



# REGAAL RESOURCES LTD.



## Price Band

₹96 to ₹102

## Issue Opens

August 12, 2025 to August 14, 2025

### Face Value

₹5

### Issue Size

₹306.00 Cr

### Lot Size

144 Shares

### Listing At

NSE, BSE

## Regaal Resources Ltd. Info

### Issue Size

3,00,00,235 shares / ₹306.00 Cr

### Fresh Issue

2,05,88,235 shares/ ₹210.00 Cr

### Offer for Sale

2,05,88,235 shares of ₹1 / ₹210.00 Cr

### Retail Quota

Min. 35% of the Issue Size

### Retail Min/Max

Rs.14,688 / 1,90,944

## Regaal Resources Ltd. Timeline

### Tentative Allotment

Mon, Aug 18, 2025

### Initiation of Refunds

Tue, Aug 19, 2025

### Credit of Shares to Demat

Tue, Aug 19, 2025

### Regaal Resources Ltd. Listing Day

Wed, Aug 20, 2025

# Objects of The Offer



**Regaal Resources Limited** is launching its public issue comprising a Fresh Issue and an Offer for Sale, with the following objectives:

- **Repayment and/or pre-payment**, in full or in part, of certain outstanding borrowings availed by the company. As of June 30, 2025, the aggregated outstanding borrowings of the company amounted to ₹5,611.53 million. The estimated amount to be funded from the Net Proceeds for this purpose is ₹1,590.00 million, primarily to be deployed during Fiscal 2026
- **General Corporate Purposes**. The amount utilized for general corporate purposes will not exceed 25% of the Gross Proceeds of the Offer. Shareholder It is important to note that
- **Regaal Resources Limited will not receive any proceeds from the Offer for Sale**. The proceeds from the Offer for Sale, which involves up to 9,412,000 Equity Shares, will go to the respective Selling Shareholders after deducting their proportion of Offer-related expenses and relevant taxes

## About The Company and Business Overview

Regaal Resources Limited was originally incorporated on January 2, 2012, as 'Regal Resources Private Limited' under the Companies Act, 1956. Its name changed to 'Regaal Resources Private Limited' on October 26, 2015, and it converted into a public limited company, becoming 'Regaal Resources Limited' on March 30, 2022

**Core Business:** Regaal Resources Limited specialises in the manufacturing of maize-based specialty products. **Primary Raw Material:** Maize is the company's main raw material, procured directly from cultivators (through aggregators) and traders in Bihar and West Bengal

**Product Portfolio:** The company produces a diverse range of maize-based products, including:

- **Main Products:** Native maize starch and modified starch (like yellow dextrin, white dextrin, oxidized starch, cationic starch, pregel starch)

- **Co-products:** Such as germ, gluten, fiber, enriched fiber, and maize steep liquor.
- **Value-added products:** Food-grade starches like maize flour, icing sugar, custard powder, and baking powder



**Manufacturing Facility:** The Regaal Resources Ltd operates a zero liquid discharge (ZLD) maize milling plant (Manufacturing Facility) in Kishanganj, Bihar, spanning 54.03 acres Capacity: It has a total installed maize crushing capacity of 750 tonnes per day (TPD), making it one of the largest manufacturers in India by crushing capacity and the second-largest in Eastern India

**Strategic Location:** The Bihar location benefits from its proximity to major maize cultivation hubs, ensuring a smooth supply of raw materials and lowering procurement costs. **Sustainability:** The manufacturing facility is equipped with an Effluent Treatment Facility (ETP) and a Reverse Osmosis (RO) facility for water recycling

**Storage Capacity:** The company has 4 silos with a total storage capacity of 40,000 metric tons and a 138,747 square feet raw material warehouse capable of storing an additional 25,000 tons of maize, totaling 65,000 MT

**Geographical Sales:** In Fiscal 2025, East India contributed 38.75% of sales, North India 31.62%, West India 15.94%, and Rest of India 6.46% [Source 105]. Overseas sales were 654.84 million INR in Fiscal 2025

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## Brief profile of the Directors

- **Anil Kishorepuria** is the Chairman, Managing Director, and Chief Executive Officer of The Company. He holds a bachelor's degree in Commerce from the University of Calcutta. He is a second-generation entrepreneur with over 25 years of experience in the manufacturing, real estate, retail, and trading industries. He has been associated with Regaal Resources Limited since 2015 and has around 10 years of experience in the manufacturing industry.
- **Karan Kishorepuria** is a Whole Time Director of the Company. He holds a bachelor's degree in Business Administration from Northeastern University, Boston, Massachusetts. Associated with the Company since September 1, 2021 [Source 324]. He oversees human resources, purchase and procurement, and growth initiative verticals. He has around 4 years of experience in Accounts and Finance.
- **Dinabandhu Mohapatra** is an Independent Director of the Company. Arts and a Bachelor's degree in Law from Utkal University, and a Master's degree in Economics from Utkal University. Associated with the Company since April 10, 2023. He has over 20 years of experience in the banking sector.
- **Sheetal Jhunjunwala** is an Independent Director of the Company. She holds a bachelor's degree in engineering, specializing in civil engineering, from Bangalore University and a master's degree in personnel management and industrial relations from Panjab University. She has experience in human resources and operational distribution. She was previously associated with Rallis India Limited, Tata Services Limited and Tata Tea Limited, and Axis Bank Limited.
- **Rajesh Raghunath Pednekar** is an Independent Director of the Company. Associated with the Company since July 14, 2023. Associated with the Company since July 14, 2023. He has over 40 years of experience in manufacturing, real estate, and arts.
- **Munish Jhajarhia** is the Non-Executive Director of the company. Completed his Bachelor's of Commerce from the University of Calcutta. He has over 20 years of experience in real estate, construction, and manufacturing industries.

## Financial Ratios

Financial Ratios	ROCE (%)	ROE (%)	P/E	Industry P/E	EV / EBITDA
Regaal Resources Limited	16.2	25.2	22	28.69	13.1
Sanstar Limited	11.7	9.60	35.1	28.69	18.2
Gujarat Ambuja Exports Limited	11.5	8.58	19.9	28.69	10.4
Gulshan Polyols Limited	6.47	4.12	36.9	28.69	12.7
Sukhjit Starch and Chemicals Limited	9.43	6.98	16.7	28.69	7.45

# Strengths



- **Strategic Locational Advantage:** The company's manufacturing facility is strategically located in Kishanganj, Bihar, which is one of India's largest maize-growing hubs. This proximity to raw material sources provides a significant competitive advantage by lowering procurement costs and ensuring access to good-quality maize.
- **Efficient Procurement Strategy:** Regaal Resources has a multifaceted raw material sourcing approach, including direct procurement from cultivators through aggregators and traders in Bihar and West Bengal. Our humidity-controlled silos with an aggregate capacity of 40,000 MT
- **Vustainability-Driven Manufacturing Facility with High Utilization:** The company operates a Zero Liquid Discharge (ZLD) maize milling plant, emphasizing environmental sustainability by preventing liquid waste contamination and recycling water. This facility also utilizes a dual-feed cogeneration plant (7.1 MW)
- **Diversified Product Portfolio:** Regaal Resources has a diverse portfolio of maize-based specialty products, including native maize starch, modified starch, value-added products (like maize flour, icing sugar, custard powder, baking powder), and co-products (gluten, germ, enriched fiber, fiber, maize steep liquor).
- **Established and Widespread Sales and Distribution Network:** The company markets its products directly to end customers and through a well-established network of distributors and dealers. They maintain customer relationships through regular visits, flexible packaging/order options, e-commerce platforms, and on-ground sales teams. The company added 108 new customers in Fiscal 2025

# Key Risk Factors

- **Reliance on a Single Manufacturing Facility:** The company operates only one maize milling plant in Kishanganj, Bihar. Any loss, shutdown, or slowdown of operations at this facility due to equipment failure, power interruptions
- **Dependence on a Few Vendors for Raw Material:** Over 83% of the total cost of maize purchase in recent fiscal years came from its top 10 vendors, and the company typically does not enter into long-term contracts with them.
- **Concentration of Sales with Key Customers:** The top 10 customers consistently contribute a significant portion of sales (45.46% in Fiscal 2025). The loss of any of these major customers or a substantial reduction in their purchases could materially impact the business
- **Indebtedness and Related Risks:** As of June 30, 2025, the company had total outstanding indebtedness of ₹5,611.53 million. A significant portion of cash flow may be used for debt repayment, reducing funds for capital expenditures.
- **Litigation Involving Promoters:** One of the company's promoters, Anil Kishorepuria, is a party to an ongoing legal proceeding concerning an alleged fraudulent scheme involving preferential allotment of shares in a different company in 1999
- **Past Restraints on Promoters:** One promoter, Anil Kishorepuria, and some promoter group members were previously restrained from associating with capital market activities. This historical regulatory action could affect the company's reputation and operations

# Statement of Profit and Loss



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

Particulars	year ended March 31,	year ended March 31,	year ended March 31,
<b>Income:</b>			
Revenue from operations	9,151.61	6,000.23	4,879.55
Other income	24.15	10.54	7.19
<b>Total income</b>	<b>9,175.76</b>	<b>6,010.77</b>	<b>4,886.74</b>
<b>Expenses:</b>			
Cost of materials consumed	5,308.85	3,270.28	2,926.81
Purchase of Stock in Trade	1400.49	1321.83	581.32
Changes in inventories of finished goods and Stock in trade	-63.33	-270.88	-27.17
Employee benefits expense	246.44	203.72	175.1
Finance costs	373.5	194.65	112.45
Depreciation and amortisation expense	140.56	88.27	75.53
Other expenses	1,131.26	911.63	836.76
<b>Total expenses</b>	<b>8,537.77</b>	<b>5719.5</b>	<b>4660.8</b>
<b>Profit before tax</b>	<b>637.99</b>	<b>291.27</b>	<b>225.94</b>
<b>Tax expense:</b>			
Current tax	106.6	28.53	37.74
Deferred tax	54.71	41.32	20.62
<b>Total Tax Expense</b>	<b>161.31</b>	<b>69.85</b>	<b>58.36</b>
<b>Profit for the period/year</b>	<b>476.68</b>	<b>221.42</b>	<b>167.58</b>
<b>Other comprehensive income/(loss) for the period/year:</b>			
Re-measurement gains/(losses) on defined benefit obligations	2.11	0.75	0.62
Income tax effect on above	-0.53	-0.19	-0.16
<b>Total other comprehensive income/(loss), net of tax</b>	<b>1.58</b>	<b>0.56</b>	<b>0.46</b>
<b>Total comprehensive income for the period/year</b>	<b>478.26</b>	<b>221.98</b>	<b>168.04</b>
<b>Earnings per equity share (EPS) (₹5 FV):</b>			
Basic EPS	6.05	2.89	2.2
Diluted EPS	6.03	2.89	2.2

We have not mentioned the OCI elements in the P&L statement

# Valuation and Outlook



**Regaal Resources Ltd.** IPO is expected to be priced between **₹96 to ₹102** per share. At this price, the company is valued at a Price-to-Earnings (P/E) ratio of **-ve** due to its continued losses whereas the industry average is **28.69x**

Name of the Company	Face Value (₹ per share)	Revenue from operations (in ₹ million)	Basic EPS 2025 (₹)	Diluted EPS 2025 (₹)	P/E	RONW (%)	NAV (₹)
Regaal Resources Limited	5	9,175.76	6.05	6.03	-	20.25	28.66
Sanstar Limited	2	9,714.54	2.58	2.58	36.46	7.03	65.46
Gujarat Ambuja Exports Limited	1	46,950.60	5.44	5.44	20.22	8.3	73.99
Gulshan Polyols Limited	1	20,245.44	3.95	3.95	44.56	4.02	87.07
Sukhjit Starch and Chemicals Limited	5	15,061.90	12.79	12.79	13.51	7.36	173.82

**Regaal Resources Limited's** outlook is characterized by strategic growth and market expansion, driven by several key initiatives:

- **Capacity Expansion:** The company plans a significant brownfield expansion, seeking to increase its installed maize crushing capacity from 750 TPD (tonnes per day) to 1,650 TPD. This expansion aims to capitalize on the anticipated growth in its end-user industries
- **Product Diversification:** Regaal Resources Limited is actively diversifying its product portfolio by introducing new derivative products such as Maltodextrin powder, liquid glucose, Dextrose Monohydrate (DMH), and Dextrose Anhydrous (DAH). The company already offers a wide range of value-added products like baking powder, custard powder, maize flour, and icing sugar

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



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