Retail Research	IPO Note
Sector: Infrastructure	Price Band (Rs): 200 – 212
05th August 2026	Recommendation: NEUTRAL

Technocraft Ventures Ltd.

Company Overview:

Incorporated in 1988, **Technocraft Ventures Ltd. (TVL)** is a multidisciplinary public infra development company engaged in the execution of turnkey Engineering, Procurement and Construction (EPC) contracts. The company operates across segments such as Water & Wastewater Infrastructure (~85.4% of revenue in FY26), Roads & Highways (~12.9%), Urban Infrastructure, Electrical Transmission and Operation & Maintenance (O&M). TVL primarily executes projects for State governments and government agencies across Northern and Central India, including UP, Uttarakhand, Rajasthan and the National Capital Territory of Delhi.

Key Highlights:

1. Diversified EPC capabilities: TVL boasts of strong capabilities across core infra sectors including Water & Wastewater Infrastructure such as Water Supply Scheme Projects, Sewerage Networks, Sewerage Treatment Plants, Wastewater Treatment Plants, Transmission mains, Reservoirs, Trenchless & Micro tunnelling Works, Roads and Highways work, Electrical Transmission work, Urban Infrastructure which includes sector-level planning and execution of residential building projects and Operation and Maintenance of public utilities. The company has delivered under flagship schemes such as UIDSSMT, JNNURM, AMRUT, Namami Gange and Jal Jeevan Mission.

2. In-house engineering competences: The company's business model is underpinned by a dedicated in-house engineering team which constitutes 78 professionals across civil, mechanical, electrical, instrumentation, and environmental disciplines. The dedicated team enables it to respond to varied project demands and integrate advanced technologies into design and execution workflows. Furthermore, TVL leverages digital tools and engineering software such as Auto CAD for monitoring site execution levels, managing project records, and optimizing resource allocation across construction sites. These capabilities enhance execution precision, improve efficiency, and support timely delivery of technically complex projects.

3. Robust order book: As of 15th Jul'26, TVL's order book stood at Rs ~1,948 cr (including O&M projects to be executed after completion of respective projects), providing long-term revenue growth visibility. Further, the company has also been selected as the L1 bidder by the Delhi Jal Board under AMRUT 2.0 scheme for a contract value of ~Rs 196 cr, showcasing strong executional capabilities, timely performance and reputation for quality work.

Industry Outlook: India's construction spend on water and wastewater treatment infrastructure is expected to grow to Rs 7.8 tn by FY31P from Rs 4.7 tn in FY26E, registering a CAGR of 10.5%.

Key Risks: (i) Higher revenue dependence on Government clients (~100%/~81% in FY26/FY25 respectively) (ii) Longer working capital cycle due to Government contracts (iii) Customer concentration in two states of UP & Rajasthan.

View & Valuation: TVL is a government-focused Water and Wastewater EPC provider with a strong execution track record and healthy earnings growth over FY24-26, with Revenue/EBITDA/PAT registering a CAGR of 24%/44%/51%, respectively. At the upper price band of Rs 212, the issue is valued at a P/E multiple of 19.4x FY26 earnings on a post-issue basis, which appears in-line with peers. However, customer concentration, dependence on government contracts and a stretched working capital cycle raise concerns around the quality and durability of earnings. We therefore assign a NEUTRAL rating to IPO and would prefer to monitor cash-flow generation and execution consistency post listing.

Issue Details	
Date of Opening	07th August 2026
Date of Closing	11th August 2026
Price Band (Rs)	200 – 212
Total Issue Size (Rs cr)	252
Fresh Issue (Rs cr)	202
Offer for Sale (Rs cr)	50
Total Issue Size (No. of shares)	1,18,81,000 shares
Face Value (Rs)	10
Post Issue Market Cap (Rs cr)	792 – 840
BRLMs	Khambatta Securities Ltd.
Registrar	Bigshare Services Pvt. Ltd.
Bid Lot	70 shares and in multiples thereof
QIB shares	50%
Retail shares	35%
NIB shares	15%

Objects of Issue	
Particulars (Rs cr)	**Estimated utilization from net proceeds**
Working capital requirements	150.0
General corporate purposes*	-
Net proceeds from fresh issue*	-

**The amount utilised for general corporate purposes shall not exceed 25% of the Gross Proceeds.*

Shareholding Pattern		
Pre-Issue	**No. of Shares**	**%**
Promoter & Promoter Group	3,01,01,200	100.0
Public & Others	-	-
Total	**3,01,01,200**	100.0

Post Issue @Upper Price Band	No. of Shares	%
Promoter & Promoter Group	2,77,25,200	70.0
Public & Others	1,18,81,000	30.0
Total	**3,96,06,200**	**100.0**

Selling Shareholders (OFS)	Classification	No. of Shares
Kartikey Constructions	Promoter	23,76,000
Total		**23,76,000**

Source: RHP, SBICAP Securities Research

Financial Overview

Particulars (Rs cr)	FY24	FY25	FY26	FY24-FY26 CAGR (%)
Revenue	226	280	345	23.5
YoY (%)	-	*23.6*	*23.4*	-
EBITDA	34	48	70	44.0
YoY (%)	-	*42.4*	*45.6*	-
PAT	19	28	43	50.8
YoY (%)	-	*48.0*	*53.6*	-
EBITDA Margin (%)	15.0	17.2	20.3	-
PAT Margin (%)	8.4	10.1	12.6	-
ROE (%)	20.8	23.5	26.5	-
ROCE (%)	19.8	23.0	27.7	-
D/E (x)	0.9	0.7	0.5	-
P/E (x)	33.5	22.6	14.7	-
EV/EBITDA (x)	21.0	14.8	9.7	-
CFO	1.4	21.7	28.7	-
CFI	0.3	(12.6)	(7.6)	-
CFF	(3.3)	(9.7)	(8.5)	-
FCF	(1.1)	17.5	27.1	-

Source: RHP, SBICAP Securities Research

Peer Comparison – FY26

Particulars (Rs cr)	Technocraft Ventures Ltd.	Denta Water and Infra Solutions Ltd.	EMS Ltd.	Enviro Infra Engineers Ltd.	Vishnu Prakash R Punglia Ltd.
CMP (Rs @ UB)	212	359	410	224	29
Mkt Cap (@ UB)	840	959	2,277	3,940	358
Revenue	345	250	733	1,146	851
EBITDA	70	74	140	277	-82
PAT	43	61	91	189	-140
EBITDA Margin (%)	20.3	29.6	19.1	24.2	-9.6
PAT Margin (%)	12.6	24.4	12.4	16.5	-16.5
RoE (%) - Pre issue	26.5	13.3	8.6	15.3	-
P/E (x)	19.4	15.7	25.0	20.8	-
EV/EBITDA (x)	9.7	11.9	16.9	14.5	-
Mkt Cap/Sales (x)	2.4	3.8	3.1	3.4	0.4

Source: RHP, SBICAP Securities Research.

For Technocraft Ventures Ltd., the Market Cap, P/E (x), Mkt Cap/Sales (x) and EV/EBITDA (x) are calculated on post-issue equity capital at the upper price band.
CMP of peer companies is live price as of 04th August, 2026

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