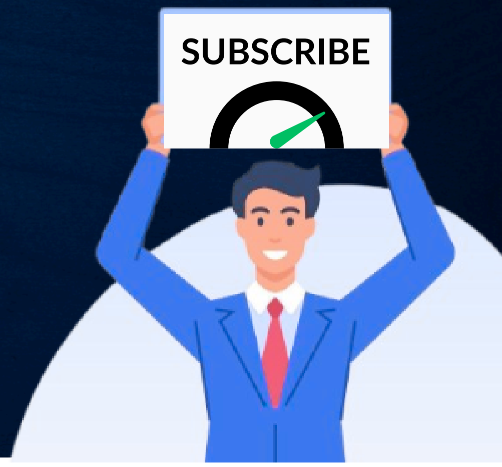
// सर्वे भवन्तु धनिनः //

swastika




# IPO NOTE

## DHOOT TRANSMISSION LIMITED

**Rating:**

**SUBSCRIBE**

Dhoot Transmission Ltd. is a leading manufacturer of wiring harnesses and electrical distribution systems for the automotive and industrial sectors.

### OBJECTS OF THE ISSUE

- Repayment of existing borrowings.
- Investment in subsidiaries to repay their outstanding debt.
- Set up new wiring harness manufacturing plants in Haryana and Tamil Nadu.
- Fund inorganic growth (acquisitions) and general corporate purposes.

### ISSUE OFFER

| ISSUE OFFER | |
|---|---|
| Issue Opens on | AUG 10, 2026 |
| Issue Close on | AUG 12, 2026 |
| Total IPO size (cr) | ₹3,067 |
| Fresh issue (cr) | ₹1,400 |
| Offer For Sale (cr) | ₹1,667 |
| Price Band (INR) | ₹829-871 |
| Market Lot | 17 SHARES |
| Face Value (INR) | ₹2 |
| Listing At | BSE, NSE |
| Market Cap (Pre IPO) | ₹17,816.14 CR. |

### FINANCIALS (RESTATED CONSOLIDATED)

| PARTICULARS (IN CRORE) | FY 2026 | FY 2025 | FY 2024 |
|---|---|---|---|
| Equity Share Capital | 0.01 | 0.01 | 0.01 |
| Net Worth | 2,397.15 | 978.18 | 741.01 |
| **Revenue from operations** | **4524.9** | **3444.8** | **2797.7** |
| EBITDA Margin% | 15.71% | 17.15% | 18.31% |
| **Net Profit/Loss of the year** | **396.84** | **353.89** | **298.75** |

### ISSUE BREAK-UP (%)

| | |
|---|---|
| QIB Portion | 50% |
| NII Portion | 15% |
| Retail Portion | 35% |

### FINANCIAL RATIOS OF FY26

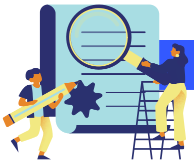
| ROCE | ROE | P/E ( Pre IPO) |
|---|---|---|
| 19.14% | 16.30% | 41.36x |

### INDICATIVE TIMETABLE

| INDICATIVE TIMETABLE | |
|---|---|
| Basis of Allotment | 13-08-2026 |
| Refunds/Unblocking ASBA Fund | 14-08-2026 |
| Credit of Share to Demat A/c | 14-08-2026 |
| Listing Date | 17-08-2026 |

### OUTLOOK & VALUATION

- Dhoot Transmission has delivered a faster 3-year revenue CAGR (~27%) compared to the legacy auto ancillary market growth rate of 12%–15%.
- A Top-2 player in 2W/3W wiring harnesses with a dominant position in the EV segment.
- Well-positioned to benefit from rising EV penetration, premiumisation, and higher wiring harness content per vehicle.
- High customer concentration and execution of expansion projects remain key monitorables.
- Subscribe for long-term growth potential and potential listing gains; however, the valuation is fairly priced, making disciplined position sizing advisable.



## COMPANY PROFILE

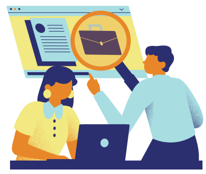
- Dhoot Transmission Limited is one of India's leading electrical and electronics (E&E) companies engaged in the design, engineering, manufacturing, and supply of wiring harnesses and electrical distribution systems for automotive and non-automotive applications.
- The company offers a diversified product portfolio comprising wiring harnesses, battery packs, sensors and electronic controllers, automotive switches, terminals, connectors, and power supply cords, catering to both internal combustion engine (ICE) and electric vehicle (EV) platforms.
- The company is among the top two players in India's two-wheeler (2W) and three-wheeler (3W) wiring harness market, with a 41% market share and is a leader in the electric 2W and 3W segment with a market share of nearly 70% in Fiscal 2026.
- Its products are also used in commercial vehicles, off-highway vehicles, farming equipment, and industrial applications.

## COMPETITIVE STRATEGIES

- Broaden product portfolio around electrification/premiumization — expand wiring harness content, EV battery pack interconnects, and power electronics/charging sub-systems
- Strengthen R&D/engineering capability — new R&D center, focus on HV/LV harnesses, modular/zonal architectures
- Invest ahead of demand — new plants in Hosur (TN) and Chakan (Pune) for wiring harnesses and battery manufacturing, customer-proximate and modular capacity expansion

## KEY CONCERNS

- High dependence on 2W/3W segment and wiring harness business.
- Customer concentration risk, with top 10 customers contributing ~81% of revenue.
- Capital-intensive business requiring continuous capex and working capital.
- Exposed to raw material price volatility and import competition.
- Business performance linked to auto demand and economic cycles.



## KEY STRENGTHS

- Established leadership & scale in 2W/3W wiring harnesses with a critical, extensive product portfolio
- Well-positioned to ride electrification, premiumization, automation/safety and connected-vehicle trends
- Marquee, diversified OEM customer base with deep, sticky, long-tenured relationships
- Strong financial performance — consistent growth, profitability and capital efficiency
- Experienced management/R&D team backed by strong investor sponsorship (BC Asia XV holds 55% pre-offer)

## COMPARISON WITH LISTED INDUSTRY PEERS

| Name of the Company | EPS (₹ Basic) | P/E | NAV | Revenue (cr.) | RoNW% |
|---|---|---|---|---|---|
| **Dhoot Transmission Ltd.** | **24.40** | **41.36** | **149.74** | **4524.9** | **16.55** |
| Peer Group | | | | | |
| Minda Corporation Ltd | 15.31 | 46.49 | 110.58 | 6185.3 | 13.63 |
| Uno Minda Ltd | 20.78 | 56.87 | 118.36 | 19657.5 | 17.53 |
| Motherson Sumi Wiring India Ltd | 0.94 | 43.24 | 3.26 | 11477.5 | 28.92 |
| Sona Blw Precision Forgings Ltd | 10.30 | 74.64 | 96.23 | 4475.1 | 10.70 |