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IPO Report

10th Sept 26

Snapshot

Company is an Indian company specializing in the generation and centralized distribution of industrial gases, including steam and nitrogen, through its pipeline network. Company and its Promoters are pioneers of the community boilersystem in India, which was first introduced in 2014. Company's community industrial gasgeneration and distribution systems provide gas to various industrial customers from a pipeline network, which provides an alternative to each individual customer having its own infrastructure.

VALUATION

Company is bringing the issue at price band of Rs 77-81 per share at p/e multiple of 58x on post issue FY26 basis. Company has leading market position with marquee customer base with long-term relationships driven by its value proposition & company has track-record of implementing eco-friendly solutions and promoting sustainable development. Also, company has experienced Promoter and senior management team with strong industry expertise and extensive product knowledge Hence, we recommend "Subscribe" to issue.

STRENGTHS

Leading market position offering customers an energy efficient solution across industries with high growth potential

High barriers to entry for competitors

Strategically located facilities offering community gas generation and distribution

OBJECTS OF ISSUE

The Offer comprises a Fresh Issue of up to Equity Shares of face value of ₹2 each, aggregating up to ₹ 3,530.00 million by Company and an Offer for Sale of Equity Shares of face value of ₹2 each, aggregating up to ₹ 610.00 million by the Promoter Selling Shareholder

Company propose to utilise the Net Proceeds from the Fresh Issue towards funding the following objects:

1. Repayment or prepayment of all or a portion of certain outstanding borrowings availed by Company;
2. Funding capital expenditure requirements for augmenting infrastructure development of Company towards (i) capacity expansion of the Ankleshwar Facility (Phase 3) and (ii) capacity expansion of the Panoli Facility (Phase 2);
3. Funding capital expenditure in relation to setting up of a new manufacturing facility for generation of steam in Dahej GIDC (Phase 2)

Price Band (Rs./Share)	77-81
Opening date of the issue	09th Sept '2026
Closing Date of the issue	11th Sept '2026
No of shares pre issue	23,28,26,065 Eq Shares
Issue Size	Rs 414 Cr
Fresh Issue	Rs 353 Cr
OFS	75,30,864 Eq Shares
Face Value (Rs/ share)	Rs 2/share
Bid Lot	185
BIDDING DETAILS	
QIBs (Including Anchor)	50% of the offer
Non-Institutional	15% of the offer
Retail	35% of the offer
Lead managers	Equirus Capital Limited
Registrar to the issue	KFin Technologies Limited

Financial Statements

Rs Mn

	FY24	FY25	FY26
Total Revenue	2917.10	3951.06	4915.11
Total Expenditure	2233.04	3257.89	4080.21
EBIDTA	684.06	693.17	834.90
EBIDTA Margin	23.45	17.54	16.99
Other Income	14.46	34.23	34.64
Depreciation	78.70	115.94	139.86
EBIT	619.82	611.46	729.68
Interest	186.78	221.80	217.30
PBT	433.04	389.66	512.38
Share of profit in Asso	0.00	0.00	0.00
PBIT	433.04	389.66	512.38
Exceptional	0.00	0.00	0.00
PBT	433.04	389.66	512.38
Tax	161.17	78.04	125.97
PAT	271.87	311.62	386.41
NPM	9.32	7.89	7.86
ROE%	26.47	23.79	23.60
EPS	1.21	1.38	1.71
Eq Cap	9.32	7.89	7.86
Net Worth	1,035.44	1,324.44	1,727.69



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