

This is an abridged prospectus containing salient features of the Prospectus. You are encouraged to read greater details available in the Prospectus.

THE DOCUMENT CONSISTS OF FOUR PAGES OF APPLICATION FORM ALONG WITH INSTRUCTIONS AND SIX PAGES OF ABRIDGED PROSPECTUS. PLEASE ENSURE THAT YOU HAVE RECEIVED ALL THE PAGES.

You may obtain a physical copy of the Application form and the Prospectus from Stock Exchange, Registrar to the Issue, Share Transfer Agents, Depository Participants, Stock Brokers, Underwriters, Bankers to the Issue, Investors' Associations or Self Certified Syndicate Banks. You may also download the Prospectus from the websites of SEBI, Stock Exchange and Lead Manager; that is www.sebi.gov.in; www.nseindia.com and www.afsl.co.in



PAVNA INDUSTRIES LIMITED

CIN: U34109UP1994PLC016359

Registered Office: Vimlanchal, Hari Nagar, Aligarh Uttar Pradesh - 202001.

Tel No.: +91 8006409332; **Email:** info@pavnagroup.com; **Website:** www.pavnagroup.com

Contact Person: Mrs. Bivyani Koshta, Company Secretary and Compliance Officer.

PROMOTERS OF OUR COMPANY

Mr. Swapnil Jain and Mrs. Asha Jain

ISSUE DETAILS, LISTING AND PROCEDURE

Initial Public Issue of 18,00,000 Equity Shares of ₹ 10 each ("Equity Shares") of Pavna Industries Limited ("PIL" or the "Company") for cash at a price of ₹ 165 per share (the "Issue Price"), aggregating to ₹ 2,970.00 lakhs ("the Issue"), consisting of Fresh Issue of 9,02,400 Equity Shares aggregating to ₹ 1,488.96 lakhs and an Offer for Sale of 8,97,600 Equity Shares by Mrs. Asha Jain ("the Promoter Selling Shareholder" or "the Selling Shareholder") aggregating to ₹ 1,481.04 lakhs ("Offer for Sale"), of which 96,000 Equity Shares of ₹ 10 each will be reserved for subscription by Market Maker to the Issue (the "Market Maker Reservation Portion"). The Issue less than the Market Maker reservation portion i.e. Issue of 17,04,000 Equity Shares of ₹ 10 each is hereinafter referred to as the "Net Issue". The Issue and the Net Issue will constitute 29.55% and 27.98%, respectively of the Post Issue paid up Equity Share capital of the Company.

These Equity Shares are proposed to be listed on the EMERGE Platform of National Stock Exchange of India Limited.

This IPO being Fixed Price Issue, the price per Equity Share is been fixed at Rs 165 per share of Face value of Rs 10 each and the minimum application size is 800 Equity Shares and in multiple of 800 Equity Shares thereafter and for which Pre - Issue advertisement shall be advertised in all editions of Business Standard (a widely circulated English national newspaper) and all editions of Business Standard (Hindi) (a widely circulated Hindi national newspaper) and in Aligarh edition of Dixit Times (a widely circulated Hindi newspaper). For details about the "Basis for Issue Price", please refer page no. 62 of the Prospectus.

Procedure:

If you wish to know about processes and procedures applicable to public issues, you may request for a copy of the General Information Document from Lead Manager (LM) or download it from the websites of NSE at www.nseindia.com and the LM www.afsl.co.in

ELIGIBILITY FOR THE ISSUE

Whether the company is compulsorily required to allot at least 75% of the Net Issue to public, to QIBs – **No** This being an Issue under Chapter IX of SEBI (ICDR) Regulations, 2018. The Company is Eligible for the Issue in terms of Regulation 229(1) of SEBI (ICDR) Regulations, 2018.

INDICATIVE TIMETABLE

Issue Opening Date	February 24, 2021	Initiation of Allotment / Refunds / Unblocking of Funds	On or before March 05, 2021
Issue Closing Date	March 01, 2021	Credit of Equity Shares to Demat accounts of Allotees	On or before March 08, 2021
Finalisation of Basis of Allotment with the Designated Stock Exchange	On or before March 04, 2021	Commencement of trading of Equity Shares on the Stock Exchanges	On or before March 09, 2021

GENERAL RISKS

Investments in equity and equity-related securities involve a degree of risk and investors should not invest any funds in this Issue unless they can afford to take the risk of losing their investment. Investors are advised to read the risk factors carefully before taking an investment decision in this Issue. For taking an investment decision, investors must rely on their own examination of the Company and this Issue, including the risks involved. The Equity Shares have not been recommended or approved by the Securities and Exchange Board of India ("SEBI"), nor does SEBI guarantee the accuracy or adequacy of the contents of the Prospectus. Specific attention of the investors is invited to "Risk Factors" at page 21 of the Prospectus and on page 8 of this Abridged Prospectus.

PRICE INFORMATION OF LEAD MANAGER

PRICE INFORMATION OF ARYAMAN FINANCIAL SERVICES LIMITED				
Issue Name	Name of the Merchant Banker	+/- % change in closing price, [+/- % change in closing benchmark]		
		30 th calendar days from listing	90 th calendar days from listing	180 th calendar days from listing
Net Pix Short Digital Media Ltd	Aryaman Financial Services Limited	0.83% [7.29%]	N.A.	N.A.
Atal Realtech Ltd		-31.94% [9.42%]	-53.19% [24.70%]	N.A.
Nirmitee Robotics India Ltd		19.46% [0.97%]	35.14% [22.14%]	79.86% [30.51%]
Valencia Nutrition Ltd		0.00% [1.15%]	0.00% [-32.17%]	-2.27% [-11.44%]
Vishwaraj Sugar Industries Ltd		10.38% [5.58%]	50.33% [8.71%]	9.75% [-19.08%]
Galactico Corporate Services Ltd		0.00% [6.48%]	6.96% [7.05%]	-0.87% [-27.73%]
Shiv Aum Steels Ltd		0.57% [4.56%]	2.27% [7.89%]	2.27% [-23.76%]

Notes:

- Since the listing dates of Net Pix Shorts Digital Media Limited was December 02, 2020, information related to closing price and benchmark index as on 90th Calendar day and 180th Calendar day from the listing date is not available.
- Since the listing dates of Atal Realtech Limited was October 15, 2020, information related to closing price and benchmark index as on the 180th Calendar day from the listing date is not available
- The respective Designated Stock Exchange for each Issue has been considered as the Benchmark index for each of the above Issues.
- In the event any day falls on a holiday, the price/index of the immediate preceding working day has been considered. If the stock was not traded on the said calendar days from the date of listing, the share price is taken of the immediately preceding trading day.
- Source: www.bseindia.com and www.nseindia.com BSE Sensex and Nifty Fifty as the Benchmark Indices.
- Disclosures subject to 7 recent issues (initial public offerings) in current financial year and two preceding financial years managed by the Merchant Banker

Names of Lead Manager and contact details (Telephone and Email ID)	Aryaman Financial Services Limited 60, Khatau Building, Gr. Floor, Alkesh Dinesh Modi Marg, Fort, Mumbai - 400 001, Maharashtra, India Tel. No.: +91- 22 - 6216 6999; Email: ipo@afsl.co.in; Website: www.afsl.co.in Investor Grievance Email: feedback@afsl.co.in Contact Person: Shweta Kothari / Hiral Motani
Name of Registrar to the Issue and contact details (Telephone and Email ID)	Link Intime India Private Limited C-101, 1 Floor, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai, Maharashtra, India, 400083 Tel. No.: +91 22 4918 6200 Email: pavna.ipo@linkintime.co.in Website: www.linkintime.co.in Investor Grievance Email: pavna.ipo@linkintime.co.in Contact Person: Shanti Gopalkrishnan
Name of Statutory Auditor	M/s. Das Maheshwari & Company, Chartered Accountants.
Name of Credit Rating Agency and the rating or grading obtained, if any	NA
Name of Debenture trustee, if any	NA
Self Certified Syndicate Banks: The list of banks is available on the website of SEBI at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes . which is updated from time to time The list of SCSBs through which Applications can be submitted by RIIs using the UPI Mechanism, including details such as the eligible Mobile Apps and UPI handle which can be used for such Applications, is available on the website of the SEBI at https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognisedFpi=yes&intmlId=40	
Registered Brokers: You can submit Application Forms in the Issue to Registered Brokers at the Broker Centres. The details of such Broker Centres, along with the names and contact details of the Registered Brokers are available on the website of the Stock Exchange (www.nseindia.com). For further details, see section titled "Issue Procedure" beginning at page 254 of the Prospectus.	

Details regarding website address(es)/link(s) from which the investor can obtain list of registrar to Issue and share transfer agents and depository participants who can accept application from investor (as applicable): The details of the Designated Registrar and Share Transfer Agents Locations and Designated Collecting Depository Participant Locations, along with their names and contact details are available on the website of the Stock Exchange (www.nseindia.com) and updated from time to time.

PROMOTERS OF OUR COMPANY

Mr. Swapnil Jain, aged 36 years is the Co-Promoter and Managing Director of Our Company. In the year 2006, he graduated in the field of commerce from D.S. College, Aligarh. Due to his keen interest in the field of Education, Sports, Industry, Technology & Social Work he associated himself with Shri Adinath-kundkund-kahan Digamber Jain Trust as General Secretary, Kailashchandra Jain Keshavdev Jain Educational Trust as trustee, Shantinath Akampan Kahan Digamber Jain Trust as trustee and also discharged the role as pro Vice Chairman of Delhi Public School, Aligarh, Civil Lines and Hathras as to enhance the Education Level in Aligarh. Apart from being the co-promoter and Managing Director of our Company, he is also a member of the Board of some of our Subsidiary and Group Companies. He is responsible for the day to day management and overall growth and development of our Company. He has a total experience of 15 years in the automotive industry.

Mrs. Asha Jain, aged 69 years is the founding Promoter, Chairperson and Executive Director of our company. She is an undergraduate. She is associated with our company since inception. She is also actively involved in the Educational and Social Development of Aligarh and is associated with Kailashchandra Jain Keshavdev Jain Educational Trust and Shri Adinath-kundkund-kahan Digamber Jain Trust as Trustee. Apart from being the founding Promoter, Chairperson and Executive Director of our Company, she is also a member of the Board of some of our Subsidiary and Group Companies. She is responsible for the day to day activities and acts as a guiding force for overall growth and development of our Company. She has a total experience of 29 years in the automotive industry.

None of our Group Companies are listed on any Stock Exchange as mentioned on page 148 of the Prospectus.

BUSINESS MODEL / BUSINESS OVERVIEW AND STRATEGY

Business Overview:

Our Company along with its subsidiaries is engaged in the business of manufacturing of automotive parts, providing solutions for automobile applications and serving automobile & other applications worldwide. Our focus is manufacturing quality & customer oriented components, catering to Original Equipment Manufacturers (OEM) & providing automotive after-market solutions.

We are engaged in manufacturing of wide range of automotive components for reputed Original Equipment Manufacturers (OEMs) as per their requirements primarily catering to various vehicle segments, including, passenger vehicles, two-wheelers, three-wheelers, heavy and light commercial vehicles and off-road vehicles. Our Company has a varied client base and we are committed to continuing to diversify our product offerings, customer base and geographical footprint, thereby minimizing our exposure to individual geographies and industry sectors.

Our Company along with its subsidiaries has a diversified product portfolio, which consists of high-quality reliable parts such as Ignition Switches, Fuel Tank Caps, Latches, Auto Locks, Handles, Switches, Oil Pump, Carburettor, Throttle Body, Fuel Cocks, Injection System, Casting Components etc. We also provide aftermarket sales and services. Our aftermarket products include products manufactured by us such as filters, clutch plates, bearings, wiper blades and brake shoes.

We have ultra modern manufacturing plants in India, located in Aligarh (Uttar Pradesh), Aurangabad (Maharashtra), & Pantnagar (Uttarakhand). Our facilities are located in key auto-clusters and some of the facilities are in close proximity to the plants of our OEM customers. The proximity of our facilities to the plants of our OEM customers also facilitates greater interaction with our customers, thereby enabling us to respond to their requirements in a timely manner. The facilities have been laid out to match best plant engineering standards as our plants are busy producing automotive products in large quantities as per our customer's exacting standards. Our units are ISO 9001:2015, ISO 14001:2015, OHSAS 18001:2007 and IATF 16949:2016 certified.

We undertake research and development with a focus on technologically advanced products, innovation, enhancing our products portfolio, improving the quality of our products and our manufacturing processes both independently and through cooperation with our customers. Our research and development capabilities are a result of a combination of the technological knowledge of our joint venture partners and technical collaborators, and those that we have internally developed. We have entered into joint ventures and technical collaboration with Sunworld Moto Industrial Co.

The Founder of our Company Mr. Pawan Jain and the Managing Director and Promoters of our Company Mr. Swapnil Jain and Mrs. Asha Jain have substantial experience in the automotive industry. Our Promoters have sound knowledge of manufacturing process, marketing, finance and all kind of other commercial activities related to the automotive industry

Our Strategy:

The key elements of our business strategy are as follows:

- Consolidations of auto component manufacturing activities of group into single holding company structure in order to get benefits of scale
- Diversifying the product mix and increasing penetration in markets
- Expand our global footprint
- Operation Excellence
- Optimal Utilization of Resources

BOARD OF DIRECTORS

Sr. No.	Name	Designation	Experience including current/past position held in other firms
1.	Mr. Swapnil Jain	Managing Director	For details please refer to page no. 5 of this Abridged Prospectus.
2.	Mrs. Asha Jain	Chairperson and Executive Director	For details please refer to page no. 5 of this Abridged Prospectus.
3.	Mrs. Priya Jain	Executive Director	She holds Bachelor Degree in Technology (Computer Science and Engineering). She has a total experience of 9 years in the automotive industry. She is responsible for the day to day operations and Business Development of Our Company.
4.	Mr. Pawan Jain	Non - Executive Director	He is one of the founders of our company and holds Bachelors and Masters of Arts Degree. He was associated with various newspaper publications as correspondent. He has a total experience of 29 years in the automotive industry.
5.	Mr. Achyutanand Mishra	Non - Executive Independent Director	He holds Masters of Arts in Political Science. He has a total experience of 38 years in the field of Mass Media. He was associated with various newspaper publications as correspondent.
6.	Mr. Naozer Aibara	Non - Executive Independent Director	He holds Bachelors of Arts and Diploma and Masters in Marketing and Sales. He was previously associated with Idea Cellular Limited, Reliance Communications, Airtel, Escotel Mobile Communications, Network Communications, Blue Star, Godrej and Boyce Manufacturing. He is Currently freelancer advisor.

OBJECTS OF THE ISSUE

The Issue comprises a Fresh Issue by our Company and an Offer for Sale by the Selling Shareholder.

The Offer for Sale

Our Company will not receive any proceeds of the Offer for Sale by the Selling Shareholder

The Fresh Issue

- Part Repayment of Loans
- General Corporate Purposes

The details of the proceeds of the Fresh Issue are set forth in the table below:

(₹ in lakhs)

Sr. No.	Particulars	Amount
1	Gross Proceeds from the Fresh Issue	1,488.96
2	Less: Company's share of Issue related Expenses ⁽¹⁾	26.48
	Net Proceeds from the Fresh Issue	1,462.48

⁽¹⁾ Except for the Regulatory related expenses, which will be borne by our Company, all other expenses relating to the Issue will be borne by our Company and the Selling Shareholder in proportion to the Equity Shares contributed to the Issue. The Issue expenses are estimated expenses and subject to change.

The fund requirements for each of the object of the Net Issue are stated as below:

(₹ in lakhs)

Sr. No.	Objects of the Issue	Total Funds Required	Amount Deployed till Date	Amount to be financed from Net Proceeds of Issue	Estimated Net Proceeds Utilization in FY 2020-21
1	Part Repayment of Loans	1,300.00	Nil	1,300.00	1,300.00
2	General Corporate Purpose	162.48	Nil	162.48	162.48
	Total	1,462.48	Nil	1,462.48	1,462.48

Details and reasons for non-deployment or delay in deployment of proceeds or changes in utilization of issue proceeds of past public issues/rights issues, if any, of the Company in the preceding 10 years – Not Applicable

Name of monitoring agency, if any – Not Applicable

Terms of Issuance of Convertible Security, if any – Not Applicable

Shareholding Pattern

Sr. No.	Particulars	Pre Issue Number of Shares	% holding of Pre-Issue	Post Issue Number of Shares*	% holding of Post-Issue
1.	Promoter and Promoter Group	51,87,800	100.00%	42,90,200	70.45%
2.	Public	200	0.00%	18,00,200	29.55%
	Total	51,88,000	100.00%	60,90,400	100.00%

*Assuming full subscription in the Issue.

Number of Equity Shares to be sold by the Selling Shareholders by way of Offer for sale:

Sr. No.	Name of the Selling Shareholder	No. of Equity Shares Offered
1	Mrs. Asha Jain	8,97,600
	Total	8,97,600

RESTATED AUDITED FINANCIALS

Consolidated

(₹ in lakhs)

Particulars	For Period ended Sept 30, 2020	As at March 31, 2020
Total income from operations (net)	6,808.00	17,982.84
Net Profit / (Loss) before tax and extraordinary items	179.01	1,052.09
Net Profit / (Loss) after tax and extraordinary items	82.80	633.74
Equity Share Capital	518.80	259.40
Reserves & Surplus	2,198.77	2,418.23
Net Worth	2,710.19	2,675.53
Earnings Per Share:		
Basic (Rs)	0.77	8.27
Diluted (Rs)	0.77	8.27
Return on Net Worth (%)	1.47%	16.03%
Net Asset Value Per Share (Rs)	10.00	10.00

Standalone

(₹ in lakhs)

Particulars	For Period ended Sept 30, 2020	For the year ended March 31,		
		2020	2019	2018
Total income from operations (net)	5,171.63	13,631.21	13,797.91	10,677.64
Net Profit / (Loss) before tax and extraordinary items	45.68	746.33	795.93	489.80
Net Profit / (Loss) after tax and extraordinary items	27.13	408.45	586.13	324.23
Equity Share Capital	518.80	259.40	259.40	259.40
Reserves & Surplus	2,050.84	2,283.11	1,874.66	1,288.53
Net Worth	2,569.64	2,542.51	2,134.06	1,547.93
Earnings Per Share:				
Basic (Rs)	0.52	7.87	11.30	6.25
Diluted (Rs)	0.52	7.87	11.30	6.25
Return on Net Worth (%)	1.06%	16.06%	27.47%	20.95%
Net Asset Value Per Share (Rs)	10.00	10.00	10.00	10.00

INTERNAL RISK FACTORS

Below are the top 10 Risk Factors as per the Prospectus:

1. The continuing effect of the COVID-19 pandemic on our business and operations is highly uncertain and cannot be predicted
2. Our reliance on third parties for certain aspects of our business, including contract labour/ job work, transportation and logistics exposes us to certain risks.
3. The discontinuation of, the loss of business with respect to, or a lack of commercial success of, a particular vehicle model for which we are a significant supplier could affect our business and results of operations.
4. There can be a potential conflict of interest owing to similar line of business between our Company, our Subsidiary Companies, Group Companies and Promoter Group Companies.
5. Some of the premises used by our Company including our Registered Office and manufacturing units are not owned by our Company and further in case of unavailability of these properties, it would impact our operations, results and financial condition adversely.
6. Our Company and our subsidiary companies have incurred substantial indebtedness in form of borrowings with a fixed repayment schedule as well as borrowings which are repayable on demand. This could expose us to various risks which may have an adverse effect on our business and results of operations.
7. Substantial portion of our revenues has been dependent upon limited number of customers and we do not have firm commitment supply agreements with our customers. If our customers choose not to source their requirements from us, our business and results of operations may be adversely affected.
8. An inability to compete effectively in the competitive automotive components industry could result in the loss of customers, which could have an adverse effect on our business, results of operations, financial condition, and future prospects.
9. We intend to prepay / repay certain loan facilities availed from our Directors/ Promoters/ Group Companies from the IPO Proceeds.
10. Our insurance coverage may not adequately protect us against all material hazards and the policies do not cover all risks. In the event of the occurrence of such events, our insurance coverage may not adequately protect us against possible risk of loss.

SUMMARY OF OUTSTANDING LITIGATIONS, CLAIMS AND REGULATORY ACTION

- A. Total number of outstanding litigations against our Company and the amount involved: There are no outstanding litigations filed against us and hence no amount is involved.
- B. Brief details of top 5 material outstanding litigations against our Company and amount involved: There are no outstanding litigations filed against us and hence no amount is involved.
- C. No regulatory or disciplinary action has been taken by SEBI or stock exchanges against the Promoters/ Group Companies in last 5 financial years.
- D. **Brief details of outstanding criminal proceedings against our Promoter:** There is no outstanding criminal proceedings against our Promoter

ANY OTHER IMPORTANT INFORMATION AS PER LEAD MANAGER / COMPANY - NIL**DECLARATION BY THE COMPANY**

We, hereby declare that, all the relevant provisions of the Companies Act, 1956, Companies Act, 2013 (to the extent notified) and the guidelines issued by the Government of India or the regulations or guidelines issued by the Securities and Exchange Board of India, as the case may be, have been complied with and no statement made in the Prospectus is contrary to the provisions of the Companies Act, 1956, Companies Act, 2013 (to the extent notified), the Securities and Exchange Board of India Act, 1992, each as amended or rules made there under or guidelines / regulations issued, as the case may be. We further certify that all the disclosures and statements made in the Prospectus are true and correct.

DECLARATION BY THE SELLING SHAREHOLDER

The Selling Shareholder hereby certifies that all statements and undertakings made in the Prospectus about or in relation to him and the Equity Shares being offered by him in the Issue are true and correct, provided however, that the undersigned Selling Shareholder assumes no responsibility for any of the statements or undertakings made by the Company or the Selling Shareholder or any expert or any other person(s) in the Prospectus.