MR

MATANGI RUBBER LIMITED

Auto ancillary | Mainboard

Rs. 163 - 172

1 Dec 2026 - 3 Dec 2026

Lot 87 shares | Allotment 4 Dec 2026 | Listing 8 Dec 2026

Issue size
Rs. 125 cr
from a public aggregator, cross-checked against a second

Where the money goes
79% fresh
Rs. 99.1 cr to the company, Rs. 26.1 cr to selling holders

THE FIVE QUESTIONS

1. How it makes money

The draft document we read does not state this. We read the final prospectus (RHP) as soon as we have it.

- A 1% rise in material costs, not passed on, would cut operating profit by about 8%.

2. Is it growing, and is profit turning into cash?

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- Other income made up Rs.22 of every Rs.100 of last year's profit before tax.

3. How much cushion does it have?

It owes Rs.1.09 for every Rs.1 of its own money. The line for auto ancillary is Rs.2.

- Operating profit covers interest 2.8 times.

4. What you pay, and who gets the money

The IPO raises Rs.125 cr in all. Of every Rs.100 raised, Rs.21 goes to existing shareholders selling.

- At Rs.172, the whole company is valued at Rs.393 cr.
- You pay Rs.143 for every Rs.1 of last year's profit.
- That is Rs.4.6 for every Rs.1 of last year's sales.

5. Who controls it, and what is on record?

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WHAT THE COMPANY DOES

Matangi Rubber Limited is engaged in the business of manufacturing tyres, tyre flaps, tubes, and rubber compounds. The company's tyre portfolio primarily caters to 2-wheeler and 3-wheeler segments, while its tyre flaps and tubes are mainly used in commercial vehicles such as trucks, buses, and heavy utility vehicles. It operates five manufacturing plants located in Uttarakhand, Madhya Pradesh, and Tamil Nadu.

The company operates through three primary business models: contract manufacturing of tyre flaps using internally procured raw materials, job work services for manufacturing tyres, flaps, and tubes using customer-supplied raw materials against conversion charges, and manufacturing and selling tyre tubes and rubber compounds directly under its own brand.

FINANCIALS, RS. CRORE

	31-03-23	CAGR
Revenue	86	—
EBITDA	8	—
Profit after tax	3	—
Net worth	27	—
Total debt	29	—

READING THESE NUMBERS AS AUTO ANCILLARY

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

DOES THE PROFIT TURN INTO CASH

	31-03-23
Operating cash flow	19
Financing	-11

Operating cash flow is 698% of profit after tax. Reported earnings are backed by cash.

THE DOCUMENT'S OWN CASE, FOR AND AGAINST

STRENGTHS IT CLAIMS

1. Experienced Promoter and Key Managerial Personnel with over 20 years of experience in the tyre industry. (p.224)
2. Track record of consistent financial performance with healthy growth in revenue and profitability. (p.224)
3. Long-standing relationships with key industry customer JK Tyre & Industries Limited. (p.224)
4. Flexible business model combining contract manufacturing, job

RISKS IT DISCLOSES

1. We derive a significant portion of our revenue from operations from Uttarakhand.

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

Analysed from the DRHP at https://nsearchives.nseindia.com/corporate/Registration_25052026235319_Matangi_Draft_Red_Herring_Prospectus.pdf by IPO Agent's proprietary AI-assisted extraction on 2026-11-23. Every extracted figure was string-matched back to the source document.

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