MESCO STEEL
Partnering Progress

MS CERT ACC.No.M41510081K
JAS-ANZ
ISO 9001:2008

13th February, 2025

To,
BSE Limited
Corporate Relationship Department
Floor 25, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai-400001

To

The Listing Department
The Calcutta Stock Exchange Ltd
7, Lyons Range
Kolkata-70001

SCRIP CODE: 540744

Scrip ID: MESCON

Sub: Outcome of Board Meeting 13th February, 2025

Dear Sir/Madam,

The Board of Directors of the Company at its meeting held on 13th February, 2025 has considered and approved inter-alia the followings:

1) Un-audited Standalone and Consolidated Financial Results of the Company for the quarter ended 31st December, 2024 as recommended by Audit Committee.

2) Limited Review Report on Un-audited Standalone and Consolidated Financial Results of the Company for the quarter ended 31st December, 2024.

3) The Nomination and Remuneration Committee is reconstituted as follow:

   Mr. Prasant Kumar Misra (Chairman)
   Mr. Amarendra Khatua (Member)
   Mr. Harsh Kumar (Member)

The Meeting of Board of Directors commenced at 3.30 P.M. and concluded at 5.30 P.M.

Submitted for your information and record

Thanking you,
For **Mideast Integrated Steels Limited**

Priyanka Chugh
Company Secretary cum Compliance Officer

Mideast Integrated Steels Limited

Regd. Off.: H-1, Zamrudpur Community Centre, Kailash Colony, New Delhi, 110048
Website: www.mescosteel.com; CIN: L74899DL1992PLC050216; Ph. No. 011-29241099 & 40587085

Statement of standalone unaudited financial results for the Nine month ended 31st December, 2024

	Particulars	Quarter ended				Nine Months ended		Year ended
		31.12.2024 Unaudited Rs. In Mn.	30.09.2024 Unaudited Rs. In Mn.	30.06.2024 Unaudited Rs. In Mn.	31.12.2023 Audited Rs. In Mn.	31.12.2024 Unaudited Rs. In Mn.	31.12.2023 Audited Rs. In Mn.	31.03.2024 Audited Rs. In Mn.
1	Revenue from operations	0.00	0.00	0.00	0.00	0.00	600.71	600.71
2	Other income	2.68	1.81	-47.37	2.37	-42.88	4.93	1213.02
3	**Total income (1+2)**	2.68	1.81	-47.37	2.37	-42.88	605.64	1813.73
4	Expenses							
	a) Cost of materials consumed	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	0.00	0.00	0.00	0.01	0.00	73.42	85.23
	c) Employee benefits expense	26.04	7.83	9.52	8.60	43.38	22.05	42.10
	d) Finance costs	0.03	0.04	0.02	0.01	0.10	0.07	42.24
	e) Depreciation and amortisation expense	89.85	89.90	88.99	90.20	268.74	269.88	358.98
	f) Other expenses	15.45	17.15	21.07	13.04	53.67	566.92	688.13
	Total expenses (II)	131.36	114.92	119.60	111.87	365.88	932.32	1216.68
5	**Profit/ (Loss) before from operations before execptional items (3-4)**	-128.68	-113.11	-166.97	-109.50	-408.76	-326.69	597.05
6	Less:							
	Exceptional/Extraordinary items	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Adjustments for Prior period Expenses	0.00	0.00	0.00	0.00	0.00	0.00	7.88
	Adjustments for Prior period Income	0.00	0.00	0.00	0.00	0.00	0.00	0.22
7	**Profit/ (Loss) before Tax (5+6)**	-128.68	-113.11	-166.97	-109.50	-408.76	-326.69	589.39
8	**Tax expense**		-	-	-	-	-	10.76
9	**Net profit/ (loss) after tax (7-8)**	-128.68	-113.11	-166.97	-109.50	-408.76	-326.69	600.15
10	**Other comprehensive income**		-	-				
11	**Total comprehensive income/ (Loss) for the period (9+10)**	-128.68	-113.11	-166.97	-109.50	-408.76	-326.69	600.15
12	Paid-up equity share capital (Face value Rs. 10/- each)	1378.75	1378.75	1378.75	1378.75	1378.75	1378.75	1378.75
13	Earnings per share (of Rs. 10 each) (non annualised) [including share suspense]							
	a) Basic EPS	-0.93	-0.82	-1.21	-0.79	-2.96	-2.37	4.35
	b) Diluted EPS	-0.93	-0.82	-1.21	-0.79	-2.96	-2.37	4.35

1 The above results have been reviewed and recommended by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on February 13, 2025.

2 In pursuance to the Judgement dated 2nd August, 2017 of Honorable Supreme Court of India, in the matter of Writ Petition (Civil) No. 114 of 2014 (Common Cause v/s Union of India & Others), an amount of ₹ 924.75 crores has been imposed on the Company towards 'Compensation' as determined in the said Judgement which was to be paid by 31st December 2017, eventhough the Government Taxes and Royalty was paid on the ores extracted. Since the amount was not paid by the stipulated date, the Honorable Supreme Court ordered to stop mining operations with effect from 1st January 2018. The Company had filed a 'Curative petition' (Civil) before the Honorable Supreme Court of India challenging the Judgement in March 2018 however the petition has been dismissed by the Supreme Court during the reporting quarter. Provision for the above compensation along with interest has not been made in the books of accounts. Further the realization amount from said sale has been deposited with the State of Odisha towards partial satisfaction of the Compensation demand raised by Demand Notice dated 02.09.2017. The Company has deposited with the Government Rs. 415.79 cores including GST till July 2023 under protest towards Penalty amount.

3 There was arbitration award received in June 2019 for 718 crores. The Company has already appealed to this Award. The appeal has been admitted in the High Court. The Company is confident to win the award and hence not making any provision in the books.

4 Previous periods figures have been regrouped / rearranged wherever necessary to conform to the current period's classification(s).

For and on behalf of the Board of Directors
For Mideast Integrated Steels Limited

Shipra Singh Rana
Director

Place : New Delhi
Date : 13.02.2025

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Mideast Integrated Steels Limited
Mesco Tower, H-1, Zamrudpur Community Centre, Kailash Colony,
NewDelhi-110048

1. We have reviewed the accompanying statement of unaudited standalone financial results of Mideast Integrated Steels Limited (the '**Company**') for the quarter ended 31st December 2024.This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE)2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above, *except for the effects of the matters described in the Basis for Qualified Opinion section of our report*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)Regulations,2015 including therein which it is to be disclosed, or that it contains any material misstatement.

4. **Basis for Qualified Opinion**

1) Company has total receivable of Rs 37.70 Crores as on 30th September 2024 out of which the Company has received / collected Rs.7.11 crores (including Rs.3.21 Crores received / collected from Maithan Ispat Limited) during the quarter ended as on 31st December 2024. The balances receivable of Rs. 30.59 Crores as on 31st December 2024 has RP Receivable of Rs. 20.82 Crores (Maithan Ispat Limited) as compared to Rs. 24.03 Cr as on 30.09.2024.However, the company has for the remainingnon-moving debtors neither made any provision nor initiated any litigation. Also, the impairment testing has not been performed for the non-moving debtors, hence we cannot comment upon the actual recoverability from the reported trade receivable. Further, the balance confirmation from related parties has been received, however balance confirmation from non-related parties is not received

2) Balance confirmations have not been provided to us for banks, loans and fixed deposits. Further, we have not received direct bank confirmations from the Banks for the current accounts/ loans and fixed deposits and interest on fixed deposits. However, thecompany has provided us duly certified bank statements in majority of the cases except in fewcases the

company has not been able to provide the bank statements for our review.

Further, Physical copies of fixed deposits have not been provided to us by the company. Hence, we cannot comment upon the genuineness of the deposits.

3) The company has Tax & Regulatory dues payable amounting to Rs. 72.13 crores as on 31stDecember, 2024. Out of total dues Rs. 71.73 Cr is disputed dues as per the Management Representation letter given by the Company. Disputed dues are in respect of Central Excise, Service Tax, Sales Tax, VAT, Welfare Cess, Work Contract Tax, Entry Tax, Professional Tax, TDS, TCS, District Mineral Fund, National Mineral Fund Employee State Insurance, Provident Fund, Royalty, Ex-gratia, user Fee & GST have not been deposited with appropriate authorities.

Further The Goods & Service Tax (GST) returns have not been filed by the Company since November 2020 and GST return of Delhi (ISD Return) and Odissa also got suspended during the Previous Year by the department.

4) In pursuance to the judgement dated 2nd August, 2017 of Honorable Supreme Court of India, in the matter of Writ Petition (Civil) No. 114 of 2014 between Common Cause v/s Union of India & Others, there is a compensation imposed of Rs 924.75 Cr along with interest on the company for excess production of Iron Ore during 2000-01 to 2010-11. The Company was supposed to make the payment of this compensation along with the interest on or before 31st December 2017, failing which the mines of the Company are closed down w. e. f 1st January 2018. The Company has filed a 'Curative petition' (Civil) on 28th March 2018, before the Honorable Supreme Court of India challenging the Judgement which is still pending and other waiver application is also in court vide application No. 19209/2021 Dated 09/02/2021. Hence, the company has not made provision for the same in the books of accounts. However, in our opinion since this compensation has been crystalized and accordingly, a provision for this liability should have been made in the books. Management has confirmed over mail along with other documents including payment challans that Rs. 415.79 crores have been deposited against the order.

5) Further, based on the financials company is not having any business activity to generate the revenue in future and also after considering the provision for the above liability the net worth of the company would be negative, considering the same company may not be a going concern. MISL has advances received from customers amounting to Rs. 317.32 Cr (RP Advances Rs. 18.25 Crores) as on 31st December, 2024, the Company has returned advances of Rs.6.82 crores in the quarter ended as on 31st December 2024. No movement in the major proportion of advances for more than 365 days. Since, the advances have not been appropriated against supply of goods or provision of services within a period of three hundred and sixty-five days (365 days) from the date of acceptance of such advance. Hence, the same will be treated as deposit as per the rule 2 (c) (xii) (a) of companies Act.)

Emphasis of Matter

1) There are fixed assets shown under capital work in progress in the books of the Company Rs. 24.46 Cr, since more than 5 years. In our opinion, the Company needs to ascertain the completion date of the same and accordingly capitalize the assets where applicable.

2) Company has not been able to provide the details of Creditors registered under MSME. Since, as

Ashok Shyam & Associates
FRN : 0[illegible]223N
New Delhi
Mumbai
Chartered Accountants

per Company the Creditors have not provided the details w.r.t whether they are MSME registered or not. Further, as per the Company the majority of the Creditors are more than 3 years old, hence there is no interaction with these Creditors. Hence, we are unable to comment upon whether company is following the provision of MSME Act.

3) *During the financial year the company has had transactions with its related parties, and has a net inter-company receivables being loans and advances given amounting to Rs.217.31 Cr as at 31st December 2024 while the amount as on 31st March 2024 was Rs. 222.34 Cr. The Company has received back an amount of Rs.5.03Crores from the related parties during the 9th month period ended as on 31st December 2024. The management has not carried out the impairment assessment as required by Ind AS 36.*

   Hence, we cannot comment on the carrying value of these receivables, along with the related impairment, if any, and consequential impact thereof on the profit/loss for the year, had the Company performed such impairment assessment.

4) *Bank has deducted TDS on Fixed -Deposit @ 20% because of non-submission of PAN in Central Bank of India resultant Company is unable to claim TDS of the same.*

5) *As on 31st December, 2024 the company has Balances with government authorities amounting to Rs. 14.02 crores on account of deposit under Excise Act, VAT and Service Tax. In this regard, we have not been provided supporting document. Hence, we cannot comment on the deposits and its recoverability.*

6) *There is an unpaid dividend amount of Rs 2.5 crores which pertains to financial year 2013-14. The same should have been transferred into Investor Education and Protection Fund, however, has not been done by the Company. This amount is yet kept in the Unpaid Dividend account with the bank.*

7) *Balances of Debtors, Creditors, advances received from customers & advances given to supplier and deposits received & given are subject to confirmations and reconciliations. We could not verify the reported numbers due to non-availability of sufficient information and records. Hence, we cannot comment upon the correctness of the reported numbers.*

For, ASHOK SHYAM & ASSOCIATES
Chartered Accountants
FRN:-011223N

ASHOK BABU GUPTA
Digitally signed by ASHOK BABU GUPTA
Date: 2025.02.13 16:18:06 +05'30'

(Ashok B Gupta)
Partner
Membership No.089858
UDIN: -25089858BMLAGF2534
Place:-New Delhi
Date: 13/02/2025

Mideast Integrated Steels Limited

Regd. Off.: H-1, Zamrudpur Community Centre, Kailash Colony, New Delhi, 110048
Website: www.mescosteel.com; CIN: L74899DL1992PLC050216; Ph. No. 011-29241099 & 40587085

Statement of consolidated unaudited financial results for the quarter ended 31st December, 2024

	Particulars	Quarter ended				Nine Months ended		Year ended
		31.12.2024 Unaudited Rs. In Mn.	30.09.2024 Unaudited Rs. In Mn.	30.06.2024 Unaudited Rs. In Mn.	31.12.2023 Audited Rs. In Mn.	31.12.2024 Unaudited Rs. In Mn.	31.12.2023 Audited Rs. In Mn.	31.03.2024 Audited Rs. In Mn.
1	Revenue from operations	1152.75	1284.75	1839.38	1318.09	4276.87	6160.21	7931.18
2	Other income	2.83	3.26	-45.40	3.36	-39.31	7.58	1226.85
3	Total income (1+2)	1155.58	1288.01	1793.98	1321.44	4237.56	6167.78	9158.03
4	Expenses							
	a) Cost of materials consumed	1005.03	1152.75	1387.29	1,073.42	3545.08	4,387.53	5856.16
	b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	-141.13	-73.37	74.69	81.01	-139.81	328.43	604.71
	c) Employee benefits expense	66.27	41.28	41.33	47.77	148.88	129.14	184.78
	d) Finance costs	809.82	135.32	157.10	147.19	1102.24	390.67	385.30
	e) Depreciation and amortisation expense	166.72	166.22	164.26	187.86	497.20	491.61	653.56
	f) Other expenses	158.42	140.65	159.82	113.95	458.90	887.80	1158.13
	Total expenses (II)	**2065.13**	**1562.86**	**1984.49**	**1651.20**	**5612.48**	**6615.17**	**8842.64**
5	**Profit/ (Loss) before from operations before exceptional items (3-4)**	-909.55	**-274.86**	-190.51	**-329.76**	-1374.92	**-447.39**	315.39
6	**Less**							
	Exceptional/Extraordinary items	0.03	0.00	0.00	0.00	0.03	0.00	0.00
	Adjustment for Sundry Balances Written offs.	0.00	0.00	0.00	10.49	0.00	13.47	17.76
	Adjustments for Prior period Expeases	-676.08	676.09	182.83	0.00	182.83	1.64	31.16
	Adjustments for Prior period Income	0.00	0.00	0.00	0.00	0.00	0.22	0.22
7	**Profit/ (Loss) before Tax (5+6)**	**-233.49**	**-950.94**	**-373.34**	**-340.25**	**-1557.78**	**-462.28**	266.69
8	**Tax expense**	-71.24	218.08	57.33	129.06	204.17	35.72	70.66
9	**Net profit/ (loss) after tax (7-8)**	**-304.74**	**-732.86**	**-316.01**	**-211.19**	**-1353.61**	**-498.00**	**196.04**
10	**Other comprehensive income**	-	-	-				
11	**Total comprehensive income/ (Loss) for the period (9+10)**	-304.74	-732.86	-316.01	-211.19	-1353.61	-498.00	196.04
12	Paid-up equity share capital (Face value Rs. 10/- each)	1378.75	1378.75	1378.75	1378.75	1378.75	1378.75	1378.75
13	Earnings per share (of Rs. 10 each) (non annualised) [including share suspense]							
	a) Basic EPS	-2.21	-5.31	-2.29	-1.53	-9.82	-3.61	1.42
	b) Diluted EPS	-2.21	-5.31	-2.29	-1.53	-9.82	-3.61	1.42

1 The above results have been reviewed and recommended by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on February 13, 2025

2 In pursuance to the Judgement dated 2nd August, 2017 of Honorable Supreme Court of India, in the matter of Writ Petition (Civil) No. 114 of 2014 (Common Cause v/s Union of India & Others), an amount of ₹ 924.75 crores has been imposed on the Company towards 'Compensation' as determined in the said Judgement which was to be paid by 31st December 2017, eventhough the Government Taxes and Royalty was paid on the ores extracted. Since the amount was not paid by the stipulated date, the Honorable Supreme Court ordered to stop mining operations with effect from 1st January 2018. The Company had filed a 'Curative petition' (Civil) before the Honorable Supreme Court of India challenging the Judgement in March 2018 however the petition has been dismissed by the Supreme Court during the reporting quarter. Provision for the above compensation along with interest has not been made in the books of accounts. Further the realization amount from said sale has been deposited with the State of Odisha towards partal satisfaction of the Compensation demand raised by Demand Notice dated 02.09.2017. The Company has deposited with the Government Rs. 415.79 cores including GST till July 2023 under protest towards Penalty amount.

3 There was arbitration award received in June 2019 for 718 crores. The Company has already appealed to this Award. The appeal has been admitted in the High Court. The Company is confident to win the award and hence not making any provision in the books.

4 Previous periods figures have been regrouped / rearranged wherever necessary to conform to the current period's classification(s).

For and on behalf of the Board of Directors
For Mideast Integrated Steels Limited

Shipra Singh Rana
Director

Place : New Delhi
Date : 13th February, 2025

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Mideast Integrated Steels Limited
Mesco Tower, H-1, Zamrudpur Community Centre,
Kailash Colony,
NewDelhi-110048

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Mideast Integrated Steels Limited (the 'Parent') and its subsidiary MaithanIspat Limited (the Parent and its subsidiary together referred to as 'the Group') for the quarter ended 31st December 2024.This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE)2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above, *except for the effects of the matters described in the Basis for Qualified Opinion section of our report*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements)Regulations,2015 including therein which it is to be disclosed, or that it contains any material misstatement.

4. **Basis for Qualified Opinion**

1) Company has total receivable of Rs 37.70 Crores as on 30th September 2024 out of which the Company has received / collected Rs.7.11 crores (including Rs.3.21 Crores received / collected from Maithan Ispat Limited) during the quarter ended as on 31st December 2024. The balances receivable of Rs. 30.59 Crores as on 31st December 2024 has RP Receivable of Rs. 20.82 Crores (Maithan Ispat Limited) as compared to Rs. 24.03 Cr as on 30.09.2024},.However, the company has for the remaining non-moving debtors neither made any provision nor initiated any litigation. Also, the impairment testing has not been

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Mobile : 9818373224, E-mail : icaigupta@gmail.com
DELHI – MUMBAI – AHMEDABAD-LUCKNOW-JAIPUR

performed for the non-moving debtors, hence we cannot comment upon the actual recoverability from the reported trade receivable. Further, the balance confirmation from related parties has been received, however balance confirmation from non-related parties is not received

2) *Balance confirmations have not been provided to us for banks, loans and fixed deposits. Further, we have not received direct bank confirmations from the Banks for the current accounts/ loans and fixed deposits and interest on fixed deposits. However, thecompany has provided us duly certified bank statements in majority of the cases except in few cases the company has not been able to provide the bank statements for our review.*

   Further, Physical copies of fixed deposits have not been provided to us by the company. Hence, we cannot comment upon the genuineness of the deposits.

3) *The company has Tax & Regulatory dues payable amounting to Rs. 72.13 crores as on 31stDecember, 2024. Out of total dues Rs. 71.73 Cr is disputed dues as per the Management Representation letter given by the Company. Disputed dues are in respect of Central Excise, Service Tax, Sales Tax, VAT, Welfare Cess, Work Contract Tax, Entry Tax, Professional Tax, TDS, TCS, District Mineral Fund, National Mineral Fund Employee State Insurance, Provident Fund, Royalty, Ex-gratia, User Fee & GST have not been deposited with appropriate authorities.*

   Further The Goods & Service Tax (GST) returns have not been filed by the Company since November 2020 and GST return of Delhi (ISD Return) and Odissa also got suspended during the Previous Year by the department.

4) *In pursuance to the judgement dated 2nd August, 2017 of Honorable Supreme Court of India, in the matter of Writ Petition (Civil) No. 114 of 2014 between Common Cause v/s Union of India & Others, there is a compensation imposed of Rs 924.75 Cr along with interest on the company for excess production of Iron Ore during 2000-01 to 2010-11. The Company was supposed to make the payment of this compensation along with the interest on or before 31st December 2017, failing which the mines of the Company are closed down w. e. f 1st January 2018. The Company has filed a 'Curative petition' (Civil) on 28th March 2018, before the Honorable Supreme Court of India challenging the Judgement which is still pending and other waiver application is also in court vide application No. 19209/2021 Dated 09/02/2021. Hence, the company has not made provision for the same in the books of accounts. However, in our opinion since this compensation has been crystalized and accordingly, a provision for this liability should have been made in the books. Management has confirmed over mail along with other documents including payment challans that Rs. 415.79 crores have been deposited against the order.*

5) *Further, based on the financials company is not having any business activity to generate the revenue in future and also after considering the provision for the above liability the net worth of the company would be negative, considering the same company may not be a going concern. MISL has advances received from customers amounting to Rs. 317.32 Cr (RP Advances Rs. 18.25 Crores) as on 31st December, 2024, the Company has returned advances of Rs.6.82 crores in the quarter ended as on 31st December 2024. No movement in the major proportion of advances for more than 365 days. Since, the advances have not been appropriated against*



supply of goods or provision of services within a period of three hundred and sixty-five days (365 days) from the date of acceptance of such advance. Hence, the same will be treated as deposit as per the rule 2 (c) (xii) (a) of companies Act.)

Emphasis of Matter

1) *There are fixed assets shown under capital work in progress in the books of the Company Rs. 24.46 Cr, since more than 5 years. In our opinion, the Company needs to ascertain the completion date of the same and accordingly capitalize the assets where applicable.*

2) *Company has not been able to provide the details of Creditors registered under MSME. Since, as per Company the Creditors have not provided the details w.r.t whether they are MSME registered or not. Further, as per the Company the majority of the Creditors are more than 3 years old, hence there is no interaction with these Creditors. Hence, we are unable to comment upon whether company is following the provision of MSME Act.*

3) *During the financial year the company has had transactions with its related parties, and has a net inter-company receivables being loans and advances given amounting to Rs.217.31 Cr as at 31st December 2024 while the amount as on 31st March 2024 was Rs. 222.34 Cr. The Company has received back an amount of Rs.5.03Crores from the related parties during the 9th month period ended as on 31st December 2024. The management has not carried out the impairment assessment as required by Ind AS 36.*

   Hence, we cannot comment on the carrying value of these receivables, along with the related impairment, if any, and consequential impact thereof on the profit/loss for the year, had the Company performed such impairment assessment.

4) *Bank has deducted TDS on Fixed -Deposit @ 20% because of non-submission of PAN in Central Bank of India resultant Company is unable to claim TDS of the same.*

5) *As on 31st December, 2024 the company has Balances with government authorities amounting to Rs. 14.02 crores on account of deposit under Excise Act, VAT and Service Tax. In this regard, we have not been provided supporting document. Hence, we cannot comment on the deposits and its recoverability.*

6) *There is an unpaid dividend amount of Rs 2.5 crores which pertains to financial year 2013-14. The same should have been transferred into Investor Education and Protection Fund, however, has not been done by the Company. This amount is yet kept in the Unpaid Dividend account with the bank.*

7) *Balances of Debtors, Creditors, advances received from customers & advances given to supplier and deposits received & given are subject to confirmations and reconciliations. We could not verify the reported numbers due to non-availability of sufficient information and records. Hence, we cannot comment upon the correctness of the reported numbers.*



In the books of the Subsidiary (MaithanIspat Limited):

Financials of the MIL have not been reviewed and also not audited by us. The Statutory Auditors of Maithan Ispat Limited is "Arun Todarwal & Associates LLP". We have consolidated the figures of MIL on the basis of audited Financials shared to us by the management and also relied upon the Limited Review Report provided by "Arun Todarwal & Associates LLP".

Qualification in the books of the Subsidiary (MaithanIspat Limited)

Upon our review of the books of account of the Subsidiary, for the period ended 31st December 2024,the effect for the below have not been made in the books:

The finance cost expense in Profit & Loss account, for the Quarter, of Rs. 1.36 crores and the increase in financial liability of Rs. 2.72 crores (accumulated from 1st April until 31st December 2024) , to be created based on the fair valuation, on Discounted Cash flow method , on the 10% Cumulative Redeemable Preference Shares.

For, ASHOK SHYAM & ASSOCIATES
Chartered Accountants
FRN: -011223N

ASHOK BABU GUPTA
Digitally signed by ASHOK BABU GUPTA
Date: 2025.02.13 16:11:17 +05'30'

(Ashok B Gupta)
Partner
Membership No.089858
UDIN: -25089858BMLAGG3491
Place: -New Delhi
Date: 13/02/2025