

November 13, 2017

To,

The Secretary
National Stock Exchange of India Ltd
Exchange Plaza, C/1, Block G,
Bandra Kurla Complex, Bandra (East)
Mumbai – 400 051
NSE Symbol: TEJASNET

The Secretary
BSE Limited
P J Towers, Dalal Street, Fort,
Mumbai – 400 001
BSE Scrip Code: 540595

Dear Sir/Madam,

Sub: Intimation under Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements, we hereby confirm that there has been no deviation in the use of IPO Proceeds from the objects stated in the prospectus dated June 21, 2017.

In this regard, please find attached the Monitoring Agency Report provided by Axis Bank Limited (Monitoring Agent) for the quarter ended on 30th September, 2017 for your reference.

We request you to please take the above on record.

Thanking you,

Yours sincerely
For Tejas Networks Limited

G.V.
G V Krishnakanth
Company Secretary



Encl: a/a



AXB/CO/IFB-TS/17-18/291
November 13, 2017

Tejas Networks Limited
5th Floor, J P Software Park,
Plot No 25, Sy. No 13, 14, 17, 18,
Konnapana Agrahara Village,
Begur Hobli, Bangalore – 560 100

Dear Sir,

Sub : Tejas Networks Limited (the Company) – Monitoring Agent

We write in our capacity of Monitoring Agent to the Company and refer to our duties cast under Regulation 16(2) of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2009.

In terms of above, please find attached the Monitoring Report for the quarter ended on September 30, 2017, as per Schedule IX of the aforesaid SEBI Regulations.

Request you to kindly take the same on records.

Thanking you,
For **Axis Bank Limited**


Amar Hadye
Assistant Vice President



Report of the Monitoring Agency

Name of the Issuer: **Tejas Networks Limited**

For Quarter ended: **September 2017**

Name of the Monitoring Agency: **Axis Bank Limited**

(a) Deviation from the objects: **No deviation from the objects (relevant comments are specified in the report below)**

(b) Range of Deviation*: **Not applicable (relevant comments are specified in the report below)**

Declaration:

We hereby declare that this report is based on the format as prescribed by SEBI (ICDR) Regulations, 2009, as amended. We further declare that this report provides true and fair view of the utilization of issue proceeds.

We declare that we do not have any direct / indirect interest in or relationship with the issuer/promoters/directors/management and also confirm that we do not perceive any conflict of interest in such relationship / interest while monitoring and reporting the utilization of issue proceeds by the issuer. We also declare that the certificate is provided on the basis of management representation and certification provided by the independent chartered accountant.



Signature:

Name of Signing Authority: **Mr. Amar Hadye**

Designation Signing Authority: **Assistant Vice President**

Date: **13.11.17**

1) **Issuer Details:**

Name of the issuer : Tejas Networks Limited
 The name of the promoter of the issuer : Not applicable
 Industry/sector to which it belongs : Manufacturing

2) **Issue Details:**

Issue Date : 22nd June 2017
 Issue Price : Rs 257, including security premium of Rs. 247/- each.
 Type of specified securities : Equity Shares with par value of Rs 10/- each
 Issue size : A. Fresh Issue : Rs. 4,500.00 Million
 B. Offer for Sale : Rs. 3,266.88 Million

3) **Details of the arrangement made to ensure the monitoring of issue proceeds:**

Sr.	Particular	Reply	Comments of Monitoring Agency
1.	Whether all the utilization is as per disclosure in Offer Document?	Yes	
2.	Whether Shareholder approval is obtained in case of material deviations# from expenditures disclosed in Offer Document?	Not Applicable	There is no material deviation from the expenditure disclosed in the offer document.
3.	Whether means of finance for disclosed objects of the Issue has changed?	No	
4.	Any major deviation observed over the earlier certificate issued?	Not to our knowledge	
5.	All Government/Statutory approvals related to the work carried out have been obtained	Yes	
6.	All arrangements pertaining to technical assistance/collaboration are in operation	Not Applicable	
7.	There is no significant favorable events occurred leading to improving object(s) viability	Not to our knowledge	
8.	There is no significant unfavorable events occurred affecting object(s) viability	Not to our knowledge	
9.	There are no other relevant information that may materially affect the work carried out or corresponding decision making of stake holders with reference to the projects.	Not to our knowledge	

(Give item by item description for all the objects stated in offer document separately in following format)

Where material deviation may be defined to mean:

- a) Deviation in the objects or purposes for which the funds have been raised: **Not applicable**
 b) Deviation in the amount of fund actually utilized by more than 10% of the amount projected in the offer documents.: **Not applicable**



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

(i) Cost of object(s)-

(Rs in million)

Sr.	Item	Original cost (as per offer document)	Revised cost	Comments of Monitoring Agency
1	Capital expenditure towards payment of salaries for Research and Development team	452.86	----	There is no change in the original cost
2	Working capital requirement - Repayment of working capital borrowings - Payments to vendors in the normal course of business	3,030.00	----	
3	General Corporate Purpose	762.05	----	
	Total	4,244.91	----	

(ii) Progress in the objects- during July 1, 2017 to September 30, 2017

(Rs. In million)

Particulars	Proposed utilization	Actual utilization during June 27, 2017 to June 30, 2017	Pending utilization as at June 30, 2017	Actual utilization during July 1, 2017 to September 30, 2017	Pending utilization as at September 30, 2017
(i) Capital expenditure towards payment of salaries and wages of our Research and Development team	452.86	13.21	439.65	110.07	329.58
(ii) Working capital requirement	3,030.00		279.62		-
• Repayment of working capital borrowings		2,662.66		40.15	
• Payments to vendors in the normal course of business		87.72		239.47	
(iii) General corporate purposes	762.05	-	762.05	470.68	291.37
TOTAL	4,244.91	2,763.59	1,481.32	860.37	620.95

(iii) Particulars of investment of unutilized funds as on 30th September 2017:

Rs. in Million

Type of instrument where amount invested	Amount invested*	Maturity date	Earnings (Due on maturity date)	Return on Investment (ROI %)	Market Value as at the end of quarter
Balance in Current Account- Monitoring Account with Axis Bank 917020045416993	2.12	NA	NA	NA	NA
Balance in Current Account- IPO Account with Axis Bank 917020038901457	1.70	NA	NA	NA	NA
Axis Bank FD-917040060112748	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060113217	50.00	16-Oct-17	0.27	6.0%	NA



Axis Bank FD-917040060113932	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060114003	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060118526	20.00	16-Oct-17	0.11	6.0%	NA
Axis Bank FD-917040060117002	70.00	16-Oct-17	0.38	6.0%	NA
Axis Bank FD-917040063401845	17.90	4-Oct-17	0.05	5.5%	NA
Axis Bank FD-917040060117390	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060096730	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060097490	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060098736	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060104064	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060105708	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060106497	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060107681	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060108088	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060109085	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060109933	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040060112007	50.00	16-Oct-17	0.27	6.0%	NA
Axis Bank FD-917040065741202	50.00	3-Oct-17	0.06	5.0%	NA
Total	961.72		4.92		

* Includes amounts remaining unpaid to the selling shareholders towards the 'Offer for Sale', amounts pending to be paid towards the offer expenses, amount utilised towards objects of the offer from other banks (to be squared off through future drawings from IPO designated accounts) and net interest earned on the deposits till September 30, 2017.

Note:

1. We understand that during the period ended September 30, 2017 the Income Tax Department initiated proceedings under Section 132 of the Income Tax Act, 1961 and issued restraint order on certain bank accounts and deposits of the Company. We further understand that the restraint order has been withdrawn and there is no demand raised.
2. During the period ended September 30, 2017 the Company has factored receivables on a non-recourse basis in the normal course of Business pertaining to a customer to a banker under factoring agreement and has de recognized such receivables amounting to Rs. 4991 lakhs in the statement of assets and liabilities as of September 30, 2017 with Ind AS 109- Financial Instruments.

(iv) Delay in implementation of the object(s)- Not to our knowledge

