

November 14, 2024

To,

<p>The General Manager, Listing Department, <b>Bombay Stock Exchange Limited,</b> P.J. Towers, Dalal Street, Mumbai – 400 001 <b>Company code: 533333</b></p>	<p>The Manager, Listing &amp; Compliance Department <b>The National Stock Exchange of India Limited</b> Exchange Plaza, Bandra Kurla Complex, Bandra East, Mumbai - 400051 <b>Company code: FCL</b></p>
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**Subject: Intimation under Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Monitoring Agency Report**

Dear Sir/Madam,

Pursuant to Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Regulations 162A SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 (“SEBI ICDR Regulations”), please find enclosed the Monitoring Agency Report for the quarter ended 30<sup>th</sup> September, 2024, issued by ICRA Limited (Monitoring Agency) in respect of the utilization of proceeds raised through a Preferential Issue of Equity Shares and Convertible Warrants on May 22, 2024.

We request you to kindly take the same on your record.

Thanking you,

**Yours faithfully,**  
**For FINEOTEX CHEMICAL LIMITED**

**Sunny Parmar**  
**Company Secretary & Compliance Officer**



Encl: as above

## MONITORING AGENCY REPORT

**Name of the Issuer:** Fineotex Chemical Ltd.

**For quarter ended:** September 30, 2024

**Name of the Monitoring Agency:** ICRA Limited

**(a) Deviation from the objects of the issue:**

No deviation - the utilization of the issuance proceeds is in line with the objects of the issue.

**(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 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:**

PARUL  
GOYAL  
NARANG

Digitally signed  
by PARUL  
GOYAL NARANG  
Date: 2024.11.14  
19:21:43 +05'30'

Parul Goyal Narang

Vice President & Head- Process Excellence

Analyst: Adrita Sadhukhan

Quality Analyst: Parul Narang

## 1. Issuer Details

**Name of the Issuer:** Fineotex Chemical Ltd.

**Name(s) of the promoters:**

Promoters
<i>Surendra Tibrewala</i>
<i>Surendrakumar Deviprasad Tibrewala</i>
<i>Mitesh Vinod Jhunjunwala</i>
<i>Kanaklata Surendra Tibrewala</i>
<i>Aarti Mitesh Jhunjunwala</i>
<i>Sanjay Surendra Tibrewala</i>
<i>Ritu Aditya Gupta</i>
<i>Nidhi Sanjay Tibrewala</i>
<i>Kamal Chemicals Pvt. Ltd.</i>
<i>Proton Biochem Pvt Ltd</i>

Source: BSE

**Industry/ sector to which it belongs:** Chemicals (Specialty Chemicals).

## 2. Issue Details

**Issue Period:** Opening date- May 13, 2024

Closing date- May 22, 2024

**Type of Issue:** Preferential Issue

**Type of specified securities:** Equity shares & Convertible Warrants

**IPO Grading, if any:** Not Applicable

**Issue Size (Rs. Crore):** The original issue size was INR 280.350 crore but due to under subscription the same has been reduced to INR 124.442 crore.

**Actual Net Proceeds:** INR 124.442 crores (9,70,000 Equity shares @ Rs. 346.000 each and 26,26,600 warrants @Rs. 346.000) \*\*

*\*\*The proceeds credited to the Preferential Issue account stood at INR 56.282 Crore as on 30th September 2024 as only 25% of the proceeds have been received against the warrants. ICRA will be monitoring INR 56.282 Crore for Q2FY2025*

**3. Details of the arrangement made to ensure the monitoring of issue proceeds.**

Particulars	Reply	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors
Whether all utilization is as per the disclosures in the Offer Document?	<b>Yes</b>	- Peer reviewed CA certificate -Confirmation from management -Bank Statement of the proceeds account	No comments	No Comments
Whether shareholder approval has been obtained in case of material deviations <sup>#</sup> from expenditures disclosed in the Offer Document?	<b>Not Applicable</b>	As confirmed by the Issuer's management	No comments	No Comments
Whether the means of finance for the disclosed objects of the issue has changed?	<b>No</b>	As confirmed by the Issuer's management	No comments	No Comments
Is there any major deviation observed over the earlier monitoring agency reports?	<b>No</b>	No deviation observed.	No comments	No Comments
Whether all Government/ statutory approvals related to the object(s) have been obtained?	<b>No</b>	As confirmed by the Issuer's management	No comments	No Comments
Whether all arrangements pertaining to technical assistance/ collaboration are in operation?	<b>No</b>	As confirmed by the Issuer's management	No comments	No Comments
Are there any favorable events improving the viability of these object(s)?	<b>No</b>	As confirmed by the Issuer's management	As understood from the Issuer's management	No Comments
Are there any unfavorable events affecting the viability of the object(s)?	<b>No</b>	As confirmed by the Issuer's management	As understood from the Issuer's management	No Comments
Is there any other relevant information that may materially affect the decision making of the investors?	<b>No</b>	As confirmed by the Issuer's management	As understood from the Issuer's management	No Comments

<sup>#</sup> Where material deviation is defined to mean:

(a) Deviation in the objects or purposes for which the funds had been raised.

(b) Deviation in the amount of funds utilized by more than 10% of the amount specified in the offer document.

**4. Details of the object(s) to be monitored.**
**(i) Cost of object(s)**

S. N.	Item Head	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Original cost (as per the offer document) [Rs. Crore]	Revised cost [Rs. Crore]	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors		
						Reason for cost revision	Proposed financing option	Particulars of firm arrangements made
1	Working Capital Requirement.	-EGM Notice as on March 09, 2024 -Exchange Intimation as on May 22, 2024	50.000	22.194	Revision in object as issue size is reduced			Revision is due to non-participation by some of the proposed Allottees.
2	Expansion of business of the company	-EGM Notice as on March 09, 2024 -Exchange Intimation as on May 22, 2024	161.000	71.465				
3	General Corporate Purposes	-EGM Notice as on March 09, 2024 -Exchange Intimation as on May 22, 2024	69.350	30.783				
	<b>Total</b>		<b>280.350</b>	<b>124.442</b>				

Note: Cost of objects has been revised downwards on a pro-rata basis due to undersubscription of the issue



September 2024

(ii) Progress in the object(s)

S.N.	Item Head*	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Amount as proposed in the offer document [Rs. Crore] *	Amount utilized [Rs. Crore]			Total unutilized amount [Rs. Crore]	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors	
				As at the beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
1	Working Capital Requirement.	-Bank Statement - Peer reviewed CA certificate	22.194	-	-	22.194	No comments	No Comments	No Comments	
2	Expansion of business of the company	-Bank Statement - Peer reviewed CA certificate	71.465	-	40.105	31.360	No comments	No Comments	No Comments	
3	General Corporate Purposes	-Bank Statement - Peer reviewed CA certificate	30.783	-	9.299	21.484	No comments	No Comments	No Comments	
	<b>Total</b>		<b>124.442</b>	<b>-</b>	<b>49.404</b>	<b>75.038#</b>				

\*Revised cost as per point no 4(i) above

#The proceeds credited to the net proceeds account stood at INR 56.282 Crore as on 30<sup>th</sup> September 2024 as part payment has been received against the warrants.  
So, the actual unutilized amount stood at INR 6.877Crore.

## (iii) Deployment of unutilized proceeds

S.N.	Type of instrument and name of the entity invested in	Amount invested [Rs. Crore]	Maturity date	Earning [Rs. Crore]	Return on Investment [%]	Market Value as at the end of quarter [Rs. Crore]
1	Kotak Mutual Fund – CPL / Kotak Equity Arbitrage Fund - Direct Plan - Growth	6.853	Not applicable	0.186	2.71%	7.038
2	Balance lying in Proceed account	0.024	-	-	-	0.024
	<b>Total</b>	<b>6.877*</b>		<b>0.186</b>		<b>7.062</b>

Source: As certified by ASL & Co. and verified internally

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

Object(s)	Completion date		Delay [Number of days or months]	Comments of the Issuer's Board of Directors	
	As per the offer document	Actual <sup>^</sup>		Reason for delay	Proposed course of action
Working Capital Requirement.	September 30, 2030	On Schedule	NA	No Comments	No Comments
Expansion of business of the company	September 30, 2030	On Schedule	NA	No Comments	No Comments
General Corporate Purposes	September 30, 2030	On Schedule	NA	No Comments	No Comments

Source: As confirmed by the Issuer's management

<sup>^</sup>Refers to the latest estimate of the completion date



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

S.N.	Item Head	Amount [Rs. Crore]	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors
1	Fees Paid To Stock Exchange And Other Issue Related Expenses	0.195	-Bank Statement - Peer reviewed CA certificate	No Comments	No Comments
2	Advisory & Other Professional Service Expenses	9.104	<b>Same as above</b>	No Comments	No Comments
<b>Total</b>		<b>9.299</b>			

Source: As certified by ASL & Co.