



15<sup>th</sup> May, 2024

**The Manager,  
Listing Department,  
National Stock Exchange of India Ltd,  
Exchange Plaza,  
Plot No. – C – 1, G Block,  
Bandra – Kurla Complex,  
Bandra (East),  
Mumbai – 400051  
NSE Code – JGCHEM**

**The General Manager,  
Department of Corporate Services,  
BSE Ltd.,  
1st Floor, New Trading Ring,  
Rotunda Building,  
P.J. Towers,  
Dalal Street, Fort,  
Mumbai – 400001  
BSE Code – 544138**

**Sub.: Disclosure under Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Monitoring Agency Report for the quarter ended March 31, 2024**

Dear Sir / Ma'am,

Pursuant to Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, Regulation 41 of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, we are enclosing herewith the Monitoring Agency Report dated May 7<sup>th</sup>, 2024, issued by ICRA Limited, Monitoring Agency, for the quarter ended March 31, 2024 in respect of utilisation of proceeds of the Initial Public Offer of the Company.

This disclosure will also be hosted on the Company's website viz. [www.jgchem.com](http://www.jgchem.com).

Kindly take the same on record.

Thanking you,

Yours faithfully,

For **J.G.Chemicals Limited**

**Swati Poddar  
Company Secretary and Compliance Officer**

Encl.: as Above

**J. G. Chemicals Limited**

(An ISO 9001, 14001, 45001 CERTIFIED COMPANY)

Adventz Infinity@5, Unit No. 1511, Street No. 18, BN Block, Sector – V, Salt Lake City, Kolkata – 700 091, India,

Phone: +91 33 4415 0100

Email: [cs@jgchem.com](mailto:cs@jgchem.com) | Web: [www.jgchem.com](http://www.jgchem.com)

Mfg. of: "LUXMI" BRAND ZINC OXIDE<sup>(UR)</sup>

**CIN: L24100WB2001PLC093380**

## MONITORING AGENCY REPORT

**Name of the Issuer:** J.G. Chemicals Limited

**For quarter ended:** March 31, 2024

**Name of the Monitoring Agency (MA):** ICRA Limited

**(a) Deviation from the objects of the issue:**

No deviation - the utilization of the issuance proceeds is in line with the objects of the issue.

**(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 we do not perceive any conflict of interest in such relationship/ interest while monitoring and reporting the utilization of the issue proceeds by the issuer. 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:**

PARUL  
GOYAL  
NARANG

Digitally signed  
by PARUL  
GOYAL NARANG  
Date: 2024.05.07  
10:01:48 +05'30'

Parul Goyal Narang  
Vice President & Head- Process Excellence

Analyst: Tiyaasha Dey

QA: Adrita Sadhukhan/Dhwani Vinchhi

**1. Issuer Details****Name of the Issuer:** J.G. Chemicals Limited**Name(s) of the promoters:**

Promoters
Suresh Jhunjhunwala
Anirudh Jhunjhunwala
Anuj Jhunjhunwala

Source: BSE

**Industry/ sector to which it belongs:** Speciality Chemicals**2. Issue Details****Issue Period:** Opening date- March 05, 2024

Closing date- March 07, 2024

**Type of Issue:** Initial Public Offer**Type of specified securities:** Equity shares**IPO Grading, if any:** No credit rating agency registered with SEBI has been appointed in respect of obtaining grading for the offer.**Issue Size (Rs. Crore): 251.190**

With OFS portion: INR 251.190 Crore; Excluding OFS portion: INR 165.000 Crore.

Net proceeds as per Prospectus: INR 149.324 Crore (Excluding Issue Related Expenses)

**Note:** ICRA will be monitoring INR 165.000 crore in Q4 FY2024

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

Particulars	Reply	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors
Whether all utilization is as per the disclosures in the Offer Document?	<b>Yes</b>	-Peer reviewed CA Certificate -Confirmation from management -Bank statement of the proceeds account	No deviation observed.	
Whether shareholder approval has been obtained in case of material deviations <sup>#</sup> from expenditures disclosed in the Offer Document?	<b>No</b>	As confirmed by the Issuer's management	No comments	
Whether the means of finance for the disclosed objects of the issue has changed?	<b>No</b>	As confirmed by the Issuer's management	No comments	
Is there any major deviation observed over the earlier monitoring agency reports?	<b>Not Applicable</b>	No deviation observed.	No comments	
Whether all Government/ statutory approvals related to the object(s) have been obtained?	<b>No</b>	As confirmed by the Issuer's management	Government and statutory approvals are pending as operations related to civil/construction/R&D yet to be commenced	
Whether all arrangements pertaining to technical assistance/ collaboration are in operation?	<b>Not Applicable</b>	As confirmed by the Issuer's management	No comments	
Are there any favorable events improving the viability of these object(s)?	<b>No</b>	As confirmed by the Issuer's management	As understood from the Issuer's management	
Are there any unfavorable events affecting the viability of the object(s)?	<b>No</b>	As confirmed by the Issuer's management	As understood from the Issuer's management	
Is there any other relevant information that may materially affect the decision making of the investors?	<b>No</b>	As confirmed by the Issuer's management	As understood from the Issuer's management	

<sup>#</sup> Where material deviation is defined to mean:

(a) Deviation in the objects or purposes for which the funds had been raised.

(b) Deviation in the amount of funds utilized by more than 10% of the amount specified in the offer document.

**4. Details of the object(s) to be monitored.**
**(i) Cost of object(s)**

S.N.	Item Head	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Original cost (as per the offer document) [Rs. Crore]	Revised cost [Rs. Crore]	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors		
						Reason for cost revision	Proposed financing option	Particulars of firm arrangements made
1	<i>Investment in Material Subsidiary, viz. BDJ Oxides</i>							
(i)	<i>repayment or pre-payment, in full or in part, of all or certain borrowings availed by Material Subsidiary</i>	<i>Prospectus</i>	<i>25.000</i>	<i>Not Applicable</i>	<i>No Comments</i>			
(ii)	<i>funding capital expenditure requirements for setting up of R&amp;D Centre</i>	<i>Prospectus</i>	<i>6.058</i>	<i>Not Applicable</i>	<i>No Comments</i>			
(iii)	<i>funding its long-term working capital requirements</i>	<i>Prospectus</i>	<i>60.000</i>	<i>Not Applicable</i>	<i>No Comments</i>			
2	<i>Funding long-term working capital requirements of Company</i>	<i>Prospectus</i>	<i>35.000</i>	<i>Not Applicable</i>	<i>No Comments</i>			
3	<i>General corporate purposes</i>	<i>Prospectus</i>	<i>23.266</i>	<i>Not Applicable</i>	<i>No Comments</i>			
<b>Total</b>			<b>149.324</b>	<b>-</b>				

**(ii) Progress in the object(s)**

S.N.	Item Head	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Amount as proposed in the offer document [Rs. Crore]	Amount utilized [Rs. Crore]			Total unutilized amount [Rs. Crore]	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors	
				As at the beginning of the quarter	During the quarter	At the end of the quarter			Reasons for idle funds	Proposed course of action
1	<i>Investment in Material Subsidiary, viz. BDJ Oxides</i>									
(i)	<i>repayment or pre-payment, in full or in part, of all or certain borrowings availed by Material Subsidiary</i>	<i>-Peer reviewed CA Certificate -Bank statement of the proceeds account -Prospectus</i>	25.000	-	25.000	25.000	Nil	No comments		
(ii)	<i>funding capital expenditure requirements for setting up of R&amp;D Centre</i>	<i>Same as above</i>	6.058	-	-	-	6.058	No comments		
(iii)	<i>funding its long-term working capital requirements</i>	<i>Same as above</i>	60.000	-	-	-	60.000	No comments		
2	<i>Funding long-term working capital requirements of Company</i>	<i>Same as above</i>	35.000	-	-	-	35.000	No comments		
3	<i>General corporate purposes</i>	<i>Same as above</i>	23.266	-	-	-	23.266	No comments		
<b>Total</b>			<b>149.324</b>	<b>-</b>	<b>25.000</b>	<b>25.000</b>	<b>124.324</b>			

**(iii) Deployment of unutilized proceeds**

S.N.	Type of instrument and name of the entity invested in	Amount invested [Rs. Crore]	Maturity date	Earning [Rs. Crore]	Return on Investment [%]	Market Value as at the end of quarter* [Rs. Crore]
1.	Fixed Deposit (No. 50300942103400) with HDFC Bank Ltd	50.000	August 12, 2024	0.182	7.40%	50.182
2.	Fixed Deposit (No. 50300942039421) with HDFC Bank Ltd	50.000	August 12, 2024	0.182	7.40%	50.182
3.	Fixed Deposit (No. 50300942040589) with HDFC Bank Ltd	23.000	April 27, 2024	0.069	5.75%	23.069
4.	Public Issue Escrow A/c Balance as on 31.03.2024	18.867#	-	-	-	18.867
<b>Total</b>		<b>141.867</b>		<b>0.433</b>		<b>142.300</b>

Source: As certified by S. Jaykishan

\*Market Value including interest accrued till 31.03.2024

#The estimated Issue related expenses as per the prospectus stood at INR 15.676 Crore. However, the company has utilised INR 7.303 Crore as on 31<sup>st</sup> March 2024. Hence, the unutilised amount of INR 8.373 Crore and unpaid OFS portion of INR 9.170 crore is parked in Public issue account.

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

Object(s)	Completion date		Delay [Number of days or months]	Comments of the Issuer's Board of Directors	
	As per the offer document	Actual <sup>^</sup>		Reason for delay	Proposed course of action
<i>Investment in Material Subsidiary, viz. BDJ Oxides:</i>					
<i>i. repayment or pre-payment, in full or in part, of all or certain borrowings availed by Material Subsidiary;</i>	<b>FY25</b>	<b>On Schedule</b>	NA		
<i>ii. funding capital expenditure requirements for setting up of R&amp;D Centre;</i>	<b>FY25-FY26</b>	<b>On Schedule</b>	NA		
<i>iii. funding its long-term working capital requirements</i>	<b>FY25-FY27</b>	<b>On Schedule</b>	NA		
<i>Funding long-term working capital requirements of Company</i>	<b>FY26-FY27</b>	<b>On Schedule</b>	NA		
<i>General corporate purposes</i>	<b>FY26-FY27</b>	<b>On Schedule</b>	NA		

Source: As confirmed by the Issuer's management



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

S.N.	Item Head	Amount [Rs. Crore]	Source of information, certifications considered by the Monitoring Agency for the preparation of report	Comments of the Monitoring Agency	Comments of the Issuer's Board of Directors
1	NA	Nil	-	No comments	