



MSEARCH

INITIAL PUBLIC OFFER (IPO)

21-05-2025

BELRISE INDUSTRIES LTD

21-05-2025 - 23-05-2025

Industry: Auto Components & Equipment
Recommendation: Subscribe for long term

Price Band: ₹85- ₹90
Post Implied Market Cap: – ₹7,683Cr -₹8,009 Cr

Key Data

Issue Size (₹ Cr)	2150
Fresh (₹)	2150
OFS (₹)	0
No. of shares offered	25,29,41,176 -
	23,88,88,888
Face Value (₹ /share)	5
Bid Lot	166

About the Company

Belrise Industries Ltd (Belrise) is a leading Indian automotive component manufacturer, specializing in safety-critical systems and metal components for all vehicle types. As of March 31, 2024, it holds a 24% market share in the 2-wheeler metal components segment, ranking among the top 3 players in India. Its products support both EVs and ICE vehicles, showcasing strong adaptability across powertrains.

Investment Rationales

1) Distinguished market leader in the high-growth field of precision sheet metal pressing and fabrication within a large and growing automotive component industry: Belrise, a top 3 player with a 24% market share in India's two-wheeler metal components segment (as of FY24), is well-positioned to benefit from the domestic market's projected 11-13% CAGR growth and global market expansion. With a 17.76% revenue CAGR (FY22-24), strategic plant locations near customers, and ample capacity for scale, the company is poised to capitalize on rising demand across two-wheelers, four-wheelers, and commercial vehicles in India.

2) Vertically integrated manufacturing facilities offering a diverse range of products: Company has strengthened its capabilities through backward and forward integration in precision sheet metal fabrication and has diversified into polymer components and suspension systems. It offers expanded design and engineering support to OEMs and, in FY2024, became Bajaj Auto's largest sheet metal component supplier, also setting up the first cathodic electro-deposition plating facility for the company.

3) Longstanding customer relationships developed through years of collaboration and value addition: Company has strong, long-term relationships with 29 global OEMs, including Bajaj Auto, Honda Motorcycle & Scooter India, Tata Motors, and Jaguar Land Rover. Its product portfolio spans metal chassis systems, exhausts, polymer parts, and body-in-white components. Top 3 OEMs contributed over 30-44% of revenues in recent years. The company is a key supplier for electric and hybrid platforms, reflecting deep integration and trust with major auto manufacturers across geographies.

4) Largely EV-agnostic product portfolio, strategically positioned to scale in tandem with burgeoning electric vehicle market in India: Belrise offers a powertrain-agnostic product portfolio—including chassis, body-in-white, polymer, and suspension systems—positioning it well in both EV and ICE markets. It supplies EV-specific components like steering columns (Bajaj Auto), underbodies (Tata Motors), body-in-white and cross car beams (for an electric SUV), and accessories (Honda's e-Active), reflecting its growing presence in the EV segment.

5) Expansion of the Portfolio through acquisitions and developments, including through identified assets: Belrise is aligning with electrification and sustainability trends by expanding into EV components, renewable energy, and CNG vehicle systems. It is setting up a new Pune facility (operational by Q1FY26) to manufacture hub motors and chargers for EVs and aims to increase content per EV two-wheeler. It is also producing sheet metal parts for solar panels for a North American client and scaling up in this segment. Additionally, the company has begun manufacturing exhaust systems for CNG vehicles with plans to expand this line.

Indicative Timetable

Activity	On or about
Finalisation of Basis of Allotment	26/05/2025
Refunds/Unblocking ASBA Fund	27/05/2025
Credit of equity shares to DP A/c	27/05/2025
Trading commences	28/05/2025

Shareholding (No. of shares)

Pre-Issue	650,990,304
Post Issue (Lower price band)	903,931,480
Post Issue (Higher price band)	889,879,192

Shareholding Pattern

Promoter:	
Pre Issue	90.30%
Post Issue	66.06%
Promoter Group:	
Pre Issue	9.50%
Post Issue	6.95%
Non Promoter - Non Public:	
Pre Issue	0.19%
Post Issue	0.14%
Public - Others:	
Pre Issue	0.00%
Post Issue	26.85%

Issue Breakup

QIB	50%
NIB	15%
Retail	35%

Other Details

BRLMs: Axis Capital, HSBC Securities, Jefferies India, SBI Capitals Market

Registrar: MUFG Intime India Pvt Ltd

Listing: BSE & NSE

Research Analyst

Rajan Shinde
rajan.shinde@mehtagroup.in
022-61507142

Risk

- Fluctuation in raw material prices.
- General slowdown in economy.
- Higher revenue dependency on limited customer

MView

We believe Belrise Industries Ltd IPO brings investors an opportunity to invest in a prominent automotive component manufacturer, commanding 24% market share in the two-wheeler metal components segment in India and has demonstrated strong revenue growth (17.76% CAGR in FY22-24). We think its deep integration with 29 global OEMs, including marquee names like Bajaj Auto, Honda, Tata Motors, and Jaguar Land Rover, underscore its credibility, consistent performance, and strategic importance in the automotive supply chain. The company's powertrain-agnostic product portfolio, combined with ongoing expansion into electric vehicle (EV) components, renewable energy solutions, and CNG systems, positions it well to capitalize on structural trends such as the China+1 strategy, rising electrification, and sustainable mobility adoption.

By looking at the company's financials, company has demonstrated strong topline performance, with revenue from operations growing by 22% in FY2023 and 13.7% in FY2024. However, net profit declined by 0.9% in FY2024, following a robust 19.8% growth in FY2023. Additionally, the company's proposed ₹2,150 crore IPO, entirely a fresh issue, will be used to repay approximately ₹1,600 crore of outstanding debt. This deleveraging is expected to significantly reduce interest costs, thereby enhancing profitability and strengthening overall cash flows. On valuation parse on upper price band of ₹90/-, the issue is asking a Market cap of ₹8009 Cr. Based on annualized FY 2026e earnings and fully diluted post -IPO paid up capital, the company is asking for a PE of 17x which we feel reasonably priced looking at its peer. Given the company strong industry positioning, growth visibility and alignment with India's automotive transformation and green manufacturing shift. We recommend investors to "SUBSCRIBE" the Belrise Industries Ltd IPO for long-term perspective only.

CONSOLIDATED FINANCIAL TABLES

BASIC FINANCIAL DETAILS

	As at Dec' 31			As at March' 31	
Particulars ₹ (in Cr)	2024 (09)	2023 (09)	2024	2023	2022
Equity Share Capital	325.5	20.3	325.5	20.34	20.34
Net Worth as stated	2,577.5	2,319.7	2,331.9	2,038.2	1,734.4
Total Borrowings	2,599.8	2,403.3	2,441.0	2,271.4	2,597.9
Revenue from Operations	6,013.4	5,957.8	7,484.2	6,582.5	5,396.9
Revenue Growth	0.9%	-	13.7%	22.0%	25.5%
EBITDA	767	760	938.4	897.7	763.5
EBITDA Margin (%) as stated	12.7%	12.8%	12.5%	13.6%	14.1%
Restated PAT	245.4	297.5	310.8	313.6	261.8
PAT (%) as stated	4%	4.9%	4.15%	4.7%	4.8%
EPS - Basic & Diluted (₹)	3.7	4.5	4.7	4.8	4
Return on Avg. Equity (%)	9.9%*	13.6%*	14.1%	16.6%	16.4%
Return on Avg. Cap. Employed (%)	11%*	12.66*	14.8%	14%	12.8%
Return on Net Worth (%)	9.5	12.8	13.3	15.3	15.1
NAV (₹) as stated	39.7	35.7	35.9	31.4	26.6

Source: Company RHP

COMPARISON WITH INDUSTRY LISTED PEERS ₹ (in Cr)

Companies	Revenue from Ops. (₹ in Cr)	Mcap (₹ in Cr)	FV	EPS	NAV (₹ Per Share)	P/B	P/E	RoNW (%)
Belrise Industries	7,484.2	8,009	5	3.6	53.1	1.7	24.5	13.1%
Bharat Forge	15,682	58,623	2	20.4	153.9	6.3	58.2	13.8%
UNO Minda	13,910.3	56,564	2	15.3	91.7	10.6	60.0	21.8%
Motherson Sumi Wiring India	8,321.3	24,940	1	1.4	3.7	14.7	41.2	42.4%
JBM Auto	4,723.1	16,966	2	15.1	98.7	12.5	84.0	22.1%
Endurance Technologies	10,052	31,194	10	48.3	353.8	5.5	37.7	16.2%
Minda Corporation (Spark Minda)	4,651.1	11,954	2	9.6	82.8	5.7	43.6	13.9%

Date as on 31st March 2024, Cline Mcap, PE, PB calculated as on 20-05-2025
 Belrise Industries Ltd, EPS/PE,PB, NAV calculated on annualised basis post money



MSEARCH

DISCLAIMER & DISCLOSURE

This Report is published by Mehta Equities Limited (hereinafter referred to as "MEL") for registered client circulation only. MEL is a registered Research Analyst under SEBI (Research Analyst) Regulations, 2014 having Registration no. INH00000552. MEL is a registered broker with the Securities & Exchange Board of India (SEBI) and registered with National Stock Exchange of India Limited and BSE Limited in cash and derivatives segments, Multi Commodity Exchange of India (MCX), National Commodity & Derivatives Exchange Ltd. (NCDEX) for its stock broking activities & is Depository participant with Central Depository Services Limited (CDSL), is registered with SEBI for providing PMS services and distribute third party PMS product and also member of Association of Mutual Funds of India (AMFI) for distribution of financial products.

MEL a "Research Entity" under SEBI (Research Analyst) Regulations 2014 has independent research teams working with a Chinese wall rule with other business divisions of MEL as mentioned above.

MEL or its associates have not been debarred / suspended by SEBI or any other regulatory authority for accessing / dealing in securities Market. MEL, its associates or Research analyst or his relatives do not hold any financial interest in the subject company. MEL or its associates or Research analysts do not have any conflict or material conflict of interest at the time of publication of the research report with the subject company. MEL or its associates or Research Analyst or his relatives do not hold beneficial ownership of 1% or more in the subject company at the end of the month immediately preceding the date of publication of this research report.

MEL or its associates or Research analyst has not received any compensation / managed or co-managed public offering of securities of the company covered by Research analyst during the past twelve months. MEL or its associates have not received any compensation or other benefits from the company covered by Research analyst or third party in connection with the research report. Research Analyst has not served as an officer, director or employee of Subject Company and MEL / Research analyst has not been engaged in market making activity of the subject company.

This report is for the personal information of the authorized recipient and does not construe to be any investment, legal or taxation advice to you. MEL is not soliciting any action based upon it. Nothing in this research shall be construed as a solicitation to buy or sell any security or product, or to engage in or refrain from engaging in any such transaction. In preparing this research, we did not take into account the investment objectives, financial situation and particular needs of the reader. This research has been prepared for the general use of the clients of MEL and must not be copied, either in whole or in part, or distributed or redistributed to any other person in any form. If you are not the intended recipient, you must not use or disclose the information in this research in any way. Though disseminated to all the customers simultaneously, not all customers may receive this report at the same time. MEL will not treat recipients as customers by virtue of their receiving this report. This report is not directed or intended for distribution to or use by any person or entity resident in a state, country or any jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject MEL & its group companies to registration or licensing requirements within such jurisdictions.

The report is based on the information obtained from sources believed to be reliable, but we do not make any representation or warranty that it is accurate, complete or up-to-date and it should not be relied upon as such. We accept no obligation to correct or update the information or opinions in it. MEL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. MEL or any of its affiliates or employees do not provide, at any time, any express or implied warranty of any kind, regarding any matter pertaining to this report, including without limitation the implied warranties of merchantability, fitness for a particular purpose, and non-infringement. The recipients of this report should rely on their own investigations.

This information is subject to change without any prior notice. MEL reserves its absolute discretion and right to make or refrain from making modifications and alterations to this statement from time to time. Nevertheless, MEL is committed to providing independent and transparent recommendations to its clients, and would be happy to provide information in response to specific client queries.

The information/document contained herein has been prepared by Mehta Equities Ltd and is intended for use only by the person or entity to which it is addressed to. This information/document may contain confidential and/or privileged material and is not for any type of circulation and any review, retransmission, or any other use is strictly prohibited. This information/document is subject to changes without prior notice. Kindly note that this information/document is based on technical analysis by studying charts, patterns, trends of a stock's price movement and trading volume of the stock and as such, may not match with any company's fundamentals. This information/document does not constitute an offer to sell or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. Though disseminated to all customers who are due to receive the same, not all customers may receive this information/report at the same time. MEL will not treat recipients as customers by virtue of their receiving this information/report.

Before making an investment decision on the basis of this research, the reader needs to consider, with or without the assistance of an adviser, whether the advice is appropriate in light of their particular investment needs, objectives and financial circumstances. There are risks involved in securities trading. The price of securities can and does fluctuate, and an individual security may even become valueless. Opinions expressed are subject to change without any notice. Neither the company nor the director or the employees of MEL accept any liability whatsoever for any direct, indirect, consequential or other loss arising from any use of this research and/or further communication in relation to this research. Here it may be noted that neither MEL, nor its directors, employees, or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profit that may arise from or in connection with the use of the information contained in this report.

Analyst Certification: Research Analyst the author of this report, hereby certify that the views expressed in this research report accurately reflects my personal views about the subject securities, issuers, products, sectors or industries. It is also certified that no part of the compensation of the Research analyst was, is, or will be directly or indirectly related to the inclusion of specific recommendations or views in this research. The Research analyst is principally responsible for the preparation of this research report and has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations.

Msearch's Recommendation (Absolute Performance)

Buy: > 20% within the next 12 Months

Accumulate: 5% to 20% within the next 12 Months

Sell: < -20% within the next 12 Months

MEHTA EQUITIES LTD

BSE: - Membership Clearing No. 122 - SEBI Regn. No. INB010683856, NSE: - Membership Clearing No. 13512-
SEBI Regn. No. INB231351231, NSE FO SEBI Regn. No. INF231351231, CIN No: U65990MH1994PLC078478
MSEI: - Membership Clearing No. 51800 - SEBI Regn. No. INB261351234 SEBI registered RA Reg No INH000000552
Mehta Equities Limited, 903, 9th Floor, Lodha Supremus, Dr.E.Moses Road, Worli Naka, Worli, Mumbai 400 018, India

Tel: +91 22 6150 7101, Fax: +91 22 6150 7102

Email: info@mehtagroup.in, Website: www.mehtagroup.in

Compliance Officer: Prakash Joshi

Email Id: compliance@mehtagroup.in

Phone No +91 22 61507180

For grievance redressal contact Customer Care Team Email: help.kyc@mehtagroup.in Phone: + 91 22 61507154