JAIN
METAL GROUP

JAIN RESOURCE RECYCLING LTD

Price Band	Issue Opens
₹220 to ₹232	September 24 to September 26

Face Value	Issue Size	Lot Size	Listing At
₹2	₹1,250.00 Cr	64 Shares	NSE, BSE

Jain Resource Recycling Ltd Info

Issue Size	5,38,79,310 shares / ₹1,250.00 Cr
Fresh Issue	2,15,51,724 shares / ₹500.00 Cr
Offer for Sale	3,23,27,586 Shares /750.00
Retail Quota	Not more than 10% of the Offer
Retail Min/Max	Rs.14,848/1,93,024

Jain Resource Recycling Ltd Timeline

Tentative Allotment	Mon, Sep 29, 2025
Initiation of Refunds	Mon, Sep 29, 2025
Credit of Shares to Demat	Tue, Sep 30, 2025
"Jain Resource Recycling Ltd" Listing Day	Wed, Oct 1, 2025

Objects of The Offer

The Offer comprises an Initial Public Offering aggregating up to ₹ 12,500.00 million, which is composed of:

- **Repayment/Prepayment of Borrowings:** The estimated amount allocated for this purpose is ₹ 3,750.00 million.The proposed utilization is for outstanding borrowings, which include working capital facilities and term loans. The total outstanding borrowings as of July 31, 2025, were ₹ 10,407.16 million.
- **General Corporate Purposes:** The Company intends to allocate up to 25% of the Gross Proceeds for general corporate purposes, in line with SEBI ICDR Regulations. The precise amount will be finalized after determination of the Offer Price and disclosed in the Prospectus before RoC filing. Any unutilized Net Proceeds from other objects may also be redirected toward general corporate purposes, subject to the 25% cap. These purposes support ongoing operations, proposed fund-raising activities, and repayment of borrowings, as permitted by the Memorandum of Association. Deployment of proceeds is expected in FY2026. Additionally, the Offer provides broader benefits to the Company and stakeholders.

About The Company and Business Overview

Jain Resource Recycling Ltd, originally founded in 1953 as Jain Metal Rolling Mills, has evolved from a partnership firm to a public limited company in February 2025. Headquartered in Chennai, Tamil Nadu (CIN: U27320TN2022PLC150206), the Company engages in processing ferrous, non-ferrous, and non-metallic scrap and manufacturing products like ingots, billets, rods, tubes, and castings through melting, forging, and rolling. Promoted by Kamlesh Jain, CMD with 30+ years of experience, JRRL posted revenue of ₹71,257.68 million and PAT of ₹2,232.87 million in FY25. Its group includes three subsidiaries and one associate, Sun Minerals Mannar in Sri Lanka.

Core Operations:

The core operations of Jain Resource Recycling Limited (JMG) are centred on the recycling and production of non-ferrous metals in India. The Company primarily manufactures metal products by recycling non-ferrous metal scrap. The main products in its portfolio are:

1. Lead and lead alloy ingots (contributing 39.46% of revenue in Fiscal 2025).
2. Copper and copper ingots (contributing 44.82% of revenue in Fiscal 2025).
3. Aluminium and aluminium alloys.

JMG conducts these activities through three Recycling Facilities located at SIPCOT Industrial Estate, Gummidipoondi, Chennai. The business model relies on a deep raw material sourcing network across 70+ countries, and exports constituted 60.39% of the Company's revenue from operations in Fiscal 2025.

Source: RHP

Core Business and Product Portfolio:

Primary Business JMG is engaged in the recycling and production of non-ferrous metals in India. Its primary focus is on manufacturing non-ferrous metal products by recycling non-ferrous metal scrap**.**

Key Product Categories: The core product portfolio comprises:

- **1. Lead and lead alloy ingots.**
- **2. Copper and copper ingots.**
- **3. Aluminium and aluminium alloys.**

Market Position (2024): JMG held an approximate market share in India of 8.55% for secondary Lead, 3.42% for secondary Copper, and 0.52% for secondary Aluminium, based on production volume relative to overall demand

Operations and Logistics:

- **Facilities:** Operations are conducted through three Recycling Facilities (Facility 1, Facility 2, and Facility 3) located in the SIPCOT Industrial Estate, Gummidipoondi, Chennai.
- **Strategic Location:** The facilities are strategically positioned near the Chennai port, providing connectivity with the Ennore Port and Katupalli Port, which helps facilitate imports and exports.
- **Sourcing Network:** The Company relies on an extensive global network for sourcing recyclable materials, with sourcing capabilities across 70+ countries.
- **Technology:** Facilities utilise modern machinery, such as efficient cable scrap granulation machines and battery cutting machines. The lead recycling unit specifically has the capacity to recycle used lead-acid batteries (ULAB).
- **Customer Base:** As of March 31, 2025, the Company served 371 customers across more than 20 countries. Key client industries include lead acid battery, electrical and electronics, pigments, and automotive.
- **International Presence:** Export sales represented 60.39% of the total revenue from operations in Fiscal 2025, demonstrating a strong international presence in major overseas geographies like Singapore, China, Japan, and the UAE.
- **Revenue Growth:** The Company achieved substantial revenue growth, recording ₹ 71,257.68 million in revenue from operations for Fiscal 2025, which represents a 60.91% increase over Fiscal 2024.
- **Risk Mitigation:** The Company utilizes a hedging mechanism for commodity price risk protection for its products and is registered with the LME (London Metal Exchange) & MCX (Multi Commodity Exchange).

Source : RHP

Brief profile of the Directors

Kamlesh Jain
- Promoter, Chairman & MD with 30+ years in metal recycling. B.Com, Madras University. Partner in Jain Metal Rolling Mills since 1993, led conversion into a company in 2022. Senior VP, Bombay Metal Exchange (South India) and Regional VP, Recycling Association of Africa. Provides strategic leadership to the Group.

Mayank Pareek
- Joint MD, CA since 1995 with 10+ years in metals. Commerce graduate from Ajmer University. Joined the Company in 2022. Member of MCX Lead Product Advisory Committee since 2024. Provides financial and operational oversight, ensuring robust governance and stakeholder alignment within the Jain Metal Group.

Hemant Shantilal Jain
- Executive Director & CFO, CA since 2008. B.Com, Gujarat University. 15+ years in accounts, audit, and taxation. Served as CFO of Jain Metal Rolling Mills from 2012 until 2022 conversion. Joined Company in 2022. Independent from other directors, he strengthens financial controls and reporting.

Dr. Kandaswamy Paramasivan
- Independent Director since March 2025. Holds B.Tech (Mechanical Engineering) and Ph.D. in Data Science & Public Policy. Brings academic and technical expertise, guiding the Company in data-driven decision-making and sustainable policy frameworks.

Jayaramakrishnan Kannan
- Independent Director since March 2025. B.Sc (Mathematics) with Diploma in Systems Management. 24+ years in IT, ex-VP & Consultant at TCS. Brings digital transformation and technology integration experience to strengthen business scalability and efficiency.

Rajendra Kumar Prasan
- Independent Director since March 2025. CA (FCA, ICAI) and B.Com, Madras University. 28+ years in audit and taxation. Partner at Sanjiv Shah & Associates and Director at Jumbo Bag Limited. Provides audit, compliance, and governance expertise to the Company.

Revathi Raghunathan
- Woman Independent Director since March 2025. FCA (ICAI), Insolvency Professional (IBBI). 30+ years in audit and taxation, Designated Partner at A. Raghunathan & Co. Brings governance, insolvency, and compliance expertise, reinforcing regulatory oversight within the Board.

Financial Ratios

Financial Ratios	ROCE (%)	ROE (%)	P/E	Industry P/E	EV / EBITDA
Jain Resource Recycling Limited(1)	27.2	39.0	38.2	46.45	22.5
Gravita India Limited	21.5	21.2	36.2	46.45	25.7
Pondy Oxides & Chemicals Limited	16.9	13.7	48.3	46.45	30.2

Source : RHP

Strengths

1. Track Record of Profitability and Consistent Financial Performance: JRRL delivers strong revenue and PAT growth, high RoNW (41.56%), superior EBITDA per ton, and a favourable credit profile supported by conservative debt policies and improved CRISIL ratings.

2. Strategically Located Recycling Facilities and Operational Capabilities: The Company's Chennai-based facilities, near major ports, enable multi-product capabilities, economies of scale, advanced technology deployment, robotic automation, and resource optimisation through by-product extraction, driving efficiency and cost competitiveness.

3. Strong Customer Base with Global Footprint and Deep Sourcing Capabilities: With 60% export revenue, sourcing from 70+ countries, 371 customers across 20+ nations, strong repeat business, and LME brand recognition, JRRL enjoys deep customer trust and global market positioning.

4. Risk Management and Experienced Leadership: Robust hedging on LME safeguards commodity volatility, stabilising earnings. Experienced leadership, led by Kamlesh Jain, drives strategic growth, forward integration, ESG focus, and sustainability initiatives for long-term market leadership.

Key Risk Factors

1. **Revenue Concentration on Key Products:** A substantial portion of the Company's revenue is derived from the sale of Lead and Lead Alloy Ingots (39.46% of revenue from operation in Fiscal 2025) and Copper and Copper Ingots (44.82% of revenue from operation in Fiscal 2025). Any loss of sales due to reduced demand for these core products could adversely affect the business, financial condition, results of operations, and cash flows.
2. **Customer Concentration and Lack of Long-Term Contracts:** The Company has historically derived a significant portion of its revenue from its top customer, top five customers, and top 10 customers. The majority of these key customers do not have long-term contracts. The loss of any of these major customers could adversely affect revenues and profitability.
3. **Regulatory Action Against Promoter:** There have been disciplinary actions imposed by SEBI or stock exchanges against the Company's Promoter (Kamlesh Jain) in the past. There is no assurance that future regulatory proceedings or actions will not be initiated against the Company, which could lead to penal action and adversely affect results of operations.
4. **Quality Compliance Risk:** The Company is subject to strict quality requirements and has experienced instances of cancellation of scraps, specifically noting 11, 29, and 30 cancellations in the last three Fiscals (exact periods not fully specified in the excerpt). Failure to adhere to strict quality standards could lead to cancellations or losses.
5. **Raw Material Price Volatility and Supply Risk:** Volatility in sourcing key raw materials (such as lead scrap rains/rinks/relay/radio, copper scrap, druid/berry/birch, and aluminium scrap tread/talon/tense) or fluctuations in their prices may have an adverse impact on business operations, cash flows, and financial performance. The Company relies significantly on international procurement (76.90% of total raw material purchase in Fiscal 2025), exposing it to geopolitical, logistic, and regulatory risks.

Source: RHP

Statement of Profit and Loss

(All amounts are in Indian Rupees millions, unless otherwise stated)

Particulars	Fiscal 2025	Fiscal 2024	Fiscal 2023
Revenue from operations	71258	44284	30640.7
Revenue on the basis of product type - Copper and copper ingots	31939	19282	18154.2
Revenue on the basis of product type - Lead and lead alloys ingots	28119	20762	10702.5
Revenue on the basis of product type - Aluminum and aluminum alloys	2732	2718	353.07
Revenue on the basis of product type - Others	1504	1522	1430.96
Revenue on the basis of product type - Precious metals	6964	0	0
Revenue on the basis of geographical market - India	27620	20324	14820
Revenue on the basis of geographical market - Rest of World	43638	23960	15820.7
Other income	363.9	564.2	434.55
Total income	71622	44848	31075.3
Cost of materials consumed	64422	40437	27697
Purchases of Stock-in-trade	1111	1199	1311.02
Changes in inventories of finished goods, WIP and stock-in-trade	-221.5	-1541	-1128.7
Employee benefits expense	306.7	324.1	144.31
Finance costs	847.1	533.5	304.79
Depreciation and amortization expenses	156.7	156.9	135.3
Other expenses	1951	1593	1375.38
Total expenses	68573	42702	29839
Profit before tax	3048	2146	1236.22
Tax expense - Current tax	-691.4	530.5	350.63
Tax expense - Deferred tax	-49.56	0	0
Tax expense - Deferred Tax Charge/(Benefit)	-72.08	-22.7	-32.51
Total tax expense/(credit)	-813.1	507.8	318.12
Profit after tax	2233	1638	918.1
Other comprehensive income - Re-measurement of defined benefits plans	9.14	2.91	0.08
Other comprehensive income - Income tax relating to above item	-2.31	-0.74	-0.02
Other comprehensive income - (Gain)/Loss on translation of foreign subsidi	1.02	0	0
Other comprehensive income/(loss) for the period/year (net of taxes)	7.85	2.17	0.06
Total comprehensive income for the period/year (net of taxes)	2225	1636	918.04
Earnings per equity share (EPS) - Basic (â,¹)	7.16	5.29	2.98
Earnings per equity share (EPS) - Diluted (â,¹)	7.16	4.7	2.65

Source: RHP

Valuation and Outlook

Jain Resource Recycling Ltd IPO is expected to be priced between ₹220 to ₹232 per share. At this price, the company is valued at a Price-to-Earnings (P/E) ratio of **32.4x.** whereas the industry average is **46.45x.**

Name of Company	Revenue	Face value	EPS Basic	EPS Diluted	NAV	P/E	RoNW (%)
Jain Resource Recycling Limited(1)	71257.68	2	7.16	7.16	21.87	NA	41.56
Gravita India Limited	38687.7	2	45.11	45.11	273.04	37.67	22.33
Pondy Oxides & Chemicals Limited	20569.05	5	22.03	21.08	205.26	55.24	12.71

Jain Resource Recycling Ltd, also known as the Jain Metal Group (JMG), remains favourable, supported by India's strong macroeconomic environment, growing demand for non-ferrous metals, and the Company's strategic growth initiatives. India's GDP is projected to grow at 6.2% in 2025 and sustain 6–7% growth through 2027, aided by infrastructure investments, consumer demand, and government initiatives like "Make in India." Demand for lead is projected to grow at a 5.5–6.5% CAGR to 1.6–1.7 million tonnes by 2030, driven by the lead-acid battery segment, while secondary aluminium demand of 1.9 million tonnes in FY24 is expected to rise further, supported by construction, automobiles, and packaging sectors.

JRRL plans forward integration into copper cathode and wire rod manufacturing, alongside diversification to reduce product dependence. The Company will optimize operations by extracting by-products such as tin and PVC granules, enhancing cost efficiency. Net proceeds from the IPO will reduce leverage, strengthening financial flexibility, while listing will improve visibility and market credibility.

However, forward-looking statements are subject to risks such as raw material price volatility (75–80% imports), regulatory changes, customer concentration, and successful execution of diversification plans. Investors should note actual results may vary significantly from expectations.

"**Call us on 8448899576**" to find out whether or not you should apply.

Disclaimer:

This Report is for the personal information of the authorised recipient(s) and is not for public distribution and should not be reproduced or redistributed to any other person or in any form without prior permission of Ganesh Stock. The information provided in the report is from publicly available data, which we believe, are reliable but does not taken as an indication or guarantee of future performance/ assurance of returns. The Report also includes analysis and views of their team. The Report is purely for information purposes and does not construe to be investment recommendation/advice or an offer or solicitation of an offer to buy/sell any securities. Investment in Securities Market is subject to Market Risk.

Accordingly, Ganesh Stock or any of its connected persons including its directors or subsidiaries or associates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained, views and opinions expressed in this publication.

Investors should not solely rely on the information contained in this Report and must make investment decisions based on their own investment objectives, judgment, risk profile and financial position. The recipients of this report may take professional advice before acting on this information.

GANESH
STOCKINVEST PVT. LTD.