



email : info@mtar.in website : www.mtar.in

CIN No : L72200TG1999PLC032836

Date: 02.11.2021

To,

<b>The Manager</b> <b>BSE Limited</b> <b>P. J. Towers, Dalal Street</b> <b>Mumbai-400001</b> <b>(BSE Scrip Code: 543270)</b>	<b>The Manager,</b> <b>NSE Limited,</b> <b>Exchange Plaza, Bandra Kurla Complex,</b> <b>Bandra (E), Mumbai- 400051.</b> <b>(NSE Symbol: MTARTECH)</b>
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Dear Sir/Madam,

**Sub: Reporting of Monitoring Agency**

**Unit: MTAR Technologies Limited**

Pursuant to Regulation 41(4) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 read with Regulation 32(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith Monitoring Agency Report dated October 20, 2021 issued by M/s. Axis Bank Limited, Monitoring Agency in respect of utilization of proceeds of IPO for the quarter ended September 30, 2021.

This is for your information and records.

Thanking You,

Yours faithfully

**For MTAR Technologies Limited**



**Shubham Sunil Bagadia**  
**Company Secretary and Compliance Officer**

**Encl: As above.**

**AXB/CO/IFB-TS/2021-22/99**

October 20, 2021

To,  
**MTAR Technologies Ltd.,**  
18, Technocrats Industrial Estate,  
Balangar, Hyderabad 500 037  
Telangana

Dear Sir,

**Sub: MTAR Technologies Ltd (the Company) – Monitoring Agency Report**

We write in our capacity of Monitoring Agent to the Company and refer to our duties cast under Regulation 82(2) of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2018.

In terms of above, please find attached the Monitoring Report for the quarter ended on September 30, 2021 as per Schedule XI of the aforesaid SEBI Regulations.

Request you to kindly take the same on records.

Thanking you.

*Yours Faithfully,*  
*For and on behalf of Axis Bank Ltd*

  
**Anil Grover**  
**General Manager & Head Operations**



**Report of the Monitoring Agency**

Name of the Issuer: **M/s MTAR Technologies Limited.**

For quarter ended: **30<sup>th</sup> September 2021**

Name of the Monitoring Agency: **Axis Bank Limited**

(a) Deviation from the objects:

- *Utilization different from Objects stated in the offer document but in line with change of objects approved by shareholders' resolution; or*
- *Utilization neither in line with Objects stated in the offer document nor approved by shareholders' resolution*
- *In case of no deviation, the fact would be stated.*

(b) Range of Deviation\*:

*Indicate range of percentage deviation from the amount of issue proceeds earmarked for objects. For example, up to 10%, 10 - 25%, 25-50%, 50-75%, 75-100%, not ascertainable etc.*

*\* Range of Deviation may be computed by taking weighted average of financial deviation of each object in the ratio of issue proceeds allocated for it. Non-financial deviation may be indicated separately by way of notes.*

**Declaration:**

*We hereby declare that this report is based on the format as prescribed by SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended. I/We further declare 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.*

*We also declare that the certificate is provided on the basis of management representation and certification provided by the Independent Chartered Accountant*

**For and on behalf of Axis Bank**



**Anil Grover**  
**General Manager & Head Operations**



1) Issuer Details: Name of the issuer: **M/s MTAR Technologies Limited.**

The names of the promoters of the issuer:

1. Parvat Srinivas Reddy
2. P. Leelavathi
3. K. Shalini
4. D. Anitha Reddy
5. C. Usha Reddy
6. G. Kavitha Reddy
7. Anushman Reddy
8. P. Kalpana Reddy
9. Saranya Loka Reddy
10. A.Manogna
11. M. Madhavi

Industry/sector to which it belongs: Manufacturing Sector.

2) Issue Details:

Issue Period: 3<sup>rd</sup> March 2021 to 5<sup>th</sup> March 2021

Type of issue (public/rights): Public

Type of specified securities: Equity shares

Grading:NA

Issue size ( ` in Crores): 223.52 Crores

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

(Give item by item description for all the objects stated in offer document separately in following format)

Particulars	Reply	Comments of Monitoring Agency	Comments of Board of Directors
Whether all the utilization is as per disclosure in Offer Document?	Yes/No	Yes	Utilization is in accordance with the Offer Document
Whether Shareholder approval is obtained in case of material deviations# from expenditures disclosed in Offer Document?	Yes/No	No	No such deviations
Whether means of finance for disclosed objects of the Issue has changed?	Yes/No	No	No change in the means of finance towards objects.
Any major deviation observed over the earlier monitoring agency reports?	Yes/No	No	No such deviations
Whether all Government / Statutory approvals related to the object(s) obtained?	Yes/No	Not applicable	NA
Whether all arrangements pertaining to technical assistance/collaboration in operation?	Yes/No	Not applicable	NA
Any favorable events improving object(s) viability	Yes/No	No	No
Any unfavorable events affecting object(s) viability	Yes/No	No	No
Any other relevant information that may materially affect the decision making of the investors	Yes/No	No	No such information

that materially affects the decision making of Investors.

# 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 fund 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):

(Give item by item description for all the objects stated in Offer Document separately in following format) (₹ in Cr)

Sl. No	Item Head	Original Cost (as per Offer Document)	Revised Cost	Comments of Monitoring Agency	Comments of Board of Directors		
					Reason of cost revision	Proposed financing option	Particulars of firm arrangements made
1.	Repayment or prepayment in full or part of borrowings availed by our Company.	₹ 63.00	-	NA	NA	NA	NA
2.	Funding working capital requirements.	₹ 95.00	-	NA	NA	NA	NA
3.	General corporate purposes.	₹ 54.92	-	NA	NA	NA	NA

(ii) Progress in the object(s):

(Give item by item description for all the objects stated in Offer Document separately in following format)

Sl. No	Item Head	Amount as proposed in Offer Document	Amount utilized			Total unutilized Amount	Comments of Monitoring Agency	Comments of Board of Directors	
			As at Beginning of the quarter	During the quarter	At end the quarter			Reason of idle funds	Proposed Course of Action
1.	Repayment or prepayment	₹ 63.00	₹ 59.94	₹ 1.25	₹ 61.19	₹ 1.81	NA	Proposed to repay	Unutilized amount

	ent in full or part of borrowings availed by our Company							Term loan installments as per the due dates.	to be utilized towards repayment of Term loan as and when due.
2.	Funding working capital requirements	₹ 95.00	27.39	₹ 28.33	₹ 55.72	₹ 39.28	NA	The funds are utilised towards Working Capital requirement during Fiscal years 2022 & 2023	No further course of action required.
3.	General corporate purposes	₹ 54.92	₹ 5.51	₹ 20.74	₹ 26.25	₹ 28.67	NA	Deployment of funds started	No further course of action required.

§ Provide following details under Item Head:

S. No	Name of the Object	Brief description of the object
1.	Repayment or prepayment in full or part of borrowings availed by our Company	Company proposes to utilize the Net Proceeds and the proceeds of the Pre-IPO Placement to prepay and / or repay against the borrowing facilities of the company in accordance with commercial considerations, including amounts outstanding at the time of prepayment and / or repayment.
2.	Funding working capital requirements	Company proposes to utilise ₹ 62 Cr and ₹ 33 Cr from the Net Proceeds and the proceeds of the Pre-IPO Placement to fund the working capital requirements of our Company in Fiscal Years 2022 and 2023, respectively.
3.	General corporate purposes	Company intends to deploy the balance Net Proceeds and the proceeds of the Pre-IPO Placement towards general corporate purposes, in accordance with Regulation 7(2) of the SEBI ICDR Regulations, to drive the business growth.



(iii) Deployment of unutilized proceeds:

Sl. No	Type of instrument where amount invested*	Amount invested	Maturity date	Earnings	Return on Investment (ROI %)	Market Value as at the end of quarter**
1.	Fixed Deposit with Axis Bank	₹38.00 Cr ₹ 30.00 Cr	20.10.2021 21.10.2021	3% pa 3% pa	3% pa 3% pa	₹ 38.63 Crs ₹ 30.43 Crs

\* Also indicate name of the party/company in which amounts have been invested

\*\* Where market value is not practical to find, provide NAV/NRV/Book Value of the same

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

Object(s) Name	Completion Date		Delay (No. of days/ months)	Comments of Board of Directors	
	As per Offer Document	Actual*		Reason of delay	Proposed Course of Action
No Such delay					

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