



Date: May 14, 2026

To,  
**BSE Limited**  
1<sup>st</sup> Floor, P. J Towers,  
Dalal Street,  
Mumbai - 400001  
**Symbol: 506642**

To,  
**National Stock Exchange India Limited**  
Exchange Plaza, C-1, Block G,  
Bandra Kurla Complex, Bandra (E),  
Mumbai-400051, India  
**Symbol: SADHNANIQ**

**Subject: Monitoring Agency Report for the Quarter ended March 31, 2026 - utilisation of the funds raised in the Rights Issue of the Company**

Dear Sir/ Madam,

Pursuant to Regulation 32(6) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with Regulation 82(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we enclose herewith the first Monitoring Agency Report issued by Acuite Ratings and Research Limited, the Monitoring Agency, for the quarter ended March 31, 2026 in respect of utilization of proceeds of the Rights Issue of the Company which is self-explanatory.

The Report was considered by the Audit Committee of the Company. We confirm that there is no Deviation and no Variation in utilisation of Funds.

The same will also be available on the website of the company at [www.sncl.com](http://www.sncl.com).

This is for your information and records.

Thanking You.

Yours faithfully,  
**FOR SADHANA NITRO CHEM LIMITED**

**Nitin Rameshchandra Jani**  
**Company Secretary**  
**Membership No.: A4757**

**Corporate Office**

10, Bruce Street, 1st Floor,  
8/12, Homi Mody Street, Fort,  
Mumbai - 400001

**Factory Address**

47, MIDC, Roha - 402116.  
Dist. Raigad (M.S.)  
Dhatav, Maharashtra

**Registered Office**

Nanavati Mahalaya, Unit No. 501,  
5th Floor, 18 Homi Mody Street  
Fort, Mumbai - 400001

## Report of the Monitoring Agency (MA)

<b>Name of the issuer</b>	: Sadhana Nitro Chem Limited
<b>For quarter ended</b>	: Q4 FY2025-26
<b>Name of the Monitoring Agency</b>	: Acuite Ratings and Research Limited
<b>(a) Deviation from the objects</b>	: No deviation is observed
<b>(b) Range of Deviation</b>	: 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:

Vikas Mishra  
Deputy Vice President - Process Excellence

## 1. Issuer Details:

**Name of the issuer** : Sadhana Nitro Chem Limited

**Names of the promoters:**

Promoters
Manekchand Panachand Trading Investments Company Private Limited
H G Partners LLP
Mr. Asit D Javeri

**Industry/sector to which it belongs** : Commodity Chemicals / Chemicals

## 2. Issue Details:

**Issue Period** : February 27, 2026 to March 10, 2026

**Type of issue** : Right Issue

**Type of specified securities** : Equity Share

**IPO Grading, if any** : Not applicable

**Issue size** : INR 263.53 Cr.

### 3. Details of the arrangement made to ensure the monitoring of issue proceeds

Particulars	Reply from the issuer	Source of information/ certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
1. Whether all utilization is as per the disclosures in the Offer Document?	Yes	Documents provided by the issuer - Bank Statement, Invoices and Independent Auditors Certificate etc.	Yes, utilisations in the respective objects are as per disclosures by the company.	Yes, utilization is as per disclosure in the offer documents
2. Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not Applicable		Material deviation is not observed.	There is no deviation from object disclosed in the offer documents
3. Whether the means of finance for the disclosed objects of the issue has changed?	No		No change is observed.	No change in the means of finance
4. Is there any major deviation observed over the earlier monitoring agency reports?	No		The issuer had not appointed any other Monitoring Agency earlier.	Not applicable. Company is submitting the first monitoring agency report since the issue.
5. Whether all Government/statutory approvals related to the object(s) have been obtained?	Not Applicable		Government / Statutory approval is not required for the objects.	Not applicable
6. Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not Applicable		Arrangement pertaining to technical assistance / collaboration is not required with reference to the objects.	Arrangement pertaining to technical assistance / collaboration is not required with reference to the objects.
7. Are there any favorable events improving the viability of these object(s)?	Not Applicable		No favorable event is observed that may improve the viability of these objects.	No Favourable / Unfavourable events improving / affecting viability occurred during the period.
8. Are there any unfavorable events affecting the viability of the object(s)?	Not Applicable		No unfavorable event is observed affecting the viability of these objects.	There is no relevant information / material event to report.
9. Is there any other relevant information that may materially affect the decision making of the investors?	No		No relevant information is evident that may materially affect the decision making of the investors.	

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

##### i. Cost of object(s)

Sr. No.	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document) [INR Cr.]	Revised Cost	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason of Cost revision	Proposed financing option	Particulars of firm arrangement
1	Inter-Corporate Deposit	Documents provided by the issuer – Bank Statement, Invoices and Independent Auditors Certificate etc.	131.98	-	No change is observed.	Not applicable - no revision in the cost for any object of the issue.		
2	Promoters Loan		81.00	-	No change is observed.			
3	Term Loan		6.18	-	No change is observed.			
4	Long-Term Working Capital		16.09	-	No change is observed.			
5	General corporate purposes		27.00	-	No change is observed.			
6	Issue Related expenses		1.28	-	No change is observed.			
	<b>Total</b>		<b>263.53</b>	-				

ii. Progress in the object(s) –

Sr. No.	Item Heads	Source of information / certifications considered by the Monitoring Agency for the preparation of report	Amount as proposed in the Offer Document [INR Cr.]	Amount raised [INR Cr.]	Amount utilized [INR Cr.]			Total unutilized amount [INR Cr.]	Comments of the Monitoring Agency	Comments of the Issuer's 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	Inter-Corporate Deposit	Documents provided by the issuer - Bank Statement, Invoices and Statutory Auditors Certificate issued by M/s Jayesh Dadia & Associates LLP.	131.98	131.98	-	129.09	129.09	2.89	No comments	The unutilized amounts on account of balances which have been settled in April 2026.	
2	Promoters Loan		81.00	81.00	-	80.76	80.76	0.24	No comments		
3	Term Loan		6.18	6.18	-	6.04	6.04	0.14	No Comments		
4	Long-Term Working Capital		16.09	16.09	-	12.05	12.05	4.04	No Comments	The amount is held for ongoing working capital / operational requirements and are being utilized in the phased manner. The company has planned to utilize the balance within 30-45 days.	
5	General Corporate Purposes		27.00	27.00	-	22.73	22.73	4.27	Kindly refer the details provided in section 5.		
6	Issue Related expenses		1.28	1.28	-	1.28	1.28	Nil	No Comments	-	
	<b>Total</b>		<b>263.53</b>	<b>263.53</b>	-	<b>251.95</b>	<b>251.95</b>	<b>11.58</b>	The unutilised amount is maintained with the HDFC Monitoring Agency account.		

**iii. Deployment of unutilised IPO/FPO/Rights Issue Proceeds: Not Applicable**

Sr. No.	Type of instrument and name of the entity invested in	Amount invested [INR Cr.]	Maturity date	Earning [INR Cr.]	Return on Investment (%)	Market Value as at the end of quarter* [INR Cr.]
-	-	-	-	-	-	-
	<b>Total</b>	-	-	-	-	-

**iv. Delay in implementation of the object(s): Not Applicable**

Object(s)	Completion date		Delay [Number of days or months]	Comments of the Issuer's Board of Directors	
	As per the offer document	Actual*		Reason for delay	Proposed course of action
-	-	-	-		

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

Sr. No.	Item Head	Amount [INR Cr.]	Source of information/certifications considered by Monitoring Agency for preparation of report	Comments of The Monitoring Agency	Comments of the Board of Directors
1	Statutory Payments	9.74	Documents provided by the issuer - Bank Statement, Invoices and Independent Auditors Certificate etc.	The company has utilised INR 22.73 crores towards this object as mentioned in Item Head during the reporting period.	The company has utilised INR 22.73 crores during the period to meet the routine business and operational requirements of the Company in line with the objects stated in the Letter of Offer.
2	Employees related expense	4.79			
3	Legal and Professional Fees	2.67			
4	Bank Charges & Interest	2.28			
5	Rent	1.92			
6	Power, Fuel & Water	0.62			
7	Labour Charges	0.38			
8	CHA & Transport	0.20			
9	Administrative Expenses	0.08			
10	Insurance Charges	0.05			
	<b>Total</b>	<b>22.73</b>			

**Disclaimer:**

- a) This Report is prepared by Acuite Ratings & Research Limited (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 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, 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.

**About Acuite Ratings & Research**

Acuite is a full-service Credit Rating Agency registered with the Securities & Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI) for Bank Loan Ratings under BASEL-II norms in the year 2012. Acuite has assigned ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Kanjurmarg, Mumbai.