



Valiant Laboratories
Limited
ESTD 1980

November 13, 2024

To,
Listing/Compliance Department
BSE LTD
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400001

To,
Listing/Compliance Department
National Stock Exchange of India
Limited
"Exchange Plaza", Plot No. C/1,
G Block Bandra-Kurla Complex,
Bandra (E), Mumbai - 400051

BSE CODE - 543998

NSE Symbol: VALIANTLAB

Dear Sir/ Madam,

Sub: Monitoring Agency Report

Pursuant to Regulation 32 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we are enclosing herewith Monitoring Agency Report issued by CARE Ratings Limited, Monitoring Agency, for the Quarter ended September 30, 2024 in respect of utilization of proceeds of the Initial Public Offer ('IPO') of the Company.

Further, the Monitoring Agency has confirmed the full utilization of the net proceeds of the IPO.

The above-mentioned statement has been duly reviewed by the Audit Committee at its meeting held on November 12, 2024.

Please take the same on your records.

Thanking You
Yours faithfully,
For Valiant Laboratories Limited

Prajakta Patil
Company Secretary
M No.: A53370

www.valiantlabs.in | CIN : L24299MH2021PLC365904

Registered Office: 104, Udyog Kshetra, Mulund-Goregaon Link Road, Mulund (W), Mumbai - 400080.
T: 022-49712001 / 49717220 / 49717221 | E: investor@valiantlabs.in

Monitoring Agency Report



No. CARE/HO/GEN/2024-25/1092

The Board of Directors
Valiant Laboratories Limited
104, Udyog Kshetra,
Mulund Goregaon Link Road,
Mulund West, Mumbai – 400080
Maharashtra, India

November 13, 2024

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended September 30, 2024 - in relation to the IPO of Valiant Laboratories Limited ("the Company")

We write in our capacity of Monitoring Agency for the Public Issue for the amount aggregating to Rs. 152.460 crore of the Company and refer to our duties cast under 41 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 September 07, 2023.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

A handwritten signature in black ink, appearing to read "Darshan Shah".

Darshan Shah
Assistant Director
Darshan.shah@careedge.in

Report of the Monitoring Agency

Name of the issuer: Valiant Laboratories Limited

For quarter ended: September 30, 2024

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:

Name of the Authorized Signatory: Darshan Shah

Designation of Authorized person/Signing Authority: Assistant Director

1) Issuer Details:

Name of the issuer : Valiant Laboratories Limited
 Name of the promoter : Shantilal. S. Vora and Santosh. S. Vora
 Industry/sector to which it belongs : Pharmaceuticals

2) Issue Details

Issue Period : Opened on September 27, 2023, and closed on October 03, 2023
 Type of issue (public/rights) : Initial Public Offer (IPO)
 Type of specified securities : Equity Shares
 IPO Grading, if any : Not applicable
 Issue size (in `crore) : Rs. 152.46 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	Prospectus, Chartered Accountant certificate*, Bank statement, Copy of invoices	All the proceeds from IPO have been utilized appropriately for the objectives mentioned in the offer document	NIL
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not Applicable	Not Applicable	Not applicable	NIL
Whether the means of finance for the disclosed objects of the issue have changed?	No	Not applicable	Not applicable	NIL
Is there any major deviation observed over the earlier monitoring agency reports?	No	Not applicable	Not applicable	NIL
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Prospectus, GIDC, SEIAA & GPCB, Chartered Accountant certificate*	Not applicable	NIL

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 arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Prospectus, Chartered Accountant certificate*	Not applicable	NIL
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Chartered Accountant certificate*	Not applicable	NIL
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	Prospectus	Delay in implementation of the object - Covered below under table – (iv) Delay in implementation of the object(s).	Please see comments under table – (iv)

* The above details are verified by Raman S Shah & Co. Chartered Accountants vide its CA certificate dated October 25, 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	Investment in VASPL for part financing its capital expenditure requirements in relation to the setting up of the Proposed Facility	Prospectus*, CA Certificate**	80.000	-	Not applicable	NIL	NIL	NIL
2	Investment in VASPL for funding its working capital requirements of VASPL	Prospectus*, CA Certificate**	45.000	-	Not applicable	NIL	NIL	NIL
3	General corporate purposes (GCP)	Prospectus*, CA Certificate**	9.317	-	Not applicable	NIL	NIL	NIL
Total			134.317					

*Sourced from Page No. 118 of Placement Document.

**The above details are verified by Raman S Shah & Co. Chartered Accountants vide its CA certificate dated October 25, 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 September 30, 2024 (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	Investment in our wholly owned Subsidiary, Valiant Advanced Sciences Private Limited (“VASPL”) for part-financing its capital expenditure requirements in relation to the setting up of a manufacturing facility for speciality chemicals at Saykha Industrial Area, Bharuch, Gujarat	Prospectus, CA Certificate**, Bank Statements	80.000	80.000	0.000	80.000	0.000	Nil utilisation during the quarter	NIL	NIL
2	Investment in VASPL for funding its working capital	Prospectus, CA Certificate, Bank Statements	45.00	28.426	16.574	45.000	0.000	Utilised towards final call payment of rights issue of subsidiary (VASPL) for	NIL	NIL

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 September 30, 2024 (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
	requirements of VASPL							working capital utilisation.		
3	General corporate purposes (GCP)	Prospectus, CA Certificate, Bank Statements	9.317	9.317	0.000	9.317	0.000	Nil utilisation during the quarter	NIL	NIL
Total			134.317	117.743	16.574	134.317	0.000			

***The above details are verified by Raman S Shah & Co. Chartered Accountants vide its CA certificate dated October 25, 2024.*

(iii) Deployment of unutilized public issue proceeds: **Not applicable**

Sr. No.	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
Not applicable, as the net proceeds have been fully utilized						

The above details are verified by Raman S Shah & Co. Chartered Accountants vide its CA certificate dated October 25, 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
Investment in our wholly owned Subsidiary, Valiant Advanced Sciences Private Limited (“VASPL”) for part-financing its capital expenditure requirements in relation to the setting up of a manufacturing facility for speciality chemicals at Saykha Industrial Area, Bharuch, Gujarat	March 31, 2024	June 03, 2024 [^]	64 days	As Project is mainly single contractor dominated, their fabrication/subcontracting fabricators encountered delays due to abnormal rainfall and subsequent flooding in their workshop in both years. This is the primary reason for delay.	We have appointed additional contractors and also assisting the existing contractor to complete the balance work
Investment in VASPL for funding its working capital requirements of VASPL	March 31, 2024	June 25, 2024*	86 days		
	March 31, 2025	July 16, 2024*	No Delay	NIL	NIL
General corporate purposes (GCP)	March 31, 2024	March 13, 2024	No Delay	NIL	NIL

[^] Under Object 1, Rs.80.00 crores were scheduled to be deployed by March 31, 2024. The company completed deployment of Rs. 80.00 crores by June 03, 2024.

* Out of total estimated cost of Rs. 45.00 crores in Object 2, Rs.15.51 crores were scheduled to be deployed by March 31, 2024. The company completed deployment of Rs. 15.51 crores by June 25, 2024. As per the prospectus, balance amounting to Rs.29.49 crore was scheduled to be utilised by March 31, 2025.

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

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
Nil utilization during the quarter					

** The above details are verified by Raman S Shah & Co. Chartered Accountants vide its CA certificate dated October 25, 2024.

Section from the offer document related to GCP:

“We will have flexibility in utilizing the balance Net Proceeds, aggregating to ₹ 93.17 million towards general corporate purposes, subject to such utilization not exceeding 25% of the aggregate of the gross proceeds from the Issue, in accordance with Regulation 7(2) of the SEBI ICDR Regulations, including but not restricted towards part or full prepayment / repayment

of our borrowings, strategic initiatives, acquisitions, investments in future subsidiaries of our Company, opening or setting up offices, business development initiatives, R&D, acquiring fixed assets, meeting any expense (including capital expenditure requirements) of our Company, including salaries and wages, rent, administration, insurance, repairs and maintenance, payment of taxes and duties, meeting expenses incurred in the ordinary course of business and towards any exigencies. The quantum of utilization of funds toward the aforementioned purposes will be determined by our Board based on the amount actually available under the head "General Corporate Purposes" and the corporate requirements of our Company. In case of variations in the actual utilization of funds designated for the purposes set forth above, increased fund requirements for a particular purpose may be financed by surplus funds, if any which are not applied to the other purposes set out above. In addition to the above, our Company may utilize the Net Proceeds towards other expenditure (in the ordinary course of business) considered expedient and approved periodically by the Board. Our management, in response to the competitive and dynamic nature of the industry, will have the discretion to revise its business plan from time to time and consequently our funding requirement and deployment of funds may also change. This may also include rescheduling the proposed utilization of Net Proceeds and increasing or decreasing expenditure for a particular Object i.e., the utilization of Net Proceeds."

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.