



SONA MACHINERY LIMITED



Our Company was originally incorporated as a Private Limited Company under the name of "Sona Machinery Private Limited" on February 12, 2019 under the provisions of the Companies Act, 2013 with the Registrar of Companies, Delhi. Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extraordinary General Meeting, held on September 21, 2023, our Company was converted into a Public Limited Company and consequently the name of our Company was changed from "Sona Machinery Private Limited" to "Sona Machinery Limited" vide a fresh certificate of incorporation consequent upon conversion to public company dated October 17, 2023, issued by the Registrar of Companies, Delhi and bearing CIN U29256DL2019PLC345856. For further details of Incorporation, change of name and registered office of our Company, please refer to chapter titled "History and Corporate Structure" beginning on page 113 of the Prospectus.

Registered Office: Unit No. 701, 7th floor, KLJ Tower, Plot No. B-5, Netaji Subhash Place, Maurya Enclave, North West Delhi, Delhi – 110034, India.
Corporate Office: F-16 & C-1, Sec A-3, Tronica City, GZB, Loni, Ghaziabad-201103, Uttar Pradesh India.

Tel No: +91-8448984368.; **E-mail:** cs@sonamachinery.com; **Website:** www.sonamachinery.com; **Contact Person:** Supriya, Company Secretary & Compliance Officer

OUR PROMOTER: VASU NAREN & SHWETA BAISLA

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

We are primarily engaged in the business agro-processing equipment manufacturer, manufacturing equipments for the processing of rice, pulses, wheat, spices, Barnyard Millet etc.

BASIS OF ALLOTMENT

INITIAL PUBLIC OFFER OF UPTO 36,24,000 EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH (THE "EQUITY SHARES") OF SONA MACHINERY LIMITED ("OUR COMPANY" OR "THE ISSUER") AT AN ISSUE PRICE OF ₹ 143/- PER EQUITY SHARE (INCLUDING SHARE PREMIUM OF 133/- PER EQUITY SHARE) FOR CASH, AGGREGATING UP TO ₹ 5,182.32 LAKHS ("PUBLIC ISSUE") OUT OF WHICH 1,82,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH, AT AN ISSUE PRICE OF ₹ 143/- PER EQUITY SHARE FOR CASH, AGGREGATING ₹ 260.26 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 34,42,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH, AT AN ISSUE PRICE OF ₹ 143/- PER EQUITY SHARE FOR CASH, AGGREGATING UPTO ₹ 4,922.06 LAKHS IS HEREIN AFTER REFERRED TO AS THE "NET ISSUE". THE PUBLIC ISSUE AND NET ISSUE WILL CONSTITUTE 26.41% AND 25.08% RESPECTIVELY OF THE POST- ISSUE PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY.

**THE FACE VALUE OF THE EQUITY SHARE IS ₹ 10 EACH AND ISSUE PRICE IS ₹ 143 EACH. THE ISSUE PRICE IS 14.3 TIMES OF THE FACE VALUE OF THE EQUITY SHARE
ANCHOR INVESTOR ISSUE PRICE: ₹ 143 PER EQUITY SHARE. THE ISSUE PRICE IS 14.3 TIMES OF THE FACE VALUE**

BID/ ISSUE PERIOD

**ANCHOR INVESTOR BIDDING DATE WAS: MONDAY, MARCH 04, 2024
BID / ISSUE OPENED ON: TUESDAY, MARCH 05, 2024
BID / ISSUE CLOSED ON: THURSDAY, MARCH 07, 2024**

RISKS TO INVESTORS:

- We have very short span of operating history as company.
 - We generate our major portion of revenue from our operations in certain geographical regions and any adverse developments affecting our operations in these regions could have an adverse impact on our revenue and results of operations.
 - The Merchant Banker associated with the Issue has handled 41 SME Public Issues in the past three years out of which 1 SME Public Issue was closed below the Issue Price on listing date.
 - Average cost of acquisition of Equity Shares held by the Individual Promoters is
- and the Issue Price at the upper end of the Price Band is ₹143 per Equity Share.
- The Price/ Earnings ratio based on Diluted EPS for Fiscal 2023 for the company at the upper end of the Price Band is 18.79
 - Weighted Average Return on Net worth for Fiscals 2023, 2022 and 2021 is 76.19%.
 - The Weighted average cost of acquisition of all Equity Shares transacted in the last 1 year, 18 months and 3 years from the date of RHP is as given below:

Sr. No.	Name of the Promoter	Average cost of Acquisition (in ₹)
1.	Vasu Naren	0.03
2.	Shweta Baisla	0.00

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

Period	Weighted Average Cost of Acquisition (in Rs.)	Upper end of the Price Band (Rs. 143) is "X" times the weighted Average cost of Acquisition	Range of acquisition price: Lowest Price – Highest Price (in Rs.)
Last 1 year	Nil	NA	0-0
Last 18 months/ Last 3 years	N/A	N/A	N/A

Types of transactions	Weighted average cost of acquisition (₹ per Equity Shares)	Floor price (i.e. ₹ 136)	Cap price (i.e. ₹ 143)
WACA of primary issuance(exceeding 5% of the pre issue capital)	NA^	NA^	NA^
WACA for secondary sale / acquisition (exceeding 5% of the pre issue capital)	NA^^	NA^^	NA^^
Weighted average cost of acquisition of primary issuances/ secondary transactions as per paragraph 8(c) above	0.00	Not Defined	Not Defined

Note:
^There were no primary/ new issue of shares (equity/ convertible securities) as mentioned in paragraph 8(a) above, in last 18 months from the date of the Prospectus.
^^There were no secondary transactions as mentioned in paragraph 8(b) above, in last 18 months from the date of the Prospectus.

PROPOSED LISTING: WEDNESDAY, MARCH 13, 2024*

The Issue was being made through the Book Building Process, in terms of Rule 19(2)(b)(i) of the Securities Contracts (Regulation) Rules, 1957, as amended ("SCRR") read with Regulation 253 of the SEBI ICDR Regulations, as amended, wherein not more than 50% of the Net Issue was available for allocation on a proportionate basis to Qualified Institutional Buyers ("QIBs", the "QIB Portion"), Our Company in consultation with the Book Running Lead Manager has allocated upto 60% of the QIB Portion to Anchor Investors on a discretionary basis in accordance with the SEBI ICDR Regulations ("Anchor Investor Portion"). Further, not less than 15% of the Net Issue shall be available for allocation on a proportionate basis to Non-Institutional Bidders and not less than 35% of the Net Issue was made available for allocation to Retail Individual Bidders in accordance with the SEBI (ICDR) Regulations, subject to valid Bids being received at or above the Issue Price. All potential Bidders (except Anchor Investors) were required to mandatorily utilise the Application Supported by Blocked Amount ("ASBA") process providing details of their respective ASBA accounts, and UPI ID in case of RIBs using the UPI Mechanism, if applicable, in which the corresponding Bid Amounts will be blocked by the SCSBs or by the Sponsor Bank under the UPI Mechanism, as the case may be, to the extent of respective Bid Amounts. Anchor Investors were not permitted to participate in the Issue through the ASBA process. For details, see "Issue Procedure" beginning on page 202 of the Prospectus.

The investors are advised to refer to the Prospectus for the full text of the Disclaimer clause pertaining to National Stock Exchange of India Limited ("NSE"). For the purpose of this Issue, the Designated Stock Exchange will be the NSE. The trading is proposed to be commenced on or before Wednesday, March 13, 2024*

*Subject to the receipt of listing and trading approval from the NSE (NSE Emerge).

SUBSCRIPTION DETAILS

The bidding for Anchor Investors opened and closed on Monday, March 04, 2024. The Company received 8 Anchor Investors applications for 13,30,000 Equity Shares. The Anchor Investor Allocation price was finalized at ₹ 143/- per Equity Share. A total of 10,32,000 Equity Shares were allotted under the Anchor Investors portion aggregating to ₹ 14,75,76,000/-.

The Issue (excluding Anchor Investors Portion) received 3,73,563 Applications for 72,82,80,000 Equity Shares (before considering invalid bids, Other than RC10 Transaction declined by Investors, RC10 Mandate not accepted by Investors and Withdrawal/ Cancelled Bids reported by SCSB and technical rejections) resulting 280.97 subscription (including reserved portion of market maker and excluding anchor investor portion). The details of the Applications received in the Issue from various categories are as under (before technical rejections):

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

Sr. No.	Category	Number of Applications	No. of Equity Shares applied	Equity Shares Reserved as per Prospectus	No. of times Subscribed	Amount (Rs.)
1	Market Maker	1	1,82,000	1,82,000	1.00	2,60,26,000.00
2	Qualified Institutional Buyers (excluding anchor investors)	72	8,88,64,000	6,88,000	129.16	12,70,75,52,000.00
3	Non-Institutional Investors	23,193	28,71,19,000	5,17,000	552.07	41,05,73,68,000.00
4	Retail Individual Investors	2,84,433	28,44,41,000	12,05,000	232.62	40,67,17,81,000.00
	TOTAL	3,07,699	66,06,06,000	25,92,000	280.97	94,46,27,27,000.00

Final Demand:

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

Sr. No.	Bid Price	Bids Quantity	% of Total	Cumulative Total	% Cumulative Total
1	136	4,95,000	0.07	4,95,000	0.07
2	137	69,000	0.01	5,64,000	0.08
3	138	44,000	0.01	6,08,000	0.08
4	139	56,000	0.01	6,64,000	0.09
5	140	1,94,000	0.03	8,58,000	0.12
6	141	2,27,000	0.03	10,85,000	0.15
7	142	2,61,000	0.04	13,46,000	0.18
8	143	56,40,52,000	77.45	56,53,98,000	77.63
9	Cutoff Price	16,28,82,000	22.37	72,82,80,000	100.00
	TOTAL	72,82,80,000	100.00		

The Basis of Allotment was finalized in consultation with the Designated Stock Exchange, being NSE (NSE Emerge) on March 11, 2024.

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

The Basis of Allotment to the Retail Individual Investors, who have bid at cut-off Price or at the Issue Price of ₹ 143 per Equity Share, was finalized in consultation with NSE. The category has been subscribed to the extent of 232.62 times (after technical rejections). The total number of Equity Shares Allotted in this category is 12,05,000 Equity Shares to 1,205 successful applicants. The details of the Basis of Allotment of the said category are as under:

No. of Shares Applied for (Category wise)	No. of Applications Received	% of Total	Total No. of Shares Applied	% to Total	No. of Equity Shares Allotted per Applicant	Ratio	Total No. of Shares Allotted
1,000	2,80,307	100.00	28,03,07,000	100.00	1,000	1205:280307	12,05,000

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

The Basis of Allotment to the Non-Institutional Investors, who have bid at the Issue Price of ₹ 143 per Equity Share, was finalized in consultation with NSE. The category has been subscribed to the extent of 552.07 times. The total number of Equity Shares Allotted in this category is 5,17,000 Equity Shares to 443 successful applicants. The details of the Basis of Allotment of the said category are as under (Sample Basis):

No. of Shares Applied for (Category wise)	No. of Applications Received	% of Total	Total No. of Shares Applied in Each Category	% to Total	No. of Equity Shares Allotted per Applicant	Ratio	Total No. of Shares Allotted
2000	12090	52.94	2,41,80,000	8.47	1,000	22:6045	44,000
3000	1939	8.49	58,17,000	2.04	1,000	11:1939	11,000
4000	709	3.10	28,36,000	0.99	1,000	5:709	5,000
5000	731	3.20	36,55,000	1.28	1,000	7:731	7,000
6000	456	2.00	27,36,000	0.96	1,000	5:456	5,000
137000	5	0.02	6,85,000	0.23	1,000	1:5	1,000
138000	6	0.03	8,28,000	0.29	1,000	1:6	1,000
139000	5	0.02	6,95,000	0.24	1,000	1:5	1,000
140000	8	0.04	11,20,000	0.39	1,000	1:4	2,000
142000	3	0.01	4,26,000	0.14	1,000	1:3	1,000
563000	1	0.00	5,63,000	0.19	1,000	1:1	1,000
580000	2	0.01	11,60,000	0.40	1,000	1:1	2,000
600000	6	0.03	36,00,000	1.26	1,000	1:1	6,000
600000		1,000 additional shares allocated for serial no 270 in the ratio of 1:6			1,000	1:6	1,000
601000	1	0.00	6,01,000	0.21	1,000	1:1	1,000
1620000	1	0.00	16,20,000	0.56	3,000	1:1	3,000
1710000	1	0.00	17,10,000	0.59	3,000	1:1	3,000
1720000	1	0.00	17,20,000	0.60	3,000	1:1	3,000
1722000	16	0.07	2,75,52,000	9.65	3,000	1:1	48,000
1722000		2,000 additional shares allocated for serial no 312 in the ratio of 1:8			1,000	1:8	2,000

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

Allotment to QIBs, who have bid at the Issue Price of ₹ 143 per Equity Share or above, has been done on a proportionate basis in consultation with NSE. This category has been subscribed to the extent of 129.16 times of QIB portion. The total number of Equity Shares allotted in the QIB category is 6,88,000 Equity Shares, which were allotted to 71 successful Applicants.

CATEGORY	FIS/BANKS	MF'S	IC'S	NBFC'S	AIF	FPI	VC'S	TOTAL
QIB	74,000	-	10,000	1,75,000	1,74,000	2,55,000	-	6,88,000

The Board of Directors of our Company at its meeting held on March 11, 2024 has taken on record the basis of allotment of Equity Shares approved by the Designated Stock Exchange, being NSE and has allotted the Equity Shares to various successful applicants. The Allotment Advice Cum Refund Intimation will be dispatched to the address of the investors as registered with the depositories. Further, instructions to the SCSBs have been dispatched/ mailed for unblocking of funds and transfer to the Public Issue Account on or before March 12, 2024. In case the same is not received within ten days, Investors may contact the Registrar to the Issue at the address given below. The Equity Shares allotted to the successful allottees shall be uploaded on or before March 12, 2024 for credit into the respective beneficiary accounts subject to validation of the account details with the depositories concerned. The Company is in the process of obtaining the listing and trading approval from NSE and the trading of the Equity Shares is expected to commence trading on Wednesday, March 13, 2024.

Note: All capitalized terms used and not defined herein shall have the respective meanings assigned to them in the Prospectus dated March 10, 2024 filed with the Registrar of Companies, Delhi ("RoC").

INVESTORS, PLEASE NOTE

The details of the allotment made has been hosted on the website of the Registrar to the Issue Maashitla Securities Private Limited at website: www.maashitla.com
TRACK RECORD OF BOOK RUNNING LEAD MANAGERS: The Merchant Banker associated with the Issue has handled 41 SME Public Issues in the past three years out of which 1 SME Public Issue was closed below the Issue Price on listing date.

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

CATEGORY	FIS/BANKS	MF'S	IC'S	NBFC'S	AIF	FPI	OTHERS	TOTAL
ANCHOR	-	-	-	3,50,000	4,02,000	2,80,000	-	10,32,000

Maashitla Securities Private Limited
Address: 451, Krishna Apra Business Square, Netaji Subhash Place, Pitampura, New Delhi, 110034, India.
Tel No: +91-11-45121795; Email: ipo@maashitla.com
Investor Grievance Email: investor.ipo@maashitla.com; Website: www.maashitla.com
Contact Person: Mukul Agrawal; SEBI Registration No.: INR00004370

CORRIGENDUM: NOTICE TO THE INVESTORS

This is with reference to the Prospectus dated March 10, 2024, filed with the Registrar of Companies, Delhi (the "RoC"), Emerge platform of the National Stock Exchange of India Limited ("NSE Emerge") and the Securities and Exchange Board of India ("SEBI") in relation to the Issue. All capitalized terms used and not defined herein shall, unless context otherwise requires, have the respective meanings assigned to them in the Prospectus dated March 10, 2024 filed with the RoC. In the Chapter titled "Material Contracts And Documents For Inspection" on page 234 of Prospectus dated March 10, 2024 following points has been corrected and must be read as below:

Material Contracts 6.Syndicate Agreement dated February 05, 2024 between our Company, Book Running Lead Manager and Syndicate Member. **Material Documents** 3.Fresh Certificate of Incorporation consequent upon Conversion to Public Company dated October 17, 2023 issued by the Registrar of Companies, Delhi.

This corrigendum is required to be read in conjunction with the Prospectus dated March 10, 2024.

On behalf of Board of Directors
Sona Machinery Limited
Sd/-
Supriya
Company Secretary and Compliance Officer

Place: Delhi
Date: March 12, 2024

THE LEVEL OF SUBSCRIPTION SHOULD NOT BE TAKEN TO BE INDICATIVE OF EITHER THE MARKET PRICE OF THE EQUITY SHARES ON LISTING OR THE BUSINESS PROSPECTS OF SONA MACHINERY LIMITED
Disclaimer: Sona Machinery Limited has filed the Prospectus with the RoC on March 10, 2024 and thereafter with SEBI and the Stock Exchange. The Prospectus is available on the website of the BRLMs, Hem Securities Limited at www.hemsecurities.com and the Company at: <https://www.sonamachinery.com/>, and shall also be available on the website of the NSE and SEBI. Investors should note that investment in Equity Shares involves a high degree of risk and for details relating to the same, please see "Risk Factors" beginning on page 22 of the Prospectus.

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