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IPO Report

03rd June 26

Snapshot

Company is the leading non-ferrous metal recycler in terms of installed capacity as of March 31, 2025 and company have the highest market share in the Indian secondary aluminium market in terms of revenue from operations for the Fiscal 2025 amongst the peer companies. CMR Green Technologies Limited has a capacity advantage over domestic players, with an installed capacity of around 4 times of the nearest competitor in the domestic recycled aluminium space, as of March 31, 2025. Company rank among the largest players in the global aluminium recycling industry in terms of installed capacity as of March 31, 2025

VALUATION

Company is bringing the issue at price band of Rs 182-192 per share at p/e multiple of 19x on post issue annualized 9months FY26 PAT basis.

Company is leading recycler in the domestic aluminium recycling industry in India with significant entry barriers. Company has strong and diversified supplier base for sourcing raw materials along with long-standing relationships with its customers. Company has strategic alliances through joint ventures.

Hence, we recommend “Subscribe” to issue.

Price Band (Rs./Share)	182-192
Opening date of the issue	03rd June '2026
Closing Date of the issue	05th June '2026
No of shares pre issue	2,190,55,489 Eq Shares
Issue Size	Rs 631 Cr
Offer For Sale	Rs 631 Cr
No of Shares in OFS	3,28,58,323 Eq Shares
Face Value (Rs/ share)	Rs 2/share
Employee Discount	Rs 18/share
Bid Lot	78

BIDDING DETAILS

QIBs (Including Anchor)	50% of the offer (Approx 1,63,57,322 eq Shares)
Non-Institutional	15% of the offer (Approx 49,07,197 eq Shares)
Retail	35% of the offer (Approx 1,14,50,126 eq Shares)
Employee Reservation	1,43,678 Eq Shares
Lead managers	Equirus Capital, ICICI Securities, Motilal Oswal
Registrar to the issue	KFin Technologies Ltd

WHAT WE LIKE

Leading recycler in the domestic aluminium recycling industry in India with significant entry barriers, also positioned as a critical enabler of the aluminium industry’s decarbonization imperative

CMR Green Technologies Limited has a capacity advantage over domestic players, with an installed capacity of around 4 times of the nearest competitor in the domestic recycled aluminium space, as of March 31, 2025. Company rank among the largest players in the global aluminium recycling industry in terms of installed capacity as of 31st March 2025. Company’s revenue from operations has grown at a CAGR of around 23% from year FY2007 to FY2025. Company derive its revenue primarily from sales to the automotive industry where it occupied an estimated market share of ~42-45% in the cast alloy segment pertaining to automotive industry during FY2025

Long-standing relationships with its customers

Company have grown its customer base over the years to additionally include OEMs and Tier 1 companies such as one of India’s leading passenger vehicle manufacturing companies i.e., Maruti Suzuki India Limited, Honda Cars India Limited, Bajaj Auto Limited, Hero MotoCorp Limited, Royal Enfield Motors Limited, Endurance Technologies Limited, Rockman Industries Limited, Craftsman Automation Limited, among others. Further, company regularly export its products to customers in Japan, Belgium, Germany, China, Thailand.

Strategic alliances through joint ventures

To benefit from the technical expertise and marketing reach, company have joint ventures with Toyota Tsusho Corporation (since 2012), with Nikkei MC Aluminium (since 2012) and with Nippon Light Metal (since 2025). Company’s Subsidiaries, CMRN, where it presently hold 74.00% stake, and CMRT, where company presently hold 70.00% stake, were set up in partnership with Nikkei and Toyota Tsusho, respectively. Pursuant to these arrangements, company commenced supplying liquid aluminium through road transport to its customers, which substantially increased company’s market share and customer dependence.



COMPANY BACKGROUND

Company recycle used beverage cans scrap for fulfilling new metal requirements of primary producers. Due to the large economic, environmental and social advantages of recycling and the disadvantages of mining, primary producers across the world are shifting to develop new sources of recycled metal .Company also produces aluminium billets that cater to both automotive and non-automotive sectors. These billets, made from recycled aluminium, are raw materials used in extrusion processes to create profiles for various applications. Company's billets are manufactured to meet industry standards, ensuring stable mechanical properties, formability, and corrosion resistance.

In Fiscal 2025, the total recycled aluminium market reached a volume of 2.16 million MT in India. Of this, 1.01 million MT (46.7%) was from the cast alloy segment, 0.59 million MT (27.5%) was in rolled segment and 0.34 million MT (15.6%) was in extrusion segment. While company is currently present in the cast alloy segment of the automotive industry (where company have approximately 42-45% market share in terms of volume sold for Fiscal 2025 as per ICRA Report), company's entry into the extrusion has expanded its serviceable market by a further 0.34 million MT and rolled alloy segments has expanded company's serviceable market by further 0.59 million MT, providing new growth opportunities

With company's new plants in Tirupati and Odisha, company is now positioned to address a wider spectrum of aluminium products within the recycling value chain.

Aluminium is endlessly recyclable without any loss in quality, making it an ideal material for sustainable industrial use . India's primary aluminium industry emits 14 tonnes of CO₂ per tonne of aluminium, one of the highest rates globally, whereas recycled aluminium emits only 0.3 tonnes. Additionally, secondary aluminium production has approximately 90% lower capital expenditure (capex) intensity compared to primary production, making it the most cost-effective pathway to decarbonizing the industry. As of Fiscal 2025, share of recycled aluminium is around 40.8% of the total aluminium demand in India and looking forward, the recycled aluminium market in India is expected to reach a volume of 3.71 million MT by FY2030, reflecting a CAGR of 13.2% and 11.2%, respectively, during Fiscal 2026– Fiscal 2030 . The share of recycled aluminium will thus increase to 44.9% in FY30. The recycling industry is poised to surpass traditional mining in economic value by 2050.

Company have made significant investments into its Recycling Facilities as represented by its gross fixed assets of ₹ 9,391.75 million as at December 31, 2025. Further, company's Purchase of property, plant, equipment, right of use assets, intangible assets including capital work in progress was ₹8,352.33 million as at December 31, 2025 and employ the latest technologies and quality control mechanism at each stage of the recycling process to ensure that company's finished product conforms to the exact requirement of company's customers. Company's facilities are accreditation with various quality accreditations such as ISO 14001:2015 for environmental management systems, ISO 45001:2018 for occupational health and safety management systems and IATF 16949:2016 for quality management systems in the automotive sector.

OBJECTS OF OFFER

The objects of the Offer are to (i) to carry out the Offer for Sale of up to 32,858,323 Equity Shares of face value of ₹2 each by the Selling Shareholders, and (ii) achieve the benefits of listing the Equity Shares on the Stock Exchanges

RISKS

Company depend on a limited number of customers for significant portions of company's revenues. For December 31, 2025, 20.93% of company's consolidated revenue from operations was derived from company's top 3 customers, and 32.53% was contributed by company's top 5 customers. The loss of one or more of company's top customers or significant reduction in production and sales of, or demand for company's production from its significant customers may adversely affect company's business, financial condition, result of operations and cash flows.

Source:RHP



Consolidated Financials

(Rs in Mn)

Financials	FY23	FY24	FY25	9Months FY26
Total Revenue (A)	58685.07	59524.42	66664.85	62755.24
Total Expenditure (B)	56614.93	57350.38	63627.68	59510.86
EBIDTA	2070.14	2174.04	3037.17	3244.38
EBIDTA Margin	3.53	3.65	4.56	5.17
Other Income	213.88	160.02	301.78	154.79
Depreciation	467.83	495.86	626.93	565.92
EBIT	1816.19	1838.20	2712.02	2833.25
Interest	434.25	537.61	612.08	668.29
PBT	1381.94	1300.59	2099.94	2164.96
Share of profit in Asso	-3.17	-5.24	-49.33	-32.95
PBIT	1378.77	1295.35	2050.61	2132.01
Exceptional	0.00	12396.27	0.00	0.00
PBT	1378.77	-11100.92	2050.61	2132.01
Tax	333.70	-2715.35	500.23	508.07
PAT	1045.07	-8385.57	1550.38	1623.94
NPM	1.78	-14.09	2.33	2.59
ROE%	4.67	-61.37	10.13	9.46
EPS	4.72	-38.28	7.04	7.39
Eq Cap	442.54	438.11	438.11	438.11
Net Worth	22,378.17	13,664.00	15,212.90	17,103.00

(Source: RHP)



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