



IPO DETAILS

#IPOlogy

# KUSUMGAR LIMITED



 **ISSUE OPEN**

**08/07/2026**

 **ISSUE CLOSE**

**10/07/2026**

Min. Lot Size

**35 Shares**

Issue Price Band

**₹398 - ₹419**

**Issue Size**

**Fresh Issue:**  
NIL

**OFS:**  
1.55 Cr Eq shares  
(₹650.00 Cr)

**Face Value**

₹1

**Industry**

Technical Textiles

**Listing at**

NSE, BSE

Rating

**Subscribe**  
(With Caution)

**APPLY NOW**

**Marwadi Shares and Finance Limited**

**Corporate Office:** Marwadi Financial Plaza, Nana Mava Main Road, Off 150ft Ring Road, Rajkot - 360001, Gujarat.

**Registered Office:** X-Change Plaza, Office No. 1201 to 1205, 12th Floor, Building No. - 53E, Zone - 5, Road 5E, Gift City, Gandhinagar - 382355, Gujarat.

0281 7174 100/0281 6192 100 **CIN of MSFL:** U65910GJ1992PLC017544

SEBI Reg. No. of MSFL for NSE, BSE, MCX, NCDEX: INZ000174730 | Membership No.: NSE:08760, BSE:0910, MCX:56410, NCDEX:1280 | SEBI Regn.No. of DP: IN-DP-476-2020 (NSDL DPID:IN300974) (CDSL DPID:12035100) | Research Analyst: INH 000002186 AMFI: ARN-42506 | PFRDA: POP07082018

**Disclaimer:** 'Investment in securities market are subject to market risks, read all the related documents carefully before investing'.

For Facts & Figures



## KUSUMGAR LIMITED

### Rationale

Considering the FY26 EPS of Rs 9.35 on a post issue basis, the company is going to list at a P/E of ~45x with a market cap of Rs 4,399 Cr. While its peers, namely Garware Technical Fibres Ltd, Arvind Ltd and SRF Ltd are trading at a P/E of ~35x, ~35x, and ~43x, respectively.

We assign a "Subscribe (With Caution)" rating to this IPO as they operate in markets with high entry barriers and its available at a reasonable valuation considering the growth potential of the company. However, the company reported negative operating cash flows in FY25, which warrants caution from a long-term investment perspective.

### Company Overview

Incorporated in 1990, Kusumgar Ltd is a manufacturer of woven, coated, and laminated synthetic fabrics known as engineered fabrics. Its products are based mainly on polyamide and polyester filaments, using polyurethane chemistry.

Their expertise is manufacturing fabrics where critical performance parameters include tensile strength, tear strength, abrasion resistance, comfort, airpermeability, and water proofing, among others.

As of March 31, 2026, it has developed over 1,000 unique fabric types (SKUs), building a strong position in the synthetic functional and performance fabric space.

The company manufactures products primarily for four market segments: (i) Aerospace and Defence Fabrics; (ii) Aerospace and Defence Solutions; (iii) Industrial and Automotive Fabrics; and (iv) Outdoor and Lifestyle Fabrics, each of which has high entry barriers

The company derives 31.67% of its revenue from Aerospace and Defence Fabrics, 24.43% from Industrial and Automotive Fabrics, 22.97% from Aerospace and Defence Solutions, 18.57% from Outdoor and Lifestyle Fabrics, and the remaining 2.36% from other sales.

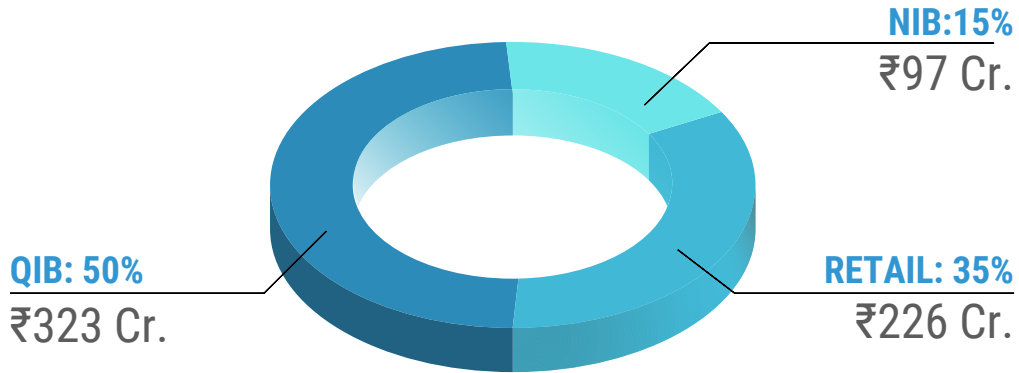
### Manufacturing Excellence

They have six manufacturing facilities, all of which are in Gujarat, India, and one fabrication unit in Uttar Pradesh, India. Their integrated setup allows them greater control over quality and delivery.

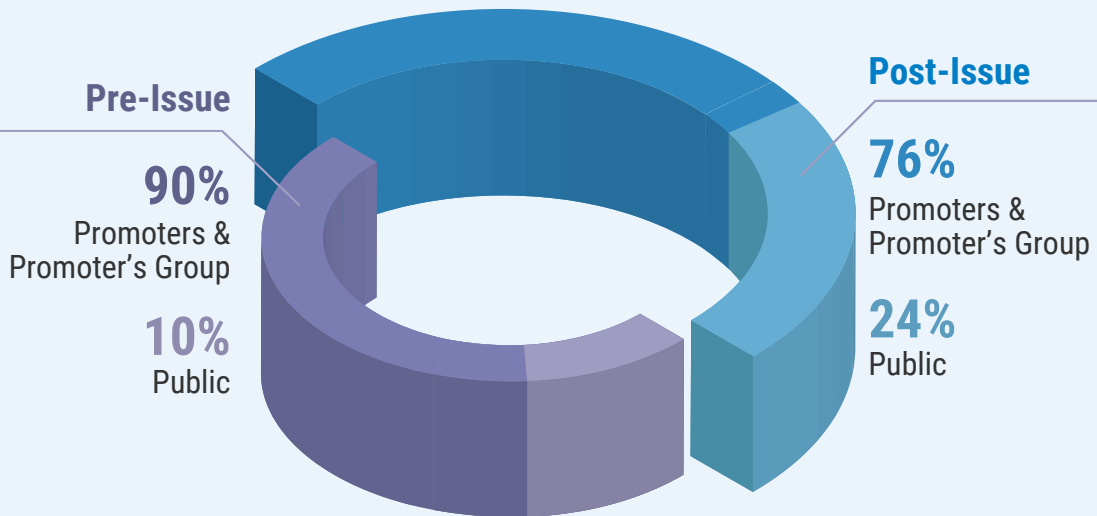


**KUSUMGAR LIMITED**  
Issue Details

### Issue Break-Up



### Shareholding Pattern



### Capital Structure (in ₹ Cr.)



**22 Cr**

Authorised Equity Share Capital



**11 Cr**

Paid-Up Capital (Pre-Offer)



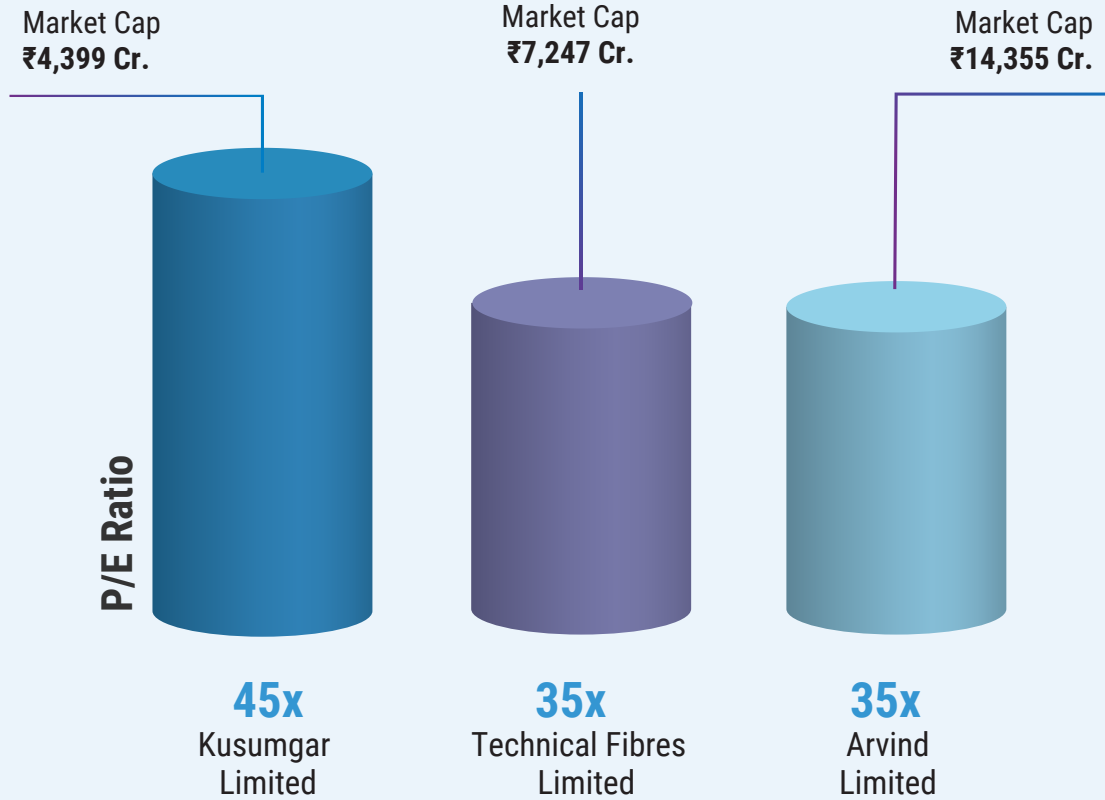
**11 Cr**

Paid-Up Capital (Post-Offer)



# KUSUMGAR LIMITED

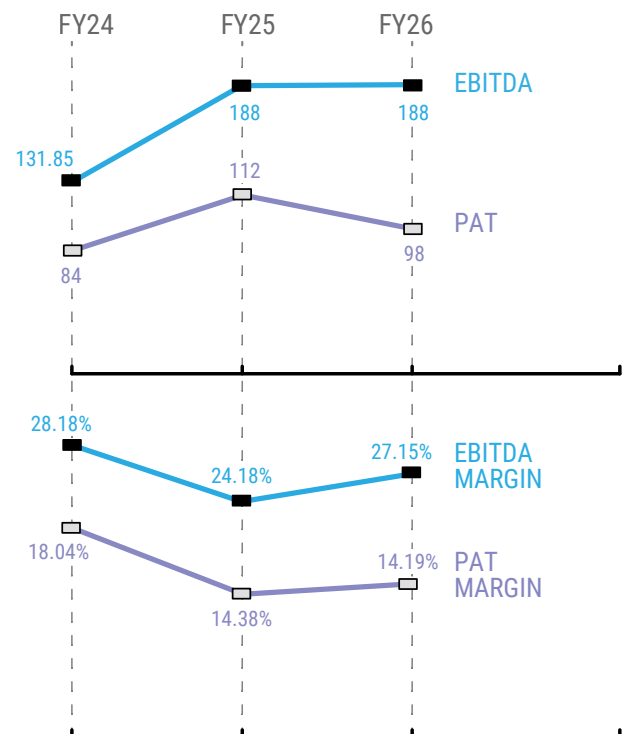
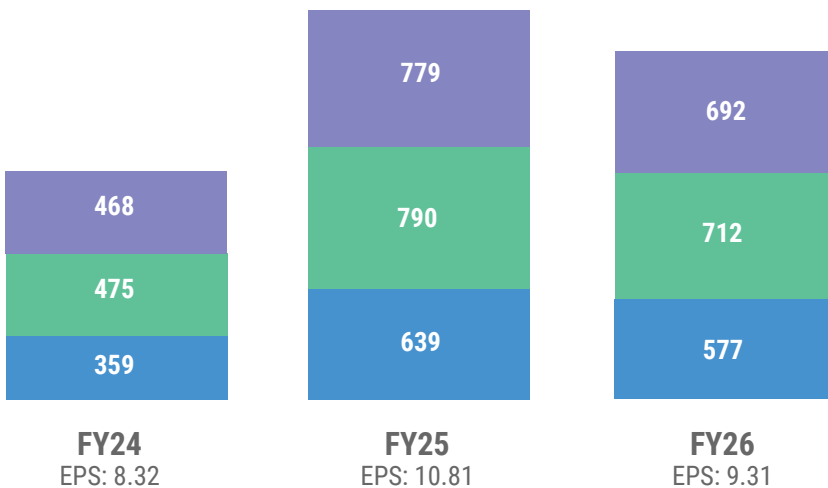
## Valuations and Peer Comparison



Market Cap data of listed securities as on July 06, 2026

## Financial Snapshot (in ₹ Cr.)

- Revenue
- Total Income
- Total Expenses





# KUSUMGAR LIMITED

## Business Insights



### Competitive Strengths

- They operate in markets with high entry barriers.
- Their technical capabilities allow them to develop and supply unique solutions for their customers.
- They have a diversified presence across multiple end-use segments, each of which has independent growth drivers.
- They have long-standing relationships with key customers
- Their track record has given us access to technology and markets through partnerships.
- They have experienced and visionary Promoters supported by a professional management team. Our culture promotes innovation and quality.



### Business Strategy

- Continue to follow a “build, retain, extend” framework with respect to their aerospace and defence business.
- Continue to work closely with global brands to grow their outdoor and lifestyle fabrics business.
- Steadily grow their industrial and automotive fabrics business by increasing wallet share and providing customized solutions.
- Continue to focus on manufacturing products and solutions with high gross margins and high entry barriers to continue to drive profitable growth.
- Continue to invest in their capabilities and people to support growth, research and development, and efficiency improvement.



### Risks

- They derived 31.67%, 24.43% and 22.97% of their revenue from contracts with customers for Fiscal 2026 from their aerospace and defence fabrics, industrial and automotive fabrics, and aerospace and defence solutions market segments, respectively. If there is any decline in demand for aerospace and defence fabrics, industrial and automotive fabrics, and aerospace and defence solutions, it could have a material adverse effect on their business, financial condition, results of operations and cash flows.
- They incurred negative cash flows from operating activities in Fiscal 2025 and may continue to incur negative cash flows in the future. Continued negative cash flows from operating activities could adversely affect their business, results of operations, and financial condition.

### Promoters and Management Details

Siddharth Yogesh Kusumgar - Chairman and Managing Director

Sapna Siddharth Kusumgar - Joint Managing Director

Ankur Kothari - Executive Director and Chief Executive Officer

Research Disclaimer <https://bit.ly/2RK2tzc>

