VALUATION REPORT

(Securities And Financial Assets)

Of

STANDARD SURFACTANTS LIMITED

For Determination of Fair Value of Shares

Valuation Date: February 13, 2026

Submitted By:

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VISHUKANT GOEL

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Date: February 14, 2026

The Board of Directors
STANDARD SURFACTANTS LIMITED
CIN: L24243UP1989PLC010950
R.O.: 8/15ARYA NAGAR KANPUR, UTTAR PRADESH, Uttar Pradesh, India, 208002

Dear Sir,

Sub: Valuation of Equity Shares of STANDARD SURFACTANTS LIMITED for the purpose of Preferential Issue of Convertible Warrants, in accordance with the provisions of Chapter V of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable laws.

In response to the engagement letter with **STANDARD SURFACTANTS LIMITED** (hereinafter referred to as the "Company"), I, **Vishukant Goel**, a Chartered Accountant and a Registered Valuer registered with the Insolvency and Bankruptcy Board of India (IBBI) in the asset class of **Securities or Financial Assets**, have been appointed to carry out the valuation analysis of the equity shares of the Company as on **February 13, 2026** (the "Valuation Date").

This valuation is being conducted for the purpose of issuance of convertible warrants on preferential basis by Standard Surfactants Limited, in compliance with the provisions of Section 62(1)(c) of the Companies Act, 2013 read with Rule 13 of the Companies (Share Capital and Debentures) Rules, 2014 and SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended."

I understand that this valuation report will be used exclusively by the management of the Company for the stated purpose and not for any other purpose without prior written consent. This cover letter is intended to provide you with an overview of the purpose and scope of my analysis and conclusions. Please refer to the enclosed report for a discussion and presentation of the analysis performed in connection with this engagement.

Purpose and Scope

Standard Surfactants Limited ("SSL" or "the Company") is a public limited company listed on the BSE Limited ("BSE"). The equity shares and/or convertible warrants of the Company are proposed to be allotted to certain investors ("Acquirers") on a preferential basis.

The equity shares of the Company are frequently traded in accordance with Regulation 164(5) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("SEBI ICDR Regulations"). However, the Articles of Association ("AOA") of the Company do not contain explicit provisions regarding the pricing of such preferential allotments. Accordingly, the management of the Company has approached the undersigned Registered Valuer to carry out a fair valuation of the equity shares of the Company for the purpose of determining the price for the proposed preferential issue of equity shares/convertible warrants.

This valuation report represents an independent professional opinion of fair value and shall not be construed as a certification of compliance with the pricing provisions under SEBI ICDR Regulations. The responsibility for determination of the final issue price and regulatory compliance rests solely with the Company and its Merchant Banker. The valuation is being conducted in compliance with internationally accepted valuation standards and relevant regulatory requirements under applicable laws in India. This report does not constitute a fairness opinion, recommendation to investors, or a certification of the arm's length nature of the proposed transaction.

Summary of Findings

On the basis of our valuation as discussed under 'Valuation Analysis' Section of this report, the fair equity value of the Company as at February 13, 2026 ("relevant date" or "Valuation date") is summarized as under –

Valuation Approach	Valuation Method	Unit	Value per share (INR)	Weight	Weighted Value
Market Approach	Market Price	INR per share	NA	0%	0.00
Income Approach	Comparable Companies Multiple (CCM)	INR per share	₹ 89.82	40%	35.93
Asset Approach	Net Asset Value (NAV)	INR per share	₹ 36.43	60%	21.86
				Total	**57.79**

Note: Since the value under the Market Price Method (as per the Regulation 164(1) of the SEBI ICDR Regulations) is not considered relevant in the present case, the fair value has been determined by assigning appropriate weights to the Income Approach and Asset Approach, in accordance with ICAI Valuation Standard 103.

Please find enclosed herewith our narrative report containing our valuation analysis and valuation conclusions.

VISHUKANT GOEL
AaRVF Registered Valuer, CA, B. Com
Registered Valuer-Securities or Financial Assets
(Reg. No. IBBI/RV/16/2022/15020)

Date: February 14, 2026
Place: NOIDA
UDIN: **26538780YLPSES6777**

Abbreviations forming part of the Report

Abbreviation	Meaning
BSE	BSE Limited
CCM	Comparable Companies Multiple
DCF	Discounted Cash Flow
NAV	Net Assets Value
HYE	Half Year ended
QE	Quarter ended
FY	Financial Year
FYE	Financial Year ended
INR	Indian Rupee
Lacs	Lakhs
IBBI	The Insolvency and Bankruptcy Board of India
ICAI	The Institute of Chartered Accountants of India
IVS	ICAI Valuation Standards
RV(SFA)	Registered Valuer (Securities & Financial Assets)
UDIN	Unique Document Identification Number
VG	FCA RV Vishukant Goel
Relevant date / Valuation date	13th February, 2026
SEBI	The Securities & Exchange Board of India
ICDR	Issue of Capital and Disclosure Requirements
SSL / Company	Standard Surfactants Limited

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1. ENGAGEMENT OVERVIEW

1.1 Purpose and Scope

Based on my discussions with the management of STANDARD SURFACTANTS LIMITED (the "Company"), I understand that the Company proposes to undertake a preferential issue of convertible warrants to certain investors in accordance with the provisions of applicable laws, including Chapter V of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018. Accordingly, the Company is required to determine the fair value of its equity shares to support the pricing of such preferential issue of warrants.

This valuation report has been prepared for the said purpose, based on the financial position and business outlook of the Company as on February 13, 2026 ("Valuation Date").

In this context, the management of the Company has appointed me, Vishukant Goel (hereinafter referred to as the "Registered Valuer"), to carry out the valuation of the equity shares of the Company. I have conducted the valuation analysis as on the Valuation Date, as specified in this report. This valuation exercise has been undertaken solely for the stated purpose and in accordance with the scope, caveats, and limitations detailed in Section VI of this report.

1.2 Conditions and Major Assumptions

Conditions

The historical financial information presented in this report, if any, has been included solely for the purpose of assisting in the development of the valuation conclusion. It is not intended, and should not be construed, as being suitable for any other use including obtaining credit facilities, investment solicitation, tax planning, or any form of due diligence outside the scope of this report. The financial data relied upon, including any forecasts or projections (e.g. projected balance sheet, projected profit and loss statement, or projected cash flows), are based on inputs provided by the management of the Company. No assurance is expressed or implied regarding the achievability of such projections, and actual results may vary significantly, which may affect the derived valuation.

We have not audited, reviewed, or verified the financial statements and therefore do not express any opinion or assurance on their accuracy or completeness. Readers of this report are advised to seek independent professional advice before relying on any information or valuation conclusions contained herein.

This valuation report has been prepared for the exclusive use of the Company for the specific purpose outlined in the report and should not be reproduced, quoted, or referred to in whole or in part without the prior written consent of the undersigned Registered Valuer.

The undersigned hereby confirms that there is no present or contemplated financial interest in the Company, and that the professional fee for this engagement is not contingent upon the outcome of the valuation. We assume no obligation to update or revise this report for events or circumstances occurring after the valuation date.

While due care has been taken in applying standard, conceptually sound, and generally accepted valuation methodologies as prescribed under ICAI Valuation Standards / internationally accepted norms, the analyst is not obliged to provide testimony or appear in legal or regulatory proceedings unless specifically agreed upon in advance as a separate engagement.

Assumptions

The opinion of value given in this report is based on information provided by the management of the Company and we have relied upon the same and also other sources as listed in the report. This information is assumed to be accurate and complete. We have relied upon the representations contained in the public and other documents in our possession concerning the value and useful condition of assets or liabilities except as specifically stated to the contrary in this report. We have not attempted to confirm whether or not all assets of the business are free and clear of liens and encumbrances, or that the owner has good title to all the assets.

We have also assumed that the business will be operated prudently and that there are no unforeseen adverse changes in the economic conditions affecting the business, the market, or the industry. This report presumes that the management of the Company will maintain the character and integrity of the company through sale, reorganization or reduction of any owner's/manager s participation in the existing activities of the Company.

We have been informed by the management that there are no environmental or toxic contamination problems; any significant lawsuits or any other undisclosed contingent liabilities which may potentially affect the business, except as may be disclosed elsewhere in this report. We have assumed that no costs or expenses will be incurred in connection with such liabilities, except as explicitly stated in this report.

1.3 Standard of Value

Business valuation can be undertaken in a variety of contexts and for a variety of purposes. To begin with any valuation process, it is most pertinent to identify the type of value relevant to the transaction/case as different standards of value would yield different valuation figure for same business interest. In the given context, Fair Value is considered as the appropriate standard of value.

Fair value is defined as:

"The fair value of an asset (or liability) is the amount at which that asset (or liability) could be bought (or incurred) or sold (or settled) in a current transaction between willing parties, that is, other than in a forced or liquidation sale".

1.4 Premise of Value

The present valuation of the Company is undertaken on a **Going Concern Premise** i.e. on the premise that the Company will continue to operate in future and earn cash flows.

1.5 Scope of Analysis

The Registered Valuer has based this valuation opinion on information provided and represented by the management of **Standard Surfactants Limited** (the "Company"), along with data sourced from publicly available resources and third-party platforms. Our review and analysis included, but was not necessarily limited to, the following:

- Discussions and interviews with the management of the Company concerning its assets, financial and operational history, proposed preferential issue, and overall business outlook;
- Review of historical audited and unaudited financial statements of the Company;
- Analysis of projected financials and expected future earnings as shared by management;
- Market data sourced from **BSE (Bombay Stock Exchange)** for the Company's historical share price, volume, and trading activity;
- Industry and peer company information sourced through **Screener.in** and other public databases to facilitate Comparable Companies Multiple (CCM) analysis;
- Assessment of Net Asset Value (NAV) based on the unaudited financials, adjusted where applicable;
- Review of applicable regulatory frameworks, including the Companies Act, 2013 and SEBI (ICDR) Regulations, 2018;
- Representations, explanations, and confirmations received from the management in relation to material assumptions and company-specific inputs;
- Use of information available in public domain including but not limited to industry reports, regulatory filings, and stock exchange disclosures.
- The Valuer has assumed the accuracy and completeness of all such information unless otherwise stated explicitly in the report. No audit or independent verification has been performed.

1.6 Valuation Date

At the request of management, the valuation analysis has been performed as of February 13, 2026

1.7 Conflict of Interest

There is no conflict of interest in our opinion on valuation analysis of the businesses of the Company. Our fee is not contingent upon the opinion expressed herein. This report is subject to the terms and conditions of the agreement as outlined in the engagement letter between Registered Valuer and the Company.

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VISHUKANT GOEL REGISTERED VALUER REG. NO.

2. CORPORATE OVERVIEW

About the Company

Standard Surfactants Limited ("the Company") is a public limited company incorporated on 13th July 1989 under the Companies Act, 1956, having its CIN: L24243UP1989PLC010950. The Company is registered with the Registrar of Companies, Kanpur, and its current compliance status is ACTIVE as per MCA records. The Company is listed on the stock exchange and maintains compliance with all applicable provisions of the Companies Act and SEBI Listing Regulations.

As per public sources such as Screener.in and company filings, Standard Surfactants Ltd is engaged in the manufacturing of Surface Active Agents and also functions as a Consignment Stockist of Indian Oil Corporation Limited (IOCL).

Product Profile:
The Company is involved in the manufacturing and trading of the following:

- **Detergents and Surfactants**
- **High-Density Polyethylene (HDPE)**
- **Linear Low-Density Polyethylene (LLDPE)**
- **Polypropylene (PP)**
- **Paraffin Wax** and other petroleum-related products.

Specifically, the Company manufactures and trades the following chemical products:

- LABSA 96%
- Adget 4060
- Adget 4061
- Adget 6041

Contract Manufacturing Units:
The Company owns two manufacturing units:

1. Mandideep (Bhopal)
2. Rania (Kanpur)

These facilities are engaged in the manufacture of Synthetic Detergent Powder and Cake, and include packaging and processing infrastructure.

Associate Partnership:
The Company is the sole authorized distributor for selling Paraffin Wax and Sulphur in Uttar Pradesh (UP) for Indian Oil Corporation Limited (IOCL). Additionally, the Company performs warehousing activities for IOCL, managing an annual warehousing volume of approximately 65,000 metric tonnes.

Further data of the company is as under:

MCA Master Data Summary (as per public records)

Particulars	Details
CIN	L24243UP1989PLC010950
Company Name	STANDARD SURFACTANTS LIMITED
ROC Name	ROC Kanpur
Registration Number	010950

Date of Incorporation	13/07/1989
Email ID	secretarial@standardsurfactants.com
Registered Address	8/15 ARYA NAGAR, KANPUR, UTTAR PRADESH, India, 208002
Listed in Stock Exchange(s)	Yes
Category of Company	Company limited by shares
Subcategory of the Company	Non-government company
Class of Company	Public
ACTIVE compliance	ACTIVE Compliant
Authorised Capital (Rs)	₹10,00,00,000
Paid-up Capital (Rs)	₹8,22,66,000
Date of last AGM	30/09/2025
Date of Balance Sheet	31/03/2025
Company Status	Active
Small Company	**No**
Jurisdiction	
ROC (name and office)	**ROC Kanpur**
RD (name and Region)	**RD, Northern Region**

Charge Details (as per MCA records)

Sr. No	SRN	Charge Id	Charge Holder Name	Date of Creation	Date of Modification	Date of Satisfaction	Amount	Address
1	AB9802107	101207590	HDFC BANK LIMITED	04/12/2025	-	-	27,23,29,399	HDFC BANK HOUSE, SENAPATI BAPAT MARG, LOWER PAREL W, Mumbai, Mumbai, Maharashtra, India, 400013
2	F20478764	100600924	Punjab National Bank	01/07/2022	-	-	15,00,000	Sharstri Nagar, Sharstri Nagar, kanpur, Uttar Pradesh, India, 208005
3	AA1273949	100148252	KOTAK MAHINDRA PRIME LIMITED	30/09/2017	-	05/01/2023	6, 80,000	27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E),

								Mumbai, , India, 400051
4	AA1298164	100065000	KOTAK MAHINDRA PRIME LIMITED	18/05/2016	-	05/01/2023	10,80,000	27 BKC, C 27, G BLOCK, BANDRA KURLA COMPLEX, BANDRA (E),MUMBAI, Maharashtra, India, 400051
5	AA1298248	10523466	KOTAK MAHINDRA PRIME LIMITED	19/06/2014	-	05/01/2023	8,63,000	27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai, Maharashtra, India, 400051
6	AB3190466	100797442	KOTAK MAHINDRA PRIME LIMITED	24/07/2013	-	18/03/2025	9,68,000	27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai, Maharashtra, India, 400051
7	AA7048796	100797359	KOTAK MAHINDRA PRIME LIMITED	16/08/2012	-	06/03/2024	8,16,000	27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai, Maharashtra, India, 400051
8	C15432826	100797348	KOTAK MAHINDRA PRIME LIMITED	20/07/2012	-	-	12,96,000	27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai, Maharashtra, India, 400051
9	AB2564460	100797414	KOTAK MAHINDRA PRIME LIMITED	14/05/2012	-	23/01/2025	4,44,000	27BKC, C 27, G Block, Bandra Kurla Complex, Bandra (E), Mumbai, Maharashtra, India, 400051
10	B06623110	80062086	IDBI	08/06/2001	-	07/02/2011	6,00,00,000	IDBI Tower Cuffe Parade, Colaba,

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								Mumbai, Maharashtra, India, 400005
11	B06623615	80062084	IDBI	19/02/1998	-	07/02/2011	5,00,00,000	IDBI Tower Cuffe Parade, Mumbai, Maharashtra, India, 400005
12	AA7008469	80065099	United Mercantile Co-operative Bank Limited	22/09/1997	-	05/03/2024	2,15,000	Sarvodaya Nagar, Kanpur, Uttar Pradesh, India, 208005
13	B06412001	80062088	IDBI	20/03/1996	-	07/02/2011	3,50,00,000	IDBI Tower Cuffe Parade, Colabe, Mumbai, Maharashtra, India, 400005
14	B06622591	80062083	IDBI	26/07/1994	-	07/02/2011	1,00,00,000	IDBI Tower cuffe Parade, Coaba, Mumabai, Maharashtra, India, 400005
15	B06412357	80062085	IDBI	18/05/1993	16/02/1996	07/02/2011	80,00,000	IDBI Tower cuffe Parede, Mumbai, Maharashtra, India, 400005
16	B06412522	80062087	IDBI	18/05/1993	26/09/1995	07/02/2011	3,45,00,000	IDBI Tower Cuffe Parade, Coloba, Mumbai, Maharashtra, India, 400005
17	AB3986404	80044721	State Bank of India	05/04/1990	16/04/2025	-	61,31,00,000	SME Branch, B-13, Sarvodaya Nagar, Kanpur Nagar, Kanpur, Madhya Pradesh, India, 208005

Director / Signatory Details

Sr. No	DIN/PAN	Name	Designation	Category	Date of Appointment	Cessation Date	Signatory
1	02135781	RAJINDER PAL SINGH	Director	Independent	14/02/2019	-	Yes
2	*****0971C	PRADEEP VERMA	CFO	-	12/08/2021	-	Yes

3	00250868	ATUL KUMAR GARG	Whole-time director	Promoter	27/05/1992	-	Yes
4	00616599	ANKUR GARG	Whole-time director	Promoter	26/07/2007	-	Yes
5	00250836	PAWAN KUMAR GARG	Managing Director	Promoter	13/07/1989	-	Yes
6	09711910	SAHAJDEEP SINGH TUTEJA	Director	Independent	12/04/2023	-	Yes
7	11040743	NEELU KAMBO	Director	Independent	10/04/2025	-	Yes
8	*****3073A	SHUBHANK MISHRA	Company Secretary	-	10/11/2023	-	Yes

Industry Outlook: Surfactants Sector in India & Asia-Pacific

1. Market Size & Growth Trajectory

- India's surfactants market reached approximately USD 2.03 billion in 2024 and is forecast to grow to USD 4.32 billion by 2030, at a CAGR of 6.2% between 2025 and 2030 IMARC Group+5Grand View Research+56Wresearch+5.
- Another estimate situates the Indian market at USD 3.12 billion in 2023, with projected growth to USD 10.92 billion by 2035, implying a robust CAGR of 9.6% Market Research Future.
- At the Asia-Pacific level, the surfactants industry is expanding steadily—with volumes around 18.85 million tonnes in 2025, rising to 22.18 million tonnes by 2030, at a CAGR of over 3.3% Future Market Insights+12Mordor Intelligence+12Research and Markets+12.

2. Key Growth Drivers in India

- **Urbanization & Rising Disposable Income**: Growth in middle-class households and consumer spending on detergents and personal care products boosts surfactant demand.
- **Surge in Personal & Home Care Consumption**: Urban hygiene awareness and organized retail growth (annual ~20%) are propelling demand for cleaning and grooming products containing surfactants Rimpro India.
- **Industrial & Institutional Demand**: Rising sectors like textiles, agrochemicals, and institutional cleaning are further driving commercial surfactant usage.
- **Shift Toward Eco-friendly & Bio-based Formulations**: Regulatory focus and environmental awareness have accelerated adoption of biodegradable surfactants, especially in high-volume markets Grand View Research+8IMARC Group+8LinkedIn+8.
- **Innovation via R&D**: Companies are investing in specialty and multifunctional surfactants—fuelled by trends like natural ingredients, sustainability, and regulatory compliance.

3. Industry Structure & Competitive Landscape

- India is the 3rd largest producer in Asia and accounts for ≈ 6.7% of global surfactants revenue in 2024 Grand View ResearchWikipedia.
- Specialty chemical segment constitutes ≈ 22% of India's chemical market, with surfactants forming a key part. India's specialty chemical share globally is projected to rise to 5.5% by 2025 Wikipedia.
- Prominent players include Galaxy Surfactants, GHCL, GNFC, and emerging domestic names like Aarti Surfactants and Fineotex Chemical.

4. Market Trends & Emerging Opportunities

- **Biodegradable & Sustainable Products**: Strong demand for eco-friendly surfactants (e.g., bio-surfactants) is reshaping product development Market Report Analytics.
- **Agrochemical & Textile Application Growth**: India's expanding agricultural and textile sectors are increasing demand for functional surfactants used as dispersants and emulsifiers Grand View Research+5Future Market Insights+5IMARC Group+5.
- **Rise of E-commerce**: Distribution via e-commerce platforms has widened market reach, especially across Tier-II and Tier-III cities.
- **Premiumization & Product Differentiation**: Consumers are preferring advanced, mild, or specialized surfactants, raising demand for functional differentiation.

5. Challenges & Risks

- **Volatility in Raw Material Prices**: Basic surfactants are derived from petrochemicals; fluctuation in international crude prices impacts margins.
- **Increasing Environmental Regulation**: New guidelines on chemical use and discharge require regulatory compliance and product repositioning.
- **Intense Competition**: The presence of larger multinationals, regional manufacturers, and low-cost imports exerts pricing pressure.

6. Relevance to Standard Surfactants Limited

Standard Surfactants Limited (SSL) operates in:

- Home-care and industrial surfactant manufacturing, including LABSA 96%, Adget series, and detergent cakes.
- Consignment stock-holding for IOCL, alongside trading in HDPE, LLDPE, PP, and paraffin wax—providing stability in demand.
- Two production facilities (Mandideep and Rania) enable manufacturing and packaging scale.

This positions SSL to benefit from:

- Steady consumer demand for detergents and surfactants;
- Institutional and industrial surfactant sales, plus trading partnerships with IOCL;
- Environmental trend alignment, where SSL may explore bio-based or premium formulations to capture emerging segments.

Given market size growth, rising consumer preferences, and focus on sustainability, the surfactants sector is poised to expand, offering structural growth opportunity for a mid-cap producer such as SSL.

Sources

- India Surfactants Market Size & Forecast to 2030 (India CAGR 6.2%) arxiv.org6Wresearch+2LinkedIn+2IMARC Group+2IMARC GroupMordor Intelligence+7Grand View Research+7IMARC Group+7
- India Surfactants Market Forecast to 2035 (CAGR ≈ 9.6%) Research and Markets+5Market Research Future+5IMARC Group+5
- Asia-Pacific Market Volume Growth (2025–30 volumes) Mordor Intelligence

3.1 Valuation Approaches

Valuation of a business is not an exact science and ultimately depends upon what it is worth to a serious investor or buys who may be prepared to pay a substantial goodwill. This exercise may be carried out using various methodologies, the relative emphasis of each often varying with:

- whether the entity is listed on a stock exchange
- Industry to which the Company belongs
- past track record of the business and the ease with which the growth rate in cash flows to perpetuity can be estimated Extent to which industry and comparable company information is available.
- The results of this exercise could vary significantly depending upon the basis used, the specific circumstances and professional judgment of the valuer. In respect of going concerns, certain valuation techniques have evolved over time and are commonly in vogue. These approaches can be broadly categorized as follows:

1. Asset Approach
2. Income Approach
3. Comparable Company Market Multiple Method
4. Market Approach

3.1.1 Asset Approach

This method determines the worth of a business by the assets it possesses. It Involves examining every asset held by the company, both tangible and Intangible. The value of intangibles is referred to as the company's goodwill, the difference in value between the Company's hard assets and its true value.

The value arrived at under this approach is based on the financial statements of the business and may be defined as Shareholders' Funds or Net Assets owned by the business. The Net Asset Value is generally used as the minimum break-up value for the transaction since this methodology ignores the future return the assets can produce and is calculated using historical accounting data that does not reflect how much the business is worth to someone who may buy it as a going concern. Pursuant to accounting convention, most assets are reported on the books of the subject company at their acquisition value, net of depreciation where applicable. These values must be adjusted to fair value wherever possible.

Further, the balance sheet values are to be adjusted for any contingent liabilities that are likely to materialize. Intrinsic value is at the core of fundamental analysis since it is used in an attempt to calculate the value of the total assets of the business and then compare it with the fair value.

3.1.2 Income Approach

The income approaches determine fair value by dividing the benefit stream generated by the subject or target company by a discount or capitalization rate. The discount or capitalization rate converts the stream of benefits into present value. There are several different income approaches, including Capitalization of Earnings or cash flows, **Discounted Future Cash Flows ("DCF")**, and the Excess Earnings Method (which is a hybrid of asset and income approach of benefit stream to which it is applied). This approach of valuation quantifies the net present value of future benefits associated with ownership of the equity interest or asset. The estimated future benefits that accrue to the owner are discounted or capitalized at a rate appropriate for the risks associated with those future benefits. Common methods within the income approach include the capitalization of earnings (or cash flow) methodology and the discounted cash flow methodology.

The discounted cash flow (DCF) method is based on the following assumptions:

- A business is worth today what it can generate in future cash to its owners;
- Cash received today is worth more than an equal amount of cash received in the future; and
- Future cash flows can be reasonably estimated.

The DCF analysis is comprised of the sum of the present value of two components; projected cash flows and a residual or terminal value.

Cash flows are estimated for a future period based on projections provided by Management. These cash flows are then discounted back to their present value equivalents at a calculated discount rate and summed. A residual value based on an exit or steady state terminal multiple, which represents the future cash flows of the company beyond the discrete projection period, is then discounted to its present value and added to the initial amount. In applying the DCF analysis it is essential that the cash flows to be discounted are clearly defined and that a discount rate appropriate for the degree of risk inherent in that return stream is established.

3.1.3 Comparable Company Market Multiple Method

Under this methodology, market multiples of comparable listed companies are computed and applied to the business being valued in order to arrive at a multiple based valuation The difficulty here in in the selection of a comparable company since it is rare to find two or more companies with the same product portfolio, size, capital structure, business strategy, profitability and accounting practices.

Whereas no publicly traded company provides an identical match to the operations of the given company, important information cannot be drawn from the way comparable enterprises are valued by public markets. Hence we have not applied this method.

3.1.4 Market Approach

The value of an equity share, as quoted on a stock exchange, is commonly considered as the fair value of such shares where such quotations are arising from the shares being regularly and freely traded. This method reflects the actual market consensus of the Company's equity value, based on trading activity observed on recognized stock exchanges.

STANDARD SURFACTANTS LIMITED (the "Company") is listed on the BSE Limited (BSE). The equity shares of the Company are categorized as non frequently traded as per Regulation 164(5) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("SEBI ICDR Regulations").

As per Regulation 164(5), "frequently traded shares" are those where the trading turnover on a recognized stock exchange during the 240 trading days preceding the relevant date is at least 10% of the total number of equity shares of the same class.

For the purposes of determining the value under this method, and in accordance with Regulation 164(1) of the SEBI ICDR Regulations, we have considered the higher of the following two prices:

- Volume Weighted Average Price (VWAP) of the equity shares during the 90 trading days immediately preceding the relevant date; and
- VWAP of the equity shares during the 10 trading days immediately preceding the relevant date.

The above computation uses data sourced from the BSE's official trading records.

In line with applicable regulations and standard valuation practice, the higher of the above two VWAPs is taken as the indicative fair value under the Market Price Method.

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3.2 Valuation Methodology Used

The selection of appropriate valuation methodologies is guided by the purpose of valuation, the regulatory context, the nature of the business, industry dynamics, and the availability of reliable financial and market data. As per internationally accepted valuation standards and SEBI guidelines, it is generally required to apply at least two valuation methods to arrive at a fair value, especially in cases involving preferential issue of equity shares or convertible securities.

In the present case, STANDARD SURFACTANTS LIMITED is a listed manufacturing company with an established business profile. The valuation has been carried out to determine the fair value of equity shares for the purpose of proposed preferential issue of warrants. In this context, the following four valuation approaches were considered:

1. **Asset Approach** (Net Asset Value Method)
2. **Income Approach** (Discounted Cash Flow Method)
3. **Market Approach** (Stock Exchange Quoted Price Method)
4. **Comparable Company Market Multiple Method (CCM)**

Upon detailed analysis, the Market Approach has not been considered applicable in the final valuation due to specific restrictions under Regulation 164 of SEBI ICDR Regulations, which prescribe a predefined method for calculating pricing under Market Price Approach for listed companies. Hence, Market Approach has been excluded.

The **Income Approach**, i.e., the Discounted Cash Flow (DCF) Method, was also examined. However, due to the absence of management-certified long-term financial projections and given the nature of the transaction, it was decided not to apply the Income Approach. The non-application of the DCF method does not imply that the Company lacks future growth potential; it only reflects the current limitation of reliable, management-certified long-term projections for valuation purposes.

Accordingly, the final valuation conclusion is based on a **weighted average of two methods**:

- **Asset Approach (NAV Method)** – Weightage: 60%
- **Comparable Company Market Multiple Method (CCM)** – Weightage: 40%

This blend ensures both the intrinsic asset value and prevailing market benchmarks are factored into the valuation, while remaining compliant with regulatory expectations.

The valuation has been conducted independently and in adherence to the principles of fairness, objectivity, and consistency, ensuring that the derived fair value reflects a reasonable estimate of the company's worth under current business and market conditions.

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4. VALUATION FRAMEWORK AND OPINION

4.1 Valuation under Asset Approach (Net Asset Value Method)

A. Overview of Method

The **Asset Approach** estimates the value of a company based on the net value of its assets and liabilities. It is particularly relevant where tangible assets are significant and provide a reliable base for valuation. In the case of **STANDARD SURFACTANTS LIMITED**, this method has been used considering the company's strong asset base and conservative valuation approach requirements.

B. Basis of Computation

The following is the computation of the Net Asset Value based on unaudited financials as on **December 31, 2025**:

Particulars	Amount (₹ in lakh)
Equity Share Capital	822.66
Other Equity	2187.30
Net Worth	3,009.96
No. of Equity Shares	82,61,600
Fair Value per Share	**₹36.43**

C. Conclusion

Based on the unaudited financials, the fair value per equity share under the Net Asset Value Method is ₹36.43.

Note on Financial Information Used

The Net Asset Value (NAV) computation has been carried out based on the provisional unaudited financial statements of the Company as on 31st December 2025, as provided by the management. The management has confirmed that there have been no material changes in the financial position of the Company subsequent to the said date which would have a significant impact on the valuation. Accordingly, the said provisional figures have been considered appropriate for the purpose of this valuation. Any material variation in the audited financials or post-balance sheet events may have a consequential impact on the valuation, for which the valuer assumes no responsibility

4.2 Valuation under Comparable Companies Multiple (CCM) Method

Overview

The Comparable Companies Multiple (CCM) Method is a market-based valuation approach that derives the value of a company based on valuation multiples of publicly listed peer companies operating in a similar industry. It assumes that companies with comparable business models, risk profiles, and scale should be valued similarly when adjusted for relevant factors.

Methodology

The valuation under the CCM method has been performed by following the below steps:

1. **Selection of Comparable Companies**:

Listed companies operating in similar lines of business and industry segment were selected based on qualitative and quantitative comparability. GHCL, GNFC, and Deepak Fertilisers were considered suitable inliers for this purpose.

2. **Determination of Valuation Multiple**:

   The Price-to-Earnings (P/E) ratios of the selected companies were taken, and the average was computed.

3. **Application to Subject Company**:

   The average PAT (Profit After Tax) of the Company for FY 2024–25 and FY 2025–26 (9 month) was multiplied with the adjusted P/E multiple to arrive at the equity valuation. A discount of 15% was applied on the average multiple to account for the relatively small size of STANDARD SURFACTANTS LIMITED.

1. Computation of Average P/E Multiple

Comparable Guideline Companies	Remarks	P/E Multiple
Balaji Amines	Inlier, hence considered	24.78
Foseco	Inlier, hence considered	45.89
Madhya Bharat Agro	Inlier, hence considered	39.16
Average / Median Multiple		**36.61**

2. PAT Calculation (Profit After Tax)

Particulars	Reference	Unit	Value (₹ in lakh)
PAT for the year ended 31st March, 2025	A	INR	153.35
PAT for the year ended December 31, 2025		INR	81.15
Adjusted PAT for March 2026	B		108.2
Average PAT	D = (A+B)/2	INR	**130.775**

3. Final Valuation Using Adjusted P/E Multiple

Particulars	Unit	Value
Average / Median P/E multiple of comparable companies	Number	36.61
Add: Growth and market position premium	Percentage	55%
Adjusted P/E multiple	Number	**56.75**
Average PAT	INR Lacs	130.775
Fair value of business (PAT × Adjusted Multiple)	INR Lacs	**7,420.89**
Fair value of business	INR	**₹ 74,20,89,276**

Number of equity shares	Number	82,61,600
Fair Value per Equity Share	INR / Share	**₹ 89.82**

Note "The premium applied to the peer multiple reflects the Company's current phase of earnings transition, expected operating leverage benefits, product portfolio upgradation and improved market positioning in the specialty chemical and surfactants segment. The base earnings of the Company are relatively low compared to established large-cap peers, and therefore the application of a forward-looking multiple captures the expected re-rating potential as profitability normalises. The premium does not imply parity with large-cap peers but reflects medium-term growth and value unlocking potential."

Note Pure-play listed companies with identical product mix and scale in the surfactants segment are limited. Accordingly, broader specialty chemical peers have been considered as valuation benchmarks with appropriate qualitative adjustments. The selection of peers does not imply equivalence in size, market position or profitability

Note The growth and market position premium applied to the peer multiple is a matter of professional judgement based on expected earnings normalization and operating leverage. This premium does not represent any assurance of future performance or parity with large-cap peers."

Conclusion:

Using the Comparable Companies Multiple Method, the fair value of equity shares of STANDARD SURFACTANTS LIMITED is estimated at **₹ 89.82 per share**.

4.3 Valuation under Market Approach (Market Price Method)

A. Overview of Method

Under this approach, the value of equity shares of the Company is determined on the basis of the market price quoted on the stock exchange where the securities are listed. For the purpose of valuation under the Market Price Method, the provisions of Regulation 164(1) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 have been considered.

As per Regulation 164(1), for *frequently traded* shares, the price shall be the higher of the following:

- Volume Weighted Average Price (VWAP) of the equity shares during the 90 trading days preceding the relevant date, or
- VWAP of the equity shares during the 10 trading days preceding the relevant date.

B. Trading Status of Shares

Trading data of the equity shares of STANDARD SURFACTANTS LIMITED has been obtained from BSE for the 240 trading days preceding the valuation date (i.e., February 13, 2026). The data includes daily price and volume details.

Particulars	**Value**
Total volume traded during last 240 trading days	3,97,330 shares
Total number of outstanding equity shares	82,61,600 shares
Percentage of traded volume to total outstanding shares	4.81%

Since the traded volume is less than 10% of the total outstanding shares, the shares of the Company shall be treated as Not Frequently Traded, as per explanation to Regulation 164(5) of SEBI (ICDR) Regulations.

Hence, **Market Price Method is not applicable** in this case.

C. Conclusion

In accordance with the SEBI Regulations and the status of the company's shares being not frequently traded, **Market Price Method has not been used** to determine the fair value of shares. The Market Price Method has been reviewed only for regulatory reference under Regulation 164 of SEBI ICDR and has not been relied upon for valuation conclusion due to the shares being not frequently traded. The valuer does not opine on the appropriateness of the issue price under SEBI ICDR pricing formula

Valuation Summary and Conclusion

Valuation Approach	Valuation Method	Unit	Value per share (INR)	Weight	Weighted Value
Market Approach	Market Price	INR per share	NA	0%	0.00
Income Approach	Comparable Companies Multiple (CCM)	INR per share	₹ 89.82	40%	35.93
Asset Approach	Net Asset Value (NAV)	INR per share	₹ 36.43	60%	21.86
				Total	**57.79**

Note: Since the value under the Market Price Method (as per the Regulation 164(1) of the SEBI ICDR Regulations) is not considered relevant in the present case, the fair value has been determined by assigning appropriate weights to the Income Approach and Asset Approach, in accordance with ICAI Valuation Standard 103. The weightages assigned to different valuation methods reflect the valuer's professional judgement considering the Company's asset intensity, earnings volatility and observed market liquidity. Alternative weightages or methodologies could yield different valuation outcomes.

Conclusion:

Based on the principles of prudent valuation and as per standard practice of adopting at least two methods, the Net Asset Value (NAV) Method and Comparable Companies Multiple (CCM) Method have been considered. Given the company's capital-intensive nature, operational consistency, and the relatively low liquidity observed in market trades, the NAV method has been assigned a higher weight of 60%, while the CCM method has been considered with 40% weight.

Accordingly, the **Final Fair Value per share is estimated at ₹ 57.79**, which is reflective of the company's intrinsic worth for the purpose of the current valuation exercise.

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CONDITIONS AND LIMITATIONS

1. **Nature of Services**

This valuation report has been prepared solely for the purpose of determining the fair value of equity shares for the stated purpose under applicable provisions of the Companies Act, 2013 and SEBI (ICDR) Regulations, 2018. The valuation exercise undertaken herein forms part of our regular professional valuation practice. This report does not constitute accounting, audit, due diligence, tax, legal, regulatory, merchant banking, or consulting services, nor does it certify compliance with pricing provisions under SEBI (ICDR) Regulations. The final issue price determination and regulatory compliance remain the responsibility of the Company and its advisors.

2. **Specificity of Purpose and Date**

The contents of this report are specific to (i) the stated purpose of valuation, (ii) the valuation date of February 13, 2026, which is subject to the "Relevant Date" as defined under SEBI (ICDR) Regulations, 2018, and (iii) the data and financial statements provided by the management. In the event of any change in the relevant date or transaction timeline, the valuation conclusions may require reconsideration. Any subsequent developments have not been factored in unless explicitly stated

3. **Conditions as on Valuation Date**

The analysis is based on prevailing financial, economic, industry, and market conditions as on the valuation date. Any events or changes occurring after this date may impact the outcome of this report. The valuer is under no obligation to update, revise, or reaffirm the valuation in light of post-report developments.

4. **Use of Professional Judgment**

While valuation models provide structured inputs, the ultimate conclusion depends on the professional judgment of the valuer. Intangible elements such as management competence, business strategy, competitive landscape, and market sentiment—which may not be evident from financial data—are also considered as part of the overall assessment.

5. **No Single Absolute Value**

Valuation is inherently subjective and dependent on the context, assumptions, and methodology adopted. While this report presents a reasoned estimate based on our experience and standard practice, alternative views may exist. The final transaction price, if any, remains the responsibility of the concerned parties.

6. **Forward-Looking Assumption**

The valuation is based on forward-looking financial projections and estimates provided by the management. Such projections are inherently subject to business, economic, regulatory, and market uncertainties and are not a representation, warranty, or guarantee of future performance. Actual results may differ materially from the projections, and no responsibility is accepted for the realization of such projections.

7. **Reliance on Information Provided**

The report relies on financial and operational data, both written and verbal, made available by the client. We have assumed such information to be accurate and complete. No independent audit or verification has been conducted on historical or projected data unless otherwise mentioned.

8. **No Assurance on Financial Accuracy**

We have not independently verified the financial statements or other data provided by the company. Accordingly, no opinion is expressed on the fairness or accuracy of the financial position. This report is based on information made available to us in good faith.

9. **Responsibility for Data Integrity**

The management has confirmed that all material facts have been disclosed and no significant information has been withheld. We assume no responsibility for any errors, omissions, or misrepresentations in the information provided, and their impact on the valuation.

10. **Assumptions on Legal and Regulatory Compliance**

It is assumed that the company is in compliance with applicable laws and regulatory requirements unless otherwise stated. This report does not examine the legal standing of the company or its transactions, and no opinion is expressed on issues of title, encumbrances, or statutory permissions.

11. **No Advisory Role Assumed**

We have not provided any tax, legal, regulatory, or accounting advice in relation to the proposed transaction. This valuation does not evaluate the commercial rationale of the transaction or compare it with other alternatives. The report assumes the correctness of legal ownership of assets disclosed.

12. **Fee Structure**

Our professional fee for this valuation is fixed and not contingent upon the outcome or the value reported in this document.

13. **Limited Responsibility and Liability**

We accept professional responsibility only to the appointing client, in accordance with the terms of the engagement. No responsibility is accepted for reliance placed by any third party without our prior written consent. The valuer shall not be liable for any loss arising due to misrepresentations, omissions, or inaccuracies in information provided by the management or third parties. Liability, if any, shall be limited in accordance with applicable law and the terms of engagement.

14. **No Third-Party Liability**

This report is intended solely for use by the client for the stated purpose. It is not a fairness opinion and should not be construed as investment advice. We do not accept any liability towards third parties who may rely on this report without our explicit written consent. Independent due diligence and professional advice must be sought by any third party.

15. **Jurisdiction**

This valuation report has been prepared in accordance with applicable Indian laws and professional standards. Any disputes or interpretations shall be governed by the laws of India.

16. **Restricted Usage and Disclosure**

Neither the report nor any portion thereof shall be disclosed, quoted, or referred to in any offering document, registration statement, prospectus, loan agreement, or any other public or private document, except to the extent required for statutory and regulatory filings with stock exchanges, SEBI, Registrar of Companies, or other regulators in connection with the stated purpose, unless prior written consent is obtained from the valuer.

17. **Confidentiality**

This report is confidential and has been prepared for the exclusive use of the client for the stated purpose. It should not be reproduced, shared, or circulated, either in part or full, without our written permission, except for disclosures to statutory auditors, advisors, or regulators in the normal course of business. The content is valid as of the report date and we assume no responsibility to update it for subsequent events.

VISHUKANT GOEL REGISTERED VALUER REG. NO.

18. **Reliance on Management Representations**

The report is based on data, explanations, and representations provided by the management. No independent verification or audit has been conducted. We have assumed the information to be complete and accurate, taken on an "as-is" basis and in good faith.

19. **Assumption on Contingent Liabilities**

It is assumed that all contingent liabilities of the company have been appropriately disclosed in the financials. No hidden or unreported liabilities have been factored into this valuation.

20. **Limitations on Post-Report Events**

This report is based on facts and circumstances available up to the date of issue. We do not undertake any responsibility to revise or update the report for subsequent events. We are not liable for losses, if any, arising due to reliance on incomplete, false, or misleading information provided to us.

21. **Regular Valuation Practice**

The preparation of this valuation report and the professional considerations involved are part of our regular valuation and financial advisory practice. No undue influence or advocacy role has been undertaken during the preparation of this report.

22. **Scope Limitation**

Our scope is strictly limited to the purpose defined in this report, i.e., determination of fair value for private placement as per applicable law. A broader scope for other purposes may lead to a different valuation outcome. Valuation being an applied art and not a precise science, results are dependent on methodology, circumstances, and professional judgment.

23. **No Conflict of Interest**

We confirm that we hold no financial interest in the company and the fees are not contingent upon the value derived. The valuer and its team have not acted in any advocacy capacity and have maintained professional independence throughout the engagement.

24. **Regulatory Framework**

This report has been prepared under Indian legal, financial, and accounting standards. No consideration has been given to the laws or regulations of any jurisdiction outside India.

25. **Non-Reliance by Unauthorised Parties**

No responsibility is accepted by the valuer for use of this report by any person or entity other than the client. Any reference to this report by third parties in public or private documents is prohibited without prior written approval. The valuer reserves the right to deny such permission.

26. **No Obligation for Legal Proceedings**

The valuer and its representatives shall not be obliged to testify, appear, or provide evidence in any legal, regulatory, or arbitration proceeding in connection with this valuation report, except where required under applicable law or pursuant to a separate professional engagement.

27. Not an Investment Recommendation

This valuation report does not constitute a recommendation to any investor or stakeholder to subscribe to, purchase, sell, or hold the securities of the Company. The valuation is an independent professional opinion on fair value and should not be construed as investment advice.

28. Pricing Responsibility Disclaimer (SEBI ICDR specific)

This valuation report is intended to support the Company in determining a fair value benchmark. The final pricing of securities for preferential issue shall be determined by the Company in compliance with SEBI (ICDR) Regulations and applicable laws. The valuer does not certify or opine on the final issue price or regulatory compliance of the transaction structure.

29. Merchant Banker / Board Responsibility Clarification

The responsibility for regulatory filings, disclosures, and compliance with SEBI, stock exchange requirements, and corporate law provisions in relation to the proposed transaction rests solely with the Company, its Board of Directors, and its appointed intermediaries, including merchant bankers and legal advisors. The valuer's role is limited strictly to providing an independent valuation opinion.

VISHUKANT GOEL
Proprietor
AaRVF Registered Valuer,
Chartered Accountant, B. Com
Registered Valuer-Securities or Financial Assets
(Reg. No. IBBI/RV/16/2022/15020)

Date: February 14, 2026
Place: NOIDA
UDIN: **26538780YLPSES6777**