

LOGIC TRADE

INVESTMENT RESEARCH



PESHWA WHEAT

RESEARCH REPORT

NEUTRAL

ISSUE DATE: 24-28 SEP

OPENING DATE: 24 SEP

About

Incorporated in 2023, Peshwa Wheat Ltd is engaged in the processing of wheat-based products such as Atta (wheat flour), Sortex Wheat, Broken Wheat, and other flour products including Gram Flour (Besan) and Maize Flour. The company supplies products mainly in 50 kg and 30 kg packaging. During production, by-products like wheat bran are used for cattle feed, to operate with zero waste and zero discharge.

Business Model:

- Sale through Super Stockiest
- Direct Sale to Customers

The company operate a modern, fully integrated flour processing unit located at Indore, Madhya Pradesh, with an installed capacity of 56,100 MTPA. The unit is equipped with advanced cleaning and milling technology to ensure high-quality and hygienic production.

It mainly sell the products in the B2B segment across Madhya Pradesh, Maharashtra, Karnataka, and Gujarat. Products are sold through Super Stockists, who supply to wholesalers and retailers. Further, it also sell directly to customers who require bulk quantities, such as restaurants, bakeries, wholesalers, and large buyers. In addition to flour processing, the Company is involved in the trading of vegetables, mainly potatoes and tomatoes, within Madhya Pradesh.

As of March 31, 2026, the company has 24 permanent employees.

Competitive strengths

- Established Promoters and Skilled Management Team
- Integrated Processing Operations
- Strategic Procurement Relationship and strong Supply Chain
- Strong focus on Quality and Food Safety Standards and maintaining Hygienic Processing Standards

Investment Rationale

Strong Revenue & Profit Growth — Peshwa Wheat has demonstrated significant growth in recent years, with revenue increasing from ₹43.79 crore in FY24 to ₹171.54 crore in FY25 and ₹215.94 crore in FY26. PAT increased from ₹5.21 crore in FY24 to ₹11.84 crore in FY25 and ₹15.81 crore in FY26. FY26 revenue and PAT growth stood at approximately 26% and 34%, respectively.

Integrated Flour Processing Facility — The company operates an integrated flour-processing facility in Indore with an installed capacity of approximately 56,100 MTPA, covering milling, cleaning and sorting processes. Its product portfolio includes atta, Sortex wheat, broken wheat, wheat bran, maize flour and gram flour.

Diversified Product Portfolio — While wheat-based products remain the core business, the company also sells gram flour, maize flour, broken wheat and wheat bran. In FY26, wheat and other flour products contributed 96.41% of operating revenue, with wheat products alone contributing 85.79%. This provides a focused product offering while maintaining multiple products within the flour-processing segment.

Healthy Reported Return Ratios — The company reported 36.71% RONW and 33.44% ROCE in FY26, reflecting strong reported returns relative to its capital base. FY26 debt-to-equity stood at 0.55x, compared with 0.83x in FY25.

Capacity Expansion & Working Capital — The fresh issue of up to ₹53.52 crore is intended to fund business requirements including capital expenditure and working capital. Deployment of IPO proceeds toward these areas could support the company's operating capacity and future scale, subject to execution.

Commodity-linked Business — The company operates in a commodity-linked food-processing business where wheat and gram procurement prices are influenced by agricultural conditions and government policies. The RHP notes that raw materials are procured largely on a spot-price basis and that the company does not generally have long-term fixed-price supply contracts.

Issue Summary

Issue Size	52,99,200 SHARES (AGG. UP TO RS. 54 CR)
Face Value	RS 10 PER SHARE
Price Band	RS 95 TO 101
Market Lot	1,200 SHARES

Min. Investment (Retail)	1,21,200
Pre-Issue Shares	1,37,28,996 SHARES
Post-Issue Shares	1,90,28,196 SHARES
Listing	BSE Limited and NSE (Designated Stock Exchange: BSE)
BRLMs	Finaax Capital Advisors Pvt. Ltd
Registrar	Maashitla Securities Private Limited

Indicative Timetable

Anchor Investor Bidding Date	-----
Bid/Issue Opens on	24 SEPTEMBER
Bid/Issue Closes on	28 SEPTEMBER
Allotment Finalisation	29 SEPTEMBER
Credit to Demat Account	30 SEPTEMBER
Tentative Listing Date	1 OCTOBER

Objects of the Issue

Funding capital expenditure towards purchase of plant and machineries	Rs 6.69 cr.
Funding Capital Expenditure Towards Civil Construction	Rs 5.01 cr.
Funding working capital requirement of the company	Rs 26.50 cr.
Total Gross Proceeds	Rs 38.20 Cr.

Shareholding Pattern

Shareholder	Pre-Issue	Post-Issue
Promoters	72.61%	52.39%
Public and Others	27.39%	47.61%
Total	100%	100%

Key Risks

Volatility in wheat prices and raw material availability — margin pressure risk — The company's profitability is materially exposed to fluctuations in wheat prices, which can arise from crop yields, weather conditions, government procurement policies, MSP interventions, and changes in domestic supply. A sharp increase in wheat prices may not always be fully passed on to customers, potentially compressing gross margins. Conversely, a decline in wheat prices could result in inventory valuation pressure and lower realizations on existing stocks.

Dependence on agricultural conditions — supply-side uncertainty — Wheat availability and quality are dependent on weather conditions, rainfall patterns, temperature, crop yields and pest-related risks. Adverse climatic conditions could affect procurement volumes, wheat quality and input costs, potentially impacting production and operating margins.

Government intervention in the wheat market — regulatory and pricing uncertainty — The wheat and food-grain industry remains exposed to government policies relating to procurement, MSP, stock limits, exports/imports and food security measures. Changes in these policies could affect raw material availability, procurement costs, selling prices and inventory levels.

Competitive intensity in the branded wheat/atta market — pricing pressure — The company operates in a highly competitive market with established national brands, regional players and local flour mills. Increased competition, promotional spending or aggressive pricing by competitors could constrain pricing power and adversely affect margins and market share.

Working capital and inventory risk — higher funding requirements — Wheat and finished-product inventories require meaningful working capital, particularly when the company builds stocks ahead of seasonal demand or anticipates higher wheat prices. Higher inventory levels can increase borrowing requirements and expose the company to inventory holding, price correction and liquidity risks.

Quality and food-safety risk — potential impact on brand reputation — The business is exposed to risks relating to wheat quality, contamination, adulteration, moisture, storage conditions and compliance with applicable food-safety standards. Any significant quality-related incident could result in product recalls, regulatory action, customer claims and reputational damage.

Dependence on distribution network — execution risk — The company's ability to grow sales depends on maintaining an effective network of distributors, dealers and retailers. Disruptions in distribution, loss of key channel partners or difficulties in expanding into new markets could adversely affect sales growth and market penetration.

Exhibit 1: Revenue Concentration Through Top 10 Customers

Period	Sales to Top 10 Customers (INR Lakh)	% of Product Revenue
FY2023	365.21	25.83%
FY2024	2265.02	25.72%
FY2025	12175.30	70.98%
9M FY2026	5421.08	71.04%

Source: Company RHP, Logic Trade

Exhibit 2: Profit and Loss Statement (INR Crore)

Particulars	FY2023	FY2024	FY2025	FY2026
Revenue from Operations	14.14	43.79	171.54	215.94
Revenue Growth (YoY)	-	208.6%	291.7%	25.9%
Raw Material Cost (net inv. chg.)	11.64	35.66	150.26	190.30
Manufacturing Expenses	-	-	-	-
Employee Benefits Expense	-	0.27	1.09	0.84
Other Expenses	-	0.96	2.14	2.06
EBITDA	1.78	6.91	18.05	22.73
EBITDA Margin (%)	-	15.08%	10.53%	10.54%
Finance Costs	-	0.14	1.13	1.09
Depreciation and Amortisation	-	0.09	0.89	0.42
Profit Before Tax	1.45	6.69	16.04	21.20
Tax Expense	-	1.47	4.20	5.40
Net Profit (PAT)	0.53	5.21	11.84	15.81
PAT Margin (%)	6.5%	11.9%	6.9%	7.3%
Basic EPS (INR)	1.49	7.82	8.62	11.51
Diluted EPS (INR)	1.49	7.82	8.62	11.51

Source: Company RHP, Logic Trade

Exhibit 3: Restated Balance Sheet (INR Crore)

Particulars	FY2023	FY2024	FY2025	FY 2026
Equity Share Capital	3.43	6.86 Cr.	13.73 Cr.	13.73
Reserves and Surplus	-	8.56 Cr.	13.53 Cr.	29.34
Total Equity	3.43	15.42	27.26	43.06
Long-Term Borrowings	-	0.23	0.47	0.80
Short-Term Borrowings	-	7.70	22.13	22.94

Trade Payables		4.39	2.73	3.58
Other Current Liabilities		8	8	0.38
Total Liabilities and Equity		31	57	80.60
Property, Plant and Equipment		5.20	4.62	4.10
Other Non-Current Assets	-	0.21	0.22	0.26
Total Non-Current Assets		5.41	4.84	4.36
Inventories	-	18.30	23.34	29.92
Trade Receivables	-	5.27	19.06	19.76
Cash and Bank Balances	-	1.70	1.85	2.36
Other Current Assets	-	0.44	14.69	24.15
Total Current Assets		25.71	58.94	76.19

Source: Company RHP, Logic Trade

Exhibit 4: Key Financial Ratios and Performance Metrics

Metric	FY2023	FY2024	FY2025	FY2026
EBITDA Margin (%)	12.52%	15.80%	10.53%	10.53%
PAT Margin (%)	3.74% ⁵	11.89%	6.90%	7.32%
Return on Equity / ROE (%)	9.94%	45.90%	55.47%	44.96%
Return on Capital Employed / ROCE (%)	10.33%	29.24%	34.44%	33.44%
Debt to Equity Ratio (x)	0.78x	0.51x	0.83x	0.55x
Current Ratio (x)	1.55x	1.67x	1.38x	2.06x
Debt Service Coverage Ratio (x)	3.39x	19.37x	12.69x	-
Inventory Turnover Ratio (x)	7.33x	2.71x	7.23x	-
Trade Receivables Turnover (x)	33.04x	12.72x	14.03x	-
Working Capital Turnover (x)	1144x	4.23x	11.73x	-
Net Cash from Operations (INR Cr)	-	-2.02	-13.10	15.64

Source: Company RHP, Logic Trade. * Not annualised. # As at December 31, 2025.

Exhibit 5: Peer Comparison — Listed In Other Agricultural Products

Company	Revenue (INR Cr)	Diluted EPS (INR)	Mkt Price (INR, 15-Jun-26)	P/E (x)	RONW (%)
Stanbik Agro Limited	52.49	5.09	24.30	4.78x	22.33%
Unisem Agritech Limited	58.38	5.32	49	9.21x	44.53%
Shreeji Global FMCG Limited	648.92	7.67	160.20	20.88x	18.80%
Truall Bioenergy Limited	1880	19.91	402	20.19x	11.90%
BharatRohan Airborne Onnovation Ltd	28.23	5.53	125	22.60x	20.38%
Industry P/E Average				15.53x	5.20

Source: Company RHP, NSE closing prices as at June 15, 2026. * EPS adjusted for 10:1 share split (April 18, 2026).

Management

Exhibit 6: Key Personnel

Name and Age	Designation	Background and Experience
Rahat Ali Saiyed	Chairman & Managing Director	10+ years of experience in trading and processing of wheat and allied products. Previously associated with M/s. Peshwa Wheat as a partner. Responsible for business strategy, marketing, sales, expansion and overall management.
Sadaf Saiyed	Whole-Time Director	More than 7 years' experience in agriculture and food industry . Part of the promoter/management group and involved in the company's operations.
Shehnaj	Non-Executive Director	Promoter with 7+ years' experience in agriculture and food industry , according to the company's disclosure.
Mo12.Jed. & Riyazuddin Qureshi	Promoters	Mo. Jed is Promoter with 7+ years experience in agriculture and food industry. Part of the promoter/management group and involved in the company's operations.
Ritu Jain	Company Secretary	Appointed Company Secretary & Compliance Officer on June 1, 2025; associated with Raunak Bansal & Associates previously.

Source: Company RHP, Logic Trade

Valuation and View

At the upper price band of ₹101 per share, Peshwa Wheat is valued at approximately 12.15x post-issue FY26 earnings, based on the post-issue EPS of ₹8.31. The implied post-issue market capitalisation is approximately ₹192.18 crore. On FY26 book value/NAV of ₹31.37 per share, the issue is valued at around 3.22x price-to-book.

The company reported revenue of ₹215.96 crore and PAT of ₹15.81 crore in FY26, compared with ₹171.55 crore revenue and ₹11.84 crore PAT in FY25. This represents approximately 26% revenue growth and 34% PAT growth during the year. FY26 EBITDA stood at ₹22.73 crore, with an EBITDA margin of 10.53% and PAT margin of 7.32%.

Peer Context

The offer-document-based peer comparison shows Peshwa Wheat at 12.15x P/E at the upper price band. Other selected agricultural/food-product SME IPOs in the comparison were reported at P/E multiples ranging from approximately 9.90x to 15.05x.

However, peer comparison should be interpreted alongside differences in business mix, scale, margins, growth rates, operating history and capital structure.

Key Factors Supporting the Valuation

Revenue increased from ₹43.81 crore in FY24 to ₹215.96 crore in FY26.

PAT increased from ₹5.21 crore to ₹15.81 crore over the same period.

FY26 ROE was reported at 44.96%, while ROCE was 33.44%.

Debt-to-equity stood at 0.55x in FY26.

IPO proceeds are primarily intended for working capital, plant & machinery and civil construction, which could support capacity and operating expansion.

Key Factors to Monitor

FY26 PAT margin stood at 7.32%, leaving profitability exposed to changes in wheat and other raw-material prices.

Total borrowings stood at ₹23.74 crore in FY26.

The business has significant customer concentration, with the top five customers contributing 64.14% of FY26 revenue.

The company operates with exposure to agricultural commodity prices and supply conditions.

The company was incorporated in 2023, giving it a relatively short standalone operating history compared with more established food-processing businesses.

As an SME IPO, trading liquidity and price discovery after listing can differ from main-board companies.

Neutral View

Peshwa Wheat is being offered at 12.15x post-issue FY26 earnings at the upper price band, with FY26 revenue and PAT growth of approximately 26% and 34%, respectively. The company has reported strong return ratios and improving scale, while the proposed IPO proceeds are intended primarily toward working capital and capacity-related expenditure. Against this, investors should consider the company's relatively short operating history, moderate PAT margins, customer concentration, commodity-price exposure and borrowings. The valuation therefore needs to be assessed in conjunction with the company's growth trajectory, margin sustainability, working-capital requirements and the risks associated with its SME structure.

Research-note conclusion:

Valuation: 12.15x P/E | Growth: Strong | Margins: Moderate | Balance Sheet: Moderate leverage | Key Watchpoints: Customer concentration, commodity prices, working capital & operating history.

Investment Rating Definition

Rating	Definition
Subscribe / Buy	The company's valuation, financial performance, growth prospects and business fundamentals support the investment case, with identified risks considered manageable.
Neutral / Hold	The company has a balanced mix of positive and risk factors. Valuation and fundamentals warrant monitoring, while the available information does not provide a clear basis for a stronger or weaker rating.
Avoid / Sell	Valuation, financial performance, business risks or other material factors present significant concerns that may outweigh the identified positives.

Disclaimer

This Research Report has been prepared and presented by Shubham Goyal of Logic Trade (SEBI Research Analyst Registration Number: INH000023524). The report does not constitute any offer or advice to sell, or solicitation to buy, any securities. The information is intended for the named recipient only, is based on the Company's Red Herring Prospectus dated 24 SEPTEMBER, 2026, and publicly available data as of SEPTEMBER 24, 2026. While believed to be accurate, no representation or warranty is made as to accuracy or completeness. Research analysts bound by Regulation 19 of SEBI Research Analyst Regulations, 2014 have not and will not receive compensation from the company in connection with this report. Readers are advised to exercise their own judgement and consult their financial adviser before making any investment decision.

INVESTMENT IN SECURITIES MARKETS IS SUBJECT TO MARKET RISKS. READ ALL RELATED DOCUMENTS CAREFULLY BEFORE INVESTING.

Disclosures — SEBI Research Analyst Regulations 2014, Regulation 19

Sr.	Disclosure	Yes/No
A	Analyst or relative has direct/indirect financial interest in the company	No
B	Analyst or relative has material conflict of interest at time of publication	No
C	Analyst or relative holds 1% or more equity in the company	No
D	Analyst/associates received compensation from company in past 12 months	No
E	Analyst/associates managed or co-managed public offering for the company	No
F	Analyst served as officer, director, or employee of the company	No
G	Analyst has been engaged in marketing activity for the company	No

Shubham Goyal | logictrade.co.in@gmail.com | Founder and CEO, Logic Trade

54-219, Heera Path Mansarovar, JAIPUR, RAJASTHAN, 302020