AI

ADROIT INDUSTRIES (INDIA) LIMITED

Auto ancillary | Mainboard

Rs. 126 - 134

23 Sep 2026 - 25 Sep 2026

Issue size	Where the money goes	Earnings per share
Rs. 151 cr	**88% fresh**	**Rs. 7.48**
	Rs. 133 cr to the company, Rs. 18.1 cr to selling holders - computed from the share count at the band cap - p.1	issuer disclosed

WHAT STANDS OUT

Profit backed by cash - Operating cash flow is 112% of profit after tax — earnings are cash-backed.

WHAT THE COMPANY DOES

With over four decades of operational experience, we are a vertically integrated manufacturer and supplier of propeller shafts (also known as a drive shaft or cardan shaft) and related torque-transmission components, with in-house capabilities across forging, precision machining, heat treatment, assembly, balancing and testing.

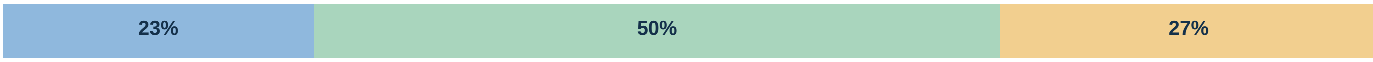
Manufacturing of propeller shafts and related torque-transmission components.

WHERE THE MONEY GOES

Fresh issue goes to the company. Offer for sale goes to shareholders selling out.

Fresh issue Rs. 133 cr 88%   Offer for sale Rs. 18.1 cr 12%

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



Funding capital expenditure by ou... 23%   Investment in our Subsidiary, Adr... 50%   Investment in our Subsidiary, Adr... 27%

PROMOTER HOLDING

96.1% > **—**

before   after

AGAINST LISTED PEERS

Company	P/E	Revenue	Source
Hindustan Hardy Ltd	13.0x	Rs. 109 cr	p.211
Talbros Engineering Ltd	10.7x	Rs. 536 cr	p.211
GNA Axles Ltd	20.9x	Rs. 1,478 cr	p.211
Industry average	15.8x	—	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	125	134	140	+6.0%
EBITDA	30	31	39	—
Profit after tax	15	18	26	+34.2%
Net worth	88	104	129	—
Total debt	82	65	52	—

READING THESE NUMBERS AS AUTO ANCILLARY

What actually diagnoses this business: OEM client concentration - Content per vehicle - EV transition exposure - Capacity utilisation.

Revenue growth

—

read with care

Earnings track the OEM production cycle, not the company's own effort. Check how much revenue sits with the single largest OEM, and what share of it is tied to internal-combustion platforms.

DOES THE PROFIT TURN INTO CASH

	2024	2025	2026
Operating cash flow	20	20	29
Capital expenditure	0	9	8

Financing	-20	-24	-17

Operating cash flow is 112% 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	+6 months	+18 months
Anchor, first half	**Anchor, remainder**	**Promoter**	**Promoter**
50.0%	50.0%	—	20.0%

THE DOCUMENT'S OWN CASE, FOR AND AGAINST

STRENGTHS IT CLAIMS

1. Offering over 5,000 SKUs of torque-transmission components and assemblies forming part of driveline systems (p.306)
2. Vertically integrated manufacturing operations with end-to-end control across forging, machining and assembly operations (p.307)
3. Established relationships with diversified customer base and high degree of repeat business (p.308)
4. Entry barriers supported by established validation and advanced engineering capabilities (p.310)
5. Strong export presence with diversified international customer base (p.311)

RISKS IT DISCLOSES

1. Major portion of our revenue from Sale of Products is derived from export sales and a significant portion of such export sales is concentrated in the United States. (p.29)
2. Our revenue from operations is significantly concentrated among a limited number of customers. (p.33)
3. Our manufacturing operations are concentrated at facilities located in the state of Madhya Pradesh, India. (p.34)
4. Our Company and our Subsidiary, ADPL experienced negative cash flows from certain activities in the past on a consolidated as well as a standalone basis. (p.41)
5. There have been multiple instances of delays in statutory filings and non-compliances with respect to corporate and regulatory reporting

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

THE INDUSTRY, AS THE DOCUMENT DESCRIBES IT

Market size Rs. 19,683 cr in 2025, forecast Rs. 28,241 cr by 2030, a 7.8% CAGR.

Drivers it names: Key growth drivers for the Indian automobile industry include rising household incomes, a young demographic profile, expanding R&D capabilities, and supportive government initiatives.; The demand for propeller shafts is expected to witness steady growth across other sectors such as railways, real estate, shipping, defence, and mining..

Constraints it names: Transition to Electric Vehicles (EVs) Reducing Demand for Conventional Propeller Shafts.; Dependence on Chinese suppliers for raw materials, components and manufacturing equipment exposes the global propeller shaft industry to country-specific and supply chain risks..

> These industry figures come from a CARE Analytics & Advisory Private Limited report commissioned and paid for by the issuer. It is not neutral research.

THE WIDER GROUP

Signet Industries Limited (promoter-group)	4.3% of revenue is related-party
Kozzby International Private Limited (promoter-group)	0.4% of revenue is related-party