



IPO INSIGHTS



Tolins Tyres Limited

Issue Dates - Opens: 09-09-2024 | Closes: 11-09-2024

IPO Note

1. Tolins Tyres Limited is a tyre manufacturing company.
2. The Major products of the Company include two wheeler, three-wheelers, light commercial vehicle and agricultural tyres, precured tread rubber and other accessories including bonding gum, tyre flap, vulcanizing solutions.

Rating

★★★(Good)

IPO SNAPSHOT

Issue Size

₹230 Crores

Issue Type

Book Built Issue IPO

Fresh Issue

₹200 Crores

Offer for Sale

₹30 Crores

Face Value Per Share

₹5

Price Band Per Share

₹215 to ₹226

Minimum Lot Size

66 shares

Listing On

BSE, NSE

Registrar to the Issue

Cameo Corporate Services Limited

IPO SNAPSHOT – Tolins Tyres Limited

About the Company

- Incorporated in 2003.
- Tolins Tyres limited is one of the leading players in the industry with all India presence with a diverse product range. It is one of the companies that are present in both verticals – manufacturing of new tyres and tread rubber.
- Their Company has established itself as a major tyre retreading solutions provider across India and exported to 40 foreign countries, including the Middle East, East Africa, Jordan, Kenya and Egypt.
- The company manufactures a range of products, including two-wheelers, three-wheelers, light commercial vehicles, agricultural tyres, tread rubber, and various accessories such as bonding gum, tyre flaps, and vulcanizing solutions.
- They are primarily engaged in manufacturing of bias tyres for comprehensive array of vehicles (including light commercial, agricultural and two/three-wheeler vehicles) and precured tread rubber and are also involved in manufacturing of ancillary products like bonding gum, vulcanizing solution, tyre flaps and tubes.
- Currently, their Company caters to all three segments of market viz. exports, domestic sales and Original Equipment Manufacturers (“OEMs”) like, Marangoni GRP, Kerala Agro Machinery Corporation Ltd (KAMCO), Redlands Motors, Tyre Grip etc.

Competitive Strengths

- Diversified product range and customized product offering & the quality of products.
- Long standing relationship with large OEMs and dealer network in India and our Depots.
- Integrated manufacturing operations coupled with in-house products and process design capabilities which offer scale, flexibility and comprehensive solutions.
- Locational Advantage and Research and development and product development capabilities.
- Experienced and dedicated management team and Track record of growth and financial performance.

Financials (₹ in Crores)

Particulars	31-3-2022	31-3-2023	31-03-2024	Y-o-Y
Revenue	113.36	118.24	227.21	92%
EBITDA	6.09	12.26	46.37	278%
EBITDA Margin	5.4%	10.4%	20.4%	
PAT	0.63	4.99	26.00	421%
PAT Margin	0.56%	4.22%	11.45%	

Valuation

- Attributing Annualized FY23 Earnings asking P/E = 26.64

Peers

Company Name	P/E ratio
Indag Rubber Limited	38.45
Vamshi Rubber Limited	26.39
TVS Srichakra Limited	32.38
GRP Limited	20.68
Elgi Rubber Company Limited	46.95

Note- P/E ratio is calculated as on 2nd September,2024

Promoters

- Dr. Kalamparambil Varkey Tolin
- Jerin Tolin

Objects of the issue

- Repayment and/or prepayment, in full, of certain outstanding loans (including foreclosure charges, if any) availed by the Company.
- Augmentation of long-term working capital requirements of the company.
- Investment in the wholly owned subsidiary, Tolin Rubbers Private Limited, to repay and/or prepay, in full, certain of its short-term and long-term borrowings and augmentation of its working capital requirements.
- General corporate purposes.

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