

Fundraising through IPOs halves in FY23

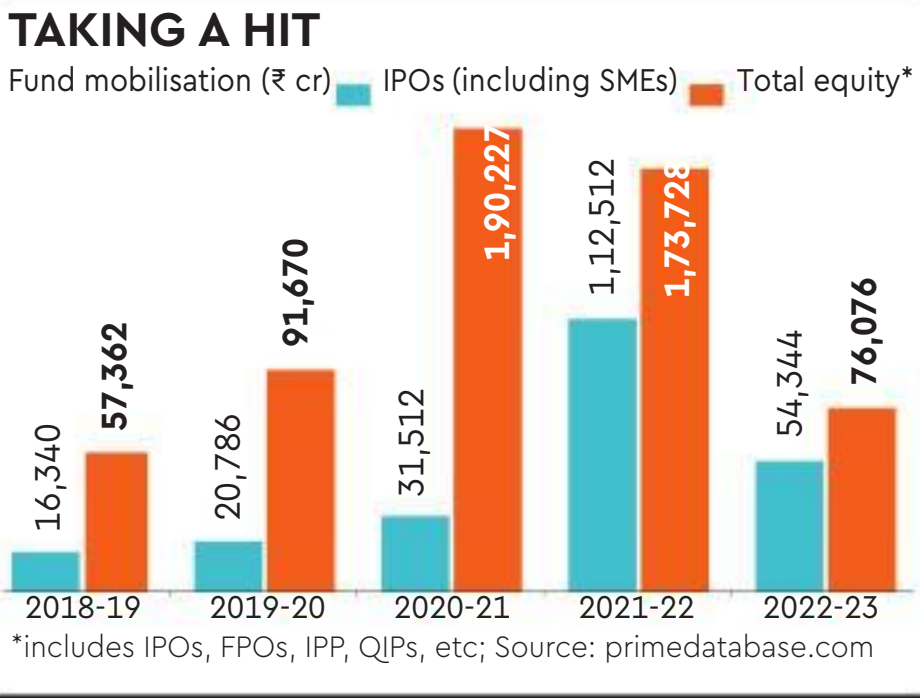
ASHLEY COUTINHO
Mumbai, March 30

INDIAN CORPORATES HAVE raised ₹52,116 crore through main board initial public offerings (IPOs) in financial year 2022-23. This is less than half of the ₹1.11 trillion mobilised by 53 IPOs in the previous year, which was an all-time high, data from primedatabase.com showed. Despite the year-on-year drop, the amount raised in 2022-23 is still the third-highest ever in terms of IPO fundraising. About 39% of this amount or ₹20,557 crore was garnered by LIC, without which the IPO fundraising would have been just ₹31,559 crore.

LIC's public offering was also the largest Indian IPO ever. Other large issues that hit the market this fiscal include Delhivery (₹5,235 crore) and Global Health (₹2,206 crore). The average deal size was on the higher side at ₹1,409 crore.

According to Prime Database, as many as 25 of the 37 IPOs came in just three months (May, November and December), which shows the volatile conditions prevalent through most of the year. In fact, the fourth quarter of 2022-23 saw the lowest amount being raised in the last nine years.

Only two out of the 37 IPOs (Delhivery & Tracxn) were from new-age technology companies (NATC). The previous fiscal had seen five NATC IPOs raising ₹41,733 crore. Of the 36 IPOs for which data are available, 11 IPOs were subscribed more than 10 times (two IPOs more than 50 times), while seven IPOs were oversubscribed by more than 3 times. The balance 18 IPOs were oversubscribed 1-3 times. The new HNI segment (₹2-10 lakh) saw an encouraging response with 11 IPOs receiving a



response of more than 10 times from this segment.

The response of retail investors has moderated from previous years. The average number of applications from retail dropped to 564,000 from 1.33 million in 2021-22 and 1.27 million in 2020-21.

The highest number of applications from retail were received by LIC (3.27 million) followed by Harsha Engineers (2.38 million) and Campus Activewear (1.72 million).

The amount of shares applied for by retail by value (₹41,671 crore) was 20% lower than the total IPO mobilisation (it was 17% higher in 2021-22).

The total allocation to retail, however, was ₹14,308 crore which was 28% of the total IPO mobilisation (up from 20% in 2021-22).

According to Pranav Haldea, managing director, Prime Database, the IPO response was further muted by moderate listing performance. Average listing gain (based on closing price on listing date) fell to 9.74%, compared with 32.59% in 2021-22 and 35.68% in 2020-21. Of the 36 IPOs which have got listed thus far, 16 gave a return of over 10%. DCX Systems gave the most returns (49%) followed by

Harsha Engineers (47%) and Electronics Mart (43%). Twenty-one of the 36 IPOs are trading above the issue price (from the closing price of March 24, 2023).

Only 14 out of the 37 IPOs that hit the market had a prior PE/VC investor who sold shares in the IPO.

Offers for sale by such PE/VC investors at ₹7,902 crore accounted for 15% of the total IPO amount. Offers for sale by private promoters at ₹6,373 crore accounted for 12% of the IPO amount, while offers for sale by the government accounted for 40% of the IPO amount. On the other hand, the amount of fresh capital raised in IPOs in 2022-23 was ₹14,034 crore.

Anchor investors collectively subscribed to 32% of the total public issue amount. Domestic mutual funds played a more dominant role than FPIs as anchor investors with their subscription amounting to 17% of the issue amount with FPIs at 11%. Qualified institutional buyers (including anchors investors) as a whole subscribed to 59% of the total public issue amount.

FPIs, on an overall basis, as anchors and QIB, subscribed to 21% of the issue amount, again slightly lower than MFs at 23%.

Food min to launch tech scheme for PDS reforms

SANDIP DAS
New Delhi, March 30

TO CREATE AN integrated national level dashboard for monitoring of end-to-end operations of public distribution system (PDS) through usage of cutting edge technologies, the food ministry will launch scheme for modernisation of PDS— Smart PDS—the next fiscal year.

Through application of artificial intelligence and other emerging technologies, information communication technology (ICT) tools will be used as part of Smart PDS to monitor functions from procurement of grains from the farmers across states till the distribution to the 800 million beneficiaries under National Food Security Act (NFSA).

Food ministry officials said that by using data, analytics and ICT tools, the government aims to integrate all the operations relating to PDS of Food Corporation of India, Central Warehousing Corporation, food grain transportation of railways and roads and others.

“Through a national level common dashboard, we can monitor food grain movement at various levels from procurement from farmers to supplies through fair price shops (FPSs) on a real time basis,” Sanjeev Chopra, secretary, Department of Food and Public Distribution, told FE.

The food ministry has estimated the cost of Smart PDS scheme to be around ₹350 crore to be shared with states and will be implemented in three years — 2023-24 to 2025-26.

FCI and state agencies procure about 60-70 million tonne (MT) of rice and wheat annually under the Minimum Support Price (MSP) operations from farmers and distribute 5 kg of grain per month free to each of the NFSA beneficiaries.

US VC fund CEO stresses importance of India’s digital public infrastructure

PRESS TRUST OF INDIA
Washington, March 30

INDIA'S TRANSFORMATIVE DIGITAL public infrastructure will be central to its ambitious goal of becoming a \$5-trillion economy, the head of a top American venture capitalist fund said on Thursday, even as she urged global policymakers and business innovators to pay attention to the country's rapid digital development.

Digital public infrastructure (DPI) refers to blocks or platforms such as digital identification, payment infrastructure and data exchange solutions that help countries deliver essential services to their people, empowering citizens and improving lives by enabling digital inclusion.

A fully operational, interconnected and robust national infrastructure of this scale and magnitude does not have a global precedent and India's DPI success story is an outlier and first mover, Melissa Frakman, CEO and founding partner of Emphasis Ventures, said. She made these comments



Delegates at the G20 Sherpas' meeting in Kumarakom, Kerala, on Thursday

at the Sherpas' meeting of G20 member countries in Kerala's resort town of Kumarakom, where they are holding multilateral discussions on economic and developmental priorities. "Global policymakers and business innovators alike should pay attention," Frakman said. "As India aspires to become a \$5-trillion economy in the future, and the world's third-largest economy within a decade, its

thriving DPI will be central to delivering on this economic

Need to work together to achieve disaster risk reduction goal: Mishra

PK MISHRA, PRINCIPAL Secretary to Prime Minister Narendra Modi, on Thursday urged all the countries to work together to achieve the targets identified in the Sendai Framework for Disaster Risk Reduction as the implementation so far "was not satisfactory."

Mishra was speaking to a news channel on the sidelines of the inaugural session of the first G20 Disaster Risk Reduction Working Group (DRR WG) meeting in Gandhinagar. The three-day meeting, which started on Thursday, is being held in Gujarat as part of India's G20 presidency. —PTI

Vistara 1st to operate long-haul SAF-powered flight

FE BUREAU
New Delhi, March 30

FULL-SERVICE CARRIER VISTARA on Thursday said it has become India's first airline to operate a wide-body aircraft using sustainable aviation fuel (SAF) on a long-haul route.

For the uninitiated, SAF is a cleaner and more sustainable alternative to conventional jet fuel, lowering carbon emissions by up to 80% over the fuel's life cycle, 'depending on the feedstock'.

According to the airline, the ground-breaking ferry flight from Charleston International Airport, South Carolina to Indira Gandhi Inter-

Virgin Atlantic, IndiGo expand codeshare pact

UK-BASED VIRGIN Atlantic airline has expanded its codeshare agreement with IndiGo to open up new destinations throughout India. The pact allows airlines' to sell seats on each others' flights, thereby, providing passengers with a wider choice of destinations. "We are excited to more than double the number of destinations available in our codeshare partnership with IndiGo. This offers our customers even more choice when travelling to and from India," Alex McEwan, Country Manager—South Asia, Virgin Atlantic was quoted as saying in a statement.

national Airport, Delhi was operated on Vistara's newest 'GENx-powered Boeing 787-9 Dreamliner' aircraft, the

fourth in its fleet. The flight was operated in partnership with The Boeing Company and GE Aerospace.

Our Company confirms that it shall continue to disclose all the KPIs included in this chapter on a periodic basis, at least once in a year (or any lesser period as determined by the Board of our Company), for a duration of one year after the date of listing of the Equity Shares on the Stock Exchange or for such other duration as may be required under the SEBI ICDR Regulations. Further, the ongoing KPIs will continue to be certified by a member of an expert body as required under the SEBI ICDR Regulations.

Key Performance Indicators of our Company.

Particulars	For the period August 22, 2022 to November 30, 2022*	For the period April 01, 2022 to August 21, 2022*	As on March 31, 2022	As on March 31, 2021	As on March 31, 2020
Revenue from operations (₹ in Lakhs) ⁽¹⁾	1,132.29	950.10	2,224.95	1,833.57	2,034.24
Growth in Revenue from Operations (%) ⁽²⁾	19.18%	-57.30%	21.35%	-9.86%	-8.92%
EBITDA (₹ in Lakhs) ⁽³⁾	66.86	66.31	240.05	91.36	78.41
EBITDA Margin (%) ⁽⁴⁾	5.90	6.98	10.79	4.98	3.85
Restated Profit After Tax for the Year (₹ in Lakhs)	19.69	34.76	144.45	-1.16	7.74
PAT Margin% ⁽⁵⁾	1.74	3.66	6.49	-0.06	0.38
Net Worth ⁽⁶⁾	555.41	569.71	563.03	321.11	190.05
Capital Employed	2,301.33	2,026.02	2,226.59	1,297.43	1,057.77
RoE (%) ⁽⁷⁾	3.55	6.10	25.66	-0.36	4.07
RoCE (%) ⁽⁸⁾	2.84	3.72	11.00	4.86	5.26

* 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 & amortisation + 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 attributable to the owners of the company.
 - (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 minus intangible assets.

Explanation of KPI Metrics:

KPI	Explanations
Revenue from Operations	Revenue from Operations is used by our management to track the revenue profile of the business and in turn helps to assess the overall financial performance of our Company and volume of our business
Growth in Revenue from Operations	Growth in Revenue from Operations provides information regarding the growth of our business for respective periods
EBITDA	EBITDA provides information regarding the operational efficiency of the business
EBITDA Margin (%)	EBITDA Margin (%) is an indicator of the operational profitability and financial performance of our business
PAT	Profit after tax provides information regarding the overall profitability of the business.
PAT Margin (%)	PAT Margin (%) is an indicator of the overall profitability and financial performance of our business
Net worth	Net worth is used by the management to ascertain the total value created by the entity and provides a snapshot of current financial position of the entity.
RoE (%)	RoE provides how efficiently our Company generates profits from shareholders' funds.
RoCE (%)	RoCE provides how efficiently our Company generates earnings from the capital employed in the business.

8) Set forth below are the details of comparison of key performance of indicators with our listed industry peers: There are no listed companies in India that engage in a business similar to that of our Company. Accordingly, it is not possible to provide a comparison of key performance indicators of industry with our Company.

9) Weighted average cost of acquisition

a) The price per share of the Company based on the primary / new issue of shares (equity / convertible securities). Price per share of the Company (as adjusted for corporate actions bonus issuances) based on primary issuances of Equity Shares during the 18 months preceding the date of this Draft Prospectus, where such issuance is equal to or more than 5% of the fully diluted paid-up share capital of the Company in a single transaction or multiple transactions combined together over a span of rolling 30 days ("Primary Issuances")

Date of Allotment	No. Of Equity Shares Allotted	Face Value per Equity Share(₹)	Issue Price per Equity Share (₹)	Nature of Allotment	Nature of Consideration	Total Consideration (₹ in Lakhs)
August 22, 2022	53,57,187	10.00	10.00	Subscription to the Memorandum of Association (MoA)*	Other than Cash	NA

*Equity Shares allotted pursuant to conversion of M/s. Pat Tech Fitwell Tube Components; a Partnership Firm into Company under Part I of Chapter XXI of the Companies Act, 2013.

b) The price per share of our Company based on the secondary sale / acquisition of shares (equity shares). There have been no secondary sale / acquisitions of Equity Shares, where the promoters, members of the promoter group or shareholder(s) having the right to nominate director(s) in the board of directors of the

Company are a party to the transaction (excluding gifts), during the 18 months preceding the date of this certificate, where either acquisition or sale is equal to or more than 5% of the fully diluted paid up share capital of the Company (calculated based on the pre-issue capital before such transaction/s and excluding employee stock options granted but not vested), in a single transaction or multiple transactions combined together over a span of rolling 30 days. ("Secondary Transactions")

c) Since there is an eligible transaction of our Company reported in (a) above in accordance with paragraph (9)(K) (4)(a) of the SEBI ICDR Regulations, the price per Equity Share of our Company based on the last five primary or secondary transactions in Equity Shares (secondary transactions where the Promoter/ Promoter Group entities, Selling Shareholders or Shareholders having the right to nominate director on the Board are a party to the transaction) not older than 3 years prior to the date of filing of this Prospectus has not been computed.

d) Weighted average cost of acquisition, Floor Price and Cap Price

Based on the disclosures in (a) above, the weighted average cost of acquisition of Equity Shares as compared with the Floor Price and Cap Price is set forth below:

Type of Transactions	Weighted average cost of acquisition (₹ per Equity Shares)	Issue Price ₹ 50
Weighted average cost of acquisition of primary / new issue as per paragraph 9(a) above.	₹ 10 ^	5 times
Weighted average cost of acquisition for secondary sale / acquisition as per paragraph 9(b) above.	N.A. ^ ^	N.A.
Weighted average cost of acquisition of primary issuances / secondary transactions as per paragraph 8(c) above.	N.A.	N.A.

Note:

^ There were no primary / new issue of shares (equity/convertible securities) other than Equity Shares issued pursuant to conversion of M/s. Pat Tech Fitwell Tube Components; a Partnership Firm into Company under Part I of Chapter XXI of the Companies Act, 2013, in last 18 months and three years prior to the date of this Prospectus. ^ ^ There were no secondary sales / acquisition of shares of shares (equity/ convertible securities) transactions in last 18 months from the date of this Prospectus

Detailed explanation for Issue Price being 5 times of WACA of primary issuance price/secondary transaction price of Equity Shares along with our Company's KPIs and financial ratios for period from August 22, 2022 to November 30, 2022 months ended November 30, 2022 and Financial year 2022, Financial year 2021 and Financial year 2020 and in view of the external factors which may have influenced the pricing of the issue, if any For details of our Company's key performance indicators and financial ratios, please refer to chapters entitled "Basis of Issue" and "Business Overview" on pages 82 and 105 respectively. The Issue Price of ₹ 50 has been determined by our Company, in consultation with the Lead Manager. The trading price of the Equity Shares could decline due to the factors mentioned in the chapter entitled "Risk Factors" or any other factors that may arise in the future and you may lose all or part of your investments.

Our Company in consultation with the Lead Manager, is justified of the Issue Price in view of the above qualitative and quantitative parameters. Investors should read the abovementioned information along with the chapters entitled "Risk Factors", "Business Overview" and "Restated Financial Statement" on pages 23, 105 and 158, respectively, to have a more informed view. The trading price of the Equity Shares could decline due to the factors mentioned in the chapter entitled "Risk Factors" or any other factors that may arise in the future and you may lose all or part of your investments.

The Price Band/ Floor Price/ Issue Price shall be determined by our Company in consultation with the LM and will be justified by us in consultation with the LM on the basis of the above information. Investors should read the above-mentioned information along with "Business Overview", "Risk Factors" and "Restated Financial Statements" on pages 105, 23 and 158 respectively, to have a more informed view. The trading price of the Equity Shares of our Company could decline due to the factors mentioned in "Risk Factors" or any other factors that may arise in the future and you may lose all or part of your investments.

LEAD MANAGER TO THE ISSUE	REGISTRAR TO THE ISSUE
 FEDEX SECURITIES PRIVATE LIMITED B 7, 3rd Floor, Jay Chambers, Dayaldas Road, Vile Parle - (East), Mumbai - 400 057, Maharashtra, India Tel No.: +91 81049 85249 Investor Grievance Email: mb@fedsec.in Website: www.fedsec.in Contact Person: Saipam Sanghvi SEBI Registration No.: INM0000010163	 BIGSHARE SERVICES PRIVATE LIMITED Office No. S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Cave Road, Andheri - (East), Mumbai- 400093, Maharashtra, India. Tel No.: +91 22 6263 8200 Fax No.: +91 22 6263 8299 Investor Grievance E-Mail: investor@bigshareonline.com Email: ipo@bigshareonline.com Website: www.bigshareonline.com Contact Person: Mr. Aniket Chindarkar SEBI Registration No.: INR000001385
COMPANY SECRETARY AND COMPLIANCE OFFICER	
 Anita Digbijay Paul Survey No. 873/B/1, RD No: 1, Ansons Limbani Estate, Nr. GETCO 66K.V. Sub Station, G.I.D.C, Por, N.H-08, Vadodara - 391243, Gujarat, India Tel No.: (0265) 2830151 Email: cs@ptcpipetittings.com Website: https://www.ptcpipetittings.com/	
Investors can contact our Company Secretary and Compliance Officer, the Lead Manager or the Registrar to the Issue, in case of any pre-issue or post-issue related problems, such as non-receipt of letters of allotment, non-credit of allotted Equity Shares in the respective beneficiary account, non-receipt of refund orders and non-receipt of funds by electronic mode etc.	

AVAILABILITY OF PROSPECTUS: Investors should note that Investment in Equity Shares involves a high degree of risk and investors are advised to refer to the Prospectus and the Risk Factors contained therein, before applying in the Issue. Full copy of the Prospectus will be available at the website of SEBI at www.sebi.gov.in, the website of Stock Exchange at www.nseindia.com, the website of our Company at <https://www.ptcpipetittings.com/> and also on website of Lead Manager at www.fedsec.in.

AVAILABILITY OF APPLICATION FORMS: Application Forms can be obtained from the Registered Office of Pattech Fitwell Tube Components Limited and the Lead Manager to the Issue - Fedex Securities Private Limited. Application forms shall be available at selective location of Registered Brokers, Bankers to the Issue, RTA and Depository Participants. Application Forms can be obtained from the website of National Stock Exchange of India Limited and at the Designated Branches of SCSBs, the list of which is available on the website of NSE and SEBI.

APPLICATIONS SUPPORTED BY BLOCKED AMOUNT ("ASBA"): The investors are required to fill the application form and submit the same to the relevant SCSBs at the specific locations or registered brokers at the broker centers or RTA or DP's. The SCSBs will block the amount in the account as per the authority contained in application form. On allotment, amount will be unblocked and account will be debited only to the extent required to be paid for allotment of shares. Hence, there will be no need of refund. For more details on the ASBA process, please refer to the details given in Application Form and the Prospectus and also please refer to the chapter titled "Issue Procedure" on page 246 of the Prospectus.

APPLICATION SUPPORTED WITH UNIFIED PAYMENTS INTERFACE ("UPI")

APPLICATION SUPPORTED WITH UNIFIED PAYMENTS INTERFACE: Investors are advised to carefully refer SEBI Circular SEBI/HO/CFD/DIL2/CIR/P/2018/138 dated November 01, 2018 and as modified through its SEBI circular (SEBI/HO/CFD/ DI2/CIR/P/2019/50) dated April 3, 2019, SEBI circular (SEBI/HO/CFD/DIL2/ CIR/P/2019/76) dated June 28, 2019, SEBI circular no. SEBI/HO/CFD/DIL2/CIR/P/2019/8S dated July 26, 2019, SEBI Circular SEBI/HO/CFD/DCR2/CIR/P/2019/133 dated November 08, 2019, SEBI Circular No. SEBI/HO/CFD/ DI2/CIR/P/2020/50 dated March 30, 2020, SEBI circular no. SEBI/HO/CFD/DIL2/CIR/P/2021/2480/1/M dated March 16, 2021, SEBICircular no. SEBI/HO/CFD/DIL2/ CIR/P/2021/47 dated March 31, 2021, SEBI Circular no. SEBI/HO/CFD/DIL2/CIR/P/2021/570 dated June 2, 2021, SEBI Circular no. SEBI/HO/CFD/DIL2/CIR/P/2022/45 dated April 5, 2022 and SEBI Circular no. SEBI/HO/CFD/DIL2/CIR/P/2022/51 dated April 20, 2022 and any subsequent circulars or notifications issued by SEBI in this regard for the procedure to be followed for applying through UPI. Retail Individual Investor have to apply through UPI Mechanism. Retail Individual Investor whose bank is not live on UPI as on date of this circular, may use the other alternate channels available to them viz. Submission of application form with SCSBs/ using the facility linked online trading, demat and bank account list. For further details, please refer the chapter titled "Issue Procedure" beginning on page 246 of the Prospectus.

Sponsor Banker/ Banker to the Issue and Refund Banker to the Issue: ICICI Bank Limited

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

Investor should read the Prospectus carefully, including the "Risk Factors" beginning on page 23 of the Prospectus before making any investment decision.

On behalf of the Board of Directors
FOR, PATTECH FITWELL TUBE COMPONENTS LIMITED

Sd/-
Bharatbhai Jivrajhai Limbani
Managing Director
DIN: 09710373

PATTECH FITWELL TUBE COMPONENTS LIMITED is proposing, subject to applicable statutory and regulatory requirements, receipt of requisite approvals, market conditions and other considerations, an Initial Public Issue of its Equity Shares and has filed the Prospectus with the Registrar of Companies, Ahmedabad. The Prospectus is available on the website of SEBI at www.sebi.gov.in, the website of the Lead Manager at www.fedsec.in, website of the National Stock Exchange of India Limited at www.nseindia.com and website of Issuer Company at <https://www.ptcpipetittings.com/>. For details, investors should refer to and rely on the Prospectus including the chapter titled "Risk Factors" beginning on page 23 of the Prospectus.

The Equity Shares in this Issue have not been and will not be registered under the US Securities Act 1933, as amended (the "Securities Act") or any state securities laws in the United States and may not be issued or sold within the United States or to, or for the account or benefit of, "U.S. persons" (as defined in Regulation S of the Securities Act), except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act. Accordingly, the Equity Shares will be issued and sold (i) within the United States only to persons reasonably believed to be "Qualified Institutional Buyers" (as defined in Rule 144A of the Securities Act) under Section 4(a) of the Securities Act, and (ii) outside the United States in offshore transaction in reliance on Regulation S under the Securities Act and the applicable laws of the jurisdiction where those Issue and sales occur.

The Equity Shares have not been and will not be registered, listed or otherwise qualified in any other jurisdiction outside India and may not be issued or sold, and Application may not be made by persons in any such jurisdiction, except in compliance with the applicable laws of such jurisdiction.

Rakha