

CERTIFICATE ON OBJECTS OF THE ISSUE

To,

The Board of Directors
Mukka Proteins Limited,
Door No.18-2 16/4,
First Cross, NG Road,
Attavara Mangaluru-
Dakshina Kannada
575001, India

And

Fedex Securities Private Limited
B 7, 3rd Floor, Jay Chambers,
Dayaldas Road, Vile Parle (East),
Mumbai - 400 057, Maharashtra, India

referred as “Book Running Lead Manager” or “BRLM”.

Dear Sirs,

Re: Proposed initial public issuing of equity shares of face value of Rs. 1 each (the “Equity Shares”) of Mukka Proteins Limited (the “Company”) (the “Issue”)

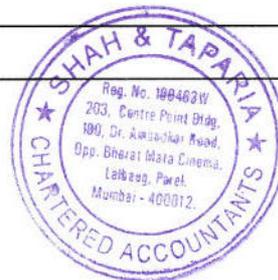
Sub: Certificate on Objects of the Issue

We, Shah & Taparia Chartered Accountants, Independent Chartered Accountant and Statutory Auditors of the Company, have been engaged to certify the Objects of the Issue of the Company.

This certificate is being issued in the context of the Issue with respect to the ‘Objects of the Issue’ chapter to be included in the Red Herring Prospectus and the Prospectus to be filed by the Company in relation to the Issue with Securities and Exchange Board of India and Registrar of Companies, Bangalore (“ROC”).

Based on our review of the relevant documents, we certify the following:

Particulars	Estimated Amount (₹ in million)
Funding working capital requirements of the Company	Upto 1200
Investment in the Associate company viz. Ento Proteins Private Limited, for funding its working capital requirements	Upto 100
General corporate purposes ⁽¹⁾	[•]
Net Proceeds ⁽¹⁾	[•]



⁽¹⁾To be finalised upon determination of Issue Price and updated in the Prospectus prior to filing with the RoC. The amount utilized for general corporate purposes shall not exceed 25% of the Gross Proceeds.

Proposed schedule of implementation and deployment of Net Proceeds-

The Net Proceeds will be deployed towards the Objects in accordance with the estimated schedule of implementation and deployment of funds as set forth in the table below:

Proposed Utilisation	Amount to be funded from Net Proceeds	Estimated amount to be deployed from the Net Proceeds in Fiscal 2024	Estimated amount to be deployed from the Net Proceeds in Fiscal 2025
Funding working capital requirements of the Company	Upto 1200	Upto 300	Upto 900
Investment in associate company, viz. Ento Proteins Private Limited, for funding its working capital requirements	Upto 100	Upto 18.19	Upto 81.81
General corporate purposes ⁽¹⁾	[•]	[•]	[•]
Net Proceeds⁽¹⁾	[•]	[•]	[•]

⁽¹⁾To be finalised upon determination of Issue Price and updated in the Prospectus prior to filing with the RoC. The amount utilized for general corporate purposes shall not exceed 25% of the Gross Proceeds.

Working capital of Mukka Proteins limited on standalone basis –

Particulars	As at Six months period ended September 30, 2023	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
<i>Current assets</i>				
Trade receivables	1,381.19	1,083.14	529.95	264.57
Inventories	2,143.25	2,083.19	1,405.76	1,417.61
Fixed deposit towards Bank Guarantee	294.07	24.12	23.55	10.35



Other Current Assets including other financial assets (excluding cash and cash equivalents)	738.88	807.36	550.74	555.26
Total Current Assets (A)	4,557.39	3,997.81	2,510.00	2,247.79
<i>Current liabilities</i>				
Trade payables	995.59	1,179.15	698.86	777.30
Other financial liabilities, other current liabilities, Provisions and income tax liabilities (excluding current lease liabilities and short term borrowing)	119.12	168.73	96.19	181.07
Total Current Liabilities (B)	1,114.71	1,347.88	795.05	958.37
Net working capital (A - B)	3,442.68	2,649.93	1,714.95	1,289.42
Sources of funds				
Borrowings	2896.89	2322.81	1537.29	1150.70
Internal accruals / Equity	545.79	327.12	177.66	138.72
Total Means of Finance	3,442.68	2,649.93	1,714.95	1,289.42



Projected working capital requirement of Mukka Protein Limited-

Particulars	Fiscal 2025 (Projected)	Fiscal 2024 (Estimated)
<i>Current Assets</i>		
Trade receivables	1,838.27	1,531.89
Inventories	3,216.97	2,680.81
Fixed deposit towards Bank Guarantee	25	25
Other Current Assets including other financial assets (excluding cash and cash equivalents)	1,378.70	1,148.92
Total Current Assets (A)	6458.94	5,386.62
<i>Current Liabilities</i>		
Trade payables	1378.7	1,148.92
Other financial liabilities, other current liabilities, Provisions and income tax liabilities (excluding current lease liabilities)	183.83	153.19
Total Current Liabilities (B)	1,562.53	1,302.11
Net working capital (A – B)	4,896.41	4,084.51
<i>Sources of funds</i>		
Borrowings	2,200.00	2260.31
Internal accruals / Equity	1796.41	1,524.20
Issue Proceeds	Upto 900	Upto 300
Total Means of Finance	4,896.41	4,084.51



Holding levels taken in Projected working capital calculation (Mukka Standalone) -

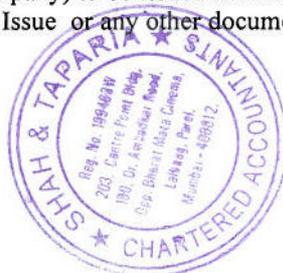
Days	Fiscal 2025 (Projected)	Fiscal 2024 (estimated)	30-Sep-23 (actual)	Fiscal 2023 (actual)	Fiscal 2022 (actual)	Fiscal 2021* (actual)
Inventories	70	70	69	71	74	96
Trade receivables	40	40	44	37	28	18
Fixed deposit towards Bank Guarantee	1	1	9	1	1	1
Other Current Assets including other financial assets (excluding cash and cash equivalents)	30	30	24	27	29	38
Trade payables	30	30	32	40	37	53
Other financial liabilities, other current liabilities, Provisions and income tax liabilities (excluding current lease liabilities)	4	4	4	6	5	12

Notes:

1. Holding period (in days) is calculated as respective current asset or current liability divided by revenue from operations multiplied by number of days (see note 2 below). Estimated holding days for Fiscal 2024 and 2025 have been rounded to the nearest number.
2. The holding period has been computed over 365 days for each fiscal year and 180 days for the six months period ended September 30, 2023.

We conducted our examination of the information given in this certificate (including the annexures thereto) in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' issued by the Institute of Chartered Accountants of India ("ICAI"), as revised from time to time, to obtain a reasonable assurance that such details are in agreement with the books of accounts and other relevant records provided to us, in all material respects; the aforesaid Guidance Note requires that we comply with the ethical requirements of the 'Code of Ethics' issued by the ICAI, as revised from time to time. Further, we have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, 'Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements', as revised from time to time.

This certificate may be relied upon by the Company, BRLM and Legal Counsel appointed in relation to the Issue. This certificate is for information and for inclusion in the Red Herring Prospectus, Prospectus, the Preliminary International Wrap/issuing Memorandum, the Abridged Prospectus and any other addendum thereto of the Company to be submitted/filed with the Securities and Exchange Board of India ("SEBI"), the Registrar of Companies, Bangalore ("ROC") and the stock exchanges, or any other material (including in any corporate advertisement or investor presentation made by or on behalf of the Company) to be issued in relation to the Issue (together referred as "Issue Documents") prepared in connection with the Issue or any other document to be issued or filed in relation to



the Issue, and for the submission of this certificate as may be necessary, to any regulatory / statutory authority, stock exchanges, any other authority as may be required and / or for the records to be maintained by the BRLM in connection with the Issue, and in accordance with applicable law, and for the purpose of any defense the BRLM may wish to advance in any claim or proceeding in connection with the contents of this certificate.

We confirm that any changes to the above that come to our attention will immediately be intimated to the BRLM and the Legal Counsel to the Issue in writing till the date the Equity Shares of the Company commences trading on the stock exchanges. In the absence of any communication from us, you may assume that there is no change in respect of the matters covered in this certificate.

All capitalized terms not defined hereinabove shall have the same meaning as defined in the **Issue Documents**.

Yours sincerely,

For **Shah & Taparia**
Chartered Accountants
Registration No. 109463W



Bharat Joshi
Partner
Membership No. 130863
Place: Mumbai
Date: 3rd January, 2024
UDIN: 24130863BKBOXV4188

CC:
Legal Counsel to the Issue

Messrs. Kanga and Company, Advocates and Solicitors
Readymoney Mansion,
43, Veer Nariman Road,
Fort, Mumbai - 400 001