

**AXB/CO/IFB-TS/2020-21/119**

January 21, 2021

To,

**Quick Heal Technologies Limited**

Marvel Edge, 7010 C&D, 7<sup>th</sup> Floor,  
Opp. NECO Garden Society  
Pune – 411 014.

**Kind Attn: Mr. Shankar Shinde**

Dear Sir,

**Sub.: Quick Heal Technologies Limited - Initial public offering of equity shares by the Company aggregating upto Rs. 250 Crores.**

We write in our capacity of Monitoring Agent for the captioned initial public offering of the Company and refer to our duties cast under Regulation 82(2) of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2018.

In terms of above, please find attached the Monitoring Report for the quarter ended on December 31, 2020 as per Schedule XI of the aforesaid SEBI Regulations.

Request you to kindly take the same on records.

Thanking you.

**For and on behalf of Axis Bank Ltd**



**Authorized Signatory**

## Report of the Monitoring Agency

Name of the Issuer: **Quick Heal Technologies Ltd**

For Quarter ended: **December, 2020**

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 declare that this report is based on the format as prescribed by SEBI (ICDR) Regulations, 2018, as amended. We further declare that this report provides a 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.

**For and on behalf of Axis Bank Ltd**



**Name: Mangalagowri Bhat**

**Date: 21 January, 2021**

1) **Issuer Details:**

Name of the issuer: Quick Heal Technologies Ltd.  
 The names of the promoters of the issuer: Kailash Katkar, Sanjay Katkar, Anupama Katkar and Dr. Chhaya Katkar.  
 Industry/sector to which it belongs: Security software products and solutions.

2) **Issue Details:**

Issue Period: 16<sup>th</sup> February 2016 to 18<sup>th</sup> February, 2016  
 Type of issue (public/rights): Public Issue.  
 Type of specified securities: Equity Shares.  
 Grading: As this is an offer of Equity shares, no credit rating agency has been appointed in respect of obtaining grading for the offer.  
 Issue size (Rs. in Crores): Fresh issue of Rs. 250 crores

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

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

Particulars	Comment
Advertising and sales promotion	As per annexure attached 3.1
Capital expenditure on research and development	As per annexure attached 3.1
Purchase, development and renovation of office premises in Kolkata, Pune and New Delhi	As per annexure attached 3.1
General corporate purposes	As per annexure attached 3.1

# 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 fund actually utilized by more than 10% of the amount projected in the offer documents.

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

- (i) Cost of object(s)-

(Give Item by Item Description for all the Objects Stated in Offer Document separately in following format)  
 (Rs. in million)

Sl. No	Item Head }	Original Cost (as per Offer Document)	Revised Cost	Comments of Monitoring Agency	Comments of Board of Directors		
					Reason of cost revision	Proposed financing option }	Particulars of firm arrangements made
1.	Offer related expenses	157.49	174.74	The fact that estimated offer related expenses are short of actual expenses is mentioned in all earlier Utilization Certificate*			

\* Relevant comments are provided in our report dated 25<sup>th</sup> October, 2016

- (ii) Progress in the object(s)-Attached as Annexure 3.2

## (i) Deployment of unutilized IPO proceeds-

Sl. no.	Type of instrument where amount invested*	Amount invested	Maturity date	Accrued interest Earnings #	Return on Investment (ROI %)	Market Value as at the end of quarter**
1	Fixed Deposit in Kotak Mahindra Bank with FD No. 8845025790	1,90,00,000	25-Mar-21	2,44,658	4.70%	1,92,44,658
2	Fixed Deposit in Kotak Mahindra Bank with FD No. 8814135505	4,87,50,000	12-Mar-21	23,56,027	6.00%	5,11,06,027
3	Fixed Deposit in Kotak Mahindra Bank with FD No. 8814135956	4,00,00,000	15-Mar-21	19,26,575	6.00%	4,19,26,575
4	Fixed Deposit in Kotak Mahindra Bank with FD No. 8845026292	3,65,00,000	25-Mar-21	3,71,250	3.75%	3,68,71,250
5	Fixed Deposit in Kotak Mahindra Bank with FD No. 8845013353	5,90,00,000	01-Mar-21	8,08,543	4.10%	5,98,08,543
6	Fixed Deposit in Kotak Mahindra Bank with FD No. 8845027268	6,75,00,000	25-Mar-21	7,26,503	4.05%	6,82,26,503
7	Fixed Deposit in ICICI Bank Ltd. with FD No. 624013035465	4,87,50,000	12-Mar-21	23,56,028	6.00%	5,11,06,028
8	Fixed Deposit in ICICI Bank Ltd. with FD No. 42413019723	1,90,00,000	01-Mar-21	2,90,882	4.40%	1,92,90,882
9	Fixed Deposit in ICICI Bank Ltd. with FD No. 42413019731	1,90,00,000	01-Mar-21	2,88,592	4.40%	1,92,88,592
10	Fixed Deposit in ICICI Bank Ltd. with FD No. 42413019740	1,90,00,000	01-Mar-21	2,86,301	4.40%	1,92,86,301
11	Fixed Deposit in ICICI Bank Ltd. with FD No. 42413019746	40,00,000	02-Mar-21	59,792	4.40%	40,59,792
12	Bank Balance in Axis Bank Account No.916020008277004 as on 31st December 2020	14,25,584	NA	NA	NA	14,25,584
	<b>Total</b>	<b>38,19,25,584</b>		<b>97,15,151</b>		<b>39,16,40,735</b>

\* Also indicate name of the party/company in which amounts have been invested

\*\* Where market value is not practical to find, provide NAV/NRV/Book Value of the same

# Interest Accrued Earnings are mentioned as per interest accrued certificates issued by Bank.

## Interest accrued as per unaudited books of account is Rs. 97,15,151 and as per Interest Certificates issued by bank is Rs. 97,15,151

(iv) Delay in implementation of the object(s) -No. As per the objects of the offer stated in the prospectus the Total Net Proceeds received by Quick Heal Technologies Limited by way of IPO should be deployed during the fiscal years 2016,2017,2018 and 2019.

However, if the funds are not utilized within prescribed period for reasons mentioned in prospectus, then such unutilized fund can be utilized in a fiscal year 2020 or any subsequent period as may be determined by the company.

Based on the above, the Board of Directors of Quick Heal Technologies Limited in meeting dated 13th February 2019 have decided to extend the utilization of Net Proceeds to the subsequent fiscal years upto 31 March 2021 stating that the same is within permissible reason as specified in prospectus.



**ANNEXURE 3.1 TO THE MONITORING AGENCY CERTIFICATE DATED 21<sup>st</sup> JANUARY, 2021**

<b>Particulars</b>	<b>Reply</b>	<b>Monitoring Agency Comment</b>	<b>Comments of Board of Directors</b>
Whether all the utilization is as per disclosure in Offer Document?	Yes	Utilization is as per disclosure in prospectus.	
Whether Shareholder approval is obtained in case of material deviations from expenditures disclosed in Offer Document?	Not Applicable	For the concerned period, there is no material deviation for the expenses incurred on advertising and sales promotion expenses.	
Whether means of finance for disclosed objects of the Issue has changed?	No	No, means of finance for disclosed object of the issue has not been changed.	
Any major deviation observed over the earlier monitoring agency reports?	No	Not to our knowledge	
Whether all Government / Statutory approvals related to the object(s) obtained?	Not Applicable	As declared by management, no separate Government/ Statutory approvals are required related to expenses incurred under this object.	
Whether all arrangements pertaining to technical assistance/collaboration in operation?	Yes	Nil	
Any favorable events improving object(s) viability	No	Not to our knowledge	

Particulars	Reply	Monitoring Agency Comment	Comments of Board of Directors
Any unfavorable events affecting object(s) viability	No	Not to our knowledge	
Any other relevant information that may materially affect the decision making of the investors	No	Not to our knowledge	

*2/19/18*

ANNEXURE 3.2 TO THE MONITORING AGENCY CERTIFICATE DATED 21<sup>st</sup> JANUARY, 2021

Sl. No	Item Head	Amount as proposed in Letter of Offer	Amount utilized						Total unutilized Amount	Comments of Auditor	Amount in million	
			As at Beginning of the quarter	During the quarter	At the end of the quarter	Transfer of funds after approval obtained in AGM dt. 15 <sup>th</sup> July 2019	Transfer of funds after approval obtained in AGM dt. 11 <sup>th</sup> August 2020	Reason of idle funds			Proposed Course of Action	
1	Advertising and Sales Promotion	1110	710.45	26.44	736.89	0.00	-250.00	123.11	Expenses incurred on advertising and sales promotion are utilized from net proceeds and are in accordance with the objects of the offer as stated in prospectus. Amount of Rs. 250 is transferred from Advertising and Sales Promotion object to General Corporate Purpose object by resolution dated 11 <sup>th</sup> August 2020			
2	Capital expenditure on research and development	418.80	418.80	-	418.80	0.00	0.00	-	Not Applicable.			
3	Purchase, development and renovation of office premises in Kolkata, Pune and New Delhi	275.95	188.72	-	188.72	-87.23	0.00	-	For the said quarter, there is no expenditure incurred on Purchase, development and renovation of office premises in Kolkata, Pune and New Delhi. Amount of Rs. 87.23 is transferred from Purchase, development and renovation of office premises in Kolkata, Pune and New Delhi object to General Corporate Purposes object by resolution dated 15 <sup>th</sup> July 2019.			
4	General corporate purposes	537.76	589.37	28.01	617.38	87.23	250.00	257.61	Utilization is as per disclosure in prospectus. Amount of Rs. 87.23 is transferred from Purchase, development and renovation of office premises in Kolkata, Pune and New Delhi object to this object by resolution dated 15 <sup>th</sup> July 2019. Amount of Rs. 250 is transferred from Advertising and Sales Promotion object to this object by resolution dated 11 <sup>th</sup> August 2020.			
	<b>Total</b>	<b>2342.51</b>	<b>1907.34</b>	<b>54.45</b>	<b>1961.80</b>			<b>380.72</b>				