



# IPO INSIGHTS



## Godavari Biorefineries Limited

**Issue Dates - Opens: 23-10-2024 | Closes: 25-10-2024**

<b>IPO Note</b>	<ol style="list-style-type: none"> <li>Godavari Biorefineries Limited manufactures ethanol-based chemicals in India.</li> <li>The Company's product portfolio includes bio-based chemicals, sugar, various grades of ethanol, and power. These products are used in industries such as food, beverages, pharmaceuticals, flavors and fragrances, power, fuel, personal care, and cosmetics.</li> </ol>
<b>Rating</b>	★★ (Average)

## IPO SNAPSHOT

Issue Size	₹554.75 Crores
Issue Type	Book Built Issue IPO
Fresh Issue	₹325 Crores
Offer for Sale	₹229.75 Crores
Face Value Per Share	₹10
Price Band Per Share	₹334 to ₹352
Minimum Lot Size	42 shares
Listing On	BSE, NSE
Registrar to the Issue	Link Intime India Private Ltd

# IPO SNAPSHOT- Godavari Biorefineries Limited

## About the Company

- Incorporated in 1956.
- Godavari Biorefineries Limited is one of the manufacturers of ethanol based chemicals in India and is an integrated bio-refinery in India with an installed capacity of 570 KLPD for manufacturing ethanol.
- The company is one of India's largest producers of ethanol in terms of volume.
- They are also the largest manufacturer of MPO worldwide in terms of installed capacity, one of only two manufacturers of natural 1,3 butylene glycol and the only company in India to manufacture bio ethyl acetate.
- They have also set up India's first bio-based EVE manufacturing facility in India and now has the widest portfolio of bio-based products in India.
- They utilize sugarcane as a feedstock to manufacture a wide range of products, including sugar, ethanol, bio-based chemicals and power and were among the first few companies in India to utilize sugarcane juice and syrup for the production of ethanol.
- They continuously strive to improve the valorization of sugarcane through development of down-stream products and increase the diversion of sugarcane towards value added products.
- Lastly, the company is also in the process of exploring the utilization of grains to manufacture grain-based ethanol.

## Competitive Strengths

- Diversified product portfolio and well-established relationship with a diversified marquee customer base across industries and geographies.
- Well-developed in-house research and development capabilities.
- We are a member of the Somaiya group and have an experienced Promoter, Board of Directors, Key Managerial Personnel and Senior Management

## Financials (₹ in Crores)

Particulars	31-3-2022	31-3-2023	31-03-2024	Y-o-Y
Revenue	1702.32	2014.69	1686.66	-16%
EBITDA	132.88	146.23	133.53	-9%
EBITDA Margin	7.8%	7.3%	7.9%	
PAT	19.09	19.63	12.29	-37%
PAT Margin	1.12%	0.97%	0.73%	

## Valuation

- Attributing Annualized FY23 Earnings asking P/E = 120.04

## Peers

Company Name	P/E ratio
Alkyl Amines Chemicals Limited	76.81
Jubilant Ingrevia Limited	65.20
Laxmi Organic Industries Limited	62.23
EID Parry (India) Limited	15.83
Triveni Engineering and Industries Limited	23.37
Balrampur Chini Mills Limited	24.09
Dalmia Bharat Sugar & Industries Limited	15.06
Dhampur Sugar Mills Limited	10.26
Dwarikesh Sugar Industries Limited	15.70

Note- P/E ratio is calculated as on 18<sup>th</sup> October, 2024.

## Promoters

- Samir Shantilal Somaiya
- Lakshmiwadi Mines and Minerals Private Limited
- Sakarwadi Trading Company Private Limited
- Somaiya Agencies Private Limited

## Objects of the issue

- Repayment/pre-payment, in full or in part, of certain outstanding borrowings availed by the Company
- General corporate purposes.

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