IPO Report

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KARAMTARA ENGINEERING LIMITED

Energy

Price Band: ₹241 to ₹254 per share
Bidding: 09 Sep to 11 Sep, 2026
Listing At: BSE , NSE
Listing Date: Sep 17, 2026

Details of the Issue

Lead Manager	JM Financial Ltd. , ICICI Securities Limited, IIFL Capital Services Limited
Registrar	MUFG Intime India Pvt.Ltd.

Promoters Holding (%)

Pre-Issue	92.06
Post-Issue	82.01

Offer Structure

QIB	1,72,24,409 Shares
Retail	1,20,57,086 Shares
NII	51,67,323 Shares
Fresh Issue	2,65,74,803 Shares
OFS	78,74,014 Shares
Total Issue	₹875.00 Cr

Financial Summary (₹ in Millions)

Particular	FY26	FY25	FY24
Revenue	43,119.76	31,584.45	24,251.50
EBITDA	4,981.10	3,468.30	2,629.28
PAT	2,287.54	1,393.32	1,026.50

Minimum Application

Category	Lots	Shares	Amount
Retail	1-13	59-767	₹14,986-₹1,94,818
S-HNI	14-66	826-3,894	₹2,09,804-₹9,89,076
B-HNI	67	3,953	₹ 10,04,062

Customer concentration (% of Revenue)

Particulars	FY26	FY25	FY24
Top 1 customers	7.98	6.15	18.93
Top 5 customers	31.36	25.13	49.88
Top 10 customers	48.63	40.40	63.47

Valuations

NAV(FY26)	₹ 41.72
EPS(FY26)	₹ 7.83
P/E(Pre Issue)	32.44

Promoters

Tanveer SIngh, Rajiv Singh, Inderjeet Singh, Inderjeet Tanveer Singh Trust and Inderjeet Rajiv Singh Trust.

Company Overview

Incorporated in 1996, Company manufactures products for the renewable energy and power transmission sectors. Its portfolio includes solar mounting structures, tracker components, fasteners and transmission line hardware. The company has a global export presence and focuses on backward integration to enhance supply chain efficiency and cost competitiveness.

Object of the Issue

- Funding prepayment, repayment and/ or payment obligations to lenders towards borrowings and Acceptances, in part or full: ₹6,000.00 Million
- General corporate purposes:

Price Band Analysis

At the upper price band of ₹254 per share, the Company is valued at a post issue P/E of 35.72x and P/B of 6.09x based on FY26 earnings. The valuation appears fair, supported by its diversified product portfolio, backward integration, and capacity expansion through the new tubular wind tower plant.

Peer Comparison (As of FY26)

CompanyName	EPS (₹)	P/E	RONW (%)	NAV (₹)
Karamtara Engineering Ltd.	7.83	32.44	20.78	41.72
Inox Wind Ltd.	2.65	27.08	8.32	36.93
Waaree Energies Ltd.	128.84	20.48	32.48	501.90
KP Green Engineering Ltd.	27.15	9.65	32.32	91.52
Suzlon Energy Ltd.	2.31	20.25	40.64	6.90
Premier Energies Ltd.	33.63	30.15	42.35	95.09
Vikram Solar Ltd.	13.60	12.70	21.34	87.43
Saatvik Green Energy Ltd.	29.76	14.23	41.97	107.08
Emmvee Photovoltaic Power Ltd.	17.17	18.87	51.12	53.37

Risk Measures:

- The company is highly dependent on solar energy products, which contributed 78.99% of FY26 revenue. Its key products include solar module mounting structures (MMS), solar tracker piles and piers, solar torque tubes, control mounts and post couplers; any slowdown in solar demand or adverse policy changes could materially impact its business and financial performance.
- The Company is exposed to raw material price volatility and high supplier concentration, with its top 10 suppliers accounting for 89.65% of purchases in FY26. Dependence on third party and overseas suppliers, along with potential supply chain disruptions, may affect production and costs. Any inability to pass on higher input costs could adversely impact margins and profitability.

Investment Rationale:

- Revenue from operations increased by 36.52% from ₹31,584.45 million in FY25 to ₹43,119.76 million in FY26, primarily driven by higher demand across solar energy products and lattice towers for transmission lines from both existing and new customers.
- Strong backward integration through in-house processing of structural steel and galvanizing reduces dependence on external vendors, improves cost and quality control, and enables faster delivery. In FY26, 23.73% of raw materials consumed were processed in-house, while in-house design and product development capabilities support customised customer requirements.
- The Company proposes to utilise ₹600 crore of the IPO proceeds towards repayment and/or prepayment of its borrowings and Acceptances. As of July 31, 2026, the Company had outstanding borrowings of ₹1,344.50 crore and Acceptances of ₹735.10 crore. The proposed repayment is expected to reduce debt servicing costs and improve financial flexibility by freeing up working capital limits for future business requirements.

Financials (₹ in Millions, Except for Percentage & Ratios)

Particular	FY26	FY25	FY24
Revenue From Operations	43,119.76	31,584.45	24,251.50
EBITDA	4,981.10	3,468.30	2,629.28
EBITDA Margin (%)	11.55	10.98	10.84
PAT	2,287.54	1,393.32	1,026.50
PAT Margin (%)	5.30	4.40	4.23
Return on Equity (RoE%)	20.77	18.13	20.45
Return on Capital Employed (RoCE%)	23.27	23.30	24.15
EPS	7.83	4.90	3.64
Debt to Equity Ratio	0.84	0.57	0.92

Product wise Revenue Bifurcation (₹ in Millions)

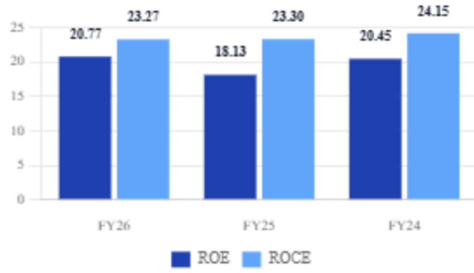
Particulars	FY26	FY25	FY24
Solar energy products	34,061.46	25,709.21	19,826.44
Lattice towers for transmission line	2,737.06	1,649.32	1,012.35
Angular towers for wind turbines	884.29	18.35	-
Tubular towers for wind turbines	464.06	-	-
Fasteners	2,335.58	2,080.42	1,448.52
Others	2,637.31	2,127.15	1,964.19
Total	**43,119.76**	**31,584.45**	**24,251.5**

About The Founder

Tanveer Singh is a Promoter and the Chairman and Managing Director of Karamtara Engineering Limited and has been associated with the Company since its incorporation. He holds a Master's degree in Business Administration from the University of Manchester, UK, and has 30 years of experience in the manufacturing sector. He also serves as a director of Iselfa Morsetteria SRL, Italy, Karamtara Agrotech Private Limited, Karamtara Financial Services Private Limited, Karamtara Green Energy Limited, Karamtara Reality Private Limited and Hanwant Manbir Singh Foundation. He oversees strategic expansion, product innovation, factory operations, manufacturing excellence and automation.

FINANCIAL HIGHLIGHTS

Return Ratios



EBITDA and PAT Margin

Key Ratios: