

IPO Report

Choice

“SUBSCRIBE” to

Belrise Industries Ltd.

Stable business available at attractive valuation



Salient features of the IPO:

- **Belrise Industries Ltd.** (BIL), an automotive component manufacturing company based in India offering a diverse range of safety critical systems and other engineering solutions, is coming up with an IPO to raise Rs. 2,150cr which opens on 21st May and closes on 23rd May 2025. The price band is Rs. 85 - 90 per share.
- The IPO comprises entirely fresh issue (Rs. 2,150cr). From the fresh issue net proceeds, the company will be utilizing Rs. 1,618.27cr for repayment/pre-payment, in full or in part, of certain outstanding borrowings availed by the company and residual proceeds will be used for general corporate purposes.
- Consequently, post-IPO, the P&PG and public shareholders will have 73.01% and 26.99% stake in the company, respectively.

Key competitive strengths:

- Distinguished market leader in sheet metal pressing and fabrication within automotive component industry
- Vertically integrated manufacturing facilities offering diverse range of products
- Technology-enabled, innovation driven development and process engineering capabilities
- Longstanding customer relationships developed through years of collaboration and value addition
- Largely EV-agnostic product portfolio, strategically positioned to scale in tandem with burgeoning electric vehicle market in India

Risk and concerns:

- General slowdown in the global economic activities
- Unfavorable government policies & regulations
- Unfavorable product-mix
- Volatility in key raw material prices
- Difficulty in maintaining profitability and return ratios
- Competition

Below are the key highlights of the company:

- India is the largest motorized two-wheeler (2W) market by volume in the world, with domestic sales of 1.84 cr units in FY24. Domestic 2W market is expected to continue its growth momentum over the long-term horizon led by the positive microeconomic and macroeconomic environment, favourable rural demand, premiumization, intermittent launches, shrinking replacement cycle and continued support from financiers.
- In the last five years, the electrification within the 2W market has helped grow the industry sales. In Apr-Dec period of FY25, EV penetration reached 5.5% and EV volumes reached 0.084cr units.
- Incorporated in 1996, BIL is an automotive component manufacturing company based in India offering a diverse range of safety critical systems and other engineering solutions for two-wheelers, three-wheelers, four-wheelers, commercial vehicles and agri-vehicles. It’s product portfolio includes metal chassis systems, polymer components, suspension systems, body-in-white components and exhaust systems, battery containers and steering columns, among others. It’s product portfolio is designed to meet the varying requirements of OEMs across multiple vehicle types.
- It’s products are largely agnostic to vehicle powertrain types, reflecting it’s ability in catering to both electric vehicles and internal combustion engine vehicles, thus positioning it favorably to adapt to the growing electric vehicle market. As of December 31, 2024, the company market it’s products both domestically and internationally, with operations extending to several key global markets including Austria, Slovakia, the United Kingdom, Japan and Thailand.

Issue details	
Price band	Rs. 85 - 90 per share
Face value	Rs. 5
Shares for fresh issue	23.88 - 25.29cr shares
Fresh issue size	Rs. 2,150cr
Total issue size	23.88 - 25.29cr shares (Rs. 2,150cr)
Bidding date	21 st May, 2025
Implied MCAP at higher price band	Rs. 8,009cr
Implied enterprise value at higher price band	Rs. 8,626cr
Book running lead manager	Axis Capital Ltd., HSBC Securities and Capital Markets Pvt. Ltd., Jefferies India Pvt. Ltd., SBI Capital Markets Ltd.
Registrar	MUFG Intime India Pvt. Ltd.
Sector	Auto Components and Equipments
Promoters	Shrikant Shankar Badve, Supriya Shrikant Badve and Sumedh Shrikant Badve

Category	Percent of issue (%)	Number of shares
QIB portion	50%	11.94 – 12.65 cr shares
Non institutional portion (Big)	10%	2.53 – 2.39cr shares
Non institutional portion (Small)	5%	1.19 – 1.26cr shares
Retail portion	35%	8.36 – 8.85cr shares

Indicative IPO process time line	
Finalization of basis of allotment	26 th May, 2025
Unblocking of ASBA account	27 th May, 2025
Credit to demat accounts	27 th May, 2025
Commencement of trading	28 th May, 2025

	Pre-issue	Post-issue
Promoter & promoter group	99.81%	73.01%
Public	0.19%	26.99%
Non-promoter & Non-public	0.00%	0.00%
Total	100.00%	100.00%

Retail application money at higher cut-off price per lot	
Number of shares per lot	166 Shares
Application money	Rs.14,940

Key highlights of the company (Contd...):

Company name	FV (Rs.)	CMP (Rs.)	MCAP (Rs. cr)	EV (Rs.)	6M Return (%)	12M Return (%)	Revenue (Rs. cr)	EBITDA (Rs. cr)	PAT (Rs. cr)	EBITDA margin (%)	PAT margin (%)
Belrise Industries Ltd.	5	90	8,009	8,626	-	-	7,540	920	271	12.2%	3.6%
Bharat Forge Ltd.	2	1,263	60,371	65,778	(3.2)	(14.6)	15,123	2,690	913	17.8%	6.0%
Uno Minda Ltd.	2	990	56,826	58,721	(0.9)	32.0	16,040	1,821	1,033	11.4%	6.4%
Motherthon Sumi Wiring India Ltd.	1	58	25,636	25,668	(4.9)	(15.5)	9,320	997	606	10.7%	6.5%
JBM Auto Ltd.	1	726	17,134	19,570	(0.2)	(20.8)	5,472	641	215	11.7%	3.9%
Endurance Technologies Ltd.	10	2,214	31,217	31,142	(6.2)	2.1	11,561	1,551	836	13.4%	7.2%
Minda Corporation Ltd.	2	503	12,022	12,383	2.6	18.0	4,950	560	274	11.3%	5.5%
Gabriel India Ltd.	1	613	8,827	8,791	44.0	66.1	3,571	313	211	8.8%	5.9%
Jay Bharat Maruti Ltd.	2	69	746	1,287	(22.1)	(38.0)	2,278	150	23	6.6%	1.0%
Samvardhana Motherthon International Ltd.	1	147	1,03,488	1,16,568	(10.9)	13.7	1,11,404	10,844	4,474	9.7%	4.0%
Average										11.3%	5.2%

Company name	4Y top-line growth (CAGR)	4Y EBITDA growth (CAGR)	4Y PAT growth (CAGR)	Average 4Y EBITDA margin	Average 4Y PAT margin	4Y average RoE	4Y average RoCE	Avg 4Y Receivabl e days	Avg 4Y Inventroy Days	Avg 4Y Payable Days	Net Worth
Belrise Industries Ltd.	20.3%	16.5%	21.2%	13.3%	4.5%	14.2%	11.5%	61	30	39	4,738
Bharat Forge Ltd.	35.3%	45.5%	-	15.5%	4.5%	9.1%	0.09	73	84	126	9,254
Uno Minda Ltd.	30.1%	29.8%	55.1%	11.1%	5.4%	16.1%	0.18	54	39	89	5,326
Motherthon Sumi Wiring India Ltd.	28.4%	22.4%	17.2%	12.6%	8.0%	39.0%	0.60	45	60	82	1,698
JBM Auto Ltd.	36.2%	42.0%	57.8%	10.8%	3.6%	14.1%	0.12	61	47	92	1,351
Endurance Technologies Ltd.	16.1%	9.0%	9.4%	13.3%	6.5%	13.5%	0.16	46	31	102	5,717
Minda Corporation Ltd.	25.2%	32.8%	36.0%	10.3%	5.4%	14.1%	0.15	57	50	101	2,102
Gabriel India Ltd.	25.4%	41.4%	45.4%	7.0%	4.3%	14.3%	0.20	50	30	79	1,076
Jay Bharat Maruti Ltd.	15.2%	7.0%	7.1%	7.7%	1.5%	6.5%	0.10	14	34	56	538
Samvardhana Motherthon International Ltd.	19.8%	28.7%	34.4%	8.1%	2.2%	8.9%	0.10	37	32	114	32,634
Average	25.7%	28.7%	32.8%	10.7%	4.6%	15.1%	18.7%	49	45	93	

Company name	Total Debt	Cash	RoE (%)	RoCE (%)	P / E	P / B	EV / Sales	EV / EBITDA	MCAP / Sales	EPS (Rs.)	BVPS (Rs.)	D/E
Belrise Industries Ltd.	2,843	2,226	5.7%	12.3%	29.5	1.7	1.1	9.4	1.1	3.0	53.2	0.6
Bharat Forge Ltd.	6,698	1,291	9.9%	12.3%	66.1	6.5	4.3	24.5	4.0	19.1	193.6	0.7
Uno Minda Ltd.	2,133	238	19.4%	13.1%	55.0	10.7	3.7	32.2	3.5	18.0	92.8	0.4
Motherthon Sumi Wiring India Ltd.	269	237	35.7%	21.9%	42.3	15.1	2.8	25.7	2.8	1.4	3.8	0.2
JBM Auto Ltd.	2,630	194	15.9%	56.4%	79.7	12.7	3.6	30.5	3.1	9.1	57.2	1.9
Endurance Technologies Ltd.	944	1,019	14.6%	14.8%	37.3	5.5	2.7	20.1	2.7	59.3	405.5	0.2
Minda Corporation Ltd.	534	173	13.0%	17.7%	43.9	5.7	2.5	22.1	2.4	11.5	87.9	0.3
Gabriel India Ltd.	9	45	19.6%	16.3%	41.8	8.2	2.5	28.1	2.5	14.7	74.7	0.0
Jay Bharat Maruti Ltd.	544	3	4.3%	27.2%	32.4	1.4	0.6	8.6	0.3	2.1	49.8	1.0
Samvardhana Motherthon International Ltd.	25,417	12,337	13.7%	10.1%	23.1	3.2	1.0	10.7	0.9	6.4	46.4	0.8
Average			16.2%	21.1%	46.9	7.7	2.6	22.5	2.5			0.6

Note: Considered financials for the period during FY21-24 and TTM basis (with IPO adjustment); Source: Choice Broking Research

- BIL specialize in precision sheet metal pressing and fabrication (i.e., the process of joining sheet metal components to create unified structures for assembling vehicle subsystems and bodies), and it is one of the top three companies with a market share of 24% in the overall two-wheeler metal components segment in India as of March 31, 2024, in terms of revenue. BIL's revenue is majorly driven by sale of automotive components for two-wheeler vehicles constituting 64.56% as a percentage of revenue from operation for nine months ended December 31, 2024. The global two-wheeler metal components market was valued at Rs. 1,45385 cr in FY23, and is expected to be valued at Rs. 1,76,728 cr in 2029, growing at a CAGR of 3.29% between FY24 and FY29.
- Further, the company also specialize in precision sheet metal pressing and fabrication for three-wheelers. India is the largest three-wheeler (3W) market in the world, with domestic sales of 0.075 cr units in FY24. The overall 3W industry expected to grow by 5-7% CAGR between FY25E and FY30. Revenue from sale of automotive components for three-wheeler vehicles, as a percentage of revenue from operations stood at 2.92% as on nine months period ended December 31, 2024.
- Similarly, it also specialize in precision sheet metal pressing and fabrication for four-wheelers (passenger vehicles as well as commercial vehicles). Revenue from sale of automotive components for four-wheeler (passenger) vehicles, as a percentage of revenue from operations stood at 3.54% and Revenue from sale of automotive components for four-wheeler (commercial) vehicles, as a percentage of revenue from operations stood at 5.66% for the nine months period ended December 31, 2024.
- Over the course of nearly three decades of operations, the company has expanded it's operational capabilities to include precision sheet metal pressing and fabrication, the manufacturing of polymer components, the design and production of suspension systems, along with coating and painting services. Consequently, it has consistently increased the value and complexity of the components it supplies per vehicle.

Key highlights of the company (Contd...):

- Since the commencement of its operations, it has cultivated long standing relationships with customers, including prominent multinational OEMs such as Bajaj Auto Limited, Honda Motorcycle & Scooter India Private Limited, Hero MotoCorp Limited, Jaguar Land Rover Limited and Royal Enfield Motors Limited, among others. As of December 31, 2024, it service a total of 29 OEMs globally, for a range of critical automotive components.
- Company has established 15 manufacturing facilities across nine cities in eight states, as of December 31, 2024 and expanded its manufacturing capabilities through both backward and forward integration. BIL has acquired H-One India Private Limited ("H-One"), the erstwhile subsidiary of H-One Company Limited, a listed entity in Japan, in March 2025 and consequently, as of March 31, 2025, it operate 17 manufacturing facilities across 10 cities in nine states in India. Company's backward integration includes tool making, tube bending and press operations, while its forward integration encompasses system assembly, along with coating and painting. Annually, BIL's facilities process over 60,000 tons of steel, reflecting extensive production capacity.
- BIL's acquisition of H-One added two manufacturing facilities situated Greater Noida, Uttar Pradesh ("Greater Noida Facility I") and RIICO Industrial Area, Rajasthan ("Bhiwadi Facility I"), both equipped to serve a large four-wheeler OEM. This acquisition has enhanced its capabilities in the four-wheeler metal stamping and fabrication industry, as H-One has expertise in high-tensile steel fabrication and stamping, as well as complex tool-designing and manufacturing.

Peer comparison and valuation: BIL is an automotive component manufacturing company based in India offering a diverse range of safety critical systems and other engineering solutions for 2W, 3W, 4W, commercial vehicles and agri-vehicles. The company is one of the top three companies with a market share of 24% in the overall two-wheeler metal components segment in India as of March 31, 2024, in terms of revenue. Driven by rising product sales and increasing international presence, BIL has demonstrated strong growth in revenue.

At higher price band, BIL is demanding a TTM P/E multiple of 29.5x and EV/Sales of 1.1x, which is at discount to the peer average. While the company has demonstrated growth in both revenue and net profit, its margins have come under pressure. To address this, BIL is focused on increasing its content per vehicle, which is expected to enhance profitability. Additionally, the planned debt repayment is likely to contribute further to margin improvement. The company's recent acquisition is expected to enhance its product offerings and drive sales growth, contributing positively to its overall business performance. Thus, we recommend a **"SUBSCRIBE"** rating for the issue.

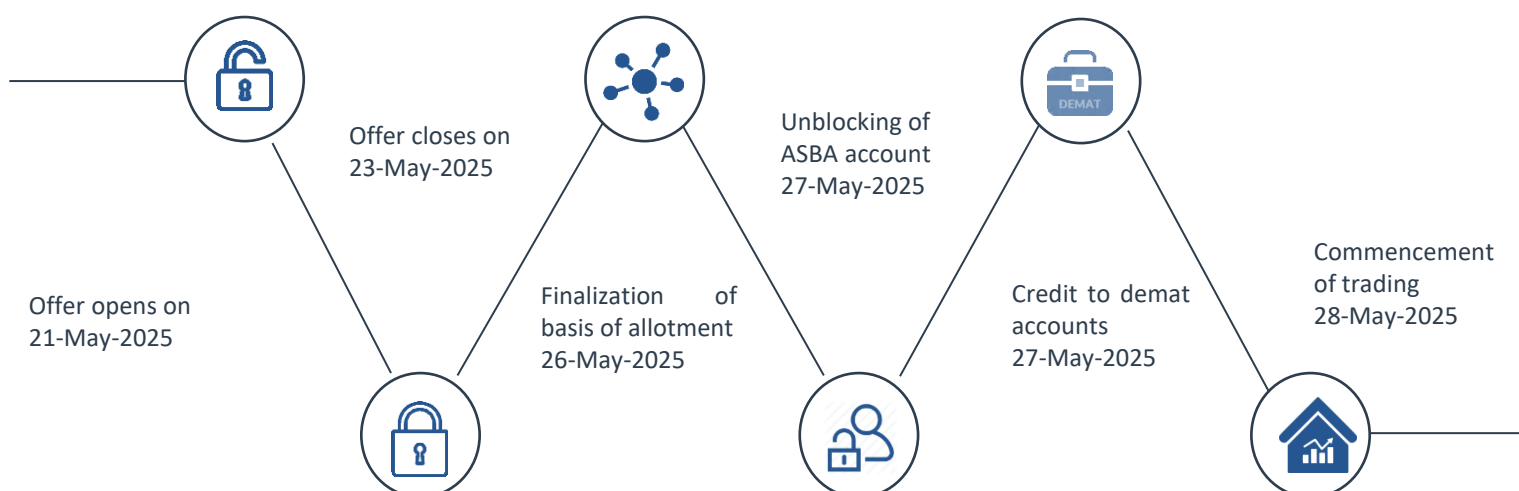
About the issue:

- BIL is coming up with an IPO with 23.88 – 25.29cr shares (fresh issue: 23.88 – 25.29cr shares) in offering. This offer represents 26.85 – 26.85% of the post-issue paid-up equity shares of the company. Total IPO size is Rs. 2,150cr.
- The issue is through book building process with a price band of Rs. 85 - 90 per share.
- Lot size comprises of 166 equity shares and in-multiple of 166 shares thereafter.
- The issue will open on 21st May 2025 and close on 23rd May 2025.
- The IPO comprises entirely fresh issue (Rs. 2,150cr). From the fresh issue net proceeds, the company will be utilizing Rs. 1,618.27cr for repayment/pre-payment, in full or in part, of certain outstanding borrowings availed by the company and residual proceeds will be used for general corporate purposes.
- Consequently, post-IPO, the P&PG and public shareholders will have 73.01% and 26.99% stake in the company, respectively.
- 50% of the net issue is reserved for qualified institutional buyers, while 15% and 35% of the net issue is reserved for non-institutional bidders and retail investors, respectively.

Pre and post-issue shareholding pattern (%)		
	Pre-issue	Post-issue (at higher price band)
Promoter & promoter group	99.81%	73.01%
Public	0.19%	26.99%
Non-promoter & Non-public	0.00%	0.00%

Source: Choice Equity Broking

Indicative IPO process time line:



Pre-issue financial performance:

Performance over FY22-24: During this period, the company has seen significant growth, fueled by an expansion in operational capabilities to include precision sheet metal pressing and fabrication, polymer components, suspension system among others along with over thousand distinct products in their automotive product portfolio.

The company has experienced substantial growth, with total operating revenue reaching Rs. 7,484.2 cr, reflecting a CAGR of 17.8%. This growth is attributable to increase in sale of products by 41.7% reaching Rs. 7,248.03 cr in FY24 from Rs. 5,113.7 cr in FY22, due to commissioning of new production lines at manufacturing facilities in Maharashtra, Tamil Nadu and Uttarakhand and increase in revenue from operation undertaken by its subsidiary Badve Engineering Trading FZE along with increase in the prices of automotive components sold by it because of increase in price of raw material. This increase was partially offset by decrease in other operating revenue.

The company experienced an increase in material costs and Purchase of stock-in-trade as a percentage of revenue, with a CAGR of 11.6% and 64.5% respectively. As a result, the gross profit margin declined by 236 bps, bringing it to 19.5% in FY24. This increase in operating expenses resulted in decrease in the EBITDA margin, which decline to 12.4% in FY24 from 14.0% in FY22. Consolidated EBITDA grew by a CAGR of 10.7%, reaching Rs. 924.5cr in FY24. The downfall of EBITDA margins resulted to a decline in the PAT margin, which decreased by 70 bps to 4.2% in FY24. The reported PAT rose by a CAGR of 9.0%, reaching Rs. 310.9cr in FY24.

BIL's borrowings have been declined over the years and with rising profitability, its debt-to-equity ratio has improved 1.2x in FY24. Pre-issue RoIC and RoE stood at 12.2% and 13.8%, respectively, in FY24.

Performance over 9MFY25: Continuing with the growth momentum, BEL reported a 17.8% Y-o-Y rise in the consolidated revenue to Rs. 6,013.4cr. With the increase in the operating expenses, EBITDA and PAT margins marginally reduced by 19bps and 91bps, respectively to 12.4% and 4.1% in 9MFY25, compared to 12.6% and 5.0% during 9MFY24.

On TTM basis, consolidated revenue stood at Rs. 7,539.8cr, with EBITDA and PAT margin of 12.2% and 3.6%, respectively.

Pre-issue financial snapshot (Rs. cr)	FY22	FY23	FY24	9MFY24	9MFY25	TTM	CAGR over FY22-24	Y-o-Y (FY24 annual)
<i>Revenue Bifurcation by business verticals</i>								
Sheet Metal Division	4,221.0	4,605.8	5,299.9	4,024.1	4,414.6	5,690.4	12.1%	15.1%
Plastic and Polymer Division	364.0	389.3	211.5	143.0	159.8	228.3	-23.8%	-45.7%
Suspension Division	32.3	38.1	77.0	46.2	32.7	63.4	54.4%	102.3%
E-Mobility	-	-	2.4	2.3	4.2	4.3		
Others	779.6	1,549.4	1,893.4	1,742.3	1,402.2	1,553.4	55.8%	22.2%
Total	5,396.9	6,582.5	7,484.2	5,957.9	6,013.4	7,539.8	17.8%	13.7%
India	4,581.1	5,113.7	5,769.9	4,361.0	4,513.5	5,922.4	12.2%	12.8%
Outside India	815.8	1,468.8	1,714.3	1,596.8	1,499.1	1,616.6	45.0%	16.7%
Revenue from operations	5,396.9	6,582.5	7,484.2	5,957.9	6,013.4	7,539.8	17.8%	13.7%
Gross profit	1,177.3	1,329.4	1,456.2	1,123.2	1,151.8	1,484.7	11.2%	9.5%
EBITDA	754.8	875.5	924.5	749.7	745.4	920.1	10.7%	5.6%
Adjusted PAT	261.8	313.7	323.1	297.5	245.5	271.1	11.1%	3.0%
Restated adjusted EPS	2.9	3.5	3.6	3.3	2.8	3.0	11.1%	3.0%
Cash flow from operating activities	474.4	789.5	582.4	139.8	315.7	758.2	10.8%	-26.2%
NOPLAT	433.9	500.1	504.0	438.6	399.4	464.7	7.8%	0.8%
FCF	227.0	182.0	214.9	261.5	392.1	345.4	-2.7%	18.0%
RoIC (%)	12.6%	13.1%	12.2%	10.9%	9.6%	11.2%	(41) bps	(87) bps
Revenue growth rate	25.5%	22.0%	13.7%		0.9%			
Gross profit growth rate	17.6%	12.9%	9.5%		2.5%			
Gross profit margin	21.8%	20.2%	19.5%	18.9%	19.2%	19.7%	(236) bps	(74) bps
EBITDA growth rate	29.0%	16.0%	5.6%		-0.6%			
EBITDA margin	14.0%	13.3%	12.4%	12.6%	12.4%	12.2%	(163) bps	(95) bps
Restated PAT growth rate	44.3%	19.8%	3.0%		-17.5%			
Restated PAT margin	4.9%	4.8%	4.3%	5.0%	4.1%	3.6%	(53) bps	(45) bps
Inventories days	31.1	28.1	28.1	28.5	29.5	31.8	-5.0%	-0.3%
Trade receivables days	59.4	61.4	61.1	63.5	65.4	70.5	1.4%	-0.4%
Trade payables days	(34.4)	(40.8)	(41.7)	(55.4)	(42.5)	(45.8)	10.2%	2.2%
Cash conversion cycle	56.1	48.7	47.5	36.6	52.4	56.5	-8.0%	-2.4%
Total asset turnover ratio	1.0	1.2	1.2	1.0	0.9	1.1		
Current ratio	1.6	1.8	1.9	1.8	1.7	1.7		
Total debt	2,704.7	2,408.8	2,582.6	2,536.7	2,843.0	2,843.0	-2.3%	7.2%
Net debt	2,657.5	2,270.3	2,396.9	2,501.8	2,831.1	2,831.1	-5.0%	5.6%
Debt to equity	1.6	1.2	1.2	1.1	1.1	1.10		
Net debt to EBITDA	3.5	2.6	2.6	3.3	3.8			
RoE	15.1%	15.3%	13.8%	12.8%	9.5%	10.5%	(128) bps	(153)bps
RoA	5.0%	5.5%	5.3%	4.8%	3.8%	4.1%	31 bps	(17)bps
RoCE	11.2%	12.8%	12.3%	10.6%	9.0%	10.6%	110 bps	(49)bps

Note: Pre-IPO financials; Source: Choice Equity Broking

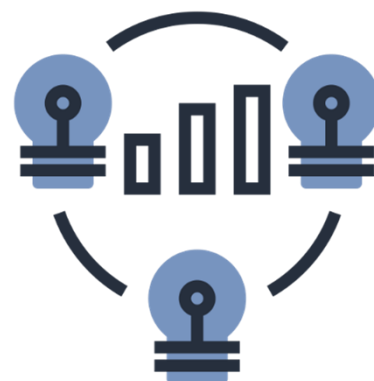


Competitive strengths:

- Distinguished market leader in sheet metal pressing and fabrication within automotive component industry
- Vertically integrated manufacturing facilities offering diverse range of products
- Technology-enabled, innovation driven development and process engineering capabilities
- Longstanding customer relationships developed through years of collaboration and value addition
- Largely EV-agnostic product portfolio, strategically positioned to scale in tandem with burgeoning electric vehicle market in India

Business strategy:

- Increase content per vehicle through new, high value and complex products and more integrated systems
- Expand portfolio of electric vehicle and renewable energy products
- Build a portfolio of proprietary products, in-house and through collaborations
- Diversify two-wheeler, four-wheeler and commercial vehicle customer base
- Further grow aftermarket presence and exports through organic and inorganic initiatives



Risk and concerns:

- General slowdown in the global economic activities
- Unfavorable government policies & regulations
- Unfavorable product-mix
- Volatility in key raw material prices
- Difficulty in maintaining profitability and return ratios
- Competition

Financial statements:

Restated consolidated profit and loss statement (Rs. cr)

	FY22	FY23	FY24	9MFY24	9MFY25	TTM	CAGR over FY22-24	Annual growth over FY23
Revenue from operations	5,396.9	6,582.5	7,484.2	5,957.9	6,013.4	7,539.8	17.8%	13.7%
Cost of material consumed	(3,762.2)	(4,154.1)	(4,685.0)	(3,555.2)	(3,734.6)	(4,864.3)	11.6%	12.8%
Change in inventories of finished goods, stock-in-trade & work-in-progress	16.8	50.4	(60.1)	(44.0)	38.8	22.7		-219.2%
Purchase of stock-in-trade	(474.3)	(1,149.4)	(1,283.0)	(1,235.4)	(1,165.9)	(1,213.5)	64.5%	11.6%
Gross profit	1,177.3	1,329.4	1,456.2	1,123.2	1,151.8	1,484.7	11.2%	9.5%
Employee benefits expenses	(223.4)	(235.9)	(275.0)	(198.8)	(225.4)	(301.7)	10.9%	16.6%
Other expenses	(199.1)	(218.1)	(256.8)	(174.7)	(180.9)	(262.9)	13.6%	17.7%
EBITDA	754.8	875.5	924.5	749.7	745.4	920.1	10.7%	5.6%
Depreciation and amortization expenses	(245.7)	(306.7)	(321.4)	(232.6)	(246.9)	(335.7)	14.4%	4.8%
EBIT	509.1	568.8	603.1	517.1	498.5	584.4	8.8%	6.0%
Finance costs	(215.6)	(250.3)	(290.2)	(221.7)	(243.4)	(312.0)	16.0%	15.9%
Other income	13.8	38.3	71.4	55.3	51.3	67.4	127.3%	86.6%
Exceptional items	0.0	0.0	(12.3)	0.0	0.0	(12.3)	0.0%	
PBT	307.2	356.7	372.0	350.8	306.4	327.6	10.0%	4.3%
Tax expenses	(45.4)	(43.0)	(61.2)	(53.3)	(60.9)	(68.8)	16.1%	42.1%
Reported PAT	261.8	313.7	310.9	297.5	245.5	258.8	9.0%	-0.9%
Adjusted PAT	261.8	313.7	323.1	297.5	245.5	271.1	11.1%	3.0%

Restated consolidated balance sheet statement (Rs. cr)

	FY22	FY23	FY24	9MFY24	9MFY25	TTM	CAGR over FY22-24	Annual growth over FY23
Equity share capital	20.3	20.3	325.5	20.3	325.5	325.5	300.0%	1500.0%
Other equity	1,715.3	2,024.2	2,014.4	2,307.4	2,262.1	2,262.1	8.4%	-0.5%
Non-current borrowings	1,873.9	1,818.7	1,832.0	1,831.5	1,822.6	1,822.6	-1.1%	0.7%
Non-current lease liabilities	23.3	58.5	36.3	41.1	33.8	33.8	24.7%	-37.9%
Non-current provisions	4.4	4.1	6.0	3.0	7.3	7.3	17.0%	49.0%
Net deferred tax liabilities	58.1	37.4	15.0	19.6	8.0	8.0	-49.1%	-59.8%
Other non-current liabilities	87.3	87.3	143.0	22.7	88.4	88.4	28.0%	63.8%
Trade payables	551.2	921.3	789.1	1,223.3	946.6	946.6	19.6%	-14.4%
Current borrowings	724.1	452.8	609.0	571.9	777.2	777.2	-8.3%	34.5%
Current lease liabilities	11.1	23.3	26.9	26.0	28.0	28.0	55.5%	15.2%
Other current financial liabilities	72.3	55.6	78.4	66.2	181.3	181.3	4.2%	41.1%
Current provisions	0.7	0.8	1.8	0.6	2.4	2.4	57.4%	137.9%
Net current tax liabilities	4.7	17.6	41.5	35.6	8.5	8.5	197.4%	135.6%
Other current liabilities	49.3	157.5	122.7	66.2	95.9	95.9	57.8%	-22.1%
Total liabilities	5,196.1	5,679.2	6,041.7	6,235.4	6,587.7	6,587.7	7.8%	6.4%
Property, plant & equipments	2,317.6	2,243.7	2,305.5	2,066.2	2,425.7	2,425.7	-0.3%	2.8%
Intangible assets	0.1	0.1	0.6	0.4	0.9	0.9	205.6%	363.4%
Capital work-in-progress	120.2	79.5	178.9	225.3	222.7	222.7	22.0%	124.9%
Right-to-use assets	142.6	184.8	154.0	175.6	153.9	153.9	3.9%	-16.7%
Non-current investments	51.9	8.8	9.4	9.4	59.0	59.0	-57.5%	6.0%
Non-current loans	72.6	66.1	64.8	55.6	37.2	37.2	-5.5%	-1.8%
Other non-current financial assets	106.0	74.1	77.6	75.5	73.4	73.4	-14.4%	4.8%
Other non-current assets	117.5	80.2	95.3	94.6	222.8	222.8	-10.0%	18.8%
Inventories	461.5	553.5	597.1	629.6	657.8	657.8	13.8%	7.9%
Trade receivables	933.5	1,279.8	1,227.8	1,400.8	1,456.8	1,456.8	14.7%	-4.1%
Current investments	6.7	32.3	0.1	0.1	-	-	-86.5%	-99.6%
Cash & cash equivalents	40.5	106.2	185.5	34.7	11.9	11.9	114.1%	74.8%
Bank balances other than Cash & cash equivalents	34.3	35.0	64.3	49.5	64.2	64.2	37.0%	83.5%
Current loans	1.3	115.1	192.9	171.2	272.6	272.6	1102.6%	67.6%
Other current financial assets	0.0	0.0	1.0	1.0	1.0	1.0	0.0%	7723.1%
Other current assets	789.7	819.8	886.8	1,245.9	927.7	927.7	6.0%	8.2%
Total assets	5,196.1	5,679.2	6,041.7	6,235.4	6,587.7	6,587.7	7.8%	6.4%

Financial statements (Contd...):

Restated consolidated cash flow statement (Rs. cr)								
	FY22	FY23	FY24	9MFY24	9MFY25	TTM	CAGR over FY22-24	Annual growth over FY23
Cash flow before working capital changes	786.5	892.9	912.7	747.8	769.2	934.1	7.7%	2.2%
Working capital changes	(268.4)	(42.9)	(251.8)	(541.5)	(385.6)	(95.9)	-3.1%	486.3%
Cash flow after working capital changes	518.0	849.9	660.8	206.3	383.6	838.1	12.9%	-22.2%
Cash flow from operating activities	474.4	789.5	582.4	139.8	315.7	758.2	10.8%	-26.2%
Purchase of fixed assets & CWIP	(486.5)	(165.9)	(437.2)	(179.8)	(388.3)	(645.7)	-5.2%	163.5%
Cash flow from investing activities	(543.1)	(194.3)	(361.6)	(104.7)	(403.4)	(660.3)	-18.4%	86.2%
Dividend paid	0.0	0.0	(2.0)	(2.0)	0.0	0.0		
Cash flow from financing activities	38.6	(529.5)	(141.3)	(106.5)	(86.0)	(120.8)		-73.3%
Net cash flow	(30.2)	65.7	79.4	(71.5)	(173.7)	(22.8)		20.8%
Opening balance of cash	70.7	40.5	106.2	106.2	185.5	185.5	22.6%	162.4%
Closing balance of cash from continuing operations	40.5	106.2	185.5	34.7	11.9	162.7	114.1%	74.8%

Financial ratios						
Particulars	FY22	FY23	FY24	9MFY24	9MFY25	TTM
Profitability ratios						
Revenue growth rate	25.5%	22.0%	13.7%		0.9%	
Gross profit growth rate	17.6%	12.9%	9.5%		2.5%	19.7%
Gross profit margin	21.8%	20.2%	19.5%	18.9%	19.2%	
EBITDA growth rate	29.0%	16.0%	5.6%		-0.6%	12.2%
EBITDA margin	14.0%	13.3%	12.4%	12.6%	12.4%	
EBIT growth rate	34.4%	11.7%	6.0%		-3.6%	7.8%
EBIT margin	9.4%	8.6%	8.1%	8.7%	8.3%	
Restated Adjusted PAT growth rate	44.3%	19.8%	3.0%		-17.5%	3.6%
Restated Adjusted PAT margin	4.9%	4.8%	4.3%	5.0%	4.1%	
Turnover ratios						
Inventory receivable turnover ratio	11.8	13.0	13.0	9.5	9.3	11.5
Trade receivable turnover ratio	6.1	5.9	6.0	4.3	4.2	5.2
Accounts payable turnover ratio	10.6	8.9	8.8	4.9	5.5	8.0
Fixed asset turnover ratio	2.1	2.6	2.8	2.4	1.1	2.7
Total asset turnover ratio	1.0	1.2	1.2	1.0	0.9	1.1
Working capital turnover ratio	6.2	6.1	5.3	3.9	2.1	5.6
Liquidity ratios						
Current ratio	1.6	1.8	1.9	1.8	1.7	1.7
Quick ratio	1.3	1.5	1.5	1.5	1.3	1.3
Total debt	2,704.7	2,408.8	2,582.6	2,536.7	2,843.0	2,843.0
Net debt	2,657.5	2,270.3	2,396.9	2,501.8	2,831.1	2,831.1
Debt to equity	1.6	1.2	1.2	1.1	1.1	1.1
Net debt to EBITDA	3.5	2.6	2.6	3.3	3.8	
Net debt to equity	1.5	1.1	1.0	1.1	1.1	1.1
Cash flow ratios						
CFO to PAT	1.8	2.5	1.8	0.5	1.3	2.8
CFO to Capex	1.0	4.8	1.3	0.8	0.8	1.2
CFO to total debt	0.2	0.3	0.2	0.1	0.1	0.3
CFO to current liabilities	0.3	0.5	0.3	0.1	0.2	0.4
Return ratios						
RoIC (%)	12.6%	13.1%	12.2%	10.9%	9.6%	11.2%
RoE (%)	15.1%	15.3%	13.8%	12.8%	9.5%	10.5%
RoA (%)	5.0%	5.5%	5.3%	4.8%	3.8%	4.1%
RoCE (%)	11.2%	12.8%	12.3%	10.6%	9.0%	10.6%
Per share data						
Restated EPS (Rs.)	2.9	3.5	3.6	3.3	2.8	3.0
DPS (Rs.)	0.0	1.0	0.0	0.0	0.0	0.0
BVPS (Rs.)	19.5	23.0	26.3	26.2	29.1	29.1
Operating cash flow per share (Rs.)	5.3	8.9	6.5	1.6	3.5	8.5

IPO rating rationale

Subscribe: An IPO with strong growth prospects and valuation comfort.

Subscribe for Long Term: Relatively better growth prospects but with valuation discomfort.

Avoid: Concerns on both fundamentals and demanded valuation.

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