

Issue Details	
Issue Opens on:	Mar 20, 2023
Issue Closes on:	Mar 23, 2023
Issue Size:	Rs. 66 Crores
No of Shares:	1.89 Cr
Price Band:	Rs. 33 to Rs. 35
Bid lot:	428 shares
Face Value:	Rs. 10
Listing:	NSE & BSE
Registrar to Offer:	MAS Services
Expected Listing Date:	Apr 03, 2023

Minimum Retail Application	
No of shares:	428
Application Money:	Rs. 14,980
Discount to Retail if any:	NA

Issue Break-up	No of Shares	Rs. in Crores	% of Issue
QIB	18,85,714	7	10%
Non Institutional	56,57,143	20	30%
Retail	1,13,14,286	40	60%
Total	1,88,57,143	66	100%

Shareholding (%)	Pre Issue	Post Issue
Promoters & Promoter Grp	100.00%	65.93%
Public-Others	0.00%	34.07%
Total	100.00%	100%

Capital Structure	
Pre Issue Equity Shares	3.65 Cr
Post Issue Equity Shares	5.54 Cr

Post Issue implied Mcap	
Rs. 194 Cr	

About the Company:

Udayshivakumar Infra Limited was incorporated on August 22, 2002. The company is engaged in the business of construction of roads including National Highways, State Highways, District Roads, Smart Roads under PM's Smart City Mission projects, Smart Roads under Municipal Corporations, Bruhat Bengaluru Mahanagara Palike (BBMP) and Local Area Roads in various Taluka Places etc., in the State of Karnataka, Constructions of Bridges across Major and Minor Rivers, Railway Over Bridges (ROB), construction of Major and Minor Irrigation and canal projects, Industrial Areas, based in the State of Karnataka. The company bids for Roads, Bridges, Irrigation & Canals, Industrial Area construction in the State of Karnataka including Government Departments.

Objects of the Issue:

The offer comprises of Fresh Issue of Rs. 66 crores.

Fresh Issue of Rs. 66 crores will be used as follows:

Particulars	Amt. to be deployed (Rs. in Cr.)
Funding incremental working capital requirements	45.00
General Corporate Purpose	[•]

Financial Overview:

Particulars (in Rs Cr.)	FY22	FY21	FY20
Revenue from Operations	185.63	210.4	193.61
EBITDA	24.89	23.63	25.07
Net Profit	12.15	9.32	10.49
Share Capital	36.5	36.5	36.5
Other Equity	31.82	19.68	10.37
Net worth	68.32	56.18	46.87
Total Borrowings	26.48	30.6	33.95
EPS (Rs)	3.33	2.55	2.87
NAV per share (in Rs)	18.72	15.39	12.84
EBITDA Margin (%)	13.41%	11.23%	12.95%
Net Profit Margin (%)	6.54%	4.43%	5.42%
Return on Equity (%)	17.78%	16.59%	22.38%
Net Debt/EBITDA (x)	0.45	1.07	1.34

Source: RHP

Note: All the figures are taken as or calculated on upper price band stated by the company.

Peer Comparison:

Company	CMP/ Offer Price	Market Cap (in Rs Cr.)	EBITDA Margin (%)	Net Profit Margin (%)	Return on Equity (%)	Return on Capital Employed (%)	Net Debt/EBITDA Ratio (x)	PE Ratio (x)	Sales Growth (FY20-22)	EBITDA Growth (FY20-22)
Udayshivakumar Infra Ltd	35.00	193.75	13.41%	6.54%	17.78%	20.71%	0.45	10.51	-4.12%	-0.71%
KNR Constructions Ltd	258.50	7269.91	23.71%	10.16%	14.32%	19.37%	1.41	19.11	47.08%	22.58%
PNC Infratech Ltd	286.90	7360.11	22.52%	8.05%	16.00%	16.42%	2.95	14.59	28.66%	8.03%
HG Infra Engineering Ltd	774.55	5047.83	19.12%	10.13%	26.47%	26.26%	1.42	11.23	69.21%	94.32%
IRB Infrastructure Developers Ltd	26.66	16099.97	53.81%	6.23%	2.88%	88.00%	4.79	32.19	-15.30%	5.78%

Note: CMP & Market Cap is taken as closing price on 17th Mar 2023.

All the figures are taken as or calculated on upper price band stated by the company.

Source: RHP, BSEINDIA

Investment Rationale:

- Since Fiscal 2015, the company has completed 30 projects having an aggregate contract value of ₹684.68 crore, which includes 16 roads, 5 bridges, 6 irrigation and 3 civil construction works.
- As on December 31, 2022, the company is executing 30 ongoing projects which include 10 roads, 7 smart roads, 1 bridge, 8 irrigation projects, 3 civil construction works and 1 toll plaza with an aggregate order book value of ₹ 853.88 crore.

Key Risks and Concerns:

- Company has too much regional focus in Karnataka state only and hence the business model is exposed to the political risk.
- Being cyclical business, that too with small size of operations, ranks the company higher on the risk scale.

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