

May 12, 2025

Dear Sir/Madam,

Corporate Relationship Department
BSE Limited
PJ Towers, Dalal Street,
Mumbai-400 001
Scrip Code: 544322

The Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza, C-1, Block G, Bandra Kurla
Complex, Bandra (E) Mumbai - 400 051
Symbol: UNIMECH

Sub: Monitoring Agency Report for the quarter ended March 31, 2025, and Statement of Deviation.

In Pursuance to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find the enclosed Monitoring Agency Report for the quarter ended March 31, 2025, issued by Care Ratings Limited, Monitoring Agency appointed to monitor the utilization of proceeds of the funds raised through Initial Public Offerings.

The said report has been duly considered by the Audit Committee and the Board of Directors of the Company in terms of the aforesaid provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further, we wish to inform you that there has been no deviation in the utilization of proceeds of the funds raised through Initial Public offerings. The Statements to that effect have been enclosed herewith for consideration.

Kindly take the same on record

Thanking You,
For **Unimech Aerospace and Manufacturing Limited**

Ramkrishna Kamojhala
Whole Time Director (Finance)
Encl: A/a



#538, 539, 542 & 543, 7th Main, 4th Phase, Peenya Industrial Area, Bengaluru-560058, India



www.unimechaerospace.com



info@unimechaerospace.com



+91 80 4204 6782



No. CARE/BRO/GEN/2025-26/1002

The Board of Directors
Unimech Aerospace and Manufacturing Limited
538, 539, 542 & 543,
7th Main of Peenya IV Phase Industrial Area,
Yeshwanthpur Hobli,
Bangalore North Taluk - 560058,
Bangalore, Karnataka, India

May 12, 2025

Dear Sir,

Monitoring Agency Report for the quarter ended March 31, 2025 - in relation to the Initial Public Offerings of Equity Shares of Unimech Aerospace and Manufacturing Limited ("the Company")

We write in our capacity of Monitoring Agency for the Fresh Issue of 31,84,713 for the amount aggregating to Rs. 250 crore of the Company and refer to our duties cast under 82 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 March 31, 2025, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated December 12, 2024.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,



Himanshu Jain
Associate Director
Himanshu.Jain@careedge.in

Report of the Monitoring Agency

Name of the issuer: Unimech Aerospace and Manufacturing Limited

For quarter ended: March 31, 2025

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 and designation of the Authorized Signatory: Himanshu Jain

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Unimech Aerospace and Manufacturing Limited
 Name of the promoter : Mr. Anil Puttan Kumar, Mr. Ramakrishna Kamojhala, Mr. Rajanikanth Balaraman, Mr. Mani Puttan and Mr. Venkatesh Shimoga Preetham
 Industry/sector to which it belongs : Aerospace and Defense

2) Issue Details

Issue Period : December 23, 2024, to December 26, 2024
 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. 250 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?	Yes	Chartered Accountant certificate*, Management certificate, Bank statement	None	None
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Management Certificate	None	None
Whether the means of finance for the disclosed objects of the issue have changed?	No	Management Certificate	None	None
Is there any major deviation observed over the earlier monitoring agency reports?	No	Management Certificate	None	None
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Management Certificate, Discussion with management	As per interaction with management, capex undertaken is for expanding the existing facility and therefore no statutory approvals are required.	None
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Yes	Management Certificate	None	None
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Not applicable	Management Certificate	None	None

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
Is there any other relevant information that may materially affect the decision making of the investors?	No	Management Certificate	None	None

* Chartered Accountant certificate from VASG & Associates dated April 15, 2025.

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 for expansion through purchase of machineries and equipment by our Company	Chartered Accountant certificate*, Final Prospectus	36.37	Not Applicable	None	None		
2	Funding working capital requirements of Company	Chartered Accountant certificate*, Final Prospectus	25.29	Not Applicable	None			
3	Investment in Material Subsidiary for: a. Funding of capital expenditure for expansion through purchase of machineries and equipment	Chartered Accountant certificate*, Final Prospectus	43.89	Not Applicable	None			
	b. funding its working capital requirements	Chartered Accountant certificate*, Final Prospectus	44.71	Not Applicable				
	c. repayment / prepayment, in full or part, of certain borrowings	Chartered Accountant certificate*, Final Prospectus	40.00	Not Applicable				
4	General corporate purposes (GCP)	Chartered Accountant certificate*, Final Prospectus	40.65	Not Applicable	None			
5	Issue expenses		19.09	Not Applicable	None			
Total			250.00					

* Chartered Accountant certificate from VASG & Associates dated April 15, 2025 & Final Prospectus.

(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 of capital expenditure for expansion through purchase of machineries and equipment by our Company	Chartered Accountant certificate*, Bank statements	36.37	-	24.75	24.75	11.62	As per discussion with management, balance amount would be paid upon delivery on machinery.	The machineries is ordered, shall be paid upon delivery	Expected to utilise as per Plan
2	Funding working capital requirements of Company	CA certificate, Bank statements	25.29	-	-	-	25.29	None	Shall be deployed as per Object mentioned in prospectus	Shall be deployed as per Object mentioned in prospectus
3	Investment in Material Subsidiary for: a. Funding of capital expenditure for expansion through purchase of machineries and equipment	Chartered Accountant certificate*, Bank statements	43.89	-	28.40	28.40	15.49	As per discussion with management, balance amount would be paid upon delivery on machinery.	The machineries is ordered, shall be paid upon delivery	Expected to utilise
	b. funding its working capital requirements	Chartered Accountant certificate*, Bank statements	44.71	-	-	-	44.71	None	Shall be deployed as per Object mentioned in prospectus	Shall be deployed as per Object mentioned in prospectus
	c. repayment / prepayment, in full or part, of certain borrowings	Chartered Accountant certificate*, Bank statements	40.00	-	-	-	40.00	As per management, it is discussing with banks on formalities regarding pre-closure of limits.	Discussing with Banks for repayment	Discussing with Banks for repayment
4	General corporate purposes (GCP)	Chartered Accountant certificate*, Bank statements	40.65	-	9.43	9.43	31.22	The company is utilizing GCP for administration/statutory dues, employee salaries, vendor payments, etc. The company uses GCP as needed, and the remaining proceeds allocated for GCP will be utilized as future requirements arise.	Utilised up on business requirements	Utilised up on business requirements

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
5	Issue expenses	Chartered Accountant certificate*, Bank statements	19.09	-	15.83	15.83	3.26	As per management, it is awaiting invoices to make the payment.	awaiting for invoice from service providers	Shall be paid upon receipt of Invoices
Total			250.00	0.00	78.41	78.41	171.59			

* Chartered Accountant certificate from VASG & Associates dated April 15, 2025.

(iii) Deployment of unutilized proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. Crore)	Maturity date	Earning (Rs. Crore)	Return on Investment (%)	Market Value as at the end of quarter (Rs. Crore)
1	Fixed Deposit- Axis bank	25.00	02-05-2025	0.30	7.30%	25.30
2	Fixed Deposit- Axis Bank	42.00	02-05-2025	0.50	7.30%	42.50
3	Fixed Deposit- ICICI Bank	33.00	01-02-2026	0.42	7.77%	33.42
4	Fixed Deposit- ICICI Bank	50.00	02-05-2025	0.60	7.30%	50.60
5	Fixed Deposit- Axis bank	4.06	04-04-2025	0.01	4.75%	4.07
6	Fixed Deposit- Axis Bank	4.90	04-04-2025	0.01	4.75%	4.91
7	Fixed Deposit- Axis bank	5.90	20-04-2025	0.01	5.75%	5.91
8	Fixed Deposit- Axis Bank	5.00	20-04-2025	0.01	5.75%	5.01
9	Monitoring agency account – 5590 (Unimech Aerospace and Manufacturing Limited)	0.02	-	-	-	0.02
10	Public Issue account	1.62	-	-	-	1.62
11	Fixed Deposit- Axis bank	0.07	07-04-2025	0.00	3.00%	0.07
12	Monitoring agency account – 1747 (Innomech Aerospace Toolings Private Limited)	0.02	-	-	-	0.02
	Total	171.59	-	1.86	-	173.45

(iv) Delay in implementation of the object(s) –

ky

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 for expansion through purchase of machineries and equipment by Company	Rs. 22.26 crore till March 2025 Rs. 14.11 crore till March 2026	Amount pertaining till March 2025 has been fully utilized	-	The machineries is ordered, shall be paid upon delivery	Expected to utilize as per Plan
Funding working capital requirements of Company	Rs. 13.46 crore till March 2026 Rs. 11.83 crore till March 2027	Ongoing	-	Shall be deployed as per Object mentioned in prospectus in Financials year 2026 & 2027	Shall be deployed as per Object mentioned in prospectus
Investment in Material Subsidiary for:					
a. Funding of capital expenditure for expansion through purchase of machineries and equipment	Rs. 21.79 crore till March 2025 Rs. 22.10 crore till March 2026	Amount pertaining till March 2025 has been fully utilized	-	The machineries is ordered, shall be paid upon delivery	Expected to utilize
b. funding its working capital requirements	Rs. 23.33 crore till March 2026 Rs. 21.38 crore till March 2027	Ongoing	-	Shall be deployed as per Object mentioned in prospectus in Financials year 2026 & 2027	Shall be deployed as per Object mentioned in prospectus
c. repayment / prepayment, in full or part, of certain borrowings	Rs. 40.00 crore till March 2025	Ongoing	Delayed. Exact number of days of delay not ascertainable	Discussing with Banks for repayment	Discussing with Banks for repayment
General corporate purposes (GCP)	Rs. 16.26 crore till March 2025 Rs. 24.39 crore till March 2026	Ongoing	Ongoing delay with respect to proceeds amounting to Rs. 16.26 crore. Exact number of days of delay not ascertainable	Utilized up on business requirements	Utilized up on business requirements
Issue expenses	Rs 19.09 crores towards issue expenses	Ongoing	-	awaiting for invoice from service providers	Shall be paid upon receipt of Invoices

**In case of continuing object(s), Please specify latest/ Revised estimate of the completion date*

The above details were verified from the Information shared by Unimech Aerospace and Manufacturing, final prospectus and the Chartered Accountant certificate from VASG & Associates dated April 15, 2025.

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
--------	------------	---------------------	--	-------------------------------	------------------------------------

1	Administration, rental deposits and statutory dues	1.95	Chartered Accountant certificate*	None	None
2	Employees salary	0.73	Chartered Accountant certificate*	None	None
3	Vendor payments	6.75	Chartered Accountant certificate*	None	None
	Total	9.43		None	None

* Chartered Accountant certificate from VASG & Associates dated April 15, 2025.

^ Section from the offer document related to GCP:

“Our Company intends to deploy the balance Net Proceeds aggregating up to ₹406.54 Million (net of expenses in relation to the issue) towards general corporate purposes, subject to such utilization not exceeding 25% of the Gross Proceeds, in accordance with Regulation 7(2) of the SEBI ICDR Regulations, to drive our business growth, for such purposes as permitted underlaw, not being in the nature of repayment or prepayment of borrowings identified in this section (specifically being borrowings utilised for capital expenditure), capital expenditure towards identified purposes set out in this section and working capital. Accordingly, our company intends to utilise such amounts towards, (i) meeting any expenses incurred in the ordinary course of business by our Company, including salaries and wages, rent, administration expenses, insurance related expenses, and the payment of taxes and duties but excluding expenses towards working capital requirements; (ii) brand building, business development and other marketing expenses; (iii) strengthening marketing capabilities and brand building exercise (iv) meeting of exigencies which our Company may face in the course of any business; (v) any additional requirement for inorganic growth over and above the funds raised by way of preferential allotment of Equity Shares dated July 19, 2024 and (vi) any other purpose as permitted by applicable laws and as approved by our Board or a duly appointed committee thereof.

The quantum of utilization of funds towards any of the above purposes will be determined by the 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, will have flexibility in utilizing surplus amounts, if any. Our management, in accordance with the policies of our Board, will have flexibility in utilizing the proceeds earmarked for general corporate purposes. 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 subsequent Fiscals.”

h

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.

fy



Statement of deviation/variation in the use of proceeds of objects of Initial Public Offerings

Sl.no	Particulars	Details				
1	Name of the Listed Company	Unimech Aerospace and Manufacturing Limited				
2	Mode of fund raising	Public Issue-Initial Public Offering				
3	Date of Fund raising	27 December 2024				
4	Amount raised	INR 2500 millions				
5	Report filed for the quarter	March 31, 2025				
6	Monitoring Agency	Applicable				
7	Monitoring Agency Name	Care Ratings Limited				
8	Is there a deviation or variation in the use of funds raised	No				
9	If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	NA				
10	If Yes, date of shareholder approval	NA				
11	Explanation for the Deviation / Variation	NA				
12	Comments of the Audit Committee after review	Nil				
13	Comments of Auditors if any	Nil				
14	Objects for which funds have been raised and where there has been a deviation, in the following table	NA				
Original Objects		Modified Objects, if any	Original Allocation	Modified Allocation	Funds Utilised	Amount of Deviation/ Variation for the quarter March 31, 2025



1. Funding of capital expenditure for expansion through purchase of machineries and equipment by our Company	-	-	-	-	-
2. Funding working capital requirements of our Company.					
3. Investment in our Material Subsidiary for:					
a) purchase of machineries and equipment					
b) funding its working capital requirements; and					
c) repayment / prepayment, in full or part, of certain borrowings availed by our Material Subsidiary; and					
4. General corporate purposes					
<p>Deviation or variation could mean:</p> <p>(a) Deviation in the objects or purposes for which the funds have been raised or</p> <p>(b) Deviation in the amount of funds actually utilized as against what was originally disclosed or</p> <p>(c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc</p> <p>For Unimech Aerospace and Manufacturing Limited</p> <p>Ramkrishna Kamojhala Whole Time Director (Finance)</p>					