



# JSW CEMENT LTD.

## Price Band

₹139 to ₹147

## Issue Opens

August 7, 2025 to August 11, 2025

### Face Value

₹10

### Issue Size

₹3,600.00 Cr

### Lot Size

102 Shares

### Listing At

NSE, BSE

## JSW Cement Ltd. IPO Details

### Issue Size

24,48,97,958 shares / ₹3,600.00 Cr

### Fresh Issue

10,88,43,537 shares / ₹1,600.00 Cr

### Offer for Sale

13,60,54,421 shares of ₹10 / ₹2,000.00 Cr

### Retail Quota

Min. 35% of the Issue Size

### Retail Min/Max

Rs. 14,994 / 1,94,922

## JSW Cement Ltd. IPO Timeline

### Tentative Allotment

Tue, Aug 12, 2025

### Initiation of Refunds

Wed, Aug 13, 2025

### Credit of Shares to Demat

Wed, Aug 13, 2025

### JSW Cement Ltd. Listing Day

Thu, Aug 14, 2025

# Objects of The Offer



The objects of **JSW Cement Ltd.** IPO are primarily:

1. Part financing the cost of establishing a new integrated cement unit at Nagaur, Rajasthan.
2. Prepayment or repayment, in full or in part, of all or a portion of certain outstanding borrowings availed by the Company.
3. General Corporate Purposes

## About The Company and Business Overview

JSW Cement Ltd operates with a business model centered on industrial efficiency, sustainability, and vertical integration. Rather than the traditional cement manufacturing model that relies heavily on mining limestone and producing energy-intensive clinker, JSW Cement focuses on producing green cement by utilizing industrial by-products such as blast furnace slag from steel plants and fly ash from power stations. This approach not only minimizes environmental impact but also leverages synergies within the JSW Group, converting waste streams into valuable raw materials for cement manufacturing.

### **Key Elements of the Business Model:**

- **Green Cement Production:** The majority of JSW Cement's output (over 80%) consists of Portland Slag Cement (PSC), Pozzolana Portland Cement (PPC), and Ground Granulated Blast Furnace Slag (GGBS), all of which use industrial by-products rather than just mined raw materials. This helps the company maintain one of the lowest carbon footprints in the industry.
- **Vertical Integration:** JSW Cement sources raw materials such as slag from JSW Steel, power from JSW Energy, and limestone from captive mines. This integration ensures price stability, consistent supply, and cost leadership by reducing dependence on external suppliers.
- **Strategic Plant Locations:** Manufacturing plants are strategically placed near sources of raw materials (steel, power plants, limestone mines) and near high-demand regions or logistical hubs (ports). This minimizes freight costs and enhances responsiveness to market demand.
- **Asset-Light Expansion:** The company often uses an asset-light approach for new facilities, leveraging in-house engineering (EPC) teams, modular expansions, and strategic partnerships, such as JVs in the UAE to secure raw materials at reduced upfront risk.



- **Distribution & Sales Strength:** JSW Cement has an extensive dealer network and significant institutional customers, including government infrastructure projects and contractors, which ensures sticky and scalable revenue streams.
- **Environmental Sustainability:** With its focus on green products and low emissions (CO<sub>2</sub> emission intensity as low as 206–270 kg per tonne against a much higher industry average), JSW Cement positions itself as a preferred partner for climate-aligned construction and infrastructure projects, especially as regulations and customer demand for eco-friendly construction rise.

### **Product Portfolio**

- JSW Cement manufactures a diverse range of eco-friendly cement products, including blended variants like PSC, PCC, PPC, as well as GGBS, OPC, clinker, RMC, and complementary offerings such as construction chemicals, waterproofing solutions, and screened slag.
- *Manufacturing Footprint:* As of March 2025, the company operates seven facilities in India—comprising one integrated unit, one clinker facility, and five grinding units—along with a clinker plant in the UAE. These are strategically located to optimize supply chains and reduce input costs.
- *Logistics Advantage:* Co-locating grinding units with steel plants ensures seamless access to blast furnace slag, a key input in low-carbon cement. Other units benefit from proximity to limestone sources and rail connectivity, enabling effective distribution.
- *Growth Strategy:* A leader in GGBS output and among India's fastest-scaling cement players, JSW Cement plans significant capacity expansion. Its widespread network supports both domestic growth and export readiness, positioning it well for future demand.



## Brief profile of the Directors

- **Seshagiri Rao V. S. Metlapalli**, aged 67, has been appointed as Chairman and Non-Executive Director of the Company. Degrees in commerce and business finance were awarded to him by Nagarjuna University and ICFAI, respectively. He has been enrolled with ICSI, is a member of IIB, and has cleared the ICWAI final exam. He was associated with JSW Steel for 27 years in senior leadership roles. Currently, he is associated with JSW Holdings as Group CFO, recognized for his longstanding experience in finance and corporate strategy.
- **Parth Jindal**, aged 35, has been designated Managing Director and Promoter of the Company. He holds degrees from Brown University and Harvard University. JSW Sports was founded by him, and he currently serves as MD of JSW Paints. He was associated with JFE Steel and JSW Steel and has been linked to the Company since June 2016. Business operations are managed by him. He received Forbes India's GenNext Entrepreneur award in 2024 and has been recognized in ET 40 under Forty and GQ's influential Indians list.
- **Nilesh Narwekar**, 54, has been appointed Whole Time Director and CEO of the Company. Degrees in engineering and management were awarded to him by the University of Calicut and JBIMS. He was previously associated with PwC as a partner in advisory services. Since July 2017, he has been linked to the Company and currently manages its operations. More than 25 years of experience in advisory roles have been accumulated by him across various strategic and management functions.
- **Narinder Kahlon**, 58, serves as Director - Finance and Commercial and CFO. A commerce degree was earned by him from Punjab University, and the ICAI final exam has been cleared. He has been associated with firms like Haldia Petrochemicals and Bhushan Ltd. The JSW Group has engaged him since 2007 and the Company since 2014. Finance, accounts, and commercial functions are managed by him. Over 27 years of experience in finance, taxation, and auditing have been gained under his leadership.
- **Kantilal Patel**, 74, has been appointed as a Non-Executive Non-Independent Director. A commerce degree was received from the University of Bombay, and a strategic management program was completed at IIM Calcutta. The CA final exam has been cleared by him. He joined Jindal Iron & Steel in 1995 as VP - Finance and was associated with JSW Holdings as JMD and CEO. Over 47 years of expertise in finance and leadership roles have been gathered by him across various organizations.
- **Utsav Bajjal**, aged 48, has been designated as a Non-Executive Nominee Director. A degree in economics was earned from St. Stephens College, followed by a management diploma from IIM Ahmedabad. He serves on the boards of Clix Capital and PlanetCast Media and is a partner at Apollo Global. Past associations include McKinsey, Bain Capital, and IGT Solutions. Over 24 years of experience in leadership, investment, and strategic roles have been accumulated by him across industries and geographies.
- **Sudhir Maheshwari**, 61, has been appointed as a Non-Executive Nominee Director. He cleared the ICAI final exam and is an associate of ICSI. He founded and manages Synergy Capital and was previously associated with ArcelorMittal. Over 27 years of experience in corporate finance, M&A, divestments, and risk management have been built under his leadership, making him a key contributor to strategic and financial decision-making across sectors.

# Strengths



- **Large-Scale & Productive Operations:** JSW Steel is among India's leading and most productive steel manufacturers, operating highly efficient facilities with industry-leading conversion costs and high employee productivity.
- **Robust Market Presence:** The company holds a significant domestic market share, supported by strategic plant locations across India, which helps reduce logistics costs and enhance market reach.
- **Diversified Product Portfolio:** JSW Steel manufactures a comprehensive range of flat and long steel products, with the flexibility to align the product mix with market cycles and demand trends. A significant share of value-added and specialized products increases margins and competitiveness.
- **Backward Integration:** Integration with raw material sources reduces dependency on external suppliers. The company has access to captive iron ore mines, ensuring a more stable supply and cost predictability.
- **Technology and Innovation Focus:** Early adoption of new technologies (such as Corex technology for hot metal production) and continual investment in R&D make JSW Steel a leading producer of high-quality, value-added steel products.
- **Strong Export Base:** JSW Steel is one of the largest exporters of flat steel from India, giving it resilience against domestic market fluctuations.
- **Risk Management Framework:** The company employs a globally recognized COSO Enterprise Risk Management (ERM) system, with oversight from a risk committee at the board level. This ensures proactive identification and mitigation of strategic and operational risks.

# Key Risk Factors

- **High Debt Levels:** JSW Steel's growth strategy has relied on debt-funded expansions and acquisitions. The company consistently reports a relatively high debt-equity ratio, increasing exposure to interest rate risks and potential strains on profitability during downturns.
- **Raw Material Volatility:** Despite backward integration efforts, JSW Steel remains exposed to fluctuations in iron ore and coking coal prices. Any disruption in captive mine output or external supply can impact margins and production schedules.
- **Cyclical Industry Risks:** The steel sector is highly cyclical-subject to swings in global demand, commodity prices, and economic growth. This exposes JSW Steel to risks of supply-demand mismatches and margin pressure, especially during downturns.
- **Environmental and Regulatory Compliance:** Growing stakeholder and regulatory focus on emissions and sustainability means increasing scrutiny, compliance costs, and potential penalties for breaches. The transition to lower-carbon steelmaking may require significant investment in the future.
- **Operational Hazards:** Steelmaking remains a hazardous industry, with risks related to industrial accidents, machinery failures, and occupational health and safety. Such events can cause large financial losses, reputational damage, and operational disruptions.
- **Foreign Exchange and Financing Risks:** Operating internationally and borrowing in foreign currencies exposes the company to exchange rate fluctuations, which can affect repayment obligations and profitability if not managed properly.

# Statement of Profit and Loss



(All amounts are in Indian Rupees millions, unless otherwise stated)

Particulars	31-Mar-2025	31-Mar-2024	31-Mar-2023
Revenue from operations	58190.71	60281.03	58367.24
Other income	1015.94	864.93	1454.85
<b>Total Income (I+II)</b>	<b>59146.65</b>	<b>61145.96</b>	<b>59822.09</b>
Cost of raw material consumed	14522.77	13089.38	11243.6
Purchases of stock in trade	374.43	226.95	4499.98
Changes in inventories of finished goods and work-in-progress	-68.17	-137.95	-73.91
Employee benefits expense	3694.81	2993.68	2946.28
Finance costs	4501.49	4347.05	3102.3
Depreciation and amortisation expense	3103.44	2782.76	3732.03
Power and fuel	8468.6	9903.3	10323.52
Freight and handling expenses	13960.16	14371.04	14146.74
Fair value loss on financial instruments (FVTPL)	1444.48	1413.4	1353.62
Expected credit loss on government incentives	55.83	547.76	0
Other expenses	8775.59	8602.31	7151.59
Less: Captive consumption of cement	-235.08	-57.58	-38.98
<b>Total expenses (IV)</b>	<b>58598.35</b>	<b>58082.1</b>	<b>58586.77</b>
Profit before JV/associate share	548.3	3063.86	1435.32
Share of loss from JV/associate	-984.73	-820.28	-186.88
Profit/(loss) before tax	-436.43	2243.58	1248.44
Current tax (incl. prior years)	555.94	766.69	531.38
Deferred tax	645.32	856.76	-323.32
Total tax expenses	1201.26	1623.45	208.06
<b>Profit/(loss) for the year</b>	<b>-1637.69</b>	<b>620.13</b>	<b>1040.38</b>
Total OCI (A + B)	-10.52	692.5	-85.22
<b>Total comprehensive income/(loss)</b>	<b>-1648.21</b>	<b>1312.63</b>	<b>955.16</b>
Profit attributable to Owners	-1140.94	898.07	1367.8
Profit attributable to NCI	-496.75	-277.94	-327.42
Total comprehensive income attributable to Owners	-1149.3	1591.05	1282.46
Total comprehensive income attributable to NCI	-498.91	-278.42	-327.3
<b>Earnings per share - Basic (₹)</b>	<b>-1.16</b>	<b>0.91</b>	<b>1.39</b>
<b>Earnings per share - Diluted (₹)</b>	<b>-1.16</b>	<b>0.9</b>	<b>1.37</b>

We have not mentioned the OCI elements in the P&L statement

# Valuation and Outlook



**JSW Cement Ltd.** IPO is expected to be priced between **₹139 to ₹147** per share. At this price, the company is valued at Price-to-Earnings (P/E) ratio of **-ve** whereas the industry average is **51x**.

Company Name	Revenue (₹ Mo)	Face Value (₹)	P/E Ratio (x)	EV/EBIT DA (x)	EBITDA (₹ Mo)	EPS Basic (₹)	EPS Diluted (₹)	RoNW (%)	NAV per Share (₹)
JSW Cement Limited*	58,130.71	10	N/A	N/A	8,153.23	-1.16	-1.16	-4.85%	23.85
UltraTech Cement Limited	7,59,551.30	10	59.56	28.39	1,33,020.00	205.3	205.13	8.54%	2,405.71
Ambuja Cements Limited	3,36,977.00	2	35.97	16.84	86,250.00	17	16.96	7.80%	218
Shree Cement	1,92,828.30	10	97.77	22.97	45,232.50	311.18	311.18	5.21%	5,969.32
Dalmia Bharat Limited	1,39,800.00	2	60.39	17.44	24,070.00	36.42	36.42	3.93%	926.34
JK Cement Limited	1,18,791.50	10	58.39	26.53	20,270.00	111.44	111.44	14.14%	788.03
The Ramco Cements Limited	85,184.00	1	103.5	25.66	12,737.10	11.53	11.53	3.66%	334.82
India Cements Limited	41,487.76	10	2.38	N/A	-1,736.92	153.23	153.23	-1.41%	328.95

Source : RHP

In FY2025, JSW Cement Ltd. reported a 3.6% dip in consolidated revenue to ₹5,813.07 crore, largely due to a 7.98% fall in cement realization per ton. Despite higher sales volumes of cement and GGBS, lower pricing weighed on topline. Operating margins contracted by 320 bps to 12.28%, pulling down operating profit by 23.5% to ₹713.73 crore. While other income rose 17.5%, higher finance costs and depreciation hurt profitability. The company posted a pre-tax loss of ₹43.64 crore and a net loss of ₹114.09 crore.

Though profitability declined, JSW Cement's IPO is backed by sustainability focus, raw material synergy, and expansion strategy.

**"Call us on 8448899576"** to find out whether or not you should apply.



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