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IPO Note
24th August 2026

Hy-Tech Engineers Ltd

Subscribe

Rating: Subscribe

Issue Offer

Total issue size: INR 1,357.34 Mn (25.6 Mn shares) - OFS of INR 760 Mn (14.3 Mn shares) and Fresh Issue of INR 600 Mn (11.3 Mn shares).

Issue Summary	
Price Band (INR)	50 – 53
Face Value (INR)	5
Implied Market Cap (INR mn)	5,027.20
Market Lot	283
Issue Opens on	24 Aug, 2026
Issue Close on	27 Aug, 2026
No. of share pre-issue	8,35,31,840
No. of share post issue	9,48,52,594
Listing	NSE / BSE

Issue Break-up (%)	
QIB Portion	≥ 50
NIB Portion	≤ 15
Retail Portion	≤ 35

Book Running Lead Managers
New Berry Capitals Pvt Ltd

Registrar
Bigshare Services Pvt Ltd

Shareholding Pattern	Pre-Issue	Post-Issue
Promoters	97.99%	71.23%
Public & Others	2.01%	28.77%

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Hy-Tech Engineers Limited is an engineering company engaged in the design, manufacture, and supply of hydraulic fittings, with over four decades of experience in the industry. Its portfolio of 11,000+ SKUs spanning DIN-metric, JIC, ORFS, and customized fittings serves sectors such as construction machinery, automotive, farming equipment, and hydraulic systems, with certifications extending into railways and defence. Operating a B2B model across India and international markets including the USA, Europe, and the Middle East, Hy-Tech runs six manufacturing facilities across Maharashtra and Madhya Pradesh, backed by a backward-integrated forging unit at Nashik.

Investment Rationale:

Diversified, Dual-Channel Customer Base with Wide Market Reach

A balanced go-to-market approach combining direct OEM engagement with a distributor network has enabled scalability while limiting channel concentration risk. The distributor base expanded from 5 in FY24 to 7 in FY26, complementing direct sales, and exports across eleven countries during the last three fiscals underscore the company's competitiveness in global markets.

Integrated Operations with Strong Product Development Capabilities

The company's product portfolio of over 11,000 SKUs is backed by in-house die-designing, forging, heat treatment, machining, plating, and testing capabilities, with 880 new SKUs added in FY26 alone. Backward integration at the Nashik unit, with a forging capacity of 3,120 MT per annum feeding a total manufacturing capacity of 483 lakh pieces per annum, reduces dependence on external suppliers and strengthens cost efficiency, lead time, and quality control.

Decentralized, Accountability-Driven Manufacturing Model

A cell-based manufacturing structure organizes operations into self-contained production cells with dedicated oversight for production, quality, and design support, supported by shared quality and finishing facilities. Combined with a decentralized accountability framework where plant heads own operational performance, this model drives cost discipline, operational agility, and consistency in customer delivery across all six manufacturing facilities.

Valuation & Outlook: Hy-Tech Engineers Limited is well positioned to capitalize on the structural growth in India's hydraulic fittings industry, supported by its over four-decade track record, 11,000+ SKUs and established presence across domestic and international markets. Its diversified product portfolio, customized solutions and exposure to construction, agriculture, mining, automotive and industrial machinery provide multiple growth avenues. Rising infrastructure spending, mechanisation, industrial automation and increasing export opportunities for Indian engineering products should support long-term demand. At the upper band of INR INR 53, the issue is valued at a P/E ratio of 22.25x, based on FY26 EPS of INR 2.38. We recommend a “Subscribe" rating for long-term investors.

Financial Summary:

Particulars (INR Mn)	FY24	FY25	FY26
Revenue	1,411.73	1,667.07	1,934.35
Growth (%YoY)		*18.09%*	*16.03%*
EBITDA	260.16	411.11	457.17
Margins	*18.43%*	*24.66%*	*23.63%*
PAT	115.96	196.19	225.92
Margins	*8.21%*	*11.77%*	*11.68%*
Debt	408.40	435.30	297.60

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Stock Rating Scale	Absolute Return
BUY	>20%
ACCUMULATE	12% to 20%
HOLD	5% to 12%
NEUTRAL	-5% to 5%
REDUCE	-5% to -12%
SELL	<-12%

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