

No. CARE/HO/GEN/2024-2025/1158

The Board of Directors

Godavari Biorefineries Limited

Somaiya Bhavan, 45/47, Mahatma Gandhi Road,
Fort, Mumbai, Maharashtra-400 001

February 12,2025

Dear Sir,

Monitoring Agency Report for the quarter ended December 31,2024 - in relation to the IPO of Godavari Biorefineries Limited ("the Company")

We write in our capacity of Monitoring Agency for the Public Issue under IPO for the amount aggregating to Rs. 325.00 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 December 31,2024 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated October 09, 2024.

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,



Arunava Paul

Associate Director

Arunava.Paul@careedge.in

Report of the Monitoring Agency

Name of the issuer: Godavari Biorefineries Limited

For quarter ended: December 31,2024

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: MA is not able to verify the issue expense during the quarter in absence of necessary details required. MA shall verify the details upon receipt of required information from the company management in subsequent quarters. Except the issue expense, the utilization of issue proceeds for the stated objects have been monitored during the quarter and there are no deviations.

(b) Range of Deviation: MA is not able to verify the issue expense during the quarter in absence of necessary details required. MA shall verify the details upon receipt of required information from the company management in subsequent quarters. Except the issue expense, the utilization of issue proceeds for the stated objects have been monitored during the quarter and there are no deviations.

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.

A Paul

Signature:

Name and designation of the Authorized Signatory: Arunava Paul

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Godavari Biorefineries Limited
Name of the promoter : Samir Shantilal Somaiya
Somaiya Agencies Private Limited
Sakarwadi Trading Company Private Limited
Lakshmiwadi Mines and Minerals Private Limited
Industry/sector to which it belongs : Agricultural foods and other products

2) Issue Details

Issue Period : October 23, 2024 to October 25, 2024
Type of issue (public/rights) : Initial Public Offer (IPO)
Type of specified securities : Equity Shares
IPO Grading, if any : Not applicable
Issue size (in crore) : Rs. 325.00 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 in the board meeting dated February 08, 2025
Whether all utilization is as per the disclosures in the Offer Document?	No (refer note 1)	Bank statements, CA certificate* and offer document.	As per the requirement, MA is required to monitor gross proceeds, however in absence of details with regards to issue	Issue expenses submitted, will be shared by company in

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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 in the board meeting dated February 08, 2025
			expense, MA is unable to ascertain the utilization of the gross proceeds. MA shall verify the details upon receipt of required information from the company management in subsequent quarters. MA has been able to verify the utilisation of net proceeds and same is as per the objects of the offer.	ensuing quarter this being the first report.
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	-	MA is not able to verify the issue expense in absence of necessary details.	There is no material deviation as on reported date, as the expenses are incurred within original cost hence not required.
Whether the means of finance for the disclosed objects of the issue have changed?	Not applicable	-	-	
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	-	-	

A Paul

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 in the board meeting dated February 08, 2025
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not applicable	-	As per the Chartered Account certificate, as the object clause is restricted to repayment of bank loan and for General Corporate Purpose, same is not applicable.	
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	-	-	
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Not applicable	-	-	
Is there any other relevant information that may materially affect the decision making of the investors?	Not applicable	-	-	

* Verified from Chartered Accountant certificate from Verma Mehta & Associates dated February 05, 2025.

Note 1: Except the issue expense the utilization of issue proceeds for the stated objects have been monitored during the quarter and there are no deviations.

#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 actually utilized by more than 10% of the amount projected in the offer documents.

4) Details of objects to be monitored:

- (i) Cost of objects –

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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 in the board meeting dated February 08, 2025		
						Reason for cost revision	Proposed financing option	Particulars of -firm arrangements made
1	Issue Expense	Chartered Accountant certificate* and Offer Document	21.39	-	-	-	-	
2	Payment of bank loan	Chartered Accountant certificate* and Offer Document	240.00	-	-	-	-	
3	General Corporate Purpose	Chartered Accountant certificate* and Offer Document	63.61	-	-	-	-	
Total Gross proceeds			325.00					

* Verified from Chartered Accountant certificate from Verma Mehta & Associates dated February 05, 2025.

(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 in the board meeting dated February 08, 2025	
				As at beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
1	Issue Expense	Bank Statement, offer document	21.39	-	-	-	21.39#	MA is not able to verify the	-	Issue expenses submitted, will

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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 in the board meeting dated February 08, 2025	
				As at beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
		and CA certificate*						issue expense in absence of necessary details.		be shared by company in ensuing quarter as this being the first report. Payments to creditors/ vendors/ Service providers are paid after consent from Both BRLMs, OFS and the company
2	Payment of loan	Bank Statement, offer document and CA certificate*	240.00		240.00	-	-		-	No comments
3	General Corporate Purpose	Bank Statement, offer document, CA certificate* and capital goods supplier invoices tested on sample basis	63.61	-	63.55	-	0.06*	Rs.0.06 crores have not been received yet. However as per CA certificate Rs.0.06 crore is yet to be	-	No comments

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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 in the board meeting dated February 08, 2025	
				As at beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
								received and will be received after BRLM reconciliation.		
Total			325.00	-	303.55	-	21.45			

*Verified from Chartered Accountant certificate from Verma Mehta & Associates dated February 05, 2025, and bank statements.

As per the requirement, MA is required to monitor gross proceeds, however in absence of details with regards to issue expense, MA is unable to ascertain the utilization of the gross proceeds. MA has been able to verify the utilisation of net proceeds and same is as per the objects of the offer.

(iii) Deployment of unutilized proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter
1.	Balance available in Public Issue account	18.46				18.46
2.	Balance available in Monitoring account	0.02				0.02
	Total	18.48#				18.48

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As per the bank statements (public issue account and monitoring account), the total unutilised proceeds is Rs.18.48 crores as on December 31, 2024, and for the balance amount, MA has no details from the company to monitor.

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

Objects	Completion Date		Delay (no. of days/ months)	Comments of the Board of Directors in the board meeting dated February 08, 2025	
	As per the offer document	Actual		Reason of delay	Proposed course of action
Issue Expense	March 31, 2025	Ongoing	NIL	-	-
Payment of loan		November 27, 2024	NIL	-	-
General Corporate Purpose		Ongoing	NIL	-	-

* Verified from Chartered Accountant certificate from Verma Mehta & Associates dated February 05, 2025

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

Sr. No	Item Head^	Amount in Rs. Crore	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors in the board meeting dated February 08, 2025
1	Expense incurred in Sameerwadi unit (Vendor payment and other operational expense)	21.37	Bank statements and CA Certificate*	-	-
2	Expenses incurred in Sakarwadi unit (Vendor	42.18	Bank statements and CA Certificate*	-	-

A Paul

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 in the board meeting dated February 08, 2025
	payment and other operational expense)				
	Total	63.55			

* Verified from Chartered Accountant certificate from Verma Mehta & Associates dated February 05, 2025

[^] Section from the offer document related to GCP (Pg 115 of the Offer letter dated October 25, 2024): Rs. 63.61 crores will be utilised for GCP.

'In terms of the SEBI ICDR Regulations, the extent of the Net Proceeds proposed to be used for general corporate purposes is estimated not to exceed 25% of the proceeds of the gross issue. The general corporate purposes for which the Company proposes to utilise the Net Proceeds include funding business development, strategic initiatives and growth opportunities;(ii) strengthening marketing capabilities and brand building exercises;(iii) funding capital expenditure including towards maintenance and/or upkeep of our Manufacturing Facilities and/or intangibles including upgradation of information technology infrastructure; (iv) meeting corporate contingencies, creditors and all expenses including all taxes paid in ordinary course of business; (v) funding working capital requirements and/or business requirements of our Company; and (vi) and any other purpose, as may be approved by our Board or a duly constituted committee thereof from time to time, subject to compliance with applicable law, including provisions of the Companies Act.'

A Paul

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.

A Paul