



NSE Emerge Listing

By Dhrumil M. Shah & Co

Benefits of listing on NSE Emerge Platform

**Higher
visibility &
Profile**

**Higher credibility
with customers,
vendors,
employees etc.**

**Attract New
class of
investors**

**Alternate
Valuation**

**Unlock value
of ESOPs to
attract and
retain talent**

**Migration to main
Board on seasoning**

**Easier to List
with only 50
allottees**

**100%
underwriting**

Criteria of Listing on NSE Emerge Platform

- The post issue paid up capital of the company (face value) shall not be more than Rs. 25 crore
- Positive Networth
- Combined Track record of atleast three years of either applicant company/firm (or the firm which has been converted into the company) or its promoters
- Positive cash accruals (earnings before depreciation and tax) from operations for atleast 2 financial years
- No material regulatory or disciplinary action by a stock exchange or regulatory authority in the past three years against the applicant company

Criteria of Listing on NSE Emerge Platform

The company should not	Technology Startup
<ul style="list-style-type: none"> ▪ The applicant Company has not been referred to erstwhile Board for Industrial and Financial Reconstruction (BIFR) 	<ul style="list-style-type: none"> ▪ Post issue paid-up capital (face value) upto Rs.25 crores ▪ Track record of atleast 3 year ▪ Positive Networth ▪ Annual Revenue : Not less than 10 Cr ▪ Annual Growth : 20% (Number of users/Revenue Growth/Customer base)
<ul style="list-style-type: none"> ▪ No petition for winding up is admitted by a Court of competent jurisdiction against the applicant Company 	<ul style="list-style-type: none"> ▪ <u>Shareholding Condition:</u> At least 10% pre-issue capital as on the date of filling of draft offer document held by: <ul style="list-style-type: none"> • QIB or • Member of Angel Investor network or Private Equity Firms
	<p>»Such Angel Investor Network or Private Equity should have had an Investment in the startup ecosystem Investment in 25 or more startup and aggregate investment is more than 50 crores</p>

Pre-Issue Compliance on NSE Emerge Platform Vis- a-Vis Main Board

PARTICULARS	NSE EMERGE PLATFORM	MAIN BOARD
IPO Grading	Not mandatory	Mandatory
Post-issue paid-up Capital (Face Value)	Less than Rs.25 Crore	Not Less than Rs.10 Crore
Minimum number of allottees in the IPO	50	1000
Observations on DRHP	By the Exchange	By SEBI
IPO Underwriting	100% underwritten (15% on the books of the merchant banker)	Mandatory (Not reqd where 50% of issue offered for compulsory subscription by QIBs)
Market capitalization / Issue size	No restriction	No restriction
IPO Application size	Not less than Rs.1 lakh	Rs.5,000 to Rs.7,000

Post-Issue Compliance on NSE Emerge Platform Vis- a-Vis Main Board

PARTICULARS	NSE EMERGE PLATFORM	MAIN BOARD
Reporting requirements (Audited a/c)	Half-yearly	Quarterly
Market Making	Market Making	Not mandatory
Corporate Governance requirements	Same as main board	SEBI LODR

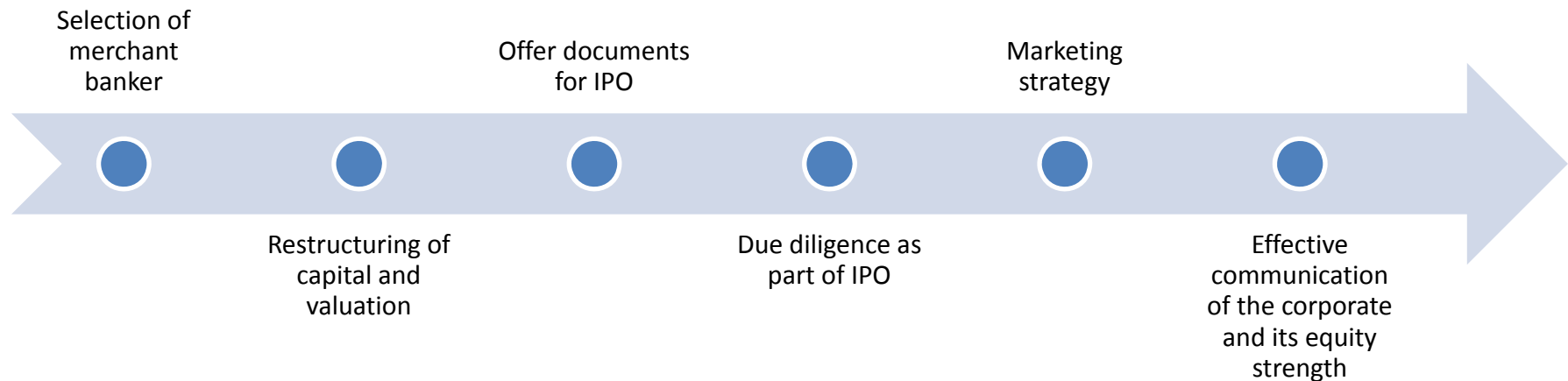
Criteria for Migration from NSE Emerge Platform to Main Board

Any company on NSE Emerge Platform having a paid up capital of more than Rs. 10 Crores can apply to move to the main board provided:

- ▶ The company should be listed on SME platform for minimum 2 years
- ▶ Market Capitalisation should be minimum Rs. 25 Crores.
- ▶ A Special resolution is passed with at least two-thirds of the shareholders (apart from promoter shareholders) favouring the migration
- ▶ On migration to the Main Board the company will have to comply with the applicable regulations of SEBI LODR (Listing Obligations And Disclosure Requirements) Regulations 2015

Preparation for IPO

Initial Public Offer (IPO) is one of the means of financing and an important method to raise funds for any corporate aspiring for growth. It is thus important that every corporate is aware about the requirements and the kind of preparation required before entering the capital market. An overview of the process of IPO and activities are listed below:





Thank You

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