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Energy-Mission Machineries (India) Limited
CIN: U29100GJ2011PLC063696

Our Company was originally incorporated as a private limited Company under the name of “Energy-Mission Machineries (India) Private Limited” on January 17, 2011 under the provisions of the Companies Act, 1956 with the Registrar of Companies, Gujarat, Dadra and Nagar Haveli bearing registration number as 063696. 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 “Energy-Mission Machineries (India) Private Limited” to “Energy-Mission Machineries (India) Limited” vide fresh certificate of incorporation dated August 11, 2023 issued by the Registrar of Companies, Ahmedabad, Gujarat. The Corporate identification number of our Company is U29100GJ2011PLC063696. For further details please refer to chapter titled “History and Corporate Structure” beginning on page 124 of this Draft Red Herring Prospectus.

Registered Office: E-9/3 & E-12 Sanand-II Industrial Area, Bol GIDC Sanand, Bol, Ahmedabad, Gujarat – 382 170, India.

Contact Person: Bhargavi Dilipbhai Gupta, Company Secretary & Compliance Officer

Tel No: +91-7984768296; **E-mail:** cfo@energymission.com **Website:** www.energymission.com/

PROMOTERS OF OUR COMPANY: SATISHKUMAR KANJIBHAI PARMAR, DINESHKUMAR SHANKARLAL CHAUDHARY, SANJAY SHANTUKUMAR KHANKAR, ASHOKKUMAR RAMJIBHAI PANCHAL, SNEHAL NARENDRA MEHTA AND SUMITRABEN MEHTA

ADDENDUM TO THE DRAFT RED HERRING PROSPECTUS DATED APRIL 26, 2024: NOTICE TO THE INVESTORS (“THE ADDENDUM”)

INITIAL PUBLIC OFFER OF UPTO 29,82,000 EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH (THE "EQUITY SHARES") OF ENERGY-MISSION MACHINERIES (INDIA) LIMITED (“OUR COMPANY” OR “EMMIL” OR “THE ISSUER”) AT AN ISSUE PRICE OF ₹ [●] PER EQUITY SHARE FOR CASH, AGGREGATING UP TO ₹[●] LAKHS(“PUBLIC ISSUE”) OUT OF WHICH 1,50,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH, AT AN ISSUE PRICE OF ₹ [●] PER EQUITY SHARE FOR CASH, AGGREGATING ₹ [●] LAKHS WILL BE 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 28,32,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH, AT AN ISSUE PRICE OF ₹ [●] PER EQUITY SHARE FOR CASH, AGGREGATING UPTO ₹ [●] LAKHS IS HEREIN AFTER REFERRED TO AS THE "NET ISSUE". THE PUBLIC ISSUE AND NET ISSUE WILL CONSTITUTE 26.33 % AND 25.00 % RESPECTIVELY OF THE POST- ISSUE PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY.

Potential Bidders may note the following:

- The Chapter titled “Definitions and Abbreviations” beginning on page 1 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Summary of Draft Red Herring Prospectus” beginning on page 19 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Risk Factors” beginning on page 24 of the Draft Red Herring Prospectus has been updated;
- The name of Advisors to the Issue has been removed from the Chapter titled “General Information” beginning on page 49 of the Draft Red Herring Prospectus;
- The Chapter titled “Capital Structure” beginning on page 60 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Objects of The Issue” beginning on page 73 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Our Business” beginning on page 102 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “History and Corporate Structure” beginning on page 124 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Our Promoters & Promoter Group” beginning on page 142 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Management’s Discussion and analysis of Financial Conditions and Results of Operations” beginning on page 193 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Outstanding Litigation and Material Developments” beginning on page 203 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Government and Other Statutory Approvals” beginning on page 206 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Other Regulatory and Statutory Disclosures” beginning on page 211 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Declaration” beginning on page 276 of the Draft Red Herring Prospectus has been updated;
- Please note that all other details in, and updates to the Red Herring Prospectus/ Prospectus with respect to issue price and/or other relevant details will be carried out in the Red Herring Prospectus, as and when filed with ROC, SEBI and the Stock Exchange.

The above is to be read in conjunction with the Draft Red Herring Prospectus and accordingly their references in the Draft Red Herring Prospectus stand amended pursuant to this Addendum. Please note that the changes pursuant to this Addendum will be appropriately included in the Red Herring Prospectus/ Prospectus, as and when filed with the RoC, the SEBI and the Stock Exchanges. All capitalized terms used in this Addendum shall, unless the context otherwise requires, have the meaning ascribed to them in the Draft Red Herring Prospectus.

On behalf of ENERGY-MISSION MACHINERIES (INDIA) LIMITED

Sd/-

Bhargavi Dilipbhai Gupta

Company Secretary & Compliance Officer

Place: Ahmedabad

Date: April 26, 2024

BOOK RUNNING LEAD MANAGER TO THE ISSUE

REGISTRAR TO THE ISSUE



HEM SECURITIES LIMITED

Address: 904, A Wing, Naman Midtown, Senapati Bapat Marg,

Elphinstone Road, Lower Parel, Mumbai-400013, India

Tel. No.: +91- 022- 49060000; **Fax No.:** +91- 022- 22625991

Email: ib@hemsecurities.com

Investor Grievance Email: redressal@hemsecurities.com

Website: www.hemsecurities.com

Contact Person: Neelkanth Agarwal

SEBI Registration Number. INM000010981



Bigshare Services Pvt. Ltd.

Bigshare Services Private Limited

Address: S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East), Mumbai - 400093, India.

Telephone: +91 22 6263 8200; **Facsimile:** +91 22 6263 8299

Email: ipo@bigshareonline.com

Investor Grievance Email: investor@bigshareonline.com

Website: www.bigshareonline.com

Contact Person: Babu Rapheal C.

SEBI Registration Number: INR000001385

CIN: U99999MH1994PTC076534

BID/ISSUE PROGRAMME

ANCHOR PORTION ISSUE OPENS/ CLOSES ON: [●]*

BID/ISSUE OPENS ON: [●]**

BID/ISSUE CLOSES ON: [●]**

*The Company may, in consultation with the Book Running Lead Manager, consider participation by Anchor Investors in accordance with the SEBI ICDR Regulations. The Anchor Investor Bid/Issue Period shall be one Working Day prior to the Bid/Issue Opening Date.

**Our Company may, in consultation with the BRLM, consider closing the Bid/Issue Period for QIBs one Working Day prior to the Bid/Issue Closing Date in accordance with the SEBI ICDR Regulations.

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SECTION I – GENERAL

DEFINITIONS AND ABBREVIATIONS

Company related and Conventional terms

Term	Description
Promoter(s)	Shall mean promoters of our Company i.e. Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta. For further details, please refer to section titled <i>“Our Promoter & Promoter Group”</i> beginning on page 142 of this Draft Red Herring Prospectus.

SECTION II – SUMMARY OF DRAFT RED HERRING PROSPECTUS

C. PROMOTERS

Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta are the Promoters of our Company.

F. PRE-ISSUE SHAREHOLDING OF PROMOTERS AND PROMOTER GROUP

Our Promoters and Promoter Group collectively holds 83,44,000 Equity shares of our Company aggregating to 100% of the pre-issue paid-up Share Capital of our Company. Following are the details of the shareholding of the Promoters and Promoter Group, as on date of this Draft Red Herring Prospectus:

Sr. No	Names	Pre IPO		Post IPO	
		Shares Held	% Shares Held	Shares Held	% Shares Held
	Promoters (A)				
1.	Satishkumar Kanjibhai Parmar	16,43,000	19.70	16,43,000	[●]
2.	Dineshkumar Shankarlal Chaudhary	16,68,000	20.00	16,68,000	[●]
3.	Sanjay Shantukumar Khankar	16,68,000	20.00	16,68,000	[●]
4.	Ashokkumar Ramjibhai Panchal	16,68,000	20.00	16,68,000	[●]
5.	Snehal Narendra Mehta	16,12,000	19.32	16,12,000	[●]
6.	Sumitraben Mehta	56,500	0.68	56,500	[●]
	Sub Total (A)	83,19,500	99.70	83,19,500	[●]
	Promoter Group (B)				
7.	Amisha Satishkumar Parmar	25,000	0.30	25,000	[●]
	Sub Total (B)	25,000	0.30	25,000	[●]
	Total (A) + (B)	83,44,500	100.00	83,44,500	[●]

N. WEIGHTED AVERAGE PRICE OF THE SHARES ACQUIRED BY PROMOTERS IN LAST ONE YEAR

Sr. No.	Name of the Promoter	No. of Shares acquired in last one year	Weighted Average Price (in ₹)
1.	Satishkumar Kanjibhai Parmar	11,12,600	Nil
2.	Dineshkumar Shankarlal Chaudhary	11,12,600	Nil
3.	Sanjay Shanutukumar Khankar	11,12,600	Nil
4.	Ashokkumar Ramjibhai Panchal	11,12,600	Nil
5.	Snehal Narendra Mehta	11,12,600	Nil
6.	Sumitraben Mehta	56,500	Nil

O. AVERAGE COST OF ACQUISITION OF SHARES

The average cost of acquisition of Equity Shares by our Promoter is set forth in the table below:

Sr. No.	Name of the Promoter	No. of Shares held	Average cost of Acquisition (in ₹)
1.	Satishkumar Kanjibhai Parmar	16,43,900	6.14
2.	Dineshkumar Shankarlal Chaudhary	16,68,900	6.05
3.	Sanjay Shanutukumar Khankar	16,68,900	6.05
4.	Ashokkumar Ramjibhai Panchal	16,68,900	6.05
5.	Snehal Narendra Mehta	16,12,400	6.26
6.	Sumitraben Mehta	56,500	0.00

SECTION III: RISK FACTORS

6. Our Statutory Auditor have included certain qualifications in their Audit Report(including CARO Report) for financial statements pertaining to F.Y. 2020-21, 2021-22 and 2022-23 and tax audit reports for the same financial years.

Our Statutory Auditor have included certain qualifications/observations in their CARO Report (part of Audit Report) and Tax Audit reports for financial statements pertaining to F.Y. 2020-21, 2021-22 and 2022-23. Below are the details of the same:

OBSERVATIONS/QUALIFICATIONS

Observation related to professional tax in CARO Report

F.Y. 2020-21

According to the records of the Company, there are no dues of sales tax, income tax, custom duty/wealth tax, VAT, service tax, excise duty/cess which have not been deposited on account of any dispute except professional tax amounting to Rs. 2,06,322/-.

F.Y. 2021-22

According to the information and explanations given to us, no undisputed statutory dues including GST, provident fund, ESI, income tax, sales tax, service tax, custom duty, excise duty, VAT, cess and any other statutory dues as at 31st March 2022 for a period of more than six months from the date they became payable except professional tax amounting to Rs. 2,06,322/-.

F.Y. 2022-23

According to the information and explanations given to us, no undisputed statutory dues including GST, provident fund, ESI, income tax, sales tax, service tax, custom duty, excise duty, VAT, cess and any other statutory dues as at 31st March 2023 for a period of more than six months from the date they became payable except professional tax amounting to Rs. 3,59,290/-.

Material observations/qualifications in Tax Audit Report

F.Y. 2021-22

Proper stock records are not maintained by the assessee - As explained to us, the assessee is a manufacturing concern, manufacturing various types of machines. As numerous type of Raw Material items are involved for production of machines, hence, it is not possible to give quantitative details of raw Material & WIP para 35(b)(A) of the report.

Others - We have been informed by the assessee that the information required under clause 44 has not been maintained by it in absence of any disclosure requirement thereof under the goods and service tax statute. It is not possible to determine break-up of total expenditure of entities registered or not registered under the GST, as necessary information is not maintained by the assessee in its books of accounts. Further, the standard accounting software used by assessee is not configured to generate any report in respect of such historical data in absence of any prevailing statutory requirement regarding the requisite information in this clause.

F.Y. 2022-23

Proper stock records are not maintained by the assessee - As explained to us, the assessee is a manufacturing concern, manufacturing various types of machines. As numerous type of Raw Material items are involved for production of machines, hence, it is not possible to give quantitative details of raw Material & WIP para 35(b)(A) of the report.

Others - Records produced for verification of information as required under clause 44 of Form 3CD w.r.t payments made to entities registered or not registered under the Goods and Service Act 2017, were not sufficient. In the absence of any disclosure requirement thereof under the Goods and Service Tax Statute, proper record so as to work out the information required under this clause have not been maintained by the Assessee. Hence, it is not possible for us to comment upon the trueness and correctness of the information as provided by the Assessee.

Steps taken by company to rectify observations/qualifications:

Maintenance of stock records – The Company is in process of implementing ERP system, post which they will be able to maintain and provide the quantitative details of raw Material & WIP to the Statutory Auditors.

Maintenance of records as per clause 44 of Form 3CD – The Company through their letter dated February 27, 2024 has confirmed to maintain records as required under clause 44 of Form 3CD w.r.t payments made to entities registered or not registered under the

Goods and Service Act 2017.

As confirmed by the Statutory Auditors through their certificate dated February 26, 2024, the aforementioned qualifications do not have any impact on the financials of the company.

11. We are exposed to foreign currency fluctuation risks, particularly in relation to import of raw materials and export of products, which may adversely affect our results of operations, financial condition and cash flows.

Our manufacturing operations require a number of input materials, illustratively, press brake tools, quick release clamp, crowning, controllers and laser safety which are sourced / procured either partly, or entirely, from international suppliers. We mainly import press brake tools, quick release clamp and crowning from China and controllers and laser safety from Netherland. These input materials are indispensable in manufacturing some of our products and are integral to our manufacturing process. During the 5 months period ended August 31, 2023 and for the last 2 Fiscals 2023 and 2022, our purchase from international suppliers were ₹ 285.10 lakhs, 1023.53 lakhs and 698.92 lakhs, constituting 9.47%, 14.38% and 12.75%, respectively, of our total purchases. In addition, for the five months period ended Aug. '23, our revenue from operations were Rs. 49.02 crores of which approximately 91.65% of the revenue were from domestic markets and 8.35% from international markets which included USA, UAE, Saudi Arabia, Oman and Nepal. Thus, our global operations exposes us to foreign exchange rate risks, arising primarily from our receivables, payables, export and import of goods. Change in the value of currencies with respect to the Rupee may cause fluctuations in our operating results expressed in Rupees. The Exchange rate between the Rupee and other currencies is variable and may continue to fluctuate in future. Depreciation of the Indian Rupee against the USD may adversely affect our results of operations by increasing the cost of the raw materials we import or any proposed capital expenditure in foreign currencies. There can be no guarantee that such fluctuations will not affect our financial performance in the future as we continue to expand our operations globally. In addition, we are subject to the risks associated with carrying out business operations on an international scale, including the following, the occurrence of any of which may adversely affect our business, results of operations, financial condition, cash flows and future prospects:

- Import and export regulations that could among others erode profit margins or restrict imports or exports, changes in foreign exchange controls and tax rates, foreign currency exchange rate fluctuations, including devaluations.
- Changes in regional and local economic conditions, including local inflationary pressures, economic cycle and demand for products in the international markets;
- Changes in laws and regulations, unsettled political conditions and possible terrorist attacks against countries where we sell our products or have other interests;

In the event that we are unable to anticipate and effectively manage these and other risks, it could have a material and adverse effect on our business, results of operations, financial condition, cash flows and future prospects.

22. There are certain discrepancies/errors noticed in some of our corporate records relating to forms filed with the Registrar of Companies and certain non-compliances of provisions of Companies Act, 2013. Any penalty or action taken by any regulatory authorities in future, for non-compliance with provisions of corporate or any other law could impact the financial position of the Company to that extent.

There are few discrepancies noticed in some of our corporate records relating to e-forms filed with the Registrar of Companies, which inter-alia includes:-

Sr. No.	Instances of inaccuracies that have occurred	Date or Year of such inaccuracies	Steps taken to rectify such inaccuracies
1.	Clerical errors in the Annual Returns and other forms filed by our Company with the ROC in past years, for instance, the details of transfer of 5 shares have not been shown in Annual return of F.Y. 2012-13	2012-13	The Company through its letter dated March 13, 2024 has acknowledged the inaccuracies and non-compliances and has ensured that the same will not be repeated in future
2.	Company has received advances from customers for a period above 365 days, which is a non-compliance of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.	As on August 31, 2023, there were 10 customers amounting to Rs. 60.10 lakhs, wherein the advance has been taken in excess of 365 days.	All such advances have been cleared off by the Company.

Further, the share transfer deed in respect to transfer of shares of our Company in the year 2012-13 is not traceable. Accordingly, we

have relied on the other corporate records maintained by the Company such as minutes, statutory registers and the forms filed with RoC to ascertain the information for the missing corporate records. In case of any action being taken by the regulatory authorities against the Company and/or its officers, the same may have an adverse effect on our business, financial conditions and result of operations.

23. We have in the past entered into related party transactions and may continue to do so in the future.

Our Company has entered into various transactions with our Directors, Promoters and Promoter Group members/entities. These transactions, inter-alia includes, remuneration, loans and advances, rent payments etc. For details, please refer to **Note 30 - Related Party Transactions**” under Section titled **“Financial Information of the Company”** and Chapter titled **“Capital Structure”** beginning on page 176 and 60 respectively of this Draft Red Herring Prospectus. Our Company has entered into such transactions due to easy proximity and quick execution. All related party transactions entered in the last three fiscals and stub period Apr.’23 to Aug.’23 is on arm’s length basis and is in compliance with the provisions of Companies Act, 2013 and other applicable laws. It is likely that we may enter into related party transactions in the future. Any future transactions with our related parties could potentially involve conflicts of interest. Accordingly, there can be no assurance that such transactions, individually or in the aggregate, will not have a material adverse effect on our business, financial condition, cash flows, results of operations and prospects.

34. Our Contingent Liability and Commitments could affect our financial position.

As on 31st August, 2023, we had Contingent Liability of ₹ 40.52 lakhs in respect of income tax case, which have not been provided in our financial statements and which could affect our financial position. **“A demand notice dated April 29, 2023, from the Income Tax department have been issued to the Company determining demand payable of Rs. 40.52 lakhs u/s 143(1) of the Income Tax Act, 1961”**. For further details, please refer to the chapter **“Outstanding Litigation and Material Developments”** on page 204 of the Draft Red Herring Prospectus.

20. Our Company has unsecured loans which are repayable on demand. Any demand from lenders for repayment of such unsecured loans may adversely affect our cash flows.

Our Company has availed unsecured loans which may be recalled by lenders at any time with or without the existence of an event of default, on short or no notice. As of August 31, 2023, such loans amounted to ₹ 15.55 lakhs. In the event that any lender seeks a repayment of any such loan, our Company would need to find alternative sources of financing, which may not be available on commercially reasonable terms, or at all. As a result, any such demand may affect our business, cash flows, financial condition and results of operations. For further details, please see the section entitled **“Statement of Financial Indebtedness”** on page 168 of this Draft Red Herring Prospectus.

43. Any Penalty or demand raised by statutory authorities in future will affect our financial position of the Company.

We specialize in the manufacture and supply of metal forming machines which attracts tax liability such as Goods and Service tax and Income tax as per the applicable provisions of law. We are also subject to the labour laws like depositing of contributions with ESI and Provident Fund. In the past, there has been certain instances, particularly relating to the Covid-19 period, wherein there was a delay in filing of ESIC, PF and GST returns by us. Any demand or penalty raised by the concerned authority in future for any previous years or current year will affect the financial position of the Company.

GENERAL INFORMATION

Details of Key Intermediaries pertaining to this Issue and Our Company:

Book Running Lead Manager to the Issue	Legal Advisor to the Issue
<p>Hem Securities Limited Address: 904, A Wing, Naman Midtown, Senapati Bapat Marg, Elphinstone Road, Lower Parel, Mumbai-400013, Maharashtra, India Tel No.: +91-22-4906 0000 Fax No.: +91-22-22625991 Email: ib@hemsecurities.com Investor Grievance Email: redressal@hemsecurities.com Website: www.hemsecurities.com Contact Person: Mr. Neelkanth Agarwal SEBI Reg. No.: INM000010981</p>	<p>Mindspright Legal Address: 712-714, C-Wing, Trade World, Kamla City, Senapati Bapat Marg, Lower Parel (West), Mumbai-400013, Maharashtra, India. Tel No.: +91-22-42197000 Email: legal@mindspright.co.in Contact Person: Ms. Richa Bhansali Website: www.mindspright.co.in</p>
Registrar to the Issue	Statutory Auditor
<p>Bigshare Services Private Limited Address: S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai – 400093, India. Telephone: +91 22 6263 8200 Facsimile: +91 22 6263 8299 Email: ipo@bigshareonline.com Investor Grievance Email: investor@bigshareonline.com Website: www.bigshareonline.com Contact Person: Babu Rapheal C. SEBI Registration Number: INR000001385 CIN: U99999MH1994PTC076534</p>	<p>S S P J & Co., Chartered Accountants, Address: #1020, 10th Floor, Shivalik Shilp, Iscon Crossroads, Ahmedabad – 380 058, Gujarat, India Tel No.: +91- 9350159266 Email: sujata@spjca.in Firm Registration No.: 018083N Contact Person: CA Sujata Kapila Peer Review Certificate No.: 013212</p>
Bankers to the Company	Syndicate Member
<p>HDFC Bank Limited Address: Nakshatra Building, Char Rasta, Near Maninagar Balvatika, Maninagar, Ahmedabad, Gujarat – 380008 Email: Raunak.pagaria@hdfcbank.com Website: www.hdfcbank.com Contact Person: Raunak Pagaria Designation: Cluster Head</p>	<p>Hem Finlease Private Limited Address: 203, Jaipur Tower, M. I. Road, Jaipur-302001 Rajasthan Tel No.: +91-141-4051000 Email Id: ashoks@hemsecurities.com Website: www.hemsecurities.com Contact Person: Ashok Soni SEBI Registration Number: INZ000167734</p>

CAPITAL STRUCTURE

13. Capital Build-up in respect of Shareholding of our Promoters

As on the date of this Draft Red Herring Prospectus, Our Promoters, Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta collectively hold 83,19,500 Equity Shares of our Company. None of the Equity Shares held by our Promoters is subject to any pledge.

Set forth below is the build-up of the shareholding of our Promoters in our Company since incorporation:

Date of Allotment and made fully paid up/ Transfer	No. of Equity Shares	Face Value Per Share (₹)	Issue/ Acquisition/ Transfer Price (₹)	Consideration	Nature of Issue	Pre-Issue Shareholding %	Post-Issue Shareholding %
Sumitraben Mehta							
July 26, 2023	56,500	10	Nil	Nil	Acquisition of share by way of Transfer (Gift) ^(g)	0.68	[●]
Total (F)	56,500					0.68	[●]
Grand Total	83,19,500					99.70	[●]

(g) Details of Acquisition by Sumitraben Mehta by way of Transfer of 56,500 equity shares.

Sr. No.	Date of Transfer	Name of Transferor	No. of Share Transfer
1.	July 26, 2023	Snehal Narendra Mehta	56,500
		Total	56,500

14. The average cost of acquisition or subscription of shares by our Promoters is set forth in the table below:

Sr. No.	Name of the Promoters	No. of Shares held	Average cost of Acquisition (in ₹)
1.	Satishkumar Kanjibhai Parmar	16,43,900	6.14
2.	Dineshkumar Shankarlal Chaudhary	16,68,900	6.05
3.	Sanjay Shantukumar Khankar	16,68,900	6.05
4.	Ashokkumar Ramjibhai Panchal	16,68,900	6.05
5.	Snehal Narendra Mehta	16,12,400	6.26
6.	Sumitraben Mehta	56,500	0.00

15. Shareholding of Promoters & Promoter Group

Following are the details of pre and post Issue shareholding of persons belonging to the category “Promoters and Promoter Group”:

Sr. No	Names	Pre IPO		Post IPO	
		Shares Held	% Shares Held	Shares Held	% Shares Held
Promoters (A)					
1.	Satishkumar Kanjibhai Parmar	16,43,000	19.70	16,43,000	[●]
2.	Dineshkumar Shankarlal Chaudhary	16,68,000	20.00	16,68,000	[●]
3.	Sanjay Shantukumar Khankar	16,68,000	20.00	16,68,000	[●]
4.	Ashokkumar Ramjibhai Panchal	16,68,000	20.00	16,68,000	[●]
5.	Snehal Narendra Mehta	16,12,000	19.32	16,12,000	[●]
6.	Sumitraben Mehta	56,500	0.68	56,500	[●]
	Sub Total (A)	83,19,500	99.70	83,19,000	[●]
Promoter Group (B)					
7.	Amisha Satishkumar Parmar	25,000	0.30	25,000	[●]
	Sub Total (B)	25,000	0.30	25,000	[●]
	Total (A) + (B)	83,44,500	100.00	83,44,500	[●]

16. Except as provided below, no Equity Shares were acquired/ purchased/ sold by the Promoters and Promoter Group, Directors and their immediate relatives within six months immediately preceding the date of filing of this Draft Red Herring Prospectus.

Date of Allotment/ Transfer	Name of Shareholder	No. of Equity Share	% of Pre issue Capital	Allotment/ Acquire/ Transfer	Category of Allottees (Promoters/Promoter Group/ Director)
July 26, 2023	Sumitraben Mehta	56,500	0.68	Acquisition by way Transfer (Gift)	Promoter

18. Details of Promoter’s contribution Locked-in for three years

As on the date of this Draft Red Herring Prospectus, our Promoters hold 83,19,500 Equity Shares constituting [●] % of the Post-Issued, subscribed and paid up Equity Share Capital of our Company, which are eligible for the Promoters’ contribution.

OBJECTS OF THE ISSUE

2. Funding of capital expenditure towards installation of new plant & machineries:

Reason/rationale/purpose for enhancing existing manufacturing capabilities through investment in additional plant & machineries:

S. No	Machinery Details	Machine usage & rationale of purchase
1.	Fixed Double Column Machining Centre	Fixed double column machining center is used for machining of structure and parts. Currently, we outsource the machining of major structure components. With the installation of fixed double column machining centre, we will be able to save the job work and logistics cost and will have higher control over the quality of material.
2.	CNC Vertical Machining Centre	CNC Vertical Machining Centre is used for machining of structural parts and tools. We currently own 1 CNC VMC machines, and with the addition of 3 more machines, we will be able to reduce our dependency on outside job work, which will save our job work and logistics cost, and will result in higher control over quality of material.
3.	CNC Lathe Machines	CNC Lathe machines are used for machining of round parts like cylinder. We currently own 2 CNC lathe machines, and with the addition of 3 more machines, we will be able to reduce our dependency on outside job work, which will save our job work and logistics cost, and will result in higher control over quality of material.
4.	Goliath cranes of different capacities	Cranes are used for handing and movement of heavy materials and machineries. The addition of 5 more cranes in our manufacturing unit will bring more efficiency in internal machine and material movements and will save the production run time.
5.	Installation of Grid Connected Solar Rooftop Power Plant	We intend to install the solar rooftop power plant for captive consumption of power utilities, which eventually will result in savings in power cost.
6.	Fiber Laser Metal Cutting Machine	Fiber Laser Metal Cutting Machine is a sheet cutting machine for fabrication. It gives controlled quality output as per set program dimension. It will help us to receive fabricated material on time and as per desired quality description. It will also help us to reduce lead time as well as cost of procurement of fabricated material parts.
7.	Fiber Hand-Held Laser Welding Machine	Fiber Hand-Held Laser Welding Machine is a sheet joining machine for fabrication. It will help us to receive fabricated material on time and as per desired quality description. It will also help us to reduce lead time as well as cost of procurement of fabricated material parts.
8.	Powder coating plant (Electrical Oven (Qty 1), Powder Spray Booth (Qty 1), Electrostatic Gun (Qty 2), M S Tank with FRP Lining (Qty 7), SS Basket (Qty 2) and Overhead Conveyor Track box type)	It's a surface coating system for final paint of machines, which will result in high finishing of machines.

3. To meet working capital requirement

Our business requires working capital majorly for investment in inventories, trade receivables and payment to trade payables and funding day to day operations. The Company will meet the requirement to the extent of ₹ 1500.00 lakhs from the Net Proceeds of the Offer and balance from internal accruals/borrowings at an appropriate time.

(Rs. in lakhs)

S. No.	Particulars	Restated				Provisional	Estimated
		31-March-2021	31-March-2022	31-March-2023	31-Aug-2023	31-March-2024	31-March-2025
I	Current Assets						
	Inventories	3,134.23	3,675.16	4,965.65	5,206.20	6245.13	6612.00
	Trade receivables	322.60	414.68	359.18	635.82	778.16	848.90
	Short Term Loans & Advances	208.50	289.09	124.61	260.77	167.80	222.00
	Other Current Assets	76.08	55.43	33.97	99.78	26.70	49.40
	Total(A)	3,741.40	4,434.35	5,483.41	6,202.57	7217.79	7,732.30
II	Current Liabilities						
	Trade payables	2,060.86	2,201.09	2,434.56	2,501.51	2443.30	2074.80

	Other current liabilities	955.81	982.65	1,025.85	852.72	1511.40	864.25
	Short-term provisions	51.39	123.35	181.55	360.42	316.80	183.5
	Total (B)	3,068.07	3,307.09	3,641.96	3,714.64	4,271.50	3,122.55
III	Total Working Capital Gap (A-B)	673.33	1,127.26	1,841.45	2,487.92	2,946.29	4,609.75
IV	Funding Pattern						
	Short Term Borrowings & Internal accruals	673.33	1,127.26	1,841.45	2,487.92	2,946.29	3,109.75
	IPO Proceeds					-	1500.00

Assumptions for working capital requirements

The following table sets forth the details of the holding period (with days rounded to the nearest whole number) considered for the stub period of 5 months financial years ended March 31, 2023, March 31, 2022 and March 31, 2021, as well as projections for financial year ended March 31, 2024 and March 31, 2025.

Particulars	March 31, 2021	March 31, 2022	March 31, 2023	August 31, 2023	March 31, 2024	March 31, 2025
Inventories (Days)	240 days	171 days	182 days	162 days	182 days	140 days
Debtors (Days)	25 days	19 days	13 days	20 days	23 days	18 days
Creditors (Days)	215 days	147 days	125 days	127 days	109 days	75 days

Justification:

Debtors	<p>The historical holding days of trade receivables has been ranging from 13 days to 25 days during Fiscal 2021 to Fiscal 2023 and Apr.'23 to Aug.'23. The holding level for debtors as per provisional financials of March 31, 2024 has been around 23 days of total revenue from operations during Fiscal 24. During F.Y. 2024-25, the Company intends to keep trade receivables days to be near 18 days for F.Y. 2024-25.</p> <p>Our debtors collection period is usually 2-3 weeks. For F.Y. 2020-21, due to the impact of Covid-19, our debtors collection period rose above 3 weeks. Otherwise, our inventory levels have been maintained between 13 – 20 days for fiscal 2022, fiscal 2023 and for five months period Aug. 31, 2023. Further, in F.Y. 2023-24, based on provisional financials, our debtors collection period has been 23 days. However, going forward in F.Y. 2024-25, the Company expects to keep trade receivables days to be near 18 days for F.Y. 2024-25.</p>
Creditors	<p>The past trend of trade payables payment days has been in the range of 125 days to 215 days approximately during Fiscal 2021 to Fiscal 2023 and Apr.'23 to Aug.'23. The trade payable payment days for Fiscal 2024 (As per provisional financials) has been around 109 days. However, with additional working capital funding, the Company intends to reduce trade payable to 75 days during Fiscal 2025 to avail cash discount as well as competitive purchase price, which will increase overall profitability of the Company. By reducing the time, it takes to settle the payables, Company aim to negotiate more favourable terms and conditions with the suppliers, enabling us to access competitive pricing for the goods Company procure.</p> <p>During the last three fiscals of 2021, 2022 and 2023 and in the current financial year itself, there is a continuous effort by Company to reduce the creditors payment period. This effort fetches us better costing in terms of reduced prices especially for MS Steel procurement, which constitutes a substantial portion of the cost of material consumed. In respect of MS Steel, we have shifted the purchase credit from 90 days to 60 days in previous year and further reduced to 30 days in the current fiscal year. We have started bulk buying from direct wholesale dealers and distributors in this segment. From F.Y. 2024-25, we are planning to bring down the procurement to Cash on Delivery for all MS Steel Materials. Likewise, we are planning to buy all imported material on buyer's credit through Import LC of 90 days, that will bring down supplier credit days further.</p>
Inventories	<p>The historical holding days of inventories has been in range of 162 days to 240 days during Fiscal 2021 to Fiscal 2023 and Apr.'23 to Aug.'23. For Fiscal 2024, the inventories holding days as per provisional financials has been around 182 days. Further, in Fiscal 2025, the Company expects to control and optimize the inventory levels and reduce the holding levels to around 140 days.</p> <p>The augmentation in our working capital requirements can be primarily attributed to a substantial escalation in our inventory levels. This surge in inventories is directly linked with the increase in our revenue. Our revenue from operations increased from Rs. 4761.27 lakhs in F.Y. 2020-21 to Rs. 7,835.27 lakhs in F.Y. 2021-22 depicting a</p>

substantial increase of 108.3% (y-o-y). Similarly, our revenue from operations has increased to Rs. 9956.34 lakhs in F.Y. 2022-23 depicting an increase of 27.08% as compared to F.Y. 2021-22. As our Company's revenue has expanded in the recent years, it necessitated a corresponding increase in inventory levels so as to accommodate higher production demands and adequately meet customer orders.

We offer over 600 variants of metal forming machines. There are approximately 400 items in one Bill of Material to manufacture a single machine. Thus, there are wide range of materials we have to keep in the store. We have manufacturing cycle of 3 to 4 months. For F.Y. 2020-21, due to the impact of Covid-19, our inventory level days got abnormally high to 240 days. Otherwise, our inventory levels has been maintained between 160 – 180 days for fiscal 2022 and 2023. Further, in F.Y. 2023-24 the inventory levels as per provisional financial statements has been 182 days. However, going forward in F.Y. 2024-25, the Company expects to control and optimize the inventory levels and reduce the holding levels to around 140 days.

Reason for increase in working capital requirements in FY 22 as compared to FY 21

There has been an increase in working capital requirements of the company in FY 22 as compared to FY 21, primarily due to following reasons:

- a) During FY 2021-22, our company experienced a significant increase in production and revenue compared to the previous fiscal year. This growth was driven by higher market demand, leading us to produce 471 machines, as compared to 310 machines in FY 2020-21. Our revenue also saw a substantial rise, reaching to Rs. 7835.27 lakhs compared to Rs. 4761.27 lakhs in the preceding fiscal year. This surge in production and revenue naturally resulted in a corresponding increase in our inventory levels, which grew from Rs. 3134.23 lakhs to Rs. 3675.16 lakhs by March 31, 2022. Given that our company offers over 600 variants of metal forming machines, each requiring around 400 items in a single bill of material, the higher level of production necessitated a higher level of inventories to support our operations effectively.
- b) In FY 2021-22, our revenue surged by 64.56% to Rs. 7835.27 lakhs compared to Rs. 4761.27 lakhs in FY 2020-21. This substantial increase in turnover led to a corresponding rise in the amounts to be recovered from debtors. As a result, our trade receivables as of March 31, 2022, increased to Rs. 414.68 lakhs as compared to Rs. 322.60 lakhs as on March 31, 2021.

Reason for increase in working capital requirements in FY 23 as compared to FY 22

There has been an increase in working capital requirements of the company in FY 23 as compared to FY 22 due to following reason:

- a) In FY 23, a significant amount of funds was blocked in inventories due to increased purchasing activity by the company. This strategic decision was made to ensure the timely and efficient fulfilment of customer orders, facilitate bulk purchases to secure competitive pricing and mitigate potential supply chain disruptions. Consequently, a larger portion of working capital was allocated to meet these increased inventory requirements. As a result of these actions, our inventory levels rose substantially from Rs. 3675.16 lakhs to Rs. 4965.65 lakhs as of March 31, 2023.

Reason for increase in working capital requirements in Aug.'23 as compared to FY 23

There has been an increase in working capital requirements of the company in Aug.'23 as compared to FY 23 due to following reasons:

- a) The Company has to make advance payments to certain suppliers for procurement of raw materials. As of Aug.'23, the Company's advances to suppliers amounted to Rs. 129.61 lakhs, showing an increase of Rs. 103.30 lakhs from Rs. 26.31 lakhs as on March'23, attributable to the increasing procurement of raw materials.
- b) Between Apr.'23 and Aug.'23, the company saw a settlement of advances from customers against final invoices. This process led to a decrease in the advance from customers, which dropped from Rs. 827.91 lakhs to Rs. 639.92 lakhs. This reduction in advance from customers contributed to the increase in working capital requirements during this period.
- c) As of Aug. 31, 2023, the trade receivables rose to Rs. 635.82 lakhs as compared to Rs. 359.82 lakhs as on March 31, 2023. This increase was primarily due to the favourable credit terms given to known customers, resulting in a larger portion of working capital being tied up in trade receivables.
- d) Due to a proportionately higher production of machines between Apr.'23 and Aug.'23, there was a corresponding increase in inventories. This led to a rise in inventories from Rs. 4965.65 lakhs as on March 31, 2023 to Rs. 5206.20 lakhs as on August 31, 2023.

OUR BUSINESS

OVERVIEW

Our manufacturing operations comprise, in addition, to our production lines, CNC Plasma cutting shop, machine shop, heavy fabrication shop, hydraulic Cylinder Shop, hydraulic power pack shop, Electrical Panel wiring, sheet metal shop, shot blasting chamber, paint booth chamber, assembly lines and testing facilities. We also outsource certain proportion of our production process relating to zinc plating, powder coating, cylindrical grinding, hard chrome plating, hardening, honing etc. to third parties job workers. During the 5 months period ended August 31, 2023 and for the last 2 Fiscals 2023 and 2022, our job work expenses were ₹ 250.76 lakhs, 547.20 lakhs and 473.85 lakhs, constituting 5.80%, 6.04% and 6.36%, respectively, of our total expenses.

We are backed by a strong design and development team consisting of 8 employees as on October 30, 2023. Design & Development is a key element of our ability to offer customized products to our customers. It is also a critical aspect of product development, and is integral to our process optimisation which ensures that we continue to fulfil the customized demand of clients across diverse industries. The design and development software used by the team include Cadmate and SolidEdge. Our Company has recently launched four roll machines at IMTEX 2024 in Bangalore. Further, we have recently developed an automated material handling system, which can be integrated with the CNC machines, as per the customer's requirement, through which the material can be fed automatically in the machine.

Our Competitive Strengths

Expand our domestic and international presence

Currently, we market our products to around 20 states & two Union Territories in India of which majority portion of the revenue comes from the state of Maharashtra, Gujarat and Karnataka. The following table sets forth the bifurcation of revenue (Geographical-wise) for the five months period ended Aug. '23 and Fiscal 2023, 2022 and 2021:

Category	Apr-Aug'23	% of revenue from operations	F.Y. 2022-23	% of revenue from operations	F.Y. 2021-22	% of revenue from operations	F.Y. 2020-21	% of revenue from operations
Domestic (A)								
Gujarat	1339.27	27.32%	1967.79	19.87%	1610.47	20.64%	1462.75	30.84%
Maharashtra	850.60	17.35%	1780.46	17.98%	1777.66	22.78%	981.38	20.69%
Karnataka	423.68	8.64%	1073.10	10.84%	617.21	7.91%	557.94	11.76%
Tamil Nadu	288.17	5.88%	835.53	8.44%	799.71	10.25%	624.85	13.18%
West Bengal	251.63	5.13%	91.98	0.93%	97.54	1.25%	40.59	0.86%
Telangana	243.44	4.97%	693.18	7.00%	506.63	6.49%	133.74	2.82%
Haryana	227.54	4.64%	953.82	9.63%	466.89	5.98%	227.2	4.79%
Madhya Pradesh	162.32	3.31%	84.55	0.85%	178.71	2.29%	44.58	0.94%
Chhattisgarh	131.16	2.68%	58.99	0.60%	49.92	0.64%	5.79	0.12%
Rajasthan	117.87	2.40%	276.85	2.80%	184.33	2.36%	148.88	3.14%
Andhra Pradesh	89.35	1.82%	208.96	2.11%	154.29	1.98%	93.96	1.98%
Uttar Pradesh	81.58	1.66%	447.60	4.52%	253.14	3.24%	157.3	3.32%
Punjab	78.76	1.61%	148.72	1.50%	195.65	2.51%	39.81	0.84%
Delhi	66.55	1.36%	355.10	3.59%	242.62	3.11%	34.21	0.72%
Jharkhand	66.32	1.35%	181.64	1.83%	72.75	0.93%	0.13	0.00%
Others*	73.89	1.52%	608.68	6.15%	458.40	5.88%	103.90	2.19%
Total (A)	4492.14	91.65%	9766.94	98.64%	7665.92	98.25%	4657.01	98.20%
International (B)								
USA	165.51	3.38%	-	-	-	-	-	-
Nepal	95.00	1.94%	34.90	0.35%	40.63	0.52%	51.94	1.10%
Saudi Arabia	81.55	1.66%	-	-	-	-	-	-
UAE	53.48	1.09%	-	-	18.12	0.23%	31.32	0.66%
Muscat	13.91	0.28%	-	-	-	-	-	-
Russia	-	-	63.56	0.64%	-	-	-	-
Uganda	-	-	-	-	24.09	0.31%	-	-

Qatar	-	-	18.03	0.18%	-	-	-	-
Bhutan	-	-	-	-	13.45	0.17%	-	-
Geneva	-	-	17.81	0.18%	-	-	-	-
Jordan	-	-	-	-	-	-	2.24	0.05%
Kenya	-	-	-	-	40.90	0.52%	-	-
Kuwait	-	-	0.24	0.00%	-	-	-	-
Total (B)	409.44	8.35%	134.54	1.36%	137.20	1.75%	85.50	1.80%
Grand Total (A) + (B)	4901.58	100%	9901.48	100%	7803.12	100.00%	4742.51	100.00%

*Includes those remaining states and Union territories which contributed less than 1% of the revenue from operations for five months period ended Aug. '23

PLANT AND MACHINERY

Our manufacturing facility comprise a vast array of plant and machinery, which are owned by our Company, that includes floor boring machines, plano millers, planner machine, plasma cutting machine, radial drilling machine, CNC turning centre machine, VMC machines, lathe machines, milling machine, testing equipment and cranes.

Infrastructure & Utilities

Raw Materials: The essential raw material used by us for producing machines include MS Steel, tools & dyes, hydraulic components, seals, electrical and control panel components, bolts, screws, nuts, paints, coatings etc. We procure MS Steel mainly from Gujarat, Maharashtra and West Bengal; tools & dyes from Gujarat & Maharashtra; Hydraulic components ,seals, electrical, control panel components, bolts, screws, nuts, paints and coatings are procured mainly from Gujarat.

We also procure certain equipments which are used in machinery from foreign vendors such as press brake tools, quick release clamp, crowning, controllers and laser safety. We mainly import press brake tools, quick release clamp and Crowning from China and controllers and laser safety from Netherland.

Manpower: As at October 31, 2023, we had an aggregate of 253 permanent employees, on a consolidated level. In addition to our permanent employees, we also engaged persons on contract basis.

Department	Number of Employees
Design & Development	8
Sales & marketing	20
After-sales service team	22
Quality	12
Finance	7
Production & Production planning	19
Purchase	5
Others	19
Workers	141
Total	253

HISTORY AND CORPORATE STRUCTURE

Brief history of our company

Satishkumar Kanjibhai Parmar and Dineshkumar Shankerlal Chaudhary were the initial subscribers to the Memorandum of Association of our Company. The current promoters of our Company are Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta.

Major events and milestones of our Company:

The table below sets forth some of the major events in the history of our company:

Year/ F.Y.	Key Events/ Milestone/ Achievements
2011	Incorporation of our Company as “Energy-Mission Machineries (India) Private Limited” under the Companies Act, 1956
2021-22	Crossed revenue of ₹ 75 Crores
2022	Awarded with Best Enterprise Award in 2022 by IFCI Venture Capital Funds Ltd.
2022-23	Sold 500 machines in F.Y. 2022-23
2022-23	Successfully sold our hydraulic shearing machine to CERN which is the European Organization for Nuclear Research based in Geneva, Switzerland.
2023	Conversion of company from Private Limited to Public Limited. In consequence of such conversion, Name of our company changed from “Energy-Mission Machineries (India) Private Limited” to “Energy-Mission Machineries (India) Limited”.
2024	<ul style="list-style-type: none">- Launch of four roll machines at IMTEX 2024 in Bangalore- Developed an automated material handling system, which can be integrated with the CNC machines, as per the customer’s requirement, through which the material can be fed automatically in the machine.

OUR PROMOTERS & PROMOTER GROUP

Our Promoters:

The promoters of our Company are Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta. As on date of this Draft Red Herring Prospectus, the Promoters, in aggregate, hold 83,19,500 Equity shares of our Company, representing 99.70% of the pre-issue paid-up Equity Share capital of our Company. For details of the build-up of the Promoters' shareholding in our Company, see "*Capital Structure – History of the Equity Share Capital held by our Promoters*", on pages 60 of this Draft Red Herring Prospectus.

Details of our Promoters:

	Sanjay Shantukumar Khankar – Promoter	
	Qualification	Chartered Engineer
	Age	50 years
	Date of Birth	August 18, 1973
	Address	1, Cannan Society, Near Lalbhai Centre, Khokhra, Maninagar, Ahmedabad, Gujarat – 380 008, India
	Experience	30 years
	Occupation	Business
	PAN	AHFPM2782F
	No. of Equity Shares & % of Shareholding (Pre-Issue)	16,68,900 equity shares aggregating to 20.00% of Pre Issue Paid up Share Capital of the Company.
	Other Ventures	Directorship in Companies: - Energy Mission Machineries USA Inc.
	Sumitraben Mehta – Non-Executive Director	
	Qualification	Bachelor of Science
	Age	51 Years
	Date of Birth	March 07, 1972
	Address	80 Yogiraj Bungalows, Nr Girivar Bungalows, M B Patel Farm, Jashodanagar Ghodasar, Ahmedabad, Gujarat – 380 050, India
	Experience	12 Years
	Occupation	Business
	PAN	APHPM3673H
	No. of Equity Shares & % of Shareholding (Pre-Issue)	56,500 Equity Shares aggregating to 0.68% of Pre-Issue Paid up Share Capital
	Other Ventures	Directorships in other Companies: 1. Nil HUF's 2. Snehal N Mehta HUF (as member)

BRIEF PROFILE OF PROMOTERS

Sumitraben Mehta - Please refer to chapter "*Our Management*" beginning on page 128 of this Draft Red Herring Prospectus for details.

Confirmation/Declaration:

In relation to our Promoters, Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta, our Company confirms that the PAN, Bank Account Numbers, Passport Number, Aadhaar Card Number and Driving License number shall be submitted to NSE at the time of filing of this Draft Red Herring Prospectus.

Interest of our Promoters:

i) Interest in promotion and shareholding of Our Company:

Our Promoters are interested in the promotion of our Company and also to the extent of their shareholding and shareholding of their relatives, from time to time, for which they are entitled to receive dividend payable, if any, and other distribution in respect of the Equity Shares held by them and their relatives. As on the date of this Draft Red Herring Prospectus, our Promoters, Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta and Sumitraben Mehta collectively holds 83,19,500 Equity Shares in our Company i.e. 99.70% of the pre issue paid up Equity Share Capital of our Company. Our Promoters may also be deemed to be interested to the extent of the remuneration, as per the terms of their appointment and reimbursement of expenses payable to them for the rent, purchase and sale transactions. For details, please refer to **Note - 30 – “Related Party Transactions”** beginning on page 176 of this Draft Red Herring Prospectus.

For details regarding the shareholding of our Promoters in our Company, please see **“Capital Structure”** on page 60 of this Draft Red Herring Prospectus.

Experience of Promoters in the line of business

Our Promoters, Satishkumar Kanjibhai Parmar, Dineshkumar Shankarlal Chaudhary, Sanjay Shantukumar Khankar, Ashokkumar Ramjibhai Panchal, Snehal Narendra Mehta have an experience of around 30 years. Further, Sumitraben Mehta has an experience of around 12 years in the business of production of Capital Machineries. The Company shall also endeavor to ensure that relevant professional help is sought as and when required in the future.

OUR PROMOTER GROUP

In addition to the Promoters named above, the following natural persons are part of our Promoter Group:

i. Natural Persons who are part of the Promoter Group:

As per Regulation 2(1)(pp)(ii) of the SEBI (ICDR) Regulations, 2018, the Natural persons who are part of the Promoter Group (due to their relationship with the Promoter) are as follows:

Relationship	Name Of Relatives					
	Satishkumar Kanjibhai Parmar	Dineshkumar Shankarlal Chaudhary	Sanjay Shantukumar Khankar	Ashokkumar Ramjibhai Panchal	Snehal Narendra Mehta	Sumitraben Mehta
Father	Late Kanjibhai Parmar	Late Shankarlal Bhagwanbhai Chaudhary	Shantukumar Khankar	Ramjibhai Valjibhai Mistry	Late Mehta Narendrabhai Navinchandra	Devshankar Biharilal Vyas
Mother	Kankuben Kanjibhai Parmar	Soniben Shankarlal Chaudhary	Madhukantaben Shantukumar Khankar	Late Jasvantiben Panchal	Late Mehta Mradulaben Narendrabhai	Vyas Shantiben Biharilal
Spouse	Amisha Satiskumar Parmar	Jignaben D Chaudhary	Niharika Sanjaybhai Khankar	Jayshreeben Ashok Bhai Panchal	Sumitraben Mehta	Snehal Narendra Mehta
Brother	Mahesh K Parmar	Dipakkumar Shankarlal Chaudhary	Late Sankalp Khankar	Rajesh Ramjibhai Panchal	-	Siddharth Biharilal Vyas
Brother	-	-	-	-	-	Prakash Biharilal Vyas
Brother	-	-	-	-	-	Anil Biharilal Vyas
Sister	Pushpaben Mahesh Maheriya	Ramilaben Pravinkumar Chaudhary	Minal Borsada	Jayshreeben Karliya	-	Jayaben Biharilal Vyas
Sister	Minaxiben R Vala	Ushaben Shankarbhai	-	Varsha Pitodia	-	-

		Chaudhary				
Son	Malhar Satishkumar Parmar	Munj D Chaudhary	-	-	Nem Mehta Snehal	Nem Mehta Snehal
Daughter	Astha Satish Anand	-	Carol Khankar	Avani Ashok Kumar Panchal	-	-
Daughter	-	-	Angelina Khankar	-	-	-
Spouse's Father	Ramanlal Damanbhai Rohit	Late Motibhai Narsinhbhai Chaudhari	Late Sharadbhai Parmar	Vallabhdas Vijay Siddhpura	Devshankar Biharilal Vyas	Late Mehta Narendrabhai Navinchandra
Spouse's Mother	Late Ramilaben Rohit	Late Santokben Veljibhai Chaudhari	Pushpaben Devajibhai Macwan	Late Godavariben Siddhpura	Vyas Shantiben Biharilal	Late Mehta Mradulaben Narendrabhai
Spouse's Brother	Nitesh Ramanlal Vala	Atulkumar Motibhai Chaudhari	-	Late Vijay Siddhpura	Siddharth Biharilal Vyas	-
Spouse's Brother	-	Rameshbhai Motibhai Chaudhari	-	-	Prakash Biharilal Vyas	-
Spouse's Brother	-	-	-	-	Anil Biharilal Vyas	-
Spouse's Sister	Manishaben P Makwana	-	Neha Gohel	Ranjana Harsukhlal Dodia	Jayaben Biharilal Vyas	-
Spouse's Sister	Kalpisha Vashwant Rathod	-	-	-	-	-

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITIONS AND RESULTS OF OPERATIONS

Financial Year 2022 Compared to Financial Year 2021 (Based on Restated Financial Statements)

Revenue from Operations:

During the financial year 2021-22, the revenue from operations of our company increased to Rs. 7,835.27 Lakhs as against Rs. 4,761.27 Lakhs in financial year 2020-21, representing an increase of 64.56%. Such increase was due to increase in (i) Domestic Sales from Rs. 4605.41 lakhs in FY. 2020-21 as compared to Rs. 7648.83 Lakhs in FY. 2021-22 which amount to increase of 66.08%; (ii) Export Sales from Rs. 127.51 lakhs in FY. 2020-21 as compared to Rs. 137.23 Lakhs in FY. 2021-22 which amount to increase of 7.62%; (iii) sale of services from Rs. 9.58 lakhs in FY. 2020-21 as compared to Rs. 17.06 Lakhs in FY. 2021-22 which amount to increase of 78.08%.

The company served 696 customers (including customers of spare part items) in F.Y. 2021-22 compared to 523 customers (including customers of spare part items) in F.Y. 2020-21. The number of customers who purchased machines priced above 25 lakhs increased from 48 in F.Y. 2020-21 to 115 in F.Y. 2021-22, indicating significant expansion in the high-value machine customer base. The expansion in the high-value machine customer base along with increase in number of customers in other categories as well, led to the company's total revenue surging from Rs. 4761.27 lakhs to Rs. 7835.27 lakhs.

Reason for increase in PAT Margin: Our PAT margin for F.Y. 2021-22 has increased to 4.29% as compared to 2% in F.Y. 2020-21 primarily on account of decline in fixed cost percentage as compared to revenue from operations.

A comparison table has been stated below depicting the impact of how the depreciation, finance cost and employee benefit expenses has reduced in terms of percentage of revenue from operations in F.Y. 2021-22, as compared to F.Y. 2020-21, which has led to rise in PAT margins.

Particulars	(Rs. in lakhs)			
	F.Y. 2020-21	% of Revenue	F.Y. 2021-22	% of Revenue
Revenue from operations	4761.27		7835.27	
Depreciation and amortisation expense (a)	173.71	3.65%	177.72	2.27%
Finance costs (b)	251.46	5.28%	237.84	3.04%
Employee benefits expenses (c)	518.12	10.88%	690.90	8.82%
Total of above expenses (a)+(b)+(c)	943.29	19.81%	1,106.46	14.13%

As stated in the above table, the total of fixed costs and semi-variable costs in F.Y. 2021-22 amounted to Rs. 1,106.46 lakhs, representing 14.13% of revenue from operations. This marks a considerable improvement compared to the earlier year, where this cost totalled Rs. 943.29 lakhs and due to lower revenue, it accounted for 19.81% of revenue. The significant increase in revenue in F.Y. 2021-22 has led to economies of scale, evidenced by the lower percentage of fixed and semi-variable costs relative to revenue. On account of above stated reason, the PAT margin increased to 4.29% in F.Y. 2022-23 as compared to 2% in F.Y. 2020-21.

Rationale for the increase in PAT for FY 2023, 2022 and stub period

Continuous growth in revenue from operations – The Company has experienced significant growth in revenue from operations, indicating a positive trajectory in financial performance. Specifically, revenue increased from Rs. 47.61 Cr in F.Y. 2020-21 to Rs. 78.35 Cr in F.Y. 2021-22 and further to Rs. 99.56 Cr in F.Y. 2022-23. Additionally, the Company achieved revenue of Rs. 49.29 Cr from April '23 to August '23, showcasing continued growth momentum.

Decline in fixed cost percentage as compared to revenue from operations – The fixed costs, notably depreciation and finance costs, have exhibited a decreasing trend as a percentage of revenue from operations. For instance, depreciation and finance costs amounted to Rs. 425.18 lakhs (8.80% of revenue) in F.Y. 2020-21, which reduced to Rs. 415.56 lakhs (5.26% of revenue) in F.Y. 2021-22 and then increased to Rs. 459.44 lakhs i.e. 4.56% of revenue from operations for F.Y. 2022-23. Similarly, the depreciation and finance cost for stub period has remained to Rs. 198.83 lakhs i.e. 4.02% of revenue from operations.

Finance cost – The finance cost of the Company is directly linked with the quantum of long term and short term borrowings availed by the Company. The total borrowings of the Company for F.Y. 2020-21 to 2022-23 and stub period of 5 months has remained

between Rs. 21.88 Cr. to Rs. 24.57 crores, due to which the finance cost has also remained at the same levels. Please find below comparison of total borrowings with finance cost:

(Rs. in lakhs)

Particulars	August 31, 2023	March 31, 2023	March 31, 2022	March 31, 2021
Total Borrowings	2421.27	2187.82	2457.23	2228.59
Finance cost	119.98	264.23	237.84	251.46

As there has been a steady increase in internal accruals of the Company in the last three fiscal years and stub period, therefore, the borrowings of the Company have not been increased significantly.

(Rs. in lakhs)

Particulars	August 31, 2023	March 31, 2023	March 31, 2022	March 31, 2021
Net Worth	2,819.31	2,353.02	1,563.01	1,226.84

Depreciation - The depreciation cost of the Company is directly linked with the quantum of fixed assets of the Company. There has not been any considerable increase in the fixed assets of the Company on account of which depreciation has remained in the range of Rs. 173 lakhs to Rs. 195 lakhs. Further, since the depreciation is charged on the WDV basis, the amount of depreciation charged will continue to decline unless new assets has been added.

Below is the details of fixed assets and depreciation of the Company:

(Rs. in lakhs)

Particulars	August 31, 2023	March 31, 2023	March 31, 2022	March 31, 2021
Fixed Assets (Gross Block)	3,592.03	3,490.41	3,305.31	3,137.66
Addition of fixed assets	101.61	192.09	185.80	69.84
Fixed Assets (Net Block on WDV)	2,579.53	2,555.21	2,554.72	2,545.30
Depreciation	78.85	195.22	177.72	173.71

**SECTION VII – LEGAL AND OTHER INFORMATION
OUTSTANDING LITIGATION AND MATERIAL DEVELOPMENTS**

A. LITIGATION INVOLVING THE COMPANY

(d) Tax Proceedings

Direct Tax Cases

Sr. No.	Assessment Year	Demand Raised under Section	Matter	Amount involved (Rs. in lakhs)	Current Status
Energy- Mission Machinerics (India) Limited (“Company”)					
1.	2022-23	143(1) of Income Tax Act, 1961.	A demand notice dated April 29, 2023, from the Income Tax department have been issued to the Company. The Company has filed an appeal before the Commissioner of Income Tax (Appeals) against the demand notice. An order dated January 4, 2024 by CIT(A), has been issued against the appeal stating the appeal is partly allowed.	44.57 lakhs (including interest of Rs. 4.05 lakhs)	Post the CIT(A) order dated January 04, 2024, the Company has not received any updated demand notice, hence the matter is pending.
2.	2020-21	143(1) of Income Tax Act, 1961.	A demand notice dated March 26, 2022 from the Income Tax department has been issued to the Company.	5.20 lakhs (including interest of Rs. 1.07 lakhs)	The Company through its response dated June 02, 2022 disagreed with the demand stating that the expense disallowed, is actually an allowable expense u/s 43B of Income Tax Act, 1961. Currently, the Company is awaiting department’s response.
3.	2019-20	154 of Income Tax Act, 1961	As per the rectification order dated Aug 17, 2020 issued u/s 154 of the Income Tax Act, 1961, demand of Rs. 43.12 lakhs is outstanding.	-	The Company vide its response dated August 18, 2022 submitted that the said demand has been paid and enclosed the challans with reply. Currently, the Company is awaiting department’s response.
4.	2018-19 and 2013-14	143(1)(a) of Income Tax Act, 1961.	Company has received two notices u/s 221(1) of the Income Tax Act, 1961, dated February 03, 2020 and February 11, 2020, stating to show cause of why penalty should not be imposed for non-payment of demand amount of ₹ 2.34 lakhs for AY 2018-19 and ₹ 0.04 lakh for AY 2013-14.	Penalty amount not determinable (Demand amt. – 2.38 lakhs)	The Company vide its response dated July 07, 2020 submitted that they disagree with the demand and requested for the recovery process to be stopped. Currently, the Company is awaiting department’s response.
5.	2021-22	201 of Income Tax Act, 1961.	Interest on TDS payment default	0.00 lakh	The Company is yet to pay the amount.

Indirect Tax Litigation of the Company

Sr. No.	Financial Year	Demand Raised under Section	Matter	Demand Outstanding in ₹	Current Status
1.	2018-19	73 of Central Goods and Services Act,	A show cause notice has been issued on December 28, 2023, for GST demand of ₹ 288.95 lakhs	288.95 lakhs	The Company has filed its detailed point-wise reply dated February 5, 2024 and requested

		2017	towards under declared tax.		authority to drop further proceedings. No orders have been passed as on date.
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B. LITIGATIONS INVOLVING THE DIRECTORS OF THE COMPANY

(d) Tax Proceedings

Direct Tax Cases

Sr. No.	Assessment Year	Demand Raised under Section	Matter	Amount involved (Rs. in lakhs)	Current Status
Director and Promoter					
Satish Parmar					
1.	2022-23	143(1) of Income Tax Act, 1961.	A demand notice dated August 07, 2023, from the Income Tax department have been issued to Satish Parmar stating demand of Rs. 1.68 lakhs. As per e-portal of income tax, interest of Rs. 0.10 lakh is also outstanding on this demand.	1.78 lakhs	A response has been submitted by Satish Parmar on December 02, 2023 disagreeing with the demand. A response from the department is awaited.

Indirect Tax Litigation - Nil

C. LITIGATIONS INVOLVING THE PROMOTERS OF THE COMPANY

(d) Tax Proceedings

Direct Tax

Sr. No.	Assessment Year	Demand Raised under Section	Matter	Amount involved (Rs. in lakhs)	Current Status
Director and Promoter					
Sanjay Shantukumar Khankar					
1.	2021-22	143(1) of Income Tax Act, 1961.	A demand notice dated March 28, 2022, from the Income Tax department have been issued to Sanjay Shantukumar Khankar stating that demand of Rs. 12.80 lakhs is outstanding. As per e-portal of income tax, interest of Rs. 3.97 lakhs is also outstanding on this demand.	2.85 lakhs	Mr. Sanjay Shantukumar Khankar vide its response dated December 02, 2023 stated that he disagrees with the demand and stated that he has already made payment of Rs. 13.92 lakhs towards said demand and interest on Nov. 23, 2022. A response from the department is awaited.
Satish Parmar					
1.	2022-23	143(1) of Income Tax Act, 1961.	A demand notice dated August 07, 2023, from the Income Tax department have been issued to Satish Parmar stating demand of Rs. 1.68 lakhs. As per e-portal of income tax, interest of Rs. 0.10 lakh is also outstanding on this demand.	1.78 lakhs	A response has been submitted by Satish Parmar on December 02, 2023 disagreeing with the demand. A response from the department is awaited.

GOVERNMENT AND OTHER STATUTORY APPROVALS

V. LABOUR RELATED APPROVALS

Sr. No.	Description	Applicable Laws	Issuing Authority	Registration Number	Date of Issue	Date of Expiry
1.	Registration under ESI	Employees State Insurance Act, 1948	Sub-Regional Office, Employee's State Insurance Corporation	37000241380000602	July 22, 2010	Valid until cancelled
2.	Registration Certificate under Gujarat Shops and Establishments (Regulation of Employment and Conditions of Service) Act, 2019	Gujarat Shops and Establishments (Regulation of Employment and Conditions of Service) Act, 2019	Incharge Assistant Manager (OS), East Zone, Shops and Establishment Department	PII/VTVG/4000990/0278247	February 21, 2024	Valid until cancelled
3.	Certificate of Registration under the contract labour (Regulation and abolition) Act,1970	the contract labour (Regulation and abolition) Act,1970	Deputy Labour Commissioner Office – Ahmedabad	AHD/2023/CLRA/219	19/03/2024	Valid until cancelled

VIII. APPLICATIONS MADE BY OUR COMPANY, PENDING APPROVAL

- a) We have made an application in form TM-C to The Trademark Registry for registration of Copyright of



ENERGYMISSION
MACHINERIES (INDIA) LTD.

(Energy Mission Machineries (India) Ltd. With Device) dated December 18, 2023, which is pending for approval.

- b) We have made an application in form TM-A to The Trademark Registry for registration of Trademark of  in class 7 and Class 35 dated December 18, 2023, which is pending for approval.

IX. MATERIAL LICENSES / APPROVALS FOR WHICH THE COMPANY IS YET TO APPLY - NIL

OTHER REGULATORY AND STATUTORY DISCLOSURES

Statement on Price Information of Past Issues handled by Hem Securities Limited:

Sr. No.	Issue name	Issue size (₹ in Cr.)	Issue Price (₹)	Listing date	Opening Price on listing date	+/- % change in closing price, [+/- % change in closing benchmark]- 30 th calendar days from listing	+/- % change in closing price, [+/- % change in closing benchmark]- 90 th calendar days from listing	+/- % change in closing price, [+/- % change in closing benchmark]- 180 th calendar days from listing
SME:								
1.	Saakshi Medtech And Panels Limited	45.16	97.00	October 03, 2023	146.00	155.10% [-2.03%]	115.05% [11.33%]	N.A.
2.	Arabian Petroleum Limited	20.24	70.00	October 09, 2023	77.40	5.71% [-0.35%]	38.86% [10.25%]	N.A.
3.	E Factor Experiences Limited	25.92	75.00	October 09, 2023	115.00	112.80% [-0.35%]	117.53% [10.25%]	N.A.
4.	Paragon Fine and Speciality Chemical Limited	51.66	100.00	November 03, 2023	225.00	80.20% [7.57%]	N.A.	N.A.
5.	Deepak Chemtex Limited	23.04	80.00	December 06, 2023	152.00	44.19% [3.69%]	N.A.	N.A.
6.	S J Logistics (India) Limited	48.00	125.00	December 19, 2023	175.00	N.A.	N.A.	N.A.
7.	Siyaram Recycling Industries Limited	22.96	46.00	December 21, 2023	55.00	N.A.	N.A.	N.A.
8.	Shanti Spintex Limited	31.25	70.00	December 27, 2023	76.00	N.A.	N.A.	N.A.
9.	Shri Balaji Valve Components Limited	21.60	100.00	January 03, 2024	190.00	N.A.	N.A.	N.A.
10.	New Swan Multitech Limited	33.11	66.00	January 17, 2024	125.40	N.A.	N.A.	N.A.

*Out of the last 10 issues, the Book Running Lead Manager, Hem Securities Limited has not carried out any Main Board Issues.

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE BOARD OF DIRECTORS AND CFO OF OUR COMPANY:

Name and Designation	Signature
Satishkumar Kanjibhai Parmar Chairman, Executive Director and CFO DIN: 03297705	Sd/-

Date: April 26, 2024
Place: Ahmedabad, Gujarat

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE BOARD OF DIRECTORS OF OUR COMPANY:

Name and Designation	Signature
Dineshkumar Shankarlal Chaudhary Managing director DIN: 03297711	Sd/-

Date: April 26, 2024

Place: Ahmedabad, Gujarat

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE BOARD OF DIRECTORS OF OUR COMPANY:

Name and Designation	Signature
Ashokkumar Ramjibhai Panchal Whole-Time Director DIN: 03498821	Sd/-

Date: April 26, 2024

Place: Ahmedabad, Gujarat

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE BOARD OF DIRECTORS OF OUR COMPANY:

Name and Designation	Signature
Sumitraben Mehta Non-Executive Director DIN: 10352828	Sd/-

Date: April 26, 2024

Place: Ahmedabad, Gujarat

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE BOARD OF DIRECTORS OF OUR COMPANY:

Name and Designation	Signature
Himanshu Jayantilal Trivedi Independent Director DIN: 10341846	Sd/-

Date: April 26, 2024

Place: Ahmedabad, Gujarat

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE BOARD OF DIRECTORS OF OUR COMPANY:

Name and Designation	Signature
Vipul Mehta Independent Director DIN: 10341290	Sd/-

Date: April 26, 2024
Place: Ahmedabad, Gujarat

DECLARATION

I certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, or the regulations or guidelines issued by 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 Draft Red Herring Prospectus is contrary to the provisions of the Companies Act, the Securities Contracts (Regulation) Act, 1956, as amended, the Securities and Exchange Board of India Act, 1992, as amended or the rules, regulations or guidelines issued thereunder, as the case may be. I further certify that all the statements in this Draft Red Herring Prospectus are true and correct.

SIGNED BY THE COMPANY SECRETARY AND COMPLIANCE OFFICER OF OUR COMPANY:

Name and Designation	Signature
Bhargavi Dilipbhai Gupta Company Secretary and Compliance Officer	Sd/-

Date: April 26, 2024

Place: Ahmedabad, Gujarat