

Name of the Company



KEY IPO Highlights

Subscription Period:
15th March, 2021 to 17th
March, 2021

Issue Size: 5.53 Mn shares
(Aggregating up to INR 824
Cr)

Price Band: INR1488 To
1490

Lot Size: 10 Shares

Listing Date:
25th March, 2021

About the Company

- A leading engineering organization that is engaged in manufacturing precision components.
- One of the leading players in machining of cylinder blocks for tractor segment.
- Owns 12 state of the art manufacturing facilities across 7 cities of India.
- Customer base includes Tata Motors, Dailmer India, Tata Cummins, Mahindra & Mahindra, Royal Enfield, Siemens, Escorts, Ashok Leyland, VE Commercial Vehicles, TAFE Motors & Tractors, etc.

Objects of the Issue:

- To make repayment/pre-payment of company's borrowing fully or partially.
- To meet general corporate purposes..

Financial Overview (INR Million)

| Particulars | Dec-20 | Mar-20 | Mar-19 | Mar-18 |
|------------------|--------|--------|--------|--------|
| Total Assets | 22,463 | 23,031 | 23,254 | 19,994 |
| Total Revenue | 10,299 | 15,011 | 18,316 | 15,229 |
| Profit After Tax | 507 | 411 | 974 | 315 |

P / E Multiples

| | | |
|-----------------------------|---|------|
| Craftsman Automation P/E | — | 46.6 |
| Bharat Forge P/E | — | 60.7 |
| Mahindra CIE Automotive P/E | — | 93.3 |
| Industry P/E | — | 64.3 |

Recommendation from major brokerage houses

SUBSCRIBE



LKP SECURITIES LTD.



Neutral



Kreo Capital Opinion

The company has uneven growth pattern in revenue as well as profit. However, with a discounted P/E as compared to its listed peers, we take **neutral** stance on this IPO. Investor may consider investment only from **long term** perspective.

Highlights:

- Leading engineering product manufacturer.
- Strategically located and vertically integrated manufacturing facilities.
- Strong product design capabilities.
- Robust financial performance

Disclaimer: The recommendations stated above are given by individual advisors (including Kreo Capital). Investors are advised to consult their financial advisor and do their own due diligence before subscription.