

VALUATION REPORT
on
Fair Value of Equity Shares
Harish Textile Engineers Limited

Valuation Date/Relevant Date – 9th February 2026

Report Date – 10th February 2026



Bhavesh M Rathod
Chartered Accountants, Registered Valuer – SFA
Office Add: Office No. 515, 5th Floor, Dimple Arcade, Behind Sai Dham Temple,
Thakur Complex, Kandivali East, Mumbai, Maharashtra - 400101
Registered Add: 12D, White Spring, A wing, Rivali Park Complex,
Western Express Highway, Borivali East, Mumbai 400066
Email: bhavesh@cabr.in
Mobile: +91 9769 11 34 90

Executive Summary

Particulars	Details
Name of the Company / Entity	Harish Textile Engineers Limited
Nature of Entity (Listed / Unlisted / Proprietorship / etc.)	Listed
Brief about proposed transaction	Harish Textile Engineers Limited proposes to issue equity shares for consideration other than cash.
In accordance with	Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
Valuation Date/Relevant Date	09 th February 2026
Report Date	10 th February 2026
Outstanding Shares / Face Value	No. of Shares - 33,36,000 of Face Value – 10.00/-
Conclusion – Fair Value per Share (in INR)	INR 62.09 Value per Share

Table of Contents

1	Context and Purpose	4
2	Conditions and major assumptions.....	4
3	Background of the Company.....	6
4	Valuation Premise	7
5	Valuation Date.....	7
6	Declaration of Independence of valuer and Financial Interest.....	7
7	Valuation Standards	7
8	Valuation Methodology and Approach.....	7
9	Source of Information	11
10	Caveats	11
11	Distribution of Report	12
12	Opinion on Fair Value of Equity Shares.....	13
13	Annexure 1	15

Valuation Analysis

We refer to our Engagement Letter as independent valuers of **Harish Textile Engineers Limited** (the "Company"). In the following paragraphs, we have summarized our valuation Analysis (the "Analysis") of the business of the Company as informed by the management and detailed herein, together with the description of the methodologies used and limitation on our scope of work.

1 Context and Purpose

Based on discussion with the management, we understand that the Company is evaluating the possibility of **Fair Value of Equity shares under the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018**. In the context of the proposed transaction, the management requires our assistance in determining the **Fair Value of Equity shares** of the Company.

Proposed Transaction:

During the Financial Year 2025-26, Company is evaluating the possibility of issuing equity shares for consideration other than cash. In this context, the management of **Harish Textile Engineers Limited** (the "Management") has requested us to estimate the fair value of the Equity Shares. - "Proposed Transaction".

2 Conditions and major assumptions

Conditions

The historical financial information about the Company presented in this report is included solely for the purpose to arrive at value conclusion presented in this report and it should not be used by anyone to obtain credit or for any other unintended purpose. Because of the limited purpose as mentioned in the report, it may be incomplete and may contain departures from generally accepted accounting principles prevailing in the country. We have not audited, reviewed or compiled the financial statements and express no assurance on them.

Readers of this report should be aware that a business valuation is based on future earnings potential that may or may not be materialised.

This report is only to be used in its entirety, and for the purpose stated in the report. No third parties should rely on the information or data contained in this report without the advice of their lawyer, attorney or accountant.

We acknowledge that we have no present or contemplated financial interest in the Company. Our fees for this valuation are based upon our normal billing rates, and not contingent upon the results or the value of the business or in any other manner. We have no responsibility to modify this report for events and circumstances occurring subsequent to the date of this report.

We have, however, used conceptually sound and generally accepted methods, principles and procedures of valuation in determining the value estimate included in this report. The valuation analyst, by reason of performing this valuation and preparing this report, is not to require to give expert testimony nor to be in attendance in court or at any government hearing with reference to the matters contained herein, unless prior arrangements have been made with the analyst regarding such additional engagement.

Assumptions

The opinion of value given in this report is based on information provided by the management of the Company and other sources as listed in the report. This information is assumed to be accurate and complete.

We have relied upon the representations contained in the public and other documents in our possession and any other assets or liabilities except as specifically stated to the contrary in this report.

We have not attempted to confirm whether or not all assets of the business are free and clear of liens and encumbrances, or that the owner has good title to all the assets.

We have also assumed that the business will be operated prudently and that there are no unforeseen adverse changes in the economic conditions affecting the business, the market, or the industry. This report presumes that the management of the Company will maintain the character and integrity of the Company.

We have been informed by the management that there are no significant lawsuits or any other undisclosed contingent liabilities which may potentially affect the business, except as may be disclosed elsewhere in this report. We have assumed that no costs or expenses will be incurred in connection with such liabilities, except as explicitly stated in this report.

3 Background of the Company

The company is Engaged in the Business of manufactures textile processing & finishing machineries, non-textile projects, and regenerated polyester staple fibre.

Company URL: - <https://www.harishtextile.com>

Further data of the company is as under:

CIN	L29119MH2010PLC201521
Company Name	HARISH TEXTILE ENGINEERS LIMITED
ROC Name	ROC Mumbai
Registration Number	201521
Date of Incorporation	31/03/2010
Email Id	compliances@harishtextile.com
Registered Address	2ND FLOOR, 19 PARSI PANCHAYAT ROAD, ANDHERI (EAST), MUMBAI, Maharashtra, India, 400069
Address at which the books of account are to be maintained	-
Listed in Stock Exchange(s) (Y/N)	Yes
Category of Company	Company limited by shares
Subcategory of the Company	Non-government company
Class of Company	Public
ACTIVE compliance	ACTIVE Compliant
Authorised Capital (Rs)	10,00,00,000
Paid up Capital (Rs)	3,33,60,000
Date of last AGM	30/09/2025
Date of Balance Sheet	31/03/2025
Company Status	Active

Directors and Key Managerial Persons:

DIN/PAN	Name	Designation	Date of Appointment
*****3053P	Priya Umesh Gupta	Company Secretary	14/08/2021
00941665	Sandeep Kirtikumar Gandhi	Managing Director	31/03/2010
*****1766B	Pinkesh Hasmukhlal Upadhyay	CFO	30/12/2018
08930567	Ashwini Ramakant Gupta	Director	10/06/2025
00414104	Mahesh Ratilal Sapariya	Additional Director	27/03/2025
03469816	Sunil Bhirud Narayan	Director	27/03/2025
10736860	Bhavna Ronil Brahmhatt	Director	04/09/2024

Shareholding Details as on the date of report:

Particulars	No. of Shares	% Holding
Promoter & Promoter Group		
Niranjana Kirtikumar Gandhi	582	0.02%
Kirtikumar Shantilal Gandhi	673	0.02%
Shaila Sandeep Gandhi	1	0.00%
Gandhi Kirtikumar Shantilal	1	0.00%
Sandeep Kirtikumar Gandhi	16,04,467	48.10%
Sandeep Gandhi Huf	1	0.00%
Saher Ahmed Gandhi	157	0.00%
Shovan Sandeep Gandhi	261	0.01%
Shaiv Sandeep Gandhi	1	0.00%
Public	17,29,856	51.85%
Total	33,36,000	100.00%

Face Value Per Share is Rs. 10.00/-

4 Valuation Premise

The premise of value for our analyses is going concern value as there is neither a planned or contemplated discontinuance of any line of business nor any liquidation of the Company.

5 Valuation Date

The Analysis of the Fair Value of Equity share of **Harish Textile Engineers Limited** as on **09th February 2026** based on the Financials as on **30th September 2025**.

6 Declaration of Independence of valuer and Financial Interest

I hereby declare that I am independent of the subject firms for valuation and have not been under any direct or indirect influence, which may affect the valuation exercise. I also state that I have no financial interest in the subject company for Valuation.

7 Valuation Standards

The Report has been prepared in compliance with the internationally accepted valuation standards and valuation standard adopted by ICAI Registered Valuers Organisation.

8 Valuation Methodology and Approach

The standard of value used in the Analysis is "Fair Value", which is often defined as the price, in terms of cash or equivalent, that a buyer could reasonably be expected to pay, and a seller could reasonably be expected to accept, if the business were exposed for sale on the open market for a reasonable period of time, with both buyer and seller being In possession of the pertinent facts and neither being under any compulsion to act.

Valuation of a business is not an exact science and ultimately depends upon what it is worth to a serious investor or buyer who may be prepared to pay a substantial goodwill. This exercise may be carried out using various methodologies, the relative emphasis of each often varying with:

- whether the entity is listed on a stock exchange
- industry to which the Company belongs.
- past track record of the business and the ease with which the growth rate in cash flows to perpetuity can be estimated.
- Extent to which industry 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 techniques have evolved over time and are commonly in vogue. These can be broadly categorised as follows:

1. Asset Approach

Net Asset Value Method ("NAV")

The value arrived at under this approach is based on the audited financial statements of the business and may be defined as Shareholders' Funds or Net Assets owned by the business. The balance sheet values are adjusted for any contingent liabilities that are likely to materialise.

The Net Asset Value is generally used as the minimum break-up value for the transaction since this methodology ignores the future return the assets can produce and is calculated using historical accounting data that does not reflect how much the business is worth to someone who may buy it as a going concern.

2. Market Approach

Comparable Company Market Multiple Method

Under this methodology, market multiples of comparable listed companies are computed and applied to the business being valued in order to arrive at a multiple based valuation. The difficulty here in the selection of a comparable company since it is rare to find two or more companies with the same product portfolio, size, capital structure, business strategy, profitability and accounting practices.

Whereas no publicly traded company provides an identical match to the operations of a given company, important information can be drawn from the way comparable enterprises are valued by public markets. In case of early-stage company and different business model the problem aggravates further.

Comparable Transactions Multiple Method

This approach is somewhat similar to the market multiples approach except that the sales and EBITDA multiples of reported transactions in the same industry in the recent past are applied to the sales and EBITDA of the business being valued.

3. Income Approach

Discounted Cash Flows - "DCF"

DCF uses the future free cash flows of the company discounted by the firm's weighted average cost of capital (the average cost of all the capital used in the business, including debt and equity), plus a risk factor measured by beta, to arrive at the present value.

Beta is an adjustment that uses historic stock market data to measure the sensitivity of the Company's cash flow to market indices, for example, through business cycles.

The DCF method is a strong valuation tool, as it concentrates on cash generation potential of a business. This valuation method is based on the capability of a company to generate cash flows in the future. The free cash flows are projected for a certain number of years and then discounted at a discount rate that reflects a Company's cost of capital and the risk associated with the cash flows it generates. DCF analysis is based mainly on the following elements:

- Projection of financial statements (key value driving factors)
- The cost of capital to discount the projected cash flows



Profit Earning Capacity Value (PECV) Method

This method of valuation presumes the continuity of business and uses the past and projected earnings to arrive at an estimate of future maintainable profits. For the purpose of the Profit Earning Capacity Value (PECV) of the shares, the commonly accepted approach is to capitalize average earnings, past and projected at an appropriate rate of capitalization, to arrive at a fair value per share. In the calculation of PECV, provision for taxation at the current statutory rate is normally considered because the crux of estimate the PECV lies in the assessment of the future maintainable profits of the business. It should not be overlooked that the valuation is for the future and that it is the future maintainable streams of earnings that is of greater significance in the process of valuation.

Valuation Methodology

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.

In this case, the Company being a listed Company, we have considered valuation regulations applicable to preferential issue of Equity Shares as defined in Securities and Exchange Board of India (Issue of Capital & Disclosure) Regulations, 2018, the requirements of the Articles of Association of the Company and the provisions of the Companies (Share Capital and Debentures) Rules, 2014 (as amended).

SEBI Regulations for requirement of Valuation:

**SECURITIES AND EXCHANGE BOARD OF INDIA (ISSUE OF CAPITAL AND DISCLOSURE REQUIREMENTS)
REGULATIONS, 2018, AS AMENDED**

The relevant Regulations under SEBI (ICDR) are reproduced as under:

Regulation 164(1) - Pricing of frequently traded shares

If the equity shares of the issuer have been listed on a recognised stock exchange for a period of 90 trading days or more as on the relevant date, the price of the equity shares to be allotted pursuant to the preferential issue shall be not less than higher of the following:

- a. the 90 trading days volume weighted average price of the related equity shares quoted on the recognised stock exchange preceding the relevant date; or*
- b. the 10 trading days volume weighted average prices of the related equity shares quoted on a recognised stock exchange preceding the relevant date.*

Provided that if the Articles of Association of the issuer provide for a method of determination which results in a floor price higher than that determined under these regulations, then the same shall be considered as the floor price for equity shares to be allotted pursuant to the preferential issue.

....

Regulation 166A (1): Other conditions for pricing

Any preferential issue, which may result in a change in control or allotment of more than five per cent. of the post issue fully diluted share capital of the issuer, to an allottee or to allottees acting in concert, shall require a valuation report from an independent registered valuer and consider the same for determining the price:

Provided that the floor price, in such cases, shall be higher of the floor price determined under sub-regulation (1), (2) or (4) of regulation 164, as the case may be, or the price determined under the valuation report from the independent registered valuer, or the price determined in accordance with the provisions of the Articles of Association of the issuer, if applicable.

Provided further that if any proposed preferential issue is likely to result in a change in control of the issuer, the valuation report from the registered valuer shall also cover guidance on control premium, which shall be computed over and above the price determined in terms of the first proviso.

....

Regulation 161: "relevant date" means: a) in case of preferential issue of equity shares, the date thirty days prior to the date on which the meeting of shareholders is held to consider the proposed preferential issue:

Explanation: Where the relevant date falls on a weekend or a holiday, the day preceding the weekend, or the holiday will be reckoned to be the relevant date.

In the instant case, the equity shares are listed and frequently traded on the Bombay Stock Exchange (BSE). Accordingly, the traded turnover on BSE during the relevant 240 trading days has been considered for the purpose of this analysis (Refer table below).

Number of Equity Shares traded. (A)	Total no. of Equity Shares of the Target Company during the Relevant Period (B)	Trading Turnover (as a % of Total Equity Shares listed during the Relevant Period) (A/B)
Bombay Stock Exchange (BSE)		
5,50,873	33,36,000	16.51%

Our choice of methodology and valuation has been arrived using usual and conventional methodologies adopted for purposes of a similar nature and our reasonable judgment, in an independent and bona fide manner based on our previous experience of assignments of similar nature.

9 Source of Information

The Analysis is based on trading prices and volumes as available in the public domain. Specifically, the sources of information include:

- Historical Data of Trading Price and Volume traded of the stock on Bombay Stock Exchange

Further, we have also been informed by the Company that

1. The Equity Shares of the Company are listed on the Bombay Stock Exchange.
2. The Equity Shares are frequently traded on the Bombay Stock Exchange and meet the definition of Frequently traded shares as per Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended.
3. The Company is proposing to hold Annual General Meeting of Members on 11th March 2026 to approve the proposed preferential issue and hence, the relevant date is 09th February 2026.
4. The present issue of Equity Shares shall not result in change in control of the Company.

10 Caveats

Provision of valuation recommendations and considerations of the issues described herein are areas of our regular corporate advisory practice. The services do not represent accounting, assurance, financial due diligence review, consulting, transfer pricing or domestic/international tax-related services that may otherwise be provided by us.

We have relied on data from Recognized Stock Exchange. This source is considered to be reliable and therefore, we assume no liability for the accuracy of the data.

The valuation worksheets prepared for the exercise are proprietary to the Valuer and cannot be shared. Any clarifications on the workings will be provided on request, prior to finalizing the Report, as per the terms of our engagement.

The scope of our work has been limited both in terms of the areas of the business and operations which we have reviewed and the extent to which we have reviewed them.

The Valuation Analysis contained herein represents the value only on the date that is specifically Stated in this Report.

We have no present or planned future interest in the Company and the fee for this Report is not contingent upon the values reported herein.

Our Valuation analysis should not be construed as investment advice; specifically, we do not express any opinion on the suitability or otherwise of entering into any transaction with the Company.

Our Report is not nor should it be construed as our opining or certifying the compliance with the provisions of any law / standards including company, foreign exchange regulatory, accounting and taxation (including transfer pricing) laws / standards or as regards any legal, accounting or taxation implications or issues.

Our Report and the opinion / valuation analysis contained herein is not nor should it be construed as advice relating to investing in, purchasing, selling or otherwise dealing in securities. This report does not in any manner address, opine on or recommend the prices at which the securities of the Company could or should transact.

11 Distribution of Report

The Analysis is confidential and has been prepared exclusively for **Harish Textile Engineers Limited**. It should not be used, reproduced or circulated to any other person or for any purpose other than as mentioned above, in whole or in part, without the prior written consent of the valuer. Such consent will only be given after full consideration of the circumstances at the time. However, we do understand that the report will be shared according to the terms of SEBI ICDR Regulation, 2018.

(This space is intentionally left blank)

12 Opinion on Fair Value of Equity Shares

Based on our valuation exercise Fair Value of the Equity Shares as on 09th February 2026 is as under:

Method		in INR	
Price determined by the independent registered valuer		62.09	

Method	Value per share (*)	Weight	Product
Asset Approach	33.17	0%	0.00
Market Approach	63.19	50%	31.59
Income Approach	61.00	50%	30.50
Weighted Average Value per share (in INR)			62.09

(*) Refer Annexure for Working

Approach	Method	Selection	Rationale for selection
Asset Approach	NAV Method	-	Net Asset Method under Asset approach shall not capture the future cashflow of the company. It serves as a valuation floor since most companies have a greater value as a going concern than they would if they were liquidated. Considering this, no weightage is considered for asset approach for current valuation exercise.
Income Approach	DCF Method	Selected	DCF is considered as the most scientific method as it considers the time value of money and the cash outflows required for increased levels of business forecasted. It considered relevant and appropriate in case of companies which are in the growth phase of the business cycle, as in the present case. Accordingly, 50% weightage is considered for Income approach for current valuation exercise.
Market Approach	Market Price	Selected	As the company is frequently traded in BSE (Bombay Stock Exchange), Market Price is calculated as per Regulation 164 of SEBI, ICDR. Considering this, 50% weightage is considered for Market Approach for current valuation exercise.

Control Premium

The present issue of Equity Shares shall not result in change in control of the Company. Hence guidance on control premium is not considered under Regulation 166A.

We trust the above meets your requirements. Please feel free to contact us in case you require any additional information or clarifications.

Yours faithfully



Bhavesh M Rathod
Chartered Accountants
M No: 119158
Registered Valuer - Securities or Financial Assets
(Reg No: IBBI/RV/06/2019/10708)

Date: 10th February 2026
Place: Mumbai

UDIN: **26119158XFBQZZ5129**

(This space is intentionally left blank)

13 Annexure 1

i. Market Approach – Market price Method

As per Regulation 164 of SEBI, ICDR on BSE

Method	in INR	
90 trading days' volume weighted average price (*)	A	61.89
10 trading days' volume weighted average price (*)	B	63.19
Higher of A & B		63.19

Volume Weighted Average Price for 90 trading Days.

Date	No. of Share Traded	Traded Turnover
06-Feb-26	1,541	97,274
05-Feb-26	360	23,092
04-Feb-26	108	6,881
03-Feb-26	245	15,373
02-Feb-26	1	63
01-Feb-26	94	6,003
30-Jan-26	2,270	1,42,838
29-Jan-26	233	14,807
28-Jan-26	275	17,582
27-Jan-26	273	17,295
23-Jan-26	171	10,653
22-Jan-26	222	14,180
21-Jan-26	138	8,324
20-Jan-26	604	36,258
19-Jan-26	0	0
16-Jan-26	181	11,640
14-Jan-26	1,094	66,733
13-Jan-26	4	247
12-Jan-26	119	7,083
09-Jan-26	2,061	1,19,895
08-Jan-26	3,452	2,00,039
07-Jan-26	6,173	3,73,160
06-Jan-26	143	9,011
05-Jan-26	116	7,060
02-Jan-26	2,661	1,62,562
01-Jan-26	1,644	99,375
31-Dec-25	1,882	1,13,657
30-Dec-25	91	5,657
29-Dec-25	5,943	3,57,563
26-Dec-25	805	49,613
24-Dec-25	968	60,457

23-Dec-25	189	11,502
22-Dec-25	220	13,713
19-Dec-25	120	7,339
18-Dec-25	332	20,898
17-Dec-25	9,013	5,80,411
16-Dec-25	195	12,119
15-Dec-25	1	64
12-Dec-25	1,235	76,988
11-Dec-25	8,459	5,24,937
10-Dec-25	2	129
09-Dec-25	10	621
08-Dec-25	11	714
05-Dec-25	230	14,908
04-Dec-25	242	15,453
03-Dec-25	11,884	7,52,025
02-Dec-25	607	39,372
01-Dec-25	107	7,058
28-Nov-25	39	2,543
27-Nov-25	567	36,856
26-Nov-25	1,293	84,046
25-Nov-25	2,152	1,43,618
24-Nov-25	3	197
21-Nov-25	2,280	1,44,178
20-Nov-25	1,369	89,503
19-Nov-25	1,399	87,678
18-Nov-25	2,278	1,45,669
17-Nov-25	9,902	6,53,154
14-Nov-25	6,709	4,29,536
13-Nov-25	2,234	1,37,200
12-Nov-25	2,892	1,72,289
11-Nov-25	2,020	1,20,327
10-Nov-25	6,993	4,33,324
07-Nov-25	13,998	8,75,244
06-Nov-25	2,829	1,69,014
04-Nov-25	2,934	1,78,655
03-Nov-25	3,598	2,16,265
31-Oct-25	213	12,456
30-Oct-25	578	33,782
29-Oct-25	5,612	3,21,894
28-Oct-25	1,071	61,745
27-Oct-25	130	7,800
24-Oct-25	13	756
23-Oct-25	3,452	2,04,627
21-Oct-25	2,229	1,31,865
20-Oct-25	516	30,726
17-Oct-25	129	7,687

16-Oct-25	1,249	75,338
15-Oct-25	417	24,638
14-Oct-25	1,655	99,688
13-Oct-25	1,858	1,12,298
10-Oct-25	403	24,603
09-Oct-25	2,213	1,36,959
08-Oct-25	12,005	7,38,629
07-Oct-25	1,120	74,462
06-Oct-25	10,451	6,71,159
03-Oct-25	10,958	6,76,666
01-Oct-25	2,469	1,36,478
30-Sep-25	1,104	58,616
29-Sep-25	1,029	56,021
Total	1,93,092	1,19,50,815

Total Turnover	1,19,50,815.00
Total No. of Shares traded	1,93,092
Volume Weighted Average Price for 90 trading Days	61.89

Volume Weighted Average Price for 10 trading Days.

Date	No. of Trades	Total Turnover (Rs.)
06-Feb-26	1,541	97,274
05-Feb-26	360	23,092
04-Feb-26	108	6,881
03-Feb-26	245	15,373
02-Feb-26	1	63
01-Feb-26	94	6,003
30-Jan-26	2,270	1,42,838
29-Jan-26	233	14,807
28-Jan-26	275	17,582
27-Jan-26	273	17,295
Total	5,400	3,41,208

Total Turnover	3,41,208.00
Total No. of Shares traded	5,400
Volume Weighted Average Price for 10 trading Days	63.19

**ii. Asset Approach - Net Asset Value Method (NAV Method) as on 30th September 2025
(Standalone Financials)**

		(INR Lakhs)
Particulars		Amount
Assets		
Non-current assets		
Fixed Assets		
-Tangible Assets		2,086.87
-Right To Use Of assets		11.65
-Intangible Assets		10.48
-CWIP		100.59
Other Non-Current Assets		1,098.34
Current assets		
Inventories		1,280.75
Trade receivables		2,887.42
Cash and bank balances		57.50
Short-term loans and advances		102.33
Other Current Assets		245.00
Total Assets	A	7,880.93
Liabilities		
Non-Current Liabilities		
Long Term Borrowings		40.35
Lease Liability		5.82
Deferred Tax Liabilities (Net)		92.13
Long-Term Provisions		84.66
Current liabilities		
Short Term Borrowings		3,123.15
Trade payables		2,344.52
Other current liabilities		1,072.81
Short-Term Provisions		10.90
Total Liabilities	B	6,774.34
Net-Worth	(A - B)	1,106.59
No. of Shares	C	33,36,000
Value Per Share (in INR)	(A - B) / C	33.17

iii. Income Approach - Discounted Cash Flows (Standalone Financials)

We have been provided with the business projection of the Company for **Five years** by the Management, which we have considered for our Analysis. Accordingly, the projected free cash flows to Firm ("FCFF") based on these financial statements is set out below:

(INR Lakhs)

Number of Months		6	12	12	12	12	
Particulars		FY26	FY27	FY28	FY29	FY30	TV
EBITDA		843.02	1,578.22	1,924.89	2,099.02	2,328.31	2,374.87
Less: Depreciation		-80.81	-167.94	-237.94	-237.94	-237.94	-242.70
EBIT		762.21	1,410.28	1,686.95	1,861.08	2,090.37	2,132.18
Less: Tax on EBIT	25.17%	-191.83	-354.94	-424.57	-468.40	-526.10	-536.63
NOPAT		570.38	1,055.34	1,262.38	1,392.68	1,564.26	1,595.55
Add: Depreciation		80.81	167.94	237.94	237.94	237.94	242.70
Less: Capex		657.77	-450.00	-300.00	-600.00	-900.00	
(Increase)/ decrease in working capital		-1,179.00	-648.77	-1,113.12	-723.36	-595.05	-371.60
Other Non-Current Liabilities		-36.30	0.00	0.00	0.00	0.00	
Free cash flow to firm ('FCFF')		93.66	124.52	87.20	307.26	307.15	1,466.65
Annual factor		0.50	1.00	1.00	1.00	1.00	
Discounting period (end year)		0.50	1.50	2.50	3.50	4.50	
PV factor	17.53%	0.92	0.79	0.67	0.57	0.48	
PV of FCFF		86.42	97.75	58.24	174.62	148.52	

FPV of FCFF for the horizon period	565.54	A
FCFF for terminal year	1,466.65	
WACC (Note 1)	17.53%	
Perpetuity Growth	2.00%	
Capitalisation Rate	15.53%	
Gross terminal value	9,444.25	
PV factor	0.48	
PV of terminal value	4,566.69	B
Enterprise value	5,132.23	A+B
Less: Long Term Debt	-3,163.50	
Add: Cash & Bank	57.50	
Fair Value of Equity	2,026.23	

No of Share	33,36,000	
Value Per Share (in INR)	60.74	
Value Per Share (in INR) (R/off)	61.00	

Assumptions

WACC	17.53 %
Long Term Growth Rate	2.00 %

Terminal Value

The terminal value refers to the present value of the business as a going concern beyond the period of projections up to infinity. This value is estimated by taking into account expected growth rates of the business in future, sustainable capital investments required for the business as well as the estimates growth rate of the industry and economy. Based on dynamics of the sector and discussions with the Management we have assumed a terminal growth rate of **2.00 %** for the Company beyond the projections periods. The cash flows of **Rs. 1,466.65 Lakhs** have been used to determine the terminal value. Based on these assumptions the terminal value has been calculated at **Rs. 9,444.25 Lakhs**.

Using these cash flows and a discount rate of **17.53 %** we estimate the equity value of the Company **Rs. 2,026.23 Lakhs**.

Discount Factor

Discount Factor considered for arriving at the present value of the Free Cash Flows to the Firm ("FCFF") is the WACC.

The Weighted Average Cost of Capital ("WACC") is based on the proportionate weights of each component of the source of capital, i.e. weighted average of The Cost of Equity ("COE") & The Cost of Debt ("COD") wherein the ratio of Equity/Debt on total capital is the proportionate weights

WACC: COE * Equity Weightage of total Capital + COD * Debt Weightage of total Capital

Note 1: Calculations of WACC

Particulars	Note	%
Base Cost of equity		14.26%
Company specific risk premium		8.00%
Adjusted CoE	Note 2	22.26%
- Equity Weightage (*)		68.00%
Weighted CoE (A)		15.13%
Post tax cost of debt	Note 3	7.48%
- Debt Weightage (*)		32.00%
Weighted CoD (B)		2.39%
WACC (A + B)		17.53%

(*) Weightage as per debt-to-equity ratio of the projected financial from FY 26 to FY 30

Note 2: Organisation Specific Discount Rate

- Cost of Equity of 22.26 % is taken as Discounting rate, calculated using,
 - Historical Market Return of BSE 500 from February 01, 1999, to February 05, 2026, is 14.26 %
 - We have considered Premium of 8.00 % towards risk and illiquidity

	Rate	Source
Market Return (Rm)	14.26 %	Return of BSE 500 for the period of Feb 01, 1999, to February 05, 2026.
Company Specific Risk	8.00 %	Contingency of revenues, projected high profitability, achievability of projections

Based on the above parameters, the cost of Equity has been calculated at **22.26 %**.

Note 3: Calculation of Post Tax Cost of Debt

Cost of Debt (*)	10.00%
Tax rate	25.17%
Post tax	7.48%

(*) As per Management Representation

(This space is intentionally left blank)