Rajputana Stainless Ltd.

March 6th, 2026

IPO Details

IPO Date	**9th to 11th Mar, 2026**
Face Value	**₹10 per share**
Price Band	**₹116 to ₹122**
Lot Size	**110 Shares**
Sale Type	**Fresh Capital-cum-Offer for Sale**
Total Issue Size	**2,09,00,000 shares (agg. up to ₹255 Cr)**
Fresh Issue	**1,46,50,000 shares (agg. up to ₹179 Cr)**
Offer for Sale	**62,50,000 shares of ₹10 (agg. up to ₹76 Cr)**
Issue Type	**Book building IPO**
Listing At	**BSE, NSE**
Shareholding pre issue	**6,89,17,658 shares**
Shareholding post issue	**8,35,67,658 shares**
QIB Shares Offered	**Not more than 50% of the Net Offer**
Retail Shares Offered	**Not less than 35% of the Net Offer**
NII (HNI) Shares Offered	**Not more than 15% of the Net Offer**
Retail (Min & Max) shares	**110 Shares & 1,540 shares**
Retail (Min & Max) application amount	**₹13,420 & ₹1,87,880**
S-HNI (Min shares & application amount)	**1,650 shares & ₹2,01,300**
S-HNI (Max shares & application amount)	**8,140 shares & ₹9,93,080**
B-HNI (Min shares & application amount)	**8,250 shares & ₹10,06,500**
Basis of Allotment	**Thu, Mar 12, 2026**
Initiation of Refunds	**Fri, Mar 13, 2026**
Credit of Shares to Demat	**Fri, Mar 13, 2026**
Listing Date	**Mon, Mar 16, 2026**
Cut-off time for UPI mandate confirmation	**5 PM on Wed, Mar 11, 2026**
Promoters	**Shankarlal Deepchand Mehta, Babulal D Mehta, Jayesh Natvarlal Pithva and Yashkumar Shankarlal Mehta**
Registrar	**Kfin Technologies Ltd.**

Note 1: Application made using third party UPI or ASBA A/C is liable to be rejected. For apply please click on the Link https://ipo.adroitfinancial.com/ for any kind of assistance please contact to our helpdesk team at 0120-6826800 or mail us on ipo@adroitfinancial.com

Company Profile

Rajputana Stainless Limited (RSL), originally incorporated in 1991 and headquartered in Gujarat, is an integrated manufacturer of long and flat stainless steel products marketed under the brand name "RSL". The company operates a specialized manufacturing facility in the Panchmahal district with an installed melting capacity of 48,000 MTPA and a rolling capacity of 36,000 MTPA as of September 30, 2025, producing essential industrial components such as billets, forging ingots, black and bright bars, and flat & patti in over 80 diverse grades. RSL functions exclusively within the Business-to-Business (B2B) segment, catering to a diverse customer base of manufacturers and traders across sectors including bar processing, forging, seamless pipes, automotive, and engineering. The company maintains a robust domestic presence in states like Maharashtra and Gujarat while expanding its reach through exports to nine international markets.

Objects of the Issue

- Offer for Sale – Rs. 76 Crore
- Funding capital expenditure requirements for expansion of the existing manufacturing facility at Panchmahal district, Gujarat through forward integration and diversification of product portfolio i.e., Stainless Steel Seamless Pipes ("*Proposed Facility*") – Rs. 18.57 Crore
- Full or part repayment and/or prepayment of certain outstanding borrowings availed by the Company – Rs. 98 Crore
- General corporate purposes – Rs. 62.43 Crore

Financial Details

Particulars (Amount in Crores)	6MFY26	Mar-25	Mar-24	Mar-23
Revenue				
- Revenue from Operations	**501.52**	**932.15**	**909.80**	**947.67**
Expenses				
- Cost of materials consumed	360.23	684.82	742.78	748.54
- Purchase of Traded Goods	47.41	59.49	-	-
- Changes in Inventories of finished goods and work-in-progress	(14.24)	(9.34)	(22.61)	30.40
- Employee Benefit Expense	10.86	23.27	21.44	18.16
- Other expenses	51.33	100.11	108.77	106.70
Total expenses	**455.59**	**858.35**	**850.38**	**903.8**
EBITDA	**45.93**	**73.8**	**59.42**	**43.87**
EBITDA Margin (%)	**9.16%**	**7.92%**	**6.53%**	**4.63%**
- Finance Cost	10.24	15.72	14.46	11.37
- Depreciation and amortization expense	4.59	8.75	8.31	6.91
- Other Income	1.23	5.33	5.69	3.01
Profit/(Loss) before tax	**32.31**	**54.63**	**42.32**	**28.57**
Tax expense/(credit)	7.90	14.78	10.69	4.53
Profit/(Loss) After Tax	**24.40**	**39.85**	**31.62**	**24.04**
PAT Margin (%)	**4.85%**	**4.25%**	**3.45%**	**2.53%**
Basic EPS (in Rs.)	**3.54**	**5.78**	**4.59**	**3.49**

Key Metrics	6MFY26	Mar-25	Mar-24	Mar-23
ROCE (%)	**16.55%**	**31.72%**	**32.17%**	**25.72%**
ROE (%)	**14.86%**	**30.17%**	**32.70%**	**34.62%**
D/E	**0.49**	**0.66**	**0.71**	**0.98**
Operating Cash Flows (in Crore)	**23.52**	**7.08**	**31.48**	**25.10**

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Source: RHP of the Company

Competitive Strengths

- **Integrated manufacturing setup and strategic location:** The company operates an integrated manufacturing facility in Gujarat that covers the entire production process, including melting, refining, casting, rolling, and storage. This setup allows for significant production flexibility, enabling RSL to customize products to meet specific customer requirements and shift its product mix to adapt to evolving market conditions.

- **Diverse product portfolio and extensive grades:** RSL produces a wide array of long and flat stainless steel products, such as billets, forging ingots, rolled black and bright bars, and wire rods, offered in over 80 diverse grades. This diversification reduces the company's dependency on any single product, effectively de-risking its revenue streams across multiple industrial applications.

- **Established B2B relationships and broad industrial reach:** Operating exclusively in the B2B segment, RSL caters to a diverse customer base of manufacturers and traders across industries like aerospace, automotive, engineering, and oil and gas. These long term associations provide the company with revenue visibility and strong industry goodwill.

- **Strategic forward integration through new product lines:** RSL is leveraging its in house production of rolled bars to expand into the manufacturing of stainless steel seamless pipes. This forward integration strategy is designed to improve operational efficiency, reduce production costs, and ensure consistent raw material quality, thereby providing a competitive edge in the market.

- **Experienced promoters and management team:** The company is led by a dedicated management team and promoters who possess more than five decades of collective experience in the steel industry. This leadership has been instrumental in navigating business cycles, driving innovation, and implementing strategic directions that have supported the company's long term development.

Key Risk Factors

- **High customer concentration and lack of long term contracts:** A significant portion of the company's revenue is derived from its top 10 customers, yet it typically operates without long term contractual agreements, relying instead on individual purchase orders. Any loss of business from these key customers or a failure to maintain these relationships could materially and adversely affect the company's financial performance.

- **Geographic concentration and regional vulnerability:** The company's manufacturing operations and its proposed expansion facility are located solely in Gujarat, making it highly vulnerable to regional economic downturns, regulatory changes, or natural disasters in that area. Furthermore, a majority of its domestic sales are concentrated in just three states - Maharashtra, Gujarat, and Uttar Pradesh, exposing it to risks from localized market developments.

- **Reliance on limited key suppliers and raw material volatility:** The company depends heavily on its top 10 suppliers for principal raw materials like stainless steel scrap and ferroalloys. The costs towards purchases for H1FY26, Fiscal 2025, Fiscal 2024 and Fiscal 2023 was Rs. 390.84 Crore, Rs. 701.19 Crore, Rs. 736.80 Crore and Rs. 755.13 Crore comprising 77.93%, 75.22%, 80.99%, and 79.68% of their Revenue from operations, respectively.

- **Business model sensitive to high volume and low margins:** RSL operates in a high volume, low margin industry where profitability is heavily reliant on the ability to grow turnover and manage high fixed operating costs effectively. Any disruption in turnover or inability to maintain sales volume could significantly impact the company's debt service capabilities and overall financial health.

- **Exposure to competitive pressure from cheaper imports:** The domestic stainless steel industry is facing a severe threat from a surge in cheaper imports, particularly from China and Indonesia. These imports can hurt supply dynamics, lead to under utilization of capacity, and force domestic manufacturers to reduce prices or cease operations.

Comparison with Listed Peers

Name of the Companies.	Market Price	Face Value (per Share)	P/E Ratio	EPS (Basic)	EPS (Diluted)	RoNW (%)	NAV (per Share)
Rajputana Stainless Ltd.	NA	10	20.89*	5.84**	5.84**	26.23%	22.05
Peers:-							
Mangalam Worldwide Ltd.	258	10	25.07	10.59	10.29	11.28%	91.37
Mukand Ltd.	125	10	23.85	5.24	5.24	7.99%	65.72
Electrotherm Ltd.	652	10	1.88	347.06	347.06	(278.47%)	(124.60)
Panchmahal Steel Ltd.	323	10	185.63	1.74	1.74	2.07%	84.02

* P/E calculated based on upper band price.
**EPS calculated including fresh issue shares.

Summary

Rajputana Stainless is engaged in the business of manufacturing of long and flat stainless steel products comprising of billets, forging ingots, rolled black bar, rolled bright bar, flat & patti and other ancillary products. Their products are used across a diverse range of industries, including bar processing, seamless pipes, forging, wire manufacturing, engineering, casting, fasteners, utensils manufacturing, pump and shaft and auto industry. In addition to deriving revenue from manufacturing and supply of stainless steel products, they also derive revenue; (i) from the sale of consumables, scrap, and other items; (ii) from sale of traded goods and (iii) job work and other income.

India ranks as the world's second largest consumer and third largest producer of stainless steel, possessing an estimated installed capacity of 6.6 to 6.8 million tons. Historically, India maintained its position as the second largest producer globally until 2020, when it was displaced by Indonesia due to aggressive capacity scaling driven by Chinese investments in that region. India's finished stainless steel production consistently hovered between 3.2 and 3.7 million tonnes from 2016 through 2023. While domestic consumption was approximately 3.14 million tonnes in FY 2023, it is estimated to reach 4.8 million tonnes in FY 2025 and is projected to grow to 5.5 million tonnes by 2030 at a compound annual growth rate (CAGR) of 6.59%.

The Company intends to utilize the net proceeds to support its long term growth strategy and strengthen its operational and financial position. A portion of the proceeds will be used for capital expenditure to expand its existing manufacturing facility in Panchmahal district, Gujarat, through forward integration and diversification into stainless steel seamless pipes, with the proposed new unit having an installed capacity of 9,600 MTPA, which is expected to enhance production capabilities and increase presence in value added product segments. Additionally, part of the proceeds will be used to reduce outstanding debt, helping improve the balance sheet, lower finance costs, and enhance financial flexibility.

Therefore, it is recommended to "Subscribe" to the IPO for long term investment, considering its growth potential and valuation.

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