



Powerica Limited

Industrials

IPO Report

Avoid

MainBoard IPO

Price Band: ₹375 to ₹395 per share
Bidding: 24 Mar to 27 Mar, 2026
Listing At: BSE, NSE
Listing Date: Apr 2, 2026

Details of the Issue

Lead Manager ICICI Securities Ltd.
Registrar MUFG Intime India Pvt. Ltd.

Promoter Holding

Pre-Issue 99.99%
Post-Issue 77.99%

Offer Structure

QIB Not more than 50% of the Net Offer
Retail Not less than 35% of the Net Offer
NII Not less than 15% of the Net Offer
Fresh Issue 1,77,21,518 shares
Offer For Sale 1,01,26,582 shares
Total Issue ₹1,10,00.00 Cr

Financial Summary (₹ in Crores)

Particular	H1-FY26	FY25
Revenue	1,447.44	2,653.27
EBITDA	220.42	345.66
PAT	134.55	175.83

Minimum Application

Category	Lots	Shares	Amount
Retail	1-13	37-481	₹14,615- ₹1,89,995
S-HNI	14-68	518-2,516	₹2,04,610-₹9,93,820
B-HNI	69	2,553	₹ 10,08,435

Customer concentration (% of Revenue)

Particulars	H1-FY26	FY25	FY24
Top 1 customers	22.60	21.90	27.00
Top 10 customers	93.80	95.00	95.50

Valuations

NAV(FY25) 99.76
EPS(Pre Issue) 15.26
P/E(Pre Issue) 25.88

Promoters

Naresh Chander Oberoi, Bharat Oberoi, Renu Naresh Oberoi, Jai Ram Oberoi, Naresh Oberoi Family Trust, Bharat Oberoi Family Trust And Kabir and Kimaya Family Private Trust

Company Overview

Powerica Limited is a power solutions provider specializing in diesel generator sets (7.5 kVA to 10,000 kVA) for diverse industrial applications. The company operates through its generator set division (manufacturing Cummins-powered DG sets across three facilities), wind power division (279.55 MW capacity across 11 projects in Gujarat), and emission control solutions via its associate, offering a diversified presence in power generation and sustainability solutions.

Object of the Issue

- Prepayment/repayment of certain outstanding borrowings availed by the Company, in part or full: ₹525.00 crores
- General corporate purposes

Price Band Analysis

At ₹395, the stock trades at 28.43x P/E and 3.96x P/B, implying a moderately premium valuation, with growth expectations largely priced in despite steady industry demand.

Peer Comparison (as of FY25)

Company Name	EPS (₹)	NAV (₹)	P/E	RONW (%)
Powerica Limited	15.26	99.76	25.88	15.37
Cummins India Limited	72.15	272.78	64.13	26.45
Kirloskar Oil Engines Limited	33.60	212.60	43.24	15.85
NTPC Green Energy Limited	0.67	21.88	129.40	2.58
Acme Solar Holdings Limited	4.53	74.54	50.74	5.59
Adani Green Energy Limited	8.37	76.62	101.53	11.90

Risk Measures:

- The company has high segment concentration, with 85.00% of FY25 revenue derived from its Generator Set Business, increasing dependence on a single segment and exposing earnings to sector-specific risks.
- The company has high dependency on key OEM partnerships, with 70.39% of FY25 revenue linked to Cummins-powered products; any disruption in its long-standing relationship with Cummins or collaboration with Hyundai could adversely impact operations and revenue stability.

Investment Rationale:

- The company delivered 20.06% revenue growth to ₹2,653.27 crores in FY25, driven by strong HHP DG set sales and Wind EPC execution, while profitability remains operationally stable despite lower PAT due to absence of one-off gains, with normalized ROE (17.53%) and ROCE (27.02%) reflecting sustainable performance.
- A large portion of the IPO comprises an Offer for Sale (₹400 crores), providing no direct capital to the company, while from the fresh issue ₹525 crores is allocated toward debt repayment, limiting funds available for growth initiatives and expansion.
- The business remains highly dependent on key OEM relationships, with 70.39% of FY25 revenue linked to Cummins-powered DG sets; any disruption or adverse changes in this long-standing partnership could materially impact operations and profitability.
- The company faces high segment concentration, with 85.00% of FY25 revenue from the Generator Set Business, while fixed-tariff wind PPAs limit cost pass-through, potentially pressuring margins over the long term.

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

Particular	H1-FY26	FY25	FY24
Revenue From Operations	1,447.44	2,653.27	2,210.00
EBITDA	220.42	345.66	362.45
EBITDA Margin (%)	15.23	13.03	16.40
PAT	134.55	175.83	226.11
PAT Margin (%)	9.12	6.49	9.59
EPS	11.74	15.26	18.46
Return on Equity (RoE%)	11.60	17.53	26.50
Return on Capital Employed (RoCE%)	13.90	27.02	43.47
Debt to Equity Ratio	0.40	0.29	0.20

Source: RHP

Product wise Revenue Bifurcation (₹ in Crores)

Particulars	H1-FY26	FY25	FY24
Diesel Generating Sets	979.07	1,821.48	1,573.46
Sale of Electricity	124.09	200.52	215.65
Others	344.28	631.27	420.89
Total	1,447.44	2,653.27	2,210.00

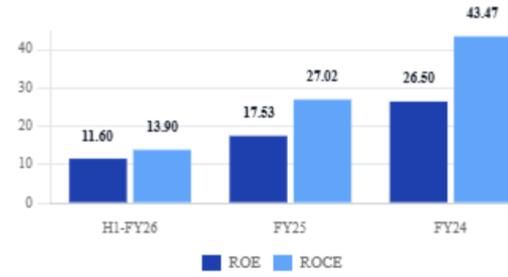
About The Founder



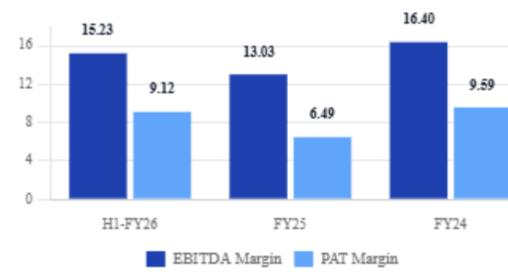
Bharat Oberoi is the Chairman and Managing Director of the company and a promoter, associated with the business since 1994. He has completed his schooling from G.D. Somani Memorial School, Mumbai, and brings over 30 years of experience in the generator set industry.

FINANCIAL HIGHLIGHTS

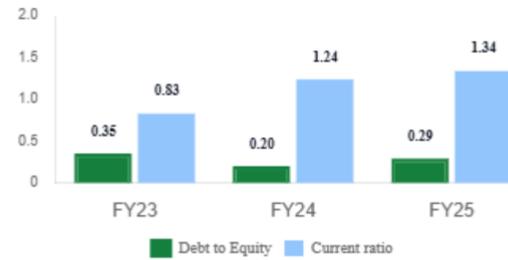
Return Ratios



EBITDA and PAT Margin



Key Ratios:



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