

	 <p>We understand your world</p>	
<p>Motilal Oswal Investment Advisors Limited Motilal Oswal Tower, Rahimtullah Sayani Road Opposite Parel ST Depot, Prabhadevi, Mumbai - 400 025 Maharashtra, India Tel: +91 22 7193 4380 E-mail: sskl.ipo@motilaloswal.com Investor Grievance E-mail: moiapredressal@motilaloswal.com Website: www.motilaloswalgroup.com SEBI Registration No.: INM000011005 CIN: U67190MH2006PLC160583</p>	<p>HDFC Bank Limited Investment Banking Group, Unit No. 401 & 402, 4th Floor, Tower B Peninsula Business Park, Lower Parel, Mumbai - 400 013, Maharashtra, India Tel: +91 22 3395 8233 E-mail: ssklipo@hdfcbank.com Investor Grievance E-mail: investor.redressal@hdfcbank.com Website: www.hdfcbank.com SEBI Registration No.: INM000011252 CIN: L65920MH1994PLC080618</p>	<p>Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited) 801 - 804, Wing A, Building No 3, Inspire BKC, G Block, Bandra Kurla Complex, Bandra East Mumbai 400 051, Maharashtra, India Tel: +91 22 4009 4400 E-mail: sskl.ipo@nuvama.com Investor Grievance ID: customerservice.mb@nuvama.com Website: www.nuvama.com SEBI Registration Number: INM000013004 CIN: U67110MH1993PLC344634</p>

July 25, 2023

Securities and Exchange Board of India

Corporation Finance Department

Division of Issues and Listing

SEBI Bhavan

Plot No. C4 A, G Block

Bandra Kurla Complex, Bandra (East)

Mumbai 400 051

Maharashtra, India

Dear Sir/ Madam:

Re: Proposed initial public offering of equity shares of face value of ₹2 each (the “Equity Shares”) by Sai Silks (Kalamandir) Limited (the “Company”) and such initial public offering, the “Offer”).

This is in relation to the draft red herring prospectus dated July 21, 2022 (the “**Draft Red Herring Prospectus**” or “**DRHP**”) filed with the Securities and Exchange Board of India (“**SEBI**”) through the book running lead managers to the Offer, namely, Motilal Oswal Investment Advisors Limited, HDFC Bank Limited and Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited)¹ (collectively, the “**BRLMs**”), and with BSE Limited (“**BSE**”) and the National Stock Exchange of India Limited (“**NSE**”, together with BSE, the “**Stock Exchanges**”), in accordance with the relevant provisions of the Companies Act, 2013, as amended, and the rules and regulations made thereunder, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (“**SEBI ICDR Regulations**”) and other applicable laws and in connection with the Offer.

In this regard, based on the information and documents made available by the Company, and discussions with the Company’s management, please find a copy of the addendum to the Draft Red Herring Prospectus, notice to investors dated July 25, 2023 (the “**Addendum**”), attached herewith as **Annexure A** issued by the Company in connection with the Offer.

The Addendum is to be read in conjunction with the DRHP. The information in the Addendum supplements the DRHP and includes update to the information in the DRHP as set out below:

- (a) The Income Tax Department (“**ITD**”) conducted a “search, survey and seizure operation” pursuant to authorizations issued under Sections 132 and 133A of the Income Tax Act, 1961 at the Company’s Registered and Corporate Office and certain of the Company’s stores and warehouses, across Telangana, Karnataka, Tamil Nadu and Andhra Pradesh beginning from May 2, 2023. During such searches, amongst others, the following were found (i) cash (that was not seized); and (ii) certain documents and hardware copies (that were seized by the authorized officers of the ITD). Similar searches were also conducted on the residence of the Company’s Promoters, Nagakanaka Durga Prasad Chalavadi and Jhansi Rani Chalavadi, other Whole-time Directors of the Company, Kalyan Srinivas Annam and Doodeswara Kanaka Durgarao Chalavadi, Chief Financial Officer of the

¹ Pursuant to order passed by Hon’ble National Company Law Tribunal, Mumbai Bench dated April 27, 2023, the merchant banking business of Edelweiss Financial Services Limited (“**Edelweiss**”) has demerged and now transferred to Nuvama Wealth Management Limited (“**Nuvama**”) and therefore the said merchant banking business is part of Nuvama.

	 <p>We understand your world</p>	
<p>Motilal Oswal Investment Advisors Limited Motilal Oswal Tower, Rahimtullah Sayani Road Opposite Parel ST Depot, Prabhadevi, Mumbai - 400 025 Maharashtra, India Tel: +91 22 7193 4380 E-mail: sskl.ipo@motilaloswal.com Investor Grievance E-mail: moiaplredressal@motilaloswal.com Website: www.motilaloswalgroup.com SEBI Registration No.: INM000011005 CIN: U67190MH2006PLC160583</p>	<p>HDFC Bank Limited Investment Banking Group, Unit No. 401 & 402, 4th Floor, Tower B Peninsula Business Park, Lower Parel, Mumbai - 400 013, Maharashtra, India Tel: +91 22 3395 8233 E-mail: ssklipo@hdfcbank.com Investor Grievance E-mail: investor.redressal@hdfcbank.com Website: www.hdfcbank.com SEBI Registration No.: INM000011252 CIN: L65920MH1994PLC080618</p>	<p>Nuvama Wealth Management Limited (formerly known as Edebeiss Securities Limited) 801 - 804, Wing A, Building No 3, Inspire BKC, G Block, Bandra Kurla Complex, Bandra East Mumbai 400 051, Maharashtra, India Tel: +91 22 4009 4400 E-mail: sskl.ipo@nuvama.com Investor Grievance ID: customerservice.mb@nuvama.com Website: www.nuvama.com SEBI Registration Number: INM000013004 CIN: U67110MH1993PLC344634</p>

Company, Konduri Venkata Lakshmi Narasimha Sarma and certain other Key Managerial Personnel. During the searches at their residences, amongst others, following were found (i) cash (that was not seized); (ii) jewellery and other precious metals (that were not seized); (iii) inventory of bank accounts and lockers in relation to the Company's Promoters (that were not seized); and (iv) various documents (that were seized by the authorized officers of the ITD). During this process, ITD also issued notices of summons, under Section 131 of the Income Tax Act, 1961, to the Company's Promoters, other Whole-time Directors and some of the Company's Key Managerial Personnel, to produce books of accounts and other relevant information and documents, which were duly provided. However, proceedings under search, survey and seizure operations are yet to be concluded, during which the Company, and its Promoters, Directors and Key Managerial Personnel may be required to share other additional documents or information as may be asked by the ITD from time to time. As on the date, no adverse order has been passed against the Company, Promoters, Directors or Key Managerial Personnel. However, any adverse outcome of such proceedings may have an adverse effect on the Company's business, financial condition and result of operations.

Accordingly, the DRHP, including the sections titled "*Outstanding Litigation and Material Developments*", "*Risk Factors*" and "*Summary of the Offer Document*" beginning on pages 346, 30 and 22 respectively, of the DRHP, shall stand suitably updated to the extent of the Addendum and the above will be disclosed appropriately in the Red Herring Prospectus and the Prospectus to be filed with the RoC, the SEBI and the Stock Exchanges.

Further, we confirm that the Addendum will be made available to the public for their comments for a period of at least 21 days from the date of filing of the Addendum and the Company will publish a public announcement containing the details regarding the updates included in the Addendum all editions of the English national daily newspaper Financial Express, all editions of the Hindi national daily newspaper Jansatta and Hyderabad edition of Telugu daily newspaper Suryaa (Telugu being the regional language of Telangana wherein the Company's Registered Office is located), each with wide circulation.

All capitalized terms not defined herein shall, unless the context otherwise requires, have the same meaning as ascribed to them in the DRHP.

We request you to kindly take this letter and the Addendum on record and upload a copy of the Addendum on the website of the SEBI.

Should you require any further information, please contact any of the following persons from Motilal Oswal Investment Advisors Limited:

Contact Person	Contact Number	Email
Ritu Sharma	+91 9167370742	ritu.sharma@motilaloswal.com
Subodh Mallya	+91 9004672258	subodh.mallya@motilaloswal.com

Thanking you,

Sincerely,

Enclosure: As above.

THIS IS A PUBLIC ANNOUNCEMENT FOR INFORMATION PURPOSES ONLY, THIS IS NOT A PROSPECTUS ANNOUNCEMENT AND DOES NOT CONSTITUTE AN INVITATION OR OFFER TO ACQUIRE, PURCHASE OR SUBSCRIBE TO SECURITIES. NOT FOR RELEASE, PUBLICATION OR DISTRIBUTION, DIRECTLY OR INDIRECTLY OUTSIDE INDIA.



Please scan the QR code to view the Addendum



SAI SILKS (KALAMANDIR) LIMITED

Our business was started as a partnership firm under the name and style of "Sai Silks" on August 10, 2005 with Nagakanaka Durga Prasad Chalavadi and Jhansi Rani Chalavadi as its partners. Subsequently, Kalyan Srinivas Annam and Subash Chandra Mohan Annam joined the partnership firm on April 1, 2006 and Suchitra Annam, Sowjanya Annam and Venkata Rajesh Annam joined on March 4, 2008. Further, the name of the partnership firm was also changed to "Sai Silks (Kalamandir)" on March 4, 2008 to incorporate the brand in its name. The partnership firm was subsequently converted into a private limited company and a certificate of incorporation was obtained dated July 3, 2008 under the name and style of "Sai Silks (Kalamandir) Private Limited" from the Registrar of Companies, Andhra Pradesh at Hyderabad. Our Company was further converted into a public limited company pursuant to a special resolution passed by our Shareholders on May 14, 2009 and a fresh certificate of incorporation consequent upon conversion to public limited company was obtained on May 21, 2009 from the Registrar of Companies, Andhra Pradesh. The name of our Company was changed to its present name, "Sai Silks (Kalamandir) Limited". For details of changes in the name and the registered office address of our Company, see "History and Certain Corporate Matters" on page 207 of the drafted herring prospectus dated July 21, 2022 filed by our Company ("Draft Red Herring Prospectus" or "DRHP").

Registered and Corporate Office: 6-3-790/8, Flat No. 1, Bathina Apartments, Ameerpet, Hyderabad-500 016, Telangana, India | Contact Person: Matte Koti Bhaskara Teja, Company Secretary and Compliance Officer
Website: www.sskl.co.in | E-mail: secretarial@sskl.co.in | Telephone: +91 40 6656 6555 | Corporate Identity Number: U52190TG2008PL0059968

NOTICE TO INVESTORS: ADDENDUM TO THE DRAFT RED HERRING PROSPECTUS (THE "ADDENDUM")

PROMOTERS OF OUR COMPANY: NAGAKANAKA DURGA PRASAD CHALAVADI AND JHANSI RANI CHALAVADI

INITIAL PUBLIC OFFERING OF UP TO [●] EQUITY SHARES OF FACE VALUE OF ₹ 2 EACH ("EQUITY SHARE") OF SAI SILKS (KALAMANDIR) LIMITED (OUR "COMPANY" OR THE "ISSUER") FOR CASH AT A PRICE OF ₹ [●] PER EQUITY SHARE INCLUDING A SHARE PREMIUM OF ₹ [●] PER EQUITY SHARE (THE "OFFER PRICE") AGGREGATING UP TO ₹ [●] MILLION (THE "OFFER"). THE OFFER COMPRISES OF A FRESH ISSUE OF UP TO [●] EQUITY SHARES BY OUR COMPANY AGGREGATING UP TO ₹ 6,000 MILLION (THE "FRESH ISSUE") AND AN OFFER FOR SALE OF UP TO 18,048,440 EQUITY SHARES (THE "OFFERED SHARES") AGGREGATING UP TO ₹ [●] MILLION (THE "OFFER FOR SALE"), COMPRISING OFFER FOR SALE OF (A) UP TO 6,410,005 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY NAGAKANAKA DURGA PRASAD CHALAVADI, UP TO 7,949,520 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY JHANSI RANI CHALAVADI (COLLECTIVELY, THE "PROMOTER SELLING SHAREHOLDERS"), AND (B) UP TO 3,083,865 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY DHANALAKSHMI PERUMALLA, UP TO 96,750 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY DOODESWARA KANAKA DURGARAO CHALAVADI, UP TO 261,300 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY KALYAN SRINIVAS ANNAM, UP TO 138,000 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY SUBASH CHANDRA MOHAN ANNAM AND UP TO 109,000 EQUITY SHARES AGGREGATING UP TO ₹ [●] MILLION BY VENKATA RAJESH ANNAM (COLLECTIVELY THE "PROMOTER GROUP SELLING SHAREHOLDERS" AND TOGETHER WITH THE PROMOTER SELLING SHAREHOLDERS, THE "SELLING SHAREHOLDERS") (THE "OFFER FOR SALE, AND TOGETHER WITH THE FRESH ISSUE, THE "OFFER"). THE OFFER WILL CONSTITUTE [●] % OF THE POST-OFFER PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY. OUR COMPANY MAY, IN CONSULTATION WITH THE BOOK RUNNING LEAD MANAGERS, CONSIDER A FURTHER ISSUE OF EQUITY SHARES THROUGH A PREFERENTIAL ISSUE OR ANY OTHER METHOD AS MAY BE PERMITTED IN ACCORDANCE WITH APPLICABLE LAW TO ANY PERSON(S), AGGREGATING UP TO ₹ 1,200 MILLION, AT ITS DISCRETION, PRIOR TO FILING OF THE RED HERRING PROSPECTUS WITH THE ROC (THE "PRE-IP0 PLACEMENT"). THE PRE-IP0 PLACEMENT, IF UNDERTAKEN, WILL BE AT A PRICE TO BE DECIDED BY OUR COMPANY, IN CONSULTATION WITH THE BRLMS. IF THE PRE-IP0 PLACEMENT IS COMPLETED, THE FRESH ISSUE SIZE WILL BE REDUCED TO THE EXTENT OF SUCH PRE-IP0 PLACEMENT, SUBJECT TO THE OFFER COMPLYING WITH RULE 19(2)(B) OF THE SECURITIES CONTRACTS (REGULATION) RULES, 1957, AS AMENDED ("SCRR") AND THE OFFER CONSTITUTING AT LEAST [●] % OF THE POST-OFFER PAID-UP EQUITY SHARE CAPITAL OF OUR COMPANY.

THE FACE VALUE OF THE EQUITY SHARES IS ₹ 2 EACH. THE OFFER PRICE IS [●] TIMES THE FACE VALUE OF THE EQUITY SHARES. THE PRICE BAND AND THE MINIMUM BID LOT SIZE WILL BE DECIDED BY OUR COMPANY IN CONSULTATION WITH THE BOOK RUNNING LEAD MANAGERS AND WILL BE ADVERTISED IN ALL EDITIONS OF THE ENGLISH NATIONAL DAILY NEWSPAPER FINANCIAL EXPRESS, ALL EDITIONS OF THE HINDI NATIONAL DAILY NEWSPAPER JANSATTA AND HYDERABAD EDITION OF THE TELUGU DAILY NEWSPAPER SURYAA (TELUGU BEING THE REGIONAL LANGUAGE OF TELANGANA WHEREIN THE REGISTERED OFFICE OF OUR COMPANY IS LOCATED), EACH WITH WIDE CIRCULATION, AT LEAST TWO WORKING DAYS PRIOR TO THE BID/OFFER OPENING DATE AND SHALL BE MADE AVAILABLE TO BSE LIMITED ("BSE") AND NATIONAL STOCK EXCHANGE OF INDIA LIMITED ("NSE"), AND TOGETHER WITH BSE, THE "STOCK EXCHANGES") FOR UPLOADING ON THEIR RESPECTIVE WEBSITES IN ACCORDANCE WITH THE SEBI/ICDR REGULATIONS.

Potential Bidders may note the following:

The Income Tax Department ("ITD") conducted a "search, survey and seizure operation" pursuant to authorizations issued under Sections 132 and 133A of the Income Tax Act, 1961 at our Registered and Corporate Office and certain of our stores and warehouses, across Telangana, Karnataka, Tamil Nadu and Andhra Pradesh beginning from May 2, 2023. During such searches, amongst others, the following were found (i) cash (that was not seized); and (ii) certain documents and hardware copies (that were seized by the authorized officers of the ITD). Similar searches were also conducted on the residence of our Promoters, Nagakanaka Durga Prasad Chalavadi and Jhansi Rani Chalavadi, other Whole-time Directors of our Company, Kalyan Srinivas Annam and Doodeswara Kanaka Durgarao Chalavadi, Chief Financial Officer of our Company, Konduri Venkata Lakshmi Narasimha Sarma and certain other Key Managerial Personnel. During the searches at their residences, amongst others, following were found (i) cash (that was not seized); (ii) jewellery and other precious metals (that were not seized); (iii) inventory of bank accounts and lockers in relation to our Promoters (that were not seized); and (iv) various documents (that were seized by the authorized officers of the ITD). During this process, ITD also issued notices of summons, under Section 131 of the Income Tax Act, 1961, to our Promoters, other Whole-time Directors and some of our Key Managerial Personnel, to produce books of accounts and other relevant information and documents, which were duly provided. However, proceedings under search, survey and seizure operations are yet to be concluded, during which our Company, Promoters, Directors and Key Managerial Personnel may be required to share other additional documents or information as may be asked by the ITD from time to time. As on the date, no adverse order has been passed against our Company, Promoters, Directors or Key Managerial Personnel. However, any adverse outcome of such proceedings may have an adverse effect on our business, financial condition and result of operations.

Accordingly, the DRHP, including the sections titled "Outstanding Litigation and Material Developments", "Risk Factors" and "Summary of the Offer Document" beginning on pages 346, 30 and 22 respectively, of the DRHP, shall stand suitably updated. The above changes are to be read in conjunction with the DRHP and accordingly their references in the DRHP stand amended to the extent stated in this Addendum. The information in this Addendum supplements the DRHP and updates the information in the DRHP, as applicable. However, this Addendum does not reflect all the changes that have occurred between the date of filing of the DRHP and the date hereof, and accordingly does not include all the changes and/or updates that will be included in the Red Herring Prospectus and the Prospectus. Please note that the information included in the DRHP, including to the extent stated in this Addendum, will be suitably updated, as may be applicable in the Red Herring Prospectus and the Prospectus, as and when filed with the RoC, the SEBI and the Stock Exchanges. Investors should not rely on the DRHP or this Addendum for any investment decision, and should read the Red Herring Prospectus, as and when it is filed with the RoC, SEBI and the Stock Exchanges before making an investment decision with respect to the Offer.

The Equity Shares offered in the Offer have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "U.S. Securities Act"), or any state securities laws in the United States, and may not be offered or sold within the United States, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the U.S. Securities Act and applicable state securities laws in the United States. Accordingly, the Equity Shares are being offered and sold outside the United States in offshore transactions in reliance on Regulation S under the U.S. Securities Act and the applicable laws of the jurisdiction where those offers and sales are made.

This Addendum, which has been filed with SEBI and the Stock Exchanges, shall be made available to the public for comments, if any, for a period of at least 21 days, from the date of such filing with SEBI and will be available on their website www.sebi.gov.in, the website of the Company i.e. www.sskl.co.in and the websites of BRLMS, i.e., Motilal Oswal Investment Advisors Limited at www.motilaloswalgroup.com, HDFC Bank Limited at www.hdfcbank.com and Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited) at www.nuvama.com.

BOOK RUNNING LEAD MANAGERS

REGISTRAR TO THE OFFER

MOTILAL OSWAL INVESTMENT BANKING	HDFC BANK We understand your world	nuvama	Bigshare Services Pvt. Ltd.
<p>Motilal Oswal Investment Advisors Limited Motilal Oswal Tower, Rahimullah Sayani Road Opposite Parel ST Depot, Prabhadevi, Mumbai - 400 025 Maharashtra, India Telephone: +91 22 7193 4380 E-mail: sskl ipo@motilaloswal.com Investor Grievance E-mail: moiapredressal@motilaloswal.com Website: www.motilaloswalgroup.com Contact Person: Ritu Sharma / Sankita Ajinkya SEBI Registration No.: INM000011005</p>	<p>HDFC Bank Limited Investment Banking Group, Unit No. 401 & 402, 4th Floor, Tower B, Peninsula Business Park, Lower Parel, Mumbai - 400 013, Maharashtra, India Telephone: +91 22 3395 8233 E-mail: ssklipo@hdfcbank.com Investor Grievance E-mail: investor.redressal@hdfcbank.com Website: www.hdfcbank.com Contact Person: Kunal Thakkar/ Dhruv Bhavsar SEBI Registration No.: INM000011252</p>	<p>Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited) 801 - 804, Wing A, Building No 3, Inspire BKC, G Block Bandra Kurla Complex, Bandra East Mumbai - 400 051, Maharashtra, India Telephone: +91 22 4009 4400 E-mail: sskl ipo@nuvama.com Investor Grievance ID: customerservice.mb@nuvama.com Website: www.nuvama.com Contact Person: Manish Tejwani/ Lokesh Singh SEBI Registration Number: INM000013004</p>	<p>Bigshare Services Private Limited Office No SG-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai - 400093 Telephone: 022 62638200 E-mail: ipo@bigshareonline.com Investor Grievance e-mail: investor@bigshareonline.com Website: www.bigshareonline.com Contact Person: Jibu John SEBI Registration No.: INR000001385</p>

* Pursuant to order passed by Hon'ble National Company Law Tribunal, Mumbai Bench dated April 27, 2023, the merchant banking business of Edelweiss Financial Services Limited ("Edelweiss") has merged and now transferred to Nuvama Wealth Management Limited ("Nuvama") and therefore the said merchant banking business is part of Nuvama.

All capitalised terms used in this Addendum shall, unless specifically defined or unless the context otherwise requires, have the meaning ascribed to them in the DRHP.

For Sai Silks (Kalamandir) Limited
On behalf of the Board of Directors

Matte Koti Bhaskara Teja
Company Secretary and Compliance Officer

Place: Hyderabad, Telangana
Date: July 25, 2023

SAI SILKS (KALAMANDIR) LIMITED is proposing, subject to receipt of requisite approvals, market conditions and other considerations to undertake an initial public offer of its Equity Shares and has filed the DRHP with SEBI on July 22, 2022. The DRHP is available on the website of SEBI at www.sebi.gov.in as well as on the websites of the Stock Exchanges i.e. BSE at www.bseindia.com and NSE at www.nseindia.com and is available on the website of the BRLMS, i.e. Motilal Oswal Investment Advisors Limited at www.motilaloswalgroup.com, HDFC Bank Limited at www.hdfcbank.com and Nuvama Wealth Management Limited (formerly known as Edelweiss Securities Limited) at www.nuvama.com. Any potential investor should note that investment in equity shares involves a high degree of risk and for details relating to such risk, see "Risk Factors" beginning on page 30 of the DRHP. Potential investors should not rely on the DRHP filed with SEBI in making any investment decision.