

# Cyient DLM IPO to open on Tuesday. Here are 10 things to know about the offer

By Akash Podishetti, ETMarkets.com • Last Updated: Jun 26, 2023, 04:17 PM IST

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## Synopsis

After a strong start to Ideaforge IPO, all eyes are on Cyient DLM's public offer, which will open for subscription on June 27. The issue closes on June 30. The company's shares are expected to get listed on both exchanges. Here are 10 things to know about the issue.



## 1. What is the business overview of [Cyient DLM](#)?

Cyient DLM is one of the leading integrated electronic manufacturing services (“EMS”) and solutions providers with capabilities across the value chain and the entire life cycle of a product. It has over 22 years of experience in developing high-mix, low-to-medium volume highly complex systems.

The company is a qualified supplier to global OEMs in the aerospace and defence, medical technology, and industrial sectors.

## 2. What is the potential of the industry that [Cyient DLM](#) is operating in?

India EMS is a sizable industry, contributing to 2.2% (\$20 billion) of the global market in CY22. The country's EMS industry is the fastest growing among all countries at a CAGR of 32.3% and is expected to contribute 7% (\$80 billion) of the global market in CY26.

## 3. What is the size of the [Cyient DLM IPO](#)?

The IPO is completely a fresh issue of equity shares up to Rs 592 crore. The size was reduced from Rs 740 crore earlier after the company raised funding in the pre-IPO round.

## 4. What is the price band for the [Cyient DLM IPO](#)?

The company has fixed the price band at Rs 250-265 per equity share for its public offer. Investors can bid for a minimum of 56 shares and in multiples thereafter.

## 5. What is the structure of the [Cyient DLM IPO](#)?

About 75% of the net offer is reserved for the QIB portion, 15% for the [NII](#) category, and 10% for retail investors.

## 6. How is the financial performance of [Cyient DLM](#)?

For the financial year ending March 2023, the company's revenue from operations grew 15% to Rs 832 crore, while profit for the same period stood at Rs 31.7 crore, up by 4%.

## 7. What is the revenue breakup of [Cyient DLM](#)?

The company derives a major part of its revenues from printed circuit board assembly (PCBA) with almost 63% contribution and 32% of the revenue comes from box builds which are used in safety-critical systems such as cockpits, inflight systems, landing systems, and medical diagnostic equipment.

## 8. What are the objects of the offer?

The net proceeds from the issue will be used towards funding incremental working capital requirements, capital expenditure, repayment of debt, and other general corporate purposes.

## 9. What is the current GMP of [Cyient DLM](#)?

According to market analysts, the current GMP of Cyient DLM is around Rs 90-95 in the unlisted market.

## 10. Who are the book-running lead managers for [Cyient DLM IPO](#)?

Axis Capital and [JM Financial](#) are the book-running lead managers to the issue, while [KFin Technologies](#) is the registrar.