



### Certificate on outstanding dues to creditors

Date: September 04, 2023

**The Board of Directors**

**Manoj Vaibhav Gems 'N' Jewellers Limited**

47-15-8, V Square,  
Zone-A, Opp: TSR Complex,  
Station Road, Dwaraka Nagar, Visakhapatnam 530016  
Andhra Pradesh, India

**Bajaj Capital Limited ("Bajaj Capital")**

Mezzanine Floor,  
97, Bajaj House  
Nehru Place,  
New Delhi 110019  
India

**Elara Capital (India) Private Limited**

One International Centre, Tower 3,  
21<sup>st</sup> Floor, Senapati Bapat Marg,  
Elphinstone Road,  
Mumbai 400013  
India

(Bajaj Capital Limited and Elara Capital (India) Private Limited shall be collectively referred to as "**Book Running Lead Managers**" or "**BRLMs**" and individually as "**Book Running Lead Manager**" or "**BRLM**")

Dear Sir/Ma'am,

**Re: Proposed initial public offering of equity shares of face value of ₹ 10 each (the "Equity Shares") of Manoj Vaibhav Gems 'N' Jewellers Limited (the "Company" and such initial public offering, the "Offer")**

We have performed the procedures stated below with respect to amount outstanding to creditors of the Company as at June 30, 2023.

As per the Materiality Policy, creditors to whom an amount exceeding ₹ 34.09 million, which is 5% of the total trade payables of the Company as of the end of the most recent period covered in the Restated Financial Information, i.e. as at June 30, 2023, were considered 'material' creditors.



We have performed the following procedures:

- (i) Obtained the complete schedule of creditors along with outstanding balances, prepared by the management of the Company, as at June 30, 2023 and bifurcated into two categories (i) outstanding dues of micro, small and medium undertakings (as per the Micro, Small and Medium Enterprises Development Act, 2006, as amended) ("**Small Scale Creditors**"), and (ii) outstanding dues of creditors other than Small Scale Creditors ("**Other Creditors**"). The creditors were further divided into "material creditors" and "other than material creditors" based on the materiality policy of the Company.
- (ii) Compared the amount outstanding as per the schedule obtained in (i) above with the restated financial statements, along with ledger accounts of creditors, minutes of the meetings of the board of directors of the Company, minutes of annual general meetings and extra-ordinary general meetings of the Company, minutes of the meetings of various committees of the board of directors and bank statements of the Company as at and for the 3 months period ended June 30, 2023.
- (iii) Verified the categories 'Small Scale Creditors' and 'Other Creditors' from confirmations received from the creditors.

Based on the above procedures, information and explanations provided by the management of the Company, we confirm:

- a. As at June 30, 2023, the Company does not owe any amount to any creditor other than as described in **Annexure A**, the summary of which has been provided in **Annexure C**.
- b. As at June 30, 2023, the Company does not owe any amount to any Small Scale Creditor, other than as described in **Annexure B**, the summary of which has been provided in **Annexure C**.
- c. As at June 30, 2023, the Company does not owe any amount to any material creditor, other than as described in **Annexure A**, the summary of which has been provided in **Annexure C**. For the purposes of this disclosure, "material creditors" are identified in accordance with the materiality policy adopted by the Board of Directors of the Company by way of their resolution dated September 04, 2023, wherein a creditor of the Company shall be considered to be material for the purpose of disclosure in the Offer documents if it exceeds 5% of the total trade payables of the Company.

Based on our examination and as per information and explanation given to us, we confirm that the information in this certificate is true, fair, correct and accurate and there is no untrue statement or omission which would render the contents of this certificate misleading in its form or context.

We confirm that we will immediately inform any changes in writing to the above information to the Company and the BRLMs until the date when the Equity Shares commence trading on the stock exchanges where the Equity Shares are proposed to be listed (the "**Stock Exchanges**"). In the absence of any such communication from us, the above information should be considered as updated information until the Equity Shares commence trading on the Stock Exchanges pursuant to the Offer.



This certificate is for information and for inclusion (in part or full) in the red herring prospectus ("RHP") of the Company to be submitted/filed with the Securities and Exchange Board of India (the "SEBI") and any relevant Stock Exchanges and the prospectus ("Prospectus") which the Company intends to file with the Registrar of Companies, Andhra Pradesh at Vijayawada (the "RoC") and thereafter file with the SEBI and the Stock Exchanges and in any other document in relation to the Offer (collectively, the "Offer Documents") or any other Offer related material, and may be relied upon by the Company, the BRLMs and the legal advisors to the Company. We hereby consent to the submission of this certificate as may be necessary to the SEBI, the RoC, the Stock Exchanges and any other regulatory authority and/or for the records to be maintained by the BRLMs and in accordance with applicable law.

Yours faithfully,

For and on behalf of Sagar & Associates  
Chartered Accountants  
Firm Registration Number: 003510S



Name: CA B. Aruna  
Designation: Partner  
Membership No.: 216454  
UDIN: 23216454BGXEOA8176  
Place: Visakhapatnam, Andhra Pradesh



cc:

Legal Counsel to the Issue as to Indian Law  
ALMT Legal  
No.2, Lavelle Road  
Bangalore 560001



**Annexure A**

**Amounts due to Material Creditors as at June 30, 2023**

Names of Material Creditors	Amount involved (in ₹ million)
Nil	Nil

**Amounts Due to Other than Material Creditors as at June 30, 2023**

Types of Creditors	Number of Creditors	Amount involved (in ₹ million)
Micro, Small and Medium Enterprises	Nil	Nil
Other Creditors	254	681.82
<b>Total</b>	<b>254</b>	<b>681.82</b>

**Annexure B**

**Amounts Due to Micro, Small and Medium Enterprises as at June 30, 2023**

Number of Micro, Small and Medium Enterprises	Amount involved (in ₹ million)
Nil	Nil

**Annexure C**

Details of outstanding amounts dues owed to Micro, Small and Medium Enterprises, material creditors and other creditors as at June 30, 2023

Types of Creditors	Number of Creditors	Amount involved (in ₹ million)
Micro, Small and Medium Enterprises	Nil	Nil
Material Creditors	Nil	Nil
Other Creditors	254	681.82
<b>Total Outstanding Dues</b>	<b>254</b>	<b>681.82</b>

