



The Chief General Manager
Listing Operation, BSE Limited,
20th Floor, P.J. Towers,
Dalal Street,
Mumbai – 400 001.

Dear Sir,

Sub: Application for “In-principle approval” prior to issue and allotment of 6,00,00,000 convertible warrants on preferential basis under Regulation 28(1) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

1. We, **M/s. J. Singh & Associates, Chartered Accountants** hereby certify that the minimum issue price for the proposed preferential issue of **M/s. Blue Pearl Texspin Limited**, based on the pricing formula prescribed under Regulation 165 of Chapter V of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 has been worked out at Rs. 10.
2. The relevant date for the purpose of said minimum issue price was 14th May, 2024.
3. The workings for arriving at such minimum issue price or valuation report from Independent Registered Valuer have been attached herewith as an annexure-I.
4. The highest trading volume in respect of the equity shares of the issuer has been recorded during the preceding 90 trading days prior to the relevant date is not applicable as the share of the Company are infrequently traded.
5. We hereby certify that the Articles of Association of the issuer does not provide for a method of determination which results in a floor price higher than that determined under ICDR Regulations, 2018.

For, J. Singh & Associates
Chartered Accountant

CA Amit J Joshi
Partner
Membership No.: 120022
FRN: 110266W
UDIN: 24120022BKAVAE4541



Date: 16.05.2024



Annexure-I

1. Net Asset Value (NAV) and its Calculation:

BLUE PEARL TEXSPIN LIMITED “NET ASSET VALUE”	
Particular	(Unaudited) Amount 31-12-2023
LIABILITIES	
No. of shares	2,56,000
PSC (Equity)	25,60,000
Reserve & surplus	-37,23,036
Long term borrowings	0
Deferred tax liabilities	0
Long term provision	0
Short term borrowings	30,80,500
Short term provision	0
Trade Payables	0
Other current liabilities	27,000
TOTAL	19,44,464
ASSETS	
Property, Plant & Equipment	18,433
Capital work-in-progress	0
Intangible assets	0
Non current investment	0
Other Non-Current assets	2,11,000
Inventories	0
Trade Receivables	8,23,685
Cash & cash equivalents	8,91,346
Short term Loan and advances	0
Other Current assets	0
TOTAL	19,44,464
NET ASSET VALUE	-11,63,036
Book value (NET ASSET VALUE/No. of Shares)	-4.54



(i) Profit Earning Capacity Value (PECV)

For the year ended on:	Weight	PAT in Rs.	Details
FY 31-03-23	3	-71,836	-2,15,508
FY 31-03-22	1	-2,34,910	-2,34,910
FY 31-03-21	7	19,183	1,34,281
Average Profit after Tax			-28,740
No. of equity shares			2,56,000
Average EPS			-0.11
Capitalisation rate of Industry @			15.00
PECV based Equity Value per Share			-1.68

(i) PE Ratio Value Multiple (PER)

For the year ended on:	Weight	EPS	Details
FY 31-03-23	3	-0.28	-0.84
FY 31-03-22	1	-0.92	-0.92
FY 31-03-21	7	0.07	0.49
Weighted Average EPS			-0.12
PE Ratio for the industry* @			7.13
PE Ratio based equity value per share			-0.82

For arriving at the value of per equity share of the company and considering valuation inputs available for determining valuation under different methods, simple average have been applied to arrive at the value per equity share of the company.

S No.	Method	Annexure	Value per share
(a)	NAV Method	A	-4.54
(b)	Profit earning capacity value	A	-1.68
(c)	PE Ratio value Multiple	A	-0.82
Average of methods (PE Ratio value Multiple + NAV + Profit earning capacity value)			-2.35

The Value of the shares of the company should be INR -2.35 per share. As per Sec 53 of Companies Act, 2013 company cannot issue shares at discount/ less than its face value. Thus, the fair value of each Equity Share is Rs. 10/-.