B H A R A T F O R G E

November 05, 2026

To

BSE Limited
Corporate Relations Department
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001, Maharashtra, India
Scrip Code: 500493

National Stock Exchange of India Limited
Listing Department
Exchange Plaza, Plot No. C/1, G Block
Bandra Kurla Complex, Bandra (East)
Mumbai 400 051, Maharashtra, India
Symbol: BHARATFORG

Sub. : Report of the Monitoring Agency for the quarter ended September 30, 2026

Dear Sir / Madam,

Pursuant to Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) read along with Regulations 173A of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, please find enclosed herewith Report of the Monitoring Agency dated November 05, 2026, issued by CARE Ratings Limited, for the quarter ended September 30, 2026, in respect of the utilization of proceeds of the Qualified Institutional Placement (QIP) of the Company.

Please take note of the same.

Thanking you

Yours faithfully,
For Bharat Forge Limited

TEJASWINI RAMKRISHNA CHAUDHARI
Digitally signed by TEJASWINI RAMKRISHNA CHAUDHARI
Date: 2026.11.05 17:15:20 +05'30'

Tejaswini Chaudhari
Company Secretary and Compliance Officer
Membership No.: A18907

Encl: As above

Monitoring Agency Report

No. CARE/HO/GEN/2026-27/1217

The Board of Directors
Bharat Forge Limited
Mundhwa, Pune,
Maharashtra 411036

November 05, 2026

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended September 30, 2026 - in relation to the QIP of Bharat Forge Limited ("the Company")

We write in our capacity of Monitoring Agency for the Qualified Institutional Placement (QIP) for the amount aggregating to Rs. 2000.00 crore of the Company and refer to our duties cast under 173A 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, 2026 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated September 16, 2026.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,



Akshay Morbiya
Associate Director
Akshay.morbiya@careedge.in

Report of the Monitoring Agency
Name of the issuer: Bharat Forge Limited
For quarter ended: September 30, 2026
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 and designation of the Authorized Signatory: Akshay Morbiya
Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Bharat Forge Limited
Name of the promoter : Babasaheb Neelkanth Kalyani
Industry/sector to which it belongs : Forged & Machined components and systems for Auto and Industrial applications

2) Issue Details

Issue Period : September 17, 2026 to September 22, 2026
Type of issue (public/rights) : Qualified Institutional Placement (QIP)
Type of specified securities : Equity Shares
IPO Grading, if any : Not applicable
Issue size (in crore) : Rs. 2,000.00 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	Placement Document, Bank Statement, Board Resolution, CA Certificate	The company has utilized Rs.68.33 crore in Q2FY27 towards the objects specified in the Placement Document.	Nil
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Placement Document, Bank Statement, Board Resolution, Management Certificate, CA Certificate	Not Applicable	Nil
Whether the means of finance for the disclosed objects of the issue have changed?	No	Placement Document, Bank Statement, Board Resolution, Management Certificate, CA Certificate	No change	Nil
Is there any major deviation observed over the earlier monitoring agency reports?	No	Previous Monitoring Agency Reports, CA Certificate	This is the first MA report	Nil
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not applicable	Placement Document & Management Certificate	No comments	Nil
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Management Certificate	No comments	Nil
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Not applicable	Management Certificate	No comments	Nil
Is there any other relevant information that may materially	Not	Management Certificate	No comments	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
affect the decision making of the investors?	applicable			

#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:

Particulars	Amount (in Rs. crore)
Gross Proceeds from the issue	2,000.00
Less: Issue Expenses	35.57
Net Proceeds from the issue	1,964.43

(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	Issue expenses	Placement Document*, Management certificate CA Certificate**	35.57	Not applicable	None for quarter under review	NA	NA	NA
2.	Funding capital expenditure requirements for purchase of equipment and machinery	Placement Document*, Management certificate CA Certificate**	1,027.73			NA	NA	NA
3.	Repayment of buyer's credit obtained for capital expenditure	Placement Document*, Management certificate CA Certificate**	93.63			NA	NA	NA
4.	Investment in wholly-owned Subsidiary, Kalyani Strategic Systems Limited ("KSSL") towards:	Placement Document*, Management certificate, CA Certificate**	451.44			NA	NA	NA
(i)	funding of capital expenditure	Placement Document*, Management certificate,	*88.53*			NA	NA	NA

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
		CA Certificate**						
(ii)	funding onward investment in Agneyastra Energetics Limited for capital expenditure	Placement Document*, Management certificate CA Certificate**	*160.93*			NA	NA	NA
(iii)	funding investment in product and technology development	Placement Document*, Management certificate, CA Certificate**	*201.98*			NA	NA	NA
5.	General Corporate Purpose	Placement Document*, Management certificate, CA Certificate**	391.63			NA	NA	NA
Total			**2,000.00**					

**Sourced from page no. 79 of the Placement Document*

*** Chartered Accountant Certificate dated October 29, 2026 from ASA & Associates LLP*

(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	Issue expenses	Placement Document, Management certificate, Bank Statements, CA Certificate**	35.57	-	0.45	0.45	35.12	During the quarter, the company has spent ₹0.45 crore towards payment of independent chartered accountant and monitoring agency.	Nil	Nil
2.	Funding capital expenditure requirements	Placement Document, Management certificate,	1,027.73	-	2.62	2.62	1,025.11	The utilisation was towards purchase of equipment related to	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	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
	for purchase of equipment and machinery	Bank Statements, CA Certificate**						counter blow hammer and counter pressure casting machine as per placement document.		
3.	Repayment of buyer's credit obtained for capital expenditure	Placement Document, Management certificate, Bank Statements, CA Certificate**	93.63	-	-	-	93.63	No utilisation during the quarter	Nil	Nil
4.	Investment in wholly-owned Subsidiary, Kalyani Strategic Systems Limited ("KSSL") towards:	Placement Document, Management certificate, Bank Statements, CA Certificate**	451.44	-	-	-	451.44	No utilisation during the quarter	Nil	Nil
(i)	funding of capital expenditure		*88.53*	-	-	-	*88.53*		Nil	Nil
(ii)	funding onward investment in Agneyastra Energetics Limited for capital expenditure		*160.93*	-	-	-	*160.93*		Nil	Nil
(iii)	funding investment in product and technology development		*201.98*	-	-	-	*201.98*		Nil	Nil
5.	General Corporate Purpose	Placement Document, Management certificate, Bank Statements, CA Certificate**	391.63	-	65.26	65.26	326.37	Utilisation was towards purchase of raw material and payment to sub-contractors.	Nil	Nil
Total			**2,000.00**	**-**	**68.33**	**68.33**	**1,931.67**			

***Chartered Accountant Certificate dated October 29, 2026 from ASA & Associates LLP.*

(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.	FD Deposit – State Bank of India	200.00	October 01, 2026	-	5.00%	-
2.	FD Deposit – Bank of India	265.00	October 01, 2026	-	5.00%	-
3.	FD Deposit – Bank of India	200.00	October 26, 2026	-	5.50%	-
4.	FD Deposit – IndusInd Bank	400.00	October 09, 2026	-	5.25%	-
5.	FD Deposit – HDFC Bank	800.00	October 26, 2026	-	5.50%	-
6.	Balance in Escrow account	35.12	-	-	-	-
7.	Balance in Monitoring account	31.55	-	-	-	-
	Total	**1,931.67**				

Note: Verified from FD receipts, Bank Statements and Chartered Accountant Certificate dated October 29, 2026 from ASA & Associates LLP.

(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
Funding capital expenditure requirements for purchase of equipment and machinery	FY28	Ongoing	NA	NA	NA
Repayment of buyer's credit obtained for capital expenditure	FY28	Ongoing	NA	NA	NA
Investment in wholly-owned Subsidiary, Kalyani Strategic Systems Limited ("KSSL") towards: (i) funding of capital expenditure (ii) funding onward investment in Agneyastra Energetics Limited for capital expenditure (iii) funding investment in product and technology development	FY28	Ongoing	NA	NA	NA
General Corporate Purpose	FY27	Ongoing	NA	NA	NA

Note: Verified from Chartered Accountant Certificate dated October 29, 2026 from ASA & Associates LLP.

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

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
1	Purchase of raw material	59.81	Management certificate, Bank Statements, CA Certificate	No comments	Nil
2	Payment to Sub-Contractors	5.45	Management certificate, Bank Statements, CA Certificate		
	Total	**65.26**			

Note: Verified from Chartered Accountant Certificate dated October 29, 2026 from ASA & Associates LLP.

^ Section from the offer document related to GCP:

"Our Company intends to deploy the balance Net Proceeds aggregating up to ₹391.63 crore in utilizing the proceeds earmarked for general corporate purposes. The Net Proceeds will first be utilized towards the Objects as set out above. Subject to this, our Company, directly or through our Subsidiaries, proposes to utilize such amount for the general corporate purposes which shall not exceed 25% of the Gross Proceeds, for the business requirements of our Company and our Subsidiaries, such as: (i) expenditure towards purchase of equipment, other than as disclosed in the object stated above (ii) funding business development, strategic initiatives and growth opportunities; (iii) strengthening marketing capabilities and brand building exercises; (iv) meeting corporate contingencies and expenses incurred in ordinary course of business; (v) research and development; (vi) expenses incurred in the ordinary course of our business and any other purpose, as may be approved by our Board or a duly constituted committee thereof from time to time, subject to compliance with applicable law, including provisions of the Companies Act. The allocation or quantum of utilization of funds towards each of the above purposes will be determined by our Board or a duly constituted committee thereof from time to time, based on the amount actually available under this head and the business requirements of our Company, from time to time. Our Company's management shall have flexibility in utilising surplus amounts (including but not limited to surplus amounts towards offer expenses), if any."

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 auditor (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 statutory 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.