

GERMAN GREEN STEEL AND POWER LIMITED

IPO Note



GERMAN TMT
GERMAN GREEN STEEL

STRONGER STEEL
FOR A GREENER
TOMORROW

 **TMT BARS**
STRENGTH IN
EVERY BUILD

 **HR/CR COILS & WIRE RODS**
PRECISION. QUALITY.
CONSISTENCY.

 **STRUCTURAL STEEL**
BUILDING STRONGER
STRUCTURES.

 **STEEL PLATES**
DURABILITY FOR A
BRIGHTER FUTURE.

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A Vertically Integrated Green Steel Manufacturer Powering Western India's TMT Bar Demand

German Green Steel and Power Limited, headquartered in Ahmedabad, was incorporated in 2008 as Haq Enterprises Private Limited and converted to its present name in January 2024. It is a vertically integrated iron and steel manufacturer focused on TMT bars, with a product portfolio of TMT bars, MS billets and sponge iron, produced across 2 manufacturing facilities in Gujarat — Samakhiali (vertically integrated, with a 20 MW captive power plant plus hybrid wind-solar capacity) and Viramgam, operated through subsidiary German TMT Private Limited. Its TMT bars carry Green Steel certification (4-star and 5-star ratings) from NISST. Promoters Inamulhaq Shamsulhaq Iraki (Chairman & Whole-Time Director) and Abdulhaq Shamsulhaq Iraki (Whole-Time Director) have 36+ and 31+ years' experience respectively in the steel industry, alongside promoter Ibrarulhaq Inamulhaq Iraki with 8 years' experience.

The company operates in India's integrated steel manufacturing value chain, where demand is driven by construction and infrastructure activity. Per the CARE Report, domestic steel demand grew at an 11.6% CAGR between fiscals 2021 and 2026, and finished steel demand is projected to grow at a 6.5–8.5% CAGR between fiscals 2027 and 2031. GGSPL is positioned to benefit from this growth given its vertically integrated, port-proximate Gujarat manufacturing base.

Its operating model combines integrated production from sponge iron through MS billets to finished TMT bars, supported by captive power meeting 75.44% of FY26 energy requirements. TMT bars are its largest and fastest-growing product category, contributing 78.74% of FY26 revenue, up from 63.13% in FY24. Gujarat alone contributed 97.74% of FY26 sales, while customer concentration eased, with top 10 customers falling to 50.62% of FY26 revenue from 57.92% in FY24.

Revenue grew from INR 1,130 crore (FY24) to INR 1,679 crore (FY26), while EBITDA rose from INR 79.3 crore to INR 167.0 crore, with margin improving from 7.0% to 9.9%. Net Profit rose from INR 41.7 crore in FY24 to INR 79.9 crore in FY26, with margin expanding from 3.7% to 4.8%. ROE eased from 23.7% (FY24) to 19.0% (FY26), while RoIC stayed broadly range-bound between 16.4% and 19.9%. EPS rose to INR 13.3 and BVPS to INR 56.2 in FY26.

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)
FY23	1,121	52.2	31.2	4.7	2.8	4.8	17.8	23.2	18.6	33.6	22.3
FY24	1,130	79.3	41.7	7.0	3.7	6.8	23.4	23.7	19.1	25.1	15.6
FY25	1,508	116.8	59.9	7.7	4.0	9.9	39.0	20.5	16.4	17.5	11.8
FY26	1,679	167.0	79.9	9.9	4.8	13.3	56.2	19.0	19.9	13.1	8.1

Source: Ventura Research & Company update

Industry	Metals & Mining
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Scrip Details

Listing	BSE &NSE
Open Date	Sep 25, 2026
Close Date	Sep 29, 2026
Price Band	INR 132 – 139
Face Value	INR 10
Market Lot	107 Shares
Minimum Lot	1

Issue Structure

Issue Size (INR cr)	304.00
Issue Size (Shares Cr)	2.19
QIB Share (%)	≤ 50%
Non-Inst Share (%)	≥ 15%
Retail Share (%)	≥ 35%
Pre Issue sh. (cr)	5.45
Post Issue sh. (cr)	7.54
Post Issue Market Cap (cr)	1,047.35

Shareholding	Pre (%)	Post (%)
Promoter	96.63	68.54
Public	3.37	31.46
TOTAL	100.0	100.0

Issue Structure and Offer Details

German Green Steel IPO is a book build issue of ₹303.90 crores. The issue is a combination of fresh issue of 2.09 crore shares aggregating to ₹290.00 crores and offer for sale of 10.00 lakh shares aggregating to ₹13.90 crores.

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 139

Source: Company Reports

Objects of the Issue:

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

1. Fresh Issue – INR 290.00 Cr towards the following objects

- Funding capital expenditure for expansion of the Samakhiyali manufacturing facility and a hybrid wind & solar power plant: INR 226.33 Cr
- Prepayment/repayment of outstanding borrowings availed by the Company: INR 7.70 Cr
- General corporate purposes

2. Offer for Sale – INR 13.90 Cr

- Proceeds go to the existing investors.

Financial Summary

Fig in INR Cr (unless specified)	FY23	FY24	FY25	FY26	Fig in INR Cr (unless specified)	FY23	FY24	FY25	FY26
Income Statement					Per share data & Yields				
Revenue	1,121.1	1,129.8	1,507.6	1,679.0	Adjusted EPS (INR)	4.1	5.5	8.0	10.6
YoY Growth (%)	25.7	0.8	33.4	11.4	Adjusted Cash EPS (INR)	4.8	6.8	9.9	13.3
Raw Material Cost	872.3	869.6	1,179.7	1,251.3	Adjusted BVPS (INR)	17.8	23.4	39.0	56.2
RM Cost to Sales (%)	77.8	77.0	78.3	74.5	Adjusted CFO per share (INR)	7.7	3.8	9.9	18.7
Employee Cost	20.2	24.8	32.8	42.4	CFO Yield (%)	5.5	2.7	7.1	13.4
Employee Cost to Sales (%)	1.8	2.2	2.2	2.5	Adjusted FCF per share (INR)	(1.2)	(6.5)	(22.8)	1.0
Other Expenses	176.5	156.1	178.3	218.3	FCF Yield (%)	(0.8)	(4.7)	(16.4)	0.7
Other Exp to Sales (%)	15.7	13.8	11.8	13.0	Solvency Ratio (X)				
EBITDA	52.2	79.3	116.8	167.0	Total Debt to Equity	1.1	1.1	1.2	0.8
Margin (%)	4.7	7.0	7.7	9.9	Net Debt to Equity	0.9	1.1	1.1	0.7
YoY Growth (%)	41.4	52.0	47.2	42.9	Net Debt to EBITDA	2.3	2.4	2.8	1.9
Depreciation & Amortization	5.2	9.6	14.7	20.6	Return Ratios (%)				
EBIT	47.0	69.7	102.1	146.4	Return on Equity	23.2	23.7	20.5	19.0
Margin (%)	4.2	6.2	6.8	8.7	Return on Capital Employed	11.0	13.7	13.2	14.1
YoY Growth (%)	43.1	48.4	46.4	43.4	Return on Invested Capital	18.6	19.1	16.4	19.9
Other Income	9.1	7.8	9.6	6.4	Working Capital Ratios				
Bill discounting & other charges	8.2	22.1	32.7	43.0	Payable Days (Nos)	21	44	85	96
Fin Charges Coverage (X)	5.7	3.2	3.1	3.4	Inventory Days (Nos)	20	54	78	87
Exceptional Item	0.0	0.0	0.0	0.0	Receivable Days (Nos)	16	28	36	36
PBT	47.9	55.4	79.0	109.8	Net Working Capital Days (Nos)	15	38	29	26
Margin (%)	4.3	4.9	5.2	6.5	Net Working Capital to Sales (%)	4.2	9.8	8.3	7.9
YoY Growth (%)	36.1	15.7	42.7	38.9	Valuation (X)				
Tax Expense	17.1	14.5	13.7	29.9	P/E	33.6	25.1	17.5	13.1
Tax Rate (%)	35.6	26.2	17.3	27.2	P/BV	7.8	5.9	3.6	2.5
PAT	30.8	40.9	65.3	79.9	EV/EBITDA	22.3	15.6	11.8	8.1
Margin (%)	2.7	3.6	4.3	4.8	EV/Sales	1.0	1.1	0.9	0.8
YoY Growth (%)	(3.6)	32.7	59.8	22.3	Cash Flow Statement				
Min Int/Sh of Assoc	0.4	0.8	(5.4)	(0.0)	PBT	47.9	55.4	79.0	109.8
Net Profit	31.2	41.7	59.9	79.9	Adjustments	9.9	51.5	23.6	67.7
Margin (%)	2.8	3.7	4.0	4.8	Change in Working Capital	17.2	(64.1)	(14.5)	(6.8)
YoY Growth (%)	(8.7)	33.6	43.9	33.3	Less: Tax Paid	(17.1)	(14.5)	(13.7)	(29.9)
Balance Sheet					Cash Flow from Operations	57.9	28.4	74.4	140.8
Share Capital	24.5	24.5	68.7	70.6	Net Capital Expenditure	(66.6)	(77.7)	(246.2)	(133.2)
Total Reserves	109.9	151.5	225.2	353.1	Change in Investments	3.3	14.6	22.2	(1.7)
Shareholders Fund	134.4	176.1	293.9	423.7	Cash Flow from Investing	(63.4)	(63.1)	(224.0)	(134.8)
Long Term Borrowings	74.6	83.2	194.0	154.6	Change in Borrowings	(13.3)	56.8	151.5	(13.5)
Deferred Tax Assets / Liabilities	19.1	24.6	36.5	52.9	Less: Finance Cost	(8.2)	(22.1)	(32.7)	(43.0)
Other Long Term Liabilities	0.7	17.4	1.5	8.2	Proceeds from Equity	0.0	0.0	32.4	49.6
Long Term Trade Payables	0.0	0.0	0.0	0.0	Buyback of Shares	0.0	0.0	0.0	0.0
Long Term Provisions	0.8	1.3	2.0	1.9	Dividend Paid	0.0	0.0	0.0	0.0
Total Liabilities	229.6	302.6	528.0	641.3	Cash flow from Financing	(21.5)	34.7	151.2	(6.8)
Net Block	197.6	221.5	346.5	496.8	Net Cash Flow	(27.0)	(0.1)	1.6	(0.9)
Capital Work in Progress	25.4	54.0	162.2	160.7	Forex Effect	0.0	0.0	0.0	0.0
Intangible assets under develop	0.0	0.0	0.0	0.0	Opening Balance of Cash	27.6	0.6	0.5	2.1
Non Current Investments	5.6	7.1	0.7	0.6	Closing Balance of Cash	0.6	0.5	2.1	1.3
Long Term Loans & Advances	4.1	4.1	2.7	2.7					
Other Non Current Assets	0.0	0.0	0.0	0.0					
Net Current Assets	(3.1)	15.9	15.9	(19.4)					
Total Assets	229.6	302.6	528.0	641.3					

Source: Company Reports

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