

DPL/2025-26/JUN/NSE/02

To

Date: 25.06.2025

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

With reference to your mail dated 22nd June 2025 regarding clarification for financial result submitted on 9th day of May, 2025, Pointwise reply of the company is mentioned hereunder:

- a. Company was listed on the NSE Emerge Platform on 29th October 2024, following an Initial Public Offering (IPO) of ₹197.90 Crores. As per regulatory requirements, any company proposing to be listed with an IPO of ₹100 Crores or more is required to appoint a Monitoring Agency to oversee the utilization of the public issue proceeds. Consequently, company has submitted Monitoring Agency Report to the stock Exchange for the quarter ended 31.03.2025 detailing the utilization of IPO proceeds in compliance with the applicable norms.
- b. Company has inadvertently failed to submit the same in due course. It has now been rectified as we have submitted the same on 25.06.2025.

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

Thanking You

For Danish Power Limited

SHIVAM Digitally signed
by SHIVAM
TALWAR
TALWAR Date: 2025.06.25
18:12:19 +05'30'

Shivam Talwar

Managing Director

DIN: 001730625

Address: B-41, Gokul Vatika, JLN Marg
Jaipur, Rajasthan, India- 302018

Date: 15.05.2025

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 March 31, 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 March 31, 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


Monitoring Agency Report



No. CARE/HO/GEN/2025-26/1053

**The Board of Directors
Danish Power Limited**

597/2A, Somnath Road, Dabhel, Nani
Daman 396 210,
Daman and Diu, India

May 15, 2025

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended March 31, 2025 - in relation to the 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 March 31, 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", written over a light blue circular stamp.

Darshan Shah

Assistant Director

Darshan.Shah@careedge.in

Report of the Monitoring Agency

Name of the issuer: Danish Power Limited

For quarter ended: March 31, 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 and designation 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 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	CA Certificate, Management Certificate, Bank Statements, Invoices	Utilization of proceeds during Q4FY25 is towards the objects as per the prospectus. However, the same was routed through Cash credit account, from where in company has not only transferred to other cash credit account as well but have utilized in form of reimbursements. With the presence of numerous other business transactions in cash credit accounts, there was comingling of funds and CARE Ratings has relied on Invoices, Bank Statement, Management classification for utilization towards Objects and CA certificate. Furthermore, under the object "General Corporate Purpose" (GCP), company has utilized the issue proceeds towards the purchase of land on lease basis. However, the definition of GCP does not explicitly mention about the purchase of land. The management clarified that purchase of land falls under "drive our business growth" part of the GCP's definition.	Nil
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Not applicable	No comment	Nil
Whether the means of finance for the disclosed objects of the issue have changed?	No	Not applicable	No comment	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
Is there any major deviation observed over the earlier monitoring agency reports?	No	Not applicable	No comment	Nil
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Prospectus, CA Certificate, Management certificate	Possession of land is obtained and other approval such as consent to establish, fire NOC, Factory License & Building Plan approval and Proposed installation of Machinery is yet to be applied as per the offer document. The approvals will be required post completion of the establishment of new facility.	Nil
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Not applicable	No comment	Nil
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Yes	Prospectus, CA Certificate, Management certificate	There has been delay in the following Objects - Funding capital expenditure, to meet working capital requirements and General Corporate Purpose which may affect the viability of the Object.	Nil
Is there any other relevant information that may materially affect the decision making of the investors?	No	Not applicable	No comment	Nil

-Verified with the help of CA Certificate from M/s. R Sogani and Associates dated May 08, 2025

#Where material deviation may be defined to mean:

- Deviation in the objects or purposes for which the funds have been raised
- 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:

(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	Prospectus, CA Certificate, Management certificate	36.99	Not applicable	-	Nil	Nil	Nil

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
	shed and installation of additional plant and machinery therein							
2	To Meet Working Capital Requirements	Prospectus, CA Certificate, Management certificate	85.00	Not applicable	-	Nil	Nil	Nil
3	Repayment of certain borrowing availed by Company, in part or full	Prospectus, CA Certificate, Management certificate	20.00	Not applicable	-	Nil	Nil	Nil
4	General Corporate Purpose	Prospectus, CA Certificate, Management certificate	38.38	Not applicable	-	Nil	Nil	Nil
5	Issue Expenses	Prospectus, CA Certificate, Management certificate	17.53	Not applicable	-	Nil	Nil	Nil
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 and machinery therein	CA Certificate, Management certificate, ICICI Cash Credit Account, Invoices	36.99	1.91	9.63	11.54	25.45	DPL has utilized the issue proceeds towards capital expenditure, wherein DPL had made payment for purchase of various machinery and materials such as heavy-duty equipment, insulation materials, pressing equipment etc.	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
2	To Meet Working Capital Requirements	CA Certificate, Management certificate, ICICI Cash Credit Account, Invoices	85.00	36.09	2.81	38.90	46.10	DPL has utilised the amount towards payment to one of the vendors for the supply of raw material.	Nil	Nil
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 Bank No Dues Certificate (NDC)	20.00	20.00	0.00	20.00	0.00	-	Nil	Nil
4	General Corporate Purpose	CA Certificate, Management certificate, Placement document, Memorandum of Understanding (MOU), Bank Statements	38.38	2.34	7.60	9.93	28.45	The company has utilized Rs.7.60 crore towards paying advance (30% of total lease cost) for purchasing land on lease. Furthermore, under the object "General Corporate Purpose" (GCP), company has utilized the issue proceeds towards the purchase of land on lease basis. However, the definition of GCP does not explicitly mention about the purchase of land. The management clarified that purchase of land falls under "drive our business growth" part of the GCP's definition.	Nil	Nil
5	Issue Expenses	CA Certificate, Management certificate, Prospectus, Invoices	17.53	17.53	0.00	17.53	0.00	-	Nil	Nil
Total Gross Proceeds from IPO			197.90	77.87	20.03	97.90	100.00			

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(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 – 674813006535	25.00	01-11-2025	1.90	7.40%	-
2.	Fixed Deposit – 674813006534	25.00	01-11-2025	1.90	7.40%	-
3.	Fixed Deposit – 674813006540	25.00	02-11-2025	2.00	7.76%	-
4.	Fixed Deposit – 674813006541	25.00	02-11-2025	2.00	7.76%	-
5.	Balance at ICICI MA Account	0.00*				
	Total Unutilized IPO proceeds	100.00*				

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*Balance of Rs.49,341.44 is unutilized parked in ICICI Monitoring account as on March 31, 2025, making total unutilized proceed of Rs.100,00,49,341.44.

(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 – Not Ascertainable ¹	Nil	Nil
To Meet Working Capital Requirements	March 31, 2025	On going	Delay – Not Ascertainable ²	Nil	Nil
	March 31, 2026	On going	NA	Nil	Nil
Repayment of certain borrowing availed by Co, in part or full	March 31, 2025	November 11, 2024	No delays	Nil	Nil
General Corporate Purpose	March 31, 2025	On going	Delay – Not Ascertainable ³	Nil	Nil
	March 31, 2026	On going	NA	Nil	Nil
Issue Expenses	No timeline mentioned	No timeline mentioned	No timeline mentioned	Nil	Nil

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- 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. 11.54 crore till March 31, 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. 38.90 crore till March 31, 2025.
- Under 'General corporate purpose', scheduled deployment till March 31, 2025 (first milestone), as per the Prospectus, is Rs.10.00 crore. The company has incurred Rs. 9.93 crore till March 31, 2025.

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 land on lease	7.60	CA Certificate, Bank statement, prospectus and MOU	The company has utilized Rs. 7.60 crore towards paying a refundable advance (30% of the total lease cost) for leasing 19,482.92 sq. mtrs. (approximately 4.81 acres) of land at Mahindra World City, Jaipur. The total lease cost is Rs.25.33 crore. Furthermore, under the object "General Corporate Purpose" (GCP), company has utilized the issue proceeds towards the purchase of land on lease basis. However, the definition of GCP does not explicitly mention about the purchase of land. The management clarified that purchase of land falls under "drive our business growth" part of the GCP's definition.	Nil
	TOTAL	7.60			

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[^] Section from the offer document 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, 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 statutory auditors (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 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.