

B A SHAH S R MEHTA & Co.

Chartered Accountants

Partner
Malay B Shah
B.Com. F.C.A.
M. No. 159526

Partner
Zarna M Shah
M.Com. F.C.A. DISA
(Information Systems Audit)
M. No. 144246

TO WHOMSOEVER IT MAY CONCERN

Sub: Application for "In-Principle approval" for Issue and Allotment of 13,59,500 Equity Shares of Rs. 10/- each to be issued on a preferential basis under Regulation 28(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We, **B A Shah S R Mehta & Co.**, Statutory Auditors of Parmax Pharma Limited (herein referred to as the "**Company**") hereby certify that –

The minimum issue price for the proposed preferential issue of 13,59,500 Equity Shares, based on the pricing formula prescribed under Chapter V of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ('SEBI ICDR Regulations'), has been worked out at Rs. 16 per Equity Share. The Relevant Date for the purpose of calculation of the said Minimum Issue Price is 20.01.2021

The company is listed on BSE Limited (hereinafter referred as "**Stock Exchange**") has proposed to issue Equity shares through Preferential allotment basis and since the Company's shares are infrequently traded, for that purpose the company has obtained a valuation report for arriving at minimum price of equity shares under section 165 of SEBI ICDR, 2018. The workings for arriving at such minimum price relied on Valuation report dated 16th January, 2021 issued by Holani Consultants Private Limited (SEBI Regd No.INM000012467) has been attached herewith.

Since, the equity shares of the company are infrequently traded, the fair valuation of the equity shares of has been arrived in terms of the provisions of Regulation 165 of SEBI (ICDR) Regulations, 2018. The Value derived by using the weighted average method of the price derived in each of the three valuation method approaches used as mentioned below

- Book Value approach
- Discounted cash flow (DCF) approach and
- Comparable trading multiples



According to the Register of Shareholders of the Company, the proposed allottees are holding 5,44,010 Equity Shares (constituting 14.54%) as at the Relevant Date and accordingly the equity shares will be subject to lock-in under Regulation 167 of SEBI ICDR Regulations, 2018.

Head Office:

209-Sapphire Complex, IInd Floor
21/25-B New Jagnath Plot,
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We certify that the proposed issue is in accordance with the requirements of the SEBI ICDR Regulations.

This Certificate is issued at the specific request of Company's Management for certifying the minimum price at which the equity shares can be issued on preferential allotment basis as per the SEBI ICDR Regulations, 2018 and can be made available to the shareholders for inspection on all working days up to the date of completion of e- voting and for submission to the Stock Exchanges where the equity shares of the Company are currently listed for obtaining approval for listing the equity shares on allotment and should not be used for any other purpose.

Place : Rajkot

Date : 16.01.2021



For **B. A. SHAH S R MEHTA & Co.**

Chartered Accountants

FRN NO : 128796W

MALAY B SHAH

Partner

M. No. 159526

UDIN : 21159526AAAAAA2096

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