



May 14, 2024

To,
BSE Limited
Corporate Relationship Dept.
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai – 400 001.

National Stock Exchange of India Limited
The Listing Department
Exchange Plaza, Plot No. C/1, G Block,
Bandra Kurla Complex Bandra (East),
Mumbai – 400 051
Ref: **NSE Symbol - MVGJL**

Ref: **Scrip Code. 543995**

Dear Sir/Madam,

Sub: **Report of the Monitoring agency with respect to utilisation of proceeds of the Initial Public Offering ('IPO') for quarter ended on March 31, 2024**

Ref: **Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Pursuant to Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Regulation 41(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, please find enclosed herewith monitoring agency report in respect of utilisation of IPO proceeds for quarter ended 31st March, 2024 issued by CARE Ratings Ltd, Monitoring Agency.

Kindly take the above information on your record.

Thanking you,
Yours Sincerely,

For **Manoj Vaibhav Gems 'N' Jewellers Limited**

Bandari Shiva Krishna
Company Secretary & Compliance Officer
M No: F11172

MANOJ VAIBHAV GEMS 'N' JEWELLERS LIMITED

No. CARE/HRO/GEN/2024-25/1006

The Board of Directors
Manoj Vaibhav Gems 'N' Jewellers Limited
47-15-8, V Square, Zone-A,
Dwarakanagar,
Vishakhapatnam,
Andhra Pradesh - 530016

May 14, 2024

Dear Sir,

Monitoring Agency Report for the quarter ended 03/31/2024 - in relation to the Initial Public Offering of Manoj Vaibhav Gems 'N' Jewellers Limited ("the Company")

We write in our capacity of Monitoring Agency for the Initial Public Offering for the amount aggregating Rs 210.00 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 03/31/2024 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated 09/12/2023.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

Nivedita Ghayal

Nivedita Ghayal

Associate Director

Nivedita.Ghayal@careedge.in

Report of the Monitoring Agency

Name of the issuer: Manoj Vaibhav Gems 'N' Jewellers Limited

For quarter ended: 03/31/2024

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 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.

Nivedita Ghayal

Signature:

Name and designation of the Authorized Signatory: Nivedita Ghayal

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer	: Manoj Vaibhav Gems 'N' Jewellers Limited
Name of the promoter	: Grandhi Bharata Mallika Ratna Kumari HUF; Bharata Mallika Ratna Kumari Grandhi; and Grandhi Sai Keerthana
Industry/sector to which it belongs	: Gems, Jewellery And Watches

2) Issue Details

Issue Period	: 09/22/2023 to 09/26/2023
Type of issue (public/rights)	: Public
Type of specified securities	: Equity shares
IPO Grading, if any	: Not applicable
Issue size (in ` crore)	: Rs. 210.00 crore (Note 1)

Note 1:

The company had offered 97,67,441 equity shares under the Initial Public Offering aggregating to ₹ 210.00 crore, at an issue price of Rs. 215 per share (including share premium of Rs. 205 per share). The issue was subscribed fully, and the company has allotted 97,67,441 equity shares to the successful applicants.

Particulars	Remarks
Total shares issued and subscribed as part of IPO	97,67,441
Total subscriptions towards IPO (in Rs. Crore)	210.00
Estimated offer expenses as per prospectus in relation to fresh issue (in Rs. Crore)	20.66
Net Proceeds of IPO available for utilisation (Rs. Crore)	189.34

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 / Audit committee
Whether all utilization is as per the disclosures in the Offer Document?	Yes	Chartered Accountant certificate*, Bank statements, Prospectus and Fixed deposit receipts.	Proceeds are utilized for the objects mentioned in the offer document.	Nil
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	No deviation		Not applicable	Nil

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 / Audit committee
Whether the means of finance for the disclosed objects of the issue have changed?	No		Not applicable	Nil
Is there any major deviation observed over the earlier monitoring agency reports?	No		In Q3-FY24, company had deployed Rs 15 crore as Inter corporate loan with Kaycee Finstock Private Limited (NBFC) which has been now liquidated and the proceeds are utilized towards the objects.	Nil
Whether all Government/statutory approvals related to the object(s) have been obtained?	Not applicable		Not applicable	Nil
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable		Not applicable	Nil
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No		Not applicable	Nil
Is there any other relevant information that may materially affect the decision making of the investors?	No		Not applicable	Nil

* Chartered Accountant certificate from Sagar & Associates (Statutory auditor) dated May 07, 2024

#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 documents.

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 / Audit committee		
						Reason for cost revision	Proposed financing option	Particulars of - firm arrangements made
1	Estimated capital expenditure cost for the proposed eight (8) new showrooms	Chartered Accountant certificate*, Prospectus and Bank statements	12.00	NA	NA	Nil	Nil	Nil

2	Estimated inventory cost for New Showrooms proposed to be opened	Chartered Accountant certificate*, Prospectus and Bank statements	160.02	NA	NA	Nil	Nil	Nil
3	General corporate purposes	Chartered Accountant certificate*, Prospectus and Bank statements	17.32	NA	NA	Nil	Nil	Nil
Total			189.34					

* Chartered Accountant certificate from Sagar & Associates (Statutory auditor) dated May 07, 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 utilised in Rs. Crore			Unutilised amount in Rs. crore	Comments of the Monitoring Agency	Comments of the Board of Directors / Audit committee	
				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	Estimated capital expenditure cost for the proposed eight (8) new showrooms	Chartered Accountant certificate*, Prospectus and Bank statements	12.00	0.09	0.96	1.05	10.95	The utilization of funds aligns with the objects outlined in the prospectus. All expenses have been debited through the monitoring account.	Nil	Nil
2	Estimated inventory cost for New Showrooms proposed to be opened		160.02	-	39.74	39.74	120.28		Nil	Nil
3	General corporate purposes		17.32	6.81#	5.59	12.40	4.92		Nil (# it includes GCP payment of Rs. 0.027 Cr made out of Axis (Public Issue) a/c)	
Total			189.34	6.90	46.29	53.19	136.15			

* Chartered Accountant certificate from Sagar & Associates (Statutory auditor) dated May 07, 2024

(iii) Deployment of unutilized public issue 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	Fixed deposit, Axis Bank	25.00	October 13, 2024	0.80	7.30%	25.80
2	Fixed Deposit, Federal Bank	25.50	April 05, 2024	0.82	7.26%	26.32
3	Fixed Deposit, Federal Bank	9.00	April 05, 2024	0.29	7.26%	9.29

4	Fixed Deposit, Union Bank	25.00	April 09, 2024	0.82	7.22%	25.82
5	Fixed Deposit, Union Bank	25.00	April 09, 2024	0.82	7.22%	25.82
6	Fixed Deposit, Union Bank	10.02	April 09, 2024	0.33	7.22%	10.35
7	Fixed Deposit, Federal Bank	2.55	June 12, 2024	0.01	7.50%	2.56
8	Fixed Deposit, Federal Bank	2.55	June 12, 2024	0.01	7.50%	2.56
9	Fixed Deposit, Federal Bank	2.55	June 12, 2024	0.01	7.50%	2.56
10	Fixed Deposit, Federal Bank	2.85	June 12, 2024	0.01	7.50%	2.86
11	Axis Bank, Monitoring account	9.37	NA	NA	NA	9.37
		139.39[#]		3.92		143.31

[#]The excess amount of Rs 3.24 crore (over and above unutilized amount of Rs 136.15 crore referred under "Progress in the objects") is due to unutilized issue related expenses lying in the monitoring account.

[§]Interest received on deposits (amounting to Rs 1.32 crore) has been transferred to the company's Cash credit account.

Comments of the Board of Directors/Audit committee - The referred Rs. 3.24 Cr consists of an amount of Rs.0.86 Cr pertains to selling promoter shareholder i.e., GBM Ratna Kumari (HUF).

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

Objects	Completion Date		Delay (no. of days/ months)	Comments of the Board of Directors / Audit committee	
	As per the offer document	Actual		Reason of delay	Proposed course of action
Estimated capital expenditure cost for the proposed eight (8) new showrooms	Rs 60.32 crores shall be spent towards the objects by the end of fiscal year 2024.	Rs 53.19 crore has been spent till March 31, 2024	Not available	Nil	Nil
Estimated inventory cost for New Showrooms proposed to be opened				Nil	Nil
General corporate purposes				Nil	Nil

[#]Amount of Rs 7.13 crore is pending to be spent which is attributable towards Capital expenditure (unspent: Rs 1.95 crore), Inventory cost (unspent: Rs 0.26 crore) and General corporate purposes (unspent: Rs 4.92 crore).

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 / Audit committee
1	Jewelry and hallmarking charges	5.55	Chartered Accountant certificate*, Bank statements, Prospectus, and Invoices	All the expenses were incurred in line with the objects mentioned in the prospectus.	Nil (# Rs.5.59 Cr spent is during the quarter ended Mar 31, 2024.)
2	Rental deposit	0.04			
	Total	5.59[#]			

* Chartered Accountant certificate from Sagar & Associates (Statutory auditor) dated May 07, 2024

[^] Section from the offer document related to GCP:

"Our Company proposes to deploy the balance Net Proceeds, aggregating to ₹ 173.23 million, towards general corporate purposes, subject to such amount, not exceeding 25% of the Gross Proceeds from the Fresh Issue, in compliance with the SEBI ICDR Regulations. The general corporate purposes for which our Company proposes to utilise the Net Proceeds include contingencies, strategic initiatives, working capital requirements, meeting exigencies and expenses incurred by our Company in the ordinary course of business, as may be applicable. The quantum 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, from time to time."

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.