



SEDEMAC Mechatronics Limited

Industrials

IPO Report

Neutral

MainBoard IPO

Price Band: ₹1,287 to ₹1,352 per share
Bidding: 04 to 06 Mar, 2026
Listing At: BSE, NSE
Listing Date: Mar 11, 2026

Details of the Issue

Lead Manager ICICI Securities Ltd.
Registrar MUFG Intime India Pvt.Ltd.

Promoter Holding

Pre-Issue 26.43%
Post-Issue 26.24%

Offer Structure

QIB Not more than 50%
Retail Not less than 35%
NII Not less than 15%
Offer For Sale 80,43,300 shares
Total Issue ₹1,087.45 Cr

Financial Summary (₹ in Millions)

Particular	9M-FY26	FY25
Revenue	7,706.65	6,583.63
EBITDA	1,610.71	1,250.68
PAT	714.98	470.45

Minimum Application

Category	Lots	Shares	Amount
Retail	1-13	11-143	₹14,872-₹1,93,336
S-HNI	14-67	154- 737	₹2,08,208-₹9,96,424
B-HNI	68	748	₹ 1,011,296

Customer concentration (% of Revenue)

Particulars	FY24	FY25	9M-FY26
Top 1 Customer	83.46	80.46	75.48
Top 3 Customers	90.63	87.76	91.22
Top 10 Customers	98.30	98.19	98.67

Valuations

NAV(FY25) 71.54
EPS(Pre Issue) 10.93
P/E(Pre Issue) 117.75

Promoters

Prof. Shashikanth Suryanarayanan, Amit Arun Dixit, Manish Sharma and Anaykumar Avinash Joshi

Company Overview

Incorporated in 2007, SEDEMAC Mechatronics Limited is a Pune-based technology company specializing in advanced control electronics for automotive and industrial applications. It designs and manufactures powertrain controllers, motor control units, and integrated starter-generator (ISG) solutions. The company is known for its patented sensor-less motor control technology, enabling precise performance without external sensors. It was the first in India to develop and manufacture sensorless commutation (SLC)-based ISG ECUs for 2W/3W ICE vehicles.

Object of the Issue

- Offer for sale: ₹1,087.45 cr

Price Band Analysis

At the upper end of the price band of ₹1,352 per share, SEDEMAC Mechatronics Limited is valued at a post-issue P/E of 124.95x, based on an EPS of ₹10.82, and a P/B ratio of 18.90x. Compared to its listed peers, the company is positioned at a premium valuation, indicating aggressive pricing relative to industry benchmarks.

Peer Comparison (as of FY25)

Company Name	EPS (₹)	NAV (₹)	P/E	RONW (%)
SEDEMAC Mechatronics Limited	10.82	71.57	124.95	15.48
Bosch Limited	683.25	4,682.43	51.54	14.59
ZF Commercial Vehicle Control Systems India Limited	242.90	1,697.00	62.68	14.31
Sona Blw Precision Forgings Limited	9.92	88.39	53.62	10.94
Schaeffler India Limited	60.10	341.57	64.73	17.59

Risk Measures:

- The mobility (2W/3W) segment contributes ~80-86% of total revenue across recent periods. Any downturn due to economic, regulatory, demand, or supply chain factors could materially impact performance.
- A significant portion of revenue is derived from a single key customer, TVS Motor Company Limited around 75-83% over recent periods. Any reduction in demand or relationship disruption could materially impact the business.

Investment Rationale:

- Strong market leadership with around 35% share in domestic ISG ECUs (2W & 3W), 75-77% share in India's genset controller segment, and approx 14% global share in genset controllers and EFI ECUs, and pioneer of integrated eGov technology in India.
- SML is a differentiated global supplier of control-intensive, application-critical ECUs with a strong market position. The company has delivered robust and sustained revenue growth, with revenue from operations increasing at a CAGR of 24.75% from ₹4,230.28 million in Fiscal 2023 to ₹7,706.65 million in the nine months ended December 31, 2025, revenue.
- This topline expansion has translated into meaningful margin improvement and enhanced returns. Profit increased from ₹85.73 million in Fiscal 2023 (PAT margin of 2.03%) to ₹714.98 million in the nine months ended December 31, 2025 (PAT margin of 9.28%), driven by operating leverage, improved product mix, and greater operational efficiency. Strong EBITDA generation and operating cash flows support continued investment in R&D while strengthening financial flexibility for future growth.
- However, valuations appear elevated relative to industry peers, and revenue concentration risk remains, with a significant portion derived from a single key customer.

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

Particular	FY24	FY25	9M-FY26
Revenue From Operations	5,306.53	6,583.63	7,706.65
EBITDA	831.24	1,250.68	1,610.71
EBITDA Margin (%)	15.66	19.00	20.90
PAT	58.78	470.45	714.98
PAT Margin (%)	1.11	7.15	9.28
EPS	1.39	10.82	16.35
Return on Equity (RoE%)	4.92	22.01	20.03
Return on Capital Employed (RoCE%)	28.87	33.79	32.52
Debt to Equity Ratio	1.37	0.21	0.17

Source: RHP

Segment wise Revenue Bifurcation (₹ in Millions)

Particulars	FY24	FY25	9M-FY26
Industrial segment	762.13	942.31	1,184.87
Mobility segment	4,544.40	5,641.32	6,521.78
Total	5,306.53	6,583.63	7,706.65

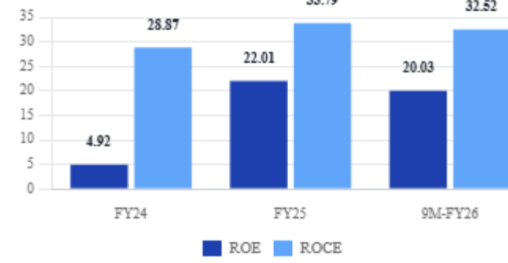
About The Founder



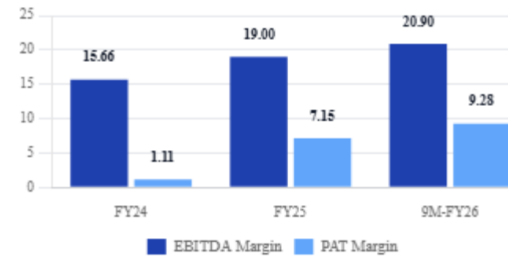
Prof. Shashikanth Suryanarayanan is the Promoter and Managing Director, associated with the Company since inception. He holds a B.Tech from Indian Institute of Technology, Madras and a Ph.D. from University of California, Berkeley. An Associate Professor at Indian Institute of Technology, Bombay (currently on leave), he has over 17 years of experience in control systems.

FINANCIAL HIGHLIGHTS

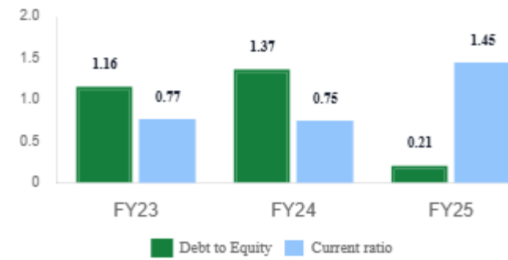
Return Ratios



EBITDA and PAT Margin



Key Ratios:



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