

May 08, 2024

The National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai – 400 051

Department of Corporate Services/Listing
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

NSE Symbol: APOLLOPIPE

SCRIP Code: 531761

Dear Sir/Madam,

Sub: Report of Monitoring Agency as per Regulation 32(6) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended March 31, 2024

Pursuant to Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit a report confirming the utilization of proceeds raised through Preferential Issue of Convertible warrants, issued by CARE Ratings Limited (Monitoring Agency) duly reviewed and approved by Audit Committee on May 07, 2024 is attached herewith.

Kindly take the same on your record and oblige.

Thanking you.

Yours faithfully,

For Apollo Pipes Limited

Ankit Sharma
Company Secretary & Compliance Officer
ICSI Membership No.: A47854

Encl: A/a

APOLLO PIPES LIMITED

Regd. Office : 37, Hargobind Enclave, Vikas Marg, Delhi-110092, India

Corporate Office : A-140, Sector 136, Noida (U.P.) - 201301

Manufacturing Unit : Dadri (U.P.), Sikandrabad (U.P.), Ahmedabad (Gujarat), Tumkur (Karnataka), Raipur (Chhattisgarh) India

Toll Free No.: 1800-121-3737

info@apollopipes.com | www.apollopipes.com | CIN : L65999DL1985PLC022723

CARE/NRO/RL/2024-25/1126

Mr. Ajay Jain
Chief Financial Officer
Apollo Pipes Limited
37, Hargobind Enclave
Vikas Marg, Karkardooma
New Delhi - 110092

May 08, 2024

Dear Sir,

Monitoring Agency Report for the quarter ended March 31, 2024 - in relation to the Preferential Issue of Apollo Pipes Limited ("the Company")

We write in our capacity of Monitoring Agency for the Preferential Issue for the amount aggregating to Rs.259.60 crore of the Company and refer to our duties cast under 162A of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2018.

In this connection, we are enclosing the Monitoring Agency Report for the quarter ended March 2024, as per aforesaid SEBI ICDR Regulations and Monitoring Agency Agreement dated March 14, 2023.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

Akhil Kumar

Akhil Kumar
Associate Director
akhil.kumar@careedge.in

CARE Ratings Limited

Plot no. C-001 A/2 Sector 16B, Berger Tower, Noida, Gautam Budh Nagar (UP) - 201301

CIN-L67190MH1993PLC071691

4th Floor, Godrej Coliseum, Somaiya Hospital Road, Off Eastern Express Highway, Sion (East), Mumbai - 400 022
Phone: +91-22-6754 3456
• www.careedge.in

Report of the Monitoring Agency (MA)

Name of the issuer: Apollo Pipes Limited

For quarter ended: March 31,2024

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: Nil

(b) Range of Deviation: Not applicable

Declaration:

We declare that this report provides an objective view of the utilization of the issue proceeds in relation to the objects of the issue based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The MA does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives. This Report is not intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever. Nothing mentioned in this report is intended to or should be construed as creating a fiduciary relationship between the MA and any issuer or between the agency and any user of this report. The MA and its affiliates also do not act as an expert as defined under Section 2(38) of the Companies Act, 2013.

The MA or its affiliates may have credit rating or other commercial transactions with the entity to which the report pertains and may receive separate compensation for its ratings and certain credit related analyses. We confirm that there is no conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer, or while undertaking credit rating or other commercial transactions with the entity.

We have submitted the report herewith in line with the format prescribed by SEBI, capturing our comments, where applicable. There are certain sections of the report under the title "Comments of the Board of Directors", that have been 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.

Akhil Kumar

Signature:

Name of the Authorized Signatory: Akhil Kumar

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Apollo Pipes Limited
 Name of the promoters : Mr. Sameer Gupta and Mrs Meenakshi Gupta
 Industry/sector to which it belongs : The Company manufactures varieties of cPVC, uPVC, and HDPE pipes & fittings, water storage tanks, PVC taps, fittings and solvents, etc

2) Issue Details

Issue Period : 18 months from date of allotment
 Type of issue : Preferential issue of Warrants
 Type of specified securities : Warrants convertible into equity shares
 IPO Grading, if any : Not applicable
 Issue size (in Rs. crore) : Rs.259.60 crore (Note 1)*

* The offer comprises of 47,20,000 warrants of the company convertible into equal number of equity shares of face value of Rs.10 at an issue price (including warrant subscription price (Rs.137.50 per warrant) and warrant exercise price (Rs.412.5 per warrant) of Rs.550 per equity warrant as determined on the relevant date (for the purpose of calculating the price of equity warrants convertible into equal number of equity shares to be issued) in accordance with the provisions of Chapter V of the SEBI ICDR Regulations aggregating to Rs.259,60,000,00 for cash consideration by way of preferential allotment to Specified investors/Identified investors which also includes promoters and members of promoter group of the company.

Note 1:

Particulars	Remarks
Total equity warrants issued	47,20,000
Warrant issue price (Rs. per warrant)	550^
Warrant subscription price (Rs. per warrant)	137.50
Warrant exercise price (Rs. per warrant)	412.50
Total proceeds received from warrants issued and converted - (in Rs. Crore)	65.93^
Net proceeds available for utilization (in Rs. Crore)	65.93

^ Each warrant is convertible into one (1) equity share and the conversion can be exercised at any time within a period of 18 months from date of allotment of warrants, in one or more tranches, as the case maybe and on such other terms and conditions applicable. Option for conversion of warrants into equity shares will be available upon payment of full price of warrant before such exercise of option.

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*, Bank statements	Nil for the quarter under review	
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	No material deviation	Chartered Accountant certificate*, Bank statement	Not applicable	
Whether the means of finance for the disclosed objects of the issue have changed?	Not applicable	Not applicable	Not applicable	
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	Not applicable	Not applicable	
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not applicable	Not applicable	Not applicable	
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Not applicable	Not applicable	
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	No	Not Applicable	
Is there any other relevant information that may materially affect the decision making of the investors?	No	No	Not Applicable	

* Chartered Accountant certificate from Vaps & Company (statutory auditor) dated April 13, 2024

#Where material deviation may be defined to mean:

a) Deviation in the objects or purposes for which the funds have been raised

b) Deviation in the amount of funds utilized by more than 10% of the amount projected in the offer documents.

Note: The comments of the Board of Directors are awaited pending the Board meeting.

4) Details of objects to be monitored:

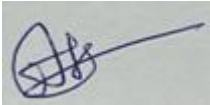
(i) Cost of objects –

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	For strategic investment in Kisan Mouldings Limited through subscription of preferential issue#	Chartered Accountant certificate*, Bank statements, Board Resolution copy	120.00	Not applicable	@			
2	Capital expenditure	Chartered Accountant certificate*, Bank statements, Board Resolution copy	39.35	Not applicable				
3	Working capital requirement	Chartered Accountant certificate*, Bank statements, Board Resolution copy	100.00	Not applicable	-			
4	Issue related expenses	Chartered Accountant certificate*, Bank statements, Board Resolution copy	0.25	Not applicable	-			
Total			259.60					

@Changed from earlier utilisation of Rs. 159.35 crore for Capital expenditure to strategic investment in Kisan Mouldings Limited through subscription of preferential issue of Rs. 120 crore and capital expenditure of Rs. 39.35 crore.

#As per resolutions of EGM held on 29-03-2024 pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and all other applicable provisions.

* Chartered Accountant certificates from Vaps & Company (statutory auditor) dated April 13, 2024



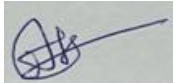
(ii) Progress in the objects –

Sr. No	Item Head	Source of information / Certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore	Amount raised in Rs. Crore	Amount utilised in Rs. Crore			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	For strategic investment in Kisan Mouldings Limited through subscription of preferential issue	Chartered Accountant certificate*, Board resolution copy, Bank statements	120.00	0.00	0.00	0.00	0.00				
2	Capital Expenditure	Chartered Accountant certificate*, Board resolution copy, Bank statements	39.35	65.93	0.00	0.00	0.00	-	Not applicable		
3	Working capital requirement	Chartered Accountant certificate*, Board resolution copy, Bank statements	100.00		64.77	# 1.03	65.80	-	-		
4	Issue related expenses	Chartered Accountant certificate*, Board resolution copy, Bank statements	0.25		0.13	0.00	0.13	-	Nil for the quarter under review		
Total			259.60 @	65.93	64.90	1.03	65.93	Nil			

*Chartered Accountant certificates from Vaps & Company (statutory auditor) dated April 13, 2024

@Out of the total issue of Rs.259.60 crore, the company is yet to receive Rs.193.67 crore.

#The company has transferred the funds of Rs. 1.03 crore from the issue proceeds account (ICICI Bank Account) to HDFC Bank Cash Credit (CC) account. There are numerous other debits and credits in the said CC accounts, and we are not directly able to ascertain utilisation of funds for working capital from the above account. The company has represented to us that the funds have been used for repayment of working capital demand loans (Rs.1.03 crore) and has given specific supporting documents including Chartered Accountant certificate, Account statement highlighting the specific transactions and Management certificate for the same. The Board may take note of this.



(iii) Deployment of un-utilized proceeds:

Sr. No.	Name of the Mutual Fund/Bank account	Type of account	Amount in Rs. crore	Source of information / certifications considered by Monitoring Agency for preparation of report
1	Not applicable	Not applicable	Not applicable	Not applicable
	Total			


Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. Crore)	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter*	Remarks
1	Not applicable						

(iv) Delay in implementation of the object(s): Not applicable

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	Not applicable		Chartered Accountant certificate		--
	Total				

* Chartered Accountant certificates from Vaps & Company (statutory auditor) dated April 13, 2024



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.

