



IPO DETAILS

#IPOlogy

# NTPC GREEN ENERGY LIMITED



 **ISSUE OPEN**

19 November, 2024

 **ISSUE CLOSE**

22 November, 2024

Min. Lot Size

**138 shares**

Issue Price Band

**₹102 - ₹108**

### Issue Size

Fresh Issue:  
92.59 cr Eq shares  
(₹10,000.00cr.)

OFS: NIL.  
Eq shares  
(NIL.)

### Face Value

₹10

### Industry

Renewables

### Listing at

NSE, BSE

RATING

**SUBSCRIBE**

**OPEN ACCOUNT**

**APPLY NOW**

#### Marwadi Shares and Finance Limited

**Corporate Office:** Marwadi Financial Plaza, Nana Mava Main Road, Off 150ft Ring Road, Rajkot - 360001, Gujarat.

**Registered Office:** X-Change Plaza, Office No. 1201 to 1205, 12th Floor, Building No. - 53E, Zone - 5, Road 5E, Gift City, Gandhinagar - 382355, Gujarat.  
0281 7174 100/0281 6192 100 **CIN of MSFL:** U65910GJ1992PLC017544

SEBI Reg. No. of MSFL for NSE, BSE, MCX, NCDEX: INZ000174730 | Membership No.: NSE:08760, BSE:0910, MCX:56410, NCDEX:1280 | SEBI Regn.No. of DP: IN-DP-476-2020 (NSDL DPID:IN300974) (CDSL DPID:12035100) | Research Analyst: INH 000002186 AMFI: ARN-42506 | PFRDA: POP07082018

**Disclaimer:** 'Investment in securities market are subject to market risks, read all the related documents carefully before investing'.

For Facts & Figures



## NTPC GREEN ENERGY LIMITED

### Rationale

Considering the TTM-Sept 24 EPS of Rs 0.52 on a post-issue basis, company is set to list at a P/E of approximately ~208x with a market cap of Rs 91,000 cr whereas its peer, Adani Green Energy Limited is trading at P/E ratio of approximately ~182x respectively.

We assign "Subscribe" rating to this IPO as company is promoted by NTPC Limited, which has extensive experience in executing large-scale projects, long term relationships with offtakers and suppliers and financial strength.

### Objectives of the issue

Investment in wholly owned Subsidiary, NTPC Renewable Energy Limited (NREL) for repayment/ prepayment, in full or in part of certain outstanding borrowings availed by NREL.

General corporate purposes.

## Company Overview

NTPC Green Energy Ltd is a wholly owned subsidiary of NTPC Limited and is the largest renewable energy public sector enterprise (excluding hydro) in terms of operating capacity.

In FY 24, Renewable Energy Sales contributed 96.17%, Consultancy, project management and supervision fee contributed 0.51% and other operating revenues recognized from Government Grants contributed 3.32% to the revenue from operations.

As of September 30, 2024, company's "Portfolio" consisted of 16,896 MWs including 3,320 MWs of operating projects and 13,576 MWs of contracted and awarded projects.

As of September 30, 2024, company had 17 offtakers across 41 solar projects and 11 wind projects.

Company's operational capacity was 3,220 MW of solar projects and 100 MW of wind projects across 6 states as of September 30, 2024.

### Company Expands Renewable Energy with RRVUNL, MAHAPRET & DVC

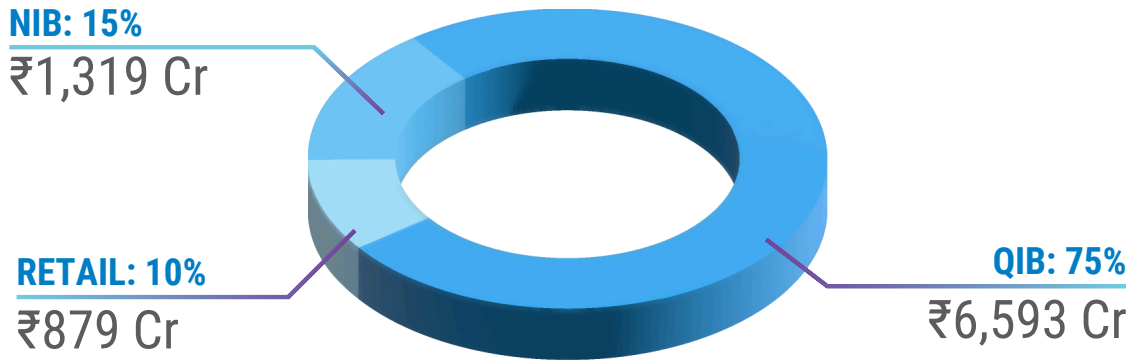
The company has signed joint venture agreements to produce renewable power with Rajasthan Rajya Vidyut Utpadan Nigam Limited (RRVUNL), Mahatma Phule Renewable Energy & Infrastructure Technology Limited (MAHAPRET), and Damodar Valley Corporation (DVC)



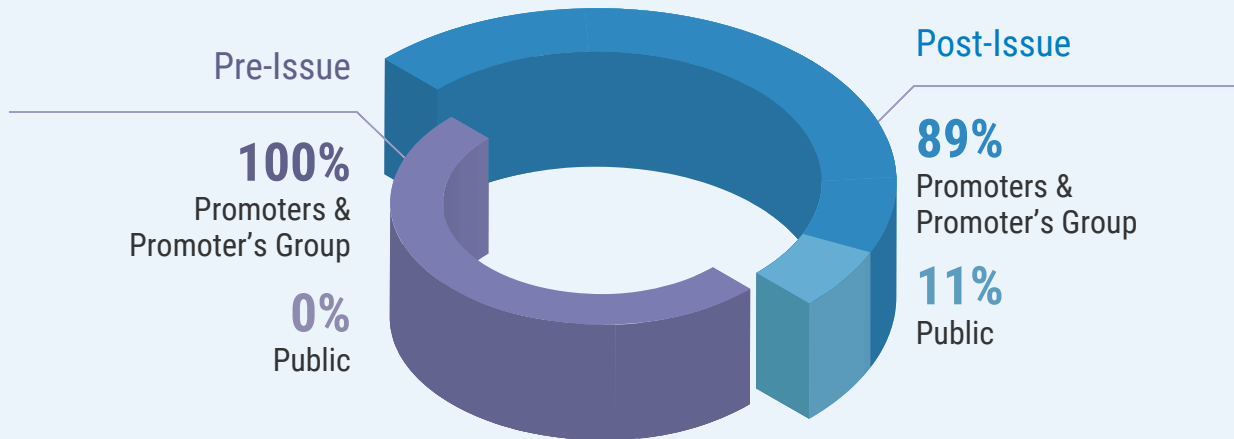
NTPC GREEN ENERGY LIMITED

# Issue Details

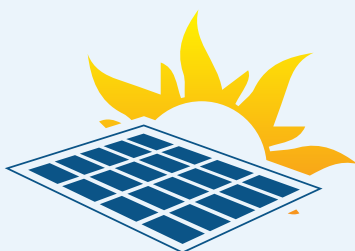
## Issue Break-Up



## Shareholding Pattern

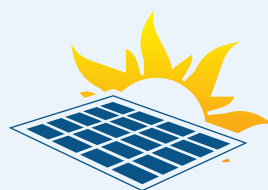


## Capital Structure (in ₹ Cr.)



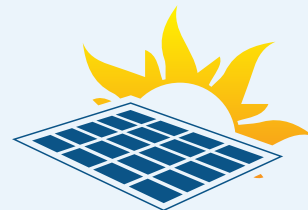
**10,000 Cr**

Authorised Equity Share Capital



**7,500 Cr**

Paid-Up Capital (Pre-Offer)



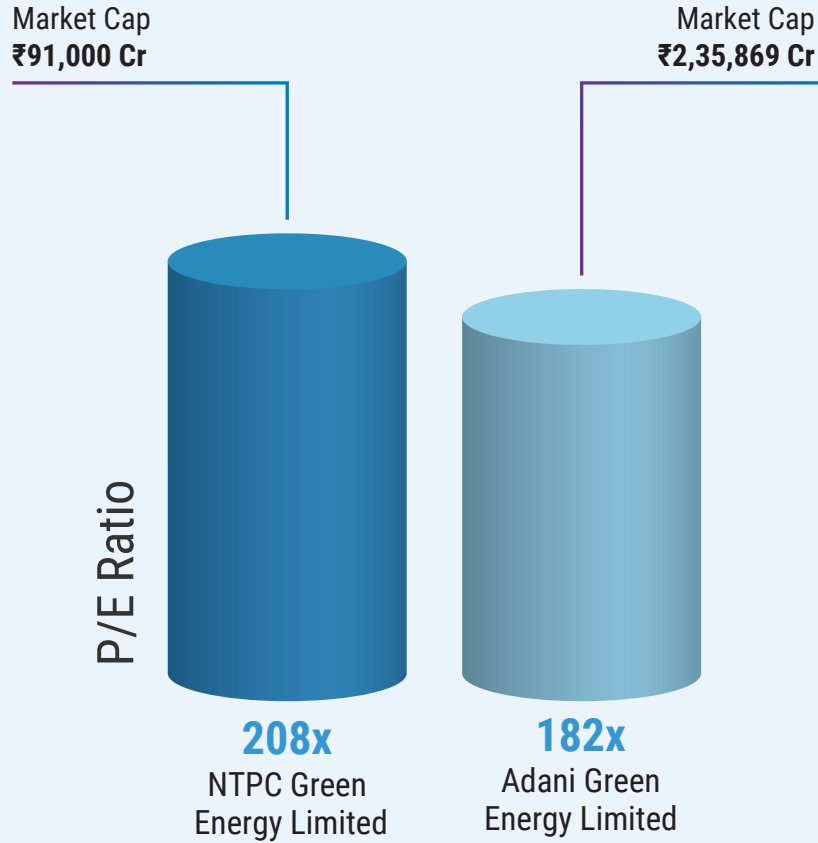
**8,426 Cr**

Paid-Up Capital (Post-Offer)



NTPC GREEN ENERGY LIMITED

# Valuations and Peer Comparison

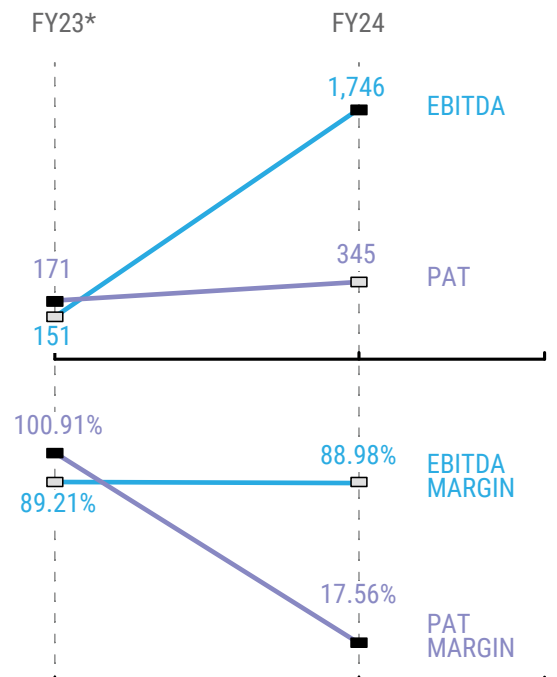
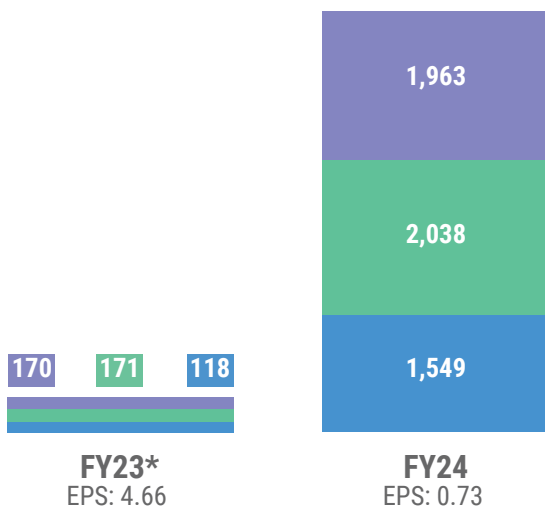


Market Cap data of listed securities as on November 14, 2024

## Financial Snapshot (in ₹ Cr.)

\* For the Period 07 April 2022 to 31 March 2023

- Revenue
- Total Income
- Total Expenses





NTPC GREEN ENERGY LIMITED

## Business Insights



### Competitive Strengths

- The company is promoted by NTPC Limited, which has extensive experience in executing large- scale projects, long term relationships with offtakers and suppliers and financial strength
- The company has a Portfolio of 16,896 MWs solar and wind projects as of September 30, 2024 with diversification across geographies and offtakers
- Experienced team in renewable energy project execution and procurement as well as operating and maintenance
- Growing revenues along with strong credit ratings that enable a low cost of capital employed
- Experienced Management Team



### Business Strategy

- Continue to grow project pipeline through prudent bidding and strategic joint ventures with PSUs and private corporates
- Focus on projects in new energy solutions like green hydrogen, green chemicals and storage
- Drive efficiency and cost reductions in project execution and operating & maintenance
- Continue to contribute to India's sustainability efforts



### Risks

- Company's renewable energy project construction activities may be subject to cost overruns or delays which may adversely affect business, results of operations, financial condition and cash flows. Further, future growth is significantly dependent on successfully executing contracted and awarded projects. In the event, company is not successful in executing contracted and awarded projects, business, results of operations and financial condition may be adversely impacted.
- Company's Power Purchase Agreements may expose to certain risks that may adversely affect business, results of operations and financial condition. In addition, company is required to give performance bank guarantees guaranteeing the commencement of supply of power which could adversely affect results of operation if invoked. Further, revenue from operations is exposed to fixed tariffs, changes in tariff regulation and structuring.

## Promoters and Management Details

Gurdeep Singh - Chairman and Managing Director

Jaikumar Srinivasan - Director (Finance)

Shanmugha Sundaram Kothandapani - Director (Projects)

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