MANGAL ELECTRICAL INDUSTRIES LTD.
(Formerly Known as Mangal Electrical Industries Private Limited)
CIN : L31909RJ2008PLC026255
+91-141-403-6113 | www.mangals.com
info@mangals.com
Registered Office: C-61, C-61 (A&B), Road No. 1-C,
V.K.I. Area, Jaipur 302 013, Rajasthan, India

August 06, 2026

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001, Maharashtra, India

Scrip Code: 544492

National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (East),
Mumbai - 400 051, Maharashtra, India

Symbol: MEIL

Dear Sir/Madam,

Sub: Monitoring Agency Report on the utilisation of proceeds raised through issuance of equity shares by way of Public Issue of the Company.

Pursuant to Regulation 32(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulations 41(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("SEBI ICDR Regulations") please find enclosed the Monitoring Agency Report issued by CARE Ratings Limited ("Monitoring Agency"), in respect to utilization of the proceeds raised through issuance of equity shares by way of Public Issue of the Company for the quarter ended June 30, 2026.

This is for your information and records.

Thanking you,

Yours faithfully,
For **Mangal Electrical Industries Limited**

NARESH KUMAR SHARMA
Digitally signed by NARESH KUMAR SHARMA
Date: 2026.08.06 11:20:54 +05'30'

Naresh Kumar Sharma
Company Secretary & Compliance Officer
Membership No. A12005

Encl.: as above

No. CARE/ARO/GEN/2026-27/1119

The Board of Directors
Mangal Electrical Industries Limited
C-61, C-61(A&B), Road No. 1-C,
V.K.I. Area,
Jaipur – 302013,
Rajasthan- India.

August 05, 2026

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended June 30, 2026 - in relation to the IPO of Mangal Electrical Industries Limited ("the Company")

We write in our capacity of Monitoring Agency for the Initial Public Offering (IPO) for the amount aggregating to Rs. 400 crore of the Company and refer to our duties cast under 41 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 June 30, 2026 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated July 25, 2025.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

Sajni Shah

Sajni Shah
Assistant Director
Sajni.shah@careedge.in

Report of the Monitoring Agency
Name of the issuer: Mangal Electrical Industries Limited
For quarter ended: June 30, 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.

Sajni Shah
Signature:
Name and designation of the Authorized Signatory: Sajni Shah
Designation of Authorized person/Signing Authority: Assistant Director

1) **Issuer Details:**

Name of the issuer : Mangal Electrical Industries Limited
Name of the promoter : Rahul Mangal, Ashish Mangal, Saroj Mangal and Aniketa Mangal
Industry/sector to which it belongs : Power Infrastructure and Electrical Equipment

2) **Issue Details**

Issue Period : August 20, 2025, to August 22, 2025
Type of issue (public/rights) : Initial Public Offering (IPO)
Type of specified securities : Equity shares
IPO Grading, if any : Not Applicable
Issue size (in crore) : Rs. 400 crore of fresh issue

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?	No	Chartered Accountant certificate*; Bank statement, Company declaration and Prospectus	As per the prospectus, an amount of Rs.101.27 crore earmarked for repayment of loans and Rs.49.93 crore pertaining to capex was required to be deployed by FY26. However, as of Q1FY27, MEIL had deployed Rs.97.98 crore towards repayment of loans and Rs.4.76 crore towards capex, resulting in delay in deployment.	The delay in repayment of loans is due to foreclosure charges and delay pertaining to Capex is on account of finalization of quotations which are under approval with the committee appointed by the board of directors
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	There is no material deviation	Company declaration	No material deviations from expenditures disclosed in the offer document.	No Comments
Whether the means of finance for the disclosed objects of the issue have changed?	No	Company declaration	No change	No Comments
Is there any major deviation observed over the earlier monitoring agency reports?	No	Previous Monitoring Agency reports, Company Declaration and CA Certificate	No, there are no major deviations observed from the last monitoring agency report.	No Comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Company declaration and Prospectus	Company has in place government and other approvals including tax	No Comments

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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
			related approvals, registrations related to labour laws and business specific approvals.	
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Company declaration	No arrangement pertaining to technical assistance/collaboration is required with reference to the objects.	No Comments
Are there any favourable/unfavourable events affecting the viability of these object(s)?	Yes	Company declaration and Prospectus	There has been a delay in the utilisation of issue proceeds earmarked for the capex objective. Against the planned utilisation of Rs.49.93 crore and Rs.37.93 crore in FY26 and FY27 respectively, the Company had deployed only Rs.4.76 crore till Q1FY27. The slower-than-planned deployment may adversely impact the implementation timeline of the project and could lead to delays in achieving the stated objective and operational benefits.	The delay in repayment of loans is due to foreclosure charges and delay pertaining to Capex is on account of finalization of quotations which are under approval with the committee appointed by the board of directors
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	Stock Exchange website	The Company's Share price as on July 30, 2026, stands at Rs.284 per share against an issue price of Rs.561 per share, reflecting a decline of ~49%. The significant decline in shareholder value since the public issue may materially affect decision making of the investors.	The Board believes the post-listing share price movement reflects prevailing market conditions and investor sentiment and does not impact the Company's operational performance or its ability to execute its stated business plan and IPO objectives.

*Chartered Accountant certificate from A Bafna & Co. dated July 21, 2026

#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 –

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	Repayment/ prepayment, in full or in part, of certain outstanding borrowings	Offer Document	101.27	Not applicable	*Proceeds have been utilized as per the objects mentioned in the offer document except for funding working capital requirement objective; wherein there was over-utilisation of Rs.1.39 crore in Q3FY26.	Utilization is as per the disclosures in the Offer Document. The over utilisation of Rs. 1.39 crores observed by MA in Q3 is essentially funds transferred from monitoring account pending utilisation of their stated objects (i.e. Capex/debt repayment) and temporarily parked in the CC account. This resulted in reduction of debit balance under the CC a/c to the extent of Rs. 1.39 crores. The same has utilized in the fourth quarter.		
2.	Capital expenditure including civil works for expanding the facility at Unit IV		87.86					
3.	Funding working capital requirements		122.00					
4.	General corporate purposes		64.84					
5.	Issue related expenses		24.03					
Total			**400.00**					

* Company has subsequently utilized Rs.1.39 crore towards repayment objective (Rs.0.28 crore) and capex objective (Rs.1.11 crore) from cash credit account. However, it is to be noted that no IPO proceeds were credited to the cash credit account during Q4FY26.

(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 (A)	Amount utilised in Rs. Crore			Unutilized Amount in Rs. Crore as on June 30, 2026 (C=A-B)	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 (B)			Reasons for idle funds	Proposed course of action
1.	Repayment/ prepayment, in full or in part, of certain outstanding borrowings	Chartered Accountant certificate*; Bank statement,	101.27	97.20	0.78	97.98	3.29	In Q1FY27, Rs.0.78 crore was utilised towards repayment of	There were no idle funds and	Not applicable

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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 (A)	Amount utilised in Rs. Crore			Unutilized Amount in Rs. Crore as on June 30, 2026 (C=A-B)	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 (B)			Reasons for idle funds	Proposed course of action
		Company declaration						term loans from proceeds of fixed deposit redeemed in cash credit account. There are numerous other debits and credits in the said cash credit account resulting in the comingling of funds, and we have relied on management declarations and CA certificate to ascertain utilization of funds.	utilization of funds is after liquidation of fdr meant for IPO objects	
2.	Capital expenditure including civil works for expanding the facility at Unit IV	Chartered Accountant certificate*, Bank statement, Company declaration and sample invoice	87.86	0.54	4.22$	4.76	83.10	In Q1FY27, Rs.4.22 crore was utilised towards capex mainly for civil construction work from proceeds of fixed deposit redeemed in cash credit	There were no idle funds and utilization of funds is after liquidation of fdr meant for	Not applicable

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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 (A)	Amount utilised in Rs. Crore			Unutilized Amount in Rs. Crore as on June 30, 2026 (C=A-B)	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 (B)			Reasons for idle funds	Proposed course of action
								account. There are numerous other debits and credits in the said cash credit account resulting in the comingling of funds, and we have relied on management declarations and CA certificate to ascertain utilization of funds.	IPO objects	
3.	Funding working capital requirements	Chartered Accountant certificate* and Company declaration	122.00	123.39	-	123.39	-1.39	Utilisation towards the stated objectives was completed by Q3FY26.	Utilization is as per the disclosures in the Offer Document. The over utilisation of Rs. 1.39 crores observed by MA in Q3 is essentially funds transferred from monitoring account pending utilisation of their stated objects (i.e. Capex/debt repayment) and temporarily parked in the CC account. This resulted in reduction of debit balance under the CC	

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 (A)	Amount utilised in Rs. Crore			Unutilized Amount in Rs. Crore as on June 30, 2026 (C=A-B)	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 (B)			Reasons for idle funds	Proposed course of action
									a/c to the extent of Rs. 1.39 crores. The same has utilized in the fourth quarter.	
4.	General corporate purposes		64.84	64.84	-	64.84	-		No comments	No comments
5.	Issue related expenses	Chartered Accountant certificate*, Bank statement, Company declaration and sample invoice	24.03	23.37	0.66	24.03	-	Rs.0.66 crore has been spent towards Issue related expenses from public offer account out of which Rs.0.15 crore has been taken as reimbursement pertaining to Issue related expenses incurred by the company.	No comments	No comments
Total			**400.00**	**309.34**	**5.66**	**315.00**	**85.00**			

*Chartered Accountant certificate from A Bafna & Co. dated July 21, 2026

$ As per CA certificate, company had utilized Rs.4.32 crore towards capex in Q1FY27 from the proceeds of Fixed deposit matured in cash credit account. FD redemption amount includes Rs.0.10 crore of accrued interest; accordingly, the actual utilization of IPO proceeds towards capex during the quarter amounted to Rs.4.22 crore.

(iii) Deployment of unutilized proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. Crore)	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter (Rs. Crore)
1	Fixed Deposit (HDFC Bank)	5.00	29-11-2026	0.26	6.15	5.26
2	Fixed Deposit (HDFC Bank)	5.00	15-07-2026	0.02	5.00	5.02
3	Fixed Deposit (HDFC Bank)	5.00	28-08-2026	0.02	5.50	5.02
4	Fixed Deposit (HDFC Bank)	5.00	30-08-2026	0.26	6.15	5.26
5	Fixed Deposit (HDFC Bank)	2.56	02-09-2026	0.05	5.50	2.61
6	Fixed Deposit (HDFC Bank)	5.00	12-10-2026	0.02	5.50	5.02
7	Fixed Deposit (HDFC Bank)	5.00	29-11-2026	0.26	6.15	5.26
8	Fixed Deposit (HDFC Bank)	5.00	29-11-2026	0.26	6.15	5.26
9	Fixed Deposit (HDFC Bank)	5.00	29-11-2026	0.26	6.15	5.26
10	Fixed Deposit (HDFC Bank)	5.00	30-08-2026	0.26	6.15	5.26
11	Fixed Deposit (HDFC Bank)	5.00	30-08-2026	0.26	6.15	5.26
12	Fixed Deposit (HDFC Bank)	5.00	30-08-2026	0.26	6.15	5.26
13	Fixed Deposit (HDFC Bank)	5.00	30-08-2026	0.26	6.15	5.26
14	Fixed Deposit (HDFC Bank)	5.00	29-11-2026	0.26	6.15	5.26
15	Fixed Deposit (HDFC Bank)	5.00	29-11-2026	0.26	6.15	5.26
16	Fixed Deposit (HDFC Bank)	2.56	02-09-2026	0.05	5.50	2.61
17	Fixed Deposit (HDFC Bank)	5.00	01-12-2026	0.02	5.75	5.02
18	Fixed Deposit (HDFC Bank)	5.00	30-08-2026	0.26	6.15	5.26
	Less: Interest earned	(0.12)	-	-	-	-
	Total	**85.00**				

(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
Repayment/ prepayment, in full or in part, of certain outstanding borrowings	FY26	Ongoing*	Delay (exact number of days/ months	The delay in repayment of loans is due to foreclosure charges	
Capital expenditure including civil works for expanding the facility at Unit IV	FY26	Ongoing*		Delay pertaining to Capex is on account of finalization of quotations which are under	

			of delay) not ascertainable	approval with the committee appointed by the board of directors	
Capital expenditure including civil works for expanding the facility at Unit IV	FY27	Ongoing	Nil	No comments	No comments
Funding working capital requirements	FY26 and FY27	Completed in Q3FY26		No comments	No comments
General corporate purposes	FY26			No comments	No comments
Issue related expenses$	-	Completed in Q1FY27	-	No comments	No comments

The company's offer document states: "We intend to deploy the Net Proceeds towards the Objects as disclosed in the table above, in accordance with the business needs of our Company. However, the actual deployment of funds will depend on a number of factors, including the timing of completion of the Issue, market conditions, our Board's analysis of economic trends and business requirements, competitive landscape, as well as general factors affecting our results of operations and financial condition. Depending on such factors, we may have to reduce, revise or extend the deployment period for the stated Objects, at the discretion of our management and in accordance with applicable laws. In the event that the estimated utilization of the Net Proceeds in a scheduled Fiscal is not completely met, including due to the reasons stated above, then it shall be utilized in the next Fiscal or if required, the amount scheduled for deployment in a specific Fiscal may be utilized in an earlier Fiscal, as may be determined by our Company, in accordance with applicable laws. Any variation in the utilization of Net Proceeds as disclosed in this Prospectus shall be subject to certain compliance requirements, including prior approval of the shareholders of our Company."

*As per the prospectus, the amount of Rs.101.27 crore earmarked for repayment of loans and Rs.49.93 crore earmarked for capex was required to be deployed by FY26. However, as of Q1FY27, MEIL had deployed Rs.97.98 crore and Rs.4.76 crore towards repayment of loans and capex respectively, resulting in delay in deployment.

$ According to the offer document, no implementation timeline has been specified for the issue-related expenses.

5) Details of utilization of proceeds stated as General Corporate Purpose (GCP) amount in the offer document: Not Applicable

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
-	-	-	-	Expenditure towards the GCP objective was completed by Q3FY26.	No comments

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.

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