



PATEL ENGINEERING LTD.

CIN: L99999MH1949PLC007039

August 13, 2024

To,
Bombay Stock Exchange Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001

The National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra - Kurla Complex,
Mumbai – 400051

BSE Scrip Code: 531120

NSE Symbol: PATELENG

Dear Sirs,

Sub: Monitoring Agency Report for the quarter ended June 30, 2024

Pursuant to Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Regulation 173A of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, please find enclosed Monitoring Agency Report for the quarter ended June 30, 2024, issued by Care Ratings Limited, duly reviewed and taken on record by the Board of Directors & Audit Committee of the Company.

Further, we hereby confirm that there has been no deviation in the utilisation of Issue proceeds from the objects as stated in the Placement Document for Qualified Institutions Placement dated April 25, 2024.

Kindly take the above information on record.

For Patel Engineering Limited

Kavita Shirvaikar
Managing Director
DIN: 07737376

Encl: As above

REGD. OFFICE:

Patel Estate Road, Jogeshwari (W), Mumbai – 400 102. India
Phone +91 22 26767500, 26782916 Fax +91 22 26782455, 26781505
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No. CARE/HO/GEN/2024-25/1097

**The Board of Directors
Patel Engineering Limited**
Patel Estate, Jogeshwari (W)
Mumbai- 400102,
Maharashtra

August 13, 2024

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended June 30, 2024 - in relation to the QIP of Equity Shares of Patel Engineering Limited ("the Company")

We write in our capacity of Monitoring Agency for the issue of 70,758,889 equity shares aggregating to Rs. 4,000 million of the Company and refer to our duties cast under Section 173A 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, 2024, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated April 22, 2024.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

Setu Gajjar

Setu Gajjar
Assistant Director
Setu.gajjar@careedge.in

Report of the Monitoring Agency (MA)

Name of the issuer: Patel Engineering Limited

For quarter ended: June 30, 2024

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: Setu Gajjar

Designation of Authorized person/Signing Authority: Assistant Director

1) Issuer Details:

Name of the issuer : Patel Engineering Limited
Name of the promoter : Mr Rupen Patel, Prahm India LLP and Raathiya Constructions Pvt Ltd.
Industry/sector to which it belongs : Infrastructure Sector

2) Issue Details

Issue Period : April 22, 2023, to April 25, 2023
Type of issue (public/rights) : Public issue
Type of specified securities : Equity shares
IPO Grading, if any : Not applicable
Issue size (in ` million) : Rs. 4,000.00 million

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	CA Certificate*, Bank Statement, Placement Document	Nil	Nil
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	NA	-	Nil	Nil
Whether the means of finance for the disclosed objects of the issue have changed?	No	Not Applicable	Nil	Nil
Is there any major deviation observed over the earlier monitoring agency reports?	NA	Not Applicable	Nil	Nil
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Placement Document	Nil	Nil
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	NA	Not Applicable	Nil	Nil
Are there any favourable/unfavourable events affecting the viability of these object(s)?	No	--	Nil	Nil
Is there any other relevant information that may materially affect the decision making of the investors?	No	--	Nil	Nil

* Chartered Accountant certificate from M/s S. Ramanand Aiyar & Co. Chartered Accountants dated July 25, 2024

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 utilised by more than 10% of the amount projected in the offer documents

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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. million	Revised Cost in Rs. million	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 / pre-payment, in full or in part, of certain outstanding borrowings availed by our Company, (including any interest thereon)	CA Certificate and Placement Document	3,040.00	-	Nil	Nil	Nil	Nil
2	General corporate purposes	CA Certificate and Placement Document	558.33	-	Nil	Nil	Nil	Nil
Total			3,598.33					

The above details are verified by M/s S. Ramanand Aiyar & Co. Chartered Accountants dated July 25, 2024

(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. million (A)	Amount utilised in Rs. million			Total Unutilised amount in Rs. million as on 30 th June 2024 (C=A-B)	Comments of the Monitoring Agency	Comments of the Board of Directors	
				As at beginning of the quarter in Rs. million	During the quarter in Rs. million	At the end of the quarter in Rs. million (B)			Reasons for idle funds	Proposed course of action
1	Repayment / pre-payment, in full or in part, of certain outstanding borrowings availed by our Company, (including any interest thereon)	CA Certificate, Placement document and Bank Statements	3,040.00	-	2,965.33	2,965.33	74.67	Nil	Nil	NA
2	General corporate purposes	CA Certificate, Placement document and Bank Statements	558.33	-	435.18	435.18	123.15	Nil	Nil	NA
Total			3,598.33	-	3,400.51	3,400.51	197.82			

The above details are verified by M/s S. Ramanand Aiyar & Co. Chartered Accountants vide its CA certificate dated July 25, 2024.

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(iii) Deployment of unutilised QIP proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested. (Rs. million)	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter
1.	Fixed Deposit*	197.82	29-07-2024		6.00%	NA
	TOTAL	197.82				

The FD is created to the tune of Rs. 250.00 million, out of which Rs. 197.8 million pertains to the objects of the issue.

(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 / pre-payment, in full or in part, of certain outstanding borrowings availed by our Company, (including any interest thereon)	Fiscal 25	On going	-	NA	NA
General corporate purposes	Fiscal 25	On going	-	NA	NA

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

Sr. No	Item Head	Amount in Rs. million	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors
1	Sundry Creditors and other expenses	435.18	Bank Statement, CA certificate	Nil	Nil
	TOTAL	435.18			

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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 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.

