IPO Report

Apply SME IPO

IC ELECTRICALS COMPANY LIMITED

Industrials

Price Band: ₹94 to ₹99 per share
Bidding: 25 Jun to 30 Jun, 2026
Listing At: NSE SME
Listing Date: Jul 3, 2026

Details of the Issue

Lead Manager	NEXGEN Financial Solutions Pvt.Ltd.
Registrar	Skyline Financial Services Pvt.Ltd.
Market Maker	Mansi Share & Stock Broking Pvt.Ltd.

Promoters Holding (%)

Pre-Issue	82.92
Post-Issue	60.94

Offer Structure

QIB	22,86,000 Shares
Retail	16,12,800 Shares
NII	6,98,400 Shares
Market Maker	2,42,400 Shares
Fresh Issue	48,39,600 Shares
Total Issue	₹47.91 Cr

Financial Summary (₹ in Lakhs)

Particular	FY26	FY25	FY24
Revenue	14,304.15	12,188.59	9,924.92
EBITDA	2,568.94	1,848.52	1,196.71
PAT	1,407.63	937.06	452.94

Minimum Application

Category	Lots	Shares	Amount
Retail	2	2,400	₹2,37,600
S-HNI	3-8	3,600-9,600	₹3,56,400-₹9,50,400
B-HNI	9	10,800	₹10,69,200

Customer concentration (% of Revenue)

Particulars	FY26	FY25	FY24
Top 1 customer	16.09	30.80	25.36
Top 5 customers	40.55	53.50	46.81
Top 10 customers	50.38	63.15	55.58

Valuations

NAV(FY26)	₹47.40
EPS(Pre Issue)	₹10.49
P/E(Pre Issue)	9.44

Promoters

Mr. Sunil Kumar Verma, Mrs. Renu Verma, Aakansha Verma, Davisha Verma, Savita Sachdeva, M/s SHBD LLP, M/s Safe System India Private Limited, M/s Safe Insulation Technologies Private Limited, Akash Sachdeva, Aditi Sachdeva

Company Overview

Founded in 2005, IC Electricals Company Limited manufactures electronic equipment, electrical systems, and railway components for Indian Railways. The company also undertakes railway electrification projects and provides engineering solutions to government railway departments across India. Its product portfolio includes power supply systems, control equipment, alternators, traction motors, and other railway electrical components. The company also executes turnkey railway electrification projects, covering the design, supply, erection, testing, and commissioning of 25 kV AC overhead equipment and traction substation systems.

Object of the Issue

- Funding the working capital requirements: ₹3,360.00 Lakhs.
- General Corporate Purpose

Price Band Analysis

At the cap price, the company is valued at a post-issue P/E multiple of 12.84x and a P/B multiple of 2.08x indicating an attractive valuation compared to its listed peer.

Peer Comparison (As of FY26)

CompanyName	EPS (₹)	P/E	RONW (%)	NAV (₹)
IC Electricals Company Ltd	10.49	10.49	24.88	47.40
Hind Rectifiers Ltd	13.10	99.50	24.62	59.88

Risk Measures:

- The Company's dependence on government contracts limits its brand visibility in the private sector, which may restrict customer diversification and growth outside government projects. This could impact its ability to secure private orders and compete effectively in non-government markets.
- If the Company is unable to successfully secure or execute a tender, it may result in loss of expected revenue, adversely impacting its business performance, financial condition, and growth prospects, given its high dependence on government contracts.

Investment Rationale:

- Revenue from operations increased by 17.36% from ₹12,188.59 lakhs in FY25 to ₹14,304.15 lakhs in FY26, driven by higher product sales and recognition of unbilled revenue. A significant portion of railway contractual work completed during the year could not be billed before year-end and was accounted as unbilled revenue, to be billed in the subsequent period. This reflects strong execution momentum and healthy revenue visibility backed by a growing order-driven business model.
- New orders have grown sharply from ₹6,861.44 lakh in FY24 to ₹21,821.01 lakh in FY26, expanding the execution pipeline and order book. As projects require upfront spending on resources, working capital needs have increased. This reflects stronger business activity and better revenue visibility rather than financial stress. Overall, the rise is driven by robust order inflows and a growing order book. Accordingly, ₹3,360 lakhs from IPO proceeds is proposed to be utilized towards working capital to support execution of the expanding order book and ongoing projects.
- The Union Budget 2026–27 has allocated a record capital expenditure outlay of ₹2.93 lakh crore to Indian Railways, reflecting the Government's strong commitment towards railway infrastructure development. The increased focus on railway electrification, network expansion, freight capacity enhancement, and safety systems is expected to accelerate modernization across the railway sector. This sustained investment is likely to generate significant demand for railway equipment, components, and engineering solutions, creating a favorable growth environment for companies such as IC Electricals.

Financials (₹ in Lakhs, Except for Percentage & Ratios)

Particular	FY26	FY25	FY24
Revenue From Operations	14,304.15	12,188.59	9,924.92
EBITDA	2,568.94	1,848.52	1,196.71
EBITDA Margin (%)	17.96	15.17	12.06
PAT	1,407.63	937.06	452.94
PAT Margin (%)	9.84	7.69	4.56
Return on Equity (RoE%)	24.88	23.28	15.79
Return on Capital Employed (RoCE%)	18.47	17.58	15.25
EPS	10.49	7.28	3.92
Debt to Equity Ratio	1.19	1.13	1.54

Vertical wise Revenue Bifurcation (₹ in Lakhs)

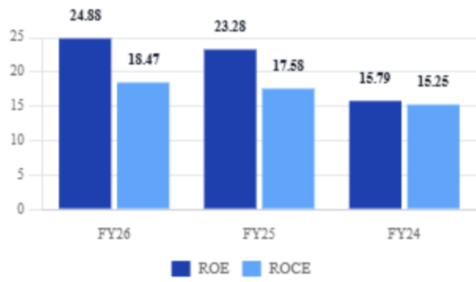
Particulars	FY26	FY25	FY24
Rotating Division	4,039.44	4,060.57	4,462.66
Electronic Division	4,371.67	2,568.00	812.00
Contract Division	5,893.04	5,560.02	4,650.26
Total	**14,304.15**	**12,188.59**	**9,924.92**

About The Founder

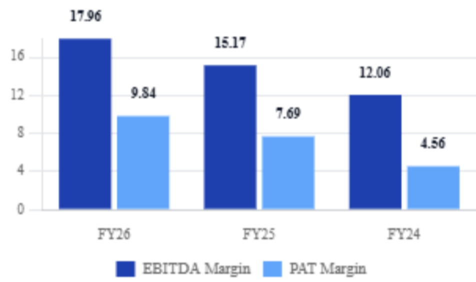
Mr. Sunil Kumar Verma, aged 63, serves as the Promoter and Managing Director of the Company. He has been associated with the Company since November 11, 2005, and was later appointed as Managing Director effective December 10, 2025. He holds a postgraduate degree in Business Management from the Institute of Management Technology, Ghaziabad, and a Bachelor of Science degree from the University of Meerut. He brings over 31 years of experience in the electrical industry, contributing significant domain expertise to the organization.

FINANCIAL HIGHLIGHTS

Return Ratios



EBITDA and PAT Margin



Key Ratios: