



CHEMCON
Speciality Chemicals Limited



CIN : U24231GJ1988PLC011652

August 09, 2021

Listing Compliance & Legal Regulatory
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 023

Listing & Compliance
National Stock Exchange of India Ltd.
Exchange Plaza, Bandra-Kurla Complex,
Bandra East, Mumbai 400 051

Stock Code: **543233**

Stock Symbol: **CHEMCON**

Dear Sir/Madam

Sub: Report of the Monitoring Agency

Pursuant to Regulation 32(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Monitoring Agency Report dated 09.08.2021 in respect of utilization of proceeds of IPO for the quarter ended June 30, 2021, issued by HDFC Bank Limited, Monitoring Agency.

This is for your information and records.

Thanking you,

Yours Sincerely,

Chemcon Speciality Chemicals Limited

Shahil Kumar Kapatel

Company Secretary & Compliance Officer

Membership No.: A52211



SCHEDULE IX

MONITORING REPORT

NAME OF THE MONITORING AGENCY: HDFC Bank Limited

MONITORING REPORT FOR THE QUARTER ENDED: June 2021

Name of the Issuer: Chemcon Speciality Chemicals Limited

(a) Deviation from the objects: Not Applicable

(b) Range of Deviation*: Not applicable

Declaration:

We hereby declare that this report is based on the format as prescribed by SEBI (ICDR) Regulation, 2018, as amended. I/We further declare basis the certification issued by the statutory auditor of the company that this report provides true and fair view of the utilization of issue proceeds.

We declare that we do not have any direct / indirect interest in or relationship with the issuer/promoters/directors/management and also confirm that we do not perceive any conflict of interest in such relationship / interest while monitoring and reporting the utilization of issue proceeds by the issuer.

Signature:



Name of the Authorized Person/Signing Authority: Tushar Gavankar

Designation of Authorized person/Signing Authority: Deputy Vice President

Seal of the Monitoring Agency:

Date: 09.08.2021



1) Issue Details:

Name of the issuer : Chemcon Speciality Chemicals Limited
 The names of the promoters of the issuer : KAMALKUMAR RAJENDRA AGGARWAL,
 NAVDEEP NARESH GOYAL and SHUBHARANGANA GOYAL
 Industry/sector to which it belongs : Pharmaceutical Chemicals and Oil Well Completion Chemicals

2) Issue Details:

Issue Period : 01st October, 2020 – 31st December, 2020
 Type of issue (public/rights) : Public Issue
 Type of specified securities : Equity Shares
 Issue size (in Crores) : Fresh issue of Rs. 165 Crores
 Amount Collected (₹in Crores) : Fresh issue of Rs. 165 Crores

3) Details of the arrangement made to ensure the monitoring of issue proceeds

| Particulars | Reply | Comments of Statutory Auditor Comments (if any) | Comments of the Monitoring Agency |
|---|--------|--|-----------------------------------|
| Whether all the utilization is as per disclosure in Offer Document? | Yes/No | Yes | Yes |
| Whether Shareholder approval is obtained in case of material deviations# from expenditures disclosed in Offer Document? | Yes/No | NA | NA |
| Whether means of finance for disclosed objects of the Issue has changed? | Yes/No | No | No |
| Any major deviation observed over the earlier monitoring agency reports? | Yes/No | No | NA |
| Whether all Government / Statutory approvals related to the object(s) obtained? | Yes/No | NA | NA |
| Whether all arrangements pertaining to technical assistance/collaboration in operation? | Yes/No | NA | NA |
| Any favourable events improving object(s) viability | Yes/No | No | NA |
| Any unfavourable events affecting object(s) viability | Yes/No | No | NA |
| Any other relevant information that may materially affect the decision making of the Investors | Yes/No | No | NA |

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 object(s) to be monitored:

i. Cost of object(s)-

| Particulars | Original Cost (as per Offer Document) (Rupees in Million) | Revised Cost (Rupees in Million) | Comments of Statutory Auditor Comments (if any) |
|-------------------------------------|--|-------------------------------------|--|
| Gross Proceeds from the Fresh Issue | 1,650.00 | 1,650.00 | |
| (Less) Offer expenses* @ | 152.12 | 146.51 | Revision in offer expense is on account of reduction in offer expenses on actual booking as compared to estimated. |
| Net Proceeds | 1,497.88 | 1,503.49 | |

* The Offer expenses is agreed to be shared in the proportion of Equity Shares sold by the Selling Shareholders and offered by the Company. Till Quarter ending 31-Mar-21, the total offer expenses are INR 282.15 million (Excluding GST), out of which company's share is INR 146.51 million, (Excluding GST).

| Sr. No | Item Head | Original Cost (as per Prospectus) (Rupees in Million) | Revised Cost (Rupees in Million) | Comments of Statutory Auditor Comments (if any) |
|--------|---|---|----------------------------------|--|
| 1 | Capital expenditure towards expansion of Manufacturing Facility | 410.33 | 410.33 | |
| 2 | To meet working capital requirements | 900.00 | 900.00 | |
| 3 | General corporate purposes* | 187.55 | 193.16 | |
| | Net Proceed | 1,497.88 | 1,503.49 | |

* The revision in General corporate purposes expense is on account of reduction in offer expenses as compared to estimated.

ii. Proposal to finance cost overrun, if any: Not Applicable

iii. Progress in the object(s)

| Sr. No | Item Head | Net Proceeds | Amount Utilised | | | Total Unutilised Amount |
|--------|---|--------------|--------------------------------|--------------------|-----------------------|-------------------------|
| | | | As at Beginning of the Quarter | During The Quarter | At the end of Quarter | |
| 1 | Capital expenditure towards expansion of Manufacturing Facility | 410.33 | 109.58 | 146.70 | 256.28 | 154.05 |



| | | | | | | |
|---|---|----------|--------|--------|--------|--------|
| 2 | Incremental working capital requirement | 900.00 | 400.00 | 0.00 | 400.00 | 500.00 |
| 3 | General Corporate Purposes | 193.16 | 134.51 | 0.00 | 134.51 | 58.65 |
| | Total | 1,503.49 | 644.09 | 146.70 | 790.79 | 712.70 |

- (a) Name of the object(s): Capital expenditure requirement
(b) Brief description of the object(s): Capital requirement of the Company
(c) Location of the object(s) (if applicable): Not applicable

- (a) Name of the object(s): Incremental working capital
(b) Brief description of the object(s): Incremental working capital requirement of the Company
(c) Location of the object(s) (if applicable): Not applicable

- (a) Name of the object(s): General corporate purpose
(b) Brief description of the object(s): General corporate expenses of the Company
(c) Location of the object(s) (if applicable): Not applicable

iv. Deployment of unutilized Issue proceeds: INR in millions

| Sr. No | Type of Instruments where amount Invested | Amount (in Rupees Million) Invested | Maturity Date | Earnings till 30.06.2021 Amount (in Rupees Million) | Return on Investment (ROI %) | Book Value as at 30.06.2021 (in Rupees Million) (Net of TDS) |
|--------|---|-------------------------------------|---------------|---|------------------------------|--|
| 1 | Fixed deposit- HDFC Bank | 19.90 | 12-10-2021 | 0.70 | 5.10% | 20.60 |
| 2 | Fixed deposit- HDFC Bank | 19.90 | 13-10-2021 | 0.70 | 5.10% | 20.60 |
| 3 | Fixed deposit- HDFC Bank | 19.90 | 13-10-2021 | 0.69 | 5.10% | 20.59 |
| 4 | Fixed deposit- HDFC Bank | 19.90 | 14-10-2021 | 0.69 | 5.10% | 20.59 |
| 5 | Fixed deposit- HDFC Bank | 19.90 | 14-10-2021 | 0.69 | 5.10% | 20.59 |
| 6 | Fixed deposit- HDFC Bank | 19.90 | 15-10-2021 | 0.69 | 5.10% | 20.59 |
| 7 | Fixed deposit- HDFC Bank | 19.90 | 16-10-2022 | 0.70 | 5.15% | 20.60 |
| 8 | Fixed deposit- HDFC Bank | 19.90 | 16-10-2021 | 0.67 | 5.00% | 20.57 |
| 9 | Fixed deposit- HDFC Bank | 19.90 | 17-10-2021 | 0.67 | 5.00% | 20.57 |
| 10 | Fixed deposit- HDFC Bank | 19.90 | 17-10-2022 | 0.69 | 5.15% | 20.59 |
| 11 | Fixed deposit- HDFC Bank | 19.90 | 18-10-2022 | 0.69 | 5.15% | 20.59 |
| 12 | Fixed deposit- HDFC Bank | 19.90 | 18-10-2021 | 0.67 | 5.00% | 20.57 |
| 13 | Fixed deposit- HDFC Bank | 19.90 | 20-10-2022 | 0.68 | 5.15% | 20.58 |
| 14 | Fixed deposit- HDFC Bank | 19.90 | 20-10-2021 | 0.66 | 5.00% | 20.56 |
| 15 | Fixed deposit- HDFC Bank | 19.90 | 21-10-2021 | 0.66 | 5.00% | 20.56 |
| 16 | Fixed deposit- HDFC Bank | 19.90 | 21-10-2022 | 0.68 | 5.15% | 20.58 |
| 17 | Fixed deposit- HDFC Bank | 19.90 | 22-10-2022 | 0.68 | 5.15% | 20.58 |
| 18 | Fixed deposit- HDFC Bank | 19.90 | 22-10-2021 | 0.66 | 5.00% | 20.56 |
| 19 | Fixed deposit- HDFC Bank | 19.90 | 23-10-2021 | 0.65 | 5.00% | 20.55 |
| 20 | Fixed deposit- HDFC Bank | 19.90 | 23-10-2022 | 0.67 | 5.15% | 20.57 |
| 21 | Fixed deposit- HDFC Bank | 19.90 | 24-10-2021 | 0.65 | 5.00% | 20.55 |



| Sr. No | Type of Instruments where amount Invested | Amount (in Rupees Million) Invested | Maturity Date | Earnings till 30.06.2021 Amount (in Rupees Million) | Return on Investment (ROI %) | Book Value as at 30.06.2021 (in Rupees Million) (Net of TDS) |
|--------|---|-------------------------------------|---------------|---|------------------------------|--|
| 22 | Fixed deposit- HDFC Bank | 19.90 | 24-10-2022 | 0.67 | 5.15% | 20.57 |
| 23 | Fixed deposit- HDFC Bank | 19.90 | 27-10-2021 | 0.64 | 5.00% | 20.54 |
| 24 | Fixed deposit- HDFC Bank | 19.90 | 27-10-2022 | 0.66 | 5.15% | 20.56 |
| 25 | Fixed deposit- HDFC Bank | 19.90 | 28-10-2021 | 0.64 | 5.00% | 20.54 |
| 26 | Fixed deposit- HDFC Bank | 19.90 | 28-10-2022 | 0.66 | 5.15% | 20.56 |
| 27 | Fixed deposit- HDFC Bank | 19.90 | 29-10-2021 | 0.64 | 5.00% | 20.54 |
| 28 | Fixed deposit- HDFC Bank | 19.90 | 29-10-2022 | 0.66 | 5.15% | 20.56 |
| 29 | Fixed deposit- HDFC Bank | 19.90 | 30-10-2021 | 0.63 | 5.00% | 20.53 |
| 30 | Fixed deposit- HDFC Bank | 19.90 | 30-10-2022 | 0.65 | 5.15% | 20.55 |
| 31 | Fixed deposit- HDFC Bank | 19.90 | 03-11-2021 | 0.62 | 5.00% | 20.52 |
| 32 | Fixed deposit- HDFC Bank | 19.90 | 03-11-2022 | 0.64 | 5.15% | 20.54 |
| 33 | Fixed deposit- HDFC Bank | 19.90 | 04-11-2021 | 0.62 | 5.00% | 20.52 |
| 34 | Fixed deposit- HDFC Bank | 19.90 | 04-11-2022 | 0.64 | 5.15% | 20.54 |
| 35 | Fixed deposit- HDFC Bank | 19.90 | 05-11-2021 | 0.62 | 5.00% | 20.52 |
| 36 | Fixed deposit- HDFC Bank | 16.20 | 05-11-2022 | 0.56 | 5.15% | 16.76 |
| | | 712.70 | | 23.79 | | 736.49 |

v. Delay in implementation of the object(s) -

| Object(s) Name | Completion Date | | Delay (No. of days/ months) | Comments of Statutory Auditor Comments (if any) |
|---|-----------------------|-------------|-----------------------------|--|
| | As per Offer Document | Actual * | | |
| Capital expenditure towards expansion of Manufacturing Facility | Fiscal 2021 | Fiscal 2022 | NIL | Purchase order already given as at 30th June, 2021 amounting to Rs. 77.72 Million which are pending for fulfilment |

* In case of continuing object(s) please specify latest/revised estimate of completion date.

