



## 2. Special Tax Benefits Statement

To,

The Board of Directors  
**J.G. Chemicals Limited**  
Adventz Infinity@ 5  
15<sup>th</sup> Floor, Unit No. 1511  
Sector V, Salt Lake,  
Kolkata – 700091, India

**Re: Proposed initial public offering of equity shares of face value of ₹ 10/- each (Equity Shares) by J.G. Chemicals Limited (Company) comprising a fresh issue of Equity Shares and an offer for sale of Equity Shares by Selling Shareholders (Offer).**

We, S. Jaykishan, Chartered Accountants (FRN: 309005E), the statutory auditors of the Company, hereby report that the enclosed statement is in connection with the possible special tax benefits available to (i) the Company and, (ii) to the shareholders of the Company and (iii) material subsidiary of the Company, BDJ Oxides Private Limited; identified as per the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time (**Material Subsidiary**), under applicable tax laws presently in force in India including the Income Tax Act, 1961, as amended by the Finance Act, 2023, read with rules, circulars and notifications issued thereunder (**Act**) i.e. applicable for the Financial Year 2023-24 relevant to the assessment year 2024-25, presently in force in India and under indirect taxation laws presently in force in India, the Central Goods and Services Tax Act, 2017, the Integrated Goods and Services Tax Act, 2017, the applicable States' Goods and Services Tax Act, the Customs Act, 1962 (**Customs Act**) and the Customs Tariff Act, 1975 (**Tariff Act**), as amended by the Finance Act 2023 including the relevant rules, notifications and circulars issued thereunder. Several of these benefits are dependent on the Company, its shareholders, and Material Subsidiary, as the case may be, fulfilling the conditions prescribed under the relevant provisions of the Act. Hence, the ability of the Company, its shareholders, and Material Subsidiary to derive the special tax benefits is dependent upon their fulfilling such conditions prescribed under the relevant statutory provisions, which based on business imperatives, the Company, its shareholders and Material Subsidiary face in the future, the Company, its shareholders and Material Subsidiary may or may not choose to fulfil.

The benefits discussed in the enclosed Annexure cover only special tax benefits available to the Company and its shareholders and do not cover any general tax benefits available to the Company and its Material Subsidiary and Shareholders. Further, the benefits discussed in the enclosed statement are not exhaustive. This statement is only intended to provide general information to the investors and is neither designed nor intended to be a substitute for professional tax advice. In view of the individual nature of the tax consequences and changing tax laws, each investor is advised to consult his or her own tax consultant with respect to the specific tax implications arising out of their participation in the Offer.

We do not express any opinion or provide any assurance as to whether:

1. The Company, its Material Subsidiary, and /or its shareholders will continue to obtain these benefits in the future; or
2. The conditions prescribed for availing of the benefits have been/would be met with.



The contents of the enclosed statement are based on information, explanations and representations obtained from the Company and based on our understanding of the business activities and operations of the Company.

We hereby consent to the extracts of this certificate being used in the Red Herring Prospectus (**RHP**) and the Prospectus to be filed with the Registrar of Companies, West Bengal at Kolkata (**RoC**) and submitted to the Securities and Exchange Board of India (**SEBI**), the BSE Limited (**BSE**) and the National Stock Exchange of India Limited (**NSE** and together with the BSE, the **Stock Exchanges**) with respect to the Offer, any other regulatory or governmental authorities, and in any other material used in connection with the Offer and on the website of the Company and the Book Running Lead Managers in connection with the Offer.

We undertake to update you of any change in the above-mentioned disclosures, in writing until the Equity Shares commence trading on the Stock Exchanges, once we are made aware of any update by the Company or that may come to our knowledge. In the absence of any such communication from us, the above information should be considered as an updated information until the Equity Shares commence trading on the Stock Exchanges, pursuant to the Offer.

We have conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes' (Revised 2016) issued by the Institute of Chartered Accountants of India (ICAI) which requires that we comply with ethical requirements of the Code of Ethics issued by the ICAI. We hereby confirm that while providing this certificate we have complied with the Code of Ethics issued by the ICAI. We have also 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.

This certificate is for information and for inclusion, in part or in full, in the Offer Documents or any other Offer-related material, and may be relied upon by the Company, the Book Running Lead Managers and the legal advisors to the Offer. We hereby consent to the submission and disclosure of this certificate as may be necessary to SEBI, ROC, Stock Exchanges and any other regulatory or governmental authorities and, or, for any other litigation purposes and, or, for the records to be maintained by the Book Running Lead Managers, in accordance with applicable law and for disclosure on the websites of the Company and the Book Running Lead Managers.

All capitalized terms not defined herein bear the meaning ascribed to them in the Offer Documents.

Yours sincerely,

**For S. Jaykishan**  
**Chartered Accountants**  
Firm Registration No: 309005E



**CA Vishal Agarwal**  
*Partner*  
Membership No.: 315490  
Dated: The 14<sup>th</sup> day of February, 2024  
Place: Kolkata  
UDIN: 24315490BKCBUQ4940

Cc:

**BRLMs**

**Centrum Capital Limited**

Level 9, Centrum House, CST Road  
Vidyanagari Marg, Kalina  
Santacruz (East),  
Mumbai - 400 098,  
Maharashtra, India.

**Emkay Global Financial Services Limited**

7<sup>th</sup> Floor, The Ruby  
Senapati Bapat Marg, Dadar (West)  
Mumbai - 400 028  
Maharashtra, India.

**Keynote Financial Services Limited**

The Ruby, 9th Floor  
Senapati Bapat Marg, Dadar (West)  
Mumbai – 400 028

**BRLM Counsel**

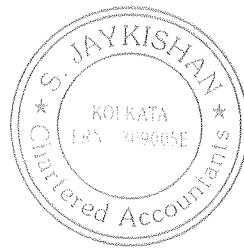
**Bharucha & Partners**

13<sup>th</sup> Floor, Free Press House,  
Free Press Journal Marg,  
Nariman Point,  
Mumbai – 400 021  
Maharashtra, India.

**Company Counsel**

**Dentons Link Legal**

Aiwan-e-Ghalib Complex,  
Mata Sundri Lane,  
New Delhi – 110 002



## STATEMENT OF TAX BENEFITS

STATEMENT OF POSSIBLE SPECIAL TAX BENEFITS AVAILABLE TO THE COMPANY, TO ITS MATERIAL SUBSIDIARY AND TO ITS SHAREHOLDERS UNDER INCOME TAX ACT, 1961 (ACT), THE CENTRAL GOODS AND SERVICES TAX ACT, 2017, THE INTEGRATED GOODS AND SERVICES TAX ACT, 2017 AND THE APPLICABLE STATES' GOODS AND SERVICES TAX ACTS.

No	Particulars	Direct Tax	Indirect Tax
I	Special tax benefits available to the Company	Nil	Nil
II	Special tax benefits available to Material Subsidiary	Nil	Nil
III	Special tax benefits available to Shareholders	Nil	Nil

**For and on behalf of the Board of Directors of  
J.G.Chemicals Limited**

ANUJ  
JHUNJHUNWALA  
A

Digitally signed by  
ANUJ JHUNJHUNWALA  
Date: 2024.02.14  
22:15:55 +05'30'

**Anuj Jhunjhunwala**  
Whole time Director & CFO  
DIN No. 00234926

