IPO DETAILS

PRASOL CHEMICALS LIMITED

#IPOlogy

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

Min. Lot Size	Issue Price Band
22 Shares	₹643 - ₹676

Issue Size

Fresh Issue:
0.12 Cr Eq Shares
(₹80.00 Cr)

OFS:
0.62 Cr Eq Shares
(₹420.00 Cr)

Face Value
₹2

Industry
Chemicals Industry

Listing at
NSE, BSE

Rating
Avoid

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

PRASOL CHEMICALS LIMITED

Rationale

Considering the FY26 EPS of Rs 14.05 on a post issue basis, the company is set to list at a P/E of approximately ~48x with a market cap of Rs 4,001 Cr whereas its peers namely Aarti Industries Ltd, Atul Ltd, Laxmi Organic Industries Ltd, Vinati Organic Ltd, Privi Speciality Chemicals Ltd, Yasho Industries Ltd and Excel Industries Ltd are trading at P/E ratio of approximately ~35x, ~24x, ~39x, ~27x, ~38x, ~94x, ~18x respectively.

We assign an 'Avoid' rating to this IPO as the valuations are expensive and not in favor of investors.

Objectives of the issue

Repayment and/ or pre-payment, in full or part, of certain borrowings availed by their company;

General corporate purposes

Company Overview

Incorporated in 1992, Prasol Chemicals operates in the specialty chemicals industry. The company manufactures over 150 specialty chemicals, including acetone-based, phosphorous-based, and other complex chemicals.

Their products find diversified applications across numerous industries with 5 key segments being: (a) performance chemicals including lubricant additives and mining chemicals); (b) PICA viz., paints, inks construction, & adhesives; (c) pharmaceuticals; (d) agrochemicals; and (e) home and personal care.

Their product portfolio includes 21 acetone-based chemicals, 53 phosphorous-based chemicals, and 76 other specialty chemicals (e.g. surfactants, esters, acids).

The company derives 43% of its revenue from acetone-based specialty chemicals, 38% from phosphorous-based specialty chemicals, 18% from other specialty chemicals, and 1% from other operating and service revenue in FY26.

The company benefits from its industry experience and long-standing relationships with a diversified customer base, including Alembic Pharmaceuticals, Clean Science and Technology, Coromandel International, Gharda Chemicals, Lubrizol India, MSN Laboratories, Rossari Biotech, Supriya Lifescience and Yasho Industries, among others.

The company operates two manufacturing facility in Khopoli across 1,20,604 sq. m., Mahad across 1,19,423 sq. mt with an aggregate capacity of 98,644 MT per year.

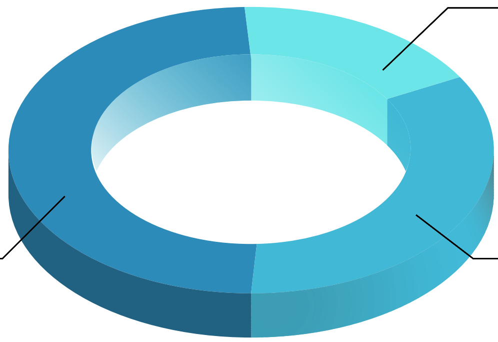
Global Presence Across 63 Countries

They are a 3 Star Export House company as certified by the Government of India certified with a robust global distribution network spread across 63 countries in Asia-Pacific (APAC), North America, South America and Europe as on June 30, 2026

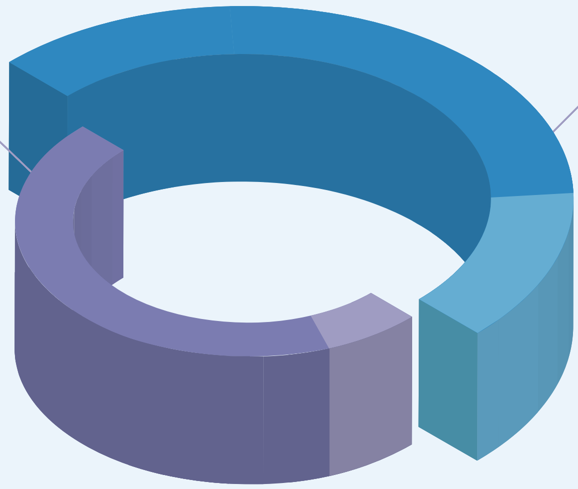
PRASOL CHEMICALS LIMITED

Issue Details

Issue Break-Up



Shareholding Pattern



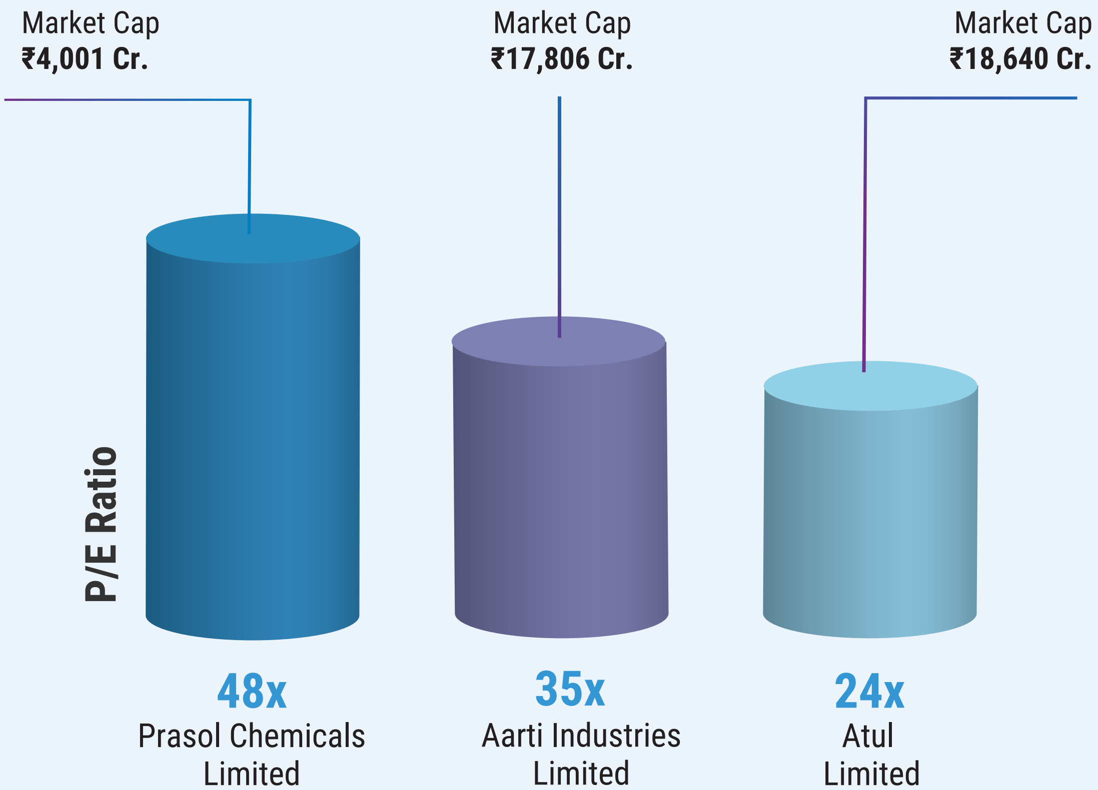
Capital Structure (in ₹ Cr.)

38 Cr	12 Cr	12 Cr
Authorised Equity Share Capital	Paid-Up Capital (Pre-Offer)	Paid-Up Capital (Post-Offer)

MARWADI
FINANCIAL SERVICES

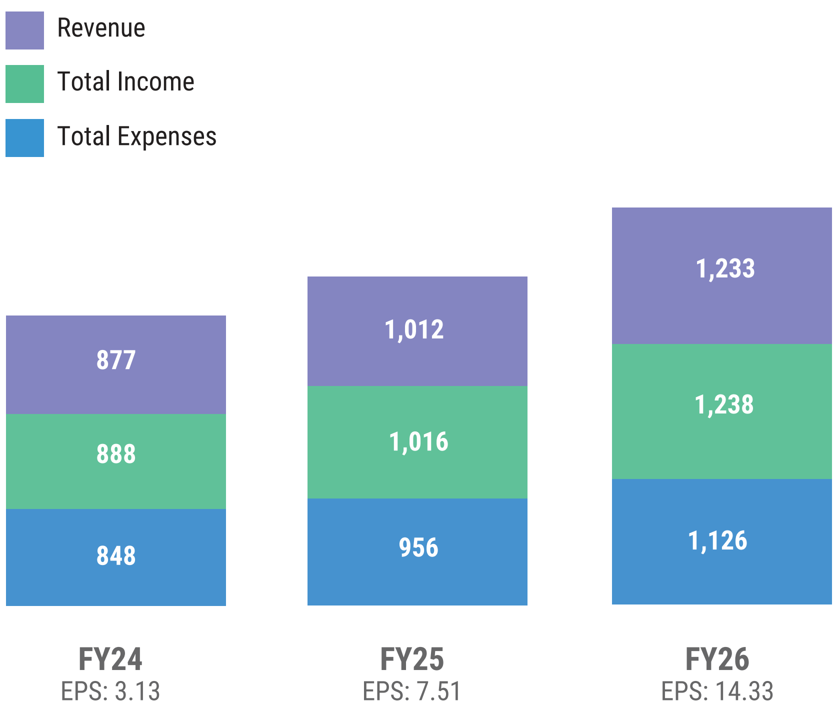
PRASOL CHEMICALS LIMITED

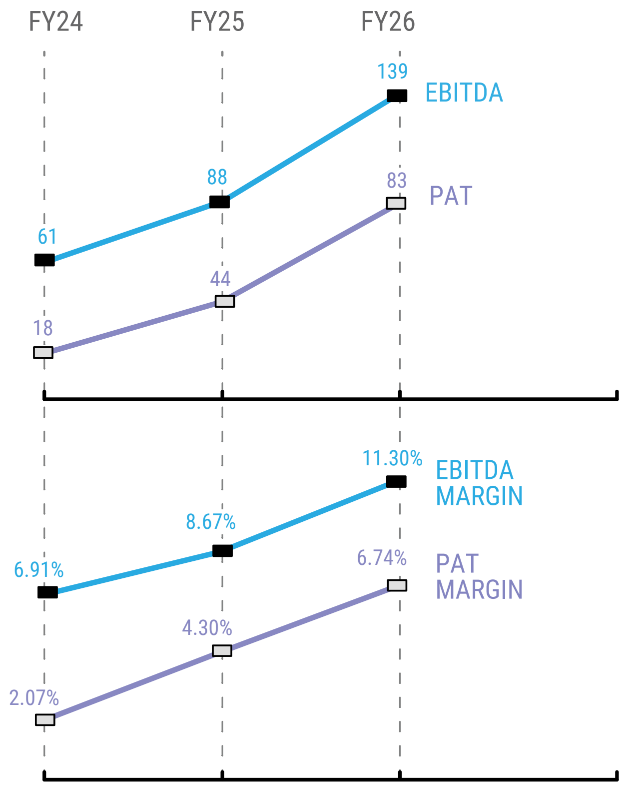
Valuations and Peer Comparison



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

Financial Snapshot (in ₹ Cr.)





PRASOL CHEMICALS LIMITED

Business Insights

Competitive Strengths

- Highly diversified product portfolio used across various application industries.
- Well established R&D capabilities driving innovation with strong pipeline of products to address customised customer requirements.
- Long standing relationships with a diversified customer base and strong global presence.
- Experienced, qualified and professional leadership team with a focus on business sustainability.
- Robust financial performance.

Business Strategy

- Debottleneck and expand their production capacities for existing product portfolio.
- Increased focus on R&D to support complex chemistries, product innovation, import substitution, and forward and backward integration of existing products.
- Inorganic growth through strategic acquisitions, technology acquisition/licensing or joint ventures.
- Increase their geographic reach and global footprint and increase wallet share with existing customers.
- Continue to focus on turnaround of their greenfield investment in Mahad Manufacturing Facility to increasing their profitability
- Continue improving financial performance through focus on operational and functional efficiencies.

Risks

- Their business is dependent on their manufacturing facilities and are subject to certain related risks. For instance, MPCB, in the past had directed them to shut-down their manufacturing facilities situated at Khopoli, Maharashtra and Mahad, Maharashtra. Unplanned slowdowns, unscheduled shutdowns or prolonged disruptions in their manufacturing operations or under - utilization of their manufacturing capacities could have an adverse effect on their business, results of operations, cash flows and financial condition.
- Their net cash from operating activities has significantly moved in the past. Any significant fluctuation in their cash flow from operating activities or negative net cash flow from operating activities in the future could have an adverse impact on their growth prospects, financial condition and the trading price of the equity shares.
- They are susceptible to risks arising out of export of their products to 69 countries and with doing business internationally, including international market conditions and regulatory risks.

Promoters and Management Details

Nishith Rajnikant Shah - Chairman and Whole-time Director

Gaurang Natwarlal Parikh - Managing Director

Dhaval Nalin Parikh - Joint Managing Director

Pankil Nishith Dharia - Whole-time Director – Strategy and Business Development

Rakesh Shivaji Jadhav- Whole-time Director – EHS, Governance & Business Process