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IPO Report

09th Sept 26

Snapshot

Company is one of the leading domestic players in transformer manufacturing in terms of revenue in Fiscal 2026. Company cater to high growth industries such as power transmission, railways, renewable energy, and power distribution As on March 31, 2026, company is one of five companies in India to have the short circuit test certification for 500 MVA 400 kV transformers that are used in the power transmission industry Company conduct short circuit testing of its transformers at a scale and as on March 31, 2026, have tested over 200 ratings. Company is one of four manufacturers in India who are certified by Research Designs and Standards Organisation (RDSO), the research and development wing of Indian Railways, to manufacturing 100 MVA 132 kV Scott transformers.

VALUATION

Company is bringing the issue at price band of Rs 601-632 per share at p/e multiple of 39x on post issue FY26 basis. Company with its comprehensive presence across Transformer Manufacturing Business and EPC Business enables it to serve a large total addressable market along with track record of executing orders for large and marquee clients & experienced Promoters and management team with significant industry experience. Hence, we recommend "Subscribe" to issue.

STRENGTHS

Established player in the transformer manufacturing sector catering to high growth industries.

Successful short circuit testing of transformers up to 500 MVA 400 kV which enables company to compete for large, high-value contracts across sectors.

Integrated manufacturing facilities equipped to deliver high-quality products

OBJECTS OF ISSUE

The Net Proceeds are proposed to be utilised by Company in the following manner:

1. Funding the capital expenditure requirements of Company towards: (i) Purchase of new machinery and equipment for its manufacturing facility located in Uttar Pradesh for increasing its transformer manufacturing capacity, expanding and automating its backward integration facilities and enhancing operational efficiency; (ii) Civil construction and interior development of an office building at its Gangol Manufacturing Facility; and (iii) Enhancing company's sustainability initiatives by (a) setting up of solar power plants at its manufacturing facility located, Uttar Pradesh and together with the Gangol Manufacturing Facility, and (b) purchasing electric trucks and forklifts (together, "Electric Vehicles") for handling and movement at Gangol Manufacturing Facility.

Price Band (Rs./Share)	601-632
Opening date of the issue	08th Sept '2026
Closing Date of the issue	10th Sept '2026
No of shares pre issue	7,44,40,000 Eq Shares
Issue Size	Rs 1056 Cr
Fresh Issue	Rs 300 Cr
OFS	1,19,57,915 Eq Shares
Face Value (Rs/ share)	Rs 2/share
Bid Lot	23
BIDDING DETAILS	
QIBs (Including Anchor)	50% of the offer
Non-Institutional	15% of the offer
Retail	35% of the offer
Lead managers	Nuvama Wealth Management Ltd, IIFL Capital Services Ltd
Registrar to the issue	KFinTech Technologies Ltd

Financial Statements

Rs Mn

	FY24	FY25	FY26
Total Revenue	2766.90	4506.12	6538.39
Total Expenditure	2456.18	3572.2	4734.23
EBIDTA	310.72	933.92	1804.16
EBIDTA Margin	11.23	20.73	27.59
Other Income	44.31	66.84	90.23
Depreciation	31.53	28.83	29.57
EBIT	323.50	971.93	1864.82
Interest	64.82	94.01	129.06
PBT	258.68	877.92	1735.76
Share of profit in Asso	0.00	0.00	0.00
PBIT	258.68	877.92	1735.76
Exceptional	0.00	0.00	0.00
PBT	258.68	877.92	1735.76
Tax	81.13	226.74	438.43
PAT	177.55	651.18	1297.33
NPM	6.42	14.45	19.84
ROE%	9.97	26.78	34.80
EPS	2.39	8.75	17.43
Eq Cap	40.15	40.15	148.88
Net Worth	1,781.20	2,431.32	3,728.42



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