

Date: 09th February, 2026

BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	National Stock Exchange of India Ltd., Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051
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Scrip Code: 540879

Symbol: APOLLO

ISIN: INE713T01028

Dear Sir(s),

Sub: Submission of Monitoring Agency Report under Regulation 32(6) of SEBI (Listing obligations and Disclosures Requirements) Regulations, 2015 – Utilization of Preferential Issue Proceeds.

Pursuant to the provisions of Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Regulation 41(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we hereby submit the Monitoring Agency Report for the quarter ended 31st December 2025, issued by Acuite Ratings & Research Limited.

We Request you to kindly take on record the information and disseminate the same.

Thanking You
Yours Faithfully
For Apollo Micro Systems Limited

Karunakar Reddy Baddam
Managing Director
DIN: 007190139
Encl: As mentioned above.

APOLLO MICRO SYSTEMS LIMITED

Regd. Off: Plot No. 128/A, Road No. 12, IDA-Mallapur, Uppal Mandal, R.R. Dist – 500076, Telangana, India.

Tel No: 040 – 27167000 – 099, Fax No: 040 - 27150820

cs@apollo-micro.com, www.apollo-micro.com

CIN No: L72200TG1997PLC026556

Report of the Monitoring Agency (MA)

Name of the issuer	: Apollo Micro Systems Limited
For quarter ended	: Q3 FY2025-26
Name of the Monitoring Agency	: Acuité Ratings and Research Limited
(a) Deviation from the objects	: No deviation is observed
(b) Range of Deviation*	: Not applicable
(c) Any other material fact to be highlighted	: None

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.


Vikas Y. Mishra
 Digitally signed
 by Vikas Y.
 Mishra
 Date: 2026.02.09
 15:41:05 +05'30'

Signature:
 Vikas Mishra
 Deputy Vice President - Process Excellence

1. Issuer Details:

Name of the issuer	: Apollo Micro Systems Limited
Names of the promoter:	
Promoters	
Mr. Karunakar Reddy Baddam	
Industry/sector to which it belongs	: Aerospace and Defense / Capital Goods

2. Issue Details:

Issue Period	: April and May 2025
Type of issue	: Preferential Issue
Type of specified securities	: Equity Shares and Convertible Warrants
IPO Grading, if any	: Not applicable
Issue size (INR Crore)	: INR 742.25 Crores (INR 308.29 Crores Equity Shares + INR 433.96 Crores Convertible Warrants) <i>(For additional details, refer on Page no 4.)</i>

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

Particulars	Reply from the issuer	Source of information/ certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments the Board of Directors
1. Whether all utilization is as per the disclosures in the Offer Document?	Yes		Yes, the utilisation in respective objects is as per disclosure by the company.	Yes
2. Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document?	Not Applicable		Material deviation is not observed.	There are no deviations
3. Whether the means of finance for the disclosed objects of the issue has changed?	No		No change is observed.	No
4. Is there any major deviation observed over the earlier monitoring agency reports?	Not Applicable		The issuer had not appointed any other Monitoring Agency to monitor utilization of these objects.	NA
5. Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Documents provided by the issuer, including Bank Statement, Invoices and Independent Auditors Certificate etc.	Government / Statutory approval is not required for objects.	Yes the in principle and listing approvals from stock exchanges have been received
6. Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not Applicable		No arrangement pertaining to technical assistance / collaboration is required with reference to the objects.	NA
7. Are there any favorable events improving the viability of these object(s)?	Not Applicable		No favorable event is observed that may improve the viability of these objects.	No
8. Are there any unfavorable events affecting the viability of the object(s)?	No		No unfavorable event is observed affecting the viability of these objects.	No unfavourable events have occurred
9. Is there any other relevant information that may materially affect the decision making of the investors?	No		No relevant information is evident that may materially affect the decision making of the investors.	No

4. Details of object(s) to be monitored:

i. Cost of object(s)

Sr. No.	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document) [INR Crore]	Revised Cost*	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason of Cost revision	Proposed financing option	Particulars of firm arrangement
1	For Working Capital Requirement	Documents provided by the issuer: Bank Statements, certificate from the statutory auditors.	500.00	454.77	The cost of objects was revised proportionately due to the low subscription of shares.	The Company has proposed to raise Rs.816.08 Crores. However the Company has received subscription for Rs.742.25 Crores, hence the cost is revised.		
2	For Research & Development Expenditure for development of futuristic technologies		75.00	68.21				
3	Investment in Subsidiary(ies)		66.00	60.03				
4	General Corporate Purposes		175.08	159.24				
Total			816.08	742.25				

* The Company proposed to raise INR 816.08 crores (comprising INR 308.29 crores through equity shares and INR 433.96 crores through convertible warrants); however, it received subscriptions amounting to INR 742.25 crores.

ii. Progress in the object(s) –

Sr. No.	Item Heads	Source of information / certifications considered by the Monitoring Agency for the preparation of report	Amount as proposed in the Offer Document (INR Crore)	Amount raised (INR Crore)	Amount utilized [INR Crore]			Total unutilized amount [INR Crore]	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors	
					As at beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
1	For Working Capital Requirement	Documents provided by the issuer: Bank Statements, certificate from the statutory auditors***.	454.77	Not confirmed	408.22	3.40	411.62	185.13	The company has utilized INR 411.62 Crores towards this object.	The amounts raised the Company by issue of equity shares upon conversion of warrants during the quarter ending December 31, 2025, amounting to Rs.185.13 Crores was kept in a separate bank account pending the receipt of listing approvals from the Stock Exchanges	
2	For Research & Development Expenditure for development of futuristic technologies		68.21	Not confirmed	4.43	8.72	13.15		The company has utilized INR 13.15 Crores towards this object.		
3	Investment in Subsidiary(ies)		60.03	Not confirmed	-	-	-		The company has not utilized any amount towards this object.		
4	General Corporate Purposes		159.24	Not confirmed	4.13	5.90	10.03		The company has utilized INR 10.03 Crores towards this object.		
Total			742.25	619.93	416.78	18.02	434.80	185.13			

* The amount reflects the cost revision detailed in Section 4.1 (Cost of Object(s))

** Out of the total INR 742.25 crores, the Company has received INR 619.93 crores till Q3 FY2025-26. The unutilised proceeds of INR 185.13 crores are available in the company's Warrant Issue account with HDFC Bank Ltd (A/c No. 50200106841745).

***Issued by M/s S T Mohite & Co., (Firm Registration Number: 011410S) dated February 04, 2026.

iii. **Deployment of unutilised IPO/FPO/Rights Issue Proceeds:** Not applicable

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (INR Cr)	Maturity date	Earning (INR Cr)	Return on Investment (%)	Market Value as at the end of quarter (INR Cr)
-	-	-	-	-	-	-

iv. **Delay in implementation of the object(s):** Not applicable

Object(s)	Completion date		Delay [Number of days or months]	Comments of the Issuer's Board of Directors	
	As per the offer document	Actual*		Reason for delay	Proposed course of action
-	-	-	-		

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

Sr. No.	Item Head	Amount (INR Cr)	Source of information/certifications considered by Monitoring Agency for preparation of report	Comments of The Monitoring Agency	Comments of the Board of Directors
1	General Corporate Purposes	159.24	As per the documents provided by the issuer, including Independent Auditors Certificate.	The company has utilized INR 10.03 Crores for this object, which was incurred towards Consultancy charges for the Preferential Issue.	Company has paid an amount of Rs.10.03 Crores consultancy charges with respect to preferential issue.
	Total	159.24			

Disclaimer:

- a) This Report is prepared by Acuité Ratings & Research Limited (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 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, 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.

About Acuité Ratings & Research

Acuité is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuité has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.