

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

This is an abridged prospectus containing salient features of the Prospectus. You are encouraged to read greater details available in the Prospectus.

THIS DOCUMENT CONSISTS OF FOUR PAGES OF APPLICATION FORM ALONG WITH INSTRUCTIONS AND SIX PAGES OF ABRIDGED PROSPECTUS. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.

You may obtain a physical copy of the Application form and the Prospectus from stock exchange, our Company, Lead manager, Non-Syndicate Registered Brokers, Registrar and Share Transfer Agents, Underwriters, Bankers to the Issue or Self Certified Syndicate Banks. You may also download the Prospectus from the websites of Securities and Exchange Board of India ('SEBI'), Lead Manager and Stock Exchange where the equity shares are proposed to be listed (Stock Exchange) that is www.sebi.gov.in, www.finshoregroup.com, and www.bseindia.com and website of issuer company www.srdyechem.com respectively. All capitalized terms used herein and not specifically defined shall have the same meaning as ascribed to them in the Prospectus.



Fixed Price Issue

SHANKAR LAL RAMPAL DYE-CHEM LIMITED

(Formerly known as Shankar Lal Rampal Dye-Chem Private Limited)

Corporate Identity Number: U24114RJ2005PLC021340

Our Company was originally constituted as a Private Limited Company having CIN U24114RJ2005PTC021340 in the name and styles of "M/s. Shankar Lal Rampal Dye-Chem Private Limited" vide an Incorporation Certificate as on September 19, 2005. Subsequently, it was converted into a public limited company pursuant to special resolution passed at its Extra-ordinary General Meeting of our company held on April 23, 2018 and the name of our company was changed to "Shankar Lal Rampal Dye-Chem Limited" vide a fresh Certificate of Incorporation consequent upon conversion dated May 08, 2018 issued by Registrar of Companies, Jaipur. The Corporate Identification Number of Our Company is U24114RJ2005PLC021340. For further details of Incorporation, Change of Name of our company, please refer to chapter titled "General Information" and "Our History and Certain Other Corporate Matters" beginning on page 45 and page 101 of the Prospectus.

Registered Office: SG-2730, Suwana, Bhilwara-311001, Rajasthan, India,

Company Secretary and Compliance Officer: Ms. Aditi Babel;

Email: info@srdyechem.com, **Telephone:** 01482-220062.

Website: www.srdyechem.com

Promoters of our company: 1) Mr. Rampal Inani, 2) Mr. Jagdish Chandra Inani, 3) Mr. Dinesh Chandra Inani, 4) Mr. Vinod Kumar Inani and 5) Mr. Susheel Kumar Inani

ISSUE DETAILS, LISTING AND PROCEDURE

INITIAL PUBLIC ISSUE OF 16,20,000 EQUITY SHARES OF FACE VALUE OF ₹10/- EACH ("EQUITY SHARES") OF M/s. SHANKAR LAL RAMPAL DYE-CHEM LIMITED (THE "COMPANY" OR THE "ISSUER") FOR CASH PRICE OF ₹45/- PER EQUITY SHARE, INCLUDING A SHARE PREMIUM OF ₹35/- PER EQUITY SHARE (THE "ISSUE PRICE"), AGGREGATING TO ₹729.00 LAKHS ("THE ISSUE"), OF WHICH 81,000 EQUITY SHARES OF FACE VALUE OF ₹10/- EACH FOR CASH PRICE OF ₹45/- PER EQUITY SHARE, AGGREGATING TO ₹36.45 LAKHS WILL BE RESERVED FOR SUBSCRIPTIONS BY THE MARKET MAKER TO THE ISSUE (THE "MARKET MAKER RESERVATION PORTION"). THE ISSUE LESS MARKET MAKER RESERVATION PORTION I.E., ISSUE OF 15,39,000 EQUITY SHARES OF FACE VALUE OF ₹10/- EACH, FOR CASH PRICE OF ₹45/- PER EQUITY SHARE, AGGREGATING TO ₹692.55 LAKHS IS HERE IN AFTER REFERRED TO AS THE "NET ISSUE". THE ISSUE AND THE NET ISSUE WILL CONSTITUTE 27.01% AND 25.66% RESPECTIVELY OF THE POST ISSUE PAIDUP EQUITY SHARE CAPITAL OF THE COMPANY.

This is an initial public issue of 16,20,000 Equity Shares of face value of ₹. 10/- each and the minimum lot size is 3,000 Equity Shares and in multiples of 3,000 thereof and for which pre-issue advertisement shall be advertised in English national daily "Financial Express", Hindi National Daily "Jansatta" and regional daily "BhorTarang" after registering Prospectus with the Registrar of Companies, Jaipur, Rajasthan. For details of Basis for offer Price, please refer page no. 72 of the Prospectus.

Procedure:

If you wish to know about processes and procedures applicable to public issues, you may request for a copy of the General Information Document (GID) from LM or download it from the website of BSE (www.bseindia.com) and LM (www.finshoregroup.com).

ELIGIBILITY FOR THE ISSUE

This being an issue under Chapter XB of SEBI (ICDR) Regulations, 2009; Regulation 26(1)/26(2) SEBI (ICDR) Regulations, 2009 are not applicable. The company is eligible for the issue in terms of Regulation 106(M)(1) of SEBI (ICDR) Regulations, 2009.

INDICATIVE TIMETABLE

The below dates are indicative. However actual dates may vary.

Issue Opening Date	December 12, 2018 (Wednesday)	Unblocking of funds from ASBA Account	December 20, 2018 (Thursday)
Issue Closing Date	December 14, 2018 (Friday)	Credit of Equity Shares to demat accounts of Allottees	December 21, 2018 (Friday)
Finalisation of basis of allotment with the Designated Stock Exchange	December 19, 2018 (Wednesday)	Commencement of trading of Equity Shares on the Stock Exchange	December 24, 2018 (Monday)

The above time table, other than issue opening and closing dates, is indicative in nature and does not constitute any obligation on the Company or

the LM. While our Company shall ensure that all the steps for completion of all the necessary formalities for the listing and trading of our equity shares on the SME Platform of BSE are taken within 6 working days of the issue closing date, the time table may change due to various factors such as extension of the issue period by the Company or any delay in receiving final listing and trading approval from the BSE. The Commencement of the trading of Equity shares will be entirely at the discretion of the BSE SME Exchange in accordance with the applicable laws.

ATTENTION OF INVESTOR

Please ensure that you read the Prospectus, the General instructions contained in this Memorandum and the 'General Information Document (GID)' for investing in Public Issues undertaken through the "Fixed price issue" before applying in the Issue. Unless otherwise specified, all terms used in this form shall have the meaning ascribed to such terms in the Prospectus. The investors are advised to retain a copy of Prospectus/Abridged Prospectus for their future reference.

GENERAL RISKS

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 investment. Investors are advised to read the risk factors carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of the Issuer and this Issue, including the risks involved. The Equity Shares 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 contents of the Prospectus. Specific attention of the investors is invited to the section titled "Risk Factors" beginning on page number 14 of the Prospectus and on page no. 7 of this Abridged Prospectus.

DISCLOSURE OF PRICE INFORMATION OF PAST ISSUES HANDLED BY FINSHORE MANAGEMENT SERVICES LIMITED:

Sr. No.	Issue Name	Issue Size ₹. (Cr.)	Issue Price (₹.)	Listing Date	Opening price on listing date	+/- % change in closing price, [+/- % change in closing benchmark]- 30th calendar days from listing	+/- % change in closing price, [+/- % change in closing benchmark]- 90th calendar days from listing	+/- % change in closing price, [+/- % change in closing benchmark]- 180th calendar days from listing
1	East India Securities Ltd	92.74	920	13-03-2018	921.9	1.02 [+0.72]	0.86 [+5.42]	3.23 [+11.40]
2	Sungold Media And Entertainment Limited	1.35	10	27-08-2018	9.75	-11.43 [-5.56]	-41.09 [-8.63]	NA
3	Powerful Technologies Limited	13.54	51	28-08-2018	48	-34.65 [-6.48]	-38.71 [-8.97]	NA
4	AKI India Limited	3.08	11	12-10-2018	11.55	-2.68 [1.22]	NA	NA
5	Shree Krishna Infrastructure Limited	1.17	13	03-12-2018	12.35	-	-	-

Status as on December 04, 2018

Summary statement of Disclosure

Financial Year	Total no. Of IPOs	Total Funds Raised (Rs. in Cr.)	Nos. Of IPOs trading at discount - 30th calendar day from listing day			Nos. of IPOs trading at premium - 30th calendar day from listing day			Nos. of IPOs trading at discount - 180th calendar day from listing day			Nos. of IPOs trading at premium - 180th calendar day from listing day		
			Over 50%	Between 25-50%	Less than 25%	Over 50%	Between 25-50%	Less than 25%	Over 50%	Between 25-50%	Less than 25%	Over 50%	Between 25-50%	Less than 25%
2016-17	0	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A
2017-18	1	92.74	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	1
2018-19	4 [^]	19.14	N.A	1	2	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A	N.A

Status as on December 04, 2018. ^One issue opened on December 03, 2018

Sources: All share price data is from www.bseindia.com & www.nseindia.com

Note: -The BSE Sensex & Nifty 50 is considered as the Benchmark Index.

Names of Lead Manager and contact details	Finshore Management Services Limited Anandlok, Block-A, 2 nd Floor, Room No. 207, 227 A.J.C. Bose Road, Kolkata-700020, India Telephone: +91-33-22895101; Facsimile: +91-33-22895101 Email: ramakrishna@finshoregroup.com Investor grievance email: info@finshoregroup.com Contact Person: Mr. S. Ramakrishna Iyengar Website: www.finshoregroup.com SEBI Registration Number: INM000012185
Names of Syndicate Members	Not Applicable

Name of Registrar to the Issue and contact details	Cameo Corporate Services Limited Subramanian Building, #1, Club House Road, Chennai - 600 002, India Telephone: +91-44-40020700, 28460390; Facsimile: +91-44-28460129 Email: investor@cameoindia.com Contact Person: Mr. R.D. Ramasamy, Director Website: www.cameoindia.com SEBI Registration Number: INR000003753
Name of Statutory & Peer Review Auditor	M/s. KALANI & COMPANY (Chartered Accountants)
Legal Advisor to the Offer	Mr. Badri Lal Dadhich
Name of the Market Maker	Shilpa Stock Broker Private Limited 5, Natwar Chambers, 1 st Floor, 94, Nagindas Master Road, Fort, Mumbai – 400 001 Tel No: 022 – 4032 4300; Fax No: 022 – 3028 4340 Email ID: rakesh@ssbpl.net Contact Person: Mr. Anil Maliwal SEBI Registration No: INZ000201636 Market Maker Registration No: SMEMM0060822102018
Name of Credit Rating Agency and the rating or grading obtained, if any	Not Applicable
Name of Debenture trustee, if any	Not Applicable
Self Certified Syndicate Banks	The list of banks is available on http://www.sebi.gov.in/sebiweb/home/detail/32791/no/List-of-Self-Certified-Syndicate-Banks-under-the-ASBA-facility
Non-Syndicate Registered Brokers	You can submit Application Forms in the Issue to Registered Brokers at the Broker Centres. The details of such Broker Centres, along with the names and contact details of the Registered Brokers are available on the website of the Stock Exchange (www.bseindia.com).
Details regarding website address(es) / link(s) from which the investor can obtain list of registrar to issue and share transfer agents, depository participants and stock brokers who can accept application from investor (as applicable)	The details of the Designated Registrar and Share Transfer Agents Locations and Designated Collecting Depository Participant Locations, along with their names and contact details are available on the websites of the Stock Exchange (www.bsesme.com) and updated from time to time

PROMOTERS OF ISSUER COMPANY

- 1) Rampal Inani, Managing Director:** Mr. Rampal Inani, aged 53 years, is the Promoter & Managing Director of our company. He has been an Executive Director of the Company from September 19, 2005 and thereafter has been designated as Managing Director of the Company from June 02, 2018. In view of the overall growth of company under leadership of Mr. Rampal Inani, the Company has achieved significant growth in performance in a fiercely competitive environment, realized primarily through management interventions led by Mr. Rampal Inani. Significant improvements were noted in sales turnover, product mix, cost reduction, operational efficiencies and bottom line figures.
- 2) Jagdish Chandra Inani, Whole Time Director:** Mr. Jagdish Chandra Inani, aged 47 years, is the Whole Time Director of our Company. He has been a Whole-time Executive Director of the Company from April 23, 2018. He is having more than 2 decades of experience in business and industry. He is playing a vital role in future planning of the business.
- 3) Dinesh Chandra Inani, Whole Time Director:** Mr. Dinesh Chandra Inani, aged 46 years, is Whole Time Director of our Company. He has been an Executive Director of the Company from March 14, 2015. He is having vast experience in business, trade and commerce. He is playing a vital role in developing business strategies for the company and under his supervision company has enhanced its business.
- 4) Vinod Kumar Inani, Whole Time Director:** Mr. Vinod Kumar Inani, aged 44 years is expert in Corporate Business planning. He has been a Whole-time Executive Director of the Company from April 23, 2018. He is playing a vital role in future planning of the business.
- 5) Susheel Kumar Inani, Chief Financial Officer cum Whole Time Director:** Mr. Susheel Kumar Inani, aged 42 years, has been a Whole Time Director with effect from April 23, 2018 and later was appointed as the Chief Financial Officer of our company w.e.f June 30, 2018. He is expert in project and industry planning. He is playing a vital role in future financial planning of the business. He is currently responsible for handling the financial, accounting and taxation matters of the Company.

For Further details on : “**Our Promoters and Promoter Group**” refer Page 115 of the Prospectus

BUSINESS OVERVIEW AND STRATEGY

Our Company is in the business of trading in Dyes and Chemicals since year 2005. The company mainly deals in Hydrogen Peroxide, Sodium Bi Carbonate 99.5%, Sodium Meta Bi Sulphite 97%, Soda Ash Light, Linear Alkyl Benzene Sulphonic Acid 90% and many others chemicals. Our company trades in all types of Sulphur Dyes. The Dyes and Chemicals in which our Company deals in, mainly caters to Textiles & Garments manufacturing Industry, Food and Beverages Industries, Laboratory, Leather, Candel making industries, Plastic Industries, Agriculture, Water Treatment, Personal Care & Cosmetics Industries, Plywood Industry etc. The Company also trades in speciality performance chemicals used in Textile Dyeing and Printing Industry. The Trading facility of the Company is situated at Bhilwara (Rajasthan) where our operations are centralised which controls the trading activities in Mumbai (Maharashtra) and Delhi where we have rented warehouses for stocking our products and onward sale to our customers. The company is an ISO 9001:2015, ISO 14001:2015 certified company.

Our Company initially started its operations from its Registered office at 31/165, Manikya Nagar, Bhilwara, India as a trader of Dyes & Chemical products. Subsequently the registered office has been changed to Plot No. SG 2730, Suwana, Bhilwara - 311001, Rajasthan from 21st April 2006. Now we have expanded our operations to Mumbai and Delhi and in the process of expanding to other states.

The experience of our company’s management is reflected in company’s performance where Revenue has grown from Rs. 2340.97 Lakhs in F.Y. 2013-14 to Rs. 7516.44 Lakhs in F.Y. 2017-18 and Profit before Tax has grown from Rs. 10.76 Lakhs to Rs. 134.98 Lakhs in the same period. Under

the leadership of the promoters, our company has seen commendable growth both in operations and financial performance.

OUR BUSINESS STRATEGY:

Our vision is to grow in existing and new markets by providing quality products. We intend to capitalize on the growing demand for our products in India and abroad. In line with this vision, our Company is implementing a business strategy with the following key components. Our strategy will be to focus on capitalizing on our core strengths and expanding the operations of our business.

1. Reduction of costs

Till date, we have been procuring materials and intermediates from some specific parties. However, our management will be devising a plan of Import from various Countries and presently we are importing from more than 10 countries, by which we can reduce our cost significantly. This will not only reduce the cost of buying due to healthy competitive and international market available with us.

2. Expanding customer base

Dye manufacturing is mostly done in India, China and Indonesia. But most of the global demand is met by India and China, hence the market for us is huge. The company's product is currently marketed majorly in Indian region. The strategy going forward is to cater the market of other international locations, viz., Pakistan, Bangladesh, Vietnam. The demand for such dye and chemical is ever increasing even in India where catering to newer customer will be comparatively an easier task.

For further details of "Industry Overview", "Our Business", and "Government and Other Key Approvals" please refer page no.77, 87 and 159 of the Prospectus respectively.

BOARD OF DIRECTORS

Sr. No.	Name	Designation	Experience
1	Rampal Inani	Managing Director	Mr. Rampal Inani, aged 53 years, is the Promoter and Managing Director of our Company. He holds a Bachelor's degree in Commerce from University of Rajasthan and has a rich knowledge in chemical industry and is presently looking after sales, marketing, production and quality control department in company. He is guiding force behind all the corporate decisions of the company.
2	Jagdish Chandra Inani	Whole Time Director	Mr. Jagdish Chandra Inani, aged 47 years, is Whole Time Director of our Company. He currently looks after general corporate affairs in the company
3	Dinesh Chandra Inani	Whole Time Director	Mr. Dinesh Chandra Inani, aged 46 years, is Whole Time Director of our Company. He currently looks after overall business activity in the company
4	Vinod Kumar Inani	Whole Time Director	Mr. Vinod Kumar Inani, aged 44 years, is Whole Time Director of our Company. He holds a Bachelor's degree in Commerce from Maharishi Dayanand University, Rajasthan. He currently looks after sales, purchase and marketing department in the company
5	Susheel Kumar Inani	Whole Time Director	Mr. Susheel Kumar Inani, aged 42 years, is Whole Time Director & Chief Financial Officer of our Company. He holds a Bachelor's degree in Commerce from Maharishi Dayanand University, Rajasthan, and also He had cleared intermediate level of Chartered Accountant Exams. He currently looks after finance, exports, administration and accounting department in the company
6	Murli Atal	Independent Director	Mr. Murli Atal aged 25 years, is the Independent Director of our Company. He was appointed as Independent Director as on June 09, 2018. He is a Chartered Accountant by profession
7	Apoorva Maheshwari	Women Director and Independent Director	Ms. Apoorva Maheshwari, aged 29 years, is the Independent Director of our Company. She was appointed as Independent Director as on June 09, 2018. She is an M.B.A. by profession
8	Harsh Kabra	Independent Director	Mr. Harsh Kabra, aged 25 years, is the Independent Director of our Company. He was appointed as Independent Director as on June 09, 2018. He is a Chartered Accountant by profession
9	Anil Kumar Kabra	Independent Director	Mr. Anil Kumar Kabra, aged 50 years, is the Independent Director of our Company. He was appointed as Independent Director as on June 09, 2018. He is a Chartered Accountant by profession
10	Himanshu Jain	Independent Director	Mr. Himanshu Jain aged 26 years, is the Independent Director of our Company. He was appointed as Independent Director as on June 09, 2018. He is a Chartered Accountant by profession

OBJECT OF THE ISSUE

The Issue includes a fresh Issue of 16,20,000 Equity Shares of our Company having face value of Rs. 10/- each at an Issue Price of Rs. 45/- per Equity Share aggregating to Rs. 729.00 Lakhs. The object of the issue is to meet working capital requirement of the company. Out of Rs. 729.00 Lakhs of IPO proceeds, Rs. 705.00 Lakhs will be used in working capital requirement and Rs. 24.00 Lakhs will be used to meet Public issue expenses.

The fund requirement and deployment are based on internal management estimates and have not been appraised by any bank or financial institution. These are based on current conditions and are subject to change in light of changes in external circumstances or costs, other financial conditions, business or strategy, as discussed further below.

The Company's business is working capital intensive and they avail their working capital in the ordinary course of business from Banks borrowing, Unsecured Loan and Net-worth of the company. As on March 31, 2017 and March 31, 2018 the Company's net working capital consisted of Rs. 1017.53 Lacs and Rs. 3381.75 Lakhs respectively. Keeping in view the growth of turnover of company for FY 2017-18, due to opening new branch offices at Delhi and Mumbai and appointing commission based selling agents, the management foresee increase in their working capital requirement for upcoming years to meet their sales expectation.

The incremental working capital requirements are based on estimation of the future requirements in FY 2018-19 and FY 2019-20 considering the growth in activities of our Company. The total working capital requirement for the 2018-19 is estimated to be Rs. 4688.60 Lakhs. The incremental working capital requirement for the year ended 2018-19 will be met through the Net Proceeds to the extent of Rs. 705.00 Lakhs and the balance portion will be met through borrowings and Internal Sources.

The Company is already enjoying cash credit limit of Rs. 350.00 Lakhs from ICICI Bank Limited. Further the company has also got sanction letter from Axis Bank of Rs. 300.00 Lakhs to meet their working capital requirement vide their sanction letter dated 19th September 2018. The documentation for release of fund is under process and the company is expecting to utilize the amount sanctioned by Axis Bank in due course after completion of sanctioned terms formalities and all the documentations.

For details please refer chapter “Object of the issue” beginning on page no. 68 of the prospectus.

Further, the company believes that listing the Equity Shares on the SME Platform of BSE has their own benefits and gains. The listing of the equity shares will enhance our Company’s corporate image, brand name and create a public market for its Equity Shares in India. It will also make future financing easier and affordable in case of expansion or diversification of the business. Further, listing attracts interest of institutional investors as well as foreign institutional investors.

The requirements of the objects detailed above are intended to be funded from the Proceeds of the Issue. Accordingly, the requirements under Regulation 4 (2) (g) of the SEBI ICDR Regulations and Clause VII C of Part A of Schedule VIII of the SEBI ICDR Regulations (which requires firm arrangements of finance through verifiable means for 75% of the stated means of finance, excluding the Issue Proceeds and existing identifiable internal accruals) are not applicable.

Details and reasons for non-deployment or delay in deployment of proceeds or changes in utilization of issue proceeds of past public issues/rights issues, if any, of the Company in the preceding 10 years: **Not Applicable**

Name of monitoring agency, if any: **Not Applicable**

Terms of Issuance of Convertible Security, if any: **Not Applicable**

PRE ISSUE SHAREHOLDING PATTERN

Sr. No.	Particulars	Pre Issue number of shares	% Holding of Pre issue
1.	Promoter & Promoter Group	43,77,850	100.00
2.	Public	Nil	Nil
	Total	43,77,850	100.00

For further details refer “Capital Structure” on Page 52 to 67 of the Prospectus

RESTATED AUDITED KEY FINANCIALS

(Amount (₹) in Lakhs, except per share data)

Particulars	For the period ended March 31,					
	30-06-2018	31-03-2018	31-03-2017	31-03-2016	31-03-2015	31-03-2014
Total Revenue	4,085.17	7,516.85	2,919.43	2,599.71	2,194.54	2,341.53
Net Profit / (Loss) before tax and extraordinary items	211.73	134.98	16.26	14.42	9.87	10.76
Net Profit / (Loss) after tax and extraordinary items	152.34	96.47	11.14	9.95	6.29	7.40
Equity Share Capital	437.79	437.79	173.39	173.39	173.39	131.03
Reserves and Surplus	1,811.44	1,659.10	618.75	607.61	597.67	447.31
Net worth	2,249.22	2,096.89	792.15	781.01	771.06	578.34
Basic & Diluted earnings per share (Rs.)	3.48*	5.00	0.64	0.57	0.47	0.56
Return on net worth (%)	6.77%*	4.60%	1.41%	1.27%	0.82%	1.28%
Net Asset Value Per Share (Rs)	51.38	47.89	45.68	45.04	44.47	44.14

*Figures for period ended June 30, 2018 are not annualised.

For further details refer “Financial information of the Company” starting from Page 122 of the Prospectus

INTERNAL RISK FACTORS

The below mentioned risks are top 5 risk factors as per the Prospectus.

1. **Our Company/Promoters/Directors/Promoters Group are involved in certain litigations, as per details mentioned below. Any adverse decisions in the cases filed by/against the Company, may impact business and operations of the Company.**

A. Litigation in the name of Company

- Our Company Shankar Lal Rampal Dye-Chem Limited has been Received order u/s 37 of FEMA 1999, from Enforcement Directorate office Jaipur to produce certain documents & records vide letter dated 10/09/2018. Our Company has submitted all the required documents to the department.
- Our Company has filed civil Suit No 75/2018 against M/s Bhagwati Chemicals proprietor Sh. Himmat Singh Shakhawat,G-3, Sugam Tower, Charch Road, MI Road, Jaipur for recovery of Rs. 82,616/- for dues against goods sold. The case is pending at Judicial Magistrate (W) at Bhilwara Rajasthan.

B. Case filed by our Promoter

One of our Promoter Director Mr. Jagdish Chandra Inani has filed a Civil Suit against Mr. Dinesh Kumar S/o Sh. Chirnaji Lal Panwar, 2 G 6, R. C. Vyas Colony, Bhilwara for recovery of Rs 19,00,000 for recovery against advances paid for property purchase at District Judge Court Bhilwara vide case No 53/2018.

C. Litigation in the name of Promoter Group

- A Summon were served on 31/08/2018 by enforcement directorate to submit some details regarding import bills, which have already been submitted with the department dated 13/09/2018. The matter pertains to Classic Prime Home Care Pvt Ltd (one of Promoter Group Company).
- Our one of the Promoter Group company “Classic Prime Home Care Pvt Ltd, has filed a civil suit no 90/2017 against Sunrise Sales Ltd. Sunrise Complex, Plot No 2 Opp. Invitation Garden, Hissar Bypass Chowk, Rohtak, Haryana for recovery of Rs 5,00,001/- for dues

against goods sold at District Judge Court , Bhilwara

2. ***We are in business related to chemicals which faces excessive government regulations.***
Dye and chemical business involves use of numerous toxic acids and its related chemical components. Usages of such intermediates are hazardous to the environment as a whole. This leads to excessive government focus and regulations to follow in such business model. With increased compliances and regulations, Company faces challenges on many aspects such as control on use of materials, discharge of effluent treatment which may affect the business directly. Any such non-compliance may lead to imposition of penalties, fines or imprisonment. Further, operations of the Company may be suspended; trading licenses may be suspended, withdrawn or terminated
3. ***The branch office of our company situated at Mumbai & Delhi and godown/warehouse for chemical storage is not owned by us.***
The above places are taken on rent. Any discontinuance of such arrangement will lead us to re-locate to any other premises. Our inability to identify the new premises may adversely affect the operations, finances and profitability of our Company.
4. ***We rely on third party labour for a major portion of our unskilled labour activities:***
We require certain unskilled labour at our facility for the loading, unloading, sorting etc. of Dye and Chemical products. We do not employ any such labour on our fixed payroll. Since, we do not have these labours on our pay-roll and we cannot contractually control them, we are unable to assure continued availability of the same or we may experience to disputes or other problems with local work force. This may result in our operations and customer dissatisfaction thus adversely affecting our goodwill and future revenues.
5. ***Our Company does not have any long- term contracts or agreements of supply of products in which we trade, which may adversely affect our results of operations and we are also exposed to price and supply fluctuations.***
We are, to a major extent, dependent on external suppliers for our products in which we trade and we do not have any long-term supply agreements or commitments in relation to the same. Consequently, we are exposed to price and supply fluctuations and these fluctuations may adversely affect our ability to obtain orders and/or to execute them in a timely manner, which would have a material adverse effect on our business, results of operations and financial condition.
For further details please refer the chapter “Risk Factor” on page no. 14 of our Prospectus.

BASIS FOR ISSUE PRICE

For “Basis for Issue Price” of the Company refer Page 72 of the Prospectus

GROUP ENTITIES OF OUR COMPANY

For “Group entities” of the Company refer Page 118 of the Prospectus

SUMMARY OF OUTSTANDING LITIGATION, CLAIMS AND REGULATORY ACTION

- A. There are 1 litigations filed against the company the details of which are mentioned below:

Sr. No.	Particulars	Litigation Filed By	Current Status	Amount Involved
1	Our Company Shankar Lal Rampal Dye-Chem Limited has been Received order u/s 37 of FEMA 1999, from Enforcement Directorate office Jaipur to produce certain documents & records vide letter dated 10/09/2018. Our Company has submitted the required documents. Its General investigation process for import activity of company.	Enforcement Directorate Jaipur	Pending	--

- B. Regulatory action, if any – disciplinary action taken by SEBI or stock exchange against the company/promoters in last 5 financial years - NIL
- C. Brief details of outstanding criminal proceedings against the promoters - NIL

For further details of such cases and the cases filed by and against our Company, Director, Promoters, Promoter Group please see the chapter titled “*Outstanding Litigation and Material Developments*” beginning on page 155 of the Prospectus.

OTHER REGULATORY AND STATUTORY DISCLOSURES

For “*Other Regulatory and Statutory Disclosures*” Refer Page 161 of the Prospectus

MATERIAL CONTRACTS AND DOCUMENTS FOR INSPECTION

The material contracts and agreements for inspection referred to here under, may be inspected at the Registered Office of our Company at SG-2730, Suwana, Bhilwara-311001, Rajasthan, India from 10.00 a.m. to 5.00 p.m. on working days from the date of the prospectus until the Issue Closing Date.

For “*Material Contracts and Documents for Inspection*” refer Page 234 of the Prospectus

ANY OTHER IMPORTANT INFORMATION AS PER LEAD MANAGER/ISSUER/SELLING SHAREHOLDER

None

DECLARATION BY THE COMPANY

We hereby declare that all relevant provisions of the Companies Act, 1956, and the Companies Act, 2013 and the guidelines/regulations issued by the Government of India or the guidelines/regulations issued by the Securities and Exchange Board of India, established under section 3 of the Securities and Exchange Board of India Act, 1992, as the case may be, have been complied with and no statement made in the Prospectus is contrary to the provisions of the Companies Act, 1956, the Companies Act, 2013, the Securities and Exchange Board of India Act, 1992 or rules made or guidelines or regulations issued there under, as the case may be. We further certify that all statements in the Prospectus are true and correct.