

Price Band	Rs. 163 – 172
Recommendation	SUBSCRIBE
The Issue	
Type of Issue	Rs. Mn.
Fresh Issue	-
Offer for Sale	18,421
Total Issue Size*	18,421
Post issue mkt cap*	1,22,808
Lot size (Nos.)	80
Face Value / share (Rs.)	2
*At upper price band	
Issue Break-Up	
Reservation for	% of Issue
QIB	50%
NIB	15%
Retail	35%
Total	100%
Indicative Offer Timeline	
Indicative Date	
Bid/Offer Opening Date	March 20, 2026
Bid/Offer Closing Date	March 24, 2026
Basis of Allotment	March 25, 2026
Initiation of refunds	March 27, 2026
Credit of shares	March 27, 2026
Listing Date	March 30, 2026
Usage of Proceeds	
Nil	
BRLM & Registrar to Issue	
BRLM	IDBI Capital Markets & Securities Limited; SBI Capital Markets Limited
Registrar	KFin Technologies Limited

Source: Indsec Research, RHP

Brains Powering Coal Expansion

Business Overview:

- Incorporated in 1975, **Central Mine Planning & Design Institute Ltd (CMPDI)** is a wholly owned subsidiary of Coal India Ltd (CIL), providing end-to-end consultancy across **coal & mineral exploration, mine planning, and design**.
- Its service scope extends to infrastructure engineering, environmental management, geomatics, and specialized technology solutions, making it a comprehensive partner across the mining value chain.
- The company is among the largest coal and mineral consultancy firms in India, with **~61% market share as of FY25**, backed by strong domain expertise and over 320 project reports published in the last decade.
- CMPDI operates through 4 key verticals: **Geological Exploration & Resource Evaluation** (46.2%), **Mine Planning & Design** (21.2%), **Environmental Services** (17.1%), and **Geomatics & Survey Services** (15.5%), ensuring diversified yet focused operations.
- As of FY25, the company has planned **opencast mines with capacities up to 85 MT and depths of 420 meters**, along with **underground mines of up to 7.5 MT per annum**, highlighting its capability across complex mining environments.
- It is backed by strong infrastructure, including a large exploratory drilling fleet and 7 regional institutes, enabling efficient on-ground execution.
- Company operates 8 advanced laboratories across coalfields, strengthening coal testing and analytical capabilities.
- CMPDI has completed 443+ R&D projects (Rs.6,960mn+), highlighting strong focus on innovation and technological advancement.

Investment Rationale:

- **Strong Parentage:** CMPDI benefits from CIL technical expertise, financial strength, and talent pool, enabling efficient execution of large mining projects, while its ~787 MT mine expansion pipeline drives strong consultancy demand and revenue visibility.
- **Strategic Pivot to Other Minerals:** CMPDI is leveraging its strong coal mining expertise to expand into non-coal minerals such as lithium, copper, and bauxite, positioning itself to benefit from the growing mining consultancy market (~Rs.43bn by FY30) and increasing global opportunities, supported by Coal India Limited's overseas mineral ambitions.
- **Scaling of International Business:** CMPDI is expanding its global footprint with 3 ongoing international assignments, including in Mozambique, while focusing on resource-rich African regions to tap growing coal and mineral opportunities, leveraging its cost-efficient expertise to diversify revenue streams.
- **Data Leadership & Expertise:** As the custodian of India's coal and lignite data, CMPDI maintains a comprehensive resource database, providing critical insights across the sector, while its strong execution capabilities, certifications, and government backing enable delivery of high-quality, sustainable consultancy services.

Valuation and View:

At the upper price band of Rs.172, CMPDI is valued at 12.7x EV/TTM EBITDA and 9.8x TTM P/E, implying a ~22% premium to peers on EV/EBITDA, while appearing broadly fairly valued on a P/E basis. Despite the company's fair-to-premium valuation, we believe it is justified given its superior margins and return ratios compared to peers. The company commands a ~61% market share in the coal and mineral consultancy segment and provides end-to-end services across coal and mineral exploration, mine planning, and design. It also envisages leveraging its years of experience to diversify into other minerals and geographies. Additionally, its parent, Coal India Limited, is expected to undertake a massive capacity expansion of ~787 MT through the opening and expansion of 50 mines, which will drive significant demand for mining consultancy services. On the other hand, the consultancy industry is expected to grow at a CAGR of 4.8% over FY25–30E to Rs.43.2bn. Therefore, its strong return and margin profile, robust parent backing, and favourable industry outlook lead us to assign a **SUBSCRIBE** rating to the issue.

Jainam Shah
Research Analyst
jainams@indsec.co.in
+91 22 61146127

Om Shetty
Research Associate
oms@indsec.co.in
+91 22 61146122

Shareholding Pattern, Selling Shareholders in OFS & Issue Bifurcation

Shareholding Pattern						
	Pre Issue		Type	Offer	Post Issue	
	# of shares (in Mn)	%		# of shares (in Mn)	# of shares (in Mn)	%
Promoter	714.0	100.0%	OFS	-107.1	606.9	85.0%
Public	0.0	0.0%		107.1	107.1	15.0%
Total	714.0	100.0%			714.0	100.0%

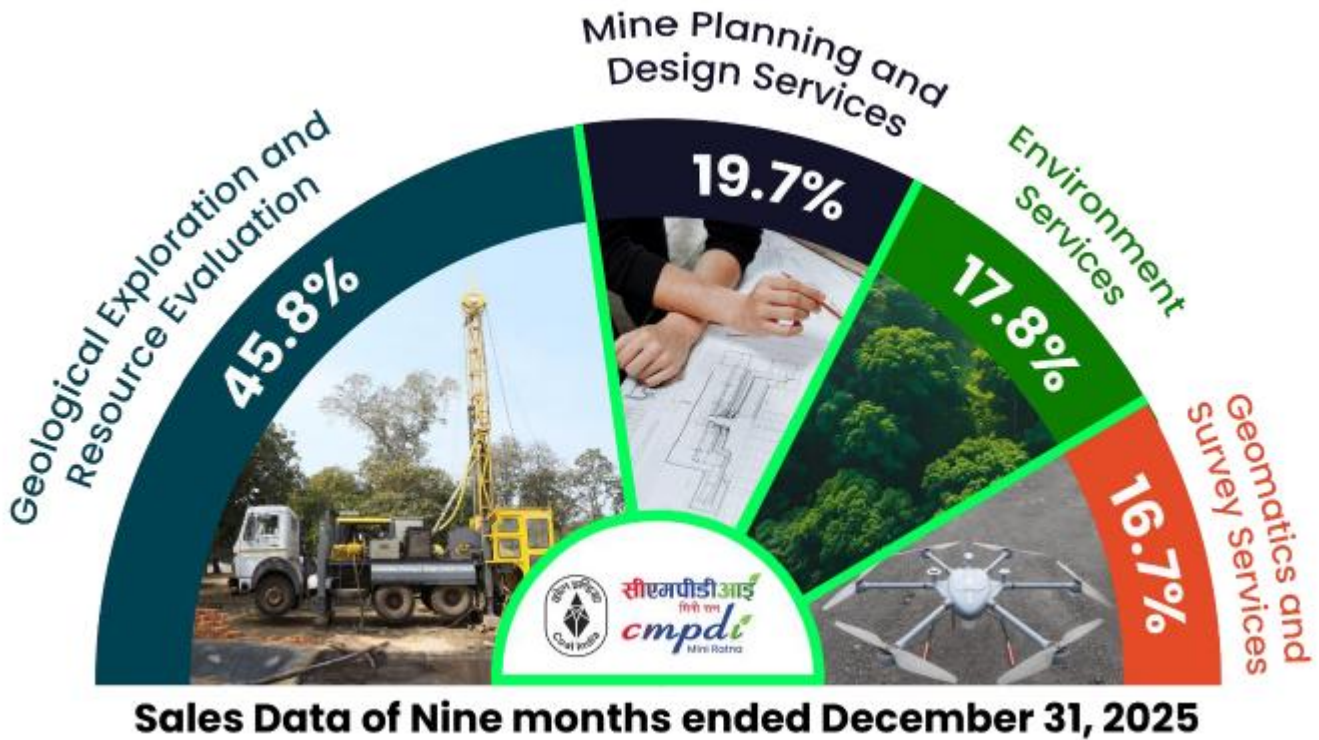
Selling Shareholders	Type	# of Shares (in Mn)	OFS* (in Mn)
Coal India Ltd	Promoter	107.1	18,421.2
Total		107.1	18,421.2

*At upper price band

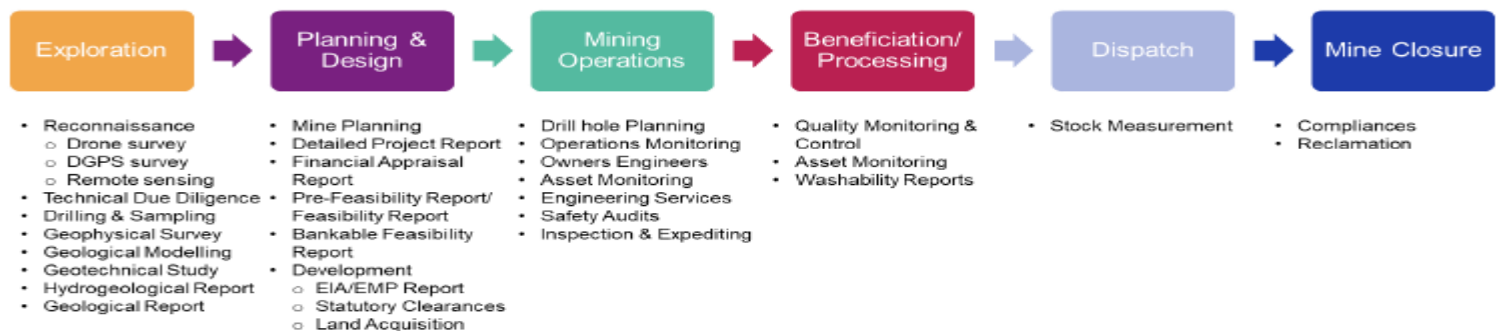
Issue Breakup	No of shares		Rs Mn	
	Floor	Cap	Floor	Cap
Fresh Issue	-	-	-	-
Offer for Sale	10,71,00,000	10,71,00,000	17,457	18,421
Total Offer	10,71,00,000	10,71,00,000	17,457	18,421
Employee Reservation Portion	53,55,000	53,55,000	873	921
Shareholder Reservation Portion	1,07,10,000	1,07,10,000	1,746	1,842
Net Offer	9,10,35,000	9,10,35,000	14,839	15,658
QIB Portion (50% of Total Net Offer)	4,55,17,500	4,55,17,500	8,729	9,211
Anchor Investor Portion (60% of QIB)	2,73,10,500	2,73,10,500	5,237	5,526
Net QIB Portion (40% of QIB)	1,82,07,000	1,82,07,000	3,491	3,684
Reserved for MF (5% of Net QIB)	9,10,350	9,10,350	175	184
Balance Available QIB Portion (95% of Net QIB)	1,72,96,650	1,72,96,650	3,317	3,500
Non-Institutional portion (15% of Total Net Offer)	1,36,55,250	1,36,55,250	2,619	2,763
Retail portion (35% of Total Net Offer)	3,18,62,250	3,18,62,250	6,110	6,447

Source: Indsec Research, RHP

Business Model



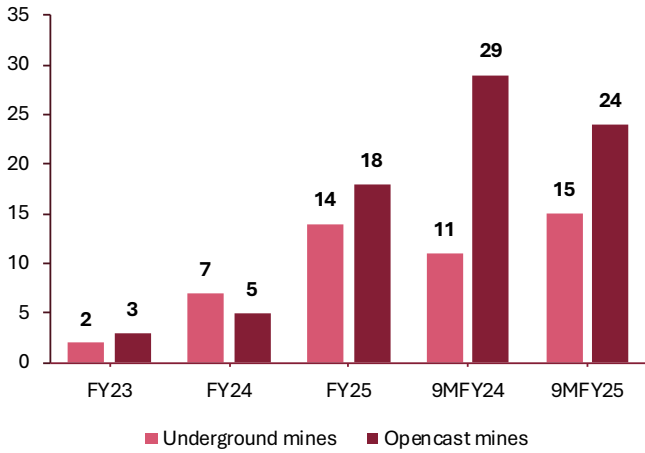
- **Geological exploration & Resource Evaluation** include drilling, mapping, geophysical and geotechnical studies, where drilling confirms deposits, surveys trace their extent, and studies assess soil and rock conditions. The scope of work involves planning, execution, data analysis, and report preparation, ensuring accurate and reliable resource evaluation for coal and non-coal projects.
- **Mine Planning and Design Services:** Mine planning and design services cover open-pit and underground mining, including feasibility studies, equipment selection, mine layouts, and production scheduling to ensure efficient and cost-effective operations. The scope also includes infrastructure development (roads, bridges) and coal washery consultancy from concept to commissioning, enhancing safety, sustainability, and overall value.
- **Environmental Planning and Monitoring Services:** Geomatics services include overburden and coal stock measurement using advanced tools like GIS, GPS, LiDAR, UAVs, and satellite remote sensing. The scope covers accurate surveying, data collection, and analysis for both terrestrial and mining operations.
- **Geomatics services** include overburden and coal stock measurement using advanced tools like GIS, GPS, LiDAR, UAVs, and satellite remote sensing. The scope covers accurate surveying, data collection, and analysis for both terrestrial and mining operations.



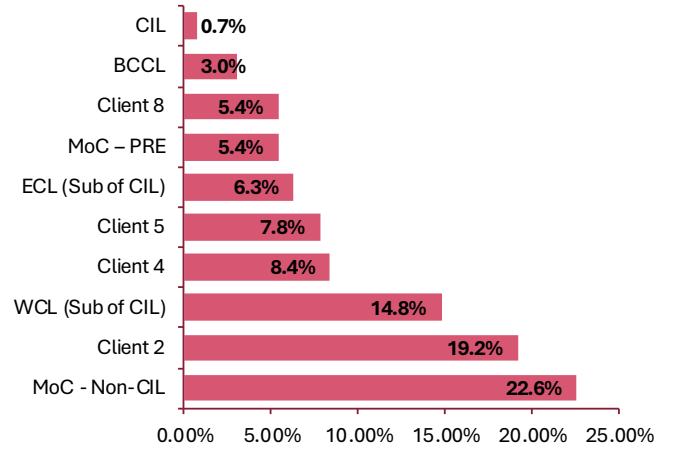
Source: Indsec Research, RHP

Operational Metrics

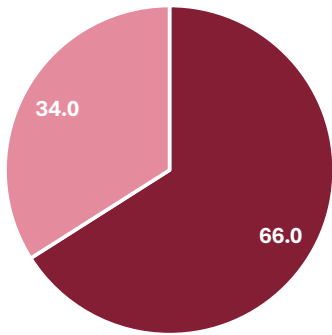
Projects submitted for underground mines and opencast mines



Top 10 Clients - % of Revenue from Operations

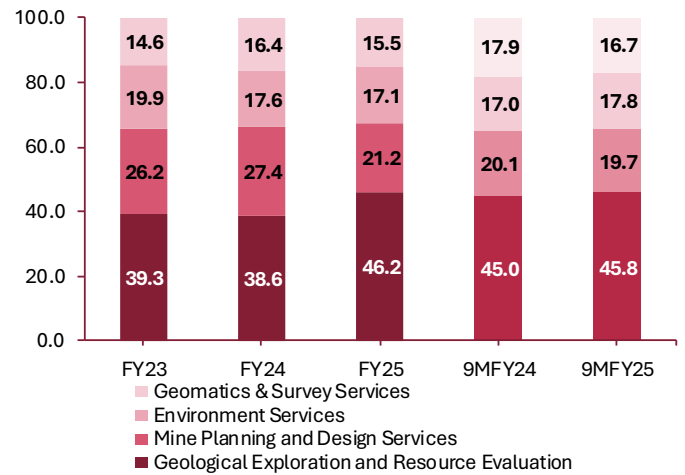


Revenue from Coal India Limited and its subsidiaries (%)

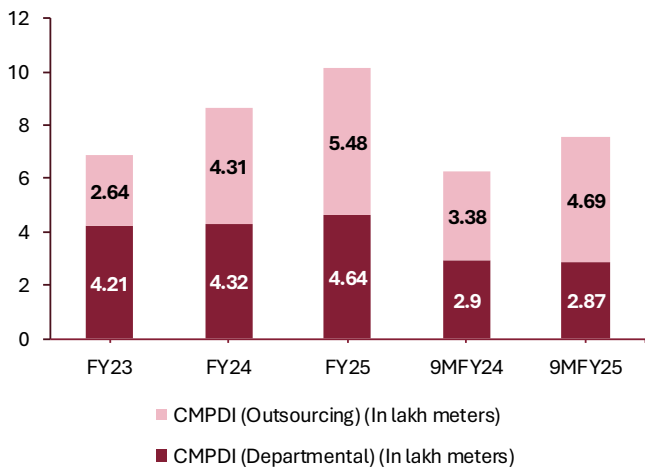


■ CIL (Including subsidiaries) ■ Others

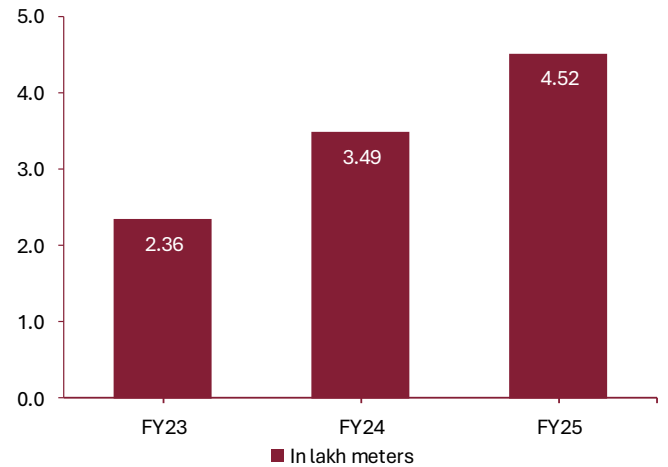
Revenue from Business Verticals (%)



Details of drilling by CMPDIL in Lakh Meters



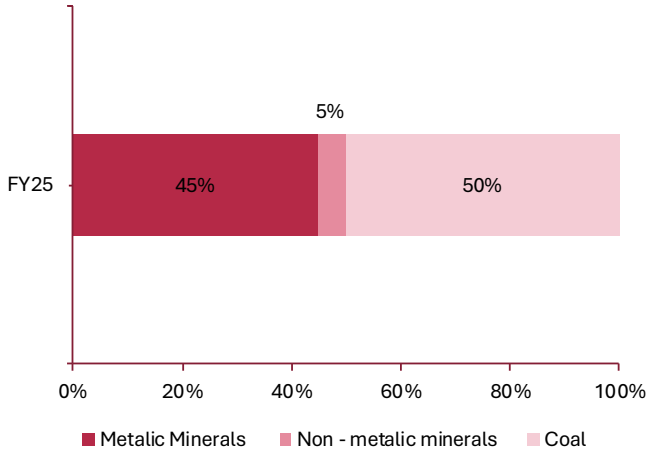
Details of drilling in by MECL in Lakh Meters



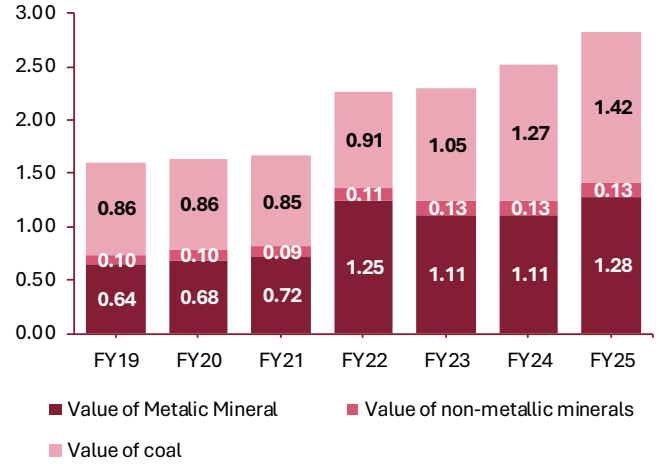
Source: Indsec Research, RHP

Industry

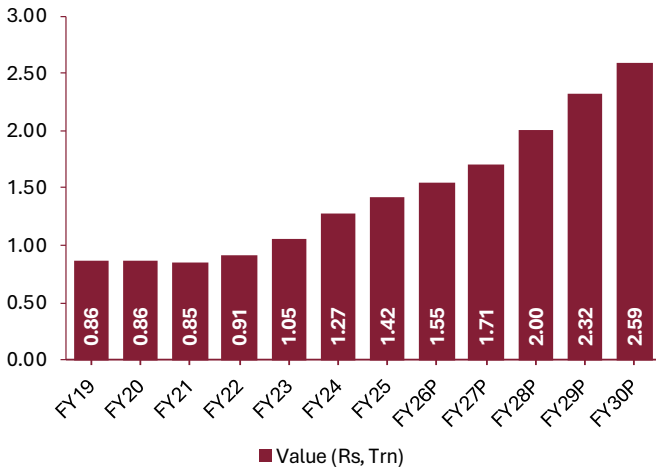
Value in Rs. Trn of minerals in India distribution



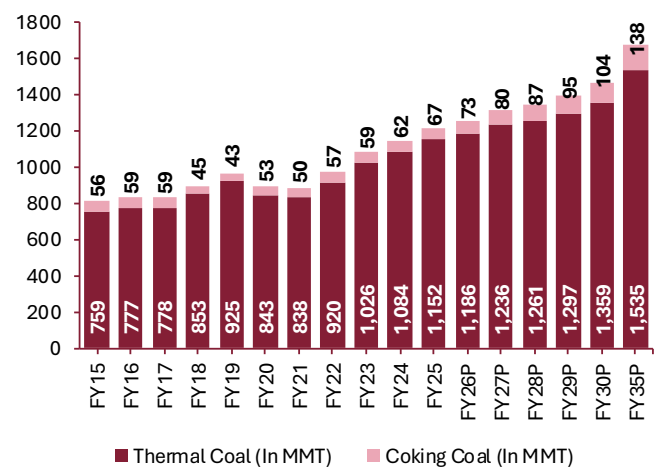
Value of minerals (coal and major minerals) in India (Rs. Trn)



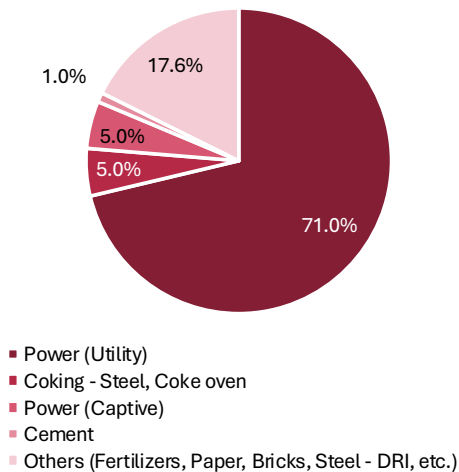
Value of coal produced in India and expected future value (Rs. Trn)



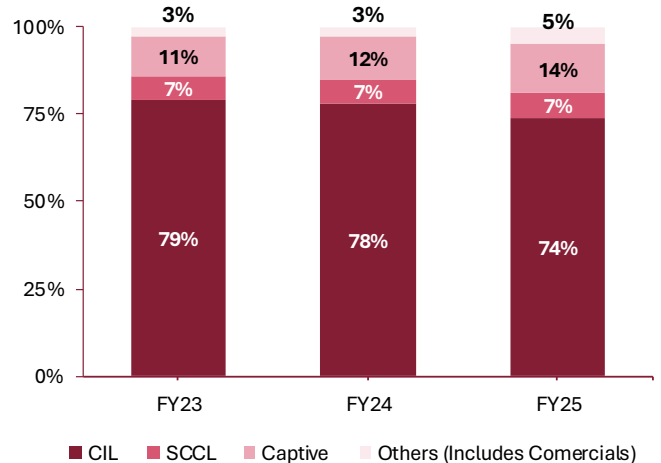
Coal demand in India – Thermal coal & coking coal (MMT)



India's coal demand by end-use sectors (FY25)



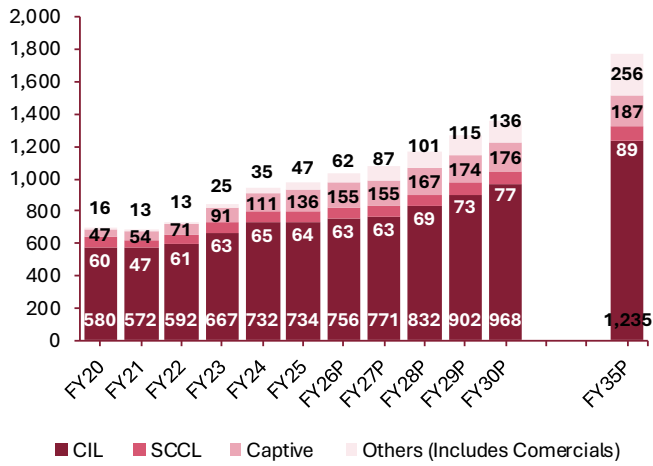
India's raw coal supply sources (%)



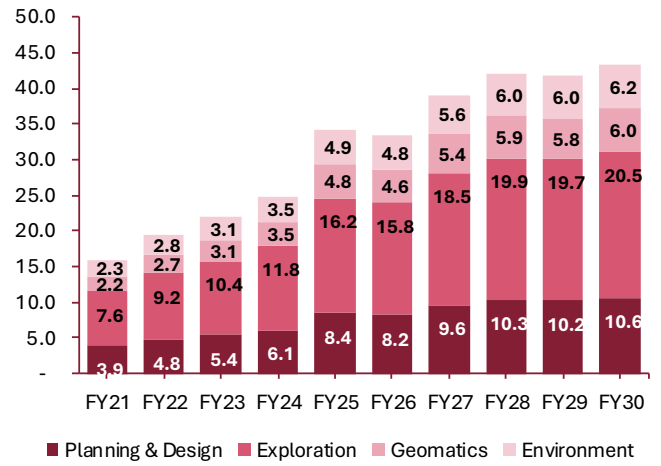
Source: Indsec Research, RHP

Industry

India's levelized coal production scenario (MMT)



Estimated sector wise market for mining consultancy (Rs. Bn)



Source: Indsec Research, RHP

Key Risks

Dependency on Coal India for Revenue:

The company generates a significant % of revenue from Coal India and its subsidiaries. Coal India contributed 67.1% of the revenue for FY25. The coal industry is characterized by significant market volatility, influenced by fluctuations in global energy demand, evolving regulatory frameworks, and increasing environmental scrutiny. Any adverse developments in the coal market, including changes in regulatory policies or environmental regulations, could negatively impact the demand for coal and, consequently, the financial health of Coal India Limited and its subsidiaries.

Revenue from Clients.	FY23		FY24		FY25	
	Amount (Rs. Mn)	% of Revenue	Amount (Rs. Mn)	% of Revenue	Amount (Rs. Mn)	% of Revenue
Coal India Ltd & its subsidiaries	11,461	82.7	13,903	80.2	14,107	67.1
Clients other than Coal India Ltd & its subsidiaries	2,400	17.3	3,424	19.8	6,921	32.9
Total	13,861	100.0	17,327	100.0	21,028	100.0

Reliance on Government Funding and Policy Support

CMPDI's exploration activities are significantly dependent on government funding through the Central Sector Scheme (CSS) and the National Mineral Exploration Trust (NMET), making project execution sensitive to budgetary allocations and policy decisions. In FY25, CSS contributed Rs 7,351.8mn (35.0% of revenue) while NMET contributed Rs. 60.9mn (0.3%), highlighting this reliance. Any delay in fund disbursement can postpone drilling and exploration activities, disrupt project timelines, and lead to higher operational costs, including extended field operations, increased labor expenses, and potential penalties.

Particulars	FY23		FY24		FY25	
	Amount (Rs. Mn)	% of Revenue	Amount (Rs. Mn)	% of Revenue	Amount (Rs. Mn)	% of Revenue
Total CSS fundings received	4,002	28.9	4,448	25.7	7,352	35.0
Total NMET funding received	353	2.5	50	0.3	61	0.3
Total	4,355	31.4	4,497	26	7,413	35.3

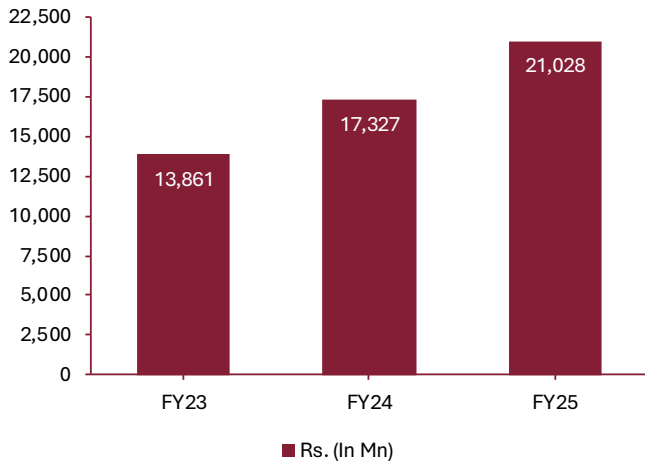
Risk from Transition to Renewable Energy

CMPDI faces the risk of reduced demand for its services due to the global and domestic transition towards renewable energy sources. Given its significant reliance on the coal sector, increasing adoption of clean energy, supported by government policies and technological advancements, may lead to a decline in coal demand. This shift could adversely impact the company's exploration and consultancy services, thereby affect its revenue, profitability, financial condition, and cash flows, while also pose challenges in adapting and diversifying its service portfolio.

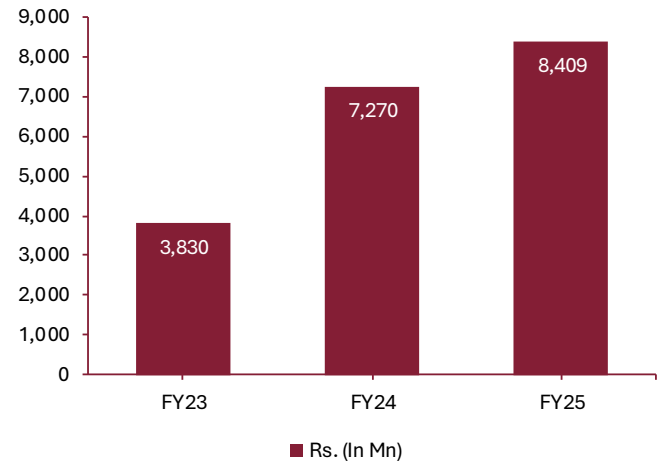
Source: Indsec Research, RHP

Financial Story in Charts

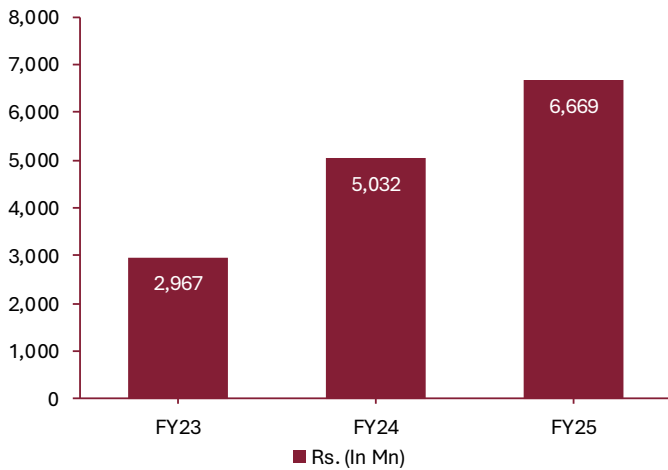
Revenue (FY23-25 CAGR @ 23.2%)



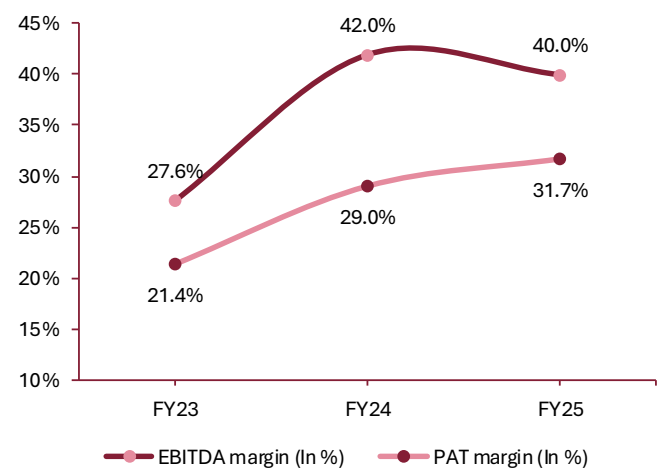
EBITDA (FY23-25 CAGR @ 48.2%)



PAT (FY23-25 CAGR @ 49.9%)



EBITDA & PAT margin (%)



Source: Indsec Research, RHP

Financial Story

SUMMARY INCOME STATEMENT

(in Mn)	FY23	FY24	FY25
Total Income	13,861	17,327	21,028
YoY		25.0%	21.4%
Cost Of Revenues (incl Stock Adj)	331	315	306
Gross Profit	13,530	17,012	20,721
Gross Margin	97.6%	98.2%	98.5%
Employee Cost	6,919	6,380	6,085
Other Operating Expenses	2,781	3,363	6,227
EBITDA	3,830	7,270	8,409
EBITDA Margin	27.6%	42.0%	40.0%
Other Income	127	375	748
Net Interest Exp.	1	1	1
Depreciation	286	315	335
Exceptional Items	0	0	0
PBT	3,670	7,328	8,821
Tax	703	2,296	2,152
Net Profit	2,967	5,032	6,669
Share of (Loss) / Profit of Associate (net of tax)	0	0	0
Tax expense of discontinued operations	0	0	0
Exceptional Items	0	0	0
Adj. PAT	2,967	5,032	6,669
NPM	21.4%	29.0%	31.7%
EPS	4.2	7.0	9.3

SUMMARY CASH FLOW STATEMENT

(in Mn)	FY23	FY24	FY25
PBT	3,670	7,328	8,821
Depreciation & Amort., Total	286	315	335
After other adjustments	3,875	7,307	8,597
(Inc) / Dec in Working Capital	1,143	-3,204	-60
Taxes	-1,024	-1,640	-1,826
Cash from Ops.	3,994	2,463	6,711
Capital Expenditure & investments	-437	-319	-419
Cash from Investing	-1,009	-2,299	-4,446
Cash from Financing	-942	-1,195	-2,012
Net Change in Cash	2,043	-1,031	253
BF Cash	1,528	3,571	2,540
END Cash	3,571	2,540	2,793

SUMMARY BALANCE SHEET

(in Mn)	FY23	FY24	FY25
Assets			
Net Block	2,295	2,377	2,406
Capital WIP	151	125	83
Other intangible assets	143	90	64
Other Non current Assets	621	222	269
Total Non-Current Assets	3,210	2,814	2,822
Inventories	160	143	138
Trade receivables	8,224	9,844	9,437
Cash and cash equivalents (Incl. Bank balances)	3,571	2,540	2,793
Bank Balance	1,129	3,429	8,009
Other Current Assets	2,901	2,944	3,630
Total Current Assets	15,985	18,900	24,006
Total Assets	19,195	21,714	26,828
Liabilities			
Current Liabilities & Provisions			
Trade payables	1,447	1,046	2,001
Lease Liabilities	8	2	3
Other Current Liabilities	4,536	3,726	3,531
Total Current Liabilities	5,992	4,775	5,535
Non Current Liabilities			
Lease Liabilities	9	11	9
Other Non-Current Liabilities	1,018	1,012	866
Total Non Current Liabilities	1,027	1,023	875
Share Capital	1,428	1,428	1,428
Other Equity	10,749	14,488	18,991
Total Shareholders Funds	12,177	15,916	20,419
Total Liabilities & Equity	19,195	21,714	26,828

SUMMARY RATIOS

	FY23	FY24	FY25
Profitability			
Return on Assets	15.5%	23.2%	24.9%
Return on Capital Employed	26.8%	41.1%	37.9%
Return on Equity	24.4%	31.6%	32.7%
Margin Analysis			
Gross Margin	97.6%	98.2%	98.5%
EBITDA Margin	27.6%	42.0%	40.0%
Net Income Margin	21.4%	29.0%	31.7%
Short-Term Liquidity			
Current Ratio	2.7	4.0	4.3
Quick Ratio	2.6	3.9	4.3
Avg. Days Sales Outstanding	217	207	164
Avg. Days Inventory Outstanding	4	3	2
Avg. Days Payables	38	22	35
Long-Term Solvency			
Debt / Equity	0	0	0
Interest Coverage Ratio	3937.2	11590.2	8971.8
EV/Sales	8.5	6.7	5.3
EV/EBITDA	30.8	16.1	13.3
P/E	41.4	24.4	18.4
P/B	10.1	7.7	6.0

Source: Indsec Research, RHP

Peer Comparison & Valuation

Company Name	Description	Revenue (Rs Mn)	Revenue CAGR FY23-25	EBITDA Margin	PAT Margin	RoACE	RoE	P/E (x)	EV/EBITDA (x)
CMPDIL	CMPDI provides end-to-end consultancy in coal exploration and mine design.	21,028	23.2%	40.0%	31.0%	49.0%	37.0%	17.5	12.7
BITES	BITES is a transport and infrastructure consultancy competing in project management.	22,178	-8.1%	24.0%	18.0%	21.0%	15.0%	22.5	9.0
EIL	EIL is an engineering consultancy diversified across energy and infrastructure sectors	30,876	-3.7%	17.0%	18.0%	26.0%	24.0%	13.9	9.4
MECL	MECL specializes in mineral exploration, competing with CMPDI in geology	3,706	32.1%	23.0%	20.0%	17.0%	11.0%	-	-
MECON	MECON is a multidisciplinary engineering consultancy across metals, power, oil sectors	11,495	13.7%	-3.0%	2.0%	11.0%	7.0%	-	-

As stated in RHP

RATING SCALE

IPO Recommendation (For NOT RATED Reports)	
Recommendation	Comments
SUBSCRIBE	We advise investor to subscribe to the issue
SUBSCRIBE FOR LONG TERM	We advise investor to subscribe to the issue on the basis of intact long-term prospects of the company/sector
NEUTRAL	We don't have any recommendation for the issue
AVOID	We advise investor to avoid subscribing to the issue

DISCLAIMER AND DISCLOSURES

Source: Indsec Research, RHP

Research Analyst Certification

- I/We, **Jainam Shah** and **Om Shetty**; authors and the names subscribed to this report, hereby certify that all the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities.
- We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.
- We also certify that we have not received any compensation from the companies mentioned in the report in the preceding twelve months and do not serve as an officer, director or employee of the companies mentioned in the report.

Research Disclaimer and Disclosures Link: <https://www.indsec.co.in/researchdisclaimeranddisclosures>

For any queries/ additional information contact us at query_research@indsec.co.in or visit us at www.indsec.co.in

Indsec Securities and Finance Limited

Corporate Identity Number (CIN): U67120MH1993PLC073185
 301/302, "215 Atrium", A Wing, Andheri Kurla Road, Chakala, Andheri (East), Mumbai – 400 093, India
 Telephone: +91 22 6114 6114 / 6114 6100
 Email: isfl@indsec.co.in Bloomberg ID: [iindsec@bloomberg.net](https://www.bloomberg.com/profile/company/iindsec@bloomberg.net)

SEBI Registration Nos.

Stockbroker: INZ000236731 | DP: IN-DP-475-2020 | PMS: INP000001892

AMFI ARN No. 9194

Compliance officer: Mr. Diamond Dand | Tel.: +91 22 6114 6107 E-mail: co@indsec.co.inEmail Id for Investor Grievances: isfl_invgrv@indsec.co.in