

IPO returns mixed as 50% trade below issue price

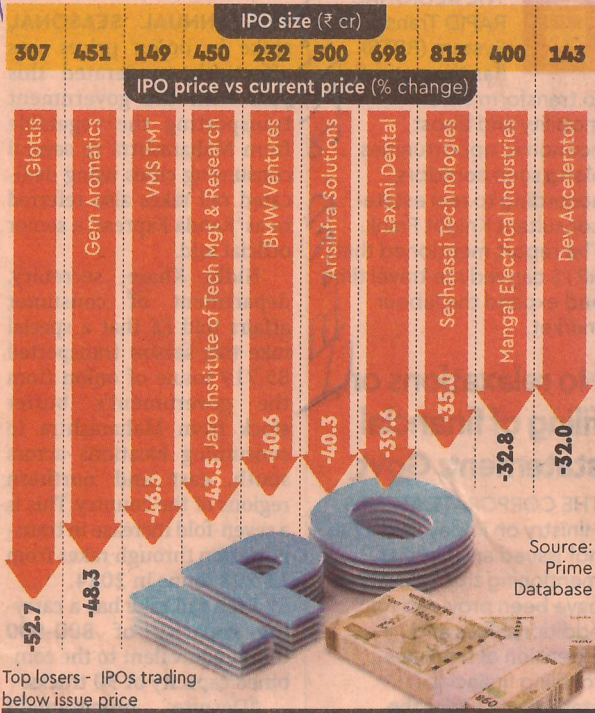
KISHOR KADAM
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IT'S BEEN A bumper year for initial public offers (IPO) with close to ₹2 lakh crore having been raised. While promoters and private equity players have cashed out at lofty valuations, many investors have made big listing gains.

However, not all companies have been able to sustain the valuations that they achieved in the initial days of trading. In fact, nearly half or 48 of the 102 companies that made their debuts on the stock exchanges this year are currently trading below their IPO price, according to data from Prime Database.

In some cases more, the stocks have lost as much as 50% of their value. At the same time, among the nine stocks which debuted with negative returns or listed at prices in line with the IPO price, some have performed well thereafter, delivering returns of as much as 54%.

₹1 AMOUNT RAISED NEARLY ₹2L CR



Top losers - IPOs trading below issue price

Source:
Prime
Database