

Company Business

Mayasheel Ventures Limited (formerly known as "Mayasheel Construction") is primarily involved in the **construction of Roads and Highways for government departments**, specifically for NHIDCL (National Highways and Infrastructure Development Corporation Ltd.). Key aspects of their business include:

- ✦ **Core Construction Activities** : The company undertakes contracts and subcontracts related to the construction, modification, renovation, repairing, alteration, design, establishment, development, dismantling, and reconstruction of various complex and high-value projects. These projects include:
 - Expressways
 - National Highways.
 - Flyovers
 - Bridges
 - Road Drain & Sewerage system construction
- ✦ **Electrical Works** : Mayasheel Ventures Limited has also been involved in electrical works, such as the construction of electrical power houses, installation of streetlights, and development of transmission lines. **Although they haven't generated revenue from these projects in the three preceding financial years, they are actively seeking new opportunities in this segment. Currently, the company has three electrical work projects in hand.**
- ✦ **Business Mode I**: The company operates on a **Business-to-Government (B2G) model**, primarily serving government departments and generating most of its revenue from government tenders.
- ✦ **Revenue Streams** : As of March 31, 2025, the majority of their revenue comes from construction (₹169.03 Cr.), with a smaller portion from electrical works (₹1.97 Cr.).
- ✦ **Order Book** : As of March 31, 2025, Mayasheel Ventures Limited had an order book of ₹201.60 Cr.

Objects of the issue

- ✦ Funding capital expenditure requirements for the purchase of equipment/machineries : **Rs.4 Cr.**
- ✦ Funding the Working Capital requirement : **Rs. 14 Cr.**
- ✦ General Corporate Purposes

IPO Details

- ✦ Total Issue Size : **58,05,000 Shares (Rs. 27.28 Cr.)**
- ✦ Fresh issue : **Entire issue is fresh issue.**
- ✦ Price Band : **₹44 – ₹47 per share**
- ✦ Lot Size : **3,000 shares**
- ✦ IPO Date : **June 20–24, 2025**
- ✦ Pre IPO Promoters Holding : **91.97%**
- ✦ Post IPO Promoters Holding : **67.76%**

Financials of the company

(Fig. in Cr)

Particulars	March 31, 2025	March 31, 2024	March 31, 2023
Revenue from Operations	171.01	130.32	126.36
Growth in Revenue	31.22%	3.13%	
EBITDA	25.67	17.30	15.43
EBITDA Margins	15.01%	13.28%	12.21%
PAT	11.33	6.51	4.75
PAT Margins	6.62%	4.99%	3.76%
ROCE	28.62%	20.43%	19.35%
CFOA	12.13	9.78	12.74

Comparison with Peers

Companies	Revenue	EBITDA Margin	PAT Margin	D/E Ratio	MCap	P/E
Mayasheel Ventures (FY 2025)	171.01 Cr.	15.01%	6.62%	1.18	103.63 Cr. (Post IPO)	9.14 (Post IPO)
Rachana Infrastructure (FY 2025)	94.16 Cr.	7.66%	4.35%	0.12	74.90 Cr.	18.30
AVP Infracon (FY 2025)	272 Cr.	20%	12.13%	1.13	445 Cr.	13.50

PROS AND CONS

Pros (Strengths and Advantages)

- ✦ **Strong Order Book** : As of March 31, 2025, Mayasheel Ventures Limited had an order book of ₹201.60 Cr.
- ✦ **Positive CFOA** : Although the company has a positive Cash Flow from Operations (CFOA), the cash conversion ratio is relatively low at approximately 50%.

Cons (Risks and Challenges)

- ✦ **High Dependency on Government Contracts & Policy Risks** : The company's main source of revenue is government projects, primarily with NHIDCL.
- ✦ **Geographical Concentration Risk** : A significant majority of their revenue (**over 93% in recent financial years**) comes from the northeastern states of Assam, Manipur, and Nagaland. Political instability, natural disasters, or adverse economic changes in these specific regions could severely affect their revenue.
- ✦ **Outstanding Legal Proceedings** : There are pending civil and tax proceedings against the company.
- ✦ **Uncertainty with Conversion from Partnership Firm** :
 - **Untransferred Loans & Borrowings** : Certain loans and borrowings are still recorded under the previous partnership firm's name ("Mayasheel Construction") in bank records, posing financial risk and uncertainty, although the company is in **Insurance Policies in Old Name** : Insurance policies for assets are still in the name of "Mayasheel Construction, Partnership Firm," introducing risks such as legal uncertainties and operational disruptions if not transferred.
- ✦ **High Debt-to-Equity Ratio**
- ✦ **Past Non-Compliance & Penalties** : The company has incurred penalties or liabilities for non-compliance and delayed/erroneous filings under GST Act, Income Tax Act, and Companies Act in the past.
- ✦ **Corporate Governance** : The company has a history of consistently filing various statutory returns late. This reflects a corporate governance concern.

Final Note for Investor

Mayasheel Ventures Limited (MVL) is primarily a **Road and Highway construction company** focusing on government projects. The company has demonstrated **strong financial growth and holds a robust order book**. However, key risks include **high dependency on government tenders, geographical concentration** in northeastern states, and a **high Debt-to-Equity Ratio**. A contradiction in documents also suggests an "Ayurvedic Industry" segment which seems confusing.



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