

**CARE/KRO/GEN/2026-27/1037**

**The Board of Directors**

**Yajur Fibres Limited**

5, Middleton Street,

Kolkata - 700 071,

West Bengal, India.

May 14, 2026

Dear Sir/Ma'am,

**Monitoring Agency Report for the quarter ended March 31, 2026 - in relation to the IPO of Yajur Fibres Limited ("the Company")**

We write in our capacity of Monitoring Agency for the Initial Public Issue aggregating to ₹ 120.408 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 March 31, 2026, as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated August 28, 2025.

Request you to kindly take the same on records.

Thanking you,

Yours faithfully,

*Punit Singhania*

**Punit Singhania**

Associate Director

Punit.singhania@careedge.in

**CARE Ratings Limited**

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**Report of the Monitoring Agency**

Name of the issuer: Yajur Fibres Limited

For quarter ended: March 31, 2026

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.

*Punit Singhania*

Signature:

Name and designation of the Authorized Signatory: Punit Singhania

Designation of Authorized person/Signing Authority: Associate Director

**1) Issuer Details:**

Name of the issuer : Yajur Fibres Limited  
 Name of the promoter : Ashish Kankaria  
 Industry/sector to which it belongs : Textile and Fabric

**2) Issue Details**

Issue Period : IPO - January 07, 2026 to January 09, 2026  
 Type of issue (public/rights) : IPO (Initial Public Offer)  
 Type of specified securities : Equity Shares  
 IPO Grading, if any : Not applicable  
 Issue size (in crore) : ₹120.408 crore

**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 and CA certificate* and Prospectus	The capital expenditure of Rs 3.41 crore in Yajur Fibres Ltd (YFL) and Rs 0.50 crore in its subsidiary, Yashoda Linen Yarn Ltd (YLYL) during Q4FY26 was met by routing the IPO proceeds through YFL's cash credit account wherein the company has also undertaken other transactions resulting in comingling of funds and CARE Ratings has relied on proforma invoices, purchase orders, Bank Statement, Management classification for utilization towards Objects and CA certificate. For meeting the capex of YLYL, the fund was subsequently transferred from YFL's cash credit account to YLYL's current account from where the payment has been made. No Board approval has been taken for such delay.	The IPO proceeds have been utilized in accordance with the disclosures made in the Offer Document. The unutilized amount was maintained separately in fixed deposit accounts as per the applicable regulatory requirements. Subsequently, upon maturity of the fixed deposits, the amounts were transferred to the Cash Credit Account for the limited purpose of facilitating timely and operationally convenient payments to the respective vendors. It is further clarified 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
			The amount of Rs.10 crore pertaining to general corporate purpose has been utilized for vendor payment related to raw material procurement as per Board Resolution dated Jan 12, 2026. The same was met by routing the IPO proceeds through YFL's cash credit account wherein YFL has also undertaken other transactions resulting in comingling of funds.	amount withdrawn from the fixed deposit accounts, the corresponding transfers made to the Cash Credit Account, and the payments released to the vendors have all been properly aligned, identified, and appropriately tagged in the records. Accordingly, each payment is fully traceable and can be independently identified and verified with supporting documentation.
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	CA certificate and Management Certificate	Nil	No comments
Whether the means of finance for the disclosed objects of the issue have changed?	No	CA certificate and Management Certificate	Nil	No comments
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	First MA report (Q4FY26)	Nil	No comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	No	CA certificate and Management Certificate	In case of YFL, no approvals are required for incurring capex. In case of YLYL, all approvals have been received except Consent to operate and Final NOC for fire.	In the case of Yajur Fibres Limited, no fresh approvals are required for incurring the proposed Capex expenditure. Further, in the case of Yashoda Linen Yarn Limited, all necessary approvals required for the project have already been obtained, except the Consent to Operate and the Final Fire NOC. The said approvals are expected to

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
				be received upon completion of the project and commencement readiness.
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Not applicable	CA certificate and Management Certificate	Nil	No comments
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	CA certificate and Management Certificate	Nil	No comments
Is there any other relevant information that may materially affect the decision making of the investors?	Yes	Prospectus, CA certificate and management Certificate	<p>There is a delay in setting up of 50,000 sq. ft. of shed and installation of additional production capacity by 4 TPD at existing manufacturing unit at Jagannathpur, Phuleshwar, Uluberia, District Howrah.</p> <p>As per the prospectus, the timeline for the same was FY25-26. No Board Approval for extension of timeline has been taken.</p> <p>Further, there is delay in investment in subsidiary, Yashodha Linen Yarn Limited for setting up a greenfield unit at Vikram Udyogpuri, DMIC (Industrial Park, Ujjain, Madhya Pradesh) for 100% wet spun linen yarn and blended yarn. As per the prospectus, the timeline for the same was FY25-26. No Board Approval for extension of timeline has been taken.</p>	The current physical progress of the project has been reviewed along with the LIE report. Considering the ongoing Middle East crisis and its impact on execution timelines and supply chain conditions, it is proposed/requested to grant extension for attainment of COD up to March 2027.

\*As per CA certificate received from R Kothari & Co LLP (statutory auditors), dated May 08, 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 ₹ 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	Setting up of 50,000 sq.ft. of shed in the existing manufacturing unit and installation of additional production capacity of 4 tons per day at our existing manufacturing unit at Jagannathpur, Phuleswar, Uluberia, District Howrah	Prospectus and CA certificate*	11.93	Not applicable	Nil	No comments	No comments	No comments
2	Investment in our subsidiary Yashodha Linen Yarn Limited for setting up a greenfield unit at Vikram Udyogpuri, DMIC (Industrial Park, Ujjain, Madhya Pradesh) for 100% wet spun linen yarn and blended yarn	Prospectus and CA certificate*	48.00	Not applicable	Nil	No comments	No comments	No comments
3	Funding of working capital requirement	Prospectus and CA certificate*	36.00	Not applicable	Nil	No comments	No comments	No comments
4	General Corporate Purposes	Prospectus and CA certificate*	10.00	Not applicable	Nil	No comments	No comments	No comments
5	IPO issue expenses	Prospectus and CA certificate*	14.48	Not applicable	Nil	No comments	No comments	No comments
<b>Total</b>			<b>120.41<sup>^</sup></b>					

\*As per CA certificate received from R Kothari & Co LLP (statutory auditors), dated May 08, 2026.

^ Excluding GST

(ii) Progress in the objects –

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore	Amount utilised in Rs. Crore			Total unutilised amount in Rs. crore	Comments of the Monitoring Agency	Comments of the Board of Directors	
				As at beginning of the quarter in Rs. Crore	During the quarter in Rs. Crore	At the end of the quarter in Rs. Crore			Reasons for idle funds	Proposed course of action
1	Setting up of 50,000 sq.ft. of shed in the existing manufacturing unit and installation of additional production capacity of 4 tons per day at our existing manufacturing unit at Jagannathpur, Phuleshwar, Uluberia, District Howrah	Chartered Accountant certificate, Bank statements, and management certificate	11.93	NA	3.41*	3.41@	8.52	The capital expenditure of Rs 3.41 crore in Yajur Fibres Ltd (YFL) during Q4FY26 was met by routing the IPO proceeds through YFL's cash credit account wherein the company has also undertaken other transactions resulting in comingling of funds and CARE Ratings has relied on proforma invoices, purchase orders, Bank Statement, Management classification for utilization towards Objects and CA certificate.	Ongoing Middle East crisis and its impact on execution timelines and supply chain conditions	Proposed/ requested to grant extension for attainment of COD up to March, 2027
2	Investment in our subsidiary Yashodha Linen Yarn Limited for setting up a greenfield unit at Vikram Udyogpuri, DMIC (Industrial Park, Ujjain, Madhya Pradesh) for 100% wet spun linen yarn and blended yarn	Chartered Accountant certificate, Bank statements, and management certificate	48.00	NA	0.50*	0.50#	47.50	The capital expenditure of Rs 0.50 crore in YLYL during Q4FY26 was met by routing the IPO proceeds through YFL's cash credit account wherein YFL has also undertaken other transactions resulting in	Ongoing Middle East crisis and its impact on execution timelines and supply	Proposed/ requested to grant extension for attainment of COD up to March, 2027.

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore	Amount utilised in Rs. Crore			Total unutilised amount in Rs. crore	Comments of the Monitoring Agency	Comments of the Board of Directors	
				As at beginning of the quarter in Rs. Crore	During the quarter in Rs. Crore	At the end of the quarter in Rs. Crore			Reasons for idle funds	Proposed course of action
								co-mingling of funds. For meeting the capex of YLYL, the fund was subsequently transferred from YFL's cash credit account to YLYL's current account from where the payment has been made. CARE Ratings has relied on proforma invoices, purchase orders, Bank Statement, Management classification for utilization towards Objects and CA certificate.	chain conditions .	
3	Funding of working capital requirement	Chartered Accountant certificate, Bank statements, and management certificate	36.00	NA	36.00	36.00	Nil	Fully utilized during Q4FY26	No comments	No comments
4	General Corporate Purposes	Chartered Accountant certificate, Bank statements, and management certificate	10.00	NA	10.00	10.00	Nil	Fully utilized during Q4FY26. The said amount has been utilized for vendor payment related to raw material procurement as per Board Resolution	No comments	No comments

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore	Amount utilised in Rs. Crore			Total unutilised amount in Rs. crore	Comments of the Monitoring Agency	Comments of the Board of Directors	
				As at beginning of the quarter in Rs. Crore	During the quarter in Rs. Crore	At the end of the quarter in Rs. Crore			Reasons for idle funds	Proposed course of action
								dated Jan 12, 2026. The same was met by routing the IPO proceeds through YFL's cash credit account wherein YFL has also undertaken other transactions resulting in comingling of funds and CARE Ratings has relied on proforma invoices, purchase orders, Bank Statement, Management classification for utilization towards Objects and CA certificate.		
5	IPO issue expenses	Chartered Accountant certificate, Bank statements, and management certificate	14.48	NA	14.32	14.32	0.16	Rs.14.32 crore utilized during Q4FY26	No comments	No comments
<b>Total</b>			<b>120.41</b>	<b>NA</b>	<b>64.23</b>	<b>64.23</b>	<b>56.17</b>	-		

\*The said amount has been paid from cash credit account through redemption of Fixed deposit created out of IPO proceeds.

@As per prospectus, the company had received quotation for civil works and plant & machinery from certain vendors. However, the company has made payment to vendors not mentioned in Prospectus for civil work and plant & machinery in Q4FY26. As per management articulation, the company procured machinery from another vendor not mentioned in prospectus after detailed technical evaluation and assessment of operational efficiency, particularly considering the processing requirements of long bast Fibres such as linen. Moreover, the company has engaged vendors not mentioned in the prospectus for civil works after detailed evaluation and negotiation process to ensure optimal pricing and cost efficiency as articulated by management.

# As per prospectus, the company had received quotation from a vendor for building and civil works. However, the company has made payment to another vendor not mentioned in prospectus. As per management articulation, the company identified an alternate vendor which has proven expertise and a strong track record in PEB (Pre-Engineered Building) works. Accordingly, a part of the scope of work, specifically the PEB segment, has been awarded to another vendor, while the remaining civil works continue as planned. This approach ensures better technical execution, cost optimization, and overall project efficiency.

(iii) Deployment of unutilized proceeds:

S.N.	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
		(Rs. In Crores)		(Rs. In Crores)		(Rs. In Crores)
1	Fixed deposit with Canara Bank	25.00	19-01-2027	-	6.50%	-
2	Fixed deposit with Canara Bank	30.25	17-07-2026	-	6.10%	-
3	Fixed deposit with Canara Bank	0.85	17-02-2027	-	6.25%	-
4	Balance with Kotak Mahindra Bank (Public issue Account)	0.07	-	-	-	-
<b>Total</b>		<b>56.17</b>		-		-

(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
Setting up of 50,000 sq.ft. of shed in the existing manufacturing unit and installation of additional production capacity of 4 tons per day at our existing manufacturing unit at Jagannathpur, Phuleswar, Uluberia, District Howrah	FY25-26	Ongoing	Delay (Exact number of days of delay not ascertainable)	Ongoing Middle East crisis and its impact on execution timelines and supply chain conditions	Proposed/requested to grant extension for attainment of COD up to March, 2027
Investment in our subsidiary Yashodha Linen Yarn Limited for setting up a greenfield unit at Vikram Udyogpuri, DMIC (Industrial Park, Ujjain, Madhya Pradesh) for 100% wet spun linen yarn and blended yar	FY25-26	Ongoing	Delay (Exact number of days of delay not ascertainable)	Ongoing Middle East crisis and its impact on execution timelines and supply chain conditions	Proposed/requested to grant extension for attainment of COD up to March, 2027
Funding of working capital requirement	FY25-26	Q4FY26	-	No comments	No comments
General Corporate Purposes	FY25-26	Q4FY26	-	No comments	No comments
IPO issue expenses <sup>^</sup>	-	-	-	No comments	No comments

<sup>^</sup> Timeline for IPO issue expenses has not been specified in the prospectus.

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

Sr. No	Item Head^	Amount in Rs. Crore	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors
1	Procurement of Raw Material	10.00	Bank statement, invoices and Board Resolution	₹ 10.00 utilized towards purchase of raw material as defined under General Corporate Purpose (GCP) as per Board Resolution dated January 12, 2026.	No comments
	<b>Total</b>	<b>10.00</b>			

*PQ*

**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 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 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.

CARE Ratings Limited

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