



## Highness Microelectronics Limited

IT

**Price Band:** ₹114 to ₹120 per share

**Bidding:** 24 Mar to 27 Mar, 2026

**Listing At:** BSE SME

**Listing Date:** Apr 2, 2026

### Details of the Issue

Lead Manager	Fintellectual Corporate Advisors Pvt. Ltd.
Market Maker	Rainbow Securities Pvt. Ltd.
Registrar	Skyline Financial Services Pvt. Ltd.

### Promoter Holding

Pre-Issue	99.90%
Post-Issue	64.96%

### Offer Structure

Market Maker	91,200 shares
QIB	8,53,200 shares
Retail	6,02,400 shares
NII	2,59,200 shares
Fresh Issue	16,53,600 shares
Offer For Sale	1,52,400 shares
Total Issue	₹21.67 Cr

### Financial Summary (₹ in Thousands)

Particular	9M-FY26	FY25
Revenue	141,327.57	140,737.82
EBITDA	55,482.89	45,187.93
PAT	34,100.18	25,226.00

### Minimum Application

Category	Lots	Shares	Amount
Retail	2	2,400	₹2,88,000
S-HNI	3-6	3,600-7,200	₹4,32,000-₹8,64,000
B-HNI	7	8,400	₹10,08,000

### Customer concentration (% of Revenue)

Particulars	9M-FY26	FY25	FY24
Top 1 customer	44.78	29.56	20.48
Top 5 customers	65.83	75.51	54.43
Top 10 customers	82.43	84.51	72.01

### Valuations

NAV(FY25)	18.85
EPS(Pre Issue)	7.19
P/E(Pre Issue)	16.69

### Promoters

Mr. Gaurav Manjul Kejriwal, Mr. Manjul Kumar Kejriwal, and Mrs. Shruti Gaurav Kejriwal

### Company Overview

Highness Microelectronics Limited, incorporated in 2007 is engaged in the design, development, and manufacturing of digital imaging and display solutions, offering both off-the-shelf products and customized solutions for industries including industrial automation, healthcare, transportation, and defence, with capabilities in advanced display enhancements and specialized applications.

### Object of the Issue

- Funding the capital expenditure towards setting up an assembly line at factory: ₹52,675.18 thousands
- Funding the working capital requirement of the Company: ₹67,090.55 thousands
- Repayment and/or pre-payment, in full or part, of borrowing availed by the Company: ₹18,909.45 thousands
- General Corporate Purposes

### Price Band Analysis

At the issue price of ₹120, the company is valued at a post-issue P/E of 24.56x and P/B of 6.37x, indicating a premium valuation. The digital display and imaging solutions segment benefits from rising demand across industrial automation, healthcare, and defence, supporting growth visibility.

### Risk Measures:

- The company has high dependence on imported raw materials (89.68%), primarily from China, exposing it to geopolitical, trade, and tariff-related risks that could impact costs and supply continuity.
- There is significant reliance on a limited number of partners. In FY25, the top 10 suppliers contributed over 97% of total purchases, with the top single supplier accounting for 89.60%. Similarly, the top 10 customers accounted for 84.51% of revenue from operations in FY25

### Investment Rationale:

- Despite strong revenue growth of 31.47% in FY25, PAT growth remained modest at 5.34%, reflecting margin pressure from higher input and material costs, which may impact profitability sustainability.
- The company has witnessed a sharp increase in receivable days (from 1 day in FY23 to 206 days as of Dec 2025), indicating deteriorating working capital efficiency, along with overdue export receivables from a single debtor, raising concerns around cash flow realization and counterparty risk.
- The company has high dependence on imports (89.68%), largely from China, exposing operations to geopolitical risks and potential supply disruptions, which could materially impact business continuity.
- Despite operating in a growing digital display and imaging segment, the company faces very low capacity utilization (as low as 0.09%), indicating weak demand or execution challenges, and coupled with a premium valuation, limits near-term upside.

## Financials (₹ in Thousands, Except for Percentage & Ratios)

Particular	9M-FY26	FY25	FY24
Revenue From Operations	141,327.57	140,737.82	107,046.22
EBITDA	55,482.89	45,187.93	59,657.78
EBITDA Margin (%)	39.26	32.11	55.73
PAT	34,100.18	25,226.00	23,879.62
PAT Margin (%)	24.13	17.92	22.31
EPS	9.72	7.19	6.80
Return on Equity (RoE%)	40.97	47.09	82.30
Return on Capital Employed (RoCE%)	36.88	42.09	75.02
Debt to Equity Ratio	0.82	0.74	0.34

Source: RHP

## Industry wise Revenue Bifurcation (₹ in Thousands)

Particulars	9M-FY26	FY25	FY24
Industrial Automation	6,451.78	69,593.30	52,403.60
Medical & Healthcare	30,711.89	24,728.06	24,684.88
Railways	40,368.81	4,213.96	26,961.14
Defence & Aerospace	63,795.09	42,202.50	2,996.60
<b>Total</b>	<b>1,41,327.57</b>	<b>1,40,737.82</b>	<b>1,07,046.22</b>

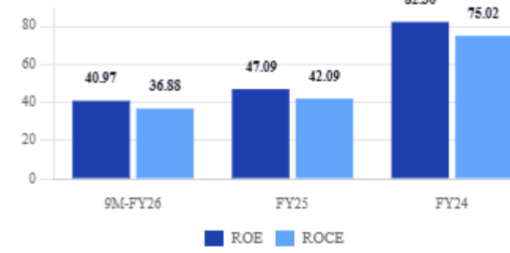
## About The Founder



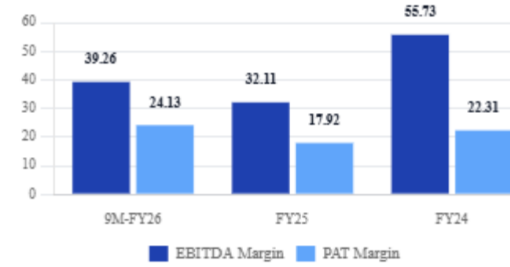
Gaurav Manjul Kejriwal, aged 45, is the Managing Director and Promoter of the company, holding a B.Com in Business Management from Sydenham College, University of Bombay, and a Business English Certificate from the University of Cambridge. He brings over 23 years of experience in the display industry and oversees the company's strategic partnerships with technology partners in India and overseas.

## FINANCIAL HIGHLIGHTS

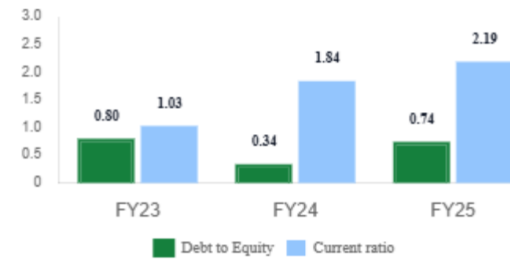
### Return Ratios



### EBITDA and PAT Margin



### Key Ratios:



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