Goodluck Defence and Aerospace Ltd

Industrials - Defence Ammunition & Aerospace Components - Unlisted - ISIN INE0S7401019

Goodluck India's 79%-owned 155 mm shell maker: first year of production brought Rs 41.5 Cr revenue and Rs 9.05 Cr PAT, but Rs 263 Cr of debt, a Rs 41.5 Cr unsold-stock credit and a 232x trailing P/E at Rs 427.

INDICATIVE PRICE	MARKET CAP	P/E	P/B
Rs 422.10 (+0.96% today)	**Rs 2,073 Cr**	**229.40**	**11.32**

BOOK VALUE / SHARE	EPS	52-WEEK RANGE	LOT / SETTLEMENT
Rs 37.28	**Rs 1.84**	**Rs 304 - Rs 493**	**100 shares - T+1 working day**

About the company

Goodluck Defence and Aerospace Limited (CIN U24103UP2023PLC188289) is the defence subsidiary of the NSE/BSE-listed steel and engineering group Goodluck India Limited, which holds 3.90 Cr of its 4.911 Cr shares (79.43%). Incorporated in Ghaziabad on 31 August 2023, it manufactures empty artillery-shell bodies at a greenfield forging plant on Plots 80-82, Sherpur Road, Faridpur, Sikandrabad (UP), supplied to authorised defence establishments for filling. It holds an industrial licence under the Arms Act, 1959 covering 105/120/125/130/155 mm shells and the 155 mm HE M107, ERFB, ERFB-BB and ERFB-BT variants.

Commercial production began in October 2025 with an installed capacity of 1,50,000 shells a year. The audited FY26 accounts (standalone; the company has no subsidiaries) show the first revenue: Rs 41.50 Cr from operations (product sales Rs 32.86 Cr, job charges Rs 8.19 Cr, export incentives and FX Rs 0.45 Cr), of which Rs 29.39 Cr (71%) was exported. With Rs 3.91 Cr of interest income, total income was Rs 45.41 Cr, EBITDA Rs 29.19 Cr, PBT Rs 12.61 Cr and PAT Rs 9.05 Cr (EPS Rs 1.84), against PAT of Rs 3.88 Cr in FY25 when the only income was Rs 6.99 Cr of interest on unspent issue proceeds. No dividend has been declared.

The P&L needs reading with care: a Rs 41.54 Cr credit for finished shells still in stock at 31 March 2026 is what turns Rs 57.8 Cr of production cost into a profit on Rs 41.5 Cr of sales. Trade receivables were only Rs 1.53 Cr while customers had prepaid Rs 25.50 Cr (Rs 25.02 Cr of it in US dollars), so FY26 earnings reflect shells made rather than shells delivered and accepted. Operating cash flow was Rs 17.4 Cr after the inventory build and capex was Rs 116 Cr, funded by Rs 80.4 Cr of new bank term loans and a further Rs 64.7 Cr of unsecured loans from Goodluck India.

Financials (Rs Cr)

	FY25	FY26
Revenue	0.00	41.50
EBITDA	6.98	29.19
Profit after tax	3.88	9.04
EPS (Rs)	0.79	1.84
Net worth	174.03	183.07
Debt / equity	0.72	1.44
OPM %	0.0%	70.3%
ROE %	2.2%	4.9%

Revenue CAGR +0.0% - Profit CAGR +133.0% - figures from filed accounts where available; see the verification notes on the website.

Shareholding

Holder	Category	Shares (Cr)	%
Goodluck India Ltd (holding company)	Promoter	3.90	79.4%
Non-promoter investors (pre-IPO round holders and public)	Public	1.01	20.6%

Board and management

Name	Designation	Since
Mahesh Chandra Garg	Whole-time Director	31 Aug 2023
Ramesh Chandra Garg	Whole-time Director	31 Aug 2023
Madhur Gupta	Non-Executive Independent Director	31 Aug 2023
Charu Jindal	Non-Executive Independent Director (Woman)	01 Jan 2024
Jagdish Pratap	Company Secretary	-
Arun Kumar	Chief Financial Officer	-

MCA registry snapshot

CIN **U24103UP2023PLC188289**	STATUS **Active**	AUTHORISED CAPITAL **Rs 55 Cr**
PAID-UP CAPITAL **Rs 49.11 Cr**	LAST AGM **29 Sept 2026**	LAST BALANCE SHEET **31 Mar 2026**

Date	Form	Description	Status
29 Oct 2026	AOC-4	Financial statements for FY 2025-26 (AGM held 29 Sep 2026; due within	Pending
28 Nov 2026	MGT-7	Annual return for FY 2025-26	Pending
29 Sept 2026	MGT-14	Special resolution altering the objects clause (defence systems, explo	Pending
27 Sept 2026	PAS-3	Return of allotment: 73,60,000 equity shares at Rs 375 on preferential b	Under Process
30 Oct 2025	AOC-4	Financial statements for FY 2024-25	Approved
25 Nov 2025	MGT-7	Annual return for FY 2024-25	Approved

Original filings (AOC-4 accounts, MGT-7 returns, charges) can be downloaded from the MCA21 portal under this CIN for a nominal fee; offer documents are on SEBI's site.

Reports and documents

Document	Type	Period	Where
Goodluck Defence and Aerospace Limited - Annual Report 2025-	Annual Report	FY26	Download on the website
Goodluck India Q4/FY26 press release (defence vertical comme	Investor Presentation	FY26	Download on the website

Strengths

- Production has actually started: the Sikandrabad plant commissioned in October 2025 and booked Rs 41.5 Cr of revenue in roughly six months, with Rs 29.4 Cr of it exported and Rs 25.5 Cr of customer advances (mostly in USD) on the books at year-end.
- Licensed capability in a supply-constrained niche: an Arms Act industrial licence for 105-155 mm shells including the 155 mm HE M107 and ERFB families, plus a Rs 255 Cr domestic order (June 2026, outside the report period) against FY27 guidance of Rs 250-300 Cr.
- Profitable from year one on an accounting basis: FY26 PAT Rs 9.05 Cr, EBITDA Rs 29.19 Cr, with an unmodified audit opinion, clean CARO (no defaults, no overdue statutory dues, charges registered) and an internal-controls opinion without weaknesses.
- Backing of a listed parent that funds and supplies it: Goodluck India holds 79.43%, lent Rs 146 Cr unsecured, sold it Rs 26.3 Cr of steel inputs in FY26 and is seeking an FY27 transaction limit of Rs 400 Cr; the parent is itself a profitable, dividend-paying listed company.
- Asset base is new and largely in place: Rs 313 Cr gross block (plant and machinery Rs 216 Cr, factory building Rs 55.8 Cr, land Rs 18.1 Cr) with title deeds in the company's name, so the 1.5 lakh-shell line needs no further capex to run at full rate.
- Fresh equity has followed: securities premium of Rs 119 Cr was raised from outside investors before FY25, and exchange filings show a further Rs 276 Cr at Rs 375 a share in September 2026, which would cut debt/equity from 1.44x to roughly 0.6x pro-forma.

Risks

- Valuation leaves no margin for slippage: Rs 2,097 Cr market cap at Rs 427 is 232x FY26 EPS of Rs 1.84, 11.5x filed book value and 50x sales; even on FY27 guidance of Rs 250-300 Cr revenue and the 30-35% margin the parent talks about, EV/EBITDA is still 22-30x.
- FY26 profit rests on inventory: a Rs 41.54 Cr credit for unsold finished shells (equal to the year's sales) offsets Rs 57.8 Cr of production cost. Receivables were Rs 1.53 Cr and the buyers of the stock are not named; any rejection on inspection, price cut or slow acceptance hits earnings directly.
- Leverage and liquidity are tight: borrowings Rs 263 Cr against Rs 183 Cr net worth (1.44x), current ratio 0.64, free cash Rs 0.09 Cr (the Rs 20 Cr of bank balances is pledged margin money), operating cash flow Rs 17.4 Cr and finance cost of Rs 10.1 Cr already at 80% of PBT. Term-loan repayments of Rs 15.6 Cr start in June 2026.
- Promoter-family dealings: Rs 146 Cr of unsecured loans from the parent (interest paid Rs 12.4 Cr), a Rs 11.3 Cr advance to promoter-group NBFC Excellent Fincap while the company itself borrows, Rs 30.0 Cr of loans to 'others' outstanding per CARO, Rs 1.9 Cr paid to promoter relatives in FY26 and a new Rs 5 Cr-a-year pay cap for Umesh Garg (son of the whole-time director) when PAT is Rs 9 Cr. FY27 related-party limits total Rs 610 Cr.
- Single plant, single product, few customers: 71% of FY26 revenue was one export stream and a Rs 25 Cr USD advance sits

unhedged; the report itself lists currency, steel-price and interest-rate exposure (a 5% move in rolled steel/copper ring prices swings profit by Rs 1.35 Cr).

- Execution of a Rs 500 Cr expansion within twelve months, with Rs 285 Cr of contracts already committed, by a company whose own cash generation is negative; funding depends on the Rs 276 Cr placement completing as filed and on continued parent support.
- Governance is thin for the size of the plans: two promoter whole-time directors and two independents, directors' DINs for the independents not printed, a proposed third whole-time director (Shambhu Nath Singh) whose appointment failed for want of shareholder approval, charge satisfactions pending with lenders, and no internal auditor (the auditor treats section 138 as not applicable).
- Dilution and exit: minority holders have been diluted from 20.57% to about 18% by the Rs 375 round, there is no dividend, no stated IPO plan, and the last primary price (Rs 375, September 2026) is 12% below the Rs 427 board rate.

Disclaimer

Not SEBI registered - for education only. Unlisted Sahi Hai is not a SEBI-registered intermediary, investment adviser or research analyst. Everything on this site is for education only. Company details, financials, filings and management information are compiled from open databases and public sources; we do not certify the accuracy or completeness of any of it, and prices are indicative dealer levels, not quotes. Verify independently before making any decision. Unlisted shares are illiquid and carry the risk of total loss. Prices are indicative dealer quotes, not exchange prices. Nothing here is investment advice.