



# KRN HEAT EXCHANGER AND REFRIGERATION LIMITED

Registered & Work Office: Plot No.: F-46,47,48,49, EPIP, RIICO Industrial Area, Neemrana – 301705 (RJ)

**CIN No.:** L29309RJ2017PLC058905

**Contact No. 9116629184**

Date: 7<sup>th</sup> February, 2026

To,  
BSE Ltd  
Phiroze Jeejeebhoy Towers, Dalal Street,  
Mumbai- 400001, Maharashtra, India

To,  
National Stock Exchange of India Limited  
Exchange Plaza, C-I Block G, Bandra Kurla  
Complex, Bandra (East), Mumbai-400051,  
Maharashtra, India

Script Code: 544263

Script Symbol: KRN

**Subject: Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015-Monitoring Agency Report**

Dear Sir/Madam,

Pursuant to the Regulation 32(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Regulation 41(4) of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, please find enclosed herewith the Monitoring Agency Report for the quarter ended on 31<sup>st</sup> December, 2025, issued by Crisil Ratings Limited, the Monitoring Agency appointed in respect of utilization of proceeds of the Initial Public Offer (IPO) of the Company.

The Monitoring Agency Report shall also be uploaded on the website of the Company at [www.krnheatexchanger.com](http://www.krnheatexchanger.com)

Kindly take the above information on your record.

Thanking You,

**For KRN Heat Exchanger and Refrigeration Limited**

**Jitendra Kumar Sharma**  
**Company Secretary**



(+91)-9116629184



[info@krnheatexchanger.com](mailto:info@krnheatexchanger.com)



[www.krnheatexchanger.com](http://www.krnheatexchanger.com)

**Monitoring Agency Report**  
**for**  
**KRN Heat Exchanger and**  
**Refrigeration Limited**  
**for the quarter ended**  
**December 31, 2025**

CRL/MAR/KRHERL/2025-26/1659

February 07, 2026

To  
**KRN Heat Exchanger and Refrigeration Limited**  
Plot No. F -46, 47, 48, 49 EPIP,  
RIICO Industrial Area, Neemrana,  
Ajmer, Rajasthan-301705, India

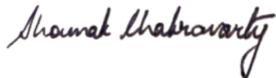
Dear Sir/Madam,

**Monitoring Agency Report for the quarter ended December 31, 2025 - in relation to the Initial Public Offer  
("IPO") of KRN Heat Exchanger and Refrigeration Limited ("the Company")**

Pursuant to Regulation 41(2) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("**SEBI ICDR Regulations**") and Monitoring Agency Agreement dated August 28, 2024, enclosed herewith the Monitoring Agency Report, issued by Crisil Ratings Limited, Monitoring Agency, as per Schedule XI of the SEBI ICDR Regulations towards utilization of proceeds of IPO for the quarter ended December 31, 2025.

Request you to kindly take the same on records.

Thanking you,  
**For and on behalf of Crisil Ratings Limited**



Shounak Chakravarty  
Director, Ratings (LCG)

**Report of the Monitoring Agency (MA)**

**Name of the issuer:** KRN Heat Exchanger and Refrigeration Limited

**For quarter ended:** December 31, 2025

**Name of the Monitoring Agency:** Crisil Ratings Limited

(a) Deviation from the objects: Not applicable

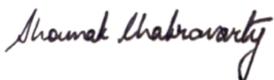
(b) Range of Deviation: Not applicable

**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:** 

**Name and designation of the Authorized Signatory:** Shounak Chakravarty

**Designation of Authorized person/Signing Authority:** Director, Ratings (LCG)

## 1) Issuer Details:

<b>Name of the issuer:</b>	KRN Heat Exchanger and Refrigeration Limited
<b>Names of the promoter:</b>	Mr. Santosh Kumar Yadav Mr. Manohar Lal Mrs. Anju Devi
<b>Industry/sector to which it belongs:</b>	Other Industrial Products

## 2) Issue Details

<b>Issue Period:</b>	Wednesday, December 25, 2024, to Friday, December 27, 2024
<b>Type of issue (public/rights):</b>	Initial Public Offer (IPO)
<b>Type of specified securities:</b>	Equity Shares
<b>IPO Grading, if any:</b>	NA
<b>Issue size:</b>	Rs 34,194.60 lakhs (Refer Note 1)

### Note 1

Particulars	Amount (Rs. lakhs)
Gross proceeds of the Fresh Issue	34,194.60*
Less: Issue Expenses	3082.94
<b>Net Proceeds</b>	<b>31,111.66</b>

\*Crisil Ratings shall be monitoring the gross proceeds amount.

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	Management undertaking, Statutory auditor certificate <sup>^</sup> , Prospectus dated December 27, 2025 (“offer document”), bank statements	Proceeds were utilized towards capital expenditure and issue expenses	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 <sup>^</sup>	No Comments	No Comments
Whether the means of finance for the disclosed objects of the issue has changed?	No		No Comments	No Comments
Is there any major deviation observed over the earlier monitoring agency reports?	No		No Comments	No Comments
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes		Factory license, GST, Pollution department approval obtained	No Comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	NA		No Comments	No Comments
Are there any favorable events improving the viability of these object(s)?	No		No Comments	No Comments
Are there any unfavorable events affecting the viability of the object(s)?	No		No Comments	No Comments
Is there any other relevant information that may materially affect the decision making of the investors?	No		No Comments	No Comments

NA represents Not Applicable

<sup>^</sup>Certificate dated January 29, 2026, issued by M/s Keyur Shah & Co., Chartered Accountants (Firm Registration Number: 141173W), Statutory Auditors of the Company.

4) Details of object(s) to be monitored:

i. Cost of the object(s):

Sr. No	Item Head	Source of information/certification considered by MA for preparation of report	Original cost (as per the Offer Document) (Rs in lakh)	Revised Cost (Rs in lakh)	Comment of the Monitoring agency	Comments of the Board of Directors		
						Reason of Cost revision	Proposed financing option	Particulars of firm arrangements made
1	Investment in wholly owned subsidiary, KRN HVAC Products Private Limited in the form of equity for setting up a new manufacturing facility at Neemrana, Alwar, Rajasthan	Management undertaking, Statutory Auditor Certificate^, offer document	23,575.66	NA	No Revision	No Comments		
2	General Corporate Purposes#		7,536.00	NA	No Revision	No Comments		
	<b>Sub-total</b>		<b>31,111.66</b>	-	-	-		
3	Issue related expenses		3,082.94	NA	No Revision	No Comments		
	<b>Total</b>		<b>34,194.60</b>	-	-	-		

^Certificate dated January 29, 2026, issued by M/s Keyur Shah & Co., Chartered Accountants (Firm Registration Number: 141173W), Statutory Auditors of the Company.

#The amount utilised for general corporate purposes does not exceed 25% of the Gross Proceeds (amounting to Rs 8,548.65 lakhs) from the Fresh Issue.

**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 (Rs in lakh)	Amount utilized (Rs in lakh)			Total unutilized amount (Rs in lakh)	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	Investment in wholly owned subsidiary, KRN HVAC Products Private Limited in the form of equity for setting up a new manufacturing facility at Neemrana, Alwar, Rajasthan	Management undertaking, Statutory Auditor Certificate^, Offer Document, Bank Statements	23,575.66	20,898.39	1,037.33	21,935.72	1,639.94	Refer Note 1	No Comments		
2	General Corporate Purposes		7,536.00	7,536.00	Nil	7,536.00	Nil	Fully utilised till the quarter ended December 31, 2024	No Comments		
<b>Sub-Total</b>			<b>31,111.66</b>	<b>28,434.39</b>	<b>3,092.10</b>	<b>29,471.72</b>	<b>1,639.94</b>	-	-		
3	Issue related expenses		3,082.94	2,976.42	24.54	3,000.96	81.98	No Comments	No Comments		
<b>Total</b>			<b>34,194.60</b>	<b>31,410.81</b>	<b>3,092.10</b>	<b>32,472.68</b>	<b>1,721.92</b>	-	-		

All figures in the above table are rounded off to two decimals.

^Certificate dated January 29, 2026, issued by M/s Keyur Shah & Co., Chartered Accountants (Firm Registration Number: 141173W), Statutory Auditors of the Company.

**Note 1:** Out of the net proceeds, Rs 23,575.66 lakhs were transferred as an investment into subsidiary company KRN HVAC Private Limited on 25th November 2024 by way of an equity investment for the purpose of setting up a new manufacturing facility at Neemrana, Alwar, Rajasthan ("Proposed Project"). As of December 31, 2025, the subsidiary company had utilized Rs 21,935.72 lakhs for land and site development, civil and structural works, and purchase of plant and machinery for the Proposed Project. The remaining Balance of Rs 1,639.94 lakhs are parked in Fixed deposits and company's current account.

**#Brief description of objects:**

Object of the Issue	Description of objects as per the offer document filed by the issuer
Investment in wholly owned subsidiary, KRN HVAC Products Private Limited in the form of equity for setting up a new manufacturing facility at Neemrana, Alwar, Rajasthan	The proposed investment by the Company will be undertaken to set -up a new manufacturing facility for manufacturing bar and plate heat exchanger, oil cooling with blower, motor and roll band evaporator.
General Corporate Purposes (GCP)	<p>The general corporate purposes for which the Company proposes to utilize Net Proceeds including but not restricted to the following:</p> <ul style="list-style-type: none"> <li>(i) Strategic initiatives;</li> <li>(ii) brand building exercises;</li> <li>(iii) Funding growth opportunities and</li> <li>(iv) On - going general corporate exigencies, which the Company in the ordinary course of business may not foresee or</li> <li>(v) any other purposes as approved by the Board of Directors, subject to compliance with the necessary provisions of the Companies Act.</li> </ul> <p>The quantum of utilisation of funds towards each of the above purposes will be determined by our Board, based on the amount actually available under this head and the business requirements of our Company, from time to time, subject to compliance with applicable law.</p>

**iii. Deployment of unutilised proceeds^:**

S No.	Type of instrument and name of the entity invested in	Amount invested (Rs in lakhs)	Maturity date	Earning* (Rs in lakhs)	Return on Investment (%)	Market Value at the end of quarter (Rs in lakhs)
1.	FD with AU Bank (2503219135620719/18)	1,639.94	07/01/2026	0.00	4.85	1,639.94
2.	FD with HDFC Bank (50301063665910)	81.98	-	-	-	81.98
	<b>Total</b>	<b>1,721.92</b>	<b>-</b>	<b>0.00</b>	<b>-</b>	<b>1,721.92</b>

\* Monitoring the deployment of Interest Income earned from unutilised issue proceeds does not form part of the scope of Monitoring Agency report.

^On the basis of management undertaking and Certificate dated January 29, 2026, issued by M/s Keyur Shah & Co., Chartered Accountants (Firm Registration Number: 141173W), Statutory Auditors of the Company.

**iv. Delay in implementation of the object(s)^:**

Object(s)	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
Not Applicable					

*^On the basis of Management Undertaking and Certificate dated January 29, 2026, issued by M/s Keyur Shah & Co., Chartered Accountants (Firm Registration Number: 141173W), Statutory Auditors of the Company.*

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

S. No.	Item heads	Amount (Rs in lakhs)	Remarks
Not Applicable			

*^On the basis of Management Undertaking and Certificate dated January 29, 2026, issued by M/s Keyur Shah & Co., Chartered Accountants (Firm Registration Number: 141173W), Statutory Auditors of the Company.*

**Disclaimers:**

- a) *This Report is prepared by Crisil Ratings Limited (hereinafter referred to as "Monitoring Agency" / "MA" / "CRL"). The MA has taken utmost care to ensure accuracy and objectivity while developing this Report based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever.*
- b) *This Report has to be seen in its entirety; the selective review of portions of the Report may lead to inaccurate assessments. For the purpose of this Report, MA has relied upon the information provided by the management /officials/ consultants of the Issuer and third-party sources like statutory auditors (or from peer reviewed CA firms) appointed by the Issuer believed by it to be accurate and reliable.*
- c) *Nothing contained in this Report is capable or intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The MA is also not responsible for any errors in transmission and specifically states that it, or its directors, employees do not have any financial liabilities whatsoever to the users of this Report.*
- d) *The MA and its affiliates do not act as a fiduciary. The MA and its affiliates also do not act as an expert to the extent defined under Section 2(38) of the Companies Act, 2013. While the MA has obtained information from sources it believes to be reliable, it does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives from auditors (or from peer reviewed CA firms), lawyers, chartered engineers or other experts, and relies on in its reports.*

- e) *The MA or its affiliates may have other commercial transactions with the entity to which the report pertains. As an example, the MA may rate the issuer or any debt instruments / facilities issued or proposed to be issued by the issuer that is subject matter of this report. The MA may receive separate compensation for its ratings and certain credit-related analyses, normally from issuers or underwriters of the instruments, facilities, securities or from obligors.*
- f) *The MA report is intended for the jurisdiction of India only. This report does not constitute an offer of services. Without limiting the generality of the foregoing, nothing in the report is to be construed as CRL providing or intending to provide any services in jurisdictions outside India, where it does not have the necessary licenses and/or registration to carry out its business activities referred to above.*
- g) *Access or use of this report does not create a client relationship between CRL and the user.*
- h) *CRL is not aware that any user intends to rely on the report or of the manner in which a user intends to use the report. In preparing this report, MA has not taken into consideration the objectives or particular needs of any particular user.*
- i) *It is made abundantly clear that the report is not intended to and does not constitute an investment advice. The report is not an offer to sell or an offer to purchase or subscribe for any investment in any securities, instruments, facilities or solicitation of any kind to enter into any deal or transaction with the entity to which the report pertains. The report should not be a basis for any investment decision within the meaning of any law or regulation (including the laws and regulations applicable in the US).*
- j) *The report comprises professional opinion of CRL as of the date they are expressed, based on the information received from the issuer and other sources considered reliable by CRL. Any opinions expressed here are in good faith, are subject to change without notice, and are only current as of the stated date of their issue. The report does not constitute statements of fact or recommendations to purchase, hold or sell any securities/instruments or to make any investment decisions.*
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