



VMS TMT Ltd. IPO

| | |
|---|--|
| Issue Date: 17 Sep 25 – 19 Sep 25 Price Range: Rs 94 to Rs 99 Market Lot: 150 Face Value: 10 | Sector: Steel Location: Ahmedabad Issue Size: 148 Cr |
|---|--|

Incorporation in 2013, VMS TMT Limited is primarily engaged in the manufacturing of Thermo Mechanically Treated Bars (TMT Bars). The company also deals in scrap and binding wires, which are sold within Gujarat and other states. The company's manufacturing facility is strategically located in Bhayla Village, near Bavla in Ahmedabad district, Gujarat, allowing easy distribution of products.

Distribution Network:

VMS TMT Limited operates through a distribution network on a non-exclusive basis. As of July 31, 2025, the company has 3 distributors and 227 dealers.

This network enables the company to efficiently supply its products to customers across Gujarat and other states.

Retail License Agreement:

On November 7, 2022, VMS TMT Limited entered into a retail license agreement with Kamdhenu Limited. This agreement allows the company to market its TMT Bars under the brand name 'Kamdhenu NXT' on mutually agreed terms within the State of Gujarat.

Workforce:

The company is supported by an experienced and professional management team along with a workforce of 230 permanent employees as of July 31, 2025.

Revenue Focus:

The company has primarily focused its sales efforts on Tier II and Tier III cities. Over the last three fiscal years, the company has generated a significant portion of its revenue from Gujarat:

- Fiscal 2024: 98.78% of revenue from Gujarat
- Fiscal 2023: 98.43% of revenue from Gujarat

- Fiscal 2022: 99.19% of revenue from Gujarat

Objects of the Issue

- Repayment/ prepayment, in full or part, of all or a portion of certain borrowings availed by the Company
- General corporate purposes

Euro Pratik Sales Limited IPO Financial Information

VMS TMT Ltd.'s revenue decreased by 12% and profit after tax (PAT) rose by 14% between the financial year ending with March 31, 2025 and March 31, 2024.

| Period Ended | 30-Jun-25 | 31-Mar-25 | 31-Mar-24 | 31-Mar-23 |
|----------------------|-----------|-----------|-----------|-----------|
| Assets | 449.35 | 412.06 | 284.23 | 227.28 |
| Total Income | 213.39 | 771.41 | 873.17 | 882.06 |
| Profit After Tax | 8.58 | 15.42 | 13.47 | 4.2 |
| EBITDA | 19.48 | 45.53 | 41.2 | 21.91 |
| NET Worth | 81.77 | 73.19 | 46.51 | 30.84 |
| Reserves and Surplus | 47.14 | 38.56 | 33.18 | 18.23 |
| Total Borrowing | 309.18 | 275.72 | 197.86 | 162.7 |

Our Rating: 16 (Average)

Rating Procedure

| | Criteria for giving points | Points | Out Off |
|------------------|-------------------------------------|--------|---------|
| Business Risk | Lesser risk higher points | 3 | 5 |
| Financial Risk | Lesser risk higher points | 2 | 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 | 5 | 10 |
| Total | | 16 | 30 |

| | | |
|---|---------------|---------------|
| A | 21 & Above 21 | Best to apply |
| B | 18 to 20 | Good |
| C | 15 to 17 | Average |

| | | |
|---|---------------|-----------|
| D | 11 to 14 | Poor |
| E | 10 & Below 10 | Very Poor |

Note: VTL is engaged in the manufacturing and marketing of TMT Bars. Primarily it operates in the Gujarat region, with TMT Bars as the main product. Its debt-equity ratio of 3.78 as of June 30, 2025 raise alarm. The issue is aggressively priced. As the issue is below Rs. 250 cr., the shares will be listed in exchanges in T2T segment (Intraday trade not allowed) with limited circuit levels. So, investors with risk appetite and long term view can subscribe Euro Pratik Sales Limited 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

Disclaimer: Capstocks & Securities (India) Pvt Ltd do not accept responsibility for consequences of financial decisions taken by readers on the basis of information provided herein. The aim is to provide a reasonably accurate picture of financial and related opportunities based on information available with us. Issued by the Equity Research & Analysis Department of Capstocks & Securities (India) Pvt Ltd, Capstocks Towers, Thakaraparambu Road, Trivandrum 695023, Kerala.
