



# KN AGRI RESOURCES LIMITED

(Formerly known as Itarsi Oils & Flours Private Limited)

Our Company was originally incorporated as "Itarsi Oils & Flours Private Limited" on January 30, 1987 under the provisions of the Companies Act, 1956 with the Registrar of Companies, Madhya Pradesh, Gwalior. Pursuant to Special Resolution passed by the shareholders at the Extra Ordinary General Meeting held on October 04, 2021, the name of our Company was changed from "Itarsi Oils & Flours Private Limited" to "KN Agri Resources Private Limited" and a fresh certificate of incorporation was issued by the Registrar of Companies, Chhattisgarh vide letter dated October 26, 2021. Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting, held on November 07, 2021, our Company was converted into a Public Limited Company and consequently the name of our Company was changed from "KN Agri Resources Private Limited" to "KN Agri Resources Limited" vide a fresh certificate of incorporation dated November 22, 2021 issued by the Registrar of Companies, Chhattisgarh. For further details please refer to chapter titled "History and Corporate Structure" beginning on page 127 of the Prospectus dated March 22, 2022 filed with Registrar of Companies (RoC).

Registered Office: K.N. Building, Subhash Road, Ramnagar, Raipur 492001, Chhattisgarh, India. Contact Person: Mr. Akshat Sharma, Company Secretary & Compliance Officer  
Tel No: +91-22-43541100; E-mail: info@knagri.com; Website: www.knagri.com;

**OUR PROMOTERS: VIJAY SHRISHRIMAL, SANJAY SHRISHRIMAL, DHIRENDRA SHRISHRIMAL, K.N. RESOURCES PRIVATE LIMITED, ANANT TRAFINA PRIVATE LIMITED AND ANANT COUNTER TRADE PRIVATE LIMITED**

## BASIS OF ALLOTMENT

INITIAL PUBLIC OFFER OF 65,84,000 EQUITY SHARES OF FACE VALUE OF RS.10/- EACH (THE "EQUITY SHARES") OF KN AGRI RESOURCES LIMITED ("OUR COMPANY" OR "KNARL" OR "THE ISSUER") AT AN ISSUE PRICE OF RS. 75 PER EQUITY SHARE FOR CASH, AGGREGATING TO ₹4838.00 LAKHS ("PUBLIC ISSUE") OUT OF WHICH 3,32,800 EQUITY SHARES OF FACE VALUE OF RS. 10 EACH, AT AN ISSUE PRICE OF ₹ 75 PER EQUITY SHARE FOR CASH, AGGREGATING ₹ 249.60 LAKHS WERE RESERVED FOR SUBSCRIPTION BY THE MARKET MAKER TO THE ISSUE (THE "MARKET MAKER RESERVATION PORTION"). THE PUBLIC ISSUE LESS MARKET MAKER RESERVATION PORTION I.E. ISSUE OF 62,51,200 EQUITY SHARES OF FACE VALUE OF RS. 10 EACH, AT AN ISSUE PRICE OF ₹ 75 PER EQUITY SHARE FOR CASH, AGGREGATING ₹ 4688.40 LAKHS IS HEREIN AFTER REFERRED TO AS THE "NET ISSUE". THE PUBLIC ISSUE AND NET ISSUE SHALL CONSTITUTE 26.34% AND 25.91% RESPECTIVELY OF THE POST-ISSUE PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY.

**ISSUE PRICE: RS. 75 PER EQUITY SHARE OF FACE VALUE OF RS.10 EACH**  
**ANCHOR INVESTOR ISSUE PRICE: RS. 75 PER EQUITY SHARE**  
**THE ISSUE PRICE IS 7.5 TIMES OF THE FACE VALUE**

### Risks to Investors:

- Our business is subject to seasonal volatility, which may contribute to fluctuations in our results of operations and financial condition.
- The Merchant Banker associated with the Issue has handled 13 public issue in the past three years out of which 2 Issues closed below the Issue Price on Listing date
- Average cost of acquisition of Equity Shares held by the Individual Promoters are of Rs. 0.33 per Equity Share and Corporate Promoters are of Rs. 0.67 per Equity Share and the Issue Price is Rs. 75 per Equity Share.
- The Price/Earnings ratio based on Diluted EPS for Fiscal 2021 for the company at the Issue Price is 5.28 as compared to the average Industry Peer Group PE ratio of 21.17
- Weighted Average Return on Net worth for Fiscals 2021, 2020 and 2019 is 14.57%
- The Weighted average cost of acquisition of all Equity Shares transacted in the last three years and one year from the date of RHP is as given below:

Period	Weighted Average Cost of Acquisition (in Rs.)*	Issue Price (Rs. 75) is 'X' times the weighted Average cost of Acquisition	Range of acquisition price: Lowest Price – Highest Price (in Rs.)
Last 1 year	0	Nd/- **	0-0
Last 3 years	0	Nd/- **	0-0

\*Weighted average cost of acquisition has been calculated by adjusting for split of equity shares.

\*\* Nd represents that the value cannot be defined

## BID / ISSUE PROGRAM

**BID/ISSUE OPENED ON: TUESDAY, MARCH, 15, 2022**

**BID/ISSUE CLOSED ON: THURSDAY, MARCH, 17, 2022**

**ANCHOR INVESTOR BIDDING DATE WAS: MONDAY, MARCH 14, 2022**

The Issue was made through the Book Building Process, in terms of Rule 19(2)(b)(i) of the Securities Contracts (Regulation) Rules, 1957, as amended ("SCRR") read with Regulation 253 of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("SEBI ICDR Regulations") wherein not more than 50% of the Issue was made available for allocation on a proportionate basis to Qualified Institutional Buyers ("QIBs") (the "QIB Portion"). Our Company in consultation with the book running lead managers ("BRLM") has allocated up to 60% of the QIB Portion to Anchor Investors on a discretionary basis (the "Anchor Investor Portion"). Further, not less than 15% of the Issue was made available for allocation on a proportionate basis to Non-Institutional Bidders and not less than 35% of the Issue was made available for allocation to Retail Investors in accordance with the SEBI (ICDR) Regulations, 2018, subject to valid Bids having been received from them at or above the Issue Price. All potential Bidders (except Anchor Investors) were required to mandatorily utilize the Application Supported by Blocked Amount ("ASBA") process providing details of their respective bank account (including IPI ID for RBIs using IPI Mechanism), in which the corresponding Bid Amounts were blocked by the SCBs or the Sponsor Bank, as applicable. Anchor Investors were not permitted to participate in the Issue through the ASBA process. For details, see "Issue Procedures" on page 204 of the Prospectus. The bidding for Anchor Investors opened and closed on March 14, 2022. The Company received 3 Anchor Investors applications for 18,73,600 Equity Shares. The Anchor Investor Allocation price was finalized at Rs. 75 per Equity Share. A total of 18,73,600 Equity Shares were allotted under the Anchor Investor portion aggregating to Rs. 140,520,000.

The Issue (including Anchor Investors Portion) received 105,988 Applications for 918,004,800 Equity Shares (before technical rejections) resulting in 139.43 times subscription (including reserved portion of market maker and Anchor). The details of the Applications received in the issue from various categories are as under (before technical rejections):

Sl. No.	Category	No. of Applications	No. of Equity Shares applied	Equity Shares Reserved as per Prospectus	No. of times Subscribed	Amount (in Rs.)
1.	Retail Individual Investors	104,451	167,121,600	2,188,800	76.35	12,533,458,000
2.	Non - Institutional Investors	1,514	715,920,000	939,200	762.27	53,692,288,000
3.	Market Maker	1	332,800	332,800	1.00	24,960,000
4.	Qualified Institutional Buyers (Excluding Anchor Investors)	19	32,756,800	1,249,600	26.21	2,456,760,000
5.	Anchor Investors	3	1,873,600	1,873,600	1.00	140,520,000
<b>Total</b>		<b>105,988</b>	<b>918,004,800</b>	<b>6,584,000</b>	<b>139.43</b>	<b>68,847,984,000</b>

Final Demand: A summary of the final demand as per NSE as on the Bid/Offer Closing Date at different Bid prices is as under:

Sl. No.	Bid Price	Bids Quantity	% of Total	Cumulative Total	% Cumulative Total
1	71	841,600	0.09	841,600	0.09
2	72	89,600	0.01	931,200	0.10
3	73	771,200	0.08	1,702,400	0.18
4	74	728,400	0.08	2,430,800	0.26
5	75	846,913,600	89.01	849,344,400	89.27
6	Cut off	102,135,200	10.73	951,479,200	100.00
		<b>951,479,200</b>	<b>100.00</b>		

The Basis of Allotment was finalized in consultation with the Designated Stock Exchange, being NSE on March 23, 2022.

### 1) Allotment to Retail Individual Investors (After Technical Rejections)

The Basis of Allotment to the Retail individual Investors, who have bid at cut-off price or at or above the Issue Price of Rs. 75 per Equity Share, was finalized in consultation with NSE. The category has been subscribed to the extent of 74.51 times. The total number of Equity Shares Allotted in this category is 21,88,800 Equity Shares to 1368 successful Applicants. The category-wise details of the Basis of Allotment are as under:

No. of Shares Applied for (Category wise)	No. of Applications Received	% of Total	Total No. of Shares Applied in Each Category	% to Total	No. of Equity Shares Allotted per Applicant	Ratio	Total No. of Shares Allotted
Retail Individual Investors	101,227	100.00	163,053,200	100.00	1600	2.149	2,188,800
<b>Total</b>	<b>101,227</b>	<b>100.00</b>	<b>163,053,200</b>	<b>100.00</b>			<b>2,188,800</b>

### 2) Allotment to Non-Institutional Investors (After Technical Rejections)

The Basis of Allotment to the Non-Institutional Investors, who have bid at the Issue Price of Rs. 75 per Equity Share or above, was finalized in consultation with NSE. The category has been subscribed to the extent of 758.22 times. The total number of Equity Shares Allotted in this category is 9,39,200 Equity Shares to 296 successful Applicants. The category-wise details of the Basis of Allotment are as under (Sample basis):

No. of Shares Applied for (Category wise)	No. of Applications Received	% of Total	Total No. of Shares Applied in Each Category	% to Total	No. of Equity Shares Allotted per Applicant	Ratio	Total No. of Shares Allotted
Retail Individual Investors	101,227	100.00	163,053,200	100.00	1600	2.149	2,188,800
<b>Total</b>	<b>101,227</b>	<b>100.00</b>	<b>163,053,200</b>	<b>100.00</b>			<b>2,188,800</b>

The details of the allotment made has been hosted on the website of the Registrar to the Issue, Link Intime India Private Limited at website: www.linkintime.com.in All future correspondence in this regard may kindly be addressed to the Registrar to the Issue, Link Intime India Private Limited at the address given below:

### Link Intime India Private Limited

Address: C-101, Floor, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai, Maharashtra, India 400083. Tel No: +91-022-49196200; Website: www.linkintime.com.in; Email: knagri ipo@linkintime.com  
CIN: U67190MH1999PTC118368; Contact Person: Shanti Gopalakrishnan; SEBI Regn. No.: INR000004058

On behalf of Board of Directors  
For KN Agri Resources Limited  
Sd/-  
Akshat Sharma  
Company Secretary & Compliance Officer

Place: Raipur, Chhattisgarh  
Date: March 24, 2022

THE LEVEL OF SUBSCRIPTION SHOULD NOT BE TAKEN TO BE INDICATIVE OF EITHER THE MARKET PRICE OF THE EQUITY SHARES ON LISTING OR THE BUSINESS PROSPECTS OF KN AGRI RESOURCES LIMITED.

DISCLAIMER: KN Agri Resources Limited has filed the Prospectus with the RoC on March 22, 2022 and thereafter with SEBI and the Stock Exchanges. The Prospectus is available on the website of the BRLM, Hem Securities Limited at www.hemsecurities.com and the Company at www.knagri.com, and shall also be available on the website of the NSE and SEBI. Investors should note that investment in Equity Shares involves a high degree of risk for details relating to the same, please see "Risk Factors" beginning on page 29 of the Prospectus.

The Equity Shares have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "Securities Act") or any state securities laws in the United States, and unless so registered, and may not be offered or sold within the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act and in accordance with any applicable U.S. state securities laws. The Equity Shares are being offered and sold outside the United States in offshore transactions in reliance upon Regulation S under the Securities Act and the applicable laws of each jurisdiction where such offers and sales are made. There will be no public offering in the United States.

"It is to be distinctly understood that the permission given by NSE should not in any way be deemed or construed that the Offer Document has been cleared or approved by NSE nor does it certify the correctness or completeness of any of the contents of the Offer Document. The investors are advised to refer to the Offer Document for the full text of the "Disclaimer Clause of NSE".

"It is to be distinctly understood that the permission given by NSE in using its network and software of the Online IPO system should not in any way be deemed or construed that the compliance with various statutory and other requirements by KN Agri Resources Limited, BRLM, and Anchor Investors, its management or any scheme or project of this issuer."

"It is also to be distinctly understood that the approval given by NSE should not in any way be deemed or construed that the prospectus has been cleared or approved by NSE; nor does it in any manner warrant, certify or endorse the correctness or completeness of any of the contents of this prospectus; nor does it warrant that the securities will be listed or will continue to be listed on the Exchange."