

Regulatory shift: Time for more non-govt chiefs?

SUBHOMOY BHATTACHARJEE
New Delhi, 27 September

In the list of 10 key regulatory institutions in India, a development has emerged. For the first time in 20 years, two chairpersons, both in the financial sector — namely the Securities and Exchange Board of India (Sebi) and the Pension Fund Regulatory and Development Authority (PFRDA) — are simultaneously not from the government. However, it is early to say whether this trend will continue.

This list gains significance amid reports that the next chief of the Telecom Regulatory Authority of India (Trai) might be from the private sector.

An assessment of the recruitment for the chairperson's post reveals no distinctive preference for government officers, either serving or retired, with the exception of the Petroleum and Natural Gas Regulatory Board.

For four institutions — Trai, Central Electricity Regulatory Commission (CERC), Food Safety and Standards Authority of India (FSSAI) and Airports Economic Regulatory Authority (AERA) — serving and retired government officers are included in the zone of consideration. However, even for them no preference is indicated between experts and government officers in the choice to be made. In five other institutions, the recruitment condition makes no mention of government officers, opening the door, in principle, for individuals from various sectors to



ILLUSTRATION: BINAY SINHA

join at the top post within the current framework.

Yet, as the list illustrates, eight regulatory bodies are currently led by government officers, predominantly from the Indian Administrative Service (IAS). (This enumeration excludes periods when the top position was held on an officiating basis.)

Notably, Sebi and PFRDA have seen non-government officers assume top leadership roles before, with both experiencing this three times, including the present appointments.

REGULATORY RECRUITMENTS

Regulator: Insolvency & Bankruptcy Board of India
Rules: Persons of ability, integrity and standing who

have shown capacity in dealing with problems relating to insolvency or bankruptcy and have special knowledge

Remarks: No mention of serving or retired Gol officers

Chief: Ravi Mittal, IAS

Regulator: Food Safety & Standards Authority of India
Rules: From among the persons of eminence in the field of food science or from...administration who have been associated with the subject and is either holding or has held the position of not below the rank of secretary to the govt

Remarks: Choices includes serving and retired Gol officers

Chief: G Kamala Vardhana Rao (CEO), IAS

Regulator: Petroleum and Natural Gas Board
Rules: In the service of the central govt, a state govt or an undertaking... owned or controlled by the central govt or a state govt or from any other non-governmental or corporate body

Remarks: Clear preference for government officials

Chief: Anil Jain, IAS

Regulator: Central Electricity Regulatory Commission
Rules: Persons having adequate knowledge of, or experience in, or shown capacity in, dealing with problems relating to

engineering, law, economics, commerce, finance or, management...or a judge

Remarks: Choices include serving and retired Gol officers

Chief: PD Vaghela, IAS

Regulator: Securities and Exchange Board of India
Rules: ...shall be persons of ability, integrity and standing who have shown capacity in dealing with problems relating to securities market or have special knowledge or experience of law, finance, economics, accountancy, administration etc

Remarks: No mention of serving or retired Gol officers

Chief: Madhabi Puri Buch, non-IAS

Regulator: Competition Commission of India
Rules: Chairperson and every other member shall be a person of ability... special knowledge of, and such professional experience of not less than 15 years in, international trade, economics, etc... including competition law and policy

Remarks: No mention for serving or retired Gol officers

Chief: Ravneet Kaur, IAS

Regulator: Airports Economic Regulatory Authority
Rules: From among persons of ability... having adequate knowledge of & professional experience in aviation, economics...if from within govt, not below the rank of secretary or additional secretary

Remarks: Choices includes serving or retired Gol officers

Chief: BS Bhullar, IAS

Regulator: Telecom Regulatory Authority of India
Rules: ...shall be appointed by the central govt from among persons who have special knowledge of, and professional experience in, telecommunication, industry, finance, accountancy, law etc

Remarks: Choices include serving or retired Gol officers

Chief: Debasish Panda, IAS

Regulator: Insurance Regulatory and Development Authority of India
Rules: From among persons of ability, integrity and standing who have knowledge or experience in life insurance, general insurance, actuarial science, finance, economics, law, accountancy, administration or any other discipline

Remarks: No mention of serving or retired Gol officers

Chief: Debashish Panda, IAS

Regulator: Pension Fund Regulatory and Development Authority
Rules: From among persons of ability, integrity and standing who have knowledge and experience in economics or finance or law with at least one person from each discipline

Remarks: No mention of serving or retired Gol officers

Chief: Deepak Mohanty, non-IAS

Regulator: Pension Fund Regulatory and Development Authority
Rules: From among persons of ability, integrity and standing and having knowledge and experience in economics or finance or law with at least one person from each discipline

Remarks: No mention of serving or retired Gol officers

Chief: Madhabi Puri Buch, non-IAS

Regulator: Insurance Regulatory and Development Authority of India
Rules: From among persons of ability, integrity and standing who have knowledge or experience in life insurance, general insurance, actuarial science, finance, economics, law, accountancy, administration or any other discipline

Remarks: No mention of serving or retired Gol officers

Chief: Debashish Panda, IAS

Regulator: Insurance Regulatory and Development Authority of India
Rules: From among persons of ability, integrity and standing who have knowledge or experience in life insurance, general insurance, actuarial science, finance, economics, law, accountancy, administration or any other discipline

Remarks: No mention of serving or retired Gol officers

Chief: Debashish Panda, IAS

Regulator: Insurance Regulatory and Development Authority of India
Rules: From among persons of ability, integrity and standing who have knowledge or experience in life insurance, general insurance, actuarial science, finance, economics, law, accountancy, administration or any other discipline

Remarks: No mention of serving or retired Gol officers

Chief: Debashish Panda, IAS

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Rules: From among persons of ability, integrity and standing who have knowledge or experience in life insurance, general insurance, actuarial science, finance, economics, law, accountancy, administration or any other discipline

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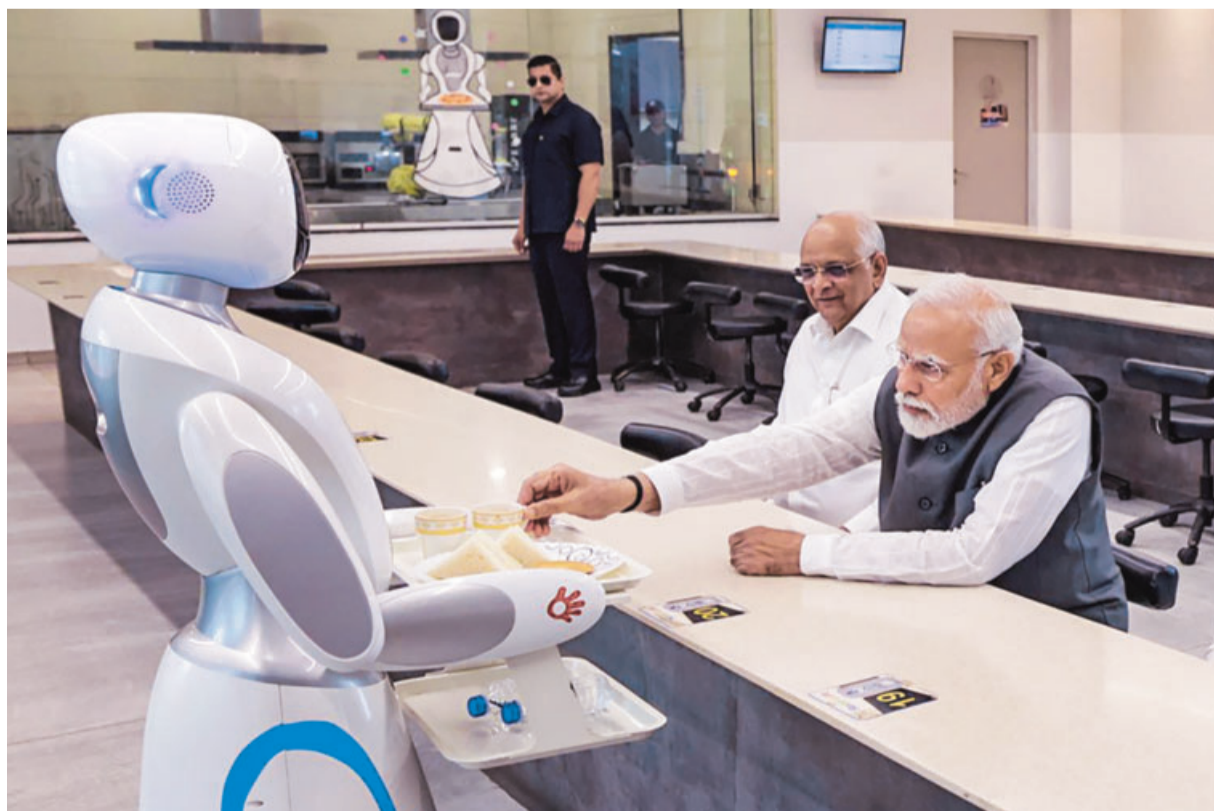
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Remarks: No mention of serving or retired Gol officers

INDIA TO BE GLOBAL ECONOMIC POWERHOUSE SOON: PM



Prime Minister Narendra Modi with Gujarat Chief Minister Bhupendra Patel (left) being served tea by a robot at Science City in Ahmedabad on Wednesday. The PM, at an event marking 20 years of the 'Vibrant Gujarat Global Summit', said his government's aim was to make India a global growth engine and that the country would soon emerge as the world's economic powerhouse

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MASTER COMPONENTS LIMITED

Corporate Identification Number: U28900MH1999PLC123308
Our Company was incorporated as Master Components Private Limited on December 27, 1999 under the Companies Act, 1956 with the Registrar of Companies, Mumbai bearing Registration number 123308. The status of the Company was changed to public limited and the name of our Company was changed to Master Components Limited vide Special Resolution dated December 26, 2022. The fresh certificate of incorporation consequent to conversion was issued on January 04, 2023 by the Registrar of Companies, Mumbai. The Corporate Identification Number of our Company is U28900MH1999PLC123308. For further details, please refer to the chapter "History and Certain Corporate Matters" beginning on page no. 106 of the Prospectus dated September 12, 2023.

Registered Office: Plot No. D-10/A and D-10/B, M.I.D.C. Ambad, Nashik -422010, Maharashtra
Tel No. :- +91 9823016315/ 9823154115 | Email: compliance@master-components.com | Website: www.master-group.in/master-components.html
Contact Person: Akshada Bhave, Company Secretary and Compliance Officer

PROMOTERS OF OUR COMPANY: MUDDURAJ KULKARNI, SHRIKANT JOSHI, RAJESHWARI KULKARNI AND ANAGHA JOSHI
"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 EMERGE Platform of National Stock Exchange of India Limited ("NSE")."

BASIS OF ALLOTMENT

INITIAL PUBLIC OFFER OF 11,02,000 EQUITY SHARES OF ₹10 EACH ("EQUITY SHARES") OF MASTER COMPONENTS LIMITED ("MCL" OR THE "COMPANY") FOR CASH AT A PRICE OF ₹140 PER SHARE ("THE ISSUE PRICE"), AGGREGATING TO ₹1,542.80 LAKHS ("THE ISSUE"), CONSISTING OF FRESH ISSUE OF 7,00,000 EQUITY SHARES AGGREGATING TO ₹980.00 LAKHS AND AN OFFER FOR SALE OF 4,02,000 EQUITY SHARES COMPRISING OF 2,01,000 BY MUDDURAJ KULKARNI AND 2,01,000 BY SHRIKANT JOSHI ("THE PROMOTERS SELLING SHAREHOLDERS" OR "THE SELLING SHAREHOLDERS") AGGREGATING TO ₹562.80 LAKHS ("OFFER FOR SALE"), OF WHICH 56,000 EQUITY SHARES OF ₹10 EACH WILL BE RESERVED FOR SUBSCRIPTION BY AGGREGATING MARKET MAKER TO THE ISSUE (THE "MARKET MAKER RESERVATION PORTION"), THE ISSUE LESS THAN THE MARKET MAKER RESERVATION PORTION I.E. ISSUE OF 10,46,000 EQUITY SHARES OF ₹10 EACH IS HERINAFTER REFERRED TO AS THE "NET ISSUE". THE ISSUE AND THE NET ISSUE WILL CONSTITUTE 27.55% AND 26.15% RESPECTIVELY OF THE POST ISSUE PAID UP EQUITY SHARE CAPITAL OF THE COMPANY.

THE FACE VALUE OF THE EQUITY SHARES IS ₹10/- AND THE ISSUE PRICE IS 14 TIMES OF THE FACE VALUE
FIXED PRICE ISSUE AT ₹140/- PER EQUITY SHARE

MINIMUM APPLICATION SIZE OF 1,000 EQUITY SHARES AND IN MULTIPLES OF 1,000 EQUITY SHARES THEREAFTER

BID/ISSUE PERIOD
OPENED ON: MONDAY, SEPTEMBER 18, 2023
CLOSES ON: THURSDAY, SEPTEMBER 21, 2023

RISK TO INVESTORS:

- Our Equity Shares have never been publicly traded, and may experience price and volume fluctuations following the completion of the Issue. Further, our Equity Shares may not result in an active or liquid market and the price of our Equity Shares may be volatile and you may be unable to resell your Equity Shares at or above the Issue Price or at all.
- The average cost of acquisition of Equity Shares by our Promoters is as follows:

Sr. No.	Name of the Promoters	Average cost of Acquisition (in ₹)
1.	Mudduraj Kulkarni	0.54
2.	Shrikant Joshi	0.54
3.	Rajeshwari Kulkarni	0.74
4.	Anagha Joshi	0.74

3. Weighted average cost of acquisition:

Types of transactions	Weighted average cost of acquisition (₹ per Equity Shares)
Weighted average cost of acquisition of primary / new issue of shares.	Not Applicable
Weighted average cost of acquisition for secondary sale / acquisition of shares.	Not Applicable

Note: *There have been no primary / new issuance/secondary sale / acquisitions of Equity Shares, where the promoters, members of the promoter group, selling shareholder(s) or shareholder(s) having the right to nominate director(s) in the board of directors of the Company are a party to the transaction (excluding Bonus Shares, Inter-se transfer & gifts within Promoter Group) during the period of preceding 3 years from the date of the Prospectus dated September 12, 2023. Investors are required to refer section titled "Risk Factors" on page 23 of the Prospectus dated September 12, 2023.

PROPOSED LISTING: Friday September 29, 2023*

This issue is being made in terms of Chapter IX of the Securities Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended ("SEBI (ICDR) Regulations"), in terms of rule 19(2)(b)(i) of the Securities Contracts (Regulation) Rules, 1957, as amended, this is an issue for at least 25% of the post-issue paid-up equity share capital of our Company. This issue is a fixed price issue and allocation in the net issue to the public will be made in terms of regulation 253 of the SEBI (ICDR) regulations. For further details, please refer chapter titled "issue procedure" beginning on page 190 of the Prospectus dated September 12, 2023. *subject to the receipt of listing and trading approval from the NSE (NSE Emerge).

SUBSCRIPTION DETAILS

The Net Issue has received 5,650 applications for 82,62,000 Equity Shares resulting in 7.50 times subscription. The details of the applications received in the Net Issue (After removing multiple and duplicate bids, bids (UPI Mandates) not accepted by investors/ blocked, bids rejected under application banked but did not registered and valid rejections cases from the 'Bid Book') are as follows:

Sr. No.	Category	No. of Applications	No. of Equity Shares Applied	Equity Shares Reserved per Prospectus	No. of times subscribed	Amount (₹)
1	Market Maker	1	56,000	56,000	1.00	7,840,000
2	Non-Retail Investor's	468	30,25,000	5,23,000	5.78	30,24,860
3	Retail Individual Investor's	5,181	51,81,000	5,23,000	9.91	72,53,40,000
	TOTAL	5,680	82,62,000	11,02,000	7.50	1,15,66,80,000

The Basis of allotment was finalised in consultation with the Designated Stock Exchange, being National Stock Exchange of India Limited (NSE Emerge) on September 25, 2023 and in view of the explanation provided under regulations 253 (2) of the SEBI (ICDR) Regulation, 2018, the Retail Category has applied for 63.14% and 36.86% by Non-Retail Investor; accordingly, we have derived the issue size for different categories. Further, owing to rounding off, an additional share has been proportioned to be allotted in retail investors.

1. Allotment to Market Maker (After Technical Rejections): The Basis of Allotment to the Market Maker, at the Issue Price of ₹140 per Equity Share, was finalised in consultation with NSE. The category was subscribed by 1.00 times. The total number of shares allotted in this category is 56,000 Equity Shares. The category-wise details of the Basis of Allotment are as under:

No. of Shares Applied for (Category Wise)	No. of Applications Received	% to Total	Total No. of Shares Applied in Each Category	% to Total	No of Equity shares Allocated per Applicant	Ratio	Total No. of Shares Allotted
56,000	1	100.00	56,000	100.00	56,000	1:1	56,000

2. Allotment to Non-Retail Investor's (After Technical Rejections): The Basis of Allotment to the Non-Retail Investors, at the Issue Price of ₹140 per Equity Share, was finalised in consultation with NSE. The total number of shares allotted in this category is 3,85,000 Equity Shares. The category was subscribed by 7.86 times. The category-wise details of the Basis of Allotment are as under (sample basis):

No. of Shares Applied for (Category Wise)	No. of Applications Received	% to Total	Total No. of Shares Applied in Each Category	% to Total	No of Equity shares Allocated per Applicant	Ratio	Total No. of Shares Allotted
2,000	321	68.59	6,42,000	21.22	1,000	82:321	82,000
3,000	27	5.76	81,000	2.67	1,000	10:27	10,000
4,000	25	5.34	1,00,000	3.30	1,000	13:25	13,000
5,000	25	5.34	1,25,000	4.13	1,000	16:25	16,000
6,000	8	1.71	48,000	1.58	1,000	3:4	60,000
7,000	5	1.07	35,000	1.15	1,000	1:1	50,000
8,000	9	1.92	72,000	2.38	1,000	1:1	90,000
9,000	1	0.21	9,000	0.29	1,000	1:1	1,000
10,000	12	2.56	1,20,000	3.96	1,000	1:1	12,000
10,000*		0.00		0.00	1,000	1:4	3,000
11,000	1	0.21	11,000	0.36	1,000	1:1	1,000
16,000	1	0.21	16,000	0.52	2,000	1:1	2,000
18,000	2	0.43	36,000	1.19	2,000	1:1	4,000
18,000*		0.00		0.00	1,000	1:2	1,000
20,000	1	0.21	20,000	0.66	3,000	1:1	3,000
23,000	1	0.21	23,000	0.76	3,000	1:1	3,000
24,000	1	0.21	24,000	0.79	3,000	1:1	3,000
30,000	1	0.21	30,000	0.99	4,000	1:1	4,000
32,000	4	0.85	1,28,000	4.23	4,000	1:1	16,000
36,000	5	1.06	1,80,000	5.95	4,000	1:1	20,000
36,000*		0.00		0.00	1,000	3:5	3,000
37,000	2	0.42	74,000	2.44	4,000	1:1	8,000
37,000*		0.00		0.00	1,000	1:2	1,000
38,000	2	0.42	76,000	2.51	5,000	1:1	10,000
39,000	1	0.21	39,000	1.28	5,000	1:1	5,000
40,000	1	0.21	40,000	1.32	5,000	1:1	5,000
46,000	2	0.43	92,000	3.04	6,000	1:1	12,000
47,000	1	0.21	47,000	1.55	6,000	1:1	6,000
48,000	1	0.21	48,000	1.58	6,000	1:1	6,000
50,000	3	0.64	1,50,000	4.95	6,000	1:1	18,000
50,000*		0.00		0.00	1,000	1:3	1,000
51,000	1	0.21	51,000	1.68	7,000	1:1	7,000
72,000	1	0.21	72,000	2.38	9,000	1:1	9,000
1,36,000	1	0.21	1,36,000	4.49	17,000	1:1	17,000
2,14,000	1	0.21	2,14,000	7.07	27,000	1:1	27,000
2,86,000	1	0.21	2,86,000	9.45	36,000	1:1	36,000
TOTAL	468	100	30,25,000	100			3,85,000

*Note: Additional lot of 1000 shares have been allotted to categories 10000, 18000, 36000, 37000 & 50000 in the ratio of 1:4, 1:2, 3:5, 1:2 & 1:3 respectively.

3. Allotment to Retail Individual Investors (After Technical Rejections): The Basis of Allotment to the Retail Individual Investors, at the Issue Price of ₹140 per Equity Share, was finalised in consultation with NSE. The total number of shares allotted in this category is 6,61,000 Equity Shares. The category was subscribed by 7.84 times. The category-wise details of the Basis of Allotment are as under:

No. of Shares Applied for (Category Wise)	No. of Applications Received	% to Total	Total No. of Shares Applied in Each Category	% to Total	No of Equity shares Allocated per Applicant	Ratio	Total No. of Shares Allotted
1,000	5,181	100.00	51,81,000	100.00	1,000	105:823	24,69,600

The Board of Directors of the Company at its meeting held on September 26, 2023, has taken on record