SAI SILKS (KALAMANDIR) LIMITED
CIN: U52190TG2008PLC059968
Registered Office: # 6-3-790/8, Flat No.1, Bathina Apartments, Ameerpet, Hyderabad - 500016
Telangana, India. 040-66566555. Email: secretarial@sskl.co.in
www.sskl.co.in

Date: 13.11.2026

To Corporate Relations Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001, India Scrip Code: **543989**	To Listing Department, National Stock Exchange of India Limited Exchange Plaza, C-1 Block G Bandra Kurla Complex, Bandra (E) Mumbai – 400 051, India Symbol: **KALAMANDIR**

Dear Sir / Madam

Sub: Report of the Monitoring agency with respect to utilisation of proceeds of the Initial Public offering of Sai Silks (Kalamandir) Limited

Pursuant to Regulation 32 (6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 read with Regulation 41 of SEBI (Issue of Capital Disclosure Requirements) Regulations, 2018 please find enclosed herewith monitoring agency in respect of utilisation of IPO proceeds for quarter ended September 30, 2026 issued by CARE Rating Ltd, Monitoring Agency.

This is for your information and records.

For Sai Silks (Kalamandir) Limited

Shilpa Kotagiri

Digitally signed by Shilpa Kotagiri
DN: c=IN, o=Personal, postalCode=500082, st=Telangana, street=#2901 And 903/10 Flat No A38 Somajiguda, Erramanzil, Nampally Telangana India 500082, title=4194, 2.5.4.20=fc5ef78b7c1ea457e7233c8336742 1f8827271e1ba9fc1d7478b25e7011 4dd6f24e, 2.5.4.65=6b0d2b2f4ba2b8834e7429ea7c1754f, email=shilpikotagiri@gmail.com, cn=Shilpa Kotagiri
Date: 2026.11.13 16:53:28 +05'30'

Shilpa Kotagiri

Company Secretary & Compliance officer

M.No A23208

No. CARE/HRO/GEN/2026-27/1029

Sai Silks (kalamandir) Limited
6-3-790/8, Flat No.1,
Bathina Apartment Ameerpet,
Hyderabad
Telangana 500016

November 11, 2026

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended 30/09/2026 - in relation to the IPO of Sai Silks (Kalamandir) Limited ("the Company")

We write in our capacity of Monitoring Agency for the IPO for the amount aggregating to Rs. 600 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 30/09/2026 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated 12/09/2023.

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,

Tejeshwar.Reddy

Y Tejeshwar Reddy
Associate Director
tejeshwar.reddy@careedge.in

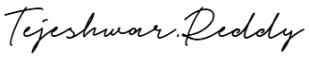
Report of the Monitoring Agency
Name of the issuer: Sai Silks (Kalamandir) Limited
For quarter ended: September 30, 2026
Name of the Monitoring Agency: CARE Ratings Limited
(a) Deviation from the objects: Nil
(b) Range of Deviation: less than 10%

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 and designation of the Authorized Signatory: Y. Tejeshwar Reddy
Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer	: Sai Silks (Kalamandir) Limited
Name of the promoter	: Mr. Nagakanaka Durga Prasad Chalavadi and Ms. Jhansi Rani Chalavadi
Industry/sector to which it belongs	: Retailing - Distributors

2) Issue Details

Issue Period	: September 20, 2023, to September 22, 2023
Type of issue (public/rights)	: Public Fresh Issue
Type of specified securities	: Equity Shares
IPO Grading, if any	: Not Applicable
Issue size (in crore)	: Rs.600 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	CA certificate*, Bank statements	The utilization is not as per the disclosures in the offer document. However, the deviation is approved by the Board and Audit Committee. Copy of Board Resolution is provided and held on record.	No comments received
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not Applicable	CA certificate*, Copy of approval from Board	There are no material deviations in the utilization of proceeds. However, there is an unutilized portion of Rs.20.27 crore in object 2, "Funding capital expenditure for setting of two new warehouses" as per the IPO document, for which, company has taken approval for utilization of same till September 30, 2027. Approval from the Board of Directors is in place for extension of timelines and the copy approval dated November 03, 2026 is held on record.	No comments received
Whether the means of finance for the disclosed	No	CA Certificate*,	The means of finance for Objects 1 and 3 have been	No comments

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
objects of the issue have changed?		Management Certificate	revised; however, the overall proceeds allocated towards the objects specified in the IPO document remain unchanged. However, the same was already considered in monitoring report issued for Q1FY27.	received
Is there any major deviation observed over the earlier monitoring agency reports?	No	Previous Monitoring Agency report	No major deviations from earlier monitoring agency reports.	No comments received
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Management Certificate	SSKL has confirmed that all the requisite approvals which are required for a warehouse and 30 stores which were opened with IPO funds are in place.	No comments received
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Not applicable	Nil	No comments received
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Not applicable	Not applicable	Nil	No comments received
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	CA Certificate* and Management Certificate	There has been delay in utilization of funds toward setting up of warehouses and as mentioned in the objects.	No comments received

* CA certificate from Sagar & Associates dated November 05, 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 capital expenditure for setting up of 30 new stores	Chartered Accountant certificate*, Final Prospectus	125.08	122.72	The company achieved savings of Rs.24.82 crore after meeting the requirements for setting up stores under the stated object. The Board of Directors approved the utilization of such savings towards the establishment of additional stores and for meeting working capital requirements. Accordingly, an amount of Rs.2.36 crore has been additionally utilized towards working capital requirements under Object 3.	No comments received	No comments received	No comments received
2	Funding capital expenditure for setting of two new warehouses		25.40	Not Applicable	None for quarter under review	No comments received	No comments received	No comments received
3	Funding working capital requirements of our company		280.07	282.43	A portion of the excess funds available under Object 1 have been utilized towards meeting the working capital requirements of the new stores established out of the IPO proceeds.	No comments received	No comments received	No comments received
4	Repayment of pre-payment of certain borrowings availed by our Company		50.00	Not Applicable	None for quarter under review	No comments received	No comments received	No comments received
5	General Corporate purposes		85.69	Not Applicable	None for quarter under review	No comments received	No comments received	No comments received
Total			**566.24**	**566.24**				

* CA certificate from Sagar & Associates dated November 05, 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 utilised in Rs. Crore			Total unutilised 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 capital expenditure for setting up of 30 new stores	CA certificate*, Bank statements	125.08	116.23	6.49	122.72	0.00	SSKL has set up 30 new stores as per the objects of IPO out of which 4 stores were opened in Q2FY27. The funds have moved directly from monitoring a/c to multiple vendors for the purpose. Further, the unutilised amount is lower by Rs.2.36 crore as the same was spent towards Object 3 as approved by the Board. As on September 30, 2026, the allocated funds are fully utilised.	No comments received	No comments received
2	Funding capital expenditure for setting of two new warehouses		25.40	5.12	0.01	5.13	20.27	SSKL had made the payments to various vendors towards setting up a warehouse and all the payments were made through monitoring account.	No comments received	No comments received
3	Funding working capital requirements of our company		280.07	282.43	0.00	282.43	0.00	Fully utilized. There has been over utilisation of Rs.2.36 crore which was utilised from Object 1 towards the new stores launched during the quarter.	No comments received	No comments received
4	Repayment or pre-payment of certain borrowings availed by our Company		50.00	50.00	0.00	50.00	0.00	Fully utilized.	No comments received	No comments received
5	General Corporate purposes		85.69	85.69	0.00	85.69	0.00	Fully utilized.	No comments received	No comments received
Total			**566.24**	**539.47**	**6.50**	**545.97**	**20.27**			

* CA certificate from Sagar & Associates dated November 05, 2026

Note: Funds earmarked towards Object 2 were to be spent by end of September 30,2026 as per the board resolution passed in meeting held on March 29,2026. However, a portion of funds remained unutilized and the Board approved the extension of timelines for further twelve months i.e., up to September 30, 2027.

(iii) Deployment of unutilized proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter
1	Fixed Deposit – HDFC Bank	20.00	4 FDs dated 07/03/2027	0.08	6.71%	20.08
2.	Balance in IPO monitoring account	0.58	-	-		0.57
	Total funds in FD and Monitoring A/c	**20.58**		**0.08**		**20.65**
	(-) Interest earned on FDs	0.31		-		
	Total unutilized funds in FD and Monitoring A/c	**20.27**				

(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 capital expenditure for setting up of 30 new stores	March 2026[$]	September 2026[$]	6 Months[#]	No comments received	No comments received
Funding capital expenditure for setting of two new warehouses	March 2024[$]	Ongoing[$]	Delay (exact number of days of delay not ascertainable) [@]	No comments received	No comments received
Funding working capital requirements of our company	March 2026	March 2026	-	No comments received	No comments received
Repayment or pre-payment of certain borrowings availed by our Company	March 2024	June 2024	3 months*	No comments received	No comments received
GCP	March 2024	March 2026	24 months^	No comments received	No comments received

**The company had repaid Rs.47.12 crore as of March 31, 2024. The payment of of Rs.2.88 crore was delayed which was to be utilised towards repayment of borrowings. However, the same was repaid during Q1FY25. The reason for delaying the repayments is to avoid the prepayment charges.*

*#The Board had approved an extension of six months, up to **September 30, 2026**, for deployment of the unutilized IPO proceeds. Subsequently, the company fully utilized the funds earmarked for **Object 1**, and all **30 proposed stores** were operationalized by **September 30, 2026**.*

*[@]The Board had apporved the extension for further twelve months i.e., till September 30, 2027 for spending the unutilised funds under **Object 2** "Funding capital expenditure for setting of two new warehouses". The copy of approval dated November 03, 2026 is in place.*

^SSKL has spent Rs. 85.69 crore towards General Corporate Purpose as of March 31, 2026. However, as per the offer document, the entire amount entitled for GCP was supposed to be utilized by March 2024. There is a delay in utilization in terms of timelines.

[$]Please refer the implementation schedule below mentioned in the offer document and actual utilisations. The table represents the total amount to be spent by end of each fiscal. However, the Board had approved the timelines for Objects 1 & 2 to be extended till September 30,2026 on March 29,2026 wherein, entire amount in object 1 is utilised as of September 30,2026 and further, in the meeting held on November 03,2026, the Board had approved extension in timelines for object 2 till September 30,2027.

Particulars	Estimated Utilisation from Net Proceeds	Estimated Schedule of payment			Actual utilisations		
		Fiscal 2024	Fiscal 2025	Fiscal 2026	Fiscal 2024	Fiscal 2025	Fiscal 2026[#]
Funding capital expenditure for setting up of 30 new stores	125.08	30.47	72.84	21.77	27.56	36.40	39.85
Funding capital expenditure for setting of two new warehouses	25.40	25.40	-	-	0.94	0.69	3.30
Funding working capital requirements of our company	280.07	72.31	156.68	51.08	115.98	70.22	96.23
Repayment or pre-payment of certain borrowings availed by our Company	50.00	50.00	-	-	47.12	2.88	-
GCP	85.69	85.69	-	-	70.55	12.35	2.79
Total	**566.24**	**263.87**	**229.52**	**72.85**	**262.15**	**122.54**	**142.17**

[#]Up to March 31, 2026

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
Not applicable as entire amount has been utilized by end of Q4FY26					

^ *Section from the offer document related to GCP:*

"Our Company proposes to deploy the balance Net Proceeds aggregating to ₹ 566.24 crore (net of the expenses in relation to the Offer) towards general corporate purposes, subject to such utilization not exceeding 25% of the Gross Proceeds of the Offer, in compliance with Regulation 7(2) of the SEBI ICDR Regulations. The general corporate purposes for which our Company proposes to utilize the Net Proceeds include strategic initiatives, meeting our long term and short-term working capital requirements, marketing, advertising expenditures and business development expenses, expansion of facilities, payment of salaries and allowances, rent, administration, insurance, repairs and maintenance, payment of taxes, duties and meeting expenses incurred by our Company in the ordinary course of business. In addition to the above, our Company may utilize the Net Proceeds towards other expenditure (in the ordinary course of business) considered expedient and as approved periodically by the Board or a duly constituted committee thereof, subject to compliance with necessary provisions of the Companies Act or other applicable laws.

The quantum of utilization of funds towards each of the above purposes will be determined by our Board, based on the amount actually available under this head and the business requirements of our Company, from time to time. Our Company's management, in accordance with the policies of the Board, shall have flexibility in utilizing surplus amounts, if any. In the event that we are unable to utilize the entire amount that we have currently estimated for use out of Net Proceeds in a Fiscal, we will utilize such unutilized amount in the next Fiscal".

As per Pg 108 and 109 of the final prospectus dated September 26, 2023

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 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 auditor which is peer reviewed audit firm (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.