

Monitoring Agency Report



No. CARE/ARO/GEN/2025-26/1331

The Board of Directors
Atlanta Electricals Limited
Plot No. 1503/4
GIDC Estate,
Vithal Udyognagar,
Anand, Gujarat - 388121

February 13, 2026

Dear Sir,

Monitoring Agency Report for the quarter ended December 31, 2025 - in relation to the IPO of Atlanta Electricals Limited ("the Company")

We write in our capacity of Monitoring Agency for the IPO for the amount aggregating to Rs.400.00 crore of the Company and refer to our duties cast under section 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, 2025 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated September 15, 2025.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

A handwritten signature in blue ink, appearing to read "Anuja Parikh".

Anuja Parikh
Associate Director
anuja.parikh@careedge.in

Report of the Monitoring Agency

Name of the issuer: Atlanta Electricals Limited

For quarter ended: December 31, 2025

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 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: Anuja Parikh

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Atlanta Electricals Limited
Name of the promoter : Mr Niral Krupeshbhai Patel,
Mr. Amish Krupeshbhai Patel,
Mr. Tanmay Surendrabhai Patel
Mr. Narharibhai S. Patel Family Trust
Patel Family Trustee Private Limited
Niral Patel Family Trust
Amish Patel Family Trust
Tanmay Patel Family Trust and
Atlanta UHV Transformers LLP
Industry/sector to which it belongs : Power, distribution and special application transformers

2) Issue Details

Issue Period : September 22, 2025 to September 24, 2025 (Anchor Investor Bidding Date: September 19, 2025)
Type of issue : Initial Public Offering (IPO)
Type of specified securities : Equity Shares
IPO Grading, if any : Not applicable
Issue size (in Rs. crore) : Rs.400.00 crore

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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 the Board of Directors
Whether all utilization is as per the disclosures in the Offer Document?	Yes	Chartered Accountant certificate*; Bank statement; Company declaration	Yes	Yes
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Chartered Accountant certificate*, Bank statements, Offer Document, Board resolution, Legal opinion	As per offer document, general corporate purpose (GCP) expense shall specifically not include any expenses being in the nature of repayment or prepayment of borrowings (specifically being borrowings utilized for capital expenditure) and working capital requirements specified in other objects of the issue. Further, the company has furnished a board resolution along with legal opinion permitting utilization of GCP funds towards repayment of borrowings availed from Tata Capital Limited for acquisition of BTW-Atlanta Transformers India Private Limited.	The Company utilised ₹85.03 crore under the General Corporate Purposes head towards repayment of borrowings availed from Tata Capital Limited, which had been incurred for acquisition of BTW-Atlanta Transformers India Private Limited as part of the Company's strategic growth initiatives. As mentioned in the Prospectus, General Corporate Purposes include funding growth opportunities and strategic initiatives, subject to compliance with applicable laws. The utilisation was approved by the Board of Directors on October 17, 2025
Whether the means of finance for the disclosed objects of the issue have changed?	No	Company Declaration	Nil	No
Is there any major deviation observed over the earlier monitoring agency reports?	No	Chartered Accountant certificate*, Bank statements, Offer Document, Board resolution, Previous monitoring agency report	No deviation.	No
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not applicable	Company declaration	Not applicable	-
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	Company declaration	Not applicable	-

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Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments the Board of Directors
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Company declaration	Nil	No
Is there any other relevant information that may materially affect the decision making of the investors?	No	Company declaration; Stock exchange filings	Nil	No

* Chartered Accountant certificate from M/s. Parikh Shah Chotalia & Associates dated January 27, 2026

Where material deviation may be defined to mean:

- Deviation in the objects or purposes for which the funds have been raised
- Deviation in the amount of funds actually utilized by more than 10% of the amount projected in the Offer Document.

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	Repayment/ prepayment, in full or in part, of certain outstanding borrowings availed by the company	Chartered Accountant certificate*, Bank statements, Offer Document	79.12	79.12	No revision in the cost of the objects as against that mentioned in the offer document.	No Revision	-	-
2.	Funding working capital requirements of the company	Chartered Accountant certificate*, Bank statements, Offer Document	210.00	210.00		No Revision	-	-
3	General corporate purposes	Chartered Accountant certificate*, Bank statements, Offer Document	85.03	85.03		No Revision	-	-
4	Issue expense	Offer Document	25.85	25.85		No Revision	-	-
Total			400.00	400.00				

* Chartered Accountant certificate from M/s. Parikh Shah Chotalia & Associates dated January 27, 2026

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(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 Unutilized 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/ prepayment, in full or in part, of certain outstanding borrowings availed by the company	Chartered Accountant certificate*, Bank statements, Offer Document	79.12	-	79.12	79.12	-	Funds utilized towards repayment of term loan from TATA Capital Limited and HDFC Bank Limited. #	-	-
2	Funding working capital requirements of the company	Chartered Accountant certificate*, Bank statements, Offer Document	210.00	59.37	130.56	189.92	20.08	Funds have been mainly utilized towards raw material purchase, travel expense, repair expense, maintenance material expense among others.	-	Amount is parked in FD
3	General corporate purposes (GCP)	Chartered Accountant certificate*, Bank statements, Offer Document, Board resolution, Legal opinion	85.03	-	85.03	85.03	-	Funds utilized towards repayment of term loan from TATA Capital Limited availed to acquire BTW-Atlanta Transformers India Private Limited. ^ Further, the company has furnished a board resolution along with legal opinion permitting utilization of GCP funds towards this purpose.	-	-

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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 Unutilized 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
4	Issue expense	Chartered Accountant certificate*, Bank statements, Offer Document	25.85	-	20.67	20.67	5.18	Funds have been utilized by way of reimbursement to own a/c for issue related expenses incurred. %	We have not claimed as still few invoices are pending to be received	Amount lying in Public Offer Account will be claimed as & when payment are made
Total			400.00	-	315.17	374.74	25.26			

* Chartered Accountant certificate from M/s. Parikh Shah Chotalia & Associates dated January 27, 2026

The Company has repaid borrowings to the tune of Rs.33.13 crore to Tata Capital Limited and Rs.46.00 crore to HDFC Bank Limited, as against the proposed utilisation of Rs.50.00 crore and Rs.19.12 crore respectively for each bank, as mentioned in the offer document. As stated by the management, this deviation pertains only to the lender-wise allocation of the proposed repayments while the overall objective of repayment of borrowings of Rs.79.12 crore has been achieved, hence, no separate shareholder or Board approval is required.

^ As per offer document, GCP expense shall specifically not include any expenses being in the nature of repayment or prepayment of borrowings (specifically being borrowings utilized for capital expenditure) or working capital requirement specified in other objects of the issue. Further, the Company has furnished a board resolution authorising the utilisation of GCP funds towards the repayment of borrowings availed from Tata Capital Limited, which were taken specifically for the purpose of acquiring BTW-Atlanta Transformers India Private Limited. The company has also furnished legal opinion which states that repayment of borrowings availed for acquisition of a subsidiary falls within the permitted scope of funding growth opportunities and strategic initiatives under GCP.

% As stated by the management, the company initially incurs various issue-related expenses from its own A/c, and subsequently, it receives its reimbursement from public offer A/c to monitoring A/c upon submission of payment details along with required proof to book running lead manager (BRLM), Registrars, among other relevant intermediaries, and receiving their approval for fund transfer.

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(iii) Deployment of unutilised 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 in Monitoring A/c [Kotak Mahindra Bank]	2.13	Not applicable	Not Applicable	Not Applicable	314.79
2	Public Offer A/c [Kotak Mahindra Bank]	*5.18	Not applicable	Not Applicable	Not Applicable	25.85
3	Bank FD [HDFC Bank]	17.95	January 23, 2026	0.14	5.00%	17.95
Total		25.26				

*Actual public offer A/c balance was Rs.8.90 crore as on December 31, 2025 which includes Rs.3.72 crore towards pending partial payment to promoter group related to offer for sale (OFS).

(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/ prepayment, in full or in part, of certain outstanding borrowings availed by the company	FY26	Completed	Nil	-	-
Funding working capital requirements of the company	FY26: Rs.118.00 crore* FY27: Rs.92 crore	Ongoing	Nil	-	-
General corporate purposes	FY26	Completed	Nil	-	-

* The company has utilized total of Rs.189.92 crore towards this objective till December 31, 2025, compared to the planned utilisation of Rs.118.00 crore for FY26.

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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	Towards repayment of borrowings to TATA Capital Limited (debt availed to acquire BTW-Atlanta Transformers India Private Limited)	85.03	Chartered Accountant certificate*, Bank statements, Offer Document, Board resolution, Legal opinion	As per offer document, GCP expense shall specifically not include any expenses being in the nature of repayment or prepayment of borrowings (specifically being borrowings utilized for capital expenditure) or working capital requirement specified in other objects of the issue. Further, the Company has furnished a board resolution authorising the utilisation of GCP funds towards the repayment of borrowings availed from Tata Capital Limited, which were taken specifically for the purpose of acquiring BTW-Atlanta Transformers India Private Limited. The company has also furnished legal opinion which states that repayment of borrowings availed for acquisition of a subsidiary falls within the permitted scope of funding growth opportunities and strategic initiatives under GCP.	The Company utilised ₹85.03 crore under the General Corporate Purposes head towards repayment of borrowings availed from Tata Capital Limited, which had been incurred for acquisition of BTW-Atlanta Transformers India Private Limited as part of the Company's strategic growth initiatives. As mentioned in the Prospectus, General Corporate Purposes include funding growth opportunities and strategic initiatives, subject to compliance with applicable laws. The utilisation was approved by the Board of Directors on October 17, 2025.

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^ Section from the offer document related to GCP:

“Our Company proposes to deploy the balance Net Proceeds aggregating up to Rs.850.33 million towards general corporate purposes, subject to such amount not exceeding 25% of the Gross Proceeds, in compliance with Regulation 7(2) of SEBI ICDR Regulations. The general corporate purposes for which our Company proposes to utilize Net Proceeds include marketing expense requirements, strengthening marketing capabilities and brand building exercises, funding growth opportunities, strategic and any other purpose as may be approved by our Board or a duly appointed committee from time to time, subject to compliance with applicable laws, and shall specifically not include any expenses being in the nature of repayment or prepayment of borrowings identified in this section (specifically being borrowings utilized for capital expenditure) and working capital requirements. The quantum of utilization of funds towards each of the above purposes will be determined by our Board, based on the amount actually available under this head and the business requirements of our Company and other relevant considerations, from time to time. Our Company's management, in accordance with the policies of our Board, shall have flexibility in utilizing surplus amounts, if any. In addition to the above, our Company may utilize the balance Net Proceeds towards any other expenditure considered expedient and as approved periodically by our Board or a duly appointed committee thereof, subject to compliance with applicable law. However, usage of funds will be as disclosed in the Objects of the Offer and any spill over from the intended Objects of the Offer to the general corporate purposes will not be carried out by the Company.”

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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 statutory auditor/internal auditor which is peer reviewed audit 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.
- 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 statutory auditors/internal auditor which is peer reviewed audit firm (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.

