Date: 14th November 2026

To,

Sigma Advanced Systems Limited.

Survey No. 1/1, Plot No. 24/A, Hardware Park,

Srisailam Road, Kancha Imarat, Raviryala Village,

Maheswaram Mandal, Hyderabad – 501510.

Subject: Monitoring Agency Report for the quarter ended 30th September 2026 in relation to Preferential Issue.

Dear Sir,

Pursuant to Regulation 162A (2) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("SEBI ICDR Regulations") and Monitoring Agency Agreement dated 3rd June 2026, please find enclosed herewith the Monitoring Agency Report, as per Schedule XI of the SEBI ICDR Regulations towards utilization of proceeds of Preferential issue, for the quarter ended September 30, 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

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Date: 2026.11.14 17:16:24 +05'30'

Name: Shrikant Dev

Designation: Company Secretary

India Ratings & Research

Fitch Group

Report of the Monitoring Agency (MA)

Name of the issuer: **Sigma Advanced Systems Limited**

For quarter ended: **30th September 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 13th November 2026 issued by M/s. N. C. Rajagopal & Co., Chartered Accountants (FRN: 003398S) having UDIN 26230448ABJLAD2936* and other documents provided to us, no deviation from the objects has been observed.
*The reference to the Statutory Auditor Certificate anywhere in the MA report refers to the said Certificate.

(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: 2026.11.14 17:17:01 +05'30'

Name and designation of the Authorized Signatory: Shrikant Dev (Company Secretary)
Date: 14th November 2026.

1) Issuer Details:

Name of the issuer:	Sigma Advanced Systems Limited ("the Company")
Names of the promoters:	• Chintalapati Holdings Private Limited • Ramanagaram Enterprises Private Limited
Industry/sector to which it belongs:	Aerospace and Defense

2) Issue Details:

Issue/offer Period:	8th July 2026 to 15th July 2026
Type of issue (public/rights):	Preferential Issue
Type of specified securities:	1,32,56,470 Equity Shares on preferential basis @ ₹ 347.00 per equity Shares with face value of ₹ 10 each.
IPO Grading, if any:	Not Applicable
Issue size:	INR 460.00 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?	Yes	Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with Corrigendum, Relevant Bank Statements.	No Comments	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.	No Comments	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

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 arrangements pertaining to technical assistance/collaboration are in operation?	NA	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?	No	Management undertaking, Statutory Auditor certificate.	No Comments	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 in Crores)	Revised Cost (INR in 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	**Expansion and growth:** The Company shall utilise upto 75% (Seventy Five percent) of the issue proceeds from the Preferential Issue, an amount of about INR 345 Crores (Indian Rupees Three hundred and forty five crores only) towards funding inorganic growth opportunities and strategic acquisitions/ investments of the Company and its subsidiaries and/or associates, (by way of merger & acquisition activities, strategic investments in similar sector investment vehicles, etc., in accordance with applicable laws), including but not limited to investment in/ loan to subsidiaries and/or associates.	Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with Corrigendum, Relevant Bank Statements.	345.00	NA	NA	NA	NA	NA
2	**General Corporate Purposes:** The Company shall utilise upto 25% (Twenty Five percent) of the issue proceeds from the Preferential Issue i.e., an amount of about INR 115 Crore (Indian Rupees One hundred Fifteen crores only) for general corporate purposes, which includes, inter alia, for meeting ongoing general corporate exigencies and contingencies, expenses of the Company as applicable in such a manner and proportion as may be decided by the Board from time to time and/or any other general purposes as may be permissible under applicable laws		115.00	NA	NA	NA	NA	NA
	TOTAL		**460.00**					

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 in Crores)	Amount Utilized (INR in Crores)			Total unutilized amount (INR in 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	**Expansion and growth:** The Company shall utilise upto 75% (Seventy Five percent) of the issue proceeds from the Preferential Issue, an amount of about INR 345 Crores (Indian Rupees Three hundred and forty five crores only) towards funding inorganic growth opportunities and strategic acquisitions/ investments of the Company and its subsidiaries and/or associates, (by way of merger & acquisition activities, strategic investments in similar sector investment vehicles, etc., in accordance with applicable laws), including but not limited to investment in/ loan to subsidiaries and/or associates.	Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with Corrigendum, Relevant Bank Statements, Share Purchase Agreement, Payment Confirmation, Copy of Invoices.	345.00	-	75.08	75.08	269.92	Refer*	No Comments	No Comments
2	**General Corporate Purposes:** The Company shall utilise upto 25% (Twenty Five percent) of the issue proceeds from the Preferential Issue i.e., an amount of about INR 115 Crore (Indian Rupees One hundred Fifteen crores only) for general corporate purposes, which includes, inter alia, for meeting ongoing general corporate exigencies and contingencies,		115.00	-	26.71	26.71	88.29	No Comments	No Comments	No Comments

	expenses of the Company as applicable in such a manner and proportion as may be decided by the Board from time to time and/or any other general purposes as may be permissible under applicable laws									
	TOTAL		**460.00**	**-**	**101.79**	**101.79**	**358.21**			

*Utilized for acquisition of 100% staked of Bromford Precision Solutions Limited for GBP 5.75 Mn through Wholly Owned Subsidiary Sigma Advanced Systems UK Limited. The funds transferred to said Wholly Owned Subsidiary is in the form of unsecured loans.

iii. Deployment of unutilized issue proceeds:

Sr. No.	Type of Instrument and name of the entity invested in	Amount Invested (INR in Crores)	Maturity Date	Earnings (INR in Crores)*	Return on Investment (%)^	Market Value as at quarter end (INR in Crores)*
1	Mutual Fund - ICICI Prudential Liquid - Growth	30.00	-	-	-	-
2	Mutual Fund - Kotak Arbitrage - Regular - Growth	30.00	-	-	-	-
3	Mutual Fund - Nippon India - Liquid - Growth	30.00	-	-	-	-
4	Mutual Fund - HDFC Liquid - Regular - Growth	30.00	-	-	-	-
5	Mutual Fund - Axis Liquid - Regular - Growth	30.00	-	-	-	-
6	FD with ICICI Bank A/c No. 410813003784	25.01	09-Apr-27	-	6.00%	-
7	FD with ICICI Bank A/c No. 410813003785	25.01	09-Apr-27	-	6.00%	-
8	FD with ICICI Bank A/c No. 410813003786	25.01	09-Apr-27	-	6.00%	-
9	FD with ICICI Bank A/c No. 410813003787	25.01	09-Apr-27	-	6.00%	-
10	FD with ICICI Bank A/c No. 410810001461	66.00	28-Jan-27	-	5.75%	-
11	Balance Lying in ICICI Bank Monitoring a/c - 410805000999	35.47	-	-	-	-
12	Balance Lying with subsidiary Sigma Advanced Systems UK Limited in ICICI Bank a/c – 76458842[#]	5.09	-	-	-	-
13	Balance Lying with subsidiary Nasymth Group Limited in Barclays Bank a/c - 40346578[#]	1.61	-	-	-	-
	TOTAL	**358.21**				

*All Investments in FD and Mutual Funds done on 30th Sep'26, hence earnings is NIL and market value as on 30th Sep'26 is same as amount invested.

^Annual rate of return

[#]Funds transferred by the company, but utilization by the subsidiary is pending as on 30th Sep'26. GBP balance converted to INR basis the exchange rate of transfer of funds by the company.

Note: The Notice to Shareholders under section "Interim Use of Issue Proceeds" mentions "Our Company, in accordance with the provisions of applicable laws and regulations, and policies formulated by our Board from time to time, will have the flexibility to deploy the issue proceeds. Pending complete utilization of the issue proceeds for the Objects described above, our Company intends to, inter alia, invest the issue proceeds in money market instruments including money

market mutual funds, fixed deposits in scheduled commercial banks, securities issued by government of India or any other investments as permitted under applicable laws." We are awaiting the policies formulated by the Board, however the company has temporarily deployed the funds in above stated instruments.

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
Expansion and growth: The Company shall utilise upto 75% (Seventy Five percent) of the issue proceeds from the Preferential Issue, an amount of about INR 345 Crores (Indian Rupees Three hundred and forty five crores only) towards funding inorganic growth opportunities and strategic acquisitions/ investments of the Company and its subsidiaries and/or associates, (by way of merger & acquisition activities, strategic investments in similar sector investment vehicles, etc., in accordance with applicable laws), including but not limited to investment in/ loan to subsidiaries and/or associates.	Within 12 months from the date of allotment	Ongoing	NA	NA	NA
General Corporate Purposes: The Company shall utilise upto 25% (Twenty Five percent) of the issue proceeds from the Preferential Issue i.e., an amount of about INR 115 Crore (Indian Rupees One hundred Fifteen crores only) for general corporate purposes, which includes, inter alia, for meeting ongoing general corporate exigencies and contingencies, expenses of the Company as applicable in such a manner and proportion as may be decided by the Board from time to time and/or any other general purposes as may be permissible under applicable laws					

*Allotment date is 18th Jul'26.

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

Sr. No.	Item Head	Amount (INR in Crores)	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
1	Working Capital Purpose of the Company - Supplier Payments	12.80	Management undertaking, Statutory Auditor Certificate, Notice to Shareholders for EGM along with Corrigendum, Relevant Bank Statements, Board Approval dated 6th Nov'26, Copy of Invoices	No Comments	No Comments
2	Unsecured Loan to Wholly Owned Subsidiary Sigma Advanced Systems UK Limited*	13.91		Refer*	
	TOTAL	**26.71**			

*The said Wholly Owned Subsidiary of the company has further transferred funds to different step down subsidiaries of the company for their working capital purpose which includes supplier payments, etc. Utilization in GBP is converted to INR basis the exchange rate of funds transferred by the company

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.

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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

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