



Regaal Resources Ltd.

August 11, 2025

IPO Details

IPO Date	August 12, 2025 to August 14, 2025
Face Value	₹5 per share
Price Band	₹96 to ₹102 per share
Lot Size	144 Shares
Sale Type	Fresh Capital-cum-Offer for Sale
Total Issue Size	3,00,00,235 shares (aggregating up to ₹306.00 Cr)
Fresh Issue	2,05,88,235 shares (aggregating up to ₹210.00 Cr)
Offer for Sale	94,12,000 shares of ₹5 (aggregating up to ₹96.00 Cr)
Issue Type	Book building IPO
Listing At	BSE, NSE
Shareholding pre issue	8,21,35,940 shares
Share Holding Post Issue	10,27,24,175 shares
QIB Shares Offered	Not more than 50% of the Offer
Retail Shares Offered	Not less than 35.00% of the Offer
NII (HNI) Shares Offered	Not more than 15% of the Offer
Retail (Min & Max) shares	144 Shares & 1,872 shares
Retail (Min & Max) application amount	₹14,688 & ₹1,90,944
S-HNI (Min shares & application amount)	2,016 shares & ₹2,05,632
S-HNI (Max shares & application amount)	9,792 shares & ₹9,98,784
B-HNI (Min shares & application amount)	9,936 shares & ₹10,13,472
Basis of Allotment	Mon, Aug 18, 2025
Initiation of Refunds	Tue, Aug 19, 2025
Credit of Shares to Demat	Tue, Aug 19, 2025
Listing Date	Wed, Aug 20, 2025
Cut-off time for UPI mandate confirmation	5 PM on August 14, 2025
Promoters	The promoters of the company are Anil Kishorepuria, Shruti Kishorepuria, Karan Kishorepuria and BFL Private Limited.
Registrar	MUFG Intime India Private Limited (Link Intime)

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

Incorporated on 2nd January, 2012, Regaal Resources Ltd. is one of the largest manufacturers of maize based specialty products in India in terms of crushing capacity, with a total installed crushing capacity of 750 tonnes per day (TPD). Their manufacturing plant with zero liquid discharge (ZLD) spreads across 54.03 acres is located in Kishanganj, Bihar. As on May 31, 2025, they had an aggregate storage capacity of 65,000 tonnes of maize.

The company manufactures: Native maize starch and modified starch-a plant based natural starch that is produced from maize; Co-products-includes gluten, germ, enriched fiber and fiber; and Value added products-food grade starches such as maize flour, icing sugar, custard powder and baking powder. Their key export markets are Nepal and Bangladesh.

Some of their prominent customers include Emami Paper Mills Limited, Manioca Food Products Private Limited, Century Pulp & Paper, Kush Proteins Private Limited, Shri Guru Oil Industries, Mayank Cattle Food Limited, Aarnav Sales Corporation, AMV Sales Corporation, Eco Tech Papers, Genus Paper Board Private Limited, Krishna Tissues Private Limited, Maruti Papers Private Limited, and M/s Vasu and Sons.

The business model is structured around catering to 3 broad segments of customers viz., Manufacturers of end products; Manufacturers of intermediate products; and Distributors / Wholesale traders.

Regaal Resources Ltd.'s revenue grew by 52.52% and PAT grew by 115.26% in the Financial Year 2025.

Object of the issue

- Company will not receive issue of Rs.96.00 Cr, as it is an Offer for Sale.
- Company will utilize Rs.159.00 Cr for the Repayment and/or pre-payment, in full or in part, of certain of our outstanding borrowings.
- The company will allocate Rs.51.00 Cr for general corporate purposes.

Financial Details

Particulars (Amount in Rs. Crores)	31 Mar 2025	31 Mar 2024	31 Mar 2023
Income			
Revenue from Operations	915.16	600.02	487.95
Other Income	2.41	1.05	0.71
Total Income	917.57	601.07	488.67
Expenses			
Cost of materials consumed	530.88	327.02	292.68
Purchase of Stock in Trade	140.49	132.18	58.13
Changes in inventories of finished goods & stock-in-trade	(6.33)	(27.08)	(2.71)
Employee benefits expense	24.64	20.37	17.51
Finance Costs	37.35	19.46	11.24
Depreciation and Amortization Expenses	14.05	8.82	7.55
Other Expenses	113.12	91.16	81.67
Total Expenses	853.77	571.95	466.08
EBITDA	112.78	56.35	40.67
EBITDA Margin (%)	12.32	9.39	8.33
Profit/(Loss) Before Tax	63.79	29.12	22.59
Tax Expense	16.13	6.98	5.83
Profit/(Loss) After Tax	47.66	22.14	16.75
Profit After Tax Margin (%)	5.19	3.68	3.43
Basic EPS (in ₹)	6.05	2.89	2.20
Key Metrics			
Total installed capacity in MT per day (TPD)	750	650	370
No. of employees	469	410	372
No. of customers	261	195	182

Competitive Strengths

- **Strategic locational of Manufacturing Facility:** The Company is strategically located in the heart of one of India's largest maize growing hubs i.e. in Kishanganj district in Bihar, which is one of the top 3 maize cultivating states in India. Their Manufacturing Facility is also located 21 Km from the West Bengal border which is also a key area for maize cultivation and 209 Km from Assam border, which makes it close to raw material and end consumption markets.
- **Diversification of Raw Material Procurement:** Diversifying their sources of maize ensures that they are not overly dependent on any one source, they are able to negotiate competitive rates and have steady supply of raw material. Around 5.09% of our total maize requirement was sourced directly from farmers / cultivators through aggregators for the Fiscal 2025.
- **Sustainability driven Manufacturing Facility:** Their Manufacturing Facility has dedicated storage spaces and an automated packing unit with weather proof loading docks and specialized flooring for finished goods handling with a total capacity of 5,000 MT, ensuring smooth operations and optimal material handling throughout the production process. The Manufacturing Facility also has a total installed co-generation power plant of 7.1 MW which allows them to be self-sufficient to a large extent for their power needs.
- **Diversified portfolio of products :** Catering to wide range of industries, their diversified product bouquet i.e. native maize starch finds application across varied industries such as food & beverage, textile, paper, adhesive sectors, is well positioned to take advantage of growing industry trends. According to F&S Report, starch is used as a binder and filler for tablets and capsules, as well as to strengthen ice cream cones, give cloth weight, and increase the quality of paper for writing and printing.
- **Established, Widespread Sales and Distribution Network:** They market their products across India, and export products to various countries such as Bangladesh, Nepal, Malaysia, etc. Products are marketed directly to end customers and also through their well established network of distributors and dealers, and these entities have been a key aspect of their growth.

Key Risk Factors

- **High Concentration of Sales with few Customers:** Top 10 customers of the company contribute to a significant portion of their sales, and the loss of such customers or a substantial reduction in purchases by such customers will have a material adverse impact on the business, results of operations and financial condition.
- **Company operates from one manufacturing facility:** The manufacturing operations are exposed to operating risks such as failure of equipment, power supply interruptions, labour disputes, natural disasters and 40 industrial accidents. The occurrence of any of these risks could affect the Company's operations by causing production at the manufacturing unit to shut down or slowdown.
- **High Dependency on select Suppliers:** Purchase of maize from top 10 vendors constituted more than 83% of total cost of purchase of maize, in each of the financial periods disclosed, and they typically do not enter into long-term contracts or arrangements with such vendors. Any loss of such vendors/suppliers or any increase in the price could have adverse impact on the business and its revenue.
- **Legal Proceeding involving a Promoter:** One of the Promoter, Anil Kishorepuria is facing charges pertaining to alleged violation of Indian Penal Code and the Prevention of Corruption Act, 1988. The matter pertains to an alleged fraudulent scheme involving preferential allotment of equity shares of Padmini Technologies Limited in May / June 1999 to various allottees, including Anil Kishorepuria without consideration. Any adverse order in this proceeding could have a material impact on the reputation of our Company and its business operations.
- **Non-compliance of certain provisions of Companies Act:** There have been certain instances of non-compliance in relation to certain corporate actions taken by the Company in the past. Further, there have been delays in filing certain statutory forms with ROC in the past. The Company has, therefore made 14 *suo motu* adjudication applications before the RoC for adjudicating the penalties for the aforesaid non-compliances. These applications are currently pending before the RoC.

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)
Regaal Resources Ltd.	NA	5	NA	6.05	6.03	20.25	28.66
Peers:							
Sanstar Ltd.	83.95	2	35.2	2.38	2.58	7.03	34.18
Gujarat Ambuja Exports Ltd.	104.49	1	20.1	5.19	5.44	8.30	65.46
Gulshan Polyols Ltd.	171.40	1	38.0	4.51	3.95	4.02	87.07
Sukhjit Starch and Chemicals Ltd.	168.50	5	14.2	11.86	12.79	7.36	173.82

Summary

With a total installed crushing capacity of 750 tonnes per day (TPD), Regaal Resources Ltd. is one of India's biggest producers of speciality products based on maize. Their zero liquid discharge (ZLD) manufacturing facility is situated in Kishanganj, Bihar, and spans 54.03 acres. They can store 65,000 tonnes of maize in total as of May 31, 2025.

The maize starch and derivatives industry in India is projected to grow at a CAGR of around 6–7% over the next five years, supported by rising demand from food processing, pharmaceuticals, paper, and textile sectors. Rising consumption of convenience and packaged foods, coupled with the expanding use of starch in industrial applications, is set to sustain volume growth. The pharmaceutical sector's increasing reliance on starch-based excipients and the paper industry's shift towards eco-friendly materials will further boost demand. Additionally, the industry is likely to benefit from import substitution trends, domestic manufacturing incentives, and technological advancements enabling higher-value derivatives. Overall, the sector's medium- to long-term outlook remains positive, underpinned by structural demand drivers and diversification across multiple industries.

The company has more than doubled their sales and expanded margins over the last 2 years and they are looking to more than double their capacity from 750TPD to 1650 TPD, this gives good growth visibility for the company.

The IPO will enable the company to strengthen its financial position by channeling Rs. 159 crore towards the repayment of outstanding borrowings, which will reduce interest costs and improve leverage ratios, thereby enhancing profitability and operational flexibility.

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

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