

This is an abridged prospectus containing salient features of the Red Herring Prospectus dated August 29, 2025 (the “RHP”). You are encouraged to read greater details available in the RHP (Download link: <https://www.karbonsteel.com/offer-document/>) Unless otherwise specified all capitalized terms used herein and not specifically defined shall have the same meaning as ascribed to them in the RHP.

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(Please scan this QR Code to view the RHP)



KARBONSTEEL ENGINEERING KARBONSTEEL ENGINEERING LIMITED

Corporate Identification Number: U74120MH2011PLC216558

Registered Office	Contact Person	Email and Telephone	Website
B-8, Ratnadeep Cosmopolitan CHS Ltd, 140-141, S.V. Road, Nr. Shoppers Stop, Andheri (W), Mumbai, Maharashtra, India-400058	Ms. Siddhi Bharatbhai Parmar Company Secretary & Compliance Officer	Telephone: +91-22-61872821; E-mail: info@karbonsteel.com ;	https://www.karbonsteel.com/

Promoters of the Company
Shrenik Kirit Shah and Mittal Shrenik Shah

Details of Offer to Public

Type of Issue (Fresh/OFS/Fresh & OFS)	Fresh Issue Size (by no. of shares or by amount in ₹)	OFS Size (by no. of shares or by amount in ₹)	Total Issue Size (by no. of shares or by amount in ₹)	Issue Under 6(1)/ 6(2)	Share Reservation			
					QIB	NIB	RIB	Market Maker
Fresh Issue & OFS	Up to 30,39,600 Equity Shares aggregating to ₹ [●] Lakhs	Up to 6,90,000 Equity Shares aggregating to ₹ [●] Lakhs	Up to 37,29,600 Equity shares aggregating to ₹ [●] Lakhs	This Offer is being made in terms of regulation 229(2) and 253(1) of chapter IX of the SEBI (ICDR) Regulations, 2018 as amended.	Not more than 17,68,800 Equity Shares	Not less than 5,32,800 Equity Shares	Not less than 12,40,000 Equity Shares	Up to 1,88,000 Equity Shares

These equity shares are proposed to be listed on SME Platform of BSE

Details of OFS by Promoter(s)/ Promoter Group/ Other Selling Shareholders

Name	Type	No of Shares offered/ Amount in ₹	WACA in ₹ Per Equity	Name	Type	No of Shares offered/ Amount in ₹	WACA in ₹ Per Equity
Shrenik Kirit Shah	Promoter	4,14,000 Equity Shares aggregating up to ₹ [●] Lakhs.	Nil	Mittal Shrenik Shah	Promoter	2,76,000 Equity Shares aggregating up to ₹ [●] Lakhs.	Nil

As certified by the Rao & Shyam, Chartered Accountants pursuant to their certificate dated March 21, 2025.

Price Band, Minimum Bid Lot & Indicative Timelines	
Price Band*	For details of price band, minimum bid lot size, please refer to price band advertisement to be published in all editions of English National Newspaper “Financial Express”, all editions of Hindi National Newspaper “Jansatta” and Marathi edition of “Pratahakal”
Minimum Bid Lot Size	
Anchor Bid/Offer Date	04 th September, 2025
Bid/ Offer Opening Date(1)	08 th September, 2025
Bid/ Offer Closing Date(2)	10 th September, 2025
Finalization of Basis of Allotment with the Designated Stock Exchange	11 th September, 2025
Initiation of Allotment / Refunds / Unblocking of Funds from ASBA Account or UPI ID linked bank account	12 th September 2025
Credit of Equity Shares to Demat accounts of Allottees	12 th September 2025
Commencement of trading of the Equity Shares on the Stock Exchange	15 th September 2025

*For details of price band and basis of issue price, please refer to chapter titled “Basis for Issue Price” beginning page beginning 105 of RHP.

**Our Company, in consultation with the BRLM, consider participation by Anchor Investors in accordance with the SEBI (ICDR) Regulations. The Anchor Investor Bidding Date shall be one Working Day prior to the Bid/Offer Opening Date i.e. Thursday, September 04, 2025.

The Weighted average cost of acquisition of all Equity Shares transacted over the trailing eighteen months from the date of RHP.

(Rs in Lakhs)

Period	Weighted Average Cost of Acquisition (in ₹.)	Cap Price is 'X' times the Weighted Average Cost of Acquisition	Range of acquisition price: Lowest Price – Highest Price (in ₹)
Trailing Eighteen Month from the date of RHP	13.13	[●]	Nil*-145**

RISKS IN RELATION TO THE FIRST OFFER

This being the first issue of the issuer, there has been no formal market for the securities of the issuer. The face value of the Equity Shares is ₹10 each. The Floor Price, Cap Price and offer Price determined by our Company, in consultation with the Book Running Lead Managers, on the basis of the assessment of market demand for the Equity Shares by way of the Book Building Process, as stated under “Basis for Offer Price” on page 105 should not be considered to be indicative of the market price of the Equity Shares after the Equity Shares are listed. No assurance can be given regarding an active or sustained trading in the Equity Shares nor regarding the price at which the Equity Shares will be traded after listing.

GENERAL RISK

Investments in equity and equity-related securities involve a degree of risk and investors should not invest any funds in this Offer 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 the Issue. For taking an investment decision, investors must rely on their own examination of our Company and the Offer including the risks involved. The Equity Shares in the Offer 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 Red Herring Prospectus. Specific attention of the investors is invited to “Risk Factors” beginning on page 26 of the Red Herring Prospectus.

PROCEDURE

You may obtain a physical copy of the Bid-cum-Application Form and the Red Herring Prospectus from the stock exchange, syndicate members, registrar to the issue, share transfer agents, depository participants, stock brokers, underwriters, bankers to the issue, investors’ associations or Self Certified Syndicate Banks.

If you wish to know about processes and procedures applicable to this issue, you may request for a copy of the RHP and/or the General Information Document (GID) from the BRLM’s or download it from the website of the Stock Exchange i.e. www.bseindia.com and the BRLM at www.serencapital.in

PRICE INFORMATION OF BRLM’S

Sr. No.	Issuer Name	Name of Merchant banker	+/- % change in Price on closing price, [+/- % change in closing benchmark]- 30 th calendar days from listing*	+/- % change in Price on closing price, [+/- % change in closing benchmark]- 90 th calendar days from listing*	+/- % change in Price on closing price, [+/- % change in closing benchmark]- 180 th calendar days from listing*
1.	Patil Automation Limited	Seren Capital Private Limited	+86.92% [+0.49%]	NA	NA
2.	Mehul Colours Limited	Seren Capital Private Limited	NA	NA	NA

Source: Price Information www.bseindia.com and www.nseindia.com, Offer Information from respective Prospectus.

*The scrip of Patil Automation Limited has not completed its 90th day from the date of listing.

**The scrip of Mehul Colours Limited has not completed its 30th day from date of listing.

Name of BRLM and contact details (telephone and email id) of each BRLM	Seren Capital Private Limited Office no. 601 to 605, Raylon Arcade, Kondivita, J.B. Nagar, Mumbai, Maharashtra – 400059 Tel No: +91-22-46011058 Email: info@serencapital.in Contact Person: Ankit Maheshwari /Akshita Agarwal
Name of Syndicate Member	SS Corporate Securities Limited
Name of Market Makers	SS Corporate Securities Limited Rikhav Securities Limited
Name of Registrar to the Offer and contact details (telephone and email id)	Maashitla Securities Private Limited Address: 451, Krishna Apra Business Square, Netaji Subhash Place, Pitampura, Delhi -110034, India. Telephone: 011- 47581432 Email id: investor.ipo@maashitla.com Investor Grievance Email: investor.ipo@maashitla.com Website: www.maashitla.com Contact Person: Mr. Mukul Agrawal SEBI Registration Number: INR000004370
Name of Statutory Auditor	Rao & Shyam, Chartered Accountants
Name of Credit Rating Agency and the rating or grading obtained, if any	Not Applicable

Name of Debenture trustee, if any.	Not Applicable
Self-Certified Syndicate Banks	The list of banks is available on http://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes
Non-Syndicate Registered Brokers	You can submit Bid cum Application Forms in the Issue to Non Syndicate Registered Brokers at the Non Syndicate Broker Centres. For further details, see section titled "Issue Procedure" beginning at page 335 of the RHP
Details regarding website address(es)/ link(s) from which the investor can obtain list of registrar to issue and share transfer agents, depository participants and stock brokers who can accept application from investor (as applicable)	https://www.sebi.gov.in/sebiweb/other/OtherAction.do?doRecognised=yes

PROMOTER OF THE ISSUER COMPANY

Sr. No.	Name	Individual/ Corporate	Experience & Educational Qualification
1.	Shrenik Kirit Shah	Individual	Shrenik Kirit Shah is the Promoter and Managing Director of our Company has been on the Board since 2011. He has completed his Bachelor of Commerce (Financial Accounting and Auditing) from Shri Narsee Monjee College of Commerce, Mumbai in the year 2001 and later on completed International Master of Business Administration from University of South Columbia, USA in the year 2005. He possess overall experience of 19 years in the steel trading and structural steel fabrication industry. Prior to founding the company, he served as a Senior Manager at Hariyana International Private Limited from year 2005 till 2010, where he was responsible for managing the supply chain for steel products. He looks after the day-to-day operations of the Company including production, business development and finance.
2.	Mittal Shrenik Shah	Individual	Mittal Shrenik Shah is the Promoter and Whole Time Director of our Company, has been on Board since 2022. She has completed Bachelor of Management Studies from the University of Mumbai in the year 2004 and Post Graduate in e- Management and Business administration Programme from MET Leagues of Colleges, Mumbai Educational Trust in the year 2006. Previously, she has worked with HSBC Financial Services as NRI sales and wealth manager from the year 2006 till 2009. She looks after the overall administration function of our Company.

BUSINESS OVERVIEW AND STRATEGY

We are a structural engineering and fabrication company engaged primarily in the design, fabrication and assembly of heavy and precision steel structures, customized to meet clients' requirements across various industrial and infrastructure segments. We have delivered structural engineering and fabrication solutions in diverse sectors including steel plants, railway bridges, oil & gas plants, refineries, chemical plants and other industrial units. Our fabricated structures form an integral part of the construction, expansion or modernization of industrial and infrastructure projects, including industrial plants, high rise buildings, railway bridges and other large-scale developments. For further information, see "Our Business" beginning on page 152 of the RHP.

Product Offering:

- I. **Heavy Steel Fabricated Structures** – We manufacture various type of heavy steel fabricated structures, including structural frameworks, steel columns, beams, crane girders, rafters, purlins, pipe racks, platforms, walkways, conveyor galleries, staircases, ladders and heavy-duty support structures, which are integral for construction, expansion or modernization of industrial plants and high-rise buildings, supporting both operational and structural requirements. Upon completion, we oversee the loading, transportation and delivery of fabricated structures to project sites. In the last three financial years, revenue from heavy steel fabricated structures contributed 68.85% in FY 2024-25, 72.24% in FY 2023-24 & 61.95% in FY 2022-23.
- II. **Precision Fabricated Steel Structures or Technological Structures** - We manufacture various types of precision fabricated steel structures, including furnace support structures, intermediate accumulator towers, galvanized tubing handrails, welded/bolted steel structures etc. which are integral to industrial processing units and manufacturing facilities. Upon completion, we oversee packing, loading and transportation of technological structures to project sites. In the last three financial years, this vertical contributed 27.00% in FY 2024-25, 11.70% in FY 2023-24 & 18.89% in FY 2022-23 to our revenue.
- III. **Steel Bridge Structures for High-Speed Rail Projects** - Over the past few years, the company has leveraged its skills, expertise, and extensive experience to expand into the manufacturing of steel bridge structures for high-speed rail projects. We conduct full-scale trial assemblies to verify alignment before final dispatch. In the last three financial years, this vertical contributed 3.34% in FY 2024-25, 11.32% in FY 2023-24 & 10.36% in FY 2022-23 to our revenue.
- IV. **Pre-Engineered Buildings** – We manufacture and supply Pre-Engineered Buildings (PEBs), which include built-up structural members, crane beams, steel columns, rafters, purlins, pipe racks, staircases, handrails, checker plates and roof gutters, as required and specified for each project. In the last three financial years, this vertical contributed 0.74% in FY 2024-25, 2.07% in FY 2023-24 & 1.04% in FY 2022-23 to our revenue.

Product-wise revenue bifurcation:

(₹ in lakhs)

Particulars	F.Y. 2024-25	% of revenue	F.Y. 2023-24	% of revenue	F.Y. 2022-23	% of revenue
Products						
Heavy steel fabricated structures	18,799.76	68.85%	15,771.68	72.24%	9,637.45	61.95%
Precision Fabricated Steel Structures or Technological Structures	7,371.17	27.00%	2,553.49	11.70%	2,938.48	18.89%

Particulars	F.Y. 2024-25	% of revenue	F.Y. 2023-24	% of revenue	F.Y. 2022-23	% of revenue
Steel Bridge Structures	913.22	3.34%	2,471.39	11.32%	1,611.77	10.36%
PEB (Pre-Engineered Buildings)	203.25	0.74%	451.94	2.07%	161.90	1.04%
Others (Scrap sales)	2.50	0.01%	1.30	0.01%	1.22	0.01%
Total (A)	27,289.89	99.94%	21,249.81	97.33%	14,350.82	92.24%
Trading of Goods	15.45	0.06%	583.96	2.67%	1,207.21	7.76%
Total (B)	15.45	0.06%	583.96	2.67%	1,207.21	7.76%
Grand Total (A+B)	27,305.85	100.00%	21,833.76	100.00%	15,558.03	100.00%

Geographies Served:

(₹ In Lakhs, unless otherwise stated)

Particulars	Year ended 31 st March, 2025	Year ended 31 st March, 2024	Year ended 31 st March, 2023
In India			
Assam	4.29	315.70	270.11
Dadra And Nagar Haveli	333.20	56.76	11.79
Gujarat	26,749.44	18,040.79	8,428.76
Maharashtra	202.91	2,830.29	655.41
Tamil Nadu	-0.18	0.50	16.25
Karnataka	-	376.91	2,284.36
Madhya Pradesh	-	-0.62	9.70
Odisha	-	185.39	1,653.45
Rajasthan	-	28.04	2,033.83
Haryana	-	-	0.72
Uttarakhand	-	-	132.64
West Bengal	-	-	61.00
Daman & Diu	15.69	-	-
Total	27,305.35	21,833.76	15,558.03

Key performance indicators of our Company:

(₹ In Lakhs except percentage and ratios)


Key Financial Performance	FY 2024-25	FY 2023-24	FY 2022-23
Revenue from operations (1)	27,305.35	21,833.76	15,558.03
EBITDA (2)	3,660.93	2,578.80	1,622.17
EBITDA Margin (3)	13.41%	11.81%	10.43%
PAT (4)	1,415.93	942.49	510.70
PAT Margin (5)	5.19%	4.32%	3.28%
RoE (%) (6)	27.19%	25.99%	19.51%
RoCE (%) (7)	24.63%	22.93%	19.05%
Order Book	19,892.46	16,632.88	6,487.99

Notes:

- (1) Revenue from operation means revenue from sale of products & services and other operating revenues
- (2) EBITDA is calculated as Profit before tax + Depreciation + Finance Cost - Other Income (here finance cost include all interest expenses, loan processing charges, letter of credit charges, bill discounting charges and other borrowing costs, as these are directly attributable to financing arrangements and form part of finance costs in accordance with Schedule III of the Companies Act, 2013 and the Guidance Note issued by the ICAI.)
- (3) 'EBITDA Margin' is calculated as EBITDA divided by Revenue from Operations
- (4) PAT is calculated as Profit before tax – Tax Expenses
- (5) 'PAT Margin' is calculated as PAT for the period/year divided by revenue from operations.
- (6) Return on Equity is ratio of Profit after Tax and Average Shareholder Equity
- (7) Return on Capital Employed is calculated as EBIT divided by capital employed, which is defined as Shareholders Fund + Long term borrowing + Short term borrowing + Deferred Tax Liability.

Intellectual Property:

Following are the details of the Trademarks applied in the name of our Company:-

Sr. No.	Brand Name/ Logo/ Trademark	Class	Date of Application	TM Category	Trademark Number	Current Status
1.	 KARBONSTEEL ENGINEERING	6	03/08/2024	Trademark	6558268	Formalities Check Pass

Manufacturing plant:**Owned Property:**

Sr. No.	Usage	Address
1.	Manufacturing Facility (Umbergaon Unit) (Approximately Area – 86,606.34 sq. ft.)	Plot No 17, Survey No. 1969, OHM Industrial Infrastructure Park daheri, Near Coastal Road, At & PO- Daheri, Taluka- Umbergaon, District Valsad 396171
2.	Manufacturing Facility (Umbergaon Unit) (Approximately Area – 80,996.73 sq. ft.)	Plot No 91, Survey No. 1945/91, OHM Industrial Infrastructure Park daheri, Near Coastal Road, At & PO- Daheri, Taluka- Umbergaon, District Valsad 396171

Leased Property:

Sr. No.	Usage	Address	Leased/Rent
1	Manufacturing Facility (Umbergaon Unit) (Approximately Area – 5,68,272.69 sq. ft.)	Plot No 1 - 82, Survey No. 1945, OHM Industrial Infrastructure Park Daheri, Near Coastal Road, Daheri, Taluka- Umbergaon, District Valsad, Gujarat – 396171	Obtained on lease vide lease deed dated October 1, 2024 for a period of 10 years from December 15, 2024 from Mr. Mohanbhai Govindbhai Bari at the lease amount of ₹ 17,64,000 p.m. which will increase by 5 % after every 24 months. As of the date of the RHP, the monthly rent is ₹ 17,64,000 p.m.
2	Manufacturing Facility (Umbergaon Unit) (Approximately Area – 24,616.20 sq. ft)	Plot No 84, Survey No. 1945, OHM Industrial Infrastructure Park Daheri, Near Coastal Road, Daheri, Taluka- Umbergaon, District Valsad, Gujarat – 396171	Obtained on lease vide lease deed dated October 1, 2024 for a period of 10 years from April 1, 2024 from Mr. Mohanbhai Govindbhai Bari at the lease amount of ₹ 1,58,400 p.m. which will increase by 5 % after every 24 months. As of the date of the RHP, the monthly rent is ₹ 1,58,400 p.m
3	Manufacturing Facility (Umbergaon Unit) (Approximately Area – 95583.52 sq. ft)	Plot No 7 to 20, Survey No. 2034/Paiki 1/7 to 2034/Paiki 1/20, OHM Industrial Infrastructure Park Daheri, Near Coastal Road, Daheri, Taluka- Umbergaon, District Valsad, Gujarat – 396171:	Obtained on lease vide lease deed dated October 1, 2024 for a period of 10 years from April 1, 2024 from Mr. Daxeshkumar Ishwarbhai Bari and Jignesh Ishwar Bari at the lease amount of ₹ 9,80,000 p.m. which will increase by 5 % after every 24 months. As of the date of the RHP, the monthly rent is ₹ 9,80,000 p.m
4	Manufacturing Facility (Raigad Unit) (Approximately Area – 56,084 sq. ft)	S. No. 62/0, Shree Ganesh Water Supply, Near Uttam Galva Gate, Village Donvat, Opp Renuka Sugar, Dist - Raigad, Tal – Khalapur, Maharashtra	Obtained on lease vide lease agreement dated November 04, 2024 for a period of 10 years from Mr. Ramakant Patil at lease amount of ₹ 1,55,000 p.m.
5	Registered Office	B-8, Ratandeep cosmopolitan co-operative housing society limited, 140-141, S.V. Road andheri W, Mumbai-400058.	Obtained on lease vide Leave and License Agreement dated April 2, 2024 for a period of 5 years from Mr. Shrenik Kirit Shah at rent of ₹ 1,50,000 p.m.
6	Admin Office	B-9, Ratandeep cosmopolitan co-operative housing society limited, 140-141, S.V. Road andheri W, Mumbai-400058.	Obtained on lease vide Leave and License Agreement dated April 2, 2024 for a period of 5 years from Mr. Shrenik Shah at rent of ₹ 1,00,000 p.m.
7	Warehouse – I	Plot No. 1270, Road No. 6, Kalamboli steel market, Kalamboli, navi Mumbai-410218	Obtained on lease vide Leave and License Agreement dated April 2, 2024 for a period of 5 years from Mr. Shrenik Kirit Shah at rent of ₹ 2,00,000 p.m.
8	Warehouse – II	Plot No. 747, Road no. 6, Kalamboli steel market, Kalamboli, Navi Mumbai-410218	Obtained on lease vide Leave and License Agreement dated April 2, 2024 for a period of 5 years from Mr. Shrenik Kirit Shah at rent of ₹ 2,00,000 p.m.

BOARD OF DIRECTORS				
Sr. No.	Name	Designation (Independent / Whole time / Executive / Nominee)	Experience & Educational Qualification	Other Directorships
1.	Shrenik Kirit Shah	Chairman & Managing Director	Qualification: He has completed his Bachelor of Commerce (Financial Accounting and Auditing) from Shri Narsee Monjee College of Commerce, Mumbai in the year 2001 and later completed International Master of Business Administration from University of South Columbia, USA in the year 2005. Experience: He possess overall experience of 19 years in the steel trading and structural steel fabrication industry. Prior to founding the company, he served as a Senior Manager at Hariyana International Private Limited from year 2005 till 2010.	NIL
2.	Mittal Shrenik Shah	Whole Time Director	Qualification: She has completed Bachelor of Management Studies from the University of Mumbai in the year 2004 and Postgraduate in e- Management and Business administration Programme from MET Leagues of Colleges, Mumbai Educational Trust in the year 2006. Experience: She has worked with HSBC Financial Services as NRI sales and wealth manager from the year 2006 till 2009. She looks after the overall administration function of our Company	NIL
3.	Saurabh Bhansali	Non-Executive Director	Qualification: He is a qualified Chartered Accountant from the Institute of Chartered Accountants of India. Experience: He possess 8 years of experience in Internal Audit, Risk Management and compliances services. He is the founder of Desai Bhansali and Associates LLP	Companies: <ul style="list-style-type: none"> ● Prohut Developers Private Limited ● Prowise Learning Hub Private Limited ● Prowise Advisory private Limited LLP: Desai Bhansali & Associates LLP
4.	Mihlen Jyotindra Halani	Independent Director	Qualification: He is a qualified Company Secretary from the Institute of Company Secretaries of India.. Experience: He is the founding partner of M/s Mihlen Halani and Associates and possess 11 years of experience in corporate advisory services such as corporate governance, secretarial audits, transaction advisory etc.	Companies: <ul style="list-style-type: none"> ● L.E.K Consulting India Private Limited ● Davies Advisors India Private Limited ● Bombay Coated and Special Steels Limited LLP: <ul style="list-style-type: none"> ● Hakluyt India LLP ● L.E.K. Management Consulting LLP Anuvrta Advisors LLP
6.	Sunil Kathariya	Independent Director	Qualification: He has completed Bachelor of Engineering from Gulbarga University in the year 1985. Experience: He possess 27 years of experience in the field of structural work. He started his career with JSW Steel Limited in the year 1995 as Deputy Manager and retired as Sr. executive Vice president in the year 2022, where he has headed various structural works and expansion projects such as Iron ore pipe conveyor pipe, Blast furnace, Steel making shop etc	1. Epta Chemicals Private Limited

For further details in relation to our Board of Directors, see “Our Management” beginning on page 188 of the RHP.

OBJECTS OF THE ISSUE

Details of means of finance –

The fund requirements for each of the objects of the Issue are stated as follows:

(₹ In lakhs)

S. No.	Particulars	Amount (₹ in Lakhs)
1.	Funding of capital expenditure towards expansion of existing Umbergaon facility through construction of new sheds	1229.15
2.	Repayment of a portion of certain borrowings availed by our Company	307.54
3.	To meet the Working Capital requirements	2525.00
4.	General Corporate Purpose	[•]*
	Total	[•]*

*To be finalized upon determination of the Issue Price and updated in the Prospectus prior to filing with the RoC. The amount utilized for general corporate purposes shall not exceed 15% of the Gross Proceeds.

Details and reasons for non-deployment or delay in deployment of proceeds or changes in utilization of issue proceeds of past public issues / rights issue, if any, of the Company in the preceding 10 years: Nil

Name of monitoring agency, if any - CARE Rating Limited

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

Shareholding Pattern:

Sr. No.	Particulars	Pre Issue number of shares	% Holding of Pre issue
1.	Promoter and Promoter Group	80,12,000	72.17
2.	Public	30,90,222	27.83
	Total	1,11,02,222	100.00

Number/amount of equity shares proposed to be sold by selling shareholders. – upto 6,90,000 Equity Shares.

RESTATED FINANCIALS STATEMENT

(All amounts in Indian Rupees in Lakhs, unless otherwise stated)

Particulars	Fiscal 2025	Fiscal 2024	Fiscal 2023
Total income from operations (net)	27,390.81	21,877.30	15,588.79
Net Profit / (Loss) before tax and extraordinary items	1,911.10	1,269.02	680.92
Net Profit / (Loss) after tax and extraordinary items	1,415.93	942.49	510.70
Equity Share Capital	1,110.22	538.46	499.60
Reserves and Surplus	4,926.75	3,841.10	2,374.03
Net worth	6,036.97	4,379.56	2,873.63
Basic earnings per share (₹)	12.78	9.42	5.11
Diluted earnings per share (₹)	12.78	9.42	5.11
Return on net worth (%)	23.45%	21.52%	17.77%
Net asset value per share (₹)	54.47	43.78	28.76

For further reference related to financial information of the Company, please refer to the chapter titled “Restated Financial information” beginning on page 208 of RHP.

INTERNAL RISK FACTORS

- Our business is substantially dependent on certain key customers, from whom we derive a significant portion of our revenues. The loss of any significant customer may have a material and adverse effect on our business and results of operations.
- Our business is exposed to risks relating to delays in project execution and cost overruns, which may adversely affect our business, financial condition, results of operations and prospects
- Our business is dependent on capital investments in industrial and infrastructure sectors and any slowdown in these sectors due to economic conditions, government policies, or project-specific factors may materially and adversely affect our business, financial condition and results of operations.
- Failure to comply with stringent quality standards, inspection requirements and technical specifications may result in rework, delayed payments or termination of contracts, which could adversely affect our business, financial condition and results of operations.
- Our Company does not have long-term agreements with suppliers for our input materials and a significant increase in the cost of, or a shortfall in the availability, or deterioration in the quality, of such input materials could have an adverse effect on our business and results of operations

6. Our business is dependent on and will continue to depend on our Manufacturing Facilities and we are subject to certain risks in our manufacturing process due to the usage of heavy machinery in our manufacturing operations. Any slowdown or shutdown in our manufacturing operations or strikes or work stoppages could have an adverse effect on our business, cash flows, financial condition and results of operations.
7. Our industry is labour-intensive which relies on Contract and Skilled Labour and any shortage of skilled labour, labour disputes, or wage cost increases may adversely impact our operations, project execution and financial performance.
8. There are outstanding legal proceedings involving our Company. Any adverse decisions could impact our cash flows and profit or loss to the extent of demand amount, interest and penalty, divert management time and attention and have an adverse effect on our business, prospects, results of operations and financial condition.
9. Our business is working capital intensive and delays in client payments, retention money, or extended credit terms may strain our liquidity, increase financing costs and impact profitability.
10. The number of orders we have received in the past, our current order book and our growth rate may not be indicative of the number of orders we will receive in future.

For further details on please refer chapter titled 'Risk Factors' beginning on page no. 26 of the Red Herring Prospectus.

SUMMARY OF OUTSTANDING LITIGATIONS, CLAIMS AND REGULATORY ACTION

A summary of outstanding litigation proceedings involving our Company, our Promoters and Directors, as on the date of this Red Herring Prospectus as disclosed in the section titled "Outstanding Litigation and Material Developments" in terms of the SEBI (ICDR) Regulations and the Materiality Policy is provided below:

(₹ in lakhs)

Sr. No.	Name of individual/entity	Criminal Proceedings	Tax proceedings	Statutory/Regulatory proceeding	Disciplinary actions by the SEBI or stock Exchanges against our Promoters	Material civil litigation	Aggregate amount involved
1.	Company						
	By the Company	4	Nil	Nil	Nil	2	103.07
	Against the Company	Nil	2	Nil	Nil	Nil	46.81
2.	Directors (Other Than Promoters)						
	By the Directors	Nil	Nil	Nil	Nil	Nil	N.A.
	Against the Directors	Nil	Nil	Nil	Nil	Nil	N.A.
3.	Promoters						
	By the Promoters	Nil	Nil	Nil	Nil	Nil	N.A.
	Against the Promoters	Nil	Nil	Nil	Nil	Nil	N.A.

For further details, see "Outstanding Litigation and Material Developments" on page 299 of the RHP.

A. Brief details of top 5 material outstanding litigations against the company and amount involved

Direct Tax

According to the TRACES portal records, Karbonsteel Engineering Limited has accumulated TDS defaults amounting to ₹0.29 lakhs for prior financial years. This includes short payments, short deductions, interest on payment and deduction defaults, late filing fees, and related charges under the Income-tax Act. The entire demand pertains to financial years prior to FY 2021–22 and continues to remain outstanding as per the TRACES portal.

Indirect Tax

A GST scrutiny notice (Form GST ASMT-10) dated May 01, 2025, was issued by the Office of the Assistant Commissioner, CGST & CEx., Division-VII, Mumbai-West Commissionerate, in relation to FY 2021–22. The notice cites short payment, excess ITC claim, mismatches between GSTR-1, GSTR-2A, GSTR-3B and e-way bills, and ITC claimed from ineligible suppliers. The total amount involved is ₹46.52 lakhs including interest and late fees. The Company has submitted its reply to the said notice on August 18, 2025, and the matter is currently pending.

B. Regulatory Action, if any - disciplinary action taken by SEBI or stock exchanges against the Promoters in last 5 financial years including outstanding action, if any- Nil

C. Brief details of outstanding criminal proceedings against Promoters– Nil

ANY OTHER IMPORTANT INFORMATION AS PER BRLM / ISSUER COMPANY - NIL

DECLARATION BY THE COMPANY

We hereby declare that all relevant provisions of the Companies Act, 1956, Companies Act, 2013 and the rules, regulations and guidelines issued by the Government of India, and the regulations or guidelines issued by Securities and Exchange Board of India, established under Section 3 of the Securities and Exchange Board of India Act, 1992 as the case may be, have been complied with and no statement made in the Red Herring Prospectus is contrary to the provisions of the Companies Act, 2013, the Securities Contracts (Regulation) Act, 1956, and the Securities and Exchange Board of India Act, 1992, each as amended or the rules, regulations or guidelines issued thereunder, as the case may be. We further certify that all the disclosures and statements made in the Red Herring Prospectus are true and correct.