020 (■) 12 months
Rating	Upside
HOLD (■)	4.8 %

Change in Estimates

EPS Chg FY22E/FY23E (%)	-/
Target Price change (%)	NA
Target Period (Months)	12
Previous Reco	HOLD

Emkay vs Consensus

	EPS Estimates	
	FY22E	FY23E
Emkay	34.4	42.2
Consensus	36.9	44.2
Mean Consensus TP (12M)	Rs 1,014	

Stock Details

Bloomberg Code	TRCL IN
Face Value (Rs)	1
Shares outstanding (mn)	236
52 Week H/L	1,120 / 570
M Cap (Rs bn/USD bn)	230 / 3.15
Daily Avg Volume (nos.)	609,703
Daily Avg Turnover (US\$ mn)	8.3

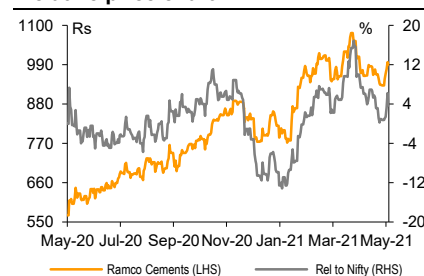
Shareholding Pattern Mar '21

Promoters	42.5%
FIIIs	8.3%
DIIIs	23.2%
Public and Others	26.0%

Price Performance

(%)	1M	3M	6M	12M
Absolute	2	1	12	70
Rel. to Nifty	(4)	-	(4)	1

Relative price chart



Source: Bloomberg

This report is solely produced by Emkay Global. The following person(s) are responsible for the production of the recommendation:

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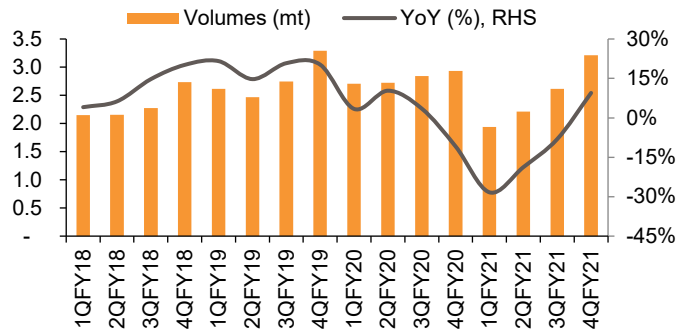
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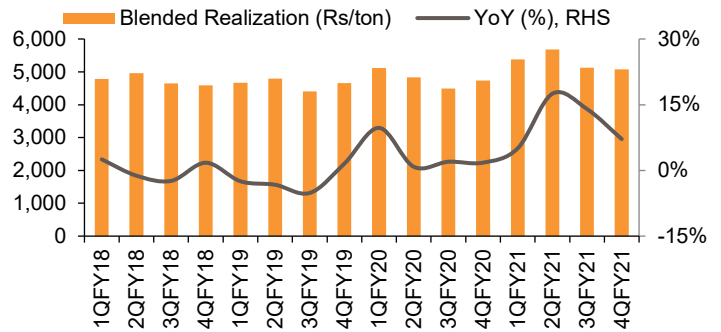
Story in Charts

Exhibit 1: Volumes increased 10% YoY to 3.2mt



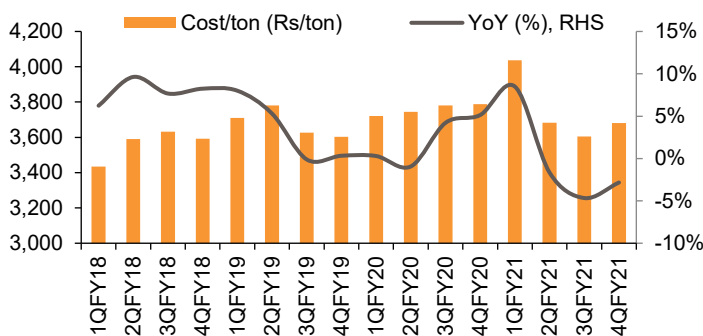
Source: Company, Emkay Research

Exhibit 2: Blended realization/ton increased 7% YoY/flat QoQ



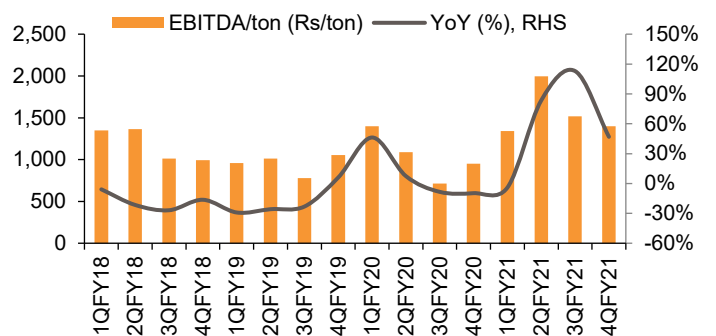
Source: Company, Emkay Research

Exhibit 3: Total cost/ton declined 3% YoY and increased 2% QoQ



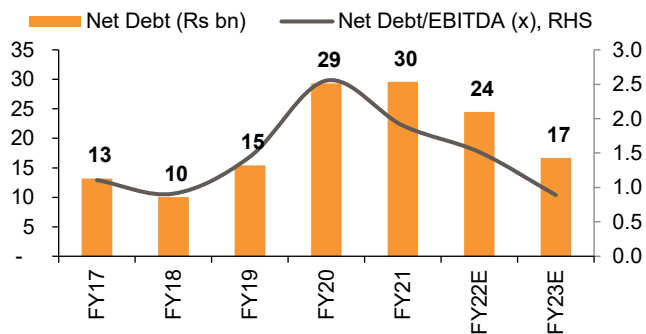
Source: Company, Emkay Research

Exhibit 4: Blended EBITDA/ton increased 47% YoY to Rs1,399



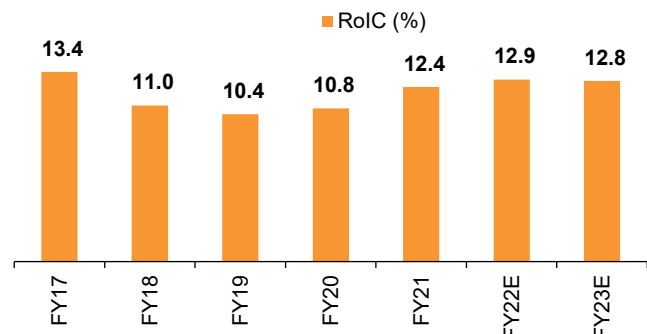
Source: Company, Emkay Research

Exhibit 5: Improving balance sheet provides room for expansion



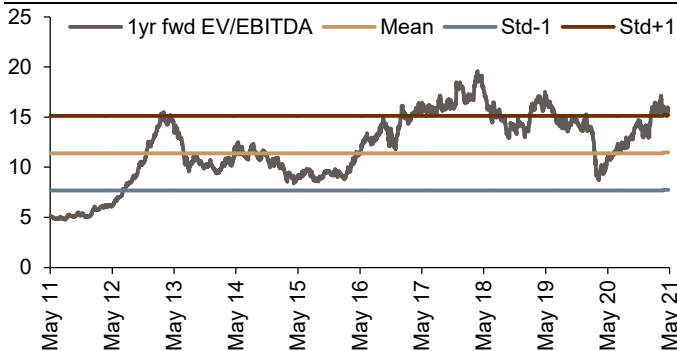
Source: Company, Emkay Research

Exhibit 6: RoIC expected to remain robust over next few years



Source: Company, Emkay Research

Exhibit 7: 1-year forward EV/EBITDA



Source: Bloomberg, Emkay Research

Exhibit 8: Maintain Hold and TP of Rs1,020 based on Jun'22E EV/EBITDA, backed by DCF analysis

EV/E method	
FY23E EBITDA (Rs bn)	19
Implied EV/E multiple (x)	13.5
EV (Rs bn)	257
Net debt (FY22E)	24
Equity value	234
No. of shares (mn)	236
Mar'22 Fair Value (Rs)	990
Jun'22* Target Price (Rs)	1,020

Source: Emkay Research; *3% premium on Mar'22E fair value

Concall takeaways

Demand/ Volumes

- TRCL achieved capacity utilization of 120% with volume of 1.2mt in Mar'21. Capacity utilization was around 90% till 10th May'21, which has declined to 65% on account of state-wide restrictions. The company expects utilization to improve as the lockdown eases. In FY21, clinker capacity utilization stood at 73% as against 90% in FY20.
- Management said cement prices were better QTD-FY22 as compared to Q4FY21.
- Trade: Non-trade mix stood flat YoY at 76:24 in FY21. Trade sales stood around 60-65% in the East region in FY21.
- Premium segment mix stands at 20% of trade sales as against 35% in Q3FY21.

Cost Trend

- Management expects variable cost/ton to remain flat QoQ, owing to the commissioning of WHRS, increasing usage of lignite and procurement of fuel at a cheaper rate to suffice for 2-3 months (coal inventory at USD70-80/ton vs. spot price of USD90+; petcoke at USD90-95 vs. spot price of USD130/ton). TRCL targets to maintain petcoke mix at 20-25%.
- Average lead distance for cement increased by 39kms YoY to 327kms in FY21.
- Lead distance can vary as selling from the parent plant or grinding unit depends on the benefits available. There are railway benefits available from sending cement from the Jayantipuram plant, which would lead to higher lead distance. TRCL has railway siding in all the plants. The company earlier used to transport clinker from Tamil Nadu to West Bengal, but now only from Andhra Pradesh (clinker transportation cost is very cheap).
- Rail-Road mix: Share of road transport for the Southern market is 100%, while that of East is 75%. The outbound cement rail mix for Q4 and FY21 stood at 12% and 10%, respectively.
- Clinker purchases stood at 20-25kt in Q4FY21 and incremental clinker cost was Rs500/ton. Purchased clinker consumption for FY21 stood at 0.3mt.
- Green power ratio improved by 300bps YoY to 27% in Q4FY21.

Leverage

- There is no big repayment scheduled in FY22. The company collected around Rs1.4bn (Rs610mn in Q4FY21) from TNEB, which aided improvement in working capital. Accordingly, outstanding receivables from TNEB declined to Rs3.8bn as of Mar'21.

Exhibit 9: Overview of expansion projects at TRCL

Location	State	Region	Type	Clinker (mt)	Cement (mt)	Project cost (Rs bn)	Attached assets	Commissioning timelines
Kolaghat	West Bengal	East	Brownfield	-	1.0	3.9	Railway siding	Commissioned
Vizag	Andhra Pradesh	South	Brownfield	-	1.0	2.2	Railway siding and wagon tippler	Commissioned
Jayanthipuram	Andhra Pradesh	South	Brownfield	1.5	-	7.4	27MW WHRS, railway siding and wagon tippler	18MW WHRS commissioned. Balance 9MW and clinker unit to commission in Q1FY22E
Kurnool	Andhra Pradesh	South	Greenfield	2.3	1.0	16.0	12MW WHRS, 18MW CPP and railway siding and wagon tippler	Clinker unit to commission in Q2FY22E. Balance to commission in FY23E
Haridaspur	Odisha	East	Greenfield	-	1.0	7.2	Railway siding and wagon tippler	FY22E
Total				3.8	4.1	36.6		

Source: Company, Emkay Research

Quarterly Highlights

Exhibit 10: Actual vs Emkay (4QFY21)

(Rs mn)	Actual	Estimate		% variation		Comment
		Emkay	Consensus	Emkay	Consensus	
Sales	16,306	16,869	16,640	(3.3)	(2.0)	Led by lower than expected volumes
EBITDA	4,490	4,863	4,335	(7.7)	3.6	Owing to higher expected freight cost
EBITDA margin (%)	27.5	28.8	26.1	(4.5)	5.7	
Adj PAT	2,331	2,672	2,435	(12.7)	(4.3)	Led by lower than expected EBITDA
Volume (mt)	3.2	3.3		(3.3)		
Cement Realization (Rs/ton)	5,058	5,058		0.0		
EBITDA (Rs/ton)	1,399	1,465		(4.5)		

Source: Bloomberg, Emkay Research

Exhibit 11: Quarterly financial highlights (Standalone)

Rs mn	4QFY20	1QFY21	2QFY21	3QFY21	4QFY21	YoY (%)	QoQ (%)	FY20	FY21	YoY (%)
Net Sales	13,862	10,400	12,455	13,334	16,263	17.3	22.0	53,644	52,677	(1.8)
Other operating income	37	18	115	57	43	16.1	(23.9)	250	233	(6.5)
Revenue	13,899	10,418	12,570	13,391	16,306	17.3	21.8	53,893	52,910	(1.8)
Expenditure	11,107	7,818	8,150	9,421	11,816	6.4	25.4	42,419	37,337	(12.0)
Total RM	2,361	1,886	1,615	2,149	3,004	27.2	39.8	8,738	8,654	(1.0)
Power & Fuel	2,544	1,511	1,822	2,137	2,476	(2.6)	15.9	10,509	7,947	(24.4)
Freight	3,039	2,018	2,162	2,633	3,448	13.4	30.9	11,377	10,260	(9.8)
Staff cost	846	975	1,102	998	947	12.0	(5.1)	3,806	4,188	10.0
Other expenditure	2,317	1,430	1,449	1,503	1,941	(16.2)	29.1	7,989	6,290	(21.3)
EBITDA	2,792	2,600	4,420	3,970	4,490	60.8	13.1	11,474	15,573	35.7
Depreciation	833	844	855	896	958	15.1	6.9	3,165	3,566	12.6
EBIT	1,960	1,756	3,565	3,074	3,532	80.2	14.9	8,309	12,008	44.5
Other Income	114	101	83	64	99	(13.1)	55.6	335	304	(9.3)
Interest	216	299	265	160	152	(29.7)	(5.1)	721	876	21.5
PBT	1,857	1,557	3,383	2,977	3,479	87.3	16.9	7,922	11,435	44.3
Total Tax	396	461	1,026	964	1,148	190.0	19.1	1,879	3,611	92.2
Adjusted PAT	1,462	1,096	2,358	2,014	2,331	59.5	15.8	6,044	7,824	29.4
PAT after MI	1,462	1,096	2,358	2,014	2,331	59.5	15.8	6,041	8,024	32.8
Extra ordinary items	-	-	-	-	(188)					
Reported PAT	1,462	1,096	2,358	2,014	2,144	46.7	6.5	6,041	7,836	29.7
Adjusted EPS (Rs)	6.2	4.7	10.0	8.5	9.9	59.3	15.8	25.6	34.0	32.7

Source: Company, Emkay Research

Margins (%)	4QFY20	1QFY21	2QFY21	3QFY21	4QFY21	YoY (bps)	QoQ (bps)	FY20	FY21	YoY (bps)
EBIDTA	20.1	25.0	35.2	29.6	27.5	744.8	(211.0)	21.3	29.4	814.2
EBIT	14.1	16.9	28.4	23.0	21.7	756.2	(129.2)	15.4	22.7	727.7
EBT	13.4	14.9	26.9	22.2	21.3	797.3	(89.7)	14.7	21.6	691.2
PAT	10.5	10.5	18.8	15.0	14.3	378.1	(73.8)	11.2	15.2	395.6
Effective Tax rate	21.3	29.6	30.3	32.4	33.0	1,168.4	61.7	23.7	31.6	787.1

Source: Company, Emkay Research

Exhibit 12: Quarterly analysis on per ton basis

Rs/ton	4QFY20	1QFY21	2QFY21	3QFY21	4QFY21	YoY (%)	QoQ (%)	FY20	FY21	YoY (%)
Cement volumes (mt)	2.93	1.94	2.21	2.61	3.21	9.5	22.8	11.20	9.98	(10.9)
Cement Realization	4,713	5,283	5,498	5,068	5,058	7.3	(0.2)	4,736	5,222	10.2
Blended Realization	4,728	5,369	5,628	5,101	5,066	7.2	(0.7)	4,788	5,278	10.2
Raw Material	805	974	730	822	936	16.2	13.8	780	867	11.2
Power & Fuel	868	780	823	818	771	(11.1)	(5.7)	938	796	(15.1)
Freight	1,037	1,042	977	1,007	1,074	3.6	6.6	1,016	1,028	1.2
Staff cost	288	503	498	382	295	2.3	(22.8)	340	420	23.5
Other expenditure	790	738	655	575	605	(23.5)	5.1	713	630	(11.6)
Operating cost	3,788	4,036	3,683	3,604	3,681	(2.8)	2.1	3,786	3,741	(1.2)
Other operating income	13	9	52	22	13	6.1	(38.1)	22	23	4.9
Cement EBITDA	955	1,285	1,892	1,508	1,417	48.4	(6.0)	991	1,529	54.3
Blended EBITDA	952	1,342	1,997	1,519	1,399	46.9	(7.9)	1,024	1,560	52.4

Source: Company, Emkay Research

Annual Analysis

Exhibit 13: Annual financial highlights

Key Assumptions	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E	CAGR (%)	
								FY17-21	FY21-23E
Capacity (mt)	15.5	15.5	15.5	16.0	17.6	19.6	19.6	3.2	5.5
Volumes (mt)	8.3	9.3	11.1	11.2	10.0	11.8	13.2	4.6	15.0
Utilization (%)	54	60	72	70	57	60	67	1.3	9.0
Blended Realization (Rs/ton)	4,728	4,728	4,619	4,788	5,278	5,164	5,262	2.8	(0.2)
EBITDA (Rs/ton)	1,425	1,181	959	1,024	1,560	1,364	1,420	2.3	(4.6)
P&L (Rs bn.)									
Revenue	40	44	52	54	53	61	70	7.5	14.9
EBITDA	12	11	11	11	16	16	19	7.0	9.7
Adj. Net Profit	7	6	5	6	8	8	10	4.9	11.4
Balance Sheet (Rs bn.)									
Equity	38	41	45	50	57	65	74		
Net Debt	13	10	15	29	30	24	17		
Net Debt: EBITDA (x)	1.1	0.9	1.4	2.6	1.9	1.5	0.9		
Net Debt: Equity (x)	0.3	0.2	0.3	0.6	0.5	0.4	0.2		
Cash Flow (Rs bn)									
OCF before WC change	9.5	9.2	8.6	10.1	13.3	12.2	14.6	8	6
Change in WC	0.9	1.6	(1.0)	(2.9)	5.1	(1.2)	(0.8)	56	NA
Capex	(3.0)	(4.9)	(12.0)	(19.2)	(17.7)	(5.0)	(5.0)	55	(47)
FCF	7.3	5.8	(4.4)	(12.1)	0.7	5.9	8.8	(51)	349
Return ratios (%)									
RoE				12.7	15.0	13.3	14.4		
RoCE				8.2	9.1	9.2	10.6		
RoIC				10.8	12.4	12.9	12.8		
Valuations (x)									
PE	24.2	30.9	32.6	38.0	28.6	28.3	23.1		
EV/EBITDA	14.6	16.4	17.7	21.9	16.3	15.4	12.9		
EV/ton	173	179	176	221	202	178	172		

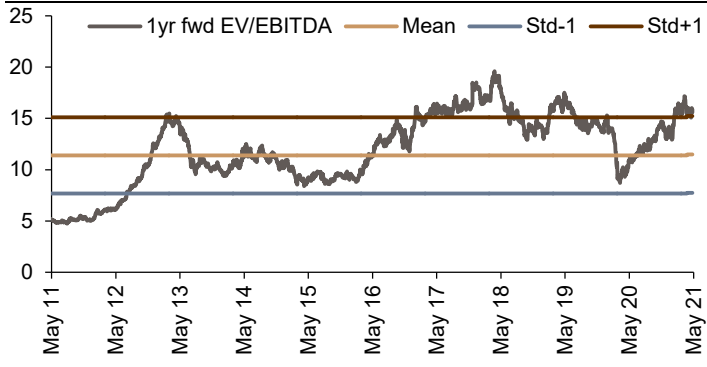
Source: Company, Emkay Research

Exhibit 14: Annual analysis on per ton basis

Rs/ton	FY17	FY18	FY19	FY20	FY21	FY22E	FY23E
Cement Realization	4,641	4,637	4,563	4,736	5,222	5,107	5,209
Blended realization	4,728	4,728	4,619	4,788	5,278	5,164	5,262
Raw materials consumed	822	806	761	780	867	883	893
Power & fuel costs	621	783	950	938	796	864	901
Freight costs	884	997	1,068	1,016	1,028	1,049	1,064
Staff costs	334	327	304	340	420	392	387
Other expenses	666	657	599	713	630	633	619
Operating Cost	3,328	3,570	3,682	3,786	3,741	3,821	3,865
Other operating income	24	23	22	22	23	21	23
Cement EBITDA	1,383	1,129	921	991	1,529	1,335	1,391
Blended EBITDA	1,425	1,181	959	1,024	1,560	1,364	1,420

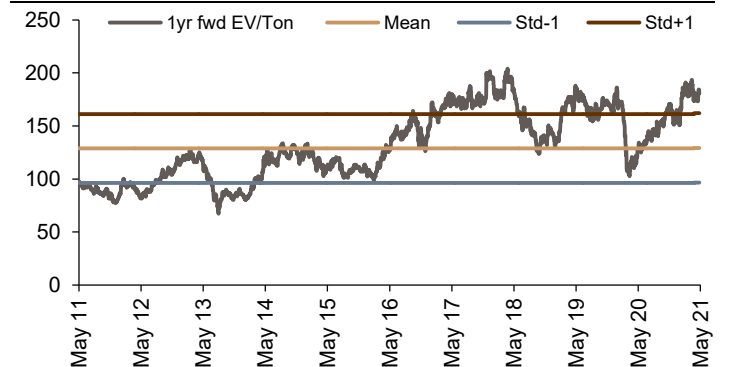
Source: Company, Emkay Research

Exhibit 15: 1 year forward EV/EBITDA



Source: Bloomberg

Exhibit 16: 1 year forward EV/ton (USD)



Source: Bloomberg

Key Financials (Consolidated)**Income Statement**

Y/E Mar (Rs mn)	FY19	FY20	FY21	FY22E	FY23E
Revenue	51,623	53,893	52,910	61,417	69,805
Expenditure	40,960	42,419	37,337	45,259	51,054
EBITDA	10,664	11,474	15,573	16,158	18,751
Depreciation	3,000	3,165	3,566	4,071	4,535
EBIT	7,664	8,309	12,008	12,086	14,217
Other Income	250	335	304	304	304
Interest expenses	514	721	876	1,545	1,204
PBT	7,400	7,922	11,435	10,845	13,317
Tax	2,106	1,879	3,611	2,820	3,462
Extraordinary Items	(219)	0	(188)	0	0
Minority Int./Income from Assoc.	33	(3)	201	97	97
Reported Net Income	5,107	6,041	7,836	8,122	9,951
Adjusted PAT	5,326	6,041	8,024	8,122	9,951

Balance Sheet

Y/E Mar (Rs mn)	FY19	FY20	FY21	FY22E	FY23E
Equity share capital	236	236	236	236	236
Reserves & surplus	45,134	49,778	57,081	64,391	73,347
Net worth	45,370	50,014	57,317	64,627	73,583
Minority Interest	47	56	63	63	63
Loan Funds	16,369	30,241	31,017	26,127	18,208
Net deferred tax liability	8,642	9,118	10,831	10,831	10,831
Total Liabilities	70,428	89,429	99,228	1,01,648	1,02,685
Net block	52,599	59,285	68,630	69,558	92,414
Investment	4,206	4,225	4,519	4,519	4,519
Current Assets	15,419	19,671	18,141	20,107	21,885
Cash & bank balance	948	942	1,438	1,656	1,545
Other Current Assets	2,589	2,744	3,110	3,110	3,110
Current liabilities & Provision	11,606	11,894	15,316	15,792	16,998
Net current assets	3,813	7,777	2,825	4,316	4,887
Misc. exp	0	0	0	0	0
Total Assets	70,428	89,430	99,228	1,01,648	1,02,685

Cash Flow

Y/E Mar (Rs mn)	FY19	FY20	FY21	FY22E	FY23E
PBT (Ex-Other income) (NI+Dep)	7,181	7,922	11,435	10,638	13,110
Other Non-Cash items	(197)	(5)	67	0	0
Chg in working cap	(975)	(2,934)	5,068	(1,274)	(683)
Operating Cashflow	7,926	7,481	18,923	12,161	14,703
Capital expenditure	(12,025)	(19,195)	(17,659)	(5,000)	(5,000)
Free Cash Flow	(4,098)	(11,714)	1,264	7,161	9,703
Investments	(2,819)	(247)	(310)	0	0
Other Investing Cash Flow	88	103	99	0	0
Investing Cashflow	(14,705)	(19,209)	(17,790)	(4,696)	(4,696)
Equity Capital Raised	0	0	16	0	0
Loans Taken / (Repaid)	7,863	14,088	754	(4,890)	(7,919)
Dividend paid (incl tax)	(853)	(1,564)	(708)	(812)	(995)
Other Financing Cash Flow	0	0	0	0	0
Financing Cashflow	6,529	11,936	(636)	(7,248)	(10,118)
Net chg in cash	(250)	208	497	217	(111)
Opening cash position	1,199	733	941	1,438	1,655
Closing cash position	948	941	1,438	1,655	1,544

Source: Company, Emkay Research

Key Ratios

Profitability (%)	FY19	FY20	FY21	FY22E	FY23E
EBITDA Margin	20.7	21.3	29.4	26.3	26.9
EBIT Margin	14.8	15.4	22.7	19.7	20.4
Effective Tax Rate	28.5	23.7	31.6	26.0	26.0
Net Margin	10.3	11.2	14.8	13.1	14.1
ROCE	12.2	10.8	13.1	12.3	14.2
ROE	12.3	12.7	15.0	13.3	14.4
RoIC	14.1	13.7	17.6	17.0	16.9

Per Share Data (Rs)	FY19	FY20	FY21	FY22E	FY23E
EPS	22.6	25.6	34.0	34.4	42.2
CEPS	35.3	39.1	49.1	51.7	61.4
BVPS	192.6	212.3	243.0	274.0	311.9
DPS	3.0	2.5	3.0	3.4	4.2

Valuations (x)	FY19	FY20	FY21	FY22E	FY23E
PER	43.0	38.0	28.6	28.3	23.1
P/CEPS	27.5	24.9	19.8	18.8	15.8
P/BV	5.1	4.6	4.0	3.6	3.1
EV / Sales	4.7	4.8	4.9	4.1	3.5
EV / EBITDA	22.9	21.9	16.3	15.4	12.9
Dividend Yield (%)	0.3	0.3	0.3	0.4	0.4

Gearing Ratio (x)	FY19	FY20	FY21	FY22E	FY23E
Net Debt/ Equity	0.3	0.6	0.5	0.4	0.2
Net Debt/EBIDTA	1.4	2.6	1.9	1.5	0.9
Working Cap Cycle (days)	20.3	46.3	9.6	15.8	17.5

Growth (%)	FY19	FY20	FY21	FY22E	FY23E
Revenue	16.7	4.4	(1.8)	16.1	13.7
EBITDA	(3.0)	7.6	35.7	3.8	16.1
EBIT	(4.9)	8.4	44.5	0.7	17.6
PAT	(9.4)	18.3	29.7	3.6	22.5

Quarterly (Rs mn)	Q4FY20	Q1FY21	Q2FY21	Q3FY21	Q4FY21
Revenue	13,899	10,418	12,570	13,391	16,306
EBITDA	2,792	2,600	4,420	3,970	4,490
EBITDA Margin (%)	20.1	25.0	35.2	29.6	27.5
PAT	1,462	1,096	2,358	2,014	2,144
EPS (Rs)	6.2	4.6	10.0	8.5	9.1

Source: Company, Emkay Research

Shareholding Pattern (%)	Mar-20	Jun-20	Sep-20	Dec-20	Mar-21
Promoters	42.7	42.7	42.6	42.6	42.5
FIIIs	8.9	8.9	7.6	8.0	8.3
DIIIs	24.5	24.5	23.6	22.9	23.2
Public and Others	24.0	24.0	26.2	26.5	26.0

Source: Capitaline

Emkay Alpha Portfolio – Cement & Building Materials

EAP sector portfolio

Company Name	BSE200 Weight	EAP Weight	OW/UW (%)	OW/UW (bps)	EAP Weight (Normalised)
Cement & Building Materials	2.61	2.61	0%	0	100.00
ACC	0.19	0.13	-33%	-6	4.90
Ambuja Cements	0.27	0.39	41%	11	14.76
Birla Corporation	0.00	0.00	NA	0	0.00
Dalmia Bharat	0.17	0.61	248%	43	23.22
Grasim Industries	0.63	0.00	-100%	-63	0.00
India Cements	0.00	0.00	NA	0	0.00
JK Cement	0.00	0.00	NA	0	0.00
JK Lakshmi Cement	0.00	0.00	NA	0	0.00
Orient Cement	0.00	0.00	NA	0	0.00
Prism Johnson	0.00	0.00	NA	0	0.00
Ramco Cements	0.15	0.12	-16%	-2	4.67
Shree Cements	0.31	0.46	49%	15	17.77
Star Cement	0.00	0.00	NA	0	0.00
Ultratech Cement	0.89	0.91	2%	2	34.68
Century Plyboards	0.00	0.00	NA	0	0.00
Kajaria Ceramics	0.00	0.00	NA	0	0.00
Somany Ceramics	0.00	0.00	NA	0	0.00
Cash	0.00	0.00	NA	0	0.00

Source: Emkay Research

■ High Conviction/Strong Over Weight ■ High Conviction/Strong Under Weight

Sector portfolio NAV

	Base					Latest
	1-Apr-19	22-May-20	20-Nov-20	19-Feb-21	20-Apr-21	21-May-21
EAP - Cement & Building Materials	100.0	81.8	113.3	139.0	143.9	156.1
BSE200 Neutral Weighted Portfolio (ETF)	100.0	80.0	111.0	136.6	141.4	150.2

*Performance measurement base date 1st April 2019

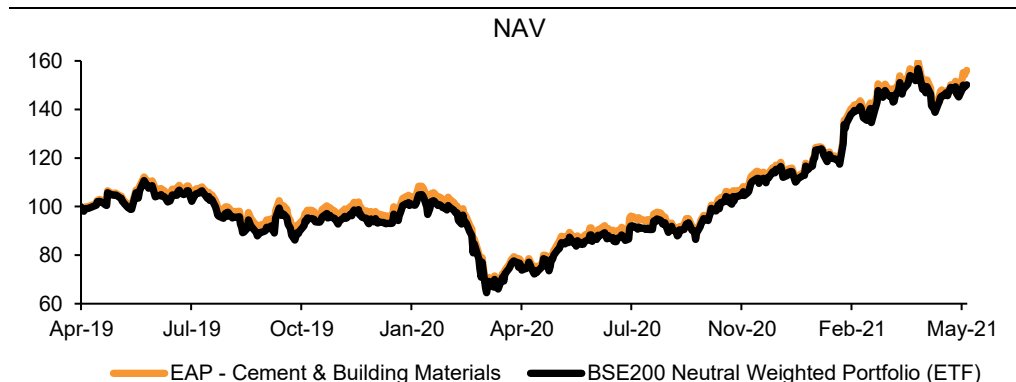
Source: Emkay Research

Price Performance (%)

	1m	3m	6m	12m
EAP - Cement & Building Materials	8.5%	12.3%	37.8%	90.8%
BSE200 Neutral Weighted Portfolio (ETF)	6.2%	9.9%	35.4%	87.6%

Source: Emkay Research

NAV chart



Source: Emkay Research

Please see our model portfolio (Emkay Alpha Portfolio): [Nifty](#)

Please see our model portfolio (Emkay Alpha Portfolio): [SMID](#)

“Emkay Alpha Portfolio – SMID and Nifty are a supporting document to the Emkay Alpha Portfolios Report and is updated on regular intervals”

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Ratings	Expected Return within the next 12-18 months.
BUY	Over 15%
HOLD	Between -5% to 15%
SELL	Below -5%

Completed Date: 25 May 2021 03:45:22 (SGT)

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