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Bonus Alert: KPI Green Energy stock gains after approving second free share issue of 2024

KPI Green Energy is known for bonus issues and stock split. Its shares currently carry a face value of ₹5 each.



Shares of KPI Green Energy Ltd. gained as much as 2.5% on Monday, November 18, after the company approved its second bonus issue for the year.

KPI Green Energy's board approved the issue of one free share for every two shares held by the shareholders as of the record date. It made this announcement after market hours on Thursday, November 14.

The company will declare the record date for the bonus issue after seeking shareholder approval for the free issue of shares.

Earlier this year, the company had announced the issue of one bonus share for every two shares held by shareholders as well.

In 2023, the company had also issued one free share for every one share held by shareholders.

Along with the bonus issue of shares, KPI Green had also split one equity share which carried a face value of ₹10 each into two shares, which now carry a face value of ₹5 each earlier this year.

A bonus issue, or bonus share issue, involves a company issuing additional shares to existing shareholders using its accumulated reserves or profits.

Companies issue bonus shares primarily to make their stock more accessible to retail investors, particularly when the share price has significantly increased.

Shares of KPI Green Energy are trading 1.6% higher at ₹763. The stock has risen 61% so far in 2024.

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