Objects of the Issue: what will the company do with the money?

For the teacher. Every number comes from the filing named next to it.

Part A. A small plan and SEBI's rule

A1: ₹20 of every ₹100 (₹10,000 ÷ ₹50,000 × 100). A2: yes: 20% is inside the 25% cap. The juice stall is made up.

Part B. Bombay Coated

B1: loans ₹125 crore in pays back loans; machines ₹15.8 crore in buys or builds things; general corporate purposes in not fixed yet. B2: the loan repayment, 68.3% of the fresh issue; the company owes less, but gets no new plant.

Where: RHP dated 21 Oct 2026, Objects of the Issue

Note: Bombay Coated says owning the machines will cut its lease and rental costs by ₹4.69 crore. The loans to be repaid are chosen from five banks' loans with ₹181.1 crore outstanding on 31 Aug 2026.

Part C. Zepto

C1: new dark stores in buys or builds things; rent and marketing in pays running costs; acquisitions and general corporate purposes in not fixed yet. Technology and cloud can go in buys or builds things or pays running costs, with a reason. C2: ₹5,209 crore.

Where: UDRHP-I dated 8 Jun 2026, Objects of the Issue

Part D. Compare without ranking

D1: for Bombay Coated, the issue expenses and general corporate purposes (general corporate purposes capped at 25% of the gross proceeds); its RHP's Objects chapter shows the exact split. For Zepto, the issue expenses plus acquisitions and general corporate purposes, those two together capped at 35%. D2: any sensible check, for example the monitoring agency's report (Lesson 3).

Exit ticket

1: the chapter of the offer document that says what the company will do with the money from its new shares. 2: any correct use and box. 3: so most of the money has a stated use that investors can check later.

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Notes

- SEBI's caps: general corporate purposes at most 25% of the amount raised (Regulation 7(2)); with unidentified acquisitions, at most 35% together, and acquisitions alone at most 25% (Regulation 7(3)).
- Zepto's caps inside the 35%: up to 25% for general corporate purposes and up to 10% for acquisitions.
- Bombay Coated's figures come from its RHP; Zepto's come from a draft (UDRHP-I) and may change in a later RHP.

Sources

1. S1: Bombay Coated and Special Steels Limited Red Herring Prospectus, dated 21 Oct 2026, Bombay Coated and Special Steels Limited (offer document filed with RoC; company IPO-documents page), 21 Oct 2026. https://cdn.prod.website-files.com/66dae2d0a835d8d76717f6ea/6ad9ce8b73ad22c98ba71e48_RHP.pdf
2. S2: Zepto Limited - Updated Draft Red Herring Prospectus I (UDRHP-I), dated 8 Jun 2026, SEBI (filed by Zepto Limited), 9 Jun 2026. https://www.sebi.gov.in/sebi_data/attachdocs/jun-2026/1780983427091.pdf
3. S3: Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, amended up to 21 Mar 2026, Securities and Exchange Board of India (sebi.gov.in), 21 Mar 2026. https://www.sebi.gov.in/legal/regulations/mar-2026/securities-and-exchange-board-of-india-issue-of-capital-and-disclosure-requirements-regulations-2018-last-amended-on-march-21-2026-_100581.html

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