

Date: 15th May, 2026

To,
The Manager - Listing Compliance
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C-I, Block-G,
Bandra Kurla Complex, Bandra (E)
Mumbai-400051.

Dear Sir/Madam,

Sub: Subject: -Monitoring Agency Report for the Quarter ended March 31, 2026
Symbol: DURLAX

Pursuant to Regulation 32 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Monitoring Agency Report issued by Care Edge Ratings, for the Quarter ended March 31, 2026 with respect to utilization of proceeds of funds raised through Rights Issue by the Company.

The aforesaid intimation is being made available on the Company's website at www.durlax.com/investor

We request you to kindly take the above information on record.

Thanking you,

For DURLAX TOP SURFACE LIMITED

Komal Birla
Compliance Officer & Company Secretary

Encl: As above



Durlax Top Surface Ltd.: Unit No. 1601, 16th Floor, Synergy Business Park, Bhd. Virwani Industrial Estate, Sahakarwadi, Off Vishweshwar Nagar Road, Goregaon(E), Mumbai - 400063

Factory Address : Survey No 557/2 & 558/1, Village: Moti Tambadi, Taluka: Pardi, District: Valsad, Vapi - 396193, Gujarat.



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info@durlaxindia.com



www.durlax.com

CIN No - L74999MH2010PLC202712

No. CARE/BRO/GEN/2026-27/1016

The Board of Directors

Durlax Top Surface Limited

Survey No. 557/2 & 558/1, Moti Tambadi,

Silvassa Road, Vapi,

Valsad, Gujarat, India – 396193

May 14, 2026

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended March 31, 2026 - in relation to the Rights Issue of Durlax Top Surface Limited ("the Company")

We write in our capacity of Monitoring Agency for the Rights Issue for the amount aggregating to Rs. 49.22 crore of the Company and refer to our duties cast under regulation 162 (A) 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, 2026 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated December 11, 2025.

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,

M.G. Annappanavar

Manohar Annappanavar

Associate Director

manohar.annappanavar@careedge.in

Report of the Monitoring Agency

Name of the issuer: Durlax Top Surface Limited

For quarter ended: March 31, 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 of the Authorized Signatory: Manohar Annappanavar

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Durlax Top Surface Limited
 Name of the promoter : Shravan Suthar, Lalit Suthar
 Industry/sector to which it belongs : Manufacturing – Chemicals and Chemical Products – Other chemicals

2) Issue Details

Issue Period : February 23, 2026 to March 05, 2026
 Type of issue (public/rights) : Rights issue
 Type of specified securities : Rights issue Shares
 IPO Grading, if any : Not Applicable
 Issue size (in crore band) : Rs. 49.22 crores (Face value of shares @ Rs.10/- rupees Each for no of shares 1,23,04,497 shares @ Rs. 40/- per shares higher band)

3) Details of the arrangement made to ensure the monitoring of issue proceeds:

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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	Letter of offer, Bank statement, CA Certificate*	Utilization is as per letter of offer. However, funds were transferred from the MA account to DTSL’s CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds.	No comments
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	CA Certificate, Management Certificate	Not applicable	No comments
Whether the means of finance for the disclosed objects of the issue have changed?	No	Letter of offer, CA Certificate, Management Certificate	Not applicable	No comments
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	CA Certificate, Management Certificate	This is the first monitoring agency report.	No comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not required	Letter of offer, CA Certificate, Management Certificate	No such approval required for utilization of funds towards the objects	No comments

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 arrangements pertaining to technical assistance/collaboration are in operation?	Not required	Letter of offer, CA Certificate, Management Certificate	No such approval required for utilization of funds towards the objects	No comments
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Letter of offer, CA Certificate, Management Certificate	Not applicable	No comments
Is there any other relevant information that may materially affect the decision making of the investors?	No	CA Certificate, Management Certificate	Not applicable	No comments

* Chartered Accountants certificate from N K Mittal & Associates Chartered Accountants dated May 07, 2026 bearing UDIN 26046785IAPAZH3970.

#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:

(i) Cost of objects –

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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.	Capital expenditure for New Machinery and Civil and Mechanical Works	Letter of Offer, CA Certificate*, Management Certificate	13.00	Not applicable	Not applicable	Not Applicable	Not Applicable	No comments
2.	Working Capital	Letter of Offer, CA Certificate*, Management Certificate	12.00	Not applicable	Not applicable	Not Applicable	Not Applicable	No comments
3.	Launch of TRUDO Aasa Premium Collection	Letter of Offer, CA Certificate*, Management Certificate	9.50	Not applicable	Not applicable	Not Applicable	Not Applicable	No comments

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
4.	General Corporate Purposes	Letter of Offer, CA Certificate*, Management Certificate	11.22	Not applicable	Not applicable	Not Applicable	Not Applicable	No comments
5.	Issue Related Expenses	Letter of Offer, CA Certificate*, Management Certificate	3.50	Not applicable	Not applicable	Not Applicable	Not Applicable	No comments
Total			49.22					

* Chartered Accountants certificate from N K Mittal & Associates Chartered Accountants dated May 07, 2026 bearing UDIN 26046785IAPAZH3970.

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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.	Capital expenditure for New Machinery and Civil and Mechanical Works \$	Letter of Offer, CA Certificate*, Management Certificate, board resolution dated March 11, 2026.	13.00	0	8.95	8.95	4.05	Funds were transferred from the MA account to DTSL's CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds. The amount of Rs.8.95 crore was paid to "Royal Machine Tools" for new sanding and polishing machines. Also, the vendor for procurement of machinery was changed. The same has been verified vide its board resolution dated March 11, 2026.	It Will be utilised in subsequent Quarter	It Will be utilised in subsequent Quarter <i>MA</i>
2.	Working Capital	Letter of Offer, CA Certificate*, Management Certificate	12.00	0	12.00	12.00	0.00	Funds were transferred from the MA account to DTSL's CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds. The amount of Rs.12 crore was utilized for purchasing multiple products	Not Applicable	No Comments

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
								like surface sheets, laminated fabrics etc.		
3.	Launch of TRUDO Aasa Premium Collection	Letter of Offer, CA Certificate*, Management Certificate	9.50	0	4.32	4.32	5.18	Funds were transferred from the MA account to DTSL's CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds. The amount of Rs.4.32 crore was used for sales training, brand awareness etc for the brand "TRUDO Aasa".	It Will be utilised in subsequent Quarter	It Will be utilised in subsequent Quarter
4.	General Corporate Purposes	Letter of Offer, CA Certificate*, Management Certificate, copy of board resolution dated March 11, 2026.	11.22	0	11.22	11.22	0.00	Funds were transferred from the MA account to DTSL's CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds. Rs.7.82 crore was payment to vendor, while remaining Rs.3.40 crore was payments for LC charges and repayment of temporary loan and overdraft facilities. The same has been verified vide its board resolution dated March 11, 2026.	Not Applicable	No Comments

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
5.	Issue Related Expenses	Letter of Offer, CA Certificate*, Management Certificate	3.50	0	3.24	3.24	0.26	Funds were transferred from the MA account to DTSL's CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds. Rs.3.24 crore was paid from the account for rights issue professional fees and underwriting.	Not Applicable	The difference is of TDS Amount which have already been paid in subsequent Quarter
Total			49.22	0	39.73	39.73	9.49			

* Chartered Accountants certificate from N K Mittal & Associates Chartered Accountants dated May 07, 2026 bearing UDIN 26046785IAPAZH3970.

^Note: The amount of Rs.41 crore was transferred to its PNB CC account by the company and then utilized from there for the various objects. There are numerous other debits and credits in the said CC account, and hence we are not directly able to ascertain utilization of funds for the defined objects, hence relied on CA certificate and management certificate. Unutilized amount of Rs.1.27 crore still remains in the PNB CC account, while the remaining amount of Rs 8.22 crore which remains unutilized is still in the Axis Bank escrow account.

^ Funds were transferred from the MA account to DTSL's CC accounts and subsequently utilized for the said object. The CC accounts had numerous other transactions, resulting into co-mingling of funds.

(iii) Deployment of unutilized proceeds:

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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	CC account – Punjab National Bank	1.27*	--	--	--	--
2	Escrow account – Axis Bank	8.22				

Total unutilized proceeds	9.49			
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*Unutilized amount still in the CC account as per client. There are numerous other debits and credits in the said CC account, and hence we are not directly able to ascertain utilization of funds for the defined objects.

Verified via Chartered Accountants certificate from N K Mittal & Associates Chartered Accountants dated May 07, 2026 bearing UDIN 26046785IAPAZH3970.

(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
Capital expenditure for New Machinery and Civil and Mechanical Works	To be utilized within 12 months from the date of receipt (March 09, 2027)	Ongoing	Not applicable	No Delay	No comments
Working Capital		31-03-2026	No delay	No Delay	No comments
Launch of TRUDO Aasa Premium Collection		Ongoing	Not applicable	No Delay	No comments
General Corporate Purposes		31-03-2026	No delay	No Delay	No comments
Issue Related Expenses		Ongoing	Not applicable	No Delay	No comments

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	Bank payment	3.40	CA Certificate*, Management Certificate, Bank Statement	No comments.	No comments
2	Payment to vendor – M/s JPV Metal Industries Pvt Ltd	7.82	CA Certificate*, Management Certificate, Bank Statement	No comments.	No comments
	Total	11.22			

^ Section from the offer document related to GCP:

“Our Company proposes to deploy the balance of the net proceeds aggregating ₹1,121.80 Lakhs towards general corporate purposes and such utilization shall not exceed 25% of the gross proceeds, in compliance with SEBI ICDR Regulations. The general corporate purposes for which we propose to utilize the net proceeds include meeting day to day expenses, including salaries and wages, administration, insurance, repairs and maintenance, payment of taxes and duties, meeting expenses for growing the business of the Company and meeting any other exigencies or other opportunities as considered expedient and as approved periodically by our Board or a duly constituted committee thereof, subject to compliance with applicable law, including the provisions of the Companies Act.

The quantum of utilization of funds towards each of the above purposes will be determined by our Board based on the permissible amount actually available under the head ‘General Corporate Purposes’ and the business requirements of our Company, from time to time. Our Company’s management, in accordance with the policies of the Board, shall have flexibility in utilizing surplus amounts, if any. In the event we are unable to utilize the entire amount that we have currently estimated for use out of Net Proceeds in

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a Fiscal, we will utilize such unutilized amount in the next Fiscal.

The quantum of utilization of funds towards any of the purposes will be determined by the Board, based on the amount actually available under this head and the business requirements of our Company from time to time subject to applicable laws and regulations. Our Board will have flexibility in utilizing surplus amounts, if any, subject to applicable laws and regulations.”

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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 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.

