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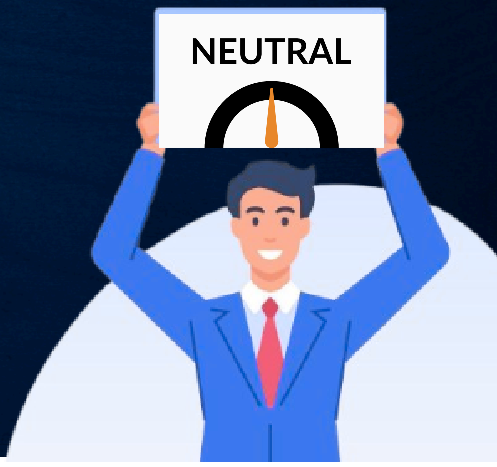

IPO NOTE

KARAMTARA ENGINEERING LIMITED

Rating:

NEUTRAL

ISSUE OFFER

Issue Opens on	SEP 09, 2026
Issue Close on	SEP 11, 2026
Total IPO size (cr)	₹875 CR
Fresh issue (cr)	₹675 CR
Offer For Sale (cr)	₹200 CR
Price Band (INR)	₹241-254
Market Lot	59 SHARES
Face Value (INR)	₹10
Listing At	BSE, NSE
Market Cap (Pre IPO)	₹8,174.30 CR.

MINIMUM INVESTMENT DETAILS

Number of Shares	3,44,48,817
Minimum Investment Amount	₹14,986
Small-HNI (Min)/ 826 Shares	₹2,09,804
Big-HNI (Min)/ 3,953 Shares	₹10,04,062

INDICATIVE TIMETABLE

Basis of Allotment	15-09-2026
Refunds/Unblocking ASBA Fund	16-09-2026
Credit of Share to Demat A/c	16-09-2026
Listing Date	17-09-2026

ISSUE BREAK-UP (%)

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

Incorporated in 1996, Karamtara Engineering Limited is engaged in the business of manufacturing Products for renewable energy and transmission lines.

OBJECTS OF THE ISSUE

- Funding prepayment, repayment and/ or payment obligations to lenders towards borrowings and Acceptances, in part or full
- General Corporate Purposes

FINANCIALS (RESTATED CONSOLIDATED)

PARTICULARS (IN CRORE)	FY 2026	FY 2025	FY 2024
Equity Share Capital	292.29	292.29	5.53
Net Worth	1,219.40	982.67	552.92
Revenue from operations	**4,311.97**	**3,158.44**	**2,425.15**
EBITDA Margin%	11.55%	10.98%	10.84%
Net Profit/Loss of the year	**228.75**	**139.33**	**102.65**

FINANCIAL RATIOS OF FY26

ROCE	ROE	P/E (Pre IPO)
23.27%	20.77%	32.77x

OUTLOOK & VALUATION

- The IPO is priced at a premium compared with all listed peers. But strong revenue and profit growth, along with healthy margins and ROE/ROCE, are key positives.
- Largest integrated player in India by installed capacity for solar structures/trackers in FY26 (aggregate capacity ~889,200 MTPA, of which ~492,000 MTPA solar ≈ 16.81 GW).
- Karamtara Engineering as a high-conviction proxy play on the expanding renewable energy (solar tracker/wind tower) and power transmission infrastructure sectors. The substantial deleveraging of the balance sheet via IPO proceeds provides immediate bottom-line tailwinds, making it attractive for long-term growth investors.

COMPANY PROFILE

- Karamtara Engineering manufactures products for the power transmission and renewable energy sectors.
- The company's core business involves the production of solar energy components, including solar module mounting structures, solar tracker piles and piers, and solar torque tubes, which account for a substantial majority of its revenue.
- The company generates revenue from domestic sales in India and from export operations serving customers across North America, Europe, Asia, Africa, Australia, and Latin America.
- In addition to solar products, Karamtara Engineering manufactures lattice towers for transmission lines, angular and tubular towers for wind turbines, fasteners, overhead transmission line hardware fittings, and structural steel profiles.
- Manufacturing activities are supported by 13 production facilities, with 12 located across Maharashtra and Gujarat in India and one facility situated in Italy.

COMPETITIVE STRATEGIES

- Expansion of existing installed capacity in India
- Strengthen market position in renewable energy industries and related infrastructure sectors through new product development and expansion into allied offerings
- Focus to increase customer base in international markets
- Continue to improve operational efficiency and implement cost reduction measures by enhancing the capacity of existing facilities and realignment of capacities.

KEY CONCERNS

- Heavy reliance on manufacturing units concentrated in Maharashtra.
- Significant dependence on the solar energy sector for total revenue.
- Substantial revenue concentration among the top 10 customers.
- Vulnerability to fluctuations in global trade policies and tariffs.
- Ongoing legal disputes regarding company properties and promoters

KEY STRENGTHS

- Operates 13 diverse manufacturing facilities across India and Italy.
- Strong market footprint with exports to over 50 countries globally.
- Extensive product portfolio catering to renewable and transmission sectors.
- Established relationships with marquee independent power producers.
- Strategic capacity expansion plans in domestic and international markets.

COMPARISON WITH LISTED INDUSTRY PEERS

Name of the Company	EPS (₹ Basic)	P/E	NAV	Revenue (cr.)	RoNW%
Karamtara Engineering Limited	**7.83**	**32.77**	**41.72**	**4,311.97**	**20.78**
Peer Group					
Inox Wind Limited	2.65	27.08	36.93	4,397.12	8.32
Waaree Energies Limited	129.10	20.48	501.90	26,536.77	32.48
KP Green Engineering Limited	27.15	9.65	91.52	1,245.56	32.32
Suzlon Energy Limited	2.31	20.25	6.90	16,679.11	40.64
Premier Energies Limited	33.63	30.15	95.09	7,824.37	42.35
Vikram Solar Limited	13.68	12.70	87.43	4,802.25	21.34
Saatvik Green Energy Limited	29.83	14.23	107.08	4,548.43	41.97
Emmvee Photovoltaic Power Limited	17.17	18.87	53.37	5,049.87	51.12

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Swastika Investmart Limited, SEBI Reg. No. : NSE/BSE/MSEI: INZ000192732 Merchant Banking: INM000012102 Investment Adviser: INA000009843 MCX/NCDEX: INZ000072532 Research Analyst Reg. No. :INH000024073
CDSL/NSDL: IN-DP-115-2015 RBI Reg. No.: B-03-00174 IRDA Reg. No.: 713.