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(Please scan this QR Code to view the Addendum to DRHP)



PHYCHEM TECHNOLOGIES LIMITED
CIN: U36109MH2013PLC244466

Our Company was originally incorporated as “Phychem Technologies Private Limited”, a private limited company under the Companies Act, 1956, in Maharashtra, Mumbai, pursuant to a Certificate of Incorporation dated June 13, 2013, issued by the Registrar of Companies, Mumbai. Further, by way of a Special Resolution passed by the shareholders at the Extra-Ordinary General Meeting held on August 02, 2025, our Company was converted into a public limited company, and consequently, its name was changed from “Phychem Technologies Private Limited” to “Phychem Technologies Limited”. A fresh Certificate of Incorporation consequent upon conversion from private company to public company was issued by the Registrar of Companies, Central Processing Centre, on August 18, 2025. The Corporate Identity Number (CIN) of our Company is U36109MH2013PLC244466.

Registered Office: Gat No. 172, Khatwad, Dindori, Nashik, Maharashtra, India – 422004 **Contact Person:** Pooja Sharma, Company Secretary & Compliance Officer

Tel No: +91-95187-20873; **E-mail:** cs@phychem.com; **Website:** www.phychem.com

Promoter of our Company: Umakant Savadekar, Ulka Umakant Savadekar, Nivrutti Sonu Savdekar, Vijaya Nivrutti Savdekar

ADDENDUM TO THE DRAFT RED HERRING PROSPECTUS DATED SEPTEMBER 30, 2025: NOTICE TO THE INVESTORS (“THE ADDENDUM”)

INITIAL PUBLIC OFFER OF UPTO 27,00,000 EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH (THE “EQUITY SHARES”) OF PHYCHEM TECHNOLOGIES LIMITED (“OUR COMPANY” OR “PTL” OR “THE ISSUER”) AT AN ISSUE PRICE OF ₹ [●] PER EQUITY SHARE FOR CASH, AGGREGATING UP TO ₹ [●] LAKHS (“PUBLIC ISSUE”) OUT OF WHICH [●] 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 [●] 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 26.37% AND [●] % RESPECTIVELY OF THE POST-ISSUE PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY.

Potential Bidders may note the following:

- 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 26 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “General Information” beginning on page 52 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Capital Structure” beginning on page 62 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 Management” beginning on page 142 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Restated Financial Statements” beginning on page 164 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Outstanding Litigation and Material Developments” beginning on page 240 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Other Regulatory and Statutory Disclosures” beginning on page 250 of the Draft Red Herring Prospectus has been updated;
- The Chapter titled “Declaration” beginning on page 324 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 Phychem Technologies Limited

Sd/-

Pooja Sharma

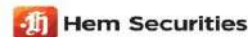
Place: Nashik

Date: January 27, 2026

Company Secretary & Compliance Officer

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, Maharashtra, India
Tel. No.: +91- 22- 49060000
Email: ib@hemsecurities.com
Investor Grievance ID: redressal@hemsecurities.com
Contact Person: Roshni Lahoti
Website: www.hemsecurities.com
SEBI Regn. No.: INM000010981

MUGF Intime India Private Limited
(Formerly Link Intime India Private Limited)
Address: C-101, Embassy 247, L.B.S. Marg, Vikhroli (West), Mumbai 400 083, Maharashtra, India.
Tel No.: +91-8108114949
Email: phychemtechnologies.smeipo@in.mpms.mugf.com
Investor Grievance Email: phychemtechnologies.smeipo@in.mpms.mugf.com
Website: www.in.mpms.mugf.com
Contact Person: Shanti Gopalkrishnan
SEBI Registration Number: INR000004058
CIN: U67190MH1999PTC118368

BID/ISSUE PERIOD

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

BID/ISSUE OPENS ON: [●]**

BID/ISSUE CLOSES ON*: [●]*****

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

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

***The UPI mandate end time and date shall be at 5:00 p.m. on Bid/Issue Closing Day.

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SECTION II

SUMMARY OF DRAFT RED HERRING PROSPECTUS

B. Related Party Transactions

Transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the period-end are unsecured and interest free (except loan from Mr. Rajesh Patil) and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. The Company has not recorded any impairment of receivables relating to amounts owed by related parties as at reporting dates. This assessment is undertaken each financial period through examining the financial position of the related party and the market in which the related party operates. There are no commitments with related parties.

The following table provides the total amount of transactions that have been entered into with related parties for the relevant period:

(₹ in Lakhs)

| Transaction Type / Party | For the Year Ended | | |
|--|--------------------|----------------|----------------|
| | March 31, 2025 | March 31, 2024 | March 31, 2023 |
| Unsecured Loan Taken | | | |
| Mr. Umakant Savadekar | - | - | 0.07 |
| Mr. Rajesh Patil | - | - | 40.00 |
| Mr. Umakant Savadekar | - | - | - |
| Unsecured Loan Repaid | | | |
| Mr. Umakant Savadekar | 0.31 | 0.23 | - |
| Mrs. Ulka Umakant Savadekar | 6.00 | - | - |
| Mr. Nivrutti Sonu Savdekar | - | 15.84 | - |
| Mr. Rajesh Patil | 40.00 | - | - |
| Short term employee benefits^^ | | | |
| Mr. Umakant Savadekar | 18.00 | 18.00 | 9.00 |
| Mrs. Ulka Umakant Savadekar | 9.00 | 9.00 | 6.12 |
| Mrs. Vijaya Nivrutti Savdekar | 1.20 | 1.20 | 1.20 |
| Mr. Nivrutti Sonu Savdekar | 1.80 | 1.80 | 1.80 |
| Interest on Unsecured Loans | | | |
| Mr. Rajesh Patil | 0.74 | 4.56 | 3.68 |
| Renting Services Taken | | | |
| Mrs. Ulka Umakant Savadekar | 1.20 | 1.20 | 1.20 |
| Purchase of Property, Plant & Equipment | | | |
| M/s Vidhi Engineers, Pune | - | 2.78 | - |
| Purchase of Goods / Materials | | | |
| M/s Vidhi Engineers, Pune | 26.24 | - | 13.44 |
| Advances for Purchase of Materials | | | |
| M/s Vidhi Engineers, Pune | 12.80 | - | - |
| Reimbursement of Expenses | | | |
| Mr. Nivrutti Sonu Savdekar | - | - | 0.08 |
| Mr. Umakant Savadekar | 4.05 | 4.23 | 1.62 |
| Mrs. Ulka Umakant Savadekar | 0.51 | - | - |

* Company has disclosed the defined contribution plan in Note E-1 under Contribution to Provident funds and other funds. As the company makes contribution for all employees as a whole, it has been excluded from separate disclosure for KMP.

^^The remuneration does not include provision made for gratuity as they are determined on an actuarial basis for the company as a whole.

The receivables from and payables to related parties as at 31st March, 2025, 31st March, 2024 and 31st March, 2023 are set out below:

(₹ in Lakhs)

| Related Party | As At | | |
|-----------------------------|----------------|----------------|----------------|
| | March 31, 2025 | March 31, 2024 | March 31, 2023 |
| Payable To | | | |
| Against Remuneration | | | |

| | | | |
|--|-------|-------|-------|
| Mr. Umakant Savadekar | - | - | 1.50 |
| Mrs. Ulka Umakant Savadekar | 0.03 | 1.67 | 1.42 |
| Mrs. Vijaya Nivrutti Savdekar | - | 2.20 | 1.00 |
| Mr. Nivrutti Sonu Savdekar | - | 0.34 | 1.47 |
| Against Unsecured Loans | | | |
| Mr. Umakant Savadekar | - | 0.31 | 0.54 |
| Mrs. Ulka Umakant Savdekar | 14.16 | 20.16 | 20.16 |
| Mrs. Vijaya Nivrutti Savdekar | 13.03 | 13.03 | 13.03 |
| Mr. Nivrutti Sonu Savdekar | 9.12 | 9.12 | 24.96 |
| Mr. Rajesh Patil | - | 40.00 | 40.00 |
| Against Renting Services Taken | | | |
| Mrs. Ulka Umakant Savdekar | - | 2.45 | 5.75 |
| Against Reimbursement of Expenses | | | |
| Mr. Nivrutti Sonu Savdekar | - | - | 0.08 |
| Mr. Umakant Savadekar | - | - | 0.14 |
| Against Purchase of Materials | | | |
| M/s Vidhi Engineers, Pune | - | - | 0.03 |
| Against Interest on Unsecured Loans | | | |
| Mr. Rajesh Patil | 0.74 | - | - |
| Receivable From | | | |
| Advances for Purchase of Materials | | | |
| M/s Vidhi Engineers, Pune | 12.80 | - | - |

Terms & Conditions:

Purchases:

The purchases of Goods / Services from related parties are made on terms equivalent to those that prevail in arm's length transactions and in the ordinary course of business. Purchase transactions are based on made on normal commercial terms and conditions and market rates.

Loans from related parties:

The Company had taken loans from related parties for business requirement. These loans are unsecured in nature and is payable on demand as described in Note F(b).

For further details, please refer to the *Annexure AC – Related Party transactions* of chapter titled “*Financial Information of the Company*” on page 19 of this Draft Red Herring Prospectus.

SECTION III

RISK FACTORS

2. We derive a significant part of our revenue from major customers and we do not have long term agreements with any of these customers. If one or more of such customers choose not to source their requirements from us our business, financial position and results of operations may be adversely affected.

Our customer base currently comprises of a host of international and domestic companies. Our top 10 customers contributed approximately 49.30%, 50.83% and 50.88% of our revenue from operations during the FY 2025, FY 2024 and FY 2023 respectively. Moreover, we derived 14.34%, 13.43% and 13.31% of our revenue from operations from a single customer during the Fiscal 2025, Fiscal 2024 and Fiscal 2023 respectively. We expect that we will continue to be reliant on our major customers in future. Accordingly, any failure to retain these customers and/or negotiate on terms that are commercially viable, with these select customers, could adversely affect our business, financial condition and results of operations. In addition, any defaults or delays in payments by a major customer or the insolvency or financial distress by a major customer may have an adverse effect on business, financial position and results of operations. Many of the purchase orders we receive from our customers specify a price per unit and delivery schedule. However, such orders may be amended or cancelled prior to finalization, and should such an amendment or cancellation take place, it may adversely impact our production schedules and inventories. Cancellation by customers or delay or reduction in their orders or instances where anticipated orders fail to materialize can result in mismatch between our inventories of raw materials and of manufactured products, thereby increasing our costs with regard to maintaining our inventory, which may adversely affect our profitability and liquidity. Additionally, our customers have high and stringent standards for product quality and quantity as well as delivery schedules. However, we have not experienced any disputes with our customers in the past, there are also a number of factors, other than our performance that could cause the loss of a customer, which include those customers who may demand price reductions, set-off any payment obligations, require indemnification for themselves or their affiliates, or replace their existing products with alternative products, any of which may have an adverse effect on our business, financial condition, results of operations and prospects. We typically do not enter into long-term agreements with our customers, and an inability to continue to engage with them would have a material adverse effect on our business, results of operations and financial condition

4. We derive a portion of our revenues from exports and are subject to risk of international trade.

We have historically derived a significant portion of our revenues from operations from export to countries like: Bahrain, Bangladesh, Cameroon, Guinea, Guinea-Bissau, Iraq, Kuwait, Lithuania, Mauritius, Nepal, Nigeria, Oman, Poland, Russia, Saint Lucia, Saudi Arabia, Slovenia, South Africa, Taiwan, Thailand, Turkey and U.A.E. During the Fiscal 2025, 2024 and 2023, our revenues from our exports amounted to ₹ 1418.12 lakhs, ₹ 1456.91 lakhs and ₹ 1344.30 respectively, which constituted 28.21%, 31.02%, and 31.80% respectively, of our total revenues from operations. Our company is not engaged in any foreign currency hedging. Therefore, any developments or unforeseen events in the global economy or the industries in which our customers operate could have an impact on our sales from exports. For instance, we are exposed to risks associated with our export operations in Iraq, including geopolitical instability, regulatory uncertainty, and compliance challenges, which may adversely affect our business, financial condition and results of operations. The Iraqi economy remains highly dependent on crude oil exports, and fluctuations in oil prices or fiscal constraints within the country may impact the demand for our products or the payment cycle from our Iraqi customers. Accordingly, all our exports from Iraq and nearby countries may get disrupted and we may face challenges or delays for our payments. If such severity persists or similar war like situations occurs between countries across the globe in future our revenue from export may be affected. Further from time to time, tariffs, quotas and other tariff and non-tariff trade barriers may be imposed on our products in jurisdictions in which we operate or seek to sell our products. There can be no assurance that the countries where we export, among others, will not impose trade restrictions on us in future. We may also be prohibited from exporting to certain restricted countries that may be added to the sanctions list maintained by the Government of India or other foreign governments. Any such imposition of trade barriers may have an adverse effect on our results of operations and financial condition.

Therefore, our operations are subject to risks that are specific to each country from where our customers operate, including:

- Social, economic, political, geopolitical conditions and adverse weather conditions, such as natural disasters, civil disturbance, terrorist attacks, war or other military action, which may adversely affect our business and operations;
- Compliance with local laws, including legal constraints on ownership and corporate structure, environmental, health, safety, labour and accounting laws, which may impose onerous and costly obligations on our multinational customers.
- Changes in foreign laws, regulations and policies, including restrictions on trade, import and export licence requirements, and tariffs and taxes, intellectual property enforcement issues and changes in foreign trade and investment policies and

- Fluctuations in foreign currency exchange rates against the Indian Rupee

In addition, our revenues from these markets may decline as a result of increased competition, regulatory action, pricing pressures including as a result of anti-dumping measures, fluctuations in the demand for or supply of our products or services, or the outbreak of an infectious disease such as COVID-19. Our failure to effectively react to these situations or to successfully introduce new products in these markets could adversely affect our business, prospects, results of operations and financial position

6. We are subject to strict quality requirements and the success and wide acceptability of our products is largely dependent upon our quality controls and standards. Any failure to comply with quality standards may adversely affect our business prospects and financial performance, including cancellation of existing and future orders.

All our products and manufacturing processes are subject to stringent quality standards and specifications as specified by our customers. Given the nature of our products and the sector in which we operate, we believe that our customers have high standards for product quality and delivery schedules. Adherence to quality standards is a critical factor as a defect in products manufactured by our Company or failure to comply with the specifications of our customers may, in turn, lead to the manufacture of faulty end-products. This may lead to cancellation of supply orders by our customers. As a result, any failure on our part to maintain applicable standards and manufacture products according to prescribed quality specifications, may lead to loss of reputation of our Company, cancellation of the order, loss of customers, rejection of the product, which will require us to incur additional cost to replace the rejected product, all or any of which could have adverse effect on our business and financial condition. Additionally, it could expose us to monetary liability and/ or litigation. As a part of its quality control procedure, each batch of raw material is tested using a Melt Flow Index (MFI) Tester to verify melt flow characteristics, visual inspection of raw materials is also carried out to check physical appearance and impurities. Further we conduct in-process checks which includes manual visual inspection at regular intervals to assess colour consistency, dispersion quality and overall material uniformity. The final powder is tested for critical parameters such as particle size distribution, powder flow characteristics and consistency. Further our facilities, process and products are exposed to regular inspection and audits by our customers to ensure that their internal standards are appropriately met. Any non-compliance observed during inspection/audit may have an adverse impact on our business, financial condition, results of operations and future prospects. Any negative publicity regarding our Company or our products could adversely affect our reputation, our operations and our results from operations.

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

Our Company has not complied with certain statutory provisions under the Companies Act 2013 which inter-alia includes non-filing of form CHG-1 for creation of charge on certain vehicle loan taken in the past, which is non-compliance of section 77 of the Companies Act, 2013. However, no such loans are outstanding as on date of this Draft Red Herring Prospectus. Moreover, in the past, there have been certain instances of delays in filing of certain statutory forms, which have been subsequently filed with payment of an additional fee as specified by Registrar of Companies.

The details of such delayed filing of forms is as under:

| Sr. No. | Form | Date of Event | Due date of filing | Date of Filing |
|---------|-------------|--------------------|--------------------|--------------------|
| 1 | Form ADT-1 | August 3, 2016 | August 17, 2016 | September 28, 2016 |
| 2 | Form ADT-3 | July 23, 2016 | August 22, 2016 | September 20, 2016 |
| 3 | Form ADT-1 | September 30, 2017 | October 14, 2017 | October 28, 2017 |
| 4 | Form ADT-3 | September 30, 2017 | October 30, 2017 | November 17, 2017 |
| 5 | Form AOC-4 | September 30, 2019 | October 30, 2019 | December 9, 2019 |
| 6 | Form DPT-3 | One time | May 31, 2019 | July 21, 2019 |
| 7 | Form AOC-4 | September 30, 2022 | October 30, 2022 | November 21, 2022 |
| 8 | form MSME | September 30, 2021 | October 30, 2021 | September 15, 2025 |
| 9 | form MSME | March 31, 2022 | April 30, 2022 | September 15, 2025 |
| 10 | form MSME | September 30, 2022 | October 30, 2022 | September 15, 2025 |
| 11 | form MSME | March 31, 2023 | April 30, 2023 | September 15, 2025 |
| 12 | form MSME | September 30, 2024 | October 30, 2024 | September 15, 2025 |
| 13 | form MSME | March 31, 2025 | April 30, 2025 | September 15, 2025 |
| 14 | Form MGT-14 | September 30, 2024 | October 30, 2024 | September 29, 2025 |
| 15 | form MSME | March 31, 2024 | April 30, 2024 | September 29, 2025 |

| | | | | |
|----|-----------|--------------------|------------------|--------------------|
| 16 | form MSME | September 30, 2023 | October 30, 2023 | September 29, 2025 |
|----|-----------|--------------------|------------------|--------------------|

Further, our company inadvertently missed to enclose the Cash Flow Statements in the Form AOC-4 filed for F.Y. 2023-24. No show cause notice in respect to the above has been received by our Company till date and no penalty or fine has been imposed by any regulatory authority in respect to the same. It cannot be assured, that there will not be such instances in the future or our Company will not commit any further delays in relation to its reporting requirements, or any penalty or fine will not be imposed by any regulatory authority in respect to the same. The happening of such event may cause a material effect on our results of operations and financial position.

13. Our reliance on use of plastic products in various end use industries could have an adverse effect on our business

We are engaged in manufacturing of rotational molding (roto molding) compounds, which are used as a raw material in the production of a wide range of hollow plastic products through the rotational molding process. Roto molding compounds form a critical input in the manufacturing of plastic products such as water and chemical storage tanks, portable sanitation units, furniture, industrial containers, automotive components, toys, and other customized hollow plastic parts. Consequently, our revenues are dependent on the end user industries that manufacture plastic products and use our products as an input. Any restriction or ban in the use of plastic products or factors affecting any of these industries in general, or any of our customers in particular, could have a cascading adverse effect on our business, financial condition and results of operations. Such factors include, but are not limited to, the following:

- a. our customers' failure to successfully market their products or to compete effectively;
- b. change in any registration requirements or non-renewal of registrations or imposition of a regulatory ban, or trade sanctions imposed across the country or globally
- c. any such restrictions on the customer's business or final product;
- d. loss of market share, which may lead our customers to reduce or discontinue the purchase of our products;
- e. economic conditions of the markets in which our customers operate;
- f. regulatory issues faced by these industries in India and internationally;
- g. downturns or industry cycles that impact demand; and
- h. changes in technology or consumer requirements that alter demands for our products.
- i. Carbon Emissions Targets: Rising pressure to reduce carbon footprint increases compliance costs.
- j. Manufacturing processes can pose risks of fire, pollution, and health hazards to workers.
- k. Shift towards eco-friendly substitutes (e.g., biodegradable, paper-based, or glass alternatives) reduces demand.

As a part of its growth strategies, our company continues to focus on manufacturing by expanding its product portfolio. We seek to leverage our capabilities, including our manufacturing facilities and quality control practices, to further expand our product portfolio in the existing segments and also enter new product development. Recently our company has forayed in development of nylon based compounds. We have purchased a batch of requisite raw materials for the same and intend to successfully commercialize the new nylon compound products.

16. Our registered office and factory is situated on leased premises. Failure to renew our current leases or locate desirable alternative for our facility could materially and adversely affect our business.

The registered office and factory of our company situated at Gat No-172, Khatwad Tal - Dindori Dist - Nashik, Maharashtra, India-422004 is taken on lease from our promoter Ulka Umakant Savadekar vide Lease deed dated November 06, 2015 Any adverse impact on the title /ownership rights/ development rights of our landlords may adversely affect our operations. Further in the event of non-renewal of these lease agreements, our operations and profitability may be adversely affected. We cannot assure you that we will be able to continue the above arrangement on commercially favourable terms in future. If we are required to vacate the current premises, we would be required to make alternative arrangements for our infrastructure, and we cannot assure that the new arrangements will be on commercially acceptable/favourable terms. If we do not comply with certain conditions of the lease agreement, it may lead to termination of the same which would have an adverse effect on our operations and there can be no assurance that renewal of lease agreement will be entered into. In the event of nonrenewal, we may be required to shift to a new location and there can be no assurance that the arrangement our Company entered into in respect of new premises would be on such terms and conditions as the present one. For details on properties taken on lease by us please refer to the section titled "***Our Business***" beginning on page 106 of this Draft Red Herring Prospectus.

19. Under-utilization of our manufacturing capacity may have an adverse effect on our business, future prospectus and future financial performance. Moreover, information relating to capacity utilization of our production facility included in this Draft Red Herring Prospectus is based on certain assumptions and has been subjected to rounding off, and future production and capacity utilization may vary.

Our capacity utilization is affected by the availability of raw materials, industry and market conditions as well as by the product requirements of, and the procurement practice followed by, our customers. In the event that we are unable to achieve full capacity utilization of our current manufacturing facility, this would result in operational inefficiencies which may have an adverse effect on our business, financial condition, cash flows, future prospects and future financial performance. Under-utilization of our manufacturing capacities over extended periods, or significant under-utilization in the short term, could adversely impact our business, growth prospects and future financial performance. For further details in relation to our capacity utilization, see **“Our Business”** on page 106 of the Draft Red Herring Prospectus

Capacity and Capacity Utilization is as under:

Below are the details of the installed and the utilized capacity of our company:

| Product details | 2024-25 | 2023-24 | 2022-23 |
|----------------------------------|--------------------|--------------------|--------------------|
| 1. ROTO MOULDING COMPOUND | Qty in Mt | Qty in Mt | Qty in Mt |
| Installed annual Capacity | 6000 | 4100 | 3960 |
| Actual Annual production | 3596 | 3126 | 2722 |
| Capacity Utilization (%) | 59.93 | 76.24 | 68.74 |
| 2. Custom Moulded Tanks | No of tanks | No of tanks | No of tanks |
| Installed annual capacity | 2000 | 2000 | 1500 |
| Actual annual production | 1720 | 1844 | 435 |
| Capacity Utilization (%) | 86 | 92.2 | 29 |

**The information related to the Capacity installed and capacity utilization is based on the certificate received from Sunil Bhor & Associates, Chartered Engineers vide their certificate dated September 22, 2025.*

In case of oversupply in the industry or lack of demand, we may not be able to utilize our capacity efficiently. Further information relating to capacity utilization of our production facility included in this Draft Red Herring Prospectus is based on various assumptions and estimates of our management, assumptions relating to type of product, availability and quality of raw materials and assumptions relating to operational efficiencies. Actual production levels and utilization rates may differ significantly from the estimated production capacities or historical estimated capacity utilization of our facilities. Undue reliance should therefore not be placed on our capacity utilization information for our existing facilities included in this Draft Red Herring Prospectus. For further information, see the section titled **“Our Business”** on page 106 of this Draft Red Herring Prospectus

20. Delay/ default in payment of statutory dues may attract penalties and in turn have an adverse impact on our financial condition.

We are required to make certain payments to various statutory authorities from time to time, including but not limited to payments pertaining to employee provident fund, employee state insurance, income tax and GST. The table below sets forth the details of delay in payment of the statutory dues paid by our Company in relation to our employees for the periods indicated below:

| Particulars | Financial Year 2025 | | Financial Year 2024 | | Financial Year 2023 | |
|---|---------------------|--------------------------|---------------------|--------------------------|---------------------|--------------------------|
| | Number of Instances | Amt delayed (₹ in lakhs) | Number of Instances | Amt delayed (₹ in lakhs) | Number of Instances | Amt delayed (₹ in lakhs) |
| The Employees Provident Fund and Miscellaneous Provisions Act, 1952 | 0 | 0.00 | 2 | 1.29 | 10 | 4.79 |
| Employee State Insurance Act, 1948 | 1 | 0.19 | 6 | 1.13 | 7 | 0.98 |
| Professional Taxes | 13 | 0.93 | 13 | 0.85 | 13 | 0.95 |
| Labour Welfare Fund | 2 | 0.08 | 2 | 0.04 | 2 | 0.02 |
| Total | 16 | 1.20 | 23 | 3.31 | 32 | 6.75 |

There has been no delay in filing GST returns with tax authorities, except as stated below:

| <i>Return Type</i> | <i>Period</i> | <i>Month</i> | <i>Due date</i> | <i>Filing date</i> | <i>Delay</i> | <i>Reason for delay</i> |
|--------------------|---------------|---------------|------------------|--------------------|--------------|------------------------------|
| GSTR3B | Fiscal 2023 | June 2022 | July 20, 2022 | July 21, 2022 | 1 Day | Delay at our Consultant end. |
| | Fiscal 2023 | December 2022 | January 20, 2023 | January 21, 2023 | 1 Day | Delay at our Consultant end. |

We cannot assure you to that we will be able to pay our statutory dues timely, or at all, in the future. While there have been minor delays in payment of ESIC, PF, IT and other statutory dues in the past, our Company has corrected such non-compliances by repaying the amounts with applicable interest. Any failure or delay in payment of such statutory dues may expose us to statutory and regulatory action, as well as significant penalties, and may adversely impact our business, results of operations, cash flows and financial condition

26. Activities involving our manufacturing process can cause injury to people or property in certain circumstances. A significant disruption at any of our manufacturing facility may adversely affect our production schedules, costs, sales and ability to meet customer demand.

We employ safety procedures in our manufacturing facility like: installation of comprehensive safety equipment such as fire extinguishers and usage of protective gear including safety shoes, safety glasses, and gloves etc. Further we maintain what we believe to be adequate insurance however, there is a risk that an accident may occur at our manufacturing facility. An accident may result in personal injury to our employees like: Respiratory irritation, Chronic lung disease risk, Skin irritation or allergy etc, destruction of property or equipment, environmental damage, manufacturing or delivery delays, or may lead to suspension of our operations and/or imposition of liabilities. Any such accident may result in litigation, the outcome of which is difficult to assess or quantify, and the cost to defend such litigation can be significant. As a result, the costs to defend any action or the potential liability resulting from any such accident or death or arising out of any other litigation, and any negative publicity associated therewith, may have a negative effect on our business, financial condition, results of operations, cash flows and prospects. In particular, if operations at our manufacturing facility were to be disrupted as a result of any significant workplace accident, equipment failure, natural disaster, power outage, fire, explosion, terrorism, adverse weather conditions, labour dispute, obsolescence or other reasons, our financial performance may be adversely affected as a result of our inability to meet customer demand or committed delivery schedules for our products. There have been no instances of any significant accidents, injuries, property damage, environmental harm, or operational disruptions at our manufacturing facility in the past. However, the possibility of such events occurring in the future cannot be ruled out, and any such incident may adversely affect our business, financial condition, results of operations and prospects.

SECTION IV – INTRODUCTION

GENERAL INFORMATION

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

| Peer Review Auditor |
|--|
| M/s Mansaka Ravi & Associates, Chartered Accountants Address: 17, Ground Floor, Palm Beach Arcade, Sector-4, Nerul West, Navi Mumbai -400706, Maharashtra Tel No.: +91- 98297-53254 Email: ravi@ravimansaka.com Contact Person: CA Ravi Mansaka Membership No.: 410816 Firm Registration No.: 015023C Peer Review Certificate No.: 015130 |

Change in Statutory Auditors during the last three (3) years

Except as stated below, there have been no changes in our Company's auditors in the last three (3) years:

| Details of Statutory Auditor | Date of Change | Reason |
|--|-----------------------|-----------------------------------|
| Suyog Kadam & Associates Chartered Accountants Address: 48-49, Sitaram Complex, vadge Mala Near Hotel Shiva, Dindori Rd, Mhasrul, Nashik, Maharashtra-422004 Tel No.: +91- 9890430904 Email Id: casuyogkadam@gmail.com Firm Registration No.: 139176W | July 28, 2025 | Resignation due to pre-occupation |

CAPITAL STRUCTURE

2. Equity Share Capital History of our Company:

- ii. Right issue of 2,80,000 Equity Shares of Face Value of ₹10/- each fully paid up, in the ratio of 28:1 i.e. 28 (Twenty-eight) equity shares for every 1 (One) equity shares details of which are given below:

| S. No. | Name of Allottees | Number of Shares Allotted |
|--------|--------------------------|---------------------------|
| 1. | Umakant Savadekar | 1,40,000 |
| 2. | Ulka Umakant Savadekar | 45,000 |
| 3. | Nivrutti Sonu Savdekar | 45,000 |
| 4. | Vijaya Nivrutti Savdekar | 50,000 |
| | Total | 2,80,000 |

OBJECTS OF THE ISSUE

1. Repayment in full or in part, of certain of our outstanding borrowings

Our Company has entered into various borrowing arrangements with banks including borrowings in the form of Term Loan and Cash Credit. For details of our outstanding financial indebtedness, see '*Statement of Financial Indebtedness*' on page 224. As at August 31, 2025, we had outstanding term loan from Small Industries Development Bank of India (SIDBI) of Rs. 107.18 lakhs and outstanding Cash credit facilities from Kotak Mahindra Bank Limited of Rs. 277.66 lakhs.

We propose to utilize an estimated amount of ₹ 300.00 lakhs from the Net Proceeds to repay in full or in part of certain of our outstanding borrowings, listed below and availed from the lender by our Company. Pursuant to the terms of the financing arrangements, prepayment of certain borrowings may attract prepayment charges as prescribed by the respective lender. Such prepayment charges, as applicable, will be funded from the internal accruals of our Company. We believe that such repayment will help reduce our outstanding indebtedness and debt servicing costs and enable utilization of our internal accruals for further investment in our business growth and expansion. The details of the borrowings availed by our Company, which are proposed to be fully or partially repaid from the Net Proceeds are mentioned below:

(₹ In lakhs)

| Name of Lender | Purpose | Sanctioned Amount (Rs in Lacs) | Rate of interest | Date of Sanction | Primary & Collateral Security | Re-Payment Schedule | Moratorium | Outstanding amount as on August 31, 2025 |
|--|---|--------------------------------|---|------------------|-------------------------------|---------------------|------------|--|
| Small Industries Development Bank of India (SIDBI) | For Expansion by way of Purchase of Plant & Machinery | 43.64 | SIDBI MCLR + 0.35% | 19-07-2024 | Refer Note-1 | 60 months | 0 | 34.15 |
| | Procurement of Solar Roof Top System | 106.52 | Repo Rate + 1.20% | 26-09-2023 | Refer Note-2 | 54 months | 6 months | 73.03 |
| Kotak Mahindra Bank Limited | Cash Credit- for Business Operations | 355.00 | 2.90% p.a + RPRR (i.e. 6.50%), so effective Rate is 9.40% | 23-09-2024 | Refer Note-3 | Repayable on demand | 0 | 277.66 |

Primary & Collateral Security

Notes:

1. Primary Security :

First Charge by way of Hypothecation in favour of SIDBI of all movable including the Plant & Machinery, furniture, fixture & fittings, office equipments and other movable acquired under the scheme.

Collateral Securities:

- Deposit of Duly Discharged Fixed Deposits Receipts issued by SIDBI for an amount of Rs. 11 Lakhs
- Extension of Existing Fixed Deposit of Rs. 26.65 Lakhs with SIDBI (held as security of other loan from SIDBI)
- Extension of First Charge by way of Hypothecation in favour of SIDBI on all the movables of the Company including the Plant & Machinery, equipment, machinery, spares, tools & accessories, office equipment, computers, furniture & fixture, misc. fixed assets acquired under other/existing loans from SIDBI.
- Extension of First Charge by way of Hypothecation in favour of SIDBI on Pulveriser System PMMI 800S along with Spare set of Segment for roto moulding application and Up-Silon-58 Co-Rotating twin screw extruder with accessories.

Personal Guarantees: Irrevocable, unconditional joint and several personal guarantees from Shri Nivrutti Sonu Savdekar, Smt Ulka Umakant Savdekar, Shri Umakant Nivrutti Savdekar and Smt Vijaya Nivrutti Savdekar.

1. Primary Security:

First Charge by way of Hypothecation in favour of SIDBI of the Plant, Machinery, Equipment, tools, spares, accessories and all other assets of the Borrower which have been or proposed to be acquired under the project / scheme.

Collateral Securities:

Deposit of Duly Discharged Fixed Deposits Receipts issued by SIDBI for an amount of Rs. 26.65 Lakhs

Personal Guarantees: Irrevocable, unconditional joint and several personal guarantees from Shri Nivrutti Sonu Savdekar, Smt Ulka Umakant Savdekar, Shri Umakant Nivrutti Savdekar and Smt Vijaya Nivrutti Savdekar.

2. Primary Security:

Extension of First and exclusive charge on all existing and future receivables, current assets, movable assets and moveable fixed assets of the Borrower.

Collateral Securities:

Exclusive Equitable Mortgage over following properties:

- a) Gat No.172, Ground Floor, "M/s. Phychem Technology Pvt Ltd", Near Nashik Dindori Road, At Post Khatwad, Tal, Dindori Dist. Nashik 422004.
- b) Plot No. 23, S. No. 561 / 2D / 1+2, Anurag State bank colony, Mehrun shivar, Jalgaon, Taluka & Dist Jalgaon- 412005.
- c) Gat No. 980 (East part-common undevided part), N.H.-6, Bhusawal road, Nashirabad shivar, Taluka Jalgaon Dist Jalgaon-412005.

Co-Borrowers: Shri Nivrutti Sonu Savdekar, Smt Ulka Umakant Savadekar, Shri Umakant Nivrutti Savadekar, Smt Vijaya Nivrutti Savdekar are co-borrowers in all credit facilities taken from KMBL.

Note: In accordance with Clause 9(A)(2)(b) of Part A of Schedule VI of the SEBI ICDR Regulations which requires a certificate from the auditor certifying the utilization of loan for the purposed availed, our Company has obtained the requisite certificate from our Statutory Auditor by way of their certificate dated December 15, 2025.

2. Funding the capital expenditure towards procurement of plant and machinery

Our Company is engaged in manufacturing of rotational moulding (roto molding) compounds, which serve as a key raw material for producing a wide range of hollow plastic products through the rotational moulding process. These compounds are supplied in powder or granulated form to rotational moulding manufacturers, enabling them to produce durable and application-specific plastic products across diverse end-use industries. We intend to purchase rotational moulding machine, pulverizing machine and extruder to manufacture roto moulded products and compounds at our existing manufacturing facility. The upgraded rotational moulding machine will increase our existing capacity of custom moulding with increased productivity. Further our current the production process is impacted by significant downtime during the Mixing / Blending and Grinding / Pulverizing stages when switching between different compounds. This particularly affects the turnaround time between manufacturing different products. The new pulverising and extruder machine shall reduce such downtime, thereby streamlining batch transitions and improving overall throughput.

The detailed break-up of the estimated cost towards procurement of plant and machinery to be installed at our existing factory is set forth below:

(₹ In lakhs)

| Sr. No | Description | Specification | Vendor name | Date of Quotation | Validity | Quantity | Total Value |
|------------------------------------|---|---|-------------------------------------|-------------------|----------------|----------|-------------|
| Rotational Moulding Machine | | | | | | | |
| 1. | Duroline Series Rotational Moulding Machine | Duroline Series Rotational Moulding Machine Model VI-4-3200x3200 with three straight arms and one L-Arm. | Vinodrai Engineers Pvt. Ltd. | December 11, 2025 | March 10, 2026 | 1 | 170.36 |
| Pulverising Machine | | | | | | | |
| 2. | Pulverising Machine | New Pulverizing System Orenda AF H1D420 | Orenda Pulverizers Tech (CY) Ltd | December 11, 2025 | March 13, 2026 | 1 | 157.77* |
| Extruder | | | | | | | |
| 3. | Twin Screw Extruder | 71 mm Twin Screw Extruder, Feeder, Loader and Die Face cutter 500 kg/Hr Output, Crammer Feeder and Spiral Hopper Loader | Uniplast Engineering | December 12, 2025 | March 11, 2026 | 1 | 47.50 |
| Electrical Transformer | | | | | | | |
| 4. | 3 Phase distribution transformer with On Line Tap Changer | 1000 KVA, 11000V/433V, Copper wound, 3 Phase Dist. Transformer duly filled with Oil (With On Line Tap Changer). Outdoor Type With Buchholz relay, Oil and Winding Temperature Indicators. | Soham Elemech & Engineers | December 11, 2025 | March 10, 2026 | 1 | 15.50 |
| Plastic Extrusion Machinery | | | | | | | |
| 5. | Plastic Extrusion Machinery & Equipment | RRCP 65/33 Roto PE Coloring Granulation Plant & Equipment's | R R Plast Extrusion Private Limited | December 11, 2025 | March 10, 2026 | 1 | 43.86 |
| Electric Distribution Panel | | | | | | | |

| | | | | | | | |
|----------------------|--|---|------------------------------------|-------------------|----------------|---|---------------|
| 6. | Electric Distribution Panel | 1600A ACB PDB Panel, 400 KVAR APFC Panel, 1600AFP ACB Feeder Panel | Unicos System | December 11, 2025 | March 10, 2026 | 1 | 14.75 |
| Lab Equipment | | | | | | | |
| 7. | Accelerated Weathering Tester with equipments & Accessories | QUV w/ Spray, SOLAR EYE Irradiance Control, and Dual Touchscreen Display, Lamps and Irradiance Smart Sensor | Khusboo Scientific Private Limited | December 11, 2025 | March 10, 2026 | 1 | 23.03 |
| 8. | Color Assessment Cabinet – Standard light Source | Geometry: D/8 (diffuse illumination, 8° direction reception, SCI/SCE measurement | Testron Trading L.L.C. | December 11, 2025 | March 10, 2026 | 1 | 1.07** |
| 9. | Density Balance | Capacity: 210g Resolution: 1mg | | | | 1 | 0.68** |
| 10. | Environmental Stress Crack Tester and Test tube and Specimen support | Capacity: 45 test specimens Test temp: 50°C and 100°C (including 3 sets of test tubes and specimen supports | | | | 1 | 7.14** |
| 11. | Spectrophotometer | Geometry: D/8 (diffuse illumination, 8° direction reception, SCI/SCE measurement | | | | 1 | 1.90** |
| 12. | Bench-top Single Column Universal Testing Machine | Maximum testing force: 1000N Software (FOC) Computer and Printer (FOC) Tensile Fixture (width 50mm) (FOC) 50N Sensor (FOC) | | | | 1 | 6.66** |
| Total | | | | | | | 490.22 |

*The Quotations were received in Euro. Conversion rate: 1 Euro = ₹105.60 as on December 11, 2025.

**The Quotations were received in US Dollar. Conversion rate: 1 Dollar = ₹90.37 as on December 11, 2025

Reference: <https://www.rbi.org.in/scripts/ReferenceRateArchive.aspx>

Notes:

- We have considered the above quotations for the budgetary estimate purpose and have not placed orders for them. The actual cost of procurement and actual supplier/dealer may vary.
- Quotation received from the vendor mentioned above is valid as on the date of this Draft Red Herring Prospectus. However, we have not entered into any definitive agreements with any of the vendor and there can be no assurance that the same vendor would be engaged to eventually supply the machineries or at the same costs.
- The machinery models and quantity to be purchased are based on the present estimates of our management. The Management shall have the flexibility to revise such estimates (including but not limited to change of vendor or any modification/addition/deletion of machineries) at the time of actual placement of the order. In such case, the Management can utilize the surplus of proceeds, if any, arising at the time of actual placement of the order, to meet the cost of such other machinery or utilities, as required. Furthermore, if any surplus from the proceeds remains after meeting the total cost of machineries and utilities for the aforesaid purpose, the same will be used for our general corporate purposes, subject to limit of 15% of the amount raised by our Company through this issue or Rs 10 crores whichever is lower.
- We are not acquiring any second-hand machinery.
- The quotations relied upon by us in arriving at the above cost are valid for a specific period of time and may lapse after the expiry of the said period. Consequent upon which, there could be a possible escalation in the cost of

machineries proposed to be acquired by us at the actual time of purchase, resulting in increase in the estimated cost. Further, cost will be escalated on account of freight expenses, installation charges, packaging & forwarding, custom duty etc. Such cost escalation would be met out of our internal accruals.

- Our Promoters, Directors and Key Managerial Personnel, do not have any interest in the entity from whom we have obtained quotations, in relation to such proposed object.

3. Funding to meet working capital requirements

The operations of the company is expected to grow which will lead to additional working capital requirements. We fund a majority of our working capital requirements in the ordinary course of business from banks facilities and internal accruals. Our Company requires additional working capital for funding its incremental working capital requirements and releasing the internal accruals deployed in working capital. Our Company proposes to utilize ₹300.00 lakhs of the Net Proceeds in Fiscal 2026 towards our Company's working capital requirements. The incremental and proposed working capital requirements and key assumptions with respect to the determination of the same are mentioned below:

Details of Estimation of Working Capital requirement are as follows:

(₹ in Lakhs)

| S. No. | Particulars | Actual (Restated) | | | Estimated | Projected |
|------------|---|-------------------|-----------------|-----------------|----------------|----------------|
| | | Fiscal 2023 | Fiscal 2024 | Fiscal 2025 | Fiscal 2026 | Fiscal 2027 |
| I | Current Assets | | | | | |
| | a) Inventories | 400.02 | 445.90 | 619.85 | 842.99 | 1094.88 |
| | b) Trade Receivables | 479.54 | 468.67 | 455.14 | 670.36 | 879.93 |
| | c) Short-term Loans and Advances | 58.99 | 85.43 | 77.63 | 212.06 | 319.26 |
| | d) Other Current Assets | 83.45 | 91.40 | 209.32 | 151.13 | 161.50 |
| | Total (A) | 1,022.00 | 1,091.40 | 1,361.94 | 1876.55 | 2455.57 |
| II | Current Liabilities | | | | | |
| | a) Trade Payables | 326.79 | 348.73 | 359.52 | 311.77 | 396.45 |
| | b) Other Current Liabilities | 62.68 | 86.77 | 153.53 | 165.06 | 182.57 |
| | c) Short Term Provisions | 35.88 | 52.33 | 77.89 | 22.43 | 32.81 |
| | Total (B) | 425.35 | 487.82 | 590.94 | 499.25 | 611.82 |
| III | Total Working Capital Gap (I-II) | 596.65 | 603.58 | 771.00 | 1377.30 | 1843.75 |
| IV | Funding Pattern | | | | | |
| | Short Term Borrowings | 415.35 | 390.75 | 319.30 | 126.98 | 36.32 |
| | Internal Accruals | 181.30 | 212.83 | 451.70 | 1250.32 | 1507.43 |
| | IPO Proceeds | | | NA | | 300.00 |

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 financial years ended on March 31, 2023, March 31, 2024, March 31, 2025, estimations for financial year ended March 31, 2026 and projected for the financial year ended March 31, 2027.

| Particulars | Unit | Fiscal 2023 | Fiscal 2024 | Fiscal 2025 | Fiscal 2026 | Fiscal 2027 |
|-------------------|------|-------------|-------------|-------------|-------------|-------------|
| | | Audited | Audited | Audited | Estimated | Projected |
| Trade Receivables | Days | 37 | 37 | 34 | 40 | 40 |
| Trade Payables | Days | 27 | 32 | 31 | 25 | 25 |
| Inventories | Days | 27 | 33 | 39 | 50 | 50 |

Justification:

| Sr No | Particulars | Justification |
|-------|-------------------------------|---|
| 1 | Trade Receivables | The historical holding days of trade receivables has been ranging from 34 days to 37 days during Fiscal 2023 to Fiscal 2025. As per the current credit terms and prevalent trend of the industry & in order to expand company's operations, the holding level for trade receivables is anticipated at 40 days during Fiscal 26 & 27 of total revenue from operations. The projected increase in trade receivables days is a strategic decision aimed at fostering higher sales growth. We intend to provide our customers with extended credit periods, allowing them more time to settle their invoices. By offering this flexibility, we expect to stimulate increased sales volume and foster stronger customer relationships. |
| 2 | Trade Payables | Past trend of trade payable holding days has been in the range of 27 days to 31 days approximately during Fiscal 2023 to Fiscal 2025. However, with additional working capital funding, our Company intends to reduce trade payable to 25 days during Fiscal 26 & 27 to avail competitive purchase price to increase overall profitability of our Company. By reducing the time it takes to settle our payables, we aim to negotiate more favorable terms and conditions with our suppliers, enabling us to access competitive pricing for the raw materials we procure. Timely settlements not only solidify our long-term relationships with suppliers but also ensure the continuity of our supply chain. |
| 3 | Inventories | Inventories include raw materials and finished goods. The historical holding days of inventories has been in range of 27 days to 39 days during Fiscal 2022 to Fiscal 2025. As we are intending to expand our operations, it will require higher levels of inventory to achieve operational efficiency. The Company estimates/projects inventories holding days to be around 50 days in Fiscal 26 and Fiscal 27. Further in order to avoid any supply chain disruption the company expects to maintain such inventory levels, ensuring that there is a sufficient buffer to meet operational and customer requirements. |
| 4 | Short term loans and advances | Short term loans and advances majorly comprise of following items: (a) Balance with revenue authorities (GST Receivables) which was Rs 46.26 lakhs in FY 25 and projected to increase to Rs 55.51 lakhs in FY 26 and Rs 94.37 lakhs in FY 27 due to projected increase in purchases with increase in volume of business. (b) Advance to employees which was Rs 4.93 lakhs in FY 25 and projected to increase to Rs 10 lakhs and Rs 25 lakhs in FY 26 in FY 27 respectively. With additional funds company is expecting to be in a position to advance funding to its employees as a better retention policy. (c) Advance to suppliers which was Rs 20.46 lakhs in FY 25 and projected to increase to Rs 136.55 lakh in FY 26 and to Rs 173.65 lakhs in FY 27. With the proposed expansion in new product portfolio and increased capacity, company intends to raise fund to meet its working capital requirements, where it shall be in a position to procure materials at a competitive pricing with advanced payments. Further with increased advances to suppliers, company ensures to meet uninterrupted supply chain management. (d) Other Advances includes advance payments made for exhibitions, professional charges etc, which was Rs 5.98 lakhs in FY 25 and projected to increase to Rs 10 lakhs in FY 26 and Rs 26.25 lakhs in FY 27. As the company intends to expand its business, it intends to increase its exhibitions and other ancilliary costs. Further with expanded business post listing, the company estimates increased professional and other consultancy costs. |

Issue Related Expenses

The total estimated Issue Expenses are Rs. [●], which is [●] % of the total Issue Size. The details of the Issue Expenses are tabulated below:

| Activity | (Rs. in Lakh) * | As a % of Estimates Issue Expenses | As a % of Issue Size |
|---|-----------------|------------------------------------|----------------------|
| Lead Manager Fees including underwriting commission | [●] | [●] | [●] |

| | | | |
|--|-----|-----|-----|
| Fees Payable to Registrar to the Issue | [•] | [•] | [•] |
| Fees Payable for Advertising and Publishing Expenses | [•] | [•] | [•] |
| Fees Payable to Regulators including Stock Exchanges | [•] | [•] | [•] |
| Payment for Printing & Stationery, Postage, etc. | [•] | [•] | [•] |
| Fees Payable to Auditor, Legal Advisors and other Professionals like: Chartered Engineer, Industry service provider and Monitoring Agency | [•] | [•] | [•] |
| Others including Fees payable for Marketing & distribution expenses Selling Commission, Brokerage, Processing Fees | [•] | [•] | [•] |
| Total | [•] | [•] | [•] |

SECTION V – ABOUT THE COMPANY

OUR MANAGEMENT

KEY MANAGERIAL PERSONNEL & SENIOR MANAGEMENT

Our Company is supported by a team of professionals having exposure to various operational aspects of our business. A brief detail about the Key Managerial Personnel & Senior Management of our Company is provided below:

| Name, Designation, Educational Qualification & Term of office | Age (years) | Year/ period of joining | Compensation paid for F.Y. ended 2024-25 (₹ in Lakhs) | Overall experience | Previous employment |
|---|--------------------|--------------------------------|--|---------------------------|--------------------------------|
| Pooja Sharma Membership No. – A60216 Designation: Company Secretary and Compliance Officer Educational Qualification– Company Secretary and Law Graduate | 33 | 2025 | Nil | 2 Years | Namdhari Seeds Private Limited |

SECTION VI – FINANCIAL INFORMATION OF THE COMPANY

RESTATED FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' EXAMINATION REPORT ON RESTATED FINANCIAL INFORMATION

Restated Financial Information

5. For the purpose of our examination, we have relied on Auditors' report issued by M/s Sanvy and Associates, dated 19th Sept, 2025 and Auditors' report issued by M/s Suyog Kadam & Associates, dated 6th Sept, 2024 and 2nd Sept, 2023 on Audited Financial Statements of the Company as at and for the year ended March 31, 2025, March 31, 2024 and March 31, 2023 respectively as referred in Paragraph 4 above.

SECTION VII –LEGAL AND OTHER INFORMATION

OUTSTANDING LITIGATION AND MATERIAL DEVELOPMENTS

A. LITIGATIONS INVOLVING THE PROMOTERS & DIRECTORS OF THE COMPANY

(d) Other pending material litigations filed by the Promoters & Directors of the company

Except as mentioned below as on the date of this Draft Red Herring Prospectus, there are no Other pending material litigations filed by the Promoters & Directors of the company which have been considered material by the Company in accordance with the Materiality Policy.

A civil miscellaneous application bearing number Civil M.A. 637 of 2022 was filed by Ulka Umakant Savadekar (“our Director”) against National Highway Authority of India & Ors. (“Respondents”) before the Ld. District and Sessions Court Jalgaon (“Ld. Court”) under Section 3G(5) of the National Highways Act, 1956 (“the Act”) and the Arbitration and Conciliation Act, 1996. Our Director’s non-agricultural land admeasuring 800 sq. mtrs in Survey No. 980, situated at Mouje Nashirabad, District Jalgaon, was acquired by the Respondents for widening of the National Highway pursuant to notifications issued under Sections 3A and 3D of the Act. The Competent Authority awarded compensation of ₹15.48 lacs, based on old undervalued sale deeds and actual acquired area was 900 sq. meter instead of 800 sq. meter, which was accepted under protest, and in order to seek fair market value, the present application has been filed claiming ₹164.42 lacs along with interest at 24% per annum. The present case is pending for adjudication before the Ld. Court and the next hearing date is January 09, 2026.

D. TAX PROCEEDINGS

| Nature of Proceedings | Number of cases | Amount involved* (₹ in lakhs) | Status |
|--|-----------------|-------------------------------|---|
| <i>Of the Company</i> | | | |
| Direct Tax | 5 | 2.34 | Towards TDS Defaults for the Financial Years 2015-16, 2020-21, 2021-22, 2023-24 and 2025-26 |
| <i>Indirect tax</i> | | | |
| GST | 1 | 1.07 | An intimation of tax notice u/s 73(5)/74(5) of both CGST Act, 2017 and MGST Act, 2017 was issued by Office of the Superintendent, CGST & CEX, Nashik-II Division (“Ld. Authority”) dated September 16, 2025 for FY 2021-22 stating demand of ₹ 1.07 Lakhs due to excess availment of input tax credit (ITC) vide GSTR-3B returns than input tax credit appearing in GSTR-2A. Thereafter a show cause notice (SCN) u/s 73(1) of both the CGST Act, 2017 and MGST Act, 2017 r/w section 20 of IGST Act, 2017 was issued by the Ld. Authority dated September 27, 2025 for FY 2021-22 confirming demand of ₹ 1.07 Lakhs. Response against the SCN was submitted on October 27, 2025 and it was clarified that one BOE dated December 29, 2021 appears in GSTR-2A but not in GSTR-2B due to a portal glitch. Since GSTR-2A/2B are only verification tools, the Company correctly claimed ITC in GSTR-3B based on the BOEs, all of which were enclosed. The Company requested that ITC should not be reversed or paid via DRC-03 for a technical discrepancy and sought favourable consideration of its appeal. As on date, there is no order issued by the Ld. Authority after submission of Company’s response. |
| Total | 6 | 3.41 | |
| <i>Of the Promoters & Directors</i> | | | |
| <i>Nivrutti Sonu Savdekar</i> | | | |

| | | | |
|--------------|----------|-------------|---|
| Direct Tax | 1 | 5.10 | A rectification order u/s 154 has been passed by the Income Tax department dated February 28, 2020 for AY 2019-20 stating demand of ₹ 3.00 lakhs. As per the e-portal of income tax, interest of ₹ 2.10 lakhs is also outstanding on this demand. |
| Total | 1 | 5.10 | |

**To the extent quantifiable*

OTHER REGULATORY AND STATUTORY DISCLOSURES

Eligibility for the Issue:

In terms of Regulation 229(3) of the SEBI ICDR Regulations, we confirm that we have fulfilled the eligibility criteria for SME Platform of BSE Limited, which are as follows:

2. As on the date of the Draft Red Herring Prospectus, the Company has a Paid-up Capital of ₹754.00 Lakhs comprising 75,40,000 Equity shares and the post Issue paid up capital of the company will be ₹1,02,40,000 equity shares of face value of Rs.10/- aggregating up to Rs. 1024.00 Lakhs which is less than Rs. 25 Crores.

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 |
|---|------------------|
| Umakant Savadekar Chairman & Managing Director DIN: 06547751 | Sd/- |

Date: January 27, 2026

Place: Nashik

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 |
|--|------------------|
| Ulka Umakant Savadekar Whole Time Director and CFO DIN: 06547735 | Sd/- |

Date: January 27, 2026

Place: Nashik

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 |
|---|------------------|
| Nivrutti Sonu Savdekar Non-Executive Director DIN: 06547751 | Sd/- |

Date: January 27, 2026

Place: Nashik

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 |
|---|------------------|
| Vijaya Nivrutti Savdekar Non executive Director DIN: 06548683 | Sd/- |

Date: January 27, 2026

Place: Nashik

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 |
|--|------------------|
| Niranjan Ramakant Kolhe Independent Director DIN: 11250412 | Sd/- |

Date: January 27, 2026

Place: Pune

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 |
|--|------------------|
| Rajendra Hunajirao Talele Independent Director DIN: 00305773 | Sd/- |

Date: January 27, 2026

Place: Mumbai

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 OF OUR COMPANY:

| Name and Designation | Signature |
|--|------------------|
| Pooja Sharma. Company Secretary & Compliance Officer M. No.: A60216 | Sd/- |

Date: January 27, 2026

Place: Jaipur