



Rajputana Stainless Ltd.

March 6th, 2026

IPO Details

IPO Date	9 th to 11 th Mar, 2026
Face Value	₹10 per share
Price Band	₹116 to ₹122
Lot Size	110 Shares
Sale Type	Fresh Capital-cum-Offer for Sale
Total Issue Size	2,09,00,000 shares (agg. up to ₹255 Cr)
Fresh Issue	1,46,50,000 shares (agg. up to ₹179 Cr)
Offer for Sale	62,50,000 shares of ₹10 (agg. up to ₹76 Cr)
Issue Type	Book building IPO
Listing At	BSE, NSE
Shareholding pre issue	6,89,17,658 shares
Shareholding post issue	8,35,67,658 shares
QIB Shares Offered	Not more than 50% of the Net Offer
Retail Shares Offered	Not less than 35% of the Net Offer
NII (HNI) Shares Offered	Not more than 15% of the Net Offer
Retail (Min & Max) shares	110 Shares & 1,540 shares
Retail (Min & Max) application amount	₹13,420 & ₹1,87,880
S-HNI (Min shares & application amount)	1,650 shares & ₹2,01,300
S-HNI (Max shares & application amount)	8,140 shares & ₹9,93,080
B-HNI (Min shares & application amount)	8,250 shares & ₹10,06,500
Basis of Allotment	Thu, Mar 12, 2026
Initiation of Refunds	Fri, Mar 13, 2026
Credit of Shares to Demat	Fri, Mar 13, 2026
Listing Date	Mon, Mar 16, 2026
Cut-off time for UPI mandate confirmation	5 PM on Wed, Mar 11, 2026
Promoters	Shankarlal Deepchand Mehta, Babulal D Mehta, Jayesh Natvarlal Pithva and Yashkumar Shankarlal Mehta
Registrar	Kfin Technologies Ltd.

Note 1: Application made using third party UPI or ASBA A/C is liable to be rejected. For apply please click on the Link <https://ipo.adroitfinancial.com/> for any kind of assistance please contact to our helpdesk team at 0120-6826800 or mail us on ipo@adroitfinancial.com

Company Profile

Rajputana Stainless Limited (RSL), originally incorporated in 1991 and headquartered in Gujarat, is an integrated manufacturer of long and flat stainless steel products marketed under the brand name "RSL". The company operates a specialized manufacturing facility in the Panchmahal district with an installed melting capacity of 48,000 MTPA and a rolling capacity of 36,000 MTPA as of September 30, 2025, producing essential industrial components such as billets, forging ingots, black and bright bars, and flat & patti in over 80 diverse grades. RSL functions exclusively within the Business-to-Business (B2B) segment, catering to a diverse customer base of manufacturers and traders across sectors including bar processing, forging, seamless pipes, automotive, and engineering. The company maintains a robust domestic presence in states like Maharashtra and Gujarat while expanding its reach through exports to nine international markets.

Objects of the Issue

- Offer for Sale – Rs. 76 Crore
- Funding capital expenditure requirements for expansion of the existing manufacturing facility at Panchmahal district, Gujarat through forward integration and diversification of product portfolio i.e., Stainless Steel Seamless Pipes (“Proposed Facility”) – Rs. 18.57 Crore
- Full or part repayment and/or prepayment of certain outstanding borrowings availed by the Company – Rs. 98 Crore
- General corporate purposes – Rs. 62.43 Crore

Financial Details

Particulars (Amount in Crores)	6MFY26	Mar-25	Mar-24	Mar-23
Revenue				
- Revenue from Operations	501.52	932.15	909.80	947.67
Expenses				
- Cost of materials consumed	360.23	684.82	742.78	748.54
- Purchase of Traded Goods	47.41	59.49	-	-
- Changes in Inventories of finished goods and work-in-progress	(14.24)	(9.34)	(22.61)	30.40
- Employee Benefit Expense	10.86	23.27	21.44	18.16
- Other expenses	51.33	100.11	108.77	106.70
Total expenses	455.59	858.35	850.38	903.8
EBITDA	45.93	73.8	59.42	43.87
EBITDA Margin (%)	9.16%	7.92%	6.53%	4.63%
- Finance Cost	10.24	15.72	14.46	11.37
- Depreciation and amortization expense	4.59	8.75	8.31	6.91
- Other Income	1.23	5.33	5.69	3.01
Profit/(Loss) before tax	32.31	54.63	42.32	28.57
Tax expense/(credit)	7.90	14.78	10.69	4.53
Profit/(Loss) After Tax	24.40	39.85	31.62	24.04
PAT Margin (%)	4.85%	4.25%	3.45%	2.53%
Basic EPS (in Rs.)	3.54	5.78	4.59	3.49

Key Metrics	6MFY26	Mar-25	Mar-24	Mar-23
ROCE (%)	16.55%	31.72%	32.17%	25.72%
ROE (%)	14.86%	30.17%	32.70%	34.62%
D/E	0.49	0.66	0.71	0.98
Operating Cash Flows (in Crore)	23.52	7.08	31.48	25.10

Note 1: Application made using third party UPI or ASBA A/C is liable to be rejected. For apply please click on the Link <https://ipo.adroitfinancial.com/> for any kind of assistance please contact to our helpdesk team at 0120-6826800 or mail us on ipo@adroitfinancial.com

Competitive Strengths

- **Integrated manufacturing setup and strategic location:** The company operates an integrated manufacturing facility in Gujarat that covers the entire production process, including melting, refining, casting, rolling, and storage. This setup allows for significant production flexibility, enabling RSL to customize products to meet specific customer requirements and shift its product mix to adapt to evolving market conditions.
- **Diverse product portfolio and extensive grades:** RSL produces a wide array of long and flat stainless steel products, such as billets, forging ingots, rolled black and bright bars, and wire rods, offered in over 80 diverse grades. This diversification reduces the company's dependency on any single product, effectively de-risking its revenue streams across multiple industrial applications.
- **Established B2B relationships and broad industrial reach:** Operating exclusively in the B2B segment, RSL caters to a diverse customer base of manufacturers and traders across industries like aerospace, automotive, engineering, and oil and gas. These long term associations provide the company with revenue visibility and strong industry goodwill.
- **Strategic forward integration through new product lines:** RSL is leveraging its in house production of rolled bars to expand into the manufacturing of stainless steel seamless pipes. This forward integration strategy is designed to improve operational efficiency, reduce production costs, and ensure consistent raw material quality, thereby providing a competitive edge in the market.
- **Experienced promoters and management team:** The company is led by a dedicated management team and promoters who possess more than five decades of collective experience in the steel industry. This leadership has been instrumental in navigating business cycles, driving innovation, and implementing strategic directions that have supported the company's long term development.

Key Risk Factors

- **High customer concentration and lack of long term contracts:** A significant portion of the company's revenue is derived from its top 10 customers, yet it typically operates without long term contractual agreements, relying instead on individual purchase orders. Any loss of business from these key customers or a failure to maintain these relationships could materially and adversely affect the company's financial performance.
- **Geographic concentration and regional vulnerability:** The company's manufacturing operations and its proposed expansion facility are located solely in Gujarat, making it highly vulnerable to regional economic downturns, regulatory changes, or natural disasters in that area. Furthermore, a majority of its domestic sales are concentrated in just three states - Maharashtra, Gujarat, and Uttar Pradesh, exposing it to risks from localized market developments.
- **Reliance on limited key suppliers and raw material volatility:** The company depends heavily on its top 10 suppliers for principal raw materials like stainless steel scrap and ferroalloys. The costs towards purchases for H1FY26, Fiscal 2025, Fiscal 2024 and Fiscal 2023 was Rs. 390.84 Crore, Rs. 701.19 Crore, Rs. 736.80 Crore and Rs. 755.13 Crore comprising 77.93%, 75.22%, 80.99%, and 79.68% of their Revenue from operations, respectively.
- **Business model sensitive to high volume and low margins:** RSL operates in a high volume, low margin industry where profitability is heavily reliant on the ability to grow turnover and manage high fixed operating costs effectively. Any disruption in turnover or inability to maintain sales volume could significantly impact the company's debt service capabilities and overall financial health.
- **Exposure to competitive pressure from cheaper imports:** The domestic stainless steel industry is facing a severe threat from a surge in cheaper imports, particularly from China and Indonesia. These imports can hurt supply dynamics, lead to under utilization of capacity, and force domestic manufacturers to reduce prices or cease operations.

Comparison with Listed Peers

Name of the Companies.	Market Price	Face Value (per Share)	P/E Ratio	EPS (Basic)	EPS (Diluted)	RoNW (%)	NAV (per Share)
Rajputana Stainless Ltd.	NA	10	20.89*	5.84**	5.84**	26.23%	22.05
Peers:-							
Mangalam Worldwide Ltd.	258	10	25.07	10.59	10.29	11.28%	91.37
Mukand Ltd.	125	10	23.85	5.24	5.24	7.99%	65.72
Electrotherm Ltd.	652	10	1.88	347.06	347.06	(278.47%)	(124.60)
Panchmahal Steel Ltd.	323	10	185.63	1.74	1.74	2.07%	84.02

* P/E calculated based on upper band price.

**EPS calculated including fresh issue shares.

Summary

Rajputana Stainless is engaged in the business of manufacturing of long and flat stainless steel products comprising of billets, forging ingots, rolled black bar, rolled bright bar, flat & patti and other ancillary products. Their products are used across a diverse range of industries, including bar processing, seamless pipes, forging, wire manufacturing, engineering, casting, fasteners, utensils manufacturing, pump and shaft and auto industry. In addition to deriving revenue from manufacturing and supply of stainless steel products, they also derive revenue; (i) from the sale of consumables, scrap, and other items; (ii) from sale of traded goods and (iii) job work and other income.

India ranks as the world's second largest consumer and third largest producer of stainless steel, possessing an estimated installed capacity of 6.6 to 6.8 million tons. Historically, India maintained its position as the second largest producer globally until 2020, when it was displaced by Indonesia due to aggressive capacity scaling driven by Chinese investments in that region. India's finished stainless steel production consistently hovered between 3.2 and 3.7 million tonnes from 2016 through 2023. While domestic consumption was approximately 3.14 million tonnes in FY 2023, it is estimated to reach 4.8 million tonnes in FY 2025 and is projected to grow to 5.5 million tonnes by 2030 at a compound annual growth rate (CAGR) of 6.59%.

The Company intends to utilize the net proceeds to support its long term growth strategy and strengthen its operational and financial position. A portion of the proceeds will be used for capital expenditure to expand its existing manufacturing facility in Panchmahal district, Gujarat, through forward integration and diversification into stainless steel seamless pipes, with the proposed new unit having an installed capacity of 9,600 MTPA, which is expected to enhance production capabilities and increase presence in value added product segments. Additionally, part of the proceeds will be used to reduce outstanding debt, helping improve the balance sheet, lower finance costs, and enhance financial flexibility.

Therefore, it is recommended to "Subscribe" to the IPO for long term investment, considering its growth potential and valuation.

DISCLAIMER

Prepared By:

Research Analyst : Anmol Grover

Email ID: anmolgrover@adroitfinancial.com

Research Associate : Bhavin Tharwani

Email ID: bhavintharwani@adroitfinancial.com

Phone Number: 0120-4550300*270/388

Adroit Financial Services Private Limited (hereinafter referred to as “Adroit”) is a registered Member of National Stock Exchange of India Limited, Bombay Stock Exchange Limited and Metropolitan Stock Exchange Limited. It is also registered as a Depository Participant with CDSL and NSDL. **Adroit Financial Services Private Limited is a registered entity with SEBI for Research Analyst in terms of SEBI (Research Analyst) Regulations, 2014 vide Registration Number INH100003084.** Adroit or its associates has not been debarred/ suspended by SEBI or any other regulatory authority for accessing /dealing in securities Market. Adroit or its associates/analyst has not received any compensation / managed or co-managed public offering of securities of the company covered by Analyst during the past twelve months.

This document is solely for the personal information of the recipient, and must not be singularly used as the basis of any investment decision. Nothing in this document should be construed as investment or financial advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in the securities of the companies referred to in this document (including the merits and risks involved), and should consult our own advisors to determine the merits and risks of such an investment. The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true, but They do not represent that it is accurate or complete and it should not be relied on as such, as this document is for general guidance only. Neither Adroit, nor its directors, employees or affiliates shall be liable for any loss or damage that may arise from or in connection with the use of this information. Adroit Financial Services Private Limited has not independently verified all the information contained within this document. Accordingly, They cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document.