AG

AXIOM GAS ENGINEERING LIMITED

Retail SME

Rs. 50 - 53

18 Sep 2026 - 22 Sep 2026

Issue size	Where the money goes	Earnings per share
Rs. 49.8 cr	**All fresh issue**	**Rs. 3.64**
	the document states no offer for sale - computed from the share count at the band cap - p.1	issuer disclosed

WHAT STANDS OUT

Profit backed by cash - Operating cash flow is 114% of profit after tax — earnings are cash-backed.

WHAT THE COMPANY DOES

The Company is engaged in the business of distribution and retailing of Auto Liquefied Petroleum Gas (Auto LPG) through a network of owned and operated Auto LPG Dispensing Stations (ALDS) across Telangana, Karnataka, and Maharashtra.

Retailing and distribution of Auto LPG through owned and operated ALDS network across Telangana, Karnataka, and Maharashtra.

WHERE THE MONEY GOES

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

PROMOTER HOLDING

98.3% before > — after

AGAINST LISTED PEERS

Company	P/E	Revenue	Source
Confidence Petroleum India Limited	26.7x	Rs. 4,705 cr	p.118
Aegis Logistics Limited	52.8x	Rs. 8,333 cr	p.118
Industry average	39.8x	—	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	75	90	101	+16.3%
EBITDA	10	13	15	—
Profit after tax	6	8	9	+28.3%
Net worth	14	24	33	—
Total debt	20	16	16	—

READING THESE NUMBERS AS RETAIL

What actually diagnoses this business: Same-store sales growth - Sales per sq ft - Store count & churn - Inventory turns.

Debt to equity
0.48x
bar set at 2x

Ind AS 116 puts every store lease on the balance sheet as a liability, which inflates debt/equity for all retailers. Strip lease liabilities before comparing against a non-retail peer.

Revenue growth
—
read with care

Growth from opening stores is not the same as growth from selling more per store. Same-store sales growth separates the two.

DOES THE PROFIT TURN INTO CASH

	2024	2025	2026
Operating cash flow	5	8	11
Capital expenditure	11	3	2
Financing	10	-3	-2

Operating cash flow is 114% 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	+36 months
Anchor, first half	**Anchor, remainder**	**Promoter**
—	—	20.0%

THE DOCUMENT'S OWN CASE, FOR AND AGAINST

STRENGTHS IT CLAIMS

1. Owned and operated Auto LPG Dispensing Stations network with associated storage infrastructure. (p.4)
2. Presence across three states enables geographic diversification of demand and supply. (p.4)
3. Integrated activities from procurement to retail sale provide operational control over key value-chain steps. (p.4)
4. Established compliance processes for Auto LPG handling, storage, and dispensing under applicable regulations. (p.4)

RISKS IT DISCLOSES

1. We are dependent on few suppliers for sourcing our liquefied petroleum gas, procuring 99.75% from three key suppliers as of March 31, 2026. (p.9)
2. Our transportation of LPG is majorly done by our related party Prime Fuel Logistics Private Limited. (p.9)
3. Transporting LPG is hazardous and could result in accidents, which could adversely affect our reputation and business. (p.9)
4. LPG is highly flammable and poses significant safety risks if mishandled. (p.9)
5. The sale of our products & services is concentrated in our core market of Karnataka, Telangana and Maharashtra. (p.9)

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

THE INDUSTRY, AS THE DOCUMENT DESCRIBES IT

Drivers it names: Cost advantage of Auto LPG relative to conventional fuels.; State and central regulatory frameworks which provide safety and licensing norms.; Increasing attention to cleaner fuel options due to environmental/governance policies..

Constraints it names: Concentration in Auto LPG as a single-fuel business limits revenue diversification.; State-wise regulatory variations increase compliance workload and costs.; Exposure to input price volatility and currency fluctuations through procurement arrangements..

THE WIDER GROUP

Primefuel Logistics Private Limited (promoter-group)	—
Czar Metric System Private Limited (promoter-group)	—
Keylogic Automations Private Limited (promoter-group)	—
Fueltech Engineering Services Private Limited (promoter-group)	—

Extracted from the PROSPECTUS at https://axiomgas.com/uploads/investors/Red_Herring_Prospectus_AXIOM.pdf by gemini-3.5-flash on 2026-09-15. Figure verification was skipped. The source text was not available to check against.