



Paramount Syntex Limited
Textiles

IPO Report

SME IPO

Price Band: ₹119 to ₹127 per share
Bidding: 30 Sep to 06 Oct, 2026
Listing At: BSE SME
Listing Date: Oct 9, 2026

Details of the Issue

Lead Manager	Sobhagya Capital Options Pvt. Ltd.
Registrar	Bigshare Services Pvt. Ltd.
Market Maker	MNM Stock Broking Pvt. Ltd.

Promoters Holding (%)

Pre-Issue	91.74
Post-Issue	59.63

Offer Structure

Market Maker	3,23,000 shares
QIB	66,000 shares
Retail	30,36,000 shares
NII	30,15,000 shares
Fresh Issue	64,40,000 shares
Total Issue	₹81.79 Cr

Financial Summary (₹ in Lakhs)

Particular	FY26	FY25	FY24
Revenue	12,202.99	11,241.79	9,277.86
EBITDA	2,358.66	1,316.91	945.44
PAT	1,386.82	672.83	134.72

Minimum Application

Category	Lots	Shares	Amount
Retail	2	2,000	₹2,54,000
S-HNI	3-7	3,000-7,000	₹3,81,000-₹8,89,000
B-HNI	8	8,000	₹10,16,000

Customer concentration (% of Revenue)

Particulars	FY26	FY25	FY24
Top 1 customer	8.52	9.69	12.73
Top 5 customers	36.26	35.60	44.19
Top 10 customers	54.81	54.93	67.36

Valuations

NAV(FY'26)	35.68
EPS(FY'26)	11.60
P/E(Pre Issue)	10.95

Promoters

Punit Arora and Kumkum Arora.

Company Overview

Incorporated in 1996, Paramount Syntex Limited is engaged in manufacturing synthetic and dyed fibres, along with acrylic, polyester, wool, nylon and blended yarns. Based in Ludhiana, Punjab, the Company operates an integrated manufacturing setup covering fibre processing, tow and hank dyeing, spinning, bulking and packing, supported by in-house research and quality control capabilities.

Object of the Issue

- Funding of capital expenditure requirements of the Company towards purchase of Machinery at existing facilities: ₹6,167.71 lakhs
- General corporate purposes

Price Band Analysis

At the upper price band of ₹127, Paramount Syntex Limited commands a post-issue P/E of 16.85x and P/B of 3.56x, indicating a moderate valuation. The company operates in the synthetic fibre and yarn manufacturing industry, supported by demand for man-made fibres, blended yarns and recycled textile materials across apparel and other textile applications.

Peer Comparison as of FY26

CompanyName	EPS (₹)	P/E	RONW (%)	NAV (₹)
Paramount Syntex Ltd.	11.60	10.95	32.50	35.68
Shiva Texyarn Ltd.	7.50	23.35	6.74	111.22
Sangam (India) Ltd.	17.06	33.15	7.96	214.17
Donear Industries Ltd.	8.36	9.83	15.69	53.26

Risk Measures:

- 90.64% of domestic sales were generated from Punjab in FY26, compared with over 94%-98% in FY25 and FY24. This concentration exposes the Company to regional economic slowdowns, policy changes and demand fluctuations in Punjab, which could disproportionately impact sales.
- Raw materials, including acrylic fibres, polyester and blended fibres, account for 74.97% of FY26 revenue and are sourced through open-market purchases and imports from Thailand and China. Volatility in raw material prices and foreign exchange rates could increase input costs and adversely impact margins.

Investment Rationale:

- Revenue from operations increased from ₹9,277.86 lakhs in FY24 to ₹12,202.99 lakhs in FY26, while PAT grew sharply from ₹134.72 lakhs to ₹1,386.82 lakhs over the same period. PAT margin expanded significantly from 1.45% to 11.36%, indicating strong improvement in profitability and operating efficiency.
- The Company plans to deploy ₹6,167.71 lakhs of fresh net IPO proceeds toward advanced spinning and dyeing machinery at its existing Ludhiana facilities, enabling it to meet rising demand, expand into fancy and technical yarns, and achieve greater operational economies of scale.
- The Company reported negative operating cash flows of ₹73.92 lakhs in FY24 and ₹257.15 lakhs in FY25, before turning positive at ₹590.16 lakhs in FY26. The cash conversion cycle also increased from 49 days to 76 days, with trade receivables reaching ₹2,539.76 lakhs, indicating elevated working capital requirements and cash flow volatility.
- The Company derives 100% of its revenue from synthetic fibres, yarns and knitted cloth, resulting in high dependence on a single business segment. The fragmented industry, with competition from organised players and unorganised local units, may exert pressure on pricing, margins and growth prospects.

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

Particular	FY26	FY25	FY24
Revenue From Operations	12,202.99	11,241.79	9,277.86
EBITDA	2,358.66	1,316.91	945.44
EBITDA Margin (%)	19.33	11.71	10.19
PAT	1,386.82	672.83	134.72
PAT Margin (%)	11.36	5.99	1.45
Return on Equity (RoE%)	32.50	23.36	9.59
Return on Capital Employed (RoCE%)	29.18	19.19	17.06
EPS	11.60	5.69	1.27
Debt to Equity	0.78	1.16	2.32

Product wise Revenue Bifurcation (₹ in lakhs)

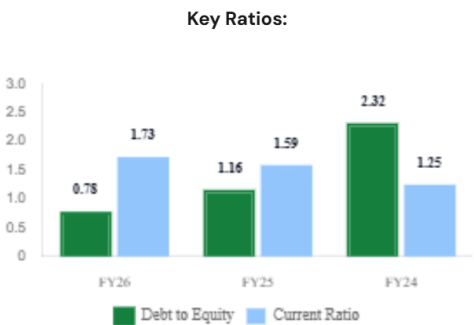
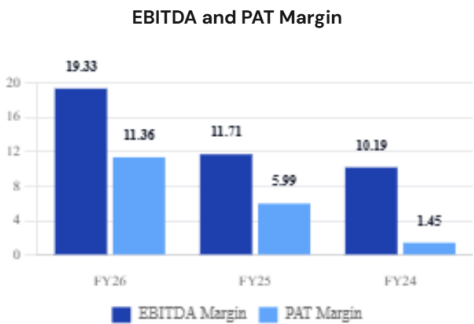
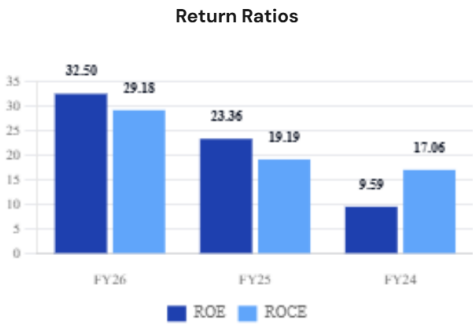
Particulars	FY26	FY25	FY24
Acrylic /Knitted Cloth	1,965.41	2,659.65	1,253.17
Tow / Fibre	508.53	753.74	43.27
Acrylic/ Wool Yarns	7,392.23	5,844.80	4,606.08
Polyester Yarn	807.55	317.76	1,378.77
Nylon Yarn	371.77	375.04	1,665.03
Acrylic Waste	217.49	1,050.93	331.54
Job Work	320.08	238.92	-
Raw Wool & Raw Waste	585.38	-	-
Others	34.55	1.00	-
Total	12,202.99	11,241.84	9,277.86

About The Founder



Punit Arora, aged 47, is the Chairman and Managing Director of the Company. He holds Higher Secondary education from Tolani College, Mumbai, and has over 18 years of experience in the textile industry, playing a key role in the Company's business expansion.

FINANCIAL HIGHLIGHTS



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