

Pradeep Phosphates IPO

MAY,2022



About the Company:

Pradeep Phosphate Ltd was incorporated in 1981 and is mainly involved in manufacturing of non-urea fertilizers in India. The company manufactures, trade, distribute and sale a variety of complex fertilizers including DAP, Zypmite, phosphogypsum. The company is the second largest private sector manufacturer of some of its segment like DAP and non-urea fertilizers. The company also has a good production and storage capacity in India with a very robust distribution network and a strong presence in eastern part of India. So, the company has been able to serve over five million farmers with that strong network.

Objectives of the Issue:

Fresh Issue: (Rs. 1004 cr)

Offer for sale: (Rs. 497 cr)

- Repayment of certain borrowings of the company.
- Financing the acquisition cost of its Goa facility
- General Corporate Purposes.

Outlook:

The company deals in fertilizer sector of India which is bound to show robust growth in the future due to the thrust on agriculture sector by the Government of India. Moreover, the company is looking for expansion to its current capacity and is the market leader in some of its segments which is a good sign. The company has been reasonably priced as compared to its peers. So, the company is worth considering with a good outlook.



Financials of the Company:

(in Crores)	FY 19	FY 20	FY 21	31 st DEC 21
Revenue	4397.2	4227.7	5183.9	5973.6
Net Profit				

IPO Details:

Details	Info
Issue Opens on	17th May 2022
Issue Closes on:	19th May 2022
Issue Price	Rs.39-42
Face Value Minimum	Rs.10
Lot Minimum	350 Shares
Investment Issue Size	Rs. 1501 cr
Listing at	NSE & BSE

Important Dates:

Finalization of Basis of Allotment	On or Before 24 th May 2022
Initiation of Refunds	On or Before 25 th May 2022
Credit of Equity Shares	On or Before 26 th May 2022
Listing Date:	On or Before 27 th May 2022

IPO Valuation Parameters:

Earnings Per Share (EPS)	Price To Earnings ratio (PE)	Return on Net Worth (RoNW)	Net Asset Value (NAV)
3.88	10.82	12.22%	38.04



QUERIES & FEEDBACK

Disclosure:

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