PAL

May 07, 2026

The Manager (Listing),
National Stock Exchange of India Limited,
Exchange Plaza, Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051
Symbol: **PATILAUTOM**

Sub: Monitoring Agency Report for the quarter ended March 31, 2026

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 the Monitoring Agency Report for the quarter ended March 31, 2026, in respect of utilization of the proceeds raised through issuance of equity shares by way of Initial Public Offer (IPO) of the Company, as received from the Monitoring Agency, CARE Ratings Limited on May 07, 2026.

The above information is also available on the website of the Company www.patilautomation.com.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For Patil Automation Limited
(Formerly known as Patil Automation Private Limited)

PATIL AUTOMATION LTD. Pune 412 109

Manoj Pandurang Patil
Managing Director
DIN.: 06425903
Email id: manoj.patil@patilautomation.com

Encl: As above

CareEdge RATINGS

No. CARE/HO/GEN/2026-27/1028

The Board of Directors
Patil Automations Limited
Gat No. 154, Behind GE Company,
Phase II, MIDC Chakan, Sadumbre,
Tal-Maval, Pune,
Maharashtra, 412109

May 07, 2026

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended March 31, 2026 - in relation to the IPO of Patil Automation Limited ("the Company")

We write in our capacity of Monitoring Agency for the IPO for the amount aggregating to Rs.69.61 crore of the company and refer to our duties cast under 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 ending March 31, 2026 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated June 06, 2025.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

Ashish A Kambli

Ashish A Kambli
Associate Director
Ashish.K@careedge.in

Report of the Monitoring Agency
Name of the issuer: Patil Automation 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 a 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.

Ashish A Kambli

Signature:
Name and designation of the Authorized Signatory: Ashish A Kambli
Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Patil Automation Limited

Name of the promoter : Manoj Pandurang Patil, Aarti Manoj Patil and Prafulla Pandurang Patil

Industry/sector to which it belongs : Industrial machinery for automotive industry

2) Issue Details

Issue Period : June 16, 2025, to June 18, 2025
Type of issue (public/rights) : Initial Public Offer
Type of specified securities : Equity Shares
IPO Grading, if any : Not applicable
Issue size (in crore) : Rs. 69.61 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?	No	Bank statements, Invoice copies, FD receipt, CA Certificate$, Intimation to the exchange* and Management Confirmation	There is a delay in utilization of funds as compared to the initial timeline (to be utilized by March 31, 2026). The company has taken board resolution dated March 30, 2026 for the extension till September 30, 2026 as per the prospectus. The Monitoring Agency has observed that the utilization was routed through cash credit account which has numerous other transactions resulting in comingling of funds. Monitoring agency has primarily relied on CA certificate and Management Certificate for the utilization.	No comments received
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Not applicable	Not applicable	No comments received
Whether the means of finance for the disclosed objects of the issue have changed?	No	Management Confirmation	Not applicable	No comments received
Is there any major deviation observed over the	No	Previous monitoring agency	There is no major deviation in the previous Monitoring	No

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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
earlier monitoring agency reports?		report	Agency report.	comments received
Whether all Government/statutory approvals related to the object(s) have been obtained?	No	Prospectus, Management Confirmation, Power Supply Sanction Letter&	The company has received electricity approval from Maharashtra State Electricity Distribution Company Limited and remaining approvals are in process.	No comments received
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Not applicable	No comments	No comments received
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Management Confirmation	No comments	No comments received
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	Board Resolution@	There has been a change in the location for setting up the manufacturing plant. However, it has been approved by the board via Board resolution dated August 04, 2025.	No comments received

&Verified from Power Supply Sanction Letter.
@Board Resolution dated August 04, 2025.
$ Chartered Accountant Certificate from GMCS and Co. dated April 24, 2026
*Intimation to the exchange dated March 30, 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.	Funding of capital expenditure towards setup of new manufacturing facility	As per Prospectus^, Management Confirmation, and Chartered Accountant Certificate*	62.01	Not applicable	No comments	No comments received	No comments received	No comments received

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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
2.	Repayment of a portion of certain borrowings availed by our Company		4.00		No comments	No comments received	No comments received	No comments received
3.	General Corporate Purpose		0.56		No comments	No comments received	No comments received	No comments received
4.	Issue Expenses		3.04		No comments	No comments received	No comments received	No comments received
TOTAL			69.61					

^ *Sourced from page 82 of the prospectus.*
**Chartered Accountant certificate* from GMCS and Co. *dated April 24, 2026.*

(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 utilized in Rs. Crore			Total unutilized 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 of capital expenditure towards setup of new manufacturing facility	As per Prospectus, Management Confirmation, Board resolution$, Invoices and other supporting documents# Copy and CA Certificate*	62.01	35.91	7.62	43.54	18.47	Proceeds had been utilized for payments towards plant and machineries wherein payments were made from cash credit account. The reimbursement towards the above expenses was taken through closure of FD proceeds created post transfer of funds in Cash credit account. The company routed all expenses through cash credit account which	No comments received	No comments received

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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	Amount utilized in Rs. Crore			Total unutilized 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
								has numerous other transactions resulting in comingling of funds. Furthermore, there has been a change in the location for setting up the manufacturing plant. The change in location has been approved by the board via Board resolution dated August 04, 2025.		
2	Repayment of a portion of certain borrowings availed by our Company	As per Prospectus, Management Confirmation, CA Certificate*, Confirmation from Banker%	4.00	3.30	0.70	4.00	0.00	The company has reduced the sanction working capital limit by Rs.0.70 crore as stated in the prospectus	No comments received	No comments received
3	General Corporate Purpose	As per Prospectus, Management Confirmation, Invoice copy^ and CA Certificate*	0.56	0.56	0.00	0.56	0.00	Nil utilization during the quarter.	No comments received	No comments received
4	IPO Expense	As per Prospectus, Management Confirmation, Invoice& and CA Certificate*	3.05	2.94	0.11	3.05	0.00	The company has paid the professional fees of merchant banker through public issue account while other charges as per the prospectus were paid through cash credit account of which the reimbursement has been taken through realization of FD proceeds for which the MA has primarily relied on CA Certificate which specifies transaction wise details for the said expenses.	No comments received	No comments received

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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	Amount utilized in Rs. Crore			Total unutilized 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
Total			69.61	42.71	8.43	51.14	18.47			

**Chartered Accountant certificate* from GMCS and Co *dated April 24, 2025.*
#Invoices copies and other supporting documents for the expenses incurred by the company.
&Extract of prospectus mentioning Schedule of IPO expenses and sample invoices for charges paid under IPO expense
@Public Issue Account statement
%Confirmation from banker dated March 21, 2026

(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 at the end of quarter
1	FD with ICICI Bank	18.47	26-06-2028	-	6.35%	-
TOTAL		18.47				

**Verified from FD statement from ICICI Bank, Management Confirmation and Chartered Accountant certificate from GMCS and Co. dated April 24, 2026.*

(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 of capital expenditure towards setup of new manufacturing facility	March 31, 2026	On going	Delay (Exact number of days of delay not ascertainable)*	No comments received	No comments received
Repayment of a portion of certain borrowings availed by our Company	March 31, 2026	March 21, 2026	No delay	No comments received	No comments received
General Corporate Purpose	March 31, 2026	December 31, 2025	No delay	No comments received	No comments received

**The company has crossed the initial timelines for utilisation of funds as per the Prospectus, however the timeline and the amount to be spent had been revised via board resolution dated March 30, 2026 till September 30, 2026. The prospectus states that "Our Company may have to revise its estimated costs, fund allocation and fund requirements owing to various factors such as economic and business conditions, increased competition and other external factors which may not be within the control of our management. This may entail rescheduling or revising the planned expenditure and funding requirements, including the expenditure for a particular purpose at the*

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discretion of the Company's management" for the approvals related to extension of timeline.
^Extract of prospectus stating Schedule of implementation towards cost of objects.

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
Nil utilization during the quarter					No comments received

Management confirmation, Invoice copy and CA Certificate from GMCS & Co. dated April 24, 2026.

^ 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 ₹ 55.77 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 of ₹ 304.58 lakhs, 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 15% of the amount raised by our Company through this Issue or Rs. 10 crores, whichever is less"

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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 statutory auditors/ internal auditor which is peer reviewed audit firm 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/ internal auditor which is peer reviewed audit firm, 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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