CNK & Associates LLP
Chartered Accountants

CERTIFICATE ON LOAN UTILIZATION

To,
The Board of Directors,
Prasol Chemicals Limited
Prasol House, Plot No A - 17/2/3
T. T. C. Industrial Area, Khairne M.I.D.C.
Thane, Navi Mumbai
Maharashtra, India, 400710 (the "**Company**")

DAM Capital Advisors Limited
Altimus 2202, Level 22
Pandurang Budhkar Marg
Worli, Mumbai – 400018
Maharashtra, India.

(DAM Capital Advisors Limited referred to as the "**Book Running Lead Manager**" or "**BRLM**" in relation to the Offer)

Re: Proposed initial public offering of equity shares of face value of ₹ 2 each (the "Equity Shares") of Prasol Chemicals Limited (the "Company") comprising a fresh issue of the Equity Shares by the Company (the "Fresh Issue") and an offer for sale of Equity Shares by certain existing shareholders of the Company (the "Offer for Sale", and together with the Fresh Issue, the "Offer")

We, C N K & Associates LLP, Chartered Accountants, are the statutory auditor of the Company In connection with the Offer, the Company is required to obtain a certificate from the Statutory Auditors, with regard to the utilisation of loans taken by the Company, for the purpose availed, as required by Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "ICDR Regulations").

The accompanying statement of utilisation of loan as at July 15, 2026 for the purpose availed by the Company, as per the requirement of the ICDR Regulations (the "Statement") is prepared by the Management.

Auditor's Responsibility

1. Pursuant to the requirements of Clause (9)(A)(2)(b) of Part A of Schedule VI of the ICDR Regulations, it is our responsibility to provide assurance and conclude as to whether the financial information provided in the Statement is in agreement with the Restated Financial Statements as at March 31, 2026, March 31, 2025 and March 31, 2024 and underlying audited books of account and other records for the period from the date on which the loans set forth in the Statement were drawn down to July 15, 2026.

2. The Restated Financial Statements as at March 31, 2026, March 31, 2025 and March 31, 2024, referred to above, have been audited by us on which we issued an unmodified audit opinion vide our reports dated June 15, 2026, June 18, 2025 and July 12, 2024 respectively. Our audits of these financial statements were conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our audits were not planned and performed in connection with any transactions to identify matters that may be of potential interest to third parties.

3. We conducted our procedures on the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

4. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

5. We have performed the following procedures in relation to the Statement:

5.1 Obtained the details of loans availed by the Company from the management of the Company.

5.2 Obtained the loan sanction letters, term loan agreements and draw down letters for the loans included in the Statement from the Management and agreed/traced the sanctioned amount and purpose of utilisation of loan as per the said sanction letter / term loan agreements / draw down letters with the amount and purpose appearing under columns "Amount sanctioned as per sanction letter / draw down letters "and "Purpose as mentioned in the sanction letter/loan agreement" respectively, mentioned in the Statement; Obtained the accompanying Schedule prepared by the Management giving details of loan sanction and draw down, based on books of account and bank statements for the period between April 1, 2026 to July 15, 2026 (the "Schedule") and traced the amounts appearing under column "Amount Drawn/ utilised from sanction date till July 15, 2026" in the Statement to the corresponding amounts included in the Schedule (including sub-totals and totals of the Schedule, if any);

5.3 Obtained the accompanying Schedule prepared by the Management of the Company giving details of loan utilised and purpose for which such loan was utilised, based on books of account from April 1, 2026 to July 15, 2026 and traced/agreed the amount appearing under the column "Amount drawn/utilised from sanction date till July 15, 2026" in the Statement to the corresponding amounts included in the Schedule (including sub-totals and totals of the Schedule). This procedure does not include tracing of individual transactions from the Schedule to the bank statements or to the books of account.

5.4 Traced the outstanding balance of loans as at July 15, 2026, as set forth in the Statement with the amounts appearing in the books of account of the Company as at July 15, 2026, and found such amounts to be in agreement.

5.5 Re-computed the mathematical accuracy of the Statement.

5.6 Conducted relevant management inquiries and obtained necessary representation.

We have no responsibility to update this certificate for events and circumstances occurring after the date of this certificate.

Conclusion

Based on our examination and procedures performed as above, and the information and explanations given to us, nothing has come to our attention that causes us to believe that the financial information provided in the Statement is not in agreement with the books of account and other records.

Restriction on Use

This Certificate has been issued at the request of the Company for the use of the Management of the Company in relation to the Offer and is not intended to be and should not be used for any other purpose without our prior written consent except that this certificate can be shared with the book running lead manager and the legal advisors involved in the Offer for onward submission to Securities and Exchange Board of India, BSE Limited, National Stock Exchange of India Limited, Registrar of Companies, Mumbai II situated at Navi-Mumbai] or any other regulatory authorities as required by law in India. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

We consent to the inclusion of this certificate, as a part of the Repository maintained by the Stock Exchanges and / or SEBI in connection with the Offer.

Yours faithfully,

For **C N K & Associates LLP**
Chartered Accountants
Firm Registration No: 101961W/W-100036

DIWAKAR PRABHAKAR SAPRE

Digitally signed by DIWAKAR PRABHAKAR SAPRE
Date: 2026.09.02 00:50:20 +05'30'

Diwakar Sapre
Partner
Membership No.: 040740
UDIN: 26040740FZALZM3295
Certificate No.: REF/CERT/C/443/26-27

Date: September 2, 2026
Place: Mumbai

CC:

Chandhiok & Mahajan, Advocates and Solicitors
C-524 Defence Colony,
New Delhi 110024

Bharucha & Partners
13th Floor, Free Press House,
Free Press Journal Marg, Nariman Point,
Mumbai 400021
Maharashtra

ANNEXURE- A

Statement of utilization of loan for the purpose availed as at July 15, 2026

(Rs. In Millions)

Name of the lender	**Nature of loan and date of the sanction letter/ loan agreement**	**Date of Draw down/Disbursement**	**Rate of Interest (% per annum)**	**Prepayment condition/ Penalty**	**Repayment schedule / Maturity date**	**Purpose as mentioned in the sanction letter/ loan agreement**	**Amount sanctioned as per sanction letter / draw down letter**	**Amount Drawn/ utilized from sanction date till July 15, 2026**	**Amount outstanding as at July 15, 2026 including accrued interest**	**Principal Amount outstanding as at July 15, 2026**	**Interest Amount outstanding as at July 15, 2026**
Kotak Mahindra Bank Limited	Term Loan Sanction Letter dated: 15-11-2021	07-12-2021	RBI Repo Rate + 2.10% p.a (5.25% + 2.10% = 7.35% p.a.)	TL - Prepayment allowed. Any prepayment of the liabilities of the borrower, prior to completion of 3 years of the facility shall attract a penal charge @ 2%. Nil penalty post 3 years.	6 Year including moratorium of 1 year **Maturity**: 07-12-2027	For Capex	150.00	150.00	45.14	45.00	0.14
HDFC Bank Limited	Term Loan Sanction Letter dated: 08-09-2021	08-10-2021	RBI Repo Rate + 2.15% p.a (5.25% + 2.15% = 7.40% p.a.)	Prepayment allowed for a penalty of 2% p.a. No prepayment allowed upto 3 years from disbursement date and after 3 years loan prepayment through internal accrual/own	6 Year including moratorium period of 12 months **Maturity**: 08-10-2027	For Capex	136.00	136.00	34.11	34.00	0.11

				fund will not attract any prepayment charges						
HDFC Bank Limited	Term Loan Sanction Letter dated : 08-09-2021	08-10-2021	RBI Repo Rate + 2.15% p.a (5.25% + 2.15% = 7.40 % p.a.)	Prepayment allowed for a penalty of 2% p.a. No prepayment allowed upto 3 years from disbursement date and after 3 years loan prepayment through internal accrual/own fund will not attract any prepayment charges	6 Year including moratorium period of 12 months **Maturity**: 08-10-2027	For Capex	264.00	264.00	66.22	66.00	0.22
HDFC Bank Limited	Term Loan Sanction Letter dated : 23-02-2023	09-03-2023	3M TBill Rate + 0.95% p.a (5.32% + 0.95% = 6.27% p.a.)	Prepayment allowed and will be "Nil" in case funds are received through internal accruals/IPO	60 Months with 1 year moratorium **Maturity**: 09-03-2028	For Capex	176.00	176.00	52.85	52.71	0.14
HDFC Bank Limited	Term Loan Sanction Letter dated : 06-02-2025	07-03-2025	RBI Repo Rate + 2.25% p.a (5.25% + 2.25% = 7.50% p.a.)	Nil	72 Months with 12 months moratorium **Maturity**: 07-03-2031	For Capex	470.00	470.00	447.88	446.50	1.38
Total Term Loans Outstanding							**1,196.00**	**1,196.00**	**646.20**	**644.21**	**1.99**

Note: The above table does not include working capital based facilities and non-fund based facilities availed by the Company.