

Nykaa Sets Oct 28 Date for IPO, Seeks \$7.4b Valuation

IPO includes OFS component; price band will be decided by next week

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Mumbai: Omni-channel beauty and consumer-care products retailer Nykaa, which received approval from the Securities and Exchange Board of India (Sebi) for its initial public offering (IPO) last week, will launch the issue on

The primary issuance is up to ₹630 crore, while the rest is OFS

October 28, sources with direct knowledge of the development said. "The anchor book of up to ₹2,340 crore will open on Wednesday and the IPO will close on Monday, November 1," one person said. "The IPO seeks a valuation of around \$7.4 billion," another person said, adding that the price band will be decided by next week.

The ₹5,200-crore IPO includes an

offer for sale (OFS) component in which existing shareholders will sell up to 43.11 million shares, according to its draft red herring prospectus (DRHP) filed in Au-

gust. The primary issuance is up to ₹630 crore, while the rest is OFS.

Investors likely to dilute their stakes include TPG, Light House India Fund, JM Financial, Yogesh Agencies, Sunil Kant Munjal, Harindarpal Singh Banga, Narotam Sekhsaria, and Mala Gaonkar, the DRHP showed.

The Sanjay Nayar Family Trust, a promoter, will sell 4.8 million shares. Founder Falguni Nayar and her family will continue to own a majority stake even after the IPO, ET reported earlier.

Currently, Nayar and husband Sanjay as well as their two children, hold more than 53% in FSN E-Commerce Ventures, the parent firm of Nykaa. The company has appointed investment banks Kotak Mahindra Capital, BofA Securities, ICICI Securities, Citibank, Morgan Stanley and JM Financial to manage its public issue.

Nykaa is among the few profitable e-tailers in India.

Getting Ready

₹61.96 crore	₹16.34 cr
Nykaa's net profit in FY21	Net loss in FY20

38% Revenue growth in FY21 (₹2,453 crore)

