



IPO NOTE

BHARAT COKING COAL LIMITED

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ISSUE OFFER

Issue Opens on	JAN 09, 2026
Issue Close on	JAN 13, 2026
Total IPO size (cr)	₹1,071
Fresh issue (cr)	-
Offer For Sale (cr)	₹1,071
Price Band (INR)	₹ 21-23
Market Lot	600 SHARES
Face Value (INR)	₹10
Listing At	BSE, NSE
Market Cap (Pre IPO)	₹ 10,711.10 CR

ISSUE BREAK-UP (%)

QIB Portion	50%
NII Portion	15%
Retail Portion	35%

INDICATIVE TIMETABLE

Basis of Allotment	14-01-2026
Refunds/Unblocking ASBA Fund	15-01-2026
Credit of Share to Demat A/c	15-01-2026
Listing Date	16-01-2026

Bharat Coking Coal Limited (BCCL) is engaged in the production of coking coal, non-coking coal, and washed coal. The company is a wholly-owned subsidiary of Coal India Limited.

OBJECTS OF THE ISSUE

- The objects of the Offer are to (i) to carry out the Offer for Sale of up to 465,700,000 Equity Shares of face value of ₹10 each of the Company by the Promoter Selling Shareholder.
- Achieve the benefits of listing the Equity Shares on the Stock Exchanges.

FINANCIALS (RESTATED CONSOLIDATED)

PARTICULARS (IN CRORE)	FY 2025	FY 2024	FY 2023
Equity Share Capital	4,657.00	4,657.00	4,657.00
Net Worth	6,551.23	5,355.47	3,791.01
Revenue	13,802.55	14,245.86	12,624.06
EBITDA Margin%	16.36	17.02	6.85
Net Profit/Loss of the year	1,240.19	1,564.46	664.78

FINANCIAL RATIOS OF FY25



OUTLOOK & VALUATION

- At a price band of ₹21-₹23, Bharat Coking Coal Ltd appears attractively valued with a pre-IPO P/E of 8.64.
- Strong fundamentals are supported by EPS of ₹2.66, ROCE ~30%, and RoNW ~21%, indicating efficient operations.
- BCCL is India's largest producer of coking coal (approx. 58.5% market share), which is a critical raw material for the steel industry
- However, this is a 100% Offer for Sale, so no fresh funds will be used for future growth.
- Overall, the IPO is suitable for long-term dividend seekers as well as investors looking for listing gains.



COMPANY PROFILE

- Bharat Coking Coal Limited (BCCL) is a Public Sector Undertaking and a subsidiary of Coal India Limited.
- BCCL produces various grades of coking coal, non-coking coal and washed coals for applications primarily in the steel and power industries.
- BCCL is the largest coking coal producer in the country. The company produced 38.9 MMT of coking coal from a total production of 66.5 MMT in FY 2025, capturing 58.50% of the market. Furthermore, the company has a 4% market share in overall domestic coal production.
- The company operates across Jharia, Jharkhand, and Raniganj, West Bengal, covering a total leasehold area of 288.31 square kilometres.
- The company's operations include opencast and underground mining projects, coal washeries, monetisation of idle washeries through the Washery Developer and Operator (WDO) model, reopening discontinued underground mines through the Mine Developer and Operator (MDO) model, and solar power project monetisation through self-consumption and grid injection.



COMPETITIVE STRATEGIES

- Utilize the resources effectively to sustain and expand operations, driving growth and maximizing efficiency
- Transform discontinued mines into profitable ventures through resource monetization, and strategic repurposing
- Monetize, modernize, and renovate the washeries
- Implement energy conservation methods to enhance operational efficiency and reduce environmental impact
- Leverage the resources in the Jharia coalfields to drive growth
- Explore opportunities in coal-bed methane projects to harness untapped energy resources



KEY CONCERNS

- Heavy dependence on demand from the steel sector.
- Geographic concentration of mines increases operational risk.
- Business is highly influenced by government regulation and policy.
- Exposure to contingent liabilities and legal proceedings.
- Reliance on Coal India Limited for strategic support.



KEY STRENGTHS

- Leading producer of coking coal critical to India's steel industry.
- Established operations since 1972 with deep mining expertise.
- Strong promoter backing from the Government of India and Coal India Limited.
- Access to significant coal reserves in key coalfields.
- Integrated mining and coal processing operations.

COMPARISON WITH LISTED INDUSTRY PEERS

Name of the Company	EPS (₹ Basic)	P/E	NAV	Revenue (cr.)	RoNW%
Bharat Coking Coal Ltd	2.66	8.64	14.07	13,802.55	20.83
Peer Group					
Alpha Metallurgical Resources, Inc	1,233.78	14.87	11,182.10	25,320.27	11.48
Warrior Met Coal, Inc.	410.12	19.44	3,423.71	13,058.93	12.82



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CORPORATE & ADMINISTRATIVE OFFICE - 48, Jaora Compound, M.Y.H. Road, Indore - 452 001 | Phone 0731 - 6644000

Compliance Officer: Ms. Sheetal Duraphe Email: compliance@swastika.co.in Phone: (0731) 6644 241

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