

Price Band: ₹ 660-693

UNRATED

October 19, 2026

North based established healthcare brand...

About the Company: Paras Healthcare is clinical specialty-led hospital platform providing tertiary and quaternary healthcare services through a network of eight hospitals with an aggregate bed capacity of 2,211 beds across five states and one union territory - Gurugram and Panchkula in Haryana; Patna and Darbhanga in Bihar; Kanpur in Uttar Pradesh; Udaipur in Rajasthan; Ranchi in Jharkhand; and Srinagar in the union territory of Jammu and Kashmir.

- Company has planned addition of a hospital with a bed capacity of 300 beds in Gurugram and a hospital with a capacity of 500 beds in Ludhiana.
- The CONGOR (Cardiac, Oncology, Neuro, Gastro, Orthopedics and Renal) specialties account for ~75% of its revenue.

Key triggers/Highlights:

- **Largest Healthcare Providers in North India, Bihar and Jharkhand:** Paras is one of the largest healthcare providers in North India, Bihar and Jharkhand in terms of bed capacity, with 2,211 beds across eight hospitals. Company over the years have consistently identified markets with large catchment populations with need for high-quality tertiary and quaternary care. This approach has enabled us them to build a strong local presence with first mover advantages at multiple locations (Gurugram, Panchkula, Patna, Srinagar and Kanpur)
- **Strong Focus on Tertiary and Quaternary Care with High Contribution from CONGOR Specialties:** Paras believe that their emphasis on complex procedures, advanced surgeries and quaternary programs contributes to the provision of specialties and a higher proportion of high-acuity services, which support their ARPOB and operating performance across hospital network. The CONGOR specialties accounted for 74.70% of revenues during FY26.
- **Capital-Efficient and Flexible Operating Model with Disciplined Expansion:** Paras Hospitals follows a calibrated mix of owned, leased, revenue-sharing and PPP models, enabling capital-efficient expansion while retaining long-term operational control. Expansion decisions are guided by defined return thresholds, balance sheet strength and scalability. Its hospital design prioritizes operational efficiency and bed productivity through optimized clinical space utilization, a higher share of shared rooms, lean administrative infrastructure and outsourcing of non-core services such as laundry and transport.

Our View & Rating:

- Considering the post-IPO equity and FY26 financials, the IPO is valued at 5.5x EV / Sales, 28.2x EV/ EBITDA and ~170.4x Price to Earnings (P/E). While key parameters (ALOS, ARPOB, Occupancy) are broadly in line vis-à-vis peers, we believe the pricing offers limited headroom for a significant upside.

Key risk & concerns

- Attrition Risk – 60.38%/66.74 attrition rate during FY26/FY25.
- Higher Regional Concentration risk - Five of eight hospitals are in North India, which contributes ~66% of its overall during FY26.

Key Financial Summary

Financial Summary (₹ crore)	FY24	FY25	FY26	FY23-26 CAGR	Q1FY27
Revenues	1129.0	1294.1	1606.0	19.3	470.3
EBITDA	132.4	136.3	312.7	53.7	105.0
EBITDA Margins (%)	11.7	10.5	19.5		22.3
Net Profit	-15.3	-58.0	43.8	LP	49.7
EPS (Adjusted)	-1.4	-5.4	4.0		4.6
PE (x)	-487.1	-128.8	170.4		-
EV to EBITDA (x)	63.3	63.6	28.2		-
RoCE (%)	5.8	2.7	10.7		-
RoE (%)	-4.5	-20.7	11.1		-

Source: RHP, ICICI Direct Research; LP- Loss to profit



IPO Details

Issue Details	
Issue opens	21 October 2026
Issue closes	23 October 2026
Issue size	₹ 1,450 crore
QIB (Institutional) Share	Not more than 75% of the Offer
Non-Institutional Share	Not less than 15% of the Offer
Retail share	Not less than 10% of the Offer
Issue Type	OFS (₹950 crore) and Fresh Issue (₹500 crore)
Price band (₹/share)	₹660-693
Bid Lot	21 shares
Face value	₹ 1
Listing Market Cap @ Upper Price Band	₹7468 crore

Shareholding pattern

(in %)	Pre-Issue	Post-Issue
Promoters	72.8	59.2
Public	27.2	40.8
Total	100	100

Objects of the issue

Objects of the issue

Prepayment or scheduled repayment of outstanding borrowings ~₹320.9 crore. Investment in a subsidiary that operates Paras's hospitals in Srinagar~₹54.1 crore. And remaining for general corporate purposes.

Research Analyst

Siddhant Khandekar
siddhant.khandekar@icicisecurities.com

Shubh Mehta
shubh.mehta@icicisecurities.com

Vedant Nilekar
vedant.nilekar@icicisecurities.com

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Avoid: Do not apply for the IPO

Unrated: No view on applying for the IPO

Subscribe only for long term: Apply for the IPO only from a long-term investment perspective (>two years)

Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
Third Floor, Brillanto House,
Road No 13, MIDC,
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

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Name of the Compliance officer (Research Analyst): Mr. Atul Agrawal

Contact number: 022-40701000 E-mail Address: complianceofficer@icicisecurities.com

For any queries or grievances: Mr. Jeetu Jawrani Email address: headservicequality@icicidirect.com Contact Number: 18601231122

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