MARWADI
FINANCIAL SERVICES

#IPOlogy

IPO DETAILS

XTRANET TECHNOLOGIES LIMITED

ISSUE OPEN
23/07/2026

ISSUE CLOSE
27/07/2026

Min. Lot Size
110 Shares

Issue Price Band
₹120 - ₹127

Issue Size

Fresh Issue:
1.31 Cr Eq shares
(₹166.80 Cr)

OFS:
NIL

Face Value
₹10

Industry
IT Services & Consulting

Listing at
NSE, BSE

Rating
Subscribe
(With Caution)

APPLY NOW

XTRANET TECHNOLOGIES LIMITED

Rationale

Considering the FY26 EPS of Rs 7.79 on a post issue basis, the company is going to list at a P/E of ~16x with a market cap of Rs 664 Cr. While its peers, namely Silver Touch Technologies Ltd, Dynacons Systems & Solutions Ltd and Coforge Ltd are trading at a P/E of ~70x, ~18x, and ~41x, respectively.

We assign a "Subscribe (With Caution)" rating to this IPO, supported by its reasonable valuation and established execution track record with Government and PSU clients. However, the company's weak cash conversion cycle warrants caution from a long-term investment perspective.

Objectives of the issue

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

Capital expenditure by their company for purchase of systems and hardware;

To meet working capital requirements and

General corporate purpose.

Company Overview

Incorporated in 2002, Xtranet Technologies is an integrated IT solutions provider offering end-to-end services such as enterprise applications, digital transformation, managed services, proprietary platforms, and strategic technology partnerships. The company serves customers across industries.

Its services are delivered through a mix of onsite and offshore models, supported by subsidiaries, joint ventures, and in-house platforms

Their core services offerings are enterprise applications, managed services, digital services and proprietary platforms & products.

The company derives 41% of its revenue from Managed Services, 33% from Enterprise Applications, 16% from Digital Services, and the remaining 10% from Proprietary Platforms & Products.

The company generates revenue through a combination of fixed-price contracts, time-and-materials arrangements, and recurring service agreements. They service both Government/Public Sector Undertakings (PSUs) and Private Sector clients. A majority of their revenues are currently derived from servicing Government/PSU projects.

As on April 30, 2026, they have total of 76 outstanding projects which are under different service segments and platform portfolio. From which 57 projects outstanding under direct category and a total of 19 Projects outstanding under indirect category.

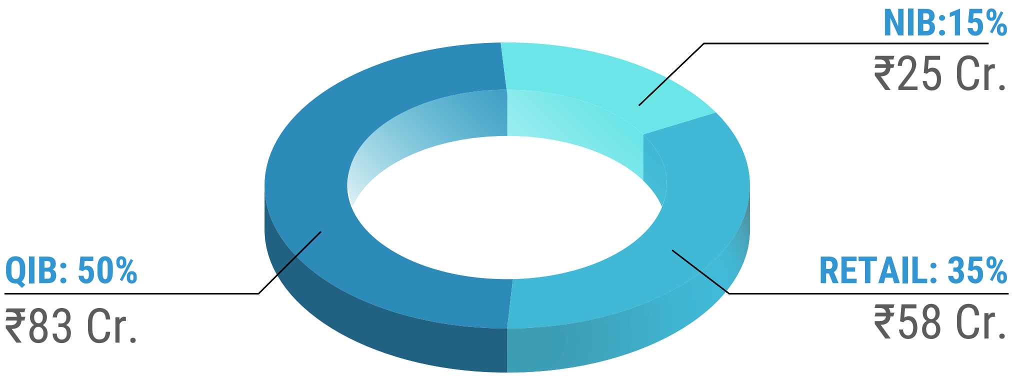
Order Book Stood

As of April 30, 2026, their order book stood at ₹357 cr.

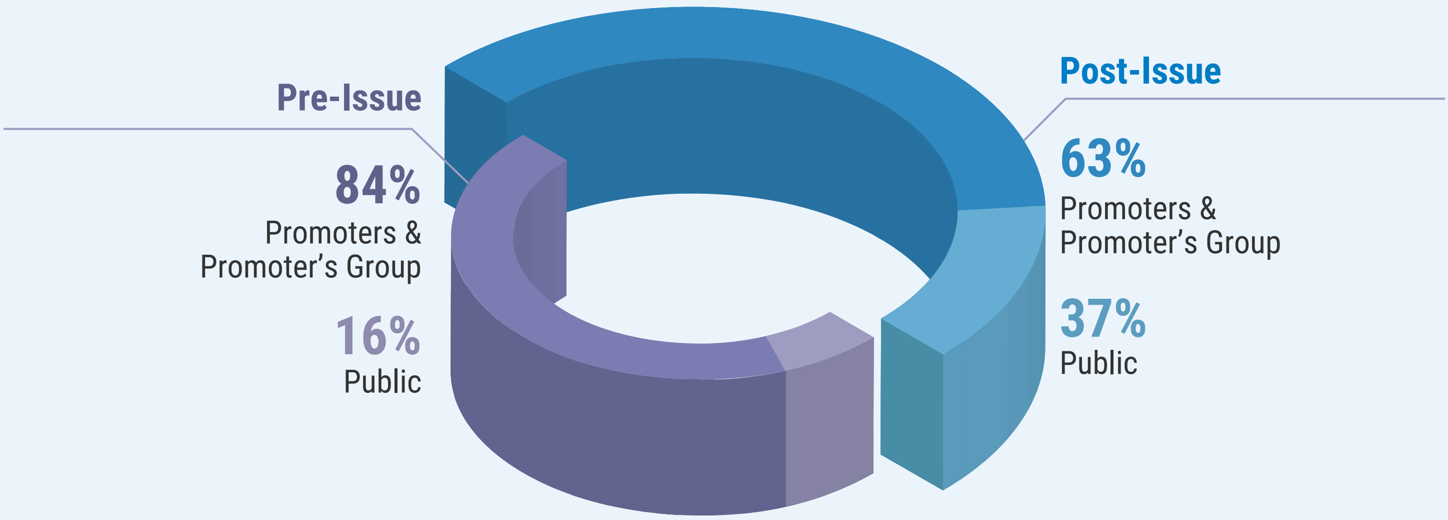
XTRANET TECHNOLOGIES LIMITED

Issue Details

Issue Break-Up



Shareholding Pattern



Capital Structure (in ₹ Cr.)

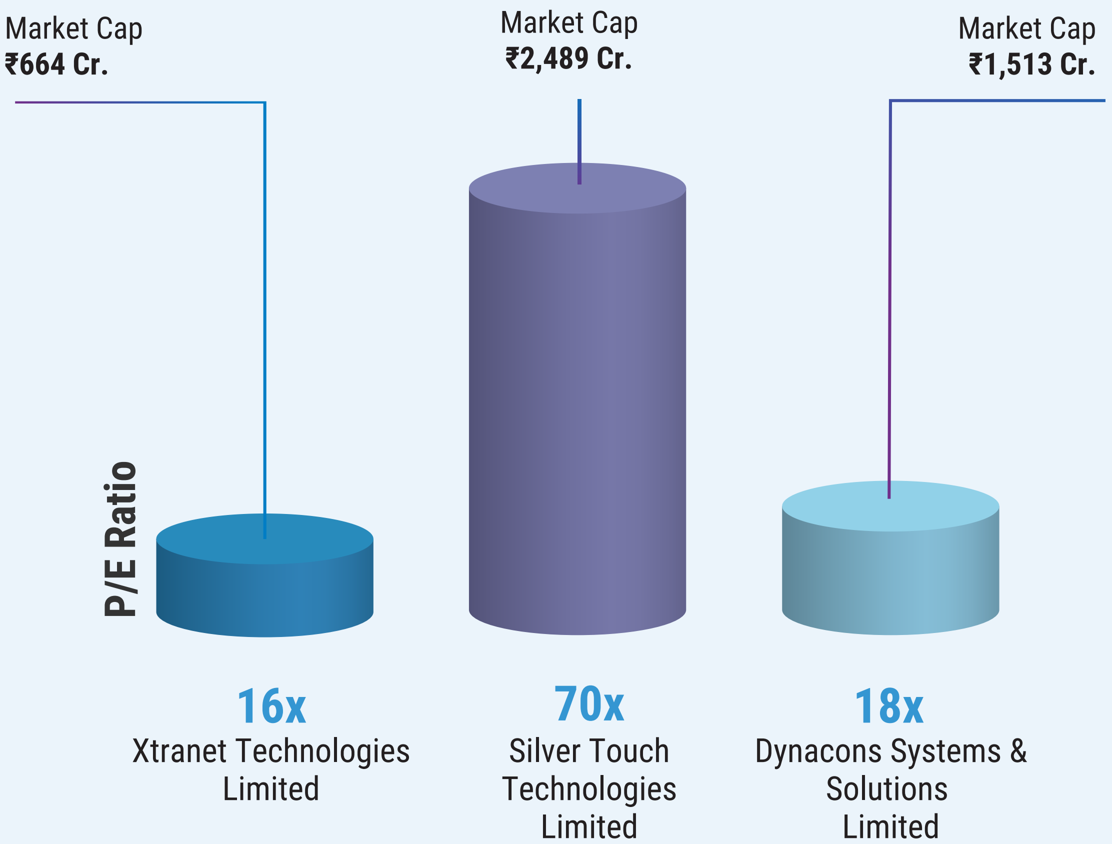
55 Cr
Authorised Equity Share Capital

39 Cr
Paid-Up Capital (Pre-Offer)

52 Cr
Paid-Up Capital (Post-Offer)

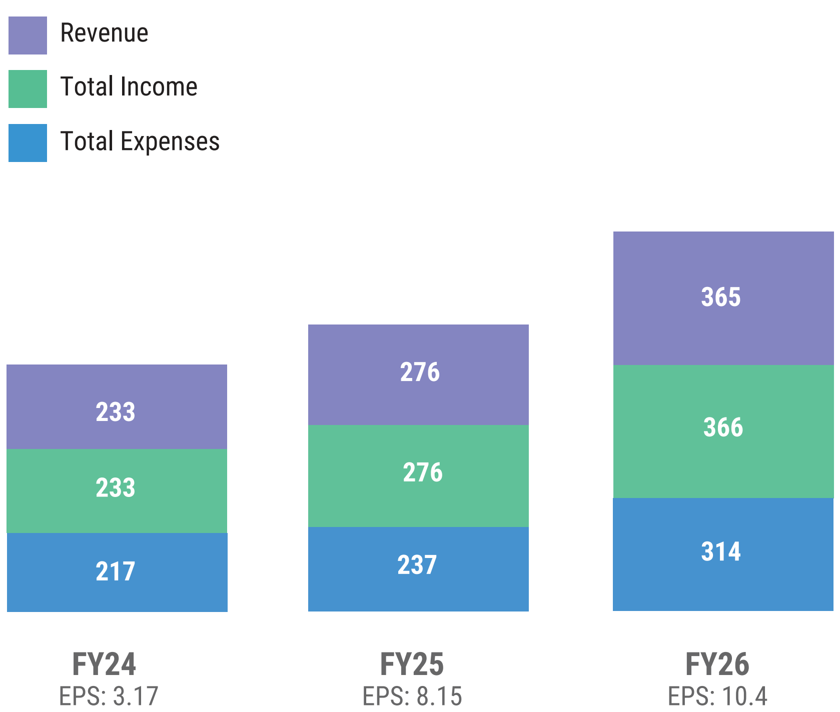
XTRANET TECHNOLOGIES LIMITED

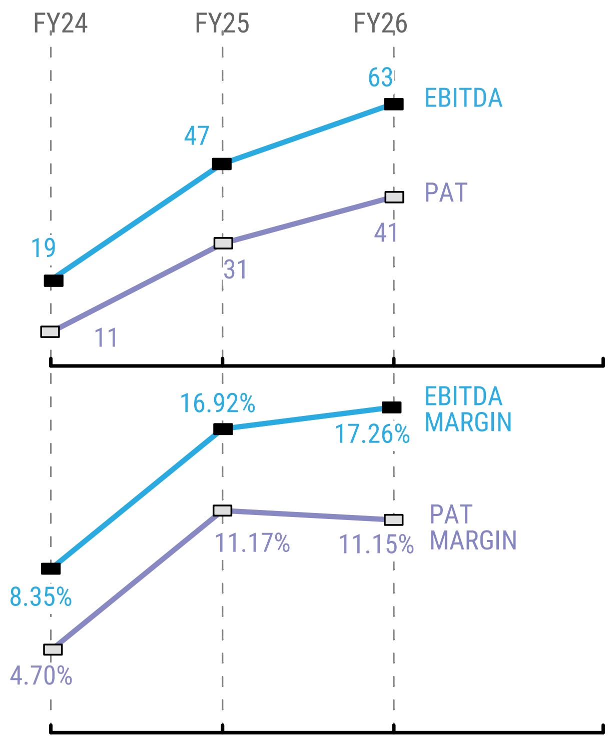
Valuations and Peer Comparison



Market Cap data of listed securities as on July 21, 2026

Financial Snapshot (in ₹ Cr.)





MARWADI
FINANCIAL SERVICES

XTRANET TECHNOLOGIES LIMITED

Business Insights

Competitive Strengths

- Deep domain expertise delivered through comprehensive solutions across industries.
- Proven track record in executing projects for Government and PSU clients.
- Long standing relationship with marquee customer base.
- Experienced Management Team and Qualified Pool of Employees.
- Geographic presence and multi-location operations.

Business Strategy

- Expanding and augmenting their platforms and services portfolio.
- Continue to expand their geographical footprints.
- Technology innovation.
- Data centre & infrastructure expansion.

Risks

- They partially depend on orders from the Government/PSU clients. As of Fiscal 2026, Fiscal 2025 and Fiscal 2024, more than 47.06%, 59.46% and 46.32%, respectively of the revenue was recognized from Government/PSU clients. Additionally, the loss of or inability to qualify for such orders may adversely affect their business, financial condition, results of operations, and prospects.
- They have contingent liabilities amounting to ₹4,273.63lakh, ₹4,219.81lakh and ₹2,385.95 lakh, representing 31.42%, 44.19% and 61.53% of their net worth for Fiscals 2026, 2025, and 2024, respectively and commitments, and their financial condition could be adversely affected if these contingent liabilities or commitments materialize.

Promoters and Management Details

Sukhbir Singh Kukreja - Managing Director

Jogendrapal Singh Alagh - Whole Time Director

Shiney Sukhbir - Non-Executive, Non-Independent Director