



14th February, 2023

To,
National Stock Exchange of India Ltd
Exchange Plaza, 5th Floor,
Plot No. C/1, G block,
Bandra-Kurla Complex,
Bandra (E)
Mumbai 400051.
Script ID - HPAL

To,
BSE Limited
1st Floor, New Trading Ring,
Rotunda Building,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400001.
Script Code - 543433

Subject: Statement of deviation or variation in the use of proceeds of the fresh issue of the Initial Public Offer of the Company for the quarter ended 31st December, 2022.

Dear Sir/ Madam,

Pursuant to Regulation 32(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended read with SEBI Circular No. CIR/CFD/CMD1/162/2019 dated 24th December, 2019, please find enclosed herewith a statement of deviation(s) or variation(s) in the utilization of funds raised through the Initial Public Offering (IPO) for the quarter ended 31st December, 2022 in the prescribed format.

The aforesaid statement has been reviewed by the Audit Committee and taken on record by the Board at their respective meetings held on 11th February, 2023.

Kindly take the same on record.

Thanking you,

Yours Truly,

For HP Adhesives Limited

JYOTI
NIKUNJ
CHAWDA

Digitally signed by
JYOTI NIKUNJ
CHAWDA
Date: 2023.02.14
13:09:36 +05'30'

Jyoti Chawda
Company Secretary

Encl: As above

HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India
Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India
CIN: L24304MH2019PLC325019

Tel: +91-22-68196300
Email: info@hpadhesives.com
Web: www.hpadhesives.com



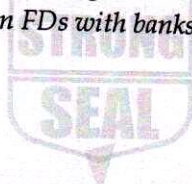
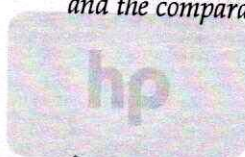
Annexure A

Statement of Deviation/ Variation in utilisation of fund raised

Name of listed entity	HP Adhesives Limited					
Mode of Fund Raising	Public Issue (Initial Public Offer)					
Date of Raising Funds	Issue Open Date: December 15, 2021 Issue Closing Date: December 17, 2021 Date of Listing: December 27, 2021					
Amount Raised	Offer for Sale: Rs. 125.27 Million Fresh Issue: Rs. 1134.36 Million Total: Rs. 1259.63 Million					
Report filed for Quarter ended	December 31, 2022					
Monitoring Agency	Applicable					
Monitoring Agency Name, if applicable	ICICI Bank Limited					
Is there a Deviation/ Variation in use of funds raised	No					
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	No					
If Yes, Date of shareholder Approval	NA					
Explanation for the Deviation/ Variation	NA					
Comments of the Audit Committee after review	No Comments					
Comments of the auditors, if any	No Comments					
Objects for which funds have been raised and where there has been a deviation, in the following table						
<i>(Amount in INR Mn)</i>						
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation/ Variation for the quarter according to applicable object	Remarks if any
Working Capital	Not applicable	540.00	Not applicable	405.22 [^]	Not applicable	No Deviation
Capex	Not applicable	255.09 ^{**}	Not applicable	77.43	Not applicable	No Deviation
General Corporate purposes	Not applicable	172.35	171.82 [*]	171.82	Not applicable	No Deviation

**Revised upon finalization of Issue Expenses*

[^]As per Prospectus, the Company had proposed utilizing INR 200 mn towards working capital requirement in current financial year (FY23). Keeping in mind the rising interest rate cost on working capital bank borrowings and the comparative lower interest rate earned on FDs with banks of the unutilized amount. The Company has



HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India
Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India
CIN: L24304MH2019PLC325019

Tel: +91-22-68196300
Email: info@hpadhesives.com
Web: www.hpadhesives.com



intended to accelerate the deployment of upto INR 80 mn from next year's (FY24) working capital allocation (of INR 180 mn) which has been discussed and noted in the Audit committee meeting dated 11th November, 2022. In Q3FY23, the Company has utilized INR 45.22 mn from the proposed INR 80 mn (proposed accelerated usage) as stated above.

**The amount has been utilized for the Capex Object as defined in the Prospectus. However, there has been a delay in utilization of the Capex amount as compared to revised timeline provided in the Q4 FY2022 monitoring agency report.

Deviation or variation could mean:

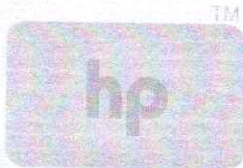
- (a) Deviation in the objects or purposes for which the funds have been raised or
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed or
- (c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc.,

K. Motwan



Name of the Signatory: Karan Haresh Motwan
Designation: Managing Director

Date: 14th February, 2023
Place: Mumbai



HP ADHESIVES LIMITED (Formerly known as HP ADHESIVES PRIVATE LIMITED)

Corporate Office: 501, 5th floor, C Wing, Business Square Bldg., Andheri East, Mumbai 400093, Maharashtra, India
Registered Office: 11, Unique House, Chakala, Andheri (East), Mumbai 400099, India
CIN: L24304MH2019PLC325019

Tel: +91-22-68196300
Email: info@hpadhesives.com
Web: www.hpadhesives.com