

14th February, 2026

To,
The Department of Corporate Services
BSE Limited
25th Floor, P. J. Tower,
Dalal Street,
Fort, Mumbai - 400 001

Security ID: **ASHNI**
Security Code: **541702**

Dear Sir/Madam,

Sub: Monitoring Agency Report for the quarter ended 31st December, 2025

Pursuant to Regulation 32(6) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Regulation 82(4) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirement) Regulations, 2018, please find enclosed herewith Monitoring Agency Report for the quarter ended 31st December, 2025, issued by CARE Ratings Limited for utilisation of proceeds of Rights Issue of the Company. There is no variation / deviation in the utilisation of such funds.

The Board meeting commenced at 03:30 PM and was concluded at 03:45 PM.

Please take the above on your records

Thanking You.

Yours faithfully,

For Ashnisha Industries Limited



Ashok C. Shah
Managing Director
DIN: 02467830



Encl: As above

No. CARE/ARO/GEN/2025-26/1336

The Board of Directors

Ashnisha Industries Limited

7th Floor, Ashoka Chambers,
Opp. HCG Hospital Mithakhali Six Roads,
Ahmedabad, Gujarat, India, 380006

February 14, 2026

Dear Sir/Ma'am,

Monitoring Agency Report for the quarter ended December 31, 2025 - in relation to the Rights issue of Ashnisha Industries Limited ("the Company")

We write in our capacity of Monitoring Agency for the Rights Issue for the amount aggregating to Rs.49.24 crore of the Company and refer to our duties cast under 82 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 06, 2025.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,



Nikita Goyal

Associate Director
Nikita.goyal@careedge.in

Report of the Monitoring Agency

Name of the issuer: Ashnisha Industries Limited

For quarter ended: Dec 31, 2025

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: Nil

(b) Range of Deviation: Nil

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: Nikita Goyal

Designation of Authorized person/ Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer : Ashnisha Industries Limited

Name of the promoter : 1. Ashok Chinubhai Shah
2. Shalin Ashok Shah
3. Leena Ashok Shah

Industry/ sector to which it belongs : Trading and Distributors

2) Issue Details

Issue Period : October 14, 2025 to November 11, 2025

Type of issue : Right issue

Type of specified securities : Equity shares

IPO Grading, if any : Not applicable

Issue size (in crore) : Rs.49.24 Crore

Note: Ashnisha Industries Limited issued 16,41,25,000 fully paid-up equity shares for cash at a price of Rs.3 per Rights Equity Share, including a share premium of Rs.2 per Rights Equity Share, for an amount of Rs.49.24 crore to the Eligible Shareholders in the ratio of 13 Rights Equity Shares for every 8 Fully paid-up Equity Shares held on the Record Date i.e. October 06, 2025.

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	Letter of offer CA certificate* Management certificate ICICI Bank Current Account statement Sample Invoices	The utilization during Q3FY26 is in line with the stated objects.	No Comments received
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	No deviation	Management certificate	Not applicable	No Comments received
Whether the means of finance for the disclosed objects of the issue have changed?	No change	Management certificate CA certificate*	No	No Comments received
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	Not Applicable	Not applicable as it is the first MA report	No Comments received
Whether all Government/ statutory approvals related to the object(s) have been obtained?	Approvals are under process for solar project	Management certificate	Approvals for solar project are under process.	No Comments received
Whether all arrangements pertaining to technical assistance/ collaboration are in operation?	Not applicable	Management certificate	Not applicable	No Comments received
Are there any favorable/ unfavorable events affecting the viability of these object(s)?	No such events.	Management certificate	No	No Comments received
Is there any other relevant information that may materially affect the decision making of the investors?	No	Management certificate	1. The solar power project cost of Rs.15 cr. for 1.5 MW AC Capacity (1.75 MW DC Capacity) plant is higher compared to industry standards and	1.The total project cost for the proposed Solar Power Plant has been determined after undertaking a comprehensive technical, commercial and financial evaluation and taking into consideration the quotations received. Accordingly, the Company affirms that the

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
			<p>returns are expected to be low</p> <p>2. Company has given advances for goods of Rs.20.50 cr. in Q3FY26 which is sizeable (~1.5 times of the average sales of the last three years ended FY25)</p> <p>3. The shareholding of promoters reduced from 17.35% as on September 30, 2025 to 6.61% as on December 31, 2025 as promoters and promoter group did not subscribe to the shares offered in the rights issue.</p>	<p>project cost is reasonable, commercially justified, and in line with the technical specifications and strategic objectives of the Company.</p> <p>2. The said advances were made to secure assured supply of goods at favourable pricing and terms, considering prevailing market conditions and anticipated business requirements. The management, exercising due diligence and sound commercial judgment, determined that such advances were necessary to safeguard procurement continuity and optimize cost efficiencies.</p> <p>3. The promoters did not participate / subscribed the shares offered under Rights issue to enhance public participation in the Company, to benefit the public at large.</p>

**Chartered Accountant certificate from GMCA and Co. dated February 4, 2026*

#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 –

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	To Fund Solar Power project	Letter of offer ICICI Current Account Statement CA certificate* Management certificate Sample Invoices	15.00	There is no revision in cost	The mentioned cost is towards solar power project capacity of 1.5 MW	No Comments received	No Comments received	No Comments received
2	To Meet Working Capital Requirement	Letter of offer ICICI Current Account Statement CA certificate* Management certificate Sample Invoices	23.00	There is no revision in cost	Nil	No Comments received	No Comments received	No Comments received
3	General Corporate Purpose	Letter of offer ICICI Current Account Statement CA certificate* Management certificate Sample Invoices	10.49	There is no revision in cost	Nil	No Comments received	No Comments received	No Comments received
4	Issue related expenses	Letter of offer ICICI Current Account Statement CA certificate* Sample Invoices Management certificate	0.75	There is no revision in cost	Nil	No Comments received	No Comments received	No Comments received
Total			49.24					

*Chartered Accountant certificate from GMCA and Co. dated February 04, 2026

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 utilized in Rs. Crore			Total unutilized amount as on Dec 31, 2025, 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	To Fund Solar Power Project	CA certificate* Management certificate ICICI Current Account Statement	15.00	-	7.67	7.67	7.33	During Q3FY26, AIL utilized total Rs 7.67 crore towards advance payment for Solar Power Project of 1.5 MW. Out of which Rs.7.5 cr. is towards advance payment of solar equipments and Rs.0.17 cr. towards site development. The amount utilized is transferred from escrow account to current account and subsequently expenses are incurred from current account. There are numerous other debits and credits in the said current account resulting in comingling of funds, and we have relied on company declaration and CA certificate to ascertain utilization of funds.	No Comments received	No Comments received
2	To Meet Working Capital Requirement	CA certificate* Management certificate ICICI Current	23.00	-	22.17	22.17	0.83	During Q3FY26, the company utilized Rs 22.17 crore majorly towards advance payment made for goods. The amount utilized is	No Comments received	No Comments received

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 utilized in Rs. Crore			Total unutilized amount as on Dec 31, 2025, 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
		Account Statement						transferred from escrow account to current account and subsequently expenses are incurred from current account. There are numerous other debits and credits in the said current account resulting in comingling of funds, and we have relied on company declaration and CA certificate to ascertain utilization of funds.		
3	General Corporate Purposes	CA certificate* Management certificate ICICI Current Account Statement	10.49	-	3.79	3.79	6.70	During Q3FY26, company utilized Rs 3.79 crore for general corporate purpose. The amount utilized is transferred from escrow account to current account and subsequently expenses are incurred from current account. There are numerous other debits and credits in the said current account resulting in comingling of funds, and we have relied on company declaration and CA certificate to ascertain utilization of funds.	No Comments received	No Comments received

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 utilized in Rs. Crore			Total unutilized amount as on Dec 31, 2025, 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 related expenses	CA certificate* Management certificate Sample invoices ICICI Current Account Statement	0.75	-	0.54	0.54	0.21	During Q3FY26, company utilized Rs. 0.54 crore towards rights issue related expenses.	No Comments received	No Comments received
Total			49.24	-	34.17	34.17	15.07			

*Chartered Accountant certificate from GMCA and Co. dated February 04, 2026

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	Current Account – ICICI Bank	15.07	Not Applicable	Not Applicable	Not Applicable	Not Applicable
	TOTAL	15.07				

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
To Fund Solar Power Project	FY26	Ongoing	-	No Comments received	
To Meet Working Capital Requirement	FY27	Ongoing	-	No Comments received	
General Corporate Purpose	FY27	Ongoing	-	No Comments received	
Right issue expenses*	-	Ongoing	-	No Comments received	

*The offer document does not specify the timeline for utilisation of funds towards issue expenses

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

Sr. No.	Item Head	Amount (in Rs. Cr.)	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors
1	Advance for new project development of solar power	2.00	Management Confirmation Bank Statement	Nil	No Comments received
2	Operating Expenses such as Salary, office expenses and so on	0.59	Management Confirmation Bank Statement	Nil	No Comments received
3	Advance paid for office renovation	0.20	Management Confirmation Bank Statement	Nil	No Comments received
4	Advance paid for land procurement	1.00	Management Confirmation Bank Statement	Nil	No Comments received
Total		3.79			

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

“The Net Proceeds will first be utilized for the each of the other objects as set out in this section. Subject to this, our Company intends to deploy any balance left out of the Net Proceeds towards general corporate purposes, as approved by our management, from time to time, subject to (i) such utilization for general corporate purposes not exceeding 25% of the Gross Proceeds, and (ii) the cumulative amount to be utilized for general corporate purposes and our object of ‘Funding of acquisitions of unidentified businesses for future growth and other business initiatives’ shall not exceed 35% of the Gross Proceeds, in compliance with SEBI ICDR Regulations.

Such general corporate purposes may include, but are not limited to, strategic initiatives such as expansion into new business lines and acquisitions, funding growth opportunities, strengthening marketing capabilities and brand building, rental and administrative expenses, meeting ongoing general corporate contingencies, employee and other personnel expenses, investments into our Subsidiaries, working capital requirements 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, 2013.”

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/ 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/ 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.