



(Please scan this QR code to view the Draft Red Herring Prospectus and Draft Abridged Prospectus)



GLEAMING APPARELS LIMITED

(Formerly known as Gleaming Apparels (OPC) Private Limited)

CIN: U18109PB2021PLC054769

REGISTERED OFFICE		CONTACT PERSON	EMAIL ID AND TELEPHONE	WEBSITE
Plot No. E-235, Phase-IV, Focal Point, Ludhiana, Punjab, India, 141010.		Ms. Avnee Harjai, Company Secretary and Compliance Officer	Email-id: cs@gleamingapparelslimited.com Tel.: +91 7527099102	https://gleamingapparelslimited.com/
PROMOTERS OF OUR COMPANY: AMIT BANSAL AND RITU BANSAL				
DETAILS OF THE ISSUE				
TYPE	FRESH ISSUE	OFS SIZE (BY NUMBER OF SHARES OR BY AMOUNT)	TOTAL ISSUE SIZE	ELIGIBILITY
Fresh Issue	Upto 25,00,000* Equity Shares of face value of ₹ 10 each ("Equity Shares") aggregating up to ₹ [●] Lakhs ("Issue")	NIL	Upto 25,00,000* Equity Shares of face value of ₹ 10 each ("Equity Shares") aggregating to ₹ [●] Lakhs.	This issue is being made in terms of Regulation 229(1) and 253(1) of Chapter IX of the SEBI (ICDR) Regulations, 2018 as amended.
*Subject to finalization of Basis of Allotment				
DETAILS OF OFFER FOR SALE, SELLING SHAREHOLDERS AND THEIR AVERAGE COST OF ACQUISITION – NOT APPLICABLE AS THE ENTIRE ISSUE CONSTITUTES FRESH ISSUE OF EQUITY SHARES				
RISK IN RELATION TO THE FIRST ISSUE				
This being the first Public Issue of our Company, there has been no formal market for the Equity Shares. The face value of the Equity shares is ₹ 10 each. The Floor Price, Cap Price and Offer Price 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 in the “Basis for the Issue Price” beginning on page 89 of the Draft Red Herring Prospectus should not be taken 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 RISKS				
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 entire 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 the Draft Red Herring Prospectus. Specific attention of the investors is invited to “Risk Factors” beginning on page 22 of the DRHP.				
ISSUER’S ABSOLUTE RESPONSIBILITY				
Our Company, having made all reasonable inquiries, accepts responsibility for and confirms that the Draft Red Herring Prospectus contains all information with regard to our Company and the Issue, which is material in the context of the Issue, that the information contained in the Draft Red Herring Prospectus is true and correct in all material aspects and is not misleading in any material respect, that the opinions and intentions expressed herein are honestly held and that there are no other facts, the omission of which makes the Draft Red Herring Prospectus as a whole or any of such information or the expression of any such opinions or intentions misleading in any material respect.				
LISTING				
The Equity Shares offered through the Draft Red Herring Prospectus are proposed to be listed on the SME platform of BSE Limited (“BSE SME”) in terms of the Chapter IX of the SEBI (ICDR) Regulations, 2018 as amended from time to time. Our Company has received an ‘In principle’ approval letter dated [●] from BSE Limited for using its name in the offer document for listing our shares on the BSE SME. For the purpose of the Issue, the Designated Stock Exchange shall be BSE Limited. (“BSE”).				
BOOK RUNNING LEAD MANAGER: GYR CAPITAL ADVISORS PRIVATE LIMITED				
NAME AND LOGO		CONTACT PERSON	E-MAIL ID AND TELEPHONE	
 GYR Capital Advisors Private Limited		Mr. Mohit Baid/Mr. Sagar Vidhani	Tel: +91 87775 64648 E-mail: gleamingapparels.ipo@gyrcapitaladvisors.in	
REGISTRAR TO THE ISSUE: MAASHITLA SECURITIES PRIVATE LIMITED				
NAME AND LOGO		CONTACT PERSON	E-MAIL ID AND TELEPHONE	
 Maashitla Securities Private Limited		Mr. Mukul Agrawal	Tel: 011-47581432 Email: investor.ipo@maashitla.com Investor Grievance Email: investor.ipo@maashitla.com	
BID/ ISSUE PERIOD				
ANCHOR PORTION ISSUE OPENS/CLOSES ON:	[●]*	BID/ ISSUE OPENS ON*	[●]	BID/ ISSUE CLOSES ON* [●]**^

*Our Company, in consultation with the BRLM, may consider participation by Anchor Investors in accordance with the SEBI ICDR Regulations. The Anchor Investor Bidding Date/ Issue period shall be one Working Day prior to the Bid/ Issue Opening Date.

** Our Company in consultation with the BRLM, may consider closing the Bid/ Issue Period for QIBs one Working Day prior to the Bid/ Issue Closing Date in accordance with the SEBI ICDR Regulations.

^UPI mandate end time and date shall be at 5:00 p.m on the Bid/ Issue Closing Date.

SUMMARY OF THE PRIMARY BUSINESS

1. We are a textile company primarily engaged in the manufacturing and trading of textile products and ready-made garments for men. Our Company operates through an integrated business model that spans the entire value chain, encompassing yarn procurement, fabric manufacturing, and garment production, thereby enabling us to maintain control over quality, cost efficiency and turnaround time at each stage of our operations.

2. Business Overview - Products and Services

Our business is organised into three key verticals, namely (i) garment manufacturing; (ii) fabric manufacturing and trading; and (iii) yarn procurement and trading. Through this integrated structure, we are able to manage our operations efficiently, from the sourcing of raw materials to the delivery of finished products. We manufacture a range ready-made garments primarily for men, based on the specific requirements and specifications of our customers, including hoodies, joggers, sweatshirts, tank tops, shorts, polo T-shirts and crew-neck T-shirts. The garment manufacturing process is undertaken in accordance with customer-approved specifications relating to fabric type, design, size, colour, measurements and other applicable requirements. Our operations are supported by a manufacturing facility located in Ludhiana, Punjab, a prominent textile manufacturing hub in India with an established ecosystem for yarn, knitting, fabric, and garment manufacturing. We operate one manufacturing facility comprising a garment manufacturing unit and knitting and fabric manufacturing units, which is fully operational and support our day-to-day manufacturing activities.

Revenue Contribution from Business Verticals

(₹ in Lakhs)

S. No.	Business Verticals	Fiscal Year 2026		Fiscal Year 2025		Fiscal Year 2024	
		Revenue generated	In % of revenue from operation	Revenue generated	In % of revenue from operation	Revenue generated	In % of revenue from operation
1.	Garment Manufacturing	3,454.59	64.47%	1,980.67	43.74%	1,484.93	62.70%
2.	Fabric Manufacturing & Trading	1,885.04	35.18%	2,446.33	54.02%	865.41	36.54%
3.	Yarn Procurement & Trading	4.53	0.08%	46.41	1.02%	14.46	0.61%
4.	Others	14.54	0.27%	55.29	1.22%	3.59	0.15%
Total		5,358.70	100.00%	4,528.69	100%	2,368.40	100%

3.Key Geographies: State wise Revenue Bifurcation

The table below presents the contribution of domestic and export revenues for the Financial Years ended March 31, 2026, 2025 and 2024.

(₹ in Lakhs)

S No.	Locations	Fiscal 2026		Fiscal 2025		Fiscal 2024	
		Amount	In % from Revenue from operations	Amount	In % from Revenue from operations	Amount	In % from Revenue from operations
Domestic Revenue							
1.	Tamil Nadu	4.00	0.07%	-	0%	-	0.00%
2.	Karnataka	-	0.00%	-	0%	10.52	0.44%
3.	Haryana	-	0.00%	0.24	0.01%	-	0%
4.	Maharashtra	-	0.00%	16.02	0.35%	-	0%
5.	West Bengal	-	0.00%	-	0%	1.50	0.06%
6.	Uttar Pradesh	-	0.00%	0.27	0.01%	-	0%
7.	Delhi	-	0.00%	2.03	0.04%	-	0%
8.	Punjab	3835.71	71.58%	3731.61	82.40%	1246.01	52.61%
9.	Rajasthan	-	0%	-	0%	11.72	0.49%
Total (A)		3839.71	71.65%	3750.16	82.81%	1269.75	53.61%
Export Revenue							

10.	United States of America (USA)	754.75	14.08%	491.12	10.84%	1098.64	46.39%
11.	South Africa	13.77	0.26%	223.03	4.92%	-	-
12.	Panama	273.22	5.10%	64.39	1.42%	-	-
13.	Nigeria	477.24	8.91%	-	0.00%	-	-
Total (B)		1518.98	28.35%	778.53	17.19%	1098.65	46.39%
Total (A+B)		5,358.69	100.00%	4,528.69	100.00%	2,368.40	100.00%

4. Set out this table below is the concentrated Customers for the Fiscal 2026, Fiscal 2025 and Fiscal 2024:

(₹ in lakhs)

Concentrated Customers	Fiscal 2026		Fiscal 2025		Fiscal 2024	
	Amount	In % of Revenue from Operation	Amount	In % of Revenue from Operation	Amount	In % of Revenue from Operation
Top 1 customer	1,085.52	19.90%	647.76	14.13%	636.22	25.89%
Top 3 customers	1,999.78	36.66%	1,653.29	36.07%	1,076.85	43.83%
Top 5 customers	2,755.84	50.52%	2,209.51	48.21%	1,446.36	58.56%
Top 10 customers	3,730.88	68.40%	3,215.39	70.16%	1,852.38	75.39%

* * As certified by Rajesh Mehru & Co., Chartered Accountants, by their certificate dated September 26, 2026

5. Key premises of the Company are stated below:

S. No.	Address	Description & Usage	Ownership Status	Name of Seller/ Licensor	Date of Agreement	Agreement Registered/ Stamped	Date of Expiry if Leased / Rented	Lessor is related or not
1.	E-235, Phase-IV, Focal Point, Ludhiana, Punjab - 141010	Registered Office & Manufacturing Facility	Rent	Mrs. Ritu Bansal	07-02-2026	Stamped/ Registered	24-02-2028	Yes

6. Business Strengths and Strategies:

Strengths - Integrated Manufacturing Infrastructure Supported by Knitting Machinery - Location-Led Advantages Supporting Manufacturing Operations - Growing International Presence Complementing Our Domestic Business - Promoters with Extensive Experience in Apparel Manufacturing and Trading - Robust Order Book Ensuring Revenue Visibility
Strategies - Strengthening International Market Presence - Operational Efficiency and Manufacturing Excellence - Focus on Consistently Meeting Quality Standards - Strengthening Repeat Customer Relationships - Strengthening Working Capital Management

For further details, please refer to chapter titled “Our Business” beginning on Page 123 of the Draft Red Herring Prospectus.

SUMMARY OF THE INDUSTRY

India's textiles sector is one of the oldest and most diverse industries in the country, with roots stretching back centuries. It spans from traditional hand-spun and handwoven clusters to sophisticated capital-intensive mills, supported by a robust base of fibers and yarns ranging from cotton, jute, silk, and wool to polyester, viscose, and acrylic. The decentralized power loom, hosiery, and knitting segment remain the largest component, reflecting the industry's ability to cater to multiple consumer markets. Its close linkage with agriculture, reliance on natural resources like cotton, and strong cultural heritage give the Indian textiles industry a unique identity compared to other manufacturing sectors.

Over the years, India has built the capacity to serve a wide spectrum of demand, from affordable mass-market apparel to niche high-value categories, both domestically and internationally. The industry today employs more than 45 million people, underlining its role as one of the country's largest generators of livelihoods. Forecasts suggest the domestic textile and apparel market could reach US\$ 225 billion by 2025, growing at 10-12% annually, with exports expected to rise sharply in parallel.

To sustain competitiveness and attract investment, the government has been actively supporting the sector through targeted initiatives such as the Scheme for Integrated Textile Parks (SITP), the Technology Upgradation Fund Scheme (TUFS), and the Mega Integrated Textile Region and Apparel (MITRA) Park scheme. These measures, along with new investments in technology, innovation, and design, are positioning the textiles sector not only as one of India's oldest industries but also as one of its most future-ready.

For further details, please refer to the chapter titled "*Industry Overview*" beginning on Page 101 of the Draft Red Herring Prospectus.

PROMOTERS OF THE COMPANY

S. No.	Name	Individual/ Corporate	Experience & Educational Qualification
1	Ritu Bansal	Individual	Ritu Bansal , aged 48 years, is the Promoter, Managing Director and Chairman of our Company. She holds a Bachelor of Arts degree from Punjab University. She has over 26 years of experience in the readymade garments and apparel industry and has been associated with our Company since its incorporation. Prior to joining our Company, she was actively engaged in the business of manufacturing and trading of readymade garments under the name "Ritu Apparels", a proprietorship concern. She has extensive experience in business management, product development, design, sourcing, and overall operational management. Under her leadership, the Company has strengthened its operational capabilities and customer relationships while maintaining a focus on quality and timely execution. She is primarily responsible for formulating the Company's long-term business strategies, overseeing overall operations, driving business development, and ensuring sustainable growth of the Company.
2	Amit Bansal	Individual	Amit Bansal , aged 49 years, is the Promoter, Whole-Time Director and Chief Financial Officer of our Company. He has passed the Senior Secondary (Class XII) examination. He has over 10 years of experience in the apparel manufacturing and trading industry, with extensive expertise in business operations, financial management, budgeting, and strategic planning. He has been associated with our Company since November 2024. Prior to joining our Company, he was actively involved in the business of apparel manufacturing and trading, where he gained significant experience in finance, commercial operations, and business administration. He is responsible for overseeing the Company's financial operations, budgeting, treasury management, financial planning and analysis, statutory and regulatory compliances, internal financial controls, and commercial decision-making. He also plays a key role in evaluating financial risks, supporting strategic business initiatives, and ensuring the Company's financial stability and sustainable growth.

OBJECTS OF THE ISSUE

Our Company proposes to utilize the Net Proceeds from the Issue towards funding the following objects:

Sr. No.	Particulars	Amount to be Funded from Net Proceeds (Rs. In lakhs)	Summary
1.	Funding working capital requirements of our company;	850.00	Our Company proposes to utilize ₹ 850.00 Lakhs of the Net Proceeds in Fiscal 2026-27 and Fiscal 2027-28 respectively towards our Company's working capital requirements. Our Company requires additional working capital for funding its incremental working capital requirements and unlocking the internal accruals deployed in working capital. The funding of the incremental working capital requirements will lead to a consequent increase in our profitability, ability to utilize internal accruals for growth opportunities and achieving the proposed targets as per our business plan. We fund a majority of our working capital requirements in the ordinary course of business from various banks and internal accruals.
2.	Repayment/prepayment of all or certain of our borrowings availed by our Company	699.26	Our Board in its meeting dated September 29, 2026, took note that an amount of ₹ 699.26 Lakhs is proposed to be utilised for repayment/prepayment of certain borrowings availed by our Company from the Net Proceeds. Our Company has entered into financial arrangements from time to time with various banks and financial institutions. The outstanding loan facilities entered into by our Company include secured borrowing in the form of Cash Credit and Packing Credits. As on August 31, 2026, the aggregate outstanding secured borrowings from Cash Credit facility and Packing Credit is ₹ 895.24 Lakhs. Our Company proposes to utilise an estimated amount of ₹ 699.26 Lakhs from the Net Proceeds towards part or full repayment and/or prepayment of borrowings availed by us.
3.	General Corporate Purposes	[●]	Our Company intends to deploy the balance Net Proceeds towards general corporate purposes, subject to such utilization not exceeding 15% of the Proceeds of fresh issue or Rs. 10 Crores, whichever is lower, in accordance with Regulation 230(2) of the SEBI ICDR Regulations, to drive our business growth.
	Total	[●]	

For further details, please see chapter titled “Objects of the Issue” beginning on Page 78 of the Draft Red Herring Prospectus.

PRE-ISSUE AND POST-ISSUE SHAREHOLDING OF OUR PROMOTERS, MEMBERS OF THE PROMOTER GROUP AND TOP 10 SHAREHOLDERS

The aggregate shareholding, of each of the (i) Promoter(s), (ii) Members of the Promoter Group and as on the Date of Offer document /offer document and as at allotment as per the below mentioned format:

S. No.	Pre-Issue shareholding as at the date of the DRHP			Post-Issue shareholding as at the date of Allotment*	
	Name of the Shareholders	Number of Equity Shares	Shareholding (in %)	At Floor Price and At Cap Price	
				Number of Equity Shares	Shareholding (in %)
(A) Promoter(s)					
1.	Amit Bansal	17,85,585	30.32	[●]	[●]
2.	Ritu Bansal	26,78,400	45.48	[●]	[●]
	Total (A)	44,63,985	75.80		
(B) Members of Promoter Group (who hold shares)					
3.	Vanita Jindal	3	0.00	[●]	[●]
4.	Viren Bansal	3	0.00	[●]	[●]
5.	Vishesh Bansal	3	0.00	[●]	[●]
	Total (B)	9	0.00		
(C) Additional top 10 Shareholder					
6.	Roopsi Agarwal	4,74,156	8.05	[●]	[●]
7.	RGSL Investment LVF	4,74,156	8.05	[●]	[●]

8.	Amit Kumar Agarwal	4,77,033	8.10	[●]	[●]
9.	Dhruv Jindal	3	0.00	[●]	[●]
10.	Naresh Chopra	3	0.00	[●]	[●]
	Total (C)	14,25,351	24.20		
	Total (A)+(B)+(C)	58,89,345	100.00	[●]	[●]

Notes:

**To be updated in the Prospectus subject to finalization of the basis of allotment.*

As on the date of the Draft Red Herring Prospectus, we have total 10 (Ten) shareholders, out of which five are Public Shareholder. For further details, please refer to the chapter titled “Capital Structure” beginning on Page 65 of the Draft Red Herring Prospectus.

SUMMARY OF RESTATED FINANCIAL STATEMENTS

Following are the details as per the Restated Consolidated Financial Information for the Financial Years ended on March 31, 2026, 2025 and 2024:

(₹ in lakhs)

Sr. No.	Particulars	March 31, 2026	March 31, 2025	March 31, 2024
1.	Share Capital	165.33	165.33	148.80
2.	Net Worth [#]	2,359.56	1,372.00	485.08
3.	Revenue from operations	5,454.70	4,583.24	2,457.15
4.	EBITDA	1,357.94	671.33	466.00
5.	Profit after Tax	987.56	437.21	288.83
6.	Basic Earnings per Share	22.12	9.79	6.47
7.	Diluted Earnings per Share	16.77	7.42	4.90
8.	Return on Equity / Net Worth	52.93%	47.09%	84.78%
9.	Net Asset Value per equity share (Postbonus)*	52.86	30.73	10.87
10.	Total borrowings [^]	1,053.32	967.37	953.28
11.	Cash flow from operating activities	(257.18)	(67.10)	153.49
12.	Cash flow from investing activities	3.21	(25.53)	(63.91)
13.	Cash flow from financing activities	(26.29)	369.39	(85.50)

#Net-worth means the aggregate value of the paid-up share capital and all reserves created out of the profits and securities premium account and debit or credit balance of profit and loss account, after deducting the aggregate value of the accumulated losses, deferred expenditure and miscellaneous expenditure not written off, as per the restated balance sheet, but does not include reserves created out of revaluation of assets, write-back of depreciation and amalgamation

**Net Asset Value per Equity Share = total of all the assets as reduced by total of all the liabilities of the company/ Total Number of Equity Shares outstanding at the end of the year/period*

^Total Borrowings = Restated Long-Term Borrowings Plus Restated Short-Term Borrowings outstanding at the end of year/period. For further details, please refer to the section titled “Financial Information” beginning on Page 177 of the Draft Red Herring Prospectus.

KEY FINANCIAL AND OPERATIONAL PERFORMANCE INDICATORS (“KPIs”)

Our company considers that KPIs included herein below have a bearing for arriving at the basis for Issue price. The KPIs disclosed below have been used historically by our Company to understand and analyze the business performance, which in result, help us in analysing the growth of our company.

The KPIs disclosed below have been approved by a resolution of our Audit Committee dated September 26, 2026 and the members of the Audit Committee have verified the details of all KPIs pertaining to our Company. Further, the KPIs herein have been certified by M/s Rajesh Mehru & Co., Chartered Accountants, by their certificate dated September 26, 2026. Further, the members of the Audit Committee have confirmed that there are no KPIs pertaining to our Company that have been disclosed to any investors at any point of time during the three years period prior to the date of filing of the Draft Red Herring Prospectus.

For the details of our key performance indicators, see sections titled “**Our Business**” and “**Management’s Discussion and Analysis of Financial Condition and Results of Operations – Key Performance Indicators**” on pages 123 and 188 respectively of the DRHP. We have described and defined them, where applicable, in “**Definitions and Abbreviations**” section on page 1 of the Draft Red Herring Prospectus. Our Company confirms that it shall continue to disclose all the KPIs included in this section on a periodic basis, at least once in a year (or any lesser period as determined by the Board of our Company), for a duration of one year after the date of listing of the Equity Shares on the Stock Exchange or till the complete utilisation of the proceeds of the Fresh Issue as per the disclosure made in the Objects of the Issue, whichever is later or for such other duration as may be required under the SEBI ICDR Regulations. Further, the ongoing KPIs will continue to be certified by a member of an expert body as required under the SEBI ICDR Regulations.

Set forth below are KPIs which have been used historically by our Company to understand and analyse the business performance, which in result, help us in analyzing the growth of various verticals of the Company that have a bearing for arriving at the Basis for the Issue Price.

FINANCIAL KPIs OF OUR COMPANY
(₹ in lakhs except percentages and ratios)

Particulars	For the Financial Year ended March 31, 2026	For the Financial Year ended March 31, 2025	For the Financial Year ended March 31, 2024
Revenue from Operations (₹ in Lakhs) ⁽¹⁾	5,454.70	4,583.24	2,457.15
Growth in Revenue from Operations (%)	19.01%	86.53%	56.30%
Total income (₹ in Lakhs) ⁽²⁾	5,574.19	4,652.73	2,469.53
EBITDA (₹ in Lakhs) ⁽³⁾	1,357.94	671.33	466.00
EBITDA Margin (%) ⁽⁴⁾	24.36%	14.43%	18.87%
Profit for the year (₹ in Lakhs) ⁽⁵⁾	987.56	437.21	288.83
PAT Margin (%) ⁽⁶⁾	18.10%	9.54%	11.75%
Net worth (₹ in Lakhs) ⁽⁷⁾	2,359.56	1,372.00	485.08
Return on Equity ("RoE") (%) ⁽⁸⁾	52.93%	47.09%	84.78%
Return on Capital Employed ("RoCE") (%) ⁽⁹⁾	39.47%	28.45%	32.05%
Net Asset Value Per Share (post bonus) (₹) ⁽¹⁰⁾	52.86	30.73	10.87
Debt-Equity Ratio (in times) ⁽¹¹⁾	0.45	0.71	1.97

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.

2) Total income includes revenue from operations and other income.

3) 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.

4) EBITDA margin is calculated as EBITDA as a percentage of total income.

5) Restated profit for the period / year.

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

7) Restated Net worth of the company is calculated as share capital plus total reserves & surplus.

8) 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.

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 Tangible networth, total debt and deferred tax liabilities)

10) Net asset value per share calculated as Total networth divide by total no of outstanding shares.

11) 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 further details, please refer to the section titled "Basis for the Issue" beginning on Page 89 of the Draft Red Herring Prospectus.

INTERNAL RISK FACTORS (TOP 10)

1. Our Company has a high geographical concentration in Punjab, exposing us to region-specific economic, environmental, and operational risks.
2. Our business is substantially dependent on certain key customers, from whom we derive a significant portion of our revenues. The loss of any significant customer may have a material and adverse effect on our business and results of operations
3. Volatility in the prices and availability of yarns and other raw materials may adversely affect our business and results of operations.
4. In the past our Whole-Time Director Mr. Amit Bansal (DIN 00685202) was disqualified as reflected in DIN Status on website of Ministry of Corporate Affairs.
5. Any breakdown or failure of our manufacturing machinery may result in production interruptions and adversely affect our operations.
6. Our Company and our Promoters are involved in certain tax proceedings. Any adverse decision in such proceedings may have a material adverse effect on our business, results of operations and financial condition.
7. Our Company has not complied with certain applicable provisions relating to the holding and transfer of securities in dematerialised form, and any adverse order or penalty arising from such non-compliance could adversely affect our business, financial condition and reputation.
8. There have been certain instances of non-compliances in respect of ROC benefit related filing or payments.
9. Any non-compliance or delays in ESIC, TDS and GST Return Filings may expose us to penalties from the regulators
10. We have faced negative cash flows from operating in the past.

For further details, please refer to the section titled "Risk Factors" beginning on Page 22 of the Draft Red Herring Prospectus.

THE DETAILS OF WEIGHTED AVERAGE COST OF ACQUISITION OF SHARES FOR PROMOTERS

Particulars	Number of Equity Shares held as on date*	Weighted average cost of acquisition ("WACA") per Equity Share (in ₹) *	WACA per Equity Shares acquired in last one year*
Promoter(s)			
Amit Bansal	17,85,585	NA	NA
Ritu Bansal	26,78,400	4.11	NA

BORAD OF DIRECTOR AND KEY MANAGERIAL PERSONNEL OF THE COMPANY		
S. No	Name	Designation
1	Ritu Bansal	Chairman and Managing Director
2	Amit Bansal	Whole-time director and Chief Financial Officer
3	Vanita Jindal	Non-Executive Director
4	Pankaj Kumar Sinha	Non-Executive Independent Director
5	Manish	Non-Executive Independent Director
6	Avnee Harjai	Company Secretary and Compliance Officer

AUDITORS QUALIFICATION
There are no audit qualifications which have not been given effect to in the Restated Financial Information. For details, see “Financial Information” on page 177 of the Draft Red Herring Prospectus.

SUMMARY OF OUTSTANDING LITIGATION
A summary of outstanding litigation proceedings as on the date of the Draft Red Herring Prospectus as disclosed in the section titled “Outstanding Litigations and Material Development” on page 202 in terms of the SEBI ICDR Regulations and the Materiality Policy is provided below:

Nature of Cases	Number of outstanding cases	Amount Involved^
Litigation involving our Company		
Criminal proceeding against our Company	Nil	Nil
Criminal proceedings by our Company	Nil	Nil
Material civil litigation against our Company	Nil	Nil
Material civil litigation by our Company	Nil	Nil
Actions by statutory or regulatory Authorities	Nil	Nil
Direct and indirect tax proceedings	5	12.93
Litigation involving our Directors (other than Promoters)		
Criminal proceedings against our Directors (other than Promoters)	Nil	Nil
Criminal proceedings by our Directors (other than Promoters)	Nil	Nil
Material civil litigation against our Director (other than Promoters)	Nil	Nil
Material civil litigation by our Director (other than Promoters)	Nil	Nil
Actions by statutory or regulatory authorities (other than Promoters)	Nil	Nil
Direct and indirect tax proceedings	Nil	Nil
Litigation involving our Promoters		
Criminal proceedings against our Promoters	Nil	Nil
Criminal proceedings by our Promoters	Nil	Nil
Material civil litigation against our Promoters	Nil	Nil
Material civil litigation by our Promoters	Nil	Nil
Actions by statutory or regulatory authorities	Nil	Nil
Direct and indirect tax proceedings	10	1.13
Litigation involving our Key Managerial Personnel and Senior Managerial Personnel (Other than Directors and Promoters)		
Criminal proceedings against our Key Managerial Personnel and Senior Managerial Personnel (Other than Directors and Promoter)	Nil	Nil
Criminal proceedings by our Key Managerial Personnel and Senior Managerial Personnel (Other than Directors and Promoter)	Nil	Nil
Actions by statutory or regulatory authorities	Nil	Nil