

VALUATION REPORT

For determining the Share Exchange Ratio pursuant to the scheme of Amalgamation of Steel Strips Limited into SAB Industries Limited



20th June 2019

Prepared by:

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Strictly Private and Confidential

Date: 20th June 2019

The Board of Directors

SAB Industries Limited
SCO 49-50, Sector 26,
Madhya Marg,
Chandigarh (U.T.) – 160019

The Board of Directors

Steel Strips Limited,
Village Harkishanpura,
Tehsil Bhawanigarh,
Sangrur (Punjab) - 148026

Sub: Recommendation of Equity Share Exchange Ratio pursuant to the proposed scheme of Amalgamation of Steel Strips Limited (“SSL”) into and with SAB Industries Limited (“SAB”) (hereinafter jointly referred to as “Companies”)

Dear Sir/ Madam

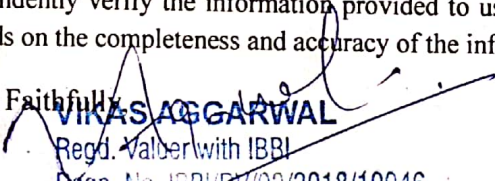
We refer to our letter of engagement dated 12th June, 2019 for recommendation of share exchange ratio for the proposed amalgamation of Steel Strips Limited (“SSL”) into and with SAB Industries Limited (“SAB”) with effect from the Appointed Date of April 1, 2019; pursuant to a Scheme of Amalgamation under Sections 230 to 232 and other applicable clauses of the Companies Act, 2013 (“Scheme” or “Amalgamation”). In accordance with the terms of the engagement, we are enclosing our valuation report along with this letter.

While the information contained herein is believed to be accurate, no representation or warranty, expressed or implied, is or will be made and no responsibility or liability will be accepted by the valuer as to, or in relation to the accuracy or adequacy of information contained in this report. The opinions and recommendations in this report are provided in good faith.

The company accepts full responsibility for all the data and information pertaining to the valuation report and confirms that no material information that is vital for arriving at a decision for valuation has been suppressed or misstated while providing data / information to the valuer.

This report has been prepared for with a limited purpose / scope, as identified / stated in the report and will be confidential and for use only to whom it is issued. It must not be copied, disclosed or circulated in any correspondence of discussions with any person, except to whom it is issued and to those who are involved in this transaction and for various approvals for this transaction.

This report has been based on the information provided by the Company. The valuer has based his opinion on information provided and represented by the management of the company and did not independently verify the information provided to us and in that regard, the validity of the valuation depends on the completeness and accuracy of the information provided by the company.

Yours Faithfully

VIKAS AGGARWAL
Regd. Valuer with IBBI
Regn. No. IBBI/RV/02/2018/10046

CA. Vikas Aggarwal
Regd. Valuer with IBBI- IBBI/RV/02/2018/10046

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Executive Summary

About SAB Industries Limited (“SAB”)

SAB Industries Limited, bearing Corporate Identification Number L00000CH1983PLC031318 was incorporated on 16th February 1983. It is classified as Non-govt. listed company (limited by shares) and is registered with Registrar of Companies, Chandigarh.

Its Authorized Share Capital stands at 20,00,00,000 and Paid up Share Capital stands at Rs.15,18,83,720. The Registered office of the company is situated at SCO 49-50, Sector – 26, Madhya Marg, Chandigarh (U.T.).

The Company has a number of activities in its fold. Its business activities include Construction and Engineering, Real Estate, Information Technology and Trading.

The Company is registered with various Government Departments like Uttaranchal PWD (B&R), HP PWD (B&R), Madhya Pradesh PWD (B&R), PUDA and other Central Bodies as Class-1 contractors. This segment presently has the largest share of revenue and profits in the performance of the Company. This segment also provides consultancy in the field of civil engineering and preparation and award of claims.

The other important segment of activities of the Company is Development and Sale of Real Estate.

SAB Industries Limited is setting up a 1.5 MW capacity biogas power and bio-fertilizer plant at Moonak, (Sangrur) Punjab with capital investment of Rs.19.0 crore using cow-dung, press mud and poultry litter based on bio-methane technology under NRSE Policy 2012 (New and Renewable Sources of Energy) in technical collaboration with HRG Solution Germany who have wide experience in setting up similar projects in Europe as well as in India

Equity shares of the Company are listed on Mumbai Stock Exchange (BSE) effective from 11th May 2015. As on 31.03.2019, 15119256 (99.54%) equity shares of the Company are held in demat form.

Steel Strips Limited (“SSL”)

Steel Strips Limited, bearing Corporate Identification Number L45202PB1975PLC003610 was incorporated on 23rd December 1975. It is classified as Non-govt. listed company (limited by shares) and is registered with Registrar of Companies, Chandigarh.

Its Authorized Share Capital stands at 10,00,00,000 and Paid up Share Capital stands at Rs.8,28,31,030. The Registered office of the company is situated at Village Harkishanpura, Tehsil Bhawanigarh, Sangrur (Punjab).

The Company, presently neither have any manufacturing activity nor carrying on any operations.

Earlier the Company was engaged in the Business of manufacture of Steel Products (Steel Billets, Ingots and Special Steels in rounds and flats). However, the steel business of the Company could not survive due to severe recession in Steel Industry in mid-nineties and the units become inoperative during the year 1998-99. The Company become sick and was registered under Board for Industrial and Financial Reconstruction (BIFR) in November, 2002.

Equity shares of the Company are listed on Mumbai Stock Exchange (BSE). Trading in respect of Company's script was suspended in the year 2002. The Company has filed the application with BSE for revocation of suspension of trading in its Equity Shares which has been duly approved pursuant to Notice No. 20190514-9 dated 14 May 2019 issued by BSE. Trading in equity shares has been resumed from 22nd May 2019.

Shares of the Company are available for dematerialization for the Investors. ISIN of the Company has been activated by Central Depository Services Limited (CDSL) on 10.10.2018 and by National Depository Services Limited (NSDL) on 19.10.2018. As on 31.03.2019, 4888261 shares (59.02%) of the shares of Company are held under Demat including that of 2768775 shares (33.43%) of promoters. ISIN number allotted to the Company is INE01RN01014.

Scope of Work

We are given to understand that the Board of Directors of Companies are considering to amalgamate SSL into and with SAB with effect from the Appointed Date of April 1, 2019 by implementing a Scheme of Amalgamation under the provisions of Sections 230 - 232 of the Companies Act, 2013. As a part of this proposed merger SSL would be merged with SAB and would cease to exist. The Shareholders of SSL will be issued shares of SAB as a consideration for the proposed merger.

As part of the proposed Scheme, all assets and liabilities of SSL as on the Appointed Date shall eventually stand transferred to and vested with SAB. Further, upon Amalgamation, SSL will cease to exist and as consideration equity shareholders of SSL shall receive equity shares of SAB.

In this regard Mr. Vikas Aggarwal has been requested by the Companies to submit a report recommending Share exchange ratio in connection with the proposed amalgamation of SSL into and with SAB.

The scope of our service is:

- a. Conduct a relative (and not absolute) valuation of the equity shares of both SSL and SAB and recommend a fair equity share exchange ratio for amalgamation of SSL into and with SAB.

Therefore, as a pre-requisite for determination of Fair Market value and as required under the provisions of The Companies Act, 2013, Mr. Vikas Aggarwal (an IBBI Registered Valuer)

has been appointed by the Companies to determine the Share exchange ratio for the proposed amalgamation transaction.

It is pertinent to mention that valuation of a business is not an exact science and ultimately depends upon a no. of factors like the past financials, expected financial results, industry scenario, market recognition, market price available on exchange, etc. Though there are multiple valuation methodologies, however based upon the facts of the instant case and taking into consideration the International Valuation Standards issued by the International Valuation Standards Council (IVSC), we have carried out the Valuation Analysis of SAB with all of the three available methodologies; Market (Price Comparable), Income (DCF) and Cost Approach (NAV) and that of SSL on Cost Approach (Net Asset value).

This report is subject to the scope, assumptions, exclusions, limitations and disclaimers detailed hereinafter. As such, the report is to be read in totality and not in parts, in conjunction with the relevant documents referred to therein.

Purpose of Valuation

This valuation report has been prepared by Mr. Vikas Aggarwal, (Registered Valuer with IBBI) to ascertain the Share Exchange Ratio for the proposed amalgamation scheme of SSL into and with SAB as per the provisions of Section 230 to 232 and other applicable provisions of The Companies Act, 2013.

Valuation Date & Source of Information:

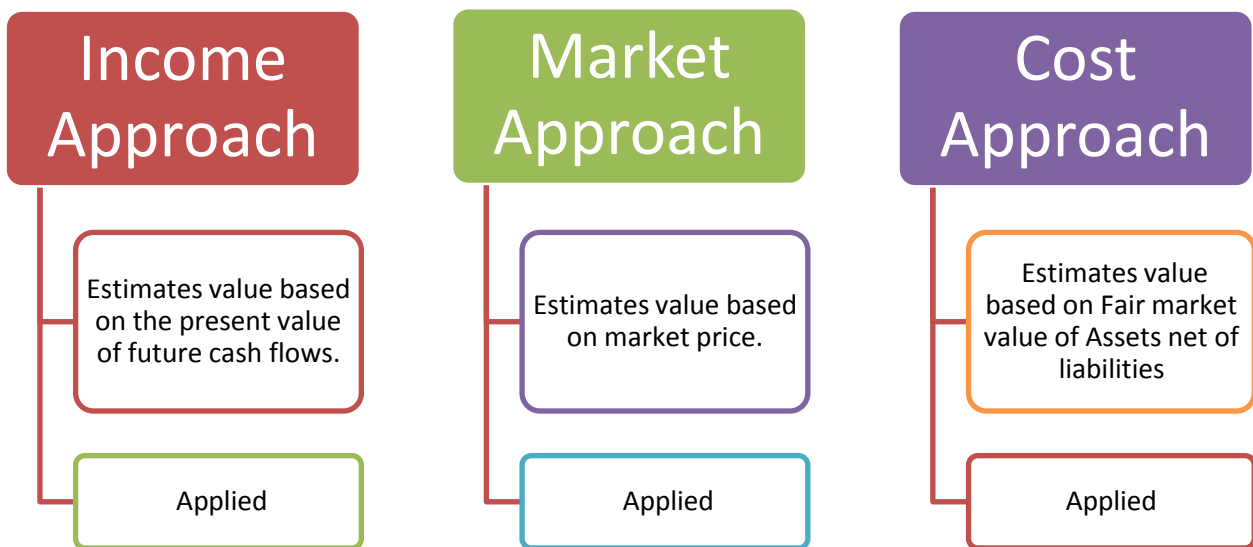
The date of valuation considered is 1st April 2019. In connection with this exercise, we have used the following information received from the Management and/or gathered from public domain:

1. Audited Financial Statements of SAB and SSL for the Financial Years ended 31st March 2015, 31st March 2016, 31st March 2017, 31st March 2018 & 31st March 2019.
2. Relevant information pertaining to Fair Market Valuation of Financial Assets (both Non-current & Current) appearing in Audited Balance Sheet of SSL for F.Y. 2018-19.
3. List of shareholders of both SAB & SSL as on 31st March 2019.
4. Explanations provided by the Management of the Companies from time to time.
5. Economy & Industry data and analysis is from websites of various Govt. departments and other sources.
6. Information provided by Management on companies' current & future strategy, operations, customers, peers, industry etc.

We have also obtained necessary explanations and information, which we believed were relevant to the present exercise, from the executive and representatives of the Companies. It may be mentioned that both the Companies have been provided opportunity to review the

draft report (excluding our valuation analysis and recommendation) for the current job as part of our standard practice to make sure that factual inaccuracies/ omissions are avoided in our report.

Valuation Methodologies and Approach



According to standard valuation practice, the fundamental pre-condition for obtaining significant and comparable valuations in determining the Equity Share value transactions is the consistency and comparability of the methods applied according to the characteristics of the companies and/ or groups being valued.

In addition, a second fundamental principle often adopted for determining Equity Share value is the “stand alone” assumption. That is, a valuation perspective based on the current configuration and future prospects of the business on an independent basis, without taking any potential synergies from determining the Equity Share value into account.

As stated previously, the selected methodologies – which represent recognized techniques, widely used in valuation practice both in India and internationally – should not be considered individually, but rather as different parts of a single valuation process. Independent use of the results obtained from each methodology, without duly considering the complementary relationship with other methodologies, will result in loss of the meaningfulness of the valuation process itself.

Valuation of the enterprise or its equity shares is not an exact science and ultimately depends upon what it is worth to a serious investor or buyer who may be even prepared to pay goodwill. This exercise may be carried out based on the generally accepted methodologies, the relative emphasis of each often varying with the factors such as:

- Specific nature of the business
- Economic life cycle in which the industry or the business is operating and
- Extent to which and comparable company information is available

The results of this exercise could vary significantly depending upon the basis used, the specific circumstances and professional judgment of the valuer. In respect of going concerns, certain valuation technologies have evolved over time and are commonly in vogue. In this regard, we have evaluated suitability of four commonly used approaches of valuation to determine the fair value of Equity Shares in the company.

It should be understood that the valuation of any enterprise or its assets is inherently imprecise and is subject to certain uncertainties and contingencies, all of which are difficult to predict and are beyond our control. In performing our analysis, we made numerous assumptions with respect to industry performance and general business and economic conditions, many of which are beyond the control of the Companies

The application of any particular method of valuation depends on the purpose for which the valuation is done. Although, different values may exist for different purposes, it cannot be too strongly emphasized that a valuer can only arrive at one value for one purpose. Our choice of methodology of valuation has been arrived at using usual and conventional methodologies adopted for transactions of a similar nature and our reasonable judgment, in an independent and bona fide manner based on our previous experience of assignments of a similar nature.

The following are commonly used and accepted methods for determining the value of Equity Shares of a company/ business:

1. Asset Approach – Net Asset Value Method
2. Income Approach – Discounted Cash Flows method
3. Market Approach
 - a. Market Price method
 - b. Comparable Companies Quoted Multiples method

Asset Approach – Net Asset Value (NAV) Method

The asset based valuation technique is based on the value of the underlying net assets of the business, either on a book value basis or realizable value basis or replacement cost basis. This valuation approach is mainly used in case where the firm is to be liquidated i.e. it does not meet the “going concern” criteria or in case where the assets base dominate earnings capability. The value arrived at under this approach is based on the estimated financial statements of the business and may be defined as Shareholder’s Funds or Net Assets owned by the business. The Net Assets Value is generally used as the minimum break-up value for the transaction. This methodology calculates the underlying net Assets of the business on a realizable/market value basis.

The valuation arrived at under the above mentioned methods could fluctuate with lapse of time, changes in prevailing market conditions and prospects, industry performance and general business and economic conditions financial and otherwise, of the companies, and other factors which generally influence the valuation of companies and their assets.

Income Approach – Discounted Cash Flows method

The DCF method uses the future free cash flows of the business discounted by the cost of capital to arrive at the present value. In general, the DCF method is a strong and widely accepted valuation tool, as it concentrates on cash generation potential of a business, considering that this method is based on future potential and is widely accepted.

Using the DCF analysis involves determining the following:

Estimating future free cash flows:

Free cash flows are the cash flows expected to be generated by the enterprise that are available to all providers of capital – both debt and equity.

Appropriate discount rate to be applied to cash flows i.e. the cost of capital:

This discount rate, which is applied to the free cash flows, should reflect the opportunity cost to all the capital providers (namely shareholders and creditors), weighted by their relative contribution to the total capital. The opportunity cost to the capital provider equals the rate of return the capital provider expects to earn on other investments of equivalent risk.

To the values so obtained from DCF analysis, the amount of loans has to be adjusted to arrive at the total value available to the equity shareholders. The total value for equity shareholders is then divided by the total number of equity shares in order to work out the value per equity share of the companies.

Market Approach

a) Stock Exchange Quotation/Market Price Method

The market price of an equity share as quoted on a stock exchange is normally considered as the value of the equity shares of that company where such quotations are arising from the shares being regularly and freely traded in, subject to the element of speculative support that may be inbuilt in the value of the shares.

This valuation reflects the price that the market at a point in time is prepared to pay for the equity shares. It is therefore influenced by the condition of the stock market, the concerns and opportunities that are seen for the business in the sector or market in which it operates. The market price also reflects the investor's view of the ability of the management to deliver a return on the capital it is using. In the case of companies not frequently traded, this value may be very different from the inherent value of the equity shares, but nevertheless forms a benchmark value.

b) Comparable Companies Quoted/ Market Multiples method

Under this method, value of the equity shares of a company/ business undertaking is arrived at by using multiples derived from valuations of comparable companies, as manifest through stock market valuations of listed companies. This valuation is based on the principle that market valuations, taking place between informed buyers and informed sellers, incorporate all factors relevant to valuation.

Under this methodology, market multiple of comparable listed companies are computed and applied to the business being valued in order to arrive at a multiple based valuation. This approach is usually applied in case of valuation of unlisted companies. Some of the common multiples used in a valuation are listed below:

- Market Cap/ Sales Multiple
- Price/ Earnings Multiple
- Precedent Transactions Multiple Method

Scheme of Arrangement

The Scheme of Amalgamation (“Scheme”) contemplates the merger of SSL into and with SAB. The Scheme is presented under Section 230 to Section 232 of The Companies Act, 2013 and other applicable provisions of the Companies Act.

Arriving at the fair exchange ratio for the proposed amalgamation would require determining the relative values of concerned assets and shares of the Companies. These values are to be determined independently but on a relative basis, and without considering the effect of the proposed Scheme.

Recommendation of ratio of allotment of shares

SSL – The issued and subscribed equity share capital of the company as at 31/03/2019 is INR 828.31 Lacs consisting of 82,83,103 equity shares of INR 10/- each on a fully diluted basis.

SAB– The issued and subscribed equity share capital of the company as at 31/03/2019 is INR 1518.84 Lacs consisting of 1,51,88,372 equity shares of INR 10/- each on a fully diluted basis.

Share Exchange Ratio – Amalgamation of SSL into and with SAB
1 (one) Equity share of SAB (of INR 10/- each fully paid-up) for every 350 (Three Hundred and Fifty) Equity shares of SSL (of INR 10/- each fully paid-up).

Valuation Analysis

Cost Approach	Tool	Equity Value (in INR Crore)	Value per Share	Wt.	Avg. value per share (in INR)
Market Approach*	Market Price Method (26 -wk. avg. price)	106.62	70.20	45%	62.8
Income Approach**	Discounted Cash Flow	70.75	46.58	45%	
Cost Approach***	Net Asset Approach	155.58	102.43	10%	

*refer Annexure 1; **refer Annexure 2; ***refer Annexure 3

Cost Approach	Tool	Equity Value (in INR Crore)	Value per Share	Wt.	Avg. value per share (in INR)
Cost Approach*	Net Asset Approach	0.15	0.18	100%	0.18

*refer Annexure 4

Conclusion

Computation of Fair Share Exchange Ratio

Valuation Approach	SAB Industries Ltd.		Steel Strips Ltd.	
	Value per Share (in INR)	Weight	Value per Share (in INR)	Weight
Asset Approach	102.43	10%	0.18	100%
Income Approach	46.58	45%	- #	0%
Market Approach	70.20	45%	- ##	0%
Relative Value per Share	62.80		0.18	
Exchange Ratio (rounded off)			350	

RATIO:

1 (one) equity share of SAB Industries Ltd. of INR 10 each fully paid up for every 350 (Three Hundred and Fifty) equity shares of Steel Strips Ltd. of INR 10 each fully paid up.

Income approach assumes that the company will generate cash flows in the future. The Company, presently neither have any manufacturing activity nor carrying on any operations. Thus, income approach is not applied in deriving the Fair Market value of Equity shares of company.

Equity shares of the Company are listed on Mumbai Stock Exchange (BSE) and trading in equity shares has been resumed from 22nd May 2019. The shares of the company are not actively traded on any stock index as of the valuation date of 1st April, 2019. Thus, Market approach is not applied in deriving the Fair Market value of Equity shares of company.

Scope & Limitations

This document has been prepared solely for the purpose as mentioned in the engagement letter dated 12th June, 2019 and should not be relied upon for any other purpose.

- a. Our valuation exercise does not include:
 - i) any due diligence or audit or verification of the accuracy and completeness of documents and information made available to us
 - ii) updating of the reports after submittal to the client
 - iii) provision of technical, commercial, legal, tax and regulatory due diligence services
- b. Our valuation exercise merely included a review and analysis of the available information, including analysis of the nature of business and a study of the economic status and prospects of the business at that point in time.
- c. Internally prepared financial statements including management accounts, and other pertinent information were provided by the client's management and are accepted without further verification as correctly reflecting the results of operations, financial and business conditions.
- d. We reserve our right to alter our conclusions should any information that we are not aware of at the time of preparing this report comes to light that has a material impact on the conclusions herein.
- e. The findings, observations, inferences, opinions and conclusions etc. of this exercise are being presented hereunder in the form of a Report.
- f. It is inappropriate to use this valuation report for financing or any purpose other than the purpose mentioned above. We are not responsible for the unauthorized use of this report. We shall not assume any responsibility to any third party to whom the report is disclosed or otherwise made available. Unless required by law, it shall not be provided to any third party without our prior written consent. In no event, regardless of whether consent has been provided, shall we assume any responsibility to any third party to whom the report is disclosed or otherwise made available.
- g. We have provided a draft copy / workings of this report to the management of the Company, who have confirmed to the best of their knowledge and belief that the factual information contained within this document is correct and that there are no material omissions. We reserve the right to alter our conclusions should any information that we are not aware of at the time of preparing this report comes to light that has a material impact on the conclusions herein.

Annexure – 1

A. Average of Weekly High & Low of the Volume Weighted Average Price (VWAP) of the Equity Shares of SAB Industries Limited quoted on BSE Ltd. during the last twenty six weeks preceding the Relevant Date

Weeks	From	To	VWAP High	VWAP Low	Average
1	01.10.2018	07.10.2018	59.00	59.00	59.00
2	08.10.2018	14.10.2018	59.00	59.00	59.00
3	15.10.2018	21.10.2018	59.00	59.00	59.00
4	22.10.2018	28.10.2018	59.00	59.00	59.00
5	29.10.2018	04.11.2018	59.00	59.00	59.00
6	05.11.2018	11.11.2018	59.00	59.00	59.00
7	12.11.2018	18.11.2018	59.00	59.00	59.00
8	19.11.2018	25.11.2018	59.00	59.00	59.00
9	26.11.2018	02.12.2018	59.00	59.00	59.00
10	03.12.2018	09.12.2018	59.00	59.00	59.00
11	10.12.2018	16.12.2018	62.00	59.00	60.50
12	17.12.2018	23.12.2018	65.00	64.00	64.50
13	24.12.2018	30.12.2018	70.00	64.00	67.00
14	31.12.2018	06.01.2019	70.00	70.00	70.00
15	07.01.2019	13.01.2019	69.00	69.00	69.00
16	14.01.2019	20.01.2019	73.00	66.50	69.75
17	21.01.2019	27.01.2019	63.75	63.57	63.66
18	28.01.2019	03.02.2019	69.68	63.20	66.44
19	04.02.2019	10.02.2019	71.90	71.90	71.90
20	11.02.2019	17.02.2019	71.90	71.90	71.90
21	18.02.2019	24.02.2019	71.90	71.90	71.90
22	25.02.2019	03.03.2019	72.00	72.00	72.00
23	04.03.2019	10.03.2019	72.00	72.00	72.00
24	11.03.2019	17.03.2019	75.00	75.00	75.00
25	18.03.2019	24.03.2019	72.00	72.00	72.00
26	25.03.2019	31.03.2019	68.40	68.40	68.40
Average Price (INR)					65.23

B. Average of Weekly High & Low of the Volume Weighted Average Price (VWAP) of the Equity Shares of SAB Industries Limited quoted on BSE Ltd. during the last two weeks preceding the Relevant Date

Weeks	From	To	VWAP High	VWAP Low	Average
1	18.03.2019	24.03.2019	72.00	72.00	72.00
2	25.03.2019	31.03.2019	68.40	68.40	68.40
Average Price (INR)					70.20

A. Average of 26 weeks high low of Volume Weighted Average Price	65.23
B. Average of 2 weeks high low of Volume Weighted Average Price	70.20
Applicable Price: Higher of A or B	
	70.20

Annexure – 2

Income Approach - Free Cash Flow to Firm

in INR Crores

Particulars	FY20	FY21	FY22	FY23	FY24	FY25	Terminal Year
EBIT	0.77	2.83	3.04	12.55	15.36	17.39	17.91
Taxes	0.20	0.79	0.85	3.49	4.47	5.06	5.21
EBIT Less Taxes	0.57	2.04	2.20	9.06	10.89	12.32	12.69
Add: Depreciation	0.40	2.24	2.19	2.14	2.09	2.04	-
Add / (Less): Changes in WC	(7.98)	(21.77)	(28.71)	-	-	-	(8.05)
Less: Capital Expenditure	(3.63)	(18.10)	-	-	-	-	-
Free Cash-flows	(10.64)	(35.59)	(24.32)	11.20	12.98	14.36	4.64
Fraction of year	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	(10.64)	(35.59)	(24.32)	11.20	12.98	14.36	4.64
Time to Midpoint	0.50	1.50	2.50	3.50	4.50	5.50	5.50
Discount Rate	0.92	0.79	0.68	0.58	0.49	0.42	0.42
Discounted Cash Flow	(9.83)	(28.12)	(16.43)	6.46	6.40	6.06	1.96

Discounted Cash flow from Projected Period (35.46)

Terminal Value Workings

Discounted Free Cash-flows for Terminal Value	1.96
<u>Discount Rate for Terminal year</u>	
Current Discount rate	17.00%
Terminal Growth Rate	3.00%
Terminal Value	13.98

Present Value of FCFF (21.48)

Less: Debt on the date of Valuation	22.95
Add: Other non-operating assets	109.19
Add: Cash on the date of Valuation	5.99
Equity Value as on the Date of Valuation	70.75
Total number of Shares	15,188,372
Equity Value per share	46.58

Annexure – 3

SAB (Pre- Merger) as of 31-03-2019		in INR
Particulars	Value as on 31/03/2019	
Equity and Liabilities		
Equity		
Equity Share Capital	151,883,720	
Other Equity	1,403,871,733	
Non-Current Liabilities		
Long - Term Borrowings	200,917,480	
Long Term Provisions	9,212,765	
Other Long Term Liabilities	37,385,267	
Current Liabilities		
Short - Term Borrowings	23,453,298	
Trade Payables	5,578,491	
Other Current Liabilities	108,539,282	
Short Term Provisions	1,513,420	
Total Liabilities & Equity	1,942,355,457	
Non – Current Assets		
Property, Plant & Equipment	209,304,360	
Capital Work in Progress	36,265,425	
Other Non – Current assets		
Investments	1,289,865,453	
Loans	12,500,000	
Deferred Tax Assets	(210,478,123)	
Current Assets		
Inventories	382,892,835	
Trade receivables	-	
Cash & Cash Equivalents	59,890,789	
Current Assets (net)	117,497,636	
Other Current Assets	44,617,082	
Total Assets	1,942,355,457	
NAV	1,555,755,453	
No. of Shares	15,188,372	
Value per Share	102.43	

Annexure – 4

SSL (Pre- Merger) as of 31-03-2019 in INR

Particulars	Value as on 31/03/2019
Equity and Liabilities	
Equity	
Equity Share Capital	82,831,030
Other Equity	(81,332,336)
Non-Current Liabilities	
Other Long Term Liabilities	13,869,091
Long Term Provisions	36,000
Current Liabilities	
Other Current Liabilities	2,335,061
Total Liabilities & Equity	17,738,846
Non – Current Assets	
Other Non – Current assets	102,907
Current Assets	
Cash & Cash Equivalents	16,516,658
Other Current Assets	1,119,281
Total Assets	17,738,846
NAV	
NAV	1,498,694
No. of Shares	8,283,103
Value per Share	0.18

Annexure – 5

Projected Income Statement

in INR Crore

Particulars	FY2020	FY2021	FY2022	FY2023	FY2024	FY2025
Revenue from Operations	2.00	7.90	8.83	59.42	77.85	84.74
Other Income	2.00	2.10	2.21	2.32	2.43	2.55
Total Revenue	4.00	10.00	11.04	61.74	80.28	87.29
Operating Expenses						
Raw Material Consumed	-	3.47	3.99	41.26	54.97	60.18
Net change in Inventory	1.28	(0.11)	(0.01)	(0.01)	-	-
Power and fuel	-	-	-	-	-	-
Direct labour and wages	0.30	0.62	0.65	0.69	0.71	0.75
Other manufacturing expenses	0.50	0.19	0.39	0.55	1.20	0.45
Selling, Gen. & Administration Exp.	0.75	0.77	0.78	4.55	5.95	6.49
Total Expenses	2.83	4.94	5.80	47.04	62.83	67.87
EBITDA	1.17	5.07	5.23	14.69	17.45	19.43
Depreciation	0.40	2.24	2.19	2.14	2.09	2.04
EBIT	0.77	2.83	3.04	12.55	15.36	17.39