

JSW Cement Ltd

IPO Note



Subscribe
Scaling Capacity with Sustainability

JSW Cement Limited, part of the diversified JSW Group, is a leading producer of eco-friendly cement with a strong focus on sustainability. Incorporated in 2006 and headquartered in Mumbai, the company operates seven plants across South, West, and East India with an installed capacity of 20.6 MTPA. It is among the fastest-growing cement manufacturers in the country and the largest producer of Ground Granulated Blast Furnace Slag (GGBS) with an 84% market share in FY25. Supported by 1.3 billion tons of limestone reserves and strong group synergies in raw material sourcing, logistics, and energy, the company is well-positioned to expand capacity to 42 MTPA and strengthen its presence in North and Central India.

In FY25, JSW Cement sold 7.09 million tons of cement and 5.2 million tons of GGBS. Grinding capacity utilization stood at 63% and clinker utilization at 84%, driven by operational efficiencies from renewable energy adoption, waste heat recovery systems, and freight optimization. The company has also narrowed its price gap with peers from a 30% discount in 2012 to about 3.5% in FY25, reflecting improved brand positioning and pricing power.

Looking ahead, JSW Cement's capacity expansion projects in Rajasthan, Punjab, and Madhya Pradesh are expected to diversify its geographic footprint and improve scale. The FY25 loss was largely due to one-off fair value adjustments, temporary underperformance at certain subsidiaries, and strategic investments, which are expected to normalize in FY26. With capacity ramp-ups, efficiency gains, and improved subsidiary performance, the company anticipates a return to profitability, supported by higher volumes, enhanced margins, and a broader market reach.

Industry
Cement
Scrip Details

Listing	BSE &NSE
Open Date	August 7, 2025
Close Date	August 11, 2025
Price Band	INR 139 to 147
Face Value	INR 10
Market Lot	102 Shares
Minimum Lot	1

Issue Structure

Issue Size (INR cr)	3,600
Issue Size (Shares)	24.48
QIB Share (%)	≤ 50%
Non-Inst Share (%)	≥ 15%
Retail Share (%)	≥ 35%
Pre Issue sh. (cr)	125.45
Post Issue sh. (cr)	136.34
Post Issue Market Cap (cr)	20041.46

Shareholding (%)	Pre (%)	Post (%)
Promoter	78.62	72.34
Public	21.38	27.66
TOTAL	100	100

Key Consolidated Financial Data (INR Cr, unless specified)

	Net Revenue	EBITDA	Net Profit	EBITDA (%)	Net (%)	EPS (₹)	BVPS (₹)	RoE (%)	P/B (X)	P/E (X)	EV/EBITDA (X)
FY 22	4,668.6	756.2	244.3	16.2	5.2	10.0	86.2	11.5	1.7	14.7	10.1
FY23	5,836.7	681.5	136.8	11.7	2.3	5.6	91.5	6.0	1.6	26.3	13.2
FY24	6,028.1	932.9	89.8	15.5	1.5	3.7	97.4	3.6	1.5	40.1	9.4
FY25	5,813.1	713.7	(114.1)	12.3	(2.0)	(4.7)	96.9	(4.8)	1.5	(31.6)	12.1

Source: Company RHP

Issue Structure and Offer Details

JSW Cement IPO is a bookbuilding of INR 3,600.00 crores. The issue is a combination of fresh issue of 10.88 Cr shares aggregating to INR 1,600.00 Cr and offer for sale of 13.61 crore shares aggregating to INR 2000.00 Cr.

Issue Structure	
Investor Category	Allocation
QIB	Not more than 50.00% of the Offer
NII	Not less than 15.00% of the Offer
Retail	Not less than 35.00% of the Offer

Number of shares based on a higher price band of INR 147

Source: Company Reports

Objects of the Issue

The Company JSW Cement IPO proposes to utilise the Net Proceeds from the Issue towards the following objects:

1. Part financing the cost of establishing a new integrated cement unit at Nagaur, Rajasthan-INR 800 Cr
2. Prepayment or repayment, in full or in part, of all or a portion of certain outstanding borrowings availed by the Company- INR 520 Cr
3. General Corporate Purposes

Financial Summary

Fig in INR Cr (unless specified)	FY22	FY23	FY24	FY25	Fig in INR Cr (unless specified)	FY22	FY23	FY24	FY25
Income Statement					Per share data & Yields				
Revenue	4,668.6	5,836.7	6,028.1	5,813.1	Adjusted EPS (INR)	10.0	5.6	3.7	(4.7)
YoY Growth (%)	20.9	25.0	3.3	(3.6)	Adjusted Cash EPS (INR)	19.7	20.8	15.0	8.0
Raw Material Cost	1,176.2	1,567.0	1,317.8	1,482.9	Adjusted BVPS (INR)	86.2	91.5	97.4	96.9
RM Cost to Sales (%)	25.2	26.8	21.9	25.5	Adjusted CFO per share (INR)	13.8	26.7	57.5	17.6
Employee Cost	244.6	294.6	299.4	369.5	CFO Yield (%)	9.4	18.1	39.1	12.0
Employee Cost to Sales (%)	5.2	5.0	5.0	6.4	Adjusted FCF per share (INR)	(21.7)	(29.2)	27.8	84.2
Other Expenses	2,491.6	3,293.6	3,478.0	3,247.0	FCF Yield (%)	(14.7)	(19.8)	18.9	57.3
Other Exp to Sales (%)	53.4	56.4	57.7	55.9	Solvency Ratio (X)				
EBITDA	756.2	681.5	932.9	713.7	Total Debt to Equity	2.2	2.4	2.4	2.2
Margin (%)	16.2	11.7	15.5	12.3	Net Debt to Equity	1.9	2.4	2.2	2.1
YoY Growth (%)	(8.1)	(9.9)	36.9	(23.5)	Net Debt to EBITDA	5.4	7.9	5.6	7.0
Depreciation & Amortization	238.5	373.2	278.3	310.3	Return Ratios (%)				
EBIT	517.7	308.3	654.6	403.4	Return on Equity	11.5	6.0	3.6	(4.8)
Margin (%)	11.1	5.3	10.9	6.9	Return on Capital Employed	4.5	3.4	3.7	19.8
YoY Growth (%)	(19.6)	(40.5)	112.3	(38.4)	Return on Invested Capital	8.4	4.0	8.5	5.5
Other Income	194.9	145.5	86.5	101.6	Working Capital Ratios				
Bill discounting & other charges	314.6	310.2	434.7	450.1	Payable Days (Nos)	85	68	74	78
Fin Charges Coverage (X)	1.6	1.0	1.5	0.9	Inventory Days (Nos)	36	28	29	27
Exceptional Item	0.0	0.0	0.0	(98.5)	Receivable Days (Nos)	60	44	47	49
PBT	398.0	143.5	306.4	(43.6)	Net Working Capital Days (Nos)	11	5	2	-2
Margin (%)	8.5	2.5	5.1	(0.8)	Net Working Capital to Sales (%)	3.1	1.3	0.6	(0.5)
YoY Growth (%)	4.9	(63.9)	113.5	(114.2)	Valuation (X)				
Tax Expense	164.1	20.8	162.3	120.1	P/E	14.7	26.3	40.1	(31.6)
Tax Rate (%)	41.2	14.5	53.0	(275.2)	P/BV	1.7	1.6	1.5	1.5
PAT	233.9	122.7	144.0	(163.8)	EV/EBITDA	10.1	13.2	9.4	12.1
Margin (%)	5.0	2.1	2.4	(2.8)	EV/Sales	1.6	1.5	1.5	1.5
YoY Growth (%)	(6.4)	(47.5)	17.4	(213.7)	Cash Flow Statement				
Min Int/Sh of Assoc	10.4	14.1	(54.2)	49.7	PBT	398.0	143.5	306.4	(43.6)
Net Profit	244.3	136.8	89.8	(114.1)	Adjustments	193.7	461.9	1,224.4	532.4
Margin (%)	5.2	2.3	1.5	(2.0)	Change in Working Capital	(88.6)	68.5	39.3	63.1
YoY Growth (%)	(5.6)	(44.0)	(34.3)	(227.0)	Less: Tax Paid	(164.1)	(20.8)	(162.3)	(120.1)
Balance Sheet					Cash Flow from Operations	339.0	653.2	1,407.7	431.8
Share Capital	986.4	986.4	986.4	986.4	Net Capital Expenditure	(1,054.5)	(1,632.4)	(932.2)	(58.1)
Total Reserves	1,125.7	1,254.4	1,399.1	1,386.0	Change in Investments	(475.2)	(160.5)	(187.6)	276.9
Shareholders Fund	2,112.0	2,240.7	2,385.5	2,372.4	Cash Flow from Investing	(1,529.7)	(1,792.9)	(1,119.8)	218.8
Long Term Borrowings	4,051.5	4,645.6	4,156.9	5,010.4	Change in Borrowings	(25.5)	1,351.2	213.8	(1,645.2)
Deferred Tax Assets / Liabilities	173.4	182.8	277.7	332.9	Less: Finance Cost	(314.6)	(310.2)	(434.7)	(450.1)
Other Long Term Liabilities	410.7	210.5	388.4	363.8	Proceeds from Equity	1,600.0	0.0	0.0	79.5
Long Term Trade Payables	0.0	0.0	0.0	0.0	Buyback of Shares	0.0	0.0	0.0	0.0
Long Term Provisions	89.4	85.3	87.0	94.5	Dividend Paid	0.0	0.0	0.0	11.4
Total Liabilities	6,837.1	7,365.0	7,295.5	8,174.0	Cash flow from Financing	1,259.9	1,041.0	(220.9)	(2,004.4)
Net Block	4,572.9	4,644.7	6,204.8	6,688.5	Net Cash Flow	69.2	(98.8)	67.0	(1,353.9)
Capital Work in Progress	872.3	1,575.4	739.2	1,024.7	Forex Effect	0.0	0.0	0.0	0.0
Intangible assets under developm	4.0	15.3	30.8	12.9	Opening Balance of Cash	115.6	164.8	51.1	118.2
Non Current Investments	483.6	714.2	432.3	265.9	Closing Balance of Cash	184.8	66.1	118.2	(1,235.7)
Long Term Loans & Advances	554.4	577.0	547.8	819.2					
Other Non Current Assets	101.1	252.1	626.9	571.0					
Net Current Assets	248.8	(413.8)	(1,286.3)	(1,208.2)					
Total Assets	6,837.1	7,365.0	7,295.5	8,174.0					

Source: Company RHP

Disclosures and Disclaimer

Ventura Securities Limited (VSL) is a SEBI registered intermediary offering broking, depository and portfolio management services to clients. VSL is member of BSE, NSE and MCX-SX. VSL is a depository participant of NSDL. VSL states that no disciplinary action whatsoever has been taken by SEBI against it in last five years except administrative warning issued in connection with technical and venial lapses observed while inspection of books of accounts and records. Ventura Commodities Limited, Ventura Guaranty Limited, Ventura Insurance Brokers Limited and Ventura Allied Services Private Limited are associates of VSL. Research Analyst (RA) involved in the preparation of this research report and VSL disclose that neither RA nor VSL nor its associates (i) have any financial interest in the company which is the subject matter of this research report (ii) holds ownership of one percent or more in the securities of subject company (iii) have any material conflict of interest at the time of publication of this research report (iv) have received any compensation from the subject company in the past twelve months (v) have managed or co-managed public offering of securities for the subject company in past twelve months (vi) have received any compensation for investment banking merchant banking or brokerage services from the subject company in the past twelve months (vii) have received any compensation for product or services from the subject company in the past twelve months (viii) have received any compensation or other benefits from the subject company or third party in connection with the research report. RA involved in the preparation of this research report discloses that he / she has not served as an officer, director or employee of the subject company. RA involved in the preparation of this research report and VSL discloses that they have not been engaged in the market making activity for the subject company. Our sales people, dealers, traders and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein. We may have earlier issued or may issue in future reports on the companies covered herein with recommendations/ information inconsistent or different those made in this report. In reviewing this document, you should be aware that any or all of the foregoing, among other things, may give rise to or potential conflicts of interest. We may rely on information barriers, such as "Chinese Walls" to control the flow of information contained in one or more areas within us, or other areas, units, groups or affiliates of VSL. This report is for information purposes only and this document/material should not be construed as an offer to sell or the solicitation of an offer to buy, purchase or subscribe to any securities, and neither this document nor anything contained herein shall form the basis of or be relied upon in connection with any contract or commitment whatsoever. This document does not solicit any action based on the material contained herein. It is for the general information of the clients / prospective clients of VSL. VSL will not treat recipients as clients by virtue of their receiving this report. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of clients / prospective clients. Similarly, this document does not have regard to the specific investment objectives, financial situation/circumstances and the particular needs of any specific person who may receive this document. The securities discussed in this report may not be suitable for all investors. The appropriateness of a particular investment or strategy will depend on an investor's individual circumstances and objectives. Persons who may receive this document should consider and independently evaluate whether it is suitable for his/ her/their particular circumstances and, if necessary, seek professional/financial advice. And such person shall be responsible for conducting his/her/their own investigation and analysis of the information contained or referred to in this document and of evaluating the merits and risks involved in the securities forming the subject matter of this document. The projections and forecasts described in this report were based upon a number of estimates and assumptions and are inherently subject to significant uncertainties and contingencies. Projections and forecasts are necessarily speculative in nature, and it can be expected that one or more of the estimates on which the projections and forecasts were based will not materialize or will vary significantly from actual results, and such variances will likely increase over time. All projections and forecasts described in this report have been prepared solely by the authors of this report independently of the Company. These projections and forecasts were not prepared with a view toward compliance with published guidelines or generally accepted accounting principles. No independent accountants have expressed an opinion or any other form of assurance on these projections or forecasts. You should not regard the inclusion of the projections and forecasts described herein as a representation or warranty by VSL, its associates, the authors of this report or any other person that these projections or forecasts or their underlying assumptions will be achieved. For these reasons, you should only consider the projections and forecasts described in this report after carefully evaluating all of the information in this report, including the assumptions underlying such projections and forecasts. The price and value of the investments referred to in this document/material and the income from them may go down as well as up, and investors may realize losses on any investments. Past performance is not a guide for future performance. Future returns are not guaranteed and a loss of original capital may occur. Actual results may differ materially from those set forth in projections. Forward-looking statements are not predictions and may be subject to change without notice. We do not provide tax advice to our clients, and all investors are strongly advised to consult regarding any potential investment. VSL, the RA involved in the preparation of this research report and its associates accept no liabilities for any loss or damage of any kind arising out of the use of this report. This report/document has been prepared by VSL, based upon information available to the public and sources, believed to be reliable. No representation or warranty, express or implied is made that it is accurate or complete. VSL has reviewed the report and, in so far as it includes current or historical information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed. The opinions expressed in this document/material are subject to change without notice and have no obligation to tell you when opinions or information in this report change. This report or recommendations or information contained herein do/does not constitute or purport to constitute investment advice in publicly accessible media and should not be reproduced, transmitted or published by the recipient. The report is for the use and consumption of the recipient only. This publication may not be distributed to the public used by the public media without the express written consent of VSL. This report or any portion hereof may not be printed, sold or distributed without the written consent of VSL. This document does not constitute an offer or invitation to subscribe for or purchase or deal in any securities and neither this document nor anything contained herein shall form the basis of any contract or commitment whatsoever. This document is strictly confidential and is being furnished to you solely for your information, may not be distributed to the press or other media and may not be reproduced or redistributed to any other person. The opinions and projections expressed herein are entirely those of the author and are given as part of the normal research activity of VSL and are given as of this date and are subject to change without notice. Any opinion estimate or projection herein constitutes a view as of the date of this report and there can be no assurance that future results or events will be consistent with any such opinions, estimate or projection. This document has not been prepared by or in conjunction with or on behalf of or at the instigation of, or by arrangement with the company or any of its directors or any other person. Information in this document must not be relied upon b c as having been authorized or approved by the company or its directors or any other person. Any opinions and projections contained herein are entirely those of the authors. None of the company or its directors or any other person accepts any liability whatsoever for any loss arising from any use of this document or its contents or otherwise arising in connection therewith. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Securities Market.

Ventura Securities Limited - SEBI Registration No.: INH000001634

Corporate Office: I-Think Techno Campus, 8th Floor, 'B' Wing, Off Pokhran Road No 2, Eastern Express Highway, Thane (W) – 400608