Date: 13th November 2026.

BSE Limited, Department of Corporate Services Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	**National Stock Exchange of India Ltd.,** Listing Department Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051

Scrip Code: 540879 **Symbol: APOLLO** **ISIN: INE713T01028**

Dear Sirs,

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

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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 30th September, 2026, issued by Acuite Ratings & Research Limited.

We Request you to kindly take on record

Yours sincerely,
For Apollo Micro Systems Limited

Gollur Seshadri Vasan

Digitally signed by Gollur Seshadri Vasan
Date: 2026.11.13 22:12:45 +05'30'

Seshadri Vasan Gollur
Company Secretary & Compliance Officer
M.No.F11842

Report of the Monitoring Agency (MA) for Quarter ended September 30, 2026

Name of the issuer	Apollo Micro Systems Limited
For quarter ended	September 2026
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: 2026.11.13 21:20:08 +05'30'

Signature:
Signing Authority: Vikas Mishra
Designation: Deputy Vice President - Process Excellence

Report Date: November 13, 2026

1	Issuer Details	
1.1	**Name of the issuer**	Apollo Micro Systems Limited
1.2	**Names of the promoter**	Mr. Karunakar Reddy Baddam
1.3	**Promoter Group**	Mrs. Srilakshmi Reddy Vangeti, Mr. Baddam Chanakya Reddy and Mr. Baddam Kanishka Reddy
1.4	**Industry/sector to which it belongs**	Aerospace & Defense / Capital Goods

2	Issue Details	
2.1	**Issue Period**	April and May 2025
2.2	**Type of issue**	Preferential Issue
2.3	**Type of specified securities**	Equity Shares and Convertible Warrants
2.4	**IPO Grading, if any**	Not applicable
2.5	**Issue size (INR Cr.)**	816.08

Particulars	Units Issued	Offer Price (INR)	Amount as proposed in the Offer Document (INR Crs.)	Actual Allotment	Amount to be raised (INR Crs.)*
Equity Shares	3,34,18,806	114.00	380.97	2,70,42,894	308.29
Warrants**	3,81,67,059	114.00	435.10	3,80,67,058	433.96
Total	**7,15,85,865**	**-**	**816.08**	**6,51,09,952**	**742.25**

*For additional details, refer Heading 4. i. Cost of object(s).

**All share warrants issued by the company have been converted into an equivalent number of Equity Shares as of Q1 FY2026-27.

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

Sr. No.	Particulars	Reply from the issuer	Source of information/certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Issuer's Audit Committee
1	Whether all utilization is as per the disclosures in the Offer Document?	Yes	As per documents provided by the Issuer including: Bank statements, Invoices, Fixed Deposit Statements, Statutory Auditors Certificate *issued by M/s S T Mohite & Co.,* along with Stock Exchange Disclosures, etc.	Utilization in respective objects is as per disclosures by the company.	**Yes**
2	Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document?	N. A.		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.	**There is no change**
4	Is there any major deviation observed over the earlier monitoring agency reports?	N. A.		No deviation has been reported in any of the MA reports issued for the preceding reporting periods. Further, no other MA has been appointed to monitor the objects of the issue.	**NA**
5	Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes		Government / Statutory approval is not required for objects.	Yes, the in principle approval is received from stock exchanges
6	Whether all arrangements pertaining to technical assistance/collaboration are in operation?	N. A.		No arrangement pertaining to technical assistance / collaboration is required with reference to the object.	**NA**
7	Are there any favorable events improving the viability of these object(s)?	N. A.		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 Cr.)	Revised Cost (INR Cr.)	Comments of the Monitoring Agency	Comments of the Issuer's Audit Committee		
						Reason of Cost revision	Proposed financing option	Particulars of firm arrangement
1	For Working Capital Requirement	As per documents provided by the Issuer including: Bank statements, Invoices, Fixed Deposit Statements, Stock Exchange Disclosures, Statutory Auditors Certificate *issued by M/s S T Mohite & Co.*, etc.	500.00	454.77	Revision of cost of object(s) was reported in previous reporting periods.	**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**				

Timelines for utilization of Issue Proceeds:

Sr. No.	Item Head	As per EGM Notice dated February 04, 2025 (available on BSE)
1	For Working Capital Requirement	Tentative timelines for utilization of Issue Proceeds are ***within 9 months from receipt of funds.*** Considering the final conversion of warrants into equity shares occurred on June 23, 2026, funds are expected to be fully utilised by March 2027.
2	For Research & Development Expenditure for development of futuristic technologies	
3	Investment in Subsidiary (ies)	
4	General Corporate Purposes	

ii. Progress in the object(s):

Sr. No.	Item Heads	Source of information/ certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document (INR Cr.)	Amount raised (INR Cr.)	Amount utilized (INR Cr.)			Total unutilized amount (INR Cr.)	Comments of the Monitoring Agency	Comments of the Issuer's Audit Committee	
					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	As per documents provided by the Issuer including: Bank statements, Invoices, Fixed Deposit Statements, Statutory Auditors Certificate *issued by M/s S T Mohite & Co.*, along with Stock Exchange Disclosures etc.	454.77	454.77	454.77	-	454.77	Nil	This object was fully utilized in Q4 2026.	**No comments**	
2	For Research & Development Expenditure for development of futuristic technologies		68.21	68.21	42.15	14.76	56.91	11.30	Funds have been utilized primarily towards purchase of raw materials, components, devices, equipment, etc.	**No comments**	
3	Investment in Subsidiary(ies)		60.03	60.03	-	-	-	60.03	No funds were utilised towards this object in this reporting period.	**No comments**	
4	General Corporate Purposes		159.24	159.24	136.25	-	136.25	22.99	No funds were utilised towards this object in this reporting period.	**No comments**	
Total			**742.25**	**742.25**	**633.17**	**14.76**	**647.93**	**94.32**			

iii. Deployment of unutilised Preferential Issue Proceeds:

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.)
1	Fixed Deposit with SBI Bank (45328444419)	60.00	November 13, 2026	0.71	4.75	60.71
2	Fixed Deposit with SBI Bank (45328726617)	34.32	November 13, 2026	0.38	4.75	34.70
	Total	**94.32**		**1.09**		**95.41**

iv. Delay in implementation of the object(s): None

Object(s)	Completion date		Delay [Number of days or months]	Comments of the Issuer's Audit Committee	
	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 Issuer's Audit Committee
-	-	-	As per documents provided by the Issuer including: Bank statements, Invoices, Fixed Deposit Statements, Stock Exchange Disclosures, Statutory Auditors Certificate *issued by M/s S T Mohite & Co.,* etc.	No funds were utilized towards this object in the reporting period.	No comments
	Total	**-**			

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.