# Lohia Corp Ltd.

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**IPO Note** **22nd July 2026**

## Company Overview

Lohia Corp Limited is a technology-driven global leader in the technical textile machinery sector, specializing in end-to-end solutions for polypropylene (PP) and high-density polyethylene (HDPE) woven fabric and sacks ("Raffia"). The company holds a prominent market position, commanding a 15.4% share of the global woven Raffia machinery market by value in 2024 and a dominant 40.7% market share in India in FY25. Offering 'concept to commissioning' solutions, its diverse portfolio encompasses tape extrusion lines, circular looms, conversion machines, monofilament lines, plastic recycling systems, and spare parts that serve critical packaging (e.g. cement, fertilizer, FIBCs) and non-packaging (e.g., geotextiles, tarpaulins) industries. Lohia Corp operates six machine manufacturing facilities, four in India (Kanpur and Bengaluru), one in the USA, and one in Italy, supported by a live experience centre, an internal workforce training centre (MTTC), the DSIR-accredited Hargovind Bajaj R&D Centre, and a NABL-accredited Technical Training and Research Centre (TTRC). As of March 31, 2026, its plants boasted an annual capacity of 240 tapelines, 13,800 circular looms, and 1,08,000 tape winders. Underpinned by strong intellectual property, including 71 granted patents in India, 56 global patents, and 54 registered trademarks, the company distributes its products to around 100 countries through five international offices (Brazil, Russia, Thailand, UAE, USA), domestic sales hubs, and an extensive network of exclusive agents across Latin America, Africa, and East Asia.

## Objects of the issue

The IPO consists entirely of an Offer for Sale of up to Rs. 1,101 crores by the Promoter Selling Shareholders, with no fresh issue component.

## Investment Rationale

### Market Leadership in India and Global Footprint in Woven Raffia Machinery

Lohia Corp holds a commanding market position both domestically and globally within the technical textile machinery sector, specializing in solutions for polypropylene (PP) and high-density polyethylene (HDPE) woven fabric and sacks ("Raffia"). In 2024, the company ranked among the top global manufacturers by revenue, capturing a 15.4% share of the global woven Raffia machinery market by value. Domestically, Lohia Corp maintains a dominant leadership position in the Indian market, boasting a 40.7% market share by value in Fiscal 2025. The company's large operational scale is underscored by its extensive product footprint - having sold over 2,447 tape extrusion lines, 502,940 winders, and 101,452 circular weaving looms, representing an aggregate extrusion capacity of 8.59 million MT as of March 31, 2026. Supported by a robust global sales network, the company has supplied its machinery to approximately 100 countries across Fiscals 2024, 2025, and 2026. Its manufacturing scale in India includes annual installed capacities of 240 tape extrusion lines, 108,000 tape winders, 13,800 circular looms, 192 bag conversion machines, and 8,000 tonnes of FIBC bags as of March 31, 2026. The overseas facilities in subsidiaries, Leesona Corp and OMGM, adds capacities for 700 winders and 12 extrusion lines as of December 31, 2025.

### End-to-End Solutions and Diverse Product Portfolio Across the Woven Fabric Ecosystem

Lohia Corp Limited possesses a diverse and comprehensive product portfolio that delivers end-to-end 'concept to commissioning' solutions across the complete production lifecycle of the Raffia and technical textile industries. Evolving from a traditional circular loom manufacturer into an integrated supply chain partner, the company offers a complete suite of machinery, including tape extrusion lines, circular looms, coating and lamination lines, printing machines, bag conversion equipment, multifilament yarn systems, and plastic recycling machines, alongside high-performance fiber winders and monofilament extrusion lines serving textiles, agriculture, medicine, and sports. Its proprietary 'concept to commissioning' framework combines structured consultancy (feasibility and plant layout assessment), technical and operational workforce training, and full-scale engineering services (installation, quality certification, and documentation). This machinery enables clients to supply products across diverse packaging applications (such as FIBCs, container liners, and sacks for cement,

| Issue Details | |
|---|---|
| Offer Period | 23rd July 2026 - 07th July 2026 |
| Price Band | Rs. 404 to Rs. 425 |
| Bid Lot | 35 |
| Listing | BSE & NSE |
| Issue Size (no. of shares in Cr.) | 2.6 |
| Issue Size (Rs. in Cr.) | 1,101 |
| Face Value (Rs.) | 1 |

| Issue Structure | |
|---|---|
| QIB | 75% |
| NIB | 15% |
| Retail | 10% |

| | |
|---|---|
| BRLM | Equirus Capital Ltd., Motilal Oswal Investment Advisors Ltd. |
| Registrar | MUFG Intime India Pvt. Ltd. |

| Particulars | Pre Issue % | Post Issue % |
|---|---|---|
| Promoter & Promoter Group | 95.6% | 75.2% |
| Public | 4.4% | 24.8% |
| **Total** | **100.0%** | **100.0%** |

(Assuming issue subscribed at higher band)

**Research Team** - 022-61596138

fertilizer, chemicals, and food grains) as well as non-packaging applications (including geotextiles, geogrids, tarpaulins, pond liners, and carpet backing). Supported by extensive after-sales services and spare parts distribution that enhance long-term equipment value, Lohia Corp's technological agility allows it to adapt to evolving regulatory landscapes, such as restrictions on single-use plastics, thereby reinforcing its competitive market leadership.

## Valuation

Lohia Corp Limited is a leading global manufacturer of technical textile machinery, offering end-to-end "concept to commissioning" solutions for polypropylene (PP) and high-density polyethylene (HDPE) woven fabrics and sacks ("Raffia"). The company operates in an industry supported by structural demand tailwinds: the global woven Raffia machinery market is projected to expand at a CAGR of 5.2% to reach USD 1,369 million by 2030, while the domestic Indian market is forecast to grow at a CAGR of 10.0% to reach USD 242 million by FY30, driven by infrastructure growth and expanding multi-sector applications in agriculture, cement, fertilizers, and geotextiles. Lohia Corp commands market leadership, holding a 40.7% market share in India (FY25) and a 15.4% global market share (2024). This leadership is reflected in its strong financial trajectory: in FY26, consolidated Revenue from Operations grew 24.7% YoY to Rs. 1,717.0 crores, while operating EBITDA surged 48.5% YoY to Rs. 339.5 crores and Profit After Tax (PAT) expanded 64.2% YoY to Rs. 193.5 crore. Strong near-term top-line visibility is further supported by an outstanding order book of Rs. 1,358.5 crores as of March 31, 2026. **At the upper price band of Rs. 425 per share, Lohia Corp is valued at an implied P/E multiple of 23.2x based on its FY26 diluted EPS of Rs. 18.3. Considering the company's strong market share, deep in-house R&D capabilities, extensive global footprint (100 countries), expanding operating margins, high Return on Equity (ROE of 36.8% in FY26), and clear revenue visibility, the valuation appears justified. Accordingly, we recommend a “SUBSCRIBE” rating on the issue with a medium to long-term investment horizon.**

## Key Risks:

⇒ The company derives a significant majority of its revenue from the woven raffia machines segment, contributing 88.16% of revenue in FY26, 87.28% in FY25 and 85.68% in FY24. This high concentration exposes the company to risks associated with the performance of the woven raffia machines market, which is closely linked to demand from end-use industries such as agro-textiles, geo-textiles, building-textiles and packaging-textiles. Any slowdown in these sectors, a decline in capital expenditure by customers, technological disruption or adverse industry conditions could materially impact demand for woven raffia machines, thereby affecting the company's revenue growth, profitability, cash flows and overall financial performance.

⇒ The company's operations are exposed to fluctuations in the prices and availability of key raw materials. Any significant increase in input costs, shortages, delays or disruptions in the procurement of critical raw materials could lead to higher manufacturing costs, project execution delays and pressure on operating margins. Such adverse developments may negatively impact the company's profitability, cash flows, financial condition and overall business performance.

# Lohia Corp Ltd.

## Income Statement (Rs. in Crores)

| Particulars | FY25 | FY26 |
|---|---|---|
| **Revenue** | | |
| Revenue from operations | 1,377 | 1,717 |
| **Total revenue** | **1,377** | **1,717** |
| **Expenses** | | |
| Cost of material consumed | 658 | 914 |
| Purchase of stock in trade | 100 | 107 |
| Changes in inventory of finished goods, stock in trade and work in progress | 8 | (55) |
| Employee benefit expenses | 180 | 192 |
| Other expenses | 211 | 240 |
| **Total operating expenses** | **1,158** | **1,398** |
| **EBITDA** | **219** | **319** |
| Depreciation & amortization expenses | 51 | 52 |
| **EBIT** | **168** | **266** |
| Finance costs | 15 | 13 |
| Other Income | 10 | 21 |
| **Profit before exceptional items and income tax** | **162** | **274** |
| Exceptional items | 0 | 9 |
| **Profit Before Tax** | **162** | **265** |
| Total Tax | 45 | 72 |
| **Net Profit** | **118** | **193** |
| **Diluted EPS** | **13.7** | **18.3** |

*Source: RHP, BP Equities Research*

## Cash Flow Statement (Rs. in Crores)

| Particulars | FY25 | FY26 |
|---|---|---|
| Cash Flow from/(used in) operating activities | 141 | 325 |
| Cash flow from/(used in) investing activities | (31) | (239) |
| Net cash flows (used in) / from financing activities | (88) | (95) |
| **Net increase/(decrease) in cash and cash equivalents** | **22** | **(9)** |
| **Cash and cash equivalents at the beginning of the period** | **0** | **37** |
| **Cash and cash equivalents at the end of the period** | **37** | **29** |

*Source: RHP, BP Equities Research*

# Lohia Corp Ltd.

## Balance Sheet (Rs. in Crores)

| Particulars | FY25 | FY26 |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | | |
| (a) Property, Plant and Equipment | 333 | 325 |
| (b) Capital work-in-progress | 13 | 6 |
| (c) Right of use of assets | 54 | 50 |
| (d) Intangible assets | 6 | 6 |
| (e) Intangible assets under development | 0 | 0 |
| (f) Financial Assets | | |
| Loans | 0 | 0 |
| Other Financial Assets | 5 | 5 |
| (g) Non current Tax Assets (Net) | 1 | 1 |
| (h) Deferred Tax Assets (Net) | 1 | 1 |
| Other non-current assets | 3 | 7 |
| **Total Non-Current Assets** | **416** | **401** |
| | | |
| **Current assets** | | |
| (a) Inventories | 296 | 396 |
| (b) Financial Assets | | |
| Investments | 0 | 157 |
| Trade receivables | 120 | 138 |
| Cash and cash equivalents | 37 | 29 |
| Loans | 1 | 6 |
| Other Financial Assets | 32 | 98 |
| (c) Current Tax Assets (Net) | 12 | 14 |
| (d) Other Current Assets | 53 | 64 |
| **Total Current Assets** | **551** | **903** |
| **Total Assets** | **968** | **1,305** |
| **EQUITY AND LIABILITIES** | | |
| **Equity** | | |
| (a) Equity Share Capital | 11 | 11 |
| (b) Other Equity | 357 | 511 |
| (c) Non controlling interest | 4 | 4 |
| **Total Equity** | **372** | **526** |
| | | |
| **Liabilities** | | |
| **Non Current Liabilities** | | |
| (a) Financial liabilities | | |
| Borrowings | 86 | 48 |
| Lease Liabilities | 19 | 16 |
| Provision | **0** | **0** |
| Deferred Tax Liabilities (Net) | 11 | 7 |
| Other non current liabilities | 26 | 3 |
| **Total Non Current Liabilities** | **142** | **74** |
| | | |
| **Current liabilities** | | |
| (a) Financial liabilities | | |
| Borrowings | 126 | 105 |
| Lease Liabilities | 5 | 6 |
| Trade Payables | 105 | 141 |
| Other financial liabilities | 24 | 48 |
| (b) Other current liabilities | 181 | 390 |
| (c) Provisions | 9 | 10 |
| (d) Current Tax Liabilities (Net) | 3 | 4 |
| **Total Current Liabilities** | **454** | **705** |
| **Total Liabilities** | **967** | **1,305** |

*Source: RHP, BP Equities Research*

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## Disclaimer Appendix

**Analyst (s) holding in the Stock : Nil**

**Analyst (s) Certification:**

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