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POLYSIL IRRIGATION SYSTEMS LIMITED

Our Company was originally incorporated as a private company in the name and style of "Silvassa Poly-Tex Industries (India) Private Limited" under the Companies Act, 1956 vide certificate of incorporation dated October 09, 1985 issued by the Registrar of Companies, Maharashtra. Subsequently, the name of our Company was changed to "Silvassa Pipes Private Limited" pursuant to the special resolution passed by the Shareholders of our Company at the extra-ordinary general meeting held on June 6, 1996. The Registrar of Companies, Maharashtra, Mumbai issued a fresh certificate of incorporation dated July 11, 1996, upon change of the name of the Company. Further, the name of our Company was changed to "Polysil Irrigation Systems Private Limited" pursuant to the special resolution passed by the Shareholders of our Company at the extra-ordinary general meeting held on November 8, 2010 and the Registrar of Companies, Maharashtra, Mumbai issued a fresh certificate of incorporation dated January 03, 2011, upon change of the name of the Company. Our Company was then converted into a public limited company pursuant to the special resolution passed by the Shareholders of our Company at the extra-ordinary general meeting held on December 13, 2022 and consequently upon conversion, the name of our Company was changed to "Polysil Irrigation Systems Limited" vide a fresh certificate of incorporation dated December 27, 2022 issued by the Registrar of Companies, Ahmedabad. For further details, please refer to chapter titled "History and Certain Corporate Matters" beginning on page 125 of the Prospectus.

Registered Office: Survey No- 340/1, Beside Hystuff Steel, At Post Ranviya, Taluka Savli, District Vadodra, - 391780, Gujarat, India. | **Tel No:** (02667) 244271/2. | **Email Id:** secretarial@polysilirrigation.com | **Website:** https://polysilirrigation.com | **Contact Person:** Neha Gupta, Company Secretary & Compliance Officer

THE PROMOTERS OF OUR COMPANY ARE BHARATKUMAR PATEL AND PRAFULBHAI RADADIA

Details of Offer for sale by Selling Shareholders		
Name of Selling Shareholders	Type	Number of Shares Offered / Amount (₹ in Lakhs)
Satishkumar Maniya	Promoter	Up to 6,30,000 Equity Shares aggregating up to ₹ 340.20 Lakhs
Sunilkumar Shah	Promoter	Up to 6,30,000 Equity Shares aggregating up to ₹ 340.20 Lakhs
Rameshbhai Kakadiya	Promoter	Up to 5,24,000 Equity Shares aggregating up to ₹ 282.96 Lakhs

THE OFFER

INITIAL PUBLIC OFFER OF UPTO 32,28,000* EQUITY SHARES OF FACE VALUE OF ₹ 10/- EACH ("EQUITY SHARES") OF POLYSIL IRRIGATION SYSTEMS LIMITED ("THE COMPANY" OR THE "ISSUER") FOR CASH AT A PRICE OF ₹ 54 PER EQUITY SHARE (THE "OFFER PRICE"), (INCLUDING A PREMIUM OF ₹ 44 PER EQUITY SHARE), AGGREGATING UPTO ₹ 1743.12 LAKHS ("THE OFFER"), COMPRISING A FRESH OFFER OF UP TO 14,44,000 EQUITY SHARES AGGREGATING UP TO ₹ 779.76 (THE "FRESH ISSUE") AND AN OFFER FOR SALE OF UP TO 17,84,000 EQUITY SHARES BY SATISHKUMAR MANIYA, SUNILKUMAR SHAH AND RAMESHBHAI KAKADIYA AGGREGATING UP TO ₹ 963.36 ("OFFER FOR SALE"), AND TOGETHER WITH THE FRESH ISSUE, (THE "OFFER"), THE 1,64,000 EQUITY SHARES OF FACE VALUE OF ₹ 10/- FOR CASH AT A PRICE OF ₹ 54 EACH AGGREGATING ₹ 88.56 LAKHS WILL BE RESERVED FOR SUBSCRIPTION BY MARKET MAKER TO THE OFFER (THE "MARKET MAKER RESERVATION PORTION"). THE OFFER LSS MARKET MAKER RESERVATION PORTION I.E. OFFER OF 30,64,000 EQUITY SHARES OF FACE VALUE OF ₹ 10 EACH FOR CASH AT A PRICE OF ₹ 54 PER EQUITY SHARE, AGGREGATING TO ₹ 1,654.56 LAKHS IS HERE IN AFTER REFERRED TO AS THE "NET OFFER". THE OFFER AND THE NET OFFER WILL CONSTITUTE 24.59% AND 23.34% RESPECTIVELY OF THE POST OFFER PAID UP EQUITY SHARE CAPITAL OF THE COMPANY. FOR FURTHER DETAILS, PLEASE REFER TO CHAPTER TITLED "TERMS OF THE OFFER" BEGINNING ON PAGE NO. 223 OF THE PROSPECTUS. *SUBJECT TO FINALISATION OF BASIS OF ALLOTMENT

THE FACE VALUE OF THE EQUITY SHARES IS ₹ 10.00/- EACH AND THE ISSUE PRICE IS ₹ 54/- PER EQUITY SHARE THE ISSUE PRICE IS 5.4 TIMES OF THE FACE VALUE OF THE EQUITY SHARES. THIS ISSUE IS BEING MADE THROUGH FIXED PRICE PROCESS IN TERMS OF CHAPTER IX OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (ISSUE OF CAPITAL AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2018 ("SEBI ICDR REGULATIONS") AS AMENDED AND RULE 19(2)(B)(I) OF THE SECURITIES CONTRACTS (REGULATION) RULES, 1957, AS AMENDED (THE "SCRR"). THIS ISSUE HAS BEEN MADE FOR AT LEAST 25.00% OF THE POST-ISSUE PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY. FOR FURTHER DETAILS, PLEASE REFER TO CHAPTER TITLED "OFFER PROCEDURE" BEGINNING ON PAGE 233 OF THE PROSPECTUS. A COPY OF THE PROSPECTUS IS FILED WITH THE REGISTRAR OF COMPANIES IN ACCORDANCE WITH SECTION 26 OF THE COMPANIES ACT, 2013.

FIXED PRICE ISSUE AT ₹ 54/- PER EQUITY SHARE
MINIMUM APPLICATION OF 2000 EQUITY SHARES AND IN MULTIPLES OF 2000 EQUITY SHARES THEREAFTER
DISCLAIMER: IN MAKING AN INVESTMENT DECISION, POTENTIAL INVESTORS MUST RELY ON THE INFORMATION INCLUDED IN THE PROSPECTUS AND THE TERMS OF OFFER, INCLUDING THE RISKS INVOLVED AND NOT RELY ON ANY OTHER EXTERNAL SOURCES OF INFORMATION ABOUT THE OFFER AVAILABLE IN ANY MANNER.

OFFER PROGRAMME

ASBA*
Simple, Safe, Smart way of Application - Make use of it!!!
Applications Supported by Blocked Amount ("ASBA") is a better way of applying to issues by simply blocking the fund in the bank account. For details, check section on ASBA below.
Mandatory in public issue. No cheque will be accepted.

UPI
UPI - Now Mandatory in ASBA for Retail Individual Investors (RIIs) Investors are required to ensure that the Bank Account used for bidding is linked to their PAN.
UPI - Now available in ASBA for RIIs applying through Registered Brokers, DPs and RTAs. RIIs also have option to submit the application directly to the ASBA Bank (SCSBs) or to use the facility of linked online trading, demat and bank account.
For details on ASBA and UPI process, please refer to the details given in Application Form, Abridged Prospectus, General Information Document for investing in the public issue and also please refer to Section "Offer Procedure" beginning on page 233 of the Prospectus.
The process is also available on the website of Lead Manager to the Issue, and the website of National Stock Exchange of India Limited ("NSE") and in General Information Document for Investing in the Public Issue ("GID").
ASBA Application Forms can be downloaded from the website of National Stock Exchange of India Limited ("NSE") and can be obtained from the list of banks that is displayed on the website of the Securities and Exchange Board of India ("SEBI") at www.sebi.gov.in.
List of banks supporting UPI is also available on the website of SEBI at www.sebi.gov.in. For the list of UPI Apps and Banks live on IPO, please refer to the link www.sebi.gov.in.

IN TERMS OF THE CIRCULAR NO. CIR/CFD/POLICYCELL/11/2015 DATED NOVEMBER 10, 2015 AND ALL POTENTIAL INVESTORS PARTICIPATE IN THE ISSUE ONLY THROUGH APPLICATION SUPPORTED BY BLOCKED AMOUNT (ASBA) PROCESS PROVIDING DETAILS ABOUT THE BANK ACCOUNT WHICH WILL BE BLOCKED BY THE SELF-CERTIFIED SYNDICATE BANKS (SCSBs) FOR THE ISSUE. FURTHER PURSUANT TO CIRCULAR BEARING NO. SEBI/HO/CFD/DIL2/DIR/P/2019/76 DATED JUNE 28, 2019 FOR IMPLEMENTATION OF PHASE II FOR UPI FACILITY, WHICH IS EFFECTIVE FROM JULY 01, 2019. ALL POTENTIAL APPLICANTS ARE REQUIRED TO MANDATORILY UTILIZE THE APPLICATION SUPPORTED BY BLOCKED AMOUNT (ASBA) PROCESS PROVIDING DETAILS OF THEIR RESPECTIVE ASBA ACCOUNT OR UPI ID (IN CASE OF RIIs), IN WHICH THE CORRESPONDING APPLICATION AMOUNT WILL BE BLOCKED BY THE SCSBs OR UNDER THE UPI MECHANISM, AS APPLICABLE.
FOR MORE DETAILS IN THIS REGARD, SPECIFIC ATTENTION IS INVITED TO THE "OFFER PROCEDURE" ON PAGE NO 233 OF THE PROSPECTUS.

PROPOSED LISTING
The Equity Shares Issued through the Prospectus are proposed to be listed on the EMERGE Platform of National Stock Exchange of India Limited ("NSE EMERGE") in terms of the Chapter IX of the SEBI (ICDR) Regulations, 2018, as amended from time to time. Our Company has received an In-Principle Approval Letter dated January 05, 2024 from National Stock Exchange of India Limited for using its name in the Prospectus for listing of our shares on the EMERGE Platform of National Stock Exchange of India Limited. For the purpose of this Offer, the Designated Stock Exchange will be the National Stock Exchange of India Limited ("NSE").

DISCLAIMER CLAUSE OF SECURITIES AND EXCHANGE BOARD OF INDIA ("SEBI")
Since the Issue is being made in terms of Chapter IX of the SEBI (ICDR) Regulations, 2018, the Offer Document was not filed with SEBI. In terms of the SEBI ICDR Regulations, SEBI shall not issue any observations on the Offer Document. Hence, there is no such specific disclaimer clause of SEBI. However, investors may refer to the entire "SEBI Disclaimer Clause" on page 215 of the Prospectus.

DISCLAIMER CLAUSE OF NATIONAL STOCK EXCHANGE OF INDIA LIMITED ("NSE") (DESIGNATED STOCK EXCHANGE)
It is to be distinctly understood that the permission given by NSE should not in any way be deemed or construed that the Offer Document has been cleared or approved by NSE nor does it certify the correctness or completeness of any of the contents of the Offer Document. The investors are advised to refer to the Offer Document for the full text of the "Disclaimer Clause of NSE" on page 216 of the Prospectus.

- RISK TO INVESTORS**
- Failure to successfully procure raw materials in a timely manner, at competitive rates, or at all, or to identify new raw material suppliers could adversely affect our business, financial condition and results of operations
 - Our Company, Promoter and Directors are involved in certain litigation which is currently pending at various stages. Any adverse decisions in these cases against the Company, Promoter and Director, may impact business and operations of the Company.
 - In case of our inability to obtain, renew or maintain the statutory and regulatory licenses, permits and approvals required to operate our business it may have a material adverse effect on our business.
 - We have experienced negative cash flows in previous years. Any operating losses or negative cash flows in the future could adversely affect our results of operations and financial conditions.
 - The Micro Irrigation Industry is highly dependent on subsidy policy by the central & state government.
 - We rely significantly on our Dealers/Distributors network for sale of our products through open market sale.
 - Any disruptions in transportation systems, including those arising from our reliance on third parties for our transportation needs, may adversely affect our business and results of operations
 - Any failure to adapt to industry trends and evolving technologies to meet our customers' demands may adversely affect our business and results of operations.

For further details, please refer chapter titled "Risk Factors" on page no. 23 of the Prospectus.

RISK IN RELATION TO THE FIRST OFFER
This being the first public issue of our company, there has been no formal market for the securities of our company. The face value of the shares is ₹ 10.00/- per equity share and the Offer Price is 5.4 times of the face value.
AVERAGE COST OF ACQUISITION OF EQUITY SHARES BY OUR PROMOTERS AND THE SELLING SHAREHOLDERS
The average cost of acquisition per Equity Share to our Promoters as at the date of the Prospectus is:

Name	Number of Equity Shares acquired*	Average cost of acquisition per Equity Share (in ₹) #
Bharatkumar Patel	28,66,500	14.51
Prafulbhai Radadia	4,77,750	13.92

#Weighted average price has been arrived at by considering only the cost of shares allotted to the Promoters on account of further issue, bonus issue and transfers, i.e., cost paid by the Promoters for acquisition by way of subscription, bonus issue and acquisition from other shareholder(s) divided by the total number of equity shares acquired by the above transactions.

*While calculating the weighted average price of the shares in the hands of the individual, the cost of shares was considered as the price paid to the transferor against such acquisition of shares.

^ As adjusted for sub-division of Equity Shares

** As certified by statutory auditor by M/s Ratan Chandak & CO, Chartered Accountants dated February 01, 2024.

THE AVERAGE COST OF ACQUISITION PER EQUITY SHARE TO OUR SELLING SHAREHOLDERS AS AT THE DATE OF THE PROSPECTUS IS:

Name of the Selling Shareholder	Number of Equity Shares acquired ^	Average cost of acquisition per Equity Share (in ₹) *
Satishkumar Maniya	12,73,650	14.13
Sunilkumar Shah	12,73,860	14.13
Rameshbhai Kakadiya	12,74,070**	14.13

^ As adjusted for sub-division of Equity Shares

** As certified by statutory auditor by M/s Ratan Chandak & CO, Chartered Accountants dated February 01, 2024.

WEIGHTED AVERAGE PRICE AT WHICH THE EQUITY SHARES WERE ACQUIRED BY OUR PROMOTER IN THE ONE YEAR PRECEDING THE DATE OF THE PROSPECTUS
The weighted average price at which the equity shares were acquired by our Promoters in the one year preceding the date of the Prospectus.

Name	Number of Equity Shares acquired*	Face Value (in ₹)	Weighted average price per Equity Share (in ₹) #
Bharatkumar Patel	27,30,000	10	Nil
Prafulbhai Radadia	4,55,000	10	Nil

*Pursuant to Equity Shares allotted through bonus issue dated February 16, 2023

As certified by statutory auditor by M/s Ratan Chandak & CO, Chartered Accountants dated February 01, 2024

The Selling Shareholders have not acquired any Equity Shares in the last one (1) year preceding the date of the Prospectus other than stated below:

Name of the Shareholder	Number of Equity Shares acquired#	Face Value (in ₹)	Weighted average price per Equity Share (in ₹) *
Satishkumar Maniya	12,13,000	10	Nil
Sunilkumar Shah	12,13,200	10	Nil
Rameshbhai Kakadiya	12,13,400**	10	Nil

*As certified by statutory auditor by M/s Ratan Chandak & CO, Chartered Accountants dated February 01, 2024

** transfer of shares not consider in calculation of average cost of acquisition

Pursuant to Equity Shares allotted through bonus issue dated February 16, 2023

BASIS FOR OFFER PRICE

Financial Year ended on	Basic EPS and Diluted EPS	Weights
March 31, 2021	0.66	1
March 31, 2022	0.34	2
March 31, 2023	1.15	3
Weightage Average EPS	0.80	
For the period ended on August 15, 2023*	0.25	

*Not annualized

Note:

- The face value of each Equity Share is Rs. 10.
- Basic and diluted Earnings per share calculations are in accordance with Indian GAAP and Accounting Standard as applicable and based on the Restated Financial Statement of our Company.
- Basic and Diluted EPS = Net Profit (Loss) after tax as restated attributable to Equity Shareholders / weighted average no. of equity shares outstanding during the year (Post effect of bonus) / period as per Restated Financial Statement
- Pursuant to a resolution Shareholders meeting dated December 13, 2022, our Company approved to split each Equity Share having face value of Rs. 100/- each into Equity Shares of ₹ 10/- each. Accordingly, the issued, subscribed and paid-up capital of our Company was subdivided from ₹ 70,00,000 consisting of 70,000 Equity Shares of face value of ₹ 100.00/- each to ₹ 70,00,000 consisting of 7,00,000 Equity Shares of face value of ₹ 10.00/- each. The impact of split of shares and issue of bonus shares are retrospectively considered for the computation of earnings per share as per the requirement.
- Weighted Average EPS = Aggregate of Year wise weighted EPS divided by the Aggregate weights i.e. (EPS *Weights) for each year / Total Weights
- The above statement should be read with significant accounting policies and notes on Restated Financial Information as appearing in the Restated Financial Statements.
- Our Company issued bonus Equity Shares in the ratio of 20 Equity Shares for every 1 share held to the existing shareholders as fully paid bonus shares on February 16, 2023. For calculating the Weighted Average Number of Equity Shares for EPS above, these bonus shares have been considered in the periods reported.

Particulars	P/E ratio basic	P/E ratio Diluted
P/E ratio based on Basic & Diluted EPS for the financial year ended March 31, 2023 (Post Bonus)	47.03	47.03
Industry Peer Group P/E ratio		
Highest	2587.50	2587.50
Lowest	4.91	5.00
Average	716.23	716.26

Source: BSE and NSE Website

The figures for the peer group are for the year ended March 31, 2023 and are based on their respective consolidated financial statements filed with Stock Exchange. CMP of the peer group is as per the closing price as on January 24, 2024 as available on www.bseindia.com and www.nseindia.com

3. Return on Net Worth (RoNW)

Return on Net Worth (RoNW) as per restated financial statements:

Financial Year ended on	Basic EPS and Diluted EPS	Weights
March 31, 2021	4.84%	1
March 31, 2022	2.46%	2
March 31, 2023	7.39%	3
Weightage Average EPS	5.32%	
For the period ended on August 15, 2023*	6.70%	

*Not annualized

Note: Return on Net Worth has been calculated as per the following formula:

1. Return on Net Worth (%) = Net Profit (Loss) after tax as restated attributable to Equity Shareholders / Average Net worth as restated as at year/period end.

Weighted average = Aggregate of year-wise weighted RoNW divided by the aggregate of weights i.e. (RoNW * Weight) for each year/total of weights. Pursuant to a resolution Shareholders meeting dated December 13, 2022, our Company approved to split each Equity Share having face value of ₹ 100/- each into Equity Shares of ₹ 10/- each. Accordingly, the issued, subscribed and paid-up capital of our Company was subdivided from ₹ 70,00,000 consisting of 70,000 Equity Shares of face value of ₹ 100.00/- each to ₹ 70,00,000 consisting of 7,00,000 Equity Shares of face value of ₹ 10.00/- each. The impact of split of shares and issue of bonus shares are retrospectively considered for the computation of earnings per share as per the requirement.

2. Net worth is aggregate value of the paid-up equity share capital of the Company and all reserves created out of the profits, securities premium account and debit or credit balance of profit and loss account, excluding revaluation reserves if any, as per Restated Financial Information.

4. Net Asset Value (NAV)

Particulars	(in ₹)
Net Asset Value per Equity Share as of March 31, 2023	15.53
Net Asset Value per Equity Share for the period ended on August 15, 2023*	16.65
Net Asset Value per Equity Share after IPO	21.32
Offer Price per equity share	54

*Not annualized

Note:

(i) Net Asset Value per Equity Share is calculated as net worth attributable to equity shareholders as at the end of financial period/year divided by the weighted average number of Equity Shares used in calculating basic earning per share.

Net Worth attributable to the owners of our Company means the aggregate value of the paid-up share capital and all reserves created out of the profits and securities premium account and debit or credit balance of profit and loss account, after deducting the aggregate value of the accumulated losses, deferred expenditure and miscellaneous expenditure not written off, as per the audited balance sheet, but does not include reserves created out of revaluation of assets, capital reserve, write-back of depreciation and amalgamation as per the SEBI/ICDR Regulations as at March 31, 2023, March 31, 2022 and March 31, 2021.

Our Company issued bonus Equity Shares in the ratio of 20 Equity Shares for every 1 share held to the existing shareholders as fully paid bonus shares on February 16, 2023.

To be decided upon finalisation of Offer Price per Equity Share.

5. The Offer price is 5.4 times of the face value of the Equity Shares
The Offer Price of ₹ 54 per equity share has been determined by the Company in consultation with the lead manager on the basis of an assessment of market demand for the equity shares through the fixed price issue process and on the basis of qualitative and quantitative factors.

Prospective investors should read the above-mentioned information along with "Risk Factors", "Business Overview", "Management's Discussion and Analysis of Financial Position and Results of Operations" and "Restated Financial Statements" beginning on pages 23, 102, 194 and 153, respectively of the Prospectus, to have a more informed view. The trading price of the equity shares could decline due to the factors mentioned in the "Risk Factors" and you may lose all or part of your investments.

6. Key financial and operational performance indicators ("KPIs")

The KPIs disclosed below have been used historically by our Company to understand and analyze the business performance, which in itself, help us analyzing the growth of our Company.

The KPIs herein have been certified by Statutory Auditor, Ratan Chandak & Co., Chartered Accountants, by their certificate dated February 01, 2024 who hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India. The certificate dated February 01, 2024 issued by Ratan Chandak & Co., Chartered Accountants, has been included in the chapter titled "Material Contracts and Documents for Inspection" on page 293 of the Prospectus.

The KPIs of our Company have been disclosed in the chapters titled "Business Overview" and "Management's Discussion and Analysis of Financial Condition and Results of Operations - Key Performance Indicators" on pages 102 and 194, respectively. We have described and defined the KPIs, as applicable, in "Definitions and Abbreviations" Page 2 of the prospectus.

Our Company confirms that it shall continue to disclose all the KPIs included in this chapter on a periodic basis, at least once in a year (or any lesser period as determined by the Board of our Company), for a duration of one year after the date of listing of the Equity Shares on the Stock Exchange or for such other duration as may be required under the SEBI ICDR Regulations. Further, the ongoing KPIs will continue to be certified by a member or expert body as required under the SEBI ICDR Regulations. (₹ In Lakhs except percentages and ratios)

Particulars	For the period ended on August 15, 2023*	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Revenue from Operations (₹ in Lakhs) ⁽¹⁾	1,018.74	4,387.66	3,762.27	5,458.80
Growth in Revenue from Operations (%)	NA	16.62%	(31.08%)	-
EBITDA (₹ in Lakhs) ⁽²⁾	256.54	462.01	285.27	305.83
EBITDA Margin (%) ⁽³⁾	25.18%	10.53%	7.58%	5.60%
Restated Profit After Tax for the Year (₹ in Lakhs) ⁽⁴⁾	110.31	113.53	33.75	64.81
PAT Margin (%) ⁽⁵⁾	6.70%	2.59%	0.90%	1.19%
Net Worth (₹ in Lakhs) ⁽⁶⁾	1,646.02	1,535.71	1,372.06	1,338.31
Capital Employed (₹ in Lakhs)	3,212.19	3,041.33	2,851.92	2,420.24
ROE (%) ⁽⁷⁾	6.70%	7.39%	2.46%	4.84%
ROCE (%) ⁽⁸⁾	7.16%	12.81%	6.02%	8.59%

Notes:

(1) Revenue from Operations means the Revenue from Operations as appearing in the Restated Financial Statements.

(2) Growth in Revenue from Operations (%) is calculated as Revenue from Operations of the relevant period minus Revenue from Operations of the preceding period, divided by Revenue from Operations of the preceding period.

(3) EBITDA is calculated as Profit before tax + Depreciation & amortisation + Finance Cost - Other Income

(4) EBITDA Margin (%) is calculated as EBITDA divided by Revenue from Operations

(5) PAT Margin (%) is calculated as PAT for the period/year divided by revenue from operations.

(6) Net worth is aggregate value of the paid-up equity share capital of the Company and all reserves created out of the profits, securities premium account and debit or credit balance of profit and loss account, excluding revaluation reserves if any, as per Restated Financial Information.

(7) Return on Equity (%) refers to restated profit for the year/period attributable to equity shareholders of our Company divided by Net worth.

(8) Return on Capital Employed is calculated as earnings before interest and taxes divided by Capital Employed.

-Earnings before interest and tax is calculated as restated profit / (loss) for the period / year plus total tax expense / (credit) plus finance costs.

-Capital Employed is calculated as total equity plus total borrowings and deferred tax liabilities minus intangible assets.

Explanation for KPI metrics

KPI	Explanations
Revenue from Operations	Revenue from Operations is used by our management to track the revenue profile of the business and in turn helps to assess the overall financial performance of our Company and volume of our business
Growth in Revenue from Operations	Growth in Revenue from Operations provides information regarding the growth of our business for respective periods
EBITDA	EBITDA provides information regarding the operational efficiency of the business
EBITDA Margin (%)	EBITDA Margin (%) is an indicator of the operational profitability and financial performance of our business
PAT	Profit after tax provides information regarding the overall profitability of the business.
PAT Margin (%)	PAT Margin (%) is an indicator of the overall profitability and financial performance of our business
Net worth	Net worth is used by the management to ascertain the total value created by the entity and provides a snapshot of current financial position of the entity.
ROE (%)	RoE provides how efficiently our Company generates profits from shareholders' funds.
ROCE%	ROCE provides how efficiently our Company generates earnings from the capital employed in the business.

Except as disclosed above, there are no other KPIs pertaining to our Company disclosed to its investors, at any point of time, during the three years preceding the date of the Prospectus. Further, the Audit Committee vide its resolution dated August 29, 2023 has confirmed that verified details for all the key performance indicators pertaining to our Company that have been disclosed to the earlier investors at any point of time during the three years period prior to the date of filing the Prospectus are disclosed above. Our Company shall continue to disclose the KPIs disclosed above, on a periodic basis on the Stock Exchanges, at least once in a year (or for any lesser period as determined by our Company), for a duration that is at least the later of (i) one year after the listing date; or (ii) till the utilization of the Net Proceeds or for such other period as may be required under the SEBI ICDR Regulations.

7) Comparison with Listed industry peers

Companies	EPS (Basic) (₹)	EPS (Diluted) (₹)	PE ratio (Basic)	PE ratio (Diluted)	RoNW (%)	NAV	Face Value	EBITDA (₹ in Lakhs)	Total Income (₹ in Lakhs)
Polysil Irrigation Systems Limited (post-bonus)	1.15	1.15	47.03	47.03	7.39%	15.53	10	462.01	4392.49
Listed Peers:									
Captain Polysart Limited (Consolidated)	1.18	1.18	43.93	43.93	7.79%	14.36	2	1687.04	22,459.70
RM Drip and Sprinklers Systems Limited (Standalone)	0.04	0.04	2587.50	2587.50	0.23%	19.04	10	186.00	1095.41
Texmo Pipes and Products Limited (Consolidated)	0.39	0.39	228.59	228.59	0.60%	64.01	10	2487.68	63,844.17
Jain Irrigation Systems Limited (Consolidated)	13.33	13.08	4.91	5.00	18.39%	87.43	2	50,760.00	5,74,758.00

Source: All the financial information for listed industry peers mentioned above is on a consolidated basis (unless otherwise available only on standalone basis) and is sourced from the annual reports/ financial results as available of the respective company for the year ended March 31, 2023 submitted to stock exchanges or on company's website as available.

Notes:

a) The figures for Polysil Irrigation Systems Limited are based on the Restated Financial Statements for the period ended March 31, 2023

b) The figures for the peer group are for the year ended March 31, 2023 and are based on their respective consolidated financial statements filed with Stock Exchange. CMP of the peer group is as per the closing price as on February 01, 2024 as available on www.bseindia.com and www.nseindia.com

c) NAV is computed as the closing net worth divided by the closing outstanding number of equity shares. Net worth has been computed as the aggregate of share capital and reserves and surplus (excluding Revaluation Reserves) and as attributable to the owners of the Company.

d) P/E Ratio for the peer has been computed based on the closing market price of respective equity shares as on February 01, 2024 sourced from website of Stock Exchange as divided by the Basic/diluted EPS as applicable.

e) RoNW is computed as net profit after tax, as attributable to the owners of the Company divided by closing net worth. Net worth has been computed as the aggregate of share capital and reserves and surplus (excluding Revaluation Reserves) and as attributable to the owners of the Company.

f) Includes DVR shares

8. Weighted average cost of acquisition

a)