

For Equity Issues

SANGHVI FORGING LIMITED

IPO Opened on : May 04, 2011 To May 09, 2011

- 1.) **Type of issue (IPO/ FPO) :** Initial Public Issue
- 2.) **Issue size (Rs crore) :** 32.90
- 3.) **Grade of issue along with name of the rating agency :** "CARE-IPO Grade -3" Issued by Credit Rating Agency of India Limited (CARE)
- 4.) **Subscription level (number of times).** 1.29Times
- 5.) **QIB holding (as a % of total outstanding capital) as disclosed to stock exchanges (See Clause 35 of the listing agreement)**

| | |
|--|-------|
| (i) allotment in the issue | 0.00% |
| (ii) at the end of the 1st Quarter immediately after the listing of the issue | 2.84% |
| (iii) at the end of 1st FY (2011-12) | NIL |
| (iv) at the end of 2nd FY (2012-13) | NIL |
| (v) at the end of 3rd FY (2013-14) | N.A. |

Source: Bombay Stock Exchange limited (BSE),

- 6.) **Financials of the issuer (as per the annual financial results submitted to stock exchanges under Clause 41 of the listing agreement)**

| (₹ in crores) | | | |
|---|-------------------------|-------------------------|-------------------------|
| Parameters | 1st FY (2011-12) | 2nd FY (2012-13) | 3rd FY (2013-14) |
| Income from operations | 48.80 | 44.04 | 52.92 |
| Net Profit for the period | 4.76 | 1.37 | -7.78 |
| Paid-up equity share capital | 12.69 | 12.69 | 13.29 |
| Reserves excluding revaluation reserves | 46.75 | 48.12 | 41.98 |

- 7.) **Trading status in the scrip of the issuer (whether frequently traded (as defined under Regulation 2 (j) of SEBI (SAST) Regulations, 2011) or infrequently traded/ delisted/ suspended by any stock exchange, etc.)**

| | |
|---|-------------------|
| (i) at the end of 1st FY (2011-12) | Frequently traded |
| (ii) at the end of 2nd FY (2012-13) | Frequently traded |
| (iii) at the end of 3rd FY (2013-14) | Frequently traded |

- 8.) **Change, if any, in directors of issuer from the disclosures in the offer document (See Clause 30 of the listing agreement)**

| | |
|--|------|
| (i) at the end of 1st FY (2011-12) | NIL |
| (ii) at the end of 2nd FY(2012-13) | NIL |
| (iii) at the end of 3rd FY(2013-14) | N.A. |

9.) **Status of implementation of project/ commencement of commercial production (as submitted to stock exchanges under Clause 41 (IV) (e) of the listing agreement)**

(i) as disclosed in the offer document

| Activities | Commencement | Completion |
|-------------------------------|--|--------------|
| Acquisition of Land | Already Allotted and possession received from GIDC | |
| Site Development | January 2011 | June 2011 |
| Civil construction & Building | April 2011 | October 2011 |
| Plant & Machinery | | |
| Placement of firm order | | |
| Imported | July 2010 | June 2011 |
| Indigenous | March 2011 | October 2011 |
| Delivery at Site | | |
| Imported | March 2011 | October 2011 |
| Indigenous | July 2011 | October 2011 |
| Erection & Installation | November 2011 | January 2012 |
| Trial Runs | April 2012 | |
| Commercial Operations | May 2012 | |

(ii) Actual implementation

| Activities | Commencement | Completion |
|-------------------------------|--|----------------|
| Acquisition of Land | Already Allotted and possession received from GIDC | |
| Site Development | January 2011 | April 2012 |
| Civil construction & Building | April 2011 | April 2012 |
| Plant & Machinery | | |
| Placement of firm order | | |
| Imported | July 2010 | April 2012 |
| Indigenous | October 2011 | April 2012 |
| Delivery at Site | | |
| Imported | December 2011 | April 2012 |
| Indigenous | October 2011 | April 2012 |
| Erection & Installation | January 2012 | September 2012 |
| Trial Runs | September 2012 | |
| Commercial Operations | October 2012 | |

Source: Issuer

(iii) Reasons for delay in implementation, if any: The company has informed the stock exchange about commencement of commercial production vide press release dated November 1, 2012. The delay in implementation of the project was on account of delay in launch of the IPO and subsequent change in suppliers for some of the machineries in order to increase the fuel efficiency and to reduce the emission of green house resulting in higher lead time. (**Source:** BSE/Issuer)

10.) Status of utilization of issue proceeds (as submitted to stock exchanges under Clauses 41, 43 and 43A of the listing agreement)

(₹ in crores)

| | |
|--|-------|
| (i) as disclosed in the offer document | 42.50 |
| (ii) Actual utilization* | 42.50 |
| (iii) Reasons for deviation, if any | -- |

Source: Bombay Stock Exchange limited (BSE), *details of utilisation as at 31st December, 2012

11.) Comments of monitoring agency, if applicable (See Regulation 16 of SEBI (ICDR) Regulations, 2009 read with Clause 43A of the listing agreement)

- (a) Comments on use of funds
- (b) Comments on deviation, if any, in the use of proceeds of the issue from the objects stated in the offer document
- (c) Any other reservations expressed by the monitoring agency about the end use of funds

Not Applicable (No Monitoring Agency was appointed as the Issue size was less than ₹500 crores)

12.) Price- related data

Issue price (Rs): 85.

| Price parameters | At close of listing day | At close of 30th calendar day from listing day | At close of 90th calendar day from listing day | As at the end of 1st FY after the listing of the issue (2011-12) | | | As at the end of 2nd FY after the listing of the issue (2012-13) | | | As at the end of 3rd FY after the listing of the issue (2013-14) | | |
|--|-------------------------|--|--|--|------------------------|-------------------------|--|------------------------|------------------------|--|-----------------------|------------------------|
| | | | | Closing price | High (during the FY) | Low (during the FY) | Closing price | High (during the FY) | Low (during the FY) | Closing price | High (during the FY) | Low (during the FY) |
| Market Price | 111.75 | 47.15 | 26.20 | 50.35 | 144.9 | 22.00 | 24.75 | 100.85 | 24.40 | 18.25 | 31.95 | 15.2 |
| Index (of the Designated Stock Exchange): | 17993.33 BSE-SENSEX | 17727.49 BSE-SENSEX | 16446.02 BSE-SENSEX | 17,404.20 BSE-SENSEX | 19,131.7 BSE-SENSEX | 15,135.86 BSE-SENSEX | 18835.77 BSE-SENSEX | 20203.66 BSE-SENSEX | 15748.98 BSE-SENSEX | 22386.27 BSE-SENSEX | 20030.7 BSE-SENSEX | 18733.04 BSE-SENSEX |
| #Sectoral Index mention the index that has been considered and reasons for considering the same) | - | - | - | | | | | | | | | |

there is no Sectoral Index attributable to Issuer

- 13.) **Basis for Issue Price and Comparison with Peer Group & Industry Average** (Source of accounting ratios of peer group and industry average may be indicated; source of the accounting ratios may generally be the same, however in case of different sources, reasons for the same may be indicated)

| Accounting ratio | Name of company | As disclosed in the offer document (See Clause (2) (VII) (K) of Schedule VIII to SEBI (ICDR) Regulations, 2009) | At the end of 1st FY (2011-12) | At the end of 2nd FY (2012-13) | At the end of 3rd FY (2013-14) |
|---|-----------------------------|---|--------------------------------|--------------------------------|--------------------------------|
| EPS | Issuer: | 3.42 | 3.99 | 1.08 | -6.10 |
| | Peer Group: | | | | |
| | Bharat Forge Limited | 5.71 | 17.72 | 10.63 | 21.41 |
| | M M Forgings Limited | 8.63 | 22.17 | 20.26 | 24.29 |
| | Ramkrishna Forgings Limited | 7.01 | 13.61 | 4.69 | 3.34 |
| | Industry Avg: | N.A | - | - | - |
| P/E | Issuer: | 24.85 | 12.62 | 19.81 | -2.99 |
| | Peer Group: | | | | |
| | Bharat Forge Limited | 63.05 | 18.12 | 18.89 | 19.69 |
| | M M Forgings Limited | 15.18 | 4.16 | 3.62 | 4.89 |
| | Ramkrishna Forgings Limited | 15.13 | 9.71 | 15.95 | 32.7 |
| | Industry Avg: | 17.80 | - | - | - |
| RoNW | Issuer: | 20.95 | 8 | 2.25 | -14.08 |
| | Peer Group: | | | | |
| | Bharat Forge Limited | 8.40 | 18.91 | 11.58 | 18.57 |
| | M M Forgings Limited | 10.50 | 17.62 | 14.21 | -14.97 |
| | Ramkrishna Forgings Limited | 9.80 | 12.89 | 3.67 | 2.68 |
| | Industry Avg: | N.A | - | - | - |
| NAV per share based on balance sheet | Issuer: | 16.33 | 46.84 | 47.91 | 41.26- |
| | Peer Group: | | | | |
| | Bharat Forge Limited | 77.60 | 93.74 | 96.93 | 115.2 |
| | M M Forgings Limited | 86.00 | 125.8 | 142.57 | 162.20 |
| | Ramkrishna Forgings Limited | 77.10 | 103.83 | 113.33 | 120.76 |
| | Industry Avg: | N.A | - | - | - |

P/E ratios are based on closing price on the last trading day of the Financial Year ended March 31, 2014.

Excluding Warrants

(Sources: BSE Filings)

- 14.) **Any other material information:** *Shri Kishan Mohanty has resigned from Company Secretary Office and same has been approved in the meeting held on 12 Nov 13. Appointment of Shri Sagar Pandya as a Company Secretary w.e.f 01 Dec,2013.*