

## IPO NOTE – Bharat Coking Coal Limited

8 January 2026

### LARGEST COKING COAL PLAYER DOMESTICALLY!!

Bharat Coking Coal Limited (BCCL) a Mini Ratna Public Sector Undertaking and a wholly owned subsidiary of Coal India Limited, stands as India's largest producer of coking coal accounting for ~59% of the India's coking coal output in FY25. It operates 34 mines across Jharkhand and West Bengal, supported by an expanding network of washeries. BCCL commands a vast resource base of 14,865 MMT of geological resources, including 7,910 MMT of coking coal, enabling sustained long-term supply. As of FY25, the company produced 40.50 MMT of coal, dispatching it to marquee clients across the power and steel sectors. With a strategically located asset base, and robust infrastructure, BCCL remains a critical backbone of India's energy and steel value chain.

#### Dominant coking coal producer with integrated and strategic mine and washery locations:-

BCCL's competitive strength is reinforced by its fully integrated mining-to-beneficiation value chain, enabling consistent volume delivery and quality assurance in India's structurally supply-constrained coking coal ecosystem. With ~59% share of domestic coking coal supply in FY25, the company operates across a broad portfolio of 34 mines and 5 operational washeries, with 3 additional washeries under development, ensuring a progressive shift in the product mix towards higher-grade washed coking coal. BCCL is equipped with a mechanized fleet of 507 Heavy Earth Moving Machinery units, including draglines, shovels, dumpers, dozers, and drilling equipment complemented by the adoption of longwall, continuous miner systems and highwall mining, supporting safe extraction from deeper seams and maximizing recoverability in constrained geologies. Its logistics grid includes networked rail sidings, road-linked dispatch nodes, CHP/CPGs, and surface infrastructure ensuring steady offtake. A diversified revenue strategy spanning Fuel Supply Agreements, FSA-linkage allocations, and MoUs with major consumers helps stabilize realisations despite cyclical price shifts. Taken together, BCCL's scale advantages, integrated mining-washery infrastructure, extensive mechanization and technology-driven productivity framework collectively reinforce its ability to maintain high output reliability, elevate grade consistency and capture operating leverage as steel-sector demand and substitution of imported coking coal accelerates.

#### Expanding domestic operations and improving efficiency across mining assets:-

BCCL's growth is driven by brownfield expansion, asset monetization and future-energy diversification, creating a balanced expansion pathway with controlled capital outlay. It is actively upgrading mine productivity toward mass-production mining methods and converting technically feasible units into higher-throughput opencast configurations. To optimize capital efficiency, BCCL deploys the Mine Developer & Operator (MDO) and Washery Developer & Operator (WDO) models, which revive discontinued or ageing mines and refurbish older washeries through revenue-share and D&B partnerships. Co. is also planning to commission 3 new washeries which will expand the supply of superior washed coking coal, aligning BCCL with Government's "Mission Coking Coal" initiative and India's expanding crude steel capacity targets. Beyond coal extraction, BCCL is progressing on unlocking its Coal-Bed Methane (CBM) assets in the Jharia field, creating an additional monetization corridor for gas-based industrial users. BCCL's 26.97 MW solar portfolio, alongside its planned renewable scaling, embeds ESG into operations and reduces long-term power costs for energy-intensive mining activities.

**Key Risks:-** 1) Geographical concentration of mines, 2) Client concentration risk as Top 10 contributes 80%, 3) High dependence on contractors for mining & handling coal, 4) Contingent liabilities of ~Rs. 3,600 cr. as on H1FY26, 5) Product concentration risk as ~75% of revenue is derived only from raw coking coal.

#### Valuation & outlook:-

BCCL is India's largest producer of Coking Coal with estimated reserves of 7,910 MMT and a network of 34 operational mines and amongst the largest Coking Coal reserve holders in the country. It is having a strong parentage of Coal India Limited and maintains a strong financial profile while planning to restore operations in discontinued underground mines through MDO and exploring opportunities in coal bed methane projects. With India's steel capacity expansion driving long-term coking coal demand, BCCL's integrated operations, modernization initiatives and stable offtake position is favorable for the company. At the upper price band, BCCL is available at a reasonable valuation of ~8.6x FY25 P/E and 5.5x FY25 EV/EBITDA. We have a **SUBSCRIBE** rating to this issue for listing gains.

Rating	SUBSCRIBE	
<b>Issue Details</b>		
Issue Opens	9-Jan-25	
Issue Closes	13-Jan-25	
Face Value (₹)	10	
Price Band (₹)	21-23	
Bid Lot	600 shares	
Issue Size (₹ Cr)	1,071	
Market cap at upper price band (₹ Cr)	10,711	
Listing	NSE/BSE	
BRLMs	ICICI Securities, IDBI Capital Market services	
Registrar	Kfin Technologies Ltd.	
<b>Shareholding Pattern (%)</b>		
	Pre-Issue	Post Issue
Promoters	100.00	90.00
Public	0.00	10.00
<b>Total</b>	<b>100</b>	<b>100</b>
<b>Issue Structure (In Cr no. of shares)</b>		
Issue size	1,071	
OFS	1,071	
<b>Break-up of net issue to public (%):</b>		
QIB portion	50.0	
Non-Institutional portion	15.0	
Retail Portion	35.0	

#### Analyst Details

**Mihir B. Manek**

022-6819 0520

[mihir.manek1@adityabirlacapital.com](mailto:mihir.manek1@adityabirlacapital.com)

#### Aditya Birla Money Limited

Office No: B-Wing, 417 to 422, Chintamani Plaza,  
Andheri - Kurla Road, Andheri (East), Mumbai – 400099  
[www.stocksandsecurities.adityabirlacapital.com](http://www.stocksandsecurities.adityabirlacapital.com)  
CIN: L65993GJ1995PLC064810

**Registered Office:**  
Indian Rayon Compound,  
Veraval, Gujarat – 362 266

### IPO NOTE – Bharat Coking Coal Limited

8 January 2026

Key Financials (₹ Cr)	Mar-23	Mar-24	Mar-25
<b>Total Income</b>	<b>12,624</b>	<b>14,246</b>	<b>13,803</b>
<b>EBITDA</b>	<b>497</b>	<b>2,087</b>	<b>1,757</b>
<b>EBITDA Margin (%)</b>	<b>3.9</b>	<b>14.7</b>	<b>12.7</b>
<b>PAT</b>	<b>665</b>	<b>1,564</b>	<b>1,240</b>
<b>PAT Margin (%)</b>	<b>5.3</b>	<b>11.0</b>	<b>9.0</b>
<b>Net Worth</b>	<b>3,791</b>	<b>5,355</b>	<b>6,551</b>

**Disclaimer:-**

We hereby certify that the views expressed in this research report reflect our views about the subject security(ies).

Further, We confirm that We have not served, as an officer, director, or employee of the companies mentioned in this report. Neither We nor ABML have been engaged in market-making activities in the subject company. Artificial intelligence (AI) tools have not been used in the preparation of this research report.

Aditya Birla Money Limited is also engaged in the business of offering stock broking and depository services through its affiliations with Stock Exchanges and Depositories. It also offers Portfolio Management Services. Aditya Birla Money Limited is registered with Insurance Regulatory Development Authority of India Limited (IRDAI) as a Composite Corporate Agent. Securities Broking is through Aditya Birla Money Limited.

This report is not intended for distribution to, or use by, any individual or entity that is a citizen, resident, or located in any jurisdiction—whether locality, state, or country—where such distribution, publication, availability, or use would violate applicable laws or regulations, or would subject Aditya Birla Money Limited and its affiliates to any registration or licensing obligations within that jurisdiction. The securities mentioned herein may not be eligible for sale in all jurisdictions or to certain categories of investors. Recipients of this document are responsible for ensuring they comply with all relevant restrictions and regulations.

This report is compiled from publicly available data and sources considered reliable. However, ABML has not independently verified the information, and its accuracy or completeness is not guaranteed. The report is intended solely for informational purposes and should not be construed as an offer or solicitation to buy, sell, or subscribe to any securities or financial instruments.

Although distributed simultaneously to all clients, delivery times may vary. Receipt of this report does not establish a client relationship with ABML. The content herein does not constitute investment, legal, accounting, or tax advice, nor does it imply suitability for any specific investor.

Investors should assess the relevance of any securities or strategies discussed in this report based on their own financial goals and risk tolerance. Independent judgment and evaluation of risks are essential before making investment decisions. Market conditions, interest rates, and currency fluctuations may affect investment value and returns. This may not be taken in substitution for the exercise of independent judgment by any recipient.

ABML disclaims any liability for losses arising from the use of this report. Past performance is not indicative of future results. Investors are advised to review the Risk Disclosure Document to understand the risks involved. Forward-looking statements are subject to change and may differ from actual outcomes. ABML may have issued other reports that are inconsistent with, and may reach different conclusions from, the information contained in this report.

ABML or its associates are engaged in various financial services businesses and as such may, from time to time, own 1% or more of the equity securities of the company mentioned in the report or hold interests or positions or might have other material conflict of interest in the securities of the company(ies) mentioned in this report, or may engage in transactions involving such securities, or have other interests related to the recommendations, information, or opinions presented. During the twelve months preceding the publication of this report, Aditya Birla Money Limited or its associates may have received compensation from the companies mentioned herein for services including, but not limited to, managing or co-managing public offerings, corporate finance, investment banking, merchant banking, brokerage services, or advisory services related to mergers or specific transactions. Additionally, Aditya Birla Money Limited or its associates may have received compensation for products or services unrelated to investment banking, merchant banking, or brokerage services from these companies.

Research Analysts or their relatives do not own 1% or more of the equity securities of the company mentioned in the report as of the last day of the month proceeding the publication of the research report. Neither the Research Analysts nor their relatives have any material conflict of interest at the time of publication of this report. The Research Analysts involved in this report have not received any compensation or benefits from the companies mentioned in this report or from any third party in connection with its preparation. At the time of publication, neither Aditya Birla Money Limited nor the Research Analysts, including their immediate relatives, have any material conflict of interest.

No material disciplinary action has been taken against ABML by any regulatory authority in relation to equity research activities during the past one year.

Aditya Birla Money Limited is committed to maintaining independence in the preparation of research reports and takes necessary steps to avoid conflicts of interest. Aditya Birla Money Limited also follows a strict employee trading policy that governs the personal trading activities of its Research Analysts. Furthermore, the compensation of Research Analysts is not linked, directly or indirectly, to any specific investment banking, merchant banking, or brokerage transactions.

Name of the Compliance Officer: Mr. Murali Krishnan L R: 044-49490014 E-mail Address: abm-chn.compliance@adityabirlacapital.com. For any queries or grievances: Mr. Sathish Kumar Email address: care.stocksandsecurities@adityabirlacapital.com Contact Number: 18002707000.

SEBI Registration No. NSE/BSE/MCX/NCDEX: INZ000172636; NSDL /CDSL: IN-DP-17-2015, PMS - INP 000003757, Research Analyst –INH000002145; Corporate Agent IRDAI Reg No CA0864. Investments in securities market are subject to market risks, read all the related documents carefully before investing.

**Aditya Birla Money Limited**

Office No: B-Wing, 417 to 422, Chintamani Plaza,  
Andheri - Kurla Road, Andheri (East), Mumbai – 400099  
www.stocksandsecurities.adityabirlacapital.com  
CIN: L65993GJ1995PLC064810

**Registered Office:**  
Indian Rayon Compound,  
Veraval, Gujarat – 362 266