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Annexure 3A



**REPORT TO RECOMMEND FAIR SHARE EXCHANGE RATIOS FOR COMPOSITE
SCHEME OF ARRANGEMENT AMONG INOX LEASING AND FINANCE LIMITED,
GUJARAT FLUROCHEMICALS LIMITED, AND INOX HOLDINGS AND
INVESTMENTS LIMITED (UNDER INCORPORATION)**

October 29, 2024

Prepared by:
Finvox Analytics
IBBI Registered Valuer Entity
(Securities & Financial Assets)



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Finvox Analytics

FRN: 06-018-2019-00202
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October 29, 2024

The Board of Directors
Inox Leasing and Finance Limited
612-618, Narain Manzil,
6th Floor, 23, Barakhamba Road
New Delhi – 110001

The Board of Directors
Gujarat Fluorochemicals Limited
Survey No. 16/3, 26 & 27 Taluka Ghoghamba
Panch Mahals, Village Ranjitnagar
Gujarat – 389380

Dear Sir/Ma'am,

In accordance with the terms of our engagement dated October 22, 2024, we have prepared a valuation report to recommend the fair share exchange ratios (the "Share Exchange Ratios") pursuant to the proposed composite scheme of arrangement (the "Scheme of Arrangement") of the companies as per the provisions of Section 230 to 232 and other applicable provisions of the Companies Act, 2013, as explained below.

Inox Leasing and Finance Limited ("ILFL") is a non-deposit taking non-banking financial company ("NBFC") registered with the Reserve Bank of India ("RBI"). ILFL is engaged in the Wind Business, explained later in the report. Additionally, ILFL is the holding company of Gujarat Fluorochemicals Limited ("GFCL") and Inox Holdings and Investments Limited ("IHIL"). As of the Valuation Date, IHIL is in the process of incorporation and is proposed to be incorporated as a wholly owned subsidiary of ILFL.

GFCL is primarily engaged in manufacturing and trading of bulk chemicals, fluorochemicals, fluoropolymers and allied activities.

IHIL is proposed to be incorporated as a wholly owned subsidiary of ILFL. According to management, IHIL is being primarily incorporated for the purpose of the proposed demerger of the Wind Business of ILFL (the "Demerged Undertaking") into IHIL as a part of the proposed composite Scheme of Arrangement.

Pursuant to the proposed composite Scheme of Arrangement and subject to necessary approvals, the Wind Business of ILFL is proposed to be demerged into IHIL. Thereafter, the residual ILFL (which will only have the investment in equity shares of GFCL) is proposed to be amalgamated into GFCL. The above-stated Scheme of Arrangement is proposed to be effective from January 1, 2025 (the "Appointed Date").

For the purpose of this report, ILFL, IHIL and GFCL are collectively referred to as the "Companies" as of the valuation date.

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The consideration for the proposed Scheme of Arrangement will be discharged by issue of equity shares of IHIL/GFCL to the shareholders of ILFL. In this regard, we have been appointed by the Companies to recommend the fair Share Exchange Ratios for the proposed composite Scheme of Arrangement. The report is being furnished by Finvox Analytics ("Finvox" or "We" or "Us") in the capacity of Registered Valuer under section 247 of the Companies Act, 2013 which would suffice the requirements of Securities Exchange Board of India and the Companies Act, 2013.

For the purpose of calculating the Share Exchange Ratios, the valuation date should be near to the board meeting date in which the Scheme of Arrangement is expected to be considered. Accordingly, the report date is the relevant valuation date for calculating the fair Share Exchange Ratios ("Valuation Date"). As represented by the management of the Companies (the "Management"), the board meeting to evaluate the Scheme of Amalgamation is expected to be in October 2024.

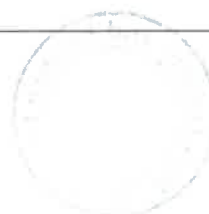
Our analysis and report are in conformity with the "ICAI Valuation Standards" (IVS) issued by the Institute of Chartered Accountants of India. In addition to the general standards/ guidelines of the IVS, our report specifically complies with ICAI Valuation Standard 102 - Valuation Bases, ICAI Valuation Standard 103 - Valuation Approaches and Methods, ICAI Valuation Standard 201 - Scope of Work, Analyses and Evaluation, ICAI Valuation Standard 202 - Reporting and Documentation and ICAI Valuation Standard 301 - Business Valuation.

The report sets out our recommendation of the fair Share Exchange Ratios. This report must be considered in the above-mentioned context only and is not an advisory document for any other purpose. The report may not be distributed, reproduced, or used, without our express written consent for any purpose other than mentioned above.

In rendering the aforementioned advisory services, we reviewed and relied upon various materials/ information provided by the Management and its advisors. Our report is based on the historical financial information provided to us by the Management. Because of the limited purpose of this report, the financial information presented in this report may be incomplete and contain departures from generally accepted accounting principles. We have not audited, reviewed, or compiled the financial information provided by the Management and express no assurance on it.



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Based on our study and analytical review procedures, and subject to the limitations expressed within this report, the recommended fair Share Exchange Ratios for the proposed composite Scheme of Arrangement, are:

- For the demerger of the Demerged Undertaking of Inox Leasing and Finance Limited into Inox Holdings and Investments Limited

“1 equity share of IHIL of INR 10 each fully paid-up for every 1 equity share of ILFL of INR 10 each fully paid-up”

- For the amalgamation of the residual Inox Leasing and Finance Limited into Gujarat Fluorochemicals Limited

“5,77,91,906 equity shares of GFCL of the face value of INR 1 each fully paid-up to be issued and allotted as fully paid-up to the equity shareholders of ILFL in the proportion of their holding in ILFL.”

We have no present or contemplated financial interest in ILFL, IHIL, GFCL, and their subsidiaries and/or associate companies. Our fees for this valuation are based upon our normal billing rates and are in no way contingent upon the results of our findings. We have no responsibility to update this report for events and circumstances occurring subsequent to the date of this report. This report is not to be copied or made available to any persons without the express written consent of Finvox Analytics.

For Finvox Analytics

Registered Valuer Entity (Securities & Financial Assets)

Registration Number: IBBI/RV-E/06/2020/120

**AMRISH
GARG**

Digitally signed by AMRISH GARG
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CA. Amrish Garg

Partner

IBBI Registration No: IBBI/RV/06/2018/10044

ICAI Membership No: 511520

UDIN: 24511520BKDIVS2629

Date: October 29, 2024

Place: Gurugram

Finvox Analytics
Registered Valuer Entity



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I. INTRODUCTION

A. Purpose of Valuation

The purpose of this report is to arrive at the fair Share Exchange Ratios as of the Valuation Date to comply with the valuation requirements of Securities Exchange Board of India and the Companies Act, 2013 with respect to the proposed composite Scheme of Arrangement of the Companies.

B. Scope Limitations, Assumptions, Qualifications, Exclusions and Disclaimers

This report is subject to the scope limitations detailed hereinafter and in Appendix A. As such the report is to be read in totality, and not in parts, in conjunction with the relevant documents referred to herein and in the context of the purpose for which it is made. Further, our report on recommendation of fair equity Share Exchange Ratios is in accordance with ICAI Valuation Standards 2018.

This report has been prepared for board of directors of the Companies solely for the purpose of recommending a fair Share Exchange Ratios for the proposed composite Scheme of Arrangement.

The Management has represented that the Companies have clear and valid title of assets. No investigation on the Companies' claim to title of assets has been made for the purpose of this valuation and their claim to such rights has been assumed to be valid.

The draft of the present report (excluding the recommended fair equity share exchange ratios) was circulated to the Management for confirming the facts stated in the report and to confirm that the information or facts stated are not erroneous.

For the purpose of this exercise, we were provided with both written and verbal information including information detailed in the section 'Sources of Information' of this report. Further, the responsibility for the accuracy and completeness of the information provided to us by the Companies/auditors/consultants is that of the Companies. Also, with respect to explanations and information sought from the Companies, we have been given to understand by the Management that they have not omitted any relevant and material factors about the Companies. The Management has indicated to us that they have understood that any omissions, inaccuracies or misstatements by the Management may materially affect our analysis/conclusions. Our work does not constitute an audit, due diligence or certification of these information referred to in this report including information sourced from public domain. Accordingly, we are unable to and do not express an opinion on the fairness or accuracy of any information provided to us by the Companies and consequential impact on the present exercise. However, nothing has come to our attention to indicate that the information provided/obtained was materially misstated/incorrect or would not afford reasonable grounds upon which to base the report.

Analysis and results are specific to the purpose of valuation and the Valuation Date mentioned in the report as agreed with the Management.



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Events and transactions occurring after the date of this report may affect the report and assumptions used in preparing it and we do not assume any obligation to update, revise or reaffirm this report.

The fee for the engagement and this report is not contingent upon the results reported. We have no present or contemplated financial interest in any of the Companies.

Our report is not, nor should it be construed as opining or certifying the compliance of the proposed transaction with the provisions of any law including companies, competition, taxation (including transfer pricing) and capital market related laws or as regards any legal implications or issues arising in India or abroad from such Scheme of Arrangement.

Any person/party intending to provide finance/invest in the shares/convertible instruments/business of the Companies shall do so after seeking their own professional advice and after carrying out their own due diligence procedures to ensure that they are making an informed decision.

The decision to carry out the transaction (including consideration thereof) lies entirely with the Management and our work and our finding shall not constitute a recommendation as to whether or not the Management should carry out the transaction.

This report is meant only for the purpose mentioned in Section I.A and should not be used for any purpose other than the purpose mentioned therein. It is exclusively for the use of the Companies and for submission to any regulatory/statutory authority as may be required under any law of India. This report should not be copied or reproduced without obtaining our prior written approval for any purpose other than the purpose for which it is prepared. In no event, regardless of whether consent has been provided, shall we assume any responsibility to any third party to whom the report is disclosed or otherwise made available.

C. Procedures Adopted

In connection with this exercise, we have adopted the following procedures to recommend the fair Share Exchange Ratios:

- Reviewed and understood the proposed composite Scheme of Arrangement
- Requested and received financial and qualitative information.
- Considered data available in public domain related to the Companies.
- Held discussions (in person/over call) with the Management of the Companies.
- Analyzed the shareholding pattern of the Companies.
- Arrived at recommendation of the fair Share Exchange Ratios for the proposed composite Scheme of Arrangement.

D. Scope of Information

Our expression of the recommendation of the fair Share Exchange Ratios is supported by all procedures that we deem to be relevant. We have obtained sufficient information in accordance with IVS 201 - 'Scope of Work, Analyses and Evaluation', and relied on the data, facts,

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information, documents, and explanations as authenticated, and provided to us by the Management. Our recommendation is based on the information listed below.

- Proposed composite scheme of arrangement between ILFL, IHIL and GFCL.
- Historical financial statements of ILFL and GFCL as of and for the year March 31, 2024.
- Historical income statements of GFCL for the three-month period ended June 30, 2024.
- Unaudited historical financial statements of ILFL as of and for the six-month period ended September 30, 2024.
- Data extracted from publicly available sources believed to be reliable and true.
- Discussions with the Management, and other quantitative and qualitative data.

Supporting data, copies of source documents and other pertinent information supporting our opinion of value are maintained in our files.



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II. OVERVIEW

A. Inox Leasing and Finance Limited

Business History and Background

Inox Leasing and Finance Limited was incorporated as a public limited company on February 17, 1995 under the provisions of the Companies Act, 1956. ILFL is registered with the RBI as a non-deposit taking NBFC since January 4, 2001, with registration number B-13.01448. The registered office of ILFL was transferred from the state of Maharashtra to the state of Delhi on May 5, 2022, and consequently, the current registration number provided in the NBFC license is B-14.0392.

ILFL is engaged in the business of generation and sale of wind energy directly, and strategically through its investments in subsidiaries, Inox Wind Limited, Inox Wind Energy Limited, and Inox Holdings and Investments Limited (the "Wind Business"). Additionally, ILFL is holding company of GFCL.

ILFL's registered office is located at 612-618, Narain Manzil, 6th Floor, 23, Barakhamba Road, New Delhi, Delhi, - 110001.

Shareholding Pattern

The shareholding pattern of ILFL as of the Valuation Date is provided in the table below.

Inox Leasing and Finance Limited		
<i>Shareholding Pattern as of the Valuation Date</i>		
	# of Shares	% Holding
Vivek Kumar Jain	60,56,035	61.17%
Devansh Jain	23,39,890	23.64%
Nandita Jain	10,31,644	10.42%
Devendra Kumar Jain	69,896	0.71%
Avarna Jain	50,000	0.51%
Devika Chaturvedi	35,080	0.35%
Aryavardhan Trading LLP	24,750	0.25%
Devansh Trademart LLP	24,500	0.25%
Manju Jain	10,667	0.11%
Public Shareholders	2,57,588	2.60%
Total	99,00,050	100.00%

B. Inox Holdings and Investments Limited

Business History and Background

Inox Holdings and Investments Limited is proposed to be incorporated as a public limited company under the provisions of the Companies Act, 2013. As of the Valuation Date, IHIL is in the process of incorporation and the name has already been approved by the Registrar of Companies. As

previously discussed, IHIL is being primarily incorporated to demerge the Wind Business of ILFL as a part of the proposed composite Scheme of Arrangement.

Shareholding Pattern

IHIL is proposed to be incorporated as a wholly owned subsidiary of ILFL.

C. Gujarat Fluorochemicals Limited

Business History and Background

Gujarat Fluorochemicals Limited was incorporated as a public limited company on December 06, 2018, under the provisions of the Companies Act, 2013. GFCL is primarily engaged in manufacturing and trading of bulk chemicals, fluorochemicals, fluoropolymers and allied activities.

As of the Valuation Date, GFCL is listed on both Bombay Stock Exchange ("BSE") and the National Stock Exchange of India ("NSE") under the ticker "FLUOROCHEM". Additionally, the non-convertible debentures of GFCL are listed on the debt segment of BSE.

GFCL's registered office is located at registered office is located at Survey No. 16/3, 26 & 27, Village Ranjitnagar, Taluka Ghoghamba, District Panchmahal, Gujarat - 389380.

Shareholding Pattern

The shareholding pattern of GFCL as of the Valuation Date is provided in the table as follows.

Gujarat Fluorochemicals Limited
Shareholding Pattern as of the Valuation Date

	# of Shares	% Holding
Inox Leasing and Finance Limited	5,77,91,906	52.61%
Aryavardhan Trading LLP	55,76,440	5.08%
Devansh Trademart LLP	53,12,360	4.84%
Devendra Kumar Jain	20,100	0.02%
Vivek Kumar Jain	20,100	0.02%
Devansh Jain	10,000	0.01%
Nandita Jain	10,000	0.01%
Public Shareholders	4,11,09,094	37.42%
Total	10,98,50,000	100.00%

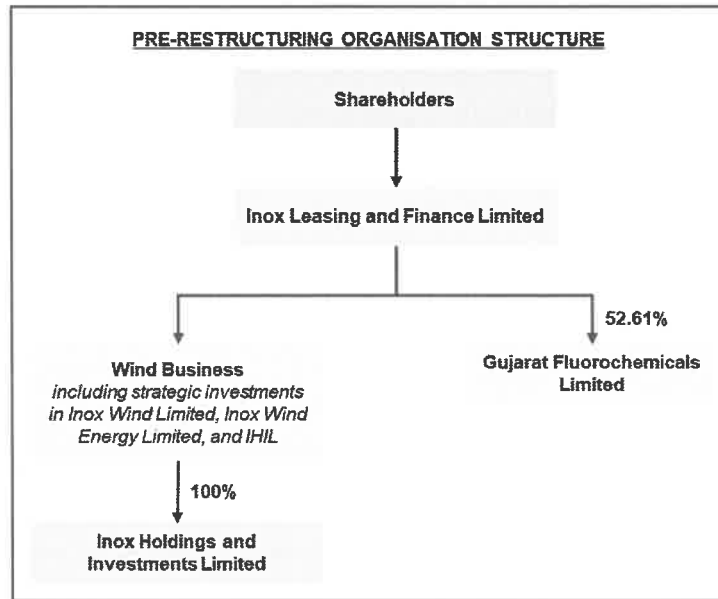


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D. Summary of Proposed Scheme of Arrangement

Prior to the proposed composite Scheme of Arrangement, the organisation structure is presented in the chart as follows.



Pursuant to the proposed composite Scheme of Arrangement, the Management proposes the following restructuring:

- Part II of the Scheme of Arrangement (Demerger):** According to the proposed Scheme of Arrangement, the Demerged Undertaking of ILFL is proposed to be demerged into IHIL. According to the Scheme of Arrangement, the Demerged Undertaking is defined as follows (taken verbatim)¹.

“the ‘Wind Business’ (excluding investments in GFCL) of the Demerged Company on a going concern basis, covering all related assets, investments (including strategic investments in Inox Wind Limited, Inox Holdings and Investments Limited, and Inox Wind Energy Limited), liabilities, rights and obligations, as decided by the Board of Directors of ILFL, and shall include (without limitation):

- any and all the properties and assets, whether movable or immovable, real or personal, in possession or reversion, corporeal or incorporeal, tangible or intangible, present or contingent and including but without being limited to land and building, computers and accessories, software and related data, leasehold improvements, plant and machinery, offices, capital work-in-progress, raw materials, finished goods, vehicles, stores and*

¹ The capitalized terms have been defined in the proposed composite Scheme of Arrangement between ILFL, IHIL and GFCL.

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- spares, loose tools, sundry debtors, furniture, fixtures, fittings, office equipment, telephone, facsimile and other communication facilities and equipment's, electricals, appliances, accessories, deferred tax assets and investments related to Demerged Undertaking of the Demerged Company;*
- b. *any and all liabilities, present and future, including the contingent liabilities related to Demerged Undertaking of the Demerged Company;*
- c. *any and all rights and licenses including but not limited from the Ministry of New and Renewable Energy, Central Electricity Regulatory Commission, relevant State Electricity Regulatory Commission, Solar Energy Corporation of India, RBI, SEBI, Stock Exchanges, depositories, depository participants, Registrar to an issue and share transfer agent, or any other authority, all assignments and grants thereof, all permits, quotas, holidays, benefits, clearances and registrations, whether under Central, State or other laws, rights (including rights/ obligations under any agreement, contracts, applications, letters of intent, or any other contracts), subsidies, grants, tax credits (including MODVAT/ CENVAT, Service Tax credits, GST credits, Minimum Alternate Tax ("MAT") credit, tax deducted at source, tax collected at source, foreign tax credit), tax deferrals, advance tax, self-assessment tax, unabsorbed tax depreciation, income tax refund, tax losses (current year or brought forward business or capital losses), deferred tax assets, incentives or schemes of central/ state/ local governments, certifications and approvals, regulatory approvals, entitlements, other licenses, environmental clearances, municipal permissions, approvals, consents, tenancies, investments and/ or interest (whether vested, contingent or otherwise), cash balances, bank balances, bank accounts, reserves, deposits, advances, recoverable, receivables, benefit of insurance claims, easements, advantages, financial assets, hire purchase and lease arrangements, the benefits of bank guarantees issued by the Demerged Company, funds belonging to or proposed to be utilised by the Demerged Company, privileges, all other claims, rights and benefits (including under any powers of attorney issued by the Demerged Company or any powers of attorney issued in favour of the Demerged Company or from or by virtue of any proceeding before a legal, quasi-judicial authority or any other statutory or regulatory authority, to which the Demerged Company was a party), powers and facilities of every kind, nature and description whatsoever, right to use and avail of telephones, telexes, facsimile connections and installations, utilities, electricity, water and other services, provisions, funds, benefits, duties and obligations of all agreements, contracts and arrangements and all other interests related to the Demerged Undertaking of the Demerged Company;*
- d. *all employees, in relation to the Demerged Undertaking of the Demerged Company, whether on payroll or on third party contract basis and interns/ trainees, immediately preceding the Effective Date and all other obligations of whatsoever kind, including liabilities of the Demerged Company regarding their employees with respect to the payment of compensation, gratuity, provident fund, leave encashment, etc. and benefits or obligations of any fund whether insurances, retirement, etc;*
- e. *any and all deposits and balances with Government, Semi-Government, local and other authorities and bodies, customers and other persons, share application money, earnest*



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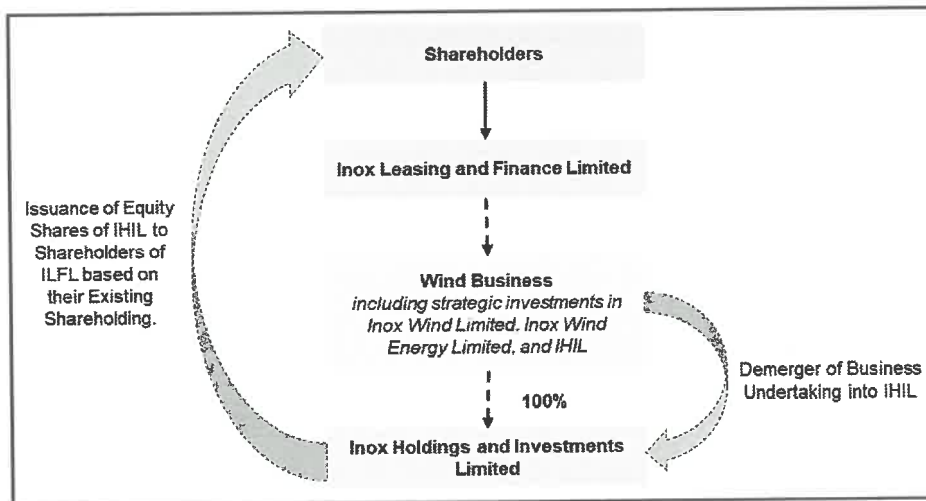


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moneys and/ or security deposits paid or received by the Demerged Company in relation to the Demerged Undertaking;

- f. any and all books, records, files, papers, product specifications and process information, records of standard operating procedures, computer programs along with their licenses, manuals and backup copies, drawings, other manuals, data catalogues, quotations, sales and advertising materials, and other data and records whether in physical or electronic form related to the Demerged Undertaking of the Demerged Company;
- g. all intellectual property rights including all trademarks, trademark applications, trade names, patents and patent applications, domain names, logo, websites, internet registrations, copyrights, trade secrets, service marks, quality certifications and approvals and all other interests exclusively related to the Demerged Undertaking of the Demerged Company”

A chart presenting the above-stated part of the proposed Scheme of Arrangement is as follows.



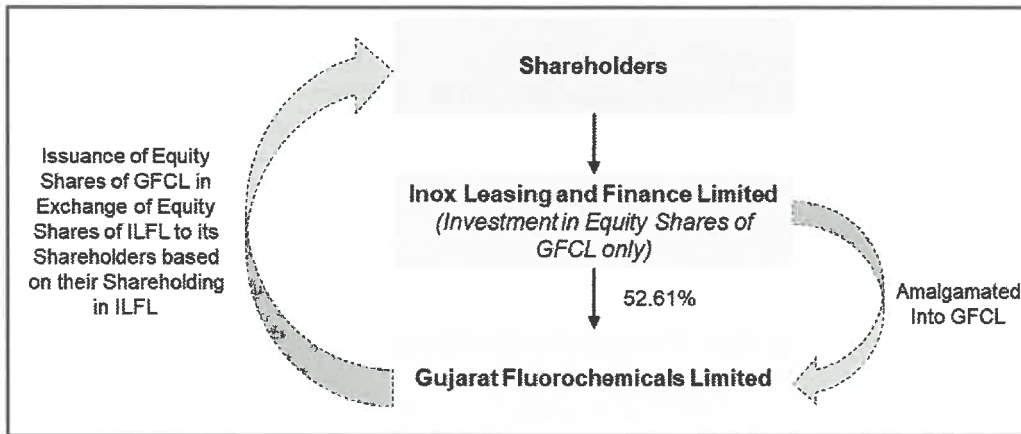
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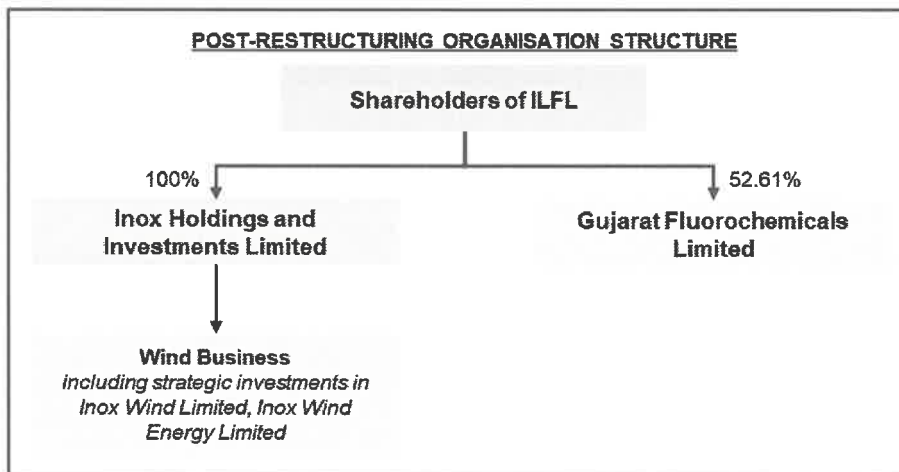
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- **Part III of the Scheme of Arrangement (Amalgamation):** The residual ILFL is proposed to be amalgamated with GFCL, as presented in the chart as follows.



The above-stated Scheme of Arrangement is proposed to be effective from January 1, 2025. The organisation structure post consummation of the above-stated proposed Scheme of Arrangement is presented in the chart as follows.



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III. OPINION OF VALUE

A. Recommendation of Fair Equity Share Exchange Ratio for Part II

As previously discussed, we understand that, as a part of the proposed composite Scheme of Arrangement, the Demerged Undertaking of ILFL is proposed to be demerged into IHIL. IHIL is not engaged in any operations and is a wholly owned subsidiary of ILFL. Once the part II of the Scheme of Arrangement is implemented, all the shareholders of ILFL would also become the shareholders of IHIL, and their shareholding in IHIL would mirror their shareholding in ILFL. Additionally, pursuant to the demerger, the equity shares of IHIL held by ILFL will be cancelled. The effect of the demerger is that each shareholder of ILFL will become the owner of shares in two companies instead of one company. The percentage holding of a shareholder in ILFL (post the demerger) and IHIL would remain same in accordance to their shareholding in ILFL prior to the demerger. Accordingly, the proposed Share Exchange Ratio will not have any impact on the ultimate value of the shareholders of ILFL and it will be value-neutral to them.

Further, as per para 4.a of the SEBI Master Circular SEBI/HO/CFD/POD-2/P/CIR/2023/93 dated June 20, 2023 (the "SEBI Master Circular") (taken verbatim)²,

"Valuation Report is not required in cases where there is no change in the shareholding pattern of the listed entity / resultant company."

Therefore, we have not carried out valuation of ILFL, IHIL or the Demerged Undertaking. Accordingly, the valuation under the valuation approaches mentioned in the format prescribed under BSE Circular No. LIST/COMP/02/2017-18 dated May 29, 2017 (the "BSE Circular") and NSE Circular No. NSE/CML/2017/12 dated June 1, 2017 (the "NSE Circular") are not applicable in the given case.

Valuation Approach	Inox Leasing and Finance Limited		INOX Holdings and Investments Limited	
	Value Per Share	Weighting	Value Per Share	Weighting
Asset Approach	NA	NA	NA	NA
Income Approach	NA	NA	NA	NA
Market Approach	NA	NA	NA	NA
Relative Value Per Share	NA		NA	

NA: Not Applicable

Based on the above-stated facts, any entitlement ratio can be considered for the proposed demerger as the shareholding pattern of ILFL will not change post the consummation of the proposed demerger. According to the Management, the plan is to keep the total number of issued equity

² The capitalized terms have been defined in the SEBI Master Circular SEBI/HO/CFD/POD-2/P/CIR/2023/93 dated June 20, 2023.



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shares of IHIL same as of ILFL. Accordingly, post consummation of the proposed demerger, IHIL would have same number of outstanding shares of ILFL as of the Valuation Date.

In the event of demerger of the Demerged Undertaking of ILFL into IHIL, the recommended Share Exchange Ratio in consideration for the part II of the proposed Scheme of Arrangement is:

“1 equity share of IHIL of INR 10 each fully paid up for every 1 equity share of ILFL of INR 10 each fully paid up.”

As previously discussed, IHIL is in the process of incorporation as of the Valuation Date. The above-stated Share Exchange Ratio will be applicable upon its incorporation.

As part of our analysis, we also reviewed the audited financial statements of ILFL as of and for the year ended March 31, 2024 and the unaudited financial statements as of and for the six-month period ended September 30, 2024. Based on our analysis and understanding of the proposed Scheme of Arrangement, there is no impact of the financial performance of ILFL, IHIL and/or the Demerged Undertaking on the proposed fair Share Exchange Ratio under the part II of the proposed Scheme of Arrangement.

B. Recommendation of Fair Equity Share Exchange Ratio for Part III

Post-implementation of the part II of the proposed composite Scheme of Arrangement, the Demerged Undertaking will be transferred to IHIL. The residual ILFL will only hold the investment in equity shares of GFCL. According to management, if the residual ILFL holds any nominal cash/bank balance and liquid investments, that will be utilised to meet the costs, fees, charges, taxes including duties, levies and all other expenses in relation to the proposed amalgamation by ILFL. Accordingly, the residual ILFL will effectively only hold the investment in equity shares of GFCL and it will not have any other assets or liabilities.

ILFL as of the Valuation Date holds 5,77,91,906 equity shares of GFCL of face value per share of INR 1 fully paid-up. Upon the Appointed Date, pursuant to the part III of the proposed composite Scheme of Arrangement, i.e., amalgamation of the residual ILFL with GFCL, the entire shareholding of ILFL in GFCL will be cancelled and as a consideration the shareholders of ILFL would be issued same number of fully paid-up equity shares of GFCL (which were held by ILFL in GFCL) in the proportion of their holdings in ILFL. Prior to implementation of the part III of this Scheme of Arrangement, these shares of GFCL were indirectly held by the shareholders through their holding in ILFL.

Pursuant to the amalgamation, there would be no change in the paid-up share capital of GFCL. As previously discussed, upon implementation of the part III of the Scheme of Arrangement, the shareholders of ILFL will hold the same number of shares as ILFL holds in GFCL and the shares held by ILFL in GFCL will be cancelled. For every fresh issue of share of GFCL to the shareholders of ILFL, there will be a corresponding cancellation of an existing GFCL share as held by ILFL. As a result, there is no impact on the paid-up share capital of GFCL and on the aggregate shareholding of other shareholders of GFCL. The basic structure of this scheme is to substitute ILFL, which is a shareholder of GFCL, with the shareholders of ILFL in the proportion of their



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holdings in ILFL. Pursuant to this scheme, the financials of GFCL will not be affected in any manner whatsoever. Accordingly, the valuation of the residual ILFL and GFCL is not required to determine the share exchange ratio. As a result, the valuation approaches as indicated in the format as prescribed by the NSE and BSE Circulars have not been applied as they are not relevant in the instant case.

Valuation Approach	Inox Leasing and Finance Limited		Gujarat Fluorochemicals Limited	
	Value Per Share	Weighting	Value Per Share	Weighting
Asset Approach	NA	NA	NA	NA
Income Approach	NA	NA	NA	NA
Market Approach	NA	NA	NA	NA
Relative Value Per Share	NA		NA	

NA: Not Applicable

The Management has represented that all the expenses associated with the proposed Scheme of Arrangement such as costs, fees, charges, taxes, duties, levies and all other expenses (including stamp duties payable on issue of new shares) will be borne by IHIL or ILFL (from the cash/bank balance and liquid investments on the balance sheet of residual ILFL, if any, immediately prior to effective date). Accordingly, GFCL will not bear any expenses related to the amalgamation.

Further, we were informed that the shareholders of ILFL shall indemnify and hold harmless GFCL and its directors, officers, representatives, partners, employees and agents (hereinafter collectively referred to as the "Indemnified Persons") for losses, liabilities, costs, charges, expenses (whether or not resulting from third party claims), including those paid or suffered pursuant to any actions, proceedings, claims and including interests and penalties discharged by the Indemnified Persons which may devolve on Indemnified Persons on account of amalgamation of the residual ILFL with GFCL but would not have been payable by such Indemnified Persons otherwise, in the form and manner as may be agreed amongst GFCL and the shareholders of ILFL. Accordingly, GFCL will not bear any loss, liabilities, cost, charges and expenses due to any such disputes or litigations pursuant to the amalgamation.

Based on the above-stated facts in the event of amalgamation of the residual ILFL with GFCL, the recommend Fair Share Exchange ratio in consideration for the part III of the proposed Scheme of Arrangement is:

"5,77,91,906 equity shares of the face value of INR 1 each fully paid-up of GFCL to be issued and allotted as fully paid up to the equity shareholders of ILFL in the proportion of their holding in ILFL."

As part of our analysis, we reviewed the audited financial statements of ILFL and GFCL as of and for the year ended March 31, 2024, the historical income statements of GFCL for the three-month period ended June 30, 2024, and the unaudited financial statements of ILFL as of and for the six-month period ended September 30, 2024. As previously discussed, the amalgamation under part III of the proposed Scheme of Arrangement is precisely the cancellation of equity shares of GFCL



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and re-issue of the same number of equity shares of GFCL to the shareholders of ILFL in the proportion of their holding in ILFL. Accordingly, the financial performance of ILFL and GFCL has no impact on the proposed fair Share Exchange Ratio under the part III of the proposed Scheme of Arrangement.

Additionally, any change in the capital structure of either ILFL or GFCL, for any event such as bonus issue, split of shares, consolidation of shares, buyback, capital reduction, conversion of loan or preference shares into equity shares and any other change in the paid-up share capital (whether equity or preference), will not have any impact on the underlying principle/framework based on which the Share Exchange Ratio has been recommended, i.e., there will be a cancellation of equity shares of GFCL held by ILFL and issuance of them to shareholders of ILFL in their proportionate shareholding in ILFL. Therefore, upon the occurrence of the above-stated corporate events, the recommended Share Exchange Ratio would be appropriately adjusted to capture impact these events.

Similarly, if there is any change in the number of equity shares held by ILFL in GFCL due to any sale/purchase of shares of GFCL, post the date of board meeting of both Companies approving the Scheme of Arrangement, the recommended Share Exchange Ratio would be appropriately adjusted for such transaction(s). For example, if ILFL sells certain equity shares of GFCL, the cash realised from this sale (net of taxes) will form part of the Demerged Undertaking according to the proposed Scheme of Arrangement, and the only asset in the residual ILFL (post consummation of the part II of the Scheme of Arrangement) will be the balance number of equity shares of GFCL. As a result, upon implementation of Part III of the Scheme of Arrangement, the balance number of equity shares of GFCL held by ILFL will be cancelled and will be re-issued to the shareholders of ILFL in their proportionate shareholding in ILFL.

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IV. CONCLUSION

Based on our study and analytical review procedures, and subject to the limitations expressed within this report, the recommended fair Share Exchange Ratios for the proposed composite Scheme of Arrangement, are:

- For the demerger of the Demerged Undertaking of Inox Leasing and Finance Limited into Inox Holdings and Investments Limited

“1 equity share of IHIL of INR 10 each fully paid up for every 1 equity share of ILFL of INR 10 each fully paid up”

- For the amalgamation of the residual Inox Leasing and Finance Limited into Gujarat Flourochemicals Limited

“5,77,91,906 equity shares of GFCL of the face value of INR 1 each fully paid-up to be issued and allotted as fully paid-up to the equity shareholders of ILFL in the proportion of their holding in ILFL.”

For Finvox Analytics
Registered Valuer Entity (Securities & Financial Assets)
Registration Number: IBBI/RV-E/06/2020/120

**AMRISH
GARG**

Digitally signed by AMRISH GARG
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56c, +10279904483897618879f0528522,
d3a304, cn=AMRISH GARG
Date: 2024.10.29 09:44:11 +05'30'

CA. Amrish Garg
Partner
IBBI Registration No: IBBI/RV/06/2018/10044
ICAI Membership No: 511520
UDIN: 24511520BKDIVS2629

Date: October 29, 2024
Place: Gurugram

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APPENDIX A ASSUMPTIONS AND LIMITING CONDITIONS

The report is subject to the following general assumptions and limiting conditions.

- We have no present or contemplated financial interest in the Companies. Our fees for this report are based upon our normal hourly billing rates, and in no way are contingent upon the results of our findings. We have no responsibility or obligation to update this report for events or circumstances brought to our attention or occurring subsequent to the date of this report.
- Our report is based on historical and/or prospective financial information provided to us by management.
- The Companies and their representatives warranted to us that the information they supplied was complete and accurate to the best of their knowledge and that the financial statement information reflects the Companies' results of operations and financial condition, unless otherwise noted. Information supplied by the Management has been accepted as true and correct, and we express no opinion on that information.
- We have relied upon the representations of the owners and management concerning the value and useful condition of all equipment, real estate investments, investment used in the business, and any other assets or liabilities except as specifically stated to the contrary in this report. We have not attempted to confirm whether or not all assets of the business are free and clear of liens and encumbrances, or that the Companies have good title to all assets.
- We have not ascertained and checked the ownership titles on the assets held by the Companies.
- We have assumed that the Companies will maintain the character and integrity of the Companies through any reorganization or reduction of any owner's/manager's participation in the existing activities of the Companies.
- Finvox does not purport to be a guarantor of value. Valuation of closely-held companies is an imprecise science, with value being a question of fact, and reasonable people can differ in their estimates of value. Finvox has, however, used conceptually sound and commonly accepted methods and procedures of valuation in determining the estimate of value included in this report.
- The various estimates of value presented in this report apply to this valuation only and may not be used out of the context presented herein. This valuation is valid only for the purpose or purposes specified herein. This report is valid only for the valuation date specified herein.
- The valuation contemplates facts and conditions existing as on the Valuation Date. Events and conditions occurring after that date have not been considered, and we have no obligation to update our report for such events and conditions.



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- We have presented certain information within this report, which was taken from sources including, but not limited to, financial statements, tax returns, and corporate history. This information has been supplied by the Companies or their representatives. Because of the limited purpose of this presentation, it may be incomplete and contain departures from generally accepted accounting principles. We have not audited, reviewed, or compiled this presentation and express no assurance on it. Accordingly, this report should not be construed, or referred to, as an audit, examination, or review by Finvox.
- Possession of this report, or a copy thereof, does not carry with it the right of publication of all or part of it, nor may it be used for any purpose by anyone but management without the previous written consent of Finvox, and, in any event, only with proper attribution.
- This report is neither an offer to sell, nor a solicitation to buy securities, and/or equity in, or assets of, the Companies.
- This report and analysis were prepared under the direction of CA. Amrish Garg. CA. Amrish Garg is a Chartered Accountant, a Registered Valuer and holds a fifty percent partnership interest in Finvox Analytics, a registered valuer entity enrolled with ICAI Registered Valuer Organization for Securities and Financials Assets class.



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APPENDIX B STATEMENT OF APPRAISER QUALIFICATIONS

Amrish Garg, FCA, CFA

Mob: 91-9999981321

agarg@finvoxanalytics.com

ICAI Membership Number: 511520

IBBI Membership No: IBBI/RV/06/2018/10044

Professional Qualification

Chartered Accountant (CA), May 2007 Batch, 6th All India Rank in CA Final

Chartered Financial Analyst (CFA), US

Registered Valuer as per the provisions of the Companies Act, 2013

Education

Delhi University, Shri Ram Collage of Commerce – B.COM (H), 2005 Batch

Certification Course

Indian School of Business, Hyderabad – General Management

Indian Institute of Management, Kolkata – Marketing Skills

Indian Institute of Management, Bangalore – Strategic Analysis

Business Valuation Masterclass by Prof. Aswath Damordaran

Overall Experience

15+ years experience in valuation (Business / Equity / Complex Investment), equity fund raise and mergers & acquisitions.

Business Valuation Experience

- Business valuation for the purposes of mergers and acquisition, corporate restructuring, insolvency, financial reporting, regulatory compliances, sales/purchase agreements, shareholder disputes, portfolio valuation, etc.
- Valuation of intangible assets or intellectual properties.
- Valuation of complex financial instruments including convertible preference shares, convertible notes, restricted stock units, Simple Agreement for Future Equity (SAFE), stock options, financial guarantee, liquidation preference rights, etc.
- Valuation for investment impairment/goodwill impairment testing.
- Valuation of carried interest of general partners in private equity/hedge funds.
- Valuation of life insurance policies and split-dollar loan agreements.
- Experience of valuing companies/assets across industries and stage of business cycle – Logistics, Supply Chain, Healthcare, Manufacturing, Retail, E-commerce, Consumer Goods, Hospitality, Power, Technology, Media, NBFC, etc.

Fund Raise/M&A Experience

- M&A deal of divestment by a MNC of its one of the food processing businesses in India to another MNC based out of Spain.

FINVOX ANALYTICS
Registered Valuer Entity



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- Private equity transaction for a logistic company developing integrated logistics parks.
- Private equity transaction for a SAAS startup in supply chain industry.
- Private equity transaction for a business center chain.
- Private equity and structured funding transaction for a branded food Company.
- Private equity and structured funding transaction for a 5-star hotel project.
- Structured funding transaction for a listed hospitality company.

Articles and Publications

- Chapter on 'Valuation of Complex Investment Instruments' published in Valuation Professionals Insight- Series 1 issued by Valuation Standards Board of ICAI Registered Valuers Organisation (ICAI RVO).
- Chapter on 'Impact of IND-AS on Acquisition Accounting' published in Valuation Professionals Insight- Series 1 issued by Valuation Standards Board of ICAI Registered Valuers Organisation (ICAI RVO).
- Chapter on 'Valuation of Financial Guarantee' published in Valuation Professionals Insight- Series 2 issued by Valuation Standards Board of ICAI Registered Valuers Organisation (ICAI RVO).
- Chapter on 'Fair Value Measurement – IND AS 113' published in Valuation Professionals Insight- Series 3 issued by Valuation Standards Board of ICAI Registered Valuers Organisation (ICAI RVO).
- Chapter on 'Special Purpose Acquisition Company – An Alternative to Traditional IPO's' published in Valuation Professionals Insight- Series 6 issued by Valuation Standards Board of ICAI Registered Valuers Organisation (ICAI RVO).
- Online Course on "Corporate Assets Valuation under Insolvency and Bankruptcy Code" hosted on ebclearning.com, an e-learning platform of Eastern Book Company.
- Article on Decline in Corporate Tax Rate; Increase in Business Valuation.
- Article on Success mantra to build a sustainable enterprise SaaS start-up.

Speaker

- Guest faculty in session on "Intangible Assets and Option Valuations", as part of 50 hours educational course on valuation organized by ICAI RVO at Pune.
- Guest faculty in session on "Valuation - Overview and Techniques", as part of 50 hours educational course on valuation organized by ICAI RVO at Ludhiana.
- Guest faculty in session on "Intangible Assets and Option Valuations", as part of 50 hours educational course on valuation organized by ICAI RVO at Hyderabad.
- Guest faculty in session on "Professional Ethics, and Indian Accounting Standard (Ind AS) 113, Fair Value Measurement", as part of 50 hours educational course on valuation organized by ICAI RVO at Nagpur.
- Guest faculty in session on "Valuation - Overview and Techniques", as part of 50 hours educational course on valuation organized by ICAI RVO at Mumbai.

- Guest faculty in session on “Intangible Assets and Option Valuations”, as part of 50 hours educational course on valuation organized by ICAI Registered Valuer Organisation at Jaipur.
- Guest faculty in session on “Valuation - Overview and Techniques”, as part of 50 hours educational course on valuation organized by ICAI RVO at Visakhapatnam.
- Guest faculty in session on “Valuation - Overview and Techniques”, as part of 50 hours educational course on valuation organized by ICAI RVO at Chandigarh.
- Guest faculty in session on “Start-up Valuation” organized by International Management Institute, New Delhi.
- Guest faculty in session on “Business Valuation” organized by International Management Institute, New Delhi.
- Speaker for 10-day webinar course on business valuations approaches and adjustments conducted by HPCL–Mittal Energy Limited for its corporate finance team.
- Speaker in Webinar “COVID 19 - Impact on Valuations” organized by ebclearning.com, an e-learning platform of Eastern Book Company.
- Guest speaker in session on “ICAI Valuation Standards” organized by Gurugram Branch of NIRC of ICAI.
- Speaker in session on “Mean of Finance” organized by Amritsar Branch of NIRC of ICAI.
- Participated as a delegate in “6th Edition of Business Valuation Summit 2019” conducted by I-Deals Network held in Delhi.
- Speaker in Webinar “Asset Impairment Testing” organized by Gurugram Branch of NIRC of ICAI.
- Speaker in Webinar “COVID 19 - Impact on Valuations” as part of Continuous Educational Programme by Divya Jyoti Foundation RVO
- Guest faculty in session on “Valuation - Overview and Techniques”, as part of 50 hours online educational course on valuation organized by Divya Jyoti Foundation RVO.
- Speaker in Webinar “Asset Impairment Testing” as part of Continuous Educational Programme by Divya Jyoti Foundation RVO
- Guest faculty in session on “Intangible Asset Valuation” as part of Continuous Educational Programme by ICAI RVO.
- Guest faculty in session on “Due Diligence in Valuation” as part of Continuous Educational Programme by ICAI RVO.
- Speaker for workshop on “Valuation of Start-Ups and Case Studies on Valuation” organized by The Singapore Chapter of ICAI in Singapore.
- Speaker in the session “Valuation Essentials” organized by The Singapore Chapter of ICAI in Singapore.



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Annexure 3B



Gujarat Fluorochemicals Limited

Vadodara Office: ABS Towers, 2nd Floor,
Old Padra Road, Vadodara-390007, Gujarat, India

Tel: +91-265-6198111/2330057
Fax: +91-265-2310312
E-mail: contact@gfl.co.in, Web.: gfl.co.in

To,
The General Manager
Department of Corporate Services
BSE Limited
P.J. Towers, Dalal Street
Mumbai - 400001

Sub: Confirmation by the Company Secretary

Dear Sir/ Madam,

I, Bhavin Desai, being the Company Secretary of Gujarat Fluorochemicals Limited ("GFCL") hereby confirms that:

- No material event impacting the valuation has occurred during the intervening period of filing the scheme documents with Stock exchange and the period under consideration for valuation.
- There have been no past defaults of listed debt obligations of the entities forming part of the Scheme.
- The Company, its promoters or directors have never been declared as wilful defaulter.

Your faithfully

For Gujarat Fluorochemicals Limited

BDM

Bhavin Desai
Company Secretary
FCS 7952



Date: 15th November, 2024
Place: Vadodara

An **INOXGFL** Group Company

Regd. Office: Survey No. 16/3, 26, 27, Village Ranjitnager, Taluka Ghoghamba, Distt. Panchmahal - 389380, Gujarat, India.
Tel: +91-2678-248152/153/107 | Fax: +91-2678-248153

Corporate Office: INOX Towers, Plot No. 17, Sector-16A, Noida-201301, Uttar Pradesh, India | Tel: +91-120-6149600 | Fax: +91-120-6149610