



# IPO NOTE

## OMNITECH ENGINEERING



Rating:

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### ISSUE OFFER

Issue Opens on	FEB 25, 2026
Issue Close on	FEB 27, 2026
Total IPO size (cr)	₹583
Fresh issue (cr)	₹418
Offer For Sale (cr)	₹165
Price Band (INR)	₹ 216-227
Market Lot	66 SHARES
Face Value (INR)	₹5
Listing At	BSE, NSE
Market Cap (Pre IPO)	₹ 2,807.17 CR

### ISSUE BREAK-UP (%)

QIB Portion	<div style="width: 50%;"></div>	50%
NII Portion	<div style="width: 15%;"></div>	15%
Retail Portion	<div style="width: 35%;"></div>	35%

### INDICATIVE TIMETABLE

Basis of Allotment	02-03-2026
Refunds/Unblocking ASBA Fund	04-03-2026
Credit of Share to Demat A/c	04-03-2026
Listing Date	05-03-2026

Omnitech Engineering is a manufacturing and engineering solutions company that specializes in providing precision-engineered components, turnkey industrial automation solutions, and customized mechanical systems for various industries.

### OBJECTS OF THE ISSUE

- Debt repayment / prepayment of existing borrowings
- Capex for new projects at Proposed Facilities 1 & 2 and expansion of Existing Facility 2
- Remaining funds for general corporate purposes

### FINANCIALS (RESTATED CONSOLIDATED)

PARTICULARS (IN CRORE)	FY 2025	FY 2024	FY 2023
Equity Share Capital	52.6	50.00	5.00
Net Worth	32.29	78.81	59.90
<b>Revenue</b>	<b>349.71</b>	<b>181.95</b>	<b>183.71</b>
EBITDA Margin%	33.64%	35.69%	34.55%
<b>Net Profit/Loss of the year</b>	<b>43.87</b>	<b>18.91</b>	<b>32.29</b>

### FINANCIAL RATIOS OF FY25



ROCE



P/E (Pre IPO)



EPS (Pre IPO)

### OUTLOOK & VALUATION

- Omnitech Engineering is a high-growth precision engineering player with strong client base.
- FY25 revenue jumped 92% to ₹350 crore and margins remain healthy (>34%), though debt (D/E 1.60x) needs monitoring.
- At the upper price band of ₹227, the valuation is priced at a post-issue P/E of approximately 50x–53x (based on FY25 earnings).
- While this is a premium for a mid-cap engineering firm, it looks relatively conservative compared to listed peers like Azad Engineering (~103x) or MTAR Tech (~197x), reflecting a "growth at a reasonable price" opportunity.
- Best suited for growth-focused investors with a 2–3 year horizon looking to participate in the "Make in India"



## COMPANY PROFILE

- Omnitech is a key manufacturer of high-precision engineered components and assemblies, serving global customers across diverse industries.
- Its products are primarily used in safety-critical applications in sectors such as energy, motion control and automation, and industrial equipment systems.
- The Company operates manufacturing facilities in Gujarat and caters to customers in India and international markets.
- Its business model is centered on customised precision machining, value-added assemblies, and long-term client partnerships supported by strong engineering and quality capabilities.
- With nearly two decades of industry experience, a diversified industry presence, and a growing global footprint, Omnitech's strengths lie in its technical expertise, export orientation, and established customer relationships.



## COMPETITIVE STRATEGIES

- Capitalize on growth in the precision engineering sector and deepen presence across key end user industries.
- Expand geographical reach
- Augmenting capacity in line with expected business growth
- Inorganic acquisition for improving manufacturing capabilities, deepening presence in end user industries and targeting customers in existing and new geographies
- Further improve financial profile



### KEY CONCERNS

- High revenue concentration from top customers may impact stability if lost.
- Manufacturing facilities are geographically concentrated in Rajkot, Gujarat.
- Significant borrowings increase financial and repayment obligations.
- Exposure to foreign exchange fluctuations affects profitability.
- Expansion into new segments and facilities carries execution and cost risks.



### KEY STRENGTHS

- Strong expertise in high-precision engineered components for safety-critical applications.
- Diversified global customer base across 24 countries and multiple industries.
- Long-standing customer relationships with repeat business and a strong order book.
- Integrated manufacturing facilities with advanced machining capabilities in Gujarat.
- Experienced promoter-led management with nearly two decades of industry presence.

## COMPARISON WITH LISTED INDUSTRY PEERS

Name of the Company	EPS (₹ Basic)	P/E	NAV	Revenue (cr.)	RoNW%
<b>Omnitech Engineering Limited</b>	<b>4.26</b>	<b>54.47</b>	<b>19.82</b>	<b>349.71</b>	<b>21.46</b>
<b>Peer Group</b>					
Azad Engineering Limited	14.66	103.30	215.70	467.9	6.21
Unimech Aerospace and Manufacturing Limited	17.59	56.68	131.53	267.6	12.48
PTC Industries Limited	41.37	428.48	925.42	342.2	4.40
MTAR Technologies Limited	17.19	196.78	236.97	681.1	7.26
Dynamic Technologies Limited	63.39	139.28	1,056.48	1426.6	6.00



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