

HZL/2026-27/SECY/100

October 23, 2026

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai – 400 001

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor Plot No., C/I, G Block
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051

Kind Attn: General Manager – Department
of Corporate Services

Kind Attn: Head Listing & Corporate
Communication

Scrip Code: 500188**Trading Symbol: HINDZINC**

Dear Sir/Ma'am,

Sub: Earnings call Transcript for the second quarter and half year ended September 30, 2026

Pursuant to Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the transcript of the earnings call held on Monday, October 19, 2026, with regard to the financial performance of the Company for the second quarter and half year ended September 30, 2026. The same is also made available on the Company's website at <https://www.hzlindia.com/investors/results-and-reports>.

You are requested to take the above information on record.

Thanking You,

Yours faithfully,

For **Hindustan Zinc Limited**

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KHANNA
Date: 2026.10.23
15:23:48 +05'30'

Aashhima V Khanna**Company Secretary & Compliance Officer**

Enclosed: as above



HINDUSTAN ZINC
Zinc & Silver of India

“Hindustan Zinc Limited

Q2 FY27 Earnings Conference Call”

October 19, 2026



HINDUSTAN ZINC
Zinc & Silver of India



**MANAGEMENT: MR. AMARENDU PRAKASH – CHIEF EXECUTIVE
OFFICER – HINDUSTAN ZINC LIMITED
MR. AMIT GUPTA – CHIEF FINANCIAL OFFICER –
HINDUSTAN ZINC LIMITED
MS. RAKSHA JAIN – DIRECTOR, INVESTOR RELATIONS
– HINDUSTAN ZINC LIMITED**

Moderator: Ladies and gentlemen, good day, and welcome to the Second Quarter FY27 Earnings Conference Call hosted by Hindustan Zinc. As a reminder, all participant lines will be in the listen-only mode, and there will be an opportunity for you to ask questions after the presentation concludes. Should you need assistance during the conference call, please signal an operator by pressing star, then zero on your touchtone phone.

I now hand the conference over to Ms. Raksha Jain, Director of Investor Relations of Hindustan Zinc. Thank you, and over to you.

Raksha Jain: Thank you, operator. And good evening, ladies and gentlemen. Thank you for joining us today to discuss the second quarter and half-year results of FY27. In this call, we will refer to our investor presentation available on our company's website. Please note that today's entire discussion will be covered by the Safe Harbour clause mentioned on slide two of the presentation.

Today's call is joined by our CEO, Mr. Amarendu Prakash, and our CFO, Mr. Amit Gupta, who will also be interacting with you during the call. The management will be discussing the operational and financial updates for the quarter, followed by a Q&A session.

Now, I would like to invite Mr. Amarendu Prakash to present the results. Over to you, sir.

Amarendu Prakash: Thank you, Raksha. A very good evening to all of you. Thank you for joining us today. Happy to report that we are sustaining our strong momentum in the second quarter, delivering solid operational and financial performance while we continue to focus on our strategic priorities. Our cost competitiveness and disciplined execution has helped us in sustaining this momentum.

If I look at how we define our success, of course, safety remains a core measure of our operating performance. In this quarter, we have recorded zero fatalities across the whole operations. We are committed to achieving net-zero by 2050, as already informed. We are increasing our renewable energy basket. In this quarter, the renewable energy accounted for 27% of our power consumption, which we intend to take to 35% in the quarters to come.

In one of our subsidiaries, HZAPL, Hindustan Zinc Alloys Private Limited, I'm happy to report that that subsidiary is using 100% renewable power now. We also introduced our first Electric Crane at Rajpura Dariba Complex and first Electric Cherry-Picker at Rampura Agucha.

Further, we are entering partnerships with different agencies to continue our ESG drive. We have tied up for a high-density plantation at Chanderiya Lead-Zinc Smelter and also entered an MoU to deploy further 30 electric vehicles for material movement.

I'm pleased to share that our ESG reporting suite, that is Sustainability Report, Climate Action Report, and TNFD Report, is all available on our website. Similarly, our CSR initiatives continue

to deliver meaningful impact. As a highlight, I would like to inform that we added almost 3,000 Nand Ghars across Rajasthan, thereby taking our overall presence of Nand Ghars in the country to 12,263.

Looking at the market environment, India's growth outlook remains strong. GDP projections are in the range of 6.4% in 2026 and 6.7% in 2027. As we know, this is well above the global growth rate projections of 3% and 3.4%, respectively. This has been possible, in part, through the government capital expenditure, which has risen 2.6x over last six years. In FY27 also, the government capital expenditure is budgeted at approximately 4.4% of GDP.

Coming to our industry, zinc fundamentals remain strong, with 2026 forecasted refined zinc demand is at 13.87 million tons, whereas the supply outlook is at 13.69 million tons. That means there's almost a 180 KT deficit in the market.

New projects are limited, as we hear, and mine closures and declining grades will mean that over the next decade, we see the markets remaining tight, whereas infrastructure growth, urbanization, electrification indicates an annual demand growth in the market.

Silver, again, is expected to remain in deficit for the sixth consecutive year in 2026. The overall shortfall is projected at about 1.44 thousand tons. The industrial demand of silver is increasing. As we look at -- as you all know, we have been looking at new-tech and new-tech markets, but now, the world is realizing that old-age minerals and metals are what will actually make this new-tech industry feasible.

Coming to the operational performance of the company, mined metal production has risen 5% year-on-year. This is the highest-ever second-quarter output. Similarly, our refined metal production has risen 7% year-on-year. And I'm happy to report that zinc cost of production is better by 29%. Our zinc cost of production in second quarter FY27 stands at \$703 per ton.

Zinc cost of production, we had guided earlier will be for the year we had guided for a projection of \$975 to \$1,000. However, looking at the current improvements in zinc cost of production, we are revising our COP guidance to \$825 to \$850 for the full year.

Similarly, saleable silver production has risen 20% year-on-year. This stands at 173 tons in this quarter. This has contributed approximately 45% of first-half profitability, so it remains very important to us.

Our industry-leading cost position, strong production, and favorable commodity prices have driven a record quarterly financial performance. Our EBITDA stands at INR9,285 crores, and the net profit is at a record level of INR6,412 crores.

Going forward, our growth projects remain on track. Engineering and procurement for the 250 KTPA integrated zinc expansion is almost complete, and mine development is underway. Similarly, the 10 million tons per annum tailing reprocessing plant is also progressing as per plan.

Looking ahead, we remain focused on translating this momentum into sustained performance. For this, we will have a very disciplined execution of our expansion projects, further strengthen our cost leadership, and we will try to unlock greater value from our resources.

Our growth is AI-driven and technology-led. We focus on AI in a big way, not just in implementing use cases of AI, but also making our process AI-native. Our strong start to FY27 reinforces our confidence in the strategy ahead. Backed by our integrated business model and favorable structural demand trends, Hindustan Zinc is well-positioned to accelerate its 2x growth journey.

With this, I now hand over to Amit, our CFO, for an update on the financial performance.

Amit Gupta:

Thank you, Mr. Prakash. And good evening, everyone. The global business environment remains challenging amid escalating geopolitical tensions, energy and trade disruptions, changing tariff policies, and divergent regional growth trends. While these dynamics are likely to drive near-term volatility across inflation, currencies, and financial markets, India remains a key growth driver, supported by resilient domestic consumption and sustained investment in infrastructure and manufacturing.

In this environment, commodity prices will continue to be influenced by geopolitical developments, energy cost, monetary policy, currency movement, and global growth trends. Energy market disruptions have heightened volatility, while supply constraints and low inventory have provided support to zinc prices, and persistent supply deficits have remained favorable for silver.

Despite near-term uncertainties, the medium-term to long-term outlook for our key metals remains positive. Our integrated business model, competitive cost structure, prudent capital allocation, and robust balance sheet positions us well to navigate market volatility, pursue strategic growth opportunities, and sustain value creation across commodity cycles.

Our strong momentum continued in this second quarter, with quarterly EBITDA surpassing INR9,000-crores mark for the first time. This was driven by consistent execution, benefit from last-year debottlenecking project, the commissioning of additional roaster, and cost of production. Our precious metal portfolio also continues to contribute meaningfully to our profitability.

During the quarter, we delivered revenue from operations of INR15,093 crores, up 77% year-on-year. This growth was led by higher metal production and supportive commodity prices, with better by-product realization, lead concentrate sale, and a stronger dollar providing additional upside.

The combination of strong revenue growth and operating leverage translated into highest-ever quarterly EBITDA of INR9,285 crores, up 108% year-on-year, with an industry-leading margin of 62%.

Profitability was further strengthened by quarterly zinc cost of production at \$703 per ton, excluding royalty, since underground transition. In addition, we monetized 10 KT of lead concentrate during the quarter, containing approximately 10 ton of silver and 6,000 ton of lead.

Together, stronger revenue and margins drove record quarterly Net profit of INR6,412 crores, up 142% year-on-year. This strong performance, together with robust quarterly results, translated into best-ever first-half financial performance.

Our half-year revenue from operations reached at INR28,840 crores, up 77% year-on-year, while EBITDA grew 108% to INR17,359 crores, supported by lowest zinc cost of production, excluding royalty, 776 per ton. Net profit rose to a record of INR11,881 crores, up 143% year-on-year, reaffirming the resilience of our business model and strong cash generation capability.

Generating INR6,389 crores of free cash flow before growth capex during the quarter highlights the strength of our underlying cash flows, cost competitiveness, and prudent financial management. This strong cash generation provides the capacity to advance our strategic expansion plans while preserving financial discipline and supporting sustainable long-term value creation.

We closed the quarter with net cash balance of INR11,268 crores, reinforcing our financial strength and providing ample headroom to capitalize on growth opportunities. Our robust balance sheet and disciplined capital allocation approach enable us to balance investment in future growth with attractive shareholder returns.

In the first half of the year, we delivered 15% total shareholder return, including INR64 per share in capital appreciation and INR11 dividend. This placed Hindustan Zinc among the top five NIFTY metal companies and top 40 NIFTY 100 companies by market capitalization at September-end. Our returns were 12x the NIFTY 50 and 4 times the NIFTY 100, reinforcing the commitment to long-term value creation.

Our contribution to India's economic growth remains an integral part of our value creation philosophy. During the first half of the year, Hindustan Zinc contributed more than INR13,000 crores to the national exchequer through taxes, royalties, duties, and other statutory levies, reinforcing our role as a responsible corporate citizen and a meaningful contribution to India's economic development.

Looking ahead, we remain focused on strengthening our cost leadership, advancing our capacity expansion plan, and maintaining a strong balance sheet to support consistent cash generation and attractive shareholder returns. With our 2x growth ambition, integrated operating model, and favorable long-term demand prospects for zinc and silver, we are well-positioned to capitalize on emerging opportunities and deliver sustainable long-term value for our stakeholders.

With that, I would like to thank all the shareholders for their continued trust and support. I will now hand it over this call to the operator for Q&A session. Thank you.

- Moderator:** Thank you very much. We will now begin the question-and-answer session. We'll take our first question from the line of Pallav Agarwal from Antique Stock Broking. Please go ahead.
- Pallav Agarwal:** Yes, good afternoon, sir, and congratulations on a very good set of numbers. So, the first question was on the hedging. If you could just share what levels or what quantity and hedges that we have and just break it down over the quarters for the rest of the quarters, that would be helpful.
- Amit Gupta:** At this point of time, for the quarter three, we have a 40 KT of zinc which is hedged, and 36 KT of zinc for quarter four hedged at the rate of 3,476 for quarter three, and 3,698 for quarter four. And we have a 8-ton of silver also, which is only in quarter three.
- Pallav Agarwal:** And what is...
- Amit Gupta:** At a rate of \$68 per ounce.
- Pallav Agarwal:** Yes, thank you for that. Just on the second question was on the cost. We are significantly below what we started with the cost guidance of USD975 per ton to USD1,000 per ton. How are sulfuric acid prices, have they remained strong? Can there be a positive surprise to our revised guidance of USD825 to USD850 going ahead?
- Amit Gupta:** Yes. So, you're right. From the cost point of view, we have a positive surprise on the byproduct realization, which is sulfuric, and there are cost escalations also because of the geopolitical issues. So, that is impacting us almost by \$50. So, in totality, we are delivering the cost, and for the quarter two, we are believing that we will be broadly in the same range, delivering the overall cost estimate for the year at \$825 to \$850.
- Pallav Agarwal:** Sure, sir. Yes, thank you. That is it from me.
- Moderator:** Thank you. Next question is from the line of Kartikeya Pandey from 360 ONE Capital. Please go ahead.
- Kartikeya Pandey:** Yes, hi, sir. Thanks for the opportunity, and congratulations on great set of numbers. Yes. Am I audible properly?
- Moderator:** Yes, please go ahead.
- Kartikeya Pandey:** Hello? Yes, so, I had just two questions...
- Amit Gupta:** Yes, Kartikeya. You are good.
- Kartikeya Pandey:** One is that how much was your domestic coal usage in percentage for second quarter?
- Amarendu Prakash:** It's a 32%, Kartikeya.
- Kartikeya Pandey:** Okay. And, sir, on capex front, how much was the capex in Q2? And out of that, how much was sustaining capex and how much was growth capex? Just this bifurcation.

- Amit Gupta:** During the quarter, we have spent around INR1,200 crores on sustaining capex and around INR700 crores on the growth capex.
- Kartikeya Pandey:** Okay. And, sir, what is the whole-year outlook on this? How much will be the sustenance and growth...
- Amit Gupta:** So, whole-year outlook, we are on the same line, the way we have guided, the whole-year outlook is in the range of INR5,000 crores only. And with the expansion which we are expecting in quarter three and four, so we'll be able to spend more during those quarters.
- Kartikeya Pandey:** Okay, sir. Thank you, sir. I will join back.
- Moderator:** Thank you. We'll take our next question from the line of Anuj Khandelwal from JM Financial. Please go ahead.
- Anuj Khandelwal:** Good afternoon, sir. Congratulations on really good set of numbers. So, my question is, do we have any update on the new critical mineral blocks that we have? Hello, am I audible?
- Amarendu Prakash:** Yes. Can you hear us?
- Anuj Khandelwal:** Yes.
- Amarendu Prakash:** Okay. So, the four crystal blocks that we have are exploration blocks basically. Three out of those four are exploration blocks. So, we have a guidance of -- we'll be finishing our exploration program in the third quarter of FY29. So, that will be the time when we will know the exact ore body position and resources available there. Once we conclude this, then we can come back with the production plan and all our business.
- One, the Gundlupet REE Block and Yttrium Block, it is a mining lease, and we have executed that mining lease, and then we'll be going ahead. It will give you some indication of the resources and business plan in 2, 3 years.
- Anuj Khandelwal:** Okay. Thank you, sir. And can you also tell me how much was the ore grade in the second quarter?
- Amarendu Prakash:** 7.6% ore grade.
- Anuj Khandelwal:** Okay. Thank you so much, sir.
- Moderator:** Thank you. We'll take our next question from the line of Shweta Dikshit from Systematix. Please go ahead.
- Shweta Dikshit:** Hi. Good afternoon. Thank you. Sir, we sold lead concentrate in the second quarter as well. Could you indicate what was the revenue and margins like for concentrate sale in this quarter, and what is your plan for the rest of the year?

- Amit Gupta:** So, during this quarter, we have sold 10 KT of concentrate, which consists of 10 ton of silver and 6,000 tons of lead. Overall revenue generated is INR300 crores, and out of this, profits created INR155 crores. And in terms of plans, we don't have as such any plan for the concentrate. We take a call based on the business decision whether we have more concentrate in place as compared to our smelter capacity, then only we take this call.
- Shweta Dikshit:** Understood. And lastly, any change or update on the silver production guidance for FY27, since we've done 321 tons in the first half?
- Amit Gupta:** Yes. So, we are confident we will be able to deliver our guidance of 680. And if you see, in the H1, we have sold 20 KT of concentrate, which includes 20 ton of silver as well. So, put together, we have done 340, you can assume, in H1. And H2, we are confident we will be able to deliver as per the guidance.
- Shweta Dikshit:** And for FY28, are we at 730, 750 kind of a number?
- Amarendu Prakash:** We can hope to do that. We have some of the debottlenecking projects in the pipeline. So, we will be finalizing the numbers towards the end of it.
- Shweta Dikshit:** Okay. Thank you, sir. That's it from my side.
- Moderator:** Thank you. Next question is from the line of Sumangal Nevatia from Kotak Securities. Please go ahead.
- Sumangal Nevatia:** Yes, good evening. Thanks for the chance. Sir, first question, is it possible to share the COP number without the sulfuric acid credits, just to get a better sense on what's happening on overall other costs? And also, if you could share sulfuric acid revenue contribution, which we account for, say, maybe in 2Q or 1H FY27?
- Amit Gupta:** Sulfuric acid is our byproduct, and if you see in this business, we have multiple byproducts. Although sulfuric prices are high, so that's why we can say that we have a significant benefit in our COP of sulfuric acid, but we are giving a COP number as a overall number only, and we are not anticipating any guidance on the sulfuric acid because it is absolutely dependent upon the market, and we sell everything on auction basis.
- Sumangal Nevatia:** Okay. Is it possible to share last year, what was the contribution? Was it around INR1,500-odd crores in revenue?
- Amit Gupta:** Around INR1,000 crores to INR1,200 crores, we can say.
- Sumangal Nevatia:** Okay. And this year, whatever is the first half trended, is it higher, maybe how much higher versus last year? Any color on that, sir?
- Amit Gupta:** Again, I'm saying we are not giving any guidance or any number on the sulfuric acid, because it's a byproduct for us, and we sell it in a auction price. So, whatever is the market price, we get it during that period. So, there is no such guidance on sulfuric.

Sumangal Nevatia: Understood. All right. That's the only question I had. Thanks, and all the best.

Moderator: Thank you. We'll take our last question from the line of Ram from J.P. Morgan. Please go ahead. Sorry, we've lost his connection. As there are no further questions, I now hand the conference over to Ms. Jain for closing comments. Over to you.

Raksha Jain: Thank you, operator. And thank you all for joining today's call. Should you have any further questions or require additional information, please feel free to reach out to the Investor Relations team. Thank you, and have a great day.

Moderator: Thank you. On behalf of Hindustan Zinc, that concludes this conference. Thank you all for joining us. And you may now disconnect your lines.