LOHIA CORP LIMITED

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IPO Report

23rd July'26

Snapshot

Company is among the leading global manufacturers of machinery and equipment for technical textiles in terms of revenue in 2024, with a strong focus on solutions for producing polypropylene ("**PP**") and high-density polyethylene ("**HDPE**") woven fabric and sacks ("**Raffia**"). In 2024, company ranked among the top global players by revenue, with a 15.4% share of the global woven Raffia machinery market by value. Company is a market leader in the domestic woven Raffia machines market, with a dominant market share of 40.7% by value in Fiscal 2025. As of March 31, 2026, company's manufacturing facilities had an installed capacity to produce 240 tapelines, 13,800 circular looms and 108,000 tape winders annually.

VALUATION

Company is bringing the issue at price band of Rs 404-425 per share at p/e multiple of 23x on post issue FY26 basis.

Company is market leader in India and among the leading manufacturers globally of woven raffia machinery in a growing market with diverse product portfolio, offering end-to-end solutions for the woven fabric ecosystem . Company has long-standing relationships with a diverse, global customer base through an extensive global sales and distribution network. Company has advanced manufacturing infrastructure with comprehensive backward integration, supported by4 an in-house training centre. Company has technology-driven operations with a strong focus on innovation-led research and development, leading to products that cater to dynamic market requirements. Hence, we recommend "Subscribe" to issue.

Price Band (Rs./Share)	**404-425**
Opening date of the issue	**23rd July '2026**
Closing Date of the issue	**27th July '2026**
No of shares pre issue	10,56,50,000 Eq Shares
Issue Size	Rs 1101 Cr
OFS	2,59,31,407 Eq Shares
Face Value (Rs/ share)	Rs 1/share
Bid Lot	35
Employee Discount	
BIDDING DETAILS	
QIBs (Including Anchor)	75% of the offer (Approx 1,92,98,556 eq Shares)
Non-Institutional	15% of the offer (Approx 38,59,711 eq Shares)
Retail	10% of the offer (Approx 25,73,140 eq Shares)
Employee Reservation	Upto 200,000 Shares
Lead managers	Equirus Capital, Motilal Oswal
Registrar to the issue	MUFG Intime India Pvt Ltd

WHAT WE LIKE

Market leader in India and among the leading manufacturers globally of woven raffia machinery in a growing market

Company is among the leading global manufacturers of machinery and equipment for technical textiles in terms of revenue in 2024, with a strong focus on solutions for producing PP and HDPE Raffia. In 2024, company ranked among the top global players by revenue, with a 15.4% share of the global woven Raffia machinery market by value. Company is a market leader in the domestic woven Raffia machines market, with a dominant market share of 40.7% by value in Fiscal 2025.

Strong relationships with a diverse, global customer base through an extensive global sales and distribution network

Through in-house innovations and leveraging company's global knowledge, company have been offering differentiated and customer centric products that cater to industry requirements. Company have supplied products to customers in around 100countries in Fiscals 2026,2025 and 2024. Company's sales and services network at different locations allows it to service and grow in these markets efficiently.In addition to company's domestic sales, since its first sale outside India in 1989, company have increased its geographical footprint by focusing on certain emerging markets such as Asia Pacific, MENA, CIS and Sub Saharan Africa

Technology-driven operations with a strong focus on innovation-led research and development, leading to products that cater to dynamic market requirements

Company is a technology-driven company with a strong focus on quality, product designing and new product development that has allowed it to develop products suited to changing market requirements. The Demerged Company, whose Demerged Business has been vested in company pursuant to the Scheme, commenced machine manufacturing under technical collaborations with a renowned European manufacturer of such machines. Over the years, company have developed in-house capabilities to deliver evolving technologies and have refined its assembly, configuration and test processes to maintain its quality level and delivery timing. Company continue to invest in R&D as well as enter into collaborations and tie-ups to advance its technical know-how

COMPANY BACKGROUND

Company manufacture a comprehensive and diverse suite of machinery such as tape extrusion lines, circular loom, coating and lamination lines, printing machines, conversion machines, multifilament yarn machines, twister winders, monofilament extrusion lines and recycling machines, amongst others, as well as spare parts. Company provide end-to-end solutions for the entire ecosystem of woven fabric, offering services from 'concept to commissioning', throughout the complete production lifecycle required for the Raffia industry. Company manufacture winders and rewinders for high performance fibres and company have also ventured into extrusion lines to produce technical monofilaments with diversified applications such as textiles, agriculture and sports.

The machines company manufacture enable its customers to deliver solutions across a diverse spectrum of end -user industries, catering to varied applications. Woven fabric machines are used in a wide range of packaging applications across various industries, including the packaging of cement, fertilizer, chemicals, polymer, food grain and minerals, as well as in the production of shopping bags, leno bags, flexible intermediate bulk containers ("**FIBC**") and container liners; they are also utilized in a variety of non-packaging applications, such as wrapping fabric, roof underlayment, lumber wrap, pond liner, tarpaulin, geotextile, geogrid, ground cover, carpet backing, ropes and twines.

Company own and operate six machine manufacturing facilities, with four in India and one each in USA and Italy, along with one live experience centre in India. Of its Indian manufacturing facilities, two are located in Kanpur, Uttar Pradesh along with the live experience centre (where company manufacture FIBCs), and two are located in Bengaluru, Karnataka. Company's manufacturing facility in USA is located in Burlington, North Carolina and its manufacturing facility in Italy is located in Como, Italy. Company's operations are supported by its manufacturing technology training centre ("**MTTC**") in Kanpur, Uttar Pradesh, where it train individuals to cater to its internal requirements for semi-skilled manpower. Company operate the Hargovind Bajaj R&D Centre, a research and development centre in Kanpur, Uttar Pradesh, that is accredited by the Department of Scientific and Industrial Research, Ministry of Science and Technology, Government of India.

Company also own and operate a technical training and research centre ("**TTRC**") in Kanpur, Uttar Pradesh, which stands out within the global woven Raffia machinery ecosystem, providing industry development training programmes that assist customers company's workforce requirements. Company's TTRC is also accredited by the National Accreditation Board for Testing and Calibration Laboratories for testing and quality control services as per the Bureau of Indian Standards.

OBJECTS OF OFFER

The objects of the Offer are to (i) carry out the Offer for Sale of 25,931,407 Equity Shares of face value of ₹ 1 each aggregating up to ₹ [●] million by the Selling Shareholders of Company; and (ii) achieve the benefits of listing the Equity Shares on the Stock Exchanges

RISKS

Company is heavily dependent on the performance of the woven raffia machines market. Company derived 88.16%, 87.28% (based on the Restated Financial Information) and 85.68% (based on company's Special Purpose Combined and Carveout Financial Statements) of company's revenue from operations in Fiscals 2026, 2025 and 2024, respectively, from woven raffia machines. The woven raffia machines market depends on the growth of end-use industries such as agrotextiles, building-textiles, geo-textiles and packing-textiles. Any slowdown in these end-use industries or any other adverse changes in the conditions affecting the woven raffia machines market can adversely impact company's business, results of operations, financial condition and cash flows.

Source:RHP

Consolidated Financials (Rs in Mn)

Financials	FY24	FY25	FY26
Total Revenue (A)	0.00	13768.72	17169.95
Total Expenditure (B)	0.09	11578.71	13984.19
EBIDTA	-0.09	2190.01	3185.76
EBIDTA Margin	#DIV/0!	15.91	18.55
Other Income	0.00	96.01	208.75
Depreciation	0.00	508.33	523.71
EBIT	-0.09	1777.69	2870.80
Interest	0.00	153.41	126.25
PBT	-0.09	1624.28	2744.55
Share of profit in Asso	0.00	0.00	0.00
PBIT	-0.09	1624.28	2744.55
Exceptional	0.00	0.00	-94.16
PBT	-0.09	1624.28	2650.39
Tax	0.00	445.87	715.87
PAT	-0.09	1178.41	1934.52
NPM	#DIV/0!	8.56	11.27
ROE%	11.92	106.11	72.95
EPS	-0.90	13.70	18.31
Eq Cap	0.10	105.65	105.65
Net Worth	0.01	3,715.85	5,257.27

(Source: RHP)

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