



SHAYONA[®]
Engineering Ltd. | Pipe & Fittings

Specialist in Turnkey Project Machinery, Die - Moulds, Indl. Structure
Fabrication Works, Manufacturer of PVC - HDPE Pipes and Fittings

Corporate Office & Work Unit 1: 113/1 GIDC Makarpura, Vadodara - 390010

Work Unit 2: Survey No. 488, Near Uline Pack LLP & R R Palstic,
Por - Kayavarohan Road, Menpura - 391243

Email: shayonaengg@yahoo.com | info@shayonaengg.com

CIN: L2930GJ2017PLC095794 GST: 24AAYCS1309M1ZV

Date: 26th May, 2026

To,
BSE Limited
Department of Corporate Service,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400001

Scrip Code: 544686

ISIN: INE0UCL01011

Sub: Statement of Deviation(s) and Variation(s) for the quarter ended 31st March, 2026.

Dear Sir,

Pursuant to Regulation 32 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit the Statement of Deviation(s) and Variation(s) in utilization of funds raised through Initial Public Offer (IPO) for the quarter ended 31st March, 2026.

A statement of deviation, stating that there is no deviation or variation in the utilization of these proceeds, duly reviewed by the Audit Committee of the Company and taken on record by the Board of Directors at their respective meetings held on May 26, 2026, is attached herewith.

You are requested to take a note of the same & kindly acknowledge the same.

Thanking You

Yours Faithfully

Thanking You,

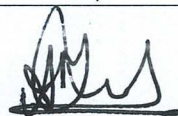
Yours faithfully

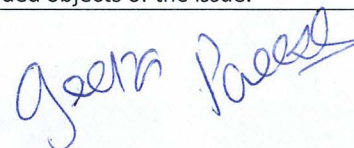
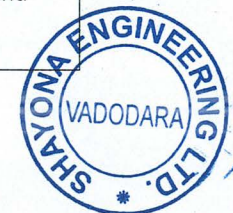
Vipul Solanki
Managing Director
DIN: 07722506

**STATEMENT OF DEVIATION(S) OR VARIATION(S) IN UTILISATION OF IPO PROCEEDS
For the half year ended 31st March, 2026**

[Pursuant to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and read with Regulation 262(5) of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, as applicable to an issuer listed on SME Platform]

Name of listed entity	SHAYONA ENGINEERING LIMITED
Mode of Fund Raising	Public Issue – Initial Public Offer on BSE SME Platform
Date of Raising Funds / Listing	Listed on BSE SME on 30th January, 2026
Amount Raised	₹1,486.08 lakhs
Report filed for	Half year ended 31st March, 2026
Monitoring Agency	Not Applicable
Monitoring Agency Name, if applicable	Not Applicable
Is there a Deviation / Variation in use of funds raised?	Yes - temporary category-wise variation. There is no change in the objects of the issue or in the terms of any contract referred to in the Prospectus; however, ₹141.97 lakhs out of the amount earmarked for Purchase of Plant and Machinery was temporarily utilised towards working capital requirements and was made available/restored before approval of the financial statements, as represented by the management.
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	Not Applicable, since there is no proposed change in objects.
If Yes, Date of shareholder Approval	Not Applicable
Explanation for deviation / variation	Out of ₹379.00 lakhs earmarked for Purchase of Plant and Machinery, ₹131.19 lakhs was utilised towards the stated object up to March 31, 2026 and ₹247.81 lakhs remained pending deployment towards the stated object. Pending such deployment, ₹105.84 lakhs was temporarily invested in fixed deposits with scheduled banks and ₹141.97 lakhs was temporarily utilised for interim working capital requirements. Such temporary utilisation was short-term in nature and that the entire amount of ₹141.97 lakhs was made available/restored before approval of the financial statements, thereby ensuring availability of funds for the intended object.
Comments of the Audit Committee after review	The Audit Committee reviewed the utilisation of IPO proceeds, the statutory auditor's observations, the management representation and the reconciliation placed before it. The Audit Committee noted that there is no change in the objects of the issue and that the matter represents a temporary category-wise variation in utilisation pending deployment towards Purchase of Plant and Machinery. The Audit Committee further noted that ₹105.84 lakhs was temporarily invested in fixed deposits with scheduled banks and ₹141.97 lakhs was temporarily utilised towards interim working capital requirements, which amount was made available/restored before approval of the financial statements. The Audit Committee advised the management to (i) deploy the balance amount strictly for the objects stated in the Prospectus, (ii) maintain a clear audit trail and bank-wise reconciliation of IPO proceeds, (iii) avoid recurrence of cross-utilisation without prior legal/compliance review, and (iv) continue transparent disclosure to the Board, Audit Committee, Stock Exchange and shareholders till full utilisation of the IPO proceeds.
Comments of the auditors, if any	As per the statutory auditor's certificate / comments, an amount of ₹247.81 lakhs earmarked for Purchase of Plant and Machinery remained unutilised as at March 31, 2026. Pending deployment towards the stated object of the issue, ₹105.84 lakhs was temporarily invested in fixed deposits with scheduled banks and the balance amount of ₹141.97 lakhs was utilised for interim working capital requirements of the Company. The management has represented that such utilisation was short-term and temporary in nature and that the entire amount of ₹141.97 lakhs was subsequently made available with the Company prior to approval of the financial statements, ensuring availability of funds for the intended objects of the issue.

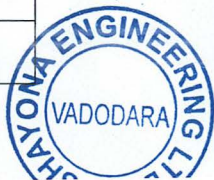


Original Object	Original Allocation (₹ in lakhs)	Modified Object, if any	Modified Allocation, if any	Funds Utilised up to 31.03.2026 (₹ in lakhs)	Unutilised Amount up to 31.03.2026 (₹ in lakhs)	Amount of Deviation / Variation for the half year according to applicable object	Remarks, if any
Purchase of Plant and Machinery	379.00	Not Applicable	Not Applicable	₹ 131.19	₹ 247.81	₹141.97 lakhs - temporary category-wise variation	Out of ₹247.81 lakhs pending deployment towards this object, ₹105.84 lakhs was temporarily invested in fixed deposits with scheduled banks and ₹141.97 lakhs was temporarily utilised towards interim working capital requirements. Said ₹141.97 lakhs was made available/restored before approval of the financial statements.
Prepayment or repayment of secured loan availed by the Company from financial institutions	217.00	Not Applicable	Not Applicable	₹ 217.00	Nil	Nil	Utilised as per object.
Funding of working capital requirements of the Company	400.00	Not Applicable	Not Applicable	₹ 400.00	Nil	₹141.97 lakhs - temporary excess deployment	Actual working capital deployment during the period included ₹400.00 lakhs under the stated object plus ₹141.97 lakhs temporarily utilised out of the amount earmarked for Purchase of Plant and Machinery. The temporary amount was made available/restored before approval of the financial statements.
General Corporate Purpose	222.91	Not Applicable	Not Applicable	₹ 222.91	Nil	Nil	Utilised as per object.
Offer Related Expenses	267.17	Not Applicable	Not Applicable	₹ 267.17	Nil	Nil	Utilised as per object.
Total	1,486.08			₹ 1,238.27	₹ 247.81	₹141.97 lakhs	Reconciliation: ₹1,238.27 lakhs utilised as per stated

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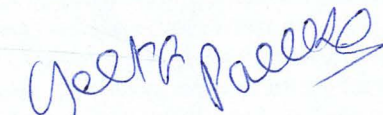
vsp. meeta Patel



Original Object	Original Allocation (₹ in lakhs)	Modified Object, if any	Modified Allocation, if any	Funds Utilised up to 31.03.2026 (₹ in lakhs)	Unutilised Amount up to 31.03.2026 (₹ in lakhs)	Amount of Deviation / Variation for the half year according to applicable object	Remarks, if any
							objects + ₹105.84 lakhs temporarily invested in fixed deposits + ₹141.97 lakhs temporarily utilised towards interim working capital requirements = ₹1,486.08 lakhs.

Note:

- (i) The above statement is to be read with the Audited Standalone Financial Results, the Statutory Auditor's Report and the final statutory auditor certificate under Regulation 262(5) of the SEBI ICDR Regulations.
- (ii) There is no change in the objects of the issue or in the terms of any contract referred to in the Prospectus. The disclosure is made as a temporary category-wise variation in utilisation pending deployment towards the stated object.
- (iii) 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.

Signatory	Name	Designation	Signature
Managing Director / CEO	Vipul Solanki	Managing Director	
Chief Financial Officer	Geetaben Pravinchandra Parekh	Chief Financial Officer	
Audit Committee Chairperson	Arpita Tejaskumar Shah	Chairperson – Audit Committee	