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SHANTI SPINTEX LIMITED

Our Company was originally incorporated as a private limited Company under the name of "Shanti Spintex Private Limited" on August 23, 2010 under the provisions of the Companies Act, 1956 with the Registrar of Companies, Ahmedabad, Gujarat bearing registration number as 062084. Thereafter, our Company was converted from private limited to public limited, pursuant to special resolution passed by the shareholders of the Company at the Extraordinary general meeting held on July 31, 2023 and the name of our Company was changed from "Shanti Spintex Private Limited" to "Shanti Spintex Limited" vide fresh certificate of incorporation dated August 18, 2023 issued by the Registrar of Companies, Ahmedabad, Gujarat. The Corporate identification number of our Company is U17120GJ2010PLC062084. For further details please refer to chapter titled "History and Corporate Structure" beginning on page 106 of the Prospectus.

Registered Office: Sub Plot 1, Unit 1, Survey No. 297, Dholi - Integrated Spinning Park Limited, Dholi, Dholka, Ahmedabad, Gujarat - 382 240, India.
Tel No: +91 84473 86773; **E-mail:** info@shantisintex.com; **Website:** www.shantisintex.com; **CIN:** U17120GJ2010PLC062084; **Contact Person:** : Mohini Singhal, Company Secretary & Compliance Officer

OUR PROMOTERS: BHARAT BHUSHAN AGARWAL AND RIKIN AGARWAL

"THE ISSUE IS BEING MADE IN ACCORDANCE WITH CHAPTER IX OF THE SEBI ICDR REGULATIONS (IPO OF SMALL AND MEDIUM ENTERPRISES) AND THE EQUITY SHARES ARE PROPOSED TO BE LISTED ON SME PLATFORM OF BSE (BSE SME)."

Our Company is primarily engaged in the business of manufacturing and selling of denim fabrics.

BASIS OF ALLOTMENT

INITIAL PUBLIC OFFER OF UPTO 44,64,000 EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH (THE "EQUITY SHARES") OF SHANTI SPINTEX LIMITED ("OUR COMPANY" OR "SSL" OR "THE OFFER") AT AN OFFER PRICE OF ₹ 70/- PER EQUITY SHARE FOR CASH, AGGREGATING UP TO ₹ 3,124.80 LAKHS ("PUBLIC OFFER") COMPRISING OF A FRESH ISSUE OF UPTO 26,88,000 EQUITY SHARES AGGREGATING TO ₹ 1,881.60 LAKHS (THE "FRESH ISSUE") AND AN OFFER FOR SALE OF UPTO 17,76,000 EQUITY SHARES BY THE SELLING SHAREHOLDERS ("OFFER FOR SALE") AGGREGATING TO ₹ 1,243.20 LAKHS COMPRISING: UP TO 10,84,000 EQUITY SHARES AGGREGATING UPTO ₹ 758.80 LAKHS BY VINEETA V. CHIRIPAL AND UPTO 6,92,000 EQUITY SHARES AGGREGATING UP TO ₹ 484.40 LAKHS BY CHIRIPAL EXIM LLP (COLLECTIVELY REFERRED AS "SELLING SHAREHOLDERS") OUT OF WHICH 2,24,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH, AT AN OFFER PRICE OF ₹ 70/- PER EQUITY SHARE FOR CASH, AGGREGATING ₹ 156.80 LAKHS WILL BE RESERVED FOR SUBSCRIPTION BY THE MARKET MAKER TO THE OFFER (THE "MARKET MAKER RESERVATION PORTION"). THE PUBLIC OFFER LESS MARKET MAKER RESERVATION PORTION I.E. OFFER OF 42,40,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH, AT AN OFFER PRICE OF ₹ 70/- PER EQUITY SHARE FOR CASH, AGGREGATING UPTO ₹ 2,968.00 LAKHS IS HEREIN AFTER REFERRED TO AS THE "NET OFFER". THE PUBLIC OFFER AND NET OFFER WILL CONSTITUTE 26.43% AND 25.11% RESPECTIVELY OF THE POST-OFFER PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY.

THE FACE VALUE OF THE EQUITY SHARE IS RS.10 EACH AND ISSUE PRICE IS RS. 70 EACH. THE ISSUE PRICE IS 7.00 TIMES OF THE FACE VALUE OF THE EQUITY SHARE
ANCHOR INVESTOR ISSUE PRICE: RS. 70 PER EQUITY SHARE
THE ISSUE PRICE IS 7.00 TIMES OF THE FACE VALUE

BID/ ISSUE PERIOD

ANCHOR INVESTOR BIDDING DATE WAS: MONDAY, DECEMBER 18, 2023
BID / ISSUE OPENED ON: TUESDAY, DECEMBER 19, 2023
BID / ISSUE CLOSED ON: THURSDAY, DECEMBER 21, 2023

RISKS TO INVESTORS:

- Our business is vulnerable to variations in demand of denim-based apparels and changes in consumer preferences, which could have an adverse effect on our business, results of operations and financial condition.
- The Merchant Banker associated with the Issue has handled 36 public issues in the past three years out of which none Issue closed below the Issue Price on listing date.
- Average cost of acquisition of Equity Shares held by the Individual Promoter is

Sr. No.	Name of the Promoter	Average cost of Acquisition (in ₹)
1.	Bharat Bhushan Omprakash Agarwal	19.91
2.	Rikin Bharatbhushan Agarwal	19.92

and the Issue Price at the upper end of the Price Band is Rs. 70 per Equity Share.

- The Price/ Earnings ratio based on Diluted EPS for Fiscal 2023 for the company at the upper end of the Price Band is 9.82.
- Weighted Average Return on Net worth for Fiscals 2023, 2022 and, 2021 is 13.91%.
- The Weighted average cost of acquisition of all Equity Shares transacted in the last one year, 18 months and three years from the date of RHP is as given below:

Period	Weighted Average Cost of Acquisition (in Rs.)	Upper end of the Price Band (Rs. 70) is 'X' times the weighted Average cost of Acquisition	Range of acquisition price: Lowest Price - Highest Price (in Rs.)
Last 1 year	N/A	N/A	N/A
Last 18 months/ Last 3 years	27.00*	2.59	0-54

*Cost has been determined post adjustment of bonus shares.

- The Weighted average cost of acquisition compared to floor price and cap price

Types of transactions	Weighted average cost of acquisition (₹ per Equity Shares)	Floor price* (i.e. ₹ 66)	Cap price* (i.e. ₹ 70)
WACA of primary issuance(exceeding 5% of the pre issue capital)	NA^	NA^	NA^
WACA for secondary sale / acquisition (exceeding 5% of the pre issue capital)	27.00	2.44 times	2.59 times

Note:

^There were no primary / new issue of shares in last 18 months from the date of the Prospectus.

PROPOSED LISTING: WEDNESDAY, DECEMBER 27, 2023*

The Issue was being 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 SEBI ICDR Regulations, as amended, wherein not more than 50% of the Net Issue was available for allocation on a proportionate basis to Qualified Institutional Buyers ("QIBs", the "QIB Portion"). Our Company in consultation with the Book Running Lead Manager has allocated upto 60% of the QIB Portion to Anchor Investors on a discretionary basis in accordance with the SEBI ICDR Regulations ("Anchor Investor Portion"). Further, not less than 15% of the Net Issue shall be available for allocation on a proportionate basis to Non-Institutional Bidders and not less than 35% of the Net Issue was made available for allocation to Retail Individual Bidders in accordance with the SEBI (ICDR) Regulations, subject to valid Bids being received at or above the Issue Price. All potential Bidders (except Anchor Investors) were required to mandatorily utilise the Application Supported by Blocked Amount ("ASBA") process providing details of their respective ASBA accounts, and UPI ID in case of RIBs using the UPI Mechanism, if applicable, in which the corresponding Bid Amounts will be blocked by the SCSBs or by the Sponsor Bank under the UPI Mechanism, as the case may be, to the extent of respective Bid Amounts. Anchor Investors were not permitted to participate in the Issue through the ASBA process. For details, see "Offer Procedure" beginning on page 209 of the Prospectus.

The investors are advised to refer to the Prospectus for the full text of the Disclaimer clause pertaining to BSE. For the purpose of this Issue, the Designated Stock Exchange will be the BSE Limited. The trading is proposed to be commenced on or before Wednesday, December 27, 2023*

*Subject to the receipt of listing and trading approval from the BSE (BSE SME).

The bidding for Anchor Investors opened and closed on Monday, December 18, 2023. The Company received 8 Anchor Investors applications for 22,88,000 Equity Shares. The Anchor Investor Allocation price was finalized at Rs. 70/- per Equity Share. A total of 12,72,000 Equity Shares were allotted under the Anchor Investors portion aggregating to Rs. 8,90,40,000/-.

The Issue (excluding Anchor Investors Portion) received 17,575 Applications for 8,16,52,000 Equity Shares (after bid not banked cases and before technical rejection) resulting 23.96 subscription (including reserved portion of market maker). The details of the Applications received in the Issue from various categories are as under (before technical rejections):

Detail of the Applications Received (excluding Anchor Investors Portion and before technical rejections):

Sr. No.	Category	Number of Applications	No. of Equity Shares applied	Equity Shares Reserved as per Prospectus	No. of times Subscribed	Amount (Rs.)
1	Retail Individual Investors	16,400	32,800,000	1,484,000	22.10	2,294,612,000
2	Non - Institutional Investors	1,159	36,688,000	636,000	57.69	2,567,984,000
3	Market Maker	1	224,000	224,000	1.00	15,680,000
4	Qualified Institutional Buyers	15	11,940,000	1,064,000	11.22	835,800,000
	TOTAL	17,575	81,652,000	3,408,000	23.96	5,714,076,000

Final Demand:

A summary of the final demand as per BSE as on the Bid/ Issue Closing Date at different Bid prices is as under:

Sr. No.	Bid Price	Bids Quantity	% of Total	Cumulative Total	% Cumulative Total
1	66	428,000	0.45	428,000	0.45
2	67	12,000	0.01	440,000	0.46
3	68	74,000	0.08	514,000	0.54
4	69	38,000	0.04	552,000	0.57
5	70	70,062,000	72.93	70,614,000	73.50
6	CUTOFF	25,454,000	26.50	96,068,000	100.00
	TOTAL	96,068,000	100.00		

The Basis of Allotment was finalized in consultation with the Designated Stock Exchange, being BSE Limited (BSE SME) on December 22, 2023.

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 the Issue Price of Rs. 70/- per Equity Share, was finalized in consultation with BSE. The category has been subscribed to the extent of 21.36 times (after technical rejections). The total number of Equity Shares Allotted in this category is 1,484,000 Equity Shares to 742 successful applicants. The details of the Basis of Allotment of the said category are as under:

No. of Shares Applied for (Category wise)	No. of Applications Applied for (Category wise)Received	% of Total	Total No. of Shares Applied	% to Total	No. of Equity Shares Allotted per Applicant	Ratio	Total No. of Shares Allotted
2,000	15,850	100	31,700,000	100	2,000	36 :769	1,484,000

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. 70/- per Equity Share, was finalized in consultation with BSE. The category has been subscribed to the extent of 57.44 times. The total number of Equity Shares Allotted in this category is 6,36,000 Equity Shares to 193 successful applicants. The details of the Basis of Allotment of the said category are as under (Sample Basis):

S.No	No. of Shares Applied for (Category wise)	No. of Applications Applied for (Category wise)Received	% of Total	Total No. of Shares Applied	% to Total	No. of Equity Shares Allotted per Applicant	Ratio	Total No. of Shares Allotted
1	4,000	617	53.98	2,468,000	6.76	2000	22 : 617	44,000
2	6,000	103	9.01	618,000	1.69	2000	5 : 103	10,000
3	8,000	35	3.06	280,000	0.77	2000	2 : 35	4,000
4	10,000	24	2.10	240,000	0.66	2000	1 : 12	4,000
5	12,000	24	2.10	288,000	0.79	2000	1 : 8	6,000
6	14,000	40	3.50	560,000	1.53	2000	1 : 8	10,000
7	16,000	33	2.89	528,000	1.45	2000	5 : 33	10,000
8	18,000	10	0.87	180,000	0.49	2000	1 : 5	4,000
9	20,000	19	1.66	380,000	1.04	2000	3 : 19	6,000
10	22,000	14	1.22	308,000	0.84	2000	3 : 14	6,000
11	24,000	2	0.17	48,000	0.13	2000	0 : 2	-
12	26,000	1	0.09	26,000	0.07	2000	0 : 1	-
13	28,000	5	0.44	140,000	0.38	2000	1 : 5	2,000
14	500000	1	0.09	500000	1.37	8000	1 : 1	8000
15	542000	1	0.09	542000	1.48	10000	1 : 1	10000
16	572000	1	0.09	572000	1.57	10000	1 : 1	10000
17	668000	1	0.09	668000	1.83	12000	1 : 1	12000
18	714000	2	0.17	1428000	3.91	12000	1 : 1	24000
19	716000	2	0.17	1432000	3.92	12000	1 : 1	24000
20	786000	1	0.09	786000	2.15	14000	1 : 1	14000
21	800000	1	0.09	800000	2.19	14000	1 : 1	14000
22	1060000	1	0.09	1060000	2.90	18000	1 : 1	18000
23	1400000	1	0.09	1400000	3.83	24000	1 : 1	24000
24	1430000	1	0.09	1430000	3.91	24000	1 : 1	24000
TOTAL	18610000	1143	100.00	36530000	100			636000

3) Allotment to QIBs excluding Anchor Investors (After Technical Rejections):

Allotment to QIBs, who have bid at the Issue Price of Rs. 70/- per Equity Share or above, has been done on a proportionate basis in consultation with BSE. This category has been subscribed to the extent of 14.08 times of QIB portion. The total number of Equity Shares allotted in the QIB category is 848000 Equity Shares, which were allotted to 15 successful Applicants.

CATEGORY	FIS/BANKS	MF'S	IC'S	NBFC'S	AIF	FPC	VC'S	OTH'S	TOTAL
QIB	-	-	-	-	-	138,000	-	710,000	848,000

4) Allotment to Anchor Investors (After Technical Rejections):

The Company in consultation with the BRLM has allocated 12,72,000 Equity Shares to 8 Anchor Investors at the Anchor Investor Issue Price of Rs. 70/- per Equity Shares in accordance with the SEBI (ICDR) Regulations. This represents upto 60% of the QIB Category.

CATEGORY	FIS/BANKS	MF'S	IC'S	NBFC'S	AIF	FPC	VCF	TOTAL
ANCHOR	-	-	-	320,000	636,000	316,000	-	1,272,000

The Board of Directors of our Company at its meeting held on December 22, 2023, has taken on record the basis of allotment of Equity Shares approved by the Designated Stock Exchange, being BSE and has allotted the Equity Shares to various successful applicants. The Allotment Advice Cum Refund Intimation will be dispatched to the address of the investors as registered with the depositories. Further, instructions to the SCSBs have been dispatched / mailed for unblocking of funds and transfer to the Public Issue Account on or before December 22, 2023. In case the same is not received within ten days, Investors may contact the Registrar to the Issue at the address given below. The Equity Shares allotted to the successful allottees shall be uploaded on December 26, 2023 for credit into the respective beneficiary accounts subject to validation of the account details with the depositories concerned. The Company is in the process of obtaining the listing and trading approval from BSE and the trading of the Equity Shares is expected to commence trading on December 27, 2023.

Note: All capitalized terms used and not defined herein shall have the respective meanings assigned to them in the Prospectus dated December 22, 2023 filed with the Registrar of Companies, Gujarat ("RoC").

INVESTORS, PLEASE NOTE

The details of the allotment made has been hosted on the website of the Registrar to the Issue, KFIN TECHNOLOGIES LIMITED at website: www.kfintech.com

TRACK RECORD OF BOOK RUNNING LEAD MANAGER: The Merchant Banker associated with the issue has handled 36 public issues in the past 3 years all of which were SME IPOs.

All future correspondence in this regard may kindly be addressed to the Registrar to the Issue quoting full name of the First/ Sole Bidder Serial number of the ASBA form, number of Equity Shares bid for, Bidder DP ID, Client ID, PAN, date of submission of the Bid cum Application Form, address of the Bidder, the name and address of the Designated Intermediary where the Bid cum Application Form was submitted by the Bidder and copy of the Acknowledgment Slip received from the Designated Intermediary and payment details at the address given below:



KFIN TECHNOLOGIES LIMITED

Address: Selenium Tower B, Plot No.31-32, Gachibowli, Financial District, Nanakramguda, Serilingampally, Hyderabad 500032, Telangana, India
Tel No: +91 40 6716 2222; Facsimile: +91 40 6716 1563; Email: ssl ipo@kfintech.com; Investor Grievance Email: einward.ris@kfintech.com; Website: www.kfintech.com/ Contact Person: M. Murali Krishna; SEBI Registration Number: INR00000221

On behalf of Board of Directors
Shanti Spintex Limited

Sd/-
Mohini Singhal
Company Secretary and Compliance Officer

Place: Ahmedabad, Gujarat
Date: December 26, 2023

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 SHANTI SPINTEX LIMITED.

Disclaimer: Shanti Spintex Limited has filed the Prospectus with the RoC on December 22, 2023 and thereafter with SEBI and the Stock Exchange. The Prospectus is available on the website of the BRLM, Hem Securities Limited at www.hemsecurities.com and the Company at: www.shantisintex.com, and shall also be available on the website of the BSE and SEBI. Investors should note that investment in Equity Shares involves a high degree of risk and for details relating to the same, please see "Risk Factors" beginning on page 24 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 issued 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 issued and sold outside the United States in "offshore transactions" in reliance on Regulation under the Securities Act and the applicable laws of each jurisdiction where such issues and sales are made. There will be no public issuing in the United States.