



Paras Defence and Space Technologies LIMITED

Public Issue of Equity Shares

Note: Edelweiss Broking Ltd. is a sub syndicate member in the issue; accordingly, this note is prepared based on the RHP for informative purpose only.

Issue Highlights

Issue Opens: **Tuesday, September 21, 2021**

Issue Closes: **Thursday, September 23, 2021**

Price Band: **Rs.165/- to Rs.175/-**

Bid Lot: **85 equity share & multiple shares**

Face Value: 10/-

Listing: NSE / BSE

Registrar: Link Intime India Private Limited

Issue Size: - ₹ 170.78 Crs

Offer Sale :- ₹ 30.18 Crs

Fresh Issue :- ₹ 140.60 Crs

Net Offer Break up:

Category	Allocation	Amount (at Upper Band) in Crs
QIB	50%	85.39
NIB	15%	25.62
Retail	35%	59.77
Total	100%	170.78

Business Overview

Paras Defence and Space Technologies Limited is an Indian private sector company engaged in designing, developing, manufacturing and testing of a wide range of defence and space engineering products and solutions. It is one of the leading 'Indigenously Designed Developed and Manufactured' ("IDDM") category private sector companies in India, which caters to four major segments of Indian defence sector i.e. defence and space optics, defence electronics, electro-magnetic pulse ("EMP") protection solution and heavy engineering. (Source F&S Report) It is also the sole Indian supplier of critical imaging components such as large size optics and diffractive gratings for space applications in India (Source F&S Report). Their goal is to become one of the leading global companies for optics for defence and space sector. The Company have five principal categories of product offerings: defence and space optics, defence electronics, EMP protection, heavy engineering for defence and niche technologies. Their defence and space optics operations include manufacturing high precision optics for defence and space applications such as thermal imaging and space imaging systems. The company is one of the leading providers of optics for various Indian defence and space programmes, and the only Indian company with the design capability for space-optics and opto-mechanical assemblies (Source: F&S Report).

Promoters

Sharad Virji Shah and Munjal Sharad Shah

Object of the Offer

The Offer for Sale

The company have five principal categories of product offerings: defence and space optics, defence electronics, EMP protection, heavy engineering for defence and niche technologies. Company's defence and space optics operations include manufacturing high precision optics for defence and space applications such as thermal imaging and space imaging systems. The company is one of the leading providers of optics for various Indian defence and space programmes, and the only Indian company with the design capability for space-optics and opto-mechanical assemblies (Source: F&S Report).

Fresh Issue

The Net Proceeds from the Fresh Issue are proposed to be utilised in the following manner: 1. Purchase of machinery and equipment; 2. Funding incremental working capital requirements of our Company; 3. Repayment or prepayment of all or a portion of certain borrowings/outstanding loan facilities availed by our Company; and 4. General corporate purposes.

In addition, the company expect to achieve the benefit of listing of their Equity Shares on the Stock Exchanges, including to enhance their visibility and brand image among their existing and potential customers and creation of a public market for Equity Shares in India.

The main objects and objects incidental and ancillary to the main objects necessary for furtherance of the objects of the Company as set out in the MoA enables Company (i) to undertake its existing business activities; and (ii) to undertake activities for which funds are being raised through the Fresh Issue.

Peer Group Company

There are no listed entities in India whose business portfolio is comparable with that of the company's business.

Brief Financial Details

(Rs. in Millions)

Particulars	Year Ended		
	March 31, 2021	March 31, 2020	March 31, 2019
Income	1,446.07	1,490.51	1,571.69
Expense	1,219.96	1,272.59	1303.58
Profit Before Tax	226.11	217.92	268.11
Profit After Tax	157.86	196.57	189.70
EPS (₹)	5.55	6.92	6.75
RoNW (%)	9.12	14.17	15.93

Retail Payment Chart

Issue Dates: 21-September-2021 to 23-Septmebrt-2021

Cut off Price: Rs. 175 Per Share

No. of Shares	Amount	No. of Shares	Amount
85	14,875	680	1,19,000
170	29,750	765	1,33,875
255	44,625	850	1,48,750
340	59,500	935	1,63,625
425	74,375	1020	1,78,500
510	88,250	1105	1,93,375
595	1,04,125		

Indicative Timelines

Event	Indicative Date
Finalisation of Basis of Allotment with the Designated Stock Exchange	On or about Tuesday September 28, 2021
Initiation of refunds (if any, for Anchor Investors)/unblocking of funds from ASBA Account	On or about Wednesday September 29, 2021
Credit of Equity Shares to demat accounts of Allottees	On or about Thursday September 30, 2021
Commencement of trading of the Equity Shares on the Stock Exchanges	On or about Friday October 1, 2021

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