



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

CIN No : L72200TG1999PLC032836

Date: 04.11.2022

To,

The Manager BSE Limited P. J. Towers, Dalal Street Mumbai-400001 (BSE Scrip Code: 543270)	The Manager, NSE Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai- 400051. (NSE Symbol: MTARTECH)
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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 17, 2022 issued by M/s. Axis Bank Limited, Monitoring Agency in respect of utilization of proceeds of IPO for the quarter ended on September 30, 2022.

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/2022-23/101

October 17, 2022

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, 2022 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



Authorised Signatory



Report of the Monitoring Agency

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

For quarter ended: 30th September 2022

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.

No Deviation

(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.

Not applicable

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



Authorised Signatory

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: 3rd March 2021 to 5th March 2021

Type of issue (public/rights): Public

Type of specified securities: Equity shares

Grading: NA

Issue size (` in Crores): 223.53 Crores

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

(Give item by item description for all the objects, as well as for the sub-heads(if any) given under objects, stated in the offer document separately in following format)

Particulars	Reply	Source of information /certifications considered by Monitoring Agency for preparation of report"	Comments of Monitoring Agency	Comments of Board of Directors
Whether all the utilization is as per disclosure in Offer Document?	Yes/No	Monitoring Agency Agreement & CA Certification	Yes	Utilization is accordance with Offer Document
Whether Shareholder approval is obtained in case of material deviations# from expenditures disclosed in Offer Document?	Yes/No	Monitoring Agency Agreement & CA Certification	No	No such deviation
Whether means of finance for disclosed objects of the Issue has changed?	Yes/No	Monitoring Agency Agreement & CA Certification	No	No change in means of finance towards objects.



Any major deviation observed over the earlier monitoring agency reports?	Yes/No	Monitoring Agency Agreement & CA Certification	No	No such deviation
Whether all Government / Statutory approvals related to the object(s) obtained?	Yes/No	Monitoring Agency Agreement & CA Certification	Not applicable	NA
Whether all arrangements pertaining to technical assistance/collaboration in operation?	Yes/No	Monitoring Agency Agreement & CA Certification	Not applicable	NA
Any favorable events improving object(s) viability	Yes/No	Monitoring Agency Agreement & CA Certification	No	No
Any unfavorable events affecting object(s) viability	Yes/No	Monitoring Agency Agreement & CA Certification	No	No
Any other relevant information that may materially affect the decision making of the investors	Yes/No	Monitoring Agency Agreement & CA Certification	No	No such information that materially affect 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, as well as for the sub-heads(if any) given under objects, stated in the offer document separately in following format) (Rs in Cr)

Sl. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	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.	Monitoring Agency Agreement & CA Certification	₹ 63.00	-	NA	NA	NA	NA
2.	Funding working capital requirements.	Monitoring Agency Agreement & CA Certification	₹ 95.00	-	NA	NA	NA	NA
3.	General corporate purposes.	Monitoring Agency Agreement & CA Certification	₹ 54.92	-	NA	NA	NA	NA



(ii) Progress in the object(s):

(Give item by item description for all the objects, as well as for the sub-heads(if any) given under objects, stated in the offer document separately in following format)

(Rs in Cr)

Sl. No	Item Head\$	Source of information / certification considered by Monitoring Agency for preparation of report	Amount as proposed in Offer Document	Amount utilized			Total unutilized Amount as on 30.06.2022	Comments of Monitoring Agency	Comments of Board of Directors	
				As at Beginning of the quarter 01.07.2022	During the quarter Jul 22 to Sept 22	At the end of the quarter 30.09.2022				Reason of idle funds
1.	Repayment or prepayment in full or part of borrowings availed by our Company	Monitoring Agency Agreement & CA Certification	₹ 63.00	₹ 63.00	₹ 0.00	₹ 63.00	₹ 0.00	NA	Fully Utilised	NA
2.	Funding working capital requirements	Monitoring Agency Agreement & CA Certification	₹ 95.00	₹ 66.89	₹ 14.09	₹ 80.98	₹ 14.02	NA	The funds are utilised towards Working Capital requirement during Fiscal years 2022 & 2023	No further course of action required
3.	General corporate purposes	Monitoring Agency Agreement & CA Certification	₹ 54.92	₹ 51.55	₹ 2.15	₹ 53.70	₹ 1.22	NA	Deployment of funds for GCP is in Progress	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 Rs. 62 Cr and Rs. 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	₹16.00 Cr	14.10.2022	3.75% pa	3.75% pa	₹ 16.71 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.

“Details of utilization of proceeds stated as General Corporate Purpose (GCP) amount in the offer document” (₹/Crores)

Item Head	Amount as per offer document	Date of Payment	Amount Utilized as on 30 th September, 2022	Un Utilised Balance
General corporate purposes	54.92	30.09.2022	53.70	1.22

