



**Certificate on Utilization of Loan**

To,

**The Board of Directors**

**Quadrant Future Tek Limited**

Village Basma Tehsil Banur,  
Distt Mohali - 140 417, Punjab, India

**Merchant banker**

**Sundae Capital Advisors Private Limited ("Book Running Lead Manager")**

404, 4th floor, Vaibhav Chambers,  
Bandra Kurla Complex, Bandra (East),  
Mumbai - 400 051, Maharashtra, India

Dear Sirs,

**Re: Proposed initial public offering of equity shares of face value of ₹10/- each (the "Equity Shares") of Quadrant Future Tek Limited (the "Company") and such issuing, (the "Issue")**

We, **Sanmarks & Associates, Chartered Accountants**, hereby certify the following, based on our review of the corporate records of the Company including the minutes of the meetings of the Board of Directors, Restated Financial Information of the Company, comprising of the Restated Balance Sheet for the period ended December 31, 2023 and for the financial years ended March 31, 2023, March 31, 2022 and March 31, 2021 and, the Restated Profit and Loss Statements and the Restated Cash Flow Statement for the period ended December 31, 2023 and for the financial years ended March 31, 2023, March 31, 2022 and March 31, 2021 and, the Summary Statement of Significant Accounting Policies and other explanatory information (collectively, the "**Restated Financial Information**"), prepared in accordance with the Companies Act, 2013, as amended (the "**Companies Act**") and Accounting Standards prescribed under the Companies Act (Accounting Standards) Rules, 2006 and restated in accordance with the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("**ICDR Regulations**") and the reports issued thereon:

We have obtained the details of the loan availed by the Company, details of the utilization of loan availed and traced the amount of utilization of loan mentioned in the **Annexure I** to the books of account, examined the books of account of the Company, the bank statement of the Company, other relevant documents, other records available with the management of the Company and enquired with the officials of the Company and we hereby certify the details of the loans of the Company, outstanding for the period ending May 31, 2024 as set out in the **Annexure I**.

As per the documents submitted by the Company, we further certify that the abovementioned loans have been deployed only towards the purposes for which such loans were raised.

We have conducted our examination in accordance with the "Guidance Note on Reports in Company Prospectuses (Revised 2019)", issued by the Institute of Chartered Accountants of India, in so far it relates to Expert issuing certificates on information included in prospectus. We hereby confirm that while providing this certificate we have complied with the Code of Ethics and 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, issued by the



Institute of Chartered Accountants of India.

We confirm that the information in this certificate is true, fair and correct, and is in accordance with the requirements of the Companies Act, 2013, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and other applicable law, and there is no untrue statement or omission which would render the contents of this certificate misleading in its form or context. We confirm that the information in this certificate is adequate to enable investors to make a well-informed decision, to the extent that such information with respect to us is relevant to the prospective investor to make a well-informed decision.

This certificate is for information and for inclusion (in part or full) in the Draft Red Herring Prospectus ("DRHP"), and the Red Herring prospectus ("RHP") filed in relation to the Issue (collectively, the "Issue Documents") or any other issue-related material, and may be relied upon by the Company, the Book Running Lead Manager ("BRLM") and the Legal Counsel to our Company as to Indian Law, appointed by the Company and the BRLM in relation to the Issue. We hereby consent to the submission of this certificate as may be necessary to Securities and Exchange Board of India (SEBI), the Registrar of Companies ("RoC"), the relevant stock exchanges, any other regulatory authority and/or for the records to be maintained by the BRLM and in accordance with applicable law. We hereby consent to this certificate being disclosed by the BRLM if required (i) by reason of any law, regulation or order of a court or by any governmental or competent regulatory authority, or (ii) in seeking to establish a defence in connection with, or to avoid, any actual, potential or threatened legal, arbitral or regulatory proceeding or investigation.

We confirm that we will immediately communicate any changes in writing in the above information to the BRLM until the date when the Equity Shares commence trading on the relevant stock exchanges where the Equity Shares are proposed to be listed. In the absence of any such communication from us, the BRLM and the Legal Counsel to our Company as to Indian Law, each to the Company and the BRLM can assume that there is no change to the above information until the Equity Shares commence trading on the relevant stock exchanges pursuant to the Issue.


The certificate is for the specific purpose of inclusion in the Issue Documents of the Company and may not be suitable for any other purpose. The Company, the BRLM and Legal Counsel to our Company as to Indian Law shall not use this for any other purpose without our prior consent.

All capitalized terms used herein and not specifically defined shall have the same meaning as ascribed to them in the Issue Documents.

Yours faithfully,

**For Sanmarks & Associates**  
**Chartered Accountants**  
**FRN: 003343N**



  
**CA Santosh Kumar Agrawal**  
**Membership No.: 091127**  
**UDIN: 24091127BKALWE3693**  
**Date: June 02, 2024**  
**Place: Basma**

## Annexure I

<b>Name of the lender</b>	: HDFC Bank Limited
<b>Date of sanction letter</b>	: Sanction letter dated March 30, 2021 and Supplementary Letter of Hypothecation dated July 30, 2021
<b>Nature of the loan availed</b>	: Working Capital Term Loan
<b>Purpose of the loan and utilisation of loan</b>	: Making payment towards the cost incurred by the Company to specific vendor in Spain for assisting in design and development of Train Collision Avoidance System.
<b>Tenure</b>	: 84 months
<b>Amount sanctioned (in ₹ million)</b>	: 300.00
<b>Outstanding amount as on May 31, 2024 (in ₹ million)</b>	: 266.90
<b>Interest rate as on May 31, 2024 (% p.a.)</b>	: 9.25%
<b>Repayment date / Schedule</b>	: Equated Monthly instalment of ₹ 6.03 million
<b>Pre-payment conditions / penalty</b>	: Nil

