

## Rama Steel Tubes Limited Completes Full Utilization of Rs 87.50 Crore Private Placement Funds

### Overview

Rama Steel Tubes Limited has fully utilized Rs 87.50 crore raised through private placement for business expansion, with Brickwork Ratings confirming complete fund deployment in its final monitoring report for Q3 FY26. The company originally targeted Rs 177.30 crore but received the reduced amount due to non-participation by some investors, with all proceeds successfully used for acquisition-based business expansion as planned.



[Rama Steel Tubes](#) Limited has completed the full utilization of Rs 87.50 crore raised through its private placement of equity shares, according to the final monitoring agency report submitted by Brickwork Ratings for the quarter ended December 31, 2025. The report confirms that the steel pipes and tubes manufacturer has deployed the entire proceeds for its stated objective of business expansion.

### Fund Utilization Details

The monitoring agency report reveals that Rama Steel Tubes has utilized Rs 88.13 crore during the quarter for supporting business expansion through acquisition of business entities in India or abroad. The company also utilized an additional Rs 0.48 crore towards reimbursement of issue-related expenses, which was earned through interest on fixed deposits of the issue proceeds.

Parameter	Details
Total Amount Raised	Rs 87.50 crore
Amount Utilized During Quarter	Rs 88.13 crore
Additional Utilization	Rs 0.48 crore (from interest earnings)
Unutilized Amount	Nil

### Private Placement Issue Details

The private placement issue was conducted from September 8, 2025, to September 22, 2025, with equity shares priced at Rs 11.25 per share. Originally, the company had planned to raise Rs 177.30 crore through the allotment of 157.60 million equity shares. However, the final amount received stood at Rs 87.50 crore due to non-receipt of funds from two investor funds within the stipulated period prescribed under the preferential issue process.

Issue Parameters	Details
Issue Period	September 8, 2025 to September 22, 2025
Share Price	Rs 11.25 per share
Total Shares	157.60 million
Original Target	Rs 177.30 crore
Amount Received	Rs 87.50 crore

### Company Background and Compliance

Rama Steel Tubes Limited operates in the manufacturing sector, specializing in steel pipes, tubes, and galvanized iron pipes. The company's promoters include Naresh Kumar Bansal, Kumud Bansal, Richi Bansal, Krati Bansal, Nikhil Naresh Bansal, and Kanika Bansal. The monitoring report confirms that the company has obtained all necessary government and statutory approvals related to the fund utilization objectives.

### Monitoring Agency Assessment

Brickwork Ratings, serving as the monitoring agency under SEBI ICDR Regulations, reported no deviations from the disclosed objects of the issue. The report indicates that there were no material deviations observed, and all utilization was in accordance with the disclosures made in the offer document. The company's Chief Financial Officer, Mr. Rajeev Kumar Agarwal, confirmed through email dated February 11, 2026, that no further funds will be raised under this issue.

### Final Status

With the complete utilization of the raised funds, this marks the conclusion of the private placement monitoring process. The company successfully deployed the proceeds for its intended purpose of business expansion, with no unutilized amounts remaining as of December 31, 2025. The monitoring agency has submitted its second and final report, confirming the successful completion of fund deployment as per the stated objectives.

### Historical Stock Returns for Rama Steel Tubes

1 Day	5 Days	1 Month	6 Months	1 Year	5 Years
-1.89%	-6.42%	-16.59%	-30.90%	-34.50%	+614.71%