



PARAS DEFENCE & SPACE TECHNOLOGIES LIMITED

Corporate & Registered Office :

D-112, TTC Indl. Area, Nerul, Navi Mumbai - 400 706, India | Tel : +91-22-6919 9999 | Fax : +91-22-6919 9990
CIN : L29253MH2009PLC193352 | E-mail : business@parasdefence.com | Web : www.parasdefence.com

May 28, 2024

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort, Mumbai - 400 001

National Stock Exchange of India Limited

Exchange Plaza, Plot C/1, G Block,
Bandra - Kurla Complex,
Bandra - (East), Mumbai - 400 051

Scrip Code: 543367

Trading Symbol: PARAS

Dear Sir/ Madam,

Sub.: Statement of deviation or variation in the use of proceeds of Initial Public Offer (IPO) of the Company for the quarter ended March 31, 2024

Pursuant to Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we confirm that as on March 31, 2023, there was a variation in the Object clause of purchase of machinery and equipment as stated in the prospectus for Initial Public Offer (IPO) of the Company dated September 25, 2021. Further, there was no variation and deviation as on the quarter ended March 31, 2024. A statement confirming that there is no variation in the utilization of proceeds as on the quarter ended March 31, 2024, duly reviewed by the Audit Committee and approved by the Board of Directors is enclosed.

Out of the total funds received, during the quarter ended March 31, 2024, the Company has utilized Rs. 53.61 million for the objects as stated in the Prospectus of the Company dated September 25, 2021.

As on March 31, 2024, the Fixed Deposit and Monitoring Agency Account held with Kotak Mahindra Bank Limited has NIL balance. In view of the above, the proceeds of the IPO have been completely utilized.

Request you to please take the above on record.

Thanking you,

For Paras Defence and Space Technologies Limited

Jajvalya Raghavan
Company Secretary and Compliance Officer
Membership No.: F11942



Encl.: As Above



PARAS DEFENCE & SPACE TECHNOLOGIES LIMITED

Corporate & Registered Office :

D-112, TTC Indl. Area, Nerul, Navi Mumbai - 400 706, India | Tel : +91-22-6919 9999 | Fax : +91-22-6919 9990
CIN : L29253MH2009PLC193352 | E-mail : business@parasdefence.com | Web : www.parasdefence.com

ANNEXURE

STATEMENT OF UTILISATION OF THE NET PROCEEDS OF INITIAL PUBLIC OFFER ("IPO") IN ACCORDANCE WITH THE "OBJECTS OF THE OFFER" GIVEN IN THE PROSPECTUS FOR IPO OF PARAS DEFENCE AND SPACE TECHNOLOGIES LIMITED ("THE COMPANY") FOR THE QUARTER ENDED MARCH 31, 2024

Name of the Issuer: Paras Defence and Space Technologies Limited

For quarter ended: March 31, 2024

Name of Monitoring Agency: Kotak Mahindra Bank Limited

Deviations from the objects: As on March 31, 2024 there is no deviation in the Object Clause of purchase of machinery and equipment, however as per Object Clause of IPO prospectus, the Company was required to utilise amount of Rs. 346.57 Million for the purchase of machinery and equipment up to Fiscal Year 2022, The Shareholders of the Company by way of Postal Ballot on May 04, 2022 approved the unutilised amount of Rs. 332.40 Million as on March 31, 2022 to be utilised up to Fiscal Year 2023, however Rs. 189.72 Million were remained unutilised as on March 31, 2023, in respect of it the Company had obtained the approval of Shareholders by way of Postal Ballot on May 03, 2023 for purchase of machinery and equipment and construction of building / civil work and the period for utilisation has been extended up to Fiscal Year 2024.

Range of Deviation: Not Applicable.

1. Issuer Details

Name of the Issuer	Paras Defence and Space Technologies Limited
The names of the promoters of the issuer	1. Sharad Virji Shah 2. Munjal Sharad Shah
Industry/sector to which it belongs	Aerospace & Defence

2. Offer Details

Offer Period	3 days [September 21, 2021 to September 23, 2021]
Type of Offer	Initial Public Offer
Type of specified securities	Equity Shares
IPO Grading, if any	Not Applicable
Offer size (Rs. in Million)	Rs. 1,707.78 Million [the fresh issue is aggregating up to Rs. 1,406.00 Million and the offer for sale was aggregating up to Rs. 301.78 Million]

Particulars	Amount (Rs. in Million)
Gross proceeds of the Fresh Issue	1,406.00
(Less) Offer related expenses in relation to the Fresh Issue [#]	(161.53)
Net Proceeds	1,244.47

[#]including unutilised amount of Rs. 0.94 Million transferred from escrow account no. 7745097890 to Monitoring Agency Account no. 7745097913 on December 07, 2022 and Rs. 0.02 Million which is lying in resident anchor escrow account as on March 31, 2024.



PARAS DEFENCE & SPACE TECHNOLOGIES LIMITED

Corporate & Registered Office :

D-112, TTC Indl. Area, Nerul, Navi Mumbai - 400 706, India | Tel : +91-22-6919 9999 | Fax : +91-22-6919 9990
CIN : L29253MH2009PLC193352 | E-mail : business@parasdefence.com | Web : www.parasdefence.com

3. Details of object(s):

(i) Cost of object(s):

Sr. No.	Item Head	Original Cost as per offer document (Rs. in Million)	Revised cost (Rs. in Million) @
1.	Purchase of machinery and equipment	346.57	-
2.	Funding incremental working capital requirements of our Company	600.00	-
3.	Repayment or prepayment of all or a portion of certain borrowings/outstanding loan facilities availed by our Company	120.00	-
4.	General corporate purposes	177.90	-
	Total	1,244.47	-

@As on March 31, 2024, the Company has not revised the above cost of objects.

(ii) Progress in the object(s):

Sr. No.	Item Head	Amount as proposed in Offer Document (Rs. in Million)	Amount utilized (Rs. in Million)			Total unutilized Amount (Rs. in Million)
			As Beginning of quarter	at the quarter	During the quarter	
1.	Purchase of machinery and equipment**	346.57	292.96	53.61	346.57 @	-
2.	Funding incremental working capital requirements of our Company	600.00	600.00	-	600.00	-
3.	Repayment or prepayment of all or a portion of certain borrowings/outstanding loan facilities availed by our Company	120.00	120.00	-	120.00	-
4.	General corporate purposes	177.90	177.90	-	177.90	-
	Total	1,244.47	1,190.86	53.61	1,244.47	-

** Refer above paragraph "Deviations from the objects."

@ including Rs. 42.66 million of capital advance as on March 31, 2024.








PARAS DEFENCE & SPACE TECHNOLOGIES LIMITED

Corporate & Registered Office :

D-112, TTC Indl. Area, Nerul, Navi Mumbai - 400 706, India | Tel : +91-22-6919 9999 | Fax : +91-22-6919 9990
CIN : L29253MH2009PLC193352 | E-mail : business@parasdefence.com | Web : www.parasdefence.com

(iii) Deployment of unutilized IPO proceeds:

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. in Million) ~	Maturity date	Earnings (Pre Tax) (Rs. In Million)	Return on Investment (ROI %)	Book Value as at the end of quarter (Rs. in Million)
Nil						

During the quarter, the Company transferred Rs. 9.43 million (comprise of Rs. 0.94 million transferred from escrow account no. 7745097890 and balance of interest accrued from term deposits) from Kotak Mahindra Bank Limited Monitoring Agency Account No.7745097913 to Kotak Mahindra Bank Limited Cash Credit Account No. 6912468495 and utilised for working capital purpose.

(iv) Delay in implementation of the Object(s) – delay as on March 31, 2024

Object(s) Name	Completion Date		Delay (No. of days/ months)
	As per Prospectus	Revised [^]	
Purchase of machinery and equipment	FY 2022	FY 2024	24 Months

[^]The Board of Directors in their meeting held on March 17, 2022 and the shareholders of the Company through the e-voting Postal Ballot on May 04, 2022, approved to utilize / deploy the unspent amount, as on March 31, 2022, of Rs. 332.40 Million in the subsequent Fiscal Year 2023 towards the purchase of machinery and equipment instead of Fiscal Year 2022. However, in the Fiscal Year 2023 the Company was not able to utilised full amount for purchase of machinery and equipment so the Board of Directors of the Company in their meeting held on March 29, 2023 and the shareholders of the Company through the e-voting Postal Ballot on May 03, 2023 approved to utilise / deploy the unspent amount of Rs. 189.72 Million in the subsequent Fiscal Year 2024 for purchase of machinery and equipment and construction of building / civil work instead of Fiscal Year 2023.

We confirm that the above information is as per the prospectus for IPO dated September 25, 2021, the unaudited books of account maintained by the Company, statement and confirmation for the bank accounts and Fixed Deposits received from the Banks and other records maintained by the Company. We further confirm that it is the Company's responsibility to maintain the proper books of account and to account for all the relevant transactions in the books of account.

For Paras Defence and Space Technologies Limited


Munjal Sharad Shah
Managing Director
DIN: 01080863



Navi Mumbai
May 16, 2024