



IPO INSIGHTS



& ENGINEERS INDIA LIMITED

Deepak Builders And Engineers India Limited

Issue Dates - Opens: 21-10-2024 | Closes: 23-10-2024

IPO Note	<ol style="list-style-type: none"> Deepak Builders & Engineers India Limited is a construction company specializing in administrative, institutional, and industrial buildings, hospitals, stadiums, residential complexes, and other construction activities. The Company has completed turnkey projects encompassing architectural, structural, civil, MEP, firefighting systems, public health services, IT systems, operation theaters, medical gas pipelines, and landscaping.
Rating	★★★(Good)

IPO SNAPSHOT

Issue Size	₹260.04 Crores
Issue Type	Book Built Issue IPO
Fresh Issue	₹217.21 Crores
Offer for Sale	₹42.83 Crores
Face Value Per Share	₹10
Price Band Per Share	₹192 to ₹203
Minimum Lot Size	73 Shares
Listing On	BSE, NSE
Registrar to the Issue	Kfin Technologies Ltd

IPO SNAPSHOT- Deepak Builders And Engineers India Limited

About the Company

- Incorporated in 2017.
- Deepak Builders and Engineers India limited is an integrated engineering and construction company, specializing in execution and construction of administrative & institutional buildings, hospitals and medical colleges, industrial building, historical memorial complex, stadium and sports complex, residential complex and various developmental and other construction activity ("Construction Projects").
- While their primary focus and strength are deeply rooted in Construction Projects, they have diversified in undertaking specialized structural work such as flyovers, rail under bridge, rail over bridges, approach roads and development and redevelopment of railway stations.
- They undertake Construction & Infrastructure Projects both, as EPC services on a fixed sum turnkey basis as well as on an item-rate basis/percentage basis.
- As an engineering and construction company, they have a proven track record of executing turnkey projects comprising of architectural & structural work, civil works, HVAC, Mechanical Electrical & Plumbing ("MEP") works, firefighting & fire alarm systems, public health services, information technology system, modular operation theatre, medical gas pipeline systems and external development work, including landscaping work.
- Since incorporation, they believe they have transitioned into an established EPC player, demonstrating their expertise in various construction and infrastructure development projects including specialized structures across four (4) states of India, i.e. Punjab, Haryana, Rajasthan, Uttarakhand and two (2) Union Territories i.e. Chandigarh and National Capital Territory of Delhi.
- Currently, the Company has twelve (12) ongoing projects, including seven (7) EPC projects and five (5) itemrate/percentage rate contracts.

Competitive Strengths

- Decent order book with a government client base.
- Continuous Focus on equipment ownership.
- Strong financial performance.
- Experienced Promoters and Strong Senior Management Expertise.

Financials (₹ in Crores)

Particulars	31-3-2022	31-3-2023	31-03-2024	Y-o-Y
Revenue	363.05	433.45	511.40	18%
EBITDA	41.93	50.88	112.19	120%
EBITDA Margin	11.6%	11.7%	21.9%	
PAT	17.66	21.39	60.41	182%
PAT Margin	4.87%	4.94%	11.81%	

Valuation

- Attributing Annualized FY23 Earnings asking P/E = 12.06

Peers

Company Name	P/E ratio
IRCON International Limited	24.21
Ahluwalia Contracts Limited	19.91
PSP Projects Limited	18.72
ITD Cementation Limited	36.12

Note- P/E ratio is calculated as on 15th September, 2024

Promoters

- Deepak Kumar Singal
- Sunita Singal

Objects of the issue

- Repayment/prepayment, in full or part, of certain borrowings availed by the Company.
- Funding of working capital requirements of the company.
- General corporate purposes.

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