



## Harsha Engineers International Ltd IPO

<p>Issue Date: Sep 14 - Sep 16          Price Range: Rs 314- Rs 330          Market Lot: 45          Face Value: 10</p>	<p>Sector: Engineering          Location: Ahmedabad          Issue Size: Rs 755 Crore</p>
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Incorporated in 2010, Harsha Engineers International Limited is the **largest manufacturer of precision bearing cages**, in terms of revenue in organised sector in India. The company is a part of the Harsha Group. The company supplies its products to customers in over **25 countries** covering five continents i.e., **North America, Europe, Asia, South America and Africa**.

The business comprises of two segments:

- 1. Engineering business**, under which the company manufactures bearing cages (in brass, steel and polyamide materials), complex and specialised precision stamped components, welded assemblies and brass castings and cages & bronze bushings.
- 2. Solar EPC business**, under which the company provide complete comprehensive turnkey solutions to all solar photovoltaic requirements and provides operations and maintenance services in the solar sector.

As of September 30, 2021, Harsha Engineers International have been able to manufacture more than 7,205 bearing cages and more than 295 other products for customers in the automotive, railways, aviation & aerospace, construction, mining, agriculture, electrical and electronics and renewables sectors. In addition, over the past three years company's product development and innovation centre has developed more than 1,200 products in different bearing types.

The company has **five manufacturing facilities** for engineering business with two manufacturing facilities at Changodar and one at Moraiya, near Ahmedabad in Gujarat, India and one manufacturing unit each in Changshu, China and Ghimbav Brasov in Romania.

Harsha Engineers International Limited has three wholly owned subsidiaries, one in China - **Harsha Precision Bearing Components (China) Co. Ltd**, one in the United States of America - **HASPL Americas Corporation** and one in the Netherlands - **Harsha Engineers B.V.**, and a stepdown subsidiary in Romania - **Harsha Engineers Europe SRL**.

**Competitive Strengths:**

1. Comprehensive solution provider offering a diversified suite of precision engineering products across geographies and end-user industries.
2. Long-standing relationships with leading clientele.
3. Strategically located domestic and international production facilities and warehouses.
4. Expertise in Tooling, design development and automation.
5. Consistent track record of growth and financial performance.
6. Strong, experienced and dedicated senior management team and qualified workforce.

**Objects of the Issue**

The company proposes to utilise the Net Proceeds of the Fresh Issue towards funding of the following objects:

1. Pre-payment or scheduled repayment of a portion of the existing borrowing availed by company.
2. Funding capital expenditure requirements towards purchase of machinery.
3. Infrastructure repairs and renovation of our existing production facilities including office premises in India.
4. General corporate purposes.

**Harsha Engineers International Ltd Financial Information (Restated)**

<b>Period Ended</b>	<b>Total Assets</b>	<b>Total Revenue</b>	<b>Profit After Tax</b>	<b>Net Worth</b>
31-Mar-19	195	117.9	-27.41	1.41
31-Mar-20	973.24	899.5	21.91	378.02
31-Mar-21	981.07	876.73	45.44	433.22
31-Mar-22	1158.25	1339	91.94	527.9

Amount in ₹ Crore

**Our Rating: 20 (Good)****Rating Procedure**

	<b>Criteria for giving points</b>	<b>Points</b>	<b>Out Off</b>
Business Risk	Lesser risk higher points	3	5
Financial Risk	Lesser risk higher points	3	5
Market Risk	Lesser risk higher points	3	5
Objective of IPO	Growth & expansion gets more points	3	5
Price	Fair price will get more points	8	10
<b>Total</b>		<b>20</b>	<b>30</b>

A	21 & Above 21	Best to apply	D	11 to 14	Poor
B	18 to 20	Good	E	10 & Below 10	Very Poor
C	15 to 17	Average			

**Note:** The issue is fairly priced. So investors can subscribe Harsha Engineers International Ltd IPO.

You can apply through Capstocks website EIPO link: <https://kyc.capstocks.com/ipo>

You can also apply by ASBA internet banking of your bank account.

Contact: Anil Kumar 0471-4093333, 9847060019, email: [helpdesk@capstocks.com](mailto:helpdesk@capstocks.com)

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