

15th May, 2026

To,
The Manager - Corporate Relationship
Dept.
BSE Limited
P. J. Towers, Dalal Street
Fort, Mumbai - 400 001

To,
The Manager - Corporate Compliance
National Stock Exchange of India Limited
Exchange Plaza, Plot No.C-1,
G Block, BKC, Bandra (E),
Mumbai 400 051

BSE Scrip Code: - 524500

NSE SYMBOL: - KILITCH

Sub: Disclosure under Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Monitoring Agency Report for the quarter ended 31st March, 2026

Dear Sir,

Pursuant to Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, Regulation 41(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we are enclosing herewith the Monitoring Agency Report dated 15th May, 2026, issued by Infomerics Valuation and Rating Limited, Monitoring Agency, for the quarter ended 31st March, 2026.

This disclosure will also be hosted on the Company's website viz: www.kilitch.com

Request you to kindly take note of the same and acknowledge the receipt.

Thanking you,

Yours' Faithfully,

For **Kilitch Drugs (India) Limited**

Mukund Mehta
Managing Director
DIN: 00147876



Monitoring Agency Report for Kilitch Drugs (India) Limited for the quarter ended March 31, 2026

Monitoring Agency Report

May 15, 2026

To

Kilitch Drugs (India) Limited
C-301/2 MIDC, TTC Industrial Area, Pawane Village,
Thane, Maharashtra, India, 400705,

Dear Sir,

Monitoring Agency Report for the quarter ended March 31, 2026 - in relation to the Right Issue of Kilitch Drugs (India) Limited (“The Company”)


We write in our capacity of Monitoring Agency for the Right issue of equity shares for the amount aggregating to Rs. 49.92 crore of the Company and refer to our duties cast under 162A of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2018 (SEBI ICDR 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 02 July 2025.

Request you to kindly take the same on records.

Thanking you,

For and on behalf of Infomerics Valuation and Rating Limited



Sudarshan Shreenivas

(Director- Ratings)

sudarshan.shreenivas@infomerics.com

Report of the Monitoring Agency

Name of the Issuer: Kilitch Drugs (India) Limited

For quarter ended: March 31, 2026

Name of the Monitoring Agency: Infomerics Valuation and Rating Limited

(a) Deviation from the objects: No Deviation

(b) Range of Deviation: Not Applicable (Refer Note I)

Indicate range of percentage deviation from the amount of issue proceeds earmarked for objects. For example, up to 10%, 10 – 25%, 25-50%, 50-75%, 75-100%, not ascertainable etc.

* Range of Deviation may be computed by taking weighted average of financial deviation of each object in the ratio of issue proceeds allocated for it. Non-financial deviation may be indicated separately by way of notes.

Note I- An amount of ₹1.12 crore remains unutilized from the GCP facility, which was scheduled to be utilized by March 31, 2026, as per the offer document. The same is now expected to be utilized in Q1FY27. The utilization is pending as certain capex-related payments are yet to be released due to the pending final inspection of the project.

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 declare that we do not have any direct / indirect interest in or relationship with the issuer/promoters/directors/management and also confirm that we do not perceive any conflict of interest in such relationship / interest while monitoring and reporting the utilization of issue proceeds by the issuer.

We further declare that this report provides true and fair view of the utilization of issue proceeds.



Signature:

Name of the Authorized Person/Signing Authority:

Sudarshan Shreenivas

Designation of Authorized person/Signing Authority:

Director- Ratings

Seal of the Monitoring Agency:

Date: May 15, 2026



1) Issuer Details:

Name of the issuer: Kilitch Drugs (India) Limited

Names of the promoters of the issuer: Mukund Mehta and Kilitch Company (Pharma) Limited

Industry/sector to which it belongs: The Company is presently engaged in pharmaceutical manufacturing, supplying and marketing broad range of pharmaceutical formulations in the various dosage forms like Solid, Liquid and Parental across the globe with over three decades of experience.

2) Issue Details:

Issue Period: July 23, 2025, to August 21, 2025

Type of issue (public/rights): Rights Issue

Type of specified securities: Rights Equity shares

Grading: Not Applicable

Issue size (Rs in Crores): Rs. 49.92 crores (Note No. 1 & Note No. 2)

Note 1

In Q2FY26, the company issued 13,98,463 Equity Shares at an issue price of Rs. 357 (including a premium of Rs. 347.00) aggregating to Rs. 49.92 crore.

Note 2

| Particulars | Amount as per the Prospectus (Rs. in crore) |
|--|---|
| Total Proceeds Received from Right Issue | 49.92 |
| Less: Issue Related Expenses | 0.47* |
| Net Proceeds Available for Utilization | 49.45** |

Note: The company has received Rs. 49.92 crore from the rights issue during Q2FY2026. Out of these Rs. 1.08 crore were utilized towards issue related expenses. However, since the allocation in prospectus towards issue related expenses was estimated at Rs. 0.47 crore, the balance of issue related expenses i.e. Rs. 0.61 crore were utilized under the object of General Corporate Purposes during Q2FY26.

*Issue related expenses as per prospectus

**Infomerics Ratings shall be monitoring the Net 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 Monitoring Agency | Comments of Board of Directors |
|---|-------|--|-------------------------------|--------------------------------|
| Whether all the utilization is as per disclosure in Offer Document? | Yes | Bank Statement, CA Certificate*, Invoices, Prospectus and management declaration | Refer Note 1 | Not Applicable |

| | | | | |
|--|--|-----------------------------------|----------------|----------------|
| Whether Shareholder approval is obtained in case of material deviations from expenditures disclosed in Offer Document? | There is no material deviation. Hence not required | NA | No Comments | Not Applicable |
| Whether means of finance for disclosed objects of the Issue has changed? | There is no change in means of finance | NA | No Comments | Not Applicable |
| Any major deviation observed over the earlier monitoring agency reports? | Not Applicable | Not Applicable | Not Applicable | Not Applicable |
| Whether all Government / Statutory approvals related to the object(s) obtained? | Yes | Principal approval from NSE & BSE | No Comments | Not Applicable |
| Whether all arrangements pertaining to technical assistance/collaboration in operation? | Not Applicable | Not applicable | Not Applicable | Not Applicable |
| Any favourable events improving object(s) viability | There are no events affecting the viability of the objects of the issue. | Not applicable | Nil | Not Applicable |

| | | | | |
|--|---|----------------|-----|----------------|
| Any unfavourable events affecting object(s) viability | There are no events affecting the viability of the objects of the issue. | Not applicable | Nil | Not Applicable |
| Any other relevant information that may materially affect the decision making of the investors | There is no other relevant information that may affect the decision making of the investor. | Not applicable | Nil | Not Applicable |

* The above details are verified by statutory auditors, M/s. C. Sharat & Associates, Chartered Accountants (Membership Number: 127551) vide its CA certificate dated 12 May 2026 and management declaration dated 7th May 2026. Auditor's remark: No deviation / variation in use of funds raised.

Note 1: The company made payments to various vendors towards the capex of its Greenfield Project at Pen, Maharashtra. Total utilization towards the project during Q4FY2026 out of the issue proceeds amounted to Rs. 7.37 crore.

^ Material Deviation would mean

- a) deviation in the objects or purposes for which the funds have been raised
- b) deviation in the amount of funds actually utilised by more than 10% of the amount projected in the offer document

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

(i) Cost of object(s)-

| Sl. 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 Monitoring Agency | Comments of Board of Directors | | |
|--------|---|--|--|---------------------------|-------------------------------|--------------------------------|---------------------------|---------------------------------------|
| | | | | | | Reason of cost revision | Proposed financing option | Particulars of firm arrangements made |
| 1 | Funding Capital Expenditure for Greenfield Project at Pen, Maharashtra, India | CA Certificate* and Final Prospectus** | 47.00 | Not Applicable | No comments | Not Applicable | Not Applicable | Not Applicable |

| | | | | | | | | |
|---|----------------------------|--|--------------|----------------|-------------|----------------|----------------|----------------|
| 2 | General Corporate Purposes | CA Certificate* and Final Prospectus** | 2.45 | Not Applicable | No comments | Not Applicable | Not Applicable | Not Applicable |
| | TOTAL | | 49.45 | | | | | |

*CA Certificate dated 12 November 2025, issued by M/s. C. Sharat & Associates, Chartered Accountant, Statutory Auditors of the Company.

**Sourced from final prospectus dated 12 July 2025, Page No. 47

(ii) Progress in the object(s)-

| Sl. 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 raised till September 30, 2025 (Rs. crore) | Amount utilized | | | Unutilised amount in Rs. crore | Comments of Monitoring Agency | Comments of Board of Directors | |
|--------|-----------|--|---|---|--------------------------------|--------------------|---------------------------|--------------------------------|-------------------------------|--------------------------------|---------------------------|
| | | | | | As at Beginning of the quarter | During the quarter | At the end of the quarter | | | Reason of idle funds | Proposed Course of Action |
| | | | | | | | | | | | |

| | | | | | | | | | | | |
|--------------|---|--|--------------|--------------|--------------|-------------|--------------|-------------|--------------|----------------|----------------|
| 1 | Funding Capital Expenditure for Greenfield Project at Pen, Maharashtra, India | CA Certificate*, Bank Statements, and Prospectus | 47.00 | 47.00 | 40.35 | 6.65 | 47.00 | - | | Not Applicable | Not Applicable |
| 2 | General Corporate Purposes | CA Certificate*, Bank Statements, and Prospectus | 2.45 | 2.45 | 0.61 | 0.72 | 1.33 | 1.12 | Refer Note-I | Not Applicable | Not Applicable |
| TOTAL | | | 49.45 | 49.45 | 40.96 | 7.37 | 48.33 | 1.12 | | | |

* The above details are verified by M/s. C. Sharat & Associates, Chartered Accountants (Membership Number: 127551) vide its CA certificate dated 12th May 2026 and management declaration dated 7th May 2026.

Note 1: The company had incurred a total of Rs. 1.08 crore towards issue related expenses. However, since the allocation in prospectus towards issue related expenses was estimated at Rs. 0.47 crore, the balance of issue related expenses i.e. Rs. 0.61 crore were utilized under the object of General Corporate Purposes during Q2FY26 and Rs. 0.72 crore was utilized from General Corporate Purposes for the purpose

of capital expenditure during the quarter ended 31st March 2026 (Q4FY26) due to insufficient balance which was raised for the purpose of funding Capital Expenditure

#Brief description of Object(s):

| S.no | Name of the object(s) | Brief description of the object(s) |
|-------------|---|---|
| 1 | Funding Capital Expenditure for Greenfield Project at Pen, Maharashtra, India | Company have witnessed a consistent increase in demand for products across domestic and international markets. Navi Mumbai facility is presentlys operating at or near full capacity. To cater to this growing demand and enhance operational scalability, company propose establishing a new Greenfield manufacturing facility at Survey. No. 24/1 to 46, 48 to 56 & 58 to 71, Village - Maldev, Khopoli Pen Road, Khopoli: 410203, Maharshtra India. |
| 2 | General Corporate Purposes | Company intends to deploy the balance Net Proceeds aggregating Rs 2.45 crore towards general corporate purposes, provided that the amount to be utilized for general corporate purposes shall not exceed 25% of the Gross Proceeds. Such utilisation towards general corporate purposes shall be to drive business growth, including, amongst other things, investments for inorganic growth, capital expenditure, funding growth opportunities, including strategic initiatives, meeting working capital requirements, payment of principal, interest on borrowings, and, meeting of exigencies which Company may face in its course of the business and any other purpose as permitted by applicable laws and as approved by our Board or a duly appointed committee thereof, subject to meeting regulatory requirements and obtaining necessary approvals/ consents, as applicable. Management will have flexibility in utilizing the proceeds earmarked for general corporate purposes. |

(iii) Deployment of unutilized Issue proceeds-

| Sl. no. | Type of instrument where amount invested | Amount invested (in Crores) | Maturity date | Earnings (in Crores) | Return on Investment (ROI %) | Market Value as at the end of quarter |
|---------|---|-----------------------------|---------------|----------------------|------------------------------|---------------------------------------|
| 1 | FDs placed with Kotak Mahindra Bank | 1.12 | 29-08-2026 | - | 6.35% | 1.20 |
| | Balance in Kotak Mahindra Bank Monitoring Account | 0.01 | NA | NA | NA | 0.01 |
| | Total | 1.14 | NA | NA | NA | 1.21 |

Unutilized amount towards end of Q4FY26 was Rs.1.12cr, but the value of FDs at end of the quarter was Rs.1.20 crore. The same was on account of accruing of interest.

(iv) Delay in implementation of the object(s)-

| Object(s) Name | Completion Date | | Delay (No. of days/ months) | Comments of Board of Directors | |
|---|-----------------------|-----------|--------------------------------------|--------------------------------|---------------------------|
| | As per Offer Document | Actual * | | Reason of delay | Proposed Course of Action |
| Funding Capital Expenditure for Greenfield Project at Pen, Maharashtra, India | Till FY 2026 | Completed | No delay | Not Applicable | Not Applicable |
| General Corporate Purposes | Till FY 2026 | Ongoing | Delay for (3 Months) Refer Note I | Not Applicable | Not Applicable |

Note I- An amount of ₹1.12 crore remains unutilized from the GCP facility, which was scheduled to be utilized by March 31, 2026, as per the offer document. The same is now expected to be utilized in Q1FY27. The utilization is pending as certain capex-related payments are yet to be released due to the pending final inspection of the project.

v) **Details of utilisation of Proceeds stated as General Corporate Purpose (GCP) amount in the offer document:**

| S.No | Item Head | Amount in Rs. Crore | Source of Information/Certifications Considered by the Monitoring agency for preparation of report | Comments of Monitoring Agency | Comments of the Board of Directors |
|------|-----------------------------|---------------------|--|-------------------------------|------------------------------------|
| 1 | Funding Capital Expenditure | 0.72 | Invoices, Ledgers, Bank Statements, Final Prospectus | Refer Note I | Not Applicable |

*The above details are verified by M/s. C. Sharat & Associates, Chartered Accountants (Membership Number: 127551) vide its CA certificate dated 12th May 2026 and management declaration dated 7th May 2026.

Note I: Rs. 0.72 crore was utilized from General Corporate Purposes for the purpose of capital expenditure during the quarter ended 31st March 2026 as the proceeds for funding of capital expenditure was entirely utilized.

DISCLAIMERS:

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