

GFCL: BRD: 2024

13th August, 2024

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai 400 001

Security code: 974687
ISIN: INE09N307018

Sub: Security Cover Certificate pursuant to Regulations 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') for the quarter ended 30th June, 2024

Ref.: 8.52% 5000, Senior, Secured, Listed, Rated, Taxable, Redeemable, Non-convertible Debentures (NCDs) of face value of INR 1,00,000 each, with an aggregate value of INR 50,00,00,000

Dear Sir/Madam,

Pursuant to Regulations 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), we enclose herewith Security Cover Certificate along with compliance status with respect to financial covenants for the quarter ended 30th June, 2024 issued by the Statutory Auditor of the Company, in respect of NCDs.

We request you to take the above on your record.

Thanking you,

Yours faithfully,
For Gujarat Fluorochemicals Limited

Bhavin Desai
Company Secretary
FCS: 7952

Encl.: As above

To,
The Board of Directors
Gujarat Fluorochemicals Limited
2nd Floor, ABS Towers, Old Padra Road,
Vadodara 390007

Independent Auditor's certificate on book value of assets of Gujarat Fluorochemicals Limited ("the Company") contained in Columns A to J of "Statement of Security Cover and Statement of Compliance Status of Financial Covenants in respect of non-convertible debentures issued under ISIN INE09N307018 by the Company as at and for the period ended 30th June 2024" ("the Statement")

- 1) We, Patankar & Associates, Chartered Accountants, the independent auditors of Gujarat Fluorochemicals Limited ("the Company"), have been requested by the Management of the Company to certify book value of assets of the Company contained in Columns A to J of the Statement, and whether the Company has complied with financial covenants in respect of listed secured non-convertible debentures ("NCDs") issued and outstanding as at 30th June 2024.
- 2) The Statement is prepared by the Company from the unaudited books of accounts and other relevant records and documents maintained by the Company as at and for the period ended 30th June 2024 pursuant to requirements of Circular no. SEBI / HO / MIRSD / MIRSD _ CRADT / CIR / P / 2022 / 67 dated May 19, 2022 issued by Securities and Exchange Board of India ("SEBI") in terms of regulation 54 read with regulation 56(1)(d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the SEBI Regulations"), for the purpose of submission to debenture trustees and stock exchanges in respect of NCDs issued by the Company and outstanding as at 30th June 2024.

Management's Responsibility

- 3) The accompanying Statement, including the preparation and maintenance of all accounting and other records supporting its contents, are solely the responsibility of the management of the Company. The Company's management is responsible for the designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
- 4) The management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the debenture trustees and for complying with all the covenants as prescribed in the terms of Debenture Trust Deed.

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Auditor's Responsibility

- 5) Pursuant to the requirements of Circular no. SEBI / HO / MIRSD / MIRSD _ CRADT / CIR / P / 2022 / 67 dated May 19, 2022 issued by SEBI, our responsibility in respect of this certificate is to provide a limited assurance on whether the book values of the assets of the Company contained in Columns A to J of the Statement have been accurately extracted and ascertained from the unaudited books of accounts of the Company and other relevant records and documents maintained by the Company, and whether the Company has complied with financial covenants in respect of NCDs.
- 6) A limited assurance engagement involves making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed vary in nature and timing from a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Accordingly, we have performed the following procedures in relation to the statement:

- a) Obtained the Statement from the Management.
- b) Verified the details of security cover and financial covenants criteria for the listed NCDs from the debenture trust deed.
- c) Traced the value of assets forming part of the security cover details from the unaudited books of accounts and other relevant records and documents maintained by the Company for the period ended 30th June 2024.
- d) Recomputed the security coverage ratio based on the information as obtained in the point (b) and (c) above.
- e) Verified that the computation of financial covenants as at 30th June 2024 is in accordance with the basis of computation given in the Debenture Trust Deed, and the amounts used in such computation have been accurately extracted from unaudited books of account of the Company as at and for the period ended 30th June 2024 and other relevant records and documents maintained by the Company, in the normal course of its business.
- f) Verified the arithmetical accuracy of the Statement.
- g) Based on the procedure performed in (e) and (f), evaluated whether the Company has complied with such financial covenants; and.
- h) Performed necessary inquiries with the management and obtained necessary representations.



- 7) We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
- 8) 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.

Opinion

- 9) Based on the procedures performed as referred to in paragraph 6 above and according to the information and explanations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that the book values of the assets of the Company contained in Columns A to J of the Statement have not been accurately extracted and ascertained from unaudited books of accounts of the Company as at and for the period ended 30th June 2024 and other relevant records and documents maintained by the Company and that the Company has not complied with the financial covenants in respect of the NCDs issued by the Company under the ISIN INE09N307018.

Restriction on Use

- 10) This report has been issued at the request of the Board of Directors of the Company, for submission to debenture trustees and stock exchange. Our report should not to be used for any other purpose or by any person other than the addressees of this report. Accordingly, we do not accept or assume any liability or duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

For Patankar & Associates
Chartered Accountants
Firm Registration No. 107628W

S.S. Malani

Sandesh S Malani
(Partner)
Mem. No. 110051
Pune
Date: 13 August 2024
UDIN: 24110051BKCULL5143



Statement of Security Coverage and Statement of Compliance Status of Financial Covenants for the period ended 30th June 2024 pursuant to Regulation 54 read with Regulation 56(1)(d) of the SEBI (LOOR) Regulations for listed non-convertible debt securities

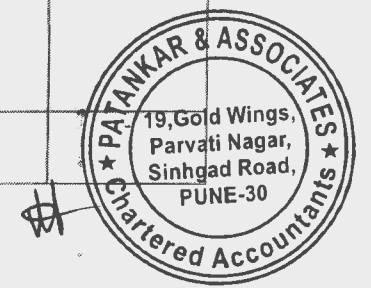
A. Senior, secured, listed, rated, taxable, redeemable, non-convertible debt securities (NCDs/Debentures)

ISIN	Private/Public Placement	Secured/Unsecured	Date of Allotment	Sanctioned amount (Rs. In Crores)
INE09N307018	Private Placement	Secured	21-03-2023	50.00

Security coverage ratio as on 30th June 2024

(Rs. In Crores)

A Particulars	B Description of asset for which this certificate relates	C Exclusive Charge	D Exclusive Charge	E Pari-Passu Charge	F Pari-Passu Charge	G Pari-Passu Charge	H Assets not offered as Security	I Elimination (amount in negative)	J (Total C to H)	Related to only those items covered by this certificate					
										K Market Value for Assets charged on Exclusive basis	L Carrying /book value for exclusive charge assets where market value is not ascertainable	M Market Value for Pari passu charge Assets	N Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable	O Total Value(=K+L+M + N)	
		Debt for which this certificate being issues	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-passu charge (excluding items covered in column F)		debt amount considered more than once (due to exclusive plus pari passu charge)			or applicable (For Bank Balance, SRA market value is not applicable)	Eg. D	(For Eg. Bank Balance, DSRA market value is not applicable)		
		Book Value	Book Value	Yes/ No	Book Value	Book Value									
ASSETS															
Property, Plant and Equipment	14 MW windmill plant located at Mahidad And HCFC and AHF Plant located at Ranjitnagar	79.72		No					3,553.27	-	79.72	-	-	79.72	
	PPE Other than above		96.19			527.41	2,849.95			-	-	-	-		



Capital Work-in-Progress	-	-	-	No	-	-	864.40	-	864.40	-	-	-	-
Right of Use Assets	-	-	-	No	-	-	99.94	-	99.94	-	-	-	-
Goodwill	-	-	-	No	-	-	-	-	-	-	-	-	-
Intangible Assets	-	-	-	No	-	-	9.52	-	9.52	-	-	-	-
Intangible Assets under Development	-	-	-	No	-	-	45.48	-	45.48	-	-	-	-
Investments	-	-	-	No	-	-	947.00	-	947.00	-	-	-	-
Loans	-	-	-	No	-	-	237.88	-	237.88	-	-	-	-
Inventories	-	-	-	No	-	-	1,176.18	-	1,176.18	-	-	-	-
Trade Receivables	-	-	-	No	-	-	1,313.38	-	1,313.38	-	-	-	-
Cash and Cash Equivalents	-	-	-	No	-	-	20.90	-	20.90	-	-	-	-
Bank Balances other than Cash and Cash Equivalents	-	-	-	No	-	-	168.65	-	168.65	-	-	-	-
Others	-	-	-	No	-	-	898.85	-	898.85	-	-	-	-
Total	-	79.72	96.19		-	527.41	8,632.13	-	9,335.45		79.72	-	79.72
LIABILITIES													
Debt securities to which this certificate Pertains	INE09N307018	33.78	-	No	-	-	-	-	33.78	-	-	-	-
Other debt sharing pari-passu charge with above debt	-	Not to be filled	-	No	-	-	-	-	-	-	-	-	-
Other Debt	-		-	No	-	-	-	-	-	-	-	-	-



Subordinated debt	-	Not to be filled	-	No	-	-	-	-	-	-	-	-	-
Borrowings													
Bank	-		36.42	No	-	345.50	1,728.15	-	2,110.07	-	-	-	-
Debt Securities	-		-	No	-	-	-	-	-	-	-	-	-
Others			4.50	No	-	-	-	-	4.50				
Trade payables	-		-	No	-	-	568.21	-	568.21	-	-	-	-
Lease Liabilities	-		-	No	-	-	5.87	-	5.87	-	-	-	-
Provisions	-		-	No	-	-	72.42	-	72.42	-	-	-	-
Others	-		-	No	-	-	505.77	-	505.77	-	-	-	-
Total	-	33.78	40.92	No	-	345.50	2,880.42	-	3,300.62	-	-	-	-
Cover on Book Value		2.36											
Cover on Market Value													
		Exclusive security Cover Ratio			Parl-Passu Security Cover Ratio								

ISIN wise Details:

Sr. No.	ISIN	Facility	Type of Charge	Outstanding amount as on 30-06-2024 (Rs. in crores)	Interest accrued amount as on 30-06-2024 (Rs. in crores)	Book value of asset covered (Rs. in crores)	Cover required	Security cover ratio as on 30-06-2024	Assets covered
1	INE09N307018	Non-convertible debenture	Exclusive Charge	Rs. 33.00 Crores	Rs. 0.78 Crores	Rs. 79.72 Crores	1.25 times	2.36 times	14 MW windmill plant located at Mahidad and HCFC and AHF Plant located at Ranjitnagar.

B. Financial covenants

The Company has complied with the financial covenants specified in placement memorandum/Debenture trust deed with respect to non-convertible debentures.

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Notes:

- 1) The financial information as at 30th June 2024 has been extracted from the unaudited books of account as at and for the period ended 30th June 2024 and other relevant records and documents of the Company.
- 2) This statement is prepared in accordance with Regulation 54 read with Regulation 56(1)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular on Monitoring and Disclosures by Debenture Trustee(s) vide circular No. SEBI/HO/IR/IRSD/MIRSD_CRADT/CIR/12022/67 dated May 19, 2022 ("the Regulations").

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For Gujarat Fluorochemicals Limited,

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Nilesh Pandya
(Assistant Vice President)
Place: Vadodara
Date: 13 August 2024



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