



**SHALIMAR  
PAINTS**

May 26, 2022

**BSE Limited**  
Corporate Relationship Department  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Building, P.J. Towers,  
Dalal Street, Fort, Mumbai - 400 001  
BSE Scrip Code: 509874

**National Stock Exchange of India Limited**  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No. C/1, G- Block,  
Bandra-Kurla Complex,  
Bandra (East), Mumbai 400051  
NSE Symbol : SHALPAINTS

**Sub: Disclosure under Regulation 32(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

Please find enclosed herewith the statements of deviation or variation under Regulation 32 (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as on March 31, 2022, pursuant to:

- the rights issue attached as Annexure - A; and
- the preferential allotment of equity shares and optionally convertible debentures attached as Annexure - B.

The same have been reviewed by the Audit Committee at its meeting held today i.e. May 26, 2022.

This is for your information and record.

Thanking You,

Yours faithfully,

For **Shalimar Paints Limited**

**Shikha Rastogi**  
Company Secretary



Encl: As above



**SHALIMAR  
PAINTS**

**Shalimar Paints Ltd.**

Corporate Office: 1<sup>st</sup> Floor, Plot No. 28, Sector 32, Gurugram - 122001, Haryana

Regd. Office: Stainless Centre, 4<sup>th</sup> Floor, Plot No. 50, Sector 32, Gurugram - 122001, Haryana.

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Email Id: askus@shalimarpaints.com Website: www.shalimarpaints.com CIN: L24222HR1902PLC065611

Annexure - A

Statement of Deviation / Variation in utilization of funds raised through Rights Issue

<b>Name of listed entity</b>	Shalimar Paints Limited
<b>Mode of Fund Raising</b>	Rights Issue
<b>Date of Raising Funds</b>	December 03, 2018 to December 24, 2018
<b>Amount Raised</b>	Rs. 20,087.26 Lakhs
<b>Report filed for Quarter ended</b>	March 31, 2022
<b>Monitoring Agency</b>	Yes
<b>Monitoring Agency Name, if applicable</b>	State Bank of India, Industrial Financial Branch, Andheri East, Mumbai - 400069
<b>Is there a Deviation / Variation in use of funds raised</b>	No
<b>If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders</b>	N.A.
<b>If Yes, Date of shareholder Approval</b>	N.A.
<b>Explanation for the Deviation / Variation</b>	N.A.
<b>Comments of the Audit Committee after review</b>	N.A.
<b>Comments of the auditors, if any</b>	N.A.



Objects for which funds have been raised and where there has been a deviation, in the following table							
Original Object		Modified Object, if any	Original Allocation (Rs. in Lacs)	Modified allocation, if any* (Rs. in Lacs)	Funds Utilised (Rs. in Lacs)	Amount of Deviation/Variation for the quarter according to applicable object	Remarks if any
1.	Project of Reinstatement of paint manufacturing plant at Nashik	N.A.	5,152.13	5,075.78	5,075.78	No Deviation	N.A.
2.	Setting up of Regional Distribution Centre (RDC) at Nashik		340.00	40.00	40.00		
3.	Long Term Working Capital Requirements		13,500.00	12,564.15	12,564.15		
4.	General Corporate Purposes		3,782.75	3,415.07	3,415.07		
5.	Expenses for the issue		92.00	92.00	92.00		
<b>Total</b>			<b>22,866.88</b>	<b>21,186.99</b>	<b>21,186.99</b>		

Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised; or
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed; or
- (c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc.

Including Rs. 20,087.26 Lakhs from Rights Issue proceeds and Rs. 1,099.73 Lakhs received as Insurance claim for Nashik Plant.



\* Deviation from the objects: Due to lower Subscription of 92.28% in the Rights Issue, the proceeds from the Rights Issue amounted to Rs. 20,087.26 Lakhs instead of Rs. 21,767.15 Lakhs as per the Letter of Offer. Accordingly, the amount allocated in some of the Objects has been modified. In view of additional Working Capital requirement, there is increase in the allocation of funds towards Long Term Working Capital Requirement – The major Object of the Issue. Further, the same is adjusted through reduction in estimated cost of Setting up of Paints manufacturing plant at Nashik including Regional Distribution Centre (RDC) at Nashik.

**For and on behalf of  
Shalimar Paints Limited**



**Shikha Rastogi  
Company Secretary**



Statement of Deviation / Variation in utilization of funds raised through Preferential Issue

<b>Name of listed entity</b>	Shalimar Paints Limited
<b>Mode of Fund Raising</b>	Preferential Issue
<b>Date of Raising Funds</b>	February 24, 2022
<b>Amount Raised</b>	Rs. 270,00,00,120 comprising of:  i. Rs. 215,00,00,040 received on allotment of 1,79,16,667 equity shares of face value of Rs. 2/- each fully paid-up, for cash at an issue price of Rs. 120/- per Share (including premium of Rs. 118/- per Equity Share) to Hella Infra Market Private Limited; and  ii. Rs. 55,00,00,080 received on allotment of 30,55,556, 9% optionally convertible debentures ("OCDs") having face value of Rs. 180/- for cash at a price of Rs. 180/- per OCD to Hella Infra Market Private Limited
<b>Report filed for Quarter ended</b>	March 31, 2022
<b>Monitoring Agency</b>	N.A.
<b>Monitoring Agency Name, if applicable</b>	N.A.
<b>Is there a Deviation / Variation in use of funds raised</b>	No
<b>If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders</b>	N.A.
<b>If Yes, Date of shareholder Approval</b>	N.A.
<b>Explanation for the Deviation / Variation</b>	N.A.



Comments of the Audit Committee after review	N.A.					
Comments of the auditors, if any	N.A.					
<b>Objects for which funds have been raised and where there has been a deviation, in the following table</b>						
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any*	Funds Utilised (Rs. in Lacs)	Amount of Deviation/ Variation for the quarter according to applicable object	Remarks if any
To utilize the proceeds of the issue to strengthen Company's balance sheet and have access to long term resources to meet its growth requirements	N.A.	100 %	N.A.	3,806.23	Nil	Nil

Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised; or
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed; or
- (c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc.

For and on behalf of  
Shalimar Paints Limited

Shikha Rastogi  
Company Secretary

