



COMPLIANCE CERTIFICATE

(Pursuant to Regulation 163(2), Part III of Chapter V of the SEBI (Issue of Capital and Disclosure Requirements) Regulations 2018 including any amendment/modification thereof)

To,
The Board of Directors
Royale Manor Hotels & Industries Limited
International Airport Circle, Ahmedabad, Gujarat, 382475

We, Rupal Patel, Practising Company Secretary, Ahmedabad, have been appointed vide by Letter dated August 26, 2023 by **Royale Manor Hotels & Industries Limited** (hereinafter referred to as 'Company'), having CIN L55100GJ1991PLC015839 and having its Registered Office at International Airport Circle, Ahmedabad, Gujarat, 382475 to issue this Compliance Certificate in accordance with Regulation 163(2) of Chapter V of SEBI (Issue of Capital and Disclosure Requirements), Regulations 2018 as amended from time to time, (hereinafter referred to as "ICDR Regulations").

In accordance with the Regulations, the Company has proposed issue of **upto 9,50,000 (Nine Lakh Fifty Thousand) Convertible Equity Warrants** with an issue price of Rs. 22.31/- (Rupees Twenty-Two and Thirty One Paise Only) each, on a **preferential basis for cash consideration to the M/s Shree Bala Finvest Private Limited, promoter entity** ('Proposed Preferential issue') aggregating to Rs. 2,11,94,500/- (Rupees Two Crores Eleven Lakhs Ninety-Four Thousand Five Hundred Only). The proposed preferential issue was approved at the Meeting of Board of Directors of the Company held on September 04, 2023.

On the basis of the relevant management inquiries, necessary representations and information received from/furnished by the management of the Company, as required under the aforesaid ICDR Regulations, we have verified that the issue is being made in accordance with the requirements of the ICDR Regulations as applicable to the preferential issue, more specifically, the following:

1. Memorandum of Association and Articles of Association of the Company;
2. The Present capital structure including the details of the Authorized, Subscribed, Issued and Paid-up share capital of the Company along with the shareholding pattern;
3. Resolutions passed at the meeting of the Board of Directors;
4. Name/List of Proposed Allottee and Permanent Account Numbers of the proposed allottee. (The proposed allottee is a promoter entity);
5. The relevant date in accordance with Regulation 161 of the SEBI (ICDR) Regulations, 2018. The relevant date for the purpose of said minimum issue price was August 31, 2023;
6. The statutory registers of the Company and List of shareholders issued by RTA:
 - a. to note that the equity shares are fully paid up.
 - b. all equity shares held by the proposed allottee in the Company, are in dematerialized form.
7. Disclosures under the SEBI (Prohibition of Insider Trading) Regulations, 2015 & the SEBI (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, if any, made by proposed allottees during the 90 trading days preceding the relevant date;



8. Details of buying, selling and dealing in the Equity Shares of the Company by the proposed allottee, Promoter or Promoter Group during the 90 trading days preceding the relevant date;
9. Draft notice of 32nd Annual General Meeting and Explanatory Statement:
 - a. to verify the disclosure in Explanatory Statement as required under Companies Act, 2013 & the Companies (Share Capital and Debentures) Rules, 2014 and Regulation 163(1) of the Regulations.
 - b. to verify the lock-in period as required under Regulation 167 of the Regulations
 - c. to verify the terms for payment of consideration and allotment as required under Regulation 169 of the Regulations.
10. The equity shares of the company have been infrequently traded on the BSE limited as per regulation 164(5) of ICDR Regulations and computation of the minimum price of the shares to be allotted in preferential issue in accordance with the Regulations 165 of the ICDR Regulations. The minimum issue price for the proposed preferential issue of the Company, based on the pricing formula prescribed under ICDR Regulations has been worked out at Rs. 22.31/- (Rupees Twenty-Two and Thirty-One Paise Only) each; with respect to compliance of the minimum price for the proposed preferential issue in accordance with Regulation 165 of the ICDR Regulations and the board of directors of the company approved and proposed the same price for the proposed issue of convertible equity warrants.
11. The company has obtained Valuation Report in pursuance to regulation 165 from Independent Registered Valuer, Mrs. Sejal Ronak Agrawal, Ahmedabad, Registered Valuer (Reg. No. IBBI/RV/06/2020/13106) to determine the price of equity shares for the purpose of issue of convertible equity warrants and its submission to the stock exchange (BSE Limited) where the equity shares of the Company are listed;
12. Verified the relevant statutory records of the company to confirm that:
 - a. it has no outstanding dues to the SEBI, the stock exchanges or the depositories.
 - b. it is in compliance with the conditions for continuous listing of equity shares as specified in the listing agreement with the stock exchange where the equity shares of the are listed and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015, as amended, and any circular or notification issued by the Board thereunder.
13. The Proposed Allotment to the allottee is less than five percent of the post issue fully diluted share capital of the issuer, further, there is no change in control is proposed pursuant to present preferential issue.

It is the responsibility of the Management to comply with the requirements of the ICDR Regulations, including the preparation and maintenance of all accounting and other relevant supporting records, designing, implementing and maintaining internal control relevant to preparation of Notice and explanatory statement, determination of relevant date & minimum price of shares and making estimates that are reasonable in the circumstances.

Assumptions & Limitation of scope and Review:

1. Compliance of the applicable laws and ensuring the authenticity of documents and information furnished, are the responsibilities of the management of the Company.
2. Our responsibility is to certify based upon our examination of relevant documents and information. This is neither an audit nor an expression of opinion.



3. We are not expressing any opinion on the price computed / calculated and/or the price at which the Convertible equity warrants are being issued by the Company.
4. This certificate is solely for the intended purpose of compliance in terms of aforesaid Regulations and for your information and it is not to be used, circulated, quoted or otherwise referred to for any other purpose other than compliance with the aforesaid Regulations.

CERTIFICATION:

Based on my examination of such information/documents and explanation furnished to me by the management and employees of the Company and to the best of my knowledge and belief, we hereby certify that proposed preferential issue convertible equity warrants for cash consideration to promoter entity is being made in accordance with the requirements of Chapter V of SEBI (Issue of Capital and Disclosure Requirements), Regulations 2018 and any other applicable regulation for the time being force.

Date: 04.09.2023
Place: Ahmedabad



Rupal Patel
RUPAL PATEL
Company Secretary
In Whole Time Practice
CP No.3803
UDIN: F006275E000932631