

FREQUENTLY ASKED QUESTIONS ON RIGHTS ISSUE

RIGHTS ISSUE OF EQUITY SHARES BY SUNSHIELD CHEMICALS LIMITED

Set out below are the frequently asked questions (“**FAQs**”) to guide investors in gaining familiarity with the application process for subscribing to the rights issue of fully paid equity shares (“**Issue**” or “**Rights Issue**”) of SUNSHIELD CHEMICALS LIMITED (“**Company**”) in terms of the Letter of Offer dated September 17, 2025 (“**Letter of Offer**”), filed with the BSE Limited (“**BSE**”) and with Securities and Exchange Board of India (“**SEBI**”) for information and dissemination purpose. These FAQs are not exhaustive, nor do they purport to contain a summary of all the disclosures in the Letter of Offer or the entire application process in the Issue or all details relevant to prospective investors (“**Investors**”). Further, these FAQs should be read in conjunction with, and are qualified in their entirety by, more detailed information appearing in the Letter of Offer, including the sections “Notice to Investors”, “Risk Factors” and “Terms of the Issue” on pages 11, 20 and 71 respectively, of the Letter of Offer. Readers are advised to refer to the Letter of Offer which is available on the website of the Registrar (www.bigshareonline.com), Company (www.sunshieldchemicals.com), and Stock Exchange i.e., BSE Limited (www.bseindia.com). Unless otherwise defined herein, all capitalised terms shall have such meaning as ascribed to them in the Letter of Offer.

1. What are the key details of the Issue?

Sr. No.	Particulars	Remark
a)	Instrument	Fully paid-up Equity Shares of the Company, face value of Rs. 10 each; (the “ Equity Shares ”)
b)	Total number of Equity Shares and Issue size	14,41,776 (“ Issue Size ”)
c)	Rights Issue Price	Rs. 901 per fully paid-up equity shares [including a premium of Rs. 891 per fully paid-up equity share of face value of Rs. 10 each]. The entire Issue Price will be payable at the time of making the application in the Issue
d)	Rights Issue Size	Rs. 1,29,90,40,600
e)	Record date	Wednesday, September 24, 2025, for determining the existing equity shareholders who will be eligible to receive the Rights Entitlement. (“ Eligible Equity Shareholders ”)
f)	Rights Entitlement ratio	10:51 (Number of Rights Equity Shares that an Eligible Equity Shareholder is entitled to in proportion to the number of Equity Shares held by such Eligible Equity Shareholder on the Record Date, in this case being 10 Rights Equity Shares for every 51 Equity Shares held by an Eligible Equity Shareholder.



2. What is the Rights Issue Schedule?

Last Date for credit of Rights Entitlements	Wednesday, September 24, 2025
Issue Opening Date	Tuesday, September 30, 2025
Last date for On Market Renunciation*	Thursday, October 16, 2025
Last date for Off Market Renunciation	Thursday, October 23, 2025
Issue Closing Date**	Friday, October 24, 2025
Finalization of Basis of Allotment (on or about)	Monday, October 27, 2025
Date of Allotment (on or about)	Tuesday, October 28, 2025
Date of Credit (on or about)	Tuesday, October 28, 2025
Date of Listing (on or about)	Wednesday, October 29, 2025

* Eligible Equity Shareholders are requested to ensure that renunciation through off-market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renouncees on or prior to the Issue Closing Date.

**Our Board, or a Rights Issue Committee thereof, will have the right to extend the Issue Period as it may determine from time to time but not exceeding 30 days from the Issue Opening Date (inclusive of the Issue Opening Date). Further, no withdrawal of Application shall be permitted by any Applicant after the Issue Closing Date

3. How are Rights Entitlements (REs) issued?

Rights Entitlements (REs) are issued in dematerialised form only under a separate ISIN i.e., INE199E20014.

4. Is ASBA compulsory for me? Can I submit my application through ASBA?

Only Demat holders can apply through ASBA. If the holding of the Applicant is in physical form then the Applicant will be required to follow the procedure mentioned in point no. 17.

5. How will the Issue Material be dispatched?

In accordance with the SEBI ICDR Regulations, SEBI Rights Issue Circulars and MCA General Circular No. 21/2020, the Issuer Company will send the Issue Material, through email and courier, the Abridged Letter of Offer, the Rights Entitlement Letter, Application Form and other issue material to the email addresses or the physical addresses of all the Equity Shareholders who have provided their Indian addresses to the Issuer Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions. The Letter of Offer will be provided, through email and courier, by the Registrar on behalf of the Company to the Equity Shareholders who have provided their Indian addresses to the Company or who are located in jurisdictions where the offer and sale of the Rights Equity Shares is permitted under laws of such jurisdictions and in each case who make a request in this regard.

6. How can an Eligible Equity Shareholder access the details of his respective Rights Entitlement?

Rights Entitlements shall be credited to the respective demat accounts of Eligible Equity Shareholders before the Issue Opening Date only in dematerialised form. Eligible Equity Shareholders can also obtain the details of their respective Rights Entitlements from the website of the Registrar (i.e., www.bigshareonline.com) by entering their DP ID and Client ID. Eligible Shareholders, who are holding



Equity Shares in physical form, can obtain details of their respective Rights Entitlements from the website of the Registrar by entering their Folio Number. However, in order to receive a credit of the Right Entitlements in their respective accounts, such Shareholders, holding Equity Shares in physical form shall be required to furnish the details of their demat account to the Registrar or the Company at least two Working Days prior to the Issue Closing Date in addition to applying to the Issue through ASBA mode.

7. How to withdraw an Application made through ASBA?

An Investor who has applied in the Issue may withdraw their Application at any time during Issue Period by approaching the SCSB where application is submitted.

8. What are the options available to an Eligible Equity Shareholder in rights Issue?

The Rights Entitlement Letter will clearly indicate the number of Rights Equity Shares that the Eligible Equity Shareholder is entitled to.

If the Eligible Equity Shareholder applies in the Issue, then such Eligible Equity Shareholder can:

- (i). apply for its Rights Equity Shares to the full extent of its Rights Entitlements; or
- (ii). apply for its Rights Equity Shares to the extent of part of its Rights Entitlements (without renouncing the other part); or
- (iii). apply for Rights Equity Shares to the extent of part of its Rights Entitlements and renounce the other part of its Rights Entitlements; or
- (iv). apply for its Rights Equity Shares to the full extent of its Rights Entitlements and apply for additional Rights Equity Shares; or
- (v). renounce its Rights Entitlements in full.

9. Can an application in the rights Issue be made using third party bank account?

Investors can make payment only using bank account held in their own name. Please note that Applications made with payment using third party bank accounts are liable to be rejected.

10. Can a joint bank account be used to make applications on behalf of shareholders?

In case of joint holder Applications made through ASBA process, all joint holders must sign the relevant part of the Application Form in the same order and as per the specimen signature(s) recorded with the SCSB. In case of Joint Applicants, reference, if any, will be made in the first Applicant's name and all communication will be addressed to the first Applicant

11. Can an application be made by cash / cheque?

No

12. Can an application be made by visiting the Company, Registrar and Global Co-ordinators?

No.

13. Can the broker collect the application form and submit the application?

No.



14. How can an Investor understand if the Rights Equity Shares have been allocated?

The Company and/or the Registrar will email Allotment advice to the successful investors who have received allocation.

15. What is the procedure for making plain paper application and where can the plain paper application be submitted?

An Eligible Equity Shareholder who is eligible to apply under the ASBA process may make an Application to subscribe to the Issue on plain paper. An Eligible Equity Shareholder shall submit the plain paper Application to the Designated Branch of the SCSB for authorising such SCSB to block Application Money in the said bank account maintained with the same SCSB. Applications on plain paper will not be accepted from any address outside India.

Please note that the Eligible Equity Shareholders who are making the Application on plain paper shall not be entitled to renounce their Rights Entitlements and should not utilize the Application Form for any purpose including renunciation even if it is received subsequently.

16. What is the process to be followed by a shareholder holding shares in a physical form, for understanding their Rights Entitlements details?

Eligible Equity Shareholders can obtain the details of their respective Rights Entitlements from the website of the Registrar (i.e www.bigshareonline.com) by entering their Folio Number.

17. What is the process to be followed, to make an application in Rights Issue, by a shareholder holding shares in a physical form?

In accordance with the SEBI Rights Issue Circulars, the Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date are required to furnish the details of their demat account alongwith self-attested PAN and details of address proof by way of uploading on Registrar website the records confirming the legal and beneficial ownership of their respective Equity Shares at least two Working Days prior to the Issue Closing Date, desirous of subscribing to Rights Equity Shares after which they can apply through ASBA facility only.

Shareholder are required to make the application on or prior to the Issue closing date. Application will be considered only if REs are in the demat account furnished.

18. Why will physical share certificates not be issued to successful Allottees in Rights Issue?

In accordance with Regulation 77A of the SEBI ICDR Regulations read with the SEBI Rights Issue Circulars, the credit of Rights Entitlements and Allotment of Rights Equity Shares shall be made in dematerialised form only.



19. Can shareholders holding Equity Shares in physical form apply through ASBA?

Shareholders holding Equity Shares in physical form, are supposed to furnish the details of their demat account to the Registrar or the Company at least two Working Days prior to the Issue Closing Date, desirous of subscribing to Rights Equity Shares after which they can apply through ASBA facility.

20. When will I get refund of the Application Money, if any?

In case of non-Allotment or partial Allotment, surplus Application Money shall be refunded to the Investor after finalization of Basis of Allotment in consultation with Designated Stock Exchange.

21. Can shareholders holding Equity Shares in a physical form renounce their Rights Entitlement?

In accordance with SEBI circular SEBI/HO/CFD/DIL2/CIR/P/2020/13 dated January 22, 2020, the Eligible Equity Shareholders, who hold Equity Shares in physical form as on Record Date shall be required to provide their demat account details to Issuer / Registrar to the Issue for credit of REs not later than two working days prior to issue closing date, such that credit of REs in their demat account takes place at least one day before issue closing date such that credit of REs in their demat account takes place at least one day before the issue closing date, thereby enabling them to renounce their Rights Entitlements through Off Market Renunciation. For further details with respect to Off Market

Renunciation, please refer to the point 24 of this FAQ or refer to the chapter titled “Terms of the Issue” in the Letter of Offer of the Issuer Company.

22. How are Rights Entitlements (REs) issued?

Rights Entitlements (REs) are issued in dematerialised form under a separate ISIN created by the Issuer Company.

23. What is the process of on market and off market renunciation?**(a) On Market Renunciation**

The Investors may renounce the Rights Entitlements, credited to their respective demat accounts by trading/selling them on the secondary market platform of the Stock Exchanges through a registered stock broker in the same manner as trading / selling Equity Shares of the Company.

(b) Off Market Renunciation

The Investors may renounce the Rights Entitlements, credited to their respective demat accounts by way of an off-market transfer through a depository participant. The Rights Entitlements can be transferred in dematerialised form only.

Eligible Equity Shareholders are requested to ensure that renunciation through off market transfer is completed in such a manner that the Rights Entitlements are credited to the demat account of the Renounees on or prior to the Issue Closing Date.



24. What happens to Rights Entitlements (REs) which are neither subscribed nor renounced on or before the Issue Closing Date?

Rights Entitlements (REs) which are neither subscribed nor renounced on or before the Issue Closing Date shall lapse and shall be extinguished after the Issue Closing Date.

25. Whether any persons who are not existing shareholders of the issuer company as on record date, can apply to the Rights Issue?

Yes. Persons who have bought Rights Entitlements (REs) through On market renunciation / Off market renunciation, are eligible to apply for the shares / other securities offered under Rights Issue to the extent of the REs available in their demat account.

26. What will happen if Rights Entitlements (REs) are purchased through On market renunciation / Off market renunciation, and no application is made for subscribing the shares / other securities offered under Rights Issue?

If no application is made by the purchaser of REs on or before Issue closing date then such REs will get lapsed and shall be extinguished after the Issue Closing Date. No shares / other securities for such lapsed REs will be credited, even if such REs were purchased from market and purchaser will lose the premium paid to acquire the REs. Persons who have bought Rights Entitlements (REs), shall require to make an application and apply for shares / other securities offered under Rights Issue, if they want to subscribe to the shares / other securities offered under Rights Issue.

