AF

# ASHUTOSH FIBRE LIMITED

Manufacturing SME

**Rs. 87 - 92**

31 Aug 2026 - 2 Sep 2026

Issue size
**Rs. 56.3 cr**

Where the money goes
**All fresh issue**
the document states no offer for sale - computed from the share count at the band cap - p.1

Earnings per share
**Rs. 10.19**
issuer disclosed

## WHAT STANDS OUT

Low promoter holding - Promoters hold 43.0% after the issue. Promoters hold under half the company after the issue.

Profit backed by cash - Operating cash flow is 134% of profit after tax — earnings are cash-backed.

## WHAT THE COMPANY DOES

Ashutosh Fibre Limited is engaged in the manufacturing of technical textile yarns. The company operates in four categories of technical textiles: Indutech, Protech, Hometech, and Mobiltech, supplying yarns and fabrics directly to industrial manufacturers, processors, and institutional buyers.

Manufacturing of technical textile yarns from facility located at Petlad, Gujarat.

## WHERE THE MONEY GOES

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


Funding capital expenditure requi... 56%   Repayment/pre-payment, in full or... 44%

## PROMOTER HOLDING

**59.8%** before > **43.0%** after

Dilution of 16.7 points. Promoters fall below half the company. p.83

## AGAINST LISTED PEERS

| Company | P/E | Revenue | Source |
|---|---|---|---|
| RSWM Limited | 18.6x | Rs. 4,554 cr | p.107 |
| Reliance Chemotex Industries Limited | 16.1x | Rs. 362 cr | p.107 |
| Garware Technical Fibres Limited | 37.7x | Rs. 1,419 cr | p.107 |
| Cedaar Textile Limited | — | Rs. 163 cr | p.107 |
| Industry average | 26.9x | — | 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

| | 2023-2024 | 2024-2025 | 2025-2026 | 2Y CAGR |
|---|---|---|---|---|
| Revenue | 110 | 114 | 117 | +3.4% |
| EBITDA | 16 | 18 | 31 | — |
| Profit after tax | 7 | 9 | 16 | +50.9% |
| Net worth | 28 | 36 | 52 | — |
| Total debt | 35 | 57 | 48 | — |

## 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

| | 2023-2024 | 2024-2025 | 2025-2026 |
|---|---|---|---|
| Operating cash flow | 6 | 11 | 21 |
| Capital expenditure | 8 | 26 | 10 |
| Financing | 1 | 18 | -14 |

Operating cash flow is 134% 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** |
| 50.0% | 50.0% | 20.0% |

## THE DOCUMENT'S OWN CASE, FOR AND AGAINST

### STRENGTHS IT CLAIMS

1. Unmatched Diversity in Technical Yarns (p.154)
2. Proven Experience & Market Leadership (p.154)
3. Modern Manufacturing & Technical Capability (p.154)
4. Commitment to Sustainability & Certified Recycling (p.155)
5. Strategic Use of Cutting-Edge Fibers from Renowned Suppliers (p.155)

### RISKS IT DISCLOSES

1. We do not have long-term agreements for supply of our raw materials. (p.25)
2. A significant portion of our revenue comes from key customers and losing one or more of them could negatively impact our business. (p.26)
3. Our Company is subject to export obligations under duty exemption schemes, and any inability to comply may adversely affect our business. (p.26)
4. Dependence on exports, particularly to China and other foreign countries, exposes us to international market risks. (p.28)
5. Our business is heavily dependent on the sale of para-aramid based spun yarn and 100% polypropylene spun yarn. (p.28)

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

## THE INDUSTRY, AS THE DOCUMENT DESCRIBES IT

a 11.9% CAGR.

Drivers it names: National Technical Textiles Mission (NTTM) launched in 2020 with an outlay of [1]1,48,000 lakhs; Production Linked Incentive (PLI) Scheme for Textiles; Mandatory Use of Technical Textiles in Government Projects.

Constraints it names: Import Dependence on Specialty Fibres & Yarns; Low Awareness & Limited End-User Adoption; Skill & Workforce Shortage.

> These industry figures come from a Federation of Indian Chambers of Commerce & Industry (FICCI), D&B Desk Research report commissioned and paid for by the issuer. It is not neutral research.

## THE WIDER GROUP

| | |
|---|---|
| Shree Prakash Textiles (Gujarat) Private Limited (promoter-group) | 13.5% of revenue is related-party |
| Shyamprakash Spinning Mills Limited (promoter-group) | 13.5% of revenue is related-party |
| Shri Bajrangbali Intermediate and Dyechem Pvt Ltd (promoter-group) | 13.5% of revenue is related-party |

Extracted from the RHP at https://ashutoshfibre.com/wp-content/uploads/2026/08/Ashutosh-Fibre-RHP_24-08-2026.pdf by gemini-3.5-flash on 2026-08-28. Figure verification was skipped. The source text was not available to check against.