

Report of the Monitoring Agency (MA)

Name of the issuer	: Elitecon International Limited
For quarter ended	: Q3 FY 2024-25
Name of the Monitoring Agency	: Acuité Ratings and Research Limited
(a) Deviation from the objects	: No
(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:

Vikas Mishra
Deputy Vice President - Process Excellence

1. Issuer Details:

Name of the issuer : Elitecon International Limited

Names of the promoter:

Promoters
Mr. Vipin Sharma

Industry/sector to which it belongs : Trading & Distributors

2. Issue Details:

Issue Period : December 2024

Type of issue : Preferential

(Public/Rights/Qualified Institutional Placement) : Convertible Warrants

Type of specified securities

IPO Grading, if any : Not Applicable

Issue size (INR Crore) : 136.00

3. Details of the arrangement made to ensure the monitoring of issue proceeds

Particulars	Reply from the issuer	Source of information/ certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments the Board of Directors
1. Whether all utilization is as per the disclosures in the Offer Document?	Yes	As per the documents provided by the issuer, including Independent Auditors Certificate.	Yes, the utilisation in respective objects is as per disclosure by the company.	No Comments
2. Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	No	As per the documents provided by the issuer.	No material deviation is observed.	No Comments
3. Whether the means of finance for the disclosed objects of the issue has changed?	No	As per the documents provided by the issuer.	No change is observed.	No Comments
4. Is there any major deviation observed over the earlier monitoring agency reports?	No	As per the documents provided by the issuer.	The issuer had not appointed any other Monitoring Agency earlier.	No Comments
5. Whether all Government/statutory approvals related to the object(s) have been obtained?	Not Applicable	As per the documents provided by the issuer.	No Government / Statutory Approvals is required for objects.	No Comments
6. Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not Applicable	As per the documents provided by the issuer.	No arrangement pertaining to technical assistance / collaboration is required with reference to the objects.	No Comments
7. Are there any favorable events improving the viability of these object(s)?	Not Applicable	As per the documents provided by the issuer.	No favorable event observed that may improve the viability of these objects.	No Comments
8. Are there any unfavorable events affecting the viability of the object(s)?	Not Applicable	As per the documents provided by the issuer.	No unfavorable event is observed affecting the viability of these objects.	No Comments
9. Is there any other relevant information that may materially affect the decision making of the investors?	No	As per the documents provided by the issuer.	No relevant information is found that may materially affect the decision making of the investors.	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 Crore]	Revised Cost	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason of Cost revision	Proposed financing option	Particulars of firm arrangement
1	Repayment of unsecured loan received from the Promoter & Promoter Group of the Company	As per the documents provided by the issuer. #	68.00	-	No change is observed.	No Comments	No Comments	No Comments
2	Acquisition of M/s Golden Cryo Private Limited	As per the documents provided by the issuer.	10.50	-	No change is observed.	No Comments	No Comments	No Comments
3	General Corporate Purposes	As per the documents provided by the issuer.	30.00	-	No change is observed.	No Comments	No Comments	No Comments
4	Working Capital Requirements	As per the documents provided by the issuer.	27.50	-	No change is observed.	No Comments	No Comments	No Comments
	Total		136.00			No Comments	No Comments	No Comments

ii. Progress in the object(s) –

Sr. No.	Item Heads	Source of information / certifications considered by the Monitoring Agency for the preparation of report	Amount as proposed in the Offer Document (INR Crore)	Amount utilized [INR Crore]			Total unutilized amount [INR Crore]	Comments of the Monitoring Agency	Comments of the Issuer's 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	Repayment of unsecured loan received from the Promoter & Promoter Group of the Company	As per the documents provided by the issuer.	68.00	-	68.00	68.00	Nil	The company has fully utilized INR 68.00 Crores towards this object. *	No Comments	No Comments
2	Acquisition of M/s Golden Cryo Private Limited	As per the documents provided by the issuer.	10.50	Nil	10.50	10.50	Nil	The company has fully utilized INR 10.50 Crores towards this object.	No Comments	No Comments
3	General Corporate Purposes	As per the documents provided by the issuer.	30.00	Nil	30.00	30.00	Nil	The company has fully utilized INR 30.00 Crores towards this object.	No Comments	No Comments
4	Working Capital Requirements	As per the documents provided by the issuer.	27.50	4.88	22.62	27.50	Nil	The company has fully utilized INR 27.50 Crores towards this object.	No Comments	No Comments
Total		-	136.00	4.88	63.12	68.00				

*The company converted a loan into the share for Improving the company's balance sheet, reducing the company's debt, and increasing the company's shareholder funds. The details of the outstanding loans extended by the lenders and converted into the share are as follows

Sr. No	Name of Lender	Category	INR Crore	No. of Share (Crore)
1	Mr. Vipin Sharma	Promoter	9.00	0.90
2	Pandokhar Food LLP	Promoter Group	39.00	3.90
3	Lemon Electronics Limited	Promoter Group	20.00	2.00
	Total		68.00	6.80

The company utilised GCP amount to reduced creditors balance on a balance sheet, that indicates a company is owing less money to suppliers and vendors, which directly translates to improved cash flow and enhanced financial stability.

iii. Deployment of unutilised IPO/FPO/Rights Issue Proceeds: Not Applicable

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (INR Cr)	Maturity date	Earning (INR Cr)	Return on Investment (%)	Market Value as at the end of quarter* (INR Cr)
-	-	-	-	-	-	-

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

There are no timelines specified in the Placement Document; hence not applicable.

Object(s)	Completion date		Delay [Number of days or months]	Comments of the Issuer's Board of Directors	
	As per the offer document	Actual*		Reason for delay	Proposed course of action
-	-	-	-	Not Applicable	Not Applicable

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

Sr. No.	Item Head	Amount (INR Cr)	Source of information/certifications considered by Monitoring Agency for preparation of report	Comments of The Monitoring Agency	Comments of the Board of Directors
1	General Corporate Purpose	30.00	As per the documents provided by the issuer, including Independent Auditors Certificate.	The company has fully utilized INR 30.00 Crores towards this object.	No Comments
	Total	30.00			

Disclaimer:

- a) This Report is prepared by Acuite Ratings & Research Limited (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 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, 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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