

# PKR ASSOCIATES

Bank Panel Valuer &  
Chartered Engineer



**P. KANAKA RAO**

Govt. Regd. Valuer for  
Land & Building,  
Plant & Machinery,

Mobile : 94409 18184 / 79896 23479

email : pkanakarao.ntpc@gmail.com

REF No. PKR/C306 R1 /23-24

Date: 14-12-2023

To:

**Axis Capital Limited**

1<sup>st</sup> Floor, Axis House  
C-2 Wadia International Centre  
P. B. Marg  
Worli, Mumbai 400 025  
Maharashtra, India

**Anand Rathi Advisors Limited**

11<sup>th</sup> Floor, Times Tower  
Kamla City, Senapati Bapat Marg  
Lower Parel  
Mumbai 400 013  
Maharashtra, India

**ICICI Securities Limited**

ICICI Venture House  
Appasaheb Marathe Marg  
Prabhadevi  
Mumbai 400 025  
Maharashtra, India

**SBI Capital Markets Limited**

1501, 15<sup>th</sup> floor, A & B Wing  
Parinee Crescenzo Building  
G Block, Bandra Kurla Complex  
Bandra East, Mumbai- 400 051  
Maharashtra, India

*(Axis Capital Limited, Anand Rathi Advisors Limited, ICICI Securities Limited and SBI Capital Markets Limited appointed by the Company are collectively referred to as the "Book Running Lead Managers" or the "BRLMs")*

and

To,

**The Board of Directors,  
Azad Engineering Limited,  
90/C,90/D, Phase 1 I.D.A,  
Jeedimetla,  
Hyderabad – 500 055,  
Telangana, India**



*P. Kanaka Rao*

Address : 2-2-647/182/I, CE Colony, Bagh Amberpet, Hyderabad-500013

Dear Sir / Madam,

**Re: Proposed initial public offering of equity shares (the "Equity Shares") of Azad Engineering Limited (the "Company" and such offering, the "Offer")**

I, the undersigned, confirm that I am duly registered as a Chartered Engineer, with the Institution of Engineers (India) (Membership No: **M1740924**). A copy of the membership certificate is attached herewith as **Schedule I**. Further, I confirm that the aforesaid registration is valid as on the date hereof, and as such, I am duly qualified to issue this certification.

Pursuant to the e-mail dated 17<sup>th</sup> August 2023, I have been engaged by the Company to carry out an independent verification for certifying certain information identified in **Annexure A** and **Annexure B** hereto included in the (i) draft red herring prospectus (the "**DRHP**") filed with the Securities and Exchange Board of India ("**SEBI**"), BSE Limited and National Stock Exchange of India Limited (collectively, the "**Stock Exchanges**"); and to be included in the (ii) red herring prospectus proposed to be filed with SEBI, the Stock Exchanges and the Registrar of Companies, Andhra Pradesh and Telangana at Hyderabad ("**Registrar of Companies**") (the "**RHP**"); (iii) prospectus proposed to be filed with SEBI, the Stock Exchanges and the Registrar of Companies (the "**Prospectus**"); and (iv) any other documents or materials to be issued in relation to the Offer (collectively with the DRHP, RHP and Prospectus, the "**Offer Documents**").

As of the date of this certificate, the Company operates the following manufacturing facilities ("**Manufacturing Facilities**"), as given below:

Sl. No.	Address	Usage
1	Plot No. - 90/C, 90/D, Phase - I, IDA, Jeedimetla, Hyderabad - 500 055, Telangana, India (" <b>Unit 3</b> ")	Registered and Corporate office, & Factory - CNC Milling
2	Industrial shed No. D-42 & 43, T.S.I.I.C, Industrial Development Area, Phase - V, Jeedimetla Industrial Park, Quthbullapur Mandal, Medchal-Malkajgiri District Hyderabad 500 055, Telangana, India (" <b>Unit 4</b> ")	Factory - CNC Milling
3	Industrial Plot No.63/A, T.S.I.I.C, Industrial Development Area, Phase - I, Jeedimetla Village, Industrial Park, Quthbullapur Mandal, Medchal-Malkajgiri District, Hyderabad 500 055, Telangana, India (" <b>Unit 5</b> ")	Factory - CNC Milling
4	Plot No.17/B, Phase-III, Industrial Park, Pashamylaram, Patancheru, Medak 502 205, Telangana, India (" <b>Unit 2</b> ")	Factory- Forging and heat treatment.

The information identified in **Annexure A** covers, amongst other things, i) the aggregate installed capacity, the volume of products produced by the Company, and capacity utilization for the Manufacturing Facilities as of and for the six-month period ended September 30, 2023, and the financial years ended March 31, 2023, 2022, and 2021, respectively; ii) the infrastructural facilities available at each of the Manufacturing Facilities; iii) product categorization and their revenue contribution in the industries that the Company operates in; and iv) purpose of equipment proposed to be purchased from the proceeds of the Offer. Further, the information identified in **Annexure B** covers, amongst other things, the description of the manufacturing facilities, products, parts and components manufactured, its usage, and processes used in the manufacturing of such products, and other infrastructural facilities. Further, **Annexure C** covers the existing layouts of each of the Manufacturing Facilities.



*Kanaka Rao*

Based on my independent review, examination and verification of the Manufacturing Facilities, physical inspection of the machinery and equipment, physical verification of the products, equipment, processes and infrastructural facilities available at the manufacturing facilities and review of the relevant records (including records for production)/ documents examined/ verified as per **Annexure D** and other necessary procedures carried out by me I hereby certify that the information identified in **Annexure A** and **Annexure B** hereto, duly initialed by me, is true, complete, accurate and not misleading as on the date hereof.

Further, I hereby consent to the contents of this certificate (including the annexures hereto) or any extracts thereof being used in the Offer Documents, and reference(s) thereto being included in the Offer Documents.

I hereby consent to be named as an expert under Section 2(38) and other applicable provisions of the Companies Act, 2013, as amended, to the extent and in my capacity as a chartered engineer and in respect of this certificate and the details derived from this certificate and to be included in Offer Documents.

I represent that my execution, delivery and performance of this certificate has been duly authorized by all necessary actions.

I confirm that I am independent, and that I am not, and have not been engaged in or interested in the formation or promotion or in the management of the Company. Further, I am not in any way connected with or related to the Company, its subsidiaries, directors, promoter(s), or promoter group or group companies.

The following details in respect of me may be disclosed in the Offer Documents:

Name	P. KANAKA RAO
Address	2-2-647/182/I, CE COLONY, BAGH AMBER PET,
Telephone number	9440918184
Fax number	NA
E-mail	Pkanakarao.ntpc@gmail.com
Website	NA
Contact person	P. KANAKA RAO
Chartered engineer certificate no.	M1740924

I hereby confirm that the information in this certificate is true, fair, correct, accurate and there is no untrue statement or omission which would render the contents of this certificate misleading in its form or context and will enable investors to make a well-informed decision.

Additionally, I confirm that the Book Running Lead Managers, the legal counsels and other advisors or intermediaries appointed in relation to the Offer may rely on the contents of this certificate (including the annexures hereto) for the purposes of the Offer and for inclusion (in part or full) in the Offer Documents.

Further, I undertake to immediately inform the Company, Book Running Lead Managers, legal counsels and other advisors or intermediaries appointed in relation to the Offer, in writing of any changes or variations in respect of the matters covered in this certificate (including the annexures hereto) until the date when the Equity Shares allotted pursuant to the Offer commence trading on the Stock Exchanges. In the absence of any such written communication from me, the above information contained in the Offer Documents and certified herein should be taken as true, complete, accurate



and updated until the date when the Equity Shares allotted pursuant to the Offer commence trading on the Stock Exchanges.

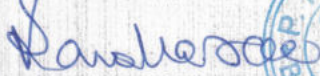
I hereby authorize you to deliver this certificate to SEBI, the Stock Exchanges, the Registrar of Companies or any other statutory/ governmental/ regulatory authority as may be required and for the purpose of any defense that the Book Running Lead Managers may wish to advance in any claim or proceeding in connection with the contents of the Offer Documents.

I also consent to the inclusion of this letter as a part of "Material Contracts and Documents for Inspection" in connection with this Offer, which will be available to the public for inspection from date of the filing of the RHP until the Bid/ Offer Closing Date (including on the website of the Company).

I agree to keep the information regarding the proposed Offer and the contents of this certificate granted by me strictly confidential.

All capitalized terms not defined herein would have the same meaning as attributed to it in the Offer Documents.

Yours faithfully,



(P. KANAKA RAO)

Chartered Engineer Registration Number: M-1740924

Place: HYDERABAD.

Cc:

**Khaitan & Co**

10th & 13th Floors, Tower 1C

One World Centre

841, Senapati Bapat Marg

Mumbai 400 013

Maharashtra, India

**Cyril Amarchand Mangaldas**

Prestige Falcon Tower

3rd Floor, Brunton Road

Craig Park Layout, Victoria Layout

Bengaluru 560 025

Karnataka, India

**Enclosures:**

**Schedule – I (CE membership certificate)**

**Annexure – A**

**Annexure – B**

**Annexure- C - Layout for manufacturing facilities**

**Annexure D**