SONASELECTION INDIA LIMITED

CIN: U17299RJ2022PLC079631 GSTIN: 08ABHCS8575K1ZI

Ref: SIL/SEC/2026-27
Date: 14th November, 2026

The Manager Department of Corporate Services **The National Stock Exchange of India Ltd.** Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (E) Mumbai - 400 001 **Scrip Code: SONA**	The Manager, Department of Corporate Services, **Bombay Stock Exchange Ltd.** Phiroze Jeejeebhoy Towers 25th Floor, Dalal Street, Mumbai - 400 001 **Scrip Code: 544938**

Subject: Submission of Monitoring Agency Report for the quarter ended September 30, 2026

Dear Sir/Madam,

Pursuant to Regulation 32(6) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Regulation 41(4) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, please find enclosed herewith the Monitoring Agency Report for the quarter ended September 30, 2026, in respect of utilization of the proceeds raised through the Initial Public Offer (IPO) of the Company, as received from **CARE Ratings Limited** on November 14, 2026.

The aforesaid report has been reviewed by the Audit Committee of the Board of Directors of the Company.

This intimation is also being made available on the website of the Company at https://www.sonaselection.com/.

We request you to kindly take the same on record.

For Sonaselection India Limited

HARISH SHARMA
Digitally signed by HARISH SHARMA
Date: 2026.11.14 19:13:27 +05'30'

(Harish Sharma)
Company Secretary & Compliance Officer
M. No. A69173

Monitoring Agency Report

No. CARE/ARO/GEN/2026-27/1231

The Board of Directors
Sonaselection India Limited
18th K M Stone, Chittorgarh Road,
Hamirgarh, Bhilwara,
Rajasthan - 311025

November 14, 2026

Dear Sir,

Monitoring Agency Report for the quarter ended September 30, 2026 - in relation to the IPO of Sonaselection India Limited ("the Company")

We write in our capacity of Monitoring Agency for the IPO for the amount aggregating to Rs.141.57 crore of the Company and refer to our duties cast under section 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 September 30, 2026 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated August 12, 2026.

Request you to kindly take the same on records.

Thanking you,
Yours faithfully,

Anuja Parikh
Associate Director
anuja.parikh@careedge.in

Report of the Monitoring Agency

Name of the issuer: Sonaselection India Limited

For quarter ended: September 30, 2026

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: Yes

(b) Range of Deviation: Deviation in range of 10-15%

The unutilized proceeds of Rs.15.45 crore have been parked as credit balance in cash credit accounts in place of deposits in scheduled commercial banks (SCBs) as per SEBI's ICDR regulations.

Declaration:

We declare that this report provides an objective view of the utilization of the issue proceeds in relation to the objects of the issue based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The MA does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives. This Report is not intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever. Nothing mentioned in this report is intended to or should be construed as creating a fiduciary relationship between the MA and any issuer or between the agency and any user of this report. The MA and its affiliates also do not act as an expert as defined under Section 2(38) of the Companies Act, 2013.

The MA or its affiliates may have credit rating or other commercial transactions with the entity to which the report pertains and may receive separate compensation for its ratings and certain credit related analyses. We confirm that there is no conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer, or while undertaking credit rating or other commercial transactions with the entity.

We have submitted the report herewith in line with the format prescribed by SEBI, capturing our comments, where applicable. There are certain sections of the report under the title "Comments of the Board of Directors", that shall be captured by the Issuer's Management / Audit Committee of the Board of Directors subsequent to the MA submitting their report to the issuer and before dissemination of the report through stock exchanges. These sections have not been reviewed by the MA, and the MA takes no responsibility for such comments of the issuer's Management/Board.



Signature:

Name and designation of the Authorized Signatory: Anuja Parikh

Designation of Authorized person/Signing Authority: Associate Director

1) Issuer Details:

Name of the issuer	: Sonaselection India Limited
Name of the promoter	: Mr Harshil Nuwal, Mr. Subhash Chandra Nuwal, Ms. Uma Nuwal Mr. Deepank Bhandari Sona Polyspin Private Limited
Industry/sector to which it belongs	: Consumer Discretionary – Textile – Textile & Apparels – Garments & Apparels

2) Issue Details

Issue Period	: September 17, 2026 to September 21, 2026 (Anchor Investor Bidding Date: September 16, 2026)
Type of issue	: Initial Public Offering (IPO)
Type of specified securities	: Equity Shares
IPO Grading, if any	: Not applicable
Issue size (in Rs. crore)	: Rs.141.57 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 the Board of Directors
Whether all utilization is as per the disclosures in the Offer Document?	No	Chartered Accountant certificate*; Bank statement; Company declaration	1. Out of total unutilized proceeds of Rs.48.88 crore, Rs.15.45 crore is lying in form of credit balance in cash credit accounts. 2. There is deviation of upto 10% in utilization of one of the objects - Repayment and/or pre-payment, in full or part, of certain borrowings. Against the stated objective of Rs.80.00 crore, the company has utilized Rs.85.16 crore. 3. Also, the fixed deposits of Rs.30.00 crore from unutilized proceeds were created by transferring funds from monitoring account to State Bank of India cash credit account, and from thereon these deposits were created.	There is no material deviation in the utilization or parking of IPO proceeds. The unutilized proceeds of Rs.15.45 crore are held as credit balance in the Company's accounts with State Bank of India (Rs. 0.99 crore) and HDFC Bank (Rs. 14.45 crore), both of which are Scheduled Commercial Banks as required under SEBI (ICDR) Regulations. Further, out of the Rs. 50.61 crore earmarked for capital expenditure towards purchase of plant and machinery, Rs. 30.00 crore is parked in Fixed Deposits with State Bank of India, Rs. 15.45 crore is held as credit balance with Scheduled Commercial Banks (SBI and HDFC Bank) pending deployment, and Rs. 5.16 crore utilized towards repayment/pre-payment of borrowings is well within the permissible 10% deviation threshold under SEBI (ICDR) Regulations.
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	Not applicable	Chartered Accountant certificate*, Bank statements, Offer Document, Board resolution	Since deviation is less than 10%, it is not required.	Not applicable, as the variation of Rs. 5.16 crore is within the permissible 10% range.
Whether the means of finance for the disclosed objects of the issue have changed?	No	Company declaration	No comments	No comments
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	Not applicable	This is the first MA report.	Not applicable

Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments the Board of Directors
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Company declaration	No comments	No comments
Whether all arrangements pertaining to technical assistance/collaboration are in operation?	Yes	Company declaration	No comments	No comments
Are there any favorable/unfavorable events affecting the viability of these object(s)?	No	Company declaration; stock exchange filings	No comments	No comments
Is there any other relevant information that may materially affect the decision making of the investors?	No	Company declaration; Stock exchange filings	The chartered accountant (CA) has given limited assurance on utilization of IPO proceeds in CA certificate dated November 02, 2026.	No comments

* Chartered Accountant certificate from M/s. Pokharna Somani & Associates dated November 02, 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 Document.

4) Details of objects to be monitored:

(i) Cost of objects –

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document) in Rs. Crore	Revised Cost in Rs. Crore	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason for cost revision	Proposed financing option	Particulars of firm arrangements made
1	Repayment and/or pre-payment, in full or part, of certain borrowings	Chartered Accountant certificate*, Bank statements, Offer Document	80.00	-	No revision in the cost of the objects as against that mentioned in the offer document.	Not applicable	Not applicable	Not applicable
2.	Funding of capital expenditure towards	Chartered Accountant certificate*, Bank statements, Offer Document	50.61	-		Not applicable	Not applicable	Not applicable

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document) in Rs. Crore	Revised Cost in Rs. Crore	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason for cost revision	Proposed financing option	Particulars of firm arrangements made
	purchase of plant and machineries							
3	General corporate purposes	Chartered Accountant certificate*, Bank statements, Offer Document	0.03	-		Not applicable	Not applicable	Not applicable
4	Issue expense	Offer Document	10.93	-		Not applicable	Not applicable	Not applicable
Total			**141.57**	**-**				

* Chartered Accountant certificate from M/s. Pokharna Somani & Associates dated November 02, 2026

(ii) Progress in the objects –

Sr. No.	Item Head	Source of information/ certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore	Amount utilised in Rs. Crore			Total Unutilized 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	Repayment and/or pre-payment, in full or part, of certain borrowings	Chartered Accountant certificate*, Bank statements, Offer Document	80.00	-	#85.16	85.16	-5.16	The amount has been fully utilized towards repayment of cash credit accounts to the tune of Rs.10.55 crore in HDFC Bank, Rs.20.00 crore in Axis Bank and Rs.54.62 crore in State Bank of	Not applicable (Object fully utilized; the variation of Rs. 5.16 crore is within the permissible 10% range under SEBI ICDR Regulations).	No further action required towards this object as full repayment/pre-payment has been completed.

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 Unutilized 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
								India during Q2FY27.		
2	Funding of capital expenditure towards purchase of plant and machineries	Chartered Accountant certificate*, Bank statements, Offer Document	50.61	-	-	-	50.61	No utilization of funds in Q2FY27	IPO proceeds were received near the end of Q2FY27 (issue closed on September 21, 2026). Out of the Rs. 50.61 crore allocated for Capex, Rs. 30.00 crore is parked in SBI Fixed Deposits, Rs. 15.45 crore is held as credit balance in accounts with State Bank of India and HDFC Bank (both Scheduled Commercial Banks, hence no deviation on account of bank eligibility), and Rs. 5.16 crore utilized towards borrowing repayment is within the permissible 10% deviation range.	The unutilized Capex funds held in Scheduled Commercial Banks (SBI and HDFC Bank) will be deployed towards the purchase of plant and machineries in accordance with the implementation schedule disclosed in the Offer Document.

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 Unutilized 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
3	General corporate purposes	Chartered Accountant certificate*, Bank statements, Offer Document	0.03	-	-	-	0.03	No utilization of funds in Q2FY27	IPO proceeds were received towards the close of Q2FY27; deployment is in progress.	To be utilized towards general corporate purposes as per the Offer Document during FY27.
4	Issue expense	Chartered Accountant certificate*, Bank statements, Offer Document	10.93	-	7.72	7.52	3.41	The amount has been fully utilized towards professional fees for IPO services and towards reimbursement^ to own a/c for issue related expenses incurred by the company.	Pending receipt of final invoices and settlement of balance IPO-related expenses.	Will be utilized towards payment of remaining issue-related expenses as bills are finalized.
Total			**141.57**	**-**	**92.69**	**92.69**	**48.88**			

* Chartered Accountant certificate from M/s. Pokharna Somani & Associates dated November 02, 2026

^ The company had initially incurred various issue-related expenses from its own A/c (before receipt of IPO funds), and subsequently, it received partial reimbursement from IPO funds to own A/c in Q2FY27.

\# Deviation is upto 10% in utilization of this object. Against this objective of Rs.80.00 crore, the company has utilized Rs.85.16 crore.
As per management declaration and CA certificate, utilization towards this objective is Rs.80.00 crore. The company has considered undrawn cash credit limit as part of unutilized proceeds.

(iii) Deployment of unutilised proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter
1	Public Offer A/c [Axis Bank]	3.44	Not applicable	Not Applicable	Not Applicable	3.44
2	Bank FD (A/c No. 45603760510) ^ [State Bank of India]	10.00	Not Available	Not Available	Not Available	10.00
3	Bank FD (A/c No. 45603760305) ^ [State Bank of India]	10.00	Not Available	Not Available	Not Available	10.00
4	Bank FD (A/c No. 45603168466) ^ [State Bank of India]	10.00	Not Available	Not Available	Not Available	10.00
5	Cash Credit A/c* [State Bank of India]	0.99	Not applicable	Not Applicable	Not Applicable	0.99
6	Cash Credit A/c [HDFC Bank]	14.45	Not applicable	Not Applicable	Not Applicable	14.45
Total		**48.88**				

* As per company declaration and CA certificate, unutilized bank balance in State Bank of India cash credit (CC) account was considered Rs.20.61 crore including undrawn CC limit. However, actual credit balance in both accounts (State Bank of India and HDFC bank) combined was Rs.15.45 crore)

^ The fixed deposits of Rs.30.00 crore from unutilized proceeds were created by transferring funds from monitoring account to State Bank of India cash credit account, and from thereon these deposits were created.

(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
Repayment/ prepayment, in full or in part, of certain outstanding borrowings availed by the company	FY27	Complete	Nil	Not applicable (No delay)	Not applicable
Funding working capital requirements of the company	FY27	On-going	Nil	Not applicable (No delay)	Not applicable
General corporate purposes	FY27	On-going	Nil	Not applicable (No delay)	Not applicable
Issue expense	Not defined	On-going	Nil	Not applicable (No delay)	Not applicable

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	-	-	Chartered Accountant certificate*, Bank statements, Company declaration	Nil utilization towards GCP in Q2FY27	-

* Chartered Accountant certificate from M/s. Pokharna Somani & Associates dated November 02, 2026

^ Section from the offer document related to GCP:

"Our Company proposes to deploy the balance Net Proceeds aggregating up to ₹ [●] million towards general corporate purposes, subject to such amount not exceeding 25% of the Gross Proceeds, in compliance with the SEBI ICDR Regulations. The general corporate purposes for which our Company proposes to utilize Net Proceeds include funding strategic initiatives, funding growth opportunities, capital expenditure, meeting fund requirements and other working capital requirements of our Company in the ordinary course of our business, strengthening marketing capabilities and brand building exercises, meeting corporate contingencies and expenses incurred in ordinary course of business, strategic and any other purpose as may be approved by our Board or a duly appointed committee from time to time, subject to compliance with applicable laws. The quantum of utilization 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 and other relevant considerations, from time to time. Our Company's management, in accordance with the policies of our Board, shall have flexibility in utilizing surplus amounts, if any. In addition to the above, our Company may utilize the balance Net Proceeds towards any other expenditure considered expedient and as approved periodically by our Board or a duly appointed committee thereof, subject to compliance with applicable law. However, usage of funds will be as disclosed in the Objects of the Issue and any spill over from the intended Objects of the Issue to the general corporate purposes will not be carried out by the Company."

Disclaimers to MA report:

a) This Report is prepared by CARE Ratings Ltd (hereinafter referred to as **"Monitoring Agency/MA"**). The MA has taken utmost care to ensure accuracy and objectivity while developing this Report based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever.

b) This Report has to be seen in its entirety; the selective review of portions of the Report may lead to inaccurate assessments. For the purpose of this Report, MA has relied upon the information provided by the management /officials/ consultants of the Issuer and third-party sources like statutory auditor/internal auditor which is peer reviewed audit firm appointed by the Issuer believed by it to be accurate and reliable.

c) Nothing contained in this Report is capable or intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The MA is also not responsible for any errors in transmission and specifically states that it, or its directors, employees do not have any financial liabilities whatsoever to the users of this Report.

d) The MA and its affiliates do not act as a fiduciary. The MA and its affiliates also do not act as an expert to the extent defined under Section 2(38) of the Companies Act, 2013. While the MA has obtained information from sources it believes to be reliable, it does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives from statutory auditors/internal auditor which is peer reviewed audit firm (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.

