

Rating: Subscribe

Issue Offer

Total issue size: OFS - INR 6,309 Mn (32.9 Mn shares)

Issue Summary

Price Band (INR)	182-192
Face Value (INR)	2
Implied Market Cap (INR mn)	42,058.7
Market Lot	78
Issue Opens on	3 June, 2026
Issue Close on	5 June, 2026
No. of share pre-issue	21,90,55,489
No. of share post issue	21,90,55,489
Listing	NSE / BSE

Issue Break-up (%)

QIB Portion	≤ 50
Retail Portion	≥ 35
NII Portion	≥ 15

Book Running Lead Managers

Equirus Capital Limited
ICICI Securities Limited
Motilal Oswal Investment Advisors Limited

Registrar

KFin Technologies Limited

Shareholding Pattern

	Pre-Issue	Post-Issue
Promoters	83.10%	68.09%
Public & Others	16.90%	31.91%

Objects of the Offer

Exp. Amt (INR Mn.)

Carry out the Offer for Sale	6308.8
Achieve the benefits of listing	

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CMR Green Technologies Ltd. is India's leading aluminums recycling company and the largest player in the domestic secondary aluminium market. The company manufactures recycled aluminium alloys, aluminium billets, zinc alloys and other recycled metal products, primarily serving automotive OEMs and Tier-1 suppliers. With 13 recycling facilities across India, a strong scrap sourcing network and a leadership position in liquid aluminium supply, CMR is well placed to benefit from the growing demand for sustainable and recycled metals driven by automotive growth and decarbonization trends

Investment Rationale:

Market leader with unmatched scale in India for secondary aluminium recyclers: CMR Green Technologies is the number one non-ferrous metal recycler in India based on installed capacity and enjoys the leading market share in the secondary aluminium market of India based on revenues. It enjoys an installed capacity of 6,05,850 MTPA as on December 31, 2025, which is more than 4 times that of its nearest domestic rival. In addition to that, it enjoys an estimated ~42-45% market share in the Cast Alloy segment catering to the automotive sector in FY25.

Consistent revenue growth supported by significant customer loyalty: Revenue from operations has been growing at a rate of ~23% per annum from FY07 to FY25. In FY25, revenue from operations stood at INR 66,664.85 Mn, rising by 12% YoY. Significantly, ~96–97% of revenues are generated from repeat customers owing to their established relationship with CMR over time. The company's unique supply model of liquid aluminum (just-in-time supply directly to customers) results in lock-in effect. Customers are dependent on CMR for supply due to the inability to store liquid aluminium. Supply must take place within a 25 km radius of each other.

Tailwinds of a high growth industry with green moat: It is estimated that the Indian recycled aluminium market will experience growth of CAGR 13.2% in terms of value and CAGR 11.2% in terms of volume during FY26-FY30 and could reach a size of USD 9.20 bn and 3,715 thousand tonnes by FY30. CMR, being directly exposed to the above-mentioned trend, can take advantage of the growth due to its 13 plants located throughout India in the areas close to all OEM automotive clusters. In addition to volume growth, the company boasts of having a great ESG and decarbonization story. CMR ranks 6th highest among all companies of the aluminium industry according to the S&P Global CSA Score, it possesses 2,73,724 carbon credits as of April 2026, and, moreover, its liquid aluminium output alone prevented emission of about 61.20 Mn kg of GHG emissions between April-December 31, 2025, saving ~528 kg of CO₂ per metric tone.

Valuation & Outlook: CMR Green Technologies is well positioned to benefit from the strong growth in India's aluminums recycling industry, which is expected to grow at an 11.2% volume CAGR between FY25 and FY30. The company is the largest aluminums recycler in India with an estimated 42-45% market share in the automotive cast alloy segment and an installed capacity of 615,150 MTPA as of FY26. Its expansion into extrusion billets and rolled alloy recycling has increased its addressable market by ~0.93 Mn MT. Backed by strong OEM relationships, a differentiated liquid aluminums supply model, and a diversified scrap sourcing network, CMR is well placed to drive sustainable growth and further strengthen its industry leadership.. **At the upper band of INR 192, the issue is valued at a P/E ratio of 21.31x, based on annualized EPS of INR 9.01. We are recommending a "Subscribe" rating for this issue.**

Financial Summary:

Particulars (INR Mn)	FY23	FY24	FY25	9MFY26
Revenue	58,685.07	59,524.42	66,664.85	62,755.24
Growth (%) YoY		1.43%	12.00%	
EBITDA	2,070.14	2,174.04	3,037.17	3,244.38
Margins (%)	3.53%	3.65%	4.56%	5.17%
PAT/(Loss)	1,045.07	(8,385.57)	1,550.38	1,623.94
Margins (%)	1.77%	(14.05)%	2.32%	2.59%

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Stock Rating Scale

BUY	>20%
ACCUMULATE	12% to 20%
HOLD	5% to 12%
NEUTRAL	-5% to 5%
REDUCE	-5% to -12%
SELL	<-12%

Absolute Return

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