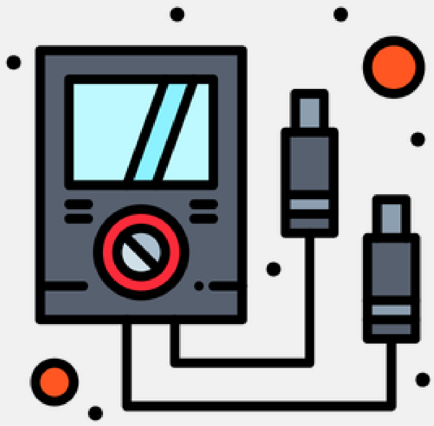
IPO DETAILS

KANOHAR ELECTRICALS LIMITED

#IPOlogy



ISSUE OPEN	ISSUE CLOSE
08/09/2026	10/09/2026

Min. Lot Size	Issue Price Band
23 Shares	**₹601 - ₹632**

Issue Size

Fresh Issue:
0.47 Cr Eq Shares
(₹300.00 Cr)

OFS:
1.20 Cr Eq Shares
(₹755.74 Cr)

Face Value
₹2

Industry
Electric equipment

Listing at
NSE, BSE

Rating

Subscribe

APPLY NOW

Marwadi Shares and Finance Limited
Corporate Office: Marwadi Financial Plaza, Nana Mava Main Road, Off 150ft Ring Road, Rajkot - 360001, Gujarat.
Registered Office: X-Change Plaza, Office No. 1201 to 1205, 12th Floor, Building No. - 53E, Zone - 5, Road 5E, Gift City, Gandhinagar - 382355, Gujarat.
0281 7174 100/0281 6192 100 **CIN of MSFL:** U65910GJ1992PLC017544

For Facts & Figures

KANOHAR ELECTRICALS LIMITED

Rationale

Considering the FY26 EPS of Rs 16.38 on a post issue basis, the company is set to list at a P/E of approximately ~39x with a market cap of Rs 5,005 Cr whereas its peers namely Hitachi Energy India Ltd, Bharat Heavy Electricals Ltd, Schneider Electric Infrastructure Ltd, CG Power and Industrial Solutions Ltd, Transformers & Rectifiers (India) Ltd and GE Vernova T&D India Ltd are trading at P/E ratio of approximately ~120x, ~62x, ~144x, ~109x, ~35x, ~82x respectively.

We assign an 'Subscribe' rating to this IPO as the company is an established player in the transformer manufacturing sector catering to high growth industries along with track record of executing orders for large and marquee clients. Also, it is available at a reasonable valuation as compared to its peers.

Objectives of the issue

Funding the capital expenditure requirements of their Company towards:
(i) Purchase of new machinery and equipment for their Gangol Manufacturing Facility for increasing their transformer manufacturing capacity, expanding and automating their backward integration facilities and enhancing operational efficiency;
(ii) Civil construction and interior development of an office building at their Gangol Manufacturing Facility;and
(iii) Enhancing their sustainability initiatives by (a) setting up of solar power plants at their Manufacturing Facilities, and (b) purchasing Electric Vehicles for handling and movement at their Gangol Manufacturing Facility.;

Funding the incremental working capital requirements of their company

General corporate purposes

Company Overview

Incorporated in 1972, Kanohar Electricals Limited is engaged in the manufacturing of transformers in India.

They cater to high growth industries such as power transmission, railways, renewable energy, and power distribution. As on March 31, 2026, they are one of five companies in India to have the short circuit test certification for 500 MVA 400 kV transformers that are used in the power transmission industry.

They operate their business in two segments, i.e., (i) Transformer Manufacturing Business; and (ii) EPC Business.

The company derives 83% of revenue from Transformer Manufacturing Business; and 17% of revenue from EPC segment.

As a part of their transformer manufacturing business, they manufacture five different types of transformers with customized technical specifications to address the energy needs of industries to which they cater, which include power transmission, railways, renewable energy and power distribution.

Under their EPC Business, they undertake turnkey installation of air and gas insulated substations, bay augmentation in existing substations up to 400 kV class, and installation of transmission lines across 132 kV, 220 kV and 400 kV. EPC projects typically involve design, engineering, procurement, supply, erection, testing and commissioning of electrical infrastructure.

As on March 31, 2026, they have five strategically located regional offices, in NCT of Delhi, Mumbai, Maharashtra, Kolkata, West Bengal, Bangalore, Karnataka, and Chennai, Tamil Nadu.

They operate two manufacturing facilities in Rithani, Meerut, Uttar Pradesh ("Rithani Manufacturing Facility") and Gangol, Meerut, Uttar Pradesh ("Gangol Manufacturing Facility" and collectively with Rithani Manufacturing Facility, "Manufacturing Facilities") with an aggregate transformer manufacturing capacity of 19,200 MVA as on March 31, 2026.

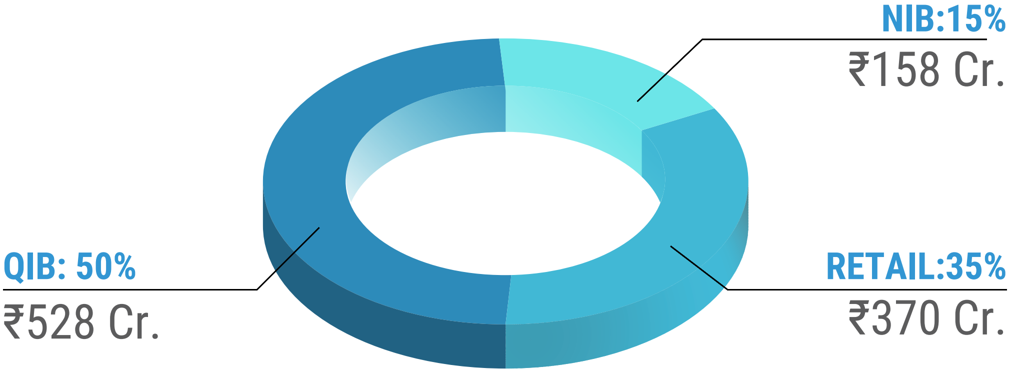
Order Book Rises 111% YoY

Their Order Book has gone up significantly with the amount of their order book being 1,818 Cr as of March 31, 2026 in comparison to 861 Cr as of March 31, 2025.

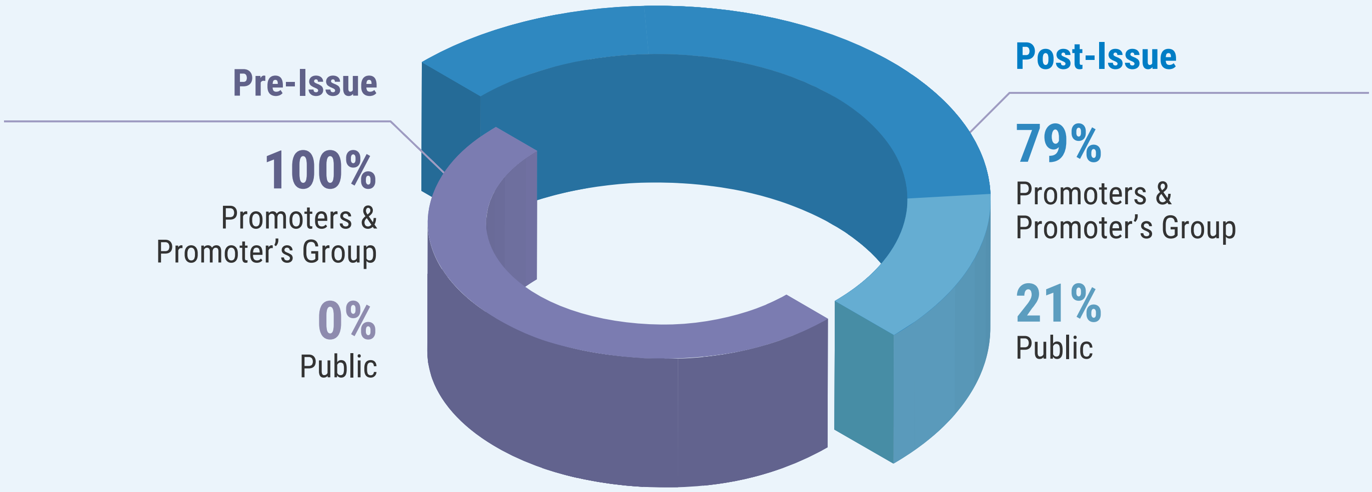
KANOHAR ELECTRICALS LIMITED

Issue Details

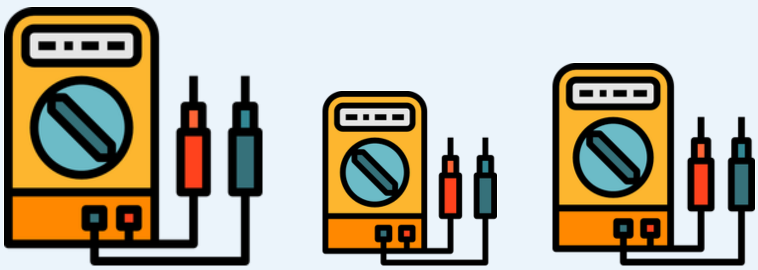
Issue Break-Up



Shareholding Pattern



Capital Structure (in ₹ Cr.)



17 Cr
Authorised Equity Share Capital

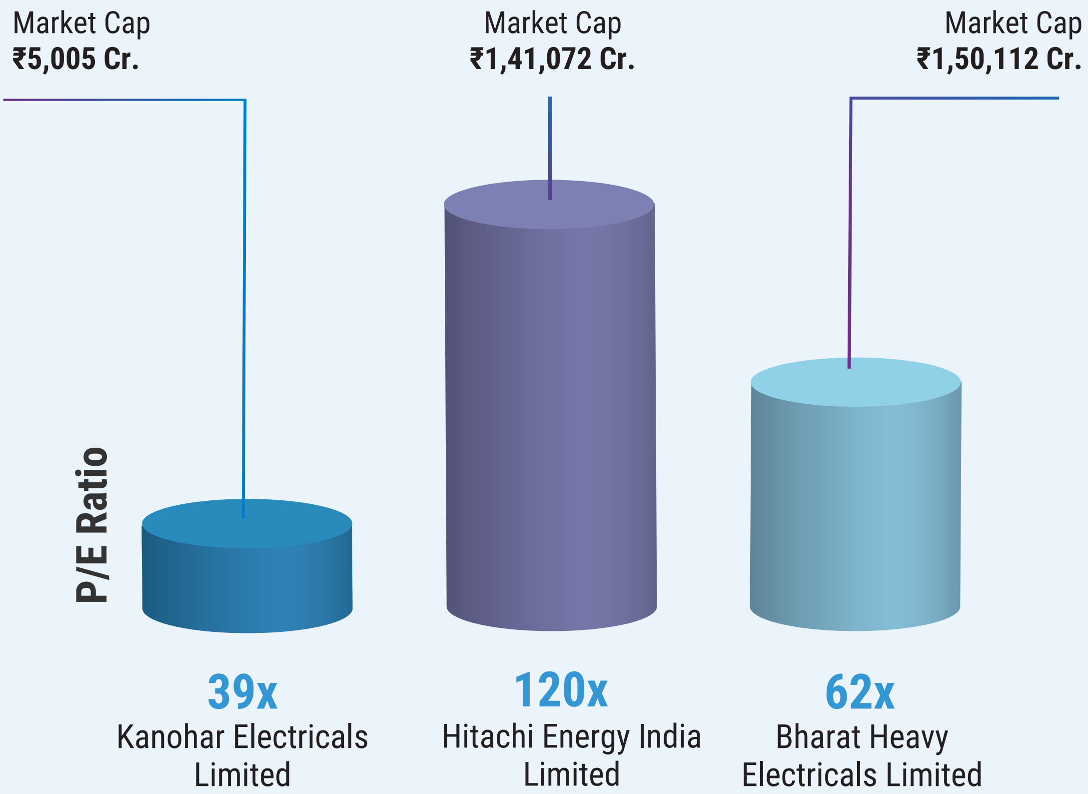
15 Cr
Paid-Up Capital (Pre-Offer)

16 Cr
Paid-Up Capital (Post-Offer)

MARWADI
FINANCIAL SERVICES

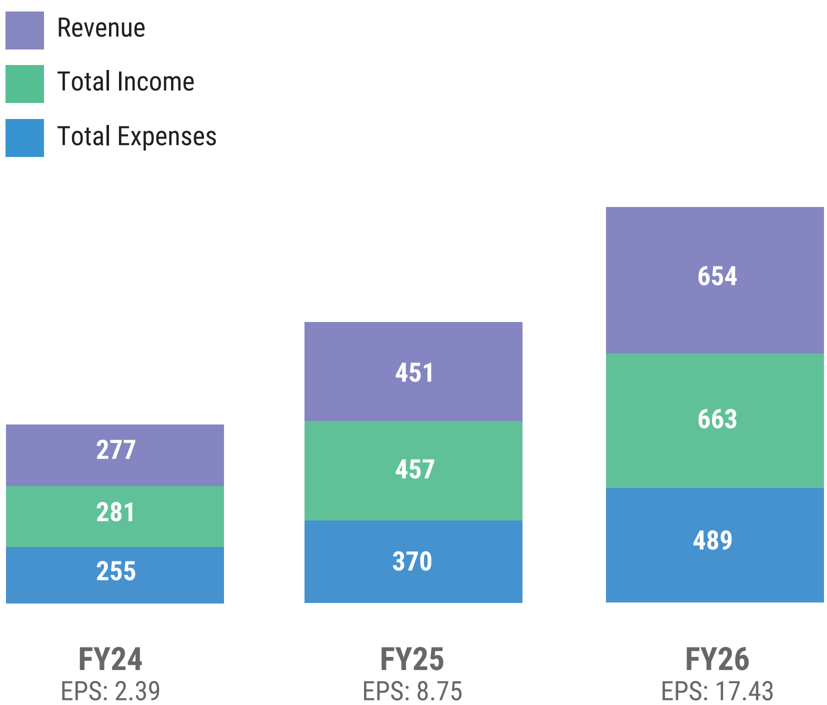
KANOHAR ELECTRICALS LIMITED

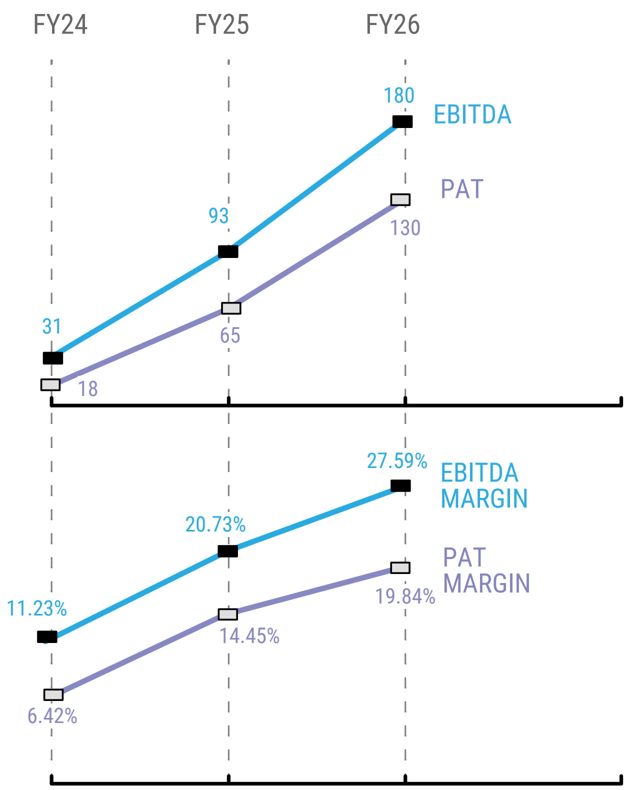
Valuations and Peer Comparison



Market Cap data of listed securities as on Sep 07, 2026

Financial Snapshot (in ₹ Cr.)





KANOHAR ELECTRICALS LIMITED

Business Insights

Competitive Strengths

- Established player in the transformer manufacturing sector catering to high growth industries.
- Successful short circuit testing of transformers up to 500 MVA 400 kV which enables them to compete for large, high-value contracts across sectors.
- Comprehensive presence across their transformer manufacturing business and EPC Business enables them to serve a large total addressable market.
- Integrated manufacturing facilities equipped to deliver high-quality products.
- Track record of executing orders for large and marquee clients.
- Experienced promoters and management team with significant industry experience.
- Track record of profitability.

Business Strategy

- Capitalize on industry tailwinds by strengthening their manufacturing capabilities and enhancing operational efficiencies at their manufacturing facilities.
- Strengthening their backward integration capabilities.
- Strategic focus on new product development and technology advancements.
- Commitment to robust execution standards for operational excellence.
- Ensure supply chain security through adequate working capital liquidity.

Risks

- A significant portion of their revenue is dependent on tenders being awarded by the government-controlled entities, which follow tendering process for determination of their suppliers. Government bids are procured through competitive bidding process. Their bids may not always be accepted. They may not be able to qualify for, compete and win projects, which could adversely affect their business and results of operations. Further, they may not always be able to possess and maintain their pre-qualification capability for their transformer manufacturing business and EPC Business. They may be adversely affected if they do not succeed in all or a majority of the contracts that they tender for.
- They derive a significant portion of their revenue from the transformer manufacturing business. A reduction in demand for purchase of transformers could adversely affect their business, results of operations and financial condition.

Promoters and Management Details

Dinesh Singhal - Chairman and Managing Director

Adesh Singhal - Whole time Director

Vivek Singhal - Whole-time Director

Abhishek Singhal - Whole-time Director