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IPO Report

24th Sept 26

Snapshot

With over four decades of operational experience, company is a vertically integrated manufacturer and supplier of propeller shafts (also known as a drive shaft or cardan shaft) and related torque-transmission components, with in-house capabilities across forging, precision machining, heat treatment, assembly, balancing and testing. As on July 31, 2026, company offer over 5,000 SKUs of torque-transmission components and assemblies forming part of driveline systems. Company's product portfolio primarily comprises precision-machined torque-transmission components and complete propeller shaft assemblies. As part of its integrated manufacturing operations, company also manufacture forged components which are primarily used as intermediate inputs for further machining and assembly within company's manufacturing operations

VALUATION

Company is bringing the issue at price band of Rs 126-134 per share at p/e multiple of 23x on post issue FY26 basis. Company business has entry barriers supported by established validation and advanced engineering capabilities with strong export presence with diversified international customer base along with experienced Promoters and competent management team & consistent financial performance with improving Profitability and Capital Efficiency Hence, we recommend "Subscribe" to issue.

STRENGTHS

Offering over 5,000 SKUs of torque-transmission components and assemblies forming part of driveline systems

Vertically integrated manufacturing operations with end-to-end control across forging, machining and assembly operations

Established relationships with diversified customer base and high degree of repeat business

OBJECTS OF ISSUE

The Offer comprises a Fresh Issue of up to 9,897,000 Equity Shares by Company and the Offer for Sale of up to 1,350,000 Equity Shares. Fresh Issue Objectives are as follows: Funding capital expenditure by Company towards procurement of; (i) machinery and equipment for enhancement of operations at Dewas Facility; and (ii) transportation vehicle for local transportation of goods between the Manufacturing Facilities Investment in Subsidiary, Adroit Driveshafts Private Limited, in the form of equity, for funding capital expenditure towards procurement of; (i) machinery and equipment for enhancement of operations at Pithampur Facility; and (ii) transportation vehicle for local transportation of goods between the Manufacturing Facilities Investment in Subsidiary, Adroit Driveshafts Private Limited, in the form of equity, for re-payment or pre-payment, in full or in part, of certain borrowings availed by Subsidiary

Price Band (Rs./Share)	126-134
Opening date of the issue	23rd Sept '2026
Closing Date of the issue	25th Sept '2026
No of shares pre issue	3,49,11,340 Eq Shares
Issue Size	Rs 151 Cr
Fresh Issue	Rs 133 Cr
Offer For Sale	Rs 18 Cr
Face Value (Rs/ share)	Rs 10/share
Bid Lot	111

BIDDING DETAILS

QIBs (Including Anchor)	50% of the offer
Non-Institutional	15% of the offer
Retail	35% of the offer
Lead managers	Choice Capital Advisors Private Limited
Registrar to the issue	Bigshare Services Private Limited

Financial Statements

Rs mn

	FY24	FY25	FY26
Total Revenue	1245.28	1338.94	1399.43
Total Expenditure	948.43	1028.75	1012.33
EBIDTA	296.85	310.19	387.10
EBIDTA Margin	23.84	23.17	27.66
Other Income	5.72	27.16	30.96
Depreciation	40.91	44.56	42.48
EBIT	261.66	292.79	375.58
Interest	82.06	64.55	46.55
PBT	179.60	228.24	329.03
Share of profit in Asso	0.00	0.00	0.00
PBIT	179.60	228.24	329.03
Exceptional	0.00	0.00	0.00
PBT	179.60	228.24	329.03
Tax	34.33	43.35	67.45
PAT	145.27	184.89	261.58
NPM	11.67	13.81	18.69
ROE%	18.95	18.94	22.51
EPS	4.16	5.19	7.48
Eq Cap	174.56	174.56	349.11
Net Worth	877.62	1,034.87	1,286.15



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