



S. H. Dama & Associates

Chartered Accountants

Office No. 156, 1st Floor, Satra Plaza, Sector 19D, Palm Beach Road, Vashi, Navi Mumbai-400 703. (M) 9820271486 | Tel.: 022-49797800
Email Id : suresh_dama@yahoo.com

CERTIFICATE ON KEY PERFORMANCE INDICATOR

To,
The Board of Directors
Shreenath Paper Products Limited
Shop no. 5, Plot no.136, N-1, Masco Corner API Road,
Cidco, Aurangabad, Maharashtra, India, 431003.
Tel No: +91 0240-2489888
Email: info@shreenathpaper.com
Website: <https://www.shreenathpaper.com>

Dear Sirs,

Re: Proposed initial public offering of equity shares of face value of Rs. 10/- each (the "Equity Shares") by the Company and such issuing, (the "Issue").

We, S. H. Dama & Associates, Chartered Accountants, Statutory Auditor and Peer Review Auditor of the Company, have performed the procedures agreed with you and enumerated below with respect to certain identified operational key performance indicators ("KPIs") of the Company as on respective dates and for the respective period mentioned in annexure (the "Periods"), set forth in the accompanying schedules. Our engagement was undertaken in accordance with the "Guidance Note on Reports in Company Prospectuses (Revised 2019)", issued by the Institute of Chartered Accountants of India.

Accordingly, we have:

- (i) Reviewed the Restated Financial Information of the Company, comprising of the Restated Statement of Assets and Liabilities as at nine months period ended December 31, 2024 and Financial Years ended on March 31, 2024, March 31, 2023 and March 31, 2022, and, the Restated Statements of Profit and Loss (including other comprehensive income), the Restated Statement of Changes in Equity and the Restated Cash Flow Statement for the nine months period ended on December 31, 2024 and Financial Years ended on March 31, 2024, March 31, 2023 and March 31, 2022, the Summary Statement of Significant Accounting Policies and other explanatory information (collectively "**Restated Financial Information**") prepared in accordance with the Companies Act, 2013, as amended (the "**Companies Act**") and Accounting Standards ("**AS**") as prescribed by the Institute of Chartered Accountants of India and restated in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("**ICDR Regulations**").
- (ii) obtained and reviewed (a) Registers of the Company; (b) Minutes of the meetings of the Board of Directors of the Company, its committees and the shareholders' meetings; (c) Accounting records; and (d) All other relevant records, correspondences with regulatory/ statutory authorities.

The procedures were performed solely to assist you in certifying the KPIs of the Company Entities as included in the Business chapter of Draft Prospectus.

The procedures were performed to assist you in evaluating the accuracy, validity of KPIs and are summarized as follows:

Detailed heading of KPIs are attached in Annexure A.

Compared the amounts identified to a schedule prepared and derived by the management of the Company from its accounting records for the Period indicated and found such amounts to be in agreement. We determined that the schedule was mathematically correct.



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On the basis of the procedures set forth above nothing came to our attention that caused us to believe the KPIs were not accurate, and valid. At your request, we have also read the items identified by you on the attached copy of the Draft Prospectus (“DP”) and have compared the amounts to the corresponding amounts set out in the Annexure and found them to be in agreement.

We have conducted our examination in accordance with the “Guidance Note on Reports in Company Prospectuses (Revised 2019)”, issued by the Institute of Chartered Accountants of India, in so far it relates to Expert issuing certificates on information included in prospectus. We hereby confirm that while providing this certificate we have complied with the Code of Ethics and 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 Institute of Chartered Accountants of India.

We confirm that the information in this certificate is true, fair and correct, and is in accordance with the requirements of the Companies Act, 2013, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable law, and there is no untrue statement or omission which would render the contents of this certificate misleading in its form or context. We confirm that the information in this certificate is adequate to enable investors to make a well-informed decision, to the extent that such information with respect to us is relevant to the prospective investor to make a well-informed decision.

This certificate is for information and for inclusion (in part or full) in the Draft Prospectus (“DP”) or Updated Draft Prospectus, or Prospectus (“Prospectus”) filed in relation to the Issue (collectively, the “Issue Documents”) or any other Issue-related material, and may be relied upon by the Company, the BRLM by the Company and the BRLM in relation to the Issue. We hereby consent to the submission of this certificate as may be necessary to Securities and Exchange Board of India (SEBI), the Registrar of Companies, Pune (“RoC”), the relevant stock exchanges, any other regulatory authority and/or for the records to be maintained by the BRLM and in accordance with applicable law. We hereby consent to this certificate being disclosed by the BRLM, if required (i) by reason of any law, regulation or order of a court or by any governmental or competent regulatory authority, or (ii) in seeking to establish a defence in connection with, or to avoid, any actual, potential or threatened legal, arbitral or regulatory proceeding or investigation.

We confirm that we will immediately communicate any changes in writing in the above information to the BRLM until the date when the Equity Shares commence trading on the relevant stock exchanges where the Equity Shares are proposed to be listed. In the absence of any such communication from us, the BRLM, each to the Company and the BRLM, can assume that there is no change to the above information until the Equity Shares commence trading on the relevant stock exchanges pursuant to the Issue.

We hereby indemnify and keep indemnified, saved, defended and harmless the Book Running Lead Manager (“BRLM”) and all persons claiming under them (“Indemnified Persons”), from and against all losses and/or damages arising as a result of the aforementioned representations made by me/us in order to disclose details of the same in the Issue Documents, for the Issue or arising as a result of any notices, proceedings, litigations, claims, penalties, demands and costs that may be made and/or raised on the Indemnified Persons by any concerned authority(ies) and/or with regard to any matter arising in connection thereto or otherwise by reason of the matter contemplated herein and/or sustained by the BRLM as a result of any statements, representations, assurances, confirmations hereinunder given being untrue.

The certificate is for the specific purpose of inclusion in the Issue documents of the company and may not be suitable for any other purpose. The company, the BRLM, shall not use this for any other purpose without our prior consent.



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All capitalized terms used herein and not specifically defined shall have the same meaning as ascribed to them in the Issue Documents.

Yours faithfully,

For and on behalf of
M/s S.H.Dama & Associates
Statutory Auditor
FRN: 125932W



CA Suresh H. Dama
Proprietor
M. No.:118711
UDIN: 25118711BMFXRX2066
Date: 30th January 2025

Encl: As above

Cc:
Galactico Corporate Services Limited



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Annexure A

(₹ in lakhs)

Particulars	For the nine months period ended December 31, 2024	As on March 31, 2024	As on March 31, 2023	As on March 31, 2022
Revenue from operations (₹ in Lakhs) ⁽¹⁾	7,704.05	18,584.83	20,443.77	13,597.83
Growth in Revenue from Operations (%) ⁽²⁾	NA	-9.09%	50.35%	59.27%
EBITDA (₹ in Lakhs) ⁽³⁾	434.34	577.36	664.26	-195.34
EBITDA Margin (%) ⁽⁴⁾	5.64%	3.11%	3.25%	-1.44%
Restated Profit After Tax for the Year (₹ in Lakhs)	240.51	439.06	438.47	133.76
PAT Margin% ⁽⁵⁾	3.12%	2.36%	2.14%	0.98%
Net Worth ⁽⁶⁾	2,133.77	1,893.25	1,054.20	565.41
Capital Employed	5,277.05	4,786.82	3,558.89	2,241.84
RoE (%) ⁽⁷⁾	11.27%	23.19%	41.59%	23.66%
RoCE (%) ⁽⁸⁾	10.80%	19.32%	24.16%	16.61%

* Not Annualized

Notes:

⁽¹⁾ Revenue from Operations means the Revenue from Operations as appearing in the Restated Financial Statements.

⁽²⁾ Growth in Revenue from Operations (%) is calculated as Revenue from Operations of the relevant period minus Revenue from Operations of the preceding period, divided by Revenue from Operations of the preceding period.

⁽³⁾ EBITDA is calculated as Profit before tax + Depreciation & amortization + Finance Cost - Other Income

⁽⁴⁾ EBITDA Margin (%) is calculated as EBITDA divided by Revenue from Operations

⁽⁵⁾ PAT Margin (%) is calculated as PAT for the period/year divided by revenue from operations.

⁽⁶⁾ Net worth is aggregate value of the paid-up equity share capital of the Company and all reserves created out of the profits, securities premium account and debit or credit balance of profit and loss account, excluding revaluation reserves if any, as per Restated Financial Information.

⁽⁷⁾ Return on Equity (%) refers to restated profit for the year/period attributable to equity shareholders of our Company divided by Net worth.

⁽⁸⁾ Return on Capital Employed is calculated as earnings before interest and taxes divided by Capital Employed.

-Earnings before interest and tax is calculated as restated profit / (loss) for the period / year plus total tax expense / (credit) plus finance costs.

-Capital Employed is calculated as total equity plus total borrowings and deferred tax liabilities minus intangible assets.