

July 29, 2026

To,

National Stock Exchange of India Limited

Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400 051
NSE Scrip Symbol: **AEQUS**

BSE Limited

20th Floor, P.J. Towers,
Dalal Street,
Mumbai – 400 001
BSE Scrip Code: **544634**

Subject: Monitoring Agency Report for the quarter ended June 30, 2026

Dear Sir/ Ma'am,

Pursuant to Regulation 32 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**Listing Regulations**"), read with Regulation 41 of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, we hereby submit the Monitoring Agency Report for the quarter ended June 30, 2026, issued by CARE Ratings Limited in respect of utilisation of proceeds of the Pre-Initial Public Offer Placement and Initial Public Offer, duly reviewed and taken on record by the Audit Committee and Board of Directors of the Company.

The Monitoring Agency has confirmed in its report that there is no material deviation in utilisation of proceeds for the funds raised through Pre-Initial Public Offer Placement and Initial Public Offer as stated in the object of the Issue.

This Monitoring agency report will also be made available on the website of the Company and can be accessed using the link i.e. <https://www.aequs.com/investor/>.

Thanking You,

For Aequs Limited

Ravi Mallikarjun Hugar
Company Secretary and Compliance Officer
Membership Number: A20823

Encl.: as above

Aequs Limited (formerly known as Aequs Private Limited)

Corporate Identity Number: L80302KA2000PLC026760

Registered Office: Aequs Tower, No. 55, Whitefield Main Road, Mahadevapura Post, Bengaluru - 560048, Karnataka, India

T: + 91 080 61348000

Corporate Office: Aequs SEZ, No. 437/A, Hattargi Village, Hukkeri Taluk, Belagavi – 591243, Karnataka, India

T: +91 0831 4222500

Website: www.aequs.com Email: investor.relations@aequs.com



No. CARE/BRO/GEN/2026-27/1018

**The Board of Directors
Aequs Limited
Aequs SEZ No. 437/A,
Hattargi Village Hukkeri Taluk,
Belagavi 591 243 Karnataka, India**

July 29, 2026

Dear Sir,

**Monitoring Agency Report for the quarter ended June 30, 2026 - in relation to the Pre Initial
Public Offer of Equity Shares of Aequs Limited ("the Company")**

We write in our capacity of Monitoring Agency for the Pre Initial Public Offer of 11,615,713 for the amount aggregating to Rs. 144.0 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 June 30, 2026, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated November 12, 2025.

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: Aequus Limited

For quarter ended: June 30, 2026

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: None

(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:

A handwritten signature in blue ink, appearing to read "himanshu", with a stylized flourish at the end.

Name and designation of the Authorized Signatory: Himanshu Jain

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Aequs Limited
Name of the promoter : Aravind Shivaputrappa Melligeri, Aequs Manufacturing Investments Private Limited, Melligeri Private Family Foundation, The Melligeri Foundation
Industry/sector to which it belongs : Capital goods- Aerospace & Defense

2) Issue Details

Issue Period : December 03, 2025, to December 05, 2025
Type of issue (public/rights) : Pre - Initial Public offer
Type of specified securities : Equity Shares
IPO Grading, if any : Not Applicable
Issue size (in crore) : Rs. 144.0 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	Chartered accountant certificate Management certificate, Final prospectus, Bank statements, ,	As on June 30, 2026, the unutilized IPO proceeds aggregating to ₹10 crore have been parked in fixed deposits in scheduled commercial bank accounts of the company's subsidiaries. The Board may take note that the offer document does not explicitly specify the parking of unutilized IPO funds in subsidiary bank accounts.	Noted
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Final prospectus, Chartered accountant certificate Management certificate	No material deviations observed.	Ok
Whether the means of finance for the disclosed objects of the issue have changed?	No	Final prospectus, Chartered accountant certificate Management certificate, Bank statements	None	Ok
Is there any major deviation observed over the earlier monitoring agency reports?	Yes	Chartered accountant certificate, Management certificate, MA report dated April 24, 2026	As at June 30, 2026, entire unutilised amount of Rs. 10 crore is retained in the fixed deposit of the company's subsidiaries maintained with scheduled commercial banks. The Board may note that the offer document does not explicitly specify the parking of unutilized IPO funds in subsidiary bank accounts.	Noted
Whether all Government/statutory approvals related to the	Not applicable	Final prospectus, Chartered	None	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
object(s) have been obtained?		accountant certificate Management certificate, Discussion with management		
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Final prospectus, Chartered accountant certificate, Management certificate, Discussion with management	None	No comments
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Chartered accountant certificate Management certificate	None	No comments
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	Chartered accountant certificate Management certificate	None	No comments

* Chartered Accountant certificate from peer reviewed internal auditor Guru & Jana LLP, dated July 23, 2026.

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 (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	Repayment and/ or prepayment, in full or in part, of certain outstanding borrowings and prepayment penalties, as applicable, availed by:	Chartered Accountant Bank Final Board resolution dated January 29, 2026	20.25	20.33	Revision in cost was ratified post-facto by Board of Directors in its meeting dated January 29, 2026.	No comments	No comments	No comments
	(a) our Company	Chartered Accountant Bank Final Prospectus	7.00	7.00	None	No comments	No comments	No comments
	(b) three of our wholly-owned Subsidiaries, through investment in the below Subsidiaries	Chartered Accountant Bank Final Prospectus	13.25	13.33	None	No comments	No comments	No comments
	i. AeroStructures Manufacturing India Private Limited	Chartered Accountant Bank	13.25	13.33		No comments	No comments	No comments

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 (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
		statements, Final Prospectus						
	ii. Aequs Consumer Products Private Limited	Chartered Accountant Bank Final statements, Prospectus	-	-	None	No comments	No comments	No comments
	iii. Aequs Engineered Plastics Private Limited	Chartered Accountant Bank Final statements, Prospectus	-	-	None	No comments	No comments	No comments
2	Funding capital expenditure to be incurred on account of purchase of machinery and equipment by:	Chartered Accountant Bank Final statements, Prospectus	16.64	16.64	None	No comments	No comments	No comments
	(a) our Company	Chartered Accountant Bank Final statements, Prospectus	-	-	None	No comments	No comments	No comments
	(b) one of our wholly-owned Subsidiaries, AeroStructures Manufacturing India Private Limited, through investment in such Subsidiary	Chartered Accountant Bank Final statements, Prospectus	16.64	16.64	None	No comments	No comments	No comments
3	Funding inorganic growth through unidentified acquisitions, other strategic initiatives and general corporate purposes	Chartered Accountant Bank Final statements, Prospectus	103.86	103.79	Revision in cost was ratified post-facto by Board of Directors in its meeting dated January 29, 2026.	No comments	No comments	No comments
4	Issue Expense	Chartered Accountant Bank Final statements, Prospectus	3.24	3.24	None	No comments	No comments	No comments
Total			144.00	144.00				

* Chartered Accountant certificate from peer reviewed internal auditor Guru & Jana LLP, dated July 23, 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	Revised Cost 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.	Repayment and/ or prepayment, in full or in part, of certain outstanding borrowings and prepayment penalties, as applicable, availed by:	Chartered Accountant certificate, Bank statements, Final Prospectus	20.25	20.33	20.33	0.00	20.33	0.00	Amount has already been utilized.	No comments	No comments
	(a) our Company	Chartered Accountant certificate, Bank statements, Final Prospectus	7.00	7.00	7.00	0.00	7.00	0.00	Amount has already been utilized.	No comments	No comments
	(b) three of our wholly-owned Subsidiaries, through investment in the below Subsidiaries	Chartered Accountant certificate, Bank statements, Final Prospectus	13.25	13.33	13.33	0.00	13.33	0.00	Amount has already been utilized.	No comments	No comments
	(i) AeroStructures Manufacturing India Private Limited	Chartered Accountant certificate, Bank statements, Final Prospectus	13.25	13.33	13.33	0.00	13.33	0.00		No comments	No comments
	(ii) Aequus Consumer Products Private Limited	Chartered Accountant certificate, Bank statements, Final Prospectus	0.00	0.00	0.00	0.00	0.00	0.00	-	No comments	No comments
	(iii) Aequus Engineered Plastics Private Limited	Chartered Accountant certificate, Bank statements, Final Prospectus	0.00	0.00	0.00	0.00	0.00	0.00	-	No comments	No comments

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	Revised Cost 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
2	Funding capital expenditure to be incurred on account of purchase of machinery and equipment by:	Chartered Accountant certificate, Bank statements, Final Prospectus	16.64	16.64	16.64	0.00	16.64	0.00	Amount has already been utilized.	No comments	No comments
	(a) our Company	Chartered Accountant certificate, Bank statements, Final Prospectus	0.00	0.00	0.00	0.00	0.00	0.00	None	No comments	No comments
	(b) one of our wholly-owned Subsidiaries, AeroStructures Manufacturing India Private Limited, through investment in such Subsidiary	Chartered Accountant certificate, Bank statements, Final Prospectus	16.64	16.64	16.64	0.00	16.64	0.00	Amount has already been utilized.	No comments	No comments
3	Funding inorganic growth through unidentified acquisitions, other strategic initiatives and general corporate purposes	Chartered Accountant certificate, Bank statements, Final Prospectus	103.86	103.79	85.01	8.78	93.79	10.00	Company has partially utilised the amounts invested in subsidiaries in previous quarter for working capital and general corporate purpose requirements of the subsidiaries.	No comments	No comments
4	Issue Expense	Chartered Accountant certificate, Bank statements, Final Prospectus	3.24	3.24	2.91	0.32	3.24	0.00	Company has paid TDS of Rs. 0.32 Crs through its own funds against BRLM fees paid during November 2025 and March 2026. Rs. 0.32 Crore has been taken as reimbursement from Monitoring Agency account in current quarter.	No comments	No comments
Total			144.00	144.00	124.89	9.10	134.00	10.00			

* Chartered Accountant certificate from peer reviewed internal audit firm Guru & Jana LLP, dated July 23, 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 (Rs. Crore)	Return on Investment (%)	Market Value as at the end of quarter (Rs. Crore)
1.	Fixed deposit in Aequs Toys Private Limited - HDFC Bank	2.00	July 03, 2026	0.03	3.25%	2.03
		5.00	July 02, 2026	0.07	5.50%	5.07
2.	Fixed deposit in Koppal Toys Molding Co. Pvt Ltd - HDFC Bank	1.00	July 06, 2026	0.00	2.75%	1.00
		1.00	July 22, 2026	0.00	3.25%	1.00
		1.00	Aug 07, 2026	0.00	4.25%	1.00
	Total	10.00	-	0.10	-	10.10

(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 and/ or prepayment, in full or in part, of certain outstanding borrowings and prepayment penalties, as applicable, availed by:	By March 31, 2026	Completed	None	No comments	No comments
(a) Our Company	By March 31, 2026	Completed	None	No comments	No comments
(b) three of our wholly-owned Subsidiaries, through investment in the below Subsidiaries	By March 31, 2026	Completed	None	No comments	No comments
(i) AeroStructures Manufacturing India Private Limited	By March 31, 2026	Completed	None	No comments	No comments
(ii) Aequs Consumer Products Private Limited	By March 31, 2026	Completed	None	No comments	No comments
(iii) Aequs Engineered Plastics Private Limited	By March 31, 2026	Completed	None	No comments	No comments
Funding capital expenditure to be incurred on account of purchase of machinery and equipment by:	By March 31, 2026	Completed	None	No comments	No comments
(a) our Company	By March 31, 2026	Completed	None	No comments	No comments
(b) one of our wholly-owned Subsidiaries, AeroStructures Manufacturing India Private Limited, through investment in such Subsidiary	By March 31, 2026	Completed	None	No comments	No comments
Funding inorganic growth through unidentified acquisitions, other strategic initiatives and general corporate purposes	Rs. 75.0 crore by March 31, 2026 Rs. 28.86 crore by March 31, 2027	FY26: Completed FY27: Ongoing	None	No comments	No comments
Issue Expense	Not specified	Completed	None	No comments	No comments

*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 Aequs Limited, final prospectus and the Chartered Accountant certificate from peer reviewed internal audit firm Guru & Jana LLP, dated July 23, 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
1	General Corporate purpose	8.78	Chartered Accountant certificate, Bank statements, Final Prospectus	(i) Rs. 5.37 crore utilized for working capital requirements in Aequs Engineered Plastics Private Limited (ii) Rs. 2.41 Crs utilised for rent and employee expenses in Aequs Toys Private Limited (iii) Rs. 1.00 Crs utilised for rent and employee expenses in Koppal Toys Molding Co. Pvt Ltd	No comments
	Total	8.78			

* Chartered Accountant certificate from peer reviewed internal audit firm Guru & Jana LLP, dated July 23, 2026

^^ Section from the offer document related to GCP:

"The Net Proceeds will first be utilized for the Objects as set out above. Our Company intends to deploy any balances left out of the Net Proceeds and Net Pre-IPO Proceeds towards general corporate purposes, as approved by our management, from time to time, subject to (i) such utilization for general corporate purposes not exceeding 25% of the Gross Proceeds (including Pre-IPO Proceeds); and (ii) the cumulative amount to be utilized for general corporate purposes and our object of funding inorganic growth through unidentified acquisitions and other strategic initiatives shall not exceed 35% of the Gross Proceeds (including the Pre-IPO Proceeds), in compliance with Regulation 7(2) of the SEBI ICDR Regulations. Such general corporate purposes may include, but are not restricted to, the following:

1. Strengthening marketing capabilities and brand building exercises;
2. funding working capital requirements of our Company and Subsidiaries including by way of investments in the Subsidiaries; and/or
3. meeting ongoing general corporate purposes or contingencies.

The allocation or quantum of utilization of funds towards the specific purposes described above will also be determined by our Board, based on our business requirements and other relevant considerations, from time to time. Our management, in accordance with the policies of the Board, shall have the flexibility in utilising surplus amounts, if any. In the event that our Company is unable to utilise the entire amount that our Company has currently estimated for use out of Net Proceeds in a Fiscal, our Company will utilise such unutilised amount in the next Fiscal."

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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 peer reviewed internal audit 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 peer reviewed internal audit 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.

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No. CARE/BRO/GEN/2026-27/1019

**The Board of Directors
Aequs Limited
Aequs SEZ No. 437/A,
Hattargi Village Hukkeri Taluk,
Belagavi 591 243 Karnataka, India**

July 29, 2026

Dear Sir,

Monitoring Agency Report for the quarter ended June 30, 2026 - in relation to the Initial Public Offer of Equity Shares of Aequs Limited ("the Company")

We write in our capacity of Monitoring Agency for the Initial Public Offer of 54,047,958 for the amount aggregating to Rs. 670.0 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 June 30, 2026, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated November 12, 2025.

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: Aequus Limited

For quarter ended: June 30, 2026

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: None

(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 : Aequs Limited
Name of the promoter : Aravind Shivaputrappa Melligeri, Aequs Manufacturing Investments Private Limited, Melligeri Private Family Foundation, The Melligeri Foundation
Industry/sector to which it belongs : Capital goods- Aerospace & Defense

2) Issue Details

Issue Period : December 03, 2025, to December 05, 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. 670.0 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	Chartered accountant certificate* Management certificate, Final prospectus, Bank statements	As of June 30, 2026, ₹22.72 crore of unutilized funds is retained in the fixed deposits in scheduled commercial bank accounts of the company's subsidiaries. The Board may note that the offer document does not explicitly specify the parking of unutilized IPO funds in subsidiary bank accounts.	Noted
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Final prospectus, Chartered accountant certificate* Management certificate	No material deviation observed.	Ok
Whether the means of finance for the disclosed objects of the issue have changed?	No	Final prospectus, Chartered accountant certificate* Management certificate	No changes in the means of finance.	Ok
Is there any major deviation observed over the earlier monitoring agency reports?	Yes	Chartered accountant certificate*, Management certificate, MA report dated April 24, 2026	As of June 30, 2026, ₹22.72 crore of unutilized funds is retained in the fixed deposits in scheduled commercial bank accounts of the company's subsidiaries. The Board may note that the offer document does not explicitly specify the parking of unutilized IPO funds in subsidiary bank accounts.	Noted
Whether all Government/statutory approvals related to the object(s) have been obtained?	Unascertainable	Final prospectus, Chartered accountant certificate* Management certificate	For the object -funding inorganic growth through unidentified acquisitions- certain approvals may be required depending on the nature of the target	Ok

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
		Discussion with management	entity or investment. Any such approval, if applicable, is expected to be obtained at the appropriate stage once the target has been identified.	
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Unascertainable	Final prospectus, Chartered accountant certificate*, Management certificate, Discussion with management	For the object -funding inorganic growth through unidentified acquisitions, other strategic initiatives- certain collaborations may be required depending on the nature of the target entity or investment. Any such arrangement is expected to be in place at the appropriate stage once the target/ initiative has been identified.	Ok
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Chartered accountant certificate*, Management certificate	None	No comments
Is there any other relevant information that may materially affect the decision making of the investors?	No	Chartered accountant certificate*, Management certificate	None	No comments

* Chartered Accountant certificate from peer reviewed internal auditor Guru and Jana LLP, dated July 23, 2026.

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 (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	Repayment and/ or prepayment, in full or in part, of certain outstanding borrowings and prepayment penalties, as applicable, availed by:	Chartered Accountant certificate*, Bank Final Prospectus	433.17	No change	None	No comments	No comments	No comments
	(a) our Company	Chartered Accountant certificate*, Bank Final Prospectus	17.55	No change	None	No comments	No comments	No comments
	(b) three of our wholly-owned Subsidiaries, through investment in the below Subsidiaries	Chartered Accountant certificate*, Bank Final Prospectus	415.62	No change	None	No comments	No comments	No comments

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 (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
	i. AeroStructures Manufacturing India Private Limited	Chartered Accountant Bank Final certificate*, statements, Prospectus	174.82	No change	None	No comments	No comments	No comments
	ii. Aequus Consumer Products Private Limited	Chartered Accountant Bank Final certificate*, statements, Prospectus	231.16	No change	None	No comments	No comments	No comments
	iii. Aequus Engineered Plastics Private Limited	Chartered Accountant Bank Final certificate*, statements, Prospectus	9.63	No change	None	No comments	No comments	No comments
2	Funding capital expenditure to be incurred on account of purchase of machinery and equipment by:	Chartered Accountant Bank Final certificate*, statements, Prospectus	64.00	No change	None	No comments	No comments	No comments
	(a) our Company	Chartered Accountant Bank Final certificate*, statements, Prospectus	8.11	No change	None	No comments	No comments	No comments
	(b) one of our wholly-owned Subsidiaries, AeroStructures Manufacturing India Private Limited, through investment in such Subsidiary	Chartered Accountant Bank Final certificate*, statements, Prospectus	55.89	No change	None	No comments	No comments	No comments
3	Funding inorganic growth through unidentified acquisitions, other strategic initiatives and general corporate purposes	Chartered Accountant Bank Final certificate*, statements, Prospectus	125.21	No change	None	No comments	No comments	No comments
Total			622.38					

* Chartered Accountant certificate from peer reviewed internal auditor Guru & Jana LLP, dated July 23, 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.	Repayment and/ or prepayment, in full or in part, of certain outstanding borrowings and prepayment penalties, as applicable, availed by:	Chartered Accountant Bank Final certificate*, statements, Prospectus	433.17	433.17	0.00	433.17	0.00	Amount has already been utilised	No comments	No comments
	(a) our Company	Chartered Accountant Bank Final certificate*, statements, Prospectus	17.55	17.55	0.00	17.55	0.00	Amount has already been utilised	No comments	No comments
	(b) three of our wholly-owned Subsidiaries, through investment in the below Subsidiaries	Chartered Accountant Bank Final certificate*, statements, Prospectus	415.62	415.62	0.00	415.62	0.00	Amount has already been utilised	No comments	No comments
	(i) AeroStructures Manufacturing India Private Limited	Chartered Accountant Bank Final certificate*, statements, Prospectus	174.82	174.82	0.00	174.82	0.00	Amount has already been utilised	No comments	No comments
	(ii) Aequus Consumer Products Private Limited	Chartered Accountant Bank Final certificate*, statements, Prospectus	231.16	231.16	0.00	231.16	0.00	Amount has already been utilised	No comments	No comments
	(iii) Aequus Engineered Plastics Private Limited	Chartered Accountant Bank Final certificate*, statements, Prospectus	9.63	9.63	0.00	9.63	0.00	Amount has already been utilised	No comments	No comments
2	Funding capital expenditure to be incurred on account of purchase of machinery and equipment by:	Chartered Accountant Bank Final certificate*, statements, Prospectus	64.00	17.09	31.50	48.59	15.41		No comments	No comments
	(a) our Company	Chartered Accountant Bank certificate*,	8.11	6.83	0.0	6.83	1.28	No utilisation towards this object during the quarter	No comments	No comments

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
		statements, Final Prospectus								
	(b) one of our wholly-owned Subsidiaries, AeroStructures Manufacturing India Private Limited, through investment in such Subsidiary	Chartered Accountant certificate*, Bank Final statements, Prospectus	55.89	10.27	31.50	41.77	14.12	IPO proceeds are utilized for the purchase of CNC machine and coordinate measuring machine.	No comments	No comments
3	Funding inorganic growth through unidentified acquisitions, other strategic initiatives and general corporate purposes	Chartered Accountant certificate*, Bank Final statements, Prospectus	125.21	4.00	55.52	59.52	65.69	Out of the total current quarter utilisation, the company has utilized: a) Rs. 9.30 crore towards unidentified acquisitions i.e. acquisition in Aequs Cookware Pvt Ltd. b) Rs. 46.22 crore towards general corporate purposes.	Ok	No comments
4	Issue Expense	Chartered Accountant certificate*, Bank Final statements, Prospectus	47.62	27.06	0.00	27.06	20.56	No utilisation during the quarter	No comments	No comments
Total			670.00	481.32	87.11	568.43	101.57			

* Chartered Accountant certificate from peer reviewed internal audit firm Guru & Jana LLP, dated July 23, 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 (Rs. Crore)	Return on Investment (%)	Market Value as at the end of quarter (Rs. Crore)
1	Fixed Deposit created by Aequs Limited with HDFC bank account	58.07	August 17, 2026	1.30	6.00%	59.38

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)
2	Fixed Deposit created by subsidiary AeroStructures Manufacturing India Private Limited with Axis Bank Account	14.12	August 17, 2026	0.08	6.25%	14.20
3	Fixed Deposit created by subsidiary Aequs Force Consumer Products Pvt Ltd with HDFC Bank Account	0.60	July 06, 2026	0.00	2.75%	0.60
		1.00	August 26, 2026	0.01	4.25%	1.01
		1.00	July 27, 2026	0.01	3.25%	1.01
		1.00	July 26, 2026	0.01	4.25%	1.01
		5.00	August 26, 2026	0.05	5.50%	5.05
4	Balance lying in the monitoring agency account of the company maintained with HDFC bank	0.21	-	-	-	0.32
5	Unutilized balance lying in IPO bank account of the company maintained with HDFC bank proposed to be used for offer expenses of fresh Issue	20.56 [^]	-	-	-	20.56
Total		101.57		1.46		103.04

[^]Outstanding as on June 30, 2026, is Rs. 28.25 crore out of which Rs. 20.56 crore pertains to IPO related issue expense and remaining Rs. 7.69 crore pertains to OFS related expenses.

(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 and/ or prepayment, in full or in part, of certain outstanding borrowings and prepayment penalties, as applicable, availed by:	By March 31, 2026	Completed	-	No comments	No comments
(a) Our Company	By March 31, 2026	Completed	-	No comments	No comments
(b) three of our wholly-owned Subsidiaries, through investment in the below Subsidiaries	By March 31, 2026	Completed	-	No comments	No comments
(i) AeroStructures Manufacturing India Private Limited	By March 31, 2026	Completed	-	No comments	No comments
(ii) Aequs Consumer Products Private Limited	By March 31, 2026	Completed	-	No comments	No comments
(iii) Aequs Engineered Plastics Private Limited	By March 31, 2026	Completed	-	No comments	No comments
Funding capital expenditure to be incurred on account of purchase of machinery and equipment by:	Rs. 48.15 crore by March 31, 2026 Rs. 15.852 crore by March 31, 2027	By March 31, 2026: Rs. 17.094 crore By March 31, 2027: Ongoing	Delay for FY26 (Number of days unascertainable)	No comments	No comments
(a) our Company	Rs. 5.879 crore by March 31, 2026 Rs. 2.235 crore by March 31, 2027	By March 31, 2026: completed By March 31, 2027: Ongoing	None	No comments	No comments
(b) one of our wholly-owned Subsidiaries, AeroStructures Manufacturing India Private Limited,	Rs. 42.271 crore by March 31, 2026 Rs. 13.617 crore by March 31, 2027	By March 31, 2026: Rs. 10.268 crore completed	Delay for FY26 (Number of days	No comments	No comments

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
through investment in such Subsidiary		By March 31, 2027: Ongoing	unascertainable)		
Funding inorganic growth through unidentified acquisitions, other strategic initiatives and general corporate purposes	By March 31, 2027	Ongoing	None	No comments	No comments

**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 Aequs Limited, final prospectus and the Chartered Accountant certificate from peer reviewed internal audit firm Guru & Jana LLP, dated July 23, 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
1	General Corporate Purpose	46.22	Chartered Accountant certificate*	(i) Rs. 0.59 crore in Aequs Toys Private Limited for rent and employee expenses (ii) Investment in Aequs Force Consumer Products Pvt Ltd of Rs. 10 crore of which Rs. 1.40 crore used for rent and employee expenses, (iii) Investment in Aequs Engineered Plastics Pvt Ltd. of Rs. 9.23 crore for working capital requirements (iv) Rs. 35 crore used in Aequs Consumer Products Pvt Ltd for repayment of its NCD	No comments
	Total	46.22			

** Chartered Accountant certificate from peer reviewed internal audit firm Guru & Jana LLP, dated July 23, 2026.*

^^ Section from the offer document related to GCP:

"The Net Proceeds will first be utilized for the Objects as set out above. Our Company intends to deploy any balances left out of the Net Proceeds and Net Pre-IPO Proceeds towards general corporate purposes, as approved by our management, from time to time, subject to (i) such utilization for general corporate purposes not exceeding 25% of the Gross Proceeds (including Pre-IPO Proceeds); and (ii) the cumulative amount to be utilized for general corporate purposes and our object of funding inorganic growth through unidentified acquisitions and other strategic initiatives shall not exceed 35% of the Gross Proceeds (including the Pre-IPO Proceeds), in compliance with Regulation 7(2) of the SEBI ICDR Regulations. Such general corporate purposes may include, but are not restricted to, the following:

1. Strengthening marketing capabilities and brand building exercises;
2. funding working capital requirements of our Company and Subsidiaries including by way of investments in the Subsidiaries; and/or
3. meeting ongoing general corporate purposes or contingencies.

The allocation or quantum of utilization of funds towards the specific purposes described above will also be determined by our Board, based on our business requirements and other relevant considerations, from time to time. Our management, in accordance with the policies of the Board, shall have the flexibility in utilising surplus amounts, if any. In the event that our Company is unable to utilise the entire amount that our Company has currently estimated for use out of Net Proceeds in a Fiscal, our Company will utilise such unutilised amount in the next Fiscal.

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 peer reviewed internal auditor CA 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.
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