



## CONFIDENCE PETROLEUM INDIA LTD.

**REG OFF:** 701, Shivai Plaza Premises Chs Ltd, Plot No. 79, Marol Industrial Estate,  
Nr. Mahalaxmi Hotel, Andheri East, Mumbai, Maharashtra, 400059  
**Corp. Off:** Confidence Tower, 34A, Central Bazar Road, Ramdaspath, Nagpur-440010  
Ph. 0712-6606492, Fax-6612083  
Email: [cs@confidencegroup.co](mailto:cs@confidencegroup.co) website: [www.confidencegroup.co](http://www.confidencegroup.co)  
CIN: L40200MH1994PLC079766

**Date: 14/11/2024**

**To,**

<b>National Stock Exchange of India Limited</b> Listing Department, Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai-400051	<b>The Bombay Stock Exchange,</b> Department of Corporate Services 25 <sup>th</sup> Floor, P.J. Towers, Dalal Street, Mumbai- 400001
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**Subject: Monitoring Agency Report for the quarter ended on September 30, 2024**

Dear Sir,

Pursuant to Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulation 162A (4) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, the Monitoring Agency Report for the quarter ended on September 30, 2024, issued by Care Ratings Ltd, duly reviewed by the Audit Committee of the Company is enclosed herewith.

Yours truly,

**For Confidence Petroleum India Limited**

**Nitin Khara**  
**Managing Director**  
**DIN-01670977**

# Monitoring Agency Report



**CARE/HO/GEN/2024-25/1093**

**The Board of Directors**

**Confidence Petroleum India Limited**

404/405, Satyam Apartment, 8 Wardha Road,  
Dhantoli, Nagpur, Maharashtra, India, 440012

November 13,2024

Dear Sir/Ma'am,

**Monitoring Agency Report for the quarter ended September 30,2024 - in relation to the  
Preferential Issue (PI) of Confidence Petroleum India Limited ("the Company")**

We write in our capacity of Monitoring Agency for the Preferential Issue for the amount aggregating to Rs. 250.11 crore of the Company and refer to our duties cast under 162A 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 September 30,2024 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated February 15,2024.

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,

*Arunava Paul*

**Arunava Paul**

Associate Director

Arunava.Paul@careedge.in

**Report of the Monitoring Agency**

Name of the issuer: Confidence Petroleum India Limited

For quarter ended: September 30,2024

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: No deviation

(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: 

Name and designation of the Authorized Signatory: Arunava Paul

Designation of Authorized person/Signing Authority: Associate Director

**1) Issuer Details:**

Name of the issuer : Confidence Petroleum India Limited  
 Name of the promoter : Nitin Khara  
 Industry/sector to which it belongs : Gas - Trading – Gas (Auto LPG, Packed LPG, CNG Retailing, LPG Bottling & LPG Cylinder Manufacturing.)

**2) Issue Details**

Issue Period : July 01, 2024 to September 30, 2024  
 Type of issue (public/rights) : Preferential Issue  
 Type of specified securities : Equity Shares  
 IPO Grading, if any : NA  
 Issue size (in crore) : Rs. 250.11 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* and offer document	<ul style="list-style-type: none"> <li>• In February 2024 the entire issue proceeds of Rs 250.11 crores were received in monitoring account (SBI Bank Account No: 42567888340). From the monitoring account the entire proceeds were then parked in fixed deposits.</li> <li>• For utilizing the issue proceeds the above mentioned fixed deposits were partially liquidated for the required amount and credited to SBI bank account number 42697592433 rather than utilising the issue proceeds directly from monitoring account (SBI Bank Account No: 42567888340).</li> <li>• From the said account (42697592433) the amount is</li> </ul>	

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
			<p>further transferred to capex current accounts for payment to vendors. In the capex current accounts there are other debits and credits resulting in comingling of funds. Thus due to this comingling of funds Monitoring Agency has primarily relied on CA certificate and Management certificate to verify capex-wise utilization of issue proceeds. The CA certificate specifies individual transaction-wise details of all the capex undertaken using issue proceeds during the quarter.</p> <ul style="list-style-type: none"> <li>• During Q2FY25 an amount of Rs 1.14 crores (part of issue proceeds) was erroneously transferred to Confidence Petroleum India Limited's group company. As confirmed by management and bank statements provided the amount was transferred back and has been utilized for capex purpose.</li> </ul>	
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	No	No deviations observed	No deviations observed	
Whether the means of finance for the disclosed objects of the issue have changed?	No	Bank Statements	The source of finance was from the funds raised through preferential issue.	
Is there any major deviation observed over the earlier monitoring agency reports?	No	No deviation	No deviation	

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?	Yes	CA certificate	-	
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Yes	CA certificate	-	
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	CA certificate	-	
Is there any other relevant information that may materially affect the decision making of the investors?	No	CA certificate	-	

\* Verified from Chartered Accountant certificate from L N J & Associates dated November 07, 2024.

#Where material deviation may be defined to mean:

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

b) 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 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	ALDS Project	Chartered Accountant certificate* and Offer Document	75.00	-	-	-	-	-
2	CNG Project	Chartered Accountant certificate* and Offer Document	75.00	-	-	-	-	-
3	PCD Project	Chartered Accountant certificate* and Offer Document	75.00	-	-	-	-	-

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4	General Corporate Purpose	Chartered Accountant and Offer certificate* Document	25.11	-	-	-	-	-	
<b>Total</b>			<b>250.11</b>						

\* Verified from Chartered Accountant certificate from L N J & Associates dated November 07,2024.

(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	Amount utilised in Rs. Crore			Total unutilised amount in Rs. crore	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			Reasons for idle funds	Proposed course of action
1	ALDS Project	Bank Statement, offer document, CA certificate* and capital goods supplier invoices tested on sample basis	75.00	27.48	3.95	31.43	43.57	The company has setup three capex-wise current accounts in ICICI Bank (624205502306 for ALDS; 624251000023 for CNG; 624205502304 for PCD) in which issue proceeds are received and payment to vendors are made for capital expenditure. In the capex current accounts there are other debits and credits resulting in comingling of funds. Thus due to this	-	-
2	CNG Project	Bank Statement, offer document, CA certificate* and capital goods supplier invoices tested on sample basis	75.00	20.19	6.17	26.36	48.64		-	-
3	PCD Project	Bank Statement, offer document, CA certificate* and capital goods supplier	75.00	21.43	4.42	25.85	49.15		-	-

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	Amount utilised in Rs. Crore			Total unutilised amount in Rs. crore	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			Reasons for idle funds	Proposed course of action
		invoices tested on sample basis						comingling of funds Monitoring Agency has primarily relied on CA certificate and Management certificate to verify capex-wise utilization of issue proceeds. The CA certificate specifies individual transaction-wise details of all the capex undertaken using issue proceeds during the quarter.		
4	General Corporate Purpose	CA certificate and extract of Board resolution defining the general corporate purpose	25.11	20.51	-	20.51	4.60	-	-	-
<b>Total</b>			<b>250.11</b>	<b>89.61</b>	<b>14.54</b>	<b>104.15</b>	<b>145.96</b>			

\* Verified from Chartered Accountant certificate from L N J & Associates dated November 07,2024 and bank statements

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(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	FDR IN AXIS BANK	35.00	90-110 days	--	4.75%-7.35% p.a.	35.00
2	FDR IN SBI BANK	78.00	90 days	--	4.75%-5.75% p.a.	78.00
3	FDR IN ICICI BANK	25.50	389 days	--	7.4% p.a.	25.50
4	Current Accounts	07.46	--	--	--	07.46
	<b>Total</b>	<b>145.96</b>				<b>145.96</b>

(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
ALDS Project	Within 1 year from the date of receipts of PI proceeds i.e February 2024	The time period of 1 year is yet to be completed. As on September 30, 2024 company has utilized Rs 104.15 crores of the total proceeds of Rs 250.11 crores.	-	-	-
CNG Project			-	-	-
PCD Project			-	-	-
General Corporate Purpose			-	-	-

\* Verified from Chartered Accountant certificate from L N J & Associates dated November 07, 2024

5) **Details of utilization of proceeds stated as General Corporate Purpose (GCP) amount in the offer document:** Nil utilization of IPO proceeds for GCP during the July 01, 2024 to September 30, 2024

Sr. No	Item Head <sup>^</sup>	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
-	-	-	-	-	-

<sup>^</sup> Section from the offer document related to GCP: "Our Company intends to deploy the balance Net Proceeds aggregating up to Rs 4.60 in utilizing the proceeds earmarked for general corporate purposes."

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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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