MARWADI
FINANCIAL SERVICES

#IPOlogy

IPO DETAILS

TRUALT BIOENERGY LIMITED

ISSUE OPEN	ISSUE CLOSE
25/09/2025	29/09/2025

Min. Lot Size	Issue Price Band
30 Shares	₹472 - ₹496

Issue Size

Fresh Issue:
1.51 Cr Eq Shares
(₹750.00 Cr)

OFS:
0.18 Cr Eq Shares
(₹89.28 Cr)

Face Value
₹10

Industry
Biofuels

Listing at
NSE, BSE

Rating
Subscribe

APPLY NOW

Marwadi Shares and Finance Limited
Corporate Office: Marwadi Financial Plaza, Nana Mava Main Road, Off 150ft Ring Road, Rajkot - 360001, Gujarat.
Registered Office: X-Change Plaza, Office No. 1201 to 1205, 12th Floor, Building No. - 53E, Zone - 5, Road 5E, Gift City, Gandhinagar - 382355, Gujarat.
0281 7174 100/0281 6192 100 **CIN of MSFL:** U65910GJ1992PLC017544

TRUALT BIOENERGY LIMITED

Rationale

Considering the FY 25 EPS of Rs 17.10 on a post issue basis, the company is set to list at a P/E of approximately ~29x with a market cap of Rs 4,253 Cr whereas its peers namely Balrampur Chini Mills Ltd, Triveni Engineering & Industries Ltd and Dalmia Bharat Sugar & Industries Ltd are trading at P/E ratios of approximately ~24x, ~35x and ~8x respectively.

We assign a 'Subscribe' rating to this IPO as they are well-positioned to capture favourable industry tailwinds along with the largest installed capacity for production of ethanol in India. Also, it is available at a reasonable valuation considering the growth potential of the company.

Objectives of the issue

Funding capital expenditure towards setting up multi-feed stock operations to pave- way for utilizing grains as an additional raw material in ethanol plants at TBL Unit 4 of 300 KLPD capacity;

Funding their working capital requirements; and

General corporate purposes

Company Overview

Trualt Bioenergy Ltd is one of India's largest biofuels producers, having strategically positioned ourselves as a prominent and diversified player in the biofuels industry, particularly in the Ethanol sector.

They hold the distinction of being the largest Ethanol producer in India based on installed capacity, with an aggregate installed capacity of 2,000 kilo litres per day ("KLPD") and an operational capacity of 1,800 KLPD, as of March 31, 2025. Their market share is amongst the largest in terms of Ethanol production capacity in Fiscal 2025, at 3.6%.

The company's business operations spans across ethanol production and compressed biogas (CBG) production. As on Mar 31, 2025, its subsidiary, Leafinity operates one CBG production plan with a capacity of 10.20 TPD (Tonnes per day). To further expand its CBG capacity, it has entered into Memorandum of understandings (MoUs) with a Japanese Gas company and Sumitomo Corporation Asia & Oceania Pte. Ltd.

They have established five distillery units in Karnataka. As of March 31, 2025, they operated four Ethanol production distilleries on molasses and syrup-based feedstocks.

The company also proposed to enter into other verticals, including second-generation ethanol, sustainable aviation fuel, and Mevalonolactone ("MVL") and Allied Biochemicals.

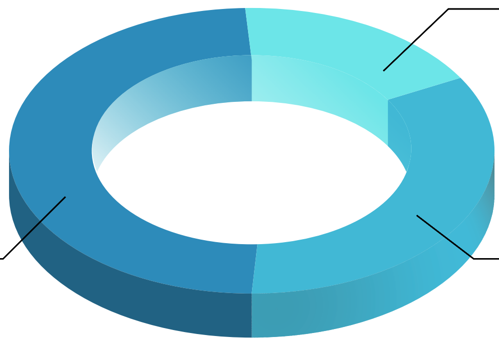
Trusted by GAIL & AGP City Gas

As of March 31, 2025, their CBG customers include GAIL and AGP City Gas Private Limited, and they have been able to establish their position as one of India's largest biofuels producers.

TRUALT BIOENERGY LIMITED

Issue Details

Issue Break-Up

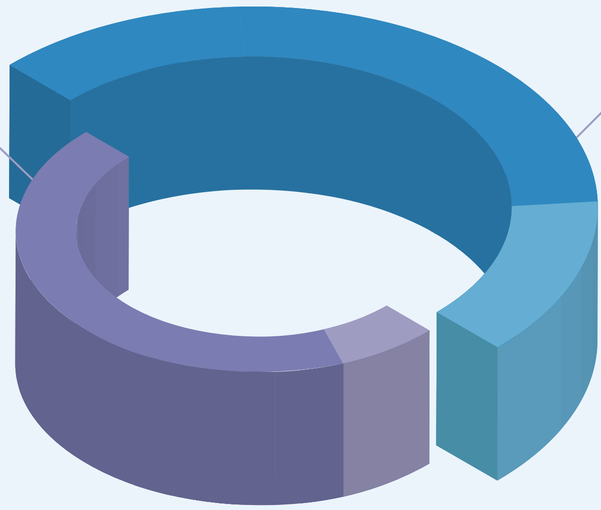


NIB:15%
₹126 Cr.

QIB: 50%
₹420 Cr.

RETAIL: 35%
₹294 Cr.

Shareholding Pattern



Pre-Issue

88%
Promoters & Promoter's Group

12%
Public

Post-Issue

71%
Promoters & Promoter's Group

29%
Public

Capital Structure (in ₹ Cr.)

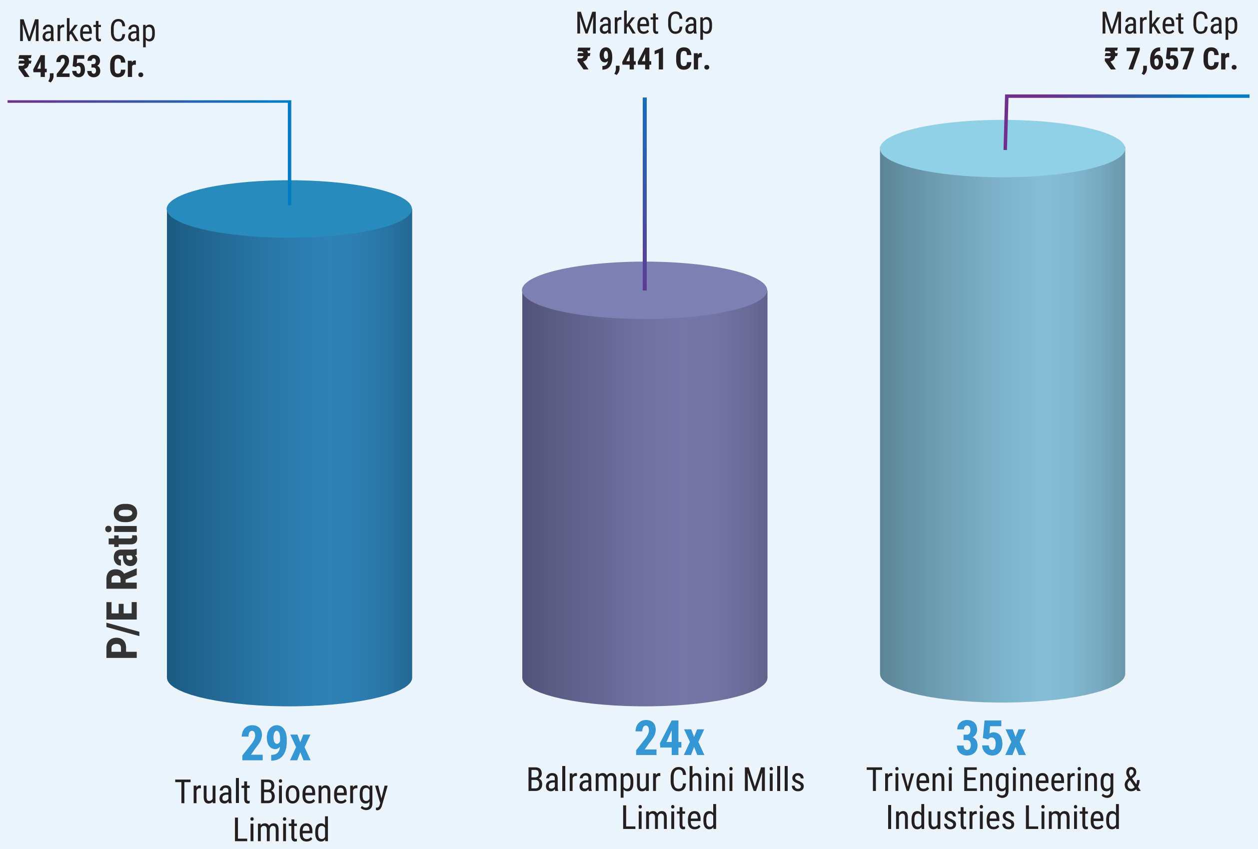
100 Cr
Authorised Equity Share Capital

71 Cr
Paid-Up Capital (Pre-Offer)

86 Cr
Paid-Up Capital (Post-Offer)

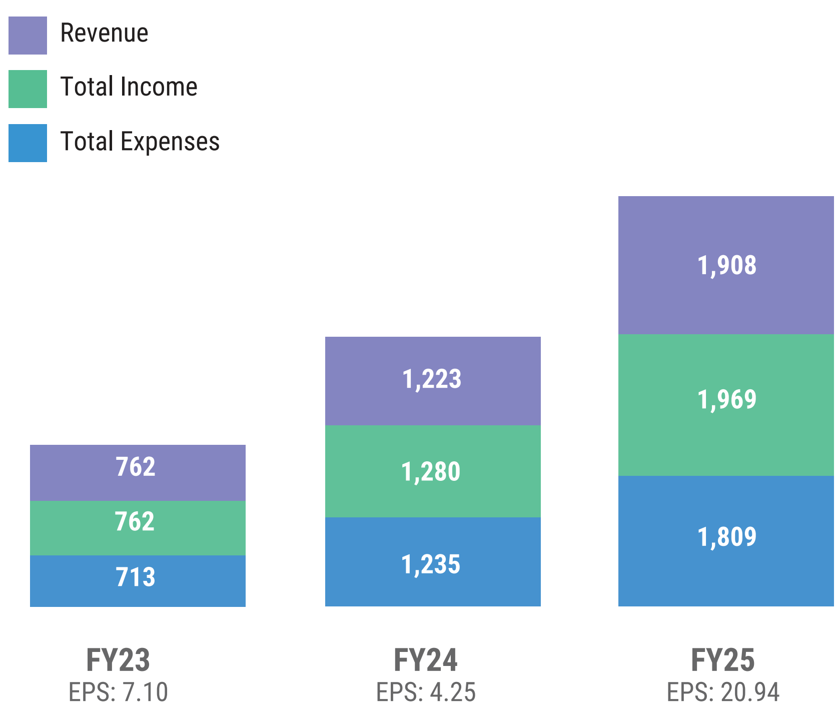
TRUALT BIOENERGY LIMITED

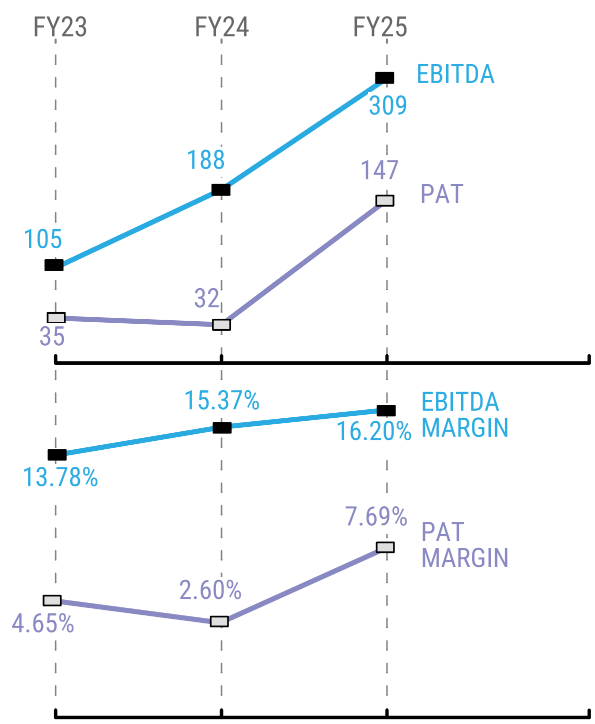
Valuations and Peer Comparison



Market Cap data of listed securities as on September 24, 2025

Financial Snapshot (in ₹ Cr.)





TRUALT BIOENERGY LIMITED

Business Insights

Competitive Strengths

- Largest installed capacity for production of ethanol in India.
- Integrated resource management, creating scalable operations.
- Strategically located production infrastructure, with a focus on technological innovation and sustainability.
- Well-positioned to capture favourable industry tailwinds.
- Entrenched customer relationships, creating a strong demand pipeline.
- Skilled and experienced promoters and management team, with committed employee base.

Business Strategy

- Diversify sources of ethanol production.
- Focus on increasing their CBG capabilities.
- Commence production of 2G ethanol.
- Venture into sustainable aviation fuel supply.
- Establish biofuel dispensing stations to cater to retail energy and flex-fuel requirements.
- Increase supply of products allied with their production processes, such as FOM.
- Grow through MoUs, pilot projects, joint ventures and strategic acquisitions.

Risks

- They derive a significant portion of their revenue from a few customers, in particular oil marketing companies ("OMCs"). The loss of one or more such customers, or a reduction in their demand for their products may adversely affect their business, results of operations, financial condition and cash flows.
- Their business is substantially dependent on the policies of the Government of India ("GoI"). Any change in GoI policies in this regard could have an impact on their revenue, results of operations and financial condition.
- They have a high debt to equity ratio which underlines their reliance of debt financing for their operations. Any disruption in this regard may adversely affect their business, results of operations and cash flows.

Promoters and Management Details

Yagati Badarinarayana Ramakrishna - Chairman and Independent Director

Vijaykumar Murugesh Nirani - Managing Director

Vishal Nirani - Executive Director

Anand Murugan Jakkampati Durairaj - Executive Director