Date: November 6, 2026

BSE Limited
Department of Corporate Services,
P. J. Towers, Dalal Street,
Mumbai - 400 001
Scrip Code: 544244

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051
Scrip Name: GALAPREC

Sub: Monitoring Agency Report on the utilization of proceeds raised through Initial Public Offer, for the quarter ended September 30, 2026

Dear Sir/Madam,

Pursuant to Regulation 32(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("**SEBI LODR Regulations**") read with Regulation 162A of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("**SEBI ICDR Regulations**"), please find enclosed herewith Monitoring Agency Report in respect of utilization of proceeds of Initial Public Offer for the quarter ended September 30, 2026, issued by Crisil Ratings Limited, Monitoring Agency.

Kindly take this information on your record.

Thanks & Regards,
For Gala Precision Engineering Limited

POOJA LADHA

Digitally signed by POOJA LADHA
DN: c=IN, o=Personal, title=4197, 2.5.4.20=b6052600fdd472c69384c7ded1af80f4fc2e0604269bc2865e9da5deefc060e8, postalCode=400610, st=Maharashtra, serialNumber=2b122bd2c557885cddb303d2f7b0b82b6f904c9e93faf000009770ad01cb6f2e, cn=POOJA LADHA
Date: 2026.11.06 17:21:41 +05'30'

Pooja Ladha
Company Secretary and Compliance Officer
Membership No.: A59339
Encl: a/a

Crisil
Ratings

Monitoring Agency Report

for

Gala Precision Engineering Limited

for the quarter ended

September 30, 2026

CRL/MAR/ GLPEPL/2026-27/2004

November 06, 2026

To
Gala Precision Engineering Limited
A-801, 8th Floor, Thane One DIL Complex,
Ghodbunder Road Majiwade,
Thane (West), Maharashtra-400610

Dear Sir,

Monitoring Agency Report for the quarter ended September 30, 2026, - in relation to the Initial Public Offer ("IPO") of Gala Precision Engineering Limited ("the Company")

Pursuant to Regulation 41(2) of SEBI (lssue of Capital and Disclosure Requirements) Regulations, 2018 ("**SEBI ICDR Regulations**") and Monitoring Agency Agreement dated August 14, 2024, enclosed herewith the Monitoring Agency Report, issued by Crisil Ratings Limited, Monitoring Agency, as per Schedule XI of the SEBI ICDR Regulations towards utilization of proceeds of IPO for the quarter ended September 30, 2026.

Request you to kindly take the same on records.

Thanking you,
For and on behalf of Crisil Ratings Limited

Shounak Chakravarty

Shounak Chakravarty
Director, Ratings (LCG)

Report of the Monitoring Agency (MA)

Name of the issuer: Gala Precision Engineering Limited

For quarter ended: September 30, 2026

Name of the Monitoring Agency: Crisil Ratings Limited

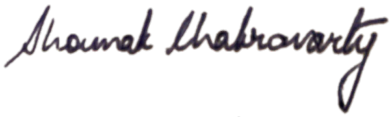
(a) Deviation from the objects: Not applicable

(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 we do not perceive any conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer.

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: Shounak Chakravarty
Designation of Authorized person/Signing Authority: Director, Ratings (LCG)

1) **Issuer Details:**

Name of the issuer: Gala Precision Engineering Limited

Names of the promoter: a. Mr. Kirit Vishanji Gala
b. Mr. Smeet Kirit Gala

Industry/sector to which it belongs: Other Industrial Products

2) **Issue Details**

Issue Period: Monday, September 2, 2024, to Wednesday, September 4, 2024

Type of issue (public/rights): Initial Public Offer (IPO)

Type of specified securities: Equity Shares

IPO Grading, if any: NA

Issue size: Fresh issuance of Rs 1,353.40 million *(Refer Note 1)*

Note 1:

Particulars	Amount (Rs in million)
Gross Proceeds	1,353.40*
Less: Offer Expenses	141.05 *(Refer Note 3)*
Net Proceeds	1,212.35

**Crisil Ratings shall be monitoring the gross proceeds.*

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	Peer-reviewed Independent Chartered Accountant certificate^, Management undertaking, Prospectus dated September 05, 2024, (hereinafter referred to as Offer Document), Bank Statements	Proceeds utilized towards setting up the facility in Chennai and capital expenditure in Wada	No comments

Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document?	NA	Peer-reviewed Independent Chartered Accountant certificate^, Management undertaking	No comments	No comments
Whether the means of finance for the disclosed objects of the issue has changed?	No		No comments	No comments
Is there any major deviation observed over the earlier monitoring agency reports?	No		No comments	No comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes		*(Refer Note 2)*	No comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	NA		No comments	No comments
Are there any favorable events improving the viability of these object(s)?	No		No comments	No comments
Are there any unfavorable events affecting the viability of the object(s)?	No		No comments	No comments
Is there any other relevant information that may materially affect the decision making of the investors?	No		No comments	No comments

NA represents Not Applicable

Note 2: *The Company has taken following government approvals related to the object:*

Sr. No.	Department	Name of the activity	Approval Status
1	Tamil Nadu Pollution Control Board (TNPCB)	Consent to Operate (CTO)	Yes
2	Tamil Nadu Pollution Control Board (TNPCB)	Hazardous Waste Authorization	Yes
3	Fire and Rescue Services	Fire License (covered with fire hydrant scope of work)	Yes
4	Directorate of Industrial Safety and Health (DISH)	As build drawing approval	Yes
5	Directorate of Industrial Safety and Health (DISH)	Building stability Certificate by competent person	Yes
6	Directorate of Industrial Safety and Health	Obtaining Factory license	Yes
7	Directorate of Industrial Safety and Health	Registration of Contractor (RC)	Yes
8	BDO	Obtaining Machinery running license	Yes
9	Health & Preventive medicine	Sanitary and Suitability Certificate (2 certificate)	Yes

^Certificate dated October 30, 2026, issued by M/s M M Nissim & Co LLP., Chartered Accountants (Firm Registration Number: 107122W/W100672), Peer Reviewed Independent Chartered Accountant.

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

i. Cost of the object(s):

Sr. No.	Item Head	Source of information/ certification considered by MA for preparation of report	Original cost (as per the Offer Document) (Rs in million)	Revised Cost (Rs in million)	Comment of the Monitoring Agency	Comments of the Board of Directors		
						Reason of Cost revision	Proposed financing option	Particul-ars of firm arrang-ements made
1	Setting up a new facility at Vallam-Vadagal, SIPCOT, Sriperumbuddur, Tamil Nadu for manufacturing high tensile fasteners and hex bolts	Peer-reviewed Independent Chartered Accountant certificate^, Management undertaking, Prospectus	370.00	NA	No revision	No comments		
2	Funding capital expenditure requirements towards purchase of equipment, plant and machinery at Wada, Palghar, Maharashtra;		110.69	NA	No revision			
3	Repayment/ prepayment, in full or part, of certain borrowings availed by the Company		454.30	NA	No revision			
4	General corporate purposes (GCP)		279.14	277.36	*(Refer Note 3 & Note 4)*			
	Sub-Total		**1,214.13**	**1,212.35**	***(Refer Note 3)***	**-**	**-**	**-**
5	Issue Expenses		139.27	141.05	*(Refer Note 3)*	No comments		
	Total		**1,353.40**	**1,353.40**	**NA**	**-**	**-**	**-**

^Certificate dated October 30, 2026, issued by M/s M M Nissim & Co LLP., Chartered Accountants (Firm Registration Number: 107122W/W100672), Peer Reviewed Independent Chartered Accountant.

Note 3: *During the quarter ended December 31, 2024, net proceeds have been revised from Rs 1,214.13 million to Rs 1,212.35 million, on account of actual issue expenses being higher than estimated as disclosed in the Offer document, by Rs 1.78 million and the same has been decreased in GCP cost.*

Note 4: *The amount utilised for general corporate purposes does not exceed 25% of the Gross Proceeds (amounting to Rs 338.35 million) from the Fresh Issue.*

ii.Progress in the object(s):

Sr. No.	Item Head#	Source of information/ certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document (Rs in million)	Amount utilized (Rs in million)			Total unutilized amount (Rs in million)	Comments of the Monitoring Agency	Comments of the 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	Setting up a new facility at Vallam-Vadagal, SIPCOT, Sriperumbuddur, Tamil Nadu for manufacturing high tensile fasteners and hex bolts	Peer-reviewed Independent Chartered Accountant certificate ^, Management undertaking, Prospectus, Bank Statements	370.00	297.26	22.11	319.37	50.63	Proceeds utilized towards Plant & Machinery, Buildings, Government Approvals and Contingency	No comments	
2	Funding capital expenditure requirements towards purchase of equipment, plant and machinery at Wada, Palghar, Maharashtra		110.69	110.46	0.23	110.69	Nil	Proceeds have been utilized towards Plant & Machinery		
3	Repayment/ prepayment, in full or part, of certain borrowings availed by the Company		454.30	454.30	Nil	454.30	Nil	Proceeds have been fully utilized till the quarter ended September 30, 2024		

Sr. No.	Item Head#	Source of information/ certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document (Rs in million)	Amount utilized (Rs in million)			Total unutilized amount (Rs in million)	Comments of the Monitoring Agency	Comments of the 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
4	General Corporate Purposes	Peer-reviewed Independent Chartered Accountant certificate ^, Management undertaking, Prospectus, Bank Statements	277.36	11.35	Nil	11.35	266.01	Nil utilization during the reported quarter	No comments	
	Sub-total		**1,212.35**	**873.36**	**22.35**	**895.71**	**316.64**	**-**	**-**	**-**
5	Issue expenses		141.05	141.05	Nil	141.05	Nil	Proceeds have been fully utilized till the quarter ended December 31, 2024	No comments	
	Total		**1,353.40**	**1,014.41**	**22.35**	**1,036.76**	**316.64**	**-**	**-**	**-**

^*Certificate dated October 30, 2026, issued by M/s M M Nissim & Co LLP., Chartered Accountants (Firm Registration Number: 107122W/W100672), Peer Reviewed Independent Chartered Accountant.*

#Brief description of objects:

Object of the Issue	Description of objects as per the offer document filed by the issuer
Setting up a new facility at Vallam-Vadagal, SIPCOT, Sriperumbuddur, Tamil Nadu for manufacturing high tensile fasteners and hex bolts	As part of the growth strategy and with a view to expanding its capacity of special fastening solutions for products like foundation studs, nascelle fasteners, hex bolts, nuts etc,. The Company is setting up a new manufacturing facility at Vallam-Vadagal, SIPCOT, Sriperumbuddur, Tamil Nadu ("**Proposed Project**").
Funding capital expenditure requirements towards purchase of equipment, plant and machinery at Wada, Palghar, Maharashtra	As a part of its strategy to enhance market position with focus on additional capacity for manufacturing of hex bolts, operational efficiency, improve safety, IT set up and quality capabilities. Accordingly, in furtherance of the aforesaid, The Company intends to utilize up to ₹ 110.69 million towards purchase of machinery for additional capacity for manufacturing of hex bolts at its existing production facilities in Wada, Palghar, Maharashtra in order to increase the automated processes available at such facilities as well as for the replacement of existing machinery, for facility improvisations.
Repayment/ prepayment, in full or part, of certain borrowings availed by the Company	The Company proposes to utilise an estimated amount of ₹454.30 million from the Net Proceeds towards full or partial repayment or pre-payment of certain borrowings availed by the Company. It may avail further loans and/or draw down further funds under existing loans from time to time. The selection of borrowings proposed to be repaid/pre-paid amongst our borrowing arrangements availed is based on various factors including (i) cost of borrowing, including applicable

	interest rates, (ii) any conditions attached to the borrowings restricting the ability to prepay the borrowings and time taken to fulfil or obtain waiver for such requirements, and (iii) other commercial considerations including, among others, the amount of the loans outstanding and the remaining tenor of the loan.
GCP	The general corporate purposes for which the Company proposes to utilise Net Proceeds include, without limitation, business development initiatives, design and development, meeting any expense including salaries and wages, rent, administration costs, insurance premiums, repairs and maintenance, payment of taxes and duties, inorganic opportunities and similar other expenses incurred in the ordinary course of the business any of the other Objects, payment of liabilities, capital expenditure or towards any exigencies. The quantum of utilisation of funds towards each of the above purposes will be determined by the Board of the Company, based on the amount actually available under this head and the business requirements of the Company, from time to time, subject to compliance with applicable law.

iii. Deployment of unutilised proceeds: ***(Refer Note 8)***

Based on Certificate dated October 30, 2026, issued by M/s M M Nissim & Co LLP., Chartered Accountants (Firm Registration Number: 107122W/W100672), Peer Reviewed Independent Chartered Accountant and Management undertaking.

(Rs in million)

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Accrued Interest *(Refer Note 5)*	Return on Investment (%)	Market value as at the end of quarter (if the market value is not feasible, provide NAV/NRV/Book value of the same)
1.	Fixed Deposit – HDFC Bank - 50301389430946 *(Refer Note 6)*	50.00	25-Jan-27	0.55	5.75	50.55
2.	Fixed Deposit – HDFC Bank - 50301391625149 *(Refer Note 6)*	50.00	29-Jan-27	0.53	6.00	50.53
3.	Fixed Deposit – HDFC Bank - 50301373184078 *(Refer Note 6)*	50.00	24-Dec-26	0.07	6.00	50.07
4.	Fixed Deposit – HDFC Bank - 50301249778526 *(Refer Note 6)*	50.00	21-Nov-26	0.35	6.25	50.35
5.	Fixed Deposit – Yes Bank - 007740300024414 *(Refer Note 6)*	49.90	22-Nov-26	0.38	6.75	50.28
6.	Fixed Deposit – Yes Bank - 007740300024670 *(Refer Note 6)*	20.00	09-Oct-26	0.58	6.00	20.58
7.	Fixed Deposit – Yes Bank - 007740600028714 *(Refer Note 6)*	20.00	11-Oct-26	1.81	7.75	21.81
8.	Fixed Deposit – Yes Bank - 007740300028724 *(Refer Note 6)*	25.00	10-Oct-26	2.26	7.75	27.26

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Accrued Interest *(Refer Note 5)*	Return on Investment (%)	Market value as at the end of quarter (if the market value is not feasible, provide NAV/NRV/Book value of the same)
9.	Balance lying in Monitoring Account	1.74	-	-	-	1.74
	Total	**316.64**	**-**	**6.52**	**-**	**323.16**

Note 5: *Monitoring the deployment of Interest Income earned from unutilised issue proceeds does not form part of the scope of Monitoring Agency report.*

Note 6: *The company has not encumbered any of the aforementioned unutilised funds as lien of any purpose*

Note 7: *All figures in the above table are rounded off to two decimal places*

iv. Delay in implementation of the object(s):

Based on Certificate dated October 30, 2026, issued by M/s M M Nissim & Co LLP., Chartered Accountants (Firm Registration Number: 107122W/W100672), Peer Reviewed Independent Chartered Accountant and Management undertaking.

Object(s)	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
Setting up a new facility at Vallam-Vadagal, SIPCOT, Sriperumbuddur, Tamil Nadu for manufacturing high tensile fasteners and hex bolts	Fiscal 26 Rs 370.00 million	Q2 Fiscal 2027 Rs 319.37 million	*(Refer Note 8)*	No comments	
General corporate purposes	Fiscal 26 Rs 279.14 million	Q2 Fiscal 2027 Rs 11.35 million	*(Refer Note 9)*		

Note 8: *As per Company's Prospectus dated September 05, 2024 ("offer document"), the Company had proposed to utilize Rs 370.00 million towards the object of Setting up a new facility at Vallam-Vadagal, SIPCOT, Sriperumbuddur, Tamil Nadu for manufacturing high tensile fasteners and hex bolts by fiscal 2026. However, the Company has utilized Rs 319.37 million as at the end of the reported quarter. Hence, there is a delay in deployment of funds for the above-mentioned object.*

Note 9: *As per Company's Prospectus dated September 05, 2024 ("offer document"), the Company had proposed to deploy Rs 279.14 million towards the object of GCP by fiscal 2026. However, the Company has utilized Rs 11.35 million as at the end of the reported quarter. Hence, there is a delay in deployment of funds for the above-mentioned object.*

However, the Prospectus further states that, "*Further, in the event, the Net Proceeds are not utilized (in full or in part) for the objects of the Offer during the period stated above due to any reason, including (i) the timing of completion of the Offer; (ii) market conditions outside the control of the Company; and (iii) any other economic, business and commercial considerations, the remaining Net Proceeds shall be utilized in subsequent periods for the years 2024-2025, 2025-2026 and if not in these years then by year 2026-2027 as may be determined by the Company, in accordance with applicable laws.*"

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

Not Applicable, based on Certificate dated October 30, 2026, issued by M/s M M Nissim & Co LLP., Chartered Accountants (Firm Registration Number: 107122W/W100672), Peer Reviewed Independent Chartered Accountant and Management undertaking.

Disclaimers:

a) *This Report is prepared by Crisil Ratings Limited* ***(hereinafter referred to as "Monitoring Agency" / "MA" / "CRL")****. 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 Independent Chartered Accountants (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.*

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h) *CRL is not aware that any user intends to rely on the report or of the manner in which a user intends to use the report. In preparing this report, MA has not taken into consideration the objectives or particular needs of any particular user.*

i) *It is made abundantly clear that the report is not intended to and does not constitute an investment advice. The report is not an offer to sell or an offer to purchase or subscribe for any investment in any securities, instruments, facilities or solicitation of any kind to enter into any deal or transaction with the entity to which the report pertains. The report should not be a basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in the US).*

j) *The report comprises professional opinion of CRL as of the date they are expressed, based on the information received from the issuer and other sources considered reliable by CRL. Any opinions expressed here are in good faith, are subject to change without notice, and are only current as of the stated date of their issue. The report does not constitute statements of fact or recommendations to purchase, hold or sell any securities/instruments or to make any investment decisions.*

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