Management Discussion

Anand Venugopal - Investor Relations, Adfactors PR
Thank you. A very good afternoon to everyone. And warm welcome to Q2 and H1 FY 2027 earnings call of Nupur Recyclers Limited. From the management, we have with us Mr. Rajesh Gupta, Chairman and Managing Director. Before we begin the earnings call, I would like to mention that some of the statements made during today's call may be forward-looking in nature and hence involve risks and uncertainties, including those related to the future financials and operating performance of the company. Please bear with us if there is any call drops during the course of the conference call.

We would ensure that the call is reconnected at the earliest. I now hand over the call to Mr. Rajesh Gupta, Chairman and Managing Director, for his opening remarks. Thank you, and over to you, Rajesh sir.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Thank you, Mr. Alam. Uh, good afternoon everyone and a warm welcome. to the Q2 and H1 financial year 27 earnings call of Nupur Recyclers Limited. Our results press release and investor presentation are available on the stock exchanges and on our website. I hope you have had a chance to go through them. I will keep my remarks in four parts A quick recap of how our business works. Second, our performance for the quarter and the half year. Third, an update on each of our subsidiaries and our expansion projects.

And finally, how we see the road ahead. About business, several of you are new to our company, so let me explain the business in 3 simple steps. The first step is sourcing. We import scrap metal, mainly zinc, aluminum, stainless steel, and developed- from developed markets, the US, Europe, Middle East and Far East Asia, and Australia, etc. Our diversified sourcing network across multiple geographies provides flexibility in procurement and helps us manage potential supply disruption across individual markets.

The second step is sorting and supply. When the scrap arrives in India, Nupur Recyclers sorts and grades it. Part of it we sell directly to customer in the open market, the rest goes to our own group companies for further processing. The third step is adding value, and this happens through our 3 subsidiaries. Prank Metal Recyclers, uh, the first one where we own 80%, melts scrap and turns it into zinc and aluminum alloy. Ingots, billets, and now aluminum extrusion profile used in real estate, solar, and marine shuttles.

Nupur Extrusion, the second one, where we own 70%, shapes aluminum into profiles used in solar mounting structures and constructions. The third one is, uh, Tycon Autotech, where we own 50%, uses aluminum alloy from trying metal to make precision die casting. High-pressure die casting and machine auto components for customers such as Tata Motors, Sundaram, Havells, and Endurance. So put simply, we buy scrap from across the world, turn it into usable metal, and increasingly turn that metal into finished products.

The further down this chain we go the more value we capture, the better it would be for our margins. Regarding financial performance, let me now come to the numbers. All figures are on a consolidated basis. We delivered our strongest quarterly performance to date in Q2 financial '27, reflecting the progress made across our core operation and value-added businesses. Total revenue for the quarter was Rs 116.21 crores against Rs 51.68 crores in Q2 financial year '26, a growth of 124.86% year on year. EBITDA was Rs 15.73 crores against Rs 6.33 crores in Q2 financial year '26, which is growth of 148.48% year on year.

EBITDA margin was 13.54%, up 129 basis points year on year. Profit after tax was Rs 8.80 crore against Rs 4.33 crore in the same quarter last year, more than double with growth of 1 point, uh, 103.06%. PAT margin was 7. By 7%. The growth was led by 3 factors. First one is higher volumes in our core scrap business. Second one, a richer product mix, as a higher share of our revenue came from the manufacturing-led value-added products. Third one, a growing contribution from our subsidiaries. And the fourth one is we use backward and forward integrations.

For the first half of financial year '27, total revenue was Rs 199.24 crores against Rs 104.71 crores in H1 financial '26, which is growth of 90.27%. EBITDA was Rs 28.59 crores against Rs 12.41 crore in H1 financial '26. Which is growth of 130- 130.34% year on year. EBITDA margin was 14.35%, up 250 basis points. PAT was Rs 16.18 crore against Rs 8.38 crore in H1 financial year '26, which is growth of 93.19%. PAT margin was 8 0.12%. Regarding subsidiaries performance, now a brief update on each subsidiary. The first one is Atta Frank Metal.

Revenue for the quarter was Rs 64.23 crore. Our new aluminium extrusion line with installed capacity of about 2,000 metric tons per annum was fully utilized in the quarter. 2,500 tons billets used to make extrusion. We are installing an additional aluminum extrusion line of 3,600 metric tons per annum. It's a 6-inch line we import, uh, from China, this machine, and it's an automatic machine which we expect to commission in Q4, uh, financial '27. At Nupur Extrusion, revenue was Rs 13.48 crore with capacity utilization of 51-50%.

We currently produce about 200 tons a month on our 5-inch press. Our second automatic 4-inch press is under, uh, installation. When it is commissioned in Q1, initially '28, it will add 150 tons a month and take our total capacity to about 350 to 400 tons a month. The third one is the Tykod. At Tykod Auto Track, the revenue was Rs 15.83 crore. Capacity utilization improved to 30% from 10% in Q1 as we begin executing new orders from Sundaram and Tata. Please note that Tykod, acquired on 4th September 2025, contributed for the full quarter this year against one month in Q2 financial '26.

Now, uh, expansion. Our LFP battery recycling plant. Let me now turn to what we see as our next big growth driver, the battery recycling plant at Sampla in Haryana. We are building a 6,000 metric ton per annum plant to recycle lithium iron phosphate or LFP battery. LFP batteries are widely used in electric vehicles and in energy storage. As the adoption of LFP battery increase, the development of organized recycling infrastructure will become increasingly important to ensure efficient recovery and reuse of valuable materials.

Our plant will use hydrometallurgy, which in simple terms means using a chemical process rather than burning to recover the valuable critical materials from used batteries. These include lithium-bearing material, iron phosphate, graphite, copper, aluminium, and byproduct of sodium sulphate. To give a sense of the value involved, the black mass we recover from used LFP batteries contains roughly 3.5% to 4% of lithium. The lithium carbonate currently sells at around, uh, Rs 1,800 to Rs 2,200 per kg. The plant is being developed directly under Nupur Recyclers Limited, ensuring that the revenue and profitability generated by this business will accrue entirely to the listed entity and its shareholders.

The investment is about Rs 50 to Rs 70 crore. And is being funded entirely through internal accruals. Construction is underway on a 5-acre land parcel with a covered area of about 135,000 square feet, and we are on track to commission the plant in Q4 financial '27. As more EVs come on the road and the battery waste rules become stricter, We believe this business can earn meaningfully higher margins than our existing metal scrap business. A word on why this business has a long runway.

Recycled aluminium needs about 95% less energy than primary metal, according to the International Aluminium Institute.

That cost and carbon advantage is why more of our customer-want recycled input, and our products go into automotive and EV components, solar mounting structures, and construction profiles, which are among the fastest growing parts of the Indian company. Against that drawback, we see 3 clear levers for growth. The first is operating leverage. Several of our plants are still not running at full capacity. As utilization rises, we can produce and sell more from the same fixed cost base, and that should improve our margins.

The second is new capacity. The additional capacity of Nupur Extrusion and the Frank Metal and the LSP plant together add meaningful volumes over the next few quarters. They also move over fixed, uh, they also move over units further towards higher value products. The third is in organic growth. We are evaluating opportunities and strengthen our position in recycling and in value-added products. We will be selective and will pursue an opportunity only where the strategy fit and the valuation makes sense.

We will update the market as and when anything materializes. Across all 3, we will remain disciplined in how we allocate capital, fund our growth largely from our own accruals, and keep our balance sheets strong. With that, I thank all for your time and your continued confidence in Nupur Recyclers. I will now hand the call back to the moderator to open the floor for questions. Thank you everyone.

Questions & Answers

Operator
Thank you very much. We will now begin the question and answer session. Anyone who wishes to ask a question may press star and 1 on the touchtone telephone. If you wish to remove yourself from the question queue, you may press star and 2. Participants are requested to use handsets while asking a question. Ladies and gentlemen, we will wait for a moment while the question queue assembles. The first question comes from the line of Vineet from Toro Wealth Managers. Please go ahead.

Vineet - Analyst, Toro Wealth Managers
Hi sir, a very good afternoon and, uh, congratulations for a good set of numbers. Um, so my question is with respect to the recent notification from the government side about banning the exports of black mass. So I just wanted to understand, based on the past understanding of the business as well, that you have a certain technology by which you can treat this black mass. So how does this notification, um, affects the entire industry and probably what's our position With respect to other companies engaged in this work?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So yes, a few days back the government gave a notification for the export ban on export of black mass. So for us is a good because either Uh, we will get black mass at the lower prices from the market. Those who are, you know, opening the battery, um, in their factories and their plants and selling black mass in the market. So this is one thing. And the second thing, uh, maybe the battery prices will fall down from this level because there is no other facility where they can process this LFP battery black mass.

So we have the hydrometallurgy process in our own system. So I feel that it's good for our company in that case.

Vineet - Analyst, Toro Wealth Managers
Mr. Dancer, can you please elaborate on how the technology difference that you have, uh, how does it, uh, I mean, get it- get you to a beneficial position as compared to the peers?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So as far as I know, that we have the only one who have this technology, uh, for the LFP battery, uh, black mass processing in through hydrometallurgy. So maybe in future, uh, the people will come, then we have to be, uh, the, you know, peer competition with our, our competitors who process this black mass. Right now we feel that we are the single one, uh, who will be available to process this black mass.

Vineet - Analyst, Toro Wealth Managers
Understood. So, uh, just concluding on my understanding, you mean to say that other players who do not possess this technology were selling this, uh, black mass, uh, either, either exporting or either selling to some other players, whereas you had the technology to process it certain thing which you could say which you were selling I guess right

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes sir [Foreign Speech] we have that technology also in our hand pilot pilot plant we already run it so [Foreign Speech]

Vineet - Analyst, Toro Wealth Managers
Understood, sir. Okay, sir, that's it from my side. Thank you so much. Thank

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
You, dear. Thank you, thank you, thank you.

Operator
The next question comes from the line of CA Gravit Goyal from Serene Arispa. Please go ahead.

Gravit Goyal - Analyst, Serene Arispa
Hi, uh, thanks for the opportunity and congrats for a good set of numbers. Uh, my first question is, uh, on, on the existing infra apart from a lithium-ion battery plant. What can be the peak revenue that we can reach from from that infrastructure, and how fast are you seeing that ramping up? Can we do that ramp up in this financial year itself?

Unidentified Speaker - Unidentified Speaker, Nupur Recyclers Limited
Hello,

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Sir. Can you please pardon me one more time? Your question?

Gravit Goyal - Analyst, Serene Arispa
Yes, sir. Actually, my question is. [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] the existing plant we can go up to 1000 plus crores of top line and for the LSP

battery recycling plant [Foreign Speech] Enam plant, so we can go up to 200 crores of topline with this LFP

Gravit Goyal - Analyst, Serene Arispa
Plant. so 1000 crores is it the correct number? Because in your PPT itself you have mentioned about 73 percent utilization. [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] Rank metal is running with about 20 crore rupees per month and it will go up to 40 crore rupees per month. so and this LFE plant itself will give us 200 crore rupees and we have another Nupur Extrusion it will also go up to 200 crore rupees. so 1000 crores is not a big matter for us on the same infrastructure.

Gravit Goyal - Analyst, Serene Arispa
Okay, so, uh, how the top line will be looking like for this financial year? Because what I understand is H2 will be better than H1, right?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So

Gravit Goyal - Analyst, Serene Arispa
What will be your top line target for this year, sir?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So we are expecting about, uh, 400 plus of, uh, top line this year, uh, plus minus of 5%, not more.

Gravit Goyal - Analyst, Serene Arispa
Okay, okay, understood. And, uh, secondly, you mentioned you are the only player with the technology, uh, for, for this, uh, uh, carbon black processing- sorry, uh, black mass processing, right? Uh, yeah, I think there is one company, Recycle Karo. They are also claiming that they are having this technology. How we should look at that?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So I don't know what they are exactly doing. Either they are opening a battery and selling the aluminum, copper, and other metals. But as far as I know, in the market that we have the only one who have a technology to, uh, hydrometallurgy technology that to extract lithium, iron phosphate, graphite, and sodium, um, all these metals from the black mass.

Gravit Goyal - Analyst, Serene Arispa
Got it. And, uh, just last question, uh, is it any specific reason that this LSP plant is getting delayed? Because earlier we were speaking about Q3, now we are pushing back to Q4.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yeah, yeah, yeah. So sometimes So we are in the process to installing the capacity, and there is some boilers, uh, big, you know, these tanks and other machines. So we are trying our best to run this in Q4.

Gravit Goyal - Analyst, Serene Arispa
Okay, okay, thank

Anirudh Sharma - Analyst, Icahn Investments
You. I'll come back to you. Okay, okay, thank you.

Operator
Thank you. The next question comes from the line of Vedant Sata from Nirval Bank Securities Private Limited. Please go ahead.

Anirudh Sharma - Analyst, Icahn Investments
I'm audible? Yes, sir. Sir, so on thousand crore kind of top line, what kind of EBITDA margin you are looking for?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Sir, [Foreign Speech] Yes.

Vedant Sata - Analyst, Nirval Bank Securities Private Limited
[Foreign Speech] sir?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes, yes, please welcome.

Vedant Sata - Analyst, Nirval Bank Securities Private Limited
So I was asking, but you're talking Rs 1,000 crore kind of top line from the existing infrastructure in coming year. So what kind of EBITDA margin we can expect?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
We run our business on the basis of 7 to 10% of the PAT margin business, right? Profits. So Yeah, yeah, so, and we are mostly debt-free company, so maybe there is some depreciation and other things we have to less. There is no such financial cost on our business, so it should be about, um, 7 to 8%, you can say, that margin.

Vedant Sata - Analyst, Nirval Bank Securities Private Limited
And what kind of ROC we are looking at from our whole infrastructure?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So return on capital the last was [Foreign Speech] return just just sum it please I will, I will give you, uh, uh, I will give you this answer by 1 to 1 if you want because I don't have right now earning per share.

Anirudh Sharma - Analyst, Icahn Investments
Uh, okay. Yeah,

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
What was the last one? Just a minute, what was the last one?

Unidentified Speaker - Unidentified Speaker, Nupur Recyclers Limited
1.1.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Quarterly 1.12 on quarter basis okay okay so EPS is 1.12 on quarter basis so I will back to you on it by one to one okay

Vedant Sata - Analyst, Nirval Bank Securities Private Limited
Okay sir and the last question is like by by FY 29 we will be very easily able to do thousand crore kind of revenue with our

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes all Hopefully we will get the target of achieve that this target of Rs 1,000 crores in financial year '29.

Vedant Sata - Analyst, Nirval Bank Securities Private Limited
Okay, thank you so much.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Okay, dear, thank you.

Operator
Thank you. The next question comes from the line of Vansh from Serene Alpha. Please go ahead.

Vansh - Analyst, Serene Alpha
Thanks for the opportunity, sir. So my first question is, uh, hello, I'm audio.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes, please welcome.

Vansh - Analyst, Serene Alpha
Yes, yes, sir. So my first question is on the, uh, revenue side. So we did 190 crores of revenue in H1, right? And H2 will be better for our company, right?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So

Vansh - Analyst, Serene Alpha
Why we are conservative on guidance? We are looking for 400 crores for the full year. Why we are conservative on this?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So as you know that the metal scrap business is mostly of commodity, so, uh, we, uh, we are looking, uh, these numbers are conservative side. Maybe we can go up by this, but the 400 crores is the real target, uh, what we will achieve on easily. So we always work on conservative.

Vansh - Analyst, Serene Alpha
Okay, okay, sir. Answer my next question is on the- my next question is on the LSP plant that we are coming up with. So, uh, I would like to understand, where are we exactly, uh, want to position our company? In the value chain. So are we end-to-end recycling? Are we on end-to-end recycling model from battery collection to recovery of materials, or are we on some part of the value chain?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
No, we are not the part of the value chain, but we will buy the battery or import battery from overseas and buy from the domestic also to get the ERP from the companies who are manufacturing the LFP battery in India. This is one. Second one is we extract aluminium, copper, then it will use in our own other subsidiaries company. And for the hydrometallurgy process, we can sell lithium iron

phosphate, graphite, sodium nitride, and sodium sulfide. These all in the domestic market itself. So we, we will create a value chain for our backward and forward integration for this company also.

Vansh - Analyst, Serene Alpha
Okay, so sir, for this, uh, do we have the required registrations or, uh, the licenses that for the new LSP recycling plant, or are we getting the process of this?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes, yes, yes, we need, uh, CT, CTO, MOEF, hazardous waste, and all these things. So CT we already have, and the rest, once the machine installed, we can go for the hazardous waste. MUF and CTO. So one by one we can get these all license.

Vansh - Analyst, Serene Alpha
So how much expected time that it will take for us to get this

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
License? We'll get for the import purpose, we can get 3 to 6 months. The rest we will get in Q4 definitely.

Vansh - Analyst, Serene Alpha
So by Q4 are we able to start our plant? Yes, yes,

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes, yes. We will start our plant itself in December end to open the batteries and, you know, extract the black mass from it. And the hydrometallurgy plant we can start in Q4.

Vansh - Analyst, Serene Alpha
Okay, okay, thanks, thanks,

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Thanks,

Operator
Thank you. The next question comes from the line of Anirudh Sharma from Icahn Investments. Please go ahead.

Anirudh Sharma - Analyst, Icahn Investments
Good afternoon, sir. Am I audible? Yes. Yeah, so I had a couple of questions. So as the subsidiaries grow, which part of the business do you expect to earn most of the profit, and will that change how the market values the company?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So, um, as far as subsidiaries, our Frank Metal is going, doing well. We can get more revenue from the fund metal. And the second one, we have the Tyco Auto, uh, we can get more revenue by the year of end from this company also.

Anirudh Sharma - Analyst, Icahn Investments
Uh, okay sir, okay. And so where do you see the real competitive advantage? Is it the sourcing relationships or is it processing or customer approvals? And Do you think your competitors can copy any of it?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So yes, because we are in this business from the last 3 decades, so we have a good sourcing, we have a good connection in overseas market. So sourcing is not a big problem for us, and we definitely, we will get some reasonable price material from all the overseas market for our import. And, uh, for regarding for the competition, and, uh, so there is a, there is an open market for everyone. So as far as, uh, for the metal scrap business, a lot of the companies are doing same like us, but we are different that some of the margin is coming from the import and rest we have sorting and manufacturing of billets, ingots, and again forward integration.

We can, we are getting big margins. For the automobile sector also.

Anirudh Sharma - Analyst, Icahn Investments
Okay, sir. Understood, understood. So that is from my side. Thank you for your presentation. Thank

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
You. Thank you. Thank you.

Operator
Thank you. The next question comes from the line of Rane Patel from Shah Family Office. Please go ahead.

Rane Patel - Analyst, Shah Family Office
Good afternoon. Thank you for the opportunity and thank you for a detailed opening remarks, sir. I have two questions. My first question is regarding our Sampla LFP battery recycling facility. Sir, what is the latest progress on that, like regarding the expected commissioning timeline? Are we on track?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, we are on track. All machines, tanks are already ordered and the commissioning will start by the end of this month. Uh, 1,35,000 square feet out of 60,000 square feet, um, shed already completed and the rest are going on. And, uh, hopefully we will start, uh, battery cutting and opening process by end of December, and for the hydrometallurgy, we will start by, uh, Q4. So we are on our track, so that's not a big, uh, matter for us.

Rane Patel - Analyst, Shah Family Office
Okay, that is wonderful, sir. And so the second question is regarding, since there have been geopolitical tensions and there have been shipping disruptions, so, uh, has it like impacted our raw material procurement, our delivery timelines, and how is the company ensuring uninterrupted supplies if that is the case?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So there is, because we are importing from all over the world, from US, Canada, Mexico, Europe, Middle East, Far East Asia, and some discrepancy in Middle East, but there is a little bit delay on the vessels, but we are getting our material from the European and other countries. So we never feel that we don't have material in our yard or factories. So it's running well. That's not a big issue, feeling like as you told.

Rane Patel - Analyst, Shah Family Office
Okay, sir. That's that's it from my end. Thank you so much and all the best. Great,

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Great, great. Thank you.

Operator
Thank you. The next question is from the line of Ishika Garg from DJ Investment. Please go ahead.

Ishika Garg - Analyst, DJ Investment
Hello, sir. So my question is regarding LFP battery plant that we are having. Earlier you mentioned we will also be having pyro in this plant. So If you could highlight why aren't we going with pyro and hydro and just hydro?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
No, we are going with pyro and hydro both. So the LFP battery recycling is in 2 parts. One is have to cut the battery to get the aluminum, copper, brass, and the plastic from it. This is one process. And the second process is the black mass to- from the black mass to have to recover lithium iron phosphate, graphite, and other critical metals. So there is 2 process as earlier I told, um, in September. So we are following the both pyro and hydro.

Ishika Garg - Analyst, DJ Investment
Okay, sir. And also, like, if this- like, from the economics of the plant, I can get that the plant has good revenue, good margins, and margins better than our earlier businesses. So why aren't we just focusing on this business, LSP business, and come up with a huge capacity rather than 6,000 tons?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yeah, so once, uh, once we will commission this plant and, uh, will run for 6 months or a year, then we can- we will expand the capacity of this plant also because we have the other spaces or other land bank also. So that's not an issue for us. And for our bread and butter, we, we are more focused on our recycling business. So for the recycling business, we will continue, uh, with the other expansion also. And once the LFP battery recycling plant starts, then after 6 months or 1 year, we can expand our capacity also.

Ishika Garg - Analyst, DJ Investment
Like, if you can give an idea, how much can we take this 6,000-ton capacity to?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So I feel that the next year, maybe in, uh, Q1 of, uh, '27-'28, or maybe Q2 maximum.

Ishika Garg - Analyst, DJ Investment
And when can we expect the full utilization of this 6,000-ton plant?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So in Q2, hopefully we can utilize this 6,000 metric ton per annum plant. So it's about, um, uh, you know, uh, I think that 12 tons or 13 tons per day. Uh, is, uh, or 15 tons per day, uh, you know, cutting and using our hydrometallurgy to recycle the batteries.

Ishika Garg - Analyst, DJ Investment
And sir, if you could give a breakdown of this 50 to 70 crore capex that we are doing.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So yeah, so it's about, um, about, uh, 10 to 15 crores is for the land, and again 20-25 crores for the construction of the building and the rest of the machineries. And twenty to twenty five crores we put for the operational OPEX also to purchase the battery and other things.

Ishika Garg - Analyst, DJ Investment
Twenty five crore for OPEX.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes, yes.

Ishika Garg - Analyst, DJ Investment
Yes. And sir, one question regarding our tank metal business. So there are current current run rate is twenty five crore a month. So while we only did 116 crore in Q1, so how much will be able to do it in the year?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
In the Frank Metal or in the total concern?

Ishika Garg - Analyst, DJ Investment
In the Frank Metal business.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So, uh, Frank Metal from the last 3 months it's running on 20 crore rupees per month of top line. So hopefully we will get, uh, for the next 6 months maybe 100 and 120 crore rupees of top line in Frank Metal. So the- because we are Nupur Recyclers selling some material to Frank Metal, Frank Metal again selling the material to Tykod or Nupur Extrusion. So there is a business chain and every company is earning their own profit. So that's why the- this is only of 400 crores. Even Frank Metal is doing itself by 150 to 200 crores.

Ishika Garg - Analyst, DJ Investment
Okay, and sir, just last question regarding our lead acquisition. You said the MOU you were working on, so if you could give some highlight on that.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
No, I never said that we have a- we did the MOU for the lead company. We are in talk with a few of guys for the acquisition, and we are looking to acquire, uh, the other companies also for organic and inorganic So hopefully we are- once we get, I will back to you on it.

Ishika Garg - Analyst, DJ Investment
Like, if you could highlight when- I'm

Operator
Sorry to interrupt, ma'am. We may request that you return to the question queue for follow-up questions as there are several participants waiting for their turn. The next question comes from the line of Divyanshu Agrawal, an individual investor. Please go ahead.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] sir [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
Rajiv [Foreign Speech] first of all I want to congratulate you on your quarter two numbers

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Thank you and

Divyanshu Agrawal - Individual Investor, Individual Investor
I have few questions Rajiv [Foreign Speech] 1000 crore [Foreign Speech] topline [Foreign Speech] an anticipation [Foreign Speech] on the current cap

Anirudh Sharma - Analyst, Icahn Investments
[Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
[Foreign Speech] total topline [Foreign Speech]

Anirudh Sharma - Analyst, Icahn Investments
[Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
[Foreign Speech] LST battery [Foreign Speech] LST [Foreign Speech] debt is apart separate from this

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So next year we are looking for 700 to 800 crore rupees topline and we are approaching for one fifty crores to two hundred crores for the financial year twenty seven twenty eight for from the LFP plant

Divyanshu Agrawal - Individual Investor, Individual Investor
Okay sir sir [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Sir [Foreign Speech] sir [Foreign Speech] yes yes so [Foreign Speech] sir [Foreign Speech] sixty rupees [Foreign Speech] for the hydrometallurgy and cutting of battery and other process [Foreign Speech] one sixty [Foreign Speech] it's very is [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
Okay [Foreign Speech] 6000 metric ton [Foreign Speech] six months to one year [Foreign Speech] optimally utilise [Foreign Speech] further expansion [Foreign Speech] yes

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] yes [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
Okay sir [Foreign Speech] market [Foreign Speech] sir [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] sir sir market [Foreign Speech] last year 1 lakh 55 thousand ton battery [Foreign Speech] 5 lakh plus ton [Foreign Speech] battery [Foreign Speech] nickel [Foreign Speech] Haban [Foreign Speech] 1 percent of the market [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
[Foreign Speech] sir [Foreign Speech] sir [Foreign Speech] work [Foreign Speech] next year [Foreign Speech] business verticals [Foreign Speech] the most profitable will be LST batteries on anticipation [Foreign Speech] LST [Foreign Speech] plant [Foreign Speech] profitable [Foreign Speech] blend [Foreign Speech] gross margin on [Foreign Speech] 7 to 10 percent [Foreign Speech] next year [Foreign Speech] focus [Foreign Speech] topline [Foreign Speech] double [Foreign Speech] target [Foreign Speech] LFT [Foreign Speech] commercial production [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
[Foreign Speech] blended margin [Foreign Speech] EBITDA [Foreign Speech] PAT [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
About [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
Next year

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Next year

Divyanshu Agrawal - Individual Investor, Individual Investor
Okay so fat margin so that will that roughly around ten percent [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Percent [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
Okay okay great [Foreign Speech] last question [Foreign Speech] Tycord [Foreign Speech] Tycord [Foreign Speech] Tycord [Foreign Speech] next year [Foreign Speech] top line [Foreign Speech] anticipate [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Sir next year [Foreign Speech] top line Tycord [Foreign Speech] about about 12 March [Foreign Speech] 150 crore plus [Foreign Speech] top line sir [Foreign Speech] 10 percent [Foreign Speech] margin [Foreign Speech] PBT margin [Foreign Speech] I feel I feel [Foreign Speech] tentative 10 [Foreign Speech] 12 crore rupees [Foreign Speech]

Divyanshu Agrawal - Individual Investor, Individual Investor
[Foreign Speech] supply [Foreign Speech] date is to Tata [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
No sir via via Tata [Foreign Speech] main [Foreign Speech] Tata Ace [Foreign Speech] supply [Foreign Speech] Sundaram [Foreign Speech] again Sundaram pattern [Foreign Speech] supply [Foreign Speech] Motors [Foreign Speech] seven dies [Foreign Speech] already one year [Foreign Speech] six times [Foreign Speech] with a profitable profitable venture so this year targeting more one by one [Foreign Speech] we feel that by March we can go up to ten to twelve crore rupees of

top line

Divyanshu Agrawal - Individual Investor, Individual Investor
Very much sir thank you sir and all the best thank you thank you

Operator
Th Please go ahead.

Unidentified Participant - Analyst
Thank you for the opportunity, sir. I have just one question. So if you could help me with the input- what is the percentage of input material which was lost during the recycling and processing stage, and what steps is company taking to minimize the losses and to improve the recovery rates?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So we are sitting on 98% of the total import. Uh, we will not buy domestic material, and, uh, we are sitting 98% of our Nupur Recyclers and fine metal

Unidentified Speaker - Unidentified Speaker, Nupur Recyclers Limited
On basis

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Of the import only. And what is your next question?

Unidentified Participant - Analyst
Uh, so what step is the- are you taking to minimize the losses and to improve the recovery rates?

Anirudh Sharma - Analyst, Icahn Investments
So why is the losses? I can't understand

Unidentified Participant - Analyst
Your point. So there might be some losses during the recycling and the processing stage. So how do you minimize this coming forward and how do you improve this thing?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
No, but we are already a profitable venture, so there is no losses in the, in the recycling and other things. So sometimes, because we, because we are in the sea, we are in the commodity market, and the LME goes up and down and the prices are fluctuating. But we have that margin because we already have the subsidiaries and the other, uh, forward integration in our subsidiaries. So, uh, there is a, there is a small, you know, price variation, we will recover it on the quarter basis. That's not a big problem for us.

Unidentified Participant - Analyst
Got it, got it. That was helpful. Yeah, yeah, yeah.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Thank you, thank you, thank you, thank you.

Operator
Thank you. The next question comes from the line of Jigar, an individual investor. Please go ahead.

Jigar - Individual Investor, Individual Investor
Yeah, hi sir, uh, thank you for taking my question and congratulations sir. Thank

Jignesh Patel - Analyst, North Star Investments
You, thank you, thank you.

Jigar - Individual Investor, Individual Investor
Uh, sir, uh, two questions. [Foreign Speech] starting from May next year especially on aluminium [Foreign Speech] from Europe EU [Foreign Speech]

Anirudh Sharma - Analyst, Icahn Investments
[Foreign Speech]

Jigar - Individual Investor, Individual Investor
[Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] we have the this market also open for it second one is Middle East [Foreign Speech] so it's very easy to manage from the Middle East to Far East Asia Taiwan [Foreign Speech] Thailand [Foreign Speech] and from the U.S. Also so still not looking on it [Foreign Speech] we have the other countries also and [Foreign Speech] and everyone have to go in winning situation [Foreign Speech] our supplier and we both market [Foreign Speech]

Jigar - Individual Investor, Individual Investor
Understood sir [Foreign Speech] top line inclusive of the lithium plant [Foreign Speech] how much will be Frank how much will be Nupur extrusion how much will be standalone [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] Okay. From from our other companies [Foreign Speech] One fifty [Foreign Speech] One fifty [Foreign Speech] plant

Unidentified Speaker - Unidentified Speaker, Nupur Recyclers Limited
Standalone

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] 150

Jigar - Individual Investor, Individual Investor
Understood sir [Foreign Speech] yes yes

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes LFP plant stabilize [Foreign Speech] we can achieve a target of eight hundred codes easily

Jigar - Individual Investor, Individual Investor
Okay okay and sir [Foreign Speech] tie cord one fifty [Foreign Speech] this is full not the fifty one percent stake [Foreign Speech] this is old tie cord [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Tycoon [Foreign Speech] because once you have a subsidiary of 51 percent you are getting the total topline in your consol business right [Foreign Speech]

Jigar - Individual Investor, Individual Investor
Understood understood

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
And sir

Jigar - Individual Investor, Individual Investor
Last [Foreign Speech] sir

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] sir [Foreign Speech] deva due to depreciation [Foreign Speech]

Jigar - Individual Investor, Individual Investor
[Foreign Speech] because

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] 7 8 7 8 crore [Foreign Speech] and GTI [Foreign Speech]

Jigar - Individual Investor, Individual Investor
Thank you so much. Thank you.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Thank you, dear. Thank you.

Operator
Thank you. The next question comes from the line of Manan Dalal from Dalal Family Office. Please go ahead.

Manan Dalal - Analyst, Dalal Family Office
Hello.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, Manan ji.

Manan Dalal - Analyst, Dalal Family Office
Sir, am I audible?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes, yes. Please.

Manan Dalal - Analyst, Dalal Family Office
Yes, sir. So my first question is regarding Uh, like how does company, you know, differentiate between the subsidiaries and the group companies regarding the transaction and the disclosure of the intercompany transactions happening?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
So we already informed to the SEBI and the NSE for that. We have all the related parties because our model is that the Nupur Recyclers have a good, um, you know, capacity and capability to import from the overseas so [Foreign Speech] and [Foreign Speech] powered integration for the looking

Manan Dalal - Analyst, Dalal Family Office
Okay [Foreign Speech] regarding like how does management [Foreign Speech]

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] we have already regarding the EPR EPR is only [Foreign Speech] definitely we will definitely definitely get the EPR from the other company and [Foreign Speech] so once we started and get the money in our system [Foreign Speech] okay

Manan Dalal - Analyst, Dalal Family Office
Sir and sir third question is regarding like are we expecting some fundraise in future sometime

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
No no we we are doing from our internal accruals and whatever we earn in air we put in our subsidiaries and for acquiring the other companies [Foreign Speech] and company have a sufficient fund to deploy it for the other subsidiaries construct

Manan Dalal - Analyst, Dalal Family Office
Okay, okay. Thank you so much, sir.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Great. Thank you, thank you,

Operator
Thank you. The next question comes from the line of Jignesh Patel from North Star Investments. Please go ahead.

Jignesh Patel - Analyst, North Star Investments
Uh, hello, am I audible?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Yes, yes.

Jignesh Patel - Analyst, North Star Investments
Hi, sir, and congratulations on a good set of numbers, and thank you for the opportunity. I had just 2 questions in my mind. So

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
First of

Jignesh Patel - Analyst, North Star Investments
All, [Foreign Speech] is mainly driven from manufacturing operations and your traditional scrap business trading

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] scrap business [Foreign Speech] trading [Foreign Speech] mostly polvert integration [Foreign Speech] ferrous metal and others [Foreign Speech]

Jignesh Patel - Analyst, North Star Investments
Sorry, what is your target for the next three to five years? Mix [Foreign Speech] percent [Foreign Speech] sir?

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
[Foreign Speech] margin [Foreign Speech] margin [Foreign Speech] time [Foreign Speech] vision [Foreign Speech] but [Foreign Speech] definitely for organic and inorganic growth [Foreign Speech] business [Foreign Speech] and try [Foreign Speech] maximum [Foreign Speech] maximum numbers top line [Foreign Speech] bottom line [Foreign Speech] achieve [Foreign Speech] not only a top line [Foreign Speech] profit [Foreign Speech] shareholders [Foreign Speech] economy [Foreign Speech] benefit [Foreign Speech]

Jignesh Patel - Analyst, North Star Investments
OK OK OK [Foreign Speech] on that end sir annually sir the next again 3 to 5 years sir which your

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Business vertical will receive the most highest investments from [Foreign Speech] ferrous metal [Foreign Speech] this is highest from overseas

Anirudh Sharma - Analyst, Icahn Investments
[Foreign Speech]

Jignesh Patel - Analyst, North Star Investments
OK OK OK OK sir that that it thank

Operator
I now hand over to Mr. Rajesh Gupta from Nupur Recyclers Limited for closing comments. Over to you, sir.

Rajesh Gupta - Chairman & Managing Director, Nupur Recyclers Limited
Thank you, thank you all for joining us today. Q2 was the strongest quarter in our history, and we remain focused on our 3 priorities: higher utilization, new capacity at Tykod, Nupur Extrusion, and Frank Metals, and commissioning our LFP recycling plant by Q4. Uh, financial year '27. For any further queries, please connect with our investor relations advisor at Factor PR. Thank you, thank you everyone for joining this meeting. Thank you, Factor. Thank

Operator
You. On behalf of Nupur Recyclers Limited, that concludes this conference. Thank you for joining us, and you may now disconnect your lines.

Anand Venugopal - Investor Relations, Adfactors PR
Okay, great. Bye.