

Lohia Corp Limited – IPO Investment Note

Issue Open	Issue Close	Price Band (₹)	Rating
23 July 2026	27 July 2026	₹404-425	Neutral

Investment Summary

Lohia Corp Limited is one of the world's leading manufacturers of machinery and solutions for the woven polypropylene (PP) and high-performance technical textiles industry. The company offers a comprehensive portfolio comprising tape extrusion lines, circular weaving looms, winders, coating and lamination lines, printing systems, conversion equipment, and end-to-end automation solutions, while also providing aftermarket services and spare parts to customers across more than 90 countries. The company reported consolidated revenue from operations of **₹1,717 Cr** and profit after tax of **₹193.5 Cr** in FY26. The IPO is a **100% Offer for Sale (OFS)** of up to **2,59,31,407 equity shares** by the existing shareholders, implying that **the company will not receive any proceeds from the Offer**. The Offer also includes a reservation of up to **2,00,000 equity shares** for eligible employees. Lohia Corp derives its competitive strength from its integrated product portfolio, established global customer base, continuous focus on technology and innovation, and long-standing presence in the technical textile machinery industry. The company intends to capitalize on the increasing global demand for woven polypropylene packaging and technical textile solutions, supported by rising investments in infrastructure, agriculture, and industrial packaging. While its strong international presence and diversified product offerings provide growth opportunities, demand remains linked to customers' capital expenditure cycles, global economic conditions, and investment trends within the packaging and technical textiles industry.

Company Overview

Lohia Corp Limited (formerly known as Kanpur Packaging Machines Limited) was incorporated on June 5, 2023, and subsequently renamed to Lohia Corp Limited on June 6, 2024, pursuant to a Scheme of Arrangement under which the core technical textile machinery business of the erstwhile Lohia Corp was demerged into the company. The company is engaged in manufacturing machinery and providing solutions for the woven polypropylene (PP) fabric and high-performance technical textiles industry, offering an integrated portfolio that includes tape extrusion lines, circular weaving looms, winders, coating and lamination lines, printing systems, conversion equipment, and automation solutions. Its business is further supported by aftermarket services, spare parts, and engineering solutions, enabling long-term customer engagement.

The company has established a global presence, serving customers in over 90 countries through its manufacturing facilities in India and an international network of subsidiaries and sales offices. Its customer base spans packaging, industrial, infrastructure, agriculture and technical textile applications, with exports contributing a significant share of revenue. Lohia Corp is promoted by Raj Kumar Lohia, Gaurav Lohia and Amit Kumar Lohia, and benefits from decades of experience in the technical textile machinery industry along with a strong focus on product innovation, research & development and technology-driven manufacturing.

Business Model

Lohia Corp Limited operates an integrated business model focused on designing, manufacturing and supplying machinery and complete production solutions for the woven polypropylene (PP) fabric and high-performance technical textiles industry. The company offers a comprehensive product portfolio comprising tape extrusion lines, circular weaving looms, winders, coating and lamination lines, printing systems, conversion equipment and automation solutions, enabling customers to establish and operate end-to-end woven PP manufacturing facilities. In addition to machinery sales, the company generates recurring revenue through aftermarket services, spare parts, equipment upgrades, modernization solutions and technical support, resulting in long-term customer relationships across the product lifecycle.

The company serves customers across more than 90 countries, catering to industries such as industrial packaging, food packaging, cement, fertilizers, chemicals, agriculture and infrastructure. Its manufacturing operations are supported by an in-house engineering and research & development framework, allowing continuous product innovation and

customization based on customer requirements. The company also leverages its global sales and service network, including international subsidiaries, to provide installation, commissioning, maintenance and technical assistance, strengthening customer retention and expanding its international presence. Going forward, Lohia Corp intends to capitalize on the increasing adoption of woven polypropylene packaging and technical textiles globally by expanding its technology offerings, strengthening its aftermarket business and enhancing its presence across key international markets.

Investment Rationale

Global Leader in Technical Textile Machinery: Lohia Corp is among the leading manufacturers of machinery for the woven polypropylene (PP) fabric and technical textiles industry, with an integrated product portfolio spanning tape extrusion lines, circular weaving looms, winding, coating & lamination, printing and conversion equipment. The company serves customers in **over 90 countries**, providing it with a diversified customer base and reducing dependence on any single geography.

Integrated Product Portfolio with Strong Aftermarket Business: The company offers end-to-end manufacturing solutions supported by installation, commissioning, modernization, spare parts and technical services. This integrated approach enables Lohia Corp to build long-term customer relationships, generate recurring aftermarket revenue and strengthen customer retention throughout the equipment lifecycle.

Strong Global Presence and Established Customer Relationships: Lohia Corp has developed an extensive international sales and service network supported by overseas subsidiaries and representatives. Its products cater to packaging, agriculture, infrastructure, food, chemicals and industrial applications, allowing the company to benefit from demand across multiple end-use industries while expanding its global market reach.

Focus on Technology, Innovation and Manufacturing Capabilities: The company has consistently invested in engineering capabilities, product development and research & development to enhance machine efficiency, automation and product quality. Its in-house manufacturing and continuous innovation enable it to introduce technologically advanced solutions while addressing evolving customer requirements in the technical textiles industry.

Favorable Industry Growth Drivers: Demand for woven polypropylene packaging and technical textiles continues to be supported by increasing consumption of industrial packaging, agriculture, food packaging, infrastructure development and sustainability initiatives globally. The company's diversified product portfolio and international presence position it to benefit from these long-term structural growth opportunities while leveraging its established market position.

Key Risk Factors

Dependence on Capital Expenditure Cycles: The company's business is dependent on customers' capital expenditure on establishing or expanding woven polypropylene and technical textile manufacturing facilities. Any slowdown in investments across key end-use industries or adverse global economic conditions could impact demand for its machinery and affect revenue growth.

Significant Dependence on International Markets: Lohia Corp derives a substantial portion of its business from overseas markets and serves customers across **more than 90 countries**. Consequently, the company is exposed to risks arising from global economic slowdowns, geopolitical developments, trade restrictions, foreign exchange fluctuations and changes in import/export regulations, which could adversely impact its operations and financial performance.

Project Execution and Order Fulfilment Risk: The company manufactures and supplies large, customized machinery and integrated production lines that involve design, manufacturing, installation and commissioning. Any delays in execution, supply chain disruptions, cost overruns or failure to meet customer specifications may result in project delays, contractual liabilities and lower profitability.

Dependence on Technology and Continuous Product Innovation: The technical textile machinery industry is technology driven, requiring continuous investment in engineering, research & development and product innovation.

Failure to develop technologically competitive products or adapt to changing customer requirements could adversely affect the company's competitive position and future growth.

Raw Material and Supply Chain Risk: The company's manufacturing operations depend on the timely availability of engineering components, steel, electrical systems and other critical raw materials. Any disruption in the supply chain or significant increase in input costs may adversely impact production schedules, operating margins and overall financial performance.

Financial Snapshot

Metric	In Cr	
	FY25	FY26
Revenue from Operations	1376.9	1717.0
EBITDA	228.6	339.5
EBITDA Margin	16.60%	19.77%
Profit After Tax (PAT)	117.8	193.5
PAT Margin	8.55%	11.26%
Basic EPS (₹)	11.15	18.31

IPO Details and Use of Proceeds

Parameter	Details
Issuer	Lohia Corp Limited
IPO Issue Size	2,59,31,407 shares (agg. up to ₹1,101 Cr) Fresh Issue: Nil Offer for sale: 2,59,31,407 shares (agg. up to ₹1,101 Cr)
Price Band	₹404 – ₹425 per share
Face Value	₹1 per equity share
IPO Opening Date	23 rd July 2026
IPO Closing Date	27 th July 2026
Listing	NSE / BSE
Promoter Holding (Pre/Post)	Pre-IPO: ~95.61% → Post-IPO: ~75.24%
Book Running Lead Managers	Equirus Capital Limited, Motilal Oswal Investment Advisors Limited
Use of Proceeds	The IPO is a 100% Offer for Sale (OFS). The Company will not receive any proceeds from the Offer. All proceeds (after deducting offer-related expenses and applicable taxes) will be received by the Selling Shareholders in proportion to the Offered Shares sold by them.

Valuation and Outlook

At the upper price band of ₹425, Lohia Corp Limited is valued at an FY26 **P/E of 23.2x**, based on the FY26 Basic EPS of ₹18.31, implying a post-issue market capitalization of approximately **₹4,491 crore**. The IPO is priced at a discount to most listed peers, including LMW Limited, Mamata Machinery Limited and Jyoti CNC Automation Limited, while trading at a premium to Rajoo Engineers Limited. Backed by a diversified product portfolio, strong engineering capabilities, an extensive global presence across more than 90 countries and a well-established aftermarket service business, the company is well positioned to benefit from the growing demand for woven PP and technical textile machinery. Considering its established market position and relatively attractive valuation compared with most listed peers, we recommend a **Neutral stance** on the IPO.

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