



# IPO NOTE

## GSP CROP SCIENCE



Rating:

**AVOID**



### ISSUE OFFER

Issue Opens on	FEB 16, 2026
Issue Close on	FEB 18, 2026
Total IPO size (cr)	₹400
Fresh issue (cr)	₹240
Offer For Sale (cr)	₹160
Price Band (INR)	₹ 304-320
Market Lot	46 SHARES
Face Value (INR)	₹5
Listing At	BSE, NSE
Market Cap (Pre IPO)	₹ 1,488.60 CR

### ISSUE BREAK-UP (%)

QIB Portion	<div style="width: 50%;"></div>	50%
NII Portion	<div style="width: 15%;"></div>	15%
Retail Portion	<div style="width: 35%;"></div>	35%

### INDICATIVE TIMETABLE

Basis of Allotment	20-03-2026
Refunds/Unblocking ASBA Fund	23-03-2026
Credit of Share to Demat A/c	23-03-2026
Listing Date	24-03-2026

GSP Crop Science Limited is an agrochemical company engaged in the business of manufacturing insecticides, herbicides, fungicides and plant growth regulators.

### OBJECTS OF THE ISSUE

- Debt repayment of existing borrowings
- Remaining funds for general corporate purposes

### FINANCIALS (RESTATED CONSOLIDATED)

PARTICULARS (IN CRORE)	FY 2025	FY 2024	FY 2023
Equity Share Capital	39	26	5.00
Net Worth	450.03	370.46	363.47
<b>Revenue</b>	<b>1,301.06</b>	<b>1,158.23</b>	<b>1,206.05</b>
EBITDA Margin%	12.61%	11.26%	6.74%
<b>Net Profit/Loss of the year</b>	<b>81.42</b>	<b>55.54</b>	<b>17.57</b>

### FINANCIAL RATIOS OF FY25



15.62%

ROE



15.34x

P/E ( Pre IPO)



27.4

EPS ( Pre IPO)

### OUTLOOK & VALUATION

- In terms of valuation, its clearly cheaper compared to its peers. P/E of just 15x, RoNW best in class – this is a quality company coming to the IPO market at a fair price.
- Revenue from operations was ₹1,203 crore in FY23, which actually dipped to ₹1,152 crore in FY24 before recovering – shows cyclicity
- Agrochemical margins are volatile due to crude oil & chemical input prices
- Broader market is weak right now; IPO listings in weak markets tend to underperform
- However, our recommendation is to AVOID this IPO



## COMPANY PROFILE

- GSP Crop Science is a research-driven agrochemical company engaged in the development and manufacturing of crop protection products in India.
- The company focuses on products such as insecticides, herbicides, fungicides and plant growth regulators used in agriculture to improve crop yields and protect crops from pests and diseases.
- Its operations are organised into two primary business segments: Formulations and Technicals.
- The formulations segment produces finished agrochemical products that combine active ingredients with additives for use by farmers and agricultural customers.
- In contrast, the technicals segment manufactures concentrated active ingredients that serve as the base for these formulations.
- The company sells its products in both domestic and international markets and generates revenue primarily from the sale of agrochemicals.



## COMPETITIVE STRATEGIES

- Leverage diverse offerings to expand into international markets and capitalize on the growing agrochemical industry
- Continuing to expand product offerings by leveraging our R&D capabilities
- Continue to diversify customer base by adding new customers and increase wallet share with existing customers
- Optimization of manufacturing capabilities through backward integration and focusing on improving operational efficiencies
- Reduction of borrowings and leverage



### KEY CONCERNS

- Business performance is linked to the agrochemical industry and agricultural demand cycles.
- Operations are subject to strict regulatory approvals and environmental compliance.
- Foreign exchange fluctuations may impact export revenues and costs.
- Raw material price volatility could affect operating margins.
- Exposure to competitive pressures in the agrochemical industry.



### KEY STRENGTHS

- Research-driven agrochemical company with over four decades of industry experience.
- Diversified product portfolio including insecticides, herbicides, fungicides and plant growth regulators.
- Integrated business model with both technical and formulation segments.
- Strong focus on research and development supported by product registrations and patents.
- Established manufacturing footprint with multiple production facilities in India.

## COMPARISON WITH LISTED INDUSTRY PEERS

Name of the Company	EPS (₹ Basic)	P/E	NAV	Revenue (cr.)	RoNW%
<b>GSP Crop Science</b>	<b>21.20</b>	<b>15.34</b>	<b>115.34</b>	<b>1,287.39</b>	<b>21.46</b>
<b>Peer Group</b>					
PI Industries	109.44	28.25	669.47	7977.8	16.35
Sumitomo Chemical India	10.13	39.23	58.12	3148.5	17.42
Dhanuka Agritech	65.55	39.23	311.17	2035.1	21.18
Rallis India	6.43	40.12	97.92	2662.9	6.61
Bharat Rasayan	339.14	4.14	2,719.44	1173.0	12.47
India Pesticides	7.14	21.57	78.01	828.6	9.15
Excel Industries	67.87	13.13	1,263.83	978.0	5.37
Heranba Industries	0.77	252.92	210.13	1409.7	0.37



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CORPORATE & ADMINISTRATIVE OFFICE - 48, Jaora Compound, M.Y.H. Road, Indore - 452 001 | Phone 0731 - 6644000

Compliance Officer: Ms. Sheetal Duraphe Email: [compliance@swastika.co.in](mailto:compliance@swastika.co.in) Phone: (0731) 6644 241

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