

IPO NOTE

Issue Details

Price Band: ₹ 21 to ₹ 23

Employee Discount: ₹ 1/Share

Issue Opens on: January 9, 2026

Issue Closes on: January 13, 2026

Lot Size: 600 Shares & in Multiples thereafter

Issue Highlights

Issue Size: ₹ 1,071.11 Cr.

No of Shares: 46,57,00,000

Face Value: ₹ 10

Offer Structure

Issuance	₹ in Cr.
Fresh Issue	-
Offer for Sale	1,071.11
Total	1,071.11

Issue Breakup

Reservation for	% of Issue	₹ in Cr. (at upper band)
QIB	50	456.39
HNI	15	136.92
RETAIL	35	319.47
Employee	-	51.23
Shareholder	-	107.11
TOTAL	100	1,071.11

Listing

BSE & NSE

Lead Managers

- IDBI Capital Markets & Securities Limited
- ICICI Securities Limited

Registrar

KFin Technologies Limited.

Contact Details

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COMPANY OVERVIEW

Bharat Coking Coal Limited (BCCL) is a wholly-owned subsidiary of Coal India Limited ("CIL"). It produces various grades of coking coal, non-coking coal and washed coals for applications primarily in the steel and power industries. They were the largest coking coal producer in India in Fiscal 2025 in terms of coking coal production, which accounted for 58.50% of the domestic coking coal production in Fiscal 2025. As of September 30, 2025, they operate a network of 34 operational mines, including 4 underground mines, 26 opencast mines, and 4 mixed mines.

BCCL has expanded operations significantly over the years, with coal production increasing from 30.51 million tonnes in Fiscal 2022 to 40.50 million tonnes in Fiscal 2025 and 15.75 million tonnes in the six months period ended September 30, 2025. Since Fiscal 2021, they have strategically increased production by adding capacity through incorporating heavy earth-moving machinery ("HEMM") as part of the operations.

Their operational portfolio includes (i) opencast and underground mining projects, (ii) coal washeries; (iii) monetisation of old and idle coal washeries through the Washery Developer and Operator ("WDO") route; and (iv) restoration of operations in discontinued underground mines through the Mine Developer and Operator ("MDO") model. In addition, they monetize their solar power projects through a combination of self-consumption and grid injection. BCCL supply raw coal to various industries such as power, steel and fertilizer industries, and also use raw coal in their washeries for beneficiating the coal to produce washed coking coal and other by-products.

HIGHLIGHTS

1. Largest coking coal producer in India with access to large reserves
2. Strategically located mines with large washeries
3. Well positioned to capitalize on demand for coking coal in India
4. Strong parentage of Coal India Limited
5. Consistent track record of growth and financial performance

OBJECTS OF THE ISSUE

1. To carry out the Offer for Sale of up to 46,57,00,000 Equity Shares of face value of ₹10 each of the Company by the Promoter Selling Shareholder
 2. To achieve the benefits of listing the Equity Shares on the Stock Exchanges
- The company will not receive any proceeds from the Offer for sale.

OUR VIEW

BCCL was incorporated in the year 1972 to mine and supply coking coal concentrated in mines located at Jharia, Jharkhand and Raniganj, West Bengal coalfields. By continuously refining methodologies, the company aims to reduce operational costs, increase productivity, and ensure the safety of workforce. They strategically conducted advance OB removal, deploying equipment to prepare coal seams for future extraction.

The growth in coal demand will likely continue till Fiscal 2035. As a debt-free company, it has limited liabilities, providing substantial growth prospects. The rapidly growing economy and increasing demand for steel, is expected to push the demand for coking coal in upcoming years which presents an unexhaustive market to be catered by BCCL.

However, risks to consider are concentration in West Bengal for mines & washeries, revenue concentration (raw coking coal), dependance on the the pricing and continued supply of raw materials, customer concentration, regulatory risk, dependence on the performance of certain industries, manpower intensive business could have an adverse impact on the business.

On the financial front, the company has delivered Revenue, EBITDA and PAT CAGR of 4.56%, 62.58% & 36.59% between FY23-FY25 respectively. The company operated on an adjusted EBITDA and PAT margin of 7.29% and 1.96% as at H1FY26. At the upper price band of ₹ 23, the issue implies market cap. of around ₹ 10,711.1 Cr.

The issue is priced at a P/BV of 1.84 based on its NAV of Rs. 12.52 as at HY1FY26 and if we annualize FY26 earnings, P/E comes around 43x. As per RHP, industry average P/E is around 17.16x. The issue seems fully priced.

The company has strong parentage of Coal India Ltd. and can achieve considerable growth in the near term. Looking at all the factors, risks, opportunities and valuation, investors can invest with long term horizon.

Brief Financials

PARTICULARS	As at Sept. 2025	₹ in Million		
		FY '25	FY '24	FY '23
Total Income	63,115.10	144,016.30	146,525.30	130,185.70
Total Expenditure	61,121.70	126,987.40	125,608.60	124,883.80
EBITDA	4,599.30	23,560.60	24,938.90	8,913.10
Profit before Tax	1,993.40	17,028.90	20,916.70	5,301.90
Profit after Tax	1,238.80	12,401.90	15,644.60	6,647.80
E.P.S. (Diluted)	0.27*	2.66	3.36	1.43
P/E (x) (Diluted)	-	8.64	-	-
RONW (%)	2.00*	20.83	34.21	19.22

* Not Annualised

PRICE CHART (@ ₹ 23) (Retail Category)

LOT SIZE	Amount
600	13,800
1,200	27,600
1,800	41,400
2,400	55,200
3,000	69,000
3,600	82,800
4,200	96,600
4,800	110,400
5,400	124,200
6,000	138,000
6,600	151,800
7,200	165,600
7,800	179,400
8,400	193,200

HNI Payment Chart

Category	No. of Shares	Minimum Bid Lot Amount(Rs.)
Small HNI	9,000	207,000
Big HNI	43,800	1,007,400

Indicative Time Table

Tentative Events	Indicative Dates
Finalisation of Basis of Allotment with the Designated Stock Exchange	14/1/2026
Initiation of refunds/unblocking ASBA Fund	15/1/2026
Credit of Equity Shares to demat accounts of Allottees	15/1/2026
Commencement of trading of the Equity Shares on the Stock Exchanges	16/1/2026

For more details, Please refer RHP,

(https://bcclweb.in/newpdfs/Investor_relation/Red%20Herring%20Prospectus.pdf)

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