



IPO INSIGHTS



SBFC Finance Ltd

Issue Dates - Opens: 03-08-2023 | Closes: 07-08-2023

IPO Note	<ol style="list-style-type: none"> 1. SBFC Finance limited is a non-deposit - taking Non-Banking Finance Company. 2. SBFC provides its services in the form of Secured MSME Loans and Loans against Gold. 3. It tends to extend its services to entrepreneurs and small business owners who are underserved or unserved by traditional financial institutions like banks.
Rating	★★★ (GOOD)

IPO SNAPSHOT

Issue Size	₹ 1025 Crores
Issue Type	Book Built Issue IPO
Fresh Issue	₹ 600 Crores
Offer for Sale	₹ 425 Crores
Face Value Per Share	₹ 10
Price Band Per Share	₹54 to ₹57
Minimum Lot Size	260 shares
Listing On	BSE, NSE

Registrar to the Issue

Kfin Technologies Ltd

IPO SNAPSHOT – SBFC Finance Ltd

About the Company	<ul style="list-style-type: none"> ▪ Incorporated in 2008, The Company has one of the highest assets under management(AUM) growth ,at a CAGR of 44% in the period from Fiscal 2019 to Fiscal 2023. ▪ The Company has a diversified pan-India presence , with an extensive network in our target customer segment. ▪ As of March 31,2023 , we have an expansive footprint in 120 cities , spanning 16 Indian states and two union territories , with 152 branches. ▪ Our geographically diverse distribution network, spread across the North,South,East and West zones, allows us to penetrate under banked populations in tier two and tier three cities in India. ▪ The Company have set up stringent credit quality checks and customised operating procedures that exist at each stage for comprehensive risk management. 																														
Competitive Strengths	<ul style="list-style-type: none"> ▪ Diversified pan - India presence with an extensive network to cater to our target customer segment. ▪ Comprehensive credit assessment, underwriting and risk management framework ▪ Extensive on-ground collections infrastructure leading to maintenance of asset quality. ▪ Healthy liability franchise with low cost of funds. ▪ Consistent financial performance backed by profitable growth. 																														
Financials (₹ in Crores)	<table border="1"> <thead> <tr> <th>Particulars</th> <th>31-3-2021</th> <th>31-3-2022</th> <th>31-03-2023</th> <th>Y-o-Y</th> <th>2-Yrs CAGR</th> </tr> </thead> <tbody> <tr> <td>NII</td> <td>226.90</td> <td>254.24</td> <td>378.94</td> <td>49%</td> <td>29.23%</td> </tr> <tr> <td>PAT</td> <td>85.01</td> <td>64.52</td> <td>149.74</td> <td>132%</td> <td>32.72</td> </tr> <tr> <td>PAT Margin</td> <td>37.5%</td> <td>25.4%</td> <td>39.5%</td> <td></td> <td></td> </tr> <tr> <td>NNPA</td> <td>0.37%</td> <td>0.82%</td> <td>1.11%</td> <td></td> <td></td> </tr> </tbody> </table>	Particulars	31-3-2021	31-3-2022	31-03-2023	Y-o-Y	2-Yrs CAGR	NII	226.90	254.24	378.94	49%	29.23%	PAT	85.01	64.52	149.74	132%	32.72	PAT Margin	37.5%	25.4%	39.5%			NNPA	0.37%	0.82%	1.11%		
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Valuation	<ul style="list-style-type: none"> ▪ Attributing Annualized FY23 Earnings asking P/E = 33.33 																														
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Promoters	<ul style="list-style-type: none"> ▪ SBFC Holding Pte Ltd ▪ Clermont Financial Pte Ltd ▪ Arpwood Capital Private Ltd ▪ Arpwood Partners Investment Advisors LLP ▪ Eight45 Services LLP 																														
Objects of the issue	<ul style="list-style-type: none"> ▪ Augmenting the capital base of our company 																														

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