PRASOL CHEMICALS LIMITED

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Powering Industries Through Chemistry & Innovation

Prasol Chemicals Limited, incorporated in 1992 with its corporate office in Navi Mumbai, is a forward-integrated manufacturer of acetone-based and phosphorus-based specialty chemicals. Serving a B2B client base across performance chemicals, PICA, pharmaceuticals, agrochemicals, and personal care application industries, the company operates two facilities in Maharashtra with an aggregate installed capacity of 98,644 metric tonnes per annum. In Fiscal 2026, Prasol's global network serviced 1,618 customers and exported products to 63 countries.

The company's operating profile is anchored by a product portfolio of over 150 specialty chemicals. Prasol is India's largest importer of acetone (CY22–CY25) and is the only domestic manufacturer of isophorone, supported by consignment stock points in Rotterdam and Houston. Its process capabilities are driven by Distributed Controlled Systems automation and a dedicated 37-member R&D team. This infrastructure maintains quality certifications including ISO 9001, ISO 14001, and ISO 45001, alongside European and Korean REACH registrations enabling its global export footprint.

Financial performance reflects growth, with revenue from operations rising to INR 1,232.59 cr in Fiscal 2026 (standalone) from INR 1,012.49 cr in Fiscal 2025 (consolidated). EBITDA reached INR 139.32 cr in Fiscal 2026, representing an 11.30% margin, up from INR 87.77 cr in Fiscal 2025. Standalone profit after tax reached INR 83.12 cr. Operating cash flow stood at INR 49.47 cr, with total borrowings at INR 110.06 cr against a net worth of INR 448.51 cr as of March 31, 2026.

Prasol's growth plans focus on capacity debottlenecking, pipeline expansion, and establishing a new Saykha plant in Gujarat, with INR 60.00 cr of Net Proceeds allocated to debt repayment. Stated risks include manufacturing disruptions, highlighted by a fatal gas leak and subsequent MPCB closure direction at Mahad in October 2023. Additionally, the company faces raw-material price volatility for acetone and phosphorus, customer concentration where the top ten buyers contribute 23.68% of revenues, and continuous losses of INR 12.17 cr at its greenfield Mahad facility.

Industry	Chemicals

Scrip Details	
Listing	BSE & NSE
Open Date	8th Sept, 2026
Close Date	10th Sept, 2026
Price Band	INR 643 - 676
Face Value	INR 2
Market Lot	22 Shares
Minimum Lot	1

Issue Structure	
Issue Size (INR cr)	500
Issue Size sh. (in cr.)	0.74
QIB Share (%)	≤ 75%
Non-Inst Share (%)	≥ 15%
Retail Share (%)	≥ 35%
Pre-Issue sh. (in cr.)	5.80
Post Issue sh. (in cr.)	5.92
Post Issue Market Cap (in INR cr)	4,000.80

Shareholding (%)	Pre (%)	Post (%)
Promoter	89.20	77.51
Public	10.80	22.49
TOTAL	**100**	**100**

Key Consolidated Financial Data (INR Cr, unless specified):

	Revenue	EBITDA	Net Profit	EBITDA (%)	Net Profit (%)	Adj EPS (INR)	Adj BVPS (INR)	ROE (%)	ROIC (%)	EV/EBITDA (X)	P/BV (X)	P/E (X)
FY24	876.6	60.5	18.1	6.9	2.1	3.1	55.1	5.6	9.8	67.3	12.3	220.7
FY25	1,012.5	87.8	43.6	8.7	4.3	7.4	62.1	11.9	14.3	46.5	10.9	91.8
FY26	1,232.6	139.2	83.0	11.3	6.7	14.0	75.8	48.8	69.8	29.4	8.9	48.2

Source: Ventura Research & Company update

Issue Structure and Offer Details:

PRASOL CHEMICALS LIMITED IPO is a book build issue comprising of **INR 500 crores**. The issue is a combination of **fresh issue of 11.83 lakh shares** aggregating to **INR 80.00 crores** and **offer for sale of 62.13 lakh shares** aggregating to

Issue Structure	
Investor Category	**Allocation**
QIB	**Not more than 50% of the Net Offer**
NII (HNI)	**Not less than 15% of the Net Offer**
Retail	**Not less than 35% of the Net Offer**

Number of shares based on a higher price band of INR 676

Source: Company Reports

Objects of the Issue:

1. **Offer for Sale:** Allocation of INR 420.00 Crores for transfer to the Selling Shareholders, from which the Company will not receive any proceeds.
2. **Debt Repayment:** Deployment of INR 60.00 Crores from the Fresh Issue towards the full or partial repayment and/or pre-payment of certain outstanding term loans availed by the Company from HDFC Bank Limited and Kotak Mahindra Bank Limited.
3. **General Corporate Purposes:** Deployment of the balance Net Proceeds from the Fresh Issue (up to 25% of Gross Proceeds) towards general corporate purposes to fund ongoing corporate exigencies, business development, and ordinary operating expenses.

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Financial Summary

Fig in INR Cr (unless specified)	FY24	FY25	FY26
Income Statement			
Revenue	876.6	1,012.5	1,232.6
YoY Growth (%)	*(5.8)*	*15.5*	*21.7*
Raw Material Cost	629.2	702.8	831.0
RM Cost to Sales (%)	*71.8*	*69.4*	*67.4*
Employee Cost	32.8	41.7	50.4
Employee Cost to Sales (%)	*3.7*	*4.1*	*4.1*
Other Expenses	154.0	180.2	212.0
Other Exp to Sales (%)	*17.6*	*17.8*	*17.2*
EBITDA	60.5	87.8	139.2
Margin (%)	*6.9*	*8.7*	*11.3*
YoY Growth (%)	*(30.4)*	*45.0*	*58.6*
Depreciation & Amortization	21.4	23.3	24.7
EBIT	39.2	64.5	114.5
Margin (%)	*4.5*	*6.4*	*9.3*
YoY Growth (%)	*(42.2)*	*64.6*	*77.5*
Other Income	11.0	3.0	5.3
Finance Cost	10.9	8.2	8.0
Fin Charges Coverage (X)	3.6	7.8	14.3
Exceptional Item	(5.8)	0.0	0.0
PBT	33.5	59.3	111.8
Margin (%)	*3.8*	*5.9*	*9.1*
YoY Growth (%)	*(42.5)*	*76.9*	*88.6*
Tax Expense	15.4	15.7	28.8
Tax Rate (%)	*45.9*	*26.5*	*25.8*
PAT	18.1	43.6	83.0
Margin (%)	*2.1*	*4.3*	*6.7*
YoY Growth (%)	*(62.7)*	*140.1*	*90.5*
Min Int/Sh of Assoc	(0.0)	0.0	0.0
Net Profit	18.1	43.6	83.0
Margin (%)	*2.1*	*4.3*	*6.7*
YoY Growth (%)	*(62.7)*	*140.3*	*90.5*
Balance Sheet			
Share Capital	11.6	11.6	11.6
Total Reserves	314.2	355.9	437.0
Shareholders Fund	325.8	367.5	448.5
Long Term Borrowings	42.8	43.6	47.0
Deferred Tax Assets / Liabilities	25.8	25.4	26.0
Other Long Term Liabilities	0.5	0.5	0.4
Long Term Trade Payables	0.0	0.0	0.0
Long Term Provisions	0.6	7.6	9.6
Total current Liabilities	230.8	278.6	308.0
Total Liabilities	626.4	723.1	839.5
Net Block	326.3	326.1	311.0
Capital Work in Progress	21.7	21.2	47.1
Intangible assets under development	0.0	0.0	3.1
Non Current Investments	0.0	0.0	0.0
Long Term Loans & Advances	2.7	2.7	2.5
Other Non Current Assets	0.1	0.1	1.4
Net Current Assets	275.5	373.0	474.4
Total Assets	626.4	723.1	839.5

Fig in INR Cr (unless specified)	FY24	FY25	FY26
Per share data & Yields			
Adjusted EPS (INR)	3.1	7.4	14.0
Adjusted Cash EPS (INR)	6.7	11.3	18.2
Adjusted BVPS (INR)	55.1	62.1	75.8
Adjusted CFO per share (INR)	19.5	3.8	8.4
CFO Yield (%)	2.9	0.6	1.2
Adjusted FCF per share (INR)	16.3	(0.1)	1.7
FCF Yield (%)	2.4	(0.0)	0.3
Solvency Ratio (X)			
Total Debt to Equity	0.3	0.3	0.2
Net Debt to Equity	0.2	0.2	0.2
Net Debt to EBITDA	1.2	1.0	0.6
Return Ratios (%)			
Return on Equity	5.6	11.9	48.8
Return on Capital Employed	5.2	10.1	20.0
Return on Invested Capital	9.8	14.3	69.8
Working Capital Ratios			
Payable Days (Nos)	99	102	102
Inventory Days (Nos)	58	79	79
Receivable Days (Nos)	67	71	71
Net Working Capital Days (Nos)	25	48	48
Net Working Capital to Sales (%)	10.1	15.0	15.1
Valuation (X)			
P/E	220.7	91.8	48.2
P/BV	12.3	10.9	8.9
EV/EBITDA	67.3	46.5	29.4
EV/Sales	4.6	4.0	3.3
Cash Flow Statement			
PBT	33.5	59.3	111.9
Adjustments	48.7	41.9	36.4
Change in Working Capital	48.7	(63.2)	(68.8)
Less: Tax Paid	(15.4)	(15.7)	(30.1)
Cash Flow from Operations	115.6	22.3	49.5
Net Capital Expenditure	(19.1)	(22.6)	(38.6)
Change in Investments	1.2	0.1	0.2
Cash Flow from Investing	(17.9)	(22.5)	(38.4)
Change in Borrowings	(102.5)	20.2	0.9
Less: Finance Cost	(10.9)	(8.2)	(0.7)
Proceeds from Equity	0.0	0.0	0.0
Buyback of Shares	0.0	0.0	0.0
Dividend Paid	(1.7)	(1.7)	(0.2)
Cash flow from Financing	(115.1)	10.2	0.1
Net Cash Flow	(17.4)	10.0	11.2
Forex Effect	6.3	(3.3)	(3.8)
Opening Balance of Cash	21.0	10.0	16.7
Closing Balance of Cash	10.0	16.7	24.1

Source: Ventura Research

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