

Rush for quick gains sparks retail investors' stampede in IPO Street

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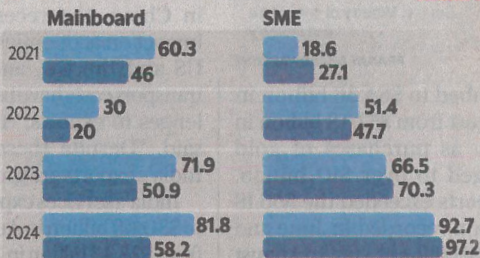
The frenzy surrounding initial public offerings (IPOs) has reached fever pitch, with retail investors lining up in droves for the new opportunities. These mom-and-pop investors, driven by the potential for quick profits, have been going berserk over new IPOs. The surge in demand has led to a massive spike in the number of applications for stocks, making it a challenge for many to secure allocations. While the beeline continues to get longer, the odds of securing an allocation have become slimmer. Strong IPO listings have fueled a surge in investor demand, but the euphoria often fades quickly as investors race to sell their shares and lock in profits.

Retail investors lining up for new offerings more than before

Share (%) of initial public offers receiving mega response, yearly

- Overall subscription >10 times
- Retail subscription >10 times

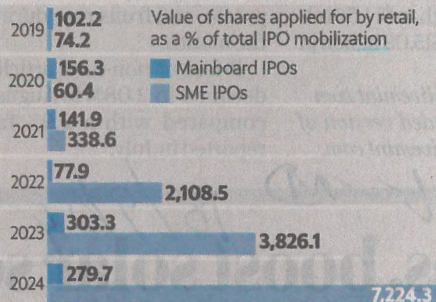
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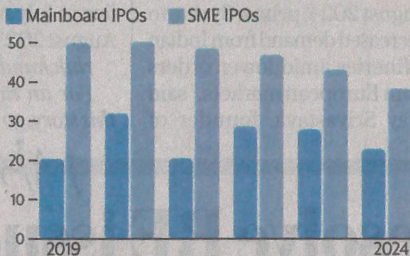
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Data for 2024 only for the ones whose relevant details are available so far.

While retail frenzy is rising, fewer are winning the jackpot



Total allocation to retail as a % total IPO mobilization



Latest data as on 16 September 2024.

Source: primedatabase.com, Mint analysis