



(Please scan this QR Code to view the Draft Prospectus and the Abridged Prospectus)

DRAFT ABRIDGED PROSPECTUS

Dated: September 30, 2026

(Please read Section 26 and 32 of the Companies Act, 2013)

Fixed Price Issue



ANIL FASHIONS LIMITED

Corporate Identification Number: U13990GJ1999PLC035368

REGISTERED & CORPORATE OFFICE	CONTACT PERSON	TELEPHONE AND EMAIL	WEBSITE
Survey No. 169, Piplej Pirana Road, Opp Bharwad Vaas, Piplej, Ahmedabad, Gujarat, India, 382405	Ms. Raina Singh Company Secretary and Compliance Officer	Tel: +91 9428015692 Email: cs@anilfashions.com	https://www.anilfashions.com/

PROMOTERS OF OUR COMPANY: NAVIN RAMNIWAS AGARWAL, ASHOK RAMNIWAS AGARWAL AND ANUP RAMNIWAS AGARWAL

DETAILS OF THE ISSUE

TYPE	FRESH ISSUE SIZE (IN ₹ LAKHS)	OFFER FOR SALE SIZE	TOTAL ISSUE SIZE	ELIGIBILITY
Fresh Issue	Up to 68,02,000 Equity Shares of face value of ₹ 10/- each (“ Equity Shares ”) aggregating up to ₹ [●] Lakhs (“ Issue ”).	Nil	Up to 68,02,000 Equity Shares of face value of ₹ 10/- each (“ Equity Shares ”) aggregating up to ₹ [●] Lakhs (“ Issue ”).	This Issue is being made in terms of Regulation 229(2) and 253(3) of Chapter IX of the SEBI ICDR Regulations, as amended. For further details, see section titled “ Other Regulatory and Statutory Disclosures – Eligibility to the Issue ” on page no. 333. For details in relation to share reservation among Qualified Institutional Buyers, Non-Institutional Investors and Individual Investors who bids for minimum application size, see section titled “ Issue Structure ” on page no. 356 of the Draft Prospectus.

DETAILS OF OFFER FOR SALE BY THE SELLING SHAREHOLDERS AND THEIR RESPECTIVE WEIGHTED AVERAGE COST OF ACQUISITION PER EQUITY SHARE – Not applicable as the entire Issue constitutes fresh issue of Equity Shares.

RISKS IN RELATION TO THE FIRST ISSUE

This being the first public issue of the Equity Shares of our Company, there has been no formal market for the Equity Shares. The face value of each Equity Shares is ₹ 10/-. The Issue Price as determined by our Company, in consultation with the Lead Manager, as stated under “**Basis for Issue Price**” on page no. 104 of the Draft Prospectus, should not be considered to be indicative of the market price of the Equity Shares after the Equity Shares are listed. No assurance can be given regarding an active or sustained trading in the Equity Shares nor regarding the price at which the Equity Shares will be traded after listing.

GENERAL RISK

Investments in equity and equity-related securities involve a degree of risk and investors should not invest any funds in this Issue unless they can afford to take the risk of losing their entire investment. Investors are advised to read the risk factors carefully before taking an investment decision in the Issue. For taking an investment decision, investors must rely on their own examination of our Company and the Issue including the risks involved. The Equity Shares issued in the Issue have not been recommended or approved by the Securities and Exchange Board of India (“**SEBI**”), nor does SEBI guarantee the accuracy or

adequacy of the Draft Prospectus. Specific attention of the investors is invited of the section titled “**Risk Factors**” beginning on page no. 21 of the Draft Prospectus.

COMPANY’S ABSOLUTE RESPONSIBILITY

Our Company, having made all reasonable inquiries, accepts responsibility for and confirms that the Draft Prospectus contains all information with regard to our Company and this Issue, which is material in the context of this Issue, that the information contained in the Draft Prospectus is true and correct in all material aspects and is not misleading in any material respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which makes the Draft Prospectus as a whole or any of such information or the expression of any such opinions or intentions, misleading in any material respect.

LISTING

The Equity Shares offered through the Draft Prospectus are proposed to be listed on the SME Platform of BSE Limited (“**BSE SME**”). In terms of Chapter IX of the SEBI ICDR Regulations, as amended from time to time, our Company has received an ‘in-principle’ approval letter dated [●] from BSE. For the purpose of this Issue, the Designated Stock Exchange will be BSE.

LEAD MANAGER TO THE ISSUE

NAME AND LOGO	CONTACT PERSON	E-MAIL ID AND TELEPHONE
 MARK CORPORATE ADVISORS PRIVATE LIMITED	Mr. Niraj Kothari	Telephone: +91 022 26123207/08 E-mail: smeipo@markcorporateadvisors.com

REGISTRAR TO THE ISSUE

NAME AND LOGO	CONTACT PERSON	E-MAIL ID AND TELEPHONE
 BIGSHARE SERVICES PRIVATE LIMITED	Mr. Babu Rapheal	Tel: +91 22 6263 8200 Email: ipo@bigshareonline.com

ISSUE PERIOD

ISSUE OPENS ON: [●]	ISSUE CLOSES ON: [●]^
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^ UPI mandate end time and date shall be at 5:00 pm on the Issue Closing Date

IN THE NATURE OF DRAFT ABRIDGED PROSPECTUS – MEMORANDUM CONTAINING SALIENT FEATURES OF THE DRAFT PROSPECTUS



[Please scan this QR code to view the Draft Prospectus and the Draft Abridged Prospectus.]

The following is a general summary of certain disclosures in the Draft Prospectus and the terms of the Issue and is not exhaustive, nor does it purport to contain a summary of all the disclosures in the Draft Prospectus or all details relevant to prospective investors. This summary should be read in conjunction with, and is qualified in its entirety by, the more detailed information appearing elsewhere in the Draft Prospectus, which is available at the website of the BSE SME platform at <https://www.bseindia.com/>, the Company at <https://www.anilfashions.com/>, and the Lead Manager's website at www.markcorporateadvisors.com.

References below to page numbers are to the page numbers of the Draft Prospectus dated September 30, 2026. Unless otherwise specified all capitalised terms used herein and not specifically defined bear the same meaning as ascribed to them in the Draft Prospectus.

1. Summary of the Primary Business						
Company Overview: Our Company was incorporated in February 1999. Our Promoters namely, Mr. Navin Ramniwas Agarwal, Mr. Ashok Ramniwas Agarwal and Mr. Anup Ramniwas Agarwal each bringing more than 28 years of experience in the textile manufacturing industry. We specialize in manufacturing woven fabrics, primarily denim, alongside the supply and trading of textile dyes and chemicals across India. Additionally, we manufacture and distribute personal and protective equipment (PPE) products, including N-95 and 3-ply disposable masks. Our Promoters provide strategic leadership; Managing Director Mr. Navin Ramniwas Agarwal oversees daily operations with nearly three decades of management expertise, Mr. Ashok Ramniwas Agarwal leverages over 31 years of experience in sales and distribution to forge key supplier relationships; and Mr. Anup Ramniwas Agarwal has 29 years of expertise in business development and manufacturing and has been involved in strengthening our infrastructure through advanced technologies such as rapier and airjet looms.						
Product / Service Offering: We are engaged in the manufacturing of woven fabrics primarily focused on denim supported by our robust weaving and finishing infrastructure. In addition to our manufacturing activities, we are engaged in the supply and trading of textile dyes and chemicals, procuring these products from suppliers and manufacture and distribute a range of protective and hygiene products, including surgeon caps. We sell our finished woven fabric and masks in bulk to garment manufacturers, fabric and chemical traders, distributors, industrial users and retailers across multiple states in India and in neighbouring countries of Sri Lanka and Bangladesh.						
Description of industries served and typical customer / clients of the Company: We cater primarily to the garment and apparel manufacturing industry, manufacturing woven fabrics under the logo 'Anil Fashions Limited' through our manufacturing infrastructure and equipment including rapier and airjet looms. We also export our products to our neighbouring countries such as Bangladesh and Sri Lanka. Our revenue of operations is primarily concentrated in the State of Gujarat. However, we have a well-distributed market coverage with a pan-India presence in 10 States.						
Segment reporting details and their revenue contribution for the reporting periods in a tabular form:						
<u>Product Wise Revenue Bifurcation</u> The table below sets forth our revenue generated through sale of manufactured denim fabrics and traded denim fabrics for the Financial Years ended March 31, 2026, March 31, 2025 and March 31, 2024.						
(₹ in Lakhs)						
Description	FY ended March 31, 2026		FY ended March 31, 2025		FY ended March 31, 2024	
	Amount	% of Revenue from Operations	Amount	% of Revenue from Operations	Amount	% of Revenue from Operations
Manufacturing	7,752.15	59.23	7,269.71	68.12	1563.55	40.82
Trading	5,335.07	40.77	3,345.29	31.35	2219.39	57.95
Total from Sale of Products	13,087.22	100.00	10,632.13	99.47	3782.94	98.77
Geographies Served: Our Company is primarily concentrated in the state of Gujarat. However, we have a well-distributed market coverage with a pan-India presence across ten major States in India, viz. Rajasthan, Delhi, Maharashtra, Uttar Pradesh, West Bengal, Kerala, Tamil Nadu, Bihar, Madhya Pradesh and Haryana.						

Customers Served:

Our sales are primarily directed towards garment manufacturers, traders and wholesalers. The percentage of our revenue from top five customers for Financial Years 2025-26, 2024-25 and 2023-24 is stated below:

₹ in Lakhs, except %)

Particulars	Financial Year 2025-26		Financial Year 2024-25		Financial Year 2023-24	
	Revenue	Percentage	Revenue	Percentage	Revenue	Percentage
Top 5 Customers	5238.88	40.04	5019.14	46.95	2620.95	68.43

Key Manufacturing Facilities:

The Company possesses a manufacturing setup equipped with latest weaving machinery and supporting infrastructure. With installed Tsudakoma Airjet Looms of multiple widths along with advanced accessories and utilities, the Company is capable of producing high-quality fabrics efficiently and consistently. Our installed capacity is 128 Lakhs*, and our capacity utilisation was 68%* in Financial Year 2025-26. The infrastructure enables the Company to cater to diverse customer requirements while maintaining productivity and quality standards.

*As certified by Dinesh P. Jani, Independent Chartered Engineer, pursuant to their certificate dated September 09, 2026.

For further details, please refer to the chapter titled “Our Business” beginning on page no. 161 of the Draft Prospectus.

2. Summary of the Industry

India’s textile sector is one of the country’s oldest and most diverse industries, with a rich heritage that dates back centuries. It encompasses a wide spectrum, from traditional hand-spun and handwoven clusters to modern, capital-intensive mills, supported by well-established base of fibres and yarns. India is the world’s second-largest producer of textiles and garments and the one of the largest exporter, with a broad product portfolio spanning apparel, home textiles, technical textiles, and several other textile products. The industry contributes around 2% to India’s GDP and about 11% of manufacturing GVA as of FY2026. The industry is capital intensive as well as one of the largest employers and its employees with over 45 million people engaged and about 22,000 million garments produced annually. By 2030, the textile industry’s share in GDP is expected to more than double, reaching close to 5%. India’s domestic textile and apparel market has expanded considerably, from USD 50 billion in FY2011 to an estimated USD 147 billion in FY2025.

Market Size & Forecast:

2025 Market Size: US\$ 147 billion

2030 Projected Market Size: US\$ 250 billion

CAGR (FY2025–FY2030): 11.2%

For further details, please refer to the chapter titled “Industry Overview” beginning on page no. 117 of the Draft Prospectus.

3. Promoters

The details of the Promoters of the Company are as follows:

Name	Individual/Corporate	Experience & Educational Qualification
Navin Ramniwas Agarwal	Individual	Navin Ramniwas Agarwal, aged 53 years, is the Promoter and Managing Director of our Company. He is associated with our Company since 1999. He obtained his Higher Secondary School Examination from Mahendra Kanaiyalal Secondary and Higher Secondary School, Ahmedabad in the year 1993. He has extensive experience of about 29 years with a strong understanding in the manufacturing business, and his core expertise lies in manufacturing operations, business management, accounts and finance. He initially served as the Director of our Company since incorporation till April 01, 2026 and thereafter was reappointed as the Managing Director from April 01, 2026 for a term of five years.
Ashok Ramniwas Agarwal	Individual	Ashok Ramniwas Agarwal, aged 59 years, is the Promoter and Non-Executive Director of our Company. He is the Director of the Company since incorporation. He completed his Intermediate examination from Maharaja Shivaji Rao Higher Secondary School, Indore. He has 31 years of experience in areas of sales, distribution and even and possesses extensive technical know-how, formulation and application of textile chemicals. He has been key to the operations of our Company by developing strategic relationships with chemical manufacturers and

			suppliers. He also holds directorship in our Subsidiary Anil Organic Private Limited since its incorporation.	
	Anup Ramniwas Agarwal	Individual	Anup Ramniwas Agarwal, aged 57 years, is the Promoter and Non-Executive Director of our Company. He has extensive experience of about 29 years in the textile and manufacturing business and his core expertise lies in sales, business development and manufacturing capacity development. He has been actively involved in strengthening our Company's manufacturing infrastructure through investments in weaving technologies such as rapier looms and airjet technology. He is also an Additional Director in our Subsidiary, Anil Organic Private Limited since May 11, 2026. He was appointed as an Additional Director of our Company on April 10, 2026, and was redesignated as the Non-Executive Director on September 01, 2026.	
	For further details, please refer to the chapter titled " Our Promoters and Promoter Group " beginning on page no. 223 of the Draft Prospectus.			
4.	Objects of the Issue			
	The details of the Objects of the Issue are as follows:			
				(₹ in Lakhs)
	Sr. No.	Particulars	Amount	
	1.	Funding working capital requirements of our Company <i>The nature of our operations requires significant working capital investment to support procurement of weaving infrastructure, manufacturing and processing expenses, inventory holding, logistics, and trade receivables. Our manufacturing activities involve upfront expenditure towards procurement of cotton yarn, dyes and chemicals, finishing costs, and inspection and logistics expenses. In addition, our distribution business requires maintenance of adequate inventory of high-width woven fabrics to meet customer demand across key markets. Payments from customers are generally received over a credit period in line with industry practices, which results in funds being locked in trade receivables. Further, as part of our business expansion and value chain integration strategy, the Company has procured technology to upgrade its manufacturing capabilities and recently established direct exports to Sri Lanka and Bangladesh. The proposed utilisation will primarily be towards financing inventory, trade receivables, manufacturing and processing expenses, and other operating requirements in the ordinary course of business. Accordingly, our business is working capital intensive and requires continuous access to adequate liquidity to ensure smooth manufacturing and trading operations.</i>	3,200.00	
	2.	General corporate purposes <i>The general corporate purposes for which we propose to utilize the Net Proceeds includes meeting day to day expenses which includes amongst other things, short-term working capital requirements, expansion into new units, payment of pre-payment charges for loan prepayments, meeting day to day expenses which may include salaries and wages, administration, insurance, repairs and maintenance, payment of taxes and duties, brand building and other marketing expenses, meeting expenses incurred in the ordinary course of business and towards any exigencies, and any other purpose as considered expedient and as approved periodically by our Board or a duly constituted committee thereof, subject to compliance with applicable law, including the necessary provisions of the Companies Act.</i>	[●]	
	Net Proceeds			[●]
	For further details, please refer to the chapter titled " Objects of the Issue " beginning on page no. 89 of the Draft Prospectus.			
5.	Pre and post-Issue shareholding of Promoters, members of the Promoter Group and top 10 shareholders			
	The details of pre and post-Issue shareholding of Promoters, members of the Promoter Group and top 10 Shareholders are as follows:			
	Sr. No.	Shareholders	Pre-Issue shareholding	Post-Issue shareholding as at the date of Allotment at Issue Price

		Number of Equity Shares	Sharehold- ing (in %)	Number of Equity Shares	Shareholding (in %)
Promoters					
1.	Navin Ramniwas Agarwal	27,04,764	15.80	27,04,764	[●]
2.	Ashok Ramniwas Agarwal	26,74,478	15.63	26,74,478	[●]
3.	Anup Ramniwas Agarwal	16,54,824	9.68	16,54,824	[●]
Total-A		70,34,066	41.11	70,34,066	[●]
Promoter Group					
4.	Poonam Ashok Agarwal	13,96,082	8.16	13,96,082	[●]
5.	Deepesh Anup Agarwal	7,71,191	4.51	7,71,191	[●]
6.	Neelam Anup Agrawal	14,75,350	8.62	14,75,350	[●]
7.	Ritesh Anup Agarwal	43,111	0.25	43,111	[●]
8.	Prachi Prerak Agrawal	1,59,315	0.93	1,59,315	[●]
9.	Priti Navin Agarwal	14,42,556	8.43	14,42,556	[●]
10.	Pratik Navin Agarwal	1,56,256	0.91	1,56,256	[●]
11.	Hitika Navin Agarwal	1,35,223	0.79	1,35,223	[●]
12.	Sakshi Ashok Agarwal	2,09,000	1.22	2,09,000	[●]
13.	Deepesh Agarwal HUF	2,30,565	1.36	2,30,565	[●]
14.	Navin Agarwal HUF	12,64,716	7.39	12,64,716	[●]
15.	Ashok Kumar Agarwal HUF	12,64,659	7.39	12,64,659	[●]
16.	Anup Agarwal and Sons HUF	15,28,493	8.93	15,28,493	[●]
Total-B		1,71,10,583	100.00	[●]	[●]
Public Shareholders (Top 10 Shareholders)					
17.	Nil	-	-	[●]	[●]
Total-C		-	-	[●]	[●]
Total Promoters and Promoters' Group and Public (A+B+C)		1,71,10,583	100.00	[●]	[●]

For further details, please refer to the chapter titled “*Capital Structure*” beginning on page no. 70 of the Draft Prospectus.

6. Summary of Restated Financial Information

Following are the details as per the Restated Statements for the Financial Years ended on March 31, 2026, 2025 and 2024:

(₹ in Lakhs, unless mentioned otherwise)

Particulars		Notes	FY 2025-26	FY 2024-25	FY 2023-24
I	EQUITIES AND LIABILITIES				
(1)	Shareholder's Funds				
	(a) Share Capital	3	90.06	90.06	31.70
	(b) Reserves and Surplus	4	2,767.19	1,607.46	469.85
(2)	Non-Current Liabilities				
	Long Term Borrowings	5	1,169.58	998.79	411.45
	Deferred Tax Liabilities (Net)	6	18.54	100.33	-
	Other Long-Term Liabilities	7	-	-	-
	Long-Term Provisions	8	15.76	18.32	10.50
(3)	Current Liabilities				
	Short Term Borrowings	5	2,870.60	1,350.20	700.71
	Trade Payables	9			
	- total outstanding dues of micro enterprises and small enterprises		-	-	-
	- total outstanding dues other than micro enterprises and small enterprises		1,573.42	672.29	506.83
	Other Current Liabilities	10	128.90	91.26	91.68
	Short Term Provisions	8	230.19	69.35	35.55
	Total		8,864.23	4,998.04	2,258.26
II	ASSETS				
(1)	Non-Current Assets				
	Property, Plant & Equipment and Intangible Assets:				
	i) Property, Plant & Equipment	11(a)	1,219.26	988.52	359.59
	ii) Capital Work in Progress	11(b)	-	-	-

	Deferred Tax Assets (Net)	6	-	-	3.54
	Non-Current Investment	12	-	-	-
	Other Non-Current Assets	13	121.42	146.96	29.92
(2)	Current Assets				
	Inventories	14	2,995.82	1,046.03	743.92
	Trade Receivables	15	4,075.82	2,658.18	970.96
	Cash and Bank Balance	16	11.89	4.68	5.87
	Short Term Loans & Advances	12	111.01	19.40	29.80
	Other Current Assets	17	329.00	134.27	114.65
	Total		8,864.23	4,998.04	2,258.26

For further details, please refer to the section titled “**Financial Information**” beginning on page no. 233 of the Draft Prospectus.

7. Summary of Key Performance Indicators

The following table sets forth the key performance indicators for Financial Years ended on March 31, 2026, 2025 and 2024 of our Company, reflecting the operational and financial health of our Company over the reporting period.

(₹ in Lakhs, except no. of shares, EPS, percentages and ratios)

Particulars	FY 2025-26	FY 2024-25	FY 2023-24
Revenue from operations ⁽¹⁾	13,087.22	10,688.91	3,829.97
Growth in revenue from operations (%) ⁽²⁾	22.44	179.09	N.A.
Gross Profit ⁽³⁾	3,129.30	2,289.17	724.76
Gross Margin (%) ⁽⁴⁾	23.91	21.42	18.92
EBITDA ⁽⁵⁾	1,704.53	932.96	187.16
EBITDA Margin (In %) ⁽⁶⁾	13.02	8.73	4.89
EBITDA growth period on period (%) ⁽⁷⁾	82.70	398.48	N.A.
EBIT ⁽⁸⁾	1,524.70	763.07	119.89
EBIT Margin (%) ⁽⁹⁾	11.65	7.14	3.13
Return on Capital Employed (%) ⁽¹⁰⁾	27.86	26.96	7.55
Current Ratio (times) ⁽¹¹⁾	1.57	1.77	1.40
Net Cash flow from/ (used in) operating activities ⁽¹²⁾	(208.27)	975.58	171.38
Profit after tax (PAT) ⁽¹³⁾	1,143.38	247.54	41.55
PAT Margin (%) ⁽¹⁴⁾	8.74	2.32	1.08
Return on Net Worth (%) ⁽¹⁵⁾	40.02	14.58	8.28
Basic and diluted EPS (₹) (adjusted for bonus issue) ⁽¹⁶⁾	6.68	1.45	0.69

Notes:

(1) Revenue from operations is as reported in the Restated Consolidated Financial Statements.

(2) Growth in revenue from operations = (Revenue from operations for the current year - Revenue from operations for the previous year) / Revenue from operations for the previous year x 100.

(3) Gross profit = Revenue from operations - (Purchases of stock-in-trade + Cost of raw material consumed + Changes in inventories of finished goods and work-in-progress).

(4) Gross margin (%) = Gross profit / Revenue from operations x 100.

(5) EBITDA = Restated profit before tax + Finance costs + Depreciation and amortization expense – Other income, as presented in the statement of other financial information forming part of the Restated Consolidated Financial Statements.

(6) EBITDA margin (%) = EBITDA / Revenue from operations x 100.

(7) EBITDA growth period on period = (EBITDA for the current year - EBITDA for the previous year) / EBITDA for the previous year x 100.

(8) EBIT = EBITDA - Depreciation and amortisation expense, i.e. Restated profit before tax + Finance costs - Other income.

(9) EBIT margin (%) = EBIT / Revenue from operations x 100.

(10) RoCE (%) = EBIT / Average capital employed x 100. Capital employed = Net worth + Total borrowings (long-term and short-term). Average capital employed is the simple average of the opening and closing capital employed.

(11) Current ratio = Current assets / Current liabilities.

(12) Net cash flow from / (used in) operating activities is as reported in the restated consolidated summary statement of cash flows.

(13) PAT is the restated profit for the year.

(14) $PAT \text{ margin (\%)} = PAT / \text{Revenue from operations} \times 100$.

(15) $RONW (\%) = PAT / \text{Net worth as at the end of the year} \times 100$. Net worth = Equity share capital + Reserves and surplus.

(16) Basic EPS = $PAT / \text{Weighted average number of Equity Shares outstanding during the year, adjusted for the bonus issue for all periods presented (see "Note on Bonus Issue" above)}$. The weighted average number of Equity Shares (post-bonus) is 1,71,10,583 for FY 2025-26, 1,71,10,583 for FY 2024-25 and 60,23,000 for FY 2023-24. The 5,83,557 Equity Shares allotted in FY 2024-25 under the scheme of amalgamation are included from April 1, 2024. The Company has no potentially dilutive equity shares; diluted EPS is therefore equal to basic EPS.

(17) Anil Organics Private Limited became a wholly owned subsidiary of the Company on March 5, 2026. The figures for FY 2024-25 and FY 2023-24 are those of the Company alone.

Ratio	Numerator	Denominator
PAT Margin (%)	Profit after Tax	Revenue from Operations
Return on Equity	PAT x 100	Net worth as at the end of the year
Return on Capital Employed	EBIT x 100	Average capital employed
Net Profit ratio	PAT x 100	Revenue from operations
Current Ratio	Current Assets	Current Liabilities

Set forth below are some of our key operational performance indicators:

(in days)

Metric	FY 2025-26	FY 2024-25	FY 2023-24
Trade Receivable Holding Period	79.00	62.00	97.00
Inventory Holding Period	73.00	41.00	55.00
Trade Payable Holding Period	29.00	25.00	32.00

For further details, please refer to the chapter titled “**Basis for Issue Price**” beginning on page no. 104 of the Draft Prospectus.

8. Risk Factors

The following are the top 10 internal risk factors as disclosed in the Draft Prospectus:

- Our operations are concentrated in the State of Gujarat. Any significant social, political, economic or seasonal disruption, natural calamities or civil disruptions within the state of Gujarat could have an adverse effect on our business, results of operations, financial condition and cash flows.
- We are required to obtain, renew or maintain certain statutory and regulatory permits and approvals with our recently changed name and required to operate our business and if we fail to do so in a timely manner or at all and our business, financial conditions, results of operations, and cash flows may be adversely affected.
- We do not have long-term contracts with our customers, which limits our ability to predict future revenue.
- We do not have long-term agreements with suppliers for our raw materials requirements and an increase in the cost of, or a shortfall in the availability of such raw materials could have an adverse effect on our business and results of operations.
- There have been certain instances of delays and inadvertent inconsistencies in some of our historical corporate filings, which may result in penalties or fines being imposed by the competent regulatory authority.
- The Registered Office/Corporate Office of our Company is not owned by us, and lack of ownership may expose us to risks associated with lease arrangements.
- A certain amount of our revenue is generated from certain key customers, and the loss of one or more such customers, the deterioration of their financial condition or prospects, or a reduction in their demand for our products could adversely affect our business, results of operations, financial condition and cash flows.
- We rely significantly on few suppliers for the supply of raw materials. If these suppliers are unable or unwilling to supply raw materials on time or otherwise fail to meet our requirements, our business will be harmed. An inability to procure the desired quality, quantity of our raw materials in a timely manner and at reasonable costs, or at all, may have a material adverse effect on our business, results of operations and financial condition.
- If we are unable to secure raw materials and finished fabrics of the required quality and quantity at competitive prices, or if there is a rise in cotton prices or decline in the quality of cotton (on which our raw material i.e., cotton yarn depends), our business, results of operations and financial condition may be adversely affected.
- We have incurred indebtedness and may incur additional indebtedness in the future, which could affect our ability to obtain future financing or pursue our growth strategy.

For further details, please refer to the chapter titled “**Risk Factors**” beginning on page no. 21 of the Draft Prospectus.

9. Weighted average cost of acquisition of shares

The weighted average cost of acquisition of all Equity Shares transacted in the last one year, eighteen months and three years preceding the date of the Draft Prospectus is as follows:

Particulars	Weighted Average Cost of Acquisition (WACA) (₹)	Issue Price is 'X' times the Weighted Average Cost of Acquisition
Last 3 years	1.30	[●]
Last 18 months	1.30	[●]
Last 1 year	1.30	[●]

For further details, please refer to the chapter titled "**Basis for Issue Price**" beginning on page no. 104 of the Draft Prospectus.

10. Board of Directors and Key Managerial Personnel

The details of our Board of Directors and Key Managerial Personnel are as follows:

Sr. No.	Name	Designation
Board of Directors		
1.	Navin Ramniwas Agarwal	Managing Director
2.	Ashok Ramniwas Agarwal	Non-Executive Non-Independent Director
3.	Anup Ramniwas Agarwal	Non-Executive Non-Independent Director
4.	Raghav Sunil Modi	Independent Director
5.	Ajay Govind Agarwal	Independent Director
6.	Ummay Amen Hitawala	Independent Director
Key Managerial Personnel		
7.	Raina Singh	Company Secretary & Compliance Officer
8.	Pratik Navin Agarwal	Chief Financial Officer

For further details, please refer to the chapter titled "**Our Management**" beginning on page no. 208 of the Draft Prospectus.

11. Auditor Qualifications

Our Peer Reviewed Statutory Auditor has not made any qualifications to the Restated Financial Statements of the Company.

For further details, please refer to the chapter titled "**Restated Consolidated Financial Information**" beginning on page no. 237 of the Draft Prospectus.

12. Summary Table of Outstanding Litigations

A summary of the outstanding proceedings against our Company, Promoters and Directors as disclosed in the Draft Prospectus, to the extent quantifiable, have been set out below:

(₹ in Lakhs)

Name of Entity	Criminal Proceedings	Tax Proceedings	Statutory or Regulatory Proceedings	Disciplinary Actions by SEBI or Stock Exchanges	Material Civil Litigations	Aggregate Amount Involved
Company						
By the Company	Nil	Nil	Nil	Nil	Nil	Nil
Against the Company	Nil	1	Nil	Nil	Nil	46.19
Directors other than Promoters						
By the Directors	Nil	Nil	Nil	Nil	Nil	Nil
Against the Directors	Nil	Nil	Nil	Nil	Nil	Nil
Promoters						
By the Promoters	Nil	Nil	Nil	Nil	Nil	Nil
Against the Promoters	Nil	Nil	Nil	Nil	Nil	Nil
Group Companies						

By the Group Company	Nil	Nil	Nil	Nil	Nil	Nil
Against the Group Company	Nil	Nil	Nil	Nil	Nil	Nil
KMPs						
By our KMPs	Nil	Nil	Nil	Nil	Nil	Nil
Against the KMPs	Nil	Nil	Nil	Nil	Nil	Nil
SMPs						
By our SMPs	Nil	Nil	Nil	Nil	Nil	Nil
Against the SMPs	Nil	Nil	Nil	Nil	Nil	Nil
For further details, please refer to the chapter titled “ <i>Outstanding Litigations and Material Developments</i> ” beginning on page no. 323 of the Draft Prospectus.						

The Equity Shares have not been and will not be registered under the U.S. Securities Act 1933, as amended (the “Securities Act”) or any state securities laws in the United States and may not be offered or sold within the United States or to, or for the account or benefit of, “U.S. persons” (as defined in Regulation S of the Securities Act), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. Accordingly, the Equity Shares will be offered and sold outside the United States in offshore transactions in reliance on Regulations under the Securities Act and in compliance with the applicable laws of the jurisdiction where such offers and sales occur. There will be no public offering of the Equity Shares in the United States.