



CERTIFICATE ON BASIS OF ISSUE PRICE

To,

The Board of Directors

Horizon Reclaim (India) Limited

(Formerly known as "Horizon Reclaim (India) Private Limited")

Khasra no.9, Dehradun Road near Nirankari Bhawan,

Village- Kumar Hera Saharanpur,

Saharanpur, Uttar Pradesh- 247001

GYR Capital Advisors Private Limited

428, Gala Empire, Near JB Tower,

Drive in Road, Thaltej,

Ahmedabad-380 054,

Gujarat, India.

(GYR Capital Advisors Private Limited referred to as the "Book Running Lead Manager")

Dear Sir(s),

Sub: Proposed initial public offering of equity shares of ₹ 10 each (the "Equity Shares") of Horizon Reclaim (India) Limited (Formerly known as "Horizon Reclaim (India) Private Limited").

This Certificate is issued in accordance with the terms of our engagement dated September 2, 2025 as Statutory Auditors. The board of directors has requested us to certify basis of issue price, as per the requirements of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended.

In connection with calculation of the issue price of the Equity Shares in the Issue, we have verified the information mentioned in Annexure A with respect to the Company, extracted from the restated audited financial statements of the Company as at and for the financial years ended March 31, 2026, March 31, 2025, and March 31, 2024; prepared in terms of the requirements of the Securities and Exchange Board of India (Issue of Capital and Disclosures Requirements) Regulations, 2018, as amended ("SEBI ICDR Regulations"), Part I of Chapter III of the Companies Act, 2013 ("Companies Act, 2013"), the Companies (Accounts) Rules, 2014 and the applicable Accounting Standards and any other law as may be applicable (the "Restated Financial Statements").

We hereby confirm that we have conducted our examination of the information given in this certificate (including the annexures thereto) in accordance with the 'Guidance Note on the Reports or Certificates for Special Purposes (Revised 2016)' issued by the Institute of Chartered Accountants of India ("ICAI"), as revised from time to time, to obtain a reasonable assurance that such details are in agreement with the books of accounts and other relevant records provided to us, in all material respects; the aforesaid Guidance Notes requires that we comply with the ethical requirements of the 'Code of Ethics' issued by the ICAI, as revised from time to time. We also confirm that we have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, 'Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements,' issued by the ICAI.

This certificate is for your information and for inclusion in the Red Herring Prospectus and the Prospectus (the "Offer Documents"), to be issued by the Company in relation to the Issue and to be filed/registered with the SME Platform of BSE Limited where the Equity Shares are proposed to be listed ("Stock Exchange") and the Registrar of Companies, Uttar Pradesh II ("RoC"), as applicable.



This certificate may be relied upon by the Book Running Lead Manager and the legal counsel appointed in relation to the Issue. We hereby consent to the extracts of this certificate being used in the Offer Documents and in any other material used in connection with the Issue. We also consent to the submission of this certificate as may be necessary, to any regulatory authority and / or for the records to be maintained by the Book Running Lead Manager in connection with the Issue and in accordance with applicable law.

Terms capitalized and not defined herein shall have the same meaning as ascribed to them in the Red Herring Prospectus.

Yours sincerely,

For Padam Dinesh & Co.
Chartered Accountants
FRN: 009061N



Padam Kumar Gupta
Partner
M No: 087747



UDIN: 26087747IWJCUR9608
Place: New Delhi
Date: 25.05.2026

For V. Singhi & Associates
Chartered Accountants
FRN: 0311017E



Shyama Sundar Khuntia
Partner
M No: 053731

UDIN: 26053731YX4PDJ1066
Place: New Delhi
Date: 25.05.2026



Annexure A

As per the restated financial statements

Basic and Diluted Earnings / Loss Per Share ("EPS")

Year ended	Basic and Diluted EPS (in ₹)	Weight
Financial Year ended on March 31, 2026	7.37	3
Financial Year ended on March 31, 2025	4.96	2
Financial Year ended on March 31, 2024	0.50	1
Weighted Average (of the above three financial years)	5.42	

Note:

Basic EPS: Net Profit after tax as restated divided by weighted average number of Equity Shares outstanding at the end of the period/ year.

Diluted EPS: Net Profit after tax as restated divided by weighted average number of Equity Shares outstanding at the end of the period/year for diluted EPS.

Weighted average number of Equity Shares is the number of Equity Shares outstanding at the beginning of the year/period adjusted by the number of Equity Shares issued during the year/period multiplied by the time weighting factor. The time weighting factor is the number of days for which the specific shares are outstanding as a proportion of the total number of days during the year/period.

The above statement should be read with significant accounting policies and notes on Restated Financial Statements as appearing in the Financial Statements.

The EPS has been calculated in accordance with AS 20 Earnings Per Share {EPS} issued by Institute of Chartered Accountants of India.

Price Earnings Ratio ("P/E") in relation to the Price of [●]- per share of Rs. 10/- each

Particulars	P/E*
P/E ratio based on Basic and Diluted EPS as at March 31, 2026	[●]
P/E ratio based on Basic and Diluted EPS as at March 31, 2025	[●]
P/E ratio based on Basic and Diluted EPS as at March 31, 2024	[●]
P/E ratio based on Weighted Average EPS	[●]

*The same shall be updated once IPO Price is finalised and updated in the Prospectus prior to opening of the Issue.

Industry Price / Earning (P/E) Ratio

Particulars	Industry P/E
Highest	19.04
Lowest	19.04
Average	19.04

Note: Since there is one listed peer so highest, lowest and average is same

Return on Net worth (RONW)

Period / Year ended	RoNW (%)	Weight
Financial Year ended on March 31, 2026	42.29%	3
Financial Year ended on March 31, 2025	49.32%	2
Financial Year ended on March 31, 2024	9.80%	1
Weighted Average (of the above three financial years)	39.22%	



Note: RoNW is calculated as net profit after taxation and minority interest attributable to the equity shareholders of the Company divided by shareholders' funds for that year. Shareholders' funds = Share capital + reserves & surplus - revaluation reserves

Net worth is computed as the sum of the aggregate of paid up equity share capital, all reserves created out of the profits, securities premium account received in respect of equity shares and debit or credit balance of profit and loss account.

$$\text{RONW} = \frac{\text{Net profit/loss after tax, as restated}}{\text{Net worth excluding preference share capital and revaluation reserve}}$$

Net Asset Value Per Share (NAV)

Financial Year	NAV (in Rs.)
As on March 31, 2026	17.43
As on March 31, 2025	10.06
As on March 31, 2024	5.10
Net Asset Value per Equity Share after the Offer	[●]
Offer price per equity shares	[●]

Note: Net Asset Value has been calculated as per the following formula:

$$\text{NAV} = \frac{\text{Net worth excluding preference share capital and revaluation reserve}}{\text{Outstanding number of Equity shares at the end of the year}}$$

Comparison with Industry Peers

The following peer group has been determined on the basis of companies listed on Indian stock exchanges, whose business profile is comparable to our businesses:

Name of the Company	CMP*	Basic EPS (₹)	Diluted EPS (₹)	Face Value (₹)	P/E Ratio*	RoNW (%)	NAV Per Share (₹)	Total Income (₹ in Lakhs)
Peer Group								
Lead Reclaim and Rubber Products Limited	90.05	4.73	4.73	10	19.04	10.27%	27.96	3,999
Our Company**	[●]	7.37	7.37	10	[●]	42.29%	17.43	5,001.07

***Source:** All the financial information for listed industry peer mentioned above is sourced from the Annual Reports of the aforesaid companies for the year ended March 31, 2026 and stock exchange data dated May 25, 2026 to compute the corresponding financial ratios for the financial year ended March 31, 2026. The current market price and related figures are as on May 25, 2026 (as per NSE).

1. P/E figures for the peers are based on closing market prices of equity shares on NSE on May 25, 2026 divided by the Diluted EPS as at March 31, 2026.
2. Basic and Diluted EPS refers to the Basic and Diluted EPS sourced from the Annual Reports for FY 25-26 of the listed peer company.
3. Return on Net Worth (%) for listed industry peer has been computed based on the Net Profit After Tax for the year ended March 31, 2026 divided by Total Equity as on March 31, 2026.
4. NAV per share for listed peer is sourced from the Annual Reports for F.Y. 25-26 of the listed peer company.



Comparison of our key performance indicators with listed industry peers for the Financial Years/ periods included in the Restated Financial Information:

(Rs. In lakhs)

Particulars	Horizon Reclaim (India) Limited			Lead Reclaim and Rubber Products Ltd		
	March 31, 2026	March 31, 2025	March 31, 2024	March 31, 2026	March 31, 2025	March 31, 2024
Revenue from Operations	4,942.08	3,621.61	2,032.71	3,982	3,112	1,477
Growth in Revenue from Operations (%)	36.46%	78.17%	3.45%	27.96%	110.70%	68.61%
Total Income	5,001.07	3,638.85	2,043.60	3,999	3,126	1,488
EBITDA	1,632.14	1,046.29	116.90	871	384	176
EBITDA Margin (%)*	32.64%	28.75%	5.72%	21.78%	12.28%	11.83%
Profit After Tax (₹ in Lakhs)	1,050.06	706.72	71.14	409	146	37
PAT Margin (%)	21.25%	19.51%	3.50%	10.27%	4.69%	2.51%
Net worth	2,482.87	1,432.81	726.09	2,416	2,008	1,118
Return on Equity (%)	53.63%	65.47%	10.30%	18.49%	9.34%	3.36%
Return on Capital Employed (%)	25.45%	40.70%	13.11%	17.84%	10.58%	7.56%
Net Asset Value Per Share (Post bonus) (₹)	17.43	10.06	5.10	27.96	23.24	15.23
Debt-Equity ratio	1.44	0.70	-	0.52	0.24	0.37

For Horizon Reclaim (India) Limited

Notes:

- (1) Revenue from operations represents the revenue from sale of service & product & other operating revenue of our Company as recognized in the Restated financial information. Total income includes revenue from operations and other income.
- (2) 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.
- (3) EBITDA margin is calculated as EBITDA as a percentage of total income.
- (4) profit for the period / year.
- (5) PAT Margin (%) is calculated as Profit for the year/period as a percentage of Revenue from Operations.
- (6) Networth of the company is calculated as share capital plus total reserves & surplus.
- (7) Return on Equity is calculated as Profit after tax, as restated, attributable to the owners of the Company for the year/ period divided by average equity. Average equity is calculated as average of opening and closing balance of total equity (Shareholders' funds) for the year.
- (8) 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 Tangible network, total debt and deferred tax liabilities)
- (9) Net asset value per share calculated as Total network divide by total no of outstanding shares.



- (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.

For Lead Reclaim and Rubber Products Ltd

Notes:

- (1) Revenue from operations represents the revenue from sale of service & product & other operating revenue of our Company as recognized in the financial information. Total income includes revenue from operations and other income.
- (2) 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.
- (3) EBITDA margin is calculated as EBITDA as a percentage of total income.
- (4) profit for the period / year.
- (5) PAT Margin (%) is calculated as Profit for the year/period as a percentage of Revenue from Operations.
- (6) Networth of the company is calculated as share capital plus total reserves & surplus.
- (7) Return on Equity is calculated as Profit after tax, as restated, attributable to the owners of the Company for the year/ period divided by average equity. Average equity is calculated as average of opening and closing balance of total equity (Shareholders' funds) for the year.
- (8) 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 Tangible network, total debt and deferred tax liabilities)
- (9) Net asset value per share calculated as Total networth divide by total no of outstanding shares.
- (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.

The Issue Price is [●] times of the Face Value of the Equity Shares.

The Company in consultation with the Book Running Lead Manager believes that the Issue price of ₹ [●] per share for the Public Issue is justified in view of the above parameters. The investors may also want to peruse the Risk Factors and Financials of the Company including important profitability and return ratios, as set out in the Financial Statements included in this Red Herring Prospectus to have more informed view about the investment proposition. The Face Value of the Equity Shares is ₹ 10 per share and the Issue Price is [●] times of the face value i.e. ₹ [●] per share.

