



CIN: L67190WB1983PLC035658  
Corporate Office: 107, Sagar Avenue, Above Bata, SV Road,  
Andheri (West), Mumbai- 400058.  
Registered Office: M/s. Mangalam Housing Development  
Finance Limited, 24 & 26 Hemanta Basu Sarani, Kolkata-700001.  
EMAIL:INFO@SHRYDUS.COM | WEBSITE: WWW.SHRYDUS.COM

Date: 24/07/2024

To,  
Listing Compliance Department,  
BSE Limited,  
P. J. Towers, Dalal Street,  
Fort, Mumbai – 400001

Scrip Code: 511493  
Scrip Id: SHRYDUS

**SUB: Intimation under Regulation 30 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation 2015 for Submission of Right Issue Documents.**

**Dear Sir/Madam,**

With reference to the Regulation 30 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation 2015, we would like to submit the Right issue Documents.

Enclosed, you will find the copy of the Letter of Offer, Abridged Letter of Offer, CAF, Plain Paper Application and RE Letter for the Proposed Right issue of our company.

This is for your information and record.

Thanking you.

Yours faithfully,

**For Shrydus Industries Limited  
Formerly known as VCK Capital Market Services Limited**

---

**Shrey Premal Parekh  
Managing Director  
DIN: 08513653**



**LETTER OF OFFER**  
**July 08<sup>th</sup>, 2024**  
*For Eligible Equity Shareholders only*




**SHRYDUS INDUSTRIES LIMITED**

Our Company was originally incorporated as 'Hazari Trade and Holdings Limited' in Kolkata on January 10, 1983 as a public limited company under the Companies Act, 1956, and was granted the certificate of incorporation by the Registrar of Companies, West Bengal. Subsequently, the name of our Company was changed to 'VCK Capital Market Services Limited' and a fresh Certificate of Incorporation was granted by the Registrar of Companies, West Bengal on April 11, 1991. The name of the Company was changed again to 'Shrydus Industries Limited' and our Company received a fresh certificate of incorporation which was granted by the Registrar of Companies, West Bengal on May 17, 2023.

The Company was granted Merchant Banking Category I license by Securities and Exchange Board of India vide registration certificate dated April 28, 2005 issued by SEBI. The Company had subsequently discontinued the business of merchant banking activities and surrendered the Merchant Banking Registration Certificate. Our Company is primarily engaged in the business of trading in agricultural commodity products.

Further, the Company proposes to diversify its business activities into pharmaceutical industry and is in the process of acquiring entire shareholding and ownership of a Company viz Astra Lifecare (India) Private Limited which owns 100 % export oriented pharmaceutical manufacturing plant of tablets and capsules with over 400 products registered in its name which is situated in Gujarat region of India. Therefore, the Company proposes to enter into Pharma Industry through its wholly owned subsidiary Company.

**Corporate Identity Number:** L67190WB1983PLC035658  
**Registered Office:** M/s. Mangalam Housing Development Finance Limited, 24 & 26, Hemanta Basu Sarani,  
R.N. Mukherjee Road, Kolkata- 700 001, West Bengal  
**Corporate Office:** 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai,  
Mumbai, Maharashtra, India, 400058  
**Contact person:** Mr. Devang Doshi, Company Secretary and Compliance Officer  
**Telephone:** +91 9892710929 | **E-mail id:** Info@shrydus.com | **Website:** www.shrydus.com

|   |  |   |
|---|--|---|
| <b>PROMOTERS OF OUR COMPANY: MR. SHREY PREMAL PAREKH AND MR. VIJAY THAKORDAS CHAMPANERI</b>   |  |   |
| <b>FOR PRIVATE CIRCULATION TO THE ELIGIBLE EQUITY SHAREHOLDERS OF SHRYDUS INDUSTRIES LIMITED (OUR "COMPANY" OR THE "ISSUER") ONLY</b>   |  |   |
| <b>WE HEREBY CONFIRM THAT NONE OF OUR PROMOTERS OR DIRECTORS IS A WILFUL DEFAULTER OR A FRAUDULENT BORROWER AS ON DATE OF THIS LETTER OF OFFER</b>  |  |   |
| <p><b>ISSUE OF UP TO 2,00,08,810 FULLY PAID UP EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH OF OUR COMPANY (THE "EQUITY SHARES") FOR CASH AT A PRICE OF ₹ 18/- PER EQUITY SHARE (INCLUDING A PREMIUM OF ₹ 8/- PER EQUITY SHARE) AGGREGATING UPTO ₹3601.58 LAKHS* ON A RIGHTS BASIS TO THE ELIGIBLE EQUITY SHAREHOLDERS OF OUR COMPANY IN THE RATIO OF 5 (FIVE) EQUITY SHARE FOR EVERY 3 (THREE) FULLY PAID-UP EQUITY SHARES HELD BY THE ELIGIBLE EQUITY SHAREHOLDERS ON THE RECORD DATE, THAT IS JULY 19<sup>TH</sup> 2024 (THE "ISSUE"). THE ISSUE PRICE FOR THE RIGHTS EQUITY SHARES IS 1.8 TIMES THE FACE VALUE OF THE EQUITY SHARES. FOR FURTHER DETAILS, PLEASE REFER TO "TERMS OF THE ISSUE" BEGINNING ON PAGE 149 OF THIS LETTER OF OFFER.</b></p> <p><b>* Assuming full subscription.</b></p>                                       |  |   |
| <b>GENERAL RISKS</b>  |  |   |
| <p>Investment in equity and equity-related securities involve a degree of risk and investors should not invest any funds in the Issue unless they can afford to take the risk with such investment. Investors are advised to read the risk factors carefully before taking an investment decision in the Issue. For taking an investment decision, investors shall rely on their own examination of our Company and the Issue including the risks involved. The securities being offered in the Issue have not been recommended or approved by the Securities and Exchange Board of India ("SEBI") nor does SEBI guarantee the accuracy or adequacy of this Letter of offer. Specific attention of the investors is invited to "Risk Factors" beginning on page 19 of this Letter of offer before making an investment in this Issue.</p> |  |   |
| <b>ISSUER'S ABSOLUTE RESPONSIBILITY</b>   |  |   |
| <p>Our Company, having made all reasonable inquiries, accepts responsibility for and confirms that this Letter of offer contains all information with regard to our Company and the Issue, which is material in the context of the Issue, and that the information contained in this Letter of offer is true and correct in all material aspects and is not misleading in any material respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which makes this Letter of offer as a whole or any such information or the expression of any such opinions or intentions misleading in any material respects.</p>  |  |   |
| <b>LISTING</b>  |  |   |
| <p>The existing Equity Shares are listed on BSE Limited ("BSE") (hereinafter referred as "Stock Exchange"). Our Company has received 'in-principle' approvals from the BSE for listing the Rights Equity Shares to be allotted pursuant to this Issue vide letters dated JUNE 27<sup>th</sup>, 2024 Our Company will also make applications to the Stock Exchange to obtain their trading approvals for the Rights Entitlements as required under the SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020. For the purpose of this Issue, the Designated Stock Exchange is BSE Limited.</p>  |  |   |
| <b>REGISTRAR TO THE ISSUE</b>   |  |   |
| <br><b>Skyline Financial Services Private Limited</b><br>D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020<br><b>Telephone:</b> 011-40450193/97, <b>Email:</b> admin@skylinerta.com, <b>Website:</b> www.skylinerta.com<br><b>Investor grievance e-mail:</b> investors@skylinerta.com, <b>Contact Person:</b> Mr. Anuj Rana<br><b>SEBI Registration No.:</b> INR000003241, <b>Validity of Registration:</b> Permanent  |  |   |
| <b>ISSUE PROGRAMME</b>  |  |   |
| <b>ISSUE OPENS ON</b>   | <b>LAST DATE FOR ON MARKET RENUNCIATIONS*</b>  | <b>ISSUE CLOSES ON*</b>                     |
| <b>MONDAY, 05<sup>TH</sup> AUGUST, 2024</b>   | <b>WEDNESDAY, 14<sup>TH</sup> AUGUST, 2024</b> | <b>MONDAY, 19<sup>TH</sup> AUGUST, 2024</b> |

\* Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounce(s) on or prior to the Issue Closing Date.

# Our Board or a duly authorized committee thereof will have the right to extend the Issue period as it may determine from time to time but not exceeding 30 (thirty) days from the Issue Opening Date (inclusive of the Issue Opening Date). Further, no withdrawal of the Application shall be permitted by any Applicant after the Issue Closing Date.

*This place has been left blank intentionally*

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## SECTION I: GENERAL

### DEFINITIONS AND ABBREVIATIONS

*This Letter of offer uses the definitions and abbreviations set forth below, which you should consider when reading the information contained herein. The following list of certain capitalised terms used in this Letter of offer is intended for the convenience of the reader/prospective investor only and is not exhaustive.*

*References to any legislation, act, regulation, rules, guidelines or policies shall be to such legislation, act, regulation, rules, guidelines or policies as amended, supplemented, or re-enacted from time to time and any reference to a statutory provision shall include any subordinate legislation made from time to time under that provision.*

*In this Letter of offer, unless otherwise indicated or the context otherwise requires, all references to 'the/our Company', 'we', 'our', 'us' or similar terms are to Shrydus Industries Limited as the context requires, and references to 'you' are to the Eligible Equity Shareholders and/ or prospective Investors in this Right Issue of Equity Shares.*

*The words and expressions used in this Letter of offer but not defined herein, shall have, to the extent applicable, the meaning ascribed to such terms under the Companies Act, 2013, the SEBI ICDR Regulations, the SCRA, the Depositories Act, Takeover Regulations, or the rules and regulations made thereunder. Notwithstanding the foregoing, terms used in "Statement of Special Tax Benefits" and "Financial Statements" beginning on pages 52 and 95, respectively of this Letter of offer, shall have the meaning given to such terms in such sections.*

#### Company and Industry Related Terms

| Term   | Description  |
|--|--|
| "Our Company" or "the Company" or "the Issuer"       | Shrydus Industries Limited incorporated under the Companies Act 1956.  |
| "Articles of Association" or "Articles"              | The articles of association of our Company, as amended from time to time.  |
| "Audit Committee"                                    | The committee of the Board of Directors constituted as our Company's audit committee in accordance with Regulation 18 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("SEBI Listing Regulations") and Section 177 of the Companies Act, 2013. |
| "Board" or "Board of Directors"                      | The Board of Directors of our Company or a duly constituted committee thereof or its duly authorised individuals.  |
| "Company Secretary and Compliance Officer"           | Mr. Devang Doshi, the Company Secretary and the Compliance Officer of our Company.   |
| Directors  | Directors on the Board, as may be appointed from time to time  |
| Equity Shareholders                                  | Holders of Equity Share(s), from time to time  |
| Equity Shares  | Equity shares of face value of ₹ 10/- each of our Company  |
| Independent Director                                 | Independent directors on the Board, who are eligible to be appointed as independent directors under the provisions of the Companies Act, 2013 and the SEBI Listing Regulations. For details of the Independent Directors, see "Our Management" beginning on page 81 of this Letter of offer                                  |
| Key Managerial Personnel                             | The Key Managerial Personnel of our Company as per the definition provided in Regulation 2(1) (bb) of the SEBI ICDR Regulations  |
| Materiality Policy                                   | A policy adopted by our Company for identification of material litigation(s) for the purpose of disclosure of the same in this Letter of offer   |
| Memorandum of Association or Memorandum              | The memorandum of association of our Company, as amended from time to time   |
| Promoter   | The promoter of our Company is Mr. Shrey Premal Parekh and Mr. Vijay Thakordas Champaneri.   |
| Promoter Group                                       | The companies, individuals and entities (other than companies) as defined under Regulation 2(1) (pp) of the SEBI (ICDR) Regulations, 2018, and which are disclosed by the Company to the Stock Exchange from time to time.   |
| Registered and Corporate Office or Registered Office | The Registered Office of our company which is located at M/s. Mangalam Housing Development Finance Limited, 24 & 26, Hemanta Basu Sarani, R. N. Mukherjee Road, Kolkata- 700 001, West Bengal.   |

| <b>Term</b>          | <b>Description</b>   |
|----------------------|--|
| Financial Statements | Our Ind AS summary statement of assets and liabilities as at March 31, 2024, Ind AS summary statement of profit and loss, Ind AS summary statement of changes in equity and Ind AS summary statement of cash flows for the year ended March 31, 2024, together with the annexures, notes and other explanatory information thereon, derived from the annual audited financial statements as at and for year ended March 31, 2024, prepared in accordance with Ind AS and in accordance with Section 26 of Part 1 of Chapter III of the Companies Act, 2013, the SEBI ICDR Regulations and the Guidance Note on "Reports in Company Letter of offeres (Revised 2019)" issued by the ICAI. |
| Statutory Auditors   | M/s. Suvarna & Katdare, Chartered Accountant   |

#### **Issue Related Terms**

| <b>Term</b>  | <b>Description</b>  |
|--|---|
| 2009 ASBA Circular   | The SEBI circular SEBI/CFD/DIL/ASBA/1/2009/30/12 dated December 30, 2009  |
| 2011 ASBA Circular   | The SEBI circular CIR/CFD/DIL/1/2011 dated April 29, 2011   |
| 2020 ASBA Circular   | The SEBI Circular SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020   |
| 2022 ASBA Circular   | The SEBI Circular SEBI/HO/CFD/SSEP/CIR/P/2022/66 dated May 19, 2022   |
| "Abridged Letter of Offer" or "ALOF"                       | Abridged Letter of Offer to be sent to the Eligible Equity Shareholders with respect to the Issue in accordance with the provisions of the SEBI ICDR Regulations and the Companies Act, 2013  |
| Additional Rights Equity Shares / Additional Equity Shares | The Rights Equity Shares applied or allotted under this Issue in addition to the Rights Entitlement   |
| "Allotment", "Allot" or "Allotted"                         | Allotment of Equity Shares pursuant to the Issue  |
| Allotment Account(s)                                       | The account(s) opened with the Banker(s) to this Issue, into which the Application Money lying credit to the Escrow Account(s) and amounts blocked by Application Supported by Blocked Amount in the ASBA Account, with respect to successful Applicants will be transferred on the Transfer Date in accordance with Section 40(3) of the Companies Act, 2013 |
| Allotment Account Bank(s)                                  | Bank(s) which are clearing members and registered with SEBI as bankers to an issue and with whom the Allotment Accounts will be opened, in this case being, Kotak Mahindra Bank Limited   |
| Allotment Advice   | The note or advice or intimation of Allotment, sent to each successful Investor who has been or is to be Allotted the Equity Shares after approval of the Basis of Allotment by the Designated Stock Exchange   |
| Allotment Date   | Date on which the Allotment is made pursuant to this Issue  |
| Allottee(s)  | Person(s) who is Allotted Equity Shares pursuant to Allotment   |
| Applicant(s) or Investors                                  | Eligible Equity Shareholder(s) and/or Renounce(s) who are entitled to apply or make an application for the Equity Shares pursuant to the Issue in terms of this Letter of offer   |
| Application  | Application made through (i) submission of the Application Form or plain paper Application to the Designated Branch of the SCSBs or online/ electronic application through the website of the SCSBs (if made available by such SCSBs) under the ASBA process, to subscribe to the Equity Shares at the Issue Price  |
| Application Form   | Unless the context otherwise requires, an application form or through the website of the SCSBs (if made available by such SCSBs) under the ASBA process used by an Investor to make an application for the Allotment of Equity Shares in the Issue  |
| Application Money  | Aggregate amount payable at the time of application i.e. ₹ 18/- in respect of the Equity Shares applied for in the Issue at the Issue Price   |
| "Application Supported by Blocked Amount" or "ASBA"        | Application (whether physical or electronic) used by an ASBA Investor to make an application authorizing the SCSB to block the Application Money in the ASBA Account maintained with the SCSB   |

| Term  | Description   |
|---|---|
| ASBA Account  | Account maintained with the SCSB and specified in the Application Form or the plain paper Application by the Applicant for blocking the amount mentioned in the Application Form or the plain paper Application   |
| ASBA Circulars  | Collectively, SEBI circular bearing reference number SEBI/CFD/DIL/ASBA/1/2009/30/12 dated December 30, 2009, SEBI circular bearing reference number CIR/CFD/DIL/1/2011 dated April 29, 2011, SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020 and SEBI Circular bearing reference number SEBI/HO/CFD/SSEP/CIR/P/2022/66 dated May 19, 2022  |
| ASBA Bid  | A Bid made by an ASBA Bidder including all revisions and modifications thereto as permitted under the SEBI ICDR Regulations.  |
| Banker(s) to the Issue  | the Allotment Account Bank(s) to the Issue  |
| Banker to the Issue Agreement                                 | Agreement dated July 08 <sup>th</sup> , 2024 amongst our Company, the Registrar to the Issue and the Banker(s) to the Issue for collection of the Application Money from Applicants/Investors making an application for the Equity Shares   |
| Basis of Allotment  | The basis on which the Equity Shares will be Allotted to successful Applicants in consultation with the Designated Stock Exchange under this Issue, as described in " <b>Terms of the Issue</b> " beginning on page 149 of this Letter of offer   |
| Consolidated Certificate                                      | The certificate that would be issued for Rights Equity Shares Allotted to each folio in case of Eligible Equity Shareholders who hold Equity Shares in physical form.   |
| "Controlling Branches" or "Controlling Branches of the SCSBs" | Such branches of the SCSBs which co-ordinate with the Registrar to the Issue and the Stock Exchanges, a list of which is available on <a href="http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes">http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes</a>   |
| Designated Branches   | Such branches of the SCSBs which shall collect the Application Form or the plain paper application, as the case may be, used by the ASBA Investors and a list of which is available on <a href="http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes">http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes</a>  |
| Designated Stock Exchange                                     | BSE Limited   |
| Depository(ies)   | NSDL and CDSL or any other depository registered with SEBI under the Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018 as amended from time to time read with the Depositories Act, 1996.  |
| Draft Letter of Offer/DLoF/DLOF                               | This Draft letter of offer dated March 30 <sup>th</sup> , 2024 filed with the Stock Exchanges   |
| Eligible Equity Shareholder (s)                               | Holder(s) of the Equity Shares of our Company as on the Record Date   |
| IEPF  | Investor Education and Protection Fund  |
| Investor(s)   | Eligible Equity Shareholder(s) of our Company on the Record Date, July 19 <sup>th</sup> , 2024 and the Renouncee(s)   |
| ISIN  | International securities identification number of the Company being INE488C01015  |
| Issue / Rights Issue  | Issue of upto 2,00,08,810 Equity Shares of face value of ₹10/- each of our Company for cash at a price of ₹ 18/- per Rights Equity Share not exceeding ₹ 3,601.58 lakhs on a rights basis to the Eligible Equity Shareholders of our Company in the ratio of 5 (Five) Rights Equity Shares for every 3(Three) Equity Shares held by the Eligible Equity Shareholders of our Company on the Record Date i.e. July 19 <sup>th</sup> , 2024. |
| Issue Closing Date  | Monday, 05 <sup>th</sup> August, 2024   |
| Issue Opening Date  | Monday, 19 <sup>th</sup> August, 2024   |
| Issue Period  | The period between the Issue Opening Date and the Issue Closing Date, inclusive of both days, during which Applicants can submit their applications, in accordance with the SEBI ICDR Regulations.  |
| Issue Price   | ₹ 18/- per Equity Share   |
| Issue Proceeds or Gross Proceeds                              | Gross proceeds of the Issue   |
| Issue Size  | Amount aggregating up to ₹ 3601.58 /- Lakhs<br><i>#Assuming full subscription</i>   |
| Letter of Offer or LOF  | The final Letter of Offer to be issued by our Company in connection with this Issue.  |

| <b>Term</b>                                | <b>Description</b>   |
|--|--|
| Listing Agreement                          | The listing agreements entered into between our Company and the Stock Exchanges in terms of the SEBI Listing Regulations.  |
| Fraudulent Borrower                        | Company or person, as the case may be, categorized as a fraudulent borrower by any bank or financial institution (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on fraudulent borrower issued by RBI.   |
| Multiple Application Forms                 | Multiple application forms submitted by an Eligible Equity Shareholder/Renouncee in respect of the Rights Entitlement available in their demat account. However supplementary applications in relation to further Equity Shares with/without using additional Rights Entitlement will not be treated as multiple application   |
| Net Proceeds                               | Issue Proceeds less the Issue related expenses. For further details, see " <i>Objects of the Issue</i> " beginning on page 45 of this Letter of offer  |
| Off Market Renunciation                    | The renunciation of Rights Entitlements undertaken by the Investor by transferring them through off-market transfer through a depository participant in accordance with the SEBI Rights Issue Circulars and the circulars issued by the Depositories, from time to time, and other applicable laws   |
| On Market Renunciation                     | The renunciation of Rights Entitlements undertaken by the Investor by trading them over the secondary market platform of the Stock Exchanges through a registered stock broker in accordance with the SEBI Rights Issue Circulars and the circulars issued by the Stock Exchanges, from time to time, and other applicable laws, on or before Wednesday, 14 <sup>th</sup> August, 2024   |
| "Qualified Institutional Buyers" or "QIBs" | Qualified institutional buyers as defined under Regulation 2(1) (ss) of the SEBI ICDR Regulations  |
| Record Date                                | Designated date for the purpose of determining the Eligible Equity Shareholders eligible to apply for Equity Shares, being Friday, 19 <sup>th</sup> July, 2024   |
| Refund Bank (s)                            | The Banker(s) to the Issue with whom the Refund Account(s) will be opened, in this case being Kotak Mahindra Bank Limited  |
| Registrar to the Issue / Registrar         | Skyline Financial Services Limited   |
| Registrar Agreement                        | Agreement dated 08 <sup>th</sup> July, 2024 between our Company and the Registrar to the Issue in relation to the responsibilities and obligations of the Registrar to the Issue pertaining to this Issue  |
| Renouncee (s)                              | Person(s) who has/have acquired Rights Entitlements from the Eligible Equity Shareholders  |
| Renunciation Period                        | The period during which the Investors can renounce or transfer their Rights Entitlements which shall commence from the Issue Opening Date. Such period shall close on Wednesday, 19 <sup>th</sup> August, 2024 in case of On Market Renunciation. Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renouncee on or prior to the Issue Closing Date   |
| RE ISIN                                    | ISIN for Rights Entitlement i.e. INE488C20015  |
| Rights Entitlement(s)                      | The number of Rights Equity Shares that an Eligible Equity Shareholder is entitled to in proportion to the number of Equity Shares held by the Eligible Equity Shareholder on the Record Date, being 5 (Five) Rights Equity Shares for 3 (Three) Equity Shares held on Friday, 19 <sup>th</sup> July, 2024.<br>The Rights Entitlements with a separate ISIN: INE488C20015 will be credited to your demat account before the date of opening of the Issue, against the equity shares held by the Equity Shareholders as on the record date.<br>Pursuant to the provisions of the SEBI ICDR Regulations and the SEBI Rights Issue Circular, the Rights Entitlements shall be credited in dematerialized form in respective demat accounts of the Eligible Equity Shareholders before the Issue Opening Date. |
| Rights Entitlement Letter                  | Letter including details of Rights Entitlements of the Eligible Equity Shareholders.   |
| Self-Certified Syndicate Banks or SCSB(s)  | Such branches of the SCSBs which shall collect the ASBA Forms submitted by ASBA Bidders, a list of which is available on the website of SEBI at <a href="http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&amp;intmId=35">http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&amp;intmId=35</a> , updated from time to time, or at such other website as may be prescribed   |

| <b>Term</b>                               | <b>Description</b>  |
|---|---|
|   | by SEBI from time to time.  |
| Stock Exchanges                           | Stock exchanges where the Equity Shares are presently listed, being BSE.  |
| Transfer Date                             | The date on which the Application Money blocked in the ASBA Account will be transferred to the Allotment Account(s) in respect of successful Applications, upon finalization of the Basis of Allotment, in consultation with the Designated Stock Exchange.   |
| Underwriters                              | The BRLMs and the Syndicate Member  |
| Underwriting Agreement                    | The underwriting agreement dated March 19 <sup>th</sup> , 2024 entered into between our Company, the Selling Shareholders and the Underwriters.   |
| Willful Defaulter/<br>Fraudulent Borrower | A Company or person, as the case may be, categorized as a willful defaulter or a fraudulent borrower by any bank or financial institution or consortium thereof, in accordance with the guidelines on willful defaulters issued by the RBI, including any company whose director or promoter is categorized as such.  |
| Working Day(s)                            | In terms of Regulation 2(1)(mmm) of SEBI ICDR Regulations, working day means all days on which commercial banks in Delhi are open for business. Further, in respect of Issue Period, working day means all days, excluding Saturdays, Sundays and public holidays, on which commercial banks in Kolkata are open for business. Furthermore, the time period between the Issue Closing Date and the listing of Equity Shares on the Stock Exchanges, working day means all trading days of the Stock Exchanges, excluding Sundays and bank holidays, as per circulars issued by SEBI |

## Conventional and General Terms/Abbreviations

| Term  | Description   |
|---|---|
| "₹", "Rs. ", "Rupees" or "INR"              | Indian Rupees   |
| Adjusted loans and advances                 | Adjustment in the nature of addition to the loans and advances made in relation to certain loans which are treated as investments under Ind AS, but considered as loans by our Company                        |
| AIF(s)                                      | Alternative investment funds, as defined and registered with SEBI under the Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012   |
| AUM   | Assets under management   |
| AY  | Assessment year   |
| BSE   | BSE Limited   |
| CAGR  | Compound annual growth rate   |
| CDSL  | Central Depository Services (India) Limited   |
| CIN   | Corporate identity number   |
| Companies Act, 1956                         | Erstwhile Companies Act, 1956 along with the rules made thereunder  |
| Companies Act, 2013                         | Companies Act, 2013 along with the rules made thereunder  |
| COVID-19                                    | A public health emergency of international concern as declared by the World Health Organization on January 30, 2020 and a pandemic on March 11, 2020  |
| CRAR  | Capital adequacy ratio/Capital to risk assets ratio   |
| CrPC  | Code of Criminal Procedure, 1973  |
| Depositories Act                            | Depositories Act, 1996  |
| Depository                                  | A depository registered with SEBI under the Securities and Exchange Board of India (Depositories and Participant) Regulations, 1996   |
| Depository Participant / DP                 | A depository participant as defined under the Depositories Act  |
| DP ID                                       | Depository participant's identification   |
| DIN   | Director Identification Number  |
| EBITDA                                      | Profit/(loss) after tax for the year adjusted for income tax expense, finance costs, depreciation and amortization expense, as presented in the statement of profit and loss                                  |
| EGM   | Extraordinary General Meeting   |
| EPS   | Earnings per Equity Share   |
| FCNR Account                                | Foreign currency non-resident account   |
| FDI Circular 2020                           | Consolidated FDI Policy dated October 15, 2020 issued by the Department for Promotion of Industry and Internal Trade, Ministry of Commerce and Industry, Government of India                                  |
| FEMA  | Foreign Exchange Management Act, 1999, together with rules and regulations thereunder   |
| FEMA Rules                                  | Foreign Exchange Management (Non-debt Instruments) Rules, 2019  |
| "Financial Year", "Fiscal Year" or "Fiscal" | Period of 12 months ended March 31 of that particular year, unless otherwise stated   |
| FIR   | First information report  |
| FPIs  | Foreign portfolio investors as defined under the SEBI FPI Regulations   |
| Fugitive Economic Offender                  | An individual who is declared a fugitive economic offender under Section 12 of the Fugitive Economic Offenders Act, 2018  |
| FVCI  | Foreign venture capital investors as defined under and registered with SEBI pursuant to the Securities and Exchange Board of India (Foreign Venture Capital Investors) Regulations, 2000 registered with SEBI |
| GAAP  | Generally accepted accounting principles  |
| GDP   | Gross domestic product  |
| "GoI" or "Government"                       | Government of India   |
| GST   | Goods and Service Tax   |
| HFC   | Housing finance companies   |
| HUF   | Hindu Undivided Family  |
| IBC   | Insolvency and Bankruptcy Code, 2016  |
| ICAI  | Institute of Chartered Accountants of India   |
| Income Tax Act                              | Income-Tax Act, 1961  |
| Ind AS                                      | Indian accounting standards as specified under section 133 of the Companies Act   |

| <b>Term</b>  | <b>Description</b>   |
|--|--|
|  | 2013 read with Companies (Indian Accounting Standards) Rules 2015, as amended  |
| IFRS   | International Financial Reporting Standards  |
| Insider Trading Regulations                                  | Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015  |
| ITAT   | Income Tax Appellate Tribunal  |
| LTV  | Loan to value ratio  |
| MCA  | Ministry of Corporate Affairs  |
| Mutual Fund  | Mutual fund registered with SEBI under the Securities and Exchange Board of (Mutual Funds) Regulations, 1996   |
| "Net Asset Value per Equity Share" or "NAV per Equity Share" | Net Worth/ Number of Equity shares subscribed and fully paid outstanding as at March 31  |
| Net Worth  | Aggregate of Equity Share capital and other equity   |
| NBFC   | Non-banking financial company(ies)   |
| NCD(s)   | Non-convertible debentures   |
| NHB  | National housing bank  |
| NPA(s)   | Non-performing assets  |
| NRE Account  | Non-resident external account  |
| NRI  | A person resident outside India, who is a citizen of India and shall have the same meaning as ascribed to such term in the Foreign Exchange Management (Deposit) Regulations, 2016   |
| NRO Account  | Non-resident ordinary account  |
| NSDL   | National Securities Depository Limited   |
| "OCB" or "Overseas Corporate Body"                           | A company, partnership, society or other corporate body owned directly or indirectly to the extent of at least 60% by NRIs including overseas trusts, in which not less than 60% of beneficial interest is irrevocably held by NRIs directly or indirectly and which was in existence on October 3, 2003 and immediately before such date had taken benefits under the general permission granted to OCBs under FEMA |
| PAN  | Permanent account number   |
| PAT  | Profit after tax   |
| QP   | Qualified purchaser as defined in the U.S. Investment Company Act  |
| RBI  | Reserve Bank of India  |
| RBI Act  | Reserve Bank of India Act, 1934  |
| Regulation S   | Regulation S under the U.S. Securities Act   |
| RoC  | Registrar of Companies, Kolkata  |
| RTGS   | Real time gross settlement   |
| Rule 144A  | Rule 144A under the U.S. Securities Act  |
| SCRA   | Securities Contracts (Regulation) Act, 1956  |
| SCRR   | Securities Contracts (Regulation) Rules, 1957  |
| SEBI   | Securities and Exchange Board of India   |
| SEBI Act   | Securities and Exchange Board of India Act, 1992   |
| SEBI AIF Regulations   | Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012  |
| SEBI FPI Regulations   | Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2019   |
| SEBI Listing Regulations                                     | Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015   |
| SEBI Relaxation Circulars                                    | SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2020/78 dated May 6, 2020, read with SEBI circulars bearing reference numbers SEBI/HO/CFD/DIL1/CIR/P/2020/136 dated July 24, 2020 and SEBI/HO/CFD/DIL1/CIR/P/2021/13 dated January 19, 2021, SEBI/HO/CFD/DIL2/CIR/P/2021/552 dated April 22, 2021 and SEBI/HO/CFD/DIL2/CIR/P/2021/633 dated October 01, 2021.  |
| SEBI Rights Issue Circulars                                  | Collectively, SEBI circular, bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020, bearing reference number SEBI/HO/CFD/CIR/CFD/DIL/67/2020 dated April 21, 2020 and the SEBI circular bearing reference number SEBI/HO/CFD/SSEP/CIR/P/2022/66 dated May 19, 2022 and any other circular(s) issued by SEBI in this regard  |

| <b>Term</b>                       | <b>Description</b>   |
|-----------------------------------|--|
| SEBI ICDR Regulations             | Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018  |
| Stock Exchange                    | BSE Limited  |
| STT                               | Securities transaction tax   |
| Supreme Court                     | Supreme Court of India   |
| TAT                               | Turnaround time  |
| Takeover Regulations              | Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011   |
| Total Borrowings                  | Aggregate of debt securities, borrowings (other than debt securities) and subordinated liabilities   |
| UPI                               | Unified Payments Interface   |
| "U.S.\$ ", "USD" or "U.S. dollar" | United States Dollar, the legal currency of the United States of America   |
| U.S. Investment Company Act       | Investment Company Act of 1940, as amended   |
| U.S. Person                       | U.S. persons as defined in Regulation S under the U.S. Securities Act or acting for the account or benefit of U.S. persons (not relying on Rule 902(k)(1)(viii)(B) or Rule 902(k)(2)(i) of Regulation S) |
| U.S. QIB                          | Qualified institutional buyer as defined in Rule 144A under the U.S. Securities Act  |
| "USA", "U.S. " or "United States" | United States of America   |
| U.S. SEC                          | U.S. Securities and Exchange Commission  |
| U.S. Securities Act               | U.S. Securities Act of 1933, as amended  |
| VCF                               | Venture capital fund as defined and registered with SEBI under the Securities and Exchange Board of India (Venture Capital Fund) Regulations, 1996 or the SEBI AIF Regulations, as the case may be       |
| WHO                               | World Health Organization  |



## NOTICE TO INVESTORS

The distribution of this Letter of offer, Letter of Offer, the Abridged Letter of Offer, Application Form and Rights Entitlement Letter and the issue of Rights Entitlement and Rights Equity Shares to persons in certain jurisdictions outside India may be restricted by legal requirements prevailing in those jurisdictions. Persons into whose possession this Letter of offer, the Abridged Letter of Offer or Application Form may come are required to inform themselves about and observe such restrictions.

Our Company is making this Issue on a rights basis to the Eligible Equity Shareholders and will dispatch through email and courier this Letter of offer/ Letter of Offer, Abridged Letter of Offer, Application Form and Rights Entitlement Letter only to Eligible Equity Shareholders who have a registered address in India or who have provided an Indian address to our Company. Further, this Letter of offer will be provided, through email and courier, by the Registrar on behalf of our Company to the Eligible Equity Shareholders who have provided their Indian addresses to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions and in each case, who make a request in this regard. Investors can also access this Letter of offer, Letter of Offer, the Abridged Letter of Offer and the Application Form from the websites of the Registrar, our Company, the Stock Exchanges. Those overseas shareholders who do not update our records with their Indian address or the address of their duly authorized representative in India, prior to the date on which we propose to dispatch the Issue Materials, shall not be sent any Issue Materials.

No action has been or will be taken to permit the Issue in any jurisdiction where action would be required for that purpose. Accordingly, the Rights Entitlements or Rights Equity Shares may not be offered or sold, directly or indirectly, and this Letter of offer, Letter of Offer, the Abridged Letter of Offer or any offering materials or advertisements in connection with the Issue may not be distributed, in whole or in part, in any jurisdiction, except in accordance with legal requirements applicable in such jurisdiction. Receipt of this Letter of offer or the Letter of Offer or the Abridged Letter of Offer will not constitute an offer in those jurisdictions in which it would be illegal to make such an offer and, in those circumstances, this Letter of offer, Letter of Offer and the Abridged Letter of Offer must be treated as sent for information purposes only and should not be acted upon for subscription to the Rights Equity Shares and should not be copied or redistributed. Accordingly, persons receiving a copy of this Letter of offer or the Letter of Offer or the Abridged Letter of Offer or Application Form should not, in connection with the issue of the Rights Equity Shares or the Rights Entitlements, distribute or send this Letter of offer or the Letter of Offer or the Abridged Letter of Offer to any person outside India where to do so, would or might contravene local securities laws or regulations. If this Letter of offer or the Letter of Offer or the Abridged Letter of Offer or Application Form is received by any person in any such jurisdiction, or by their agent or nominee, they must not seek to subscribe to the Rights Equity Shares or the Rights Entitlements referred to in this Letter of offer or the Letter of Offer or the Abridged Letter of Offer or the Application Form.

Any person who makes an application to acquire the Rights Entitlements or the Rights Equity Shares offered in the Issue will be deemed to have declared, represented, warranted and agreed that such person is authorised to acquire the Rights Entitlements or the Rights Equity Shares in compliance with all applicable laws and regulations prevailing in his jurisdiction. Our Company, the Registrar or any other person acting on behalf of our Company reserves the right to treat any Application Form as invalid where they believe that Application Form is incomplete or acceptance of such Application Form may infringe applicable legal or regulatory requirements and we shall not be bound to allot or issue any Rights Equity Shares or Rights Entitlement in respect of any such Application Form.

Neither the delivery of this Letter of offer or the Letter of Offer the Abridged Letter of Offer, Application Form and Rights Entitlement Letter nor any sale hereunder, shall, under any circumstances, create any implication that there has been no change in our Company's affairs from the date hereof or the date of such information or that the information contained herein is correct as at any time subsequent to the date of this Letter of offer, Letter of Offer and the Abridged Letter of Offer and the Application Form and Rights Entitlement Letter or the date of such information.

**THE CONTENTS OF THIS LETTER OF OFFER SHOULD NOT BE CONSTRUED AS LEGAL, TAX OR INVESTMENT ADVICE. PROSPECTIVE INVESTORS MAY BE SUBJECT TO ADVERSE FOREIGN, STATE OR LOCAL TAX OR LEGAL CONSEQUENCES AS A RESULT OF THE ISSUE OF RIGHTS OF EQUITY SHARES OR RIGHTS ENTITLEMENTS. ACCORDINGLY, EACH INVESTOR SHOULD CONSULT THEIR OWN COUNSEL, BUSINESS ADVISOR AND TAX ADVISOR AS TO THE LEGAL, BUSINESS, TAX AND RELATED MATTERS CONCERNING THE ISSUE OF EQUITY SHARES. IN ADDITION, OUR COMPANY IS NOT MAKING ANY REPRESENTATION TO ANY OFFEREE OR PURCHASER OF THE EQUITY SHARES REGARDING THE LEGALITY OF AN INVESTMENT IN THE EQUITY SHARES BY SUCH OFFEREE OR PURCHASER UNDER ANY APPLICABLE LAWS OR REGULATIONS.**

## **NO OFFER IN THE UNITED STATES**

The Rights Entitlements and the Rights Equity Shares have not been and will not be registered under the Securities Act or the securities laws of any state of the United States and may not be offered or sold in the United States of America or the territories or possessions thereof ("**United States**"), except in a transaction not subject to, or exempt from, the registration requirements of the Securities Act and applicable state securities laws. The offering to which this Letter of offer relates is not, and under no circumstances is to be construed as, an offering of any Rights Equity Shares or Rights Entitlement for sale in the United States or as a solicitation therein of an offer to buy any of the Rights Equity Shares or Rights Entitlement. There is no intention to register any portion of the Issue or any of the securities described herein in the United States or to conduct a public offering of securities in the United States. Accordingly, this Letter of offer/Letter of Offer, Abridged Letter of Offer and the enclosed Application Form and Rights Entitlement Letters should not be forwarded to or transmitted in or into the United States at any time. In addition, until the expiry of 40 days after the commencement of the Issue, an offer or sale of Rights Entitlements or Rights Equity Shares within the United States by a dealer (whether or not it is participating in the Issue) may violate the registration requirements of the Securities Act.

Neither our Company nor any person acting on our behalf will accept a subscription or renunciation from any person, or the agent of any person, who appears to be, or who our Company or any person acting on our behalf has reason to believe is in the United States when the buy order is made. Envelopes containing an Application Form and Rights Entitlement Letter should not be postmarked in the United States or otherwise dispatched from the United States or any other jurisdiction where it would be illegal to make an offer, and all persons subscribing for the Rights Equity Shares Issue and wishing to hold such Equity Shares in registered form must provide an address for registration of these Equity Shares in India. Our Company is making the Issue on a rights basis to Eligible Equity Shareholders and this Letter of offer / Letter of Offer, Abridged Letter of Offer and Application Form and Rights Entitlement Letter will be dispatched only to Eligible Equity Shareholders who have an Indian address. Any person who acquires Rights Entitlements and the Rights Equity Shares will be deemed to have declared, represented, warranted and agreed that, (i) it is not and that at the time of subscribing for such Rights Equity Shares or the Rights Entitlements, it will not be, in the United States, and (ii) it is authorized to acquire the Rights Entitlements and the Rights Equity Shares in compliance with all applicable laws and regulations.

Our Company reserves the right to treat any Application Form as invalid which: (i) does not include the certification set out in the Application Form to the effect that the subscriber is authorised to acquire the Rights Equity Shares or Rights Entitlement in compliance with all applicable laws and regulations; (ii) appears to us or our agents to have been executed in or dispatched from the United States; (iii) where a registered Indian address is not provided; or (iv) where our Company believes that Application Form is incomplete or acceptance of such Application Form may infringe applicable legal or regulatory requirements; and our Company shall not be bound to allot or issue any Rights Equity Shares or Rights Entitlement in respect of any such Application Form.

Rights Entitlements may not be transferred or sold to any person in the United States.

The Rights Entitlements and the Equity Shares have not been approved or disapproved by the US Securities and Exchange Commission (the "**US SEC**"), any state securities commission in the United States or any other US regulatory authority, nor have any of the foregoing authorities passed upon or endorsed the merits of the offering of the Rights Entitlements, the Equity Shares or the accuracy or adequacy of this Letter of offer.

Any representation to the contrary is a criminal offence in the United States.

The above information is given for the benefit of the Applicants / Investors. Our Company and the Advisor to the Issue are not liable for any amendments or modification or changes in applicable laws or regulations, which may occur after the date of this Letter of offer. Investors are advised to make their independent investigations and ensure that the number of Rights Equity Shares applied for do not exceed the applicable limits under the applicable laws or regulations.

**THIS DOCUMENT IS SOLELY FOR THE USE OF THE PERSON WHO RECEIVED IT FROM OUR COMPANY OR FROM THE ADVISOR TO THE ISSUE OR FROM THE REGISTRAR. THIS DOCUMENT IS NOT TO BE REPRODUCED OR DISTRIBUTED TO ANY OTHER PERSON.**

## **ENFORCEMENT OF CIVIL LIABILITIES**

The Company is a Public Limited (Listed) Company under the laws of India and all the Directors and all Executive Officers are residents of India. It may not be possible or may be difficult for investors to affect service of process

upon the Company or these other persons outside India or to enforce against them in courts in India, judgments obtained in courts outside India. India is not a party to any international treaty in relation to the automatic recognition or enforcement of foreign judgments.

However, recognition and enforcement of foreign judgments is provided for under Sections 13, 14 and 44A of the Code of Civil Procedure, 1908, as amended (the "Civil Procedure Code"). Section 44A of the Civil Procedure Code provides that where a certified copy of a decree of any superior court (within the meaning of that section) in any country or territory outside India which the Government of India has by notification declared to be a reciprocating territory, is filed before a district court in India, such decree may be executed in India as if the decree has been rendered by a district court in India. Section 44A of the Civil Procedure Code is applicable only to monetary decrees or judgments not being in the nature of amounts payable in respect of taxes or other charges of a similar nature or in respect of fines or other penalties. Section 44A of the Civil Procedure Code does not apply to arbitration awards even if such awards are enforceable as a decree or judgment. Among others, the United Kingdom, Singapore, Hong Kong and the United Arab Emirates have been declared by the Government of India to be reciprocating territories within the meaning of Section 44A of the Civil Procedure Code.

The United States has not been declared by the Government of India to be a reciprocating territory for the purposes of Section 44A of the Civil Procedure Code. Under Section 14 of the Civil Procedure Code, an Indian court shall, on production of any document purporting to be a certified copy of a foreign judgment, presume that the judgment was pronounced by a court of competent jurisdiction unless the contrary appears on the record; but such presumption may be displaced by proving want of jurisdiction.

A judgment of a court in any non-reciprocating territory, such as the United States, may be enforced in India only by a suit upon the judgment subject to Section 13 of the Civil Procedure Code, and not by proceedings in execution. Section 13 of the Civil Procedure Code, which is the statutory basis for the recognition of foreign judgments (other than arbitration awards), states that a foreign judgment shall be conclusive as to any matter directly adjudicated upon between the same parties or between parties under whom they or any of them claim litigating under the same title except where:

- The judgment has not been pronounced by a court of competent jurisdiction;
- The judgment has not been given on the merits of the case;
- The judgment appears on the face of the proceedings to be founded on an incorrect view of international law or a refusal to recognize the law of India in cases where such law is applicable;
- The proceedings in which the judgment was obtained are opposed to natural justice;
- The judgment has been obtained by fraud; and/or
- The judgment sustains a claim founded on a breach of any law in force in India.

A suit to enforce a foreign judgment must be brought in India within three years from the date of the judgment in the same manner as any other suit filed to enforce a civil liability in India. It is unlikely that a court in India would award damages on the same basis as a foreign court if an action is brought in India. In addition, it is unlikely that an Indian court would enforce foreign judgments if it considered the amount of damages awarded as excessive or inconsistent with public policy or if the judgments are in breach of or contrary to Indian law. A party seeking to enforce a foreign judgment in India is required to obtain prior approval from the Reserve Bank of India to repatriate any amount recovered pursuant to execution of such judgment. Any judgment in a foreign currency would be converted into Rupees on the date of such judgment and not on the date of payment and any such amount may be subject to income tax in accordance with applicable laws. The Company cannot predict whether a suit brought in an Indian court will be disposed of in a timely manner or be subject to considerable delays.

## PRESENTATION OF FINANCIAL AND OTHER INFORMATION

### Certain Conventions

All references to "India" contained in this Letter of offer are to the Republic of India and its territories and possessions and all references herein to the "Government", "Indian Government", "GoI", Central Government" or the "State Government" are to the Government of India, central or state, as applicable.

Unless otherwise specified or the context otherwise requires, all references in this Letter of offer to the 'US' or 'U.S.' or the 'United States' are to the United States of America and its territories and possessions.

Unless otherwise specified, any time mentioned in this Letter of offer is in Indian Standard Time ("IST"). Unless indicated otherwise, all references to a year in this Letter of offer are to a calendar year.

A reference to the singular also refers to the plural and one gender also refers to any other gender, wherever applicable.

Unless stated otherwise, all references to page numbers in this Letter of offer are to the page numbers of this Letter of offer.

### Financial Data

Unless stated otherwise or the context otherwise requires, the financial information and financial ratios in this Letter of offer has been derived from our Financial Statements. For details, please see "**Financial Information**" beginning on page 95 of this Letter of offer. Our Company's financial year commences on April 1 and ends on March 31 of the next year. Accordingly, all references to a particular financial year, unless stated otherwise, are to the twelve (12) month period ended on March 31<sup>st</sup> of that year.

The GoI has adopted the Ind AS, which are converged with the IFRS and notified under Section 133 of the Companies Act, 2013 read with the Ind AS Rules. The Financial Statements of our Company for the Financial Years ended March 31, 2024 have been prepared in accordance with Ind AS read with the Ind AS Rules and other the relevant provisions of the Companies Act, 2013 and in accordance with the SEBI ICDR Regulations and the Guidance Note on Reports in Company Letter of offers (revised), 2019, issued by the ICAI.

The Financial Statements of our Company for the Financial Years ended March 2024 prepared in accordance with Ind AS as prescribed under Section 133 of Companies Act read with the Ind AS Rules and other the relevant provisions of the Companies Act and in accordance with the SEBI ICDR Regulations and the Guidance Note on Reports in Company Letter of offeres (revised), 2019, issued by the ICAI. Our Company publishes its financial statements in Rupees.

In this Letter of offer, any discrepancies in any table between the total and the sums of the amounts listed are due to rounding off and unless otherwise specified all financial numbers in parenthesis represent negative figures. Our Company has presented all numerical information in the Financial Statements in whole numbers and in this Letter of offer in "lakh" units or in whole numbers where the numbers have been too small to represent in lakh. One lakh represents 1,00,000 and one million represents 1,000,000.

There are significant differences between Ind AS, US GAAP and IFRS. We have not provided a reconciliation of the financial information to IFRS or US GAAP. Our Company has not attempted to also explain those differences or quantify their impact on the financial data included in this Letter of offer, and you are urged to consult your own advisors regarding such differences and their impact on our financial data. Accordingly, the degree to which the financial information included in this Letter of offer will provide meaningful information is entirely dependent on the reader's level of familiarity with Indian accounting policies and practices, Ind AS, the Companies Act and the SEBI ICDR Regulations. Any reliance by persons not familiar with these accounting principles and regulations on our financial disclosures presented in this Letter of offer should accordingly be limited. For further information, see "**Financial Information**" beginning on page 95 of this Letter of offer.

Certain figures contained in this Letter of offer, including financial information, have been subject to rounded off adjustments. All figures in decimals (including percentages) have been rounded off to one or two decimals. However, where any figures that may have been sourced from third-party industry sources are rounded off to other than two decimal points in their respective sources, such figures appear in this Letter of offer rounded-off to such number of decimal points as provided in such respective sources. In this Letter of offer, (i) the sum or percentage change of certain numbers may not conform exactly to the total figure given; and (ii) the sum of the numbers in a column or row in certain tables may not conform exactly to the total figure given for that column or row. Any such

discrepancies are due to rounding off.

### Currency and Units of Presentation

All references to:

- “Rupees” or “₹” or “INR” or “Rs.” are to Indian Rupee, the official currency of the Republic of India; and
- “USD” or “US\$” or “\$” are to United States Dollar, the official currency of the United States of America.

Our Company has presented certain numerical information in this Letter of offer in “lakh” or “Lac” units or in whole numbers. One lakh represents 1,00,000 and one million represents 1,000,000. All the numbers in the document have been presented in lakh or in whole numbers where the numbers have been too small to present in lakh. Any percentage amounts, as set forth in “*Risk Factors*”, “*Our Business*”, “*Management’s Discussion and Analysis of Financial Conditions and Results of Operation*” beginning on pages 19, 77, and 134 and elsewhere in this Letter of offer, unless otherwise indicated, have been calculated based on our Financial Information.

### Exchange Rates

This Letter of offer contains conversions of certain other currency amounts into Indian Rupees that have been presented solely to comply with the SEBI ICDR Regulations. These conversions should not be construed as a representation that these currency amounts could have been, or can be converted into Indian Rupees, at any particular rate or at all.

The following table sets forth, for the periods indicated, information with respect to the exchange rate between the Indian Rupee and other foreign currencies:

| Sr. No. | Name of the Currency | Exchange rate as on |                |                |                | (in ₹) |
|---------|----------------------|---------------------|----------------|----------------|----------------|--------|
|         |                      | March 31, 2024      | March 31, 2023 | March 31, 2022 | March 31, 2021 |        |
| 1.      | United States Dollar | 83.37               | 82.21          | 75.80          | 73.53          |        |

(Source: [www.rbi.org.in](http://www.rbi.org.in) and [www.fbil.org.in](http://www.fbil.org.in))

Note: In case March 31 of any of the respective years / period is a public holiday, the previous Working Day not being a public holiday has been considered.

### Industry and Market Data

Unless stated otherwise, industry and market data used in this Letter of offer has been obtained or derived from publicly available information as well as industry publications and sources.

Industry publications generally state that the information contained in such publications has been obtained from publicly available documents from various sources believed to be reliable but their accuracy and completeness are not guaranteed and their reliability cannot be assured.

Although we believe the industry and market data used in this Letter of offer is reliable, it has not been independently verified by us. The data used in these sources may have been reclassified by us for the purposes of presentation. Data from these sources may also not be comparable. Such data involves risks, uncertainties and numerous assumptions and is subject to change based on various factors, including those discussed in “*Risk Factors*” beginning on page 19 of this Letter of offer. Accordingly, investment decisions should not be based solely on such information.

**The extent to which the market and industry data used in this Letter of offer is meaningful depends on the reader’s familiarity with and understanding of the methodologies used in compiling such data. There are no standard data gathering methodologies in the industry in which the business of our Company is conducted, and methodologies and assumptions may vary widely among different industry sources.**

## FORWARD LOOKING STATEMENTS

This Letter of offer contains certain “forward-looking statements”. Forward looking statements appear throughout this Letter of offer, including, without limitation, under the chapters titled “Risk Factors”, “Our Business” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” and “Industry Overview”. Forward-looking statements include statements concerning our Company’s plans, objectives, goals, strategies, future events, future revenues or financial performance, capital expenditures, financing needs, plans or intentions relating to acquisitions, our Company’s competitive strengths and weaknesses, our Company’s business strategy and the trends our Company anticipates in the industries and the political and legal environment, and geographical locations, in which our Company operates, and other information that is not historical information. These forward-looking statements generally can be identified by words or phrases such as “aim”, “anticipate”, “believe”, “continue”, “can”, “could”, “expect”, “estimate”, “intend”, “likely”, “may”, “objective”, “plan”, “potential”, “project”, “pursue”, “shall”, “seek to”, “will”, “will continue”, “will pursue”, “forecast”, “target”, or other words or phrases of similar import. Similarly, statements that describe the strategies, objectives, plans or goals of our Company are also forward-looking statements.

However, these are not the exclusive means of identifying forward-looking statements. All statements regarding our Company’s expected financial conditions, results of operations, business plans and prospects are forward-looking statements. These forward-looking statements include statements as to our Company’s business strategy, planned projects, revenue and profitability (including, without limitation, any financial or operating projections or forecasts), new business and other matters discussed in this Letter of offer that are not historical facts. These forward-looking statements contained in this Letter of offer (whether made by our Company or any third party), are predictions and involve known and unknown risks, uncertainties, assumptions and other factors that may cause the actual results, performance or achievements of our Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements or other projections.

Actual results may differ materially from those suggested by the forward-looking statements due to risks or uncertainties associated with our expectations with respect to, but not limited to, regulatory changes pertaining to the industry in which our Company operates and our ability to respond to them, our ability to successfully implement our strategy, our growth and expansion, the competition in our industry and markets, technological changes, our exposure to market risks, general economic and political conditions in India and globally which have an impact on our business activities or investments, the monetary and fiscal policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, the performance of the financial markets in India and globally, changes in laws, regulations and taxes, incidence of natural calamities and/or acts of violence. Important factors that could cause actual results to differ materially from our Company’s expectations include, but are not limited to, the following:

- Uncertainty of the continuing impact of the COVID-19 pandemic on our business and operations;
- We operate in a highly competitive industry and our inability to compete effectively may adversely affect our business;
- Our business will require substantial funds, and any disruption in funding sources would have a material adverse effect on our liquidity and financial condition;
- We are affected by volatility in interest rates for fund raisings operations, which could adversely affect our results of operations and profitability; and
- We depend on the accuracy and completeness of information about customers and counterparties. Any misrepresentation, errors in or incompleteness of such information could adversely affect our business and financial performance.
- Changes in the value of Rupee and other currency changes;
- The outcome of any legal or regulatory proceedings we are or may become a party to;
- Changes in Indian and/or foreign laws and regulations, including tax, accounting, banking, securities, insurance and other regulations;
- Changes in the pricing environment in India; and regional or general changes in asset valuations;
- Any changes in connection with policies, statutory provisions, regulations and/or RBI directions in connection with NBFCs, including laws that impact our lending rates and our ability to enforce our collateral;
- Emergence of new competitors;
- Potential mergers, acquisitions or restructurings;
- Occurrence of natural calamities or natural disasters affecting the areas in which our Company has operations;
- Availability of adequate debt and equity financing at commercially acceptable terms;
- General, political, economic, social and business conditions in Indian and other global markets;
- Significant competition in our businesses may limit our growth and prospects;

- Dependence on a number of key management personnel and senior management personnel and our ability to attract and retain qualified personnel;
- Our risk management and internal controls, as well as the risk management tools available to us, may not be adequate or effective in identifying or mitigating risks to which we are exposed; and
- Claims by clients or actions by regulators or both for alleged mis-selling.

For further discussion of factors that could cause the actual results to differ from our estimates and expectations, see "**Risk Factors**", "**Our Business**" and "**Management's Discussion and Analysis of Financial Position and Results of Operations**" beginning on pages 19, 77 and 134 respectively, of this Letter of offer. By their nature, certain market risk disclosures are only estimates and could be materially different from what actually occurs in the future. As a result, actual gains or losses could materially differ from those that have been estimated.

We cannot assure investors that the expectations reflected in these forward-looking statements will prove to be correct. Given these uncertainties, investors are cautioned not to place undue reliance on such forward-looking statements and not to regard such statements as a guarantee of future performance.

Forward-looking statements reflect the current views of our Company as of the date of this Letter of offer and are not a guarantee of future performance. These statements are based on the management's beliefs and assumptions, which in turn are based on currently available information. Although we believe the assumptions upon which these forward-looking statements are based are reasonable, any of these assumptions could prove to be inaccurate, and the forward-looking statements based on these assumptions could be incorrect. Neither our Company, our Directors, our Promoter, the Syndicate Member(s) nor any of their respective affiliates or advisors have any obligation to update or otherwise revise any statements reflecting circumstances arising after the date hereof or to reflect the occurrence of underlying events, even if the underlying assumptions do not come to fruition.

In accordance with the SEBI ICDR Regulations, our Company will ensure that investors are informed of material developments from the date of this Letter of offer until the time of receipt of the listing and trading permissions from the Stock Exchange.

## SUMMARY OF LETTER OF OFFER

The following is a general summary of the terms of this Issue, and should be read in conjunction with and is qualified by the more detailed information appearing in this Letter of offer, including the sections titled “*Risk Factors*”, “*The Issue*”, “*Capital Structure*”, “*Objects of the Issue*”, “*Industry Overview*”, “*Our Business*”, “*Outstanding Litigation and Defaults*” and “*Terms of the Issue*” beginning on pages 19, 36, 43, 45, 54, 77, 139 and 149 respectively of this Letter of offer.

### 1. Summary of Industry

The trading industry is like the bustling heart of the global economy, where goods and services flow between businesses and consumers. Picture a market place where everything from toothbrushes to high-tech gadgets changes hands. In this dynamic sector, companies buy and sell a vast array of products, creating a web of interconnected transactions. It's not just about physical goods, though; services, information, and ideas are also part of the trade. The industry thrives on constant movement, adapting to changing trends, consumer preferences, and economic conditions. It's essentially the engine that keeps the world of commerce running, linking producers to consumers and fostering a network of exchanges that shapes our daily lives.

Our company is engaged in the following industries: Agriculture Sector (buying and selling of various agricultural commodities such as grains, livestock, and soft commodities like coffee and cotton).

For details, please refer to chapter titled “*Industry Overview*” on page 54 of this Letter of offer.

### 2. Summary of Business

Our Company is primarily engaged in the business of trading in agricultural commodity products. Further, the Company proposes to diversify its business activities into pharmaceutical industry and is in the process of acquiring entire shareholding and ownership of a Company viz Astra Lifecare (India) Private Limited which owns 100 % export oriented pharmaceutical manufacturing plant of tablets and capsules with over 400 products registered in its name which is situated in Gujarat region of India.

For details, please refer to chapter titled “*Our Business*” on page 77 of this Letter of offer.

### 3. Our Promoter

The Promoter of our Company are Mr. Shrey Premal Parekh and Mr. Vijay Thakordas Champaneri.

*(Company was acquired by abovementioned promoters through Share Purchase Agreement (SPA) dated February 15, 2019, and Letter of Offer dated May 24, 2019 in terms of Regulation 3 and Regulation 4 of SEBI (SAST) Regulations, 2011.)*

For further details please see chapter titled “*Our Promoters*” beginning on page 90 of this Letter of offer.

### 4. Objects of the Issue

The Net Proceeds are proposed to be used in the manner set out in the following table:

| (₹ in lakhs) |  |  |
|--------------|--|--|
| S.No.        | Particulars  | Total estimated amount to be utilized (₹ in lakhs) |
| 1.           | Acquisition of Equity Shares in Astra Lifecare (India) Private Limited                         | 1568.47  |
| 2.           | Repayment of Loan availed from the related party through conversion outstanding Loan to Equity | 931.53   |
| 3.           | To meet working capital requirement of our company   | 800.00   |
| 4.           | General Corporate purposes   | 241.58   |
|              | <b>Total</b>   | <b>3541.58</b>                                     |

For further details, please see chapter titled “*Objects of the Issue*” beginning on page no 45 of this Letter of offer.



## 5. Intention and extent of participation by our Promoter and Promoter Group in the Issue

Our Promoters had confirmed their intention to (i) subscribe to the full extent of their respective Rights Entitlements, subject to compliance with the minimum public shareholding requirements, as prescribed under the SCRR; and (ii) has also confirmed that they shall not renounce their Rights Entitlements except to the extent of renunciation within the promoter or members of promoter group. Accordingly, in terms of the SEBI ICDR Regulations, the requirement of minimum subscription in the Issue is not applicable.

Since, minimum subscription clause is not applicable. Hence, there is no requirement to subscribe the unsubscribed portion of the Right Issue by the promoter of the company.

## 6. Summary of Financial Information

The following table sets forth the summary of the financial information derived from the Financial Statements for the stub period, and for the Financial Years ended on March 31, 2023.

(₹ in Lakhs)

| Particulars   | Audited Financial Statements             |  |
|---|--|--|
|   | For the Stub period ended March 31, 2024 | For the Financial Year ending March 31, 2023 |
| Equity Share Capital  | 1201.38                                  | 965.88                                       |
| Net-Worth   | 596.81                                   | 191.78                                       |
| <b>Total Income</b>   | <b>945.45</b>                            | <b>931.28</b>                                |
| Profit/ (loss) after tax (excluding comprehensive income/ (loss)) | 52.46                                    | 29.92  |
| Basic EPS   | 0.44                                     | 0.33   |
| Diluted EPS   | 0.44                                     | 0.31   |
| Net asset value per Equity Share                                  | 0.49                                     | 0.19   |
| Total borrowings (Including current and non-current borrowings)   | 1090.74                                  | 185.99                                       |

## 7. Summary of Outstanding Litigations:

A summary of outstanding litigation proceedings involving our Company, our Directors and our Promoter as on the date of this Letter of offer is provided below:

(₹ in lakhs)

| Nature of Cases                                  | Number of outstanding cases | Amount Involved* |
|--|-----------------------------|------------------|
| <b><i>Litigation involving our Company</i></b>   |                             |                  |
| Criminal proceedings against our Company         | Nil                         | Nil              |
| Criminal proceedings by our Company              | Nil                         | Nil              |
| Material civil litigation against Company        | 1                           | Nil              |
| Material civil litigation by our Company         | Nil                         | Nil              |
| Actions by statutory or regulatory authorities   | Nil                         | Nil              |
| Direct and indirect tax proceedings              | Nil                         | Nil              |
| <b><i>Litigation involving our Directors</i></b> |                             |                  |
| Criminal proceedings against our Directors       | Nil                         | Nil              |
| Criminal proceedings by our Directors            | Nil                         | Nil              |
| Material civil litigation against our Directors  | Nil                         | Nil              |
| Material civil litigation by our Directors       | Nil                         | Nil              |
| Actions by statutory or regulatory authorities   | Nil                         | Nil              |
| Direct and indirect tax proceedings              | Nil                         | Nil              |
| <b><i>Litigation involving our Promoter</i></b>  |                             |                  |
| Criminal proceedings against our Promoter        | Nil                         | Nil              |
| Criminal proceedings by our Promoter             | Nil                         | Nil              |

| <b>Nature of Cases</b>                         | <b>Number of outstanding cases</b> | <b>Amount Involved*</b> |
|--|------------------------------------|-------------------------|
| Material civil litigation against our Promoter | Nil                                | Nil                     |
| Material civil litigation by our Promoter      | Nil                                | Nil                     |
| Actions by statutory or regulatory authorities | Nil                                | Nil                     |
| Direct and indirect tax proceedings            | Nil                                | Nil                     |

\* *To the extent quantifiable.*

For details, please refer to chapter titled “**Outstanding Litigations and Defaults**” on page 142 of this Letter of offer.

**8. Risk Factors:**

For details of potential risks associated with our ongoing business activities and industry, investment in Equity Shares of the Company, material litigations which impact the business of the Company and other economic factors please see “**Risk Factors**” on page 19 of this Letter of offer.

**9. Summary of Contingent Liabilities**

As on date, there are no contingent liabilities on the Company.

**10. Summary of Related Party Transactions**

Please refer “**Financial Information**” beginning on page 93 of the Financial Information in this Letter of offer.

**11. Issue of equity shares made in last one year for consideration other than cash**

Our Company has not issued any equity shares for consideration other than cash in last one year.

**12. Split or consolidation of Equity Shares in the last one year**

Our Company has not sub-divided or consolidated its Equity shares in last one year. Hence, this clause is not applicable in this Issue.

## SECTION II – RISK FACTORS

*An investment in the Equity Shares involves a high degree of risk. You should carefully consider all the information in this Letter of offer, including the risks and uncertainties described below, before making an investment in the Equity Shares. In making an investment decision, prospective investors must rely on their own examination of us and the terms of the Issue including the merits and risks involved. The risks described below are not the only ones relevant to us, our Equity Shares, the industry or the segment in which we operate.*

*Additional risks and uncertainties, not presently known to us or that we currently deem immaterial may arise or may become material in the future and may also impair our business, results of operations and financial condition. If any of the following risks, or other risks that are not currently known or are now deemed immaterial, actually occur, our business, results of operations, cash flows and financial condition could be adversely affected, the trading price of our Equity Shares could decline, and as prospective investors, you may lose all or part of your investment. You should consult your tax, financial and legal advisors about particular consequences to you of an investment in this Issue. The financial and other related implications of the risk factors, wherever quantifiable, have been disclosed in the risk factor mentioned below. However, there are certain risk factors where the financial impact is not quantifiable and, therefore, cannot be disclosed in such risk factors.*

*To obtain a complete understanding, you should read this section in conjunction with the sections “Industry Overview”, “Our Business” and “Management’s Discussion and Analysis of Financial Position and Results of Operations” on pages 54, 77 and 134 of this Letter of offer, respectively. The industry-related information disclosed in this section has been derived from publicly available documents from various sources believed to be reliable, but their accuracy and completeness are not guaranteed and their reliability cannot be assured. Neither our Company, nor any other person connected with the Issue, has independently verified the information in the industry report or other publicly available information cited in this section. This Letter of offer also contains forward-looking statements that involve risks, assumptions, estimates and uncertainties. Our actual results could differ materially from those anticipated in these forward-looking statements as a result of certain factors, including the considerations described below and, in the section titled “Forward-Looking Statements” on page [•] of this Letter of offer.*

*Unless specified or quantified in the relevant risk factors below, we are not in a position to quantify the financial or other implications of any of the risks described in this section. Unless the context requires otherwise, the financial information of our Company has been derived from the Financial Information and the Limited Review Financial Information, prepared in accordance with Ind AS, the Companies Act and SEBI ICDR Regulations.*

*Materiality:*

*The Risk Factors have been determined on the basis of their materiality. The following factors have been considered for determining the materiality of Risk Factors:*

- Some events may not be material individually but may be found material collectively;*
- Some events may have material impact qualitatively instead of quantitatively; and*
- Some events may not be material at present but may have a material impact in future.*

*The financial and other related implications of risks concerned, wherever quantifiable have been disclosed in the risk factors mentioned below. However, there are risk factors where the impact may not be quantifiable and hence, the same has not been disclosed in such risk factors. The numbering of the risk factors has been done to facilitate ease of reading and reference and does not in any manner indicate the importance of one risk over another.*

*In this Letter of offer, any discrepancies in any table between total and sums of the amount listed are due to rounding off.*

*In this section, unless the context requires otherwise, any reference to “we”, “us” or “our” refers to Shrydus Industries Limited.*

*The risk factors are classified as under for the sake of better clarity and increased understanding.*

### INTERNAL RISK FACTORS

#### INTERNAL RISKS

- 1. Our Company had negative cash flow in recent fiscals, details of which are given below. Sustained negative cash flow could adversely impact our business, financial condition and results of operations.**

Cash flow of a company is a key indicator to show the extent of cash generated from operations to meet its capital expenditure, pay dividends, repay loans and make new investments without raising finance from external resources. If we are not able to generate sufficient cash flow, it may adversely affect our business and financial operations. For further details please refer to the section titled 'Financial Information' and chapter titled 'Management's Discussion and Analysis of Financial Condition and Results of Operations' beginning on page numbers 95 and 134, respectively, of the Letter of offer.

**2. *The objects of the Issue for which funds are being raised have not been appraised by any agency.***

The deployment of funds in the project is entirely at the discretion of our management and as per the details mentioned in the section titled "**Objects of the Issue**". Any revision in the estimates may require us to reschedule our project expenditure and may have a bearing on our expected revenues and earnings. Our funding requirements and the deployment of the proceeds of the Issue are purely based on our management's estimates and have not been appraised by any agency. Our Company may have to revise such estimates from time to time and consequently our funding requirements may also change. Our estimates for expansion may exceed the value that would have been determined by third party appraisals and may require us to reschedule our expenditure which may have a bearing on our expected revenues and earnings. Further, the deployment of the funds towards the objects of the Issue is entirely at the discretion of our management and is not subject to monitoring by any external independent agency. However, the deployment of funds is subject to monitoring by our Audit Committee.

**3. *Our operations are significantly located in the Kolkata & Mumbai region and failure to expand our operations may restrict our growth and adversely affect our business.***

Currently, we are carrying our business mainly in the Kolkata & Mumbai region and hence our major revenues are generated from operations in Mumbai only. In the event that demand for our products in general reduces or stops by any reason including political discord or instability or change in policies of State, then our financial condition and operating results may be materially and adversely affected. As we seek to diversify our regional focus, we may face the risk that our competitors may be better known in other markets, enjoy better relationships with customers. Our lack of exposure in geographical boundaries outside our operating regions could impact our future revenues.

**4. *Our success depends largely upon the services of our Promoters, Executive Directors and other key managerial personnel and our ability to attract and retain them.***

We are dependent on our Key Managerial Personnel for setting our strategic direction and managing our businesses. Our Promoters have over the years-built relations with suppliers, customers and other persons who are connected with us. Accordingly, our Company's performance is dependent upon the services of our Promoters, our Executive Directors and other key managerial personnel. Our future performance will depend upon the continued services of these persons. Demand for key managerial personnel in the industry is intense and our inability to attract and retain key managerial personnel may affect the operations of our Company.

**5. *Our inability to manage growth could disrupt our business and reduce our profitability.***

A principal component of our strategy is to continue to grow by expanding the size and geographical scope of our businesses, as well as the development of our new products portfolio. This growth strategy will place significant demands on our management, financial and other resources. It will require us to continuously develop and improve our operational, financial and internal controls. Continuous expansion increases the challenges involved in financial management, recruitment, training and retaining high quality human resources, preserving our culture, values and entrepreneurial environment, and developing and improving our internal administrative infrastructure. Any inability on our part to manage such growth could disrupt our business prospects, impact our financial condition and adversely affect our results of operations.

**6. *We have not made any alternate arrangements for meeting our capital requirements for the Objects of the issue. Further we have not identified any alternate source of financing the 'Objects of the Issue'. Any shortfall in raising / meeting the same could adversely affect our growth plans, operations and financial performance.***

As on date, we have not made any alternate arrangements for meeting our capital requirements for the objects of the issue. We meet our capital requirements through our owned funds and internal accruals. Any shortfall in our net owned funds, internal accruals and our inability to raise debt in future would

result in us being unable to meet our capital requirements, which in turn will negatively affect our financial condition and results of operations. Further we have not identified any alternate source of funding and hence any failure or delay on our part to raise money from this issue or any shortfall in the issue proceeds may delay the implementation schedule and could adversely affect our growth plans. For further details please refer to the chapter titled “Objects of the Issue” beginning on page 45 of the Letter of offer.

**7. *The prices we are able to obtain for the trading products that we trade depend largely on prevailing market prices.***

The prevailing market price of our trading products has a significant impact on our profits. Commodities have been subject to price fluctuations resulting from weather, domestic and foreign trade policies, shifts in supply and demand and other factors beyond our control. As a result, any fluctuation in prices could have a material adverse effect on our Company and our results of operations.

**8. *Our Company has not entered into any fixed contracts with its customers and we will operate on the basis of orders received on hand. Inability to maintain regular order flow would adversely impact our revenues and profitability Long-term business relationship in turn benefits continuous order.***

We have not entered into any fixed contracts with our customers and we cater to them on an order-by-order basis. As a result, our customers can terminate their relationships with us without any notice and, without consequence, which could materially and adversely impact our business. Consequently, our revenue may be subject to variability because of fluctuations in demand for our materials. Our Company’s customers have no obligation to place order with us and may either cancel, reduce or delay orders. The orders placed by our Company’s customers are dependent on factors such as the customer satisfaction with the level of service that our Company provides, quality consistency, fluctuation in demand for our Company’s products and customer’s inventory management. Although we place a strong emphasis on quality, pricing and timely delivery of our products and after sales service such as feedback on the trends in their market, personal interaction by the top management with the customers, etc., in the absence of contracts, any sudden change in the buying pattern of buyers could adversely affect the business and the profitability of our Company.

**9. *We face intense competition in our businesses, which may limit our growth and prospects.***

Our Company faces significant competition from other manufacturers and traders. In particular, we compete with other traders operating in the markets in which we are present. Our competitors may have advantages over us, including, but not limited to:

- Substantially greater financial resources;
- Longer operating history than in certain of our businesses;
- Greater brand recognition among consumers;
- Larger customer bases in and outside India; or
- More diversified operations which allow profits from certain operations to support others with lower profitability.

These competitive pressures may affect our business, and our growth will largely depend on our ability to respond in an effective and timely manner to these competitive pressures.

**10. *Our company falls under GSM Stage 0, meaning market participants should carry out necessary due diligence while dealing in the shares of company.***

Securities and Exchange Board of India (SEBI) and Exchanges in order to enhance market integrity and safeguard interest of investors, have introduced Graded Surveillance Measures (GSM) wherein certain identified securities shall be subjected to enhanced monitoring and surveillance actions. The main objective of these measures is to alert and advise investors to be extra cautious while dealing in these securities and advise market participants to carry out necessary due diligence while dealing in these securities. Our company falls under GSM Stage 0, meaning market participants should carry out the necessary due diligence while dealing in the shares of the company. GSM has different stages, with Stage 0 being the least severe. The purpose of GSM Stage 0 is to keep a close watch on securities that may potentially exhibit abnormal trading patterns or other market-related anomalies. It helps the exchange maintain market integrity and protect investors’ interests by promptly identifying and addressing any emerging risks or irregularities. We cannot assure you that our Company will not move to other GSM categories or come out of GSM, hence investors investing in our equity shares to be aware

of the various GSM stages as they can impact trading restrictions and other regulatory actions on securities listed on the BSE.

**11. *Our ability to pay dividends in the future will depend upon future earnings, financial condition, cash flows, working capital requirements and capital expenditures.***

We have not paid any dividends since incorporation. Our future ability to pay dividends will depend on our earnings, financial condition and capital requirements. Dividends distributed by us will attract dividend distribution tax at rates applicable from time to time. There can be no assurance that we will generate sufficient income to cover the operating expenses and pay dividends to the shareholders. Our ability to pay dividends will also depend on our expansion plans. We may be unable to pay dividends in the near or medium term, and the future dividend policy will depend on the capital requirements and financing arrangements for the business plans, financial condition and results of operations.

**12. *We do not own our Registered Office and Corporate office from which we operate.***


Our Registered office situated at M/s. Mangalam Housing Development Finance Limited, 24 & 26 Hemanta Basu Sarani, Kolkata-700001, R.N. Mukherjee Road, Kolkata, Kolkata, West Bengal, India-700001, and Corporate office situated at 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai, Mumbai, Maharashtra, India-400058, both are not owned by us. We cannot assure you that we will have the right to occupy, these premises in the future, or that we will be able to continue with the uninterrupted use of this property, which may impair our operations and adversely affect our financial condition. Further these agreements are not registered and may not be adequately stamped under Indian law. In the event of any such irregularity, we may not be able to enforce our rights under such agreements in the event of a dispute. For further details of our office premises please refer to the section titled "Our Business" on page 77 of the Letter of offer.

**13. *We will enter into certain related party transactions and may continue to do so.***

We will enter into related party transactions with our Promoters, its group members/ entities, and Directors. While we believe that all such transactions will be conducted on arm's length basis, however it is difficult to ascertain whether more favorable terms will be achieved if such transactions be entered with unrelated parties. Furthermore, it is likely that we will continue to enter into related party transactions in the near future as well. There can be no assurance that such transactions, individually or in the aggregate, will not have an adverse effect on our financial condition and results of operation. We are in compliance with Related Party Transactions as per the provisions of the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. For further details regarding the related party transactions, see the disclosure on related party transactions contained in the financial statements included in this Letter of Offer and, also see the section "Financial Information" on page no. 95 of this Letter of Offer.

**14. *Our Company has not yet applied for the registration of the logo or any of the intellectual property that it uses with the registrar of Trademarks.***



Our Company has not yet applied for the registration of its logo  it uses. Any failure to get the same registered in our name may cause any third-party claim and may lead to litigation and our business operations could be affected. Even if our trademarks are registered, we may not be able to detect any unauthorized use or infringement or take appropriate and timely steps to enforce or protect our intellectual property, nor can we provide any assurance that any unauthorized use or infringement will not cause damage to our business prospects.

**15. *Future issuances of Equity Shares or future sales of Equity Shares by our Promoters and certain shareholders, or the perception that such sales may occur, may result in a decrease of the market price of our Equity Shares.***

Any future issuance of the Equity Shares, convertible securities or securities linked to the Equity Shares by our Company may dilute your shareholding in our Company; adversely affect the trading price of the Equity Shares and our ability to raise capital through an issue of our securities. In addition, any perception by investors that such issuances or sales might occur could also affect the trading price of the Equity Shares. We cannot assure you that we will not issue additional Equity Shares. The disposal of Equity Shares by any of our Promoter and Promoter Group, or the perception that such sales may

occur may significantly affect the trading price of the Equity Shares. We cannot assure you that our Promoter and Promoter Group will not dispose of, pledge or encumber their Equity Shares in the future.

**16. *We have not obtained the insurance coverage to protect against any business risks and this may have an adverse effect on the business operations.***

Operations in our business carry inherent risks of personal injury, damage to or destruction of property, plant and equipment and damage to the environment, and are subject to risks such as fire, theft, flood, earthquakes and terrorism. However, we have not obtained any insurance coverage and are in the process of obtaining the same. The occurrence of any event for which we are not insured, could have an adverse effect on our business, reputation, results of operations, financial condition and cash flow.

**17. *We have had certain inaccuracy in relation to regulatory filings to be made with the RoC and our company has made noncompliance of certain provision under applicable law.***

In the past, there have been some instances of incorrect filings or delay in filing statutory forms with ROC, which have subsequently been filed along with payment of additional fees, as specified by ROC. Although no show cause notice has been issued against our Company till date in respect of above, in the event of any cognizance being taken by the concerned authorities in respect of above, actions may be taken against our Company and its directors, in which event the financials of our Company and our directors may be affected. Also, with the expansion of our operations there can be no assurance that deficiencies in our internal controls and compliances will not arise, or that we will be able to implement, and continue to maintain, adequate measures to rectify or mitigate any such deficiencies in our internal controls, in a timely manner or at all.

**18. *We had not made certain disclosures as required by SEBI Regulations from time to time.***

The company has not made disclosures w.r.t. the regulation 29(2) of SEBI SAST Regulations 2011. Although no show cause notice has been issued against our Company till date in respect of above, in the event of any cognizance being taken by the concerned authorities in respect of above, actions may be taken against our Company and its directors, in which event the financials of our Company and our directors may be affected.

**19. *General economic and market conditions in India and globally could have a material adverse effect on our business, financial condition, cash flows, results of operations and prospects.***

Our business is highly dependent on economic and market conditions in India and other jurisdictions where we operate. General economic and political conditions in India, such as macroeconomic and monetary policies, industry-specific trends, mergers and acquisitions activity, legislation and regulations relating to the financial and securities industries, household savings rate, investment in alternative financial instruments, upward and downward trends in the market, business and financial sectors, volatility in security prices, perceived lack of attractiveness of the Indian capital markets, inflation, foreign direct investment, consumer confidence, currency and interest rate fluctuations, availability of short-term and long-term market funding sources and cost of funding, could affect our business. Global economic and political conditions may also adversely affect the Indian economic conditions. Market conditions may change rapidly and the Indian capital markets have experienced significant volatility in the past. The Indian economy has had sustained periods of high inflation in the recent past. If inflation or real interest rates were to rise significantly, the trends towards increased financial savings might slow down or reverse, our employee costs may increase and the sales of many of our products and services may decline.

**20. *If we are unable to respond to the demands of our existing and new clients, or adapt to technological changes or advances, our business and growth could be adversely affected.***

Our industry is characterized by increasingly complex and integrated services, new and changing business models and rapid technological and regulatory changes. Our clients' needs and demands for our services evolve with these changes. Our future success will depend, in part, on our ability to respond to our clients' demands for new services, capabilities and technologies on a timely and cost-effective basis. We also need to adapt to technological advancements and keep pace with changing regulatory standards to address our clients' increasingly sophisticated requirements. Transitioning to these new technologies may be disruptive to our resources and the services we provide and may increase our reliance on third-party service providers. If we fail to adapt or keep pace with new technologies in a timely manner, provide customers with better services and user experience, or retain and attract skilled technology staff, it could harm our ability to compete, decrease the value of our services to our clients, and adversely affect our

business and future growth.

**21. *Major fraud, lapses of internal control or system failures could adversely impact the company's business.***

Our Company is vulnerable to risk arising from the failure of employees to adhere to approved procedures, system controls, fraud, system failures, information system disruptions, communication systems failure and interception during transmission through external communication channels or networks. Failure to protect fraud or breach in security may adversely affect our Company's operations and financial performance. Our reputation could also be adversely affected by significant fraud committed by our employees, agents, customers or third parties.

**22. *Our inability to manage growth could disrupt our business and reduce our profitability. We propose to expand our business activities in coming financial years.***

We expect our future growth to place significant demands on both our management and our resources. This will require us to continuously evolve and improve our operational, financial and internal controls across the organisation. In particular, continued expansion increases the challenges we face in:

- Our ability to acquire and retain clients for our business;
- Services, products or pricing policies introduced by our competitors;
- Capital expenditure and other costs relating to our operations;
- The timing and nature of, and expenses incurred in, our marketing efforts;
- Recruiting, training and retaining sufficient skilled technical and management personnel;
- Adhering to our high quality and process execution standards;
- Maintaining high levels of customer satisfaction;
- Developing and improving our internal administrative infrastructure, particularly our financial, operational, communications, and other internal systems.

You should not rely on yearly comparisons of our results of operations as indicators of future performance. It is possible that in some future periods our results of operations may be below the expectations of public, market analysts and investors. If we are unable to manage our growth it could have an adverse effect on our business, results of operations and financial condition.

**23. *If we are unable to source business opportunities effectively, we may not achieve our financial objectives.***

Our ability to achieve our financial objectives will depend on our ability to identify, evaluate and accomplish business opportunities. To grow our business, we will need to hire, train, supervise and manage new employees and to implement systems capable of effectively accommodating our growth. However, we cannot assure you that any such employees will contribute to the success of our business or that we will implement such systems effectively. Our failure to source business opportunities effectively could have a material adverse effect on our business, financial condition and results of operations. It is also possible that the strategies used by us in the future may be different from those presently in use. No assurance can be given that our analyses of market and other data or the strategies we use or plans in future to use will be successful under various market conditions.

**24. *The nature of our business exposes us to liability claims and contract disputes and our indemnities may not adequately protect us. Any liability in excess of our reserves or indemnities could result in additional costs, which would reduce our profits.***

Time is often of the essence in our business work. In the event there are delays in our current or future service, we will not be able to get extensions from our customers. Further, in some contracts, in case of



delay due to deficiency in services by us, clients may have the right to complete the work at our risk and cost by engaging a third party. In the event we fail to perform under the terms of a particular contract, that could adversely affect our financial conditions and business operations. Failure to effectively cover ourselves against any of these reasons could expose us to substantial costs and potentially lead to material losses. In addition, if there is a customer dispute regarding our performance or workmanship, the customer may delay or withhold payment to us.

***25. Employee fraud or misconduct could harm us by impairing our ability to attract and retain clients and subject us to significant legal liability and reputational harm.***

Our business is exposed to the risk of employee misappropriation, fraud or misconduct. Our employees could make improper use or disclose confidential information, which could result in regulatory sanctions and serious reputational or financial harm. While we strive to monitor, detect and prevent fraud or misappropriation by our employees, through various internal control measures, we may be unable to adequately prevent or deter such activities in all cases. Our dependence upon automated systems to record and process transactions may further increase the risk that technical system flaws or employee tampering or manipulation of those systems will result in losses that are difficult to detect. While we have not been able to identify such issues in the past, there could be instances of fraud and misconduct by our employees, which may go unnoticed for certain periods of time before corrective action is taken. In addition, we may be subject to regulatory or other proceedings, penalties or other actions in connection with any such unauthorized transaction, fraud or misappropriation by our agents or employees, which could adversely affect our goodwill, business prospects and future financial performance. We may also be required to make good any monetary loss to the affected party. Even when we identify instances of fraud and other misconduct and pursue legal recourse or file claims with our insurance carriers, we cannot assure you that we will recover any amounts lost through such fraud or other misconduct.

***26. Delays or defaults in payments from our clients could result into a constraint on our cash flows. The efficiency and growth of our business depends on timely payments received from our clients.***

In the event, our client's default or delay in making payments and clearing their dues, we may not have adequate resources to fund our business and implement our growth plans. This could have an adverse effect on the results of operations and our financial condition.

***27. Our actual results could differ from the estimates and projections used to prepare our financial statements.***

The estimates and projections are based on and reflect our current expectations, assumptions and / or projections as well as our perception of historical trends and current conditions, as well as other factors that we believe are appropriate and reasonable under the circumstances. There can be no assurance that our expectations, estimates, assumptions and / or projections, including with respect to the future earnings and performance will prove to be correct or that any of our expectations, estimates or projections will be achieved.

***28. Any future acquisitions, joint ventures, partnerships, strategic alliances, tie-ups or investments could fail to achieve expected synergies and may disrupt our business and harm the results of operations and our financial condition.***

Our success will depend, in part, on our ability to expand our business in response to changing technologies, customer demands and competitive pressures. We have, in the past, explored and continue to explore opportunities on our own, through collaborations, tie-ups, strategic alliances, partnerships or joint venture across the country and regions of focus. In some circumstances, we may also decide to acquire, or invest in, complementary technologies instead of internal development. While we are currently evaluating opportunities and negotiating with several potential partners, we have not entered into any definitive agreements. The risks we face in connection with acquisitions may include integration of product and service offerings, co-ordination of R&D and marketing functions and the diversion of management's time and focus from operating our business to addressing challenges pertaining to acquisition and integration. Our failure to address these risks or other problems encountered in connection with our acquisitions and investments could result in our failure to realize the anticipated benefits of these acquisitions or investments, cause us to incur unanticipated liabilities, and harm our business generally.

***29. Our future funds requirements, in the form of fresh issue of capital or securities and / or loans taken by us, may be prejudicial to the interest of the shareholders depending upon the terms on which they are eventually raised.***

We may require additional capital from time to time depending on our business needs. Any fresh issue of shares or convertible securities would dilute the shareholding of the existing shareholders and such issuance may be done on terms and conditions, which may not be favorable to the then existing shareholders. If such funds are raised in the form of loans or debt, then it may substantially increase our interest burden and decrease our cash flows, thus prejudicially affecting our profitability and ability to pay dividends to our shareholders.

**30. *Negative publicity could adversely affect our revenue model and profitability.***

We work in the market where trust of the customers on us and upon the services provided by us matters a lot. Any negative publicity regarding our company or the services rendered by the company due to any other unforeseen events may affect our reputation and image which leads to the adverse effect on our business and goodwill as well.

**31. *Pharma Industry information included in this Letter of offer has been derived from industry reports commissioned by us for such purpose. There can be no assurance that such third-party statistical, financial and other industry information is either complete or accurate.***

We have relied on the reports of certain independent third party for purposes of inclusion of such information in this Letter of offer. These reports are subject to various limitations and based upon certain assumptions that are subjective in nature. We have not independently verified data from such industry reports and other sources. Although we believe that the data may be considered to be reliable, their accuracy, completeness and underlying assumptions are not guaranteed and their dependability cannot be assured. While we have taken reasonable care in the reproduction of the information, the information has not been prepared or independently verified by us, or any of our respective affiliates or advisors and, therefore, we make no representation or warranty, express or implied, as to the accuracy or completeness of such facts and statistics. Due to possibly flawed or ineffective collection methods or discrepancies between published information and market practice and other problems, the statistics herein may be inaccurate or may not be comparable to statistics produced for other economies and should not be unduly relied upon. Further, there is no assurance that they are stated or compiled on the same basis or with the same degree of accuracy as may be the case elsewhere. Statements from parties that involve estimates are subject to change, and actual amounts may differ materially from those included in this Letter of offer.

**32. *Our success depends in large part upon our qualified personnel, including our senior management, directors and key personnel and our ability to attract and retain them when necessary.***

Our operations are dependent on our ability to attract and retain qualified personnel. While we believe that we currently have adequate qualified personnel, we may not be able to continuously attract or retain such personnel, or retain them on acceptable terms, given the demand for such personnel. The loss of the services of our qualified personnel may adversely affect our business, results of operations and financial condition. We may require a long period of time to hire and train replacement personnel when qualified personnel terminate their employment with our Company. We may also be required to increase our levels of employee compensation more rapidly than in the past to remain competitive in attracting the qualified employees that our business requires. Furthermore, our senior management team is integral to the success of our business. However, we cannot assure you that we will be able to retain any or all of our management team. Any loss of our senior management or key personnel or our inability to recruit further senior managers or other key personnel could impede our growth by impairing our day-to-day operations and hindering our development of ongoing and planned projects and our ability to develop, maintain and expand customer relationships.

**33. *In addition to our existing indebtedness for our operations, we may be required to obtain further loan during the course of business. There can be no assurance that we would be able to service our existing and/or additional indebtedness.***

In addition to our existing indebtedness for our existing operations we may be required to raise further debt in the form of term loans and working capital loans in the course of business. Increased borrowings, if any, would adversely affect our debt-equity ratio and our ability to further borrow at competitive rates. Any failure to service our indebtedness or otherwise perform our obligations under our financing agreements could lead to a termination of one or more of our credit facilities, trigger cross default provisions, penalties and acceleration of amounts due under such facilities which may adversely affect our business, financial condition and results of operations. For further details of our indebtedness, please refer to the Section titled "Financial Information" on page 95 of this Letter of offer.

**34. *Our funding requirements and the proposed deployment of the Net Proceeds are based on management estimates and have not been independently appraised.***

Our funding requirements and the proposed deployment of the Net Proceeds are based on management estimates and is subject to change in light of changes in external circumstances, costs, other financial condition or business strategies, and have not been appraised by an independent entity. In the absence of such independent appraisal, or the requirement for us to appoint a monitoring agency in terms of the SEBI Regulations, the deployment of the net proceeds is at our discretion. We cannot assure you that we will be able to monitor and report the deployment of the Net Proceeds in a manner similar to that of a monitoring agency. Further, we may have to revise our expenditure and funding requirements as a result of variations in costs, estimates, quotations or other external factors, which may not be within the control of our management. This may entail rescheduling, revising or cancelling planned expenditure and funding requirements at the discretion of our Board. Additionally, various risks and uncertainties, including those set out in this “Risk Factors” section, may limit or delay our Company’s efforts to use the Net Proceeds and to achieve profitable growth in our business.

**35. *We are dependent on third party transportation providers for delivery of trading goods and materials to us from our suppliers and delivery of trading goods and materials to our clients. Any failure on part of such service providers to meet their obligations could have a material adverse effect on our business, financial condition and results of operation.***

As trading is our main activities, our success depends on the smooth supply and transportation of the trading materials and transportation of our trading materials from our suppliers to us / or our buyers / clients, both of which are subject to various uncertainties and risks. In addition, trading materials may be lost or damaged in transit for various reasons including occurrence of accidents or natural disasters. There may also be delay in delivery of trading materials which may also affect our business and our results of operation negatively. A failure to maintain a continuous supply of trading materials to us as well as to our clients in an efficient and reliable manner could have a material and adverse effect on our business, financial condition and results of operations.

**36. *Our Board of Directors and management may change our operating policies and strategies without prior notice or shareholder approval.***

Our Board of Directors and management has the authority to modify certain of our operating policies and strategies without prior notice (except as required by law) and without shareholder approval. We cannot predict the effect that any changes to our current operating policies or strategies would have on our business, operating results and the price of our Equity Shares.

**Issue Specific Risks:**

**37. *We will not distribute this Letter of offer, the Abridged Letter of offer, Application Form and Rights Entitlement Letter to overseas Shareholders who have not provided an address in India for service of documents.***

In accordance with the SEBI ICDR Regulations and SEBI Rights Issue Circulars our Company will send, only through email, this Letter of offer, the Abridged Letter of offer, the Rights Entitlement Letter, Application Form and other issue material to the email addresses of all the Eligible Equity Shareholders who have provided their Indian addresses to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares permitted under laws of such jurisdictions and in each case who make a request in this regard. The Issue Materials will not be distributed to addresses outside India on account of restrictions that apply to circulation of such materials in overseas jurisdictions. However, the Companies Act, 2013 requires companies to serve documents at any address which may be provided by the members as well as through e-mail. Presently, there is lack of clarity under the Companies Act, 2013 and the rules made thereunder with respect to distribution of Issue Materials in overseas jurisdictions where such distribution may be prohibited under the applicable laws of such jurisdictions. While we have requested all the shareholders to provide an address in India for the purposes of distribution of Issue Materials, we cannot assure you that the regulator or authorities would not adopt a different view with respect to compliance with the Companies Act, 2013 and may subject us to fines or penalties.

**38. *SEBI has recently, by way of circulars dated January 22, 2020, May 6, 2020 and January 19, 2021, streamlined the process of rights issues. You should follow the instructions carefully, as stated in such SEBI circulars and in this Letter of offer.***

The concept of crediting Rights Entitlements into the demat accounts of the Eligible Equity Shareholders has recently been introduced by the SEBI. Accordingly, the process for such Rights Entitlements has been recently devised by capital market intermediaries. Eligible Equity Shareholders are encouraged to exercise caution, carefully follow the requirements as stated in the SEBI circulars dated January 22, 2020, May 6, 2020 and January 19, 2021 and April 22, 2021, and ensure completion of all necessary steps in relation to providing/updating their demat account details in a timely manner. For details, see "**Terms of the Issue**" on page 149.

In accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circular, the credit of Rights Entitlements and Allotment of Rights Equity Shares shall be made in dematerialized form only. Prior to the Issue Opening Date, our Company shall credit the Rights Entitlements to (i) the demat accounts of the Eligible Equity Shareholders holding the Equity Shares in dematerialized form; and (ii) a demat suspense escrow account opened by our Company, for the Eligible Equity Shareholders which would comprise of Rights Entitlements relating to (a) Equity Shares held in a demat suspense account pursuant to Regulation 39 of the SEBI Listing Regulations; or (b) Equity Shares held in the account of IEPF authority; or (c) the demat accounts of the Eligible Equity Shareholder which are frozen or details of which are unavailable with our Company or with the Registrar on the Record Date; or (d) credit of the Rights Entitlements returned/reversed/failed; or (e) the ownership of the Equity Shares currently under dispute, including any court proceedings.

***39. The Rights Entitlement of Eligible Equity Shareholders holding Equity Shares in physical form ("Physical Shareholder") may lapse in case they fail to furnish the details of their demat account to the Registrar.***

In accordance with the SEBI Circular SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020, the credit of Rights Entitlement and Allotment of Equity Shares shall be made in dematerialised form only. Accordingly, the Rights Entitlements of the Physical Shareholders shall be credited in a suspense escrow demat account opened by our Company during the Issue Period. The Physical Shareholders are requested to furnish the details of their demat account to the Registrar not later than two Working Days prior to the Issue Closing Date to enable the credit of their Rights Entitlements in their demat accounts at least one day before the Issue Closing Date. The Rights Entitlements of the Physical Shareholders who do not furnish the details of their demat account to the Registrar not later than two Working Days prior to the Issue Closing Date, shall lapse. Further, pursuant to a press release dated December 03, 2018 issued by the SEBI, with effect from April 1, 2019, a transfer of listed Equity Shares cannot be processed unless the Equity Shares are held in dematerialized form (except in case of transmission or transposition of Equity Shares).

***40. Failure to exercise or sell the Rights Entitlements will cause the Rights Entitlements to lapse without compensation and result in a dilution of shareholding.***

The Rights Entitlements that are not exercised prior to the end of the Issue Closing Date will expire and become null and void, and Eligible Equity Shareholders will not receive any consideration for them. The proportionate ownership and voting interest in our Company of Eligible Equity Shareholders who fail (or are not able) to exercise their Rights Entitlements will be diluted. Even if you elect to sell your unexercised Rights Entitlements, the consideration you receive for them may not be sufficient to fully compensate you for the dilution of your percentage ownership of the equity share capital of our Company that may be caused as a result of the Issue. Renounees may not be able to apply in case of failure in completion of renunciation through off-market transfer in such a manner that the Rights Entitlements are credited to the demat account of the Renounees prior to the Issue Closing Date. Further, in case, the Rights Entitlements do not get credited in time, in case of On Market Renunciation, such Renounee will not be able to apply in this Issue with respect to such Rights Entitlements. For details, see "Terms of the Issue" on page 149.

***41. Any future issuance of Equity Shares, or convertible securities or other equity-linked securities by our Company may dilute your shareholding and any sale of Equity Shares by our Promoter or members of our Promoter Group may adversely affect the trading price of the Equity Shares.***

Any future issuance of the Equity Shares, convertible securities or securities linked to the Equity Shares by our Company may dilute your shareholding in our Company; adversely affect the trading price of the Equity Shares and our ability to raise capital through an issue of our securities. In addition, any perception by investors that such issuances or sales might occur could also affect the trading price of the Equity Shares. We cannot assure you that we will not issue additional Equity Shares. The disposal of Equity Shares by any of our Promoter and Promoter Group, or the perception that such sales may occur may

significantly affect the trading price of the Equity Shares. We cannot assure you that our Promoter and Promoter Group will not dispose of, pledge or encumber their Equity Shares in the future.

**42. *Investors may be subject to Indian taxes arising out of capital gains on the sale of the Equity Shares.***

Under current Indian tax laws, unless specifically exempted, capital gains arising from the sale of equity shares of an Indian company are generally taxable in India. Accordingly, you may be subject to payment of long-term capital gains tax in India, in addition to payment of STT, on the sale of any Equity Shares held for more than 12 months. STT will be levied on and collected by a domestic stock exchange on which the Equity Shares are sold. Further, any gain realized on the sale of listed equity shares held for a period of 12 months or less will be subject to short-term capital gains tax in India. Capital gains arising from the sale of the Equity Shares may be partially or completely exempt from taxation in India in cases where such exemption is provided under a treaty between India and the country of which the seller is a resident. Generally, Indian tax treaties do not limit India's ability to impose tax on capital gains. As a result, residents of other countries may be liable for tax in India as well as in their own jurisdiction on gains made upon the sale of the Equity Shares.

**43. *Applicants to this Issue are not allowed to withdraw their Applications after the Issue Closing Date.***

In terms of the SEBI ICDR Regulations, Applicants in this Issue are not allowed to withdraw their Applications after the Issue Closing Date. The Allotment in this Issue and the credit of such Equity Shares to the Applicant's demat account with its depository participant shall be completed within such period as prescribed under the applicable laws. There is no assurance, however, that material adverse changes in the international or national monetary, financial, political or economic conditions or other events in the nature of force majeure, material adverse changes in our business, results of operation, cash flows or financial condition, or other events affecting the Applicant's decision to invest in the Equity Shares, would not arise between the Issue Closing Date and the date of Allotment in this Issue. Occurrence of any such events after the Issue Closing Date could also impact the market price of our Equity Shares. The Applicants shall not have the right to withdraw their applications in the event of any such occurrence. We cannot assure you that the market price of the Equity Shares will not decline below the Issue Price. To the extent the market price for the Equity Shares declines below the Issue Price after the Issue Closing Date, the shareholder will be required to purchase Equity Shares at a price that will be higher than the actual market price for the Equity Shares at that time. Should that occur, the shareholder will suffer an immediate unrealized loss as a result. We may complete the Allotment even if such events may limit the Applicants' ability to sell our Equity Shares after this Issue or cause the trading price of our Equity Shares to decline.

**44. *You may not receive the Equity Shares that you subscribe in the Issue until fifteen days after the date on which this Issue closes, which will subject you to market risk.***

The Equity Shares that you subscribe in the Issue may not be credited to your demat account with the depository participants until approximately 15 days from the Issue Closing Date. You can start trading such Equity Shares only after receipt of the listing and trading approval in respect thereof. There can be no assurance that the Equity Shares allocated to you will be credited to your demat account, or that trading in the Equity Shares will commence within the specified time period, subjecting you to market risk for such period.

**45. *There is no guarantee that our Equity Shares will be listed in a timely manner or at all which may adversely affect the trading price of our Equity Shares.***

In accordance with Indian law and practice, final approval for listing and trading of the Equity Shares will not be granted by the Stock Exchanges until after those Equity Shares have been issued and allotted. Approval will require all relevant documents authorizing the issuing of Equity Shares to be submitted. There could be a failure or delay in listing the Equity Shares on Stock Exchanges. Any failure or delay in obtaining the approval would restrict your ability to dispose of your Equity Shares. Further, historical trading prices, therefore, may not be indicative of the prices at which the Equity Shares will trade in the future which may adversely impact the ability of our shareholders to sell the Equity Shares or the price at which shareholders may be able to sell their Equity Shares at that point of time.

**46. *Holder of Equity Shares could be restricted in their ability to exercise pre-emptive rights under Indian law and could thereby suffer future dilution of their ownership position.***

Under the Companies Act, any company incorporated in India must offer its holders of equity shares pre-emptive rights to subscribe and pay for a proportionate number of shares to maintain their existing

ownership percentages prior to the issuance of any new equity shares, unless the pre-emptive rights have been waived by the adoption of a special resolution by holders of three-fourths of the shares voted on such resolution, unless our Company has obtained government approval to issue without such rights. However, if the law of the jurisdiction that you are in does not permit the exercise of such pre-emptive rights without us filing an offering document or registration statement with the applicable authority in such jurisdiction, you will be unable to exercise such pre-emptive rights unless we make such a filing. We may elect not to file a registration statement in relation to pre-emptive rights otherwise available by Indian law to you. To the extent that you are unable to exercise pre-emptive rights granted in respect of the Equity Shares, your proportional interests in us would be reduced.

***47. Fluctuation in the exchange rate between the Indian Rupee and foreign currencies may adversely affect the value of our Equity Shares, independent of our operating results.***

On listing, our Equity Shares will be quoted in Indian Rupees on the Stock Exchanges. Any dividends in respect of our Equity Shares will also be paid in Indian Rupees and subsequently converted into the relevant foreign currency for repatriation, if required. Any adverse movement in currency exchange rates during the time that it takes to undertake such conversion may reduce the net dividend to foreign investors. In addition, any adverse movement in currency exchange rates during a delay in repatriating outside India the proceeds from a sale of Equity Shares, for example, because of a delay in regulatory approvals that may be required for the sale of Equity Shares may reduce the proceeds received by equity shareholders. For example, the exchange rate between the Rupee and the U.S. dollar has fluctuated substantially in recent years and may continue to fluctuate substantially in the future, which may adversely affect the trading price of our Equity Shares and returns on our Equity Shares, independent of our operating results.

***48. Sale of Equity Shares by our Promoter or other significant shareholder(s) may adversely affect the trading price of the Equity Shares.***

Any instance of disinvestments of equity shares by our Promoter or by other significant shareholder(s) may significantly affect the trading price of our Equity Shares. Further, our market price may also be adversely affected even if there is a perception or belief that such sales of Equity Shares might occur.

***49. Investors will not have the option of getting the allotment of Equity Shares in physical form.***

In accordance with the SEBI ICDR Regulations, the Equity Shares shall be issued only in dematerialized form. Investors will not have the option of getting the allotment of Equity Shares in physical form. The Equity Shares Allotted to the Applicants who do not have demat accounts or who have not specified their demat details, will be kept in abeyance till receipt of the details of the demat account of such Applicants. For details, see “**Terms of the Issue**” on page 149. This may impact the ability of our shareholders to receive the Equity Shares in the Issue.

***50. Rights of shareholders under Indian laws may be more limited than under the laws of other jurisdictions.***

Indian legal principles related to corporate procedures, directors’ fiduciary duties and liabilities, and shareholders’ rights may differ from those that would apply to a company in another jurisdiction. Shareholders’ rights including in relation to class actions, under Indian law may not be as extensive as shareholders’ rights under the laws of other countries or jurisdictions. Investors may have more difficulty in asserting their rights as shareholder in an Indian company than as shareholder of a corporation in another jurisdiction.

## **EXTERNAL RISKS FACTORS**

***1. Significant differences exist between Ind AS, Indian GAAP and other accounting principles, such as US GAAP and International Financial Reporting Standards (“IFRS”), which investors may be more familiar with and consider material to their assessment of our financial condition.***

Summary statements of assets and liabilities as at March 31, 2024 and summary statements of profit and loss (including other comprehensive income), cash flows and changes in equity for the Fiscals 2024 have been prepared in accordance with the Indian Accounting Standards notified under Section 133 of the Companies Act, 2013, read with the Ind AS Rules and, the SEBI Circular and the Prospectus Guidance Note.

We have not attempted to quantify the impact of US GAAP, IFRS or any other system of accounting principles on the financial data included in this Letter of offer, nor do we provide a reconciliation of our financial statements to those of US GAAP, IFRS or any other accounting principles. US GAAP and IFRS differ in significant respects from Ind AS and Indian GAAP. Accordingly, the degree to which the Financial Information included in this Letter of offer will provide meaningful information is entirely dependent on the reader's level of familiarity with Ind AS, Indian GAAP and the SEBI ICDR Regulations. Any reliance by persons not familiar with Indian accounting practices on the financial disclosures presented in this Letter of offer should accordingly be limited.

***2. Political, economic or other factors that are beyond our control may have adversely affect our business and results of operations.***

The Indian economy is influenced by economic developments in other countries. These factors could depress economic activity which could have an adverse effect on our business, financial condition and results of operations. Any financial disruption could have an adverse effect on our business and future financial performance.

We are dependent on domestic, regional and global economic and market conditions. Our performance, growth and market price of our Equity Shares are and will be dependent to a large extent on the health of the economy in which we operate. There have been periods of slowdown in the economic growth of India. Demand for our services may be adversely affected by an economic downturn in domestic, regional and global economies.

Economic growth is affected by various factors including domestic consumption and savings, balance of trade movements, namely export demand and movements in key imports, global economic uncertainty and liquidity crisis, volatility in exchange currency rates, and annual rainfall which affects agricultural production.

Consequently, any future slowdown in the Indian economy could harm our business, results of operations and financial condition. Also, a change in the government or a change in the economic and deregulation policies could adversely affect economic conditions prevalent in the areas in which we operate in general and our business in particular and high rates of inflation in India could increase our costs without proportionately increasing our revenues, and as such decrease our operating margins.

***3. A slowdown in economic growth in India could cause our business to suffer.***

We are incorporated in India, and all of our assets and employees are located in India. As a result, we are highly dependent on prevailing economic conditions in India and our results of operations are significantly affected by factors influencing the Indian economy. A slowdown in the Indian economy could adversely affect our business, including our ability to grow our assets, the quality of our assets, and our ability to implement our strategy.

Factors that may adversely affect the Indian economy, and hence our results of operations, may include:

- Any increase in Indian interest rates or inflation;
- Any scarcity of credit or other financing in India;
- Prevailing income conditions among Indian consumers and Indian corporations;
- Changes in India's tax, trade, fiscal or monetary policies;
- political instability, terrorism or military conflict in India or in countries in the region or globally, including in India's various neighbouring countries;
- Prevailing regional or global economic conditions; and
- Other significant regulatory or economic developments in or affecting India

Any slowdown in the Indian economy or in the growth of the sectors we participate in or future volatility in global commodity prices could adversely affect our borrowers and contractual counterparties. This in turn could adversely affect our business and financial performance and the price of our Equity Shares.

***4. Changing laws, rules and regulations and legal uncertainties, including adverse application of corporate and tax laws, may adversely affect our business, prospects and results of operations.***

The regulatory and policy environment in which we operate is evolving and subject to change. Such changes, including the instances mentioned below, may adversely affect our business, results of operations and prospects, to the extent that we are unable to suitably respond to and comply with any such changes

in applicable law and policy.

The Government of India has issued a notification dated September 29, 2016 notifying Income Computation and Disclosure Standards ("ICDS"), thereby creating a new framework for the computation of taxable income. The ICDS became applicable from the assessment year for Fiscal 2018 and subsequent years. The adoption of ICDS is expected to significantly alter the way companies compute their taxable income, as ICDS deviates from several concepts that are followed under general accounting standards, including Indian GAAP and Ind AS. In addition, ICDS shall be applicable for the computation of income for tax purposes but shall not be applicable for the computation of income for minimum alternate tax. There can be no assurance that the adoption of ICDS will not adversely affect our business, results of operations and financial condition.

- The General Anti Avoidance Rules ("GAAR") have been made effective from April 1, 2017. The tax consequences of the GAAR provisions being applied to an arrangement could result in denial of tax benefit amongst other consequences. In the absence of any precedents on the subject, the application of these provisions is uncertain. If the GAAR provisions are made applicable to our Company, it may have an adverse tax impact on us.
- A comprehensive national GST regime that combines taxes and levies by the Central and State Governments into a unified rate structure, which came into effect from July 1, 2017. We cannot provide any assurance as to any aspect of the tax regime following implementation of the GST. Any future increases or amendments may affect the overall tax efficiency of companies operating in India and may result in significant additional taxes becoming payable.

In addition, unfavorable changes in or interpretations of existing, or the promulgation of new laws, rules and regulations including foreign investment laws governing our business, operations and group structure could result in us being deemed to be in contravention of such laws or may require us to apply for additional approvals. We may incur increased costs and other burdens relating to compliance with such new requirements, which may also require significant management time and other resources, and any failure to comply may adversely affect our business, results of operations and prospects. Uncertainty in the applicability, interpretation or implementation of any amendment to, or change in, governing law, regulation or policy, including by reason of an absence, or a limited body, of administrative or judicial precedent may be time consuming as well as costly for us to resolve and may affect the viability of our current business or restrict our ability to grow our business in the future.

Any increase in taxes and levies, or the imposition of new taxes and levies in the future, could increase the cost of production and operating expenses. Taxes and other levies imposed by the central or state governments in India that affect our industry include customs duties, excise duties, sales tax, income tax and other taxes, duties or surcharges introduced on a permanent or temporary basis from time to time. The central and state tax scheme in India is extensive and subject to change from time to time. Any adverse changes in any of the taxes levied by the central or state governments may adversely affect our competitive position and profitability.

***5. Financial instability in both Indian and international financial markets could adversely affect our results of operations and financial condition.***

The Indian financial market and the Indian economy are influenced by economic and market conditions in other countries, particularly in emerging market in Asian countries. Financial turmoil in Asia, Europe, the United States and elsewhere in the world in recent years has affected the Indian economy. Although economic conditions are different in each country, investors' reactions to developments in one country can have an adverse effect on the securities of companies in other countries. A loss in investor confidence in the financial systems of other emerging markets may cause increased volatility in in the Indian economy in general. Any global financial instability, including further deterioration of credit conditions in the U.S. market, could also have a negative impact on the Indian economy. Financial disruptions may occur again and could harm our results of operations and financial condition.

The Indian economy is also influenced by economic and market conditions in other countries. This includes, but is not limited to, the conditions in the United States, Europe and certain economies in Asia. Financial turmoil in Asia and elsewhere in the world in recent years has affected the Indian economy. Any worldwide financial instability may cause increased volatility in the Indian financial markets and, directly or indirectly, adversely affect the Indian economy and financial sector and its business.

Although economic conditions vary across markets, loss of investor confidence in one emerging economy may cause increased volatility across other economies, including India. Financial instability in other parts



of the world could have a global influence and thereby impact the Indian economy. Financial disruptions in the future could adversely affect our business, prospects, financial condition and results of operations. The global credit and equity markets have experienced substantial dislocations, liquidity disruptions and market corrections.

There are concerns that a tightening of monetary policy in emerging markets and some developed markets will lead to a moderation in global growth. In response to such developments, legislators and financial regulators in the United States and other jurisdictions, including India, have implemented a number of policy measures designed to add stability to the financial markets. However, the overall long-term impact of these and other legislative and regulatory efforts on the global financial markets is uncertain, and they may not have had the intended stabilizing effects. Any significant financial disruption in the future could have an adverse effect on our cost of funding, loan portfolio, business, future financial performance and the trading price of the Equity Shares.

***6. Inflation in India could have an adverse effect on our profitability and if significant, on our financial condition.***

Inflation rates in India have been volatile in recent years, and such volatility may continue in the future. India has experienced high inflation in the recent past. Increased inflation can contribute to an increase in interest rates and increased costs to our business, including increased costs of salaries, and other expenses relevant to our business.

High fluctuations in inflation rates may make it more difficult for us to accurately estimate or control our costs. Any increase in inflation in India can increase our expenses, which we may not be able to pass on to our customers, whether entirely or in part, and the same may adversely affect our business and financial condition. In particular, we might not be able to reduce our costs or increase our rates to pass the increase in costs on to our customers. In such case, our business, results of operations, cash flows and financial condition may be adversely affected.

Further, the GOI has previously initiated economic measures to combat high inflation rates, and it is unclear whether these measures will remain in effect. There can be no assurance that Indian inflation levels will not worsen in the future.

***7. Foreign investors are subject to foreign investment restrictions under Indian law that limits our ability to attract foreign investors, which may adversely impact the market price of the Equity Shares.***

As an Indian Company, we are subject to exchange controls that regulate borrowing in foreign currencies, including those specified under FEMA. Such regulatory restrictions limit our financing sources and hence could constrain our ability to obtain financing on competitive terms and refinance existing indebtedness. In addition, we cannot assure you that the required approvals will be granted to us without onerous conditions, or at all. Limitations on foreign debt may adversely affect our business growth, results of operations and financial condition.

Further, under the foreign exchange regulations currently in force in India, transfers of shares between non-residents and residents are freely permitted (subject to certain exceptions) if they comply with the pricing guidelines and reporting requirements specified by the RBI. If the transfer of shares, which are sought to be transferred, is not in compliance with such pricing guidelines or reporting requirements or fall under any of the exceptions referred to above, then the prior approval of the RBI will be required. Additionally, shareholders who seek to convert the Rupee proceeds from a sale of shares in India into foreign currency and repatriate that foreign currency from India will require a no objection/ tax clearance certificate from the income tax authority. There can be no assurance that any approval required from the RBI or any other government agency can be obtained on any particular terms or at all.

***8. Changes in the Government Policy could adversely affect economic conditions in India generally and our business in particular.***

Our business, and the market price and liquidity of our Equity Shares, may be affected by interest rates, changes in Government policy, taxation, social and civil unrest and other political, economic or other developments in or affecting India. Elimination or substantial change of policies or the introduction of policies that negatively affect the Company's business could cause its results of operations to suffer. Any significant change in India's economic policies could disrupt business and economic conditions in India generally and the Company's business in particular.

***9. Any downgrading of India's debt rating by an independent agency may harm our ability to raise financing.***

Any adverse revisions to India's credit ratings international debt by international rating agencies may adversely affect our ability to raise additional overseas financing and the interest rates and other commercial terms at which such additional financing is available. This could have an adverse effect on our ability to fund our growth on favourable terms or at all, and consequently adversely affect our business and financial performance and the price of our Equity Shares.

***10. The occurrence of natural or man-made disasters could adversely affect our results of operations, cash flows and financial condition. Hostilities, terrorist attacks, civil unrest and other acts of violence could adversely affect the financial markets and our business.***

The occurrence of natural disasters, including cyclones, storms, floods, earthquakes, tsunamis, tornadoes, fires, explosions, pandemic disease and man-made disasters, including acts of terrorism and military actions, could adversely affect our results of operations, cash flows or financial condition. In addition, any deterioration in international relations, especially between India and its neighbouring countries, may result in investor concerns regarding regional stability which could adversely affect the price of the Equity Shares. In addition, India has witnessed local civil disturbances in recent years and it is possible that future civil unrest as well as other adverse social, economic or political events in India could have an adverse effect on our business.

Such incidents could also create a greater perception that investment in Indian companies involves a higher degree of risk and could have an adverse effect on our business and the market price of the Equity Shares.

***11. We are subject to regulatory, economic, social and political uncertainties and other factors beyond our control.***

We are incorporated in India and we conduct our corporate affairs and our business in India. Consequently, our business, operations, financial performance will be affected by interest rates, government policies, taxation, social and ethnic instability and other political and economic developments affecting India.

Factors that may adversely affect the Indian economy, and hence our results of operations may include:

- Any exchange rate fluctuations, the imposition of currency controls and restrictions on the right to convert or repatriate currency or export assets;
- Any scarcity of credit or other financing in India, resulting in an adverse effect on economic conditions in India and scarcity of financing for our expansions;
- Prevailing income conditions among Indian customers and Indian corporations;
- epidemic or any other public health in India or in countries in the region or globally, including in India's various neighbouring countries;
- Hostile or war like situations with the neighbouring countries;
- Macroeconomic factors and central bank regulation, including in relation to interest rates movements which may in turn adversely impact our access to capital and increase our borrowing costs;
- Decline in India's foreign exchange reserves which may affect liquidity in the Indian economy;
- Downgrading of India's sovereign debt rating by rating agencies; and
- Difficulty in developing any necessary partnerships with local businesses on commercially acceptable terms and/or a timely basis.
- Any slowdown or perceived slowdown in the Indian economy, or in specific sectors of the Indian economy or certain regions in India, could adversely affect our business, results of operations and financial condition and the price of the Equity Shares.

***12. Financial instability in other countries may cause increased volatility in Indian financial markets.***

The Indian market and the Indian economy are influenced by economic and market conditions in other countries, particularly emerging market countries in Asia. Although economic conditions are different in each country, investors' reactions to developments in one country can have adverse effects on the securities of companies in other countries, including India. A loss of investor confidence in the financial

systems of other emerging markets may cause increased volatility in Indian financial markets and, indirectly, in the Indian economy in general. Any worldwide financial instability could also have a negative impact on the Indian economy. Financial disruptions may occur again and could harm our business, our future financial performance and the prices of the Equity Shares.

The recent outbreak of Novel Coronavirus has significantly affected financial markets around the world. Any other global economic developments or the perception that any of them could occur may continue to have an adverse effect on global economic conditions and the stability of global financial markets, and may significantly reduce global market liquidity and restrict the ability of key market participants to operate in certain financial markets. Any of these factors could depress economic activity and restrict our access to capital, which could have an adverse effect on our business, financial condition and results of operations and reduce the price of our Equity Shares. Any financial disruption could have an adverse effect on our business, future financial performance, shareholders' equity and the price of our Equity Shares.

*This place has been left blank intentionally*

## SECTION III – INTRODUCTION

### THE ISSUE

This Issue has been authorized through a resolution passed by our Board at its meeting held on March 28<sup>th</sup>, 2024 to raise funds by issuance and allotment of equity shares for aggregate amount of up to Rs. 40 Crore (Rupees Forty Crore), by way of Right Issue, on such terms to be decided by the Board or a duly constituted committee of the Board at a later date, subject to the necessary approvals.

The terms and conditions of the Issue including Record Date, timing of the Issue and other related matters, have been approved by a resolution passed by the Board of Directors at its meeting held on Monday, 08<sup>th</sup> July, 2024. The following is a summary of this Issue, and should be read in conjunction with and is qualified entirely by, the information detailed in the chapter titled “*Terms of the Issue*” on page 149 of this Letter of offer.

| Particulars  | Details of Equity Shares   |
|--|--|
| <b>Equity Shares proposed to be issued</b>   | Up to 2,00,08,810 Equity Shares  |
| <b>Rights Entitlement</b>  | 5 (Five) Equity Share for every 3 (Three) fully paid-up Equity Share(s) held on the Record Date  |
| <b>Fractional Entitlement</b>  | For Equity Shares being offered on a rights basis under the Issue, if the shareholding of any of the Eligible Equity Shareholders is less than 3 Equity Shares or is not in multiples of 3 the fractional entitlement of such Eligible Equity Shareholders shall be ignored for computation of the Rights Entitlement.<br><br>However, Eligible Equity Shareholders whose fractional entitlements are being ignored earlier will be given preference in the Allotment of one additional Equity Share each, if such Eligible Equity Shareholders have applied for additional Equity Shares over and above their Rights Entitlement, if any. |
| <b>Record Date</b>   | 19 <sup>th</sup> July, 2024  |
| <b>Face value per Equity Shares</b>  | ₹10/-  |
| <b>Issue Price per Rights Equity Shares</b>  | ₹ 18/- per Equity Share (including a premium of ₹ 8 per Equity Share)  |
| <b>Issue Size</b>  | Issue not exceeding ₹ [3601.58] lakhs<br><i>#Assuming full subscription, to be adjusted as per the Rights Entitlement ratio</i>  |
| <b>Voting Rights and Dividend</b>  | The Equity Shares issued pursuant to this Issue shall rank <i>pari passu</i> in all respects with the Equity Shares of our Company   |
| <b>Equity Shares issued, subscribed and paid up prior to the Issue</b>   | 1,20,05,286 Equity Shares. For details, see “Capital Structure” beginning on page 43 of this Letter of offer   |
| <b>Equity Shares subscribed and paid-up after the Issue (assuming full subscription for and allotment of the Rights Entitlement)</b> | 3,20,14,096 Equity Shares  |
| <b>Equity Shares outstanding after the Issue (assuming full subscription for and Allotment of the Rights Entitlement)</b>            | Upto 3,20,14,096 Equity Shares   |
| <b>Money payable at the time of Application</b>  | ₹ 18   |
| <b>Scrip Details</b>   | <b>ISIN:</b> INE488C01015<br><b>Rights Entitlement ISIN:</b> INE488C20015<br><b>BSE:</b> 511493  |
| <b>Use of Issue Proceeds</b>   | For details, please refer to the chapter titled “ <i>Objects of the Issue</i> ” on page 45 of this Letter of offer.  |
| <b>Terms of the Issue</b>  | For details, please refer to the chapter titled “ <i>Terms of the Issue</i> ” on page 149 of this Letter of offer.   |

Please refer to the chapter titled “*Terms of the Issue*” on page 149 of this Letter of offer.

## Issue Schedule

The subscription will open upon the commencement of the banking hours and will close upon the close of banking hours on the dates mentioned below:

| <b>Event</b>                                     | <b>Indicative Date</b>                   |
|--|--|
| Issue Opening Date                               | Monday, 05 <sup>th</sup> August, 2024    |
| Last Date for On Market Renunciation of Rights** | Wednesday, 14 <sup>th</sup> August, 2024 |
| Issue Closing Date*                              | Monday, 19 <sup>th</sup> August, 2024    |

*\*The Board of Directors or a duly authorized committee thereof will have the right to extend the Issue period as it may determine from time to time, provided that the Issue will not remain open in excess of 30 (thirty) days from the Issue Opening Date.*

*\*\* Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounees on or prior to the Issue Closing Date.*

***This place has been left blank intentionally***

## GENERAL INFORMATION

Our Company was originally incorporated as 'Hazari Trade and Holdings Limited' in Kolkata on January 10<sup>th</sup>, 1983 as a public limited company under the Companies Act, 1956, and was granted the certificate of incorporation by the Registrar of Companies, West Bengal. Subsequently, the name of our Company was changed to 'VCK Capital Market Services Limited' and a fresh Certificate of Incorporation was granted by the Registrar of Companies, West Bengal on April 11<sup>th</sup>, 1991. The name of the Company was changed again to 'Shrydus Industries Limited' and our Company received a fresh certificate of incorporation which was granted by the Registrar of Companies, West Bengal on May 17<sup>th</sup>, 2023.

The Company was granted Merchant Banking Category I license by Securities and Exchange Board of India vide registration certificate dated April 28<sup>th</sup>, 2005 issued by SEBI. The Company had subsequently discontinued the business of merchant banking activities and surrendered the Merchant Banking Registration Certificate as confirmed by SEBI on July 16<sup>th</sup>, 2012.

### Registered Office, CIN and registration number of our Company

**Reg. Office:** M/s. Mangalam Housing Development Finance Limited,  
24 & 26, Hemanta Basu Sarani, R.N. Mukherjee Road, Kolkata- 700001.

**Corporate Office:** 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai, Mumbai, Maharashtra, India, 400058

**CIN:** L67190WB1983PLC035658

**Tel:** +91 9821910929/ 9820074304

**E-mail:** [Info@shrydus.com](mailto:Info@shrydus.com) / [vckmarket@gmail.com](mailto:vckmarket@gmail.com)

**Website:** [www.shrydus.com](http://www.shrydus.com)

**Registration Number:** 035658

### Address of the RoC

Our Company is registered with the RoC, Kolkata, which is situated at the following address:

#### Registrar of Companies, Kolkata

Nizam Palace, 2nd MSO Building, 2nd Floor,  
234/4, A.J.C.B. Road, Kolkata-700020, West Bengal.

#### Company Secretary and Compliance Officer

##### Mr. Devang Doshi

M/s. Mangalam Housing Development Finance Limited,  
24 & 26, Hemanta Basu Sarani, R.N. Mukherjee Road, Kolkata- 700001

**Telephone:** +91 9821910929

**E- mail:** [shreyparekh9@gmail.com](mailto:shreyparekh9@gmail.com)

#### Chief Financial Officer

##### Mr. Premal Shailesh Parekh

M/s. Mangalam Housing Development Finance Limited,  
24 & 26, Hemanta Basu Sarani, R.N. Mukherjee Road, Kolkata- 700001

**Telephone:** +91 9820074304

**E- mail:** [shreyparekh9@gmail.com](mailto:shreyparekh9@gmail.com)

### Board of Directors of our Company

| Name                    | Age | Designation                              | Address  | DIN      |
|-------------------------|-----|--|--|----------|
| Mr. Shrey Premal Parekh | 26  | Managing Director                        | H. No. A-501/502, Prime Avenue, 5 <sup>th</sup> Floor, S V Road, Ville Parle West, Mumbai- 400056      | 08513653 |
| Ms. Mital Amish Shah    | 45  | Non-Executive - Non Independent Director | H. No. C-35/36/ANU CGS LTD. Milan subway Road, Above Gandhi Motors, Santacruz West, Mumbai- 400054     | 09545610 |
| Ms. Neha Premal Parekh  | 48  | Executive Director                       | H. No. A/35, Anand Milan Apartment, 3rd Floor, Milan Subway Road, Opp. Lions Ground, Santacruz (West), | 01274835 |

|                       |    |                                      |   |          |
|-----------------------|----|--------------------------------------|---|----------|
|                       |    |                                      | Mumbai Maharashtra-400054   |          |
| Mr. Samir Kothari     | 58 | Non-Executive - Independent Director | H. No. 182-A, N S C Bose Road, Regent Park S O Regent Park, Kolkata, West Bengal- 700040  | 00561835 |
| Ms. Rashmi Anil Salvi | 48 | Non-Executive - Independent Director | Flat no. 1701, 17th floor, Raheja Odyssey Raheja Complex, Off western express highway near Broadway theatre Borivali East Mumbai, Suburban Maharashtra-400066 | 02784667 |
| Mr. Nag Bhushan Rao   | 65 | Non-Executive - Independent Director | 204, Marigold vasant valley, near Dindoshi Bus Depot, Malad-East, Mumbai-400097   | 07972355 |

For detailed profile of our Directors, please refer to the chapter titled “*Our Management*” beginning on page 81 of this Letter of offer.

**Details of Key Intermediaries pertaining to this Issue of our Company:**

**Registrar to the Company and the Issue:**

**Skyline Financial Services Private Limited**

D-153A, 1st Floor, Okhla Industrial Area,

Phase-I, New Delhi-110020

**Telephone:** 011-40450193/97

**Email:** [admin@skylinerta.com](mailto:admin@skylinerta.com)

**Website:** [www.skylinerta.com](http://www.skylinerta.com)

**Investor grievance e-mail:** [investors@skylinerta.com](mailto:investors@skylinerta.com)

**Contact Person:** Mr. Anuj Rana

**SEBI Registration No.:** INR000003241

**Validity of Registration:** Permanent

**Banker to the Issue:**

**Kotak Mahindra Bank Limited**

**Branch Address:** Kotak Infinity, 6th Floor, Building No. 21, Infinity Park, Off Western Express Highway, General AK Vaidya Marg, Malad (East). Mumbai – 400 097 Maharashtra, India

**Telephone Number:** 022-66056588

**Contact person:** Mr. Siddhesh Shirodkar

**Website:** [www.kotak.com](http://www.kotak.com)

**E-mail:** [cmsipo@kotak.com](mailto:cmsipo@kotak.com)

**SEBI Registration Number:** INBI00000927

**Statutory and Peer Review Auditor of the Issuer:**

**M/s. Suvarna & Katdare**

**Contact Person:** Ravindra Raju Suvarna

**Firm Registration Number:** 125080W

**Membership No.:** 032007

**Telephone Number:** 26115621/26114526

**E-mail:** [rrs\\_suvarna@yahoo.com](mailto:rrs_suvarna@yahoo.com)

**Peer Review Certificate Number:** 014793

**Designated Intermediaries:**

*Self-Certified Syndicate Banks*

The list of banks that have been notified by SEBI to act as SCSBs or the SBA Process is provided at the website of the SEBI <https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes> and updated from time to time. For details on Designated Branches of SCSBs collecting the Application Forms, refer to the website of the SEBI <https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes>. On allotment, the amount will be

unblocked and the account will be debited only to the extent required to pay for the Rights Equity Shares Allotted.

### **Expert Opinion**

Except as stated below, our Company has not obtained any expert opinions:

Our Company has received written consent dated March 27<sup>th</sup>, 2024 from the Statutory Auditors to include their name as required under Section 26(5) of the Companies Act 2013 read with SEBI ICDR Regulations in this Letter of offer as an “expert” as defined under Section 2(38) of the Companies Act 2013 to the extent and in its capacity as an independent Statutory Auditor such consent has not been withdrawn as on the date of this Letter of offer.

### **Investor Grievances**

Investors may contact the Company Secretary and Compliance Officer for any pre-Issue/ post- Issue related matters such as non-receipt of Letters of Allotment/ share certificates/ DEMAT credit/ Refund Orders/unblocking of ASBA Account, etc.

Investors may contact the Registrar to the Issue or our Company Secretary and Compliance Officer for any pre-Issue or post- Issue related matters. All grievances relating to the ASBA process may be addressed to the Registrar to the Issue, with a copy to the SCSB (in case of ASBA process), giving full details such as name, address of the Applicant, contact number(s), e-mail address of the sole/ first holder, folio number or DEMAT account, number of Equity Shares applied for, amount blocked (in case of ASBA process), ASBA Account number and the Designated Branch of the SCSB where the application Forms, or the plain paper application, as the case may be, was submitted by the Investors along with a photocopy of the acknowledgement slip (in case of ASBA process). For details on the ASBA process, "*Terms of the Issue*" beginning on page 149 of this Letter of offer

### **Credit Rating**

As this is an Issue of Equity Shares, credit rating is not required.

### **Debenture Trustees**

As this is an Issue of Equity Shares, appointment of Debenture Trustee is not required.

### **Monitoring Agency**

As the net proceeds of the Issue will be less than Rs. 10,000 Lakhs, under the SEBI ICDR Regulations, it is not required that a monitoring agency be appointed by our Company.

### **Filing**

SEBI vide the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) (Fourth Amendment) Regulations, 2020 has amended Regulation 3(b) of the SEBI ICDR Regulations as per which the threshold for filing of Letter of offer with SEBI for rights issues has been increased. The threshold of the rights issue size under Regulation 3 (b) of the SEBI ICDR Regulations has been increased from Rupees ten crores to Rupees fifty crores. Since the size of this Issue falls below this threshold, the Letter of offer has been filed with BSE Limited and National Stock Exchange of India Limited and not with SEBI. However, the Letter of Offer will be submitted with SEBI for information and dissemination and will be filed with the Stock Exchanges.

### **Underwriting Agreement and Details**

Our Company have entered into an Underwriting Agreement dated March 19<sup>th</sup>, 2024. The Underwriter is subject to various obligations as stipulated in the Underwriting Agreement, and are subject to certain conditions specified therein. The Underwriters have indicated their intention to underwrite the unsubscribed portion of the issue.

### **Changes in Auditors during the last three years**

There has been no change in the Statutory Auditor of our Company in the past three years.

### **Issue Schedule**

|   |   |
|---|---|
| Last Date for credit of Rights Entitlements | Thursday, 01 <sup>st</sup> August, 2024 |
| Issue Opening Date                          | Monday, 05 <sup>th</sup> August, 2024   |



|   |  |
|---|--|
| Last date for On Market Renunciation of Rights Entitlements # | Wednesday, 14 <sup>th</sup> August, 2024 |
| Issue Closing Date*   | Monday, 19 <sup>th</sup> August, 2024    |
| Finalization of Basis of Allotment (on or about)              | Wednesday, 21 <sup>st</sup> August, 2024 |
| Date of Allotment (on or about)                               | Wednesday, 21 <sup>st</sup> August, 2024 |
| Date of credit (on or about)                                  | Monday, 26 <sup>th</sup> August, 2024    |
| Date of listing or Commencement of trading (on or about)      | Wednesday, 28 <sup>th</sup> August, 2024 |

# Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounees on or prior to the Issue Closing Date.

\* Our Board or a duly authorized committee thereof will have the right to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date). Further, no withdrawal of Application shall be permitted by any Applicant after the Issue Closing Date.

The above schedule is indicative and does not constitute any obligation on our Company or the Advisor to the Issue.

Please note that if Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date, have not provided the details of their demat accounts to our Company or to the Registrar, they are required to provide their demat account details to our Company or the Registrar not later than two Working Days prior to the Issue Closing Date, i.e., Monday, 19<sup>th</sup> August, 2024 to enable the credit of the Rights Entitlements by way of transfer from the demat suspense escrow account to their respective demat accounts, at least one day before the Issue Closing Date, i.e., Monday, 19<sup>th</sup> August, 2024.

Investors are advised to ensure that the Application Forms are submitted on or before the Issue Closing Date. Our Company, the Advisors or the Registrar will not be liable for any loss on account of non-submission of Application Forms on or before the Issue Closing Date. For details on submitting Application Forms, see "Terms of the Issue - Procedure for Application" beginning on page 149 of this Letter of offer.

The details of the Rights Entitlements with respect to each Eligible Equity Shareholders can be accessed by such respective Eligible Equity Shareholders on the website of the Registrar at <https://www.skylinerta.com> after keying in their respective details along with other security control measures implemented thereat. For further details, see "Terms of the Issue- Credit of Rights Entitlements in demat accounts of Eligible Equity Shareholders" beginning on page 149 of this Letter of offer.

**Please note that if no Application is made by the Eligible Equity Shareholders of Rights Entitlements on or before Issue Closing Date, such Rights Entitlements shall get lapsed and shall be extinguished after the Issue Closing Date. No Equity Shares for such lapsed Rights Entitlements will be credited, even if such Rights Entitlements were purchased from market and purchaser will lose the premium paid to acquire the Rights Entitlements. Persons who are credited the Rights Entitlements are required to make an application to apply for Equity Shares offered under Rights Issue for subscribing to the Equity Shares offered under Issue.**

#### **Minimum Subscription**

The objects of the Issue involve financing other than financing of capital expenditure for a project and our Promoters and members of our Promoter Group have undertaken to (i) subscribe to the full extent of their respective Rights Entitlements, subject to compliance with the minimum public shareholding requirements, as prescribed under the SCRR; and (ii) have also confirmed that they shall not renounce their Rights Entitlements, except to the extent of renunciation within the promoter group. Accordingly, in terms of the SEBI ICDR Regulations, the requirement of minimum subscription in the Issue is not applicable.

#### **Appraising Entity**

None of the purposes for which the Net Proceeds are proposed to be utilized have been appraised by any banks or financial institution or any other independent agency.

*This place has been left blank intentionally*

## CAPITAL STRUCTURE

The Equity Share capital of our Company, as on the date of this Letter of offer and after giving effect to the Issue is set forth below:

| #         | Particulars   | (Rs. in Lacs)           |                                |
|-----------|---|-------------------------|--------------------------------|
|           |   | Aggregate nominal value | Aggregate value at Offer Price |
| <b>A.</b> | <b>Authorised Share Capital</b>   |                         |                                |
|           | 1,50,00,000 Equity Shares of ₹10/- each   | 1,500.00                | NA                             |
|           | 6,00,030 Preference shares of ₹ 80/- each   | 480.024                 |                                |
|           | *20199760 Unclassified share of ₹ 10/- each   | 2,019.976               |                                |
|           |   | <b>4,000.00</b>         |                                |
| <b>B.</b> | <b>Issued, Subscribed and Paid-Up Share Capital before the Issue</b>                              |                         |                                |
|           | 1,20,13,786 Equity Shares of ₹10/- each   | 1201.37                 | NA                             |
| <b>C.</b> | <b>Present Issue in terms of this Letter of offer</b>   |                         |                                |
|           | Offer of 2,00,08,810 Equity Shares of Face Value ₹10/- each at a Price of ₹ 18/- per Equity Share | 3601.58                 | 3601.58                        |
|           | <b>Issued, subscribed and paid up Equity Share Capital after the Issue</b>                        |                         |                                |
|           | 3,20,22,596 Equity Shares ₹10/- each  | 3202.25                 | 3202.25                        |
| <b>E.</b> | <b>Securities Premium Account</b>   |                         |                                |
|           | Before the Issue  | 90.982                  |                                |
|           | After the Issue   | 1691.68                 |                                |

# Assuming full subscription for and Allotment of the Equity Shares

(1) The present Issue has been authorized by the Board of Directors vide a resolution passed at its meeting held on March 28th, 2024

(2) The Equity Share Capital after the Issue includes the full value of the Rights Equity Shares allotted in the Issue.

\*(3) The Board of directors has in its meeting held on 28<sup>th</sup> March, 2024 passed the resolution for reclassification of authorized share capital into equity shares.

### Notes to Capital Structure

**1. Details of outstanding instruments as on the date of this Letter of offer:**

As on date of this Letter of offer, our Company has not issued any Equity Shares under any employee stock option scheme or employee stock purchase scheme. Further, it has not issued any convertible securities which are outstanding as of date of this Letter of offer.

**2. Details of Equity Shares held by the promoters and promoter group including the details of lock-in pledge of and encumbrance on such Equity Shares:**

The details of the Equity Shares held by our Promoters and members of our Promoter Group, including details of Equity Shares which are locked-in, pledged or encumbered can be accessed on the website of BSE:

<https://www.bseindia.com/corporates/shpPromoterNGroup.aspx?scripcd=511493&qtrid=121.00&QtrName=Mar-24>

**3. Details of Equity Shares acquired by the promoters and promoter group in the last one year prior to the filing of this Letter of offer, except as mentioned below, no Equity Shares have been acquired by the other Promoters or members of Promoter Group in the last (1) one year immediately preceding the date of filing of this Letter of offer: Nil**

**4. Intention and extent of participation by our Promoter and Promoter Group in the Issue:**

Our Promoters had expressed their intention to (i) subscribe to the full extent of his respective Rights

Entitlements, subject to compliance with the minimum public shareholding requirements, as prescribed under the SCRR; and (ii) has also confirmed that they shall not renounce their Rights Entitlements except to the extent of renunciation within the promoter or members of promoter group. Accordingly, in terms of the SEBI ICDR Regulations, the requirement of minimum subscription in the Issue is not applicable.

Since, minimum subscription clause is not applicable. Hence, there is no requirement to subscribe the unsubscribed portion of the Right Issue by the promoter of the company.

5. The ex-rights price of the Rights Equity Shares as per Regulation 10(4)(b) of the Takeover Regulations is ₹ 20.55/- per equity share.
6. Shareholding Pattern of our Company as per the last filing with the Stock Exchanges in compliance with the provisions of the SEBI Listing Regulations
  - (i) The shareholding pattern of our Company, as on March 31, 2024, can be accessed on the website of the BSE <https://www.bseindia.com/stock-share-price/shrydus-industries-ltd/shrydus/511493/qtrid/121.00/shareholding-pattern/Mar-2024/>
  - (ii) The statement showing holding of securities (including Equity Shares, warrants, convertible securities) of persons belonging to the category "Public" including Equity Shareholders holding more than 1% of the total number of Equity Shares as on March 31, 2023, as well as details of shares which remain unclaimed for public can be accessed on the website of the BSE <https://www.bseindia.com/corporates/shpdrPercent.aspx?scripcd=511493&qtrid=120.00&CompName=Shrydus%20Industries%20Ltd&QtrName=December%202023&Type=TM>
7. At any given time, there shall be only one denomination of the Equity Shares of our Company.
8. Further, the Rights Equity Shares allotted pursuant to the Issue, shall be fully paid up.

*This place has been left blank intentionally*

## OBJECTS OF THE ISSUE

The Issue comprises of an issue of up to 20,008,810 Equity Shares, aggregating up to ₹ 3,601.58 lakhs by our Company. For details see "*The Issue*" beginning on page 36 of this Letter of offer.

Our Company intends to utilize the proceeds of the Issue towards the following objects:

The objects of the issue are:

1. Acquisition of Astra Lifecare (India) Private limited
2. Repayment of Loan availed from the related party through conversion outstanding Loan to Equity
3. To Meet working capital of our company
4. General Corporate Purposes; and

(Collectively, referred to hereinafter as the "**Objects**")

We intend to utilize the gross proceeds raised through the Issue (the "**Issue Proceeds**") after deducting the Issue related expense ("**Net Proceeds**") for the above-mentioned Objects.

The main Object Clause of Memorandum of Association of our Company enables us to undertake the existing activities and the activities for which the funds are being raised by us through the present Issue. Further, we confirm that the activities which we have been carrying out till date are in accordance with the Object Clause of our Memorandum of Association.

### The details of objects of the Issue

| Particulars                      | Amount (in lakhs) |
|----------------------------------|-------------------|
| Gross proceeds from the Issue    | 3,601.58*         |
| Less: Issue related expenses     | (60.00)           |
| <b>Net Proceeds of the Issue</b> | <b>3541.58</b>    |

*\*The issue size will not exceed ₹ 3,601.58 lakhs if there is any deduction on account of or at the time of finalisation of issue price and Rights Entitlements Ratio the same will be adjusted against the amount for General Corporate Purpose.*

### Requirement of Funds:

| S. No. | Particulars  | Total estimated amount to be utilized (₹ in lakhs) |
|--------|--|--|
| 1.     | Acquisition of Astra Lifecare (India) Private limited  | 1568.47  |
| 2.     | Repayment of Loan availed from the related party through conversion outstanding Loan to Equity | 931.53   |
| 3.     | To Meet working capital of our company   | 8,00.00  |
| 4.     | General Corporate Purposes   | 2,41.58  |
|        | <b>Total</b>   | <b>3541.58</b>                                     |

*\*The amount utilized towards general corporate purposes shall not exceed 25% of the Gross Proceeds.*

### Means of Finance

Our Company proposes to meet the entire requirement of funds for the proposed objects of the Issue from the Net Proceeds. Accordingly, our Company confirms that there is no requirement to make firm arrangements of finance through verifiable means towards at least 75% of the stated means of finance, excluding the amount to be raised from the Issue.

### Utilization of Net Proceeds

Our Company proposes to deploy the Net Proceeds in the aforesaid objects as follows:

(₹ in lakhs)

| S. No. | Particulars  | Total estimated amount to be utilized |
|--------|--|---------------------------------------|
| 1.     | Acquisition of Astra Lifecare (India) Private limited  | 1568.47                               |
| 2.     | Repayment of Loan availed from the related party through conversion outstanding Loan to Equity | 931.53                                |
| 3.     | To meet working capital requirement of our company   | 8,00.00                               |
| 4.     | General Corporate Purposes   | 2,41.58                               |
|        | <b>Total</b>   | <b>3541.58</b>                        |

### Details of the Objects of the Issue

The details in relation to objects of the Issue are set forth herein below.

#### 1. Acquisition of Company so as to own 100% Export oriented pharmaceutical manufacturing Plant

M/s. Astra Lifecare (India) Private Limited, a private limited Company incorporated on 11<sup>th</sup> February, 2004, Mr. Azizali Akbarali Bhaidani is a Promoter and Director of the Company, who is having vast experience in the pharmaceutical industry and deep understanding of the African pharma market. It is an EOU unit. The company is having its Registered Office at Plot No. 57/P Rajoda Sarkhej Bavla Highway, Ahmedabad, Gujarat-382220.

The company started its commercial operations in financial year 2006-07. engaged in the generic formulation of tablets and capsules. It offers a wide product range including anti-biotics, anti-malarial, anti-bacterial, cardiovascular, tuberculosis, anti-diabetic, anti-thyroid, fertility drugs, among others and markets all product under its own brand. The company has its manufacturing plant in Ahmedabad, Gujarat. The manufacturing plant is spread over land area of 19013 Sq. Meters and WHO-GMP certified facility. The company is having installed capacity of 20 Million (Mn) per day for tablets and 4 Mn per day for capsules. Plant is also having packing capacity of 8 MN per days and 4 MN per day for Tablets and Capsules respectively.

The plant is approved by Drug Regulatory Authorities of Uganda, Tanzania, Ethiopia, Kenya, Congo and Malawi. Astra India Private Limited has market presence in different countries of East Africa such Uganda, Tanzania, Kenya, Ethiopia, Zambia, Malawi, D R. Congo, Madagascar and countries like Sri Lanka, etc. It has more than 250 product registrations. The entity has captive wind power plant of 3.25 MW per annum.

The Investment by M/s. Shrydus Industries Limited is proposed to be undertaken by way of acquisition of Equity shares of M/s. Astra Lifecare (India) Private Limited for an aggregate estimated amount of Rs. 1568.47 Lakh, wherein our Promoter and Promoter Group are interest. The Board of the Company passed the Resolution at its meeting held on 28th March, 2024.

Additional disclosures for one of the objects being investment in **nature**:

| S. No. | Particulars  | Status  |
|--------|--|---|
| 1.     | Name of Entity   | Astra Lifecare (India) Private Limited  |
| 2.     | Details of Form of Investment  | Equity shares   |
| 3.     | If form of Investment has not been decided, a statement to that effect   | Not applicable  |
| 4.     | If Investment is in debt instrument, complete details regarding rate of interest, whether secured or unsecured | Not applicable  |
| 5.     | If Investment is in Equity, whether any dividends are assured  | No  |
| 6.     | Nature of the Benefit expected to accrue as a result of the investment   | The company is in the process of acquiring a 100 % export oriented pharmaceutical manufacturing plant of tablets and capsules with over 400 products registered in their name which is situated in Gujarat region of India called as M/s. Astra Lifecare India Pvt Ltd, by looking onto the trend of the industry and the impact that the industry had made during the tough global pandemic times, we have surmounted multiple |

|        |  | challenges to emerge successful. The Factory is established to manufacture all types of Solid Oral formulation. Being a 100 % export-oriented unit, the company gets the attraction of Various East African countries customers. And value addition of manufacturing unit it helps us to edge over the competition, which will help in increasing the margin for the company. With larger manufacturing capacity which will help in expansion of the company for its future growth. Post Investment the company will be able to increase its range of products and also diversify into various sectors. Post Investment and Acquisition the company will get increased asset base which will help to generate more profitability and benefit to all the stake holders. |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
|--------|--|--|--------|----------------------|---------------|----|---------------------------|------------|----|----------------------------|-----------|----|-----------------|----------|----|--------------------|-------|----|---------------|-------|----|-----------|-----------|----|--|----------|
| 7.     | Shareholding Details of Astra Lifecare (India) Private Limited     | <table border="1"> <thead> <tr> <th>S. No.</th> <th>Name of shareholders</th> <th>No. of shares</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Azizali Akbarali Bhaidani</td> <td>17,586,205</td> </tr> <tr> <td>2.</td> <td>Ahmedali Akbarali Bhaidani</td> <td>1,110,550</td> </tr> <tr> <td>3.</td> <td>Moshin S. Kasam</td> <td>9,87,950</td> </tr> <tr> <td>4.</td> <td>Semina A. Bhaidani</td> <td>4,100</td> </tr> <tr> <td>5.</td> <td>Fatima Kassam</td> <td>4,000</td> </tr> <tr> <td>6.</td> <td>M. Kassam</td> <td>2,524,210</td> </tr> <tr> <td>7.</td> <td>M. Kassam Property Management Through its Proprietor Mumtaz Kassam</td> <td>2,49,985</td> </tr> </tbody> </table>   | S. No. | Name of shareholders | No. of shares | 1. | Azizali Akbarali Bhaidani | 17,586,205 | 2. | Ahmedali Akbarali Bhaidani | 1,110,550 | 3. | Moshin S. Kasam | 9,87,950 | 4. | Semina A. Bhaidani | 4,100 | 5. | Fatima Kassam | 4,000 | 6. | M. Kassam | 2,524,210 | 7. | M. Kassam Property Management Through its Proprietor Mumtaz Kassam | 2,49,985 |
| S. No. | Name of shareholders   | No. of shares  |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 1.     | Azizali Akbarali Bhaidani  | 17,586,205   |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 2.     | Ahmedali Akbarali Bhaidani   | 1,110,550  |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 3.     | Moshin S. Kasam  | 9,87,950   |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 4.     | Semina A. Bhaidani   | 4,100  |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 5.     | Fatima Kassam  | 4,000  |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 6.     | M. Kassam  | 2,524,210  |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |
| 7.     | M. Kassam Property Management Through its Proprietor Mumtaz Kassam | 2,49,985   |        |                      |               |    |                           |            |    |                            |           |    |                 |          |    |                    |       |    |               |       |    |           |           |    |  |          |

## 2. Repayment of Loan availed from the related party through conversion outstanding Loan to Equity:

Our company has taken various financing arrangements such as term loans, working capital loans, and listed and unsecured loans from promoters and directors of the company as a regular course of business. The working capital loans we take are usually short-term, and we repay them within three to six months from the date of availing. Our Company proposes to use the unsecured borrowing from promoters and directors on a long-term basis to adjust their unsecured borrowing towards the application money to be received by the company. This adjustment is for the subscription to the rights equity shares to be allotted in this issue, to the extent of their entitlement, renunciation of entitlement made in their favour by the members of the promoter group (if any). As a result, the company will not receive fresh issue proceeds to that extent. In this instance, the company has not faced any cash outflow.

The following table sets forth certain details regarding Outstanding Loan, for conversion of Loan into equity, from Promoter and Promoter Group:

(Rs. In Lakhs)

| S. No. | Name of Promoter and Promoter Group | Outstanding Amount as on date |
|--------|-------------------------------------|-------------------------------|
| 1.     | Shrey Premal Parekh                 | 931.53                        |

Mr. Shrey Premal Parekh being the promoter of our Company has vide their letter dated 25<sup>th</sup> March, 2024, confirmed that an amount of Rs. 931.53 Lakhs, which has been availed by our Company, in the nature of identified unsecured loans, is proposed to be adjusted towards the application money to be received by the Company, for the subscription to the Rights Equity Shares to be allotted in this Issue, to the extent of their entitlement, renunciation of entitlement made in their favour by the members of Promoter Group (if any). Consequently, no fresh Issue proceeds would be received by our Company to such an extent.

## 3. Meeting Working Capital Requirements

Our business is predominantly working capital intensive. We fund the majority of our working capital requirements in the ordinary course of our business from our internal accruals, however this time to strengthen the margins and financials strength of the Company we propose to part fund the Working Capital Requirements from the net proceeds of proposed Right Issue as details herein below:

| S. No. | Particulars  | Total estimated amount to be utilized (₹ in lakhs) |
|--------|--|--|
| 1.     | To meet working capital requirement of our company | 800.00   |

We operate in a highly competitive and dynamic market conditions and may have to revise our estimates from time to time on account of external circumstances, business or strategy, foreseeable opportunity. Consequently, our fund requirements may also change.

The details of Working Capital Requirement is as under:

(Amount in Lakhs)

| Statement of Working Capital Requirements                           |               |               |               |               |                |
|---|---------------|---------------|---------------|---------------|----------------|
|   | 31.03.2021    | 31.03.2022    | 31.03.2023    | 31.03.2024    | 31.03.2025     |
|   | (Audited)     | (Audited)     | (Audited)     | (Audited)     | (Projected)    |
| <b>Current Assets</b>   |               |               |               |               |                |
| Inventories   | 18.96         | 18.96         | 18.96         | 38.98         | 500.00         |
| Trade Receivables   | 264.93        | 390.75        | 510.70        | 344.18        | 450.00         |
| Cash and Cash Equivalents   | 6.00          | 2.97          | 91.23         | 3.49          | 100.00         |
| Short-term Loans and Advances                                       | -             | -             | -             |               | -              |
| Other Current Assets  | 2.92          | 1.86          | 14.67         | 11.53         | 200.00         |
| <b>Total (A)</b>  | <b>292.81</b> | <b>414.54</b> | <b>635.56</b> | <b>398.18</b> | <b>1250.00</b> |
| <b>Current Liabilities</b>  |               |               |               |               |                |
| Short-Term Borrowings   | -             | -             | -             | -             | -              |
| Current maturity of Long-term Borrowings                            | -             | -             | -             | -             | -              |
| Trade Payables  | 254.66        | 224.68        | 311.74        | 0.00          | 200.00         |
| Short-Term Provisions   | -             | -             | -             | -             | -              |
| Other Current Liabilities   | 1.77          | 2.71          | 2.30          | 1.26          | 50.00          |
| <b>Total (B)</b>  | <b>256.43</b> | <b>227.39</b> | <b>314.04</b> | <b>1.26</b>   | <b>250.00</b>  |
| <b>Net Working Capital (A)-(B)</b>                                  | <b>36.38</b>  | <b>187.15</b> | <b>321.52</b> | <b>396.92</b> | <b>1000.00</b> |
| <b>Sources of Working Capital</b>                                   |               |               |               |               |                |
| Working Capital Funding through Right Issue proceeds to be utilized | -             | -             | -             | -             | 800.00         |
| Funding through Internal Sources/Borrowings                         | 36.38         | 187.15        | 321.52        | 396.92        | 200.00         |

\*Includes unutilized amount deposited in Escrow Account.

Assumptions for working capital projections made by our company:

#### Basis of Estimation

(in days)

| Particulars                       | 2020-21 | 2021-22 | 2022-23 | 2023-24 | 2024-25 |
|-----------------------------------|---------|---------|---------|---------|---------|
| No. of Days for Trade Payables    | 374     | 91      | 122     | 0       | 36      |
| No. of Days for Trade Receivables | 390     | 158     | 201     | 133     | 82      |
| No. of Days for Inventory Days    | 28      | 8       | 8       | 15      | 91      |

**Justification:**

|                        |   |
|------------------------|---|
| Trade Receivables Days | Delay in collection & Payment in 2020 -21 due to Covid-19. We are continuously trying to reduce the collection period. Additionally, MSME payment policy made the customers pay within 1 to 2 months because of early cash inflow to MSME debtors. Further, Trade receivable days have been very high in past period and we are trying to reduce the trade receivable period in future.   |
| Trade Payables Days    | Generally, we get credit period of 3 to 4 Months from vendor, also in future we propose new segment of business (pharmaceutical) of Astra Lifecare, wherein generally credit period will be 30 to 45 days.<br><br>Trade Payable days are higher in 2020-21 due to Covid-19.<br><br>Due to New Payment rule for MSME unit's u/s 43B(H) of Income Tax Act,1961, which stipulates that any sum owed to Micro, small and Medium Enterprise (MSME) for goods supplied or services given shall be paid within 15 days or up to 45 days if there is an agreement between the parties.<br><br>If a company owes money to a small MSME Registered Enterprise for more than 45 days by March 31, 2024, and pays after April 1, 2024, they can only count it as an expense in the financial year 2024-25, not 2023-24.<br><br>This policy, reduced the substantial payable days. |
| Inventory Days         | As new segment of business is being introduced, to run it smoothly initially high inventory is maintained. Further, to expand proposed sales target, we need to maintain level around 3 Months.   |

*\*Details as Per Standalone Balance Sheet*

#### **4. General Corporate Purpose**

In terms of Regulation 62(2) of the SEBI ICDR Regulations, the extent of the Issue Proceeds proposed to be used for General Corporate Purposes shall not in the aggregate exceed 25% of the Gross Proceeds of the Issue. Our Board will have flexibility in compliance with the companies Act, 2013 and all applicable laws in applying the balance amount after utilizing the amount for acquisition of business targets towards General Corporate Purposes, including repayment of outstanding loans, meeting our working capital requirements, capital expenditure, funding our growth opportunities, including strategic initiatives, meeting expenses incurred in the ordinary course of business including salaries and wages, administration expenses, insurance related expenses, meeting of exigencies which our Company may face in course of business and any other purpose as may be approved by the Board or a duly appointed committee from time to time, subject to compliance with the necessary provisions of the Companies Act, 2013.

Our management will have flexibility in compliance with the companies Act, 2013 and all applicable laws in utilizing any amounts for General Corporate Purposes under the overall guidance and policies of our Board. The quantum of utilization of funds towards any of the purposes will be determined by the Board, based on the amount available under this head and the business requirements of our Company, from time to time.

#### **5. Expenses for the issue**

The Issue related expenses consist of fees payable to Legal Counsel, processing fee to the SCSBs, Registrars to the Issue, printing and stationery expenses, advertising expenses and all other incidental and miscellaneous expenses for listing the Rights Equity Shares on the Stock Exchanges. Our Company will need approximately ₹ 60 lakhs towards these expenses, a break-up of the same is as follows:

| Activity   | Estimated Expense | % of Total Expenses | (₹ in lakhs)         |
|--|-------------------|---------------------|----------------------|
|  |                   |                     | As a % of Issue size |
| Fees payable to the intermediaries (including Legal Counsel fees, selling commission, registrar fees and expenses) | 7.5               | 12.5                | 0.20                 |
| Advertising, Printing, stationery and distribution Expenses  | 18.00             | 30                  | 0.49                 |



|  |              |      |      |
|--|--------------|------|------|
| Statutory and other Miscellaneous Expenses | 34.5         | 57.5 | 0.95 |
| <b>Total</b>                               | <b>60.00</b> | 100  | 1.66 |

### **Appraisal**

None of the Objects of the Issue have been appraised by any agency.

### **Schedule of Implementation and Deployment of Funds**

As estimated by our management, the entire proceeds received from the issue would be utilized during FY 2024-25.

### **Deployment of Funds towards the Objects of the Issue**

We have incurred ₹ 10 Lakhs (Ten Lakhs) up to March 20th, 2024 towards the Objects of the Issue which has been certified by M/s Suvarna & Katdare, vide his certificate dated March 27<sup>th</sup>, 2024. The said amount has been met by the Company from its own resources and the same will be adjusted against the issue proceeds.

### **Bridge Financing Facilities**

Our Company has not raised any bridge loans from any bank or financial institution as on the date of this Letter of offer, which are proposed to be repaid from the Issue Proceeds.

### **Monitoring of Utilization of Funds**

Since the proceeds from the Issue are less than ₹10,000 lakhs, in terms of Regulation 41(1) of the SEBI ICDR Regulations, our Company is not required to appoint a monitoring agency for this Issue. However, as per SEBI Listing Regulation, the Rights Issue Committee appointed by the Board would be monitoring the utilization of the proceeds of the Issue. The Company will disclose the utilization of the Issue Proceeds under a separate head in our balance sheet along with the relevant details, for all such amounts that have not been utilized. The Company will indicate investments, if any, of unutilized Issue Proceeds in the Balance Sheet of the Company for the relevant Financial Years subsequent to receipt of listing and trading approvals from the Stock Exchanges.

Pursuant to Regulation 32 of the SEBI Listing Regulation, the Company shall, on a quarterly basis, disclose to the Audit Committee the uses and applications of the Issue Proceeds. In accordance with Regulation 32 of the SEBI Listing Regulation, the Company shall furnish to the Stock Exchanges, on a quarterly basis, a statement on material deviations, if any, in the utilization of the proceeds of the Issue from the objects of the Issue as stated above. This information will also be published in newspapers simultaneously with the interim or annual financial results after placing the same before the Audit Committee.

### **Interim Use of Proceeds**

Our Company, in accordance with the policies formulated by our Board from time to time, will have flexibility in compliance with the companies Act, 2013 and all applicable laws to deploy the Net Proceeds. Pending utilization of the Net Proceeds for the purposes described above, our Company intends to deposit the Net Proceeds only with scheduled commercial banks included in the second schedule of the Reserve Bank of India Act, 1934 or make any such investment as may be allowed by SEBI from time to time.

### **Interest of Promoters, Promoter Group and Directors, as applicable to the objects of the Issue**

Our Promoters, Promoter Group and Directors do not have any interest in the objects of the Issue.

### **Clause for Promoter Subscription**

Our Promoter and Promoter Group, (the "Promoter and Promoter Group Letters"), have confirmed to

(i) subscribe to the full extent of their Rights Entitlements and have also confirmed that they shall not renounce their Rights Entitlements (except to the extent of Rights Entitlements renounced by any of them in favour of any other member(s) of the Promoter and Promoter Group);

(ii) also subscribe to Rights Equity Shares for the Rights Entitlements, if any, which are renounced in their favour by any other member(s) of the Promoter and Promoter group; and

(iii) in the event of any under-subscription of the Issue, to subscribe to additional Rights Equity Shares to the extent of at least minimum subscription of the Issue Size, subject to compliance with the minimum public shareholding as prescribed under the Securities Contracts (Regulation) Rules, 1957.

Any acquisition of Rights Equity Shares by Promoter & Promoter Group of the Company, over and above their Rights Entitlements, as applicable, or subscription to any unsubscribed portion of this Issue will not result in a change or control of the management of the Company and will not result in non-compliance or violation of any applicable laws.

**Strategic or financial partners**

There are no strategic or financial partners attributed to the Objects of the Issue.

**Variation in objects**

In accordance with applicable provisions of the Companies Act, 2013 and applicable rules, except in circumstances of business exigencies, our Company shall not vary the Objects of the Issue without our Company being authorized to do so by the Shareholders by way of a special resolution through postal ballot. In addition, the notice issued to the Shareholders in relation to the passing of such special resolution (the 'Postal Ballot Notice') shall specify the prescribed details as required under the Companies Act and applicable rules. The Postal Ballot Notice shall simultaneously be published in the newspapers, one in English and one in Hindi, the vernacular language of the jurisdiction where the Registered Office is situated.

**Key Industry Regulations for the objects of the issue**

No additional provisions of any acts, regulations, rules and other laws are or will be applicable to the Company for the proposed Objects of the Issue.

**Other Confirmations**

Except as disclosed above, there are no material existing or anticipated transactions in relation to the utilization of the Net Proceeds with our Promoters, Directors or Key Management Personnel of our Company and no part of the Net Proceeds will be paid as consideration to any of them. Except disclosed above, none of our Promoters, members of Promoter Group or Directors are interested in the Objects of the Issue. No part of the proceeds from the Issue will be paid by the Company as consideration our directors, or Key Managerial Personnel. Our Company does not require any material government and regulatory approvals in relation to the Objects of the Issue.

*This space has been left blank intentionally.*

## STATEMENT OF SPECIAL TAX BENEFITS

### STATEMENT OF POSSIBLE TAX BENEFITS AVAILABLE TO THE COMPANY AND ITS SHAREHOLDERS AS PER THE CERTIFICATE ISSUED BY STATUTORY AUDITORS OF THE COMPANY



## SUVARNA & KATDARE CHARTERED ACCOUNTANTS

80E, MULJI MISTRY BLDG., 61, TEJPAL ROAD, OPP. PARLE BISCUIT FACTORY,  
VILE PARLE (EAST), MUMBAI – 400057.

TEL.: 26115621 / 26114526 EMAIL: rrs\_suvarna@yahoo.com

### STATEMENT OF SPECIAL TAX BENEFITS

#### STATEMENT OF POSSIBLE TAX BENEFITS AVAILABLE TO THE COMPANY AND ITS SHAREHOLDERS AS PER THE CERTIFICATE ISSUED BY STATUTORY AUDITORS OF THE COMPANY

The Board of Directors,

**Shrydus Industries Limited**

Reg Office: M/s. Mangalam Housing Development Finance Limited,  
24 & 26 Hemanta Basu Sarani, Kolkata-700001, R.N. Mukherjee Road,  
Kolkata, Kolkata, West Bengal, India, 700001

Dear Sir,

**Sub: Statement of possible special direct tax benefits available to Shrydus Industries Limited ("the Company") and its shareholder ("the Statement").**

We hereby confirm that the enclosed statement states the possible special direct tax benefits available to the Company and the shareholders of the Company under the Income Tax Act, 1961 ("Act") as amended from time to time, presently in force in India. Several of these benefits are dependent on the Company or its shareholders fulfilling the conditions prescribed under the relevant provisions of the Act. Hence, the ability of the Company or its shareholders to derive the tax benefits is dependent upon fulfilling such conditions, which based on the business imperatives, the Company may or may not choose to fulfil.

This statement is only intended to provide general information to the investors and hence is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of the tax consequences, the changing tax laws, each investor is advised to consult his or her own tax consultant with respect to the specific tax implications arising out of their participation in the rights issue of equity shares of the Company particularly in view of the fact that certain recently enacted legislation may not have a direct legal precedent or may have a different interpretation on the benefits, which an investor can avail. Neither are we suggesting nor are we advising the investor to invest money based on this statement.

The contents of the enclosed statement are based on the information, explanations and representations obtained from the Company and on the basis of their understanding of the business activities and operations of the Company. We do not express any opinion or provide any assurance as to whether:

1. The Company or its shareholders will continue to obtain these benefits in future; or
2. The conditions prescribed for availing the benefits, where applicable have been/would be met.

This statement is intended solely for information and for inclusion in the *Draft Letter of Offer* in relation to the Issue of equity shares of the Company and is not to be used, circulated or referred to for any other purpose without our prior written consent. Our views are based on the existing provisions of law referred to earlier and its interpretation, which are subject to change from time to time.

We shall not be liable to any claims, liabilities or expenses relating to this assignment except to the extent of fees relating to this assignment, as finally judicially determined to have resulted primarily from bad faith or intentional misconduct. We will not be liable to any other person in respect of this Statement.

**For M/S SUVARNA & KATDARE**  
Chartered Accountants  
FRN 125080W

RAVINDRA  
RAJU SUVARNA

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**CA RAVINDRA RAJU SUVARNA**

**PARTNER**

**M.NO. 032007**

**DATE – 27-03-2024**

**PLACE – MUMBAI**

**UDIN : 24032007BKAJPO1335**

**Statement of Special Tax Benefits available to the Company & its Shareholder under the Income Tax Act, 1961 and other Direct Tax Laws presently in force in India**

**Special Tax Benefits**

- I. Benefits available to the Company**  
There are no special tax benefits available to the Company.
- II. Benefits available to the Shareholders**  
There are no special tax benefits available to the shareholders for investing in the proposed right issue of shares of the Company.

**For M/S SUVARNA & KATDARE**  
**Chartered Accountants**  
**FRN 125080W**

**RAVINDRA**  
**RAJU SUVARNA**

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**CA RAVINDRA RAJU SUVARNA**  
**PARTNER**  
**M.NO. 032007**  
**DATE – 27-03-2024**  
**PLACE – MUMBAI**  
**UDIN : 24032007BKAJPO1335**

## SECTION IV – ABOUT THE COMPANY

### INDUSTRY OVERVIEW

*The information contained in ‘Industry Overview’ in this section is derived from publicly available sources. Neither we, nor any other person connected with the Issue has independently verified this information. Industry sources and publications generally state that the information contained therein has been obtained from sources generally believed to be reliable, but that their accuracy, completeness and underlying assumptions are not guaranteed and their reliability cannot be assured. Industry publications are also prepared based on information as of specific dates and may no longer be current or reflect current trends.*

*Shareholders should note that this is only a summary of the industry in which we operate and does not contain all information that should be considered before investing in the Equity Shares. Before deciding to invest in the Equity Shares, shareholders should read this Letter of offer, including the information in the sections "Risk Factors" and "Financial Information" beginning on pages 19 and 95, respectively of this Letter of offer. An investment in the Equity Shares involves a high degree of risk. For a discussion of certain risks in connection with an investment in the Equity Shares, please see the section ‘Risk Factors’ beginning on page 19 of this Letter of offer.*

### GOLBAL ECONOMY

The global economy continues to confront the challenges of inflation and low growth prospects. GDP growth has been stronger than expected so far in 2023, but is now moderating on the back of tighter financial conditions, weak trade growth and lower business and consumer confidence. Risks to the near-term outlook remain tilted to the downside and include heightened geopolitical tensions, for example due to the evolving conflict following Hamas’ terrorist attacks on Israel; and a larger-than-expected impact of monetary policy tightening. On the upside, growth could also be stronger if households spend more of the excess savings accumulated during the pandemic.

**2.7%**

Projected global GDP growth for 2024

**3.0%**

Projected global GDP growth for 2025

**3.8%**

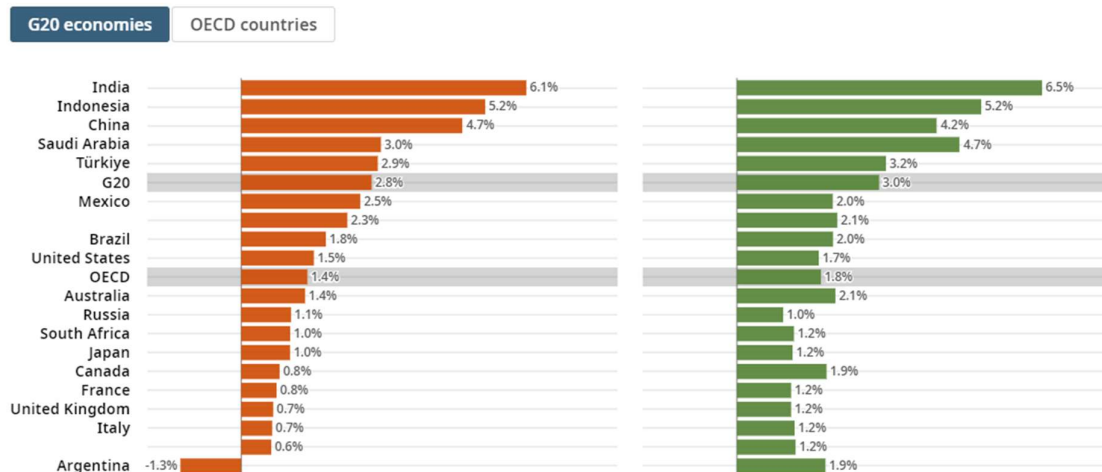
Projected OECD headline inflation  
in 2025

The crowding-in effects of sustained increase in government capex over recent years is expected to spur higher private investment in 2023-24. In the Union Budget 2023-24, budgeted capital expenditure has increased by 37.4 per cent, with the railways receiving the highest ever capital outlay of 2.4 lakh crore. The allocation of interest free loans to states for capital expenditure has also been enhanced to `1.3 lakh crore from `1.0 lakh crore in the previous year. The entire loan amount will have to be spent in 2023-24 and a share of these loans will be contingent on states increasing their actual capital expenditure. Besides higher allocation for capex, the Union Budget 2023-24 has announced several measures, which are likely to provide a fillip to the growth momentum such as diversification and promotion of allied sectors; boosting logistics infrastructure for last-mile connectivity; export promotion; cooperative-based development; strengthening agricultural extension services through digital public infrastructure; and spurring private investment through Agri-Startups. Private investment growth is also expected to strengthen with the production-linked incentive (PLI) scheme providing additional fillip. Various other steps to enhance logistics efficiencies and cost competitiveness under the Prime Minister’s Gati Shakti and the National Logistics Policy (NLP) are expected to bring down logistics costs.

Global growth is projected to be 2.9% in 2023, and weaken to 2.7% in 2024. As inflation abates further and real incomes strengthen, the world economy is projected to grow by 3% in 2025. Global growth remains highly dependent on fast-growing Asian economies.

## GDP growth projections for 2024 and 2025

%, year-on-year



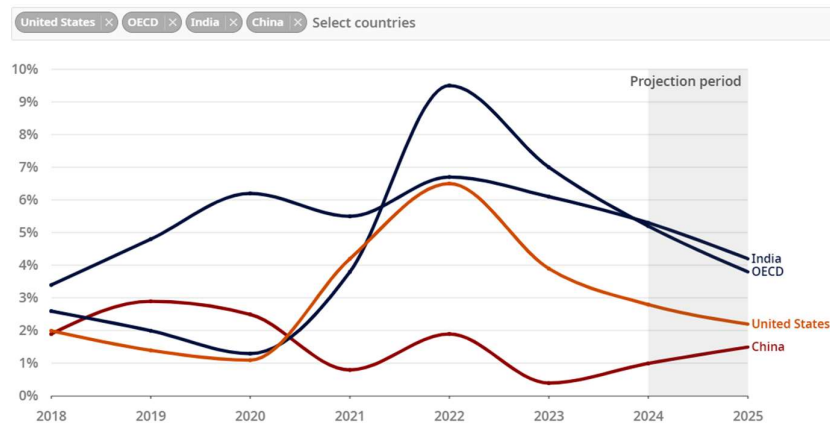
Source: OECD Economic Outlook, November 2023.



In the absence of further large shocks to food and energy prices, projected headline inflation is expected to return to levels consistent with central bank targets in most major economies by the end of 2025. Annual OECD headline inflation is expected to fall gradually to 5.2% and 3.8% in 2024 and 2025 respectively, from 7.0% in 2023.

### Headline inflation

%, year-over-year



Source: OECD Economic Outlook, November 2023.

The Indian economy exhibited robust resilience in 2022-23 amidst a global turmoil following the war in Ukraine, and recorded a growth of 7.0 per cent, the highest among major economies in the world. Barring the Omicron wave scare early in the year 2022, COVID-19 was largely on the ebb for most part of the year helping in restoration of consumer and business confidence. Contact-intensive activity gradually resuscitated during the year and the release of pent-up demand bolstered domestic activity. Sound macroeconomic fundamentals, a resilient financial system reflected in healthy balance sheets of banks and non-banking financial companies (NBFCs), and a deleveraged corporate sector imparted resilience to counter the adverse global spillovers.

India exhibited robust growth in 2022-23 amidst prevailing global headwinds. Sound domestic macro-fundamentals, fiscal policy thrust on capex, healthy balance sheets of the corporate sector and the financial sector, and structural reforms announced and implemented over the recent years by the government have strengthened resilience of the economy, besides stepping up the growth momentum. Subdued external demand conditions operated as a drag. Labour market conditions normalised, and unorganised sector activity returned to expansion zone in 2022-23. The universal vaccination programme of the government - one of the largest mass vaccination drives in the world, involving more than two billion doses - helped in improving consumer and business confidence.

For 2023-24, the Union Budget has prioritised capital expenditure to accelerate growth while maintaining fiscal prudence to strengthen macroeconomic stability. Reiterating its commitment to reduce gross fiscal deficit (GFD) below 4.5 per cent of GDP by 2025-26, the government has budgeted GFD at 5.9 per cent of GDP<sup>35</sup> in 2023-24, a consolidation of 53 basis points over 2022-23 (RE).

With the war in Ukraine continuing longer than initially thought and entering its second year, the global macroeconomic conditions deteriorated during 2022-23. As a result, the IMF revised down its global GDP and trade growth estimates for 2022 in successive rounds between October 2021 and October 2022. Global financial conditions tightened, reflecting synchronised monetary policy tightening to contain rising inflation amidst repricing of risks in an atmosphere of global spillovers and countryspecific factors, sparking-off scrambles for safe havens and relentless appreciation of the US dollar. Notwithstanding initial fears of an imminent global recession, and possibility of a hard landing, the global economy exhibited resilience, prompting the IMF to revise its global growth estimate upward to 3.4 per cent in January 2023, which remained unchanged thereafter. On similar lines, projection for global trade (goods and services) growth was also revised upward by the IMF to 5.1 per cent in April 2023 from 4.3 per cent in October 2022.

*(Source: Reserve Bank of India Annual Report 2022-23)*

Global financial agency International Monetary Fund (IMF) has raised its gross domestic product (GDP) growth forecast for India for FY 2023-24 to 6.1% from 5.9% projected earlier. The IMF says the country has seen a "momentum" from stronger-than-expected growth in Q4 FY23.

"Growth in India is projected at 6.1 percent in 2023, a 0.2 percentage point upward revision compared with the April projection, reflecting momentum from stronger-than-expected growth in the fourth quarter of 2022 as a result of stronger domestic investment," the IMF says in its World Economic Outlook (WEO) Update for July 2023.

The country's economic growth for FY 2024-25 has been projected at 6.3%, similar to its April 2023 forecast but down 50 basis points from its earlier forecast of 6.8%.

The Washington, D.C.-based global financial agency in April had slashed India's GDP growth forecast to 5.9% for the financial year 2023-24, down 20 basis points compared with 6.1% projected earlier.

The IMF economic forecast comes days after the Reserve Bank of India's monetary policy committee (MPC) retained its GDP forecast for the financial year 2023-24 to 6.5%, with Q1 at 8%, Q2 at 6.5%, Q3 at 6%, and Q4 at 5.7%.

Earlier in June, credit rating agency Fitch had also raised India's GDP forecast to 6.3% — one of the highest growth rates in the world — for the financial year 2023-24 compared with 6% projected earlier.

Globally, the economic growth is projected to fall from an estimated 3.5% in 2022 to 3.0% in both 2023 and 2024, says IMF.

The IMF says growth in emerging and developing Asia is on track to rise to 5.3% in 2023, which could then moderate to 5% in 2024, reflecting a modest (0.1 percentage point) downward revision for 2024.



# World Economic Outlook Growth Projections

| (Real GDP, annual percent change)                  | PROJECTIONS |            |            |
|--|-------------|------------|------------|
|  | 2022        | 2023       | 2024       |
| <b>World Output</b>                                | <b>3.5</b>  | <b>3.0</b> | <b>3.0</b> |
| <b>Advanced Economies</b>                          | <b>2.7</b>  | <b>1.5</b> | <b>1.4</b> |
| United States                                      | 2.1         | 1.8        | 1.0        |
| Euro Area  | 3.5         | 0.9        | 1.5        |
| Germany  | 1.8         | -0.3       | 1.3        |
| France   | 2.5         | 0.8        | 1.3        |
| Italy  | 3.7         | 1.1        | 0.9        |
| Spain  | 5.5         | 2.5        | 2.0        |
| Japan  | 1.0         | 1.4        | 1.0        |
| United Kingdom                                     | 4.1         | 0.4        | 1.0        |
| Canada   | 3.4         | 1.7        | 1.4        |
| Other Advanced Economies                           | 2.7         | 2.0        | 2.3        |
| <b>Emerging Market and Developing Economies</b>    | <b>4.0</b>  | <b>4.0</b> | <b>4.1</b> |
| <b>Emerging and Developing Asia</b>                | <b>4.5</b>  | <b>5.3</b> | <b>5.0</b> |
| China  | 3.0         | 5.2        | 4.5        |
| India  | 7.2         | 6.1        | 6.3        |
| <b>Emerging and Developing Europe</b>              | <b>0.8</b>  | <b>1.8</b> | <b>2.2</b> |
| Russia   | -2.1        | 1.5        | 1.3        |
| <b>Latin America and the Caribbean</b>             | <b>3.9</b>  | <b>1.9</b> | <b>2.2</b> |
| Brazil   | 2.9         | 2.1        | 1.2        |
| Mexico   | 3.0         | 2.6        | 1.5        |
| <b>Middle East and Central Asia</b>                | <b>5.4</b>  | <b>2.5</b> | <b>3.2</b> |
| Saudi Arabia                                       | 8.7         | 1.9        | 2.8        |
| <b>Sub-Saharan Africa</b>                          | <b>3.9</b>  | <b>3.5</b> | <b>4.1</b> |
| Nigeria  | 3.3         | 3.2        | 3.0        |
| South Africa                                       | 1.9         | 0.3        | 1.7        |
| <b>Memorandum</b>                                  |             |            |            |
| <b>Emerging Market and Middle-Income Economies</b> | <b>3.9</b>  | <b>3.9</b> | <b>3.9</b> |
| <b>Low-Income Developing Countries</b>             | <b>5.0</b>  | <b>4.5</b> | <b>5.2</b> |

Source: IMF, World Economic Outlook Update, July 2023

Note: For India, data and forecasts are presented on a fiscal year basis, with FY 2022/2023 (starting in April 2022) shown in the 2022 column. India's growth projections are 6.6 percent in 2023 and 5.8 percent in 2024 based on calendar year.

Source: <https://www.fortuneindia.com/macro/imf-raises-indias-fy24-gdp-forecast-to-61-from-59/113500>

Global growth appears to have lost pace from the third quarter of 2023, after having quickened in the first half of the year relative to the preceding six months. Headline indicators suggest that labour market tightness in advanced economies (AEs) is easing, with weak wage growth adjusted for inflation dampening consumer spending and confidence. In this group of countries, manufacturing activity is either stagnating or contracting and services are moderating from a robust expansion. Europe's biggest economies ended the third quarter in contraction, according to purchasing managers' indices (PMIs). Globally, the modest easing of inflation from historical highs in 2022 has not been enough to recoup real income losses. Tight financial conditions engendered by higher-for-longer stances in monetary policy settings have punctured asset price inflation, with surging bond yields forcing equity markets into correction and sending up the US dollar from strength to strength. Fears are rife that these levels of real interest rates will prolong as neutral rates appear higher, triggering off retreats from risky assets, loan delinquencies, fall in house prices, impediments to rollovers, and other such financial stresses. In some AEs, bank lending is beginning to show these strains. It is also reported that global deals involving mergers and acquisitions are languishing at a 10-year low as high-interest rates chill activity in equity markets. This has adverse implications for the global foreign direct investment (FDI) cycle, already in a slump.

By contrast, several emerging market economies (EMEs), especially in Asia and among the BRICS barring China,



have posted positive growth surprises. Their PMIs are in expansion. These countries are standing up to formidable global headwinds that keep stampeding capital flows out of their equity and debt markets and imposing relentless downward pressure on their currencies. Nevertheless, growth profiles in this group are varied, reflecting country-specific circumstances. Ominously, however, the recent rally in crude prices is undermining the overall prospects of these economies. They also appear increasingly vulnerable to sell-offs and safe haven flights. The situation is compounded by rising food prices, a geopolitical fallout. Several EMEs – and even advanced peers – are tapping into foreign exchange reserves to help shore up their currencies or are engaging in open mouth interventions.

The US dollar's strength is now a global risk, tightening the already tight financial conditions even more. Even as energy importers reel under the impact of soaring crude oil prices that resurrect the spectre of inflation alongside external vulnerabilities, the US dollar gets ever stronger on the heft of surging treasury ~ 62 ~ yields, creating a pernicious feedback loop. The more this toxic vortex persists, the greater is the pain for the world. Will the global economy be able to weather crude trading at current levels, especially with elevated energy prices turbocharging the US dollar? Monetary policy authorities facing these combined pressures may remain on guard for longer – in fact, even pauses are being accompanied by higher future rates guidance. Fiscal authorities in many countries may be forced to extend fossil fuel subsidies. Eventually, these forces can take down the global economy by weakening its main engines, notably the US and India. The end game could be to the detriment of all. Indeed, there is a view that an inflection point in the global monetary policy tightening cycle has already been reached, with signs of global activity slowing. Financial market traders too are sensing that this transition is being approached – they are pricing in no further rate increases by AEs and beginning of rate cuts by EMEs.

Global trade has lagged global growth through the first half of 2023, with merchandise trade volume having contracted at its fastest annual pace since the pandemic and the tourism-fired rebound in services trade is showing some signs of softening. This downturn has been broad-based in the third quarter, with most of the world reporting falling trade volumes. Although the World Trade Organization (WTO) points to strong automobile production and sales containing the downturn, upward momentum in the third quarter and beyond may be limited as long as export orders, container shipping, air freight and raw materials demand remain weak. Global import demand remains anemic, weighed down by sluggish economic growth in leading economies, including the European Union (EU) and China. The United Nations Conference on Trade and Development (UNCTAD) forecasts global trade in goods and services to grow by barely 1 per cent through the year as whole, the slowest since the end of the World War II. The piling up of unresolved disputes at the WTO seems to bear this out as world trade fragments, geopolitical strife engulfs the earth from Ukraine to Israel and beyond, rendering the world trading order teetering on the abyss of irrelevance.

In recent editions of the State of the Economy, we have been flagging climate risks. Europe announced its hottest September on record in 2023. At the UN Climate Ambition Summit on September 20, back-tracking on green policies was highlighted, even as countries brace up for COP 28 which will provide yet another opportunity to accelerate action to limit global warming. According to the International Energy Agency (IEA), meeting net zero goals will require tripling of renewable energy capacities to 11,000 gigawatts by 2030, increasing annual investment in clean energy from US\$ 1 trillion to US\$ 4.5 trillion by the early 2030s and driving a large portion of these investments to emerging and developing countries. Fossil fuel use, if prolonged, needs to be accompanied by emissions-capturing technology. The main problem is the distribution of climate finance which is skewed towards those countries that have financial resources and infrastructure ready to ensure transition to low-carbon activity. By contrast, the global south faces a daunting disparity in the availability of climate finance, rendering their climate ambitions distant and making them increasingly vulnerable to natural disasters. No country can address the impact of climate change by itself, but frayed international cooperation has been described as the 'Achilles heel of reaching our global climate targets.' Global action for climate change also has to be isolated from geopolitical tensions. The pathway to net zero has to be equitable; this will necessarily involve differential timelines.

It is the season of forecast revisions again. The OECD is among those presenting an upward revision, observing that India's 'growth surprise' has been positive, with notable strength reflected in its PMIs, and fostering a steady outlook. According to it, India's robust output growth has been supported by a strong expansion of investment and, on a sectoral level, the continued strength of services. The government's infrastructure projects have supported momentum in the construction sector. Export growth in respect of services such as information technology and consulting has been strong and relatively unaffected by the slowdown in global growth. The Asian Development Bank has pointed out that strong private consumption ~ 63 ~ and upticks in public and private investment are expected to brighten India's outlook, although it foresees a slight downward revision for 2023-24 due to erratic rainfall patterns. Our view is that they will all eventually gravitate to the Monetary Policy Committee's (MPC's) projection of 6.5 percent real GDP growth for the year 2023-24.

High frequency indicators discussed in subsequent sections show a broad-based gaining of momentum in August and September. The festival season is all set to light up volumes of e-commerce sales. Entry-level prices of electronics are poised to fall despite the focus on 'premiumisation'. Consumer confidence is upbeat on online

shopping, with wider choices, competitive pricing, and the convenience of easy return and exchange lifting up the online shopping experience. In response, pan-India demand for warehousing has outgrown supply by an estimated 1.4 times, with an average growth of 10 percent in rentals. Rural consumers also appear to be ready to join the party: there is a revival in demand for fast moving consumer goods after the September showers despite an uptick in freight and packaging costs. With Kharif sowing acreage exceeding last year's coverage, joblessness in rural areas fell in September.

Residential real estate markets across India's cities are exhibiting a growth momentum that is scaling a six-year high, despite rising mortgage rates and property prices. The cloud to this silver lining is that there are bulk sales in the mid-income and premium segments while the affordable and low-cost segments are undergoing a decline in volume. Overall, the real estate industry is reflecting strong fundamentals.

In the corporate sector, rating agencies are reporting credit ratios – upgrades by downgrades – of more than one. The upgrade rates has moderated but remains higher than the decadal average while the downgrade rate also undershot its 10-year average. Both investment- and non-investment grade companies recorded improvements in credit profiles. Infrastructure, automotive, and cement companies that rely on local consumption harnessed robust cash flows to bolster balance sheets, pointing to a possible revival due in private capex. A secular improvement is underway for financials of rated companies, which is boosting credit ratios. Deleveraging and higher capacity utilisation have enabled capital-heavy industries to stage a broad-based improvement in performance and outlook. In the financial markets, the festival mood is lifting sentiments.

In September, primary equity markets sizzled, with the most number of initial public offerings (IPOs) in the past 13 years amidst a buoyant rally in mid-and small-cap stocks. This has been propelled by ebullient inflows into several small and mid-cap funds. The India volatility index (VIX), an equity market fear gauge, has remained subdued during the first half of 2023-24, indicative of the bullish market sentiment. In the bond market, yields have shown remarkable resilience and stability in the face of the rise in US yields, attributable to country-specific factors such as the announcement of inclusion in the JP Morgan emerging market bond index, responsible government market borrowings indicative of underlying fiscal health, and prudent debt and liquidity management. Both passive and active funds are expected to flow into Indian debt markets, but they may bring with them associated volatility which will need to be carefully and nimbly managed. The Indian rupee (INR) has also exhibited low volatility and orderly movements relative to peers in spite of the elevated US treasury yields and a stronger US dollar. Movements in the INR are consistent with the strength of the underlying macro-fundamentals and the reassuring availability of buffers. Term deposit rates have surged to their highest levels in the past five years as banks rush to meet strong credit demand. There is anecdotal evidence that funds are flowing from low-yielding current account savings account (CASA) to higher-interest bearing term deposits. Competition among banks for garnering deposits has intensified after a long hiatus. The structural liquidity mismatch in the banking system is also reflected in ~ 64 ~ the highest issuances of certificates of deposits (CDs) in September during the current financial year. Outflows on account of tax payments and increased demand for credit ahead of the festival season have also tightened access to liquidity. Renewed government spending and the release of the last tranche of the incremental cash reserve ratio (I-CRR) will likely ease liquidity but CD raising will likely continue into October. An important development that has spread cheer all around is the sharp correction in headline inflation in its September print from the recent spike in July and August. Vegetable prices may correct even more in October and expand disposable incomes of consumers.

From the point of view of the conduct of monetary policy, the broad-based softening of core inflation has been a result of staying the straight and narrow course of excoriating inflation enduringly. The accumulated force of monetary policy actions and an unswerving disinflationary stance of withdrawing accommodation are yielding results in the form of dissipating the persistence of price pressures, aided by the receding of input costs. It is too early to declare victory though; there are many miles to go. Set against this backdrop, the remainder of the article is structured into four sections. Section II covers the rapidly evolving developments in the global economy. An assessment of domestic macroeconomic conditions is set out in Section III. Section IV encapsulates financial conditions in India, while the last Section sets out concluding remarks. (Source: RBI Bulletin October 2023)

Inflation is expected to remain elevated in the near term, averaging 3.9 percent in advanced economies and 5.9 percent in emerging market and developing economies in 2022, before subsiding in 2023. Assuming medium-term inflation expectations remain well anchored and the pandemic eases its grip, higher inflation should fade as supply chain disruptions ease, monetary policy tightens, and demand rebalances away from goods-intensive consumption towards services. The rapid increase in fuel prices is also expected to moderate during 2022–23, which will help contain headline inflation. Futures markets indicate oil prices will rise about 12 percent and natural gas prices about 58 percent in 2022 (both considerably lower than the increases seen in 2021) before retreating in 2023 as supply-demand imbalances recede further. Similarly, food prices are expected to increase at a more moderate pace of about 4½ percent in 2022 and decline in 2023. In many countries, nominal wage growth remains contained despite employment and participation returning almost to pre-pandemic levels. But in the United States the story is different: a sharp decline in unemployment has been accompanied by buoyant nominal wage growth. This suggests a degree

of tightening in US labor markets not evident elsewhere. If US labor force participation remains below pre-pandemic levels and discouraged workers remain on the sidelines, tighter labor markets may feed through to higher prices. As a result, the Federal Reserve communicated in December 2021 that it will taper asset purchases at a faster pace and signaled that the federal funds rate will likely be raised to 0.75–1.00 percent by the end of 2022, some 50 basis points higher than in the previous guidance.

Less accommodative monetary policy in the United States is expected to prompt tighter global financial conditions, putting pressure on emerging market and developing economy currencies. Higher interest rates will also make borrowing more expensive worldwide, straining public finances. For countries with high foreign currency debt, the combination of tighter financial conditions, exchange rate depreciations, and higher imported inflation will lead to challenging monetary and fiscal policy trade-offs. Although fiscal consolidation is anticipated in many emerging market and developing economies in 2022, high post-pandemic debt burdens will be an ongoing challenge for years to come.

Global trade is expected to moderate in 2022 and 2023, in line with the overall pace of the expansion. Assuming that the pandemic eases over 2022, supply chain problems are expected to abate later in the year. The accompanying moderation in global goods demand will also help reduce imbalances. Cross-border services trade—particularly tourism—is expected to remain subdued.

Even before Omicron, inflation pressure had become more broad-based in many economies. Central banks in some emerging market and developing economies—and a few advanced economies—have already been raising interest rates. For some the decision to tighten policy reflects a difficult choice, trading off the benefits of getting ahead of price pressures against the costs of potentially slowing an already subdued employment recovery. Policy responses will vary according to country-specific inflation and employment developments and the strength of central bank policy frameworks. Extraordinary support is likely to continue in the euro area and Japan to allow the recovery to take firmer hold. By contrast, it will very likely be withdrawn in the United States in 2022—where the recovery is more advanced—with the prospect of a broader return of interest rates to higher levels thereafter. The timing and extent of responses in emerging markets is uncertain and will be complicated by ongoing developments with the pandemic, both domestically and through imported inflation stemming from international supply disruptions. This underscores the need to carefully monitor key indicators of future inflationary pressures, including inflation expectations, wage growth and unit labor costs (particularly as demand rebalances back toward services), and firms' profit margins, which can foreshadow whether higher cost pressures are likely to be passed on to prices.

Effective monetary policy communication is a key tool to avoid provoking overreactions from financial markets. In countries where inflation expectations have increased, and there is a tangible risk of more persistent price pressures, central banks should continue to telegraph an orderly, data-dependent withdrawal. This is particularly important given the exceptional uncertainty around the impact of the Omicron variant. Central banks should clearly signal that the pace at which monetary support will be withdrawn may need to be recalibrated if the pandemic worsens again.

Moreover, a tighter stance of monetary policy, especially if not clearly communicated, could have financial stability implications as financial vulnerabilities remain elevated in a number of sectors. A sudden repricing of risk in markets, should investors reassess further the economic and policy outlook, could interact with such vulnerabilities and lead to tighter financial conditions. Policymakers should take early action and tighten selected macroprudential tools to target pockets of elevated vulnerabilities (see the October 2021 Global Financial Stability Report).

Preparing for tighter external financial conditions: Less accommodative monetary policy in advanced economies will pose challenges for central banks and governments in emerging market and developing economies. Higher returns elsewhere will incentivize capital to flow overseas, putting downward pressure on emerging market and developing economy currencies and raising inflation. Without commensurate tightening, this will increase the burden on foreign-currency borrowers, both public and private. But tighter policy also brings costs at home, as domestic borrowers will find credit harder to come by. Overall, tighter policies will likely be appropriate in many emerging market and developing economies to stave off the threat of persistently higher inflation. Moreover, emerging markets are generally more resilient, with higher reserves and better current account balances than in the previous tightening cycle—including during the 2013 taper tantrum. But financial vulnerabilities remain, and many countries have higher public and private debt. Debt service burdens could therefore rise significantly with higher interest rates.

Countries with stronger fiscal positions and clearer policy frameworks will be better placed to manage tighter global financial conditions. More generally, emerging market borrowers should extend debt maturities where feasible, while containing a further buildup of currency mismatches. Exchange rate flexibility can also help absorb shocks. But in economies with market distortions or balance sheet vulnerabilities limiting market access, the impact of capital flow reversals can imperil financial stability. In those economies, foreign exchange intervention may be needed to smooth disorderly market conditions and temporary capital flow management measures may be

warranted—but should not substitute for needed macroeconomic policy adjustment. More generally, policymakers should strengthen resolution regimes where needed to facilitate orderly deleveraging and restructuring.

International cooperation will also be essential to minimize stress during the forthcoming tightening cycle. Ready access to reserve currency liquidity is an important buffer against the international amplification of these risks. IMF lending arrangements (precautionary or disbursing) can be an important backstop to smooth the impact of the shocks. For countries with large financing needs and unsustainable debt, liquidity relief may not be sufficient. In such cases, quick operationalization of the G20 Common Framework for debt treatment will provide an effective mechanism for timely and orderly debt restructuring. The progress in the initial country cases has been too slow. Urgent improvements are needed to move the process forward and extend its country coverage.

Public finances will come under strain in the coming months and years, as global public debt has reached record levels to cover pandemic-related spending at a time when tax receipts plummeted. Higher interest rates will also make borrowing more expensive, especially for countries borrowing in foreign currencies and at short maturities. As a result, fiscal deficits in most countries will need to shrink in the coming years, although the extent of consolidation should be contingent on the pace of the recovery. If the pandemic worsens, consolidation can be slowed where fiscal space permits. Where mobility restrictions are reintroduced, governments should reprise programs such as lifelines for the worst-affected households and firms as needed and increase support for the most vulnerable segments of the population. However, policy space is much reduced, so better targeting of such support will be essential to preserve fiscal sustainability. Initiatives should be nested in credible and sustainable medium-term fiscal plans. Decisive support from the international community to low-income countries with elevated debt levels will be necessary so that they can provide such fiscal support. On the other hand, in countries with upside growth surprises where the recovery continues to take hold (e.g., Chile, Colombia, Peru), there is scope to retire extraordinary crisis expenditures and enhance revenue mobilization.

Ultimately, higher growth and stronger tax revenues will be required for many countries to avoid the risk of debt distress. Such challenges make structural reforms (see below) and improvements to fiscal frameworks all the more essential.

*(Source: IMF)*

## **OVERVIEW OF THE INDIAN ECONOMY**

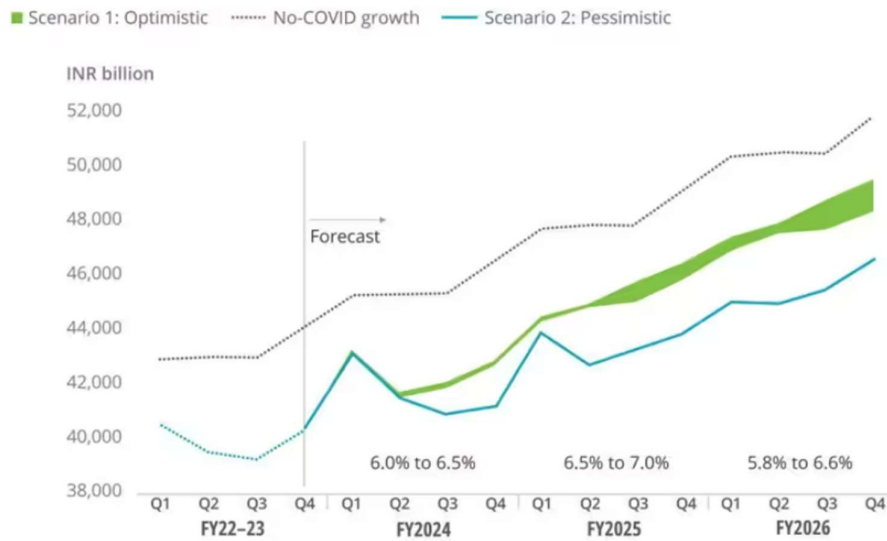
Strong economic growth in the first quarter of FY23 helped India overcome the UK to become the fifth-largest economy after it recovered from the COVID-19 pandemic shock. Real GDP at constant prices (2011-12) in the first quarter of 2023–24 is estimated at Rs. 40.37 trillion (US\$ 484.94 billion), showing a growth of 7.8% as compared to the first quarter of 2022–23 estimated at Rs. 37.44 trillion (US\$ 449.74 billion). Given the release of pent-up demand and the widespread vaccination coverage, the contact-intensive services sector will probably be the main driver of development in 2022–2023. In 2023–24 (April–September), India's service exports stood at US\$ 164.89 billion. Furthermore, India's overall exports (services and merchandise) in 2023–24 (April–September) were estimated at US\$ 376.29 billion. Rising employment and substantially increasing private consumption, supported by rising consumer sentiment, will support GDP growth in the coming months.

Future capital spending of the government in the economy is expected to be supported by factors such as tax buoyancy, the streamlined tax system with low rates, a thorough assessment and rationalisation of the tariff structure, and the digitization of tax filing. In the medium run, increased capital spending on infrastructure and asset-building projects is set to increase growth multipliers, and with the revival in monsoon and the Kharif sowing, agriculture is also picking up momentum. The contact-based services sector has largely demonstrated promise to boost growth by unleashing the pent-up demand over the period of April–December 2022. The sector's success is being captured by a number of HFIs (High-Frequency Indicators) that are performing well, indicating the beginnings of a comeback.

India has emerged as the fastest-growing major economy in the world and is expected to be one of the top three economic powers in the world over the next 10-15 years, backed by its robust democracy and strong partnerships.

India's appeal as a destination for investments has grown stronger and more sustainable as a result of the current period of global unpredictability and volatility, and the record amounts of money raised by India-focused funds in 2022 are evidence of investor faith in the "Invest in India" narrative.

Real GDP (seasonally adjusted, level values)



Sources: CMIE; Deloitte research.

Deloitte Insights | deloitte.com/insights

Source: [www.deloitte.com](http://www.deloitte.com)

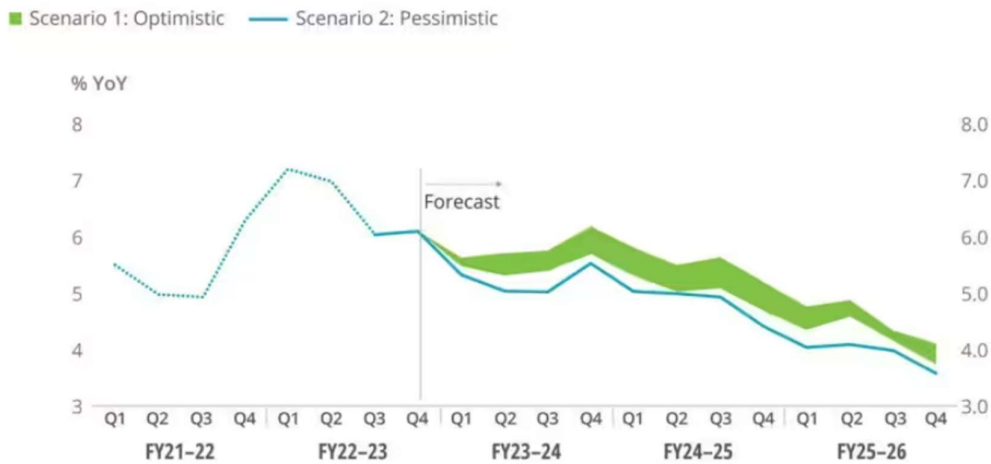
India's nominal gross domestic product (GDP) at current prices is estimated to be at Rs. 301.75 trillion (US\$ 3.62 trillion) in 2023-24. Additionally, the Nominal GDP at current prices in Q1 of 2023-24 was Rs. 70.67 trillion (US\$ 848.92 billion), as against Rs. 65.42 trillion (US\$ 785.85 billion) in 2022-23, estimating a growth of 8%. With 115 unicorns valued at more than US\$ 350 billion, as of February 2023, India presently has the third-largest unicorn base in the world. The government is also focusing on renewable sources by achieving 40% of its energy from non-fossil sources by 2030. India is committed to achieving the country's ambition of Net Zero Emissions by 2070 through a five-pronged strategy, 'Panchamrit'. Moreover, India ranked 3rd in the renewable energy country attractive index.

According to the McKinsey Global Institute, India needs to boost its rate of employment growth and create 90 million non-farm jobs between 2023 to 2030 in order to increase productivity and economic growth. The net employment rate needs to grow by 1.5% per annum from 2023 to 2030 to achieve 8-8.5% GDP growth between same time period. India's current account deficit (CAD) decreases to US\$ 9.2 billion in Q1 of 2023-24 from US\$ 17.9 billion in Q1 of 2022-2023.

Exports fared remarkably well during the pandemic and aided recovery when all other growth engines were losing steam in terms of their contribution to GDP. Going forward, the contribution of merchandise exports may waver as several of India's trade partners witness an economic slowdown. According to Mr. Piyush Goyal, Minister of Commerce and Industry, Consumer Affairs, Food and Public Distribution and Textiles, Indian exports are expected to reach US\$ 1 trillion by 2030.

Inflation may peak along with the moderation of the global economy and stability in crude oil and industrial raw material prices. A tighter monetary policy will also help bring down demand and, therefore, cap the price rise. However, the fall in prices may be short-lived as we expect demand to remain high. The recent unseasonal rains (impacting wheat production and its procurement) and the possible impact of El Nino on monsoon rains may further add pressure to food prices in the months ahead. Despite a sooner turnaround in investment, its lagged impact on capacity building will likely constrain supply in the short run. We expect prices to remain in the upper range of the RBI's target band over the next two years.

## Consumer price index

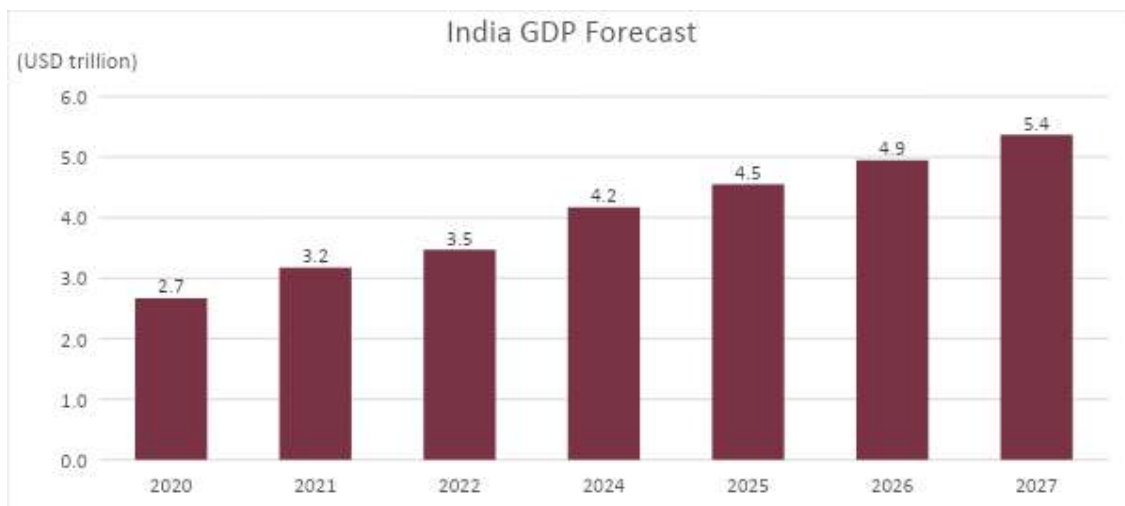


Sources: CMIE; Deloitte research.

Deloitte Insights | [deloitte.com/insights](https://deloitte.com/insights)

Source: <https://www2.deloitte.com/xe/en/insights/economy/asia-pacific/india-economic-outlook-04-2023.html>

India is on a path to witnessing one of its most extraordinary decades in terms of economic achievement since the country's Independence. In this decade India has crossed USD 3 trillion in GDP in FY22 to reach USD 3.2 trillion. IMF has forecasted that India will cross USD 4 trillion in GDP in 2024 to reach USD 4.2 trillion and cross USD 5 trillion in 2027 to reach USD 5.4 trillion.



Source: IMF World Economic Outlook Database, Gross domestic product is in terms of current prices

India's Ministry of Finance, Govt. of India has also a similar forecast of India crossing USD 5 trillion in GDP in FY27. These are extraordinary milestones for any country and India may witness sharp improvement in per capita GDP and per capita disposable income by the end of this decade.

It is critical to understand however that India's GDP growth since the beginning of this millennium and especially since crossing USD 1 trillion for the first time in 2006 is different in composition.

## RECENT DEVELOPMENTS

India is primarily a domestic demand-driven economy, with consumption and investments contributing to 70% of the economic activity. With an improvement in the economic scenario and the Indian economy recovering from the Covid-19 pandemic shock, several investments and developments have been made across various sectors of the economy. According to World Bank, India must continue to prioritise lowering inequality while also putting growth-oriented policies into place to boost the economy. In view of this, there have been some developments that have

taken place in the recent past. Some of them are mentioned below.

- As of August 2023, India's foreign exchange reserves stood at US\$ 594.90 billion.
- In the first half of 2023-24, India saw a total of US\$ 21 billion in PE-VC investments.
- Merchandise exports in September 2023 stood at US\$ 34.47 billion, with total merchandise exports of US\$ 211.40 billion during the period of April-September (2023-24).
- India was also named as the 48th most innovative country among the top 50 countries, securing 40th position out of 132 economies in the Global Innovation Index 2023. India rose from 81st position in 2015 to 40th position in 2023. India ranks 3rd position in the global number of scientific publications.
- PMI Services remained comfortably in the expansionary zone at 62.3 in the month of June 2023.
- In September 2023, the gross Goods and Services Tax (GST) revenue collection stood at Rs. 1,62,712 crore (US\$ 19.54 billion), of which CGST is Rs. 29,818 crores (US\$ 3.58 billion), SGST is Rs. 37,657 crores (US\$ 4.52 billion), IGST is Rs. 83,623 crores (US\$ 10.04 billion).
- Between April 2000–June 2023, cumulative FDI equity inflows to India stood at US\$ 937.58 billion.
- In August 2023, the overall IIP (Index of Industrial Production) stood at 145.1. The Indices of Industrial Production for the mining, manufacturing and electricity sectors stood at 111.9, 143.5 and 220.5, respectively, in August 2023.
- According to data released by the Ministry of Statistics & Programme Implementation (MoSPI), India's Consumer Price Index (CPI) based retail inflation reached 5.02% in September 2023.
- Foreign Institutional Investors (FII) inflows between April-July (2023-24) were close to Rs. 80,500 crore (US\$ 9.67 billion), while Domestic Institutional Investors (DII) sold Rs. 4,500 crore (US\$ 540.56 million) in the same period. As per depository data, Foreign Portfolio Investors (FPIs) invested Rs. 22,000 crore (US\$ 2.67 billion) in India during the first week of July 2023.
- The wheat procurement during RMS 2023-24 (till May) was estimated to be 262 lakh metric tonnes (LMT) and the rice procured in KMS 2023-24 was 385 LMT. The combined stock position of wheat and rice in the Central Pool is over 579 LMT (Wheat 312 LMT and Rice 267 LMT).

## **GOVERNMENT INITIATIVES**

Over the years, the Indian government has introduced many initiatives to strengthen the nation's economy. The Indian government has been effective in developing policies and programmes that are not only beneficial for citizens to improve their financial stability but also for the overall growth of the economy. Over recent decades, India's rapid economic growth has led to a substantial increase in its demand for exports. Besides this, a number of the government's flagship programmes, including Make in India, Start-up India, Digital India, the Smart City Mission, and the Atal Mission for Rejuvenation and Urban Transformation, is aimed at creating immense opportunities in India. In this regard, some of the initiatives taken by the government to improve the economic condition of the country are mentioned below:

- On August 6th, 2023, Amrit Bharat Station Scheme was launched to transform and revitalize 1309 railway stations across the nation. This scheme envisages development of stations on a continuous basis with a long-term vision.
- On June 28th, 2023, the Ministry of Environment, Forests, and Climate Change introduced the 'Draft Carbon Credit Trading Scheme, 2023'.
- From April 1st, 2023, Foreign Trade Policy 2023 was unveiled to create an enabling ecosystem to support the philosophy of 'AtmaNirbhar Bharat' and 'Local goes Global'.
- In order to enhance India's manufacturing capabilities by increasing investment and production in the sector, the government of India has introduced the Production Linked Incentive Scheme (PLI) for Pharmaceuticals.

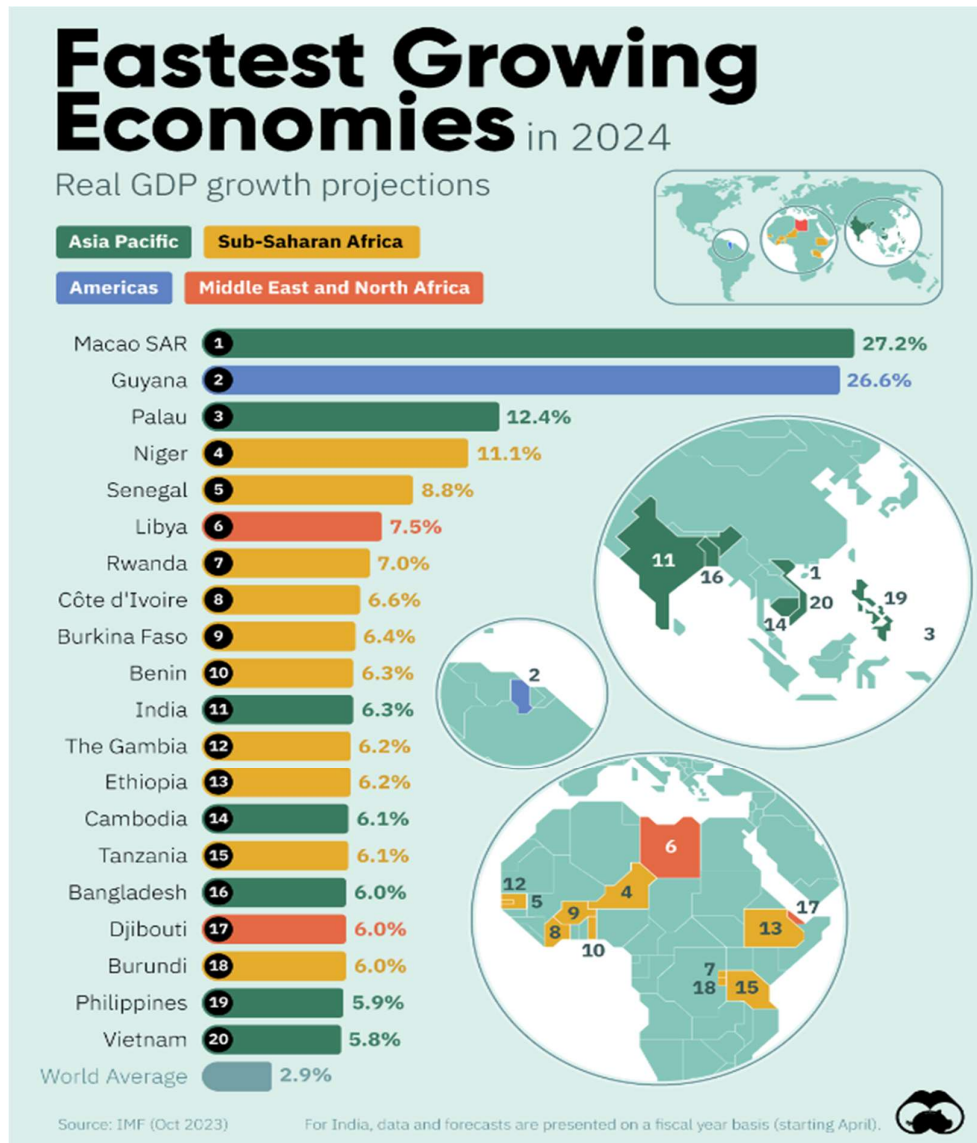
- Prime Minister's Development Initiative for North-East Region (PM-DevINE) was announced in the Union Budget 2022-23 with a financial outlay of Rs. 1,500 crore (US\$ 182.35 million).
- Prime Minister Mr Narendra Modi has inaugurated a new food security scheme for providing free food grains to Antodaya Ann Yojna (AAY) & Primary Household (PHH) beneficiaries, called Pradhan Mantri Garib Kalyan Ann Yojana (PMGKAY) from January 1st, 2023.
- The Amrit Bharat Station scheme for Indian Railways envisages the development of stations on a continuous basis with a long-term vision, formulated on December 29th, 2022 by the Ministry of Railways.
- On October 7th, 2022, the Department for Promotion of Industry and Internal Trade (DPIIT) launched Credit Guarantee Scheme for Start-ups (CGSS) aiming to provide credit guarantees up to a specified limit by start-ups, facilitated by Scheduled Commercial Banks, Non-Banking Financial Companies and Securities and Exchange Board of India (SEBI) registered Alternative Investment Funds (AIFs).
- Telecom Technology Development Fund (TTDF) Scheme was launched in October 2022 by the Universal Service Obligation Fund (USOF), a body under the Department of Telecommunications. The objective is to fund R&D in rural-specific communication technology applications and form synergies among academia, start-ups, research institutes, and the industry to build and develop the telecom ecosystem.
- Home & Cooperation Minister Mr. Amit Shah laid the foundation stone and performed Bhoomi Pujan of Tanot Mandir Complex Project under Border Tourism Development Programme in Jaisalmer in September 2022.
- In August 2022, Mr. Narendra Singh Tomar, Minister of Agriculture and Farmers Welfare inaugurated four new facilities at the Central Arid Zone Research Institute (CAZRI), which has been rendering excellent services for more than 60 years under the Indian Council of Agricultural Research (ICAR).
- In August 2022, a Special Food Processing Fund of Rs. 2,000 crore (US\$ 242.72 million) was set up with National Bank for Agriculture and Rural Development (NABARD) to provide affordable credit for investments in setting up Mega Food Parks (MFP) as well as processing units in the MFPs.
- In July 2022, Deendayal Port Authority (DPA) announced plans to develop two Mega Cargo Handling Terminals on a Build-Operate-Transfer (BOT) basis under Public-Private Partnership (PPP) Mode at an estimated cost of Rs. 5,963 crore (US\$ 747.64 million).
- In July 2022, the Union Cabinet chaired by Prime Minister Mr. Narendra Modi, approved the signing of the Memorandum of Understanding (MoU) between India & Maldives. This MoU will provide a platform to tap the benefits of information technology for court digitization and can be a potential growth area for IT companies and start-ups in both countries.
- India and Namibia entered a Memorandum of Understanding (MoU) on wildlife conservation and sustainable biodiversity utilization on July 20th, 2022, for establishing the cheetah into the historical range in India.
- In July 2022, the Reserve Bank of India (RBI) approved international trade settlements in Indian rupees (Rs.) in order to promote the growth of global trade with emphasis on exports from India and to support the increasing interest of the global trading community.
- The Agnipath Scheme aims to develop a young and skilled armed force backed by an advanced warfare technology scheme by providing youth with an opportunity to serve Indian Army for a 4-year period. It is introduced by the Government of India on June 14th, 2022.
- In June 2022, Prime Minister Mr. Narendra Modi inaugurated and laid the foundation stone of development projects worth Rs. 21,000 crore (US\$ 2.63 billion) at Gujarat Gaurav Abhiyan at Vadodara.
- Mr. Rajnath Singh, Minister of Defence, launched 75 newly developed Artificial Intelligence (AI) products/technologies during the first-ever 'AI in Defence' (AIDef) symposium and exhibition organized by the Ministry of Defence in New Delhi on July 11th, 2022.
- In June 2022, Prime Minister Mr. Narendra Modi laid the foundation stone of 1,406 projects worth more than Rs. 80,000 crore (US\$ 10.01 billion) at the ground-breaking ceremony of the UP Investors Summit in



Lucknow. The Projects encompass diverse sectors like Agriculture and Allied industries, IT and Electronics, MSME, Manufacturing, Renewable Energy, Pharma, Tourism, Defence & Aerospace, and Handloom & Textiles.

- The Indian Institute of Spices Research (IISR) under the Indian Council for Agricultural Research (ICAR) inked a Memorandum of Understanding (MoU) with Lysterra LLC, a Russia-based company for the commercialization of bio capsule, an encapsulation technology for bio-fertilization on June 30th, 2022.
- As of April 2022, India signed 13 Free Trade Agreements (FTAs) with its trading partners including major trade agreements like the India-UAE Comprehensive Partnership Agreement (CEPA) and the India-Australia Economic Cooperation and Trade Agreement (IndAus ECTA).
- 'Mission Shakti' was applicable with effect from April 1st, 2022, aimed at strengthening interventions for women's safety, security and empowerment.
- The Union Budget of 2022-23 was presented on February 1st, 2022, by the Minister for Finance & Corporate Affairs, Ms. Nirmala Sitharaman. The budget had four priorities PM GatiShakti, Inclusive Development, Productivity Enhancement and Investment, and Financing of Investments. In the Union Budget 2022-23, effective capital expenditure is expected to increase by 27% at Rs. 10.68 trillion (US\$ 142.93 billion) to boost the economy. This will be 4.1% of the total Gross Domestic Production (GDP).
- Strengthening of Pharmaceutical Industry (SPI) was launched in March 2022 by the Ministry of Chemicals & Fertilisers to provide credit linked capital and interest subsidy for Technology Upgradation of MSME units in pharmaceutical sector, as well as support of up to Rs. 20 crore (US\$ 2.4 million) each for common facilities including Research centre, testing labs and ETPs (Effluent Treatment Plant) in Pharma Clusters, to enhance the role of MSMEs.
- Under PM GatiShakti Master Plan, the National Highway Network will develop 25,000 km of new highways network, which will be worth Rs. 20,000 crore (US\$ 2.67 billion). In 2022-23. Increased government expenditure is expected to attract private investments, with a production-linked incentive scheme providing excellent opportunities. Consistently proactive, graded, and measured policy support is anticipated to boost the Indian economy.
- In February 2022, The Ministry of Social Justice & Empowerment launched the Scheme for Economic Empowerment of Denotified/Nomadic/SemiNomadic tribal communities (DNTs) (SEED) to provide basic facilities like good quality coaching, and health insurance. livelihoods initiative at a community level and financial assistance for the construction of houses.
- In February 2022, Minister for Finance and Corporate Affairs Ms. Nirmala Sitharaman said that productivity linked incentive (PLI) schemes would be extended to 14 sectors to achieve the mission of AtmaNirbhar Bharat and create 60 lakh jobs with an additional production capacity of Rs. 30 trillion (US\$ 401.49 billion) in the next five years.
- In the Union Budget of 2022-23, the government announced funding for the production-linked incentive (PLI) scheme for domestic solar cells and module manufacturing of Rs. 24,000 crore (US\$ 3.21 billion).
- In the Union Budget of 2022-23, the government announced a production-linked incentive (PLI) scheme for Bulk Drugs which was an investment of Rs. 2,500 crore (US\$ 334.60 million).
- In the Union Budget of 2022, Minister for Finance & Corporate Affairs Ms. Nirmala Sitharaman announced that a scheme for design-led manufacturing in 5G would be launched as part of the PLI scheme.
- In September 2021, Union Cabinet approved major reforms in the telecom sector, which are expected to boost employment, growth, competition, and consumer interests. Key reforms include rationalization of adjusted gross revenue, rationalization of bank guarantees (BGs), and encouragement of spectrum sharing.
- In the Union Budget of 2022-23, the government has allocated Rs. 44,720 crore (US\$ 5.98 billion) to Bharat Sanchar Nigam Limited (BSNL) for capital investments in the 4G spectrum.
- Minister for Finance & Corporate Affairs Ms. Nirmala Sitharaman allocated Rs. 650 crore (US\$ 86.69 million) for the Deep Ocean mission that seeks to explore vast marine living and non-living resources.

Department of Space (DoS) has got Rs. 13,700 crore (US\$ 1.83 billion) in 2022-23 for several key space missions like Gaganyaan, Chandrayaan-3, and Aditya L-1 (sun).



Source: <https://www.visualcapitalist.com/ranked-the-fastest-growing-economies-in-2024/>

### Agriculture and Allied Industries

India is one of the major players in the agriculture sector worldwide and it is the primary source of livelihood for ~55% of India's population. India has the world's largest cattle herd (buffaloes), the largest area planted for wheat, rice, and cotton, and is the largest producer of milk, pulses, and spices in the world. It is the second-largest producer of fruit, vegetables, tea, farmed fish, cotton, sugarcane, wheat, rice, cotton, and sugar. The agriculture sector in India holds the record for second-largest agricultural land in the world generating employment for about half of the country's population. Thus, farmers become an integral part of the sector to provide us with a means of sustenance. Consumer spending in India will return to growth in 2021 post the pandemic-led contraction, expanding by as much as 6.6%. The Indian food industry is poised for huge growth, increasing its contribution to world food trade every year due to its immense potential for value addition, particularly within the food processing industry. The Indian food processing industry accounts for 32% of the country's total food market, one of the largest industries in India and is ranked fifth in terms of production, consumption, export and expected growth.

Foodgrain production in India touched 330.5 million metric tonnes (MT) in 2022-23 (3rd Advance Estimate). India is the world's 2nd largest producer of food grains, fruits and vegetables and the 2nd largest exporter of sugar. A total of 521.27 LMT rice has been anticipated for procurement for the upcoming KMS 2023-24, up from 496 LMT

produced during the previous KMS 2022-23.



### Advantages to India

- Factors contributing to the sharp growth in demand for processed foods include increasing urbanization, increasing disposable incomes, changing spending patterns/ priorities, the emergence of nuclear families, and the growing need for convenience foods in dual-income nuclear families.
- The demand for organic products in the Indian market is growing and is anticipated to rise with a CAGR of 25.25% between 2022-27.
- A total of 521.27 LMT rice has been anticipated for procurement for the upcoming KMS 2023-24, up from 496 LMT produced during the previous KMS 2022-23.
- Entry of foreign players has been key to sustainable growth in some sectors such as dairy.
- Online, Competitive, Transparent Bidding System with 1.74 crore farmers and 2.39 lakh traders put in place under the National Agriculture Market (e-NAM) Scheme.
- A new sub-scheme of PM Matsya Sampada Yojana with a targeted investment of Rs. 6,000 crore (US\$ 729 million) to be launched to further enable activities of fishermen, fish vendors, and MSEs, improve value chain efficiencies and expand the market.
- Through several Digital Initiatives, such as the National e-Governance Plan in Agriculture, the construction of Digital Public Infrastructure, digital registries, etc., the government has taken various steps to ensure access to IT across the nation.
- India has access to several natural resources that provides it a competitive advantage in the food processing sector. Due to its diverse agro-climatic conditions, it has a wide-ranging and large raw material base suitable for food processing industries.

According to Inc42, the Indian agricultural sector is predicted to increase to US\$ 24 billion by 2025. Indian food and grocery market is the world's sixth largest, with retail contributing 70% of the sales. India's agricultural and processed food products exports stood at US\$ 43.37 billion in FY23 (April 2022-January 2023). As per third Advance Estimates for FY23 (Kharif only), total foodgrain production in the country is estimated at 330.5 million tonnes. As per the Second Advance Estimates of National Income, the share of GVA of agriculture and allied sectors in the total economy in 2022-23 was 18.3%, with a growth rate of 3.3%.

Rabi crop area has increased by 3.25%, from 697.98 lakh hectares in 2021-22 to 720.68 lakh hectares in 2022-23. This is a 22.71 lakh hectare, a 13.71% increase over the average sown area in 2021-22.

In the current crop year (July 2022-June 2023), India's horticulture output is expected to have hit a record 350.87 million tonnes (MT), as production of fruits, vegetables, spices, and plantation crops surged dramatically.

In 2022-23, of the 141 million hectares of gross sown area in the country, nearly 73 million hectares, or 52%, had irrigation access.

The Agriculture and Allied industry sector has witnessed some major developments, investments and support from the Government in the recent past. Between April 2000-June 2023, FDI in agriculture services stood at US\$ 4.75 billion.

(Source: <https://www.ibef.org/industry/agriculture-india>)

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Rabi crop area has increased by 3.25%, from 697.98 lakh hectares in 2021-22 to 720.68 lakh hectares in 2022-23. This is a 22.71 lakh hectare, a 13.71% increase over the average sown area in 2021-22. As per the First Advance Estimates for 2023-24, rice is estimated at 1,063.13 lakh tonnes during the kharif season.

In 2022-23 (as per the second advance estimate), India's horticulture output is expected to have hit a record 351.92 million tonnes (MT), an increase of about 4.74 million tonnes (1.37%) as compared to the year 2021-22.

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According to the Department for Promotion of Industry and Internal Trade (DPIIT), the Indian food processing industry has cumulatively attracted a Foreign Direct Investment (FDI) equity inflow of about US\$ 12.35 billion between April 2000-September 2023. This accounts for 1.89% of total FDI inflows received across industries. During 2023-24 (April-October), processed vegetables accounted for US\$ 446.84 million, miscellaneous preparations accounted for US\$ 758.94 million and processed fruits, juices and nuts accounted for US\$ 367.85 million.

Rapid population expansion in India is the main factor driving the industry. The rising income levels in rural and urban areas, which have contributed to an increase in the demand for agricultural products across the nation, provide additional support for this. In accordance with this, the market is being stimulated by the growing adoption of cutting-edge techniques including blockchain, artificial intelligence (AI), geographic information systems (GIS), drones, and remote sensing technologies, as well as the release of various e-farming applications.

In terms of exports, the sector has seen good growth in the past year. India's agricultural and processed food products exports stood at US\$ 27.01 billion in 2023-24 (April-October).

The exports for principal commodities in 2023-24 (April-October) were the following:

- Marine Product: US\$ 4.58 billion
- Basmati and Non-Basmati Rice: US\$ 5.86 billion
- Spices: US\$ 2.24 billion
- Buffalo Meat: US\$ 2.09 billion
- Sugar: US\$ 1.49 billion
- Miscellaneous processed items: US\$ 967 million
- Oil Meal: US\$ 894 million

## **INVESTMENTS**

Some major investments and developments in agriculture are as follows:

- In December 2023, NBCC signed an MoU with the National Cooperative Development Cooperation (NCDC) and NABARD for the construction of (1,469-grain storage units) the world's largest grain storage plan in the cooperative sector.
- India to host the 27th WAIPA World Investment Conference in New Delhi from December 11-14, 2023.
- In December 2023, Tata-owned Rallis India launched NAYAZINC fertilizer.

- In December 2023, NITI Aayog and IFPRI signed a Statement of Intent to strengthen policy frameworks for agricultural transformation and rural development.
- In November 2023, India signed deals to export 5,00,000 tons of new season basmati rice in Europe and the Middle East.
- In October 2023, the President of India launched the Fourth Krishi Road map of Bihar.
- In October 2023, Coal India, partnered to invest Rs. 3,095 crore (US\$ 371.69 million) in fertiliser JV to boost output.
- Government has set up a special fund called the Food Processing Fund (FPF) of approximately US\$ 265 million in the National Bank for Agriculture and Rural Development (NABARD) for extending affordable credit to designated food parks and food processing enterprises in the designated food parks.
- In June 2023, Mother Dairy invested US\$ 48.33 million (Rs. 400 crore) to set up a unit in Nagpur.
- In 2022, the Government of India is planning to launch Kisan Drones for crop assessment, digitization of land records, and spraying of insecticides and nutrients.
- In October 2022, Prime Minister Mr. Narendra Modi inaugurated PM Kisan Samman Sammelan 2022 and released PM-KISAN Funds worth Rs. 16,000 crore (US\$ 1.93 billion)
- In August 2022, a Special Food Processing Fund of Rs. 2,000 crore (US\$ 242.72 million) was set up with National Bank for Agriculture and Rural Development (NABARD) to provide affordable credit for investments in setting up Mega Food Parks (MFP) as well as processing units in the MFPs.
- In August 2022, Mr. Narendra Singh Tomar, Minister of Agriculture and Farmers Welfare inaugurated four new facilities at the Central Arid Zone Research Institute (CAZRI), which has been rendering excellent services for more than 60 years under the Indian Council of Agricultural Research (ICAR).
- Consumer spending in India will return to growth in 2022 post the pandemic-led contraction, expanding by as much as 7%.
- The organic food segment in India is expected to grow at a CAGR of 10% during 2015--25 and is estimated to reach Rs. 75,000 crore (US\$ 9.1 billion) by 2025 from Rs. 2,700 crore (US\$ 386.32 million) in 2015.
- The processed food market in India is expected to grow to Rs. 3,451,352.5 crore (US\$ 470 billion) by 2025, from Rs. 1,931,288.7 crore (US\$ 263 billion) in FY20 on the back of government initiatives such as planned infrastructure worth US\$ 1 trillion and Pradhan Mantri Kisan Sampada Yojna. The food processing industry employs about 1.77 million people. The sector allows 100% FDI under the automatic route.
- From 2017 to 2020, India received ~US\$ 1 billion in agritech funding. With significant interest from investors, India ranks third in terms of agritech funding and the number of agritech start-ups. By 2025, Indian agritech companies are likely to witness investments worth US\$ 30-35 billion.
- Nestle India will invest Rs. 700 crore (US\$ 85.16 million) in the construction of its ninth factory in Gujarat.
- The performance of the agriculture and allied sector has been buoyant over the past several years, much of which is on account of the measures taken by the government to augment crop and livestock productivity, ensure certainty of returns to the farmers through price support, promote crop diversification, improve market infrastructure through the impetus provided for the setting up of farmer-producer organizations and promotion of investment in infrastructure facilities through the Agriculture Infrastructure Fund.
- As per the economic survey 2022-23, Rs. 13,681 crore (US\$ 1.6 billion) were sanctioned for Post-Harvest Support and Community Farms under the Agriculture Infrastructure Fund.
- Private investment in agriculture increases to 9.3% in 2020-21.
- Institutional Credit to the Agricultural Sector continued to grow to Rs. 18.6 lakh crore (US\$ 226 billion) in 2021-22.

## GOVERNMENT INITIATIVES

Some of the recent major Government initiatives in the sector are as follows

- In the Union Budget 2023-24:
  - Rs. 1.24 lakh crore (US\$ 15.9 billion) has been allocated to the Department of Agriculture, Cooperation and Farmers' Welfare.
  - Rs. 8,514 crores (US\$ 1.1 billion) has been allocated to the Department of Agricultural Research and Education.
- Through several Digital Initiatives, such as the National e-Governance Plan in Agriculture (NeGP-A), the construction of Digital Public Infrastructure (DPI), digital registries, etc., the government has taken a number of steps to ensure access to IT across the nation.

- The Soil Health Card site has been updated and connected with a Geographic Information System (GIS) system, allowing all test results to be captured and shown on a map. Samples are now being gathered using a mobile application as of April 2023 under the new system.
- The Agricultural Technology Management Agency (ATMA) Scheme has been implemented in 704 districts across 28 states and 5 UTs to educate farmers. Grants-in-aid are released to the State Government under the scheme with the goal of supporting State Governments' efforts to make available the latest agricultural technologies and good agricultural practices in various thematic areas of agriculture and allied sector.
- Since its inception, i.e. from 01.04.2001 to 31.12.2022, a total of 42,164 storage infrastructure projects (Godowns) with a capacity of 740.43 Lakh MT have been assisted in the country under the Agricultural Marketing Infrastructure (AMI) sub-scheme of the Integrated Scheme for Agricultural Marketing (ISAM).
- The Centre has granted permission to five private companies to conduct cluster farming of specified horticulture crops on approximately 50,000 hectares on a trial basis, with a total investment of US\$ 91.75 million (Rs. 750 crore). The five companies chosen through a bidding process for the pilot cluster farming program are Prasad Seeds, FIL Industries, Sahyadri Farms, Meghalaya Basin Management Agency.
- 27,003 Loans have been sanctioned in the country under credit linked subsidy component of the PM Formalisation of Micro Food Processing Enterprises Scheme (PMFME).
- In July 2022, the PM Formalisation of Micro food processing Enterprises (PMFME) scheme was launched for providing financial, technical and business support for setting up/ upgradation of micro food processing enterprises in the country with an outlay of Rs. 10,000 crore (US\$ 1.27 billion).
- The Indian government is planning to launch Kisan Drones for crop assessment, digitization of land records, and spraying of insecticides and nutrients.
- NABARD will assist in the creation of a blended capital fund with a focus on the agricultural start-up ecosystem which will be used to fund agriculture and rural enterprise start-up's that are related to the farm product value chain.
- A network of 729 Krishi Vigyan Kendra's has been established at the district level across the country to ensure that newer technologies such as improved variety seeds of crops, new breeds/ strains of livestock and fish, and improved production and protection technologies reach farmers.
- In October 2021, the Union Minister of Home Affairs and Co-operation launched the 'Dairy Sahakar' scheme in Anand, Gujarat.
- Ministry of Civil Aviation launched the Krishi UDAN 2.0 scheme in October 2021. The scheme proposes assistance and incentive for the movement of agri-produce by air transport. The Krishi UDAN 2.0 will be implemented at 53 airports across the country, largely focusing on Northeast and tribal regions, and is expected to benefit farmers, freight forwarders, and airlines.
- In October 2021, the Agricultural and Processed Food Products Export Development Authority (APEDA) signed a Memorandum of Understanding (MoU) with ICAR-Central Citrus Research Institute (ICAR-CCRI), Nagpur, for boosting exports of citrus and its value-added products.
- In October 2021, the Union Ministry of Agriculture and Farmers Welfare announced that 820,600 seed mini-kits will be distributed free of cost in 343 identified districts across 15 major producing states under a special programme. This programme is likely to boost production and productivity by speeding up the seed replacement rate and subsequently, help in increasing farmers' income.
- In September 2021, Prime Minister Mr. Narendra Modi launched 35 crop varieties with special traits such as climate resilience and higher nutrient content.
- Prime Minister of India launched the Pradhan Mantri Kisan Samman Nidhi Yojana (PM-Kisan) and transferred Rs. 2,021 crore (US\$ 284.48 million) to bank accounts of more than 10 million beneficiaries on February 24, 2019. As per the Union Budget 2021-22, Rs. 65,000 crore (US\$ 8.9 billion) was allocated to Pradhan Mantri Kisan Samman Nidhi (PM-Kisan).

- The Indian government has initiated Digital Agriculture Mission for 2021-25 for agriculture projects based on new technologies such as artificial intelligence, blockchain, remote sensing and GIS technology, drones, robots, and others.
- In September 2021, the Union Ministry of Agriculture and Farmers' Welfare signed five MoUs with CISCO, Ninjacart, Jio Platforms Limited, ITC Limited, and NCDEX e-Markets Limited. This MoU will have five pilot projects, which will help farmers make decisions on the kind of crops to grow, the variety of seeds to use, and best practices to adopt to maximise yield.
- With a budget of US\$ 1.46 billion, the 'Production-Linked Incentive Scheme for Food Processing Industry (PLISFPI)' has been approved to develop global food manufacturing champions commensurate with India's natural resource endowment and to support Indian food brands in international markets.
- Under Pradhan Mantri Formalisation of Micro Food Processing Enterprises (PM FME), an outlay of Rs. 10,000 crore (US\$ 1.27 billion) over a period of five years from FY21 to FY25 has been sanctioned.
- In April 2021, the Government of India approved a PLI scheme for the food processing sector with an incentive outlay of Rs. 10,900 crore (US\$ 1.48 billion) over a period of six years starting from FY22.
- The Agriculture Export Policy, 2018 was approved by the Government of India in December 2018. The new policy aimed to increase India's agricultural export to US\$ 60 billion by 2022 and US\$ 100 billion in the next few years with a stable trade policy regime.
- The Government of India is going to provide Rs. 2,000 crore (US\$ 306.29 million) for the computerisation of the Primary Agricultural Credit Society (PACS) to ensure cooperatives are benefitted through digital technology.
- The Government of India launched the Pradhan Mantri Krishi Sinchai Yojana (PMKSY) with an investment of Rs. 50,000 crore (US\$ 7.7 billion) aimed at the development of irrigation sources for providing a permanent solution to drought.
- Government plans to triple the capacity of the food processing sector in India from the current 10% of agricultural produce and has also committed Rs. 6,000 crore (US\$ 729 million) as investments for mega food parks in the country, as a part of the Scheme for Agro-Marine Processing and Development of Agro-Processing Clusters (SAMPADA).
- The Government of India has allowed 100% FDI in the marketing of food products and in food product E-commerce under the automatic route.
- To enhance the income of farmers, the government has taken initiatives across several focus areas. Income support is provided to farmers through PM KISAN Scheme, crop insurance is assured through the Pradhan Mantri Fasal Bima Yojana, and irrigation facilities are ensured under Pradhan Mantri Krishi Sinchai Yojana.
- Access to institutional credit is being provided through Kisan Credit Card and other channels.
- Under the e-NAM initiative, markets across the length and breadth of the nation are now open to farmers, to enable them to get more remunerative prices for their produce. Online, Competitive, Transparent Bidding System with 1.74 crore farmers and 2.39 lakh traders put in place under the National Agriculture Market (e-NAM) Scheme.
- The umbrella scheme Pradhan Mantri Annadata Aay SanraksHan Abhiyan (PM-AASHA) ensures Minimum Support Price (MSP) to farmers for various Kharif and Rabi crops while also keeping a robust procurement mechanism in place.
- As per the Economic Survey 2022-23, Rs. 13,681 crore (US\$ 1.6 billion) were sanctioned for Post-Harvest Support and Community Farms under the Agriculture Infrastructure Fund.
- In order to increase the level of food- processing industry and encouraging rural entrepreneurship across the country including rural areas, the Ministry of Food Processing Industries (MoFPI) is implementing the Central Sector Umbrella Scheme Pradhan Mantri Kisan SAMPADA Yojana (PMKSY), Production Linked

Incentive Scheme for Food Processing Industry (PLISFPI) and centrally sponsored PM Formalization of Micro Food Processing Enterprises (PMFME) Scheme.

- The PMFME Scheme provides financial, technical and business support for setting up/upgradation of 2 Lakh micro food processing enterprises through credit-linked subsidy during five years from 2020-21 to 2024-25 with an outlay of Rs. 10,000 crore (US\$ 1.27 billion).
- Under component schemes of PMKSY, MoFPI mostly provides financial assistance in the form of grants-in-aid to entrepreneurs for the creation of modern infrastructure and setting up of food processing/preservation industries including Cold Chains with associated infrastructure like primary processing facilities, collection centres, pre-conditioning, pre-cooling, ripening, packing, etc.
- As per the Union Budget 2023-24, A new sub-scheme of PM Matsya Sampada Yojana with the targeted investment of Rs. 6,000 crore (US\$ 729 million) to be launched to further enable activities of fishermen, fish vendors, and micro & small enterprises, improve value chain efficiencies, and expand the market.
- Digital Public Infrastructure for Agriculture: agriculture will be built as an open source, open standard, and interoperable public good. this will enable inclusive, farmer-centric solutions through relevant information services for crop planning and health, improved access to farm inputs, credit, and insurance, help for crop estimation, market intelligence, and support for the growth of the agri-tech industry and start-ups.
- To enhance the productivity of extra-long staple cotton, Government will adopt a cluster-based and value chain approach through Public Private Partnerships (PPP). This will mean collaboration between farmers, the state and industry for input supplies, extension services, and market linkages.
- Computerisation of 63,000 Primary Agricultural Credit Societies (PACS) with an investment of Rs. 2,516 crore (US\$ 305.9 million) initiated.
- Rs. 20 lakh crore (US\$ 24.41 billion) agricultural credit targeted at animal husbandry, dairy and fisheries.
- To make India a global hub for 'Shree Anna', the Indian Institute of Millet Research, Hyderabad will be supported as the Centre of Excellence for sharing best practices, research and technologies at the international level.

## ROAD AHEAD

The agriculture sector in India is expected to generate better momentum in the next few years due to increased investment in agricultural infrastructure such as irrigation facilities, warehousing, and cold storage. Furthermore, the growing use of genetically modified crops will likely improve the yield for Indian farmers. India is expected to be self-sufficient in pulses in the coming few years due to the concerted effort of scientists to get early maturing varieties of pulses and the increase in minimum support price.



In the next five years, the central government will aim US\$ 9 billion in investments in the fisheries sector under PM



Matsya Sampada Yojana. The government is targeting to raise fish production to 220 lakh tonnes by 2024-25. Going forward, the adoption of food safety and quality assurance mechanisms such as Total Quality Management (TQM) including ISO 9000, ISO 22000, Hazard Analysis and Critical Control Points (HACCP), Good Manufacturing Practices (GMP), and Good Hygienic Practices (GHP) by the food processing industry will offer several benefits.

Through the Ministry of Food Processing Industries (MoFPI), the Government of India is taking all necessary steps to boost investments in the food processing industry in India. Government of India has continued the umbrella PMKSY scheme with an allocation of Rs. 4,600 crore (US\$ 559.4 million) till March 2026.

References: Agricultural and Processed Food Products Export Development Authority (APEDA), Department of Commerce and Industry, Union Budget 2021-22, 2022-23, Press Information Bureau, Ministry of Statistics and Programme Implementation, Press Releases, Media Reports, Ministry of Agriculture and Farmers Welfare, Crisis, Union Budget 2023-24, Economic Survey 2022-23.

Source: <https://www.ibef.org/industry/agriculture-india>

## **INDIAN PHARMACEUTICAL INDUSTRY**

**India is among the top 10 pharmaceutical exporting countries with its share of the global market on the rise compared to the previous 5 years.**

### **INTRODUCTION**

India is the largest provider of generic drugs globally and is known for its affordable vaccines and generic medications. The Indian Pharmaceutical industry is currently ranked third in pharmaceutical production by volume after evolving over time into a thriving industry growing at a CAGR of 9.43% since the past nine years. Generic drugs, over-the-counter medications, bulk drugs, vaccines, contract research & manufacturing, biosimilars, and biologics are some of the major segments of the Indian pharma industry. India has the most number of pharmaceutical manufacturing facilities that are in compliance with the US Food and Drug Administration (USFDA) and has 500 API producers that make for around 8% of the worldwide API market.

Indian pharmaceutical sector supplies over 50% of global demand for various vaccines, 40% of generic demand in the US and 25% of all medicine in the UK. The domestic pharmaceutical industry includes a network of 3,000 drug companies and ~10,500 manufacturing units. India enjoys an important position in the global pharmaceuticals sector. The country also has a large pool of scientists and engineers with a potential to steer the industry ahead to greater heights. Presently, over 80% of the antiretroviral drugs used globally to combat AIDS (Acquired Immune Deficiency Syndrome) are supplied by Indian pharmaceutical firms. India is rightfully known as the "pharmacy of the world" due to the low cost and high quality of its medicines.

Indian pharmaceutical industry is known for its generic medicines and low-cost vaccines globally. Transformed over the years as a vibrant sector, presently Indian Pharma ranks third in pharmaceutical production by volume. The Pharmaceutical industry in India is the third largest in the world in terms of volume and 14th largest in terms of value. The Pharma sector currently contributes to around 1.72% of the country's GDP.

According to a recent EY FICCI report, as there has been a growing consensus over providing new innovative therapies to patients, Indian pharmaceutical market is estimated to touch US\$ 130 billion in value by the end of 2030. Meanwhile, the global market size of pharmaceutical products is estimated to cross over the US\$ 1 trillion mark in 2023.

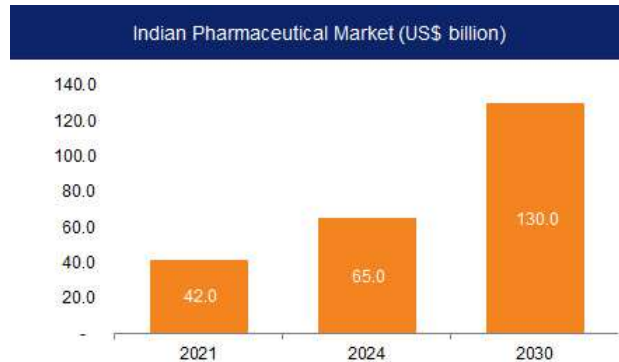
### **MARKET SIZE**

Market size of India pharmaceuticals industry is expected to reach US\$ 65 billion by 2024, and ~US\$ 130 billion by 2030. According to the government data, the Indian pharmaceutical industry is worth approximately US\$ 50 billion with over US\$ 25 billion of the value coming from exports. About 20% of the global exports in generic drugs are met by India.

India is among the top 12 destinations for biotechnology worldwide and 3rd largest destination for biotechnology in Asia Pacific. In 2022, India's Biotechnology industry has crossed US\$ 80.12 billion, growing 14% from the previous year. The biosimilars market in India is estimated to grow at a compounded annual growth rate (CAGR) of 22% to become US\$ 12 billion by 2025. This would represent almost 20% of the total pharmaceutical market in India.

The current market size of the medical devices sector in India is estimated to be US\$ 11 billion and its share in the global medical device market is estimated to be 1.5%.

Indian pharma companies have a substantial share in the prescription market in the US and EU. The largest number of FDA-approved plants outside the US is in India.



According to the Indian Economic Survey 2021, the domestic market is expected to grow 3x in the next decade. India's domestic pharmaceutical market stood at US\$ 42 billion in 2021 and is likely to reach US\$ 65 billion by 2024 and further expand to reach US\$ 120-130 billion by 2030. India's biotechnology industry comprises biopharmaceuticals, bio-services, bio-agriculture, bio-industry, and bioinformatics. The Indian biotechnology industry was valued at US\$ 70.2 billion in 2020 and is expected to reach US\$ 150 billion by 2025. India's medical devices market stood at US\$ 10.36 billion in FY20. The market is expected to increase at a CAGR of 37% from 2020 to 2025 to reach US\$ 50 billion. As of August 2021, CARE Ratings expect India's pharmaceutical business to develop at an annual rate of ~11% over the next two years to reach more than US\$ 60 billion in value.

In the global pharmaceuticals sector, India is a significant and rising player. India is the world's largest supplier of generic medications, accounting for 20% of the worldwide supply by volume and supplying about 60% of the global vaccination demand. The Indian pharmaceutical sector is worth US\$ 42 billion worldwide. In August 2021, the Indian pharmaceutical market increased at 17.7% annually, up from 13.7% in July 2020. According to India Ratings & Research, the Indian pharmaceutical market revenue is expected to be over 12% Y-o-Y in FY22.

## EXPORTS

Pharmaceutical is one of the top ten attractive sectors for foreign investment in India. The pharmaceutical exports from India reach more than 200 nations around the world, including highly regulated markets of the USA, West Europe, Japan, and Australia. India supplied around 45 tonnes and 400 million tablets of hydroxychloroquine to around 114 countries globally.

Exports of Drugs & Pharmaceuticals value at US\$ 2,052.78 million in September 2022 and shares 6.29% of the total exports of the month.

India is the 12th largest exporter of medical goods in the world. Indian drugs are exported to more than 200 countries in the world, with US being the key market. Generic drugs account for 20% of the global export in terms of volume, making the country the largest provider of generic medicines globally. Indian drug & pharmaceutical exports stood at US\$ 24.60 billion in FY22 and US\$ 24.44 billion in FY21. Indian drug & pharmaceutical exports stood at US\$ 2,196.32 million in September 2022.

## INVESTMENTS AND RECENT DEVELOPMENTS

The Indian Pharmaceuticals industry plays a prominent role in the global pharmaceuticals industry. India ranks third worldwide for production by volume and 14th by value.

- The FDI inflows in the Indian drugs and pharmaceuticals sector reached US\$ 19.90 billion between April 2000-June 2022.

- The Indian drugs and pharmaceuticals sector received cumulative FDIs worth US\$ 19.41 billion between April 2000-March 2022.
- The foreign direct investment (FDI) inflows in the Indian drugs and pharmaceuticals sector reached US\$ 1,414 million between in FY 2021-22.
- The Indian pharmaceutical industry generated a trade surplus of US\$ 15.81 billion in FY22.
- Medical Device industry is expected to reach US\$ 50 billion by 2030 growing at a CAGR of 15%.
- In September 2021, the Indian government contributed US\$ 4 billion to the pharmaceutical and medical industries.

## **ROAD AHEAD**

The pharmaceutical industry in India is a significant part of the nation's foreign trade and offers lucrative potential for investors. Millions of people around the world receive affordable and inexpensive generic medications from India, which also runs a sizable number of plants that adhere to Good Manufacturing Practices (GMP) standards set by the World Health Organization (WHO) and the United States Food and Drug Administration (USFDA). Among nations that produce pharmaceuticals, India has long held the top spot. Medicine spending in India is projected to grow 9-12% over the next five years, leading India to become one of the top 10 countries in terms of medicine spending. Going forward, better growth in domestic sales would also depend on the ability of companies to align their product portfolio towards chronic therapies for diseases such as cardiovascular, anti-diabetes, anti-depressants and anti-cancers, which are on the rise. The Indian Government has taken many steps to reduce costs and bring down healthcare expenses. The National Health Protection Scheme, which aims to offer universal healthcare, the ageing population, the rise in chronic diseases, and other government programmes, including the opening of pharmacies that offer inexpensive generic medications, should all contribute to boost the Indian pharmaceutical industry. Speedy introduction of generic drugs into the market has remained in focus and is expected to benefit the Indian pharmaceutical companies. In addition, the thrust on rural health programmes, lifesaving drugs and preventive vaccines also augurs well for the pharmaceutical companies.

References: Consolidated FDI Policy, Press Information Bureau (PIB), Media Reports, Pharmaceuticals Export Promotion Council, AIOCD-AWACS, IQVIA, Union Budget 2023-24

SOURCE: <https://www.ibef.org/industry/pharmaceutical-india>

## OUR BUSINESS

*Some of the information in this section, including information with respect to our plans and strategies, contain forward-looking statements that involve risks and uncertainties. Before deciding to invest in the Equity Shares, Shareholders should read this entire Letter of offer. An investment in the Equity Shares involves a high degree of risk. For the purpose of discussion of certain risks in connection with investment in the Equity Shares, you should read "Risk Factors" beginning on page 19 of this Letter of offer, and for the purpose of discussion of the risks and uncertainties related to those statements, as well as for the discussion of certain factors that may affect our business, financial condition or results of operations, you should read "Financial Statements" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" beginning on pages 95 and 134, respectively of this Letter of offer. Our actual results may differ materially from those expressed in or implied by these forward-looking statements. Unless otherwise stated, the financial information used in this section is derived from our Financial Statements.*

### **Overview and History**

Our Company was originally incorporated as 'Hazari Trade and Holdings Limited' in Kolkata on January 10, 1983 as a public limited company under the Companies Act, 1956, and was granted the certificate of incorporation by the Registrar of Companies, West Bengal. Subsequently, the name of our Company was changed to 'VCK Capital Market Services Limited' and a fresh Certificate of Incorporation was granted by the Registrar of Companies, West Bengal on April 11, 1991.

The Company was also carrying on the Merchant Banking business activities and it was registered with SEBI as Merchant Banking Category having SEBI Registration No. INM000001196 vide certificate of registration dated April 28, 2005. Subsequently the Company discontinued the merchant banking activities and surrendered the Merchant Banking license on July 16, 2012.

Thereafter, Company's erstwhile promoter's M/s VCK Share and Stock Broking Services Limited, VCK Investments Private Limited, Mr. Sandip Kampani and Mr. Hemal Kampani entered into a Share Purchase Agreement on May 22, 2019 with Mr. Shrey Premal Parekh & Mr. Vijay T Champaneri and to sell their entire stake of 'VCK Capital Market Services Limited' ("the Company"). Afterward, an Open Offer was made by the Acquirers to acquire upto 26% of the total Voting Shares of the Company from public shareholders vide Letter of Offer dated May 24, 2019. Pursuant to the completion of the said open offer, and the Share Purchase Agreement, the Company was acquired by Mr. Shrey Premal Parekh & Mr. Vijay T Champaneri and they took over as Promoters of the Company.

Further, the name of the Company was changed again to 'Shrydus Industries Limited' and our Company received a fresh certificate of incorporation which was granted by the Registrar of Companies, West Bengal on May 17, 2023.

The Company is in the process of acquiring a 100 % export oriented pharmaceutical manufacturing Plant of tablets and capsules with over 400 products registered in the name of Astra Lifecare (India) Private Limited, which is situated in Gujarat region of India. The pharma plant shall be acquired by way of acquiring 100% shareholding and ownership. The Company proposes to utilize the proceeds of Right Issue for the purpose of acquisition of said pharmaceutical manufacturing Plant.

### **Brief on our Financials**

Our revenue and profit in the last Financial Year and stub period are reproduced below:

(₹ in Lakhs)

| Particulars             | For the period ended March 31, 2024 | Financial Year ending March 31, 2023 |
|-------------------------|-------------------------------------|--------------------------------------|
| Revenue from operations | 945.45                              | 928.93                               |
| Net Profit after tax    | 52.46                               | 29.92                                |

### **Corporate Structure**

Our Company do not have any Holding, Subsidiary or Associate Company as on the date of this letter of offer. However, the promoters of our Company have interest in the following group Companies:

1. Shrydus Lifesciences Private Limited

## 2. Shrydus Realty Private Limited

### **Our Business Strategy**

#### ***Maintain and Expand Long-term Relationships with Clients***

Our Company believes that business is a by-product of relationship. The business model is based on client relationships that are established over period of time rather than a project-based execution approach. Our Company believes that long-term client relationship fetches better dividends. Long-term relations are built on trust and continuous satisfaction of the customers. It helps understanding the basic approach of our Company, its products and its market. It also forms basis of further expansion for our Company, as we are able to monitor a potential product/ market closely.

#### ***Leveraging of our Marketing Skills and Relationships***

We continue to enhance our business operations by ensuring that our network of customers increases through our marketing efforts. Our core competency lies in our deep understanding of our customers' buying preferences and behavior, which has helped us in achieving customer loyalty. We endeavor to continuously improve the product mix offered to the customers as well as strive to understand and anticipate any change in the expectation of our clients towards our products.

We seek to diversify our credit risk and ensure that no individual credit product contributes a large portion to our overall credit book. We believe that this mitigates the risk of concentration to any particular product or sector and helps us to manage our risk exposure in a more effective manner.

#### ***Continue to focus on cost efficiency and improving productivity.***

The business model is based on client relationships that are established over period of time rather than a project-based execution approach. Our Company believes that long-term client relationship fetches better dividends.

Creating an institution that is built to last requires strong corporate governance standards, we have successfully placed process of credit evaluation, risk management, technology upliftment and business development. Further, we believe in fair trade practices and follow high standards of governance in managing the business of the Company.

The Company believes that it has internal controls and risk management systems to assess and monitor risks. The Company seeks to monitor and control its risk exposure through a variety of separate but complementary financial and operational reporting systems. The Company believes it has effective procedures for evaluating and managing the market, operational and other risks to which it is exposed.

#### ***Growth of the business through increasing geographical presence across India***

We intend to continue to grow by expanding our network through the addition of new branches. A good reach to customers is very important in our business. Increased revenue, profitability and visibility are the factors that drive the branch network. Our strategy for branch expansion includes further strengthening our presence in various parts of India by providing higher accessibility to customers.

### **Our Strength**

#### ***Experienced Leadership Team***

Our company is managed by people who have a proven track record of delivering results & they possess the right acumen necessary in the build out phase of any organisation. Our senior management have diverse experience in various functions related to our business. We believe that the knowledge and experience of our senior and mid-level management team members provides us with a significant competitive advantage as we seek to grow our business and expand to new geographies.

#### **Strong Corporate Governance Standards**

Creating an institution that is built to last requires strong corporate governance standards. The governance standards are further strengthened by strong policies and processes enshrined in the Articles of Association and strong human

resource. Further, we believe in fair trade practices and follow high standards of governance in managing the business of the Company.

### **Marketing**

We have dedicated marketing teams who cater to the demands of the customers and ensure that tailor made solutions are offered to attract and retain the customers.

### **Employees**

We believe our human capital is one of our most important strengths and a key driver of growth, efficiency and productivity. We invest in developing our talent and leadership through various initiatives aimed at strengthening the ability of our managers to bring together people, strategies, and execution to drive business results.

### **Corporate Social Responsibility**

The Company's CSR mission is to contribute to the social and economic development of the community through a series of efforts. Company's strategy is to integrate its activities in community development, social responsibility and environmental responsibility and encourage each business unit or function to include these considerations into its operations. The Company, for Corporate Social Responsibility activities, endeavours to promote education and ensure environmental sustainability/ ecological balance etc.

### **Insurance**

Our Company has not taken any insurance cover at present. The Company will work towards taking insurance coverage to such amounts that will be sufficient to cover all normal risks associated with its operations and is in accordance with the industry standard.

### **Properties**

#### **Land and Properties owned by our Company**

Our Company does not own any Land and Property.

#### **Land and Properties taken on lease by our Company**

As of the date of this Letter of offer, our Registered Office is held on a leasehold basis.

| <b>Sr. No.</b> | <b>Particulars of Property</b> | <b>Address</b>  | <b>Lessee</b>                    | <b>Lessor</b>        | <b>Validity of Agreement</b>                                    |
|----------------|--------------------------------|---|----------------------------------|----------------------|---|
| 1              | Registered Office              | M/s. Mangalam Housing Development Finance Limited, 24 & 26, Hemanta Basu Sarani, Kolkata-700001, R.N. Mukherjee Road, Kolkata, Kolkata, West Bengal-700 001 | VCK Capital Market Services Ltd. | Mangalam Abasan Ltd. | From 1 <sup>st</sup> April 2024 to 27 <sup>th</sup> March 2025. |

As of the date of this Letter of offer, our Corporate Office is held on a Leave & License Agreement.

| <b>Sr. No.</b> | <b>Particulars of Property</b> | <b>Address</b>  | <b>Licensees</b>                    | <b>Licensor</b>               | <b>Validity of Agreement</b>                                      |
|----------------|--------------------------------|---|-------------------------------------|-------------------------------|---|
| 1              | Corporate Office               | 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai, Maharashtra-400 058 | Mr. Shrey Parekh & Mr. Darsh parekh | Mr. Thakkar Kirit Chandrakant | From 01 <sup>st</sup> April, 2021 to 31 <sup>st</sup> March, 2024 |

### **Collaborations**

We have not entered into any technical or financial or any other collaboration agreement.

### **Human Resource**

As on the date of this Letter of offer, we have 18 (Eighteen) full-time employees. The following chart shows the breakdown by position of full-time employees across the Company as on the date of this Letter of offer:

| <b>S. No</b> | <b>Category</b>            | <b>No. of employees</b> |
|--------------|----------------------------|-------------------------|
| 1            | Finance & Accounts         | 4                       |
| 2            | Sales & Marketing          | 3                       |
| 3            | Supply Chain Management    | 1                       |
| 4            | Administration & HR        | 2                       |
| 5            | Research & Development     | 1                       |
| 6            | Quality Check              | 1                       |
| 7            | Management                 | 2                       |
| 8            | Operation & Production     | 2                       |
| 9            | Project & Customer Support | 2                       |
|              | <b>Total</b>               | <b>18</b>               |

*This space has been left blank intentionally*

## OUR MANAGEMENT

As per the Articles of Association of our Company, we are required to have not less than 3 (Three) Directors and not more than 15 (Fifteen) Directors on its Board. As on date of this Letter of offer, our Board consist of Five Directors, out of which two are Executive Directors, three are Non-Executive Independent Directors.

Pursuant to the provisions of the Companies Act, 2013, at least two-third of the total number of Directors, excluding the Independent Directors, are liable to retire by rotation, with one-third of such number retiring at each Annual General Meeting. A retiring director is eligible for re-appointment. Further, an Independent Director may be appointed for a maximum of two consecutive terms of up to five years each.

Set forth below are details regarding our Board as on the date of this Letter of offer:

| Sr. No. | Name                    | DIN      | Category                                 | Address  |
|---------|-------------------------|----------|--|--|
| 1.      | Mr. Shrey Premal Parekh | 08513653 | Executive Director & Managing Director   | H. No. A-501/502, Prime Avenue, 5th Floor, S V Road, Ville Parle West, Mumbai- 400056  |
| 2.      | Ms. Neha Premal Parekh  | 01274835 | Executive Director                       | H. No. A/35, Anand Milan Apartment, 3rd Floor, Milan Subway Road, Opp. Lions Ground, Santacruz (West), Mumbai Maharashtra- 400054                              |
| 3.      | Ms. Mittal Amish Shah   | 09545610 | Non-Executive – Non-Independent Director | H. No. C-35/36/ANU CGS LTD. Milan subway Road, Above Gandhi Motors, Santacruz West, Mumbai-400054  |
| 4.      | Mr. Samir Kothari       | 00561835 | Non-Executive - Independent Director     | H. No. 182-A, N S C Bose Road, Regent Park S O Regent Park, Kolkata, West Bengal- 700040   |
| 5.      | Ms. Rashmi Anil Salvi   | 02784667 | Non-Executive - Independent Director     | Flat no. 1701, 17th floor, Raheja Odyssey Raheja Complex, Off western express highway near broad way theatre Borivali East Mumbai, Suburban Maharashtra-400066 |
| 6.      | Mr. Nag Bhushan Rao     | 07972355 | Non-Executive - Independent Director     | 204, Marigold vasant valley, near Dindoshi Bus Depot, Malad-East, Mumbai-400097  |

The following table sets forth certain details regarding the members of our Company's Board as on the date of this Letter of offer:

| S.No. | Name, DIN, Date of Birth, Qualification, Designation, Occupation, Address, Nationality and Term  | Age | Other Directorship |
|-------|--|-----|--------------------|
| 1.    | <b>Mr. Shrey Premal Parekh</b><br><br><b>DIN:</b> 08513653<br><br><b>Date of Birth:</b> 07.12.1997<br><br><b>Qualification:</b> B. Com | 26  | <i>Nil</i>         |



|    |   |    |  |
|----|---|----|--|
|    | <p><b>Designation:</b> Managing Director</p> <p><b>Address:</b> A-501/502, Prime Avenue, 5<sup>th</sup> Floor, S V Road, Ville Parle West Mumbai- 400 056</p> <p><b>Occupation:</b> Business</p> <p><b>Nationality:</b> Indian</p> <p><b>Date of First Appointment:</b> 06.09.2019</p> <p><b>Date of Appointment as Managing Director:</b> 01.10.2019</p>   |    |  |
| 2. | <p><b>Ms. Neha Premal Parekh</b></p> <p><b>DIN:</b> 01274835</p> <p><b>Date of Birth:</b> 21.10.1975</p> <p><b>Qualification:</b> B.A.</p> <p><b>Designation:</b> Executive Director</p> <p><b>Address:</b> H. No. A/35, Anand Milan Apartment, 3rd Floor, Milan Subway Road, Opp. Lions Ground, Santacruz (West), Mumbai Maharashtra-400054</p> <p><b>Occupation:</b> Business</p> <p><b>Nationality:</b> Indian</p> <p><b>Term:</b> 5 years from the date of appointment</p> <p><b>Date of First Appointment:</b> 20.01.2023</p> <p><b>Date of Appointment as Director:</b> 30.09.2023</p>                      | 48 | <p><b>Private Companies:</b></p> <ol style="list-style-type: none"> <li>1. Apple Land Development Private Limited</li> <li>2. Brajesh Construction Pvt Ltd</li> <li>3. PSDN Infra-Structure Private Limited</li> </ol> |
| 3. | <p><b>Ms. Mital Amish Shah</b></p> <p><b>DIN:</b> 09545610</p> <p><b>Date of Birth:</b> 22.03.1978</p> <p><b>Qualification:</b> B. Com</p> <p><b>Designation:</b> Non-Executive - Non-Independent Director</p> <p><b>Address:</b> C-35/36/ANU C.H.S. Ltd., Milan Subway Road, Near Milan Mall, Above Gandhi Motors, Santacruz (West), Mumbai- 400 054</p> <p><b>Occupation:</b> Business</p> <p><b>Nationality:</b> Indian</p> <p><b>Term:</b> 5 years from the date of appointment</p> <p><b>Date of First Appointment:</b> 20.01.2023</p> <p><b>Date of Appointment as Independent Director:</b> 30.09.2023</p> | 45 | <p><i>Private Companies:</i></p> <ul style="list-style-type: none"> <li>• <i>Shrydus Healthcare And Hygiene Private Limited</i></li> </ul>   |

|    |   |    |   |
|----|---|----|---|
| 4. | <p><b>Mr. Samir Kothari</b></p> <p><b>DIN:</b> 00561835</p> <p><b>Date of Birth:</b> 31.01.1966</p> <p><b>Qualification:</b> B. Com</p> <p><b>Designation:</b> Non-Executive - Independent Director</p> <p><b>Address:</b> H. No. 182-A, N S C Bose Road, Regent Park S O Regent Park, Kolkata, West Bengal- 700040</p> <p><b>Occupation:</b> Business</p> <p><b>Nationality:</b> Indian</p> <p><b>Term:</b> 5 years from the date of appointment</p> <p><b>Date of Appointment:</b> 07/09/2023</p>   | 58 | Nil   |
| 5. | <p><b>Ms. Rashmi Anil Salvi</b></p> <p><b>DIN:</b> 02784667</p> <p><b>Date of Birth:</b> 12.02.1976</p> <p><b>Qualification:</b> Bachelor of Arts</p> <p><b>Designation:</b> Non-Executive - Independent Director</p> <p><b>Address:</b> Flat no. 1701, 17th floor, Raheja Odyssey Raheja Complex, Off western express highway near broad way theatre Borivali East Mumbai, Suburban Maharashtra-400066</p> <p><b>Occupation:</b> Business</p> <p><b>Nationality:</b> Indian</p> <p><b>Term:</b> 5 years from the date of appointment</p> <p><b>Date of Appointment:</b> 28/03/2024</p> | 48 | <p><b>Private Companies:</b></p> <p>1. Aayush Infraspaces Private Limited</p> |
| 6. | <p><b>Mr. Nag Bhushan Rao</b></p> <p><b>DIN:</b> 07972355</p> <p><b>Date of Birth:</b> 01/07/1958</p> <p><b>Qualification:</b> Chartered Accountant</p> <p><b>Designation:</b> Non-Executive - Independent Director</p> <p><b>Address:</b> Flat no. 204, Marigold vasant valley, near Dindoshi Bus Depot, Malad-East, Mumbai-400097</p> <p><b>Occupation:</b> professional</p> <p><b>Nationality:</b> Indian</p> <p><b>Term:</b> 5 years from the date of appointment</p>   | 65 | Nil   |

|  |  |  |  |
|--|--|--|--|
|  | <b>Date of Appointment:</b> 30/06/2021 |  |  |
|--|--|--|--|

## **BRIEF BIOGRAPHIES OF OUR DIRECTORS**

### **1. Mr. Shrey Premal Parekh**

Mr. Shrey Premal Parekh is the Managing Director of the Company. He is having 7 years of experience in the field of Finance and Marketing. He guides the Company in making best financial and marketing policy for enhancing the sales of the company. He is also one of the promoters of our company. He is Commerce graduate with Business Management and holds Master's degree in Accounting & Finance. He brings his ethical corporate practices into the Company.

### **2. Mr. Samir Kothari**

Mr. Samir Kothari aged 58 years is Non-Executive and Independent Director of our Company. He is B.com and a commerce graduate by qualification and has experience of more than 35 years in the field of finance Industry. He brings his corporate acumen into the Company. He has studied from the University of Calcutta and currently holds all the Kolkata based operations of the company.

### **3. Ms. Neha Parekh**

Mrs. Neha Premal Parekh aged 48 years is an Executive Director of our Company. She is Bachelor of Arts and has experience of more than 15 years in the field of Arts. She brings her ethical corporate practices and Experience into the Company.

### **4. Mrs. Mittal Amish Shah**

Mrs. Mittal Amish Shah aged 45 years is the Non-Executive Non-Independent Director of our company. she is B.com and a commerce graduate by qualification and has experience of more than 5 years in the field of Marketing Industry. She also brings her ethical corporate practices and Experience into the Company.

### **5. Ms. Rashmi Anil Salvi**

Ms. Rashmi Anil Salvi aged 48 years is the Non-Executive Independent Director of our company. She is B.A. graduate from University of Mumbai and has experience of more than 8 years as Business Development Manager. She also brings her ethical corporate practices and Experience into the Company.

### **6. Mr. Nag Bhushan Rao**

Mr. Nag Bhushan Rao is having specialization and expert knowledge Bank & Corporate Audits, Working Capital Funding, Raising capital & Budgeting, Feasibility Study & Project Implementation. He is serving the profession for more than 30 years. He also possesses the experience in Debt Syndication and Fund Management Consultation.

### **Past Directorship in Suspended Companies**

None of our Directors are, or were a director of any listed company, whose shares have been, or were suspended from being traded on any of the stock exchanges during the term of their directorships in such companies during the last 5 (Five) years preceding the date of this Letter of offer.

### **Past Directorship in Delisted Companies**

Further, none of our directors are or were a director of any listed company, which has been, or was delisted from any stock exchange during the term of their directorship in such Company during the last 10(Ten) years preceding the date of this Letter of offer.

## KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT PERSONNEL

Set forth below are the details of our senior management and key managerial personnel:

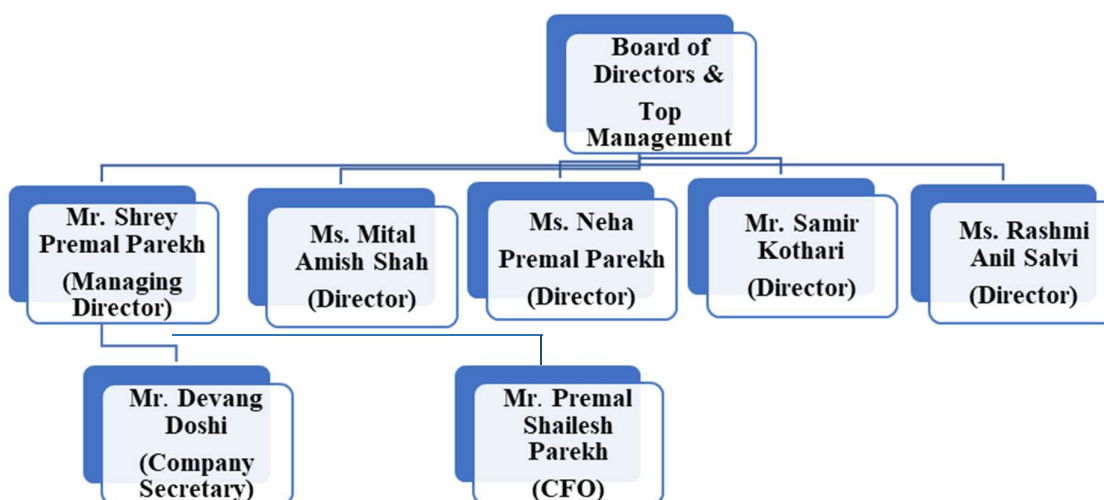
| Name                       | Designation                  | Associated with Company since |
|----------------------------|------------------------------|-------------------------------|
| Mr. Shrey Premal Parekh    | Managing Director & Promoter | 06.09.2019                    |
| Mr. Premal Shailesh Parekh | Chief Financial Officer      | 01.10.2019                    |
| Mr. Devang Doshi           | Company Secretary            | 14.11.2021                    |

### Confirmations

1. Neither Company nor our Directors are declared as fugitive economic offenders as defined in Regulation 2(1)(p) of the SEBI ICDR Regulations and have not been declared as a 'fugitive economic offender' under Section 12 of the Fugitive Economic Offenders Act, 2018.
2. None of the Directors of our Company have held or currently hold directorship in any listed company whose shares have been or were suspended from being traded on any of the stock exchanges in the five years preceding the date of filing of this Letter of offer, during the term of his/ her directorship in such company.
3. None of our Directors of our Company are or were associated in the capacity of a director with any listed company which has been delisted from any stock exchange(s) at any time in the past.
4. None of our Directors have been debarred from accessing capital markets by the Securities and Exchange Board of India. Additionally, none of our Directors are or were, associated with any other company which is debarred from accessing the capital market by the Securities and Exchange Board of India.
5. None of our Directors have been identified as a wilful defaulter or fraudulent borrower, as defined in the SEBI Regulations and there are no violations of securities laws committed by them in the past and no prosecution or other proceedings for any such alleged violation are pending against them.

### Management Organization Structure

The Management Organization Structure of the company is depicted from the following chart;



## **Corporate Governance**

The provisions of the SEBI Listing Regulations and the Companies Act with respect to corporate governance are applicable to us.

We are in compliance with the requirements of the applicable regulations, including the SEBI Listing Regulations, Companies Act and the SEBI ICDR Regulations, in respect of corporate governance including constitution of our Board and Committees thereof. Our corporate governance framework is based on an effective independent Board, separation of the Board's supervisory role from the executive management team and constitution of the Board Committees, as required under law.

Our Board undertakes to take all necessary steps to continue to comply with all the requirements of the SEBI Listing Regulations and the Companies Act. Our Board functions either directly, or through various committees constituted to oversee specific operational areas.

### **Committees of our Board**

Our Board has constituted following committees in accordance with the requirements of the Companies Act and SEBI Listing Regulations:

- 1) Audit Committee
- 2) Nomination and Remuneration Committee
- 3) Stakeholders' Relationship Committee

### **TERMS OF REFERENCE OF VARIOUS COMMITTEE:**

#### **1) Audit Committee**

The following members forming a part of the said Committee:

| <b>Name</b>            | <b>Designation</b> |
|------------------------|--------------------|
| 1. Samir Kothari       | Chairman           |
| 2. Neha Premal Parekh  | Member             |
| 3. Shrey Premal Parekh | Member             |

The Company Secretary acts as the secretary of the Audit Committee.

The scope, functions and the terms of reference of our Audit Committee, is in accordance with Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI Listing Regulations which are as follows:

- i) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the Financial Statement is correct, sufficient and credible;
- ii) Recommendation for appointment, remuneration and terms of appointment of Auditors of the Company;
- iii) Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors;
- iv) Reviewing, with the management, the annual financial statements and Auditor's Report thereon before submission to the Board for approval, with particular reference to:
  - a) Matters required to be included in the Director's Responsibility Statement; to be included in the Board's Report in terms of clause (c) of subsection (3) of Section 134 of the Companies Act, 2013; changes, if any, in accounting policies and practices and reasons for the same;
  - b) Changes, if any, in accounting policies and practices and reasons for the same;
  - c) Major accounting entries involving estimates based on the exercise of judgment by management;
  - d) Significant adjustments made in the financial statements arising out of audit findings;
  - e) Compliance with listing and other legal requirements relating to financial statements;
  - f) Disclosure of any related party transaction;
  - g) Modified opinion(s) in the draft audit report;
- v) Reviewing, with the management, the quarterly Financial Statements before submission to the Board for approval;
- vi) Reviewing with the management, the statement of uses / application of funds raised through an

- issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document / Letter of offer / notice and the Report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
- vii) Reviewing and monitoring the Auditor's independence & performance, and effectiveness of audit process;
  - viii) Approval or any subsequent modification of transactions of the Company with related parties;
  - ix) Scrutiny of inter-corporate loans and investments;
  - x) Valuation of undertakings or assets of the Company, wherever it is necessary;
  - xi) Evaluation of internal financial controls and risk management systems;
  - xii) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
  - xiii) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
  - xiv) Discussion with internal auditors of any significant findings and follow up there on;
  - xv) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
  - xvi) Discussion with Statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
  - xvii) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
  - xviii) To review the functioning of the Whistle-Blower mechanism;
  - xix) Approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate;
  - xx) Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 Crores or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision;
  - xxi) Carrying out any other function as may be assigned to it by the board of director from time to time.

## 2) Nomination and Remuneration Committee

The following members forming a part of the said Committee:

| Name                 | Designation |
|----------------------|-------------|
| 1. Samir Kothari     | Chairman    |
| 2. Rashmi Anil Salvi | Member      |
| 3. Mital Amish Shah  | Member      |

The Company Secretary acts as the secretary of the Nomination and Remuneration Committee.

The scope, functions and the terms of reference of our Nomination and Remuneration Committee, is in accordance with Section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI Listing Regulations which are as follows:

- (i) Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel ("KMP") and other employees;
- A. For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
  - a) Use the services of an external agencies, if required;
  - b) Consider candidates from a wide range of backgrounds, having due regard to diversity; and
  - c) Consider the time commitments of the candidates.
- (ii) Specification of manner and criteria for effective evaluation of performance of Board, its committees and individual directors, to be carried out either by the board or by an independent

- (iii) external agency and review its implementation and compliance.
- (iii) Devising a policy on diversity of board of directors;
- (iv) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- (v) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- (vi) Recommend to the board, all remuneration, in whatever form, payable to senior management.

### 3) Stakeholders' Relationship Committee

The following members forming a part of the said Committee:

| Name                   | Designation |
|------------------------|-------------|
| 1. Mital Amish Shah    | Chairman    |
| 2. Neha Premal Parekh  | Member      |
| 3. Shrey Premal Parekh | Member      |

The Company Secretary acts as the secretary of the Stakeholders' Relationship Committee.

The scope, functions and the terms of reference of our Stakeholders' Relationship Committee, is in accordance with Section 178 of the Companies Act, 2013 and the SEBI Listing Regulations which are as follows:

- (i) To consider and resolve the grievance of all the security holders related to transfer/ transmission of shares, non-receipts of annual reports and non-receipts of declared dividends, issue of new duplicate certificates, general meetings etc.;
- (ii) To review the measures taken for effective exercise of voting rights by shareholders
- (iii) To review the adherence to service standards adopted by the company in respect of various services being rendered by the Share Transfer Agent.
- (iv) To review various measures and initiatives undertaken by the company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.
- (v) To review and act upon such other grievances as the Board of Directors delegate to the Committee from time to time.

#### Our Key Managerial Personnel:

In addition to our Executive Director and Whole Time Director, whose details have been provided under paragraph above titled '**Brief Profile of our Directors**' set forth below are the details of our Key Managerial personnel as on the date of filing of this Letter of offer:

#### Mr. Devang Doshi, Company Secretary and Compliance Officer

Mr. Devang Doshi is the Company Secretary and Compliance Officer of the Company.

He is an Associate member of The Institute of Company Secretaries of India having around 8 years of rich experience of various Industries and Banks. He is the senior professional and heading the Kolkata branch statutory compliances and regulations, His Rich experience in the field of compliances of various government sectors like Corporate, Business Laws, Intellectual Property Rights, Secretarial and Legal Functions. He is also Working with various levels of management and people within the organization and to communicate and coordinate with them. He also has Expertise in handling functions like issuing & listing of shares, Debentures, Convertible Warrants, etc. He is also a keen analyst with the exceptional relationship, management skills & abilities in liaising with various Government authorities, Banks & Financial Institutions.

#### Mr. Premal Shailesh Parekh, Chief Financial Officer

Mr. Premal Shailesh Parekh is the Chief Financial Officer of the Company.

He has given 28 years in the Real Estate Industry, learnt and understand consumer needs. He has incorporated his experience of Industry in Real Estate, that has been set up with state of the Land, Acquisitions and Developing automated extraction system and enhanced recovery systems. He is solely instrumental in developing businesses He

has personal rapport with decision makers of leading developers in India, and Africa. He is responsible for day to day Financial operations, policy making and implementation.

**Relationship of Key Managerial Personnel with our Directors, Promoter and / or other Key Managerial Personnel**

None of the Key Managerial Personnel are related in any capacity with our Directors, Promoters and / or other Key Managerial Personnel of the Company except that Mr. Premal Shailesh Parekh, Chief Financial Officer of the Company is the relative (father) of Mr. Shrey Premal Parekh, Managing Director and Promoter of the Company and Ms. Neha Premal Parekh, Additional director of the Company is the relative (Mother) of Mr. Shrey Premal Parekh, Managing Director and Promoter of the Company.




## OUR PROMOTER


Our Promoters are Mr. Shrey Premal Parekh and Mr. Vijay Thakordas Champaneri. As on date of this Letter of offer, the Promoter of our Company holds, in aggregate of 31,05,095 Equity Shares constituting 25.86 % of our issued, subscribed and paid-up equity share capital.

### BRIEF PROFILE OF OUR PROMOTERS IS AS UNDER:

#### 1. Mr. Shrey Premal Parekh

|   |  |
|---|--|
|  | Mr. Shrey Premal Parekh is a young dynamic entrepreneur having experience of 7 years in the field of Finance and Marketing. He guides the Company in making best financial and marketing policy for enhancing the sales of the company. He is one of the promoters of our company. He is Commerce graduate with Business Management and holds Master's degree in Accounting & Finance. He brings his ethical corporate practices into the Company. |
| <b>Age</b>  | 26 years (07-12-1997)  |
| <b>PAN</b>  | CKSPP9413J   |
| <b>Nationality</b>  | Indian   |
| <b>Qualification</b>  | Masters of Commerce (M. Com) from University of Mumbai   |
| <b>Personal Address</b>   | A-501/502, Prime Avenue, 5th Floor, S V Road, Ville Parle West Mumbai- 400 056   |
| <b>Directorship &amp; Other Ventures</b>  | Nil  |

#### 2. Mr. Vijay Thakordas Champaneri

|  |  |
|--|--|
|  | Mr. Vijay is a Commerce graduate with Business Management Post Graduation. He has 35 Years of experience in Business pertaining to various products especially in Interior Designing.<br><br>Have interests in manufacturing products like Furniture, Artifacts etc. Have years of experience in Imports and Exports of wide range of products including FMCG products.<br><br>Have investment interests in couple of startups like water bottling plant brand name SANSA, and shaving blade named – GO-MAX for export only. |
| <b>Age</b>   | 60 years (23-05-1963)  |
| <b>PAN</b>   | ABEPC1370J   |
| <b>Nationality</b>   | Indian   |
| <b>Qualification</b>   | Bachelor's degree in commerce, Diploma in Business Management  |
| <b>Personal Address</b>  | 10, Ganesh Bhawan, 4th Floor, Raghunath Mhatre Road, Dahisare West, Mumbai-400 068   |
| <b>Directorship &amp; Other Ventures</b>   | 1. Shrydus Lifesciences Private Limited<br>2. S. Prime Conbuild Private Limited  |

Our Company confirms that the permanent account number, bank account number and passport number of our Promoter shall be submitted to the Stock Exchanges at the time of filing this Letter of offer.

#### Confirmations:

1. None of our Promoter has been declared as wilful defaulters by the RBI or any other governmental authority and there are no violations of securities laws committed by them in the past or are currently pending against them.
2. Our Promoter has not been declared as a Fugitive Economic Offender under Section 12 of the Fugitive Economic Offenders Act, 2018.

3. None of our Promoter or Promoter Group entities have been debarred or prohibited from accessing or operating in capital markets under any order or direction passed by SEBI or any other regulatory or governmental authority. Our Promoter and members of the Promoter Group are not and have never been promoters, directors or person in control of any other company, which is debarred or prohibited from accessing or operating in capital markets under any order or direction passed by SEBI or any other regulatory or governmental authority.

4. Except as disclosed in the chapter titled “Outstanding Litigation and Material Developments”, there are no litigation or legal action pending or taken by any ministry, department of the Government or statutory authority during the last 5 (five) years preceding the date of the Issue against our Promoter.

## **INTEREST OF OUR PROMOTER**

### ***Interest of Promoters***

Our Promoter does not have any interest in our Company except to the extent of compensation payable / paid, rents on properties owned by him or his relatives but used by our company and reimbursement of expenses (if applicable) and to the extent of any equity shares held by him or his relatives and associates or held by the companies, firms and trusts in which he is interested as director, member, partner, and / or trustee, and to the extent of benefits arising out of such shareholding. For further details please see the chapters titled “**Capital Structure**”, “**Financial Statements**” and “**Our Management**” beginning on page 43, 95 and 81 of this Letter of offer

Except as stated otherwise in this Letter of offer, we have not entered into any contract, agreements or arrangements in which our Promoters is directly or indirectly interested and no payments have been made to them in respect of the contracts, agreements or arrangements which are proposed to be made with them including the properties purchased by our Company and development rights entered into by our Company other than in the normal course of business. For further details, please refer the section titled “**Related Party Transactions**” in chapter “**Financial Statements**” on page no. 93 and 95 of this Letter of offer.

### ***Interest in promotion of our Company***

Our Company is currently promoted by the Promoters in order to carry on its present business. Our Promoters is interested in our Company to the extent of their shareholding and directorship in our Company and the dividend declared, if any, by our Company.

### ***Interest in the property, land, construction of building, supply of machinery, etc.***

Except as mentioned in the chapter titled “**Our Business**” beginning on page 77 of this Letter of offer, our Promoters do not have any other interest in any property acquired or proposed to be acquired by our Company in a period of 3 (three) years before filing of this Letter of offer or in any transaction by our Company for acquisition of land, construction of building or supply of machinery or any other contract, agreement or arrangement entered into by our Company and no payments have been made or are proposed to be made in respect of these contracts, agreements or arrangements.

### ***Payment or Benefit to the Promoters or Promoter Group in the last 2 (two) years***

Except as stated above in “**Our Management**” and “**Financial Statements**” beginning on pages 81 and 95 respectively of this Letter of offer, there has been no amount or benefit paid or given during the preceding 2 (two) years of filing Letter of offer or intended to be paid or given to any Promoters or member of our Promoter Group and no consideration for payment of giving of the benefit.

## **MATERIAL GUARANTEES GIVEN TO THIRD PARTIES**

Except as stated in the “**Financial Information**” beginning on page 95 of this Letter of offer, our Promoter has not given material guarantees to the third party(ies) with respect to the specified securities of our Company.

## **RELATIONSHIP OF OUR PROMOTERS WITH OUR DIRECTORS**

As on the date of the Letter of offer, none of our Promoter(s) are related to any of our Company’s Directors within the meaning of Section 2 (77) of the Companies Act, 2013.

## **COMPANIES WITH WHICH OUR PROMOTERS HAVE DISASSOCIATED IN THE PRECEDING THREE YEARS**

Except as stated below, as on the date of the Letter of offer, none of our Promoter(s) have disassociated with any Companies in the preceding three years.

| <b>S. No</b> | <b>Name of promoter</b>               | <b>Name of entity from which disassociated</b>  | <b>Date of disassociation</b>                        |
|--------------|---------------------------------------|---|--|
| <b>1.</b>    | <b>Mr. Shrey Premal Parekh</b>        | 1. Karefree Hygiene & Health Products Private Limited<br>2. Shrydus Lifesciences Private Limited<br>3. Shrydus Realty Private Limited<br>4. Heetul Graphics Pvt Ltd | 16/08/2021<br>17/06/2022<br>15/06/2022<br>31/01/2021 |
| <b>2.</b>    | <b>Mr. Vijay Thakordas Champaneri</b> | NIL   | NA   |

### **OUR PROMOTER GROUP**

The following natural persons being the immediate relatives of our Promoters in terms of the SEBI (ICDR) Regulations 2018 form part of our Promoter Group:

| <b>Promoters</b>       | <b>Mr. Shrey Premal Parekh</b> | <b>Mr. Vijay Thakordas Champaneri</b> |
|------------------------|--------------------------------|---------------------------------------|
| <b>Father</b>          | Mr. Premal Shailesh Parekh     | Mr. Thakordas Gonsai Champaneri       |
| <b>Mother</b>          | Mrs. Neha Premal Parekh        | Mrs. Savitaben thakordas Champaneri   |
| <b>Spouse</b>          | NA                             | Mrs. Saphel Vijay Champaneri          |
| <b>Brothers</b>        | Mr. Darsh Premal Parekh        | Mr. Jayant thakordas Champaneri       |
| <b>Sisters</b>         | NA                             | Mrs. Minaxi Surendra Vara             |
|                        | NA                             | Dr. Smita thakor                      |
| <b>Sons</b>            | NA                             | NA                                    |
| <b>Daughters</b>       | NA                             | Mrs. Zenia Varun Menon                |
| <b>Spouse Father</b>   | NA                             | Mr. Vasant Gajanan Vagaskar           |
| <b>Spouse Mother</b>   | NA                             | Mrs. Salita Vasant Vagaskar           |
| <b>Spouse Brothers</b> | NA                             | NA                                    |
| <b>Spouse Sister</b>   | NA                             | Ms. Shamika Vasant Vagaskar           |

*This page has been left blank intentionally.*

## RELATED PARTY TRANSACTIONS

For details of the related party transactions, during the last Fiscal, as per the requirements under Ind AS 24 read with SEBI ICDR Regulations and as reported in the Financial Statements, see section titled "**Financial Information**" at page 95 of this Letter of offer. Further, for details of the related party transactions, during the period ended March 31, 2024, as per the requirements under the Ind AS 24 and as reported in the Standalone Financial Statements, see section titled "**Financial Information**" at page 95 of this Letter of offer.

## **DIVIDEND POLICY**

The declaration and payment of dividends will be recommended by the Board of Directors and approved by the Shareholders, at their discretion, subject to the provisions of the Articles of Association and applicable law, including the Companies Act. The dividend, if any, will depend on a number of factors, including but not limited, consolidated net operating profit after tax, working capital requirements, capital expenditure requirements, cash flow required to meet contingencies, outstanding borrowings, and applicable taxes payable by our Company. In addition, our ability to pay dividends may be impacted by a number of factors, including restrictive covenants under loan or financing arrangements our Company is currently availing of or may enter into to finance our fund requirements for our business activities.

We have not declared any dividend in the previous three (3) financial years immediately preceding this issue.

**SECTION V – FINANCIAL INFORMATION**

**FINANCIAL STATEMENTS**

| <b>S. No.</b> | <b>Particulars</b>  | <b>Page No.</b> |
|---------------|---|-----------------|
| <b>1.</b>     | Financial Statements for the period ended March 31, 2024 and March 31, 2023 | 96              |
| <b>2.</b>     | Statement of Accounting Ratios  | 114             |
| <b>3.</b>     | Statement of Capitalization   | 115             |

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# SUVARNA & KATDARE

## CHARTERED ACCOUNTANTS

80E, MULJI MISTRY BLDG., 61, TEJAPL ROAD, OPP. PARLE BISCUIT FACTORY, VILE PARLE (EAST), MUMBAI - 400057.

TEL.: 26115621 / 26114526

EMAIL: [trs\\_suvarna@yahoo.com](mailto:trs_suvarna@yahoo.com)

### INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS

SHRYDUS INDUSTRIES LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### OPINION

Report on the audit of the Standalone Financial Results Opinion

We have audited the accompanying financial results of Shrydus Industries limited) (the company) for the quarter ended as on March 31, 2024 and year to date April 1, 2023 to March, 31 2024 (the Statement) attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit/loss and other financial information of the company for the year ended 31<sup>st</sup> March 2024.





## **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial results.

## **Management's Responsibilities for the Financial Results`**

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and Board of Directors are responsible for the matter stated in section 134 (5) of the act with respect to the preparation of the financial results that give a true and fair view of the net profit/loss .This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Suvarna & Katdare  
Chartered Accountants  
FRN:125080W

RAVINDRA  
RAJU  
SUVARNA

Digitally signed by  
RAVINDRA RAJU  
SUVARNA  
Date: 2024.05.28  
20:06:54 +05'30'



Ravindra Raju Suvarna  
(Partner)

MRN: 032007

Date: 28<sup>th</sup> May, 2024

UDIN No. 24032007BK      AJQI7482

**Audited Financial Results for the Quarter and Year Ended on 31st March 2024**

(Rs. In Lakhs)

| S. No. | Particulars  | Standalone        |                     |                   |                   |                   |
|--------|--|-------------------|---------------------|-------------------|-------------------|-------------------|
|        |  | Quarter Ended     |                     | Year ended        |                   |                   |
|        |  | Mar-24<br>Audited | Dec-23<br>Unaudited | Mar-23<br>Audited | Mar-24<br>Audited | Mar-23<br>Audited |
| 1      | Revenue from Operations:   | 150.12            | 311.02              | 326.19            | 945.45            | 928.93            |
| 2      | Other Income (2)   | -                 | -                   | 1.00              | -                 | 2.35              |
|        | <b>Total Revenue (I) (1+2)</b>   | <b>150.12</b>     | <b>311.02</b>       | <b>327.19</b>     | <b>945.45</b>     | <b>931.28</b>     |
| 3      | <b>Expenses</b>  |                   |                     |                   |                   |                   |
| a      | Purchases  | 138.02            | 273.00              | 308.69            | 840.22            | 882.77            |
| b      | Employee Benefit Expenses  | 0.46              | 0.77                | 0.46              | 3.12              | 1.83              |
| c      | Professional Fees & Service Charge   | 1.07              | 1.72                | 4.36              | 26.58             | 13.43             |
| d      | Finance Costs  | -                 | -                   | -                 | -                 | -                 |
| e      | Provisions and Write offs  | -                 | -                   | -                 | -                 | -                 |
| f      | Depreciation and Amortization Expenses                                       | -                 | -                   | -                 | -                 | -                 |
| g      | Other Expenses   | 5.60              | 11.66               | 1.22              | 23.09             | 4.33              |
|        | <b>Total Expenses (II)</b>   | <b>145.14</b>     | <b>287.15</b>       | <b>314.72</b>     | <b>893.00</b>     | <b>902.36</b>     |
| 4      | <b>Profit/(Loss) Before Exceptional Items &amp; Tax (1+2-3)</b>              | <b>4.98</b>       | <b>23.87</b>        | <b>12.47</b>      | <b>52.46</b>      | <b>28.92</b>      |
| 5      | Exceptional Items  | -                 | -                   | -                 | -                 | -                 |
| 6      | <b>Profit/(Loss) Before Tax (4-5)</b>  | <b>4.98</b>       | <b>23.87</b>        | <b>12.47</b>      | <b>52.46</b>      | <b>28.92</b>      |
| 7      | <b>Tax Expense</b>   |                   |                     |                   |                   |                   |
|        | Current Tax  | -                 | -                   | -                 | -                 | (1.00)            |
|        | Short / (Excess) provision for tax relating to prior years                   | -                 | -                   | -                 | -                 | -                 |
|        | Net Current Tax Expense  | -                 | -                   | -                 | -                 | (1.00)            |
|        | Deferred Tax   | -                 | -                   | -                 | -                 | -                 |
|        | Tax in respect of Earlier Year   | -                 | -                   | -                 | -                 | -                 |
| 8      | <b>Net Profit/(Loss) for the period from continuing operations (6-7)</b>     | <b>4.98</b>       | <b>23.87</b>        | <b>12.47</b>      | <b>52.46</b>      | <b>29.92</b>      |
| 9      | Profit/(Loss) from discontinued operations                                   | -                 | -                   | -                 | -                 | -                 |
| 10     | Tax expenses of discontinued operations                                      | -                 | -                   | -                 | -                 | -                 |
| 11     | Profit/(Loss) from discontinued operations (After Tax) (9-10)                | -                 | -                   | -                 | -                 | -                 |
| 12     | <b>Profit/(Loss) for the period (8+11)</b>                                   | <b>4.98</b>       | <b>23.87</b>        | <b>12.47</b>      | <b>52.46</b>      | <b>29.92</b>      |
| 13     | <b>Other Comprehensive Income</b>  |                   |                     |                   |                   |                   |
|        | Items that will not be reclassified to profit or loss                        | -                 | -                   | -                 | -                 | -                 |
|        | Income tax relating to items that will not be reclassified to profit or loss | -                 | -                   | -                 | -                 | -                 |
|        | <b>Total Other Comprehensive Income</b>                                      | <b>-</b>          | <b>-</b>            | <b>-</b>          | <b>-</b>          | <b>-</b>          |
| 14     | <b>Total Comprehensive Income (12+13)</b>                                    | <b>4.98</b>       | <b>23.87</b>        | <b>12.47</b>      | <b>52.46</b>      | <b>29.92</b>      |
| 15     | <b>Paid-up equity share capital (Face value Rs 10/)</b>                      | <b>1,200.53</b>   | <b>1,200.53</b>     | <b>965.03</b>     | <b>1,200.53</b>   | <b>965.03</b>     |
|        | <b>Other equity</b>  |                   |                     |                   |                   |                   |
|        | <b>No. Of Equity Shares of par value ₹10/- each</b>                          | <b>120.05</b>     | <b>120.05</b>       | <b>96.50</b>      | <b>120.05</b>     | <b>96.50</b>      |
|        | (1) Basic EPS (₹) per Share  | 0.04              | 0.20                | 0.14              | 0.44              | 0.33              |
|        | (2) Diluted EPS (₹) per Share  | 0.04              | 0.20                | 0.13              | 0.44              | 0.31              |
|        | *Earning per share is not annualised for the interim period                  |                   |                     |                   |                   |                   |





# SHRYDUS INDUSTRIES LTD.

FORMERLY KNOWN AS VCK CAPITAL  
MARKET SERVICES LIMITED

CIN: L67190WB1983PLC035658

Corporate Office: 107, Sagar Avenue, Above Bata, SV Road,  
Andheri (West), Mumbai- 400058.

Registered Office: M/s. Mangalam Housing Development  
Finance Limited, 24 & 26 Hemanta Basu Sarani, Kolkata-700001.

EMAIL: INFO@SHRYDUS.COM | WEBSITE: WWW.SHRYDUS.COM

| Status of Investor Complaints | As on<br>31st March 2024 |
|-------------------------------|--------------------------|
| Total Complaint Received      | -                        |
| Total Resolved Complaint      | -                        |
| Total Pending Complaint       | -                        |
| Total Complaint withdrawn     | -                        |

#### Notes:

1. The above results of the Company for the quarter and year ended March 31, 2024 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on 28th May, 2024.
2. The Financial Results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other accounting principle generally accepted in India.
3. The format for audited / unaudited financial results as prescribed in SEBI's Circular CIR/CPD/CMD/15/2015 dated 30th November 2015 has been modified to comply with the requirements of SEBI's Circular dated 5th July 2016, Ind AS and Schedule III (Division II) to the Companies Act, 2013, which are applicable to the Companies that are required to comply with Ind As.
4. The Company is engaged in single business segment viz, Trading in various commodities, therefore there are no reportable segments as per ind AS 108.
5. The Company has complied with Ind AS 12 "Income Tax" issued by The Institute of Chartered Accountants of India for Deferred Tax. However, Deferred Tax Asset is not recognised due to uncertainty in revenue and earnings in future.
6. Corresponding figures of the previous periods have been regrouped or rearranged wherever considered necessary.

For SHRYDUS INDUSTRIES LIMITED  
(FORMALLY KNOWN AS VCK CAPITAL MARKET SERVICES LIMITED)

PLACE : MUMBAI  
DATED: 28th May, 2024



SHRYDUS INDUSTRIES LIMITED  
Shrey Premal Parekh  
Managing Director  
DIN:08513653  
Managing Director



Statement of cash flows for the year ended March 31, 2024

| Particulars   | (Amount in Rs.)                      |                                      |
|---|--------------------------------------|--------------------------------------|
|   | For the year ended<br>March 31, 2024 | For the year ended<br>March 31, 2023 |
| <b>A. Cash flows from operating activities</b>                |                                      |                                      |
| Profit before tax   | 52.46                                | 28.92                                |
| <b>Adjustments for:</b>                                       |                                      |                                      |
| Depreciation and amortisation                                 | -                                    | -                                    |
| Finance cost  | -                                    | -                                    |
| <b>Operating profit before working capital changes</b>        | <b>52.46</b>                         | <b>28.92</b>                         |
| <b>Adjustment for working capital changes</b>                 |                                      |                                      |
| (Increase)/ decrease in trade receivables                     | 166.52                               | (119.94)                             |
| (Increase)/ decrease in loans and Advances and Other Assets   | (1,231.91)                           | (12.81)                              |
| (Increase)/ decrease in Inventories                           | (20.02)                              | -                                    |
| Increase/ (decrease) in Trade Payable and other Liabilities   | (312.77)                             | 88.58                                |
| <b>Cash flow from operating activities</b>                    | <b>(1,345.73)</b>                    | <b>(15.25)</b>                       |
| Income taxes paid   | -                                    | -                                    |
| <b>Net cash generated from operating activities (A)</b>       | <b>(1,345.73)</b>                    | <b>(15.25)</b>                       |
| <b>B. Cash flows from investing activities</b>                |                                      |                                      |
| Purchase of Fixed Assets                                      | -                                    | -                                    |
| <b>Net cash used in investing activities (B)</b>              | <b>-</b>                             | <b>-</b>                             |
| <b>C. Cash flows from financing activities</b>                |                                      |                                      |
| Increase / (decrease) in borrowed funds                       | 904.74                               | 13.51                                |
| Increase / (decrease) in Capital                              | 353.25                               | 90.00                                |
| <b>Net cash generated from financing activities (C)</b>       | <b>1,257.99</b>                      | <b>103.51</b>                        |
| <b>Net Increase in cash and cash equivalents (A+B+C)</b>      | <b>(87.73)</b>                       | <b>88.25</b>                         |
| <b>Cash and cash equivalents at the beginning of the year</b> | <b>91.23</b>                         | <b>2.97</b>                          |
| <b>Cash and cash equivalents at end of the year</b>           | <b>3.49</b>                          | <b>91.23</b>                         |

Notes:

- The cash flow statement has been prepared under the indirect method as set out in Accounting Standard(AS) 3. "Cash flow statements" prescribed under the Companies (Accounting Standards) Rules,2006
- Figures in brackets indicate cash outflow.
- Corresponding figures of the previous periods have been regrouped or rearranged wherever considered necessary.



PLACE : MUMBAI  
DATED: 28th May, 2024

For SHRYDUS INDUSTRIES LIMITED  
(FORMALLY KNOWN AS VCK CAPITAL MARKET SERVICES LIMITED)

SHRYDUS INDUSTRIES LIMITED  
Shrey Premal Parekh  
Managing Director  
DIN:08513653  
Managing Director

**BALANCE SHEET AS AT MARCH 31, 2024**

(Rs. In Lakhs)

| Particulars                               | As at<br>31.03.2024<br>(Audited) | As at<br>31.03.2023<br>(Audited) |
|---|----------------------------------|----------------------------------|
| <b>ASSETS</b>                             |                                  |                                  |
| <b>1 Non Current Assets</b>               |                                  |                                  |
| (a) Property, plant and equipment         | -                                | -                                |
| (b) Other non-Current assets              | 1,290.29                         | 55.24                            |
| (c.) Deferred Tax Asset                   | 0.33                             | 0.33                             |
| <b>TOTAL</b>                              | <b>1,290.62</b>                  | <b>55.57</b>                     |
| <b>2 Current Assets</b>                   |                                  |                                  |
| a) Cash and cash equivalents              | 3.49                             | 91.23                            |
| b) Receivables                            |                                  |                                  |
| i) Trade receivables                      | 344.18                           | 510.70                           |
| ii) Other receivables                     | -                                | -                                |
| c) Inventories                            | 38.98                            | 18.96                            |
| d) Other Current Assets                   | 11.53                            | 14.67                            |
| <b>TOTAL</b>                              | <b>398.18</b>                    | <b>635.56</b>                    |
| <b>TOTAL ASSETS</b>                       | <b>1,688.81</b>                  | <b>691.13</b>                    |
| <b>LIABILITIES AND EQUITY</b>             |                                  |                                  |
| <b>1 Equity</b>                           |                                  |                                  |
| a) Equity share capital                   | 1,201.38                         | 965.88                           |
| b) Other equity                           | (604.57)                         | (774.78)                         |
| <b>TOTAL</b>                              | <b>596.81</b>                    | <b>191.10</b>                    |
| <b>2 Non-Current Liabilities</b>          |                                  |                                  |
| a) Borrowings                             | 1,090.74                         | 185.99                           |
| b) Provisions                             | -                                | -                                |
| c) Other non- Current liabilities         | -                                | -                                |
| <b>TOTAL</b>                              | <b>1,090.74</b>                  | <b>185.99</b>                    |
| <b>3 Current Liabilities</b>              |                                  |                                  |
| a) Payables                               |                                  |                                  |
| i) Trade payables                         | -                                | 311.74                           |
| ii) Other payables                        | -                                | -                                |
| b) Borrowings(Other than debt securities) | -                                | -                                |
| c) Other financial liabilities            | 1.26                             | 2.30                             |
| <b>TOTAL</b>                              | <b>1.26</b>                      | <b>314.04</b>                    |
| <b>TOTAL LIABILITIES AND EQUITY</b>       | <b>1,688.81</b>                  | <b>691.13</b>                    |

PLACE : MUMBAI  
DATED: 28th May, 2024



For SHRYDUS INDUSTRIES LIMITED  
(FORMALLY KNOWN AS VCK CAPITAL MARKET SERVICES LIMITED)  
SHRYDUS INDUSTRIES LIMITED

  
Shrey Premal Parekh  
Managing Director  
DIN:08513653



# SHRYDUS INDUSTRIES LTD.

FORMERLY KNOWN AS VCK CAPITAL  
MARKET SERVICES LIMITED

CIN: L67190WB1983PLC035658  
Corporate Office: 107, Sagar Avenue, Above Bata, SV Road,  
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Finance Limited, 24 & 26 Hemanta Basu Sarani, Kolkata-700001.  
EMAIL: INFO@SHRYDUS.COM | WEBSITE: WWW.SHRYDUS.COM

## BALANCE SHEET AS ON 31st MARCH, 2024

(Rs. In Lakhs)

| PARTICULARS                              | Note    | AS ON<br>31.03.2024 | AS ON<br>31.03.2023 |
|--|---------|---------------------|---------------------|
| <b>ASSETS</b>                            |         |                     |                     |
| <b>1. NON-CURRENT ASSETS</b>             |         |                     |                     |
| (a) Property, Plant and Equipment        | 2       | -                   | -                   |
| (b) Capital Work In Progress             |         | -                   | -                   |
| (c) Deferred Tax Asset - Net             | 3       | 0.33                | 0.33                |
| (d) Other Non-Current Assets             | 4       | 1,290.29            | 55.24               |
| <b>2. CURRENT ASSETS</b>                 |         |                     |                     |
| (a) Inventories                          | 5       | 38.98               | 18.96               |
| (b) Financial Assets                     |         |                     |                     |
| (i) Trade Receivables                    | 6       | 344.18              | 510.70              |
| (ii) Cash & Cash Equivalents             | 7       | 3.49                | 91.23               |
| (c) Other Current Assets                 | 8       | 11.53               | 14.67               |
| <b>TOTAL</b>                             |         | <b>1,688.81</b>     | <b>691.13</b>       |
| <b>EQUITY AND LIABILITIES</b>            |         |                     |                     |
| <b>EQUITY</b>                            |         |                     |                     |
| (a) Share Capital                        | 9       | 1,201.38            | 965.88              |
| (b) Reserve & Surplus                    | 10      | (604.57)            | (774.78)            |
| <b>LIABILITIES</b>                       |         |                     |                     |
| <b>1. NON CURRENT LIABILITIES</b>        |         |                     |                     |
| (a) Financial Liabilities                |         |                     |                     |
| (i) Long Term Borrowings                 | 11      | 1,090.74            | 185.99              |
| (b) Provisions                           |         | -                   | -                   |
| (c) Other Non Current Liabilities        |         | -                   | -                   |
| <b>2. CURRENT LIABILITIES</b>            |         |                     |                     |
| (a) Financial Liabilities                |         |                     |                     |
| (i) Trade Payables                       | 12      | -                   | 311.74              |
| (ii) Short Term borrowings               |         | -                   | -                   |
| (b) Other Current Liabilities            | 13      | 1.26                | 2.30                |
| (c) Short Term Provisions                |         | -                   | -                   |
| <b>TOTAL</b>                             |         | <b>1,688.81</b>     | <b>691.13</b>       |
| <b>SIGNIFICANT ACCOUNTING POLICIES</b>   |         |                     |                     |
|  | 1       |                     |                     |
| <b>NOTES TO THE FINANCIAL STATEMENTS</b> |         |                     |                     |
|  | 2 to 21 |                     |                     |

FOR AND ON BEHALF OF BOARD OF DIRECTORS

AS PER OUR REPORT OF EVEN DATE ATTACHED

#REF!

SHRYDUS INDUSTRIES LIMITED

Managing Director

Shrey Premal Parekh  
DIRECTOR  
DIN-08513653

Place: MUMBAI  
Date: 28.05.2024



FOR SUVARNA & KATDARE  
CHARTERED ACCOUNTANTS  
FRN : 125080W

CA Ravindra Raju Suvarna  
PARTNER  
M.No.032007

**STATEMENT OF PROFIT AND LOSS  
FOR THE YEAR ENDED 31st MARCH, 2024**

| PARTICULARS   | Note | (Rs. In Lakhs)          |                         |
|---|------|-------------------------|-------------------------|
|   |      | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
| <b>A. CONTINUING OPERATION</b>  |      |                         |                         |
| <b>INCOME :-</b>  |      |                         |                         |
| Revenue from Operations (Net)   | 14   | 945.45                  | 928.93                  |
| Other Income  | 15   | -                       | 2.35                    |
| <b>Total Revenue</b>  |      | <b>945.45</b>           | <b>931.28</b>           |
| <b>EXPENSES</b>   |      |                         |                         |
| Cost of materials consumed  |      | -                       | -                       |
| Purchase of Stock-in-trade  |      | 860.23                  | 882.77                  |
| Direct Expenses   |      | -                       | -                       |
| Changes in inventories of finished goods work-in-progress and stock-in-trade                                      | 16   | (20.02)                 | -                       |
| Employee benefit expenses   | 17   | 3.12                    | 1.83                    |
| Finance cost  |      | -                       | -                       |
| Depreciation and amortisation expense   | 2    | -                       | -                       |
| Other Expenses  | 18   | 49.66                   | 17.76                   |
| <b>Total Expenses</b>   |      | <b>893.00</b>           | <b>902.36</b>           |
| <b>Profit before exceptional and extraordinary items &amp; tax</b>  |      | <b>52.46</b>            | <b>28.92</b>            |
| Exceptional Items   |      | -                       | -                       |
| <b>Profit before extraordinary items and tax</b>  |      | <b>52.46</b>            | <b>28.92</b>            |
| Extraordinary Items   |      | -                       | -                       |
| <b>Loss before tax</b>  |      | <b>52.46</b>            | <b>28.92</b>            |
| <b>Tax Expenses:</b>  |      |                         |                         |
| (a) Current tax expense for current year  |      | -                       | (1.00)                  |
| (b) (Less): MAT credit  |      | -                       | -                       |
| (c) Current tax expense relating to prior years   |      | -                       | -                       |
| (e) Deferred tax  |      | -                       | -                       |
| <b>PROFIT from continuing operation</b>   |      | <b>52.46</b>            | <b>29.92</b>            |
| <b>B. DISCONTINUING OPERATIONS</b>  |      |                         |                         |
| (i) Profit / (Loss) from discontinuing operations (before tax)  |      | -                       | -                       |
| (ii) Gain / (Loss) on disposal of assets / settlement of liabilities attributable to the discontinuing operations |      | -                       | -                       |
| (iii) Add / (Less): Tax expense of discontinuing operations   |      | -                       | -                       |
| (a) on ordinary activities attributable to the discontinuing operations   |      | -                       | -                       |
| (b) on gain / (loss) on disposal of assets / settlement of liabilities  |      | -                       | -                       |
| <b>Profit from discontinuing operations [(i)+(ii)+(iii)]</b>  |      | <b>-</b>                | <b>-</b>                |
| <b>TOTAL OPERATION</b>  |      | <b>52.46</b>            | <b>29.92</b>            |





|   |                |              |
|---|----------------|--------------|
| <b>PROFIT FOR THE YEAR (A)+(B)</b>                      | <b>52.46</b>   | <b>29.92</b> |
| <b>Other Comprehensive Income</b>                       |                |              |
| Items that will not be reclassified to profit or loss   |                |              |
| Remeasurement of net defined benefit Plans (net of tax) | -              | -            |
| Items that will not be reclassified to profit or loss   | -              | -            |
| Items that may be reclassified to profit or loss        | -              | -            |
| <b>Other Comprehensive Income for the Year</b>          | <b>-</b>       | <b>-</b>     |
| <b>Total Comprehensive Income for the year</b>          | <b>52.46</b>   | <b>29.92</b> |
| <b>Earnings per share (of Rs. 10/- each):</b>           |                |              |
| (a) Basic   | 19             |              |
| (i) Continuing operations                               | 0.44           | 0.33         |
| (ii) Total operations                                   | 0.44           | 0.33         |
| (b) Diluted   |                |              |
| (i) Continuing operations                               | 0.44           | 0.31         |
| (ii) Total operations                                   | 0.44           | 0.31         |
| <b>Significant Accounting Policies</b>                  | <b>1</b>       |              |
| <b>Notes on Financial Statements</b>                    | <b>2 to 21</b> |              |

FOR AND ON BEHALF OF BOARD OF DIRECTORS

AS PER OUR REPORT OF EVEN DATE ATTACHED

#REF!

SHRYDUS INDUSTRIES LIMITED



**Managing Director**  
Shrey Premal Parekh  
DIRECTOR  
DIN-08513653

Place: MUMBAI  
Date: 28.05.2024



Devang Doshi  
COMPANY SECRETARY  
M.No-A62103

FOR SUVARNA & KATDARE  
CHARTERED ACCOUNTANTS  
FRN : 125080W



Ravindra Raju Suvarna  
PARTNER  
M.No.032007

**Statement of Changes in Equity for the Period ended Marc 31, 2024**

**A. Equity Share Capital**

(Rs. In Lakhs)

| Equity Share Capital            | Balance as at April 01, 2023 | Changes in equity share capital during the year | Balance as at March 31,2024 |
|---------------------------------|------------------------------|---|-----------------------------|
| Paid up Capital                 | 965.03                       | 235.50  | 1,200.53                    |
| Forfeited Equity Shares Capital | 0.85                         | -   | 0.85                        |
| <b>Total</b>                    | <b>965.88</b>                | <b>235.50</b>                                   | <b>1,201.38</b>             |

**B. Other Equity**

| Particulars                 | OTHER EQUITY      |                  |          |
|-----------------------------|-------------------|------------------|----------|
|                             | Retained Earnings | Security Premium | Total    |
| Balance as at March 31,2022 | (895.68)          | 60.98            | (834.70) |
| Profit for the year         | 29.92             | 30.00            | 59.92    |
| Balance as at March 31,2023 | (865.76)          | 90.98            | (774.78) |
| Profit for the year         | 52.46             | 117.75           | 170.21   |
| Balance as at March 31,2024 | (813.31)          | 208.73           | (604.57) |

FOR AND ON BEHALF OF BOARD OF DIRECTORS AS PER OUR REPORT OF EVEN DATE ATTACHED

#REF!

SHRYDUS INDUSTRIES LIMITED

  
Managing Director

Shrey Premal Parekh

DIRECTOR

DIN-08513653

Place: MUMBAI

Date: 28.05.2024



Devang Doshi  
COMPANY SECRETARY  
M.No-A62103

FOR SUVARNA & KATDARE  
CHARTERED ACCOUNTANTS  
FRN : 125080W

CA Ravindra Raju Suvarna  
PARTNER  
M.No.032007

NOTES FORMING PART OF FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST MARCH, 2024

3. DEFERRED TAX ASSET

| Particulars        | (Rs. In Lakhs)      |                     |
|--------------------|---------------------|---------------------|
|                    | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| Deferred Tax Asset | 0.33                | 0.33                |
| <b>TOTAL</b>       | <b>0.33</b>         | <b>0.33</b>         |

4. OTHER NON-CURRENT ASSETS

| Particulars       | (Rs. In Lakhs)      |                     |
|-------------------|---------------------|---------------------|
|                   | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| <u>Unsecured:</u> |                     |                     |
| Other Advances    | 1,290.29            | 55.24               |
| <b>TOTAL</b>      | <b>1,290.29</b>     | <b>55.24</b>        |

5. INVENTORIES

| Particulars                  | (Rs. In Lakhs)      |                     |
|------------------------------|---------------------|---------------------|
|                              | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| <u>Inventories(at close)</u> |                     |                     |
| Stock in Trade               | 38.98               | 18.96               |
| <b>TOTAL</b>                 | <b>38.98</b>        | <b>18.96</b>        |

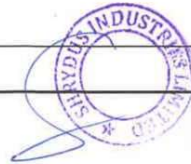
Note :- Stock in trade is valued at lower of cost or net realisable value. The net realisable value has been taken as the Fair Market Value, determined on the basis of Rule 11U and 11UA of the Income Tax Rules. However, where the the Fair Market Value of unquoted shares is not readily available, the same has been taken at the cost price. In the opinion of the Management, there would be no diminution in the value of such shares held as stock in trade and the amount realisable would not be lower than the cost price.

6. TRADE RECEIVABLE

| Particulars                    | (Rs. In Lakhs)      |                     |
|--------------------------------|---------------------|---------------------|
|                                | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| <u>Other Trade receivables</u> |                     |                     |
| Unsecured, considered good     | 344.18              | 510.70              |
| <b>TOTAL</b>                   | <b>344.18</b>       | <b>510.70</b>       |

7. CASH AND CASH EQUIVALENTS

| Particulars  | (Rs. In Lakhs)      |                     |
|--------------|---------------------|---------------------|
|              | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| Cash in Hand | 2.96                | 0.64                |



NOTES FORMING PART OF FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST MARCH, 2024

|                      |             |              |
|----------------------|-------------|--------------|
| Balance with banks   |             |              |
| - In Current Account | 0.53        | 90.58        |
| <b>TOTAL</b>         | <b>3.49</b> | <b>91.23</b> |

8. OTHER CURRENT ASSETS

(Rs. In Lakhs)

| Particulars                                     | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
|---|---------------------|---------------------|
| <b>(a) Advances Recoverable in cash or kind</b> |                     |                     |
| GST Input                                       | 5.39                | 2.97                |
| Other Receivable                                | 1.33                | 0.00                |
| TDS Receivable                                  | 0.10                | 0.10                |
| Advance for Expenses / Supplies                 | 4.71                | 11.60               |
| <b>TOTAL</b>                                    | <b>11.53</b>        | <b>14.67</b>        |

9. SHARE CAPITAL

(Rs. In Lakhs)

| Particulars   | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
|---|---------------------|---------------------|
| <b>Authorised Share Capital</b>   |                     |                     |
| 15,000,000 Equity shares of Rs. 10/- each   | 1,500.00            | 1,500.00            |
| 600,030 Preference Shares of Rs. 80/- each  | 480.02              | 480.02              |
| 20,199,760 Unclassified Shares of Rs. 10/- each   | 2,019.98            | 2,019.98            |
|   | <b>4,000.00</b>     | <b>4,000.00</b>     |
| <b>Issued Share Capital</b>   |                     |                     |
| 1,20,05,286 Equity Share of Rs. 10/- each fully paid up (P. Y. 96,50,286 Equity shares of Rs. 10/- each fully paid up ) | 1,200.53            | 965.03              |
| <b>TOTAL</b>  | <b>1,200.53</b>     | <b>965.03</b>       |
| <b>Issued, Subscribed and Paid Up Capital</b>   |                     |                     |
| 1,20,05,286 Equity Share of Rs. 10/- each fully paid up (P. Y. 96,50,286 Equity shares of Rs. 10/- each fully paid up ) | 1,200.53            | 965.03              |
| Add: Share Forfeiture Account   | 0.85                | 0.85                |
| <b>TOTAL</b>  | <b>1,201.38</b>     | <b>965.88</b>       |

9.1 The details of Shareholders holding more than 5% shares:

| Name of the Shareholder | AS ON 31st Mar 2024 |        | AS ON 31st Mar 2023 |        |
|-------------------------|---------------------|--------|---------------------|--------|
|                         | No. of Shares       | % Held | No. of Shares       | % Held |
| Vijay T Champaneri      | 1318967             | 10.99% | 1535371             | 15.91% |
| Shrey Premal Parekh     | 1786128             | 14.88% | 1786128             | 18.51% |

9.2 The reconciliation of the number of shares outstanding is set out below:-

(Rs. In Lakhs)

| Particulars                                | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
|--|---------------------|---------------------|
| Equity Shares at the beginning of the year | 96.50,286           | 90.50,286           |



NOTES FORMING PART OF FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST MARCH, 2024

|   |             |           |
|---|-------------|-----------|
| Add:-Shares issued during the year                  | 23,55,000   | 6,00,000  |
| Less:-Shares cancelled on buy back of Equity Shares | -           | -         |
| Equity Shares at the end of the year                | 1,20,05,286 | 96,50,286 |

10. RESERVE AND SURPLUS

| Particulars                          | (Rs. In Lakhs)      |                     |
|--------------------------------------|---------------------|---------------------|
|                                      | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| Security Premium                     | 208.73              | 90.98               |
| <b>Profit and Loss Appropriation</b> |                     |                     |
| Opening balance                      | (865.76)            | (895.68)            |
| Add: Profit for the year             | 52.46               | 29.92               |
| Less:-Transferred to General Reserve | -                   | -                   |
| Closing Balance                      | (813.31)            | (865.76)            |
| <b>TOTAL</b>                         | <b>(604.57)</b>     | <b>(774.78)</b>     |

11. LONG TERM BORROWINGS

| Particulars               | (Rs. In Lakhs)      |                     |
|---------------------------|---------------------|---------------------|
|                           | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| <b>From Other Parties</b> |                     |                     |
| Related Parties           | 1,090.44            | 162.47              |
| Other Loan                | -                   | 23.23               |
| Deposits                  | 0.30                | 0.30                |
| <b>TOTAL</b>              | <b>1,090.74</b>     | <b>185.99</b>       |

12. TRADE PAYABLE

| Particulars                        | (Rs. In Lakhs)      |                     |
|------------------------------------|---------------------|---------------------|
|                                    | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| Micro, Small and Medium Enterprise | -                   | -                   |
| Others                             | -                   | 311.74              |
| <b>TOTAL</b>                       | <b>-</b>            | <b>311.74</b>       |

13. OTHER CURRENT LIABILITIES

| Particulars              | (Rs. In Lakhs)      |                     |
|--------------------------|---------------------|---------------------|
|                          | AS ON<br>31-03-2024 | AS ON<br>31-03-2023 |
| Duties & Taxes           | 0.32                | 0.48                |
| Creditors for Expenses   | 0.94                | 1.82                |
| Provision For Income Tax | -                   | -                   |
| <b>TOTAL</b>             | <b>1.26</b>         | <b>2.30</b>         |





NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024

14. REVENUE FROM OPERATIONS

*(Rs. In Lakhs)*

| Particulars  | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
|--------------|-------------------------|-------------------------|
| Sales        | 945.45                  | 928.93                  |
| <b>TOTAL</b> | <b>945.45</b>           | <b>928.93</b>           |

15. Other Income

*(Rs. In Lakhs)*

| Particulars  | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
|--------------|-------------------------|-------------------------|
| Other Income | -                       | 2.35                    |
| <b>TOTAL</b> | <b>-</b>                | <b>2.35</b>             |

16. INCREASE/(DECREASE) IN INVENTORY

*(Rs. In Lakhs)*

| Particulars                               | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
|---|-------------------------|-------------------------|
| <u>Inventories(at close)</u>              |                         |                         |
| Finished Goods                            | 38.98                   | 18.96                   |
| <u>Less: Inventories(at commencement)</u> |                         |                         |
| Finished Goods                            | 18.96                   | 18.96                   |
| <b>TOTAL</b>                              | <b>(20.02)</b>          | <b>-</b>                |

17. EMPLOYEE BENEFIT EXPENSES

*(Rs. In Lakhs)*

| Particulars      | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
|------------------|-------------------------|-------------------------|
| Salaries & Wages | 3.12                    | 1.83                    |
| <b>TOTAL</b>     | <b>3.12</b>             | <b>1.83</b>             |

18. OFFICE & ADMINISTRATIVE EXPENSES

*(Rs. In Lakhs)*

**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024**

| Particulars                      | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
|----------------------------------|-------------------------|-------------------------|
| Audit Fees                       | 0.80                    | 0.60                    |
| Advertisement Expenses           | 0.88                    | 0.18                    |
| Bank Charges                     | 0.00                    | 0.04                    |
| Professional Fees                | 26.58                   | 13.43                   |
| Office Rent Expenses             | 1.87                    | 0.36                    |
| Printing & Stationery Expenses   | -                       | 0.06                    |
| Repair & Maintenance Rexpenses   | 0.10                    | -                       |
| Staff Walfare Expenses           | -                       | 0.20                    |
| Conveyance & Travelling Expenses | 7.92                    | 0.67                    |
| Electucity Expenses              | 0.27                    | 0.03                    |
| Other Expenses                   | 11.25                   | 2.17                    |
| <b>TOTAL</b>                     | <b>49.66</b>            | <b>17.76</b>            |

**18.1 PAYMENTS TO AUDITORS AS:**

| <i>(Rs. In Lakhs)</i> |                         |                         |
|-----------------------|-------------------------|-------------------------|
| Particulars           | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
| (a) Auditor           |                         |                         |
| Statutory Audit Fees  | 0.80                    | 0.60                    |
| <b>TOTAL</b>          | <b>0.80</b>             | <b>0.60</b>             |

**19. EARNINGS PER SHARE (EPS)**

| Particulars   | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
|---|-------------------------|-------------------------|
| <b>A. CONTINUING OPERATION</b>  |                         |                         |
| i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders | 52.46                   | 29.92                   |
| ii) Total Equity shares used as denominator for calculating EPS                                 |                         |                         |
|   | 1,20,05,286             | 96,50,286               |
| ii) Weighted Average number of equity shares used as denominator for calculating EPS            | 1,20,05,286             | 90,51,930               |

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024

18. OFFICE & ADMINISTRATIVE EXPENSES

| Particulars                      | (Rs. In Lakhs)          |                         |
|----------------------------------|-------------------------|-------------------------|
|                                  | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
| Audit Fees                       | 0.80                    | 0.60                    |
| Advertisement Expenses           | 0.88                    | 0.18                    |
| Bank Charges                     | 0.00                    | 0.04                    |
| Professional Fees                | 26.58                   | 13.43                   |
| Office Rent Expenses             | 1.87                    | 0.36                    |
| Printing & Stationery Expenses   | -                       | 0.06                    |
| Repair & Maintenance Rexpenses   | 0.10                    | -                       |
| Staff Welfare Expenses           | -                       | 0.20                    |
| Conveyance & Travelling Expenses | 7.92                    | 0.67                    |
| Electucity Expenses              | 0.27                    | 0.03                    |
| Other Expenses                   | 11.25                   | 2.17                    |
| <b>TOTAL</b>                     | <b>49.66</b>            | <b>17.76</b>            |

18.1 PAYMENTS TO AUDITORS AS:

| Particulars          | (Rs. In Lakhs)          |                         |
|----------------------|-------------------------|-------------------------|
|                      | FOR THE YEAR<br>2023-24 | FOR THE YEAR<br>2022-23 |
| (a) Auditor          |                         |                         |
| Statutory Audit Fees | 0.80                    | 0.60                    |
| <b>TOTAL</b>         | <b>0.80</b>             | <b>0.60</b>             |

19. EARNINGS PER SHARE (EPS)

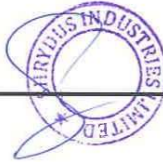
| Particulars  | FOR THE YEAR |           |
|--|--------------|-----------|
|  | 2023-24      | 2022-23   |
| <b>A. CONTINUING OPERATION</b>   |              |           |
| i) Net Profit after tax as per Statement of Profit<br>and Loss attributable to Equity Shareholders | 52.46        | 29.92     |
| ii) Total Equity shares used as denominator for calculating EPS                                    | 1,20,05,286  | 96,50,286 |
| ii) Weighted Average number of equity shares<br>used as denominator for calculating EPS            | 1,20,05,286  | 90,51,930 |





**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024**

|  |             |           |
|--|-------------|-----------|
| iii) Basic Earnings per share  | 0.44        | 0.31      |
| iii) Diluted Earnings per share  | 0.44        | 0.33      |
| iv) Face Value per equity share  | 10.00       | 10.00     |
| <b>B. TOTAL OPERATION</b>  |             |           |
| i) Net Profit after tax as per Statement of Profit<br>and Loss attributable to Equity Shareholders | 52.46       | 29.92     |
| ii) Total Equity shares used as denominator for calculating EPS                                    | 1,20,05,286 | 96,50,286 |
| ii) Weighted Average number of equity shares<br>used as denominator for calculating EPS            | 1,20,05,286 | 90,51,930 |
| iii) Basic Earnings per share  | 0.44        | 0.31      |
| iii) Diluted Earnings per share  | 0.44        | 0.33      |
| iv) Face Value per equity share  | 10.00       | 10.00     |



## STATEMENT OF ACCOUNTING RATIOS

The following tables present certain accounting and other ratios derived from the Audited Financial Information for the Financial Years ended on March 31, 2023 and March 31, 2024. For further details please refer to the section titled 'Financial Information' beginning on page 95 of this Letter of Offer.

### ACCOUNTING RATIOS

(Rs in lakhs)

| Particulars                           | March 31, 2024 | March 31, 2023 |
|---------------------------------------|----------------|----------------|
| Basic earnings per Equity Share (₹)   | 0.44           | 0.33           |
| Diluted earnings per Equity Share (₹) | 0.44           | 0.31           |
| Return on Net Worth (%)               | 0.043          | 0.030          |
| Net Asset Value per Equity Share (₹)  | 0.49           | 0.19           |
| EBITDA (₹)                            | 52.46          | 28.92          |

The formula used in the computation of the above ratios are as follows:

| Particular                            | Computation of Formulas   |
|---------------------------------------|---|
| Basic earnings per Equity Share (₹)   | (Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders after exceptional item, as applicable) / (Weighted Average number of Equity Shares);                                    |
| Diluted earnings per Equity Share (₹) | (Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders after exceptional item, as applicable) / (Weighted Average number of Equity Shares (including convertible securities)); |
| Return on Net Worth (%)               | (Profit for the Year as per Statement of Profit and Loss attributable to Equity Shareholders (prior to other comprehensive income))/ (Net worth at the end of the year);  |
| Net Asset Value per Equity Share (₹)  | (Net Worth)/ (Number of Equity Shares outstanding for the year);  |
| EBITDA (₹)                            | Profit for the year before finance costs, tax, depreciation, amortization and exceptional items as presented in the statement of profit and loss.   |

**OTHER FINANCIAL INFORMATION****STATEMENT OF CAPITALISATION****(Rs. in Lakhs)**

| <b>Particulars</b>                            | <b>Pre-issue as at March 31, 2024</b> |
|---|---------------------------------------|
| <b>Total Borrowings</b>                       |                                       |
| Current Borrowing                             | -                                     |
| Non-Current Borrowing                         | 1090.74                               |
| <b>Total borrowings (a)</b>                   | <b>1090.74</b>                        |
| <b>Total Equity</b>                           |                                       |
| Equity Share Capital                          | 1201.38                               |
| Other Equity                                  | (604.57)                              |
| <b>Total funds (excluding borrowings) (b)</b> | <b>596.81</b>                         |
| Total capitalization (a + b)                  | 1687.55                               |

# The amounts disclosed above are based on the Standalone Financial Statements of the Company.

## MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL POSITION AND RESULTS OF OPERATIONS

*The following discussion of our financial condition and results of operations should be read in conjunction with the "Financial Statements" beginning on page 95 of this Letter of offer.*

*Some of the information contained in the following discussion, including information with respect to our plans and strategies, contain forward-looking statements that involve risks and uncertainties. You should also read "Risk Factors" and "Forward Looking Statements" beginning on pages 19 and 14 respectively of this Letter of offer, which discuss a number of factors and contingencies that could affect our financial condition and results of operations.*

*Our financial statements included in this Letter of offer are prepared in accordance with Ind AS, which differs in certain material respects from other accounting standards such as IFRS. Our financial year ends on March 31 of each year. Accordingly, all references to a particular financial year are for the 12 months ended March 31 of that year. Unless otherwise indicated or the context requires, the financial information for Fiscal 2023 included herein is based on the Financial Statements, included in this Letter of offer. For further information, see "Financial Statements" beginning on page 95 of this Letter of offer.*

*Neither we, any of their affiliates or advisors, nor any other person connected with the Issue has independently verified such information. For further information, see "Presentation of Financial and other Information" beginning on page 12 of this Letter of offer.*

### **SIGNIFICANT DEVELOPMENTS AFTER MARCH 31, 2024 THAT MAY AFFECT OUR FUTURE RESULTS OF OPERATIONS**

To the knowledge of our Company and except as disclosed herein, since the date of the last financial statements contained in this Letter of offer, no other circumstances have arisen which would materially and adversely affect or which would be likely to affect, our operations or profitability, or the value of our assets or our ability to pay our material liabilities within the next 12 (twelve) months.

1. The Board of Directors of our Company has, at its meeting held on 18th May, 2023, approved the audited financial statements for the year ended March 31<sup>st</sup>, 2023 and further at their meeting held on 28<sup>th</sup>, 2024, adopted the audited financial statements for the year ended March 31<sup>st</sup>, 2024.
2. The Board of Directors of our Company has approved to raise funds through Rights Issue in the board meeting held on March 28<sup>th</sup>, 2024.

### **OVERVIEW OF OUR BUSINESS**

Our Company is engaged in the business of trading in agricultural commodity products.

Further, the Company proposes to diversify its business activities into pharmaceutical industry and is in the process of acquiring entire shareholding and ownership of a Company viz Astra Lifecare (India) Private Limited which owns 100 % export oriented pharmaceutical manufacturing plant of tablets and capsules with over 400 products registered in its name which is situated in the Gujarat region of India.

### **SIGNIFICANT DEVELOPMENTS AFTER MARCH 31, 2024**

To our knowledge and belief, no circumstances other than those disclosed in this Letter of offer have arisen. since the date of the last financial statements contained in this Letter of offer which materially affect or is likely to affect, the trading and profitability of our company, or the value of our assets or our ability to pay material liabilities within the next 12 months.

### **SIGNIFICANT FACTORS AFFECTING OUR BUSINESS, FINANCIAL CONDITION AND RESULTS OF OPERATIONS**

Our financial condition and results of operations are affected by numerous factors and uncertainties, including those discussed in the section titled 'Risk Factors' on page 19. The following are certain factors that had, and we expect will continue to have, a significant effect on our financial condition and results of operations:

- General economic and business conditions;
- Increasing competition in the industry;
- Changes in laws and regulations that apply to the industry;

- Our ability to attract and retain clients
- Any qualifications or other observations made by our statutory auditors which may affect our results of operations;
- Changes in government regulations, tax regimes, laws and regulations that apply to the industry;
- Changes in technology and our ability to manage any disruption or failure of our technology systems;
- Our ability to attract and retain qualified personnel;
- Any adverse outcome in the legal proceedings in which we are involved;
- Inability to obtain maintain or renew requisite statutory and regulatory permits and approvals or noncompliance with and changes in safety, health and environmental laws and other applicable regulations may adversely affect our business, financial condition, results of operation and prospects;
- Conflict of interest with our Promoter and other related parties;
- Changes in fiscal, economic or political conditions in India; and
- Changes in the foreign exchange control regulations, interest rates and tax laws in India.

### **SIGNIFICANT ACCOUNTING POLICIES**

For disclosure of our Significant Accounting policies as at and for the year ended March 31, 2024, as required by Ind AS and other applicable standards, see section titled “*Financial Information*” on page 95.

### **CHANGE IN ACCOUNTING POLICIES**

Except as mentioned in chapter “*Financial Information*” on page 95 of this Letter of offer, there has been no change in the accounting policies during the Financial year ended March 31, 2024.

### **RESERVATIONS, QUALIFICATIONS AND ADVERSE REMARKS**

Our Statutory Auditor has not made a qualification which has not been given effect to in the Financial Statements.

For further details on auditor qualifications, please refer to the section titled ‘*Financial Statements*’ beginning on page 97 of this Letter of offer.

### **PRINCIPAL COMPONENTS OF OUR STATEMENT OF PROFIT AND LOSS**

#### **1. Income**

Our total income comprises (i) revenue from operations, and (ii) other income.

- **Revenue from Operations:** Revenue from Operations comprises Revenue from sale of products.
  - **Other income-** Other income primarily comprises of interest income, discount received and other miscellaneous revenue.
- 2. Expenses:** Our total expenses are comprise (i) Cost of materials consumed, (ii) Changes in inventories of Finished Goods and work-in-progress, (iii) Employee Benefit expenses, (iv) Finance cost, (v) Depreciation and amortisation expenses, and (viii) Other Expenses:
- **Cost of materials consumed:** The cost included in consumption of raw material.
  - **Changes in inventories of Finished Goods and work-in-progress:** Changes in inventories of Finished Goods and work-in-progress comprises of difference in closing balance vis-à-vis opening balance of closing stock.
  - **Employee Benefit Expenses:** Employee benefit expense consists of salaries and wages, provident fund, gratuity expense and staff welfare expenses.
  - **Depreciation and amortisation expenses:** It consist of depreciation on building, plant & equipment, office equipment, furniture & fixtures and amortisation of lease hold land.
  - **Finance Cost:** Finance cost includes interest on redeemable and non- convertible preference shares carried at amortised cost and other financial costs etc.
  - **Other expenses:** Other Expenses includes expenses towards FMCG division expense, Fee & Taxes, Legal and professional, Professional fee, Repair and maintenance, Legal fee etc.

### **SUMMARY OF THE RESULTS OF OPERATIONS**

The following discussion on the financial operations and performance should be read in conjunction with the Consolidated financial results of the company.

(Amount ₹ in Lakhs)

| Particulars   | For the Financial Year |                   | For the Financial Year |                   |               |                   |
|---|------------------------|-------------------|------------------------|-------------------|---------------|-------------------|
|   | March 2024             |                   | March 2023             |                   | March 2022    |                   |
|   | Amount                 | % of Total Income | Amount                 | % of Total Income | Amount        | % of Total Income |
| Revenue from Operations                                     | 945.45                 | 100               | 928.93                 | 99.74             | 900.45        | 100               |
| Other income  | -                      | -                 | 2.35                   | 0.26              | -             | -                 |
| <b>Total Income</b>   | <b>945.45</b>          | <b>100</b>        | <b>931.28</b>          | <b>100</b>        | <b>900.45</b> | <b>100</b>        |
| Cost of Material Consumed                                   | 840.22                 | 88.86             | 882.77                 | 94.79             | 866.46        | 96.22             |
| Changes in inventories of finished goods and stock-in-trade | -                      | -                 | -                      | -                 | -             | -                 |
| Employee benefits expenses                                  | 3.12                   | 0.33              | 1.83                   | 0.19              | 1.41          | 0.15              |
| Finance costs   | -                      | -                 | -                      | -                 | -             | -                 |
| Depreciation and amortisation expenses                      | -                      | -                 | -                      | -                 | 0.10          | 0.011             |
| Other expenses  | 49.67                  | 5.25              | 17.76                  | 1.90              | 27.09         | 3.00              |
| <b>Total Expenses</b>                                       | <b>893.00</b>          | <b>94.45</b>      | <b>902.36</b>          | <b>96.89</b>      | <b>895.06</b> | <b>99.40</b>      |
| <b>Profit/ (Loss) before Tax</b>                            | <b>52.46</b>           | <b>5.54</b>       | <b>28.92</b>           | <b>3.10</b>       | <b>5.40</b>   | <b>0.59</b>       |
| <b>Tax expense</b>  |                        |                   |                        |                   |               |                   |
| Current Tax   | -                      | -                 | (1)                    | (0.10)            | 1             | 0.11              |
| Deferred Tax  | -                      | -                 | -                      | -                 | -             | -                 |
| <b>Total Tax Expense</b>                                    | <b>-</b>               | <b>-</b>          | <b>(1)</b>             | <b>(0.10)</b>     | <b>1</b>      | <b>0.11</b>       |
| <b>Profit After Tax</b>                                     | <b>52.46</b>           | <b>5.54</b>       | <b>29.92</b>           | <b>3.21</b>       | <b>4.40</b>   | <b>0.48</b>       |

## COMPARISON OF HISTORICAL RESULTS OF OPERATIONS

### Fiscal 2024 compared to Fiscal 2023

#### Total Income

#### *Our Revenue from Operations*

Our revenue from operations for the Fiscal 2024 was ₹ 945.45/- Lakhs as compared to ₹ 928.93/- Lakhs for Fiscal 2023 representing an increase of 1.77%. This increase was primarily due to sale increase due to growth of business.

#### *Other Income*

Other income for the Fiscal 2024 was Nil as compared to ₹ 2.35/- for the Fiscal 2023, representing a decrease of 100%. Reduction of income in FY 23-24 due to one-time consulting income earned by the company in FY 22-23, which is not in regular business activity.

### **Expenditure**

Our total expenditure for the Fiscal 2024 was ₹ 893.00/- Lakhs as compared to ₹ 902.36/- Lakhs for the Fiscal 2023, representing a decrease of 1.03 % due to increase in sale. company has Increase our Gross profit margin percent.

### **Cost of Material Consumed**

The cost of material consumed for Fiscal 2024 was ₹ 840.22/- Lakhs as compared to ₹ 882.77 /- Lakhs for Fiscal 2023 representing a decrease of 4.82%. This decrease was due to increase in sales.

### **Employee benefit Expenses**

Employee benefit expenses for the Fiscal 2024 was ₹ 3.12/- Lakhs as compared to ₹ 1.83/- Lakhs for Fiscal 2023 representing an increase of 70.49%. This increase was due to increase in the salaries and employee during the year.

### **Other Expenses**

Other expenses for the Fiscal 2024 were ₹ 49.67/- Lakhs as compared to ₹ 17.76/- Lakhs for the Fiscal 2023. These expenses increased due to onetime expenses like right issue, Astra project related expenses incurred during the year.

### **Profit/ (Loss) before tax**

Profit before tax for Fiscal 2024 was ₹ 52.46/- Lakhs as compared to ₹ 28.92/- Lakhs for the Fiscal 2023.

### **Tax expenses**

Total tax expense for the Fiscal 2024 was Nil /- as compared to ₹ 1, 00,000/- for Fiscal 2023.

### **Profit for the year**

For the reason discussed above, the Profit after tax during the Fiscal year 2024 was ₹ 52.46/- Lakhs as compared to ₹ 29.92/- Lakhs for the Fiscal 2023. The increase was due to better profit margins in the normal course of business.

## **An analysis of reasons for the changes in significant items of income and expenditure is given hereunder:**

1. **Unusual or infrequent events or transactions:** There have been no other events or transactions that, to our knowledge, may be described as “unusual” or “infrequent”.
2. **Known trends or uncertainties:** To our knowledge, there are no other known factors, which we expect to have a material adverse impact on our revenues or income from continuing operations.
3. **Future relationship between costs and revenues:** There are no known factors affecting the future relationship between expenditure and income that will have a material adverse impact on the operations and finances of our Company.
4. **Significant economic/regulatory changes that materially affected or are likely to affect income from continuous operations:** Any major changes in the policies of the Government of India may have an impact on our operations. Except the above, there are no significant economic changes that may materially affect or likely to affect income from continuing operations.
5. **The extent to which material increases in net sales or revenue are due to increased sales**

*volume, introduction of new products or services or increased sales price: The decrease in net sales or revenue is mainly on account of normal drop in sales price in the normal course of business.*

6. *Total turnover of each major industry segment in which the issuer operated: We are operating in a single segment and the turnover achieved is in the said segment only.*
7. *Status of any publicly announced new products or business segment: N.A.*
8. *Seasonality of Business: N.A*
9. *Dependence on a single or few customers: The Company does not depend on a single or few suppliers or customers.*
10. *Competitive Conditions: our unique niche within the market, Promoter Background and Product marketing capability gives us competitive advantage.*



## SECTION VI – LEGAL AND OTHER INFORMATION

### OUTSTANDING LITIGATIONS AND DEFAULTS

*Our Company is subject to various legal proceedings from time to time, primarily arising in the ordinary course of business. Except as disclosed below, there is no outstanding litigation which has been considered material in accordance with our Company's 'Policy for Determination of Materiality', framed in accordance with Regulation 30 of the SEBI Listing Regulations, and accordingly, there is no such outstanding litigation involving our Company that requires disclosure in this Letter of offer. However, solely for the purpose of the Issue, the following outstanding litigations have been disclosed in this section of this Letter of offer, to the extent applicable: any outstanding civil litigation, including tax litigation, involving our Company, where the amount involved is 5% of Turnover or Net Worth of the Company for the immediately preceding financial year ("**Materiality Threshold**") or above.*

*Except as disclosed below, there are no outstanding litigation with respect to (i) issues of moral turpitude or criminal liability on the part of our Company; (ii) material violations of statutory regulations by our Company; (iii) economic offences where proceedings have been initiated against our Company; (iv) any pending matters, which if they result in an adverse outcome, would materially and adversely affect our operations or our financial position.*

*Pre-litigation notices received by our Company from third-parties (excluding notices pertaining to any offence involving issues of moral turpitude, criminal liability, material violations of statutory regulations or proceedings related to economic offences) shall not be evaluated for materiality until such time our Company are impleaded as defendants in litigation proceedings before any judicial forum.*

#### **I. Litigation involving our Company**

##### **A. Litigation filed against our Company**

##### **1. Criminal proceedings**

Nil

##### **2. Outstanding actions by regulatory and statutory authorities**

Nil

##### **3. Civil proceedings**

##### **a) ICICI BANK LIMITED (BANK OF RAJASTHAN) VS VCK CAPITAL MARKET SERVICES LIMITED OA/60/1998**

On 18.12.1997, VCK Capital Market Services Limited filed a suit before Hon'ble Calcutta High Court against Bank of Rajasthan (BOR) for a wrongful debit entry of Rs. 1.23 crores. On 4.1.1999 the Hon'ble Calcutta High court passed an order thereby holding that debit entry of Rs. 1.23 crores were wrongful. On 14.6.1999 the Hon'ble Court passed an order thereby holding that the balance amount which was to be paid by VCK Capital Market Services Ltd to BOR already stands paid and the matter stands settled. No claim is due and payable by VCK Capital Market Services Ltd to BOR. On 25.3.1998 the Bank filed an application U/S 19 of the DRT claiming a sum of Rs. 2.38 crores. In the said proceeding the company VCK Capital Market Services Limited filed a written statement holding that the said proceeding is not maintainable. The Bank of Rajasthan Ltd filed an application for injunction in the said proceeding before the DRT Court of Kolkata and the said application of the bank was dismissed by the learned presiding officer of the said Debt Recovery Tribunal by an order dated 6.12.1999. The bank of Rajasthan Ltd thereafter preferred two appeals before the Hon'ble High Court, Calcutta challenging the order dated January 04, 1999 and June 14, 1999. The said two appeals are pending before the Hon'ble High Court, Calcutta. In the aforesaid two appeals, the bank of Rajasthan limited got itself enjoined by an order dated 26<sup>th</sup> Sept, 2000 to the effect that the Debt Recovery Tribunal-I, Kolkata shall not deliver any judgement. However, as there was no order of restrained in respect of the proceeding before Debt Recovery Tribunal-I, Kolkata the said Learned tribunal proceeded with the application and all the formalities have been completed including evidence. However as on today the matter stands out to be on hold.

B. *Litigation filed by our Company*

1. **Criminal proceedings**

Nil

2. **Civil proceedings**

Nil

C. *Tax proceedings*

(in ₹ Lakhs)

| <b>Particulars</b> | <b>No. of cases</b> | <b>Amount involved</b> |
|--------------------|---------------------|------------------------|
| Direct Tax         | Nil                 | Nil                    |
| Indirect Tax       | Nil                 | Nil                    |
| <b>Total</b>       | Nil                 | Nil                    |

**II. Litigation involving our Promoters**

A. *Litigation filed against our Promoter*

1. **Criminal proceedings**

Nil

2. **Outstanding actions by regulatory and statutory authorities**

Nil

3. **Civil proceedings**

Nil

B. *Litigation filed by our Promoter*

3. **Criminal proceedings**

Nil

4. **Civil proceedings**

Nil

C. *Tax proceedings*

(in ₹)

| <b>Particulars</b> | <b>No. of cases</b> | <b>Amount involved</b> |
|--------------------|---------------------|------------------------|
| Direct Tax         | Nil                 | Nil                    |
| Indirect Tax       | Nil                 | Nil                    |
| <b>Total</b>       | Nil                 | Nil                    |

**III. Litigation involving our Directors**

A. *Litigation filed against our Director*

1. **Criminal proceedings**

Nil

2. **Outstanding actions by regulatory and statutory authorities**

Nil

3. **Civil proceedings**

Nil

B. *Litigation filed by our Director*

1. **Criminal proceedings**

Nil

2. **Civil proceedings**

Nil

C. *Tax proceedings*

(in ₹)

| <b>Particulars</b> | <b>No. of cases</b> | <b>Amount involved</b> |
|--------------------|---------------------|------------------------|
| Direct Tax         | Nil                 | Nil                    |
| Indirect Tax       | Nil                 | Nil                    |
| <b>Total</b>       | Nil                 | Nil                    |

**Outstanding dues to creditors**

Details of outstanding dues (trade payables) owed to micro, small and medium enterprises (as defined under Section 2 of the Micro, Small and Medium Enterprises Development Act, 2006), material creditors and other creditors, as at March 31, 2024, by our Company, are set out below:

(₹ in lakhs)

| <b>Type of creditors</b>            | <b>Amount involved</b> |
|-------------------------------------|------------------------|
| Micro, Small and Medium Enterprises | Nil                    |
| Other creditors                     | Nil                    |
| <b>Total</b>                        | Nil                    |

**Material Developments**

Other than as stated in the section entitled "*Management's Discussion and Analysis of Financial Condition and Results of Operations – Material Developments Subsequent to March 31, 2024*" on page 134 of this Letter of offer, there have not arisen, since the date of the last financial information disclosed in this Letter of offer, any circumstances which materially and adversely affect, or are likely to affect, our operations, our profitability taken as a whole or the value of our consolidated assets or our ability to pay our liabilities within the next 12 months.

## GOVERNMENT AND OTHER STATUTORY APPROVALS

Our Company has obtained necessary consents, licenses, permissions and approvals from governmental and regulatory authorities that are material for carrying on our present business activities. Some of the approvals and licenses that our Company requires for our business operations may expire in the ordinary course of business, and our Company will apply for their renewal from time to time.

We are not required to obtain any licenses or approvals from any government or regulatory authority for the objects of this Issue. For further details, please refer to the chapter titled "*Objects of the Issue*" at page 45 of this Letter of offer.

## OTHER REGULATORY AND STATUTORY DISCLOSURES

### Authority for the Issue

The Board, pursuant to its resolution dated March 28<sup>th</sup>, 2024 authorized the Issue under Section 62(1)(a) of the Companies Act, 2013.

The Fund Raising Committee, in its meeting held on March 30<sup>th</sup>, 2024 has resolved to issue the Equity Shares on rights basis to the Eligible Equity Shareholders, at ₹ 18/- per Equity Share (including a premium of ₹ 8 per Equity Share) aggregating up to ₹ 3601.58 lakhs. The Issue Price is ₹ 18/- per Equity Share and has been arrived at by our Company in consultation with the Advisor to the Issue prior to determination of the Record Date.

Our Company has received in-principle approvals from BSE in accordance with Regulation 28(1) of the SEBI Listing Regulations for listing of the Equity Shares to be allotted in this Issue pursuant to their letter dated 27<sup>th</sup> June, 2024. Our Company will also make applications to BSE to obtain their trading approvals for the Rights Entitlements as required under the SEBI Rights Issue Circulars.

Our Company has been allotted the INE488C20015 for the Rights Entitlements to be credited to the respective demat accounts of the Equity Shareholders of our Company. For details, see "*Terms of the Issue*" beginning on page 149 of this Letter of offer.

### Prohibition by SEBI or other Governmental Authorities

Our Company, our Promoter, our Directors, the members of our Promoter Group and persons in control of our Company have not been prohibited from accessing the capital market or debarred from buying or selling or dealing in securities under any order or direction passed by SEBI or any securities market regulator in any jurisdiction or any authority/court as on date of this Letter of offer.

Further, our Promoter and our Directors are not promoter or director of any other company which is debarred from accessing or operating in the capital markets or restrained from buying, selling or dealing in securities under any order or direction passed by SEBI. None our Directors or Promoter is associated with the securities market in any manner. Further, there is no outstanding action initiated against any of our Directors or Promoters by SEBI in the five years preceding the date of filing of this Letter of offer.

Neither our Promoter nor our Directors have been declared as fugitive economic offender under Section 12 of Fugitive Economic Offenders Act, 2018 (17 of 2018).

### Prohibition by RBI

Neither our Company, nor our Promoter, and Directors have been categorized or identified as wilful defaulters or fraudulent borrowers by any bank or financial institution or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India. There are no violations of securities laws committed by them in the past or are currently pending against any of them.

### Compliance with Companies (Significant Beneficial Ownership) Rules, 2018

Our Company, our Promoter and the members of our Promoter Group are in compliance with the Companies (Significant Beneficial Ownership) Rules, 2018.

### Eligibility for the Issue

Our Company is a listed company, incorporated under Companies Act, 1956. The Equity Shares of our Company are presently listed on BSE. We are eligible to undertake the Issue in terms of Chapter III of the SEBI ICDR Regulations. Our Company is eligible to offer Equity Shares pursuant to this Issue in terms of Chapter III and other applicable provisions of the SEBI ICDR Regulations. Further, our Company is undertaking this Issue in compliance with Part B of Schedule VI of the SEBI.

### Compliance with Regulations 61 and 62 of the SEBI ICDR Regulations

Our Company is in compliance with the conditions specified in Regulations 61 and 62 of the SEBI ICDR Regulations, to the extent applicable. Further, in relation to compliance with Regulation 62(1)(a) of the SEBI ICDR Regulations, our Company undertakes to make an application to the Stock Exchanges for listing of the Rights Equity Shares to be issued pursuant to the Issue. BSE Limited is the Designated Stock Exchange for the Issue.

## COMPLIANCE WITH CLAUSE (1) OF PART B OF SCHEDULE VI OF SEBI (ICDR) REGULATIONS

Our Company is in compliance with the provisions specified in Clause (1) of Part B of Schedule VI of the SEBI (ICDR) Regulations as explained below:

1. Our Company has been filing periodic reports, statements, and information in compliance with the Listing Agreement or the SEBI (LODR) Regulations, as applicable for the last one year immediately preceding the date of filing of the Letter of Offer with the SEBI and until date;
2. The reports, statements and information referred to above in clause (1) are available on the website of BSE Limited;
3. Our Company has an investor grievance-handling mechanism which includes meeting of the Stakeholders' Relationship Committee at frequent intervals, appropriate delegation of power by our Board our Directors as regards share transfer and clearly laid down systems and procedures for timely and satisfactory redressal of investor grievances.

## DISCLAIMER CLAUSE OF SEBI

**THE PRESENT ISSUE, BEING LESS THAN ₹5,000 LAKHS, OUR COMPANY IS IN COMPLIANCE WITH FIRST PROVISION TO REGULATION 3 OF THE SEBI ICDR REGULATIONS AND OUR COMPANY SHALL FILE A COPY OF THE LETTER OF OFFER PREPARED IN ACCORDANCE WITH THE SEBI (ICDR) REGULATIONS WITH SEBI FOR INFORMATION AND DISSEMINATION ON THE WEBSITE OF SEBI FOR INFORMATIVE PURPOSES.**

### Disclaimer from our Company and our Directors

Our Company accept no responsibility for statements made otherwise than in this Letter of offer or in any advertisement or other material issued by our Company or by any other persons at the instance of our Company anyone placing reliance on any other source of information would be doing so at his own risk.

Investors who invest in this Issue will be deemed to have represented by our Company and their respective directors, officers, agents, affiliates and representatives that they are eligible under all applicable laws, rules, regulations, guidelines and approvals to acquire Equity Shares of our Company and are relying on independent advice / evaluation as to their ability and quantum of investment in this Issue.

### Disclaimer in respect of Jurisdiction

This Letter of offer has been prepared under the provisions of Indian law and the applicable rules and regulations thereunder. Any disputes arising out of the Issue will be subject to the jurisdiction of the appropriate court(s) in New Delhi only.

### Disclaimer Clause of BSE

BSE Limited ("**the Exchange**") has given *vide* its letter dated 27<sup>th</sup> June, 2024 permission to this Company to use the Exchange's name in this Letter of offer as the stock exchange on which this Company's securities are proposed to be listed. The Exchange has scrutinized this Letter of offer for its limited internal purpose of deciding on the matter of granting the aforesaid permission to this Company. The Exchange does not in any manner:

- i. Warrant, certify or endorse the correctness or completeness of any of the contents of this Letter of offer; or
- ii. Warrant that this Company's securities will be listed or will continue to be listed on the Exchange; or
- iii. Take any responsibility for the financial or other soundness of this Company, its promoters, its management or any scheme or project of this Company;

and it should not for any reason be deemed or construed that this Letter of offer has been cleared or approved by the Exchange. Every person who desires to apply for or otherwise acquires any securities of this Company may do so pursuant to independent inquiry, investigation and analysis and shall not have any claim against the Exchange whatsoever by reason of any loss which may be suffered by such person consequent to or in connection with such subscription/acquisition whether by reason of anything stated or omitted to be stated herein or for any other reason whatsoever.

## **Designated Stock Exchange**

The Designated Stock Exchange for the purposes of the Issue is BSE Limited.

## **Listing**

Our Company will apply to BSE for final approval for the listing and trading of the Rights Equity Shares subsequent to their Allotment. No assurance can be given regarding the active or sustained trading in the Rights Equity Shares or the price at which the Rights Equity Shares offered under the Issue will trade after the listing thereof.

## **Selling Restrictions**

This Letter of offer is solely for the use of the person who has received it from our Company or from the Registrar. This Letter of offer is not to be reproduced or distributed to any other person.

The distribution of this Letter of offer, Letter of Offer, Abridged Letter of Offer, Application Form, the Rights Entitlement Letter and the issue of Rights Entitlements and Equity Shares on a rights basis to persons in certain jurisdictions outside India is restricted by legal requirements prevailing in those jurisdictions. Persons into whose possession this Letter of offer, Letter of Offer, Abridged Letter of Offer Application Form and the Rights Entitlement Letter may come are required to inform themselves about and observe such restrictions. Our Company is making this Issue on a rights basis to the Eligible Equity Shareholders of our Company and will dispatch the Letter of offer, Letter of Offer, Abridged Letter of Offer Application Form and the Rights Entitlement Letter only to Eligible Equity Shareholders who have provided an Indian address to our Company.

No action has been or will be taken to permit the Issue in any jurisdiction, or the possession, circulation, or distribution of this Letter of offer, Letter of Offer, Abridged Letter of Offer or any other material relating to our Company, the Equity Shares or Rights Entitlement in any jurisdiction, where action would be required for that purpose, except that this Letter of offer has been filed with SEBI and the Stock Exchanges.

Accordingly, the Rights Entitlement or Equity Shares may not be offered or sold, directly or indirectly, and this Letter of offer or any offering materials or advertisements in connection with the Issue or Rights Entitlement may not be distributed or published in any jurisdiction, except in accordance with legal requirements applicable in such jurisdiction. Receipt of this Letter of offer will not constitute an offer in those jurisdictions in which it would be illegal to make such an offer.

This Letter of offer and its accompanying documents are being supplied to you solely for your information and may not be reproduced, redistributed or passed on, directly or indirectly, to any other person or published, in whole or in part, for any purpose. If this Letter of offer is received by any person in any jurisdiction where to do so would or might contravene local securities laws or regulation, or by their agent or nominee, they must not seek to subscribe to the Equity Shares or the Rights Entitlement referred to in this Letter of offer. Investors are advised to consult their legal counsel prior to applying for the Rights Entitlement and Equity Shares or accepting any provisional allotment of Equity Shares, or making any offer, sale, resale, pledge or other transfer of the Equity Shares or Rights Entitlement.

Neither the delivery of this Letter of offer nor any sale hereunder, shall under any circumstances create any implication that there has been no change in our Company's affairs from the date hereof or the date of such information or that the information contained herein is correct as of any time subsequent to this date or the date of such information. Each person who exercises Rights Entitlements and subscribes for Equity Shares, or who purchases Rights Entitlements or Equity Shares shall do so in accordance with the restrictions set out below.

## **NO OFFER IN THE UNITED STATES**

THE RIGHTS ENTITLEMENTS AND THE EQUITY SHARES HAVE NOT BEEN AND WILL NOT BE REGISTERED UNDER THE UNITED STATES SECURITIES ACT OF 1933, AS AMENDED (THE "SECURITIES ACT"), OR ANY U.S. STATE SECURITIES LAWS AND MAY NOT BE OFFERED, SOLD, RESOLD OR OTHERWISE TRANSFERRED WITHIN THE UNITED STATES, EXCEPT IN A TRANSACTION EXEMPT FROM THE REGISTRATION REQUIREMENTS OF THE SECURITIES ACT. THE RIGHTS ENTITLEMENTS AND EQUITY SHARES REFERRED TO IN THE LETTER OF OFFER ARE BEING OFFERED IN INDIA, BUT NOT IN THE UNITED STATES. THE OFFERING TO WHICH THE LETTER OF OFFER RELATES IS NOT, AND UNDER NO CIRCUMSTANCES IS TO BE CONSTRUED AS, AN OFFERING OF ANY EQUITY SHARES OR RIGHTS ENTITLEMENTS FOR SALE IN THE UNITED STATES OR AS A SOLICITATION THEREIN OF AN OFFER TO BUY ANY OF THE SAID SECURITIES.

ACCORDINGLY, LETTER OF OFFER SHOULD NOT BE FORWARDED TO OR TRANSMITTED IN OR INTO THE UNITED STATES AT ANY TIME.

Neither our Company, nor any person acting on behalf of our Company, will accept a subscription or renunciation from any person, or the agent of any person, who appears to be, or who our Company, or any person acting on behalf of our Company, has reason to believe is, in the United States when the buy order is made. Envelopes containing an Application Form should not be postmarked in the United States or otherwise dispatched from the United States or any other jurisdiction where it would be illegal to make an offer under this Letter of offer. Our Company is making this Issue on a rights basis to the Eligible Equity Shareholders and this Letter of offer, Letter of offer/ Abridged Letter of offer, Application Form and the Rights Entitlement Letter will be dispatched to the Eligible Equity Shareholders who have provided an Indian address to our Company. Any person who acquires the Rights Entitlements and the Equity Shares will be deemed to have declared, represented, warranted and agreed, by accepting the delivery of the Letter of offer, (i) that it is not and that, at the time of subscribing for the Equity Shares or the Rights Entitlements, it will not be, in the United States when the buy order is made; and (ii) is authorised to acquire the Rights Entitlements and the Equity Shares in compliance with all applicable laws, rules and regulations.

Our Company reserves the right to treat as invalid any Application Form which: (i) appears to our Company or its agents to have been executed in or dispatched from the United States of America; (ii) does not include the relevant certification set out in the Application Form headed "Overseas Shareholders" to the effect that the person accepting and/or renouncing the Application Form does not have a registered address (and is not otherwise located) in the United States, and such person is complying with laws of the jurisdictions applicable to such person in connection with the Issue, among others; (iii) where our Company believes acceptance of such Application Form may infringe applicable legal or regulatory requirements; or (iv) where a registered Indian address is not provided, and our Company shall not be bound to allot or issue any Equity Shares or Rights Entitlement in respect of any such Application Form.

None of the Rights Entitlements or the Equity Shares have been, or will be, registered under the United States Securities Act of 1933, as amended (the "**Securities Act**"), or any state securities laws in the United States. Accordingly, the Rights Entitlements and Equity Shares are being offered and sold only outside the United States in compliance with Regulation S under the Securities Act and the applicable laws of the jurisdictions where those offers and sales are made.

#### **NO OFFER IN ANY JURISDICTION OUTSIDE INDIA**

NO OFFER OR INVITATION TO PURCHASE RIGHTS ENTITLEMENTS OR RIGHTS EQUITY SHARES IS BEING MADE IN ANY JURISDICTION OUTSIDE OF INDIA, INCLUDING, BUT NOT LIMITED TO AUSTRALIA, BAHRAIN, CANADA, THE EUROPEAN ECONOMIC AREA, GHANA, HONG KONG, INDONESIA, JAPAN, KENYA, KUWAIT, MALAYSIA, NEW ZEALAND, SULTANATE OF OMAN, PEOPLE'S REPUBLIC OF CHINA, QATAR, SINGAPORE, SOUTH AFRICA, SWITZERLAND, THAILAND, THE UNITED ARAB EMIRATES, THE UNITED KINGDOM AND THE UNITED STATES. THE OFFERING TO WHICH THIS LETTER OF OFFER RELATES IS NOT, AND UNDER NO CIRCUMSTANCES IS TO BE CONSTRUED AS, AN OFFERING OF ANY RIGHTS EQUITY SHARES OR RIGHTS ENTITLEMENT FOR SALE IN ANY JURISDICTION OUTSIDE INDIA OR AS A SOLICITATION THEREIN OF AN OFFER TO BUY ANY OF THE SAID SECURITIES. ACCORDINGLY, THIS LETTER OF OFFER SHOULD NOT BE FORWARDED TO OR TRANSMITTED IN OR INTO ANY OTHER JURISDICTION AT ANY TIME.

#### **Consents**

Consents in writing of: our Directors, Company Secretary and Compliance Officer, Chief Financial Officer, legal advisor, Bankers to the Company, the Registrar to the Issue and the Bankers to the Issue to act in their respective capacities, have been obtained and such consents have not been withdrawn up to the date of this Letter of offer.

Our Company has received written consent dated March 27<sup>th</sup>, 2024 from our Statutory Auditor to include their name in this Letter of offer and as an 'expert' as defined under Section 2(38) of the Companies Act, 2013 in relation to the Statement of Tax Benefits dated March 27<sup>th</sup>, 2024 in the form and context in which it appears in this Letter of offer. Such consent has not been withdrawn up to the date of this Letter of offer.

#### **Expert Opinion**

Our Company has received written consent dated March 27<sup>th</sup>, 2024 from our Statutory Auditor to include their name as required in this Letter of offer and as an 'expert' as defined under Section 2(38) of the Companies Act, 2013 in relation the Statement of Tax Benefits dated March 27<sup>th</sup>, 2024 and such consent has not been withdrawn as of the date of this Letter of offer. The term 'expert' and consent thereof, does not represent an expert or consent



within the meaning under the U.S. Securities Act.

Except for the abovementioned documents, provided by our Auditors, our Company has not obtained any expert opinions.

#### **Performance vis-à-vis objects – Public/Rights Issue of our Company**

Our Company has not made any rights issues or public issues during the five years immediately preceding the date of this Letter of offer. There have been no instances in the past, wherein our Company has failed to achieve the objects in its previous issues.

#### **Performance vis-à-vis objects – Last issue of listed Subsidiaries or Associates**

Our Company does not have any subsidiaries or associate companies as on the date of this Letter of offer.

#### **NOTICE TO INVESTORS**

**NO ACTION HAS BEEN TAKEN OR WILL BE TAKEN THAT WOULD PERMIT A PUBLIC OFFERING OF THE RIGHTS ENTITLEMENTS OR RIGHTS EQUITY SHARES TO OCCUR IN ANY JURISDICTION OTHER THAN INDIA, OR THE POSSESSION, CIRCULATION OR DISTRIBUTION OF THIS LETTER OF OFFER OR ANY OTHER MATERIAL RELATING TO OUR COMPANY, THE RIGHTS ENTITLEMENTS OR THE RIGHTS EQUITY SHARES IN ANY JURISDICTION WHERE ACTION FOR SUCH PURPOSE IS REQUIRED. ACCORDINGLY, THE RIGHTS ENTITLEMENTS OR RIGHTS EQUITY SHARES MAY NOT BE OFFERED OR SOLD, DIRECTLY OR INDIRECTLY, AND NEITHER THIS LETTER OF OFFER NOR ANY OFFERING MATERIALS OR ADVERTISEMENTS IN CONNECTION WITH THE RIGHTS ENTITLEMENTS OR RIGHTS EQUITY SHARES MAY BE DISTRIBUTED OR PUBLISHED IN OR FROM ANY COUNTRY OR JURISDICTION EXCEPT IN ACCORDANCE WITH THE LEGAL REQUIREMENTS APPLICABLE IN SUCH COUNTRY OR JURISDICTION. THIS ISSUE WILL BE MADE IN COMPLIANCE WITH THE APPLICABLE SEBI REGULATIONS. EACH PURCHASER OF THE RIGHTS ENTITLEMENTS OR THE RIGHTS EQUITY SHARES IN THIS IS SUE WILL BE DEEMED TO HAVE MADE ACKNOWLEDGMENTS AND AGREEMENTS.**

#### **Filing**

SEBI *vide* the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) (Fourth Amendment) Regulations, 2020 has amended Regulation 3(b) of the SEBI ICDR Regulations as per which the threshold of filing of Letter of offer with SEBI for rights issues has been increased. The threshold of the rights issue size under Regulation 3 (b) of the SEBI ICDR Regulations has been increased from Rupees ten crores to Rupees fifty crores. Since the size of this Issue falls below this threshold, the Letter of offer has been filed with the Stock Exchanges and not with SEBI. However, the Letter of offer will be submitted with SEBI for information and dissemination and will be filed with the Stock Exchanges.

#### **Mechanism for Redressal of Investor Grievances**

Our Company has adequate arrangements for redressal of investor grievances in compliance with the SEBI Listing Regulations. We have been registered with the SEBI Complaints Redress System (SCORES) as required by the SEBI Circular no. CIR/ OIAE/ 2/ 2011 dated June 3, 2011 and shall comply with the SEBI circular no. CIR/OIAE/1/2014 dated December 18, 2014 and the SEBI Master Circular on the redressal of investor grievances through the SEBI Complaints Redress System (SCORES) platform dated November 7, 2022 (SEBI circular no. SEBI/HO/OIAE/IGRD/P/CIR/2022/0150), in relation to redressal of investor grievances through SCORES. Consequently, investor grievances are tracked online by our Company.

Our Company has a Stakeholders Relationship Committee which meets at least once a year and as and when required. Its terms of reference include considering and resolving grievances of Shareholders in relation to transfer of shares and effective exercise of voting rights. Skyline Financial Services Private Limited is our Registrar and Share Transfer Agent. All investor grievances received by us have been handled by the Registrar and Share Transfer Agent in consultation with the Company Secretary and Compliance Officer.

Investor complaints received by our Company are typically disposed of within 15 days from the receipt of the complaint.

**Investors may contact the Registrar or our Company Secretary and Compliance Officer for any pre-Issue**

or post-Issue related matter. All grievances relating to the ASBA process may be addressed to the Registrar, with a copy to the SCSBs (in case of ASBA process), giving full details such as name, address of the Applicant, contact number(s), e mail address of the sole/ first holder, folio number or demat account number, number of Equity Shares applied for, amount blocked (in case of ASBA process), ASBA Account number and the Designated Branch of the SCSBs where the Application Form or the plain paper application, as the case may be, was submitted by the Investors along with a photocopy of the acknowledgement slip (in case of ASBA process). For details on the ASBA process, see "*Terms of the Issue*" beginning on page 149 of this Letter of offer. The contact details of Registrar to the Issue and our Company Secretary and Compliance Officer are as follows:

**Registrar to the Company:**

**Skyline Financial Services Pvt. Ltd.**

D-153A, 1st Floor, Okhla Industrial Area,  
Phase-I, New Delhi-110020

**Telephone:** 011-40450193/97

**Email:** [admin@skylinerta.com](mailto:admin@skylinerta.com)

**Website:** [www.skylinerta.com](http://www.skylinerta.com)

**Investor grievance e-mail:** [investors@skylinerta.com](mailto:investors@skylinerta.com)

**Contact Person:** Mr. Anuj Rana

**SEBI Registration No.:** INR000003241

**Validity of Registration:** Permanent

Investors may contact the Company Secretary and Compliance Officer at the below mentioned address for any pre-Issue/ post-Issue related matters such as non-receipt of Letters of Allotment / share certificates/ demat credit/ Refund Orders etc.

**Mr. Devang Doshi**, is the Company Secretary and Compliance Officer of our Company. His contact details are set forth hereunder:

**Telephone:** +91 9892710929

**E- mail:** [Info@shrydus.com](mailto:Info@shrydus.com)

## SECTION VII – OFFERING INFORMATION

### TERMS OF THE ISSUE

This Section applies to all Investors. ASBA Investors should note that the ASBA process involves procedures that may be different from that applicable to other Investors and should carefully read the provisions applicable to such Applications, in the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Application Form and the Rights Entitlement Letter, before submitting an Application Form. Our Company is not liable for any amendments, modifications or changes in applicable law which may occur after the date of the Letter of offer. Investors who are eligible to apply under the ASBA process are advised to make their independent investigations and to ensure that the Application Form and the Rights Entitlement Letter is correctly filled up.

Please note that in accordance with the provisions of the SEBI Circular SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020 ("**SEBI – Rights Issue Circular**"), all investors (including renounee) shall make an application for a rights issue only through ASBA facility.

The Right Equity Shares proposed to be issued on a rights basis, are subject to the terms and conditions contained in this Letter of offer, Letter of Offer, the Abridged Letter of Offer, including the Application Form and the Rights Entitlement Letter, the MOA and AOA of our Company, the provisions of the Companies Act, the terms and conditions as may be incorporated in the FEMA, applicable guidelines and regulations issued by SEBI or other statutory authorities and bodies from time to time, the SEBI Listing Regulations, terms and conditions as stipulated in the allotment advice or security certificate and rules as may be applicable and introduced from time to time.

### OVERVIEW

The Issue and the Rights Equity Shares proposed to be issued on a rights basis, are subject to the terms and conditions contained in this Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Application Form and the Rights Entitlement Letter, the Memorandum of Association and the Articles of Association, the provisions of Companies Act, FEMA, the SEBI ICDR Regulations, the SEBI Listing Regulations and the guidelines, notifications and regulations issued by SEBI, the Government of India and other statutory and regulatory authorities from time to time, approvals, if any, from the SEBI, the RBI or other regulatory authorities, the terms of Listing Agreements entered into by our Company with the Stock Exchange and terms and conditions as stipulated in the Allotment Advice.

#### **Important:**

#### **Dispatch and availability of Issue materials**

In accordance with the SEBI ICDR Regulations, our Company will at least three days before the Issue Opening Date, dispatch the Abridged Letter of Offer, the Rights Entitlement Letter, Application Form and other issue material, only to the Eligible Equity Shareholders who have provided an Indian address to our Company and who are located in jurisdictions where the offer and sale of the Rights Entitlement or Rights Equity Shares is permitted under laws of such jurisdiction and does not result in and may not be construed as, a public offering in such jurisdictions. In case the Eligible Equity Shareholders have provided their valid e-mail address, the Issue Materials will be sent only to their valid e-mail address and in case the Eligible Equity Shareholders have not provided their e-mail address, then the Issue Materials will be dispatched, on a reasonable effort basis, to the Indian addresses provided by them.

Further, the Letter of offer will be sent/ dispatched to the Eligible Equity Shareholders who have provided Indian address and who have made a request in this regard. In case such Eligible Equity Shareholders have provided their valid e-mail address, the Letter of offer will be sent only to their valid e-mail address and in case such Eligible Equity Shareholders have not provided their e-mail address, then the Letter of offer will be dispatched, on a reasonable effort basis, to the Indian addresses provided by them.

Investors can also access the Letter of offer, Letter of Offer, the Abridged Letter of Offer and the Application Form (provided that the Eligible Equity Shareholder is eligible to subscribe for the Rights Equity Shares under applicable securities laws) on the websites of:

- Our Company at [www.shrydus.com](http://www.shrydus.com)
- the Registrar to the Issue at [www.skylinerta.com](http://www.skylinerta.com) and
- the Stock Exchange at [www.bseindia.com](http://www.bseindia.com)

Eligible Equity Shareholders can obtain the details of their respective Rights Entitlements from the website of the Registrar at [www.skylinerta.com](http://www.skylinerta.com) by entering their DP ID and Client ID or Folio Number (in case of Eligible Equity Shareholders holding Equity Shares in physical form) and such other credentials for validation of the identity of the shareholder, as may be required. The link for the same shall also be available on the website of our Company i.e. [www.shrydus.com](http://www.shrydus.com)

Further, our Company will undertake all adequate steps to reach out to the Eligible Equity Shareholders by other means if feasible. However, our Company and the Registrar will not be liable for non-dispatch of physical copies of Issue materials, including the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form. Resident Eligible Shareholders, who are holding Equity Shares in physical form as on the Record Date, can obtain details of their respective Rights Entitlements from the website of the Registrar by entering their Folio Number and such other credentials for validation of the identity of the shareholder, as may be required.

a) *Facilities for Application in this Issue:*

**ASBA facility**

Investors can submit either the Application Form in physical mode to the Designated Branches of the SCSBs or online/ electronic Application through the website of the SCSBs (if made available by such SCSB) authorizing the SCSB to block the Application Money in an ASBA Account maintained with the SCSB. Application through ASBA facility in electronic mode will only be available with such SCSBs who provide such facility.

Investors applying through the ASBA facility should carefully read the provisions applicable to such Applications before making their Application through the ASBA process. For details, please refer to Paragraph titled "*Procedure for Application through the ASBA process*" beginning on page 149 of this Letter of offer.

Please note that subject to SCSBs complying with the requirements of SEBI circular bearing reference number CIR/CFD/DIL/13/2012 dated September 25, 2012, within the periods stipulated therein, Applications may be submitted at the Designated Branches of the SCSBs.

Further, in terms of the SEBI circular bearing reference number CIR/CFD/DIL/1/2013 dated January 02, 2013, it is clarified that for making Applications by SCSBs on their own account using ASBA facility, each such SCSB should have a separate account in its own name with any other SEBI registered SCSB(s). Such account shall be used solely for the purpose of making an Application in this Issue and clear demarcated funds should be available in such account for such an Application.

In accordance with SEBI circular SEBI/HO/CFD/DIL2/CIR/P/2020/78 dated May 6, 2020, SEBI circular SEBI/HO/CFD/DIL1/CIR/P/2020/136 dated July 24, 2020, SEBI Circular SEBI/HO/CFD/DIL1/CIR/P/2021/13 dated January 19, 2021, SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2021/552 dated April 22, 2021 and SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2021/633 dated October 01, 2021, our Company will make use of advertisements in television channels, radio, internet etc., including in the form of crawlers/ tickers, to disseminate information relating to the Application process in India.

b) *Credit of Rights Entitlements in demat accounts of Eligible Equity Shareholders:*

In accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circular, the credit of Rights Entitlements and Allotment of Rights Equity Shares shall be made in dematerialized form only. Prior to the Issue Opening Date, our Company shall credit the Rights Entitlements to (i) the demat accounts of the Resident Eligible Equity Shareholders holding the Equity Shares in dematerialised form; and (ii) a demat suspense escrow account opened by our Company, for the Resident Eligible Equity Shareholders which would comprise Rights Entitlements relating to (a) Equity Shares held in a demat suspense account pursuant to Regulation 39 of the SEBI Listing Regulations; or (b) Equity Shares held in the account of IEPF authority; or (c) the demat accounts of the Resident Eligible Equity Shareholder which are frozen or details of which are unavailable with our Company or with the Registrar on the Record Date; or (d) credit of the Rights Entitlements returned/reversed/failed; or (e) the ownership of the Equity Shares currently under dispute, including any court proceedings.

Resident Eligible Equity Shareholders holding Equity Shares in physical form as on the Record Date i.e. 19<sup>th</sup> July, 2024 are requested to provide relevant details (such as copies of self-attested PAN and details of

address proof by way of uploading on Registrar website the records confirming the legal and beneficial ownership of their respective Equity Shares) not later than two Working Days prior to the Issue Closing Date i.e. Monday, 19<sup>th</sup> August, 2024, in order to be eligible to apply for this Issue. Such Resident Eligible Equity Shareholders are also requested to ensure that their demat account, details of which have been provided to the Company or the Registrar account is active to facilitate the aforementioned transfer.

In accordance with the SEBI Rights Issue Circulars, the Resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date and who have not furnished the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date i.e. Monday, 19<sup>th</sup> August, 2024, shall not be eligible to make an Application for Rights Equity Shares against their Rights Entitlements with respect to the equity shares held in physical form.

c) *Application by Resident Eligible Equity Shareholders holding Equity Shares in physical form:*

Please note that in accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circulars, the credit of Rights Entitlements and Allotment of Equity Shares shall be made in dematerialised form only. Accordingly, Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date and desirous of subscribing to Equity Shares in this Issue are advised to furnish the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date, to enable the credit of their Rights Entitlements in their respective demat accounts at least one day before the Issue Closing Date.

Such resident Eligible Equity Shareholders must check the procedure for Application by and credit of Rights Equity Shares in "**Procedure for Application by Resident Eligible Equity Shareholders holding Equity Shares in physical form**" on page 149 of this Letter of offer.

d) *Application for Additional Equity Shares:*

Investors are eligible to apply for additional Equity Shares over and above their Rights Entitlements, provided that they are eligible to apply for Equity Shares under applicable law and they have applied for all the Equity Shares forming part of their Rights Entitlements without renouncing them in whole or in part. Where the number of additional Equity Shares applied for exceeds the number available for Allotment, the Allotment would be made as per the Basis of Allotment finalised in consultation with the Designated Stock Exchange. Applications for additional Equity Shares shall be considered and Allotment shall be made in accordance with the SEBI ICDR Regulations and in the manner as set out in "**Basis of Allotment**" beginning on page 149 of this Letter of offer.

**Eligible Equity Shareholders who renounce their Rights Entitlements cannot apply for additional Equity Shares.**

Non-resident Renounees who are not Eligible Equity Shareholders cannot apply for additional Equity Shares.

e) Investors to kindly note that after purchasing the Rights Entitlements through On Market Renunciation / Off Market Renunciation, an application has to be made for subscribing to the Rights Equity Shares. If no such Application is made by the renounee on or before Issue Closing Date, then such Rights Entitlements will get lapsed and shall be extinguished after the Issue Closing Date and no Rights Equity Shares for such lapsed Rights Entitlements will be credited. For procedure of Application by shareholders who have purchased the Right Entitlement through On Market Renunciation / Off Market Renunciation, please refer to the heading titled "**Procedure for Application through the ASBA process**" on pages 149 of this Letter of offer.

f) Other important links and helpline:

The Investors can visit following links for the below-mentioned purposes:

- Frequently asked questions and online/ electronic dedicated investor helpdesk for guidance on the Application process and resolution of difficulties faced by the Investors: [www.skylinerta.com](http://www.skylinerta.com);
- Updation of Indian address/ email address/ mobile number in the records maintained by the Registrar or our Company: [www.skylinerta.com](http://www.skylinerta.com);
- Updation of demat account details by resident Eligible Equity Shareholders holding shares in physical form: [www.skylinerta.com](http://www.skylinerta.com);

## **Renounees**

All rights or obligations of the Eligible Equity Shareholders in relation to Applications and refunds relating to the Issue shall, unless otherwise specified, apply to the Renounee(s) as well.

## **Authority for the Issue**

The Issue was authorised by our Company on March 28<sup>th</sup>, 2024 under Section 62(1)(a) of the Companies Act, 2013.

The Fund-Raising Committee in its meeting held on March 30<sup>th</sup>, 2024 have determined the Issue Price at Rs. 18/- per Equity Share. Further the Board of Directors in their meeting held on Monday, 08<sup>th</sup> July, 2024 has determined the Rights Entitlement as 5 (five) Rights Equity Share(s) for every 3 (Three) fully paid up Equity Share(s) held on the Record Date. Our Company has received in-principle approval from BSE in accordance with Regulation 28 of the SEBI Listing Regulations for listing of the Rights Equity Shares to be Allotted in the Issue pursuant to letter dated 27<sup>th</sup> June, 2024. Our Company will also make applications to BSE to obtain their trading approvals for the Rights Entitlements as required under the SEBI Rights Issue Circulars.

Our Company has been allotted the ISIN: INE488C20015 for the Rights Entitlements to be credited to the respective demat accounts of the Equity Shareholders of our Company. For details, please refer to the section entitled "Terms of the Issue" beginning on page 149 of this Letter of offer.

## **Basis for the Issue**

The Rights Equity Shares are being offered for subscription for cash to the Eligible Equity Shareholders whose names appear as beneficial owners as per the list to be furnished by the Depositories in respect of the Equity Shares held dematerialized form and on the register of members of our Company in respect of the Equity Shares held in physical form at the close of business hours on the Record Date, decided in consultation with the Designated Stock Exchange, but excludes persons not eligible under the applicable laws, rules, regulations and guidelines.

## **Rights Entitlement ("REs") (Rights Equity Shares)**

Eligible Equity Shareholders whose names appear as a beneficial owner in respect of the Equity Shares held in dematerialized form or appear in the register of members as an Equity Shareholder of our Company in respect of the Equity Shares held in physical form as on the Record Date, i.e., 19<sup>th</sup> July, 2024, are entitled to the number of Rights Equity Shares as set out in the Application Form.

Eligible Equity Shareholders can also obtain the details of their respective Rights Entitlements from the website of the Registrar to the Issue ([www.skylinerta.com](http://www.skylinerta.com)) by entering their DP ID and Client ID or Folio Number (in case of Eligible Equity Shareholders holding Equity Shares in physical form). The link for the same shall also be available on the website of our Company i.e. [www.shrydus.com](http://www.shrydus.com)

Rights Entitlements shall be credited to the respective demat accounts of Eligible Equity Shareholders before the Issue Opening Date only in dematerialised form. If the Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date, have not provided the details of their demat accounts to our Company or to the Registrar, shall not be eligible to make an Application for Rights Equity Shares against their Rights Entitlements with respect to the equity shares held in physical form. Such Eligible Equity Shareholders can make an Application only after the Rights Entitlements is credited to their respective demat accounts.

Our Company is undertaking this Issue on a rights basis to the Eligible Equity Shareholders and will send the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form to the email addresses as well as to the physical addresses of Eligible Equity Shareholders who have provided an Indian address to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions.

The Letter of offer will be provided, through email and speed post, by the Registrar on behalf of our Company to the Eligible Equity Shareholders who have provided their Indian addresses to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions and in each case who make a request in this regard. The Letter of offer, Letter of Offer, the Abridged Letter of Offer and the Application Form may also be accessed on the websites of the Registrar and our Company through a link contained in the aforementioned email sent to email addresses of Eligible Equity Shareholders (provided that the Eligible Equity Shareholder is eligible to subscribe for the Rights Equity Shares under applicable securities laws) and on the Stock Exchanges' websites. The distribution of the Letter of offer, Letter of Offer, Abridged Letter of Offer, the Rights Entitlement Letter and the issue of Rights Equity Shares on a rights basis to persons in certain

jurisdictions outside India is restricted by legal requirements prevailing in those jurisdictions. No action has been, or will be, taken to permit this Issue in any jurisdiction where action would be required for that purpose, except that the Letter of offer will be filed with SEBI and the Stock Exchange. Accordingly, the Rights Entitlements and Rights Equity Shares may not be offered or sold, directly or indirectly, and the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter, the Application Form or any Issue related materials or advertisements in connection with this Issue may not be distributed, in any jurisdiction, except in accordance with legal requirements applicable in such jurisdiction. Receipt of the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form (including by way of electronic means) will not constitute an offer in those jurisdictions in which it would be illegal to make such an offer and, in those circumstances, the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form must be treated as sent for information only and should not be acted upon for making an Application and should not be copied or re-distributed. Accordingly, persons receiving a copy of the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form should not, in connection with the issue of the Rights Equity Shares or the Rights Entitlements, distribute or send the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form in or into any jurisdiction where to do so, would, or might, contravene local securities laws or regulations. If the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form is received by any person in any such jurisdiction, or by their agent or nominee, they must not seek to make an Application or acquire the Rights Entitlements referred to in the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form. Any person who acquires Rights Entitlements or makes and Application will be deemed to have declared, warranted and agreed, by accepting the delivery of the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form, that it is entitled to subscribe for the Rights Equity Shares under the laws of any jurisdiction which apply to such person.

Further, our Company will undertake all adequate steps to reach out the Eligible Equity Shareholders by other means if feasible. However, our Company and the Registrar will not be liable for non-dispatch of physical copies of Issue materials, including the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form.

## **PRINCIPAL TERMS OF THE RIGHTS EQUITY SHARES ISSUED UNDER THIS ISSUE**

Face value each Rights Equity Share will have the face value of ₹10/-.

### **Issue Price**

Each Rights Equity Share is being offered at a price of ₹ 18/- per Rights Equity Share in the Issue.

The Issue Price has been arrived at by our Company prior to the determination of the Record Date.

The Rights Equity Shares issued in this Issue will be fully paid-up. The Issue Price and other relevant conditions are in accordance with Regulation 10(4) of the SEBI Takeover Regulations.

The Fund-Raising Committee, at its meeting held on March 30<sup>th</sup>, 2024 has determined the Issue Price.

### **Rights Entitlement Ratio**

The Rights Equity Shares are being offered on a rights basis to the Eligible Equity Shareholders in the ratio of 5 (Five) Rights Equity Share(s) for every 3 (Three) Equity Share held on the Record Date.

### **Rights of instrument holder**

Each Rights Equity Share shall rank *pari passu* with the existing Equity Shares of the Company.

### **Terms of Payment**

The entire amount of the Issue Price of ₹ 18/- per Rights Equity Share shall be payable at the time of Application.

### **Fractional Entitlements**

Since the Equity Shares are being offered on a rights basis to existing Eligible Equity Shareholders in the ratio of 5:3 (Five) for every (Three) Equity Share(s) held as on the Record Date. For Equity Shares being offered on a rights basis under this Issue, if the shareholding of any of the Eligible Equity Shareholders is less than 3 (Three) Equity

Shares or not in the multiple of 3 (Three) the fractional entitlement of such Eligible Equity Shareholders shall be ignored in the computation of the Rights Entitlement. However, the Eligible Equity Shareholders whose fractional entitlements are being ignored, will be given preferential consideration for the allotment of one additional Equity Share each if they apply for additional Equity Shares over and above their Rights Entitlement, if any.

Further, the Eligible Equity Shareholders holding 1 Equity Shares shall have entitlement of at least 3 Equity Share in the Issue.

### **Ranking**

The Rights Equity Shares to be issued and allotted pursuant to the Issue shall be subject to the provisions of the Memorandum of Association and the Articles of Association. The Rights Equity Shares to be issued and Allotted pursuant to the Issue shall rank pari passu with the existing Equity Shares of our Company, in all respects including dividends.

### **Mode of payment of dividend**

In the event of declaration of dividend, our Company shall pay dividend to the Eligible Equity Shareholders as per the provisions of the Companies Act and the provisions of the Articles of Association.

### **Listing and trading of the Rights Equity Shares to be issued pursuant to the Issue**

As per the SEBI – Rights Issue Circular, the Rights Entitlements with a separate ISIN would be credited to the demat account of the respective Eligible Equity Shareholders before the issue opening date. On the Issue Closing date the depositories will suspend the ISIN of REs for transfer and once the allotment is done post the basis of allotment approved by the designated stock exchange, the separate ISIN no. INE488C20015 for REs so obtained will be permanently deactivated from the depository system.

The existing Equity Shares of our Company are listed and traded under the ISIN: INE488C01015 on BSE (Scrip Code: 511493) Investors shall be able to trade their Rights Entitlements either through On Market Renunciation or through Off Market Renunciation. The trades through On Market Renunciation and Off Market Renunciation will be settled by transferring the Rights Entitlements through the depository mechanism.

The Rights Equity Shares proposed to be issued on a rights basis shall be listed and admitted for trading on BSE subject to necessary approvals. Our Company has received in-principle approval from BSE through letter dated 27<sup>th</sup> June, 2024 All steps for completion of necessary formalities for listing and commencement of trading in the equity shares will be taken within 7 working days from the finalisation of the Basis of Allotment. Our Company will apply to BSE for final approval for the listing and trading of the Rights Equity Shares subsequent to their Allotment. No assurance can be given regarding the active or sustained trading in the Rights Equity Shares or the price at which the Rights Equity Shares offered under the Issue will trade after the listing thereof.

Upon receipt of such listing and trading approval, the Rights Equity Shares proposed to be issued pursuant to the Issue shall be debited from such temporary ISIN and credited in the existing ISIN and thereafter be available for trading under the existing ISIN as fully paid-up Equity Shares of our Company.

The temporary ISIN shall be kept blocked till the receipt of final listing and trading approval from the BSE. The Rights Equity Shares allotted pursuant to the Issue will be listed as soon as practicable and all steps for completion of the necessary formalities for listing and commencement of trading of the Rights Equity Shares shall be taken within the specified time. If permissions to list, deal in and for an official quotation of the Rights Equity Shares are not granted by BSE, our Company will within four days forthwith repay, without interest, all moneys received from the Applicants in pursuance of the Letter of offer. If such money is not repaid within four days, then our Company and every Director who is an officer in default shall, on and from such expiry of four days, be liable to repay the money, with interest as applicable. For details of trading and listing of Rights Equity Shares, please refer to the heading “*Terms of Payment*” at page 149 of this Letter of offer.

### **Subscription to the Issue by our Promoters and Promoter Group**

For details of the intent and extent of the subscription by our Promoters and Promoter Group, see “*Capital Structure – Intention and extent of participation by our Promoters and Promoter Group in the Issue*” on page 43.

### **Compliance with SEBI (ICDR) Regulations**



Our Company shall comply with all requirements of the SEBI (ICDR) Regulations. Our Company shall comply with all disclosure and accounting norms as specified by SEBI from time to time.

### **Rights of holders of Equity Shares**

Subject to applicable laws, the Equity Shareholders shall have the following rights:

- The right to receive dividend, if declared;
- The right to vote in person, or by proxy;
- The right to receive offers for rights shares and be allotted bonus shares, if announced;
- The right to receive surplus on liquidation;
- The right of free transferability of Equity Shares;
- The right to attend general meetings and exercise voting powers in accordance with law, unless prohibited by law; and
- Such other rights as may be available to a shareholder of a listed public company under the Companies Act, the Memorandum of Association and the Articles of Association.

### **General terms of the Issue**

#### **Market Lot**

The Equity Shares of our Company are tradable only in dematerialized form. The market lot for Equity Shares in dematerialized mode is one Equity Share.

#### **Joint Holders**

Where two or more persons are registered as the holders of any Equity Shares, they shall be deemed to hold such Equity Share as the joint holders with the benefit of survivorship subject to the provisions contained in the Articles of Association. Application Forms would be required to be signed by all the joint holders to be considered valid.

#### **Nomination**

Nomination facility is available in respect of the Rights Equity Shares in accordance with the provisions of the Section 72 of the Companies Act read with Rule 19 of the Companies (Share Capital and Debenture) Rules, 2014. An Investor can nominate any person by filling the relevant details in the Application Form in the space provided for this purpose.

**Since the Allotment of Rights Equity Shares is in dematerialized form only, there is no need to make a separate nomination for the Rights Equity Shares to be Allotted in the Issue. Nominations registered with respective Depository Participant of the Investor would prevail. Any Investor desirous of changing the existing nomination is requested to inform its respective Depository Participant.**

#### **Arrangements for Disposal of Odd Lots**

Our Equity Shares are traded in dematerialized form only and therefore the marketable lot is one Equity Share and hence, no arrangements for disposal of odd lots are required.

#### **New Financial Instruments**

There are no new financial instruments like deep discount bonds, debentures with warrants, secured premium notes etc. issued by our Company.

#### **Restrictions on transfer and transmission of shares and on their consolidation/splitting**

There are no restrictions on transfer and transmission and on their consolidation/splitting of shares issued pursuant to this Issue.

However, the Investors should note that pursuant to provisions of the SEBI Listing Regulations, with effect from April 1, 2019, except in case of transmission or transposition of securities, the request for transfer of securities shall not effected unless the securities are held in the dematerialized form with a depository.

#### **Notices**

In accordance with the SEBI ICDR Regulations, SEBI Rights Issue Circulars and MCA General Circular No.

21/2020, our Company will send, through email and speed post, the Abridged Letter of Offer, the Rights Entitlement Letter, Application Form and other issue material to the email addresses of all the Eligible Equity Shareholders who have provided their Indian addresses to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions. The Letter of offer will be provided, through email and speed post, by the Registrar on behalf of our Company to the Eligible Equity Shareholders who have provided their Indian addresses to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions and in each case who make a request in this regard.

Further, our Company will undertake all adequate steps to dispatch the physical copies of the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form, if feasible in the current COVID-19 situation. However, our Company and the Registrar will not be liable for non-dispatch of physical copies of Issue materials, including the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form.

All notices to the Eligible Equity Shareholders required to be given by our Company shall be published in one English language national daily newspaper with wide circulation, one Hindi language national daily newspaper with wide circulation. Our Office is located in New Delhi and Hindi is also the regional language at the place where our Registered Office is situated.

In accordance with SEBI circular SEBI/HO/CFD/DIL2/CIR/P/2020/78 dated May 6, 2020 and SEBI circular SEBI/HO/CFD/DIL1/CIR/P/2020/136 dated July 24, 2020, SEBI Circular SEBI/HO/CFD/DIL1/CIR/P/2021/13 dated January 19, 2021, SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2021/552 dated April 22, 2021 and SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2021/633 dated October 01, 2021, our Company will make use of advertisements in television channels, radio, internet etc., including in the form of crawlers/ tickers, to disseminate information relating to the Application process in India. The Letter of offer, Letter of Offer, the Abridged Letter of Offer and the Application Form shall also be submitted with the Stock Exchanges for making the same available on their websites.

## **PROCEDURE FOR APPLICATION**

### **How to Apply**

In accordance with Regulation 76 of the SEBI ICDR Regulations, SEBI Rights Issue Circulars and ASBA Circulars, all Investors desiring to make an Application in this Issue are mandatorily required to use the ASBA process. Investors should carefully read the provisions applicable to such Applications before making their Application through ASBA. Further, the resident Eligible Equity Shareholders holding Equity Shares in physical form as on the Record Date can apply for this Issue through ASBA facility. For details of procedure for application by the resident Eligible Equity Shareholders holding Equity Shares in physical form as on the Record Date, see "*Procedure for Application by Resident Eligible Equity Shareholders holding Equity Shares in physical form*" on page 149 of this Letter of offer.

Our Company, its directors, its employees, affiliates, associates and their respective directors and officers, and the Registrar shall not take any responsibility for acts, mistakes, errors, omissions and commissions etc. in relation to Applications accepted by SCSBs, Applications uploaded by SCSBs, Applications accepted but not uploaded by SCSBs or Applications accepted and uploaded without blocking funds in the ASBA Accounts.

### **Application Form**

The Application Form for the Rights Equity Shares offered as part of this Issue would be sent to email address of the Eligible Equity Shareholders who have provided an Indian address to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions.

The Application Form along with the Abridged Letter of Offer and the Rights Entitlement Letter shall be sent through email and speed post at least three days before the Issue Opening Date. In case of non-resident Eligible Equity Shareholders, the Application Form along with the Abridged Letter of Offer and the Rights Entitlement Letter shall be sent through mail to their email address if they have provided an Indian address to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions.

Please note that neither our Company nor the Registrar shall be responsible for delay in the receipt of the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter or the Application Form attributable to non-availability of the email addresses of Eligible Equity Shareholders or electronic transmission

delays or failures, or if the Application Forms or the Rights Entitlement Letters are delayed or misplaced in the transit.

Investors can access the Letter of offer, Letter of Offer, the Abridged Letter of Offer and the Application Form (provided that the Eligible Equity Shareholder is eligible to subscribe for the Rights Equity Shares under applicable securities laws) on the websites of:

- a) Our Company at <https://www.shrydus.com/>
- b) the Registrar to the Issue at [www.skylinerta.com](http://www.skylinerta.com) and;
- c) the Stock Exchange at [www.bseindia.com](http://www.bseindia.com);
- d) The Eligible Equity Shareholders can obtain the details of their respective Rights Entitlements from the website of the Registrar (i.e., [www.skylinerta.com](http://www.skylinerta.com)) by entering their DP ID and Client ID or Folio Number (in case of resident Eligible Equity Shareholders holding Equity Shares in physical form). The link for the same shall also be available on the website of our Company (i.e., [www.shrydus.com](http://www.shrydus.com)). The Application Form can be used by the Investors, Eligible Equity Shareholders as well as the Renounees, to make Applications in this Issue basis the Rights Entitlements credited in their respective demat accounts or demat suspense escrow account, as applicable. Please note that one single Application Form shall be used by the Investors to make Applications for all Rights Entitlements available in a particular demat account. Further, in accordance with the SEBI Rights Issue Circulars, the resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date can apply through this Issue by first furnishing the details of their demat account along with their self-attested PAN and details of address proof by way of uploading on Registrar website the records confirming the legal and beneficial ownership of their respective Equity Shares at least two Working Days prior to the Issue Closing Date i.e. Monday, 19<sup>th</sup> August, 2024, after which they can apply through ASBA facility.

In case of Investors who have provided details of demat account in accordance with the SEBI ICDR Regulations, such Investors will have to apply for the Rights Equity Shares from the same demat account in which they are holding the Rights Entitlements and in case of multiple demat accounts, the Investors are required to submit a separate Application Form for each demat account. Investors may accept this Issue and apply for the Rights Equity Shares (i) submitting the Application Form to the Designated Branch of the SCSB or online/electronic Application through the website of the SCSBs (if made available by such SCSB) for authorising such SCSB to block Application Money payable on the Application in their respective ASBA Accounts.

Investors are also advised to ensure that the Application Form is correctly filled up stating therein, (i) the ASBA Account (in case of Application through ASBA process) in which an amount equivalent to the amount payable on Application as stated in the Application Form will be blocked by the SCSB.

Please note that Applications without depository account details shall be treated as incomplete and shall be rejected. Applicants should note that they should very carefully fill-in their depository account details and PAN number in the Application Form or while submitting application through online/electronic Application through the website of the SCSBs (if made available by such SCSB). Incorrect depository account details or PAN number could lead to rejection of the Application. For details see "**Grounds for Technical Rejection**" on page 149. Our Company, the Registrar and the SCSB shall not be liable for any incorrect demat details provided by the Applicants.

Additionally, in terms of Regulation 78 of the SEBI ICDR Regulations, Investors may choose to accept the offer to participate in this Issue by making plain paper Applications. Please note that Eligible Equity Shareholders making an application in this Issue by way of plain paper applications shall not be permitted to renounce any portion of their Rights Entitlements. For details, see "**Application on Plain Paper under ASBA process**" on page 149 in this Letter of offer.

#### **Options available to the Eligible Equity Shareholders**

Details of each Eligible Equity Shareholders RE will be sent to the Eligible Equity shareholder separately along with the Application Form and would also be available on the website of the Registrar to the Issue at [www.skylinerta.com](http://www.skylinerta.com); and link of the same would also be available on the website of our Company at [www.shrydus.com](http://www.shrydus.com). Respective Eligible Equity Shareholder can check their entitlement by keying their requisite details therein.

The Eligible Equity Shareholders will have the option to:

- Apply for his Rights Entitlement in full;
- Apply for his Rights Entitlement in part (without renouncing the other part);
- Apply for his Rights Entitlement in full and apply for additional Rights Equity Shares;
- Apply for his Rights Entitlement in part and renounce the other part of the Rights Equity Shares; and

- Renounce his Rights Entitlement in full.

In accordance with the SEBI Rights Issue Circulars, the resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date and who have furnished the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date i.e. Monday, 19<sup>th</sup> August, 2024, desirous of subscribing to Rights Equity Shares may also apply in this Issue during the Issue Period through ASBA mode. Such resident Eligible Equity Shareholders must check the procedure for Application in "**Procedure for Application by Resident Eligible Equity Shareholders holding Equity Shares in physical form**" on page 149 of this Letter of offer.

#### **Procedure for Application through the ASBA process**

Investors desiring to make an Application in this Issue through ASBA process, may submit the Application Form to the Designated Branch of the SCSB or online/electronic Application through the website of the SCSBs (if made available by such SCSB) for authorising such SCSB to block Application Money payable on the Application in their respective ASBA Accounts.

Investors should ensure that they have correctly submitted the Application Form, or have otherwise provided an authorisation to the SCSB, via the electronic mode, for blocking funds in the ASBA Account equivalent to the Application Money mentioned in the Application Form, as the case may be, at the time of submission of the Application.

#### **Self-Certified Syndicate Banks**

For the list of banks which have been notified by SEBI to act as SCSBs for the ASBA process, please refer to <https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=34>. For details on Designated Branches of SCSBs collecting the Application Form, please refer the above-mentioned link. Please note that subject to SCSBs complying with the requirements of SEBI Circular No. CIR/CFD/DIL/13/2012 dated September 25, 2012 within the periods stipulated therein, ASBA Applications may be submitted at the Designated Branches of the SCSBs, in case of Applications made through ASBA facility.

#### **Acceptance of this Issue**

Investors may accept this Issue and apply for the Rights Equity Shares by submitting the Application Form to the Designated Branch of the SCSB or online/electronic Application through the website of the SCSBs (if made available by such SCSB) for authorising such SCSB to block Application Money payable on the Application in their respective ASBA Accounts. Please note that on the Issue Closing Date, (i) Applications through ASBA process will be uploaded until 5.00 p.m. (Indian Standard Time) or such extended time as permitted by the Stock Exchange. Applications submitted to anyone other than the Designated Branches of the SCSB are liable to be rejected.

Investors can also make Application on plain paper under ASBA process mentioning all necessary details as mentioned under the section "**Application on Plain Paper under ASBA process**" under terms of the issue on page 149 in this Letter of offer.

#### **Additional Rights Equity Shares**

Investors are eligible to apply for additional Rights Equity Shares over and above their Rights Entitlements, provided that they are eligible to apply for Rights Equity Shares under applicable law and they have applied for all the Rights Equity Shares forming part of their Rights Entitlements without renouncing them in whole or in part. Applications for additional Rights Equity Shares shall be considered and allotment shall be made at the sole discretion of the Board, subject to applicable sectoral caps, and in consultation if necessary, with the BSE in the manner prescribed under the section titled "**Terms of the Issue**" on page 149 of this Letter of offer. Applications for additional Rights Equity Shares shall be considered and Allotment shall be made in accordance with the SEBI ICDR Regulations and in the manner prescribed under the section "**Basis of Allotment**" on page 149 of this Letter of offer.

Eligible Equity Shareholders who renounce their Rights Entitlements cannot apply for additional Rights Equity Shares.

#### **Applications by Overseas Corporate Bodies**

By virtue of the Circular No. 14 dated September 16, 2003, issued by the RBI, Overseas Corporate Bodies ("OCBs"), have been derecognized as an eligible class of investors and the RBI has subsequently issued the Foreign Exchange Management (Withdrawal of General Permission to OCBs) Regulations, 2003.

Accordingly, the existing Eligible Equity Shareholders of our Company who do not wish to subscribe to the Rights Equity Shares being offered but wish to renounce the same in favour of Renounee shall not be able to renounce the same (whether for consideration or otherwise), in favour of OCB(s). The RBI has however clarified in its circular, A.P. (DIR Series) Circular No. 44, dated December 8, 2003, that OCBs which are incorporated and are not and were not at any time subject to any adverse notice from the RBI, are permitted to undertake fresh investments as incorporated non-resident entities in terms of Regulation 5(1) of RBI Notification No.20/2000-RB dated May 3, 2000, under the foreign direct investment scheme with the prior approval of Government of India if the investment is through the government approval route and with the prior approval of RBI if the investment is through automatic route on case by case basis. Eligible Equity Shareholders renouncing their rights in favour of such OCBs may do so provided such Renounee obtains a prior approval from the RBI. On submission of such RBI approval to our Company at our Registered Office, the OCB shall receive the Abridged Letter of Offer and the Application Form.

### **Procedure for Renunciation of Rights Entitlements**

The Investors may renounce the Rights Entitlements, credited to their respective demat accounts, either in full or in part (a) by using the secondary market platform of the Stock Exchange; or (b) through an off - market transfer, during the Renunciation Period. The Investors should have the demat Rights Entitlements credited/lying in his/her own demat account prior to the renunciation.

In accordance with the SEBI circular SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020, the resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date shall be required to provide their demat account details to our Company or the Registrar to the Issue for credit of REs not later than two working days prior to issue closing date, such that credit of REs in their demat account takes place at least one day before issue closing date, thereby enabling them to renounce their Rights Entitlements through Off Market Renunciation.

Investors may be subject to adverse foreign, state or local tax or legal consequences as a result of trading in the Rights Entitlements. Investors who intend to trade in the Rights Entitlements should consult their tax advisor or stock broker regarding any cost, applicable taxes, charges and expenses (including brokerage) that may be levied for trading in Rights Entitlements. our Company accept no responsibility to bear or pay any cost, applicable taxes, charges and expenses (including brokerage), and such costs will be incurred solely by the Investors.

#### **a) *On Market Renunciation***

The Investors may renounce the Rights Entitlements, credited to their respective demat accounts by trading/selling them on the secondary market platform of the Stock Exchanges through a registered stock broker in the same manner as the existing Equity Shares of our Company.

In this regard, in terms of provisions of the SEBI ICDR Regulations and the SEBI Rights Issue Circulars, the Rights Entitlements credited to the respective demat accounts of the Eligible Equity Shareholders shall be admitted for trading on the Stock Exchanges under ISIN INE488C20015 subject to requisite approvals. The details for trading in Rights Entitlements will be as specified by the Stock Exchanges from time to time. The Rights Entitlements are tradable in dematerialized form only. The market lot for trading of Rights Entitlements is 1 (one) Rights Entitlements.

The On Market Renunciation shall take place only during the Renunciation Period for On Market Renunciation, i.e., Monday, 05<sup>th</sup> August, 2024 to Wednesday, 14<sup>th</sup> August, 2024 (both days inclusive). The Investors holding the Rights Entitlements who desire to sell their Rights Entitlements will have to do so through their registered stock brokers by quoting the ISIN INE488C20015 and indicating the details of the Rights Entitlements they intend to sell. The Investors can place order for sale of Rights Entitlements only to the extent of Rights Entitlements available in their demat account.

The On Market Renunciation shall take place electronically on secondary market platform of BSE under automatic order matching mechanism and on 'T+2 rolling settlement basis', where 'T' refers to the date of trading. The transactions will be settled on trade-for-trade basis. Upon execution of the order, the stock broker will issue a contract note in accordance with the requirements of the Stock Exchanges and the SEBI.

#### **b) *Off Market Renunciation***

The Investors may renounce the Rights Entitlements, credited to their respective demat accounts by way of an off-market transfer through a depository participant. The Rights Entitlements can be transferred in dematerialised form only. Eligible Equity Shareholders are requested to ensure that renunciation through

off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounees on or prior to the Issue Closing Date.

The Investors holding the Rights Entitlements who desire to transfer their Rights Entitlements will have to do so through their depository participant by issuing a delivery instruction slip quoting the ISIN INE488C20015 the details of the buyer and the details of the Rights Entitlements they intend to transfer. The buyer of the Rights Entitlements (unless already having given a standing receipt instruction) has to issue a receipt instruction slip to their depository participant. The Investors can transfer Rights Entitlements only to the extent of Rights Entitlements available in their demat account.

The instructions for transfer of Rights Entitlements can be issued during the working hours of the depository participants. The detailed rules for transfer of Rights Entitlements through off-market transfer shall be as specified by the NSDL and CDSL from time to time.

The renunciation from non-resident Eligible Equity Shareholder(s) to resident Indian(s) and vice versa shall be subject to provisions of FEMA Rules and other circular, directions, or guidelines issued by RBI or the Ministry of Finance from time to time. However, the facility of renunciation shall not be available to or operate in favour of an Eligible Equity Shareholders being an erstwhile OCB unless the same is in compliance with the FEMA Rules and other circular, directions, or guidelines issued by RBI or the Ministry of Finance from time to time.

**Please note that the Rights Entitlements which are neither renounced nor subscribed by the Investors on or before the Issue Closing Date shall lapse and shall be extinguished after the Issue Closing Date.**

#### ***Applications on Plain Paper under ASBA process***

An Eligible Equity Shareholder who is eligible to apply under the ASBA process may make an Application to subscribe to this Issue on plain paper. An Eligible Equity Shareholder shall submit the plain paper Application to the Designated Branch of the SCSB for authorising such SCSB to block Application Money in the said bank account maintained with the same SCSB. Applications on plain paper will not be accepted from any address outside India.

Alternatively, Eligible Equity Shareholders may also use the Application Form available online on the websites of our Company, the Registrar to the Issue, the Stock Exchanges to provide requisite details. Please note that the Eligible Equity Shareholders who are making the Application on plain paper shall not be entitled to renounce their Rights Entitlements and should not utilize the Application Form for any purpose including renunciation even if it is received subsequently.

The application on plain paper, duly signed by the Eligible Equity Shareholder including joint holders, in the same order and as per specimen recorded with his bank, must reach the office of the Designated Branch of the SCSB before the Issue Closing Date and should contain the following particulars:

- Name of our Issuer, being Shrydus Industries Limited;
- Name and address of the Eligible Equity Shareholder including joint holders (in the same order and as per specimen recorded with our Company or the Depository);
- Registered Folio Number/ DP and Client ID No.;
- Number of Equity Shares held as on Record Date;
- Allotment option preferred - only Demat form;
- Number of Rights Equity Shares entitled to;
- Number of Rights Equity Shares applied for;
- Number of Additional Rights Equity Shares applied for, if any;
- Total number of Rights Equity Shares applied for within the Right Entitlements;
- Total amount paid at the rate of ₹ 18/- per Rights Equity Share; Details of the ASBA Account such as the account number, name, address and branch of the relevant SCSB;
- In case of NR Eligible Equity Shareholders making an application with an Indian address, details of the NRE/FCNR/NRO Account such as the account number, name, address and branch of the SCSB with which the account is maintained;
- Except for Applications on behalf of the Central or State Government, the residents of Sikkim and officials appointed by the courts, PAN of the Eligible Equity Shareholder and for each Eligible Equity Shareholder in case of joint names, irrespective of the total value of the Rights Equity Shares applied for pursuant to the Issue. Documentary evidence for exemption to be provided by the applicants;
- Authorisation to the Designated Branch of the SCSB to block an amount equivalent to the Application Money in the ASBA Account;
- Signature of the Eligible Equity Shareholder (in case of joint holders, to appear in the same sequence and

order as they appear in the records of the SCSB);

- Additionally, all such Applicants are deemed to have accepted the following:

*"I/We understand that neither the Rights Entitlement nor the Rights Equity Shares have been, and will be, registered under the United States Securities Act of 1933, as amended ("US Securities Act") or any United States state securities laws, and may not be offered, sold, resold or otherwise transferred within the United States or to the territories or possessions thereof ("United States") or to, or for the account or benefit of a United States person as defined in the Regulation S of the US Securities Act ("Regulation S"). I/ we understand the Rights Equity Shares referred to in this application are being offered in India but not in the United States. I/ we understand the offering to which this application relates is not, and under no circumstances is to be construed as, an offering of any Rights Equity Shares or Rights Entitlement for sale in the United States, or as a solicitation therein of an offer to buy any of the said Rights Equity Shares or Rights Entitlement in the United States. Accordingly, I/ we understand this application should not be forwarded to or transmitted in or to the United States at any time. I/ we confirm that I/ we are not in the United States and understand that neither us, nor the Registrar or any other person acting on behalf of us will accept subscriptions from any person, or the agent of any person, who appears to be, or who we, the Registrar, or any other person acting on behalf of us have reason to believe is a resident of the United States "U.S. Person" (as defined in Regulation S) or is ineligible to participate in the Issue under the securities laws of their jurisdiction.*

*"I/ We will not offer, sell or otherwise transfer any of the Equity Shares which may be acquired by us in any jurisdiction or under any circumstances in which such offer or sale is not authorized or to any person to whom it is unlawful to make such offer, sale or invitation except under circumstances that will result in compliance with any applicable laws or regulations. We satisfy, and each account for which we are acting satisfies, all suitability standards for investors in investments of the type subscribed for herein imposed by the jurisdiction of our residence.*

*I/ We understand and agree that the Rights Entitlement and Rights Equity Shares may not be reoffered, resold, pledged or otherwise transferred except in an offshore transaction in compliance with Regulation S, or otherwise pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the US Securities Act.*

*I/We (i) am/are, and the person, if any, for whose account I/we am/are acquiring such Rights Entitlement, and/or the Equity Shares, is/are outside the United States or a Qualified Institutional Buyer (as defined in the US Securities Act), and (ii) is/are acquiring the Rights Entitlement and/or the Equity Shares in an offshore transaction meeting the requirements of Regulation S or in a transaction exempt from, or not subject to, the registration requirements of the US Securities Act.*

*I/We acknowledge that the Company their affiliates and others will rely upon the truth and accuracy of the foregoing representations and agreements."*

In cases where multiple Application Forms are submitted for Applications pertaining to Rights Entitlements credited to the same demat account or in demat suspense escrow account, including cases where an Investor submits Application Forms along with a plain paper Application, such Applications shall be liable to be rejected.

Investors are requested to strictly adhere to these instructions. Failure to do so could result in an Application being rejected, with our Company and the Registrar not having any liability to the Investor. The plain paper Application format will be available on the website of the Registrar at [www.skylinerta.com](http://www.skylinerta.com). Our Company and the Registrar shall not be responsible if the Applications are not uploaded by SCSB or funds are not blocked in the Investors' ASBA Accounts on or before the Issue Closing Date.

#### **Last date for Application**

The last date for submission of the duly filled in Application Form is Monday, 19<sup>th</sup> August, 2024 Our Board or any committee thereof may extend the said date for such period as it may determine from time to time, subject to the provisions of the Articles of Association, and subject to the Issue Period not exceeding 30 days from the Issue Opening Date.

If the Application together with the amount payable is either (i) not blocked with an SCSB; or (ii) not received by the Bankers to the Issue on or before the close of banking hours on the Issue Closing Date or such date as may be extended by our Board or any committee thereof, the invitation to offer contained in the Letter of offer shall be deemed to have been declined and our Board or any committee thereof shall be at liberty to dispose of the Equity Shares hereby offered, as provided under "**Terms of the Issue - Basis of Allotment**" on page 149 of this Letter of offer.

## **Modes of Payment**

All payments against the Application Forms shall be made only through ASBA facility. The Registrar will not accept any payments against the Application Forms, if such payments are not made through ASBA facility.

In case of Application through ASBA facility, the Investor agrees to block the entire amount payable on Application with the submission of the Application Form, by authorizing the SCSB to block an amount, equivalent to the amount payable on Application, in the Investor's ASBA Account.

After verifying that sufficient funds are available in the ASBA Account details of which are provided in the Application Form, the SCSB shall block an amount equivalent to the Application Money mentioned in the Application Form until the Transfer Date. On the Transfer Date, pursuant to the finalization of the Basis of Allotment as approved by the Designated Stock Exchange, the SCSBs shall transfer such amount as per the Registrar's instruction from the ASBA Account into the Allotment Account which shall be a separate bank account maintained by our Company, other than the bank account referred to in sub-section (3) of Section 40 of the Companies Act, 2013. The balance amount remaining after the finalization of the Basis of Allotment on the Transfer Date shall be unblocked by the SCSBs on the basis of the instructions issued in this regard by the Registrar to the respective SCSB.

The Investors would be required to give instructions to the respective SCSBs to block the entire amount payable on their Application at the time of the submission of the Application Form.

The SCSB may reject the application at the time of acceptance of Application Form if the ASBA Account, details of which have been provided by the Investor in the Application Form does not have sufficient funds equivalent to the amount payable on Application mentioned in the Application Form. Subsequent to the acceptance of the Application by the SCSB, our Company would have a right to reject the Application on technical grounds as set forth hereinafter.

### ***Mode of payment for Resident Investors***

All payments against the Application Forms shall be made only through ASBA facility. The Registrar will not accept any payments against the Application Forms, if such payments are not made through ASBA facility.

### ***Mode of payment for Non-Resident Investors***

As per Rule 7 of the FEMA Rules, RBI has given general permission to Indian companies to issue Equity Shares to non-resident shareholders including additional Equity Shares. Further, as per the Master Direction on Foreign Investment in India dated January 4, 2018 issued by RBI, non-residents may, amongst other things, (i) subscribe for additional shares over and above their Rights Entitlements; (ii) renounce the shares offered to them either in full or part thereof in favour of a person named by them; or (iii) apply for the shares renounced in their favour. Applications received from NRIs and non-residents for allotment of Equity Shares shall be, amongst other things, subject to the conditions imposed from time to time by RBI under FEMA in the matter of Application, Allotment of Equity Shares and issue of Rights Entitlement Letters/ letters of Allotment/Allotment advice. If a non-resident or NRI Investor has specific approval from RBI, in connection with his shareholding in our Company, such person should enclose a copy of such approval with the Application details and send it to the Registrar at [admin@skylinerta.com](mailto:admin@skylinerta.com), ipo@skylinerta.com.

As regards Applications by Non-Resident Investors, the following conditions shall apply:

- Individual non-resident Indian Applicants who are permitted to subscribe to Rights Equity Shares by applicable local securities laws can obtain Application Forms on the websites of the Registrar or our Company.

*Note:*

*In case of non-resident Eligible Equity Shareholders, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form shall be sent to their email addresses if they have provided their Indian address to our Company or if they are located in certain jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions. The Letter of offer will be provided, only through email, by the Registrar on behalf of our Company to the Eligible Equity Shareholders who have provided their Indian addresses to our Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions and in each case who make a request in this regard.*



- Application Forms will not be accepted from non-resident Investors in any jurisdiction where the offer or sale of the Rights Entitlements and Rights Equity Shares may be restricted by applicable securities laws.
- Payment by non-residents must be made only through ASBA facility and using permissible accounts in accordance with FEMA, FEMA Rules and requirements prescribed by the RBI.
- Eligible Non-Resident Equity Shareholders applying on a repatriation basis by using the Non-Resident Forms should authorize their SCSB to block their Non-Resident External ("NRE") accounts, or Foreign Currency Non-Resident ("FCNR") Accounts, and Eligible Non-Resident Equity Shareholders applying on a non-repatriation basis by using Resident Forms should authorize their SCSB to block their Non-Resident Ordinary ("NRO") accounts for the full amount payable, at the time of the submission of the Application Form to the SCSB. Applications received from NRIs and non-residents for allotment of the Rights Equity Shares shall be inter alia, subject to the conditions imposed from time to time by the RBI under the FEMA in the matter of refund of Application Money, allotment of Rights Equity Shares and issue of letter of allotment. If an NR or NRI Investors has specific approval from RBI, in connection with his shareholding, he should enclose a copy of such approval with the Application Form.
- In case where repatriation benefit is available, interest, dividend, sales proceeds derived from the investment in Equity Shares can be remitted outside India, subject to tax, as applicable according to the Income-tax Act. In case Equity Shares are allotted on a non-repatriation basis, the dividend and sale proceeds of the Equity Shares cannot be remitted outside India. Non-resident Renouncees who are not Eligible Equity Shareholders must submit regulatory approval for applying for additional Equity Shares in the Issue.

#### **Procedure for application by Resident Eligible Equity Shareholders holding Equity Shares in physical form**

Please note that in accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circulars, the credit of Rights Entitlements and Allotment of Equity Shares shall be made in dematerialised form only. Accordingly, Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date and desirous of subscribing to Equity Shares in this Issue are advised to furnish the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date, to enable the credit of their Rights Entitlements in their respective demat accounts at least one day before the Issue Closing Date.

Resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date and who have opened their demat accounts after the Record Date, shall adhere to following procedure for participating in this Issue:

1. The Eligible Equity Shareholders shall send a letter to the Registrar containing the name(s), address, e-mail address, contact details and the details of their demat account along with copy of self-attested PAN and self-attested client master sheet of their demat account either by e-mail, post, speed post, courier, or hand delivery so as to reach to the Registrar no later than two Working Days prior to the Issue Closing Date;
2. The Registrar shall, after verifying the details of such demat account, transfer the Rights Entitlements of such Eligible Equity Shareholders to their demat accounts at least one day before the Issue Closing Date;
3. The remaining procedure for Application shall be same as set out in "*Application on Plain Paper under ASBA process*" beginning on page 149 in this Letter of offer.

In accordance with the SEBI circular SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020, the resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date shall be required to provide their demat account details to our Company or the Registrar to the Issue for credit of REs not later than two working days prior to issue closing date, such that credit of REs in their demat account takes place at least one day before issue closing date, thereby enabling them to renounce their Rights Entitlements through Off Market Renunciation.

**PLEASE NOTE THAT THE ELIGIBLE EQUITY SHAREHOLDERS, WHO HOLD EQUITY SHARES IN PHYSICAL FORM AS ON RECORD DATE AND WHO HAVE NOT FURNISHED THE DETAILS OF THEIR RESPECTIVE DEMAT ACCOUNTS TO THE REGISTRAR OR OUR COMPANY AT LEAST TWO WORKING DAYS PRIOR TO THE ISSUE CLOSING DATE, SHALL NOT BE ELIGIBLE TO MAKE AN APPLICATION FOR RIGHTS EQUITY SHARES AGAINST THEIR RIGHTS ENTITLEMENTS WITH RESPECT TO THE EQUITY SHARES HELD IN PHYSICAL FORM.**

**Allotment of the Rights Equity Shares in Dematerialized Form**

**PLEASE NOTE THAT THE RIGHTS EQUITY SHARES APPLIED FOR IN THIS ISSUE CAN BE ALLOTTED ONLY IN DEMATERIALIZED FORM AND TO THE SAME DEPOSITORY ACCOUNT IN WHICH OUR EQUITY SHARES ARE HELD BY SUCH INVESTOR ON THE RECORD DATE. FOR DETAILS, SEE "ALLOTMENT ADVICES/ REFUND ORDERS/UNBLOCKING OF ASBA ACCOUNTS" ON PAGE 149 OF THIS LETTER OF OFFER.**

**General instructions for Investors**

- a) Please read the Letter of offer and Application Form carefully to understand the Application process and applicable settlement process.
- b) In accordance with the SEBI Rights Issue Circulars, the resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date and who have not furnished the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date, shall not be eligible to make an Application for Rights Equity Shares against their Rights Entitlements with respect to the equity shares held in physical form.
- c) Please read the instructions on the Application Form sent to you.
- d) The Application Form can be used by both the Eligible Equity Shareholders and the Renounees.
- e) Application should be made only through the ASBA facility.
- f) Application should be complete in all respects. The Application Form found incomplete with regard to any of the particulars required to be given therein, and/or which are not completed in conformity with the terms of the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form are liable to be rejected.
- g) In case of non-receipt of Application Form, Application can be made on plain paper mentioning all necessary details as mentioned under the section "*Application on Plain Paper under ASBA process*" on page 149 of this Letter of offer.
- h) In accordance with Regulation 76 of the SEBI ICDR Regulations, SEBI Rights Issue Circulars and ASBA Circulars, all Investors desiring to make an Application in this Issue are mandatorily required to use either the ASBA process. Investors should carefully read the provisions applicable to such Applications before making their Application through ASBA.
- i) An Investor, wishing to participate in this Issue through the ASBA facility, is required to have an ASBA enabled bank account with an SCSB, prior to making the Application.
- j) Applications should be (i) submitted to the Designated Branch of the SCSB or made online/electronic through the website of the SCSBs (if made available by such SCSB) for authorising such SCSB to block Application Money payable on the Application in their respective ASBA Accounts. Please note that on the Issue Closing Date, Applications through ASBA process will be uploaded until 5.00 p.m. (Indian Standard Time) or such extended time as permitted by the BSE.
- k) Applications should not be submitted to the Bankers to the Issue, our Company or the Registrar.
- l) In case of Application through ASBA facility, Investors are required to provide necessary details, including details of the ASBA Account, authorization to the SCSB to block an amount equal to the Application Money in the ASBA Account mentioned in the Application Form.
- m) All Applicants, and in the case of Application in joint names, each of the joint Applicants, should mention

their PAN allotted under the Income-tax Act, irrespective of the amount of the Application. Except for Applications on behalf of the Central or the State Government, the residents of Sikkim and the officials appointed by the courts, Applications without PAN will be considered incomplete and are liable to be rejected. With effect from August 16, 2010, the demat accounts for Investors for which PAN details have not been verified shall be "suspended for credit" and no Allotment and credit of Rights Equity Shares pursuant to this Issue shall be made into the accounts of such Investors.

- n) In case of Application through ASBA facility, all payments will be made only by blocking the amount in the ASBA Account. Cash payment or payment by cheque or demand draft or pay order or NEFT or RTGS or through any other mode is not acceptable for application through ASBA process. In case payment is made in contravention of this, the Application will be deemed invalid.
- o) For physical Applications through ASBA at Designated Branches of SCSB, signatures should be either in English or Hindi or in any other language specified in the Eighth Schedule to the Constitution of India. Signatures other than in any such language or thumb impression must be attested by a Notary Public or a Special Executive Magistrate under his/her official seal. The Investors must sign the Application as per the specimen signature recorded with the SCSB.
- p) In case of joint holders and physical Applications through ASBA process, all joint holders must sign the relevant part of the Application Form in the same order and as per the specimen signature(s) recorded with the SCSB. In case of joint Applicants, reference, if any, will be made in the first Applicant's name and all communication will be addressed to the first Applicant.
- q) All communication in connection with Application for the Rights Equity Shares, including any change in address of the Eligible Equity Shareholders should be addressed to the Registrar prior to the date of Allotment in this Issue quoting the name of the first/sole Applicant, folio numbers/DP ID and Client ID and Application Form number, as applicable. In case of any change in address of the Eligible Equity Shareholders, the Eligible Equity Shareholders should also send the intimation for such change to the respective depository participant, or to our Company or the Registrar in case of Eligible Equity Shareholders holding Equity Shares in physical form.
- r) Only persons outside restricted jurisdictions and who are eligible to subscribe for Rights Entitlement and Rights Equity Shares under applicable securities laws are eligible to participate.
- s) Please note that subject to SCSBs complying with the requirements of SEBI Circular No. CIR/CFD/DIL/13/2012 dated September 25, 2012 within the periods stipulated therein, applications made through ASBA facility may be submitted at the Designated Branches of the SCSBs. Application through ASBA facility in electronic mode will only be available with such SCSBs who provide such facility.
- t) In terms of the SEBI circular CIR/CFD/DIL/1/2013 dated January 2, 2013, it is clarified that for making applications by banks on their own account using ASBA facility, SCSBs should have a separate account in own name with any other SEBI registered SCSB(s). Such account shall be used solely for the purpose of making application in public/ rights issues and clear demarcated funds should be available in such account for ASBA applications.
- u) In case of change of status of holders, i.e., from resident to non-resident, a new demat account must be opened. Any Application from a demat account which does not reflect the accurate status of the Applicant is liable to be rejected at the sole discretion of our Company.

*Additional general instructions for Investors in relation to making of an Application*

- a) Please read the instructions on the Application Form sent to you. Application should be complete in all respects. The Application Form found incomplete with regard to any of the particulars required to be given therein, and/or which are not completed in conformity with the terms of the Letter of offer, the Letter of Offer, the Rights Entitlement Letter and the Application Form are liable to be rejected. The Application Form must be filled in English.
- b) Ensure that the demographic details such as address, PAN, DP ID, Client ID, bank account details and occupation ("Demographic Details") are updated, true and correct, in all respects. Investors applying under this Issue should note that on the basis of name of the Investors, DP ID and Client ID provided by them in the Application Form or the plain paper Applications, as the case may be, the Registrar will obtain Demographic Details from the Depository. Therefore, Investors applying under this Issue should carefully fill in their Depository Account details in the Application. These Demographic Details would be used for

all correspondence with such Investors including mailing of the letters intimating unblocking of bank account of the respective Investor and/or refund. The Demographic Details given by the Investors in the Application Form would not be used for any other purposes by the Registrar. Hence, Investors are advised to update their Demographic Details as provided to their Depository Participants. The Allotment Advice and the e-mail intimating unblocking of ASBA Account or refund (if any) would be e-mailed to the address of the Investor as per the e-mail address provided to our Company or the Registrar or Demographic Details received from the Depositories. The Registrar will give instructions to the SCSBs for unblocking funds in the ASBA Account to the extent Equity Shares are not Allotted to such Investor. Please note that any such delay shall be at the sole risk of the Investors and none of our Company, the SCSBs or Registrar shall be liable to compensate the Investor for any losses caused due to any such delay or be liable to pay any interest for such delay. In case no corresponding record is available with the Depositories that match three parameters, (a) names of the Investors (including the order of names of joint holders), (b) DP ID, and (c) Client ID, then such Application Forms are liable to be rejected.

- c) By signing the Application Forms, Investors would be deemed to have authorised the Depositories to provide, upon request, to the Registrar, the required Demographic Details as available on its records.
- d) Investors are required to ensure that the number of Equity Shares applied for by them do not exceed the prescribed limits under the applicable law.
- e) Do not apply if you are ineligible to participate in this Issue under the securities laws applicable to your jurisdiction.
- f) Do not submit the GIR number instead of the PAN as the application is liable to be rejected on this ground.
- g) Avoid applying on the Issue Closing Date due to risk of delay/ restrictions in making any physical Application.
- h) Do not pay the Application Money in cash, by money order, pay order or postal order.
- i) Do not submit multiple Applications.
- j) No investment under the FDI route requiring government approval will be allowed in the Issue unless such application is accompanied with necessary approval or covered under a pre-existing approval from the government. It will be the sole responsibility of the investors to ensure that the necessary approval or the pre-existing approval from the government is valid in order to make any investment in the Issue. Our Company will not be responsible for any allotments made by relying on such approvals.
- k) An Applicant being an OCB is required not to be under the adverse notice of RBI and in order to apply for this issue as a incorporated non-resident must do so in accordance with the FDI Circular 2020 and Foreign Exchange Management (Non-Debt Instrument) Rules, 2019.

**Do's:**

- (a) Ensure that the Application Form and necessary details are filled in.
- (b) Except for Application submitted on behalf of the Central or the State Government, residents of Sikkim and the officials appointed by the courts, each Applicant should mention their PAN allotted under the Income-tax Act.
- (c) Ensure that the demographic details such as address, PAN, DP ID, Client ID, bank account details and occupation ("Demographic Details") are updated, true and correct, in all respects.
- (d) Investors should provide correct DP ID and client ID/ folio number while submitting the Application. Such DP ID and Client ID/ folio number should match the demat account details in the records available with Company and/or Registrar, failing which such Application is liable to be rejected. Investor will be solely responsible for any error or inaccurate detail provided in the Application. Our Company, SCSBs or the Registrar will not be liable for any such rejections.

**Don'ts:**

- (a) Do not apply if you are ineligible to participate in this Issue under the securities laws applicable to your jurisdiction.
- (b) Do not submit the GIR number instead of the PAN as the application is liable to be rejected on this ground.
- (c) Avoid applying on the Issue Closing Date due to risk of delay/ restrictions in making any physical

Application.

- (d) Do not pay the Application Money in cash, by money order, pay order or postal order.
- (e) Do not submit multiple Applications.

**Do's for Investors applying through ASBA:**

- (a) Ensure that the details about your Depository Participant and beneficiary account are correct and the beneficiary account is activated as the Rights Equity Shares will be Allotted in the dematerialized form only.
- (b) Ensure that the Applications are submitted with the Designated Branch of the SCSBs and details of the correct bank account have been provided in the Application.
- (c) Ensure that there are sufficient funds (equal to {number of Rights Equity Shares (including additional Rights Equity Shares) applied for} X {Application Money of Rights Equity Shares}) available in ASBA Account mentioned in the Application Form before submitting the Application to the respective Designated Branch of the SCSB.
- (d) Ensure that you have authorised the SCSB for blocking funds equivalent to the total amount payable on application mentioned in the Application Form, in the ASBA Account, of which details are provided in the Application and have signed the same.
- (e) Ensure that you have a bank account with an SCSB providing ASBA facility in your location and the Application is made through that SCSB providing ASBA facility in such location.
- (f) Ensure that you receive an acknowledgement from the Designated Branch of the SCSB for your submission of the Application Form in physical form or plain paper Application.
- (g) Ensure that the name(s) given in the Application Form is exactly the same as the name(s) in which the beneficiary account is held with the Depository Participant. In case the Application Form is submitted in joint names, ensure that the beneficiary account is also held in same joint names and such names are in the same sequence in which they appear in the Application Form and the Rights Entitlement Letter.

**Don'ts for Investors applying through ASBA:**

- a) Do not submit the Application Form after you have submitted a plain paper Application to a Designated Branch of the SCSB or vice versa.
- b) Do not send your physical Application to the Registrar, the Escrow Collection Bank (assuming that such Escrow Collection Bank is not an SCSB), a branch of the SCSB which is not a Designated Branch of the SCSB or our Company; instead submit the same to a Designated Branch of the SCSB only.
- c) Do not instruct the SCSBs to unblock the funds blocked under the ASBA process.

## Grounds for Technical Rejection

Applications made in this Issue are liable to be rejected on the following grounds:

- a) DP ID and Client ID mentioned in Application does not match with the DP ID and Client ID records available with the Registrar.
- b) Details of PAN mentioned in the Application does not match with the PAN records available with the Registrar.
- c) Sending an Application to our Company, Registrar, to a branch of a SCSB which is not a Designated Branch of the SCSB.
- d) Insufficient funds are available in the ASBA Account with the SCSB for blocking the Application Money.
- e) Funds in the ASBA Account whose details are mentioned in the Application Form having been frozen pursuant to regulatory orders.
- f) Account holder not signing the Application or declaration mentioned therein.
- g) Submission of more than one Application Form for Rights Entitlements available in a particular demat account.
- h) Multiple Application Forms, including cases where an Investor submits Application Forms along with a plain paper Application.
- i) Submitting the GIR number instead of the PAN (except for Applications on behalf of the Central or State Government, the residents of Sikkim and the officials appointed by the courts).
- j) Applications by persons not competent to contract under the Indian Contract Act, 1872, except Applications by minors having valid demat accounts as per the Demographic Details provided by the Depositories.
- k) Applications by SCSB on own account, other than through an ASBA Account in its own name with any other SCSB.
- l) Application Forms which are not submitted by the Investors within the time periods prescribed in the Application Form and the Letter of offer.
- m) Physical Application Forms not duly signed by the sole or joint Investors, as applicable.
- n) Application Forms accompanied by stock invest, outstation cheques, post-dated cheques, money order, postal order or outstation demand drafts.
- o) If an Investor is (a) debarred by SEBI; or (b) if SEBI has revoked the order or has provided any interim relief then failure to attach a copy of such SEBI order allowing the Investor to subscribe to their Rights Entitlements.
- p) Applications which: (i) appears to our Company or its agents to have been executed in, electronically transmitted from or dispatched from the United States (other than from persons in the United States who are U.S. QIBs and QPs) or other jurisdictions where the offer and sale of the Equity Shares is not permitted under laws of such jurisdictions; (ii) does not include the relevant certifications set out in the Application Form, including to the effect that the person submitting and/or renouncing the Application Form is (a) both a U.S. QIB and a QP, if in the United States or a U.S. Person or (b) outside the United States and is a non-U.S. Person, and in each case such person is eligible to subscribe for the Equity Shares under applicable securities laws and is complying with laws of jurisdictions applicable to such person in connection with this Issue; and our Company shall not be bound to issue or allot any Equity Shares in respect of any such Application Form.
- q) Applications which have evidence of being executed or made in contravention of applicable securities laws.
- r) Application from Investors that are residing in U.S. address as per the depository records (other than in reliance with Reg S).

**IT IS MANDATORY FOR ALL THE INVESTORS APPLYING UNDER THIS ISSUE TO APPLY THROUGH THE ASBA PROCESS, TO RECEIVE THEIR RIGHTS EQUITY SHARES IN DEMATERIALIZED FORM AND TO THE SAME DEPOSITORY ACCOUNT/ CORRESPONDING PAN IN WHICH THE EQUITY SHARES ARE HELD BY THE INVESTOR AS ON THE RECORD DATE. ALL INVESTORS APPLYING UNDER THIS ISSUE SHOULD MENTION THEIR DEPOSITORY PARTICIPANT'S NAME, DP ID AND BENEFICIARY ACCOUNT NUMBER/ FOLIO NUMBER IN THE APPLICATION FORM. INVESTORS MUST ENSURE THAT THE NAME GIVEN IN THE APPLICATION FORM IS EXACTLY THE SAME AS THE NAME IN WHICH THE DEPOSITORY ACCOUNT IS HELD. IN CASE THE APPLICATION FORM IS SUBMITTED IN JOINT NAMES, IT SHOULD BE ENSURED THAT THE DEPOSITORY ACCOUNT IS ALSO HELD IN THE SAME JOINT NAMES AND ARE IN THE SAME SEQUENCE IN WHICH THEY APPEAR IN THE APPLICATION FORM OR PLAIN PAPER APPLICATIONS, AS THE CASE MAY BE.**

Investors applying under this Issue should note that on the basis of name of the Investors, Depository Participant's name and identification number and beneficiary account number provided by them in the Application Form or the plain paper Applications, as the case may be, the Registrar will obtain Demographic Details from the Depository. Hence, Investors applying under this Issue should carefully fill in their Depository Account details in the Application.

These Demographic Details would be used for all correspondence with such Investors including mailing of the letters intimating unblocking of bank account of the respective Investor and/or refund. The Demographic Details given by the Investors in the Application Form would not be used for any other purposes by the Registrar. Hence, Investors are advised to update their Demographic Details as provided to their Depository Participants. By signing the Application Forms, the Investors would be deemed to have authorised the Depositories to provide, upon request, to the Registrar, the required Demographic Details as available on its records.

The Allotment advice and the email intimating unblocking of ASBA Account would be emailed to the address of the Investor as per the email address provided to our Company or the Registrar or Demographic Details received from the Depositories. The Registrar will give instructions to the SCSBs for unblocking funds in the ASBA Account to the extent Rights Equity Shares are not Allotted to such Investor. Please note that any such delay shall be at the sole risk of the Investors and none of our Company, the SCSBs or the Registrar shall be liable to compensate the Investor for any losses caused due to any such delay or be liable to pay any interest for such delay.

In case no corresponding record is available with the Depositories that match three parameters, (a) names of the Investors (including the order of names of joint holders), (b) the DP ID, and (c) the beneficiary account number, then such Application Forms are liable to be rejected.

#### **Multiple Applications**

A separate Application can be made in respect of each scheme of a Mutual Fund registered with the SEBI and such Applications shall not be treated as multiple applications. For details, see "*Investment by Mutual Funds*" below on page 149 of this Letter of offer.

In cases where multiple Applications are submitted, including cases where an Investor submits Application Forms along with a plain paper Application or multiple plain paper Applications, such Applications shall be treated as multiple applications and are liable to be rejected (other than multiple applications submitted by any of the Promoters or members of the Promoter Group as described in "*Capital Structure – Intention and extent of participation by our Promoters and Promoter Group in the Issue*" on page 43 of this Letter of offer.

#### **Underwriting**

The Issue is underwritten.

## Withdrawal of Application

An Investor who has applied in this Issue may withdraw their Application at any time during Issue Period by approaching the SCSB where application is submitted. However, no Investor may withdraw their Application post the Issue Closing Date.

## Issue schedule

|   |  |
|---|--|
| Last Date for credit of Rights Entitlements                   | Thursday, 01 <sup>st</sup> August, 2024  |
| Issue Opening Date  | Monday, 05 <sup>th</sup> August, 2024    |
| Last date for On Market Renunciation of Rights Entitlements # | Wednesday, 14 <sup>th</sup> August, 2024 |
| Issue Closing Date*   | Monday, 19 <sup>th</sup> August, 2024    |
| Finalization of Basis of Allotment (on or about)              | Wednesday, 21 <sup>st</sup> August, 2024 |
| Date of Allotment (on or about)                               | Wednesday, 21 <sup>st</sup> August, 2024 |
| Date of credit (on or about)                                  | Monday, 26 <sup>th</sup> August, 2024    |
| Date of listing or Commencement of trading (on or about)      | Wednesday, 28 <sup>th</sup> August, 2024 |

*Note: Our Board may, however, decide to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date).*

*\*Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounees on or prior to the Issue Closing Date*

*\*\*Investors are advised to ensure that the Application Forms are submitted on or before the Issue Closing Date. Our Company and/or the Registrar to the Issue will not be liable for any loss on account of non-submission of Application Forms or on before the Issue Closing Date.*

## Basis of Allotment

Subject to the provisions contained in the Letter of offer, Letter of Offer, the Abridged Letter of Offer, the Application Form, the Rights Entitlement Letter, the Articles of Association of our Company and the approval of the Designated Stock Exchange, our Board will proceed to allot the Rights Equity Shares in the following order of priority:

- a) Full Allotment to those Eligible Equity Shareholders who have applied for their Rights Entitlement either in full or in part and also to the Renounee(s) who has/have applied for Rights Equity Shares renounced in its/their favor, in full or in part, as adjusted for fractional entitlement.
- b) Eligible Equity Shareholders whose fractional entitlements are being ignored and Eligible Equity Shareholders with zero entitlement, would be given preference in allotment of one additional Rights Equity Share each if they apply for additional Rights Securities. Allotment under this head shall be considered if there are any unsubscribed Rights Securities after allotment under (a) above. If number of Rights Securities required for Allotment under this head are more than the number of Rights Securities available after Allotment under (a) above, the Allotment would be made on a fair and equitable basis in consultation with the Designated Stock Exchange and will not be a preferential allotment.
- c) Allotment to the Eligible Equity Shareholders who have applied for the full extent of their Rights Entitlement and have also applied for Additional Rights Equity Shares shall be made as far as possible on an equitable basis having due regard to the number of Equity Shares held by them on the Record Date, provided there are unsubscribed Rights Equity Shares after making full Allotment under (a) and (b) above. The Allotment of such Equity Shares will be at the sole discretion of our Board in consultation with the Designated Stock Exchange, as a part of the Issue and will not be a preferential allotment.
- d) Allotment to Renounees who having applied for all the Rights Equity Shares renounced in their favour and also have applied for Additional Rights Equity Shares provided there is surplus available after making full Allotment under (a), (b) and (c) above. The Allotment of such Rights Equity Shares shall be made on a proportionate basis as part of the Issue and will not be a preferential allotment.
- e) Allotment to any other person that our Board may deem fit provided there is surplus available after making Allotment under (a), (b), (c) and (d) above, and the decision of our Board in this regard shall be final and binding.
- f) After taking into account Allotment to be made under (a) to (e) above, if there is any unsubscribed portion, the same shall be deemed to be 'unsubscribed' for the purpose of Regulation 3(1)(b) of the SEBI Takeover Regulations.



Upon approval of the Basis of Allotment by the Designated Stock Exchange, the Registrar shall send to the Designated Branches, a list of the ASBA Investors who have been Allotted Rights Equity Shares in the Issue, along with:

- a) The amount to be transferred from the ASBA Account to the separate bank account opened by our Company for the Issue, for each successful ASBA Application;
- b) The date by which the funds referred to above, shall be transferred to the aforesaid bank account; and
- c) The details of rejected ASBA Applications, if any, to enable the SCSBs to unblock the respective ASBA Accounts.

In the event of over subscription, Allotment shall be made within the overall size of the Issue.

#### **Allotment Advices/Refund Orders**

Our Company will issue and dispatch Allotment advice, refund instructions or demat credit of securities and/or letters of regret, along with crediting the Allotted Rights Equity Shares to the respective beneficiary accounts (only in dematerialised mode) or unblocking the funds in the respective ASBA Accounts, if any, within a period of 15 days from the Issue Closing Date. In case of failure to do so, our Company shall pay interest at 15% p.a. and such other rate as specified under applicable law from the expiry of such 15 days' period.

In case of those investors who have opted to receive their Rights Entitlement in dematerialized form using electronic credit under the depository system, and the Allotment advice regarding their credit of the Rights Equity Shares shall be sent at the address recorded with the Depository. Investors to whom refunds are made through electronic transfer of funds will be sent a letter through ordinary post intimating them about the mode of credit of refund within 15 days of the Issue Closing Date.

**In accordance with the SEBI ICDR Regulations, the option to receive the Rights Equity Shares in physical form was available only for a period of six months from the date of coming into force of the SEBI ICDR Regulations, i.e., until May 10, 2019.**

The letter of allotment or refund order would be sent by registered post or speed post to the sole/ first Investor's address provided by the Eligible Equity Shareholders to our Company. Such refund orders would be payable at par at all places where the Applications were originally accepted. The same would be marked 'Account Payee only' and would be drawn in favor of the sole/ first Investor. Adequate funds would be made available to the Registrar for this purpose.

#### **Payment of Refund**

##### ***Mode of making refunds***

In case of Applicants not eligible to make an application through ASBA process, the payment of refund, if any, including in the event of oversubscription or failure to list or otherwise would be done through any of the following modes:

1. **Unblocking amounts blocked using ASBA facility-** The payment of refund, if any, including in the event of oversubscription or failure to list or otherwise would be done through unblocking amounts blocked using ASBA facility.
2. Credit of refunds to Investors in any other electronic manner, permissible under the banking laws, which are in force, and is permitted by SEBI from time to time.

##### ***Refund payment to Non-residents***

The Application Money will be unblocked in the ASBA Account of the non-resident Applicants, details of which were provided in the Application Form.

#### **Allotment advice or Demat Credit**

The demat credit of securities to the respective beneficiary accounts or the demat suspense account (pending with IEPF authority/ in suspense, etc.) will be credited within 15 days from the Issue Closing Date or such other timeline

in accordance with applicable laws.

#### **Option to receive Right Equity Shares in Dematerialised Form**

**PLEASE NOTE THAT THE RIGHTS EQUITY SHARES APPLIED FOR UNDER THIS ISSUE CAN BE ALLOTTED ONLY IN DEMATERIALIZED FORM AND TO (A) THE SAME DEPOSITORY ACCOUNT/ CORRESPONDING PAN IN WHICH THE EQUITY SHARES ARE HELD BY SUCH INVESTOR ON THE RECORD DATE, OR (B) THE DEPOSITORY ACCOUNT, DETAILS OF WHICH HAVE BEEN PROVIDED TO OUR COMPANY OR THE REGISTRAR AT LEAST TWO WORKING DAYS PRIOR TO THE ISSUE CLOSING DATE BY THE RESIDENT ELIGIBLE EQUITY SHAREHOLDER HOLDING EQUITY SHARES IN PHYSICAL FORM AS ON THE RECORD DATE, OR (C) DEMAT SUSPENSE ACCOUNT WHERE THE CREDIT OF THE RIGHTS ENTITLEMENTS RETURNED/REVERSED/FAILED.**

Investors shall be Allotted the Rights Equity Shares in dematerialized (electronic) form.

**INVESTORS MAY PLEASE NOTE THAT THE EQUITY SHARES OF OUR COMPANY CAN BE TRADED ON THE STOCK EXCHANGE ONLY IN DEMATERIALIZED FORM.**

The procedure for availing the facility for Allotment of Rights Equity Shares in the Issue in the electronic form is as under:

- Open a beneficiary account with any Depository Participant (care should be taken that the beneficiary account should carry the name of the holder in the same manner as is registered in the records of our Company. In the case of joint holding, the beneficiary account should be opened carrying the names of the holders in the same order as registered in the records of our Company). In case of Investors having various folios in our Company with different joint holders, the Investors will have to open separate accounts for each such holding. Those Investors who have already opened such beneficiary account(s) need not adhere to this step.
- It should be ensured that the depository account is in the name(s) of the Investors and the names are in the same order as in the records of our Company or the Depositories.
- The responsibility for correctness of information filled in the Application Form vis-a-vis such information with the Investor's depository participant, would rest with the Investor. Investors should ensure that the names of the Investors and the order in which they appear in Application Form should be the same as registered with the Investor's depository participant.
- If incomplete or incorrect beneficiary account details are given in the Application Form, the Investor will not get any Rights Equity Shares and the Application Form will be rejected.
- The Rights Equity Shares will be allotted to Applicants only in dematerialized form and would be directly credited to the beneficiary account as given in the Application Form after verification or demat suspense account (pending receipt of demat account details for resident Eligible Equity Shareholders whose Equity Shares are with IEPF authority/ in suspense, etc.). Allotment advice, refund order (if any) would be sent directly to the Applicant by email and, if the printing is feasible, through physical dispatch, by the Registrar but the Applicant's depository participant will provide to him the confirmation of the credit of such Rights Equity Shares to the Applicant's depository account.
- Renounees will also have to provide the necessary details about their beneficiary account for Allotment of Rights Equity Shares in the Issue. In case these details are incomplete or incorrect, the Application is liable to be rejected.
- Non-transferable allotment advice/ refund orders will be sent directly to the Investors by the Registrar to the Issue.
- Dividend or other benefits with respect to the Equity Shares held in dematerialized form would be paid to those Equity Shareholders whose names appear in the list of beneficial owners given by the Depository Participant to our Company as on the date of the book closure.

**Resident Eligible Equity Shareholders, who hold Equity Shares in physical form and who have not furnished the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date, shall not be able to apply in this Issue for further details, please refer to "Procedure for**

**Application by Eligible Equity Shareholders holding Equity Shares in physical form" on page 149 of this Letter of offer.**

### **Investment by FPIs**

In terms of the SEBI FPI Regulations, the issue of Equity Shares to a single FPI or an investor group (which means the multiple entities having common ownership, directly or indirectly, of more than 50% or common control) must be below 10% of our post- Issue Equity Share capital. Further, in terms of FEMA Rules, the total holding by each FPI shall be below 10% of the total paid-up equity share capital of a company on a fully-diluted basis and the total holdings of all FPIs put together shall not exceed 24% of the paid-up equity share capital of a company on a fully diluted basis.

Further, pursuant to the FEMA Rules the investments made by a SEBI registered FPI in a listed Indian company will be reclassified as FDI if the total shareholding of such FPI increases to more than 10% of the total paid-up equity share capital on a fully diluted basis or 10% or more of the paid up value of each series of debentures or preference shares or warrants.

FPIs are permitted to participate in the Issue subject to compliance with conditions and restrictions which may be specified by the Government from time to time. The FPIs who wish to participate in the Issue are advised to use the ASBA Form for non-residents. Subject to compliance with all applicable Indian laws, rules, regulations, guidelines and approvals in terms of Regulation 21 of the SEBI FPI Regulations, only Category I FPIs, may issue, subscribe to or otherwise deal in offshore derivative instruments (as defined under the SEBI FPI Regulations as any instrument, by whatever name called, which is issued overseas by an FPI against securities held by it that are listed or proposed to be listed on any recognised stock exchange in India, as its underlying) directly or indirectly, only in the event (i) such offshore derivative instruments are issued only to persons eligible to be registered as Category I FPIs; and (ii) such offshore derivative instruments are issued after compliance with 'know your client' norms. An FPI may transfer offshore derivative instruments to persons compliant with the requirements of Regulation 21(1) of the SEBI FPI Regulations and subject to receipt of consent, except where pre-approval is provided.

All non-resident investors should note that refunds, dividends and other distributions, if any, will be payable in Indian Rupees only and net of bank charges and commission.

### **Investment by Systemically Important Non-Banking Financial Companies (NBFC – SI)**

In case of an application made by Systemically Important NBFCs registered with the RBI, (a) the certificate of registration issued by the RBI under Section 45 –IA of the RBI Act, 1934 and (b) net worth certificate from its statutory auditors or any independent chartered accountant based on the last audited financial statements is required to be attached to the application.

The SEBI (Venture Capital Funds) Regulations, 1996, as amended ("SEBI VCF Regulations") and the SEBI (Foreign Venture Capital Investor) Regulations, 2000, as amended ("SEBI FVCI Regulations") prescribe, among other things, the investment restrictions on VCFs and FVCIs registered with SEBI. Further, the SEBI (Alternative Investments Funds) Regulations, 2012 ("SEBI AIF Regulations") prescribe, among other things, the investment restrictions on AIFs.

**As per the SEBI VCF Regulations and SEBI FVCI Regulations, VCFs and FVCIs are not permitted to invest in listed companies pursuant to rights issues. Accordingly, applications by VCFs or FVCIs will not be accepted in this Issue.**

Venture capital funds registered as Category I AIFs, as defined in the SEBI AIF Regulations, are not permitted to invest in listed companies pursuant to rights issues. Accordingly, applications by venture capital funds registered as category I AIFs, as defined in the SEBI AIF Regulations, will not be accepted in this Issue. Other categories of AIFs are permitted to apply in this Issue subject to compliance with the SEBI AIF Regulations.

Such AIFs having bank accounts with SCSBs that are providing ASBA in cities / centres where such AIFs are located are mandatorily required to make use of the ASBA facility. Otherwise, applications of such AIFs are liable for rejection.

**Applications will not be accepted from FPIs in restricted jurisdictions.**

FPIs which are QIBs, Non-Institutional Investors or whose application amount exceeds ₹ 2 lakhs can participate in the Rights Issue only through the ASBA process. Further, FPIs which are QIB applicants and Non-Institutional Investors are mandatorily required to use ASBA, even if application amount does not exceed ₹ 2 lakhs.

### **Investment by NRIs**

Investments by NRIs are governed by Rule 12 of FEMA Rules. Applications will not be accepted from NRIs in Restricted Jurisdictions.

NRIs may please note that only such Applications as are accompanied by payment in free foreign exchange shall be considered for Allotment under the reserved category. The NRIs who intend to make payment through NRO counts shall use the Application form meant for resident Indians and shall not use the Application forms meant for reserved category.

As per Rule 12 of the FEMA Rules read with Schedule III of the FEMA Rules, an NRI or OCI may purchase or sell capital instruments of a listed Indian company on repatriation basis, on a recognised stock exchange in India, subject to the conditions, inter alia, that the total holding by any individual NRI or OCI will not exceed 5% of the total paid-up equity capital on a fully diluted basis or should not exceed 5% of the paid-up value of each series of debentures or preference shares or share warrants issued by an Indian company and the total holdings of all NRIs and OCIs put together will not exceed 10% of the total paid-up equity capital on a fully diluted basis or shall not exceed 10% of the paid-up value of each series of debentures or preference shares or share warrants. The aggregate ceiling of 10% may be raised to 24%, if a special resolution to that effect is passed by the general body of the Indian company.

### **Investment by Mutual Funds**

Applications made by asset management companies or custodians of Mutual Funds should clearly and specifically state names of the concerned schemes for which such Applications are made.

In case of a Mutual Fund, a separate Application can be made in respect of each scheme of the Mutual Fund registered with SEBI and such Applications in respect of more than one scheme of the Mutual Fund will not be treated as multiple Applications provided that the Applications clearly indicate the scheme concerned for which the Application has been made.

No Mutual Fund scheme shall invest more than 10% of its net asset value in equity shares or equity related instruments of any single company provided that the limit of 10% shall not be applicable for investments in case of index funds or sector or industry specific schemes. No Mutual Fund under all its schemes should own more than 10% of any company's paid-up share capital carrying voting rights.

### **Procedure for applications by Systemically Important NBFCs**

In case of application made by Systemically Important NBFCs registered with the RBI, (i) the certificate of registration issued by the RBI under Section 45 –IA of the RBI Act, 1934 and (ii) networth certificate from its statutory auditors or any independent chartered accountant based on the last audited financial statements is required to be attached to the application.

### **Payment by stock invest**

In terms of RBI Circular DBOD No. FSC BC 42/24.47.00/2003- 04 dated November 5, 2003, the stock invest Scheme has been withdrawn. Hence, payment through stock invest would not be accepted in this Issue.

### **Impersonation**

As a matter of abundant caution, attention of the Investors is specifically drawn to the provisions of Section 38 of the Companies Act, 2013 which is reproduced below:

*"Any person who:*

- i. makes or abets making of an application in a fictitious name to a company for acquiring, or subscribing for, its securities; or*
- ii. makes or abets making of multiple applications to a company in different names or in different combinations of his name or surname for acquiring or subscribing for its securities; or*
- iii. otherwise induces directly or indirectly a company to allot, or register any transfer of, securities to him, or to any other person in a fictitious name, shall be liable for action under Section 447. "*

The liability prescribed under Section 447 of the Companies Act, 2013 for fraud involving an amount of at least ₹10 lakhs or 1% of the turnover of the Company, whichever is lower, includes imprisonment for a term which shall not be less than six months extending up to ten years (provided that where the fraud involves public interest, such

term shall not be less than three years) and fine of an amount not less than the amount involved in the fraud, extending up to three times of such amount. Where such fraud (i) involves an amount which is less than ₹10 lakhs or 1% of the turnover of the Company, whichever is lower, and (ii) does not involve public interest, then such fraud is punishable with imprisonment for a term extending up to five years or fine of an amount extending up to ₹50 lakhs or with both.

### **Dematerialised Dealing**

Our Company has entered into tripartite agreements with NSDL and CDSL, respectively, and our Equity Shares bear the ISIN: INE178T01024.

### **Disposal of Applications and Application Money**

No acknowledgment will be issued for the Application Money received by our Company. However, the Designated Branch of the SCSBs receiving the Application Form will acknowledge its receipt by stamping and returning the acknowledgment slip at the bottom of each Application Form. Our Board reserves its full, unqualified and absolute right to accept or reject any Application, in whole or in part, and in either case without assigning any reason thereto.

In case an Application is rejected in full, the whole of the Application Money will be unblocked in the respective ASBA Accounts, in case of Applications through ASBA. Wherever an Application is rejected in part, the balance of Application Money, if any, after adjusting any money due on Rights Equity Shares Allotted, will be unblocked in the respective ASBA Accounts of the Investor within a period of 4 days from the Issue Closing Date and refunded in the respective bank accounts from which Application Money was received on or before T+1 day (T being the date of finalisation of Basis of Allotment). In case of failure to do so, our Company shall pay interest at such rate and within such time as specified under applicable law.

For further instructions, please read the Application Form carefully.

### **Utilization of Issue Proceeds**

Our Board of Directors declares that:

- a) All monies received out of the Issue shall be transferred to a separate bank account;
- b) Details of all monies utilized out of the Issue shall be disclosed, and shall continue to be disclosed until the time any part of the Issue Proceeds remains unutilized, under an appropriate separate head in the balance sheet of our Company indicating the purpose for which such monies have been utilized;
- c) Details of all unutilized monies out of the Issue, if any, shall be disclosed under an appropriate separate head in the balance sheet of our Company indicating the form in which such unutilized monies have been invested; and
- d) Our Company may utilize the funds collected in the Issue only after final listing and trading approvals for the Rights Equity Shares Allotted in the Issue is received.

### **Undertakings by our Company**

Our Company undertakes the following:

- a) The complaints received in respect of the Issue shall be attended to by our Company expeditiously and satisfactorily.
- b) All steps for completion of the necessary formalities for listing and commencement of trading at all Stock Exchange where the Rights Equity Shares are to be listed will be taken within the time prescribed by the SEBI.
- c) The funds required for making refunds to unsuccessful Applicants as per the mode(s) disclosed shall be made available to the Registrar by our Company.
- d) Where refunds are made through electronic transfer of funds, a suitable communication shall be sent to the Investor within 4 days of the Issue Closing Date, giving details of the banks where refunds shall be credited along with amount and expected date of electronic credit of refund.
- e) No further issue of securities affecting our Company's Equity Share capital shall be made until the Rights Equity Shares are listed or until the Application Money is refunded on account of non-listing, under subscription etc.
- f) In case of unblocking of the application amount for unsuccessful Applicants or part of the application amount in case of proportionate Allotment, a suitable communication shall be sent to the Applicants.
- g) Adequate arrangements shall be made to collect all ASBA Applications and to consider them similar to non-ASBA Applications while finalizing the Basis of Allotment.
- h) At any given time, there shall be only one denomination for the Rights Equity Shares of our Company.

- i) Our Company shall comply with all disclosure and accounting norms specified by the SEBI from time to time.
- j) Our Company accepts full responsibility for the accuracy of information given in this Letter of offer and confirms that to the best of its knowledge and belief, there are no other facts the omission of which makes any statement made in this Letter of offer misleading and further confirms that it has made all reasonable enquiries to ascertain such facts.

### **Minimum Subscription**

Our Promoters had expressed their intention to (i) subscribe to the full extent of his respective Rights Entitlements, subject to compliance with the minimum public shareholding requirements, as prescribed under the SCRR; and (ii) has also confirmed that they shall not renounce their Rights Entitlements except to the extent of renunciation within the promoter or members of promoter group. Accordingly, in terms of the SEBI ICDR Regulations, the requirement of minimum subscription in the Issue is not applicable.

Since, minimum subscription clause is not applicable. Hence, there is no requirement to subscribe the unsubscribed portion of the Right Issue by the promoter of the company.

### **Filing**

SEBI vide the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) (Fourth Amendment) Regulations, 2020 has amended Regulation 3(b) of the SEBI ICDR Regulations as per which the threshold for filing of Letter of offer with SEBI for rights issues has been increased. The threshold of the rights issue size under Regulation 3 (b) of the SEBI ICDR Regulations has been increased from Rupees ten crores to Rupees fifty crores. Since the size of this Issue falls below this threshold, the Letter of offer has been filed with BSE not with SEBI. However, the Letter of offer will be submitted with SEBI for information and dissemination and will be filed with the Stock Exchange.

### **Withdrawal of the Issue**

Subject to provisions of the SEBI ICDR Regulations, the Companies Act and other applicable laws, Our Company, reserves the right not to proceed with the Issue at any time before the Issue Opening Date without assigning any reason thereof.

If our Company withdraws the Issue any time after the Issue Opening Date, a public notice within two (2) Working Days of the Issue Closing Date or such other time as may be prescribed by SEBI, providing reasons for not proceeding with the Issue shall be issued by our Company. The notice of withdrawal will be issued in the same newspapers where the pre-Issue advertisement has appeared and the Stock Exchange will also be informed promptly.

The Company through the Registrar to the Issue, will instruct the SCSBs to unblock the ASBA Accounts within one (1) working Day from the day of receipt of such instruction. Our Company shall also inform the same to the Stock Exchange.

If our Company withdraws the Issue at any stage including after the Issue Closing Date and subsequently decides to proceed with an Issue of the Equity Shares, our Company will file a fresh offer document with the stock exchange where the Equity Shares may be proposed to be listed.

### **Important**

Please read the Letter of offer carefully before taking any action. The instructions contained in the Application Form, Abridged Letter of Offer and the Rights Entitlement Letter are an integral part of the conditions of the Letter of offer and must be carefully followed; otherwise the Application is liable to be rejected. It is to be specifically noted that this Issue of Rights Equity Shares is subject to the risk factors mentioned in "Risk Factors" on page 19 of this Letter of offer.

All enquiries in connection with this Letter of offer, Letter of Offer, Abridged Letter of Offer or Application Form and the Rights Entitlement Letter must be addressed (quoting the Registered Folio Number or the DP and Client ID number, the Application Form number and the name of the first Eligible Equity Shareholder as mentioned on the Application Form and super scribed "Shrydus Industries Limited" on the envelope to the Registrar at the following address:

**Skyline Financial Services Private Limited**

D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020

**Telephone:** 011-40450193/97

**Email:** admin@skylinerta.com

**Website:** www.skylinerta.com

**Investor grievance e-mail:** investors@skylinerta.com

**Contact Person:** Mr. Anuj Rana

**SEBI Registration No.:** INR000003241

**Validity of Registration:** Permanent

In accordance with SEBI Rights Issue Circulars, frequently asked questions and online/ electronic dedicated investor helpdesk for guidance on the Application process and resolution of difficulties faced by the Investors will be available on the website of the Registrar [www.skylinerta.com](http://www.skylinerta.com). Further, helpline number provided by the Registrar for guidance on the Application process and resolution of difficulties is 011-40450193/97.

The Issue will remain open for a minimum period of 7 (Seven) days. However, our Board will have the right to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Closing Date).

## RESTRICTIONS ON FOREIGN OWNERSHIP OF INDIAN SECURITIES

Foreign investment in Indian securities is regulated through the Consolidated FDI Policy and FEMA. The FDI Policy prescribes the limits and conditions subject to which foreign investment can be made in different sectors of the Indian economy and FEMA regulates the precise manner in which such investment may be made.

The government bodies responsible for granting foreign investment approvals are the concerned ministries/departments of the Government of India and the RBI. Pursuant to the press release dated May 24, 2017, the Union Cabinet phased out the FIPB and it was replaced by the Foreign Investment Facilitation Portal (**FIFP**) to speed up the FDI inflow and to increase the transparency in the FDI approvals in the country. The DIPP issued the Standard Operating Procedure (SOP) for Processing FDI Proposals on June 29, 2017 (the "**SOP**"). The SOP provides a list of the competent authorities to grant approvals for foreign investment for sectors/activities requiring Government approval. For sectors or activities that are currently under the automatic route but which required Government approval earlier as per the extant policy during the relevant period, the concerned Administrative Ministry/Department shall act as the competent authority (the "**Competent Authority**") for the grant of post facto approval for foreign investment. In circumstances where there is a doubt as to which department shall act as the Competent Authority, the DIPP will identify the Competent Authority.

The Government of India, from time to time, has made policy pronouncements on Foreign Direct Investment ("**FDI**") through press notes and press releases. The DIPP, has issued a consolidated FDI Policy DPIIT File Number 5(2)/2020-FDI Policy Dated the October 15, 2020 ("**FDI Policy 2020**"), which consolidates and supersedes all previous press notes, press releases and clarifications on FDI policy issued by the DIPP that were in force till that date. The Government of India proposes to update the consolidated circular on FDI policy once every year and therefore, the FDI Policy 2020 will be valid until the DIPP issues an updated circular.

Under the FDI Policy, unless specifically restricted, foreign investment is freely permitted in all sectors of the Indian economy up to 100% without any prior approvals, however the foreign investor must follow certain prescribed procedures for making such investment. Accordingly, the process for foreign direct investment ("**FDI**") and approval from the Government of India will now be handled by the **FIFP**.

The transfer of shares between an Indian resident and a non-resident does not need prior approval of the RBI, provided that (i) the activities of the investee company falls under the automatic route as provided in the FDI Policy and FEMA, and the transfer does not attract the provisions of the SEBI Takeover Regulations; (ii) the non-resident shareholding is within the sectoral limits under the FDI Policy; and (iii) the pricing is in accordance with the guidelines prescribed by SEBI and RBI.

As per the extant policy of the Government of India, erstwhile OCBs cannot participate in this Issue. OCBs or Overseas Corporate Bodies have been de recognised as a class of investor entity in India with effect from September 16, 2003.

Overseas Corporate Body means a company, partnership firm, society and other corporate body owned directly or indirectly to the extent of at least sixty per cent by Non- Resident Indians and includes overseas trust in which not less than sixty percent beneficial interest is held by Non-resident Indians directly or indirectly but irrevocably, which was in existence as on September 16, 2003 and was eligible to undertake transactions pursuant to the general permission granted under FEMA. Any investment made in India by such entities will be treated as investments by incorporated non-resident entities, i.e. a foreign company.

The Issue, if renounced by our shareholders, may include offers within India, to Indian institutional, non-institutional and retail investors in offshore transactions as defined in, and made in reliance upon exemptions from the registration requirements under the United States Securities Act of 1933, as amended (the "**U.S. Securities Act**"), including the exemption under Regulation S ("**Regulation S**") of the U.S. Securities Act.

*The above information is given for the benefit of the Applicants / Investors. Our Company is not liable for any amendments or modification or changes in applicable laws or regulations, which may occur after the date of this Letter of offer. Investors are advised to make their independent investigations and ensure that the number of Equity Shares applied for do not exceed the applicable limits under laws or regulations.*



## **SECTION VIII – STATUTORY AND OTHER INFORMATION**

Please note that the Rights Equity Shares applied for under this Issue can be allotted only in dematerialized form and to (a) the same depository account/ corresponding pan in which the Equity Shares are held by such Investor on the Record Date, or (b) the depository account, details of which have been provided to our Company or the Registrar at least two working days prior to the Issue Closing Date by the Eligible Equity Shareholder holding Equity Shares in physical form as on the Record Date.

## MATERIAL CONTRACTS AND DOCUMENTS FOR INSPECTION

*The copies of the following contracts which have been entered or are to be entered into by our Company (not being contracts entered into in the ordinary course of business carried on by our Company or contracts entered into more than two years before the date of this Letter of offer) which are or may be deemed material have been entered or are to be entered into by our Company. Copies of the documents for inspection referred to hereunder, would be available on the website of the Company at [www.shrydus.com](http://www.shrydus.com) in from the date of this Letter of offer until the Issue Closing Date.*

### 1. Material Contracts for the Issue

- (i) Registrar Agreement dated 08<sup>th</sup> July, 2024 between our Company and the Registrar to the Issue.
- (ii) Tripartite Agreement dated 14<sup>th</sup> November, 2000 between our Company, NSDL and the Registrar to the Company.
- (iii) Tripartite Agreement dated 16<sup>th</sup> November, 2000 between our Company, CDSL and the Registrar to the Company
- (iv) Escrow Agreement dated 08<sup>th</sup> July, 2024 amongst our Company, the Registrar to the Issue and the Bankers to the Issue/ Refund Bank.

### 2. Material Documents

1. Certified true copy of Certificate of Incorporation, the Memorandum of Association and Articles of Association of our Company, as amended.
2. Resolutions of the Board of Directors dated March 28<sup>th</sup>, 2024 in relation to the Issue and other related matters.
3. Copies of Annual Reports of our Company for the Financial Year ending March 31, 2023.
4. Copy of the Resolution of Meeting of Board of Directors dated July 08<sup>th</sup> 2024 finalizing the terms of the Issue Record Date, Issue Schedule other terms of the issue and Letter of Offer.
5. Resolution of our Fund-Raising Committee dated March 30<sup>th</sup>, 2024 approving the Draft Letter of offer.
6. Consents of our Promoters, Directors, Company Secretary and Compliance Officer, Statutory Auditors, Bankers to our Company, Bankers to the Issue, Legal Advisor to the Issue, and the Registrar to the Issue for inclusion of their names in the Letter of offer to act in their respective capacities.
7. Statement of Tax Benefits dated March 27<sup>th</sup>, 2024 for our Company from the Statutory Auditors of our Company.
8. Audit Report for financial year ending on March 31, 2024.
9. In-principle approval issued by BSE dated 27<sup>th</sup> June, 2024.

Any of the contracts or documents mentioned in this Letter of offer may be amended or modified at any time if so required in the interest of our Company or if required by the other parties, without reference to the shareholders subject to compliance of the provisions contained in the Companies Act and other relevant statutes.

## DECLARATION

We hereby declare that all relevant provisions of the Companies Act 2013 and the rules, regulations and guidelines issued by the Government of India, or the rules, regulations or guidelines issued by the SEBI, established under Section 3 of the Securities and Exchange Board of India Act, 1992, as the case may be, have been complied with and no statement made in this Letter of offer is contrary to the provisions of the Companies Act 2013, the Securities Contracts (Regulation) Act, 1956, the Securities Contract (Regulation) Rules, 1957 and the Securities and Exchange Board of India Act, 1992, each as amended, or the rules, regulations or guidelines issued thereunder, as the case may be. We further certify that all the statements and disclosures made in this Letter of offer are true and correct.

### SIGNED BY THE DIRECTORS OF OUR COMPANY

Sd/-

\_\_\_\_\_  
**Shrey Premal Parekh**  
Managing Director

Sd/-

\_\_\_\_\_  
**Neha Premal Parekh**  
Executive Director

Sd/-

\_\_\_\_\_  
**Mital Amish Shah**  
Non-Executive – Non-Independent Director

Sd/-

\_\_\_\_\_  
**Samir Kothari**  
Non-Executive - Independent Director

Sd/-

\_\_\_\_\_  
**Rashmi Anil Salvi**  
Non-Executive - Independent Director

Sd/-

\_\_\_\_\_  
**Nag Bhushan Rao**  
Non-Executive - Independent Director

### SIGNED BY THE COMPANY SECRETARY AND CHIEF FINANCIAL OFFICER OF OUR COMPANY:

Sd/-

\_\_\_\_\_  
**Devang Doshi**  
(Company Secretary and Compliance Officer)

Sd/-

\_\_\_\_\_  
**Premal Shailesh Parekh**  
(Chief Financial Officer)

**Date:** July 08<sup>th</sup>, 2024

**Place:** Kolkata

## ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER

### FOR ELIGIBLE EQUITY SHAREHOLDERS OF OUR COMPANY ONLY

This is an Abridged Letter of Offer containing the salient features of the Letter of Offer dated July 08<sup>th</sup>, 2024 (**Letter of Offer**) which is available on the websites of the Registrar, our Company and the stock exchanges where the Equity Shares of our Company are listed, i.e., BSE Limited (**BSE**). You are encouraged to read greater details available in the Letter of Offer. Capitalized terms not specifically defined herein shall have the meaning ascribed to them in the Letter of Offer.

### THIS ABRIDGED LETTER OF OFFER CONTAINS 13 PAGES. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.

Our Company has made available on the Registrar's website at [www.Skylinerta.com](http://www.Skylinerta.com) and our Company's website at [www.shrydus.com](http://www.shrydus.com) this Abridged Letter of Offer and the Application Form for the Eligible Equity Shareholders. You may also download the Letter of Offer from the websites of SEBI, the Stock Exchange; [www.bseindia.com](http://www.bseindia.com).

### SHRYDUS INDUSTRIES LIMITED

**Corporate Identity Number:** L67190WB1983PLC035658

**Registered Office:** M/s. Mangalam Housing Development Finance Limited, 24 & 26, Hemanta Basu Sarani,  
R.N. Mukherjee Road, Kolkata- 700 001, West Bengal

**Corporate Office:** 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai, Mumbai,  
Maharashtra, India, 400058

**Contact person:** Mr. Devang Doshi, Company Secretary and Compliance Officer

**Telephone:** +91 9892710929 | **E-mail id:** [Info@shrydus.com](mailto:Info@shrydus.com) | **Website:** [www.shrydus.com](http://www.shrydus.com)

### OUR PROMOTER

MR. SHREY PREMAL PAREKH AND MR. VIJAY THAKORDAS CHAMPANERI

FOR CIRCULATION TO ELIGIBLE EQUITY SHAREHOLDERS OF SHRYDUS INDUSTRIES LIMITED

### ISSUE DETAILS, LISTING AND PROCEDURE

ISSUE OF UP TO 2,00,08,810 FULLY PAID UP EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH OF OUR COMPANY (THE "EQUITY SHARES") FOR CASH AT A PRICE OF ₹ 18/- PER EQUITY SHARE (INCLUDING A PREMIUM OF ₹ 8/- PER EQUITY SHARE) AGREEGATING UPTO ₹3601.58 LAKHS# ON A RIGHTS BASIS TO THE ELIGIBLE EQUITY SHAREHOLDERS OF OUR COMPANY IN THE RATIO OF 5 (FIVE) EQUITY SHARE FOR EVERY 3 (THREE) FULLY PAID-UP EQUITY SHARES HELD BY THE ELIGIBLE EQUITY SHAREHOLDERS ON THE RECORD DATE, THAT IS JULY 19<sup>TH</sup>, 2024 (THE "ISSUE"). THE ISSUE PRICE FOR THE RIGHTS EQUITY SHARES IS 1.8 TIMES THE FACE VALUE OF THE EQUITY SHARES. FOR FURTHER DETAILS, PLEASE REFER TO "TERMS OF THE ISSUE" BEGINNING ON PAGE 149 OF THIS LETTER OF OFFER.

### PAYMENT SCHEDULE FOR THE RIGHTS EQUITY SHARES

| Amount Payable per Rights Equity Shares | Face Value (Rs.) | Premium (Rs.) | Total (Rs.) |
|---|------------------|---------------|-------------|
| On Application                          | 10               | 8             | 18          |
| <b>Total</b>                            | <b>10</b>        | <b>8</b>      | <b>18</b>   |

For further details on Payment Schedule, see 'Terms of the Issue' on page 149 of the Letter of Offer.

**Listing Details:** The Equity Shares of our Company are listed on BSE (**Stock Exchange**). Our Company has received in-principle approval dated June 27<sup>th</sup>, 2024 from the BSE, where the Equity Shares of our Company are listed, for listing of the Rights Equity Shares offered in this Issue. Our Company will also make application to BSE to obtain the trading approval for the Rights Entitlements as required under the SEBI circular bearing reference number SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020. For the purposes of this Issue, the designated stock exchange is BSE Limited.

**Procedure:** If you wish to know about processes and procedures applicable to Rights Issues, you may refer to 'Terms of the Issue' on page 149 of the Letter of Offer. You may also download the Letter of Offer from the website of our Company, SEBI, Stock Exchange, Registrar to the Issue. You can also request Registrar or our Company to provide a hard copy of the Letter of Offer.

## ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER

### ELIGIBILITY FOR THE ISSUE

Our Company is a listed company, incorporated under the Companies Act, 1956. The Equity Shares of our Company are currently listed on BSE. Our Company is eligible to offer the Rights Equity Shares pursuant to this Issue in terms of Chapter III of the SEBI ICDR Regulations and other applicable provisions. Our Company is undertaking the Issue in accordance with Part B of Schedule VI to the SEBI ICDR Regulations.

**Minimum Subscription:** In terms of Regulation 86 of the SEBI ICDR Regulations, the requirement of minimum subscription is not applicable to the Issue as the object of the Issue does not involve financing of capital expenditure, and as our Promoter has confirmed its intention to subscribe to their Rights Entitlement in the Issue and not renounce its Rights Entitlements.

### INDICATIVE TIMETABLE\*

|  |  |   |  |
|--|--|---|--|
| <b>Issue Opening Date</b>  | Monday, 05 <sup>th</sup> August, 2024    | <b>Date of Allotment / Initiation of Refunds (on or about)</b>  | Wednesday, 21 <sup>st</sup> August, 2024 |
| <b>Last Date for On Market Renunciation of the Rights Entitlements**</b> | Wednesday, 14 <sup>th</sup> August, 2024 | <b>Date of credit of Rights Equity Shares to demat accounts of Allotees (on or about)</b>                   | Monday, 26 <sup>th</sup> August, 2024    |
| <b>Issue Closing Date<sup>#</sup></b>                                    | Monday, 19 <sup>th</sup> August, 2024    | <b>Date of listing/commencement of trading of Rights Equity Shares on the Stock Exchanges (on or about)</b> | Wednesday, 28 <sup>th</sup> August, 2024 |
| <b>Finalisation of basis of Allotment (on or about)</b>                  | Wednesday, 21 <sup>st</sup> August, 2024 |   |  |

\*The above timetable is indicative and does not constitute any obligation on our Company.

\*\* Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renouncees on or prior to the Issue Closing Date.

# Our Board or the Rights Issue Committee will have the right to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date) or such other time as may be permitted as per applicable law. Further, no withdrawal of Application shall be permitted by any Applicant after the Issue Closing Date.

Please note that if Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date have not provided the details of their demat accounts to our Company or to the Registrar, they are required to provide their demat account details to our Company or the Registrar not later than two Working Days prior to the Issue Closing Date, i.e., Monday, 19<sup>th</sup> August, 2024 to enable the credit of the Rights Entitlements by way of transfer from the demat suspense escrow account to their respective demat accounts by at least one day before the Issue Closing Date.

### NOTICE TO INVESTORS

The distribution of the Letter of Offer, this Abridged Letter of Offer, Form, the Rights Entitlement Letter, any other issue material (collectively '**Issue Documents**'), and issue of Rights Entitlement Letter and the Rights Equity Shares on a rights basis to persons in certain jurisdictions outside India may be restricted by the legal requirements prevailing in those jurisdictions. Persons into whose possession the Letter of Offer, this Abridged Letter of Offer, the Application Form, or the Rights Application Entitlement Letter may come are required to inform themselves about, and observe, such restrictions. For details, see '*Restrictions on Purchases and Resales*' on page 178 of the Letter of Offer.

Further, the Letter of Offer will be sent / dispatched to the Eligible Equity Shareholders who have provided Indian address and who have made a request in this regard. In case such Eligible Equity Shareholders have provided their valid e-mail address, the Letter of Offer, this Abridged Letter of Offer and the Application Form will be sent only to their valid e-mail address and in case such Eligible Equity Shareholders have not provided their e-mail address, then the Letter of Offer, this Abridged Letter of Offer and the Application Form will be dispatched by way of physical delivery as per the applicable laws to those Eligible Equity Shareholders who have provided their Indian address, on a reasonable effort basis.

THIS DOCUMENT IS SOLELY FOR THE USE OF THE PERSON WHO RECEIVED IT FROM OUR COMPANY OR FROM THE REGISTRAR. THIS DOCUMENT IS NOT TO BE REPRODUCED OR DISTRIBUTED TO ANY OTHER PERSON.

#### **NO OFFER IN THE UNITED STATES**

The Rights Entitlements and the Rights Equity Shares have not been and will not be registered under the United States Securities Act of 1933, as amended (**U.S. Securities Act**), or any U.S. state securities laws and may not be offered, sold, resold or otherwise transferred within the United States of America or the territories or possessions thereof (**United States or U.S.**), except in a transaction not subject to, or exempt from, the registration requirements of the Securities Act and applicable state securities laws. The Rights Entitlements and Rights Equity shares referred to in the Letter of Offer are being Offered and sold in offshore Transactions outside the United States in compliance with Regulation S under the U.S. Securities Act to the existing Shareholders located in jurisdictions where such offer and sale of the Rights Equity Shares and / or Rights Entitlements are permitted under laws of such jurisdictions. The offering to which the Letter of Offer relates is not, and under no circumstances is to be construed as, an offering of any of the Rights Equity Shares or the Rights Entitlement for sale in the United States or as a solicitation therein of an offer to buy any of the Rights Equity Shares or Rights Entitlement. There is no intention to register any portion of the Issue or any of the securities described herein in the United States or to conduct a public offering of securities in the United States. Accordingly, the Issue Documents and the Application Form should not be forwarded to or transmitted in or into the United States at any time.

## ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER

### GENERAL RISKS

Investments in equity and equity-related securities involve a degree of risk and investors should not invest any funds in this Issue unless they can afford to take the risk of losing their investment. Investors are advised to read the risk factors carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of our Company and this Issue, including the risks involved. The Equity Shares have neither been recommended or approved by the SEBI nor does SEBI guarantee the accuracy or adequacy of the Letter of Offer. Specific attention of the investors is invited to 'Risk Factors' on page 19 of the Letter of Offer and 'Internal Risk Factors' beginning on page 19 of this Abridged Letter of Offer before making an investment in the Issue.

|   |   |
|---|---|
| <b>Name of Registrar to the Issue and contact details</b> |  <p><b>Skyline Financial Services Private Limited</b><br/> D-153A, 1<sup>st</sup> Floor, Okhla Industrial Area, Phase-I, New Delhi-110020<br/> <b>Telephone:</b> 011-40450193-97<br/> <b>Email:</b> <a href="mailto:ipo@skylinerta.com">ipo@skylinerta.com</a><br/> <b>Website:</b> <a href="http://www.skylinerta.com">www.skylinerta.com</a><br/> <b>Email:</b> <a href="mailto:grievances@skylinerta.com">grievances@skylinerta.com</a><br/> <b>SEBI Registration No.:</b> INR000003241<br/> <b>Contact Person:</b> Mr. Anuj Rana</p>   |
| <b>Name of the Statutory Auditor</b>                      | M/s. Suvarna & Katdare, Chartered Accountants   |
| <b>Self-Syndicate Certified Banks</b>                     | The list of banks that have been notified by SEBI to act as the SCSBs for the ASBA process is provided on the website of SEBI at <a href="https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&amp;intmId=35">https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&amp;intmId=35</a> and updated from time to time. For a list of branches of the SCSBs named by the respective SCSBs to receive the ASBA Forms from the Designated Intermediaries, please refer to the above-mentioned link. On Allotment, the amount would be unblocked, and the account would be debited only to the extent required to pay for the Rights Equity Shares Allotted. |
| <b>Banker to the Issue / Refund Bank</b>                  | <p><b>KOTAK MAHINDRA BANK LIMITED</b><br/> <b>Address:</b> Kotak Infiniti, 6th Floor, Building No. 21, Infinity Park, Off Western Express Highway, General AK Vaidya Marg, Malad (East). Mumbai – 400 097 Maharashtra, India<br/> <b>Telephone Number:</b> 022-66056588<br/> <b>E-mail:</b> <a href="mailto:cmsipo@kotak.com">cmsipo@kotak.com</a><br/> <b>SEBI Registration Number:</b> INBI00000927<br/> <b>Contact Person:</b> Mr. Siddhesh Shirodkar</p>  |

### 1. Summary of business

Our Company is primarily engaged in the business of trading in agricultural commodity products. Further, the Company proposes to diversify its business activities into pharmaceutical industry and is in the process of acquiring entire shareholding and ownership of a Company viz Astra Lifecare (India) Private Limited which owns 100 % export oriented pharmaceutical manufacturing plant of tablets and capsules with over 400 products registered in its name which is situated in Gujarat region of India. For details, please refer to chapter titled "Our Business" on page 77 of this Letter of offer.

## ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER

### 2. Summary of Objects of the Issue and Means of Finance

Our Company intends to utilize the Net Proceeds from the Issue towards funding of the following objects:

(₹ in lakhs)

| S. No.       | Particulars   | Total estimated amount to be utilized |
|--------------|---|---------------------------------------|
| 1.           | <i>Acquisition of Astra Lifecare (India) Private limited</i>  | 1568.47                               |
| 2.           | <i>Repayment of Loan availed from the related party through conversion outstanding Loan to Equity</i> | 931.53                                |
| 3.           | <i>To Meet working capital of our company</i>   | 8,00.00                               |
| 4.           | <i>General Corporate Purposes</i>   | 2,41.58                               |
| <b>Total</b> |   | <b>3541.58</b>                        |

#### *Means of Finance*

Our Company proposes to meet the entire requirement of funds for the proposed objects of the Issue from the Net Proceeds. Accordingly, our Company confirms that there is no requirement to make firm arrangements of finance through verifiable means towards at least 75% of the stated means of finance, excluding the amount to be raised from the Issue.

### 3. Equity Shareholding Pattern (As on March 31, 2024)

| Category of shareholder   | No. of shareholders | No. of fully paid-up equity shares held | Total no. shares held | Shareholding as a % of total no. of shares (calculated as per SCRR, 1957) | No. of Voting Rights | Total as a % of Total Voting right | No. of equity shares held in dematerialized form |
|---------------------------|---------------------|---|-----------------------|---|----------------------|------------------------------------|--|
| Promoter & Promoter Group | 2                   | 31,05,095                               | 31,05,095             | 25.86   | 31,05,095            | 25.86                              | 31,05,095  |
| Public                    | 9,944               | 89,00,191                               | 89,00,191             | 74.14   | 89,00,191            | 74.14                              | 62,05,537  |
| Non-Promoter-Non-Public   | Nil                 | Nil                                     | Nil                   | 0.00  | Nil                  | 0.00                               | Nil  |
| <b>Total</b>              | <b>9,946</b>        | <b>1,20,05,286</b>                      | <b>1,20,05,286</b>    | <b>100.00</b>   | <b>1,20,05,286</b>   | <b>100.00</b>                      | <b>93,10,632</b>                                 |

### 4. Board of Directors

| Sr. No. | Name                    | Designation                              | Other Directorships  |
|---------|-------------------------|--|--|
| 1.      | Mr. Shrey Premal Parekh | Managing Director                        | • Nil  |
| 2.      | Ms. Mital Amish Shah    | Non-Executive – Non Independent Director | • Shrydus Healthcare And Hygiene Private Limited   |
| 3.      | Ms. Neha Premal Parekh  | Executive Director                       | • Apple Land Development Private Limited<br>• Brajesh Construction Pvt Ltd<br>• PSDN Infra-Structure Private Limited |
| 4.      | Mr. Samir Kothari       | Non-Executive - Independent Director     | • Nil  |
| 5.      | Ms. Rashmi Anil Salvi   | Non-Executive - Independent Director     | Private Companies:<br>• Aayush Infraspaces Private Limited   |
| 6.      | Mr. Nag Bhushan Rao     | Non-Executive - Independent Director     | • Nil  |

## ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER

For detailed profile of our Directors, please refer to the chapter titled “Our Management” beginning on page 81 of this Draft Letter of Offer.

### 5. Details of the Issuer or any of its promoters or directors being a wilful defaulter or fraudulent borrower

None of our Company, Promoter or Directors have been identified as a ‘Wilful Defaulter’ or a ‘Fraudulent Borrower’.

### 6. Financial Statement Summary

Following are the details as per the Restated Consolidated Financial Information as at and for the Financial Years ended on March 31, 2023 and March 31, 2024:

(₹ in lakhs)

| Particulars   | Audited Financial Statements                 |  |
|---|--|--|
|   | For the Financial year ending March 31, 2024 | For the Financial Year ending March 31, 2023 |
| Equity Share Capital  | 1201.38                                      | 965.88                                       |
| Net-Worth   | 596.81                                       | 191.78                                       |
| <b>Total Income</b>   | 945.45                                       | 931.28                                       |
| Profit/ (loss) after tax (excluding comprehensive income/ (loss)) | 52.46  | 29.92  |
| Basic EPS   | 0.44   | 0.33   |
| Diluted EPS   | 0.44   | 0.31   |
| Net asset value per Equity Share                                  | 0.49   | 0.19   |
| Total borrowings (Including current and non-current borrowings)   | 1090.74                                      | 185.99                                       |

### 7. Internal risk factors

Set out below are the top 10 risk factors, as disclosed in the Letter of Offer:

1. Our Company had negative cash flow in recent fiscals, details of which are given below. Sustained negative cash flow could adversely impact our business, financial condition and results of operations.
2. The objects of the Issue for which funds are being raised have not been appraised by any agency.
3. Our operations are significantly located in the Kolkata & Mumbai region and failure to expand our operations may restrict our growth and adversely affect our business.
4. Our success depends largely upon the services of our Promoters, Executive Directors and other key managerial personnel and our ability to attract and retain them.
5. Our inability to manage growth could disrupt our business and reduce our profitability.
6. We have not made any alternate arrangements for meeting our capital requirements for the Objects of the issue. Further we have not identified any alternate source of financing the ‘Objects of the Issue’. Any shortfall in raising / meeting the same could adversely affect our growth plans, operations and financial performance.
7. The prices we are able to obtain for the trading products that we trade depend largely on prevailing market prices.
8. Our Company has not entered into any fixed contracts with its customers and we will operate on the basis of orders received on hand. Inability to maintain regular order flow would adversely impact our revenues and profitability Long-term business relationship in turn benefits continuous order.
9. We face intense competition in our businesses, which may limit our growth and prospects.
10. Our company falls under GSM Stage 0, meaning market participants should carry out necessary due diligence while dealing in the shares of company

For further details, see ‘Risk Factors’ on page 19 of the Letter of Offer.



## ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER

### 8. Summary of Outstanding Litigations, Claims and Regulatory Action

| Nature of Cases                                  | Number of outstanding cases | Amount Involved* (in lacs) |
|--|-----------------------------|----------------------------|
| <b><i>Litigation involving our Company</i></b>   |                             |                            |
| Criminal proceedings against our Company         | Nil                         | Nil                        |
| Criminal proceedings by our Company              | Nil                         | Nil                        |
| Material civil litigation against Company        | 1                           | Nil                        |
| Material civil litigation by our Company         | Nil                         | Nil                        |
| Actions by statutory or regulatory authorities   | Nil                         | Nil                        |
| Direct and indirect tax proceedings              | Nil                         | Nil                        |
| <b><i>Litigation involving our Directors</i></b> |                             |                            |
| Criminal proceedings against our Directors       | Nil                         | Nil                        |
| Criminal proceedings by our Directors            | Nil                         | Nil                        |
| Material civil litigation against our Directors  | Nil                         | Nil                        |
| Material civil litigation by our Directors       | Nil                         | Nil                        |
| Actions by statutory or regulatory authorities   | Nil                         | Nil                        |
| Direct and indirect tax proceedings              | Nil                         | Nil                        |
| <b><i>Litigation involving our Promoter</i></b>  |                             |                            |
| Criminal proceedings against our Promoter        | Nil                         | Nil                        |
| Criminal proceedings by our Promoter             | Nil                         | Nil                        |
| Material civil litigation against our Promoter   | Nil                         | Nil                        |
| Material civil litigation by our Promoter        | Nil                         | Nil                        |
| Actions by statutory or regulatory authorities   | Nil                         | Nil                        |
| Direct and indirect tax proceedings              | Nil                         | Nil                        |

\* To the extent quantifiable.

For further details, see 'Outstanding Litigation and Defaults' on page 139 of the Letter of Offer.

### 2. Terms of the Issue

In accordance with Regulation 76 of the SEBI ICDR Regulations, the SEBI Rights Issue Circular and the ASBA Circulars, all Investors desiring to make an Application in this Issue are mandatorily required to use the ASBA process. Investors should carefully read the provisions applicable to such Applications before making their Application through ASBA. For details, see 'Terms of the Issue - Making an Application through the ASBA process' on page 149 of the Letter of Offer.

The Application Form can be used by the Eligible Equity Shareholders as well as the Renouncees, to make Applications in this Issue on the basis of Rights Entitlement credited in their respective demat accounts or demat suspense escrow account, as applicable. For further details on the Rights Entitlements and demat suspense escrow account, see 'Terms of the Issue and Credit of Rights Entitlements in demat accounts of Eligible Equity Shareholders' on page 149 of the Letter of Offer.

Please note that one single Application Form shall be used by the Investors to make Applications for all Rights Entitlements available in a particular demat account or entire respective portion of the Rights Entitlements in the demat suspense escrow account in case of resident Eligible Equity Shareholders holding shares in physical form as on Record Date and applying in this Issue, as applicable. In case of Investors who have provided details of demat account in accordance with the SEBI ICDR Regulations, such Investors will have to apply for the Rights Equity Shares from the same demat account in which they are holding the Rights Entitlements and in case of multiple demat accounts, the Investors are required to submit a separate Application Form for each demat account.

Investors may apply for the Rights Equity Shares by submitting the Application Form to the Designated Branch of the SCSB or online/ electronic Application through the website of the SCSBs (if made available by such SCSB) for authorising such SCSB to block Application Money payable on the Application in their respective ASBA Accounts.

Investors are also advised to ensure that the Application Form is correctly filled up stating therein the ASBA Account (in case of Application through ASBA process) in which an amount equivalent to the amount payable on Application as stated in the Application Form will be blocked by the SCSB.

## **ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER**

Applicants should note that they should very carefully fill-in their depository account details and PAN in the Application Form or while submitting application through online Application through the website of the SCSBs (if made available by such SCSB). Please note that incorrect depository account details or PAN, or Application Forms without depository account details shall be treated as incomplete and shall be rejected. For details see 'Terms of the Issue - Grounds for Technical Rejection' on page 149 of the Letter of Offer. Our Company, the Registrar and the SCSBs shall not be liable for any incomplete or incorrect demat details provided by the Applicants.

### ***Options available to the Eligible Equity Shareholders***

The Rights Entitlement Letter will clearly indicate the number of Rights Equity Shares that the Eligible Equity Shareholder is entitled to. If the Eligible Equity Shareholder applies in this Issue, then such Eligible Equity Shareholder can:

- i. Apply for its Rights Equity Shares to the full extent of its Rights Entitlements; or
- ii. Apply for its Rights Equity Shares to the extent of part of its Rights Entitlements (without renouncing the other part);  
or
- iii. Apply for its Rights Equity Shares to the extent of part of its Rights Entitlements and renounce the other part of its Rights Entitlements; or
- iv. Apply for its Rights Equity Shares to the full extent of its Rights Entitlements and apply for additional Equity Shares;  
or
- v. Renounce its Rights Entitlements in full.

### ***Making of an Application through the ASBA process***

An Investor, wishing to participate in this Issue through the ASBA facility, is required to have an ASBA enabled bank account with a SCSB prior to making the Application. Investors desiring to make an Application in this Issue through ASBA process, may submit the Application Form in physical mode to the Designated Branches of the SCSB or online / electronic Application through the website of the SCSBs (if made available by such SCSB) for authorizing such SCSB to block Application Money payable on the Application in their respective ASBA Accounts.

Investors should ensure that they have correctly submitted the Application Form and have provided an authorisation to the SCSB, via the electronic mode, for blocking funds in the ASBA Account equivalent to the Application Money mentioned in the Application Form, as the case may be, at the time of submission of the Application.

For the list of banks which have been notified by SEBI to act as SCSBs for the ASBA process, please refer to <https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmId=35>

Please note that subject to SCSBs complying with the requirements of the SEBI circular bearing reference number CIR/CFD/DIL/13/2012 dated September 25, 2012, within the periods stipulated therein, Applications may be submitted at the Designated Branches of the SCSBs. Further, in terms of the SEBI circular bearing reference number CIR/CFD/DIL/1/2013 dated January 2, 2013, it is clarified that for making Applications by SCSBs on their own account using ASBA facility, each such SCSB should have a separate account in its own name with any other SEBI registered SCSB(s). Such account shall be used solely for the purpose of making an Application in this Issue and clear demarcated funds should be available in such account for such an application.

Our Company, its directors, its employees, affiliates, associates and their respective directors and officers and the Registrar shall not be responsible for acts, mistakes, errors, omissions, and commissions etc., in relation to Applications accepted by SCSBs, Applications uploaded by SCSBs, Applications accepted but not uploaded by SCSBs or Applications accepted and uploaded without blocking funds in the ASBA Accounts.

### ***Making of an Application by Eligible Equity Shareholders on Plain Paper under ASBA process***

An Eligible Equity Shareholder in India who is eligible to apply under the ASBA process may make an Application to subscribe to this Issue on plain paper in case of non-receipt of Application Form as detailed above. In such cases of non-receipt of the Application Form through e-mail or physical delivery (where applicable) and the Eligible Equity Shareholder not being in a position to obtain it from any other source may make an Application to subscribe to this Issue on plain paper with the same details as per the Application Form that is available on the websites of the Registrar, Stock Exchanges. An Eligible Equity Shareholder shall submit the plain paper Application to the Designated Branch of the SCSB for authorising

## **ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER**

such SCSB to block Application Money in the said bank account maintained with the same SCSB. Applications on plain paper will not be accepted from any Eligible Equity Shareholder who has not provided an Indian address or is a U.S. Person or in the United States.

Additionally, in terms of Regulation 78 of the SEBI ICDR Regulations, Investors may choose to accept the offer to participate in this Issue by making plain paper Applications. Please note that SCSBs shall accept such applications only if all details required for making the application as per the SEBI ICDR Regulations are specified in the plain paper application. If an Eligible Equity Shareholder makes an Application both in an Application Form as well as on plain paper, both applications are liable to be rejected. Please note that in terms of Regulation 78 of the SEBI ICDR Regulations, the Eligible Equity Shareholders who are making the Application on plain paper shall not be entitled to renounce their Rights Entitlements and should not utilize the Application Form for any purpose including renunciation even if it is received subsequently. For details, see 'Terms of the Issue - Making an Application by Eligible Equity Shareholders on Plain Paper under ASBA process' on page 149 of the Letter of Offer.

The Application on plain paper, duly signed by the Eligible Equity Shareholder including joint holders, in the same order and as per specimen recorded with his/her bank, must reach the office of the Designated Branch of the SCSB before the Issue Closing Date and should contain the following particulars:

1. Name of our Company, being **Shrydus Industries Limited**;
2. Name and address of the Eligible Equity Shareholder including joint holders (in the same order and as per specimen recorded with our Company or the Depository);
3. Folio Number (in case of Eligible Equity Shareholders who hold Equity Shares in physical form as on Record Date) / DP and Client ID;
4. Except for Applications on behalf of the Central or State Government, the residents of Sikkim and the officials appointed by the courts, PAN of the Eligible Equity Shareholder and for each Eligible Equity Shareholder in case of joint names, irrespective of the total value of the Rights Equity Shares applied for pursuant to this Issue;
5. Number of Equity Shares held as on Record Date;
6. Allotment option - only dematerialised form;
7. Number of Rights Equity Shares entitled to;
8. Number of Rights Equity Shares applied for within the Rights Entitlements;
9. Number of Additional Rights Equity Shares applied for, if any (applicable only if entire Rights Entitlements have been applied for);
10. Total number of Rights Equity Shares applied for;
11. Total amount paid at the rate of Re.18.00 per Rights Equity Share;
12. Details of the ASBA Account such as the SCSB account number, name, address and branch of the relevant SCSB;
13. In case of non-resident Eligible Equity Shareholders making an application with an Indian address, details of the NRE/FCNR/NRO account such as the account number, name, address and branch of the SCSB with which the account is maintained;
14. Authorization to the Designated Branch of the SCSB to block an amount equivalent to the Application Money in the ASBA Account;
15. Signature of the Eligible Equity Shareholder (in case of joint holders, to appear in the same sequence and order as they appear in the records of the SCSB);
16. An approval obtained from any regulatory authority, if required, shall be obtained by the Eligible Equity Shareholders and a copy of such approval from any regulatory authority, as may be required, shall be sent to the Registrar at [grievances@skylinerta.com](mailto:grievances@skylinerta.com) ; and
17. All such Eligible Equity Shareholders are deemed to have accepted the following:

*"I/ We understand that neither the Rights Entitlements nor the Rights Equity Shares have been, or will be, registered under the U.S. Securities Act of 1933, as amended (U.S. Securities Act), or any United States state securities laws, and may not be offered, sold, resold or otherwise transferred within the United States or to the territories or possessions thereof (United States), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act. I/ we understand the Rights Equity Shares referred to in this application are being offered and sold only in offshore transactions outside the United States in compliance with Regulation S under the U.S. Securities Act (Regulations) to existing shareholders who are located in jurisdictions*

## **ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER**

*where such offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions. I/ we understand that the Issue is not, and under no circumstances is to be construed as, an offering of any Rights Equity Shares or Rights Entitlements for sale in the United States, or as a solicitation therein of an offer to buy any of the said Rights Equity Shares or Rights Entitlements in the United States. I/ we confirm that I am/ we are (a) not in the United States and eligible to subscribe for the Rights Equity Shares under applicable securities laws, (b) complying with laws of jurisdictions applicable to such person in connection with the Issue, and (c) understand that neither the Company, nor the Registrar, or any other person acting on behalf of the Company will accept subscriptions from any person, or the agent of any person, who appears to be, or who the Company, the Registrar or any other person acting on behalf of the Company have reason to believe is in the United States or is outside of India and ineligible to participate in this Issue under the securities laws of their jurisdiction.*

*I/ We will not offer, sell or otherwise transfer any of the Rights Equity Shares which may be acquired by us in any jurisdiction or under any circumstances in which such offer or sale is not authorized or to any person to whom it is unlawful to make such offer, sale or invitation. I/ We satisfy, and each account for which I/ we are acting satisfies, (a) all suitability standards for investors in investments of the type subscribed for herein imposed by the jurisdiction of my/our residence, and (b) is eligible to subscribe and is subscribing for the Rights Equity Shares and Rights Entitlements in compliance with applicable securities and other laws of our jurisdiction of residence.*

*I/ we hereby make the representations, warranties, acknowledgments and agreements set forth in 'Restrictions on Purchases and Resales' on page 149 of the Letter of Offer.*

*I/ We understand and agree that the Rights Entitlements and Rights Equity Shares may not be reoffered, resold, pledged or otherwise transferred except in an offshore transaction in accordance with Regulation S to a person outside the United States.*

*I/We (i) am/are, and the person, if any, for whose account I/we am/are acquiring such Rights Entitlement, and/or the Equity Shares, is/ are outside the United States or a Qualified Institutional Buyer (as defined in the U.S. Securities Act), and (ii) is/are acquiring the Rights Entitlement and/or the Equity Shares in an offshore transaction meeting the requirements of Regulation S or in a transaction exempt from, or not subject to, the registration requirements of the U.S. Securities Act.*

*I/ We acknowledge that we, the Company, and others will rely upon the truth and accuracy of the foregoing representations and agreements."*

In cases where Multiple Application Forms are submitted for Applications pertaining to Rights Entitlements credited to the same demat account or in demat suspense escrow account, as applicable, including cases where an Investor submits Application Forms along with a plain paper Application, such Applications shall be liable to be rejected.

Investors are requested to strictly adhere to these instructions. Failure to do so could result in an Application being rejected, with our Company and the Registrar not having any liability to the Investor.

The plain paper Application format will be available on the website of the Registrar at [www.skylinerta.com](http://www.skylinerta.com). Our Company, the and the Registrar shall not be responsible if the Applications are not uploaded by the SCSB or funds are not blocked in the Investors' ASBA Accounts on or before the Issue Closing Date.

### ***Making of an Application by Eligible Equity Shareholders holding Equity Shares in physical form***

Please note that in accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circular, the credit of Rights Entitlements and Allotment of Equity Shares shall be made in dematerialised form only. Accordingly, Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date and desirous of subscribing to Rights Equity Shares in this Issue are advised to furnish details of their demat account to the Registrar or our Company at least 2 Working Days prior to the Issue Closing Date, to enable the credit of their Rights Entitlements by way of transfer from the demat suspense escrow account to their respective demat accounts, at least 1 day before the Issue Closing Date. If demat account details are not provided by the Eligible Equity Shareholders holding Equity Shares in physical form to the Registrar or our Company by the date mentioned above, such shareholders will not be allotted any Rights Equity Shares, nor such Rights Equity Shares be kept in suspense account on behalf of such shareholder. For further details, see 'Terms of the Issue – Credit of Rights Entitlement in demat account of Eligible Equity Shareholders' on page 149 of the Letter of Offer.

Prior to the Issue Opening Date, the Rights Entitlements of those Eligible Equity Shareholders, among others, who hold Equity Shares in physical form, and whose demat account details are not available with our Company or the Registrar, shall be credited in a demat suspense escrow account opened by our Company.

Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date and who have opened their demat accounts after the Record Date, shall adhere to following procedure for participating in this Issue:

- a. The Eligible Equity Shareholders shall send a letter to the Registrar containing the name(s), address, e-mail address, contact details and the details of their demat account along with copy of self-attested PAN and self-attested client master



## **ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER**

sheet of their demat account either by e-mail, post, speed post, courier, or hand delivery so as to reach to the Registrar no later than 2 Working Days prior to the Issue Closing Date;

- b. The Registrar shall, after verifying the details of such demat account, transfer the Rights Entitlements of such Eligible Equity Shareholders to their demat accounts at least 1 day before the Issue Closing Date; and
- c. The remaining procedure for Application shall be same as set out in 'Terms of the Issue - Making an Application by Eligible Equity Shareholders on Plain Paper under ASBA process' on page 149 of the Letter of Offer.

Resident Eligible Equity Shareholders who hold Equity Shares in physical form as on the Record Date will not be allowed to renounce their Rights Entitlements in the Issue. However, such Eligible Equity Shareholders, where the dematerialized Rights Entitlements are transferred from the suspense escrow demat account to the respective demat accounts within prescribed timelines, can apply for additional Equity Shares while submitting the Application through ASBA process.

**Rights Entitlement Ratio:** The Rights Equity Shares are being offered on a rights basis to the Eligible Equity Shareholders in the ratio of 5 (five) equity share for every 3 (three) Equity Shares held by the Eligible Equity Shareholders as on the Record date.

**Fractional Entitlements:** Since the Equity Shares are being offered on a rights basis to existing Eligible Equity Shareholders in the ratio of 5:3 (Five) for every (Three) Equity Share(s) held as on the Record Date. For Equity Shares being offered on a rights basis under this Issue, if the shareholding of any of the Eligible Equity Shareholders is less than 3 (Three) Equity Shares or not in the multiple of 3 (Three) the fractional entitlement of such Eligible Equity Shareholders shall be ignored in the computation of the Rights Entitlement. However, the Eligible Equity Shareholders whose fractional entitlements are being ignored, will be given preferential consideration for the allotment of one additional Equity Share each if they apply for additional Equity Shares over and above their Rights Entitlement, if any.

Further, the Eligible Equity Shareholders holding 1 Equity Shares shall have entitlement of at least 3 Equity Share in the Issue.

**Renunciation:** This Issue includes a right exercisable by Eligible Equity Shareholders to renounce the Rights Entitlements credited to their respective demat account either in full or in part.

The renunciation from non-resident Eligible Equity Shareholder(s) to resident Indian(s) and vice versa shall be subject to provisions of FEMA Rules and other circular, directions, or guidelines issued by RBI or the Ministry of Finance from time to time. However, the facility of renunciation shall not be available to or operate in favour of an Eligible Equity Shareholders being an erstwhile OCB unless the same is in compliance with the FEMA Rules and other circular, directions, or guidelines issued by RBI or the Ministry of Finance from time to time.

The renunciation of Rights Entitlements credited in your demat account can be made either by sale of such Rights Entitlements, using the secondary market platform of the Stock Exchanges or through an off-market transfer. For further details, see '*Terms of the Issue - Procedure for Renunciation of Rights Entitlements*' on page 149 of the Letter of Offer.

**Application for additional Rights Equity Shares:** Investors are eligible to apply for Additional Rights Equity Shares over and above their Rights Entitlements, provided that they are eligible to apply for Rights Equity Shares under applicable law and they have applied for all the Rights Equity Shares forming part of their Rights Entitlements without renouncing them in whole or in part. Where the number of Additional Rights Equity Shares applied for exceeds the number available for Allotment, the Allotment would be made as per the Basis of Allotment finalised in consultation with the Designated Stock Exchange. Applications for Additional Rights Equity Shares shall be considered, and Allotment shall be made in accordance with the SEBI ICDR Regulations and in the manner as set out in '*Terms of the Issue - Basis of Allotment*' on page 149 of the Letter of Offer.

Eligible Equity Shareholders who renounce their Rights Entitlements cannot apply for Additional Rights Equity Shares. Non-resident Renounees who are not Eligible Equity Shareholders cannot apply for Additional Rights Equity Shares.

**Allotment only in Dematerialized Form:** Please note that the Equity Shares applied for in this issue can be allotted only in dematerialized form and to the same depository account in which our equity shares are held by such investor on the record date. For details, see '*Terms of the Issue - Allotment Advice or Refund / Unblocking of ASBA Accounts*' on page 149 of the Letter of Offer.

## **ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER**

**Subscription to the Issue by the Promoters and Promoter Group:** Our Promoters had confirmed their intention to (i) subscribe to the full extent of their respective Rights Entitlements, subject to compliance with the minimum public shareholding requirements, as prescribed under the SCRR and the SEBI Listing Regulations; and (ii) has also confirmed that they shall not renounce their Rights Entitlements except to the extent of renunciation within the promoter or members of promoter group. Accordingly, in terms of the SEBI ICDR Regulations, the requirement of minimum subscription in the Issue is not applicable.

Since, minimum subscription clause is not applicable. Hence, there is no requirement to subscribe the unsubscribed portion of the Right Issue by the promoter of the company.

**Availability of offer document of the immediately preceding public issue or rights issue for inspection:** Offer document & other relevant documents of earlier issue are available on the website of company.

1. **Any other important information as per Company** In accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circular, the credit of Rights Entitlements and Allotment of Rights Equity Shares shall be made in dematerialized form only. Prior to the Issue Opening Date, our Company shall credit the Rights Entitlements to (i) the demat accounts of the Eligible Equity Shareholders holding the Equity Shares in dematerialised form; and (ii) a demat suspense escrow account opened by our Company, for the Eligible Equity Shareholders which would comprise Rights Entitlements relating to (a) Equity Shares held in the account of the IEPF authority; or (b) the demataccounts of the Eligible Equity Shareholder which are frozen or the Equity Shares which are lying in the unclaimed suspense account (including those pursuant to Regulation 39 of the SEBI Listing Regulations) or details of which are unavailable with our Company or with the Registrar on the Record Date; or (c) Equity Shares held by Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date where details of demat accounts are not provided by Eligible Equity Shareholders to our Company or Registrar; or (d) credit of the Rights Entitlements returned/reversed/failed; or (e) the ownership of the Equity Shares currently under dispute, including any court proceedings, if any; or (f) non-institutional equity shareholders in the United States.

Eligible Equity Shareholders are requested to provide relevant details (such as copies of self-attested PAN and client master sheet of demat account etc., details / records confirming the legal and beneficial ownership of their respective Equity Shares) to our Company or the Registrar not later than 2 Working Days prior to the Issue Closing Date, i.e., by Friday, enable the credit of their Rights Entitlements by way of transfer from the demat suspense escrow account to their demat account at least 1 day before the Issue Closing Date, to enable such Eligible Equity Shareholders to make an application in this Issue, and this communication shall serve as an intimation to such Eligible Equity Shareholders in this regard. Such Eligible Equity Shareholders are also requested to ensure that their demat account, details of which have been provided to our Company or the Registrar account is active to facilitate the aforementioned transfer.

## 2. **Declaration by our company**

We hereby certify that no statement made in the Letter of Offer contravenes any of the provisions of the Companies Act, 2013 and the rules made thereunder. We further certify that all the legal requirements connected with the Issue as also the regulations, guidelines, instructions, etc., issued by SEBI, Government of India and any other competent authority in this behalf, have been duly complied with. We further certify that all disclosures made in the Letter of Offer are true and correct.

**ABRIDGED LETTER OF OFFER CONTAINING SALIENT FEATURES OF THE LETTER OF OFFER**

In case of any queries, you may contact the Company or Registrar as per the details mentioned herein:

**REGISTRAR TO THE ISSUE**



**Skyline Financial Services Private Limited**

D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020

**Telephone:** 011-40450193-97; **Email:** [ipo@skylinerta.com](mailto:ipo@skylinerta.com)

**Website:** [www.skylinerta.com](http://www.skylinerta.com); **Email:** [grievances@skylinerta.com](mailto:grievances@skylinerta.com)

**SEBI Registration No.:** INR000003241

**Contact Person:** Mr. Anuj Rana

*Note: All capitalized terms, unless defined herein, shall have the meaning ascribed to them in the Letter of Offer.*

**For Shrydus Industries Limited**

Sd/-

**Mr. Shrey Premal Parekh**

**Managing Director**

**DIN: 08513653**

RIGHTS ENTITLEMENT LETTER FOR THE RIGHTS ISSUE OF  
SHRYDUS INDUSTRIES LIMITED FOR THE ELIGIBLE EQUITY  
SHAREHOLDERS OF THE COMPANY ONLY

THIS LETTER CONTAINS 4 PAGES. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.

**SHRYDUS INDUSTRIES LIMITED**

**Corporate Identity Number:** L67190WB1983PLC035658  
**Registered Office:** M/s. Mangalam Housing Development Finance Limited, 24 & 26, Hemanta Basu Sarani,  
R.N. Mukherjee Road, Kolkata- 700 001, West Bengal  
**Corporate Office:** 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai,  
Mumbai, Maharashtra, India, 400058  
**Telephone:** +91- 9892710929 **E-mail id:** [info@shrydus.com](mailto:info@shrydus.com) **Website:** [www.shrydus.com](http://www.shrydus.com)  
**Contact person:** Mr. Devang Doshi, Company Secretary and Compliance Officer

**Date:** 08.07.2024

**DP ID- Client ID/Folio Number:**

**Application Number:**

**Sole/First Holder Name:**

**Add 1:**

**Add 2:**

**Add 3:**

**PIN**

**Joint Holder 1:**

**Joint Holder 2:**

**Joint Holder 3:**

Dear Shareholder,

Sub: **ISSUE OF UP TO 2,00,08,810 FULLY PAID UP EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH OF OUR COMPANY (THE "EQUITY SHARES") FOR CASH AT A PRICE OF ₹ 18.00/- PER RIGHT EQUITY SHARE AGREEGATING UPTO Rs. 3601.58/- LAKHS ON A RIGHTS BASIS TO THE ELIGIBLE EQUITY SHAREHOLDERS OF OUR COMPANY IN THE RATIO OF 5 (FIVE) EQUITY SHARE(S) FOR EVERY 3 (THREE) FULLY PAID-UP EQUITY SHARES HELD BY THE ELIGIBLE EQUITY SHAREHOLDERS ON THE RECORD DATE, THAT IS FRIDAY, JULY 19, 2024 (THE "ISSUE"). FOR FURTHER DETAILS, PLEASE REFER TO "TERMS OF THE ISSUE" BEGINNING ON PAGE 149 OF THIS LETTER OF OFFER.**

**Ref: Letter of Offer and Abridged Letter of Offer dated 08<sup>th</sup> July, 2024 issued by the Company to the Eligible Equity Shareholders pursuant to the Rights Issue.**

We are pleased to inform you that our Company is proposing a Rights Issue of Equity Shares as mentioned in the captioned subject in the ratio of 5 (Five) Rights Equity Shares for Every 3 (Three) Equity Shares held by the Eligible Equity Shareholders on the Record Date that is on Friday, July 19<sup>th</sup>, 2024.

**IF YOU ARE NOT PERMITTED TO VIEW THESE MATERIALS OR ARE IN ANY DOUBT AS TO WHETHER YOU ARE PERMITTED TO VIEW THESE MATERIALS, PLEASE DELETE THIS LETTER WITHOUT ACCESSING OR DISTRIBUTING ITS CONTENTS.**

With reference to the above, please find below the details of the Equity Shares held by you as on the Record Date, i.e., Friday, July 19<sup>th</sup>, 2024 along with your Rights Entitlements calculated on the basis of the above-mentioned ratio for your kind information:

| FOLIO NUMBER/ DP-CLIENT ID | NUMBER OF EQUITY SHARES HELD BY YOU ON RECORD DATE I.E., July 19 <sup>th</sup> , 2024 | NUMBER OF RIGHTS ENTITLEMENT |
|----------------------------|---|------------------------------|
|                            |   |                              |

You are requested to kindly note that the Issue price is ₹ 18/- per Rights Equity Share. On Application, Investors will have to pay ₹ 18/- per Rights Equity Share which constitutes 100% of the Issue Price.

| Amount Payable per Rights Equity Shares | Face Value (₹) | Premium (₹) | Total (₹) |
|---|----------------|-------------|-----------|
| On Application                          | 10             | 8           | 18        |
| <b>Total (₹)</b>                        | <b>10</b>      | <b>8</b>    | <b>18</b> |

*\*For further details on Payment Schedule, see 'Terms of the Issue' on page 149 of the Letter of Offer.*

You are requested to take note of the Issue Schedule as provided

| ISSUE OPENS ON                        | LAST DATE FOR ON MARKET RENUNCIATION*    | ISSUE CLOSES ON <sup>#</sup>          |
|---------------------------------------|--|---------------------------------------|
| Monday, 05 <sup>th</sup> August, 2024 | Wednesday, 14 <sup>th</sup> August, 2024 | Monday, 19 <sup>th</sup> August, 2024 |

*\*Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounees on or prior to the Issue Closing Date.*

*# Our Board or the Rights Issue Committee will have the right to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date) or such other time as may be permitted as per applicable law. Further, no withdrawal of Application shall be permitted by any Applicant after the Issue Closing Date.*



Kindly note that pursuant to the provisions of the SEBI ICDR Regulations and the SEBI Rights Issue Circular i.e. SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020 (“**SEBI Rights Issue Circular**”), the Rights Entitlements, as mentioned above, shall be credited only in dematerialized form in your demat account before the Issue Opening Date i.e., Monday, 05<sup>th</sup> August, 2024 with ISIN – INE488C20015.

In accordance with SEBI Rights Issue Circular, the Eligible Equity Shareholders, who hold Equity Shares in physical form as on the Record Date are required to furnish the details of their demat account along with copies of self-attested PAN and details of address proof by way of uploading on Registrar’s website the records confirming the legal and beneficial ownership of their respective Equity Shares at least two (2) Working Days prior to the Issue Closing Date i.e. Monday, 19<sup>th</sup> August, 2024. For further details, see “*Terms of the Issue*” at page 149 of the Letter of Offer.

You can obtain the details of your respective Rights Entitlements from the website of the Registrar to the Issue at: [www.skylinerta.com](http://www.skylinerta.com), by entering your DP ID and Client ID or Folio Number (in case of Eligible Equity Shareholders holding Equity Shares in physical form). You may also communicate with the Registrar with the helpline number (011-40450193-97) and through their email address [grievances@skylinerta.com](mailto:grievances@skylinerta.com)

#### **Fractional Entitlements**

The Rights Equity Shares are being offered on a rights basis to existing Eligible Equity Shareholders in the ratio of 5 (Five) Rights Equity Shares for Every 3 (Three) Equity Shares held as on the Record Date i.e., Friday, 19<sup>th</sup> July 2024. As per the SEBI Rights Issue Circular, the fractional entitlements are to be ignored. Accordingly, if the shareholding of any of the Eligible Equity Shareholders is less than 3 Equity Shares or is not in the multiple of 3 Equity Shares, the fractional entitlements of such Eligible Equity Shareholders shall be ignored by rounding down of their Rights Entitlements. However, the Eligible Equity Shareholders whose fractional entitlements are being ignored, will be given preferential consideration for the Allotment of one additional Rights Equity Share if they apply for the Additional Rights Equity Shares over and above their Rights Entitlements, if any, subject to availability of the Rights Equity Shares in this Issue post allocation towards the Rights Entitlements applied for. For further details, see “*Terms of the Issue*” beginning on page 149 of the Letter of Offer.

#### **Credit of Rights Entitlements in demat accounts of Eligible Equity Shareholders**

Pursuant to provisions of the SEBI ICDR Regulations read with SEBI Rights Issue Circular and in terms of the Letter of Offer, the Rights Entitlements of the Eligible Equity Shareholders have been / will be credited, as the case may be, in their respective demat account under the ISIN - INE488C20015.

For details of credit of the Rights Entitlements, see “*Terms of the Issue - Credit of Rights Entitlements in dematerialised account*” on page 149 of the Letter of Offer.

#### **Trading of the Rights Entitlements**

In accordance with the SEBI Rights Issue Circular, the Rights Entitlements credited shall be admitted for trading on the Stock Exchanges under ISIN - INE488C20015.

Prior to the Issue Opening Date, our Company will obtain the approval from the Stock Exchanges for trading of Rights Entitlements. Investors shall be able to trade/ transfer their Rights Entitlements either through On Market Renunciation or through Off Market Renunciation. The trades through On Market Renunciation and Off Market Renunciation will be settled by transferring the Rights Entitlements through the depository mechanism. For more details, see “*Procedure for Renunciation of Rights Entitlements*” on page 149 of the Letter of Offer.

#### **Renunciation of Rights Entitlement**

The Issue includes a right exercisable by the Eligible Equity Shareholders to renounce the Rights Entitlements, credited to their respective demat accounts, either in full or in part (a) by using the secondary market platform of the Stock Exchanges (“**On Market Renunciation**”); or (b) through an off-market transfer (“**Off Market Renunciation**”), during the Renunciation Period. For more details, see “*Procedure for Renunciation of Rights Entitlements*” on page 149 of the Letter of Offer.

Kindly note that, in accordance with the SEBI Rights Issue Circular, the resident Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date shall be required to provide their demat account details to our Company or the Registrar to the Issue for credit of ‘Rights Entitlements’ not later than two working days prior to Issue Closing Date i.e., Monday, 19<sup>th</sup> August, 2024 such that credit of REs in their demat account takes place at least one day before Issue Closing Date, thereby enabling them to renounce their Rights Entitlements through Off Market Renunciation.

**PLEASE NOTE THAT CREDIT OF THE RIGHTS ENTITLEMENTS IN THE DEMAT ACCOUNT DOES NOT, PER SE, ENTITLE THE INVESTORS TO THE RIGHTS EQUITY SHARES AND THE INVESTORS HAVE TO SUBMIT APPLICATION FOR THE RIGHTS EQUITY SHARES ON OR BEFORE THE ISSUE CLOSING DATE AND MAKE PAYMENT OF THE APPLICATION MONEY. FOR DETAILS, SEE “PROCESS OF MAKING AN APPLICATION IN THE ISSUE” ON PAGE 149 OF THE LETTER OF OFFER.**

**PLEASE NOTE THAT THE RIGHTS ENTITLEMENTS WHICH ARE NEITHER RENOUNCED NOR SUBSCRIBED ON OR BEFORE THE ISSUE CLOSING DATE SHALL LAPSE AND SHALL BE EXTINGUISHED AFTER THE ISSUE CLOSING DATE.**

#### **Application Process for Rights Issue**

Please note that in accordance with Regulation 76 of the SEBI ICDR Regulations, the SEBI Rights Issue Circular and the ASBA Circulars, all Investors desiring to make an Application in this Issue are mandatorily required to use the ASBA process. For details, see ‘*Terms of the Issue*’ on page 149 of the Letter of Offer.

**ASBA facility** – Investors can submit the Application Form in physical mode to the designated branch of the Self-Certified Syndicate Banks (“SCSBs”), or make online/electronic Application through the website of the SCSBs (if the facility is made available by such SCSB). SCSBs are self-certified syndicate banks registered with SEBI, which offer the facility of ASBA. For the list of banks which have been notified by SEBI to act as SCSBs for the ASBA process and details on designated branches of SCSBs collecting the Application Form, please refer to - <https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmlId=34>

If you are desirous of making an application in this Issue, you should carefully read the provisions applicable to such Applications before making their Application through ASBA. For details, see ‘*Making an Application through the ASBA process*’ on page 149 of the Letter of Offer. Additionally, in

terms of Regulation 78 of the SEBI ICDR Regulations, Investors may choose to accept the offer to participate in this Issue by making plain paper Applications. Please note that SCSBs shall accept such applications only if all details required for making the application as per the SEBI ICDR Regulations are specified in the plain paper application. If an Eligible Equity Shareholder makes an application both in an Application Form as well as on plain paper, both applications are liable to be rejected. Please note that in terms of Regulation 78 of the SEBI ICDR Regulations, the Eligible Equity Shareholders who are making the Application on plain paper shall not be entitled to renounce their Rights Entitlements and should not utilize the Application Form for any purpose including renunciation even if it is received subsequently. For details, see 'Making an Application by Eligible Equity Shareholders on Plain Paper under ASBA process' on page 149 of the Letter of Offer.

In accordance with the SEBI Rights Issue Circular, the credit of Rights Entitlement and Allotment of Equity Shares shall be made in dematerialised form only. Accordingly, the Rights Entitlements of Eligible Equity Shareholders holding Equity Shares in physical form shall be credited in a suspense escrow demat account opened by our Company during the Issue Period. Such Eligible Equity Shareholders are requested to furnish the details of their demat account along with copies of self-attested PAN and details of address proof confirming the legal and beneficial ownership of the Equity Shares to the Registrar not later than 2 Working Days prior to the Issue Closing Date i.e. Monday, 19<sup>th</sup> July, 2024 to enable the credit of their Rights Entitlements in their demat accounts at least 1 day before the Issue Closing Date i.e. Monday, 19<sup>th</sup> July, 2024, after which they can apply through ASBA facility. Such resident Eligible Equity Shareholders must check the procedure for Application by and credit of Rights Equity Shares set out in "Making an Application by Eligible Equity Shareholders holding Equity Shares in physical form" on page 149 of the Letter of Offer.

In accordance with SEBI ICDR Regulations, we are sending herewith the Abridged Letter of Offer and Application Form through email and physical delivery by speed post to you being the Eligible Equity Shareholders who has provided your Indian addresses to our Company. Please note that by accessing the Right Entitlement e-mail or any external websites referred to therein, or by accepting the physical delivery of the Issue material you are hereby deemed to represent that you are a resident of India. The contents of the Right Entitlement e-mail or the Issue materials sent through physical delivery to your Indian address and its enclosures should not be reproduced, transmitted or distributed to any other person.

#### **ATTENTION FOR PHYSICAL SHAREHOLDERS**

The Eligible Equity Shareholders shall send a letter to the Registrar containing the name(s), address, e-mail address, contact details and the details of their demat account along with copy of self-attested PAN and self-attested client master sheet of their demat account either by e-mail, registered post, speed post, courier, or hand delivery or by uploading the said documents in the "Demat Account Registration" module available in the portal of the Registrar at [www.skylinerta.com](http://www.skylinerta.com) so as to reach to the Registrar not later than two Working Days prior to the Issue Closing Date i.e., Monday, 19<sup>th</sup> August, 2024.

Resident Eligible Equity Shareholders who hold Equity Shares in physical form as on the Record Date will not be allowed renounce their Rights Entitlements in the Issue. However, such Eligible Equity Shareholders, where the dematerialized Rights Entitlements are transferred from the suspense escrow demat account to the respective demat accounts within prescribed timelines, can apply for additional Equity Shares while submitting the Application through ASBA process.

**PLEASE NOTE THAT THE ELIGIBLE EQUITY SHAREHOLDERS, WHO HOLD EQUITY SHARES IN PHYSICAL FORM AS ON RECORD DATE AND WHO HAVE NOT FURNISHED THE DETAILS OF THEIR RESPECTIVE DEMAT ACCOUNTS TO THE REGISTRAR OR OUR COMPANY AT LEAST TWO WORKING DAYS PRIOR TO THE ISSUE CLOSING DATE, SHALL NOT BE ELIGIBLE TO MAKE AN APPLICATION FOR RIGHTS EQUITY SHARES AGAINST THEIR RIGHTS ENTITLEMENTS WITH RESPECT TO THE EQUITY SHARES HELD IN PHYSICAL FORM.**

#### **Availability of Issue materials**

Investors can access the Letter of Offer, the Abridged Letter of Offer, and the Application Form (provided that the Eligible Equity Shareholder is eligible to subscribe for the Rights Equity Shares under applicable laws) on the websites of:

1. Our Company at [www.shrydus.com](http://www.shrydus.com)
2. The Registrar at [www.skylinerta.com](http://www.skylinerta.com)
3. The Stock Exchanges at [www.bseindia.com](http://www.bseindia.com)

#### **Other important links and helpline numbers**

You can visit the following links for below-mentioned purposes:

- a) Frequently asked questions and online/ electronic dedicated investor helpdesk for guidance on the Application process and resolution of difficulties faced by the Investors: [www.skylinerta.com](http://www.skylinerta.com) and helpline number +011-40450193-97.
- b) Updation of Indian address/ email address/ mobile number in the records maintained by the Registrar or our Company: [www.skylinerta.com](http://www.skylinerta.com)  
Updation of demat account details by resident Eligible Equity Shareholders holding shares in physical form: [www.skylinerta.com](http://www.skylinerta.com)

The Rights Entitlements and the Rights Equity Shares have not been and will not be registered under the United States Securities Act of 1933, as amended (U.S. Securities Act), or any U.S. state securities laws and may not be offered, sold, resold or otherwise transferred within the United States of America or the territories or possessions thereof (United States or U.S.), except in a transaction not subject to, or exempt from, the registration requirements of the Securities Act and applicable state securities laws. The Rights Entitlements and Rights Equity shares referred to in the Letter of Offer are being Offered and sold in offshore Transactions outside the United States in compliance with Regulations under the U.S. Securities Act to the existing Shareholders located in jurisdictions where such offer and sale of the Rights Equity Shares and / or Rights Entitlements are permitted under laws of such jurisdictions. The offering to which the Letter of Offer relates is not, and under no circumstances is to be construed as, an offering of any the Rights Equity Shares or the Rights Entitlement for sale in the United States or as a solicitation therein of an offer to buy any of the Rights Equity Shares or Rights Entitlement. There is no intention to register any portion of the Issue or any of the securities described herein in the United States or to conduct a public offering of securities in the United States. Accordingly, the Issue Documents and the Application Form should not be forwarded to or transmitted in or into the United States at any time.

In case of any queries, you may contact Registrar as per the details mentioned herein:

**REGISTRAR TO THE ISSUE**



**Skyline Financial Services Private Limited**  
D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020  
**Telephone:** 011-40450193-97 **Email:** [ipo@skylinerta.com](mailto:ipo@skylinerta.com)  
**Website:** [www.skylinerta.com](http://www.skylinerta.com) **Email:** [grievances@skylinerta.com](mailto:grievances@skylinerta.com)  
**SEBI Registration No.:** INR000003241 **Contact Person:** Mr. Anuj Rana

*Note: All capitalized terms, unless defined herein, shall have the meaning ascribed to them in the Letter of Offer.*

For Shrydus Industries Limited

Sd/-  
**Shrey Premal Parekh**  
**Managing Director**  
**DIN: 08513653**

|   |  |  |                       |                                       |  |  |                         |                                       |
|---|--|--|-----------------------|---------------------------------------|--|--|-------------------------|---------------------------------------|
| <b>APPLICATION FORM FOR ELIGIBLE EQUITY SHAREHOLDERS OF THE COMPANY AND RENOUNCES ONLY USING ASBA FACILITY</b><br><br><i>Further, the Eligible Equity Shareholders who have not provided details of their respective demat account to the Company or the Registrar at least two Working Days prior to the Issue Closing Date may apply in the Issue.</i>  | <b><u>SHRYDUS INDUSTRIES LIMITED</u></b><br><br><b>Corporate Identity Number:</b> L67190WB1983PLC035658<br><br><b>Registered Office:</b> M/s. Mangalam Housing Development Finance Limited, 24 & 26, Hemanta Basu Sarani, R.N. Mukherjee Road, Kolkata- 700 001, West Bengal<br><br><b>Corporate Office:</b> 107 Sagar Avenue Above Bata, SV Road Andheri West, Andheri Railway Station, Mumbai, Mumbai, Maharashtra, India, 400058<br><br><b>Telephone:</b> +91- 9892710929<br><b>E-mail id:</b> <a href="mailto:Info@shrydus.com">Info@shrydus.com</a><br><b>Website:</b> <a href="http://www.shrydus.com">www.shrydus.com</a><br><br><b>Contact person:</b> Mr. Devang Doshi,<br>Company Secretary and Compliance Officer | <b>NOT INTENDED FOR ELIGIBLE EQUITY SHAREHOLDERS IN THE</b><br><table border="1"> <tr> <td><b>ISSUE OPENS ON</b></td> <td>Monday, 05<sup>th</sup> August, 2024</td> </tr> <tr> <td><b>LAST DATE FOR ON MARKET RENUNCIATION*</b></td> <td>Wednesday, 14<sup>th</sup> August, 2024</td> </tr> <tr> <td><b>ISSUE CLOSES ON#</b></td> <td>Monday, 19<sup>th</sup> August, 2024</td> </tr> </table> <p><small>* Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounces on or prior to the Issue Closing Date.</small></p> <p><small># Our Board or a duly authorized Right Issue committee thereof will have the right to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date) or such other time as may be permitted as per applicable law. Further, no withdrawal of Application shall be permitted by any Applicant after the Issue Closing Date.</small></p> | <b>ISSUE OPENS ON</b> | Monday, 05 <sup>th</sup> August, 2024 | <b>LAST DATE FOR ON MARKET RENUNCIATION*</b> | Wednesday, 14 <sup>th</sup> August, 2024 | <b>ISSUE CLOSES ON#</b> | Monday, 19 <sup>th</sup> August, 2024 |
| <b>ISSUE OPENS ON</b>   | Monday, 05 <sup>th</sup> August, 2024  |  |                       |                                       |  |  |                         |                                       |
| <b>LAST DATE FOR ON MARKET RENUNCIATION*</b>  | Wednesday, 14 <sup>th</sup> August, 2024   |  |                       |                                       |  |  |                         |                                       |
| <b>ISSUE CLOSES ON#</b>   | Monday, 19 <sup>th</sup> August, 2024  |  |                       |                                       |  |  |                         |                                       |
| Application No.:  |  |  |                       |                                       |  |  |                         |                                       |
| Collecting SCSB's Sign & Seal   |  |  |                       |                                       |  |  |                         |                                       |
| Please read the letter of offer dated July 08 <sup>th</sup> , 2024 ('Letter of Offer' or 'LOF'), the Abridged Letter of Offer, the Rights Entitlement Letter and instructions on the reverse of this Application Form carefully. All capitalized terms not defined herein shall carry the same meaning as ascribed to them in the Letter of Offer.<br><b>DO NOT TEAR OR DETACH ANY PART OF THIS APPLICATION FORM</b><br>THIS DOCUMENT IS NOT NEGOTIABLE.  |  |  |                       |                                       |  |  |                         |                                       |
| <b>ISSUE OF UP TO 2,00,08,810 FULLY PAID UP EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH OF OUR COMPANY (THE "EQUITY SHARES") FOR CASH AT A PRICE OF ₹ 18.00/- PER RIGHT EQUITY SHARE AGREEGATING UPTO Rs. 3601.58/- LAKHS ON A RIGHTS BASIS TO THE ELIGIBLE EQUITY SHAREHOLDERS OF OUR COMPANY IN THE RATIO OF 5 (FIVE) EQUITY SHARE(S) FOR EVERY 3 (THREE) FULLY PAID-UP EQUITY SHARES HELD BY THE ELIGIBLE EQUITY SHAREHOLDERS ON THE RECORD DATE, THAT IS FRIDAY, JULY 19, 2024 (THE "ISSUE"). FOR FURTHER DETAILS, PLEASE REFER TO "TERMS OF THE ISSUE" BEGINNING ON PAGE 149 OF THIS LETTER OF OFFER.</b> |  |  |                       |                                       |  |  |                         |                                       |

| PAYMENT SCHEDULE FOR THE RIGHTS EQUITY SHARES |                  |               |              |
|---|------------------|---------------|--------------|
| Amount Payable per Rights Equity Shares       | Face value (Rs.) | Premium (Rs.) | Total (Rs.)  |
| Full Amount Payable on Application            | 10.00            | 08.00         | 18.00        |
| <b>Total (₹)</b>                              | <b>10.00</b>     | <b>08.00</b>  | <b>18.00</b> |

\*For further details on Payment Schedule, see 'Terms of the Issue' on page 149 of the Letter of Offer.

The Rights Entitlements and the Rights Equity Shares have not been and will not be registered under the United States Securities Act of 1933, as amended (U.S. Securities Act), or any U.S. state securities laws and may not be offered, sold, resold or otherwise transferred within the United States of America or the territories or possessions thereof (United States or U.S.), except in a transaction not subject to, or exempt from, the registration requirements of the Securities Act and applicable state securities laws. The Rights Entitlements and Rights Equity Shares referred to in this Letter of Offer are being Offered and sold in offshore Transactions outside the United States in compliance with Regulation S under the U.S. Securities Act to the existing Shareholders located in jurisdictions where such offer and sale of the Rights Equity Shares and / or Rights Entitlements are permitted under laws of such jurisdictions. The offering to which the Letter of Offer relates is not, and under no circumstances is to be construed as, an offering of any Rights Equity Shares or the Rights Entitlement for sale in the United States or as a solicitation therein of an offer to buy any of the Rights Equity Shares or Rights Entitlement. There is no intention to register any portion of the Issue or any of the securities described herein in the United States or to conduct a public offering of securities in the United States. Accordingly, the Issue Documents and the Application Form should not be forwarded to or transmitted in or into the United States at any time.

Date: July 08<sup>th</sup>, 2024

To,  
**The Board of Directors,**  
**SHRYDUS INDUSTRIES LIMITED**

Dear Sir/ Madam,

- I/We hereby accept and apply for Allotment of the Rights Equity Shares (including Additional Rights Equity Shares "if applicable") mentioned in **Block I** below in response to the Abridged Letter of Offer/ Letter of Offer dated July 08<sup>th</sup>, 2024 and any addendum thereto offering the Rights Equity Shares to me/us on rights basis.
- I/We agree to pay the amount specified in **Block II** below at the rate of Re. 18.00/- per Rights Equity Share payable on Application on the total number of Rights Equity Shares specified in **Block I** below.
- I/We agree to accept the Rights Equity Shares Allotted to me/us and to hold such Rights Equity Shares upon the terms and conditions of the Abridged Letter of Offer/ Letter of Offer, and any addendum thereto, this Application Form, Rights Entitlement Letter and subject to the provisions of the Companies Act, 2013, SEBI ICDR Regulations, SEBI Rights Issue Circular as applicable and the rules made thereunder and the Memorandum and Articles of Association of the Company.
- I/We undertake that I/we will sign all such other documents and do all other such acts, if any, necessary on my/our part to enable me/us to be registered as the holder(s) of the Rights Equity Shares in respect of which this application may be accepted.
- I/We also agree to accept the Rights Equity Shares subject to laws, as applicable, guidelines, circulars, notifications and regulations relating to the issue of capital and listing of securities issued from time to time by SEBI/Government of India/RBI and/or other authorities.
- I/We hereby solemnly declare that I am/we are not applying for the Rights Equity Shares in contravention of section 269SS of the Income-Tax Act, 1961.
- I/We authorise you to place my/our name(s) on the Register of Members / Register of Significant Beneficial Owners. All such Eligible Equity Shareholders are deemed to have accepted the following:

"I/ We understand that neither the Rights Entitlements nor the Rights Equity Shares have been, or will be, registered under the U.S. Securities Act of 1933, as amended (U.S. Securities Act), or any United States state securities laws, and may not be offered, sold, resold or otherwise transferred within the United States or to the territories or possessions thereof (United States), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act. I/we understand the Rights Equity Shares referred to in this application are being offered and sold only in offshore transactions outside the United States in compliance with Regulation S under the U.S. Securities Act (Regulation S) to existing shareholders who are located in jurisdictions where such offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions. I/ we understand that the Issue is not, and under no circumstances is to be construed as, an offering of any Rights Equity Shares or Rights Entitlements for sale in the United States, or as a solicitation therein of an offer to buy any of the said Rights Equity Shares or Rights Entitlements in the United States. I/ we confirm that I am/ we are (a) not in the United States and eligible to subscribe for the Rights Equity Shares under applicable securities laws,

(b) complying with laws of jurisdictions applicable to such person in connection with the Issue, and (c) understand that neither the Company, nor the Registrar or any other person acting on behalf of the Company will accept subscriptions from any person, or the agent of any person, who appears to be, or who the Company, the Registrar, the Lead Manager or any other person acting on behalf of the Company have reason to believe is in the United States or is outside of India and ineligible to participate in this Issue under the securities laws of their jurisdiction.

I/ We will not offer, sell or otherwise transfer any of the Rights Equity Shares which may be acquired by us in any jurisdiction or under any circumstances in which such offer or sale is not authorized or to any person to whom it is unlawful to make such offer, sale or invitation. I/ We satisfy, and each account for which I/ we are acting satisfies, (a) all suitability standards for investors in investments of the type subscribed for herein imposed by the jurisdiction of my/our residence, and (b) is eligible to subscribe and is subscribing for the Rights Equity Shares and Rights Entitlements in compliance with applicable securities and other laws of our jurisdiction of residence.

I/we hereby make the representations, warranties, acknowledgments and agreements set forth in 'Restrictions on Foreign Ownership of Indian Securities on page 178.

I/ We understand and agree that the Rights Entitlements and Rights Equity Shares may not be reoffered, resold, pledged or otherwise transferred except in an offshore transaction in accordance with Regulation S to a person outside the United States.

I/We (i) am/are, and the person, if any, for whose account I/we am/are acquiring such Rights Entitlement, and/or the Equity Shares, is/are outside the United States or a Qualified Institutional Buyer (as defined in the U.S. Securities Act), and (ii) is/are acquiring the Rights Entitlement and/or the Equity Shares in an offshore transaction meeting the requirements of Regulation S or in a transaction exempt from, or not subject to, the registration requirements of the U.S. Securities Act.

I/ We acknowledge that we, the Company and others will rely upon the truth and accuracy of the foregoing representations and agreements. "





## GENERAL INSTRUCTION

Please read the instructions carefully before filling this Application Form. Please also read the Letter of Offer carefully to understand the Application process and applicable settlement process. All references in this Application Form to the "Abridged Letter of Offer" are to the Abridged Letter of Offer read together with the Letter of Offer. For accessing the Letter of Offer, the Abridged Letter of Offer and the Application Form, please refer to the links provided below on page 4 of this Application Form.

1. The Application Form can be used by both the Eligible Equity Shareholders and the Renouces.
2. Application should be made only through the ASBA facility.
3. In accordance with Regulation 76 of the SEBI ICDR Regulations, SEBI Rights Issue Circular and ASBA Circulars, all Investors desiring to make an Application in this Issue are mandatorily required to use the ASBA process. Investors should carefully read the provisions applicable to such Applications before making their Application through ASBA.
4. An Investor, wishing to participate in this Issue through the ASBA facility, is required to have an ASBA enabled bank account with a SCSB, prior to making the Application. Please note that only those Investors who have a demat account can apply in the Rights Issue.
5. An Eligible Equity Shareholder shall submit the plain paper Application to the Designated Branch of the SCSB for authorising such SCSB to block Application Money in the said bank account maintained with the same SCSB. **Applications on plain paper will not be accepted from any address outside India.**
6. Please read the instructions on the Application Form sent to you. Application should be complete in all respects. The Application Form found incomplete with regard to any of the particulars required to be given therein, and / or which are not completed in conformity with the terms of this Letter of Offer, the Abridged Letter of Offer, the Rights Entitlement Letter and the Application Form are liable to be rejected. The Application Form must be filled in English only.
7. In case of non-receipt of Application Form, Application can be made on plain paper mentioning all necessary details as mentioned under 'Terms of the Issue - Making an Application by Eligible Equity Shareholders on Plain Paper under ASBA process' on page 149 of the letter of Offer.
8. Please note that in accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circulars, the credit of Rights Entitlements and Allotment of Equity Shares shall be made in dematerialized form only. Accordingly, Eligible Equity Shareholders holding Equity Shares in physical form as on Record Date and desirous of subscribing to Rights Equity Shares in this Issue are advised to furnish the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date i.e. Monday, August 19<sup>th</sup>, 2024 to enable the credit of their Rights Entitlements in their respective demat accounts at least one day before the Issue Closing Date. For further details, see "Terms of the Issue - Making an Application by Eligible Equity Shareholders holding Equity Shares in physical form" beginning on page 149 of the Letter of Offer.
9. Applications should be submitted to the Designated Branch of the SCSB or made online / electronic through the website of the SCSBs (if made available by such SCSB) for authorising such SCSB to block Application Money payable on the Application in their respective ASBA Accounts. Please note that on the Issue Closing Date, Applications through ASBA process will be uploaded until 5.00 p.m. (Indian Standard Time) or such extended time as permitted by the Stock Exchanges.
10. Applications should not be submitted to the Banker to the Issue (assuming that such Banker to the Issue is not an SCSB), our Company or the Registrar
11. Investors are required to provide necessary details, including details of the ASBA Account, authorization to the SCSB to block an amount equal to the Application Money in the ASBA Account mentioned in the Application Form.
12. Applications should not be submitted to the Banker(s) to the Issue, our Company or the Registrar
13. All Applicants, and in the case of Application in joint names, each of the joint Applicants, should mention their PAN allotted under the Income Tax Act, 1961, irrespective of the amount of the Application. Except for Applications on behalf of the Central or the State Government, the residents of Sikkim and the officials appointed by the courts, Applications without PAN will be considered incomplete and are liable to be rejected. With effect from August 16, 2010, the demat accounts for Investors for which PAN details have not been verified shall be "suspended for credit" and no Allotment and credit of Rights Equity Shares pursuant to this Issue shall be made into the accounts of such Investors.
14. Only the Investors holding Equity Shares in demat form or the Physical Shareholders who furnish the details of their demat accounts to the Registrar not later than two Working Days prior to the Issue Closing Date, are eligible to participate through the ASBA process. In accordance with the SEBI Rights Issue Circulars, the Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date and who have not furnished the details of their demat account to the Registrar or our Company at least two Working Days prior to the Issue Closing Date i.e. Monday, August 19<sup>th</sup>, 2024, shall not be eligible to apply in this Rights Issue.
15. Ensure that the demographic details such as address, PAN, DP ID, Client ID, bank account details and occupation (**Demographic Details**) are updated, true and correct, in all respects. Investors applying under this Issue should note that on the basis of name of the Investors, DP ID and Client ID provided by them in the Application Form or the plain paper Applications, as the case may be, the Registrar will obtain Demographic Details from the Depository. Therefore, Investors applying under this Issue should carefully fill in their Depository Account details in the Application. These Demographic Details would be used for all correspondence with such Investors including mailing of the letters intimating unblocking of bank account of the respective Investor and / or refund. The Demographic Details given by the Investors in the Application Form would not be used for any other purposes by the Registrar. Hence, Investors are advised to update their Demographic Details as provided to their Depository Participants. The Allotment Advice and the e-mail intimating unblocking of ASBA Account or refund (if any) would be e-mailed to the address of the Investor as per the e-mail address provided to our Company or the Registrar or Demographic Details received from the Depositories. The Registrar will give instructions to the SCSBs for unblocking funds in the ASBA Account to the extent Rights Equity Shares are not Allotted to such Investor. Please note that any such delay shall be at the sole risk of the Investors and none of our Company, the SCSBs, Registrar shall be liable to compensate the Investor for any losses caused due to any such delay or be liable to pay any interest for such delay. In case no corresponding record is available with the Depositories that match 3 parameters i.e., (a) names of the Investors (including the order of names of joint holders), (b) DP ID, and (c) Client ID, then such Application Forms are liable to be rejected.
16. By signing the Application Forms, Investors would be deemed to have authorized the Depositories to provide, upon request, to the Registrar, the required Demographic Details as available on its records.
17. The Investors shall submit only one Application Form for the Rights Entitlements available in a particular demat account. In case of Investors who have provided details of demat account in accordance with the SEBI ICDR Regulations such Investors will have to apply for the Rights Equity Shares from the same demat account in which they are holding the Rights Entitlements and in case of multiple demat accounts; the Investors are required to submit the Application Form separately from each demat account.
18. For physical Applications through ASBA at Designated Branches of SCSB, signatures should be either in English or Hindi or in any other language specified in the Eighth Schedule to the Constitution of India. Signatures other than in any such language or thumb impression must be attested by a Notary Public or a Special Executive Magistrate under his / her official seal. The Investors must sign the Application as per the specimen signature recorded with the SCSB.
19. Investors should provide correct DP ID and Client ID / Folio number (for Eligible Equity Shareholders who hold Equity Shares in physical form as on Record Date) while submitting the Application. Such DP ID and Client ID should match the demat account details in the records available with Company and / or Registrar, failing which such Application is liable to be rejected. Investor will be solely responsible for any error or inaccurate detail provided in the Application. Our Company, SCSBs or the Registrar will not be liable for any such rejections. Please note that ASBA Applications may be submitted at all designated branches of the SCSBs available on the SEBI website at <http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes>, updated from time to time, or at such other website as may be prescribed by SEBI from time to time. In addition, Applicants should consult with the relevant SCSB to ensure that there is no statutory / regulatory action restricting the Application being submitted through them.
20. In case of joint holders and physical Applications through ASBA process, all joint holders must sign the relevant part of the Application Form in the same order and as per the specimen signature(s) recorded with the SCSB. In case of joint Applicants, reference, if any, will be made in the first Applicant's name and all communication will be addressed to the first Applicant.
22. All communication in connection with Application for the Rights Equity Shares, including any change in contact details of the Eligible Equity Shareholders should be addressed to the Registrar prior to the date of Allotment in this Issue quoting the name of the first / sole Applicant, Folio number (for Eligible Equity Shareholders who hold Equity Shares in physical form as on Record Date) / DP ID and Client ID and Application Form number, as applicable. In case of any change in contact details of the Eligible Equity Shareholders, the Eligible Equity Shareholders should also send the intimation for such change to the respective depository participant, or to our Company or the Registrar in case of Eligible Equity Shareholders holding Equity Shares in physical form.
23. Our Company reserves the right to treat any Application Form as invalid which: (i) does not include the certification set out in the Application Form including to the effect that the person submitting and/or renouncing the Application Form is outside the United States and is authorized to acquire the Rights Entitlements and the Rights Equity Shares in compliance with all applicable laws and regulations; (ii) appears to us or our agents to have been executed in, electronically transmitted from or dispatched from the United States; (iii) where a registered Indian address is not provided; or (iv) where we believe that Application Form is incomplete or acceptance of such Application Form may infringe applicable legal or regulatory requirements; and we shall not be bound to allot or issue any Rights Equity Shares in respect of any such Application Form. An Applicant being an OCB is required not to be under the adverse notice of the RBI and must submit approval from RBI for applying in this Issue.
24. Investors are required to ensure that the number of Rights Equity Shares applied for by them do not exceed the prescribed limits under the applicable law.
25. Do not apply if you are ineligible to participate in this Issue under the securities laws applicable to your jurisdiction.
26. Do not submit the General Index Registrar number instead of the PAN as the application is liable to be rejected on this ground.
27. Avoid applying on the Issue Closing Date due to risk of delay / restrictions in making any physical Application.
28. Do not pay the Application Money in cash, by money order, pay order or postal order.
29. Do not submit multiple Applications.
30. Please note that credit of the Rights Entitlements in the Demat Account does not, per se, entitle the investors to the Rights Equity Shares and the investors have to submit application for the Rights Equity Shares on or before the issue closing date and make payment of the application money. For details, see "Terms of the Issue" beginning on page 149 of the Letter of Offer.
31. No investment under the FDI route (i.e. any investment which would result in the investor holding 10% or more of the fully diluted paid-up equity share capital of the Company or any FDI investment for which an approval from the government was taken in the past) will be allowed in the Issue unless such application is accompanied with necessary approval or covered under a pre-existing approval from the government. It will be the sole responsibility of the investors to ensure that the necessary approval or the pre-existing approval from the government is valid in order to make any investment in the Issue. Our Company will not be responsible for any allotments made by relying on such approvals.
32. In place of Application number, Investors can mention the reference number as provided in the e-mail received from Registrar informing about their Rights Entitlement or the reference number of Rights Entitlement Letter or last eight digits of their demat account.
33. An Applicant being an Overseas Corporate Body (OCB) is required not to be under the adverse notice of RBI and in order to apply for this issue as an incorporated non-resident must do so in accordance with the FDI Circular 2020 and FEMA Rules.
34. **Please note that the Rights Entitlements which are neither renounced nor subscribed by the Investors on or before the Issue Closing Date shall lapse and shall be extinguished after the Issue Closing Date.**
35. Ensure that your PAN is linked with Aadhaar and you are in compliance with CBDT notification dated Feb 13, 2020 and press release dated June 25, 2021.

#### LAST DATE FOR APPLICATION

The last date for submission of the duly filled in the Application Form or a plain paper Application is Monday, August 19<sup>th</sup> 2024 i.e., Issue Closing Date. Our Board and, or, the Rights Issue Committee may extend the said date for such period as it may determine from time to time, subject to the Issue Period not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date).

If the Application Form is not submitted with a SCSB, uploaded with the Stock Exchanges and the Application Money is not blocked with the SCSB, on or before the Issue Closing Date or such date as may be extended by our Board or the Rights Issue Committee thereof, the invitation to offer contained in this Letter of Offer shall be deemed to have been declined and our Board or the Rights Issue Committee thereof shall be at liberty to dispose of the Rights Equity Shares hereby offered, as set out in 'Terms of the Issue - Basis of Allotment' on page 149 of the Letter of Offer.

Please note that on the Issue Closing Date, Applications through ASBA process will be uploaded until 5.00 p.m. (Indian Standard Time) or such extended time as permitted by the Stock Exchanges.

#### WITHDRAWAL OF APPLICATION

An Investor who has applied in this Issue may withdraw their application at any time during Issue Period by approaching the SCSB where application is submitted. However, no Investor, may withdraw their application post the Issue Closing Date.

#### LIST OF SELF CERTIFIED SYNDICATE BANKS (SCSBs)

The list of banks who have registered with SEBI to act as SCSBs for the ASBA Process is <https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmld=34>. For this Issue, following banks would be acting as SCSB: 1. Ahmedabad Mercantile Co-Op Bank Ltd; 2. AU Small Finance Bank Limited; 3. Axis Bank Ltd; 4. Bandhan Bank; 5. Bank of Baroda; 6. Bank of India; 7. Bank of Maharashtra; 8. Barclays Bank PLC; 9. BNP Paribas; 10. Canara Bank; 11. Catholic Syrian Bank Limited; 12. Central Bank of India; 13. CITI Bank NA; 14. City Union Bank Ltd.; 15. DBS Bank Ltd.; 16. DCB Bank Ltd.; 17. Deutsche Bank; 18. Dhanlaxmi Bank Limited; 19. Equitas Small Finance Bank; 20. GP Parsik Sahakari Bank Limited; 21. HDFC Bank Ltd.; 22. HSBC Ltd.; 23. ICICI Bank Ltd; 24. IDBI Bank Ltd.; 25. IDFC FIRST Bank; 26. Indian Bank; 27. Indian Overseas Bank; 28. IndusInd Bank; 29. J P Morgan Chase Bank, N.A.; 30. Jammu and Kashmir bank; 31. Janata Sahakari Bank Ltd.; 32. Karnataka Bank Ltd.; 33. Karur Vysya Bank Ltd.; 34. Kotak Mahindra Bank Ltd. 35. Mehsana Urban Co-operative Bank Limited; 36. Nutan Nagarik Sahakari Bank Ltd.; 37. Punjab & Sind Bank; 38. Punjab National Bank; 39. Rajkot Nagarik Sahakari Bank Ltd; 40. RBL Bank Limited; 41. South Indian Bank; 42. Standard Chartered Bank; 43. State Bank of Bikaner and Jaipur; 44. State Bank of Hyderabad; 45. State Bank of India; 46. State Bank of Mysore; 47. State Bank of Patiala; 48. State Bank of Travencore; 49. SVC Co-operative Bank Ltd.; 50. Syndicate Bank; 51. Tamilnad Mercantile Bank Ltd. 52. The Ahmedabad Mercantile Co-Op. Bank Ltd.; 53. The Federal Bank; 54. The Jammu & Kashmir Bank Limited; 55. The Kalapur Commercial Co-operative Bank Ltd.; 56. The Lakshmi Vilas Bank Ltd.; 57. The Saraswat Co-Operative Bank Ltd; 58. The Surat Peoples Co-op Bank Ltd; 59. TJSB Sahakari Bank Ltd; 60. UCO Bank; 61. Union Bank of India; and 62. YES Bank Ltd.

In accordance with the SEBI ICDR Regulations, the SEBI Rights Issue Circular, the Abridged Letter of Offer, Application Form, the Rights Entitlement Letter and other applicable Issue material will be sent / dispatched only to the Eligible Equity Shareholders who have provided their Indian address to our Company. In case such Eligible Equity Shareholders have provided their valid e-mail address, the Abridged Letter of Offer, the Application Form, the Rights Entitlement Letter and other Issue material will be sent only to their valid e-mail address and in case such Eligible Equity Shareholders have not provided their e-mail address, then the Abridged Letter of Offer, the Application Form, the Rights Entitlement Letter and other Issue material will be dispatched, on a reasonable effort basis, to the Indian addresses provided by them.

Further, the Letter of Offer will be sent / dispatched to the Eligible Equity Shareholders who have provided Indian address and who have made a request in this regard. In case such Eligible Equity Shareholders have provided their valid e-mail address, this Letter of Offer will be sent only to their valid e-mail address and in case such Eligible Equity Shareholders have not provided their e-mail address, then this Letter of Offer will be dispatched, on a reasonable effort basis, to the Indian addresses provided by them.

Investors can access this Letter of Offer, the Abridged Letter of Offer, and the Application Form (provided that the Eligible Equity Shareholder is eligible to subscribe for the Rights Equity Shares under applicable laws) on the websites of:

1. Our Company at [https:// www.shrydus.com/](https://www.shrydus.com/)
2. The Registrar at: [www.skylinerta.com](http://www.skylinerta.com)
3. The Stock Exchanges at [www.bseindia.com](http://www.bseindia.com)

The Investors can visit following links for the below-mentioned purposes:

- Frequently asked questions are available on the website of the Registrar [www.skylinerta.com](http://www.skylinerta.com) and online/ electronic dedicated investor helpdesk for guidance on the Application process and resolution of difficulties faced by the Investors: [www.skylinerta.com](http://www.skylinerta.com), Updation of Indian address/ email address/ mobile number in the records maintained by the Registrar or our Company: [www.skylinerta.com](http://www.skylinerta.com)
- Updation of demat account details by Eligible Equity Shareholders holding shares in physical form: [www.skylinerta.com](http://www.skylinerta.com)
- Submission of self-attested PAN, client master sheet and demat account details by non-resident Eligible Equity Shareholders: [www.skylinerta.com](http://www.skylinerta.com)

Shareholders who have not received the Application Form may apply, along with the requisite Application Money, by using the Application Form available on the websites above, or on plain paper, with the same details as mentioned in the Application Form available online.

Eligible Equity Shareholders can also obtain the details of their respective Rights Entitlements from the website of the Registrar i.e. [www.skylinerta.com](http://www.skylinerta.com), by entering their DP ID and Client ID or Folio Number (for Eligible Equity Shareholders who hold Equity Shares in physical form as on Record Date), PAN and such other credentials. The link for the same shall also be available on the website of our Company i.e. <https://www.shrydus.com/>

Investors may contact the Registrar to the Issue, or our Company Secretary, or our Compliance Officer for any Issue related matters. All grievances relating to the ASBA process may be addressed to the Registrar to the Issue, with a copy to the SCSBs, giving full details such as name, address of the Applicant, contact number(s), e-mail ID of the sole / first holder, folio number or demat account number, serial number of the Application Form, number of the Rights Equity Shares applied for, amount blocked, ASBA Account number and the Designated Branch of the SCSBs where the Application Form or the plain paper application, as the case may be, was submitted by the Investors along with a photocopy of the acknowledgement slip. For details on the ASBA process, see 'Terms of the Issue' on page 149 of the Letter of Offer.

#### REGISTRAR TO THE ISSUE



#### Skyline Financial Services Private Limited

D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi-110020

Telephone: 011-40450193-97

Email: [ipo@skylinerta.com](mailto:ipo@skylinerta.com)

Website: [www.skylinerta.com](http://www.skylinerta.com)

Email: [grievances@skylinerta.com](mailto:grievances@skylinerta.com)

SEBI Registration No.: INR000003241

Contact Person: Mr. Anuj Rana

**APPLICATION ON PLAIN PAPER ASBA**

|  |   |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|--|---|--|----------------------------------|--|--|--|------------------------------------|--|--|--|-----------------------------------|--|--|--|
| 1  | Name of Company   | <b>SHRYDUS INDUSTRIES LIMITED</b>  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 2  | Name and address of the Eligible Equity Shareholder including joint applicants          | Name of Sole/First Applicant:<br>Address:<br><br>Name of Second Joint Applicant:<br><br>Name of Third Joint Applicant: |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 3  | CAF No.   |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 4  | Registered Folio Number/DP and Client ID No.  |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 5  | Number of Equity Shares held as on Record Date  |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 6  | Number of Equity Shares entitled as per Rights Entitlement                              |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 7  | Number of Equity Shares applied for as per Rights Entitlement (A)                       |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 8  | Number of additional Equity Shares applied for, if any(B)                               |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 9  | Total number of Equity Shares applied for (A + B)                                       |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 10   | Total amount payable at the rate of Re. 18.00/- per Equity Share ((A + B) x Re.18.00/-) |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 11   | PAN   | Sole/First Account Holder  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|  |   | Second Joint Account Holder  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|  |   | Third Joint Account Holder   |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| 12   | Whether applying through ASBA (Yes/No)  | <b>YES</b>   |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|  | ASBA Account Number   |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|  | SCSB and Branch Address   |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|  | Total Amount to be blocked (in figures and in words)                                    |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| I authorize the SCSB to block the amount specified above as part of the ASBA Process. UNDERTAKING by Equity Shareholder / ASBA Account Holder: |   |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
| I / We hereby certify that I / We are eligible ASBA Investors  |   |  |                                  |  |  |  |                                    |  |  |  |                                   |  |  |  |
|  |   |  | _____                            |  |  |  | _____                              |  |  |  | _____                             |  |  |  |
|  |   |  | <b>Sole/First Account Holder</b> |  |  |  | <b>Second Joint Account Holder</b> |  |  |  | <b>Third Joint Account Holder</b> |  |  |  |

The Rights Entitlements and the Rights Equity Shares have not been and will not be registered under the Securities Act or the securities laws of any state of the United States and may not be offered or sold in the United States of America or the territories or possessions thereof ("United States"), except in a transaction not subject to, or exempt from, the registration requirements of the Securities Act and applicable state securities laws. The offering to which the Letter of Offer relates is not, and under no circumstances is to be construed as, an offering of any Rights Equity Shares or Rights Entitlement for sale in the United States or as a solicitation therein of an offer to buy any of the Rights Equity Shares or Rights Entitlement. There is no intention to register any portion of the Issue or any of the securities described herein in the United States or to conduct a public offering of securities in the United States. Accordingly, the Letter of Offer / Abridged Letter of Offer and the enclosed Application Form and Rights Entitlement Letters should not be forwarded to or transmitted in or into the United States at any time. In addition, until the expiry of 40 days after the commencement of the Issue, an offer or sale of Rights Entitlements or Rights Equity Shares within the United States by a dealer (whether or not it is participating in the Issue) may violate the registration requirements of the Securities Act.

\_\_\_\_\_  
**Sole/First Applicant**

\_\_\_\_\_  
**Second Joint Applicant**

\_\_\_\_\_  
**Third Joint Applicant**

**Please Note: All capitalized terms not specifically defined herein shall carry the same meaning as prescribed to them in the Letter of Offer dated July 08<sup>th</sup>, 2024 filed with the BSE Limited.**