



**SHREE RAM TWISTEX**  
**LIMITED**



# SHREE RAM TWISTEX LTD

## Price Band

₹95 to ₹104

## Issue Opens

23 Feb to 25 Feb, 2026

### Face Value

₹10

### Issue Size

₹110 Cr

### Lot Size

144 Shares

### Listing At

NSE, BSE

## Shree Ram Twistex Ltd Info

### Issue Size

1,06,00,000 shares / ₹110 Cr

### Fresh Issue

1,06,00,000 shares / ₹110 Cr

### Offer for Sale

NA

### Retail Quota

Not more than 10% of the Net Issue

### Retail Min/Max

₹14,976 / ₹1,94,688

## Shree Ram Twistex Ltd Timeline

### Tentative Allotment

Thu, Feb 26, 2026

### Initiation of Refunds

Fri, Feb 27, 2026

### Credit of Shares to Demat

Fri, Feb 27, 2026

### "Shree Ram Twistex Ltd" Listing Day

Mon, Mar 2, 2026



## Objects of The Offer

The Net Proceeds from the Fresh Issue are proposed to be utilised towards the following key objectives:

- **Setting up Renewable Energy Projects:** Establishment of a 6.1 MW Solar Power Plant and a 4.2 MW Wind Power Plant for captive consumption, aimed at reducing energy costs, enhancing sustainability, and improving long-term operational efficiency.
- **Repayment / Prepayment of Borrowings:** Repayment and/or prepayment, in full or part, of certain outstanding borrowings, including the term loan availed from SIDBI for the solar power project, with the objective of reducing debt servicing costs and strengthening the capital structure.
- **Funding Working Capital Requirements:** Meeting the Company's working capital needs to support ongoing operations and future growth.
- **General Corporate Purposes:** Allocation of a portion of the proceeds towards general corporate purposes, in compliance with applicable regulatory limits.

In addition, the Company expects that listing of its Equity Shares on the Stock Exchanges will enhance its visibility, strengthen its brand image, and create a public market for its Equity Shares in India.

## About The Company and Business Overview

**Shree Ram Twistex Limited** is a textile manufacturing company focused on providing a wide range of Cotton Yarns, including Compact Ring Spun and Carded varieties, to institutional buyers across India. The Company offers high-quality combed and carded yarns along with value added products such as Eli Twist, Compact Slub, and Lycra-Blended Yarns used in denim, home textiles, and apparel. The Company operates a fully integrated spinning facility in Gondal, Gujarat, with a total capacity of 27,744 spindles and an annual production capacity of 9,855.00 MT. The Company's expertise in compact ring spinning technology has enabled it to maintain consistent quality and achieve a Profit After Tax (PAT) CAGR of 21.67% between Fiscal 2022 and Fiscal 2024



Salient aspects of the Company's business are - Fully Integrated Manufacturing Operations, Strategic Proximity to Raw Material Sources, Customized Product Offerings, Focus on Sustainability through Renewable Energy, and Strong Institutional Customer Base.

In India, the spinning sector holds the second-largest capacity globally, trailing only China. The industry produced approximately 3.8 million tons of cotton yarn in FY 2024, with major production hubs concentrated in Gujarat and Maharashtra due to favorable climate and infrastructure. Barriers to entry for new players include high capital requirements for advanced machinery and the need for stringent quality compliance to compete with international producers from low-cost regions like Vietnam and Bangladesh. Furthermore, the industry faces a gradual shift in consumer preference toward synthetic textiles (polyester, nylon) due to their lower cost and durability, presenting a dynamic competitive landscape.

The Company's target customers are large-scale institutional buyers, garment exporters, and fabric processors, including industry leaders such as Welspun Living Limited and Jindal Worldwide Limited. Operations are primarily concentrated in Gujarat, which contributed 87.72% of total revenue from operations for the six-month period ended September 30, 2025. The Company utilizes a dual-channel strategy, leveraging direct sales and a network of independent brokers to identify leads and secure orders. To ensure long-term cost efficiency and environmental sustainability, the Company has implemented renewable energy initiatives, including an operational 1.2 MW rooftop solar plant and plans for a 4.2 MW wind power project to meet its energy-intensive manufacturing needs.

## FINANCIAL RATIOS:

Name Of The Company	ROCE	ROE	P/E	INDUSTRY PE	EV/EBITDA
Ambika Cotton Mills Ltd	11.50%	7.46%	11.37	22.3	5.02
Damodar Industries Ltd	2.93%	(5.84%)	14.09	22.3	5.21
Rajapalayam Mills Ltd	0.43%	0.71%	(15.23)	22.3	14.9
Shri Ram Twistex Ltd	13.37%	11.36%	38.23	22.3	N/A



## Brief profile of the Directors

- **Bhaveshbhai Bhikhubhai Ramani** is the Chairman and Managing Director of the Company. He has been associated with the Company since its incorporation. He has over 14 years of experience in the fields of cotton yarn production and oil refining. His roles and responsibilities include overseeing the day-to-day affairs of the Company, planning for expansion, managing marketing activities, and contributing to the overall growth and expansion of the Company.
- **Jay Atulbhai Tilala** is an Executive Director and Chief Financial Officer of the Company. He has been associated with the Company since 2017, initially overseeing the accounts and production departments. He was appointed as Executive Director on August 10, 2020, and subsequently as Chief Financial Officer on October 15, 2024. He has over 7 years of experience in the fields of accountancy and cotton yarn production. His roles and responsibilities include managing financial reporting, overseeing budgeting and cost control, and supporting strategic decision-making in textile manufacturing operations.
- **Rameshchandra Mohanlal Hirani** is a Non-Executive Director of the Company. He has been associated with the Company since January 04, 2014. He has nearly two decades of experience in the textile industry and 27 years of experience in the construction industry. He is associated with Uniroyal Sthaptya, Rachna Print, and Vastu Buildcon.
- **Pragada Amita Chhaganbhai** is an Independent Director of the Company. She has been associated with the Company since November 07, 2024. She possesses over 5 years of experience in the field of secretarial compliance. She has been associated with organizations such as Viaz Tyres Limited, Mahan Industries Limited, Jignesh A. Shah (Practicing Company Secretary), and NDVR & Co., Chartered Accountants. She is currently serving as the Company Secretary of Anlon Healthcare Limited.
- **Bhuvnesh Kumar** is an Independent Director of the Company. He has been associated with the Company since November 07, 2024. He is a qualified Company Secretary and an Associate Member of the Institute of Company Secretaries of India. He possesses over 5 years of experience in the field of secretarial and corporate compliance. He has been serving as the Company Secretary of Maruti Spintex Private Limited since July 21, 2020, and as a Director of Ravelcare Limited since June 17, 2024.
- **Chirag Kantilal Patel** is an Independent Director of the Company. He has been associated with the Company since November 07, 2024. He possesses 14 years of experience in the field of secretarial and legal compliances. He has been associated with Zenith Healthcare Limited.

# Strengths



- **Fully integrated spinning infrastructure with modern technologies to support a diversified and value added product portfolio.** The Company operates a fully integrated spinning manufacturing facility that brings together all key stages of yarn production under one roof, from procurement of raw cotton to finished yarn packaging.
- **Long standing relationships with key customers and are supported by a network of brokers and agents.** With nearly a decade of experience in the textile industry, the Company has established cordial relationships with key customers and independent third-party brokers and agents.
- **Strategically located manufacturing facility with adequate storage facility and scope for future expansion.** The Manufacturing Facility is strategically located in Gondal, District Rajkot, Gujarat, offering direct access to a well-established ecosystem of raw material suppliers, logistics providers, and skilled labor.
- **Track Record of healthy growth.** The Company has demonstrated consistent growth in terms of revenues and profitability. From the year 2017 onwards, the Company has demonstrated consistent growth in terms of revenues and profitability.
- **Strong Promoters and Experienced Management Team.** The Company is led by a qualified and dedicated management team under the guidance of its Board of Directors. The Promoter-Directors, Bhaveshbhai Bhikhubhai Ramani and Jay Atulbhai Tilala, play a key role in the development and strategic direction of the business.

# Key Risk Factors

- **High Revenue Concentration Among Limited Customers:** A major portion of the company's revenue is dependent on a very small number of customers. . The loss of any key customers or a significant reduction in their orders could materially and adversely affect the company's financial condition and cash flow
- **Volatility in Raw Material (Cotton) Prices and Supplier Dependency:** Cotton bales are the principal raw material and the single largest component of production costs, accounting for more than half of the total yarn production costs.
- **Significant Working Capital Intensity:** The company's business is working capital intensive, requiring substantial funds to procure raw materials seasonally (October to March) and maintain adequate inventor.
- **History of Negative Operating Cash Flows:** The company has experienced negative cash flows from operating activities in the past, specifically sustaining a negative cash flow of ₹(491.15) lakhs in Fiscal 2024. This was primarily due to an increase in working capital—particularly trade receivables—that exceeded the profit earned during that year.
- **Concentration of Revenue from Specific Product Segments:** A significant portion of the company's revenue is derived from Carded Cotton Yarn, Combed Cotton Yarn, and ELI Twist Yarn. This revenue concentration means that any decline in demand, pricing pressures, or adverse developments.

# Statement of Profit and Loss



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

Particulars	Fiscal 2025	Fiscal 2024	Fiscal 2023
<b>Revenue:</b>			
Revenue from Operations	25,504.47	23,159.12	21,310.25
Other Income	127.58	13.29	47.69
<b>Total Income (I + II)</b>	<b>25,632.04</b>	<b>23,172.41</b>	<b>21,357.93</b>
<b>Expenses:</b>			
Cost of material consumed	28,112.13	20,125.20	18,025.77
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5,538.41)	355.69	937.48
Employee Benefits Expense	446.27	423.88	412.27
Finance Costs	682.92	454.55	394.49
Depreciation and Amortization Expenses	598.67	629.34	883.87
Other Expenses	392.89	221.21	213.56
<b>Total Expenses (IV)</b>	<b>24,694.48</b>	<b>22,209.87</b>	<b>20,867.43</b>
<b>Profit before exceptional items and tax (III - IV)</b>	<b>937.57</b>	<b>962.54</b>	<b>490.50</b>
Exceptional Items	-	-	-
<b>Profit before tax</b>	<b>937.57</b>	<b>962.54</b>	<b>490.50</b>
<b>Tax Expense:</b>			
Current Tax	247.36	278.78	167.54
Deferred Tax	(109.39)	28.51	117.89
<b>Total Tax Expense</b>	<b>137.97</b>	<b>307.29</b>	<b>285.43</b>
<b>Profit for the period/year</b>	<b>799.59</b>	<b>655.25</b>	<b>205.08</b>
<b>Other Comprehensive Income</b>			
Items not to be reclassified	3.82	1.51	0.92
Income tax on above	(1.06)	(0.42)	(0.26)
<b>Total Other Comprehensive Income</b>	<b>2.76</b>	<b>1.09</b>	<b>0.66</b>
<b>Total Comprehensive Income</b>	<b>802.35</b>	<b>656.34</b>	<b>205.74</b>
<b>Earnings per Equity Share (₹)</b>			
Basic	2.72	2.23	0.70
Diluted	2.72	2.23	0.70

# Valuation and Outlook



**Shree Ram Twistex Limited** IPO is expected to be priced between ₹95 to ₹104 per share. At this price, the Company's **Price-To-Earning-Ratio (P/E)** is **38.23x**. **Industry (P/E) Price-To-Earning-Ratio** is **3.41x**

Companies	OMP (₹)	EPS (₹)	P/E Ratio	RoNW (%)	NAV (Per Share ₹)	Face Value (₹)	Revenue from Operation	Other Income	Total Income
Shree Ram Twistex Limited	N/A	2.72	N/A	10.80	23.97	10.00	25,504.47	127.58	25,632.04
Ambika Cotton Mills Limited	1,305.10	114.83	11.37	7.46	1,519.69	10.00	70,207.04	2,650.77	72,857.81
Damodar Industries Limited	32.70	2.32	14.09	(0.05)	56.62	5.00	42,143.54	2,521.20	44,664.74
Rajapalayam Mills Limited	829.70	(54.45)	(15.23)	(12.00)	495.33	10.00	89,847.79	2,558.20	92,405.99

**Shree Ram Twistex Limited** remains constructively positive, supported by strong structural tailwinds in India's cotton spinning industry, particularly in Gujarat—one of the country's largest yarn production hubs—while being tempered by raw material volatility, working capital intensity, and customer concentration risks inherent in the textile sector.

India's position as the world's second-largest spinning capacity holder, with ~3.8 million tons of cotton yarn production in FY2024, provides a favorable demand backdrop. Shree Ram Twistex Limited is well-positioned within this ecosystem due to its fully integrated spinning operations at Gondal (Gujarat), installed capacity of 27,744 spindles, and annual production capacity of 9,855 MT. Its expertise in compact ring spinning technology and diversified product portfolio—including Combed & Carded Yarns, ELI Twist, Compact Slub, and Lycra-blended yarns—caters to institutional buyers in denim, home textiles, and apparel segments.

Growth prospects are supported by continued demand from garment exporters and fabric processors, value-added product expansion, and Gujarat-centric manufacturing advantages. However, the outlook remains subject to risks including high revenue concentration among limited customers, significant dependence on cotton prices (which account for over half of production costs), product concentration in specific yarn categories, and historically negative operating cash flows (₹(491.15) lakhs in FY2024) driven by elevated working capital requirements.

Overall, Shree Ram Twistex Limited's integrated manufacturing infrastructure, experienced promoters, strategic location advantage, and track record of healthy growth provide a solid foundation for medium-term expansion, provided the Company successfully balances growth initiatives with working capital discipline, customer diversification, and raw material risk management.

\*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.**