



ABOUT THE COMPANY: The Jain Metal Group is engaged in recycling and production of non-ferrous metals in India with the capability to process multiple products at a single location. The Company manufactures non-ferrous metal products by recycling scrap into lead and lead alloy ingots, copper and copper ingots, and aluminum and aluminum alloys. Its lead ingots are registered with the London Metal Exchange.

KEY BUSINESS INSIGHTS: The recycling process is vertically integrated, starting with sorting and pre-processing, followed by melting, alloying, and refining to achieve required quality and purity levels. Finished products such as ingots, billets, and rods undergo stringent quality checks to meet industry standards.

VIEW:

The company has delivered a robust financial performance over the past three fiscals, with revenue rising sharply from ₹3,064 crore in FY23 to ₹7,125 crore in FY25, representing a CAGR of 52.50%. Profit after tax has also improved significantly, growing from ₹92 crore in FY23 to ₹223 crore in FY25 at a CAGR of 55.95%, highlighting its strong earnings momentum. At the valuation front, the IPO is priced at 32x PE, which is attractive when compared to the listed peer group average of 48x PE, offering some comfort on the earnings side. However, on a price-to-book basis, the issue looks expensive at 11x PB versus 6x PB average of peers, which indicates premium valuations on asset terms. The company operates in a niche recycling domain with a diversified presence across three major non-ferrous metals—copper, lead, and aluminum—forming the backbone of its business model. Its lead ingots are registered on the London Metal Exchange, providing credibility, access to global markets, and the advantage of LME-linked reference pricing. The legacy of the Jain Group, spanning over seven decades in the recycling space, has strengthened the company’s industry positioning and customer relationships. Considering the strong fundamentals, growth prospects, and group legacy, we recommend investors with medium to high-risk appetite to **SUBSCRIBE** to the issue for long-term gains.



ISSUE DETAILS	
Price Band (in ₹ per share)	220-232
Issue size (in ₹ Crore)	1250.00
Fresh Issue (in ₹ Crore)	500.00
Offer for Sale (in ₹ Crore)	750.00
Issue Open Date	24-09-2025
Issue Close Date	26-09-2025
Tentative Date of Allotment	29-09-2025
Tentative Date of Listing	01-10-2025
Total Number of Shares (in lakhs)	538.79
Face Value (in ₹)	2.00
Exchanges to be Listed on	BSE & NSE

APPLICATION	LOTS	SHARES	AMOUNT (₹)
Retail (Min)	1	64	14,848
Retail (Max)	13	832	1,93,024
S-HNI (Min)	14	896	2,07,872
S-HNI (Max)	67	4288	9,94,816
B-HNI (Min)	68	4352	10,09,664

BRLMs: DAM Capital Advisors Limited, ICICI Securities Limited, Motilal Oswal Investment Advisors Limited, PL Capital Markets Private Limited

PROMOTERS: Kamlesh Jain, Jain Family Trust

BRIEF FINANCIALS

PARTICULARS (Rs. Cr)	FY25	FY24	FY23
Share Capital	64.71***	41.03	40.00
Net Worth	707.46	367.18	196.97
Revenue from Operations	7,125.77	4,428.42	3,064.07
EBITDA	368.58	227.22	124.18
EBITDA Margin (%)	5.17	5.13	4.05
Profit/(Loss) After Tax	223.29	163.83	91.81
EPS (in Rs.)	7.16	5.29	2.98
Net Asset Value (in Rs.)	21.87	11.35	6.09
Total borrowings	919.92	909.38	732.79
P/E [#]	32	NA	NA
P/B [#]	11	NA	NA

*** In March 2025 rights issue of 230 equity shares for every 1000 equity shares held in the company #calculated on upper price band* restated financials

OBJECTS OF THE OFFER

The Company proposes to utilize the net proceeds towards funding the following objects:

- Repayment and / or prepayment, in part or in full, of certain outstanding borrowings of the Company (375 Crores)
- General corporate purposes

FINANCIAL STATEMENTS

Profit & Loss Statement

Particulars (In Crores)	FY2023	FY2024	FY2025
INCOME			
Revenue from operations	3064.07	4428.42	7125.77
Other Income	43.46	56.42	36.39
Total Income	3107.53	4484.84	7162.15
YoY Growth (%)	-	-	-
Cost of Materials Consumed	2769.70	4043.74	6442.19
Purchase of Stock-in-Trade	131.102	119.85	111.10
Changes in Inventories of Finished Goods, Stock in Trade and Work-in-Progress	-112.872	-154.096	-22.15
Employee Benefit Expenses	14.43	32.41	30.67
Other Expenses	137.54	159.29	195.13
EBIDTA	124.18	227.22	368.82
EBIDTA Margin (%)	4.05%	5.13%	5.18%
Depreciation and amortisation expense	13.53	15.69	15.67
EBIT	154.10	267.95	389.54
EBIT Margin (%)	5.03%	6.05%	5.47%
Finance cost	30.48	53.35	84.71
Share of Loss of Associate			-0.241
Profit before tax	123.62	214.60	304.59
Tax expenses			
Current Tax	-35.06	-53.05	-69.14
Tax relating to Earlier Years	-	-	-4.96
Deferred Tax (Charge) / Benefit	3.251	2.271	-7.208
Total tax expenses	-31.81	-50.78	-81.31
Profit for the year	91.81	163.83	223.29
PAT Margin (%)	3.00%	3.70%	3.13%
Earnings per share			
Basic earnings per share (₹)	2.98	5.29	7.16

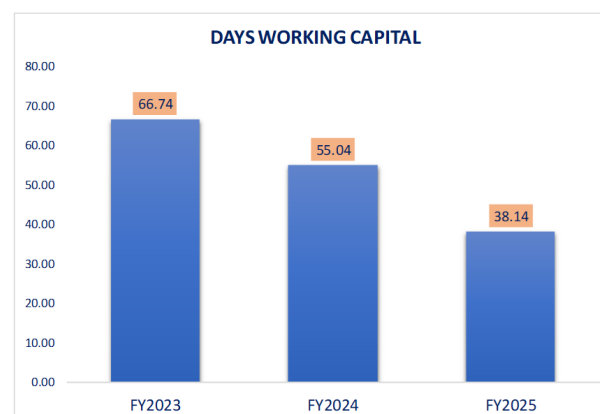
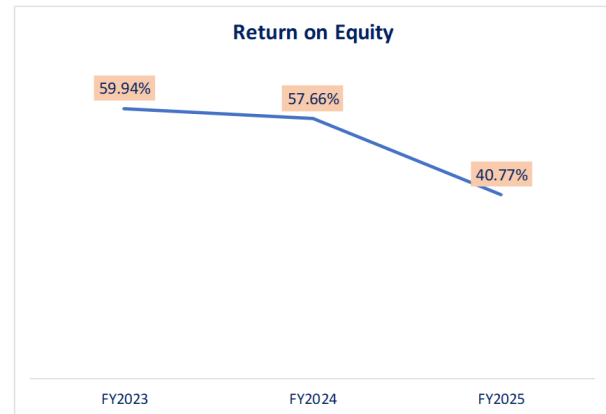
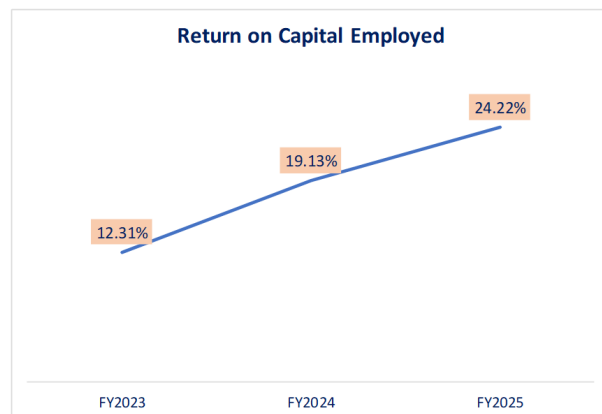
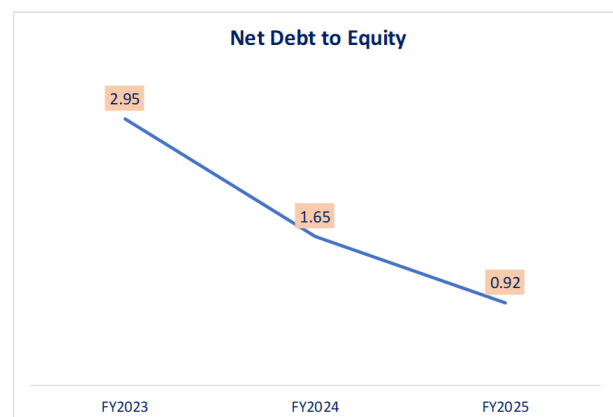
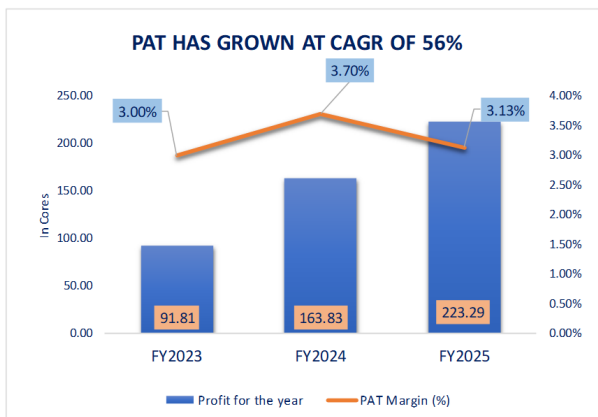
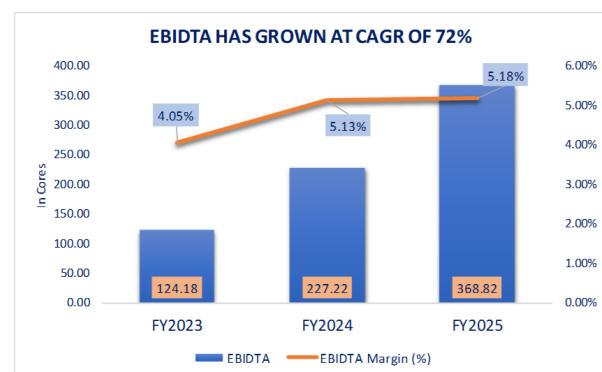
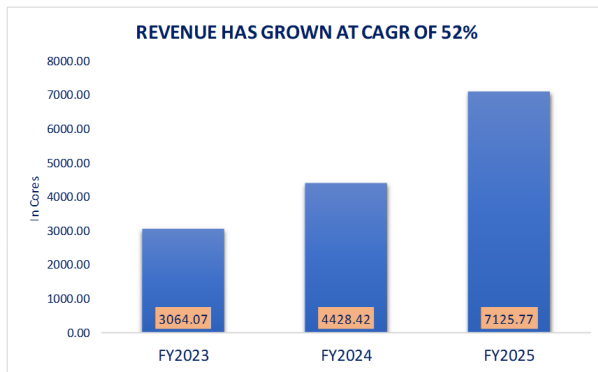
Cashflow Statement

Particulars (In Crores)	FY2023	FY2024	FY2025
Cash generated from operations	43.535	83.355	78.825
Income Tax (net of refunds)	-32.669	-49.993	-75.24
Net cash generated from operating activities	10.87	33.36	3.58
Net cash used in investing activities	-8.65	-93.37	-25.97
Net cash used in financing activities	3.20	135.89	-35.43
Net increase/ (decrease) in cash and cash equivalents before effect of rate exchange	5.41	75.89	-57.82
Balance as at beginning	0.11	5.52	81.41
Cash and cash equivalent as at year end	5.52	81.41	23.59

Balance Sheet

Particulars (In Crores)	FY2023	FY2024	FY2025
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	58.44	64.72	71.64
(b) Capital Work in Progress	-	-	3.25
(c) Right-of-Use Assets	15.68	14.53	16.82
(d) Intangible Assets	0.00	0.01	0.08
(e) Goodwill on Consolidation	-	-	0.41
(f) Financial Assets			
(i) Investments	0.14	2.13	26.01
(ii) Loans & Advances	-	0.02	15.77
(iii) Other Financial Assets	3.49	4.06	40.96
(g) Income Tax assets (Net)	0.01	0.02	-
(h) Other Non Current Assets	6.11	2.87	16.17
Total Non-Current Assets	83.87	88.36	191.11
Current Assets			
(a) Inventories	341.74	550.44	675.23
(b) Financial Assets			
(i) Investments	-	14.34	10.25
(ii) Trade Receivables	254.12	183.31	129.48
(iii) Cash and Cash Equivalents	5.52	81.41	23.59
(iv) Bank balances other than (iii) above	140.23	218.80	224.71
(v) Loans & Advances	7.38	51.98	38.17
(vi) Other Financial Assets	78.32	14.94	80.48
(c) Other Current Assets	204.78	325.19	463.22
Total Current Assets	1032.08	1440.40	1645.13
TOTAL ASSETS	1115.96	1528.76	1836.24
EQUITY AND LIABILITIES			
(a) Equity Share Capital	40.00	41.03	64.71
(b) Other Equity	159.09	328.13	661.36
Total Equity Attributable to Shareholders	199.09	369.16	726.07
Non-Controlling Interest	2.21	-	-1.34
TOTAL EQUITY	201.30	369.16	724.72
LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	41.53	36.16	3.48
(ii) Lease Liabilities	4.98	3.96	6.70
(iii) Other Financial Liabilities	119.05	92.66	0.06
(b) Provisions	1.08	1.80	3.38
(c) Deferred Tax Liabilities (Net)	3.86	1.52	8.49
Total Non-Current Liabilities	170.49	136.09	22.10
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	691.27	873.23	916.44
(ii) Lease Liabilities	0.80	1.02	1.69
(iii) Trade Payables			
Total outstanding dues of MSME	0.84	5.04	10.29
Total outstanding dues other than MSME and small enterprises	32.49	21.93	93.22
(iv) Other Financial Liabilities	8.23	31.21	47.01
(b) Other Current Liabilities	3.24	80.60	11.00
(c) Provisions	0.09	0.21	0.65
(d) Current tax Liabilities (Net)	7.22	10.28	9.12
Total Current Liabilities	744.17	1023.51	1089.42
TOTAL LIABILITIES	914.66	1159.60	1111.52
TOTAL EQUITY AND LIABILITIES	1115.96	1528.76	1836.24

PERFORMANCE THROUGH CHARTS



INDUSTRY REVIEW

COPPER RECYCLING INDUSTRY IN INDIA

- As India embarks on an economic growth sprint, its infrastructure-enhancement efforts are gaining remarkable momentum. This rapid progress underscores the critical role of copper in industrialisation, particularly electrification, a key driver of the global energy transition.
- With the significance of copper increasing worldwide, its steady supply is essential for India's burgeoning infrastructure, spanning building construction, transportation networks and power grids. Moreover, copper is a vital component in new clean-energy technologies such as electric vehicles, electrical motors, wind turbines, solar panels and battery storage, which are crucial to India's envisioned economic, industrial and sustainable growth.
- The overall copper demand in India has witnessed significant growth, surging from 1,159 kilo tonnes (kT) in FY19 to 1,522 kT in FY23, registering a 7.05% CAGR. It is estimated at 1,660 kT in FY24, a growth of 9.1% from FY 23. Further, it is projected to clock a CAGR of 6.8-7.6% to reach 2,460-2,560 kT by FY30.

ALUMINIUM RECYCLING INDUSTRY IN INDIA

- India—the world's second-largest producer of aluminium after China—with a production of ~4.2 million tonne¹² in fiscal 2024, plays a vital role in the global aluminium supply chain.
- The global aluminium demand in 2023 reached 69.7 million tonnes. India's aluminium demand in FY 24 is estimated at 4.8 million tonne, representing approximately 6.9% of global demand.
- The Indian aluminum market demonstrates robust growth potential, driven by increasing demand across end-use industries, including automotive, construction, packaging, and electricals.

LEAD RECYCLING INDUSTRY IN INDIA

- The Indian lead market has witnessed steady growth in recent years, driven by increasing demand from the lead acid battery industry. Demand for lead in India grew from 1.20 million tonne to 1.37 million tonne between FY 2019 and FY 2024, logging a CAGR of 2.7%.
- India is expected to remain an attractive market for lead, with demand projected to grow at an average 6.4% until 2031¹⁵. The overall demand is anticipated to log a CAGR of 5.4-6.4%, reaching 1.9-2.0 million tonne by FY 2030.
- The lead acid battery industry, comprising both original equipment manufacturer (OEM) and replacement markets, is the primary driver of demand. Additionally, industrial sectors such as telecom, home Uninterruptible Power Supply (UPS) and commercial power backup are also aiding demand.

COMPETITIVE STRENGTHS OF THE COMPANY

STRATEGICALLY LOCATED MANUFACTURING FACILITIES

- The company conducts its recycling operations at three Recycling Facilities in India located at SIPCOT Industrial Estate, Gummidipoondi, Chennai spread across 26.94 acres of leased land providing its the benefit of integrated and centralized operations.
- The strategic location of Recycling Facilities offers its the benefit of utilizing various by-product of one facility as raw materials for another facility in addition to the ability to utilize common capabilities including laboratory infrastructure, technical know-how etc. The value of captive consumption of the by-products was ₹439.27 million, ₹321.80 million and ₹646.95 million for Fiscal 2025, Fiscal 2024 and Fiscal 2023 respectively constituting 0.62%, 0.73% and 2.11% of the total revenue from operations for such periods.
- Their Recycling Facilities have diversified capabilities with the company lead recycling unit having the capabilities to recycle lead acid battery scrap, lead copper relay scrap and various types of lead scraps. Further, the company copper recycling unit offers the capacity to recycle insulated copper cable scrap, motor scrap, graphite coated copper foil and various categories of copper scrap. Similarly, the company aluminium recycling unit offers recycling of automotive aluminium scrap, extrusion scrap and aluminium chip scrap. This enables its to cater to a broad range of customers across product categories.

GLOBAL CUSTOMER BASE

- The company have an established presence in international markets. The company capabilities enable its to serve various customers in international markets with significant portion of the company revenue being generated from export of the company products to more than 20 countries as on March 31, 2025 including China, Singapore, South Korea, UAE, Taiwan, Japan, etc.
- The company revenues from exports grew at a CAGR of 64.93% between Fiscals 2023 and Fiscal 2025 to ₹43,033.25 million in Fiscal 2025 as compared to ₹15,820.73 million in Fiscal 2023. The company generated revenue of ₹43,033.25 million, ₹ 23,960.22 million and ₹15,820.73 million from the company export sales as on for Fiscals 2025, 2024 and 2023 respectively, which represented 60.39%, 54.11% and 51.63% of the company revenue from operations for the respective periods.

HEDGING MECHANISM FOR COMMODITY PRICES

- The company business operations are directly impacted by fluctuations in the prices of base metals traded on the London Metal Exchange (LME). Price increase or decrease in these metals can significantly affect the company profitability. For the purposes of safeguarding the company financial position against this price volatility, the company utilize hedging exclusively within the metals market by entering into futures derivative contracts on the LME.
- Hedging is a risk management strategy that allows businesses to protect themselves from the financial impact of price fluctuations in the markets. Specifically, in the metals industry, hedging involves using financial instruments like futures contracts to mitigate the risk posed by volatile commodity prices. This enables companies to stabilize their financial performance by offsetting potential losses from price movements in base metals.

RISK FACTORS

CUSTOMER CONCENTRATION RISK

- The company have historically derived a significant portion of the company revenue from the company top customer, top five customers and top 10 customers, and the company do not have long-term contracts with majority of such customers. The loss of any of these customers may adversely affect the company revenues and profitability

Particulars	Fiscal 2025		Fiscal 2024		Fiscal 2023	
	Amount (in ₹ million)	As a percentage of Total Revenue from Operations (in %)	Amount (in ₹ million)	As a percentage of Total Revenue from Operations (in %)	Amount (in ₹ million)	As a percentage of Total Revenue from Operations (in %)
Top customer ⁽¹⁾	13,476.89	18.91%	9,680.17	21.86%	2,599.49	8.48%
Top five customers ⁽²⁾	31,095.35	43.64%	19,712.51	44.51%	9,776.47	31.91%
Top 10 customers ⁽³⁾	41,617.12	58.40%	25,358.94	57.26%	15,807.24	51.59%

- The company confirm that 5 of the company Top 10 customers during the last three Fiscals have become inactive. While the company have diversified the company customer base to some extent, the company continue to remain dependent on a few large customers for a substantial portion of the company revenues.

DISCIPLINARY ACTION ON PROMOTER BY SEBI

- In the past, there have been disciplinary action imposed by SEBI or stock exchanges against the company Promoter. The company cannot assure you in the future there will no such action or regulatory proceeding initiated against its.
- In past there have been four disciplinary actions taken against the company Promoter, Kamlesh Jain for violation of Section 12A of Securities and Exchange Board of India Act, 1992 ("SEBI Act") and Regulation 3 and 4 of SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations, 2003("PFUTP Regulations")., SEBI (Substantial Acquisition of Shares and Takeover) Regulations, 2011 ("SEBI (SAST) Regulations") and a penalties aggregating to an amount of ₹600,000 was levied by SEBI, which was duly paid and settled by the company Promoter.

STRICT QUALITY REQUIREMENTS BY CUSTOMERS

- The company are subject to strict quality requirements and have experienced cancellation of 11, 29 and 30 customer orders in Fiscal 2025, Fiscal 2024 and Fiscal 2023, respectively. Any failure to comply with such quality standards may lead to cancellation of existing and future orders which may adversely affect the company reputation, financial conditions, cash flows and results of operations.
- The company products are manufactured based on detailed technical specifications and any failure to meet these requirements, or non-compliance with applicable quality standards, may result in rejection of the goods supplied, cancellation of current and future orders, and customer claims, all of which could adversely affect the company revenue and profitability. The company are required to comply with strict quality requirements and incur significant expenses to maintain the company product quality.

**PEER COMPARISON**

Name of the company	Revenue from Operations (in ₹ Cr)	Face Value (Rs per share)	EPS (in Rs)	NAV (Per share Rs)	RoE (%)	P/E*	P/B*
Jain Resource Recycling Limited	7,126	2	7.16	21.87	41.56	32 [^]	11 [^]
Gravita India Limited	3,869	2	45.11	273.04	22.33	37	6
Pondy Oxides & Chemicals Limited	2,057	5	22.03	205.26	12.71	58	6

Financials are of FY2025 Data [^] Calculated at upper price band of 232. *Calculated at closing of 18th September 2025



Canara Bank Securities Ltd.
(A Wholly Owned Subsidiary of Canara Bank)



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