

SYRMA SGS TECHNOLOGY LIMITED (Formerly known as Syrma SGS Technology Pvt. Ltd. and Syrma Technology Pvt. Ltd.)

Date: January 29, 2025

To, Listing Department National Stock Exchange of India Limited Exchange Plaza, C-1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. Symbol: SYRMA

**Department of Corporate Service BSE Limited** Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001. **Scrip Code: 543573** 

Subject: Report of the Monitoring Agency under Regulation 41 (4) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.

Dear Sir/ Madam,

Pursuant to the aforesaid Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the monitoring agency report in respect of utilization of proceeds of the initial public offer of the Company for the quarter ended December 31, 2024, issued by CRISIL Ratings Limited, Monitoring Agency.

The said Monitoring Agency Report shall also be available on the Company's website at <u>https://www.syrmasgs.com/investor-relations/disclosure/</u>.

You are requested to take the same on record and disseminate to all the concerned.

For Syrma SGS Technology Limited

Komal Malik Company Secretary & Compliance Officer Membership No: F6430 Place: Gurgaon

ENCL: as above.

CIN: L30007MH2004PLC148165

E-mail: info@syrmasgs.com

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Website: www.syrmasgs.com

Chennai: Plot No. B27, Phase II, Zone B, MEPZ-SEZ. Tambaram, Chennai - 600045. Phone: +91 44 7172 8600 Fax: +91 44 7172 8612

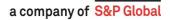
Registered Office : Unit No. 601, 6th Floor, Floral Deck Plaza, MIDC, Andheri (East), Mumbai, Maharashtra, India, 400093. Tel +91 22 4036 3000 Fax +91 22 2829 1176



# Monitoring Agency Report for Syrma SGS Technology Limited for the quarter ended December 31, 2024

Crisil Ratings Limited Corporate Identity Number: U67100MH2019PLC326247

Office Address: Lightbridge IT Park, Saki Vihar Road, Andheri East. Mumbai- 400 072. India. Registered Office Aaddress: CRISIL House, Central Avenue, Hiranandani Business Park, Powai, Mumbai- 400 076, India Phone: +91 22 6137 3000 | www.crisilratings.com





#### CRL/MAR/SYMTPL/2024-25/1265

January 29, 2025

**To Syrma SGS Technology Limited** Unit no. 601, 6th floor, Floral Deck PL MIDC, Andheri (East) Mumbai, Maharashtra - 400093

Dear Sir,

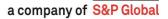
### Monitoring Agency Report for the quarter ended December 31, 2024 - in relation to the Initial Public Offer ("IPO") of Syrma SGS Technology Limited ("the Company")

Pursuant to Regulation 41(2) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("SEBI ICDR Regulations") and Monitoring Agency Agreement dated August 02, 2022, enclosed herewith the Monitoring Agency Report, issued by Crisil Ratings Limited, Monitoring Agency, as per Schedule XI of the SEBI ICDR Regulations towards utilization of proceeds of IPO for the quarter ended December 31, 2024.

Request you to kindly take the same on records.

Thanking you, For and on behalf of Crisil Ratings Limited

Sushant Sarode Director, Ratings (LCG)



### Report of the Monitoring Agency (MA)

Name of the issuer: Syrma SGS Technology Limited

For quarter ended: December 31, 2024

Name of the Monitoring Agency: Crisil Ratings Limited

(a) Deviation from the objects: No

(b) Range of Deviation: Not applicable

#### Declaration:

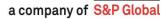
We declare that this report provides an objective view of the utilization of the issue proceeds in relation to the objects of the issue based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The MA does not perform an audit and 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 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 we do not perceive any conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer.

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:

Name and designation of the Authorized Signatory: Sushant Sarode Designation of Authorized person/Signing Authority: Director, Ratings (LCG)





1) Issuer Details:

Name of the issuer:	Syrma SGS Technology Limited
Names of the promoter:	a. Sandeep Tandon b. Jasbir Singh Gujral c. Veena Kumari Tandon d. Tancom Electronics Private Limited
Industry/sector to which it belongs:	Industrial Products
2) Issue Details	
Issue Period:	Friday, August 12, 2022, to Thursday, August 18, 2022
Type of issue (public/rights):	Initial Public Offer (IPO)
Type of specified securities:	Equity Shares
IPO Grading, if any:	NA
Issue size:	Rs 8,401.26 million Issue size comprises of fresh issuance/gross proceeds of Rs 7,660.00 million (net proceeds of Rs 7,257.22 million*) and an offer for sale of Rs 741.26 million

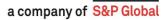
\*Crisil Ratings shall be monitoring the net proceeds amount

### 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	Management undertaking, Statutory Auditor Certificate^, Final Offer Document, Bank Statements	No Comments	No Comments
Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document?	NA		No Comments	No Comments
Whether the means of finance for the disclosed objects of the issue has changed?	No		No Comments	No Comments
Is there any major deviation observed over the earlier monitoring agency reports?	No		No Comments	No Comments

#### **Crisil Ratings Limited**

Corporate Identity Number: U67100MH2019PLC326247



# Crisil Ratings

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 Government/statutory approvals related to the object(s) have been obtained?	NA	Management undertaking, Statutory	No Comments	No Comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Yes	Auditor Certificate <sup>^</sup>	No Comments	No Comments
Are there any favorable events improving the viability of these object(s)?	No		No Comments	No Comments
Are there any unfavorable events affecting the viability of the object(s)?	No		No Comments	No Comments
Is there any other relevant information that may materially affect the decision making of the investors?	No		No Comments	No Comments

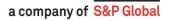
NA represents Not Applicable

^Statutory Auditor Certificate dated January 27, 2025, issued by M/s. Walker Chandiok & Co LLP Chartered Accountants (Firm Registration Number: 001076N/N500013).

### 4) Details of object(s) to be monitored:

### i. Cost of the object(s):

	Item Head	Source of information/	Original cost	Revised		Comments of the Board of Directors		
Sr. No.		considered	(as per the Offer Document) (Rs in million)	Cost (Rs in million)	Comment of the MA	Reason of Cost revision	Proposed financing option	Particulars of firm arrange- ments made
1	Funding capital expenditure requirements for development of a R&D facility and expansion / setting up of manufacturing facilities	Management undertaking, Statutory Auditor Certificate^, Final offer document	4,030.00	NA	No revision	NA	None	None



# Crisil Ratings

		Source of information/	Original cost	Designat		Comments of the Board of Directors			
Sr. No.	Item Head	certification considered by MA for preparation of report	(as per the Offer Document) (Rs in million)	Revised Cost (Rs in million)	Comment of the MA	Reason of Cost revision	Proposed financing option	Particulars of firm arrange- ments made	
2	Funding working capital requirements of the Company	Management undertaking, Statutory Auditor Certificate^, Final offer document	1,315.80	NA	No revision	NA	None	None	
3	General Corporate Purposes#		1,911.42	NA	No revision	NA	None	None	
	Total	-	7,257.22	-	-	-	-	-	

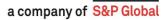
^ Statutory Auditor Certificate dated January 27, 2025, issued by M/s. Walker Chandiok & Co LLP Chartered Accountants (Firm Registration Number: 001076N/N500013).

*\*The amount utilised for general corporate purposes does not exceed 25% (amounting to Rs 1,915.00 million) of the Gross Proceeds from the Fresh Issue.* 

### ii. Progress in the object(s):

		Source of information/ certifications	Amount as proposed		nt utiliz n millio		Total	Comments	Comments of the Board of Directors	
r. 0.	Item Head#	considered by Monitoring Agency for preparation of report	Offer Document	As at beginning of the quarter	the	At the	unutilized amount (Rs in million)	of the	Reasons for idle funds	Proposed course of action
	Funding capital expenditure requirements for development of a R&D facility and expansion / setting up of manufacturing facilities	Final Offer Document, Bank	4,030.00	2,722.57	252.43	2,975.00	1,055.00	No comments	shall be ut proposed duly cons	nce amount ilized as per 1 schedule idering the progress

Crisil Ratings Limited Corporate Identity Number: U67100MH2019PLC326247



# Crisil Ratings

		Source of information/ certifications	Amount as proposed		nt utiliz n millio		Total	Comments		nts of the Directors
Sr. No.	Item Head#	preparation of report	g Offer r Document	As at beginning of the quarter	the	At the end of the quarter	unutilized		Reasons for idle funds	Proposed course of action
2	Funding working capital requirements of the Company	Management undertaking, Statutory Auditor Certificate <sup>^</sup> , Final Offer	1,315.80	1,315.13	-	1,315.13	0.67	No comments	The Balance amount shall be utilized as per proposed schedule duly considering the	
3	General Corporate Purposes	Document, Bank Statements	1,911.42	1,900.00	-	1,900.00	11.42	No comments	current progress	0
	Total		7,257.22	5,937.70	252.43	6,190.13	1,067.09			

^ Statutory Auditor Certificate dated January 27, 2025, issued by M/s. Walker Chandiok & Co LLP Chartered Accountants (Firm Registration Number: 001076N/N500013).

\*Part of spend has been made by the Company by transferring net proceeds from Company's monitoring agency account maintained with HDFC Bank to current accounts of the Company for the business operational ease and controlling the unit's payments. However, the transferred amount stands fully utilized as at the end of this quarter.

### **\*Brief description of objects:**

Object of the Issue	Description of objects as per the offer document filed by the issuer
Funding capital expenditure requirements for development of a R&D facility and expansion / setting up of manufacturing facilities	<ol> <li>Development of a R&amp;D facility and setting up of and expansion of manufacturing and other facilities in Chennai</li> <li>Setting up of manufacturing facility in Hyderabad- to set up two surface mount technology (SMT) lines at a new manufacturing facility in Hyderabad</li> <li>Setting up of a new manufacturing facility and expansion of existing manufacturing facility, in Manesar, Haryana - to set up 14 surface mount technology (SMT) lines at a new manufacturing facility in Manesar</li> <li>Expansion of manufacturing facility in Bawal, Haryana - to set up four surface mount technology (SMT) lines, of which:</li> <li>two SMT lines are proposed to be set up at existing manufacturing facility in Bawal, and</li> <li>two SMT lines are proposed to be set up at a new manufacturing facility in Bawal</li> <li>Setting up of manufacturing facility in Hosur, Tamil Nadu - to set up three surface mount technology (SMT) lines at a new manufacturing facility in Hosur</li> </ol>
Funding working capital requirements of the Company	The Company funds majority of its working capital requirements in the ordinary course of business from banks and internal accruals and intends to utilise the Net Proceeds to fund its working capital requirements.

#### **Crisil Ratings Limited**

Corporate Identity Number: U67100MH2019PLC326247

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General Corporate PurposesTo deploy the balance Net Proceeds towards general corporate purposes, to drive business growth, including, amongst other things, a) funding growth opportunities, including strategic initiatives b) meeting any expenses incurred in the ordinary course of business by the Company, including salaries and wages, rent, administration expenses, insurance related expenses, and the payment of taxes and duties c) servicing of borrowings including payment of interest d) brand building and other marketing expenses e) meeting of exigencies which the Company may face in the course of any business; and		
<ul> <li>c) servicing of borrowings including payment of interest</li> <li>d) brand building and other marketing expenses</li> <li>e) meeting of exigencies which the Company may face in the course of any</li> </ul>		<ul> <li>business growth, including, amongst other things,</li> <li>a) funding growth opportunities, including strategic initiatives</li> <li>b) meeting any expenses incurred in the ordinary course of business by the Company, including salaries and wages, rent, administration expenses,</li> </ul>
	General Corporate Purposes	<ul><li>c) servicing of borrowings including payment of interest</li><li>d) brand building and other marketing expenses</li><li>e) meeting of exigencies which the Company may face in the course of any</li></ul>

#### iii. Deployment of unutilised proceeds:

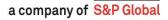
Based on management undertaking and Statutory Auditor Certificate dated January 27, 2025, issued by M/s. Walker Chandiok & Co LLP Chartered Accountants (Firm Registration Number: 001076N/N500013):

		· · · · · · · · · · · · · · · · · · ·	0		, ,	(Rs in million)
S. No.	Type of instruments where amount invested	Amount invested (Refer Note 1 & 4)	Maturity date	Earning as on December 31, 2024	Return on Investment (ROI%) (Refer Note 2)	Market Value as at the end of quarter (Refer Note 3)
1	HDFC Monitoring Agency Account 57500000951058	32.94	NA	NA	NA	32.94
2	RBL Bank Fixed Deposit- 709024180085	169.90	27-02-2025	00.00	7.35%	169.90
3	RBL Bank Fixed Deposit- 709024121091	500.00	22-11-2025	00.00	7.95%	500.00
4	RBL Bank Fixed Deposit- 709024121277	649.53	22-11-2025	00.00	7.95%	649.53
	Total	1352.37	-	00.00		1352.37

#### Notes:

- 1. This includes interest received (net of TDS) aggregating to Rs. 285.28 million accrued during the year on closure of Fixed deposits which has been reinvested.
- 2. ROI% is based on the assumption that the fixed deposits will be redeemed only at the end of maturity date.
- 3. Maturity value considered
- 4. Monitoring the deployment of Interest Income earned from unutilised Net proceeds & utilisation towards issue expenses does not form part of the scope of Monitoring Agency report.
- 5. All the figures in the above-mentioned table are rounded off

Crisil Ratings Limited Corporate Identity Number: U67100MH2019PLC326247





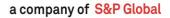
#### iv. Delay in implementation of the object(s):

Based on management undertaking and Statutory Auditor Certificate dated January 27, 2025, issued by M/s. Walker Chandiok & Co LLP Chartered Accountants (Firm Registration Number: 001076N/N500013):

	Completion Date		Delay (No	Comments of the Board of Directors				
Object(s)			<b>5</b> .		Proposed			
	As per Offer Letter	Actual	of Days/Mont hs)	Reason for delay	Course of Action			
Not Applicable								

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

Not applicable, based on management undertaking and Statutory Auditor Certificate dated January 27, 2025, issued by M/s. Walker Chandiok & Co LLP Chartered Accountants (Firm Registration Number: 001076N/N500013):



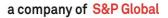


#### **Disclaimers:**

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#### **Crisil Ratings Limited**

Corporate Identity Number: U67100MH2019PLC326247





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