



05th May, 2026

To,
BSE Limited
Corporate Services Department
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400001
BSE Scrip Code: 512455

National Stock Exchange of India Limited
Corporate Communications Department
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai - 400051
NSE Symbol: LLOYDSME

Sub: Monitoring Agency Report under Regulation 32 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 32(6) of the Securities and Exchange Board of India (“SEBI”) (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Listing Regulations**”) read with Regulation 173A and 162A(2) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we have enclosed herewith Monitoring Agency Report for the quarter ended 31st March, 2026, issued by India Ratings and Research Private Limited and ACER Credit Rating Private Limited (“**Monitoring Agency**”), in respect of the utilization of proceeds raised through Qualified Institutional Placement and Preferential Issue of Warrants respectively by the Company.

The aforesaid Monitoring Agency Report has been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 05th May, 2026.

The same will also be available on the Company’s Website at www.lloyds.in.

The same may please be taken on record and suitably disseminated to all concerned.

Thanking you,
Yours Sincerely,
For Lloyds Metals and Energy Limited



Akshay Vora
Company Secretary

Encl.: As above.

Lloyds Metals and Energy Limited

R/O: Plot No: A 1-2, MIDC Area, Ghugus,
District Chandrapur – 442505, Maharashtra, India.
W www.lloyds.in | **E** investor@lloyds.in
CIN: L40300MH1977PLC019594

Corporate Office:

A-2, 2nd Floor, Madhu Estate, Pandurang Budhkar Marg,
Lower Parel (West), Mumbai – 400013, Maharashtra, India.
C/O No.: +91-22-62918111 | **R/O No.:** +91-8411965300

Date: 05th May 2026

To,

Lloyds Metals and Energy Limited.

A-2, 2nd Floor, Madhu Estate,

Pandurang Budhkar Marg, Lower Parel,

Mumbai – 400013.

Subject: Monitoring Agency Report for the quarter ended 31st March 2026 in relation to Qualified Institutions Placement (QIP).

Dear Sir,

Pursuant to Regulation 173A (2) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 (“SEBI ICDR Regulations”) and Monitoring Agency Agreement dated 4th July 2024, please find enclosed herewith the Monitoring Agency Report, as per Schedule XI of the SEBI ICDR Regulations towards utilization of proceeds of QIP, for the quarter ended March 31, 2026.

Request you to kindly take the same on records.

Thanking You,

For and on behalf of India Ratings & Research Private Limited

SHRIKANT
GANDHI DEV

Digitally signed by
SHRIKANT GANDHI DEV
Date: 2026.05.05
17:17:55 +05'30'

Name: Shrikant Dev

Designation: Company Secretary

Report of the Monitoring Agency (MA)

Name of the issuer: **Lloyds Metals and Energy Limited**

For quarter ended: **31st March 2026**

Name of the Monitoring Agency: **India Ratings & Research Private Limited**

(a) Deviation from the objects: No deviation from the objects.

Based on the Management undertaking and as per the Statutory Auditor Certificate dated 27th April 2026 issued by Todarwal & Todarwal LLP, Chartered Accountants (FRN – 111009W/W-100231) having UDIN 26032512ITFTNB7167* and other documents provided to us, no deviation from the objects has been observed. Also Refer Note 1,2 and 3 on page no. 6 & 7.

*The reference to the Statutory Auditor Certificate anywhere in the MA report refers to the said Certificate.

Please note that the Monitoring Agency report does not constitute a commentary on the quality of the objects of the issue, appropriateness or reasonableness of costs or spending by Lloyds Metal and Energy Limited against any objects / heads or assurance on outcome of such spending.

(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:

SHRIKANT GANDHI
DEV

Digitally signed by SHRIKANT
GANDHI DEV
Date: 2026.05.05 17:18:44 +05'30'

Name and designation of the Authorized Signatory: Shrikant Dev (Company Secretary)

Date: 05th May 2026.

1) Issuer Details:

Name of the issuer:	Lloyds Metals and Energy Limited (“The Company” or “LMEL”)
Names of the promoters*:	<ul style="list-style-type: none"> • Mukesh Rajnarayan Gupta • Rajesh Rajnarayan Gupta • Balasubramanian Prabhakaran • Madhur Rajesh Gupta • Ravi Agarwal • Shreekrishna Gupta • Abha Gupta • Renu Gupta • Dipti Akhil Mundhra • Priyanka Gupta • Babulal Agarwal • Thriveni Earthmovers Private Limited (TEMPL) • Lloyds Enterprises Limited (LEL) • Sky United LLP • Lloyds Metals and Minerals Trading LLP • Blossom Trade and Interchange LLP • Plutus Trade and Commodities LLP • Teamwork Properties Developments LLP • Crosslink Food and Farms Private Limited
Industry/sector to which it belongs:	Manufacturing of sponge iron and Iron ore Mining

*Source: Placement document.

2) Issue Details:

Issue Period:	4 th July 2024 to 9 th July 2024
Type of issue (public/rights):	Qualified Institutions Placement (QIP)
Type of specified securities:	1,75,00,000 Equity Shares of FV ₹ 1 each @ ₹ 696.00 per Equity Share.
IPO Grading, if any:	Not Applicable
Issue size:	INR 1,218.00 Crores

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?	No	Management undertaking, Statutory Auditor Certificate, Placement Document, Relevant Bank Statements.	Refer Note 1 and 2 on page no. 6	No Comments
Whether shareholder approval has been obtained in case of material deviations from expenditures disclosed in the Offer Document?	NA	Management undertaking, Statutory Auditor Certificate	NA	No Comments
Whether the means of finance for the disclosed objects of the issue has changed?	No	Management undertaking, Statutory Auditor Certificate	No Comments	No Comments
Is there any major deviation observed over the earlier monitoring agency reports?	No	NA	No Comments	No Comments
Whether all Government/Statutory approvals related to the object(s) have been obtained?	Yes	Management undertaking, Statutory Auditor Certificate	No Comments	No Comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Yes	Management undertaking, Statutory Auditor Certificate	No Comments	No Comments
Are there any favorable events improving the viability of these object(s)?	No	Management undertaking, Statutory Auditor Certificate	No Comments	No Comments
Are there any unfavorable events affecting the viability of the object(s)?	No	Management undertaking, Statutory Auditor Certificate	No Comments	No Comments
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	Management undertaking, Statutory Auditor Certificate	Refer Note 1,2 and 3 on page no. 6 & 7	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 Crores)	Revised Cost (INR Crores)	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason of Cost revision	Proposed financing option	Particulars of firm arrangements made
1	Setting up a 4 MTPA pellet plant at Konsari, Maharashtra	Management undertaking, Statutory Auditor	916.13	NA*	Refer Note 2 on page no. 6	NA	NA	NA
2	General Corporate Purposes	Certificate, Placement	285.55	NA	NA	NA	NA	NA
3	Issue related expenses	Document, Relevant Bank Statements.	16.32	NA	NA	NA	NA	NA
	TOTAL		1,218.00					

*The cost of the project is funded partly by QIP Proceeds and Partly by Own/internal Source. While the entire allocated QIP Proceeds for the project is utilized towards cost of the project, there is an overall cost overrun for the project from INR 1,625 Crores (exclusive of taxes) to INR 2,236 Crores (exclusive of taxes). The overall project cost of INR 2,236 Crores has been validated by Independent Chartered Engineer (ICE) vide certificate dated 19th March 2026. We have relied upon the same. Please also refer to note 2 on page no. 6.

ii. Progress in the object(s) –

Sr. No.	Item Head	Source of information/certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document (INR Crores)	Amount Utilized (INR Crores)			Total unutilized amount (INR Crores)	Comments of the Monitoring Agency	Comments of the 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	Setting up a 4 MTPA pellet plant at Konsari, Maharashtra	Management undertaking, Statutory Auditor Certificate, Placement	916.13	909.94	6.19 [^]	916.13	-	Refer Note 1,2 & 3 on page no. 6 and 7	No Comments	No Comments
2	General Corporate Purposes	Document, Relevant	285.55	285.55	-	285.55	-	No Comments	No Comments	No Comments

3	Issue related expenses	Bank Statements.	16.32	15.91	0.08	15.99	0.33	No Comments	No Comments	No Comments
	TOTAL		1,218.00	1,211.39	6.27	1,217.67*	0.33	Refer*		

^This includes INR 0.26 Crores paid to related party Techno Industries Private Limited.

** Please note that the Monitoring Agency report does not constitute a commentary on the quality of the objects of the issue, appropriateness or reasonableness of costs or spending by Lloyds Metal and Energy Limited against any objects / heads or assurance on outcome of such spending. Further, utilization of issue proceeds is considered once payment is done to the vendors (whether related parties or otherwise). MA does not verify the utilization done by such vendors (whether related parties or otherwise).*

Below is the brief description of the objects as mentioned in the Placement Document:

“Details of the Objects

1. Setting up a 4 MTPA pellet plant at Konsari, Maharashtra (“Konsari Project”);

As of the date of this Placement Document, our Company operates a sponge iron manufacturing plant at Konsari, Maharashtra and has the mining lease rights for the Surjagarh Mining Complex. In accordance with our business strategies and growth plans to achieve forward integration, we propose to set up a 4.00 MTPA pellet plant at Konsari, Maharashtra along with an iron ore and grinding unit, primarily for the production of blast furnace and DRI grade pellets.

We will also be setting up an iron ore and grinding unit as part of the Konsari Project. The iron ore pellets produced may be sold by us as well as utilised by our existing sponge iron manufacturing plants.

Our Board of Directors at their meeting held on April 25, 2023 have approved the proposed Konsari Project.

As part of setting up of the pellet plant, we will incur expenditure towards land and site development, building and civil work, plant and equipment, utilities and services, engineering, consultancy, project management and others.

2. General Corporate Purposes

Our Company proposes to deploy the balance Net Proceeds, aggregating to ₹ 285.55 crore, towards general corporate purposes, subject to such utilisation not exceeding 25% of the Gross Proceeds, in compliance with the SEBI ICDR Regulations, the circular bearing reference no. NSE/ CML/2022/56 dated December 13, 2022, issued by NSE and circular no. 20221213-47 dated December 13, 2022, issued by BSE. The general corporate purposes for which our Company proposes to utilise Net Proceeds include, without limitation, funding growth opportunities, business development initiatives, meeting expenses incurred in the ordinary course of business and towards any exigencies or any other purpose, subject to compliance with applicable law, including provisions of the Companies Act.”

Note 1: The QIP Placement Document on page no. 74 under “Other confirmations” in the Chapter “Use of Proceeds” states “neither our Promoters or our Promoter Group nor our Directors shall receive any proceeds from the Issue, whether directly or indirectly”. However, it is observed that, out of the QIP Proceeds received by the company in July’24, the company has paid INR 384.05 Crores and INR 98.26 Crores to related parties Lloyds Infrastructure & Construction Limited (LICL) and Lloyds Engineering Works Limited (LEWL) respectively against the objects. Further as per the details received, we also observed that, during the period Jul’24 to Sep’24, LICL has further paid INR 196.61 Crores to promoter of the company, i.e. Thriveni Earthmovers Pvt Ltd (against work order which is sub contracted by LICL to TEMPL for the pellet plant project of the company) and INR 78.44 Crores (net) to Pragya Realty Developers Pvt Ltd (PRDPL) who also has transactions with other group companies/promoters including M/s. Lloyds Enterprises Limited (LEL is promoter of the company. Further, prior to FY 2022 PRDPL was holding more than 10% shares of LEL).

Further, Post QIP issue, in Sep’24 the company raised equity funds through preferential allotment of convertible warrants wherein the two promoter entities, M/s. Sky United LLP (partnership firm where 88% share is of TEMPL) and LEL infused INR 194.25 Crores each. As the company is unable to provide further details of these two promoter entities, we are unable to comment whether the funds infused by these two entities in the preferential issue of the Company in Sep’24 aggregating to INR 388.50 Crores is not from the QIP issue proceeds. However, we have been provided with the management declarations that the funds infused by promoter entities is not from the QIP proceeds. The promoter of the company (TEMPL) has indirectly received INR 196.61 Crores from the QIP issue proceeds, which is contrary to the affirmation in the placement document that “neither our Promoters or our Promoter Group nor our Directors shall receive any proceeds from the Issue, whether directly or indirectly”. We are unable to comment whether any other QIP proceeds are indirectly received by any of the promoter/promoter group entities as the company is unable to provide details pertaining to other entities.

Note 2: During the previous quarter, the company had informed us that there is cost overrun with respect to the 4 MTPA pellet plant project at Konsari (object). The estimated project cost as per Detailed project report quoted in the Placement Document (PD) is INR 1,625 Crores (exclusive of tax) and the actual cost capitalized is INR 2,236 Crores (exclusive of taxes). The Company has obtained an Independent Chartered Engineer (ICE) certificate for validation and confirmation of the revised and actual project cost incurred up to capitalization. The amount capitalized is exclusive of tax but utilization from the issue proceeds is inclusive of tax since the cost disclosed in the placement document is inclusive of tax.

The Company has paid INR 432.61 Crores to related parties for pellet plant project from QIP issue proceeds. Based on the information shared, we are unable to identify the exact area/component of Pellet plant where cost overrun has happened and hence we are also unable to comment whether the cost overrun is on account of the payments made to related parties or to other vendors. However, we have been provided with the management representation that work/scope of work given to related parties is not the same as that given to other vendors and the cost overrun is not on account of the same.

It is observed that the company does not have proper documents/agreements mentioning detailed scope of work and delivery timelines/extension of delivery timelines with respect to the purchase orders given to related parties.

Note 3:

- i) During the period from Aug'24 till Sep'25 the company has invested in and redeemed ICD's (invested from the proceeds of QIP as well as preferential issue) of Pune IT Space Solutions Pvt Ltd ("PISSPL" Director - Mr. Om Hari Mahabir Prasad Halan) on multiple dates. The average daily investment lying with PISSPL during the said period is approx. INR 68 Crores while the total balance sheet size of PISSPL as on FY 24 is INR 63 Crores and turnover for FY 24 is INR 9.67 Crores. As on Apr'26, PISSPL has not filed the Financial Statement of FY 25 with MCA. The ICD agreement with PISSPL states that the borrowed funds to be used for the purpose of business only. As per ICD agreement, the borrower is engaged in the business of renting of immovable property services, Works Contract Services, construction of residencies complex, Manpower, security & detective agencies, etc. Prima-facia the quantum of amount invested out of issue proceeds does not seem to be commensurate with the business operations of the borrower. We have been provided with the management representation that funds transferred to said entity is not further transferred to other group companies. Further, interim use of QIP/Preferential issue proceeds for investments in ICD's of PISSPL/Halan Finance is approved by Investment Committee authorized by the board. Till 30th Sep'25, the total payments (from QIP/preferential issue) at different dates made by the company under ICD to Halan Finance/PISSPL is INR 841.00 Crores which are subsequently repaid at different dates. Till 30th Sep'25, the company also has paid from QIP/preferential issue INR 1,126.63 Crores (including advance payments for the objects) to various related parties. The company has provided us with the management representation that the INR 841.00 Crs received by the company as redemption of above ICDs is not from the payments of INR 1,126.63 Crores made to the related parties from the QIP/preferential issue proceeds.
- ii) During the period from 31st July'24 to 19th Sep'24 (prior to the allotment of tranche II of preferential issue of convertible warrants), the company temporary invested a part of QIP proceeds and a part of preferential issue proceeds (from allotment of tranche I) aggregating to INR 87.00 Crores in the ICD of "Halan Finance". Subsequently on 23rd Sep'24, Mr. Om Hari Mahabir Prasad Halan (Proprietor of Halan Finance) infused INR 54.39 Crores for allotment of convertible warrants (tranche II). Afterwards between 24th Sep'24 to 27th Sep'24, the company received realization of ICD of INR 57 Crores from Halan Finance and the closing balance of ICD as on 30th Sep'24 is INR 30 Crores.
- iii) Some of the external entities (PRDPL) are having two-way transactions like Loan given/loan taken/purchases etc. amongst LMEL and/or its group Companies. In absence of information of these entities, we have been provided with the management representation that the interim investments or transaction with those entities are not used for the benefit of group companies/promoters.
- iv) We have been provided with the management representation that the infusion of funds by promoters/promoters group of LEWL and LEL in respective companies' rights issue is directly or indirectly not from QIP proceeds.

iii. Deployment of unutilized issue proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (INR Crores)	Maturity date	Earnings (INR Crores)	Return on Investment (%)	Market Value as at the end of the quarter (INR Crores)
1	Closing Balance lying in ICICI Bank ac no. 006105033368	0.33	-	-	-	-
2	Closing Balance lying in ICICI Bank ac no. 006105033369	0.01	-	-	-	-
	Total	0.34*				

*This includes INR 0.01 Crores pertaining to return on investment matured.

iv. Delay in implementation of the object(s)

Object(s)	Completion Date		Delay (no. of days/m onths)	Comments of the Board of Directors	
	As per the Offer Document	Actual		Reason of Delay	Proposed Course of action
Setting up a 4 MTPA pellet plant at Konsari, Maharashtra	Fiscal 2025	Completed by 30 th March 2026	NA	NA	NA
General Corporate Purposes	Fiscal 2025	By 30 th Sep'24	NA	NA	NA

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

Sr. No.	Item Head	Amount (INR Crores)	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
Not Applicable, as during the quarter NIL amount is utilized towards GCP					

Disclaimers:

The MA Report is prepared by India Ratings. India Ratings 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.

India Ratings declare that the MA Report is based on the format prescribed by the SEBI (ICDR) Regulations, 2018. This declaration forms part of and applies to each MA Report that is issued by India Ratings. The MA Report does not constitute an offer of services. Access or use of any MA Report does not create a client relationship between India Ratings and the Applicant or between India Ratings and User of the report.

This Report has to be seen in its entirety; the selective review of portions of the Report may lead to inaccurate assessments.

Please note that the information presented in the MA Report is based solely on the review of the requisite information, documents, papers, statements received from the Company with regard to the use of the Issue Proceeds including the status of implementation of the activities proposed to be funded out of the Issue proceeds as stated in the Prospectus. India Ratings has not verified any source of information such as invoices, ledgers or payment receipts and other documents either in normal course or in case of deviations from the objects, as the same is the duty of the management and the statutory auditors. India Ratings has relied in good faith and without any liability, upon the contents thereof. The user of the MA Report should understand that India Ratings 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. Ultimately, the issuer and its advisers are responsible for the accuracy of the information they provide to India Ratings. In issuing the MA Report, India Ratings may rely on the representations and certifications from the issuer and experts, including statutory auditors with respect to financial statements, attorneys with respect to legal and tax matters and other entities considered reliable by India Ratings. The Company shall be solely responsible and liable for any omission, commission, errors and misrepresentations in the contents of the Information provided to India Ratings. India Ratings disclaims any liability arising out of the contents of the information provided by the Company and in no event shall be held liable to anyone for any damages or claims arising out of such information.

India Ratings may rate the Company or any debt instruments or facilities issued or proposed to be issued by the Company that is subject matter of the MA Report.

As India Ratings have only acted in the capacity of a monitoring agency, the MA Report does not, in any way, constitute an opinion regarding securities, expressed in the form of standard symbols or in any other standardized manner and does not include any qualitative and quantitative assessment of the probability of default on payment of interest and principal on a debt instrument. The content of the MA Report does not constitute any recommendation to buy, hold or sell any securities. The MA Report does not comment on the quality of the objects of the issue, reasonableness of costs or spending by the issuer against any objects / heads or assurance on outcome of such spending, the adequacy of market price or market liquidity, suitability of any security for an investor. The MA Report does not provide to any party any financial advice, or legal, auditing, accounting, appraisal, valuation or actuarial services and should not be viewed as a replacement for such advice or services.

The issuance of the MA Report by India Ratings shall not constitute consent by the agency to use its name as an expert in connection with any registration statement, offering document or other filings under any relevant securities laws.

India Ratings is neither construed to be nor acting under the capacity or nature of an 'expert' as defined under Section 2(38) of the Companies Act, 2013. It is issuing the MA Report solely in the capacity of a monitoring agency and that the same shall not be construed to be an opinion of an expert, as it relies on certificates, confirmations and representations of reliable stakeholders such as auditors, banks and others.



Monitoring Agency Report

Name of the issuer: **M/s Lloyds Metal & Energy Ltd**

For quarter ended: **31 March 2026**

Name of the Monitoring Agency: **ACER Credit Rating Private Limited**

- a) **Deviation from the objects:** No deviation from stated objects has been noted.
- b) **Range of Deviation:** Not Applicable
- c) **Any other material fact to be highlighted:** Deployment of unutilized proceeds in ICDs of private limited companies.

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 may have been 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: **Anupam**

Designation: **Sr Analyst**





1. Issue Details

Name of the Issuer	M/s Lloyds Metals and Energy Ltd
Name of the Promoter	Sh. Ravi Babulal Agarwal Sh. Mukesh Rajnarayan Gupta Smt. Renu Rajesh Gupta Smt. Abha Gupta Sh. Rajesh Rajnarayan Gupta Sh. Madhur Rajesh Gupta Smt. Priyanka Rajesh Gupta Sh. Shreekrishna Mukesh Gupta Sh. Balasubramanian Prabhakaran Smt. Dipti Akhil Mundhra Sh. Babulal Agarwal M/s Lloyds Enterprises Limited M/s Thriveni Earthmovers Private Limited M/s Crosslink Food and Farms Private Limited M/s Lloyds Metals & Minerals Trading LLP M/s Blossom Trade & Interchange LLP M/s Sky United LLP M/s Plutus Trade and Commodities LLP M/s Teamwork Properties Developments LLP
Industry/ Sector to which it belongs	Manufacturing of sponge Iron & Iron Ore Mining

2. Issue Details

Issue Period	13 th September 2024 to 24 th September 2024
Type of specified securities	4,00,00,000 Convertible Warrants (each convertible into one equity share of face value of Rs. 1/-) of face value of Rs 1/- issued at price of Rs. 740.00.
Type of issue (public/rights)	Preferential Issue
IPO Grading, if any	Not Applicable
Issue size (in crore)	Rs 2,960.00 crores*

*It is the total issue size. However, 3,67,95,000 convertible warrants are subscribed. The actual subscription of the convertible warrants and the amount received by the company as on 31.03.2026 is as below:

Securities	Nos	Rate	Value (Amt in cr.)
Convertible Share Warrants having face value of Rs. 1/-	3,67,95,000	740.00	2,722.83
Total	3,67,95,000	NA	2,722.83





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

(Give item by item description for all the objects, as well as for the sub-heads (if any) given under objects, stated in the offer document separately in following format)

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	^Chief Financial Officer (CFO)/ Management undertaking, ^^Statutory Auditor Certificate Notice to Shareholder for EGM along with Corrigendum, Relevant Bank Statement	No deviation from stated objects has been noted. Exception pertains to deployment of unutilized proceeds in ICDs of private limited companies.	No Comment
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	NA		NA	No Comment
Whether the means of finance for the disclosed objects of the issue has changed?	Yes		As per Note below	No Comment
Is there any major deviation observed over the earlier monitoring agency reports?	No		No Comment	No Comment
Whether all Government/ statutory approvals related to the object(s) have been obtained?	Yes	^Chief Financial Officer (CFO)/ Management undertaking	No Comment	No Comment
Whether all arrangements pertaining to technical assistance/ collaboration are in operation?	Yes		No Comment	No Comment
Are there any favorable events improving the viability of these object (s)?	No		No Comment	No Comment
Are there any unfavorable event affecting the viability of the object(s)?	No		No Comment	No Comment
Is there any other relevant information that may materially affect the decision making of the investors?	No		No Comment	No Comment

*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.





^ Chief Financial Officer (CFO)/ Management undertaking dated 20th April 2026.

^^ Statutory Auditor Certificate dated 27th April 2026 issued by Todarwal & Todarwal LLP, Chartered Accountants having UDIN 26032512HXQQLS6576.

Note: LMEL has issued 4,00,00,000 share warrant out of which 3,67,95,000 Share Warrants were subscribed. Resultantly, the received issue proceeds reduced to Rs. 2,722.83 crore. Management undertakes that the Objects of the issue will be completed by compensating the shortfall from internal accruals.

4. Details of objects to be monitored:

i. Cost of objects –

(Give item by item description for all the objects, as well as for the sub-heads (if any) given under objects, stated in the offer document separately in following format)

Sr. No	Item Head	Source of information / Certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document)	Cost on account of undersubscription*	Revised Cost	Comments of the Monitoring Agency	Amount in Rs. crores		
							Comments of the Board of Directors	Reason for cost revision	Proposed financing option
1	Funding capital expenditure for increasing the capacity of our existing sponge iron manufacturing plant and power plant at Ghugus, Chandrapur	Management undertaking, Statutory Auditor Certificate, Notice to Shareholder for EGM along with Corrigendum, Relevant Bank Statement	777.00	714.74	NA	NA	NA	Internal Accruals**	Not Applicable
2	Funding of capital expenditure for setting-up of 1 X 4 MTPA Pellet Plant at Konsari, Gadhchiroli		1443.00	1327.38	NA	As per note			
3	General Corporate Purpose		740.00	680.71	NA	No Comment			
Total Gross proceeds			2,960.00	2,722.83					

*On account of lower subscription of the issue, the company has proportionally reduced the allocation from all the objects.

** As per Chief Financial Officer (CFO)/ Management undertaking, shortfall arising from lower subscription of preferential share warrants will be met through internal accruals.

Note: While project is still under implementation, the original cost as estimated and disclosed in the notice to the shareholders for EGM was Rs. 2,095 crores against which as on Nov 2025 the company has issued purchase order worth approx. Rs. 2,431 crores. Management has stated that the cost shown in the offer document is excluding GST, But POs were issued including GST and will bear the implication of the GST Cost from Internal Sources.





ii. Progress in the objects –

(Give item by item description for all the Objects stated in the Offer Document in the following format)

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document	Amount on account of under subscription	Amount utilized			Total unutilised amount	Comments of the Monitoring Agency	Rs. In crores	
					As at beginning of the quarter	During the quarter	At the end of the quarter			Comments of the Board of Directors	
										Reason for idle funds	Proposed course of action
1	Funding of Capital Expenditure for expansion of DRI Plant and power plant Ghugus, Chandrapur	Management Undertaking, Statutory Auditor Certificate, Notice to Shareholder EGM, Relevant Bank statement	777.00	714.74	363.89	19.92	383.81	330.93	Refer Notes Below	No Comment	
2	Funding of capital expenditure for expansion of pellets capacity by setting up an additional 1 X 4MTPA Pellet Plant at Konsari, Ghadchiroli.		1443.00	1327.38	478.17	543.25#	1021.42	305.96		No Comment	
3	General Corporate Purpose		740.00	680.71	247.30	433.39\$	680.69	0.02		No Comment	
Total			2,960.00	2,722.83	1089.37	996.56	2085.93	636.91			

Include Rs. 8.85 crores (Lloyds Engineering Works Ltd), Rs. 237.60 crores (Lloyds Infrastructure & Construction Limited), Rs. 113.39 crores (Metalfab Hitech Pvt Ltd) and Rs. 0.49 crores (Techno Industries Pvt Ltd) paid to related parties.

\$ Include Rs. 34.00 crores (Thriveni Transport & Logistics Pvt Ltd), Rs. 19.60 crores (Lloyds Infrastructure & Construction Limited) and Rs. 0.06 crores (Techno Industries Pvt Ltd). paid to related parties.





Note 1: Below is the brief description of the objects as mentioned in the notice of the shareholders for EGM.

(i) Funding capital expenditure for increasing the capacity of existing sponge iron manufacturing plant and power plant at Ghugus, Chandrapur.

Company operates a sponge iron manufacturing plant with an installed capacity of 0.27 MTPA at Ghugus, Chandrapur. It proposes to increase the sponge iron manufacturing capacity by an additional 0.36 MTPA, which will include setting up of two rotary kilns of 500 TPD each producing 180,000 TPA of Sponge Iron, totalling to 360,000 TPA along with related accessories including waste heat power generating units and related facilities. The Company also plans to set-up an additional DRI capacity which will utilize more than 1 million Tonnes of Pellets.

Board of Directors, at their meeting held on 25th April 2023 and 23rd October 2023, had approved capital expenditure of Rs. 1,165 Crore for the proposed expansion at the Ghugus manufacturing plant. The land on which capacity expansion of existing sponge iron manufacturing plant at Ghugus, Chandrapur, situated at A 1-2, MIDC Area Ghugus, Chandrapur-442505, Maharashtra, India which has been leased to the Company for a period of 95 years from MIDC, beginning from 1994.

(ii) Funding of capital expenditure for setting-up of 1 X 4 MTPA Pellet Plant at Konsari, Gadchiroli.

The Company is setting up a 1 X 4 million Tonnes per annum pellet plant at its Konsari Plant location. The company intends to expand its pellet capacity by further setting up of a 1 X 4 million Tonnes per annum pellet plant at its Konsari Plant location. The annual requirement of the entire 8 million Tonnes per annum Pelletization plant will require Iron Ore fines which will be supplied by slurry pipeline from the Surjagarh Iron Ore Mines of the Company. The CAPEX entailed for the erection of the 2nd 4 million tonnes per annum Pellet Plant at Konsari is Rs. 2,095 Crores. The Board of Directors of the Company have approved the expansion plan in their Meeting held on 08th December, 2023.

(iii) General Corporate Purpose: The funds will be used for general corporate purpose.

Note 2: On 13th March 2026, LMEL has received Rs. 101.01 crore from Sh, Om Hari Mahabir Prasad Halan as subscription amount of Preferential Share Warrants. Subsequently, on 17th March to 23rd March 2026, LMEL has invested in ICD of Pune IT Space Solutions Private Ltd to the tune of Rs.475.00 crores from unutilized proceeds of the issue. Sh, Om Hari Mahabir Prasad Halan is one of the Director in the Pune IT Space Solutions Private Ltd. The total balance sheet size of the investee company, as on FY 24, is itself Rs. 63.00 Crores and turnover for FY 24 is INR 9.67 Crores. The ICD agreement with Investee Company states that the borrowed funds to be used for the purpose of business only. As per ICD agreement, the borrower is engaged in the business of renting of immovable property services, Works Contract Services, construction of residencies complex, Manpower, security & detective agencies, etc.





Note 3: Majority of the payments were in nature of Advance payments to Vendors against Performa Invoices/ Purchase orders. Tax Invoices are yet to be issued in such cases. As informed by the Management, it is of the view that to expedite the project work, Advance payments to vendors are required.

iii. Deployment of unutilized proceeds:

(Rs in crores)

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	Inter Corporate Deposit (ICD) – JBCG Advisory Services Private Limited	7.00	15 th April 2026	3.20	16.00%	-
2	Inter Corporate Deposit (ICD) – Pune IT Space Solutions Private Limited	475.00	31 st March 2027	3.36	12.00%	-
3	FDR with HDFC Bank A/c No 50301209095694	4.43	31.08.2026	5.26	6.15%	-
4	FDR with HDFC Bank A/c No 50301279085232	81.10	26.01.2027		6.35%	-
5	FDR with HDFC Bank A/c No 50301324176480	81.18	07.04.2027		7.20%	-
Total		648.71*		11.82		

*Inclusive of Rs. 11.82 crores as cumulative Return on Investment (Net of TDS).

Note: LMEL has placed investments in Inter-Corporate Deposits of JBCG Advisory Services Private Limited (Rs 7.00 crores) and Pune IT Space Solutions Private Limited (Rs.475.00 crores). The investment was approved by Investment Committee of LMEL vide approval document dated 14th October 2024 and 13th March 2026.

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
Funding of Capital Expenditure for expansion of DRI Plant and power plant Ghugus, Chandrapur	FY 2024-25	Completed	Note 1	No Comment	
Funding of capital expenditure for expansion of pellets capacity by setting up an additional 1 X 4MTPA Pellet Plant at Konsari, Ghadchiroli.	FY 2025-26 & 2026-27	Ongoing	NA	No Comment	
General Corporate Purpose	FY 2024-25, 25-26 & 2026-27	Completed	NA	No Comment	

*The above timeline represents the schedule for deployment of net proceeds as mentioned in the notice to the shareholders.





Note 1: Delay of more than 9 months w.r.t. deployment of funds. However, as informed by the management, DRI Plant & Power Plant is completed. Capitalization Certificate from Chartered engineer is provided by the Management.

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

Amount in Rs. Crore

Sr. No	Item Head	Utilized amount		Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors
		Q4 (25-26)	Cumm.			
1.	Funding Capital Expenditure and other day to day expenses	433.39*	680.69	Management Undertaking, Statutory Auditor Certificate, Notice to Shareholder EGM, Relevant Bank statement	No Comment	No Comment

*Rs. 19.60 crores paid to Lloyds Infrastructure & Construction Ltd, Rs. 34.00 crore paid to Thriveni Transport & Logistic Pvt Ltd, Rs. 0.06 crore to Techno Industries Pvt Ltd.





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