

This is an abridged prospectus containing salient features of the Red Herring Prospectus dated August 14, 2025 (the “RHP”). You are encouraged to read greater details available in the RHP (Download link: [www.classicelectrodes.com](http://www.classicelectrodes.com)) Unless otherwise specified all capitalized terms used herein and not specifically defined shall have the same meaning as ascribed to them in the RHP.

**THIS ABRIDGED PROSPECTUS CONSISTS OF 10 (TEN) PAGES. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.**



**CLASSIC ELECTRODES (INDIA) LIMITED**

**CIN:** U70100WB1997PLC085600; **Date of Incorporation:** September, 30, 1997

Registered Office	Contact Person	Email and Telephone	Website
1 A, Bonfield Lane, Kolkata, West Bengal, India- 700001	Ms. Bhagyashree Agarwal Company Secretary and Compliance Officer	+91 8336007981 <a href="mailto:compliance@classicelectrodes.com">compliance@classicelectrodes.com</a>	<a href="http://www.classicelectrodes.com">www.classicelectrodes.com</a>

**PROMOTERS OF OUR COMPANY:**

HANUMAN PRASAD AGARWAL, SUSHIL KUMAR AGARWAL, NITESH AGARWAL, SUNIL KUMAR MITTAL, AYUSH AGARWAL, NARESH KUMAR AGARWAL, PANCHSHUL MERCHANTS PRIVATE LIMITED, GUNNAYAK COMMERCIAL PRIVATE LIMITED AND ALLTIME SUPPLIERS PRIVATE LIMITED

**Details of Offer to Public**

Type of Issue (Fresh/OFS/Fresh & OFS)	Fresh Issue Size (by no. of shares or by amount in Rs)	OFS Size (by no. of shares or by amount in Rs)	Total Issue Size (by no. of shares or by amount in Rs)	Issue Under 6(1)/ 6(2)	Share Reservation			
					Qualified Institutional Bidder	Non-Institutional Investor	Individual Investor	Market Maker
Fresh Issue	Up to 47,71,200 equity shares	Nil	Up to 47,71,200 equity shares	This issue is being made in terms of Regulation 229(2) of Chapter IX of the SEBI (ICDR) Regulations, 2018 as amended.	Not more than 22,44,800 Equity Shares.	Not less than 6,75,200 Equity Shares	Not less than 15,72,800 Equity Shares	Up to 2,78,400 Equity shares

These equity shares are proposed to be listed on EMERGE Platform of National Stock Exchange of India Limited.

**DETAILS OF OFFER FOR SALE, SELLING SHAREHOLDERS AND THEIR AVERAGE COST OF ACQUISITION – NOT APPLICABLE AS THIS IS A FRESH ISSUE OF EQUITY SHARES**

Price Band, Minimum Bid Lot & Indicative Timelines	
Price Band*	Rs. 82/- to Rs. 87/- Per Equity Share of face value of Rs. 10/- each.
Minimum Bid Lot Size	For details of minimum bid lot size, please refer to price band advertisement published in English editions of Financial Express (a widely circulated English national daily newspaper), Hindi editions of Jansatta (a widely circulated Hindi national daily newspaper) and Bengali edition of Arthik Lipi (a widely circulated regional daily newspaper) (Bengali being the regional language of Kolkata where our registered office is located) at least two working days prior to the Bid / Issue Opening Date.
Anchor Portion Offer Opens/Closes on**	August 21, 2025, Thursday
Bid/Offer Open On	August 22, 2025, Friday
Bid/Closes Open On	August 26, 2025, Tuesday
Finalisation of Basis of Allotment	On or before August 28, 2025, Thursday
Initiation of Refunds	On or before August 28, 2025, Thursday
Credit of Equity Shares to Demat accounts of Allottees	On or before August 29, 2025, Friday
Commencement of trading of Equity Shares	On or before September 01, 2025, Monday

\*For details of price band and Basis for Issue Price, please refer to price band advertisement and page 111 of RHP.

*\*\*Our Company, in consultation with the BRLMs, consider participation by Anchor Investors in accordance with the SEBI (ICDR) Regulations. The Anchor Investor Bidding Date shall be one Working Day prior to the Bid/Issue Opening Date i.e. Thursday, August 21, 2025.*

The Weighted average cost of acquisition of all Equity Shares transacted over the trailing eighteen months from the date of RHP

Period	Weighted Average Cost of Acquisition (in Rs.)	Upper end of the Price Band (Rs. 87) is 'X' times the weighted Average cost of Acquisition	Range of acquisition price: Lowest Price – Highest Price (in Rs.)
May 08, 2024	NIL	NA	NA

WACA: Weighted Average Cost of Acquisition shall be calculated on fully diluted basis for the trailing eighteen months from the date of RHP.

#### RISKS IN RELATION TO THE FIRST ISSUE

This being the first public offer of the Equity Shares of our Company, there has been no formal market for the Equity Shares. The face value of each Equity Share is ₹ 10/-. The Floor Price, Cap Price and Offer Price as determined by our Company in consultation with the Book Running Lead Manager, on the basis of the assessment of market demand for the Equity Shares by way of the Book Building process, as stated under “Basis for Issue Price” on page 111 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 the 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 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 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 contents of this Red Herring Prospectus. Specific attention of the investors is invited to “Risk Factors” beginning on page 35 of the Red Herring Prospectus.

#### PROCEDURE

You may obtain a physical copy of the Bid-cum-Application Form and the RHP from the stock exchange, syndicate members, registrar to the issue, share transfer agents, depository participants, stock brokers, underwriters, bankers to the issue, investors’ associations or Self Certified Syndicate Banks.

If you wish to know about processes and procedures applicable to this issue, you may request for a copy of the RHP and/or the General Information Document (GID) from the BRLM’s or download it from the website of the Stock Exchange i.e. [www.nseindia.com](http://www.nseindia.com) and the BRLM at [www.gyrcapitaladvisors.com](http://www.gyrcapitaladvisors.com)

1. Price information of past issues handled by GYR Capital Advisors Private Limited

Sr. No.	Issue Name	Issue size (₹ In Cr.)	Issue Price (₹)	Listing date	Opening price on listing date	+/- % change in Price on closing price, [+/- % change in closing benchmark]- 30 <sup>th</sup> calendar days from listing*		+/- % change in Price on closing price, [+/- % change in closing benchmark]- 90 <sup>th</sup> calendar days from listing*		+/- % change in Price on closing price, [+/- % change in closing benchmark]- 180 <sup>th</sup> calendar days from listing*	
1.	NACDAC Infrastructure Limited	10.01	35	24.12.2024	66.50	113.6000	-2.49	28.34	-0.62	8.2	4.36
2.	Delta Autocorp Limited	54.6	130	14.01.2025	175.00	-33.42	-0.62	-42.42	0.658	-48.07	7.59
3.	Capital Numbers Infotech Limited	169.372	263	27.01.2025	274.00	-36.16	-1.01	-34.56	6.44	-51.10	7.33
4.	Chamunda Electricals Limited*	14.595	50	11.02.2025	70.00	-14	-2.92	-16.40	8.04	-4	6.74
5.	Voler Car Limited*	27.00	90	19.02.2025	90.00	-5.00	1.82	0.94	6.91	-	-
6.	Srjee DLM Limited*	16.98	99	12.05.2025	188.10	192.12	0.10	148.63	-2.21	-	-
7.	Dar Credit and Capital Limited*	25.66	60	28.05.2025	65.15	-10	3.57	-	-	-	-
8.	Sacheerome	61.61	12	16.06.2025	153.00	22.41	1.06	-	-	-	-

Sr. No.	Issue Name	Issue size (₹ In Cr.)	Issue Price (₹)	Listing date	Opening price on listing date	+/- % change in Price on closing price, [+/- % change in closing benchmark]- 30 <sup>th</sup> calendar days from listing*		+/- % change in Price on closing price, [+/- % change in closing benchmark]- 90 <sup>th</sup> calendar days from listing*		+/- % change in Price on closing price, [+/- % change in closing benchmark]- 180 <sup>th</sup> calendar days from listing*	
	Limited*										
9.	Suntech Infra Solutions Limited	44.39	86	02.07.2025	109.10	11.74	2.87	-	-	-	-
10.	Glen Industries Limited	62.94	97	15.07.2025	157.00	-	-	-	-	-	-

\*Companies have been listed on 11.02.2025, 19.02.2025, 12.05.2025, 28.05.2025, 16.06.2025, 02.07.2025 and 15.07.2025 hence not applicable.

'Name of BRLM and contact details (telephone and email id) of each BRLM	<b>GYR Capital Advisors Private Limited</b> <b>Address:</b> 428, Gala Empire, Near JB Tower, Drive in Road, Thaltej, Ahmedabad-380 054, Gujarat, India. <b>Telephone:</b> +91 87775 64648 <b>Email ID:</b> <a href="mailto:info@gyrcapitaladvisors.com">info@gyrcapitaladvisors.com</a> <b>Website:</b> <a href="http://www.gyrcapitaladvisors.com">www.gyrcapitaladvisors.com</a> <b>Investor Grievance ID:</b> <a href="mailto:investors@gyrcapitaladvisors.com">investors@gyrcapitaladvisors.com</a> <b>Contact Person:</b> Mr. Mohit Baid <b>SEBI Registration Number:</b> INM000012810
Name of Syndicate Member	GYR Capital Advisors Private Limited
Name of Market Maker	Winance Financial Services Private Limited and Giriraj Stock Broking Private Limited
Name of Registrar to the Offer and contact details (telephone and email id)	<b>MUFG Intime India Private Limited</b> <b>(Formerly Link Intime India Private Limited)</b> <b>Address:</b> C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West) Mumbai, Maharashtra- 400083, India <b>Telephone:</b> +91 810 811 4949 <b>Email:</b> <a href="mailto:classicelectrodes.ipo@in.mpms.mufg.com">classicelectrodes.ipo@in.mpms.mufg.com</a> <b>Investor grievance e-mail:</b> <a href="mailto:classicelectrodes.ipo@in.mpms.mufg.com">classicelectrodes.ipo@in.mpms.mufg.com</a> <b>Website:</b> <a href="http://www.linkintime.co.in">www.linkintime.co.in</a> <b>Contact Person:</b> Shanti Gopalkrishnan <b>SEBI registration number:</b> INR000004058 <b>CIN:</b> U67190MH1999PTC118368
Name of Statutory Auditor	M/s. KPMR and Associates, Chartered Accountants
Name of Peer Reviewed Auditor	M/s. KPMR and Associates, Chartered Accountants
Name of Debenture trustee, if any.	Not Applicable
Self-Certified Syndicate Banks	The list of banks is available on <a href="https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes">https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes</a>
Non-Syndicate Registered Brokers	You can submit Bid cum Application Forms in the Issue to Non Syndicate Registered Brokers at the Non- Syndicate Broker Centres. For further details, see section titled <b>"Issue Procedure"</b> beginning at page 275 of the RHP
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)	<a href="https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes">https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes</a>

#### PROMOTERS OF THE ISSUER COMPANY

Sr. No.	Name	Individual/ Corporate	Experience & Educational Qualification /Corporate Information
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1	<b>Mr. Naresh Kumar</b>	Individual	Mr. Naresh Kumar Agarwal holds degree of Bachelors of Commerce from University of Calcutta. He has 27 years of experience in trading and manufacturing sector, specifically in welding electrodes and steel wire production.
2	<b>Mr. Hanuman Prasad Agarwal</b>	Individual	Mr. Hanuman Prasad Agarwal is the Chairman and Non-Executive director of the company. He holds a Bachelor's degree in Commerce from University of Calcutta. He has more than 27 years of experience in the field of welding electrodes and accessories manufacturing.
3	<b>Mr. Ayush Agarwal</b>	Individual	Mr. Ayush Agarwal is the Executive director of the company. He holds degree of Masters of Science from Edinburgh Napier University. He has more than 5 years of experience and he looks after operations of Haryana Factory under the guidance of his father Mr. Sushil Kumar Agarwal.
4	<b>Mr. Sushil Kumar</b>	Individual	Mr. Sushil Kumar Agarwal holds a Bachelor's degree in Commerce from University of Calcutta. He has more than 10 years of experience in the field of welding electrodes and accessories manufacturing.
5	<b>Mr. Sunil Kumar Mittal</b>	Individual	Mr. Sunil Kumar Mittal holds a Bachelor's degree in commerce from University of Calcutta. He has more than 15 years of experience in the field of welding electrodes and accessories manufacturing.
6	<b>Mr. Nitesh Agarwal</b>	Individual	Mr. Nitesh Agarwal holds degree in Masters of Science from the University of Edinburgh Napier. He has more than 5 years of experience in managing operations of the welding electrodes and accessories manufacturing of the Kolkata factory.
7	<b>M/s Alltime Suppliers Private Limited</b>	Corporate	Alltime Suppliers Private Limited was incorporated on March 04, 1994 as Alltime Suppliers Private Limited, a private limited company under the Companies Act, 1956. ASPL is currently having registered office situated at 1, Bonfield Lane 2nd Floor, Kolkata, West Bengal, India, 700001. The Corporate Identification Number of ASPL is U51109WB1994PTC062078.
8	<b>M/s Panchshul Merchants Private Limited</b>	Corporate	Panchshul Merchants Private Limited was incorporated on October 06, 2010 as Panchshul Merchants Private Limited, a private limited company under the Companies Act, 1956. PMPL is currently having registered office situated at Premises No. 32-1111, Unit No. 201, 2nd Floor Bus Terminus & Commercial Complex, Plot, No. BG-12, Parganas North, New Town, West Bengal, India, 700156. The Corporate Identification Number of PMPL is U51909WB2010PTC153834.
9	<b>M/s Gunnayak Commercial Private Limited</b>	Corporate	Gunnayak Commercial Private Limited was incorporated on May 01, 2010 as Gunnayak Commercial Private Limited, a private limited company under the Companies Act, 1956. GCPL is currently having registered office situated at Premises No. 32-1111, Unit No. 201, 2nd Floor Bus Terminus & Commercial Complex, Plot, No. BG-12, Parganas North, New Town, West Bengal, India, 700156. The Corporate Identification Number of PMPL is U51101WB2010PTC146438.

## BUSINESS OVERVIEW AND STRATEGY

### **Company Overview:**

We are engaged in the business of manufacturing of welding electrodes and providing engineering solutions to customers both in domestic and international markets. Our Company has been in existence for twenty-seven years now and provides a wide range of product offerings including General Purpose Electrodes, Low Alloy Electrodes, Low Hydrogen Electrodes, Stainless Steel Electrodes, Hard Facing Electrodes, Cast Iron Electrodes, Non-Ferrous Electrodes, Low Heat Input Electrodes, Cutting and Gauging Electrodes, Mig Wires etc.

For further details, please refer the section titled "Our Business" on page 133 Red Herring Prospectus.

**Product/Service Offering:** We expertise in the manufacturing and production of General Purpose Electrodes, Low Alloy Electrodes, Low Hydrogen Electrodes, Stainless Steel Electrodes, Hard Facing Electrodes, Cast Iron Electrodes, Non-Ferrous Electrodes, Low Heat Input Electrodes, Cutting and Gauging Electrodes, Mig Wires etc.

*For further details, please see "Our Business" on page 133.*

### **Intellectual Property, if any**

Our Company has registered the trademark with the Registrar of Trademarks under the Trademarks Act, 1999. For more details, refer "Government and Other Approvals" at page 239 of Red Herring Prospectus.

**Market Share:** Not ascertainable

**Manufacturing plant, if any:**

Our manufacturing operations are located in Kolkata, West Bengal. The table below sets out details of our manufacturing facilities:

Sr. No.	Name of the facility and address	Leased/Owned
1.	Factory Unit I - Dhulagarh, West Bengal, Mouza-Bhagwatipur, Mouza-Bhagwatipur, Dhulagory Sankrail Industrial Park P S Sankrail Howrah, Dumjor- 711313, West Bengal.	Owned
2.	Factory Unit II- Jhajjar, Haryana, Khasra No. 150/1-2, Khasra No. 150/1-2, Village Barhana Tehsil Beri District Jhajjar Haryana, Jhajjar- 124107, Haryana.	Owned

**Employee Strength:** As on February 28, 2025, the Company had employed 95 permanent employees at various levels of the Organization. For the month of March 2025, our Company has deposited amount of Rs. 0.77 lakhs with the Employee Provident Fund Organization for its 83 Employees covered under Employees' Provident Fund. Also, for the month of March 2025 our Company has deposited amount of Rs. 0.55 lakhs with the Employees State Insurance Corporation for its 104 employees covered under Employees State Insurance Corporation.

**BOARD OF DIRECTORS**

Sr. No.	Name	Designation (Independent / Whole time / Executive / Nominee)	Experience & Educational Qualification	Other Directorships
1.	Mr. Sushil Kumar Agarwal	Managing Director	He is a Commerce Graduate with over 26 years of experience and is a key asset to the organization. Based out of New Delhi, he shoulders the responsibility for overseeing manufacturing, finance and overall operations in Haryana. His leadership and experience have been crucial in steering the organization towards operational excellence and financial stability. Mr. Agarwal's multifaceted role underscores his adept management of diverse functions, contributing significantly to the success and efficiency of the operations in the region.	<ul style="list-style-type: none"> <li>• Ankush Wires Private Limited.</li> <li>• Ankita Electrode Mfg. Private Limited.</li> </ul>
2.	Mr. Ayush Agarwal	Executive Director	He holds degree of Masters of Science from Edinburgh Napier University. He has more than 5 years of experience and he looks after operations of Haryana Factory under the guidance of his father Mr. Sushil Kumar Agarwal.	<ul style="list-style-type: none"> <li>• Ankush Wires Private Limited</li> </ul>
3.	Mr. Hanuman Prasad Agarwal	Chairman and Non-Executive Director	He is a commerce graduate and has over 26 years of experience. His extensive expertise encompasses the overall management of diverse operations within the group, showcasing a profound understanding of various facets of business. As a key figure, he plays a pivotal role in steering the organization's course and ensuring its financial well-being. With a keen eye for financial intricacies, Mr. Agarwal adeptly manages the finance requirements of the group, contributing significantly to its sustained growth and success. Additionally, he serves as the	<ul style="list-style-type: none"> <li>• HM Power And Cables Private Limited</li> <li>• Balaji Electrodes Private Limited</li> <li>• Mohta Agencies Pvt Ltd</li> <li>• Alltime Steels Private Limited</li> <li>• Kritika Wires Limited</li> <li>• Alltime Suppliers Private Limited</li> </ul>

			Managing Director of Kritika Wires Limited.	
4.	Mr. Sunil Kumar Mittal	Executive Director	He is a commerce graduate with over 26 years of professional experience. Based out of Kolkata, he plays a pivotal role in driving the marketing and sales functions. His expertise has been instrumental in shaping successful strategies and fostering meaningful client relationships. His dynamic approach and profound understanding of market dynamics contribute significantly to the organization's growth and market presence.	<ul style="list-style-type: none"> <li>Balaji Electrodes Private Limited</li> <li>R A Comptech Investment &amp; Consultant Pvt Ltd</li> <li>All time Suppliers Pvt. Ltd.</li> </ul>
5.	Mr. Nitesh Agarwal	Executive Director	He holds degree of Masters of Science from the University of Edinburgh Napier. He has more than 6 years of experience and he oversees operations of the Kolkata factory, concurrently managing marketing initiatives.	<ul style="list-style-type: none"> <li>Gunnayak Commercial Private Limited</li> <li>Palanhar Sales Private Limited</li> <li>Sakambari Infra Realtors Private Limited</li> <li>Panchshul Merchants Private Limited</li> </ul>
6.	Mr. Anoop Garg	Independent Director	He has more than 2 years of experience as an executive in Instakart Services Private Ltd. (A Flipkart Group Company) and holds the degree of Masters in Business Administration – Public Systems with specialization in Transportation and Logistics Management from University of Calcutta.	NIL
7.	Ms. Sheetal Agarwal	Independent Director	She was appointed on the Board with effect from March 08, 2024. She holds the Degree of Bachelors in Science from Bharathiar University, Coimbatore.	NIL
8.	Mr. Ankur Gupta	Independent Director	He has more than 9 years of experience and currently designated as Lead-central in Instakart Services Private Ltd. (A Flipkart Group Company) and holds a degree of Masters in Public Systems Management with specialization.	NIL
9.	Mr. Niraj Jindal	Independent Director	He holds a degree of Bachelor of Commerce and is a member of the Institute of Chartered Accountants of India. He has more than 5 years of experience as a Chartered Accountant in practice and he serves SME and mid-sized corporate businesses in east India.	<ul style="list-style-type: none"> <li>SPD Constructions Limited</li> <li>Alaknanda Sponge Iron Limited</li> <li>Kritika Wires Limited</li> </ul>

For further details in relation to our Board of Directors, see **“Our Management”** beginning on page 172 of the RHP.

## OBJECTS OF THE OFFER

### Details of means of finance –

We intend to finance our Objects of the Issue through Issue Proceeds which are as follows:

(Rs. In lakhs)

Sr. No.	Particulars	Estimated Amount	% of Net Proceeds
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1.	Funding capital expenditure of our company to purchase Plant and Machinery	Upto 147.49	[●]
2.	Repayment of a portion of certain outstanding borrowing availed by our company	Upto 1000.00 <sup>#</sup>	[●]
3.	Funding the working capital requirements of the company	Upto 1,660.00	[●]
4.	General Corporate Purposes*	[●]	[●]
<b>Total</b>		[●]	[●]

\*To be determined upon finalisation of the Issue Price and updated in the Prospectus prior to filing with the RoC.

<sup>#</sup> penalty on prepayment or foreclosure charges shall be included in this.

The amount utilised for general corporate purposes shall not exceed 25% of the Gross Proceeds.

**Details and reasons for non-deployment or delay in deployment of proceeds or changes in utilization of issue proceeds of past public issues / rights issue, if any, of the Company in the preceding 10 years:** Nil

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

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

#### Shareholding Pattern:

Sr. No.	Particulars	Pre Issue number of shares	% Holding of Pre issue
1.	Promoter and Promoter Group	1,28,93,750	97.73
2.	Public	3,00,000	2.27
	<b>Total</b>	<b>1,31,93,750</b>	<b>100.00%</b>

**Number/amount of equity shares proposed to be sold by selling shareholders.** – Not Applicable.

#### RESTATED FINANCIALS

(Rs In Lakhs)

Key Financial Performance	Period ended February 28, 2025	Fiscal 2024	Fiscal 2023	Fiscal 2022
Revenue from Operations <sup>(1)</sup>	18760.18	19382.12	15087.13	13384.12
Growth in revenue from operations (%)	N.A.	28.47%	12.72%	48.94%
Total Income <sup>(2)</sup>	18,789.56	19,440.73	15,112.69	13,436.80
EBITDA <sup>(3)</sup>	1,924.17	2,303.64	854.12	607.85
EBITDA Margin (%) <sup>(4)</sup>	10.24%	11.85%	5.65%	4.52%
Restated profit for the period/year <sup>(5)</sup>	957.31	1229.79	208.48	149.31
Restated profit for the period/year (PAT Margin) (%) <sup>(6)</sup>	5.10%	6.34%	1.38%	1.12%
Return on Net Worth <sup>(7)</sup>	21.95%	36.14%	9.59%	7.60%
Return on Average Equity ("RoAE") (%) <sup>(8)</sup>	24.66%	44.11%	10.08%	7.80%
Return on Capital Employed("RoCE") (%) <sup>(9)</sup>	17.68%	25.78%	9.38%	7.95%
Debt- Equity Ratio <sup>(10)</sup>	1.23	1.37	2.03	2.05

Notes:

<sup>(1)</sup> Revenue from operations represents the revenue from sale of service & product & other operating revenue of our Company as recognized in the Restated financial information.

<sup>(2)</sup> Total income includes revenue from operations and other income.

<sup>(3)</sup> EBITDA means Earnings before interest, taxes, depreciation and amortization expense, which has been arrived at by obtaining the profit before tax/ (loss) for the year / period and adding back interest cost, depreciation, and amortization expense.

<sup>(4)</sup> EBITDA margin is calculated as EBITDA as a percentage of total income.

<sup>(5)</sup> Restated profit for the period / year margin is calculated as restated profit for the period / year divided by revenue from operations.

<sup>(6)</sup> PAT Margin (%) is calculated as Profit for the year/period as a percentage of Revenue from Operations.



(7) Return on net worth is calculated as Net profit after tax, as restated, attributable to the owners of the Company for the year/ period divided by Net worth at the end of respective period/year. Networth means aggregate value of the paid-up equity share capital and reserves & surplus.

(8) RoAE is calculated as Net profit after tax divided by Average Equity.

(9) Return on capital employed calculated as Earnings before interest and taxes divided by capital employed as at the end of respective period/year. (Capital employed calculated as the aggregate value of total equity, total debt and deferred tax liabilities)

(10) Debt- equity ratio is calculated by dividing total debt by total equity. Total debt represents long-term and short-term borrowings. Total equity is the sum of share capital and reserves & surplus.

## INTERNAL RISK FACTORS

### (Minimum 5 and maximum 10 risk factors to be specified)

The below mentioned risks are top 8 risk factors as per the RHP. (500 word limit in total)

- Our Company is increasingly dependent on a domestic market for its sales and any downturn in it could dent our market share.
- We operate all our manufacturing facilities from concentrated geographic areas therefore, any localized social unrest, natural disaster or breakdown of services or any other natural disaster in and around or any disruption in production at, or shutdown of, all our manufacturing units could have material adverse effect on our business and financial condition.
- We have been unable to locate certain of our historical corporate records. Our Company was incorporated in 1997 and certain corporate records and documents filed by us with the RoC are not traceable.
- We require certain approvals and licenses in the ordinary course of business and the failure to successfully obtain/renew such registrations would adversely affect our operations, results of operations and financial condition.
- We may be unable to sufficiently obtain, maintain, protect, or enforce our intellectual property and other proprietary rights.
- Our Company, its Directors and its Promoters are party to certain litigation and claims. These legal proceedings are pending at different levels of adjudication before various forums and regulatory authorities. Any adverse decision may make us liable to liabilities/penalties and may adversely affect our reputation, business and financial status.
- The restated examination report by our peer review auditor on special purpose financial statements has provided a matter of emphasis paragraph for the company has not accounted for interest provisions as per MSMED Act, 2006.
- If there are delays in setting up the proposed expansion or if the costs of setting up and the possible time or cost overruns related to the proposed facilities or the purchase of plant and machinery for the proposed facilities are higher than expected, it could have a material adverse effect on our financial condition, results of operations and growth prospects.

For further details on 'Risk Factors' please refer page no. 35 of the Red Herring Prospectus.

## SUMMARY OF OUTSTANDING LITIGATIONS, CLAIMS AND REGULATORY ACTION

A summary of outstanding litigation proceedings involving our Company, our Promoters, Directors and our Group Company, as on the date of this Red Herring Prospectus as disclosed in the section titled **"Outstanding Litigation and Material Developments"** beginning with page no. 232 in terms of the SEBI (ICDR) Regulations and the Materiality Policy is provided below:

(in Rs. Lakhs)		
Nature of Cases	Number of Cases	Total Amount Involved
<b>Proceedings against our Company</b>		
Criminal	Nil	Nil
Civil	01	Not Ascertainable
Outstanding actions by Regulatory and Statutory Authorities	01	37.96
Tax	06	26.21
<b>Proceedings by our Company</b>		
Criminal	Nil	Nil
Civil	01	351.02
<b>Proceedings against our Director (other than Promoters)</b>		
Criminal	Nil	Nil
Civil	Nil	Nil
Outstanding actions by Regulatory and Statutory Authorities	Nil	Nil
Tax	Nil	Nil
<b>Proceedings by our Director(other than Promoters)</b>		



Nature of Cases	Number of Cases	Total Amount Involved
Criminal	Nil	Nil
Civil	Nil	Nil
<b>Proceedings against our Promoter</b>		
Criminal	Nil	Nil
Civil	Nil	Nil
Outstanding actions by Regulatory and Statutory Authorities	01	4.00
Tax	09	605.48
<b>Proceedings by our Promoter</b>		
Criminal	Nil	Nil
Civil	Nil	Nil
<b>Proceedings against our KMPs and SMPs (other than Directors and Promoters)</b>		
Criminal	Nil	Nil
Outstanding actions by Regulatory and Statutory Authorities	Nil	Nil
Tax	Nil	Nil
<b>Proceedings by our KMPs and SMPs (other than Directors and Promoters)</b>		
Criminal	Nil	Nil

*\*To the extent quantifiable*

For further details, please refer to the chapter titled “*Outstanding Litigations and Material Developments*” beginning on Page No. 232 of Red Herring Prospectus.

A. Brief details of material outstanding litigations against the company and amount involved:

#### **MATERIAL CIVIL PROCEEDINGS**

**1. *Appeal Bearing No. CUSTOMS 77017/2019 filed by Classic Electrodes (India) Limited against Order-in-Original No. KOL/CUS/JC/266/Adjn Cell (Port) dated June 23, 2014 and Order in Appeal No. KOL/CUS(PORT)/107/2019 dated August 2019***

*Classic Electrodes (India) Limited (“CEIL”) has filed an appeal bearing no. Appeal Bearing No. CUSTOMS 77017/2019 before the, Kolkata, against Order in Appeal No. KOL/CUS/(PORT)/107/2019 dated August 2019 (“Orders”). A show cause notice dated August 30, 2013, was issued to CEIL and Sunil Kumar Mittal (“Promoter”) alleging that they did not pay Countervailing Duty (“CVD”) on Rutile at the time of Import. The officers of Directorate of Revenue Intelligence claim that CEIL has mis-declared the goods as Rutile Sand to avail the benefit of exemption from payment of CVD under Notification No.4/2006-CE dated March 1, 2006. However, CEIL believes that the claim was justified. The Ld. Joint Commissioner passed the order, for demand and imposed a penalty of Rs. 75,92,070 on CEIL and of Rs. 4,00,000 on the Promoter. Aggrieved by the Order, CEIL has filed an appeal before the Commissioner (Appeals) of Customs, Kolkata. Subsequently, a stay application has also been filed before the same authority. The matter is currently pending and the next hearing date is not yet been intimated.*

**2. *State Represented by The Assistant Director, Industrial Safety and Health Versus M/S Classical Electrodes India Limited Through It Occupier Ayush Agarwal, S.K. Agarwal SUMM/421/2022***

*State Represented by The Assistant Director, Industrial Safety and Health (“Complainant”) has complaint against Classical Electrodes India Limited (“Accused”) bearing no. 421 of 2022. The factory of the Accused was inspected by Er. Deepak Maik, Assistant director, Industrial and health, Rohtak on August 28, 2021 and August 12, 2021 and the breaches under factories act were observed. It was alleged by the representative of the Complainant that the factory was running without factory license and is in violation of section 6 of the factories Act, 1998 read with rule 7, 8, 10, 109 and 14 of the PFR 1952. The matter is still pending.*

**3. *Classic Electrodes India Limited VS Mr. Vikas Gupta Resolution Professional of M/s Hema Engineering Private Limited I.A.(I.B.C.)-958/2022***

*Classic Electrodes India Limited (“Operational Creditor/ Company”) has filed the I.A.(I.B.C.)-958/2022 before the Hon'ble National Company Law tribunal, New Delhi against Mr Vikas Garg, the Resolution professional of M/s Hema Engineering Industries Limited which is admitted for CIRP plan Vide Application No. IB-900(ND)/2020 dated April 5, 2021. The Company had filed a claim of Rs. 2,87,25,194.51 and interest amount of Rs. 63,76,986 before Resolution Professional in Form B which has been rejected/ not admitted by the Resolution professional and the same was also conveyed to the Resolution Professional vide email. However, there was no response from Resolution Professional hence this Interim Application has been filed for a claim amounting Rs. 3,51,02,180.74. The matter is currently pending.*

## TAX PROCEEDINGS

Particulars	Number of cases	Aggregate amount involved to the extent ascertainable (in Rs. lakhs) <sup>^</sup>
Direct Tax	5*	0.64
Indirect Tax	1 <sup>#</sup>	25.57
<b>Total</b>	<b>6</b>	<b>26.21</b>

*\* Includes TDS defaults amounting to ₹30 for financial year 2025-26, ₹48,830 for financial year 2024-25, ₹2,630 for financial year 2020-21, ₹12,390 for financial year 2019-20, and ₹10 for financial year 2016-17.*

*#GST department has issued an order u/s 74 of GST Act, 2017 dated February 4, 2025 amounting to ₹ 24,56,544.*

- B.** Regulatory Action, if any - disciplinary action taken by SEBI or stock exchanges against the Promoters in last 5 financial years including outstanding action, if any (200 – 300-word limit in total) - **NIL**
- C.** Brief details of outstanding criminal proceedings against Promoters (200- 300-word limit in total) – **NIL**

## ANY OTHER IMPORTANT INFORMATION AS PER BRLM / ISSUER COMPANY - NIL

### DECLARATION BY THE COMPANY

We hereby certify and declare that all relevant provisions of the Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, and the regulations or guidelines issued by 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 this Red Herring Prospectus is contrary to the provisions of the Companies Act, 2013, the Securities Contracts (Regulation) Act, 1956, and the Securities and Exchange Board of India Act, 1992, each as amended or the rules, regulations or guidelines issued thereunder, as the case may be. We further certify that all the disclosures and statements made in this Red Herring Prospectus are true and correct.