



Bhagiradha Chemicals & Industries Limited.

Unit No.1011A, Level 1, Sky One (Wing A),
Prestige SkyTech, Financial District,
Nanakramguda, Hyderabad - 500032,
Telangana, INDIA.

Tel : +91-40-65440409

Fax: +91-40-23540444

E-Mail: info@bhagirad.com

Ref: BCIL/SE/2025/32

May 15, 2025

To,
The Secretary,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

To,
The Manager,
Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, C-1, G Block, Bandra-Kurla,
Complex, Bandra (East), Mumbai – 400 051

Scrip Code: 531719

Symbol: BHAGCHEM

Dear Sir/Madam,

Sub: Monitoring Agency Report for the quarter ended March 31, 2025, in relation to issue of convertible warrants on preferential basis

Dear Sir / Madam,

With reference to the above subject and pursuant to Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulation 162A of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we hereby submit the Monitoring Agency Report, for the quarter ended March 31, 2025, issued by India Ratings and Research (Ind-Ra), Monitoring Agency, appointed for monitoring the use of proceeds of the preferential issue of Convertible Warrants.

Kindly take the same on record and display on the website of your exchange.

Thanks & Regards,

For Bhagiradha Chemicals & Industries Limited

Sharanya. M
Company Secretary & Compliance Officer
M. No: ACS-63438

Date: 15th May 2025

To,

Bhagiradha Chemicals and Industries Limited.

Unit No. 1011A, Level 1, Sky1 (Wing A,

Prestige Sky Tech, Financial District,

Nanakramguda, Hyderabad,

Telangana – 500032.

Subject: Monitoring Agency Report for the quarter ended 31st March 2025 in relation to preferential issue.

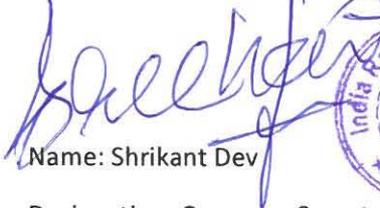
Dear Sir,

Pursuant to Regulation 162A (2) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 (“SEBI ICDR Regulations”) and Monitoring Agency Agreement dated 17th October 2023, please find enclosed herewith the Monitoring Agency Report, as per Schedule XI of the SEBI ICDR Regulations towards utilization of proceeds of preferential issue, for the quarter ended March 31, 2025.

Request you to kindly take the same on records.

Thanking You,

For and on behalf of India Ratings & Research Private Limited


Name: Shrikant Dev



Designation: Company Secretary

Report of the Monitoring Agency (MA)

Name of the issuer: **Bhagiradha Chemicals and Industries Limited**

For quarter ended: **31st March 2025**

Name of the Monitoring Agency: **India Ratings & Research Private Limited**

(a) Deviation from the objects: No deviation from the objects.

Based on the Management undertaking and as per the Statutory Auditor Certificate dated 14th May 2025 issued by R Kankaria & Uttam Singhi, Chartered Accountants (FRN: 000442S) having UDIN 25022051BMJMZD4333* and other documents provided to us, no deviation from the objects has been observed.

*The reference to the Statutory Auditor Certificate anywhere in the MA report refers to the said Certificate.

(b) *Range of Deviation*: Not Applicable.

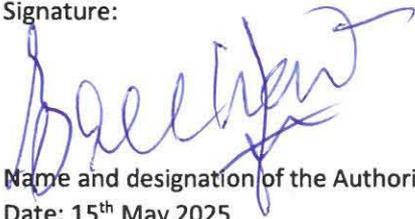
Declaration:

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: **Shrikant Dev (Company Secretary)**

Date: **15th May 2025**

1) Issuer Details:

| | |
|--------------------------------------|---|
| Name of the issuer: | Bhagiradha Chemicals and Industries Limited |
| Names of the promoters | <ul style="list-style-type: none"> • Singavarapu Chandrasekhar • Eadara Jayalaxmi • Singavarapu Lalitha Sree |
| Industry/sector to which it belongs: | Manufacturing and sale of Agrochemicals |

2) Issue Details:

| | |
|--------------------------------|--|
| Issue/offer Period: | 8 th November 2023 to 22 nd November 2023 |
| Type of issue (public/rights): | Preferential issue on private placement basis. |
| Type of specified securities: | 25,61,425 convertible warrants @ INR 1332/convertible warrant, each convertible into one equity share of face value INR 10 each. |
| IPO Grading, if any: | Not Applicable |
| Issue size: | INR 341.18 Crores* |

* It is the total issue size. However, the funds received by the company till 31st Mar'25 is as below:

| Issue proceeds received as on 31 st Mar'25 | | |
|---|--------|--------------------|
| No. of warrants | Rate | Value (INR Crores) |
| 25,61,425 | 333.00 | 85.30 |
| 25,61,425 | 999.00 | 255.88 |
| TOTAL | | 341.18 |

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 | Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with corrigendum, Shareholders resolution to amend the objects of the preferential issue, Relevant Bank Statements. | No Comments | No Comments |
| Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document? | NA | Management undertaking, Statutory Auditor Certificate. | NA | |



| 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 the means of finance for the disclosed objects of the issue has changed? | No | Management undertaking, Statutory Auditor Certificate. | No Comments | |
| Is there any major deviation observed over the earlier monitoring agency reports? | No | NA | NA | NA |
| Whether all Government/Statutory approvals related to the object(s) have been obtained? | Partly obtained | Management undertaking, Statutory Auditor certificate. | As per management undertaking, all requisite approvals needed for the current stage of the project have been secured. | |
| Whether all arrangements pertaining to technical assistance/collaboration are in operation? | Yes | Management undertaking, Statutory Auditor certificate. | As per management undertaking, the technical services are available and monitored in-house. | |
| Are there any favorable events improving the viability of these object(s)? | No | Management undertaking, Statutory Auditor certificate. | No Comments | No Comments |
| Are there any unfavorable events affecting the viability of the object(s)? | No | Management undertaking, Statutory Auditor certificate. | No Comments | No Comments |
| Is there any other relevant information that may materially affect the decision making of the investors? | No | Management undertaking, Statutory Auditor certificate. | No Comments | No Comments |



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

i. Cost of object(s)-

| Sr. No. | Item Head | Source of information / certifications considered by Monitoring Agency for preparation of report | Original cost (as per the Offer Document) (INR Crores) | Revised Cost (INR Crores) | Comments of the Monitoring Agency | Comments of the Board of Directors | | |
|---------|--|---|--|---------------------------|-----------------------------------|------------------------------------|---------------------------|---------------------------------------|
| | | | | | | Reason of Cost revision | Proposed financing option | Particulars of firm arrangements made |
| 1 | Part funding the capital expenditure for setting up of new manufacturing unit under the wholly owned subsidiary of the company, Bheema Fine Chemicals Private Limited in Kadechur Industrial area, Yadgir district Karnataka, which involves Construction of production blocks, acquisition and erection of required plant and machinery, capex for creation/ acquisition/ purchase of other utilities/assets including purchase of a Solar Power Plant from a solar power park/set up a solar power plant by acquiring/purchasing land on lease or outright purchase basis in the state of Karnataka in the name of the subsidiary. | Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with corrigendum, Shareholders resolution to amend the objects of the preferential issue, Relevant Bank Statements. | 320.00 | NA | NA | NA | NA | NA |
| 2 | To allocate an amount of Rs. 21.18 Cr towards Part funding the working capital requirements of the Proposed Project of the said subsidiary post commencement of commercial production and for meeting the preliminary and preoperative expenditure of the project. | | 21.18 | NA | NA | NA | NA | NA |
| | TOTAL | | 341.18 | | | | | |



ii. Progress in the object(s) –

| Sr. No. | Item Head | Source of information/certifications considered by Monitoring Agency for preparation of report | Amount as proposed in the Offer Document (INR Crores) | Amount Utilized (INR Crores) | | | Total unutilized amount (INR Crore) | Comments of the Monitoring Agency | Comments of the Board of Directors | |
|--------------|--|---|---|--------------------------------|--------------------|---------------------------|-------------------------------------|-----------------------------------|------------------------------------|---------------------------|
| | | | | As at beginning of the quarter | During the quarter | At the end of the quarter | | | Reasons for idle funds | Proposed course of action |
| 1 | Part funding the capital expenditure for setting up of new manufacturing unit under the wholly owned subsidiary of the company, Bheema Fine Chemicals Private Limited in Kadechur Industrial area, Yadgir district Karnataka, which involves Construction of production blocks, acquisition and erection of required plant and machinery, capex for creation/ acquisition/ purchase of other utilities/assets including purchase of a Solar Power Plant from a solar power park/set up a solar power plant by acquiring/purchasing land on lease or outright purchase basis in the state of Karnataka in the name of the subsidiary. | Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with corrigendum, Shareholders resolution to amend the objects of the | 320.00 | 156.32 | 118.06 | 274.38 | 45.62 | No Comments | | |
| 2 | To allocate an amount of Rs. 21.18 Cr towards Part funding the working capital requirements of the Proposed Project of the said subsidiary post commencement of commercial production and for meeting the preliminary and preoperative expenditure of the project. | preferential issue, Relevant Bank Statements. | 21.18 | 19.98 | - | 19.98 | 1.20 | No Comments | | |
| TOTAL | | | 341.18 | 176.31 | 118.06 | 294.36 | 46.82 | | | |



iii. Deployment of unutilized issue proceeds:

| Sr. No. | Type of instrument and name of the entity invested in | Amount invested (INR Crores) | Maturity date | Earnings (INR Crores)^ | Return on Investment (%)* | Market Value as at 31st Mar' 25 |
|--------------|---|------------------------------|---------------|------------------------|---------------------------|---------------------------------|
| 1 | FD with Axis Bank - 925040056882555 | 4.99 | 02-05-25 | 0.05 | 6.50% | 5.04 |
| 2 | FD with Axis Bank - 925040056968248 | 4.97 | 03-05-25 | 0.05 | 6.50% | 5.02 |
| 3 | FD with Axis Bank - 925040056908932 | 0.11 | 03-05-25 | 0.00 | 4.75% | 0.11 |
| 4 | FD with Axis Bank - 925040056879847 | 4.98 | 01-05-25 | 0.05 | 6.50% | 5.03 |
| 5 | Closing Balance lying in Axis Bank a/c. | 0.01 | NA | - | NA | - |
| 6 | Temporarily parked in Axis Bank Cash Credit A/c. | 6.00 | NA | - | NA | - |
| 7 | Temporarily parked in ICICI Bank Cash Credit A/c. | 3.00 | NA | - | NA | - |
| 8 | Temporarily parked in RBL Bank Cash Credit A/c. | 10.00 | NA | - | NA | - |
| 9 | Temporarily parked in State Bank of India Cash Credit A/c. | 6.00 | NA | - | NA | - |
| 10 | Fixed Deposit with Axis Bank - Bheema Fine Chemicals Private Ltd.§ | 10.82 | - | 0.51 | - | 11.33 |
| 11 | Closing Balance lying in Axis Bank a/c of subsidiary, Bheema Fine Chemicals Private Ltd. | 4.72 | NA | - | NA | - |
| 12 | Closing Balance lying in ICICI Bank a/c of subsidiary, Bheema Fine Chemicals Private Ltd. | 0.11 | NA | - | NA | - |
| TOTAL | | 55.71# | | | | |

*Annualized return (%)

^Represents difference between market value and the amount invested.

#The difference of INR 8.89 Crores between unutilized amount of INR 46.82 Crs (as per point no. ii above) and deployment of unutilized amount of INR 55.71 Crores (as per point no. iii above) reflects the realization of earnings on redemption of investments.

§FD with Axis Bank is in the form of margin money for FLC for purchase of raw material.



iv. Delay in implementation of the object(s)

| Object(s) | Completion Date | | Delay (no. of days/m onths) | Comments of the Board of Directors | |
|--|---|--------------|--------------------------------------|---------------------------------------|---------------------------------|
| | As per the Offer Document | Actual* | | Reason of Delay | Proposed Course of action |
| Part funding the capital expenditure for setting up of new manufacturing unit under the wholly owned subsidiary of the company, Bheema Fine Chemicals Private Limited in Kadechur Industrial area, Yadgir district Karnataka, which involves Construction of production blocks, acquisition and erection of required plant and machinery, capex for creation/ acquisition/ purchase of other utilities/assets including purchase of a Solar Power Plant from a solar power park/set up a solar power plant by acquiring/purchasing land on lease or outright purchase basis in the state of Karnataka in the name of the subsidiary. | 24 months from the date of receipt of funds | Refer Below* | NA | NA | NA |
| To allocate an amount of Rs. 21.18 Cr towards Part funding the working capital requirements of the Proposed Project of the said subsidiary post commencement of commercial production and for meeting the preliminary and preoperative expenditure of the project. | 15 months from the date of receipt of funds | Refer Below* | NA | NA | NA |

*Latest expected completion date is same as mentioned in the notice to shareholders for EGM.

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

| Sr. No. | Item Head | Amount (INR Crores) | Source of information / certifications considered by Monitoring Agency for preparation of report | Comments of the Monitoring Agency | Comments of the Board of Directors |
|-----------------|-----------|---------------------|--|-----------------------------------|------------------------------------|
| Not Applicable. | | | | | |

Disclaimers:

The MA Report is prepared by India Ratings. India Ratings 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.

India Ratings declare that the MA Report is based on the format prescribed by the SEBI (ICDR) Regulations, 2018. This declaration forms part of and applies to each MA Report that is issued by India Ratings. The MA Report does not constitute an offer of services. Access or use of any MA Report does not create a client relationship between India Ratings and the Applicant or between India Ratings and User of the report.



This Report has to be seen in its entirety; the selective review of portions of the Report may lead to inaccurate assessments.

Please note that the information presented in the MA Report is based solely on the review of the requisite information, documents, papers, statements received from the Company with regard to the use of the Issue Proceeds including the status of implementation of the activities proposed to be funded out of the Issue proceeds as stated in the Prospectus. India Ratings has not verified any source of information such as invoices, ledgers or payment receipts and other documents either in normal course or in case of deviations from the objects, as the same is the duty of the management and the statutory auditors. India Ratings has relied in good faith and without any liability, upon the contents thereof. The user of the MA Report should understand that India Ratings does not perform an audit and undertakes no independent verification of any information/certifications/statements it receives from auditors, lawyers, chartered engineers or other experts, and relies on in its reports. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings. In issuing the MA Report, India Ratings may rely on the representations and certifications from the issuer and experts, including statutory auditors with respect to financial statements, attorneys with respect to legal and tax matters and other entities considered reliable by India Ratings. The Company shall be solely responsible and liable for any omission, commission, errors and misrepresentations in the contents of the Information provided to India Ratings. India Ratings disclaims any liability arising out of the contents of the information provided by the Company and in no event shall be held liable to anyone for any damages or claims arising out of such information.

India Ratings may rate the Company or any debt instruments or facilities issued or proposed to be issued by the Company that is subject matter of the MA Report.

As India Ratings have only acted in the capacity of a monitoring agency, the MA Report does not, in any way, constitute an opinion regarding securities, expressed in the form of standard symbols or in any other standardized manner and does not include any qualitative and quantitative assessment of the probability of default on payment of interest and principal on a debt instrument. The content of the MA Report does not constitute any recommendation to buy, hold or sell any securities. The MA Report does not comment on the quality of the objects of the issue, reasonableness of costs or spending by the issuer against any objects / heads or assurance on outcome of such spending, the adequacy of market price or market liquidity, suitability of any security for an investor. The MA Report does not provide to any party any financial advice, or legal, auditing, accounting, appraisal, valuation or actuarial services and should not be viewed as a replacement for such advice or services.

The issuance of the MA Report by India Ratings shall not constitute consent by the agency to use its name as an expert in connection with any registration statement, offering document or other filings under any relevant securities laws.

India Ratings is neither construed to be nor acting under the capacity or nature of an 'expert' as defined under Section 2(38) of the Companies Act, 2013. It is issuing the MA Report solely in the capacity of a monitoring agency and that the same shall not be construed to be an opinion of an expert, as it relies on certificates, confirmations and representations of reliable stakeholders such as auditors, banks and others.

