

Acropetal, Sudar defy mayhem on Street

fe Bureau

Mumbai, Feb 24: Despite the sharp correction in the secondary market, the two initial public offerings (IPOs), which closed for subscription on Thursday, managed to scrape through. The ₹170-crore of Bangalore-based Acropetal Technologies received 1.28 times subscription, while the ₹70-crore offering of apparel manufacturer Sudar Garments attracted a subscription 1.55 times.

However, large investors showed little interest and the QIB and retail investor categories remained under-subscribed at 0.14 times and 0.45 times, respectively, in the Sudar Garments IPO, while the HNI quota was subscribed 3.44 times.

The Acropetal offering saw full subscription in all three categories with QIB segment receiving 1.12 times subscription, HNI

THE RS 30-CRORE IPO OF FINETOX CHEMICAL, WHICH CLOSES ON FRIDAY, WAS SUBSCRIBED 77% ON THURSDAY

category about two times, while the retail segment witnessing 1.21 times subscription.

Meanwhile, the ₹30-crore IPO of Finetox Chemical, which closes on Friday, was subscribed 77% on Thursday. Domestic institutions, including insurance and mutual funds firms, have stayed away from all three offerings. Investor participation in IPOs is muted given the correction in the secondary market and as about 80% of the IPOs, listed in the past one year are trading below their issue prices.

For instance, Omkar Speciality Chemicals, the last company to get listed on the bourses, is trading over 60% down.