

PAVNA INDUSTRIES LIMITED

Registered Office: Vimlanchal Hari Nagar Aligarh, Uttar Pradesh, India-202001

CIN-L34109UP1994PLC016359

Email: cs@pavnagroup.com; Website: www.pavna.in

Tel No.: +91 8006409332

May 13, 2025

To,

BSE Limited, New Trading Ring, Rotunda Building, P.J. Towers, Dalal Street, MUMBAI-400001 Scrip Code: 543915	The National Stock Exchange of India Ltd, Exchange Plaza, Bandra-Kurla Complex, Bandra (East), MUMBAI-400 051 NSE Symbol: PAVNAIND
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ISIN:- INE07S101020

Sub: Monitoring Agency Report for the quarter ended 31st March, 2025

Ref: Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ("Listing Regulations").

Dear Sir,

Pursuant to Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ("Listing Regulations"), we are enclosing herewith the Monitoring Agency Report for the quarter ended 31st March, 2025, in relation to the Preferential Issue of Equity Shares and Fully Convertible Warrants of the Company as received from Monitoring Agency, Care Ratings Limited as per Monitoring Agency Agreement dated October 4, 2024.

You are requested to take the above information on record.

Yours faithfully

For Pavna Industries Limited

SWAPN Digitally signed
by SWAPNIL JAIN
Date: 2025.05.13
13:32:35 +05'30'
IL JAIN

Swapnil Jain
Managing Director
DIN:01542555

Encl: As above

No. CARE/KRO/GEN/2025-26/1009

The Board of Directors
Pavna Industries Limited
Vimlachal Hari Nagar Aligarh
Uttar Pradesh, India
Pin- 202001

May 13, 2025

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended March 31, 2025 - in relation to the Preferential Issue of Equity Share and Fully Convertible Warrants of Pavna Industries Limited ("the Company")

We write in our capacity of Monitoring Agency for the Preferential issue of equity shares and fully convertible warrants for the amount aggregating to Rs. 210.70 crore of the Company and refer to our duties cast under Regulation 162A 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 March 31, 2025, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated October 04, 2024

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,

punit.singhania

Punit Singhania

Associate Director

Punit.singhania@careedge.in

CARE Ratings Limited

Unit No. A/7/4, 7th Floor Block A, Apeejay House,
15 Park Street, Kolkata – 700016
Phone: +91-33-4018 1600/2283 1803

CIN-L67190MH1993PLC071691

4th Floor, Godrej Coliseum, Somaiya Hospital
Road, Off Eastern Express Highway, Sion (East),
Mumbai - 400 022
Phone: +91-22-6754 3456 • www.careedge.in

Report of the Monitoring Agency

Name of the issuer: Pavna Industries Ltd

For quarter ended: March 31, 2025

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: Nil

(b) Range of Deviation: Nil

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.

punit.singhania

Signature:

Name and designation of the Authorized Signatory: Punit Singhania

Designation of Authorized person/Signing Authority: Associate Director

CARE Ratings Limited

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1) Issuer Details:

Name of the issuer : Pavna Industries Limited
 Name of the promoter : Mr. Swapnil Jain & Mrs. Asha Jain
 Industry/sector to which it belongs : Manufacturing (Auto Ancillary)

2) Issue Details

Issue Period : January 29, 2025
 Type of issue (public/rights) : Preferential Issue
 Type of specified securities : Equity Shares and Fully Convertible Warrants
 IPO Grading, if any : Not Applicable
 Issue size (in crore) : Rs. 210.70 crore

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 Offer Document?	Yes	CA certificate*, Bank statements, Management certificate	The utilization of the fund is according to the objectives mentioned as per Board Resolution dated January 29, 2025.	No Comments
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not Applicable	Not Applicable	Not Applicable	No Comments
Whether the means of finance for the disclosed objects of the issue have changed?	No	CA Certificate	Not Applicable	No Comments

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
Is there any major deviation observed over the earlier monitoring agency reports?	Not Applicable	Not Applicable	Not Applicable	No Comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not Applicable	Not Applicable	Not Applicable	No Comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not Applicable	Not Applicable	Not Applicable	No Comments
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Not Applicable	Nil	No Comments
Is there any other relevant information that may materially affect the decision making of the investors?	No	Not Applicable	Nil	No Comments

* Chartered Accountant certificate received from Arun Varshney & Associates (Chartered Accountants) dated May 08, 2025.

#Where material deviation may be defined to mean:

- Deviation in the objects or purposes for which the funds have been raised
- Deviation in the amount of funds actually utilized by more than 10% of the amount projected in the offer documents.

4) 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 Board Resolution) in Rs. Crore	Revised Cost in (as per the Board Resolution) 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

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1	Issue Related Expense	Board Resolution and CA Certificate	0.28	0.28	Nil	No Comments	No Comments	No Comments
2	Working Capital Requirement	Board Resolution and CA Certificate	81.50	81.50	Nil	No Comments	No Comments	No Comments
3	General Corporate Purpose (GCP)	Board Resolution and CA Certificate	80.25	50.00	Nil	No Comments	No Comments	No Comments
4	Strategic acquisitions	Board Resolution and CA Certificate	160.00	78.92	Nil	No Comments	No Comments	No Comments
Total			322.03^	210.70*	-			

^As per Shareholder Resolution dated October 23, 2024.

*As per Board Resolution dated January 29, 2025.

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(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 Board Resolution (Rs. Crore)	Amount received (Rs. Crore)	Amount utilised in Rs. Crore			Rs. Crore	Comments of the Monitoring Agency	Comments of the Board of Directors	
					As at beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
1	Issue related expenses	CA Certificate [#]	0.28	119.80	Nil	Nil	Nil	Nil	Nil	No Comments	No Comments
2	Working capital requirements	Bank Statements, CA Certificate [#] , Management certificate	81.50		Nil	81.50	81.50	Nil	Nil	No Comments	No Comments
3	General Corporate Purposes	Bank Statements, CA Certificate [#] , Management certificate	50.00		Nil	38.30	38.30	Nil	The company has spent Rs.38.31 crore funded through issue proceeds of Rs.38.30 crore and balance Rs.0.01 crore through interest income on FD	No Comments	No Comments
4	Strategic acquisitions	CA Certificate [#] , Management certificate	78.92		Nil	Nil	Nil	Nil	Nil	No Comments	No Comments
	Total		210.70*	119.80*	Nil	119.80^	119.80^	Nil^			

*PIL has issued 17,72,200 preferential equity shares at Rs.505 per share (including premium of Rs.495 per share) and 24,00,000 fully convertible warrants at issue price of Rs.505 per warrant aggregating Rs.210.70 crore. Entire proceeds pertaining to preferential equity shares amounting to Rs.89.50 crore and 25% proceeds pertaining to fully convertible warrants amounting Rs. 30.30 crores aggregating to Rs.119.80 crore have been received. Balance 75% amount from the warrant holders aggregating to Rs. 90.90 crore to be received in tranches within 18 months from the date of allotment.

^The company has utilized Rs.119.81 crore funded through issue proceeds of Rs.119.80 crore and balance Rs.0.01 crore from interest income on FD.

[#] Chartered Accountant certificate received from Arun Varshney & Associates (Chartered Accountants) dated May 08, 2025.

(iii) Deployment of unutilized proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter
1	Fixed deposit with ICICI Bank	0.01^	03/04/2025	NA	NA	NA
2	Balance with ICICI Bank (Monitoring Account)	0.33	-	NA	NA	NA
	Total	0.34*		NA	NA	NA

^Matured on April 3, 2025, and lying in monitoring account.

*The company has unutilized fund of Rs.0.34 crore in monitoring account which pertains to interest income received on FD.

(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 Board Resolution	Actual		Reason of delay	Proposed course of action
1. Issue related expenses	Upto May 2025	Already done*	Nil	No Comments	No Comments
2. Working capital requirements	Upto August 2026	Ongoing	Nil	No Comments	No Comments
3. General Corporate Purposes	Upto August 2026	Ongoing	Nil	No Comments	No Comments
4. Strategic acquisitions	Upto August 2026	Ongoing	Nil	No Comments	No Comments

*Issue expense had already been incurred. However the same is yet to reimburse from Monitoring Account.

5) 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	Repayment of Secured & Unsecured Loans	27.06	Bank Statement and CA certificate*	The company has spent Rs.38.31 crore funded through issue proceeds of Rs.38.30 crore and balance Rs.0.01 crore through interest income on FD	No Comments
2	Payment to Vendors	6.80	Bank Statement and CA certificate		
3	Reduction in Working Capital Borrowings	4.45	Bank Statement and CA certificate		
	Total	38.31			

*Chartered Accountant certificate received from Arun Varshney & Associates (Chartered Accountants) dated May 08, 2025.

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Disclaimers to MA report:

a) This Report is prepared by CARE Ratings Ltd (hereinafter referred to as “**Monitoring Agency/MA**”). The MA has taken utmost care to ensure accuracy and objectivity while developing this Report based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. 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.

b) This Report has to be seen in its entirety; the selective review of portions of the Report may lead to inaccurate assessments. For the purpose of this Report, MA has relied upon the information provided by the management /officials/ consultants of the Issuer and third-party sources like statutory auditors (or from peer reviewed CA firms) appointed by the Issuer believed by it to be accurate and reliable.

c) Nothing contained in this Report is capable or 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 MA is also not responsible for any errors in transmission and specifically states that it, or its directors, employees do not have any financial liabilities whatsoever to the users of this Report.

d) The MA and its affiliates do not act as a fiduciary. The MA and its affiliates also do not act as an expert to the extent defined under Section 2(38) of the Companies Act, 2013. While the MA has obtained information from sources it believes to be reliable, it does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives from auditors (or from peer reviewed CA firms), lawyers, chartered engineers or other experts, and relies on in its reports.

e) The MA or its affiliates may have other commercial transactions with the entity to which the report pertains. As an example, the MA may rate the issuer, or any debt instruments / facilities issued or proposed to be issued by the issuer that is subject matter of this report. The MA may receive separate compensation for its ratings and certain credit-related analyses, normally from issuers or underwriters of the instruments, facilities, securities or from obligors.

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