

IPO Note: Bharat Coking Coal Ltd.

Industry: Mining

Date: January 07, 2026

Issue Snapshot		Issue Break up	
Company Name	Bharat Coking Coal Ltd.	QIB ex Anchor	20% 7,91,69,000
Issue Opens	January 09, 2026 to January 13, 2026	Anchor Investor	30% 11,87,53,500
Price Band	Rs. 21 – Rs. 23	HNI<Rs. 10 Lakhs	5% 1,97,92,250
Bid Lot	600 Equity Shares and in multiples thereof.	HNI>Rs. 10 Lakhs	10% 3,95,84,500
The Offer	Public issue of 46,57,00,000 Equity shares of face value Rs. 10 each, (Comprising of Offer for Sale by Selling Shareholder).	RII	35% 13,85,45,750
Issue Size	Rs. 978.0 - 1,071.1 Crores	Total Public	100% 39,58,45,000
IPO Process	100% Book Building	Shareholder Reservation	4,65,70,000
Face Value	Rs. 10.00	Employee Reservation	2,32,85,000
Exchanges	NSE & BSE	Total	46,57,00,000
BRLM	IDBI Capital Markets & Securities Ltd., ICICI Securities Ltd.	Equity Share Pre Issue (Nos. Cr.)	465.7
Registrar	KFin Technologies Ltd.	OFS Share (Nos. Cr.)	46.6
		Equity Share Post Issue (Nos. Cr.)	465.7
		Market Cap (Rs. Cr.)	10,711.1
		Stake Sale by OFS	10.0%

Objects of the Offer

Offer for Sale

The Company will not receive any proceeds from the Offer for Sale by the Selling Shareholders. (by Coal India Ltd.)

Company Highlights

- Bharat Coking Coal Ltd. (BCCL) is a Government of India-owned public sector undertaking and a subsidiary of Coal India Limited, engaged in the mining, beneficiation, and supply of coal. The company supplies coal to key domestic industries including steel, power generation, cement, and other industrial sectors, with a primary focus on coking coal for metallurgical use.
- BCCL has expanded its operations steadily, with coal production increasing from 30.51 million tonnes in FY22 to 40.50 million tonnes in FY25, representing a growth of 32.74%. During H1FY26, coal production stood at 15.75 million tonnes, compared to 19.09 million tonnes in the corresponding period of the previous year.
- The company operates across a total leasehold area of 288.31 square kilometers, comprising 252.88 square kilometers in the Jharia coalfield and 35.43 square kilometers in the Raniganj coalfield. The Jharia coalfield is India's only source of prime coking coal, while Raniganj primarily produces non-coking coal supplied to thermal power plants and other industrial consumers.
- In FY25, BCCL was the largest coking coal producer in India, accounting for 58.50% of domestic coking coal production. In FY24, the company produced 39.11 million tonnes of coking coal and 1.99 million tonnes of non-coking coal, with coking coal contributing 95.16% of total output. Over recent periods, coking coal has consistently represented over 93% of total production.
- As of April 1, 2024, BCCL held 7.91 billion tonnes of coking coal resources. As of March 31, 2025, India's total coal resources were estimated at 389.4 billion tonnes, of which 36.8 billion tonnes were coking coal. BCCL's resource base makes it the only domestic source of prime coking coal.
- As of September 30, 2025, the company operated 34 mines, including 26 opencast, 4 underground, and 4 mixed mines. BCCL also operated five coal washeries to reduce ash content in coking coal and is developing three additional washeries with an aggregate capacity of 7.00 million tonnes per year to increase washed coal availability.
- As of September 30, 2025, the company owns and maintains a robust fleet of 507 vehicles, which includes HEMMs such as 1 dragline, 65 shovels, 278 dumpers, 89 dozers, and 74 drills for opencast mining. Additionally, the company also owns 38 side discharge loaders, 1 longwall package, 2 road headers, 3 miner bolters for underground mining.

- Coal is sold through Fuel Supply Agreements (FSAs), linkage-based allocations, and e-auction mechanisms. Beyond mining, BCCL undertakes mine fire control, land stabilization, rehabilitation, and resettlement activities, particularly in the Jharia coalfield. As part of the Coal India group, the company benefits from centralized marketing systems, logistics infrastructure, technical expertise, and governance standards.
- The company's customers include large companies, including thermal power generating companies, steel producers and industrial companies, both in the public and the private sector, with whom the company has long-standing relationships. The company's clientele also includes Public Sector Undertakings (PSUs) such as Damodar Valley Corporation, Steel Authority of India Limited, Uttar Pradesh Rajya Vidyut Utpadan Nigam Limited, Punjab State Power Corporation Limited, National Thermal Power Corporation Limited, Jhajjar Power Limited and Maithon Power Limited.

View

- BCCL is the largest coking coal producer in India in FY25, accounting for 58.50% of domestic coking coal production. As of March 31, 2025, India's total coal resource is estimated at 389.4 billion metric tonnes, with coking coal resources totalling 36.8 billion tonnes. As of April 1, 2024, the company holds 7.91 billion tonnes of these coking coal resources, making it the only source of prime coking coal in India.
- BCCL's mines are strategically located in the Jharia and Raniganj coalfields, which have vast coal reserves. BCCL is the market leader in coking coal washery capacity in India, with an owned operational capacity of 13.65 million tonnes per annum. The company's strategically located mines and large washeries represent a significant competitive advantage, enhancing operational efficiency, reducing costs, and ensuring high-quality coal production.
- India's coking coal demand stood at 67 million metric tonnes in FY25 and is projected to reach 138 million metric tonnes by FY35, driven by growth in the steel and power sectors. The company is well-positioned to capitalise on this rising demand, supported by its large resource base, which strengthens its role as a major player in the Indian coking coal industry and reduces vulnerability to resource depletion.
- The increasing production capacity of the steel and other allied industries in India presents considerable growth and expansion opportunities for coal mining companies in India. In order to capitalize on the company's vast resource base, the company is undertaking significant technological advancements, including the procurement of high-capacity HEMM, the implementation of mass production technologies such as longwall and continuous miner packages, and the introduction of highwall mining technology to access seemingly lost reserves.
- BCCL aims to ensure sustainable growth, revenue generation, and operational efficiency by transforming discontinued mines into profitable ventures through reclamation, resource monetization, and strategic repurposing. As part of the company's diversification strategy, it has initiated restoration of operations in discontinued underground mines through the MDO model on a revenue-sharing basis, with 6 out of 10 identified mines already awarded to private players and third parties as of date.
- In line with the National Steel Policy 2017, India targets 300 million tonnes of crude steel production by FY31, implying a projected coking coal demand of about 161 million tonnes. Under Aatmanirbhar Bharat and Mission Coking Coal, launched in August 2021, the projected demand for domestic washed coking coal is 40 MMT by FY30, assuming 25% blending with imported coal. Adoption of stamp charging technology across steel plants could raise the blending ratio of Indian coking coal to 35%, increasing domestic demand for washed coking coal to around 56 MMT. To meet this, approximately 170 million tonnes of raw coking coal will need to be washed, creating a significant market opportunity for domestic coal producers and washeries.
- The company has maintained a consistent track record of financial performance. The company's financial performance is characterized by no long-term debt, underscoring its strong financial stability. The company has demonstrated its commitment to achieving and surpassing its targets, bolstered by its effective cost management strategies, which have enabled it to optimize expenses and maintain a healthy profit margin. The company has recorded Revenue/EBITDA/PAT CAGR of 4.6%/88.1%/36.6% respectively over the FY23-FY25 period.
- In terms of the valuations, on the higher price band, BCCL demands P/E multiple of 8.6x on FY25 EPS.

Revenue from Operations

	FY23		FY24		FY25		H1FY25		H1FY26	
	Revenue (Rs. Cr.)	% of Revenue								
Raw Coal	9,592.6	77.7%	10,178.4	77.3%	10,169.0	77.7%	4,827.1	75.8%	4,176.0	79.4%
Washed coal	1,689.3	13.7%	2,045.1	15.5%	1,911.1	14.6%	1,050.8	16.5%	696.8	13.3%
Other by-products	1,067.3	8.6%	937.6	7.1%	1,003.1	7.7%	490.8	7.7%	387.5	7.4%
Total Revenues	12,349.1	100.0%	13,161.1	100.0%	13,083.3	100.0%	6,368.7	100.0%	5,260.3	100.0%

Industry-wise Revenue Break up

Power Industry	8,018.4	64.9%	9,171.6	69.7%	9,678.7	74.0%	4,526.4	71.1%	3,969.2	75.5%
Steel Industry	2,261.6	18.3%	2,458.5	18.7%	2,375.2	18.2%	1,315.9	20.7%	972.1	18.5%
Fertilizer Industry	101.4	0.8%	127.5	1.0%	105.1	0.8%	46.4	0.7%	68.5	1.3%
Cement	2.4	0.0%	19.2	0.2%	13.8	0.1% -	-	-	2.3	0.0%
Other	1,965.4	15.9%	1,384.3	10.5%	910.5	7.0%	480.1	7.5%	248.3	4.7%
Total	12,349.1	100.0%	13,161.1	100.0%	13,083.3	100.0%	6,368.7	100.0%	5,260.3	100.0%

Revenue from Modes of Production

Departmental production	2,541.2	20.1%	3,288.5	23.1%	2,144.3	15.5%	1,044.8	15.3%	747.6	13.2%
Hired HEMM patches	7,121.3	56.4%	7,718.8	54.2%	7,087.8	51.4%	3,726.9	54.4%	2,624.7	46.4%
MDO model	-	-	11.6	0.1%	1,367.5	9.9%	386.7	5.7%	1,076.6	19.0%
Revenue from Washeries	2,961.6	23.5%	3,226.9	22.7%	3,202.9	23.2%	1,687.8	24.7%	1,210.1	21.4%

Revenue Route

FSA	7,992.7	64.7%	8,012.5	60.9%	8,990.9	68.7%	2,990.9	47.0%	2,999.6	57.0%
FSA linkage	1,278.2	10.4%	2,034.7	15.5%	1,520.7	11.6%	1,946.5	30.6%	1,409.4	26.8%
E-auction	1,431.2	11.6%	1,134.6	8.6%	678.0	5.2%	387.8	6.1%	192.1	3.7%
MoUs (Steel)	1,647.1	13.3%	1,979.4	15.0%	1,893.7	14.5%	1,043.4	16.4%	659.2	12.5%
Total	12,349.1	100.0%	13,161.1	100.0%	13,083.3	100.0%	6,368.7	100.0%	5,260.3	100.0%

Key Operational Parameters

		FY23	FY24	FY25	H1FY25	H1FY26
Production of Raw Coal	Million Tonnes	36.18	41.10	40.50	19.09	15.75
Raw Coal Production - According to the type of coal						
Coking Coal	Million Tonnes	33.72	39.11	38.89	18.39	15.05
Non-Coking Coal	Million Tonnes	2.46	1.99	1.61	0.70	0.70
Raw coal production - According to the type of Mine						
Underground Mines	Million Tonnes	0.69	0.77	1.14	0.56	0.33
Opencast Mines	Million Tonnes	35.49	40.33	39.36	18.54	15.41
Production of Washed Coking Coal	Million Tonnes	1.43	1.46	1.65	0.84	0.72
Over-burden Removal	Million Cu m	114.47	149.28	182.35	87.35	81.43
Offtake (Raw Coal)	Million Tonnes	35.53	39.27	38.26	18.60	17.07
Output per Manshift	Tonnes	3.78	5.89	6.46	5.91	5.19

Operational Mines Mix

	FY23		FY24		FY25		H1FY25		H1FY26	
	Production (MT)	%								
Open-cast mines	35.49	98.1%	40.33	98.1%	39.36	97.2%	18.54	97.1%	15.41	97.9%
Underground Mines	0.69	1.9%	0.77	1.9%	1.14	2.8%	0.56	2.9%	0.33	2.1%
Total	36.18	100.0%	41.10	100.0%	40.50	100.0%	19.09	100.0%	15.75	100.0%

Raw Coal and Washed Coal

(MT)	FY23	FY24	FY25	H1FY25	H1FY26
Raw Coal					
Coking Coal	33.72	39.11	38.89	18.39	15.05
Non-Coking Coal	2.46	1.99	1.61	0.70	0.70
Total	36.18	41.10	40.50	19.09	15.75
Washed Coal					
Washed Coking Coal	1.43	1.46	1.65	0.84	0.72
Washed Power Coal	2.48	2.84	3.16	1.54	1.52

Operational Mines Mix

	FY23		FY24		FY25		H1FY25		H1FY26	
	Quantity (MT)	%								
Power Industry	27.51	77.4%	30.81	78.5%	29.69	77.6%	14.31	77.0%	13.14	77.0%
Steel Industry	1.16	3.3%	1.00	2.5%	0.85	2.2%	0.47	2.6%	0.49	2.9%
Fertilizer Industry	0.39	1.1%	0.49	1.3%	0.39	1.0%	0.17	0.9%	0.25	1.5%
Own washery	4.42	12.4%	4.93	12.6%	5.72	14.9%	2.79	15.0%	2.65	15.6%
Others*	2.05	5.8%	2.04	5.2%	1.61	4.2%	0.84	4.5%	0.53	3.1%
Total	35.53	100.0%	39.27	100.0%	38.26	100.0%	18.60	100.0%	17.06	100.0%

Coal Resources and Reserves

Technology	Proved Reserve (Mt)	Probable Reserve (Mt)	Total Reserve (Mt)	Measured Resource (Mt)	Indicated Resource (Mt)	Inferred Resource (Mt)	Total Resource (Mt)
Open Cast	1,048.1	7.8	1,055.8	1,441.8	0	0	1,441.8
Underground	48.2	157.9	206.1	669.6	5.5	0	675.1
Mixed	222.2	11.3	233.5	168.5	0	0	168.5
Total	1,318.5	176.9	1,495.4	2,279.9	5.5	0	2,285.4

Sector wise Coal Resources

Quality	Proved Reserve (Mt)	Probable Reserve (Mt)	Total Reserve (Mt)	Measured Resource (Mt)	Indicated Resource (Mt)	Inferred Resource (Mt)	Total Resource (Mt)
Coking Coal	1,017.4	123.3	1,140.7	1,777.6	5.5	0	1,783.1
Thermal Coal	301.1	53.6	354.7	502.3	0	0	502.3
Coking + Thermal	1,318.5	176.9	1,495.4	2,279.9	5.5	0	2,285.4

Financial Statement

(In Rs. Cr)	FY23	FY24	FY25	H1FY25	H1FY26
Share Capital	4657.0	4657.0	4657.0	4657.0	4657.0
Net Worth	3803.9	5321.7	6462.7	5841.3	5663.5
Long Term Borrowings	0.0	0.0	0.0	0.0	0.0
Other Long Term Liabilities	2689.4	3377.0	3631.6	3552.8	3984.5
Short-term borrowings	0.0	0.0	0.0	0.0	1559.1
Other Current Liabilities	6819.5	6029.0	7189.1	6224.2	7504.0
Fixed Assets	4378.7	4982.3	6118.5	5647.0	6839.1
Non Current Assets	6753.7	2460.6	2624.4	2594.9	2798.1
Current Assets	6559.2	7284.8	8540.6	7376.3	9074.0
Total Assets	13312.9	14727.7	17283.5	15618.2	18711.1
Revenue from Operations	12624.1	14245.9	13802.6	6846.2	5659.0
Revenue Growth (%)		12.8	(3.1)		(17.3)
EBITDA	496.8	2087.2	1757.0	1129.0	(192.6)
EBITDA Margin (%)	3.9	14.7	12.7	16.5	(3.4)
Net Profit	664.8	1564.5	1240.2	748.7	123.9
Net Profit Margin (%)	5.3	11.0	9.0	10.9	2.2
Earnings Per Share (Rs.)	1.4	3.4	2.7	1.6	0.3
Return on Networth (%)	19.2	34.2	20.8	13.1	2.0
Net Asset Value per Share (Rs.)	8.1	11.5	14.1	13.0	12.5

Source: RHP, Ashika Research

Cash Flow Statement

(In Rs. Cr)	FY23	FY24	FY25	H1FY25	H1FY26
Cash flow from Operations Activities	1698.8	1299.1	796.5	1014.8	(334.9)
Cash flow from Investing Activities	(1705.8)	(1484.4)	(782.3)	(788.1)	(65.2)
Cash flow from Financing Activities	(43.0)	(73.8)	(132.5)	(89.1)	380.4
Net increase/(decrease) in cash and cash equivalents	(50.0)	(259.1)	(118.3)	137.6	(19.7)
Cash and cash equivalents at the beginning of the year	595.0	544.9	285.8	285.8	167.5
Cash and cash equivalents at the end of the year	544.9	285.8	167.5	423.4	147.9

Source: RHP

Comparison with Listed Industry Peers

As there are no Indian listed industry peers of comparable size and similar line of business of the Company, Warrior Met Coal, Inc. and Alpha Metallurgical Resources, Inc., both listed on New York Stock Exchange (NYSE) have been considered as the Industry Peers (the Listed Industry Peers) considering the nature and size of business of the Companies

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