

National Stock Exchange of India Limited "Exchange Plaza", C-1, Block G, Bandra- Kurla Complex, Bandra (E), Mumbai - 400 051. Scrip Symbol : APARINDS Kind Attn.: Listing Department	BSE Limited Corporate Relations Department, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai - 400 001. Scrip Code : 532259 Kind Attn. : Corporate Relationship Department
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**Sub. : Monitoring Agency Report for the quarter ended December 31, 2023 - in relation to the Qualified Institutions Placement (QIP) of Equity Shares of APAR Industries Limited ("the Company")**

**Listing Regulation: Regulation 32 & all other applicable Regulations, if any, of the SEBI (LODR) Regulations, 2015, as amended from time to time**

Dear Sir/ Madam,

Pursuant to Regulation 32(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, we are enclosing herewith the Monitoring Agency Report dated January 31, 2024 issued by CARE Ratings Limited, Monitoring Agency, appointed by the Company, for the quarter ended December 31, 2023 in respect of utilization of proceeds of the funds raised through Qualified Institutions Placement ("QIP").

The said information is also being made available on the website of the Company at [www.apar.com](http://www.apar.com).

Thanking You.

Yours faithfully,

**For APAR Industries Limited**

**Sanjaya Kunder  
(Company Secretary)**

**Encl. As above.**

# Monitoring Agency Report



**No. CARE/HO/RL/2023-24/4120**

**Shri Mr. Ramesh Iyer,**  
**Chief Financial Officer,**  
**Apar Industries Limited,**  
APAR HOUSE, BLDG.No.5 CORPORATE PARK  
SION-TROMBAY ROAD, CHEMBUR, MUMBAI – 400071  
Mumbai  
Maharashtra - 400071

January 31, 2024

Dear Sir,

**Monitoring Agency Report for the quarter ended December 31, 2023 - in relation to the Qualified Institutional Placement of Equity Shares of Apar Industries Limited ("the Company")**

We write in our capacity of Monitoring Agency for the issue of 18,99,696 equity shares of face value of Rs. 10 each at a price of Rs. 5,264.00 per share including a premium of Rs. 5,254.00 aggregating to Rs. 10,000 million of the Company and refer to our duties cast under 82 of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations.

In this connection, we are enclosing the Monitoring Agency Report for the quarter ended December 31, 2023, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated November 29, 2023.

Request you to kindly take the same on records.

Thanking you,  
Yours faithfully,

A handwritten signature in blue ink that reads "Arti Roy".

**Arti Roy**  
Associate Director  
Arti.roy@careedge.in

**Report of the Monitoring Agency (MA)**

Name of the issuer: Apar Industries Limited

For quarter ended: December 31, 2023

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: Nil

(b) Range of Deviation: Not applicable

**Declaration:**

We declare that this report provides an objective view of the utilization of the issue proceeds in relation to the objects of the issue based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The MA does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives. This Report is not intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever. Nothing mentioned in this report is intended to or should be construed as creating a fiduciary relationship between the MA and any issuer or between the agency and any user of this report. The MA and its affiliates also do not act as an expert as defined under Section 2(38) of the Companies Act, 2013.

The MA or its affiliates may have credit rating or other commercial transactions with the entity to which the report pertains and may receive separate compensation for its ratings and certain credit related analyses. We confirm that there is no conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer, or while undertaking credit rating or other commercial transactions with the entity.

We have submitted the report herewith in line with the format prescribed by SEBI, capturing our comments, where applicable. There are certain sections of the report under the title "Comments of the Board of Directors", that shall be captured by the Issuer's Management / Audit Committee of the Board of Directors subsequent to the MA submitting their report to the issuer and before dissemination of the report through stock exchanges. These sections have not been reviewed by the MA, and the MA takes no responsibility for such comments of the issuer's Management/Board.

Signature:

A handwritten signature in blue ink that reads "Arti Roy".

Name of the Authorized Signatory: Arti Roy

Designation of Authorized person/Signing Authority: Associate Director

### 1) Issuer Details:

Name of the issuer : Apar Industries Limited  
 Name of the promoter : Kushal Desai, Chaitanya Desai, Rishabh Desai  
 Industry/sector to which it belongs : Manufacturer of transformers and other speciality oils, polymers, lubricants, transmission and distribution, conductors, power & telecom cables and house wires.

### 2) Issue Details

Issue Period : November 23, 2023, to November 29, 2023  
 Type of issue (public/rights) : Qualified Institutional Placement  
 Type of specified securities : Equity shares  
 IPO Grading, if any : Not applicable  
 Issue size (in ` crore) : Rs. 1000.00 crore (Note 1)

### Note 1:

Particulars	Values
Total shares issued and subscribed Nos @ (Rs. 5254/share)	18,99,696
Total Proceeds received from IPO (in Rs. Crore)	<b>1,000.00</b>
Issue expenses (in Rs. Crore)	17.42
Net Proceeds available (in Rs. Crore)	<b>982.58</b>

### 3) Details of the arrangement made to ensure the monitoring of issue proceeds:

Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
Whether all utilization is as per the disclosures in the Placement Document?	Yes	Chartered Accountant certificate*, Bank statement	Yes	Yes
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Placement Document?	Not applicable	Not Applicable	Not Applicable	Not Applicable
Whether the means of finance for the disclosed objects of the issue have changed?	No	Not Applicable	Not Applicable	Not Applicable
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	Not Applicable	Not Applicable	Not Applicable
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not Applicable	Not Applicable	Not Applicable	Not Applicable
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Not Applicable	Not Applicable	Not Applicable
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Not Applicable	No	No
Is there any other relevant information that may materially affect the decision making of the investors?	No	Not Applicable	No	No

\*Chartered Accountant certificate from CNK & Associates LLP vide CA certificate dated January 19, 2024

#Material Deviation would mean:

a) deviation in the objects or purposes for which the funds have been raised

b) deviation in the amount of funds actually utilised by more than 10% of the amount projected in the offer documents.

**a Details of objects to be monitored:**

(i) Cost of objects –

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document) in Rs. Crore	Revised Cost in Rs. Crore	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason for cost revision	Proposed financing option	Particulars of firm arrangements made
1	Funding the working capital requirements of Apar Industries Limited	CA Certificate. Monitoring Agency Bank A/c Statement Copies of invoices / Purchase order	982.58		Nil	NA	NA	NA
<b>Total</b>			<b>982.58</b>					

\* The above details are verified by CNK & Associates LLP vide CA certificate dated January 19, 2024

(ii) Progress in the objects –

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore (A)	Amount utilised in Rs. Crore			Total Unutilised amount in Rs. Crore as on 31 <sup>st</sup> December 2023 (C=A-B)	Comments of the Monitoring Agency	Comments of the Board of Directors	
				As at beginning of the quarter in Rs. Crore	During the quarter in Rs. Crore	At the end of the quarter in Rs. Crore (B)			Reasons for idle funds	Proposed course of action
1	Funding working Capital Requirement of Apar Industries Limited	CA Certificate. Monitoring Agency Bank A/c Statement Copies of invoices / Purchase order	982.58	Nil	319.64	319.64	662.94*	Nil	Unutilised Funds will be used in forthcoming months	
<b>Total</b>			<b>982.58</b>		<b>319.64</b>	<b>319.64</b>	<b>662.94</b>			

The above details are verified by CNK & Associates LLP vide CA certificate dated January 19, 2024

\*Comprises of Rs. 0.58 crores in escrow A/c, Rs. 600 crores in FDs with banks and Rs. 62.36 crores in the Monitoring Agency A/c.



iii) Deployment of unutilised IPO proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. Crores)	Maturity Date	Earning (Rs. Crores)	Return on Investment (%)	*Market Value as at the end of quarter (Rs. Crore)
<b>WITH EMIRATES NBD Bank</b>						
1.	Fixed Deposit	50.00	02-01-2024	0.18	6.67%	50.00
2.	Fixed Deposit	50.00	09-01-2024	0.24	6.67%	50.00
3.	Fixed Deposit	100.00	16-01-2024	0.65	7.02%	100.00
4.	Fixed Deposit	100.00	23-01-2024	0.78	7.02%	100.00
<b>WITH YES BANK LTD</b>						
5.	Fixed Deposit	35.00	02-01-2024	0.13	6.60%	35.00
6.	Fixed Deposit	40.00	02-01-2024	0.15	6.60%	40.00
7.	Fixed Deposit	35.00	09-01-2024	0.17	6.60%	35.00
8.	Fixed Deposit	40.00	09-01-2024	0.20	6.60%	40.00
9.	Fixed Deposit	75.00	16-01-2024	0.48	6.75%	75.00
10	Fixed Deposit	75.00	23-01-2024	0.58	6.75%	75.00
	<b>Total</b>	<b>600.00</b>				

\*without accrued interests

The above details are verified by CNK & Associates LLP vide CA certificate dated January 19, 2024

(iv) Delay in implementation of the object(s)

Objects	Completion Date		Delay (no. of days/ months)	Comments of the Board of Directors	
	As per the offer document	Actual*		Reason of delay	Proposed course of action
NA	NA	NA	NA	NA	NA

The above details are verified by CNK & Associates LLP vide CA certificate dated January 19, 2024

#### 4) Details of utilization of proceeds stated as General Corporate Purpose (GCP) amount in the offer document:

Sr. No	Item Head^	Amount in Rs. Crore	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors
1	NA	NA	CA Certificate	Nil	NA

The above details are verified by CNK & Associates LLP vide CA certificate dated January 19, 2024

^The extract of General Corporate Purpose mentioned in prospectus: Not applicable