

HD Fire Protect Ltd

IPO Note



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Strengthening India's Fire Safety Infrastructure

HD Fire Protect Limited is an Indian manufacturer and supplier of fire protection equipment and systems, offering a comprehensive portfolio of water-, foam- and gas-based fire suppression solutions. Its product portfolio includes sprinklers, alarm valves, deluge valves, deluge skids, pre-action systems, foam systems, monitors and other engineered fire protection equipment. The company caters to industrial, commercial and residential applications across sectors including oil & gas, refining and petrochemicals, power, heavy engineering, pharmaceuticals, data centres, hospitality and healthcare. It operates two manufacturing facilities in Jalgaon and Thane, Maharashtra, with a combined area of around 8.5 acres, supported by testing and R&D capabilities.

The company operates through an integrated manufacturing and project-oriented model, developing a significant portion of its products in-house and supplying equipment and systems to customers in India and overseas. Its revenue is primarily generated through the sale of fire protection equipment and systems, along with related services and other operating income. HD Fire Protect has a strong export presence, having supplied products to more than 90 countries since inception and to 49 countries during the three months ended June 2026. The company supplied products to 2,066 customers in FY26 and had an order book of INR 134.45 crore as of March 2026.

HD Fire Protect has delivered consistent growth in recent years, supported by increasing demand for fire safety solutions across industrial, commercial and infrastructure applications. Revenue from operations increased from INR 373.0 crore in FY24 to INR 432.8 crore in FY25 and INR 489.3 crore in FY26. PAT increased from INR 87.9 crore in FY24 to INR 109.5 crore in FY25 and INR 116.8 crore in FY26. The company maintained healthy profitability, with EBITDA margin at 31.9% and PAT margin at 23.9% in FY26, reflecting its strong operating profile and established manufacturing capabilities.

The IPO comprises an entirely Offer for Sale of up to 2.63 crore equity shares, aggregating to INR 678.1–712.3 crore at the price band of INR 258–271 per share, with no Fresh Issue component. Accordingly, the company will not receive any proceeds from the IPO, with the entire amount accruing to the promoter selling shareholders. The issue is scheduled to open on October 13, 2026 and close on October 15, 2026, with a lot size of 55 shares. The company proposes to benefit from the listing of its equity shares on the stock exchanges, while key strengths include its established product portfolio, international presence, in-house manufacturing capabilities, certifications and track record in high-hazard fire protection applications.

Key Consolidated Financial Data (INR Cr, unless specified)

	Net Revenue	EBITDA	Net Profit	EBITDA (%)	Net Profit (%)	EPS (INR)	BVPS (INR)	ROE (%)	RoIC (%)	P/E (X)	EV/EBITDA (X)
FY24	373.0	106.6	87.9	28.6	23.6	5.0	19.6	25.6	31.4	54.0	44.2
FY25	432.8	138.0	109.5	31.9	25.3	6.3	22.7	27.6	34.5	43.3	34.2
FY26	489.3	150.5	116.8	30.8	23.9	6.7	21.5	31.0	39.2	40.7	31.4

Source: Ventura Research & Company update

Industry	Capital Goods
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Scrip Details

Listing	BSE &NSE
Open Date	Oct 13, 2026
Close Date	Oct 15, 2026
Price Band	INR 258 – 271
Face Value	INR 5
Market Lot	55 Shares
Minimum Lot	1

Issue Structure

Issue Size (INR cr)	712
Issue Size (Shares Cr)	2.63
QIB Share (%)	≤ 50%
Non-Inst Share (%)	≥ 15%
Retail Share (%)	≥ 35%
Pre Issue sh. (cr)	17.52
Post Issue sh. (cr)	17.52
Post Issue Market Cap (cr)	4,784.73

Shareholding (%)	Pre(%)	Post (%)
Promoter	100	85
Public		15
TOTAL	100.0	100.0

Issue Structure and Offer Details

HD Fire Protect Limited IPO is a book build issue of INR 712 Cr. The issue comprises a offer for sale of 2.63 Cr Shares aggregating to INR 712 Cr.

Issue Structure	
Investor Category	Allocation
QIB	Not more than 50 .00% of the Net Offer
NII (HNI)	Not less than 15.00% of the Net Offer
Retail	Not less than 35.00% of the Net Offer

Number of shares based on a higher price band of INR 271

Source: Company Reports

Objects of the Issue:

The Company proposes utilizing the Net Proceeds from the Offer towards the following objects:

1. Offer for Sale – 712 Cr

Proceeds go to the existing investors.

Financial Summary

Fig in INR Cr (unless specified)	FY24	FY25	FY26	Fig in INR Cr (unless specified)	FY24	FY25	FY26
Income Statement				Per share data & Yields			
Revenue	373.0	432.8	489.3	Adjusted EPS (INR)	5.0	6.3	6.7
YoY Growth (%)	15.1	16.0	13.1	Adjusted Cash EPS (INR)	5.6	6.8	7.2
Raw Material Cost	196.7	211.2	249.9	Adjusted BVPS (INR)	19.6	22.7	21.5
RM Cost to Sales (%)	52.7	48.8	51.1	Adjusted CFO per share (INR)	3.6	5.6	5.3
Employee Cost	35.4	42.0	45.7	CFO Yield (%)	1.3	2.1	1.9
Employee Cost to Sales (%)	9.5	9.7	9.3	Adjusted FCF per share (INR)	3.2	4.7	(0.6)
Other Expenses	34.3	41.6	43.3	FCF Yield (%)	1.2	1.7	(0.2)
Other Exp to Sales (%)	9.2	9.6	8.8	Solvency Ratio (X)			
EBITDA	106.6	138.0	150.5	Total Debt to Equity	0.0	0.0	0.0
Margin (%)	28.6	31.9	30.8	Net Debt to Equity	(0.1)	(0.1)	(0.1)
YoY Growth (%)	24.1	29.5	9.0	Net Debt to EBITDA	(0.3)	(0.2)	(0.1)
Depreciation & Amortization	9.3	9.1	10.1	Return Ratios (%)			
EBIT	97.2	128.9	140.3	Return on Equity	25.6	27.6	31.0
Margin (%)	26.1	29.8	28.7	Return on Capital Employed	21.4	24.2	27.9
YoY Growth (%)	22.3	32.5	8.9	Return on Invested Capital	31.4	34.5	39.2
Other Income	19.1	17.9	15.8	Working Capital Ratios			
Finance Cost	0.0	0.0	0.2	Payable Days (Nos)	20	21	22
Fin Charges Coverage (X)	13,892.6	4,956.3	815.8	Inventory Days (Nos)	54	59	65
Exceptional Item	0.0	0.0	0.0	Receivable Days (Nos)	47	49	70
PBT	116.4	146.7	156.0	Net Working Capital Days (Nos)	80	87	113
Margin (%)	31.2	33.9	31.9	Net Working Capital to Sales (%)	22.0	23.8	30.9
YoY Growth (%)	24.7	26.1	6.3	Valuation (X)			
Tax Expense	28.4	37.2	39.2	P/E	54.0	43.3	40.7
Tax Rate (%)	24.4	25.3	25.1	P/BV	13.8	12.0	12.6
PAT	87.9	109.5	116.8	EV/EBITDA	44.2	34.2	31.4
Margin (%)	23.6	25.3	23.9	EV/Sales	12.6	10.9	9.7
YoY Growth (%)	25.2	24.6	6.6	Cash Flow Statement			
Min Int/Sh of Assoc	0.0	0.0	0.0	PBT	116.4	146.7	156.0
Net Profit	87.9	109.5	116.8	Adjustments	16.1	0.9	(0.9)
Margin (%)	23.6	25.3	23.9	Change in Working Capital	(54.6)	(27.2)	(22.0)
YoY Growth (%)	25.2	24.6	6.6	Less: Tax Paid	(28.4)	(37.2)	(40.6)
Balance Sheet				Cash Flow from Operations	63.8	98.3	92.5
Share Capital	2.7	87.6	87.6	Net Capital Expenditure	(7.2)	(15.9)	(17.6)
Total Reserves	340.8	309.4	289.5	Change in Investments	(25.8)	(36.6)	58.4
Shareholders Fund	343.4	397.1	377.1	Cash Flow from Investing	(33.0)	(52.6)	41.0
Long Term Borrowings	0.0	0.0	0.0	Change in Borrowings	6.1	7.0	0.0
Deferred Tax Assets / Liabilities	2.1	2.7	0.0	Less: Finance Cost	(0.0)	(0.0)	(0.2)
Other Long Term Liabilities	0.0	0.0	0.0	Proceeds from Equity	0.0	0.0	0.0
Long Term Trade Payables	0.0	0.0	0.0	Buyback of Shares	(28.8)	0.0	0.0
Long Term Provisions	1.2	1.0	1.9	Dividend Paid	(0.2)	(56.2)	(140.2)
Total Liabilities	346.7	400.7	379.1	Cash flow from Financing	(22.9)	(49.2)	(136.1)
Net Block	75.2	86.9	80.9	Net Cash Flow	7.9	(3.4)	(2.6)
Capital Work in Progress	1.0	4.1	17.6	Forex Effect	0.0	0.0	0.0
Intangible assets under developmer	0.0	0.0	0.0	Opening Balance of Cash	13.0	20.9	17.5
Non Current Investments	90.5	127.4	78.9	Closing Balance of Cash	20.9	17.5	14.9
Long Term Loans & Advances	0.9	1.1	0.0				
Other Non Current Assets	13.6	25.9	14.9				
Net Current Assets	165.5	155.4	186.7				
Total Assets	346.7	400.7	379.1				

Source: Company Reports

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