

Date: 14.11.2025

To

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G-Block,
Bandra- Kurla Complex, Bandra (East),
Mumbai – 400051 Maharashtra, India.

NSE Symbol- DANISH

Subject: Monitoring Agency Report for quarter ended 30th September 2025 under Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

pursuant to Regulation 32 (6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulation 41(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we are enclosing herewith Monitoring Agency Report for the quarter ended 30th September 2025 issued by CARE Ratings Limited, Monitoring Agency, in respect of utilization of proceeds of the IPO of the Company.

You are requested to take note of the same and oblige.

Thanking You

For Danish Power Limited

Vimal Chauhan
Company Secretary & Compliance officer
Meb No. A54984

Place: Jaipur

Monitoring Agency Report



No. CARE/HO/GEN/2025-26/1196

The Board of Directors

Danish Power Limited

597/2A, Somnath Road, Dabhel, Nani

Daman 396 210,

Daman and Diu, India

November 14, 2025

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended September 30, 2025 - in relation to the Initial Public Offer (IPO) of Danish Power Limited ("the Company")

We write in our capacity of Monitoring Agency for the IPO for the amount aggregating to Rs. 197.90 crore of the Company and refer to our duties cast under regulation 262 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, 2025, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated October 10, 2024.

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,

A handwritten signature in black ink, appearing to read "Darshan Shah".

Darshan Shah

Assistant Director

Darshan.Shah@careedge.in

Report of the Monitoring Agency

Name of the issuer: Danish Power Limited

For quarter ended: September 30, 2025

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 of the Authorized Signatory: Darshan Shah

Designation of Authorized person/Signing Authority: Assistant Director

1) Issuer Details:

Name of the issuer : Danish Power Limited
Name of the promoter : Mr. Dinesh Talwar, Mr. Shivam Talwar, and Mr. Puneet Sandhu Talwar
Industry/sector to which it belongs : Electrical Equipment - Heavy Electrical Equipments

2) Issue Details

Issue Period : October 22, 2024, to October 24, 2024
Type of issue (public/rights) : Public Issue (IPO)
Type of specified securities : Equity Shares
IPO Grading, if any : Not applicable
Issue size (in crore) : Rs. 197.90

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	Prospectus, CA Certificate, Management Certificate, Bank Statements, Invoices, Board resolution	- Utilization of proceeds during Q2FY26 is towards the objects as per the Prospectus. However, the same was routed through Cash Credit account which has numerous other business transactions resulting in comingling of funds and CARE Ratings has relied on Management classification for utilization towards Objects and CA certificate along with Invoices, Purchase orders and Bank Statement. - There is a delay in utilisation as compared to the proposed schedule of implementation mentioned in the Prospectus. However, Prospectus also states that DPL can utilize in subsequent years. Hence, company has also taken Board approval for extension of timeline by one year i.e. by the end of FY26.	Company cannot hold two separate cash credit accounts for reimbursement from MA account and other receipts (From Receivables) due to operational issues
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	CA Certificate and Management Certificate	No comment	No comments received

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 the means of finance for the disclosed objects of the issue have changed?	No	CA Certificate and Management Certificate	No comment	No comments received
Is there any major deviation observed over the earlier monitoring agency reports?	No	Previous monitoring agency report	No comment	No comments received
Whether all Government/statutory approvals related to the object(s) have been obtained?	No	Prospectus, CA Certificate and Management Certificate	Possession of land has already been obtained. However, as disclosed in the Prospectus, certain approvals are still pending.	No comments received
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	CA Certificate and Management Certificate	No comment	No comments received
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Yes	CA Certificate and Management Certificate	As per the schedule of implementation as mentioned in the Prospectus, there is a delay in utilization of issue proceed under object 1 "related to capital expenditure" and under object 2 "related to working capital". Such delay may impact the viability.	Business Viability remains intact, while there is a slight delay in capex, it align with order booking, working capital deployment is need based with no material impact.
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	CA Certificate and Management Certificate	The operating cycle of the company increased significantly in FY25 from 44 days to 100 days, primarily due to a stretch in collection and inventory days.	Collection stretch is due to non-discounting of receivables as mentioned in RHP to optimize finance costs and Increase in Inventory level is due to prior sales commitment of Q2 FY 2025-26. Corrective Steps are underway to optimize levels in line with business growth.

-Verified with the help of CA Certificate from M/s. R Sogani and Associates dated October 31, 2025.

#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 Prospectus.



4) Details of objects to be monitored:

(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	Funding capital expenditure towards expansion of the manufacturing facility of the Company by building of factory shed and installation of additional plant and machinery therein	Prospectus, CA Certificate, Management certificate	36.99	Not applicable	Not applicable	No comments received	No comments received	No comments received
2	To Meet Working Capital Requirements	Prospectus, CA Certificate, Management certificate	85.00	Not applicable	Not applicable	No comments received	No comments received	No comments received
3	Repayment of certain borrowing availed by Company, in part or full	Prospectus, CA Certificate, Management certificate	20.00	Not applicable	Not applicable	No comments received	No comments received	No comments received
4	General Corporate Purpose	Prospectus, CA Certificate, Management certificate	38.38	Not applicable	Not applicable	No comments received	No comments received	No comments received
5	Issue Expenses	Prospectus, CA Certificate, Management certificate	17.53	Not applicable	Not applicable	No comments received	No comments received	No comments received
Total Gross Proceeds from IPO			197.90					

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(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	Funding capital expenditure towards expansion of the manufacturing facility of the Company by building of factory shed and installation of additional plant & machinery therein	CA Certificate, Management certificate, MA Bank Statement, ICICI Cash Credit Account Statement, Invoices, Purchase orders, Debit advice, Proforma Invoices, Yes Bank Current A/c Statement	36.99	19.89	11.25	31.14	5.85	DPL has utilized the issue proceeds towards capital expenditure towards vendor payments to expand its manufacturing facility, against which company has primarily submitted invoices and some purchase orders (PO). It is to be noted that, one invoice of ~Rs0.13 crore is more than six months old. Out of the total expense of Rs.11.25 crore incurred during the quarter, ~Rs.7.08 crore were in form of reimbursement.	The Said Unutilised amount shall be spent in the coming months	No comments received
2	To Meet Working Capital Requirements	CA Certificate, Management certificate, ICICI Cash Credit Account, Invoices	85.00	39.60	13.75	53.35	31.65	DPL has utilized the issue proceeds towards working capital requirement for payment to vendors for the supply of raw material. Out of the total expense of Rs.13.75 crore incurred during the quarter, ~Rs.10.65 crore were in form of reimbursement.	The Said Unutilised amount shall be spent in the coming months	No comments received
3	Repayment of certain borrowing availed by Company, in part or full	CA Certificate, Management certificate, ICICI Cash Credit Account, Loan Statement report, Yes Bank CC A/c, Yes	20.00	20.00	0.00	20.00	0.00	Utilisation under this object is already completed.	No comments received	No comments received

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
		Bank No Dues Certificate (NDC)								
4	General Corporate Purpose	CA Certificate, Management certificate, Prospectus, Memorandum of Understanding (MOU), Bank Statements, Lease deed, Invoice, ICICI Cash credit bank statement	38.38	25.88	0.00	25.88	12.50	NIL utilization towards GCP in Q2FY26.	The Said Unutilised amount shall be spent in the coming months	No comments received
5	Issue Expenses	CA Certificate, Management certificate, Prospectus, Invoices	17.53	17.53	0.00	17.53	0.00	Utilisation towards Issue expenses is already completed.	No comments received	No comments received
Total Gross Proceeds from IPO			197.90	97.90	25.00	122.90	50.00			

-Verified with the help of CA Certificate from M/s. R Sogani and Associates dated October 31, 2025.

(iii) Deployment of unutilized proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. Crore)	Maturity date	Earning (Rs. Crore)	Return on Investment (%)	Market Value as at the end of quarter (Rs. Crore)
1.	Fixed Deposit – 674813006540	25.00	02-11-2025	2.00	7.76%	-
2.	Fixed Deposit – 674813006541	25.00	02-11-2025	2.00	7.76%	-
3.	Balance at ICICI MA Account	0.00*				
	Total Unutilized IPO proceeds	50.00*				

-Verified with the help of CA Certificate from M/s. R Sogani and Associates dated October 31, 2025.

*Unutilized funds of Rs.7,958.44 is parked in the ICICI Monitoring Account as on September 30, 2025.

(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 towards expansion of the manufacturing facility of the Company by building of factory shed and installation of additional plant and machinery therein	March 31, 2025	On going	Delay (Exact number of days of delay not ascertainable) ^	No comments received	No comments received
To Meet Working Capital Requirements	March 31, 2025	On going	Delay (Exact number of days of delay not ascertainable) ^	No comments received	No comments received
	March 31, 2026	On going	No delay	No comments received	No comments received
Repayment of certain borrowing availed by Co, in part or full	March 31, 2025	November 11, 2024	No delay	No comments received	No comments received
General Corporate Purpose	March 31, 2025	June 04, 2025	Delay (Exact number of days of delay not ascertainable) ^	No comments received	No comments received
	March 31, 2026	On going	No delay	No comments received	No comments received
Issue Expenses	No timeline mentioned	No timeline mentioned	No timeline mentioned	No comments received	No comments received

-Verified with the help of CA Certificate from M/s. R Sogani and Associates dated October 31, 2025.

^ In the Prospectus, the following is mentioned under Proposed Schedule of Implementation: *“To the extent our Company is unable to utilize any portion of the Net Proceeds towards the Objects, as per the estimated schedule of deployment specified above, our Company shall deploy the Net Proceeds in the subsequent financial years towards the Objects.”*

Timeline and amount to be utilized as per the Prospectus along with actual utilization:

- Under ‘Funding capital expenditure towards expansion of the manufacturing facility of the Company by building of factory shed and installation of additional plant and machinery therein’, scheduled deployment till March 31, 2025, as per the Prospectus, is Rs.36.99 crore. The company has incurred Rs.31.14 crore till September 30, 2025.
- Under “To Meet Working Capital Requirements’, scheduled deployment till March 31, 2025 (first milestone), as per the Prospectus, is Rs.55.00 crore. The company has incurred Rs.53.35 crore till September 30, 2025.

The company has taken board approval to extend the timeline by 1 year to FY26 for deployment of issue proceeds.

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
-	-	-	-	No utilization towards GCP in Q2FY26	No comments received

-Verified with the help of CA Certificate from M/s. R Sogani and Associates dated October 31, 2025.

[^] Section from the Prospectus related to GCP:

“Our management, in accordance with the policies of our Board, will have flexibility in utilizing the proceeds earmarked for general corporate purposes. We intend to deploy the balance Fresh Issue proceeds aggregating Rs. 3838.12 lakhs towards the general corporate purposes to drive our business growth. In accordance with the policies set up by our Board, we have flexibility in applying the remaining Net Proceeds, for general corporate purpose including but not restricted to, meeting operating expenses, initial development costs for projects other than the identified projects, and the strengthening of our business development and marketing capabilities, meeting exigencies, which the Company in the ordinary course of business may not foresee or any other purposes as approved by our Board of Directors, subject to compliance with the necessary provisions of the Companies Act, 2013. We confirm that any issue related expenses shall not be considered as a part of General Corporate Purpose. Further in case, our actual issue expenses turn to be lesser than the estimated issue expenses, such surplus amount shall be utilized for General Corporate Purpose in such a manner that the amount for general corporate purposes, as mentioned in the Prospectus, shall not exceed 25% of the amount raised by our Company through this Issue.”

Adding to above definition, as per the board resolution dated February 13, 2025, the company has included repayment of loans as part of general corporate purpose.



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 peer reviewed audit firm 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 peer reviewed audit firm (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.