SHAKTI POLYTARP LIMITED

SP

Manufacturing · SME

Rs. 56 - 59

15 Sep 2026 - 17 Sep 2026

Issue size	Where the money goes	Earnings per share
Rs. 26.9 cr	**All fresh issue**	**Rs. 8.00**
	the document states no offer for sale - computed from the share count at the band cap - p.1	issuer disclosed

WHAT STANDS OUT

- High promoter holding - Promoters retain 64.9% after the issue — aligned with public shareholders.
- High leverage - Debt-to-equity is 2.60, above the 2× mark. Debt is more than twice net worth.
- Profit backed by cash - Operating cash flow is 133% of profit after tax — earnings are cash-backed.
- Strong revenue growth - Revenue compounded 86% a year over 2 years. Revenue compounding above 20% a year.

WHAT THE COMPANY DOES

Our Company is engaged in the production of tarpaulins, which are water-resistant materials designed to safeguard goods from rain, moisture, and other weather-related exposure. These tarpaulins are typically manufactured from raw materials such as polyethylene, polypropylene, and granules, and are available in various sizes and thicknesses depending on their specific application.

Our Company is engaged in the production of tarpaulins, which are water-resistant materials designed to safeguard goods from rain, moisture, and other weather-related exposure. Our Manufacturing unit is located at 45-48 I.I D.C.A.B. Road, Nimrani, Dist.-Khargone Madhya Pradesh - 451659, and spans 1,98,450 sq. ft.

WHERE THE MONEY GOES

How the fresh proceeds are to be spent, as stated in Objects of the Offer.

100%

Capital Expenditure 100%

PROMOTER HOLDING

88.5% before > **64.9%** after

Dilution of 23.6 points. Promoters keep majority control. p.57

AGAINST LISTED PEERS

Company	P/E	Revenue	Source
Commercial Syn Bags Limited	43.9x	Rs. 384 cr	p.123
Shree Tirupati Balajee Agro Trading Company Ltd	24.3x	Rs. 359 cr	p.123
Industry average	97.5x	—	issuer

Figures as printed in the offer document. This page does not say whether that is expensive or cheap. That judgement is yours.

FINANCIALS, RS. CRORE

	2024	2025	2026	2Y CAGR
Revenue	62	166	216	+86.5%
EBITDA	4	11	19	—
Profit after tax	1	5	10	+220.1%
Net worth	11	18	28	—
Total debt	24	48	73	—

READING THESE NUMBERS AS MANUFACTURING

What actually diagnoses this business: Capacity utilisation - Order book - Working capital days - Customer concentration.

DOES THE PROFIT TURN INTO CASH

	2024	2025	2026
Operating cash flow	-2	-11	13
Capital expenditure	0	5	27
Financing	7	23	20

Operating cash flow is 133% of profit after tax. Reported earnings are backed by cash.

WHEN LOCKED SHARES CAN BE SOLD

Each date releases shares that could not previously be traded.

+1 months	+3 months	+12 months	+24 months	+36 months
Anchor, first half	**Anchor, remainder**	**Other**	**Promoter**	**Promoter**
50.0%	50.0%	—	22.9%	20.0%

THE DOCUMENT'S OWN CASE, FOR AND AGAINST

STRENGTHS IT CLAIMS

1. Diverse Usage of products (p.185)
2. In-house manufacturing facility (p.185)
3. Experienced and Qualified management team (p.185)
4. Established client relationship (p.185)

RISKS IT DISCLOSES

1. Our business is substantially dependent on revenues from the manufacturing of tarpaulin and the trading of granules, and any inability to retain existing customers or attract new customers for these products may adversely affect our business. (p.26)
2. The property used by the company as its registered office and manufacturing facility are not owned by the company. Any termination of the relevant lease/ rent agreements could adversely affect our operations. (p.27)
3. Under-utilization of our manufacturing facility in earlier periods and any inability to effectively utilize our existing and proposed manufacturing capacity may adversely affect our business, future prospects and financial performance (p.28)
4. Our major revenue is sourced from manufacturing of Tarpulin. Our inability or failure to manage and attract more clients for this product could adversely affect our business. (p.29)
5. We will avail capital subsidy under the Madhya Pradesh MSME Promotion Scheme, 2025 in respect of investments made in plant and machinery, the utilisation of which is subject to half yearly monitoring by our Audit Committee. However, there can be no assurance that

Both columns are the offer document's own words, not this page's assessment.

THE INDUSTRY, AS THE DOCUMENT DESCRIBES IT

a 5.0% CAGR.

Drivers it names: Expansion of agricultural infrastructure, urban construction, logistics modernization, disaster preparedness programs, and the adoption of lightweight polymer-based substitutes over traditional materials.

Constraints it names: Volatility in Crude Oil & Resin Prices; Competition from Informal & Low-Cost Players; Rising ESG & Plastic Waste Compliance Costs.

> These industry figures come from a Infomerics Analytics & Research report commissioned and paid for by the issuer. It is not neutral research.

THE WIDER GROUP

Shakti Cooperation (India) (promoter-group)	0.1% of revenue is related-party
Tripal Traders (promoter-group)	0.0% of revenue is related-party
Nandan Enterprises (promoter-group)	—
Shri Balaji Plastopack (promoter-group)	1.9% of revenue is related-party

Extracted from the RHP at https://shaktipolytarp.com/wp-content/uploads/2026/09/RHP_Shakti_08092026.pdf by gemini-3.5-flash on 2026-09-11. Figure verification was skipped. The source text was not available to check against.