

Strictly Private & Confidential

Shivam Autotech Limited

**Fair Valuation Report of Equity Shares
in compliance with
Regulation 166A(1) of SEBI (Issue of
Capital and Disclosures Requirement)
Regulations, 2018**

Relevant Date 01st December, 2025

To,
Mr. Devendra Kumar Goyal
The Chief Finance Officer
SHIVAM AUTOTECH LIMITED
10, 1st Floor, Tower A, Emaar Digital Greens,
Sector - 61, Golf Course Extension Road,
Gurugram, Haryana - 122102

Subject: Addendum to Valuation Report dated 28th November 2025 for Determination of fair value of equity shares of **Shivam Autotech Limited** in compliance with SEBI (Issue of Capital and Disclosures Requirement) Regulations, 2018 and subsequent amendments thereto

Dear Sir,

In terms of the engagement letter dated **27th November 2025** of **Shivam Autotech Limited** and National Stock Exchange of India Limited (NSE) requirement letter dated **05th December, 2025** to express an opinion on fair value of equity shares of **Shivam Autotech Limited** in compliance with Regulation 166A(1) of SEBI (Issue of Capital and Disclosures Requirement) Regulations, 2018.

The earlier Valuation Report dated 28th November 2025 was issued, however, few discrepancies was observed in the report by the NSE. Hence, the Company has requested us to issue an addendum to the above report to remove the discrepancy noticed.

Accordingly, I have recalculated the fair value of equity shares as per regulation 166A(1) of SEBI (ICDR) Regulations, 2018 and subsequent amendments thereto of **Shivam Autotech Limited**. A detailed updated valuation report is appended herewith.

In addition, we are submitting herewith the below response for the clarification sought by the NSE in reference to point no. 6:

Point No.	Clarification Sought	Response Submitted
6(b)	Regarding market approach- kindly clarify why volume from 7/3/25 to 28/11/25 is considered	Being the listed company, the Securities of the company are frequently traded at NSE, hence we have taken the volume weighted average price for last 180 trading days for computing the Fair value of securities based on Market price Method.
6(c)	Regarding net asset value method- kindly	Kindly refer to the Annexure No 2 of the valuation report - wherein the Net Assets Value has been



	clarify on arrival of the net book value	computed by subtracting the book value of outside liabilities from the total book value of assets based on the latest available financial statements as on 30.09.2025. The Assets include the Non - Current Assets which include Property, Plant and Equipment (taken on fair value - based on useful life of Assets), Other Non-Current Assets and Current Assets while the Liabilities include the Non - Current Liabilities and Current Liabilities.
6(d)	Regarding income approach- the projections from FY26 are very high as compared to the past performance of the Company. Kindly justify the rationale along with details to substantiate the same.	Total Projected Revenue and other details as reported for FY 2025-26 is the data for 6 Months of time (Oct 25 to Mar 26) and Total Projected Revenue and other details as reported for FY 2026-27 is the data for 12 Months of time (Apr 26 to Mar 27). Hence, both the figures are not comparable - without factoring in the time bracket involved. In addition, the company has projected increase in revenue after improvement in working capital requirements of the company after the issue of securities under consideration.
6(e) & 6(f)	Kindly clarify why 80% weightage is provided to market approach. And Kindly clarify why lower weightage is provided to cost and asset approach	Being the listed company, the Securities of the company are frequently traded at NSE, hence we have taken the volume weighted average price for last 180 trading days for computing the Market price of the securities of company. In case of listed company, market price is a price at which unrelated buyer is willing to buy the Securities of company in an open market-is more realistic valuation. Hence, we have assigned a weightage of 80% to market price method and balance equal weightage to Net Assets and Income Approach.

Regards,

Chandan



Registered Valuer: Chandan Bhatia

Address: H. No. 1321, Sector 29, Faridabad, Haryana 121008

IBBI Registration No.: IBBI/RV/06/2019/11431

ICAI RVO Registration No.: ICAIRVO/06/RV-P00026/2019-20

UDIN: 25517097BMGKMC3747

Date: 12th December 2025

Place: Faridabad

To,
Mr. Devendra Kumar Goyal
The Chief Finance Officer
SHIVAM AUTOTECH LIMITED
10, 1st Floor, Tower A, Emaar Digital Greens,
Sector - 61, Golf Course Extension Road,
Gurugram, Haryana - 122102

Subject: Determination of fair value of equity shares Shivam Autotech Limited in compliance with SEBI (Issue of Capital and Disclosures Requirement) Regulations, 2018 and subsequent amendments thereto

Dear Sir,

We have been appointed by **Shivam Autotech Limited (SAL)** to determine the fair value of the equity shares in compliance with the provisions of Regulation 166A(1) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended.

Further in compliance with Regulation 166A(1) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended, we confirm that we are Independent Registered Valuer. We conducted our valuation exercise on the basis of information/documents and explanations given to us by the management. Based on the same, our report on valuation is being submitted herewith for your kind reference.

The Fair Value of the equity shares of **Shivam Autotech Limited (SAL)** as per regulation 166A(1) as on "Relevant Date" i.e. **01st December 2025** is estimated at **₹27.97 per share** based on Market Data available till 28th November, 2025 being last trading day before relevant date and other relevant information/ estimations provided by the management.

Regards,

Chandan



Registered Valuer: Chandan Bhatia
Address: H.No.1321, Sector 29, Faridabad, Haryana-121008
IBBI Registration No.: IBBI/RV/06/2019/11431
ICAI RVO Registration No.: ICAIRVO/06/RV-P00026/2019-20
UDIN: 25517097BMGKMC3747

Date: 12th December 2025
Place: Faridabad

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A. ENGAGEMENT OUTLINE

Our current scope of work for this exercise is to determine the fair value of equity share of **Shivam Autotech Limited (SAL)** in compliance with provisions of Regulation 166A(1) of SEBI (ICDR) Regulations, 2018 for the purpose of allotting equity shares/optionally convertible debentures (OCDs) through preferential allotment in terms of Chapter V of SEBI (ICDR) Regulations, 2018 and also as informed by the management that there is no change in control pursuant to said preferential issue of shares.

As such the report is to be read in totality, and not in parts, in conjunction with the relevant documents referred to in this report. While utmost care has been taken, however, our report is subject to the limitations detailed hereinafter:

- a) **Relevant Date for the purpose of Price Calculation** – Valuation analysis and results are specific to the **Relevant Date i.e., 01st December 2025** contemplated on the basis of information and estimations provided by the management. The valuation has been conducted with reference to the latest financial statement available as on reference date and other information, as available in public domain.
- b) **Independent Valuer** - I am an Independent Registered Valuer registered with competent authority vide registration no. IBBI/RV/06/2019/11431.
- c) **Engagement Date and Management Representation Date** - We were engaged by **Shivam Autotech Limited (SAL)** for the valuation of equity shares of SAL vide Engagement Letter dated **27th November 2025**.
- d) **Reliance on the Information provided** – We have been provided with certain written and verbal information and assumptions from the management of “SAL”. We have relied on the information provided by the management and experts and have not conducted any detailed enquiry. **Accordingly, we do not express any opinion or offer any form of assurance regarding its accuracy and completeness.**
- e) **Valuation Analysis** – Valuation of business is not a precise art and the conclusions arrived at will be subjective and dependent on the exercise of individual judgment.
- f) **Caution to users of the Report** – This report and the information contained herein are confidential. It is intended only for the sole use of the purpose mentioned in this report.



B. COMPANY INFORMATION

Shivam Autotech Limited (SAL) is a Listed Company and one of the largest manufacturers of transmission gears and shafts in India. The company has been serving a large number of automobile manufacturers as their principal component partner for the past 20 years.

The brief particulars of the company are as follows:

Particulars	Particulars
Company Name	SHIVAM AUTOTECH LIMITED
CIN	L34300HR2005PLC081531
Company Category	Company Limited by Shares
Class of Company	Public
Authorized Capital (INR)	44,00,00,000
Present Paid up Capital (INR)	26,29,90,438
Date of Incorporation	29/07/2005
Registered Address	10, 1 st Floor, Tower A, Emaar Digital Greens, Sector - 61, Golf Course Extension Road, Gurugram, Haryana - 122102



C. VALUATION APPROACH

The company is listed on both Stock exchanges i.e. National Stock Exchange (NSE) and Bombay Stock Exchange (BSE). For the purpose of valuation, we have considered the data from NSE, being higher trading volume recorded as compared to BSE.

We estimated the frequency of trading during 240 Trading Days preceding the Relevant Date at NSE and have determined the shares to be frequently traded in terms of **Regulation 164(5)** of SEBI (ICDR) Regulations, 2018. **As per Regulation 164(4) of SEBI's ICDR Regulation**, where the shares are frequently traded, the price of the equity shares to be allotted pursuant to the preferential issue of specified securities to qualified institutional buyers shall be made at a price not less than 10 trading days' volume weighted average prices of the related equity shares quoted on a recognised stock exchange preceding the relevant date."

Further as per regulation 166A(1)

"Any preferential issue, which may result in a change in control or allotment of more than five per cent of the post issue fully diluted share capital of the issuer, to an allottee or to allottees acting in concert, shall require a valuation report from an independent registered valuer and consider the same for determining the price:

Provided that the floor price, in such cases, shall be higher of the floor price determined under sub-regulation (1), (2) or (4) of regulation 164, as the case may be, or the price determined under the valuation report from the independent registered valuer or the price determined in accordance with the provisions of the Articles of Association of the issuer, if applicable:

Provided further that if any proposed preferential issue is likely to result in a change in control of the issuer, the valuation report from the registered valuer shall also cover guidance on control premium, which shall be computed over and above the price determined in terms of the first proviso:"



The valuation methodology to be adopted varies from case to case depending upon different factors affecting valuation. The basis of valuation would depend on the purpose of valuation, nature of business, future prospects of the company & industry and other attendant circumstances.

There are three generally accepted approaches to valuation:

- COST APPROACH
- INCOME APPROACH
- MARKET APPROACH

ASSET APPROACH:

The asset-based valuation technique is based on the value of the underlying net assets of the business, either on a book value basis or realizable value basis or replacement cost basis.

'Book value' is considered in case where there is no significant movement either side, in the actual value of assets. Since it represents only the historic cost, it is generally not prudent to value a company based on its book value.

'Realizable value' is considered in case where the valuation exercise is being carried out on an ordinary sale/distress sale basis. In other words, when the company is likely to be sold or liquidated.

'Replacement value' and Present values are considered for estimating the Fair Value of assets of a company on a going concern basis.

In the **Net Asset Value (NAV) method**, the net asset value is computed based on the latest available audited/unaudited Balance Sheet of the Company. The starting point of this method is the valuation of the total assets that the Company owns. The loan funds are deducted. Contingent liabilities, to the extent that in the opinion of management can be fairly expected to impair the net asset value of the business, are also deducted. The resultant figure represents the net worth of the business on the given day.

We have applied this method in this case. However, we have given only 10% weight to this method, as asset doesn't represent the earning potential of the company.



INCOME APPROACH:

The Income Approach derives an estimation of value based on the sum of the present value of expected economic benefits associated with the asset or business (Economic benefits have two components: cash flow (or dividends) and capital appreciation).

Discounted Free Cash Flow Method (DCF)

- The Discounted Cash Flow (DCF) methodology expresses the present value of a business as a function of its future cash earnings capacity. This methodology works on the premise that the value of a business is measured in terms of future cash flow streams, discounted to the present time at an appropriate discount rate. It recognizes that money has a time value by discounting future cash flows at an appropriate discount factor.
- This method is used to determine the present value of a business on a going concern assumption. The DCF methodology depends on the projection of the future cash flows and the selection of an appropriate discount factor.
- When valuing a business on a DCF basis, the objective is to determine a net present value of the cash flows ("CF") arising from the business over a future select period of time (say 5 years), which period is called the explicit forecast period. Free cash flows are defined to include all inflows and outflows associated with the project prior to debt service, such as taxes, amount invested in working capital and capital expenditure. Under the DCF methodology, value must be placed both on the explicit cash flows as stated above, and the ongoing cash flows a company will generate after the explicit forecast period. The latter value, also known as terminal value, is also to be estimated.
- The further the cash flows can be projected, the less sensitive the valuation is to inaccuracies in the assumed terminal value. Therefore, the longer the period covered by the projection, the less reliable the projections are likely to be. For this reason, the approach is used to value businesses, where the future cash flows can be projected with a reasonable degree of reliability. For example, in a fast-changing market like telecom or even automobile, the explicit period typically cannot be more than 5 years. Any projection beyond that would be mostly speculation.
- The discount rate applied to estimate the present value of explicit forecast period free cash flows as also continuing value, can be taken at the "Weighted Average



Cost of Capital" (WACC) or cost of equity based on the target capital structure of the company. One of the advantages of the DCF approach is that it permits the various elements that make up the discount factor to be considered separately, and thus, the effect of the variations in the assumptions can be modelled more easily. The principal elements of WACC are cost of equity (which is the desired rate of return for an equity investor given the risk profile of the company and associated cash flows), the post-tax cost of debt and the target capital structure of the company (a function of debt-to-equity ratio). In turn, cost of equity is derived, on the basis of capital asset pricing model (CAPM), as a function of risk-free rate, Beta (an estimate of risk profile of the company relative to equity market) and equity risk premium assigned to the subject equity market.

- Value obtained by using DCF method gives us the Enterprise Value; and adjustment for the non-operating assets and liabilities (current and non-current) of the company as on the valuation date gives us the Equity Value. The above assets and liabilities have been considered at Book Value.

We have applied this method in our case and assigned a weightage of 10% to this method.



MARKET APPROACH:

The Market Approach derives an estimation of value based on price of the company based listed on the stock exchange or estimating the value of the Company from a peer company/ group of companies listed in stock exchange or estimating the price of the Company from similar transactions.

Market Multiple Method

Another method of valuation of shares of the company is by Market Multiple Method. This method involves the comparison of the various operational metrics (ROE, ROCE etc.) and valuation multiples (EV/EBIDTA, EV/Sales etc.) of the listed peer companies to the subject company for valuing the business.

Recent Transaction Multiple

Another method of valuation is valuing the company based on the recent transactions within Companies in similar business.

Since the company currently running into losses, we are not able to apply multiple methods for the valuation of SAL.

Market Price Method

Another method of valuation is valuing the company based on the company market price on the stock exchange. The company is listed on both Stock exchanges i.e. National Stock Exchange (NSE) and Bombay Stock Exchange (BSE). For the purpose of valuation, we have considered the data from NSE, being higher trading volume recorded as compared to BSE.

We have valued the company using the Market Price Method under Market Approach by taking Volume Weighted average price over period of 180 trading days prior to relevant date and assigned a weightage of 80% to this method.



D. VALUATION OF SHIVAM AUTOTECH LIMITED

The summary of the value per share derived from different valuation approaches is provided hereunder for reference:

Shivam Autotech Limited			
Value as per the different valuation approaches			
as on November 28, 2025			
Method	Value Per Share	Weights	Amount
Market Approach	30.50	80.00%	24.40
Cost Approach	0.13	10.00%	0.01
Income Approach	7.30	10.00%	0.73
Concluded Value			25.15

As per first proviso of Regulation 166A(1) the floor price for preferential allotment shall be higher of share value concluded above or price calculated in term of regulation 164(4).

Calculation of price as per regulation 164(4)

Shivam Autotech Limited					
Value in term of regulation 164(4)					
as on November 28, 2025					
Sr No.	Symbol	Series	Date	Total Volume Traded	Total Turnover traded
1	SHIVAMAUTO	EQ	28-Nov-25	2,70,605	77,66,410.98
2	SHIVAMAUTO	EQ	27-Nov-25	1,44,139	39,83,004.04
3	SHIVAMAUTO	EQ	26-Nov-25	87,008	23,80,132.21
4	SHIVAMAUTO	EQ	25-Nov-25	54,918	14,80,518.70
5	SHIVAMAUTO	EQ	24-Nov-25	45,335	12,38,398.39
6	SHIVAMAUTO	EQ	21-Nov-25	51,056	14,15,687.61
7	SHIVAMAUTO	EQ	20-Nov-25	1,35,918	37,87,424.97
8	SHIVAMAUTO	EQ	19-Nov-25	93,491	25,80,969.27
9	SHIVAMAUTO	EQ	18-Nov-25	72,580	20,44,000.22
10	SHIVAMAUTO	EQ	17-Nov-25	1,60,218	45,20,397.29
Total				11,15,268	3,11,96,944
Volume Weighted Average Price in (INR)					27.97

We have considered above data till 28th November, 2025 being last trading day before relevant date.



Hence the concluded floor value as per proviso one to regulation 166A(1) is:

Shivam Autotech Limited	
Floor Price as per first proviso	
as on November 28, 2025	
Particular	Amount
Concluded Value as per different valuation approaches	25.15
Value as per 164(4)	27.97
Concluded Value - higher of above	27.97

Therefore, the floor price of equity shares as per regulation 166A(1) of SEBI (Issue of Capital and Disclosures Requirement) Regulations, 2018 and subsequent amendments thereto of SAL is estimated at **₹27.97 per share**.

E. LIMITATION AND DISCLAIMERS

Our report is subject to the limitations detailed hereinafter. This report is to be read in totality and not in parts, in conjunction with the relevant document referred to therein.

Valuation work, by its very nature, cannot be regarded as an exact science and the conclusions arrived at in many cases will be subjective and dependent on the exercise of individual judgement. Given the same set of facts and using the same assumptions, expert opinion may differ due to number of separate judgement decisions, which have to be made. While we have provided our recommendation based on the information available to us and within the scope and constraints of our engagement, others may have a different opinion.

Further, this valuation report is based on the extant regulatory environment and the business/ market conditions, which are dynamic in nature & may change in future, thereby impacting the valuation of the company.

For the present valuation exercise, we have also relied upon information available in the public domain, however the accuracy and timeline of the same has not been independently verified by us.

While our work has involved an analysis of financial information and accounting records, our engagement does not include an audit in accordance with generally



accepted auditing standards of the clients existing business records. Accordingly, we express no audit opinion or any other form of assurance on this information.

The client/owner and its management/representatives warranted to us that the information they supplied was complete, accurate and true and correct to the best of their knowledge. We have relied upon the representations of the owners/clients, their management and other third parties concerning the financial data, operational data and maintenance schedule of all plant machinery-equipment-tools-vehicles, real estate investments and any other investments in tangible assets except as specifically stated to the contrary in the report. We shall not be liable for any loss, damages, cost or expenses arising from fraudulent acts, misrepresentations, or willful default on part of the companies, their directors, employee or agents. We do not make any representations or warranty, express or implied, regarding the achievability of forecasts and completeness of such other information as provided by the Management. We also do not vouch for the efficacy of the forecast as provided to us by the management.

The information contained herein is based on the analysis of information available at the time when this report was prepared.

We do not make any representations or warranty, express or implied, regarding the achievability of forecasts and completeness of such other information as provided by the Management. We also do not vouch for the efficacy of the forecast as provided to us by the management.

The information presented on the valuation report does not reflect the outcome of any due diligence procedure, which may impact the valuation report materially.

We have no present or contemplated financial interest in the Company. The fee for this engagement is not contingent upon the results of this report. We have no responsibility to update this report for events and circumstances occurring subsequent to the date of this report.

In the course of valuation, we were provided with both written and verbal information, including market, technical, financial and operating data.

The actual market price achieved may be higher or lower than our estimate of value (or range of value) depending upon the circumstances of the transaction (for example the competitive bidding environment), the nature of the business (for example the purchaser's perception of potential synergies). The knowledge, negotiating ability and



motivation of the buyers and sellers and the applicability of a discount or premium for control will also affect actual market price achieved. Accordingly, our valuation conclusion will not necessarily be the price at which actual transaction will take place.

An analysis of such nature is necessarily based on the prevailing stock market, financial, economic and other conditions in general and industry trends in particular as in effect on, and the information made available to us as of, the date hereof. Events occurring after the date hereof may affect this report and the assumptions used in preparing it, and we do not assume any obligation to update, revise or reaffirm this Report.

We are independent of the client/company and have no current or expected interest in the Company or its assets. The fee paid for our services in no way influenced the results of our analysis.

We have acted as an independent third party and, as such, shall not be considered an advocate for any concerned party for any dispute. The valuation has been carried out independently to assess the valuation services. We have no present or planned future interest in SAL or any of its group companies and the fee for this report is not contingent upon outcome of the transaction. Our valuation should not be construed as investment advice; specifically, we do not express any opinion on the suitability or otherwise of entering into any transaction with SAL

F. Annexures

Annexure 1

Valuation as per Market Value Method as on 28th November, 2025

Shivam Autotech Limited		
Market Value Method		
as on November 28, 2025		
Data from March 07, 2025 to November 28, 2025		
Total Volume Traded	Total Turnover Traded (INR)	Volume Weighted Average Price in (INR)
2,36,91,926	72,26,81,478	30.50
Concluded Value		30.50



Annexure 2

Valuation as per Net Assets Value Method as on September 30, 2025, being the Latest audited balance sheet available date

Shivam Autotech Limited	
Net Asset Value Method	
as on September 30, 2025	
Particulars	Amount in (INR)
Total value of Assets	4,769,255,608.00
Total Outside Liabilities	4,751,649,464.00
Total Net book value (A)	17,606,144.00
Total No. of Shares(B)	131,495,219
Concluded Value(A/B)	0.13

Annexure 3

Valuation as per Discounted Cash Flow Method

Major Assumptions

Risk Free Rate - Govt of India Government Bond 10Y	6.57%
Equity Risk Premium*	7.26%
Beta (β)*	1.16
Cost of Equity	14.99%
Add: Company Specific Risk premium	2.00%
Adjusted Cost of Equity	16.99%
Growth Rate**	2%

* Equity Risk Premium and Beta as per study from Ashwath Damodaran

** Growth rate as per management assumption



Particulars	Amount (in lakhs)			
	2025-26	2026-27	2027-28	2028-29
Period (in Years)	0.5	1	1	1
Total Revenue (except other Income)	26,440.07	67,319.22	82,734.66	91,402.02
Revenue Growth	0%	155%	23%	10%
EBIDTA (Operating)	3,024.72	9,645.92	12,966.94	14,111.50
EBIDTA Margin (%)	11.44%	14.33%	15.67%	15.44%
Less: Depreciation	-1,561.75	-3,480.26	-3,750.37	-3,970.46
EBIT	1,462.98	6,165.66	9,216.57	10,141.04
Less : Interest	-3,442.13	-3,633.78	-1,954.78	-1,071.78
Less: Taxes	-	-	-	-
NOPAT	-1,979.15	2,531.88	7,261.79	9,069.26
Add: Depreciation	1,561.75	3,480.26	3,750.37	3,970.46
Less /Add: (Inc.) / Dec. in Working Capital	378.24	-3,485.64	-1,765.66	-2,502.20
Less: Additon in Capex	-1,660.00	-2,650.00	-4,950.00	-4,050.00
Free Cash Flow to Equity	-1,699.17	-123.50	4,296.50	6,487.52
Annual factor	0.50	1.00	1.00	1.00
Cummulative Annual factor (Year end)	1.00	2.00	3.00	4.00
PV factor	0.85	0.73	0.62	0.53
PV of Free Cash Flow to Equity	-1,452.37	-90.23	2,683.12	3,462.94
Particulars	Amount (in lakhs.)			
Terminal value	44,136.91			
Present Value in Terminal Period	23,559.62			
Sum of Present Value in Explicit Period	4,603.46			
Sum of Present Value of Future Cash Flows	28,163.08			
Add: Cash and cash equivalents	228.76			
Firm Value	28,391.84			
Less: Debt Outstanding	18,797.52			
Equity Value	9,594.32			
No of Shares on Fully Diluted basis	1,314.95			
Value per share in INR	7.29633			
Value per share (Rounded Off)	7.30			

