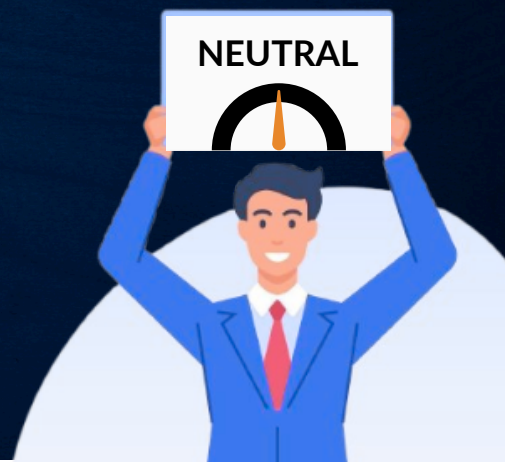




IPO NOTE

ADROIT INDUSTRIES (INDIA)



Rating:

NEUTRAL



ISSUE OFFER

Issue Opens on	SEP 23, 2026
Issue Close on	SEP 25, 2026
Total IPO size (cr)	₹151 CR
Fresh issue (cr)	₹133 CR
Offer For Sale (cr)	18 CR
Price Band (INR)	₹126-134
Market Lot	111 SHARES
Face Value (INR)	₹10
Listing At	BSE, NSE
Market Cap (Pre IPO)	₹600.43 CR

MINIMUM INVESTMENT DETAILS

Number of Shares	1,12,47,000
Minimum Investment Amount	₹14,874
Small-HNI (Min)/ 1554 Shares	₹2,08,236
Big-HNI (Min)/ 7548 Shares	₹10,11,432

INDICATIVE TIMETABLE

Basis of Allotment	28-09-2026
Refunds/Unblocking ASBA Fund	29-09-2026
Credit of Share to Demat A/c	29-09-2026
Listing Date	30-09-2026

ISSUE BREAK-UP (%)

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

Adroit Industries (India) Limited is a vertically integrated manufacturer and supplier of propeller shafts and torque-transmission components used in driveline systems.

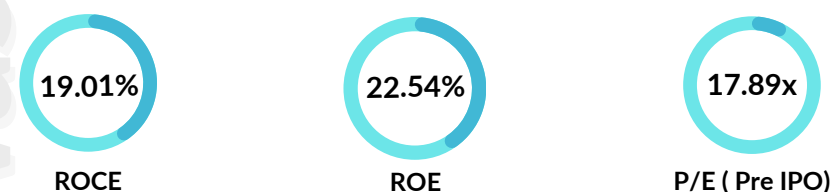
OBJECTS OF THE ISSUE

- Funding capital expenditure by the Company towards procurement of machinery and equipment for enhancement of operations at Dewas Facility.
- Investment in the Subsidiary.

FINANCIALS (RESTATED CONSOLIDATED)

PARTICULARS (IN CRORE)	FY 2026	FY 2025	FY 2024
Equity Share Capital	17.46	17.46	17.46
Net Worth	128.63	103.53	87.82
Revenue from operations	139.94	133.89	124.53
EBITDA Margin%	23.84%	23.17%	23.84%
Net Profit/Loss of the year	26.16	18.14	14.53

FINANCIAL RATIOS OF FY26



OUTLOOK & VALUATION

- Revenue has grown steadily, while PAT and EBITDA have grown at a faster pace, indicating a meaningful improvement in profitability.
- EBITDA margin improved from 23.84% in FY24 to 27.66% in FY26, reflecting better operating efficiency and product mix.
- At around 22.95x FY26 P/E at the upper price band, the IPO is reasonably valued but does not offer a large valuation cushion.
- The company has a strong export-oriented business, but ~95% of product revenue from exports creates exposure to US demand, tariffs, currency movements and global auto cycles.
- May consider a small-to-moderate allocation for the medium-to-long term at the IPO price, but listing-gain seekers should remain cautious given valuation and export-related risks.



COMPANY PROFILE

- The Company offers a portfolio of over 5,000 SKUs comprising precision-machined torque-transmission components, complete propeller shaft assemblies and forged components.
- The Company has a strong export presence, supplying products to customers across North America, Europe, Latin America, the Middle East, Africa and Asia-Pacific. During Fiscal 2026, it supplied products to customers across more than 32 countries.
- Its vertically integrated manufacturing capabilities cover forging, precision machining, heat treatment, assembly, balancing and testing, enabling end-to-end control over the production process.
- The Company is supported by its subsidiary, Adroit Driveshafts Private Limited, and together they had 367 permanent employees as of July 31, 2026.



COMPETITIVE STRATEGIES

- Expansion of manufacturing capabilities and product portfolio, testing capabilities and automation.
- Strengthen presence in international markets.
- Strengthening engagement with domestic OEM customers through direct sales.
- Digital transformation to enhance operational efficiency and manufacturing traceability.
- Leverage integrated manufacturing capabilities to support future growth.



KEY CONCERNS

- Business is significantly exposed to foreign currency exchange rate fluctuations.
- Experienced negative cash flows.
- Depend on a limited number of domestic suppliers



KEY STRENGTHS

- Portfolio of over 5,000 SKUs.
- Healthy financial performance.
- Strong engineering and validation capabilities.
- Diversified international customer base.
- Experienced promoters and management team.
- Established customer relationships and repeat business.

COMPARISON WITH LISTED INDUSTRY PEERS

Name of the Company	EPS (₹ Basic)	P/E	NAV	Revenue (cr.)	RoNW%
Adroit Industries (India)	7.48	17.89	36.8	139.94	22.51%
Peer Group					
Hindustan Hardy Ltd	55.92	12.98	250.24	108.79	25.00%
Talbro Engineering Ltd	57.34	10.70	359.20	535.73	17.32%
GNA Axles Ltd	27.24	20.85	233.89	1478.41	12.28%



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For additional information & risk factors please refer to the Red Herring Prospectus