

ANNEXURE I

Statement on Impact of Audit Qualifications

For the Financial Year ended March 31, 2026
[Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015]
Standalone Financial Results

Name of the Company: Mideast Integrated Steels Limited (MISL)

Audit Report Opinion: Qualified Opinion

I. Financial Figures Table

Sl. No.	Particulars	Audited Figures (As reported before adjustments) (In mn)	Adjusted Figures (After adjustments) (In mn)
1.	Turnover / Total income	547.89	547.89
2.	Total Expenditure	1032.67	1032.67
3.	Net Profit / (Loss)	(484.78)	(484.78)
4.	Earnings Per Share	(4.81)	(4.81)
5.	Total Assets	13530.14	13530.14
6.	Total Liabilities	13530.14	13530.14
7.	Net Worth	13530.14	13530.14
8.	Any other financial item(s)	NA	NA

II. Audit Qualifications (Itemized Separately)

Qualification No. 1

a. Details of Audit Qualification: The Company is carrying Fixed Assets worth Rs. 1174.435 Cr (Other than Land) as on 31st March 2026 being the Gross acquisition value on which no insurance cover is taken by the company and as a result the assets of the company are exposed to high risk of fire/burglary/earthquake/natural calamities etc.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: No direct accounting impact; however, the Company is exposed to potential financial losses in the event of occurrence of any such risk.

(ii) If management is unable to estimate the impact, reasons for the same: The Management is evaluating the insurance requirements and shall take appropriate steps considering the financial position of the Company.

(iii) **Auditors' Comments on (i) or (ii) above:** Qualification stands as reported.

Qualification No. 2

a. Details of Audit Qualification: The balances receivable of Rs. 116.98 Crores as on 31st March 2026 as compared to Rs. 81.54 Cr as on 31.03.2025. Out of total receivables Related Party (RP) Receivable is Rs. 11.16 as compared to Rs. 17.92 Cr as on 31.03.2025. In the total receivable Rs. 98.02 Cr debtor is for sale of stock by OMC. There is no movement in major debtors other than RP Receivable. However, the company has neither made any provision nor initiated any litigation for the remaining non-moving debtors i.e. Rs. 7.80 Cr. 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 receivables. Further, the balance confirmation and reconciliation of receivables have not been provided to us other than that of related party.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing from previous year (as comparative figures are noted)

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact is presently not ascertainable. Assets may be overstated to the extent of unrecoverable balances.

(ii) If management is unable to estimate the impact, reasons for the same: The Management believes that the amounts are recoverable and is in the process of obtaining confirmations and reviewing recoverability.

(iii) Auditors' Comments on (i) or (ii) above: The auditor notes they cannot comment upon the actual recoverability due to the lack of impairment testing and balance confirmations.

Qualification No. 3

a. Details of Audit Qualification: 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 crores 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 and which we have been informed is still pending. 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. 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.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing since 2017/2018

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

Management has confirmed over mail that Rs. 415.79 crores have been deposited against the order. Further, Hon'ble Supreme Court through its order dated 10.07.2023 has ordered State Government to takeover and sell the iron ore in question and give credit of the sale amounts to the SPV. After this order OMC (appointed by State Govt.) has recovered Rs. 53.86 crores including GST in the FY 2024-25 and Rs. 44.17 crores including GST in the First Quarter of FY 2025-26. Accordingly, the Company has booked an income of same amount and respectively booked OMC as debtor for the same amount in its books.

- Management's Estimation on Impact: Had the provision been recognized, liabilities would increase substantially and the net worth of the Company would become negative, raising significant doubt regarding the Company's ability to continue as a going concern.

- Justification / Reasons: A Curative Petition is pending before the Hon'ble Supreme Court. Accordingly, the Management believes that no provision is presently required.

Qualification No. 4

a. Details of Audit Qualification: MISL has advances received from customers amounting to Rs. 315.81 Crores (RP Advances Rs. 2.15 Crores) as on 31st March, 2026. Out of which no movement in the major proportion of advances for more than 365 days. Since, the advances has 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 and should be disclosed while filling the DPT-3.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: No direct accounting impact; however, there may be statutory and regulatory compliance implications.

(ii) If management is unable to estimate the impact, reasons for the same: The Company is reviewing the nature of the advances and shall comply with applicable legal requirements.

(iii) Auditors' Comments on (i) or (ii) above: As stated in the qualification text.

Qualification No. 5

a. Details of Audit Qualification: Company has booked Unbilled Revenue of Rs. 2.62 Cr during the current year which is from May-25 to March-26 no supporting documents for the same has been provided to us for our verification.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: First time / Current financial year

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact is not presently ascertainable. Revenue and assets may require adjustment based on verification.

(ii) If management is unable to estimate the impact, reasons for the same: Supporting documents are being compiled and maintained for future verification.

(iii) Auditors' Comments on (i) or (ii) above: Verification could not be performed due to lack of evidence.

Qualification No. 6

a. Details of Audit Qualification: The company has Unsecured loan from promoters and Other Parties amounting to Rs. 44.52 crores as on 31st March 2026. Balance-Confirmation of the same not provided to us.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact cannot presently be quantified.

(ii) If management is unable to estimate the impact, reasons for the same: Confirmation letters are being obtained from the concerned parties.

(iii) Auditors' Comments on (i) or (ii) above: As stated in the qualification text.

Qualification No. 7

a. Details of Audit Qualification: Physical copies of Fixed deposits have not been provided to us by the company. Hence, we cannot comment upon the genuineness of the deposits. We have found that few Fixed deposits are in the name of Individuals but the same are recorded in the assets of the company. Further, we have not received direct bank confirmations from the Banks for the current accounts and fixed deposits and interest on fixed deposits. However, the company has provided us duly certified bank statements and Bank-confirmation of bank accounts and fixed deposits in majority of the cases except those as mentioned herein below:

1. UCO BANK (CA-RWA, A/c 20990210000038): No Bank Statement and Balance Confirmation, Balance: Rs. 4,757.43
2. ICICI BANK LIMITED (CA-BRBL, A/c 064005001275): Bank Statement is up to 16-01-2026, Balance: Rs. 75,174.84
3. BANK OF BARODA (CA-MUM, A/c 70010200000987): No Balance-Confirmation, Balance: Rs. 35,692.96

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact is presently unascertainable.

(ii) If management is unable to estimate the impact, reasons for the same: The Company is in the process of obtaining the pending confirmations and records.

(iii) Auditors' Comments on (i) or (ii) above: Genuineness of the reported deposits cannot be verified without direct confirmations or physical certificates.

III. Signatories

Shipra
Singh
Rana

Digitally signed
by Shipra Singh
Rana
Date: 2026.05.30
15:27:30 +05'30'

Director:

Shipra Singh Rana

(DIN: 00137209)

Place: New Delhi

Date: May 30, 2026

ANNEXURE I

Statement on Impact of Audit Qualifications

For the Financial Year ended March 31, 2026
[Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015]
Consolidated Financial Results

Name of Listed Entity (Holding Company): Mideast Integrated Steels Limited (MISL)

Name of Entity (Subsidiary Company): De-Maithan Ispat Limited

Audit Report Opinion: Qualified Opinion

I. Financial Figures Table

Sl. No.	Particulars	Audited Figures (As reported before adjustments)	Adjusted Figures (After adjustments)
1.	Turnover / Total income	5677.59	5677.59
2.	Total Expenditure	6949.06	6949.06
3.	Net Profit / (Loss)	(1271.47)	(1271.47)
4.	Earnings Per Share	(12.20)	(12.20)
5.	Total Assets	19204.32	19204.32
6.	Total Liabilities	19204.32	19204.32
7.	Net Worth	19204.32	19204.32
8.	Any other financial item(s)	NA	NA

II. Audit Qualifications (Itemized Separately)

A. DETAILS OF AUDIT QUALIFICATIONS PERTAINING TO HOLDING COMPANY – MIDEAST INTEGRATED STEELS LIMITED

Holding Qualification No. 1

a. Details of Audit Qualification: The Company is carrying Fixed Assets worth Rs. 1174.435 Cr (Other than Land) as on 31st March 2026 being the Gross acquisition value on which no insurance cover is taken by the company and as a result the assets of the company are exposed to high risk of fire/burglary/earthquake/natural calamities etc.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: No direct accounting impact; however, the Company is exposed to potential financial losses in the event of occurrence of any such risk.

(ii) **If management is unable to estimate the impact, reasons for the same:** The Management is evaluating the insurance requirements and shall take appropriate steps considering the financial position of the Company.

(iii) **Auditors' Comments on (i) or (ii) above:** Qualification stands as reported.

Holding Qualification No. 2

a. Details of Audit Qualification: The balances receivable of Rs. 116.98 Crores as on 31st March 2026 as compared to Rs. 81.54 Cr as on 31.03.2025. Out of total receivables Related Party (RP) Receivable is Rs. 11.16 as compared to Rs. 17.92 Cr as on 31.03.2025. In the total receivable Rs. 98.02 Cr debtor is for sale of stock by OMC. There is no movement in major debtors other than RP Receivable. However, the company has neither made any provision nor initiated any litigation for the remaining non-moving debtors i.e. Rs. 7.80 Cr. 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 receivables. Further, the balance confirmation and reconciliation of receivables have not been provided to us other than that of related party.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing from previous year.

d. Qualification(s) where the impact is not quantified by the auditor:

(i) **Management's estimation on the impact:** Impact is presently not ascertainable. Assets may be overstated to the extent of unrecoverable balances.

(ii) **If management is unable to estimate the impact, reasons for the same:** The Management believes that the amounts are recoverable and is in the process of obtaining confirmations and reviewing recoverability.

(iii) **Auditors' Comments on (i) or (ii) above:** The auditor notes they cannot comment upon the actual recoverability due to the lack of impairment testing and balance confirmations.

Holding Qualification No. 3

a. Details of Audit Qualification: In pursuance to the judgement dated 2nd August, 2017 of Honorable Supreme Court of India... there is a compensation imposed of Rs 924.75 crores along with interest on the company for excess production of Iron Ore during 2000-01 to 2010-11... since this compensation has been crystalized and accordingly, a provision for this liability should have been made in the books. 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.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing since 2017/2018

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

Management has confirmed over mail that Rs. 415.79 crores have been deposited against the order. Further, Hon'ble Supreme Court through its order dated 10.07.2023 has ordered State Government to takeover and sell the iron ore in question and give credit of the sale amounts to the SPV. After this order OMC (appointed by State Govt.) has recovered Rs. 53.86 crores including GST in the FY 2024-25 and Rs. 44.17 crores including GST in the First Quarter of FY 2025-26. Accordingly, the Company has booked an income of same amount and respectively booked OMC as debtor for the same amount in its books.

- **Management's Estimation on Impact:** Had the provision been recognized, liabilities would increase substantially and the net worth of the Company would become negative, raising significant doubt regarding the Company's ability to continue as a going concern.

- **Justification / Reasons:** A Curative Petition is pending before the Hon'ble Supreme Court. Accordingly, the Management believes that no provision is presently required.

Holding Qualification No. 4

a. Details of Audit Qualification: MISL has advances received from customers amounting to Rs. 315.81 Crores (RP Advances Rs. 2.15 Crores) as on 31st March, 2026. Out of which no movement in the major proportion of advances for more than 365 days. Since, the advances has not been appropriated against supply of goods or provision of services within 365 days, it should be treated as a deposit under rule 2(c)(xii)(a) of Companies Act and disclosed in DPT-3.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: No direct accounting impact; however, there may be statutory and regulatory compliance implications.

(ii) If management is unable to estimate the impact, reasons for the same: The Company is reviewing the nature of the advances and shall comply with applicable legal requirements.

(iii) Auditors' Comments on (i) or (ii) above: As stated in the qualification text.

Holding Qualification No. 5

a. Details of Audit Qualification: Company has booked Unbilled Revenue of Rs. 2.62 Cr during the current year which is from May-25 to March-26 no supporting documents for the same has been provided to us for our verification.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: First time / Current financial year

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact is not presently ascertainable. Revenue and assets may require adjustment based on verification.

(ii) If management is unable to estimate the impact, reasons for the same: Supporting documents are being compiled and maintained for future verification.

(iii) Auditors' Comments on (i) or (ii) above: Verification could not be performed due to lack of evidence.

Holding Qualification No. 6

a. Details of Audit Qualification: The company has Unsecured loan from promoters and Other Parties amounting to Rs. 44.52 crores as on 31st March 2026. Balance-Confirmation of the same not provided to us.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact cannot presently be quantified.

(ii) If management is unable to estimate the impact, reasons for the same: Confirmation letters are being obtained from the concerned parties.

(iii) Auditors' Comments on (i) or (ii) above: As stated in the qualification text.

Holding Qualification No. 7

a. Details of Audit Qualification: Physical copies of Fixed deposits have not been provided to us by the company. Hence, we cannot comment upon the genuineness of the deposits. Direct bank confirmations for current accounts and fixed deposits missing for UCO Bank (Rs. 4,757.43), ICICI Bank (Rs. 75,174.84), and Bank of Baroda (Rs. 35,692.96).

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact is presently unascertainable.

(ii) If management is unable to estimate the impact, reasons for the same: The Company is in the process of obtaining the pending confirmations and records.

(iii) Auditors' Comments on (i) or (ii) above: Genuineness of the reported deposits cannot be verified without direct confirmations or physical certificates.

Subsidiary Qualification No. 1

a. Details of Audit Qualification: No direct bank confirmations for current / savings bank accounts and fixed deposits of the Company have been received. However, we have been provided with the bank statements / bank confirmations from the Company for the above for our verification.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Impact, if any, is presently not ascertainable.

(ii) If management is unable to estimate the impact, reasons for the same: The Company has relied upon bank statements and available confirmations and is obtaining direct confirmations.

(iii) Auditors' Comments on (i) or (ii) above: Direct bank confirmations were not available for verification.

Subsidiary Qualification No. 2

a. Details of Audit Qualification: Balance Confirmation for the below fixed deposits have not been received by us, and hence we cannot comment on the value of the asset taken in financials to the tune of Rs 2.36 crores:

1. Punjab National Bank (Fixed deposit-BG Aviation Department): Rs. 50,00,000 (Last confirmation: March 2023)

2. Punjab National Bank (Fixed deposit-BG-MCL Coal): Rs. 1,85,97,600 (Last confirmation: March 2022)

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Continuing / Repetitive (since 2022/2023)

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Asset value could not be independently verified.

(ii) If management is unable to estimate the impact, reasons for the same: The Company is pursuing confirmations from the banks.

(iii) Auditors' Comments on (i) or (ii) above: Asset value remains unverified independently.

Subsidiary Qualification No. 3

a. Details of Audit Qualification: During the year ended 31st March 2024, the Company obtained an External Commercial Borrowing (ECB) amounting to USD 61,000,000, equivalent to Rs 5,020,000,000 at that time. As per Ind AS 21, this ECB needs to be restated as of 31st March 2026. However, this restatement has not been incorporated. Our assessment indicates that if the restatement had been performed, the ECB liability as of 31st March 2026, would have increased by Rs 73.31 crores, resulting in a corresponding increase in the loss for the same period.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive (also omitted in March 31, 2025)

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

Appropriate accounting treatment shall be reviewed.

- **Management's Estimation on Impact:** ECB liability would increase by Rs. 73.31 Crores with corresponding increase in loss.

- **Justification / Reasons:** The company notes that appropriate accounting treatment shall be reviewed.

Subsidiary Qualification No. 4

a. Details of Audit Qualification: The Company has shown Rs 8.36 crores receivable from State Bank of India since March 2022. This has been included as an asset in the financials under Other Financial Assets (Note 5(ii)). However, no documentation or confirmation has been received by us in respect of the amount which is receivable by the Company, hence we are unable to comment on the value of the asset, as disclosed in the financials, amounting to Rs 8.36 crores.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing since March 2022

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Recoverability could not be verified.

(ii) If management is unable to estimate the impact, reasons for the same: Necessary documents are being obtained.

(iii) Auditors' Comments on (i) or (ii) above: Value and recoverability of the asset remain unverified.

Subsidiary Qualification No. 5

a. Details of Audit Qualification: In our opinion, a further provision of Rs 18.24 crores (Rs 15.33 crores further in March 2025) for doubtful debts & doubtful advances needs to be made against the old non-moving debtor & supplier balances (where advances have been given by the Company) as on 31st March 2026. Currently the provision for doubtful debts & doubtful advances stands at Rs. 2.55 crores only.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing from previous year

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

The recoverability of the balances is under review.

- **Management's Estimation on Impact:** Assets are overstated and losses understated by Rs. 18.24 Crores.

- **Justification / Reasons:** The recoverability of the old non-moving balances is under active management review.

Subsidiary Qualification No. 6

a. Details of Audit Qualification: The financials show the liability for 0.10% Cumulative redeemable preference shares (CRPS) of Rs 127.63 crores as on 31st March 2026 under non-current 'Other financial liabilities'. The Company, in November 2021, had done a One Time Settlement (OTS) with the consortium of Banks led by State Bank of India... However, the Company still shows these 0.10% CRPS... as the modalities relating to the said CRPS are yet to be completed with the Company and with heirs of the personal guarantors. Further, due to the OTS, these shares have not been revalued on the present values based on discounted cash flows, nor any further dividend liability has been provided.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing since November 2021

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Financial liabilities may require re-measurement and additional dividend provisioning.

(ii) If management is unable to estimate the impact, reasons for the same: Pending completion of procedural formalities under the OTS arrangement.

(iii) Auditors' Comments on (i) or (ii) above: Modality completion and proper Ind AS measurement are pending.

Subsidiary Qualification No. 7

a. Details of Audit Qualification: Implementation of four Labour Codes (announced via notifications on 21 November 2025 and draft rules on 31 December 2025). The codes prescribe an inclusive definition of 'wages' affecting post-employment benefits and introduced leave encashment changes. The Company has however, not assessed the impact of these changes in the financial statements. Had the Company determined these changes, it would result in an increase in gratuity obligation.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: First time / Current financial year

d. Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact: Employee benefit liabilities may increase.

(ii) If management is unable to estimate the impact, reasons for the same: Considering that it is an emerging topic and the finalisation of Central/ State Rules is still pending, the Company will continue monitoring changes and provide appropriate accounting effect as required based on future developments.

(iii) **Auditors' Comments on (i) or (ii) above:** Impact assessment on retirement benefit obligations has not been carried out.

Subsidiary Qualification No. 8

a. Details of Audit Qualification: The Company needs to recover an amount of Rs 0.20 crores, from Pahardia Gold Mining Limited (related party), since the year 2021. There has been no movement or transactions with the Company since then, and in our opinion, the recovery of this amount seems to be doubtful, and the asset needs to be impaired as on 31st March 2026.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Repetitive / Continuing since 2021

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

The Company is making Recovery efforts are continuing.

- **Management's Estimation on Impact:** Assets are overstated by Rs. 0.20 Crores and losses understated by the same.

- **Justification / Reasons:** Recovery efforts are continuously being pursued by the management.

Subsidiary Qualification No. 9

a. Details of Audit Qualification: Other than related parties, the balances of Debtors, creditors, and advances received & given and deposits received & given are subject to confirmations and reconciliations.

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of qualification: Not explicitly specified in source

d. Qualification(s) where the impact is not quantified by the auditor:

(i) **Management's estimation on the impact:** Financial impact cannot presently be determined.

(ii) **If management is unable to estimate the impact, reasons for the same:** Confirmation and reconciliation process is ongoing.

(iii) **Auditors' Comments on (i) or (ii) above:** Balances remain unconfirmed by third parties.

III. Signatories

Shipra Singh Rana Digitally signed by
Shipra Singh Rana
Date: 2026.05.30
15:25:19 +05'30'

Director (on behalf of Board):

Shipra Singh Rana

(DIN: 00137209)

Place: New Delhi

Date: May 30, 2026

Mideast Integrated Steels Limited
Consolidated Statement of Assets and Liabilities as at 31 March, 2026

Particulars	As at 31 March, 2026 ₹ in Mn	As at 31 March, 2025 ₹ in Mn
ASSETS		
Non-current assets		
Property, plant and equipment	11,292.35	11,976.13
Capital work-in-progress	558.92	593.78
Non-current investments	120.10	120.10
Financial assets		
Security deposits	54.64	54.64
Other financial assets	2,280.40	2,224.67
Other non current assets	28.32	23.31
Deferred tax asset (Subsidiary)	1,098.49	1,296.68
Current assets		
Inventories	1,759.49	2,010.66
Financial assets		
Trade receivables	1,115.56	706.91
Cash and cash equivalents	185.14	252.99
Advances	664.79	667.73
Other financial assets	149.29	187.82
	19,307.49	20,115.41
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,378.75	1,378.75
Other equity		
Securities premium	677.70	677.70
Retained earnings	(867.44)	806.33
Other reserves	1,642.61	1,642.61
Equity attributable to Equity shreholders of Parent	2,831.62	4,505.39
Non-controlling interest	1,314.57	1,309.93
Total Equity	4,146.20	5,815.32
Non-current liabilities		
Financial liabilities		
Borrowings	5,467.08	5,491.10
Other financial Liabilities	3,201.45	3,247.70
Deferred tax liabilities	1,166.97	988.96
Employee benefit obligations	56.61	55.67
Capital reserves on consolidation	984.17	975.18
Current liabilities		
Financial liabilities		
Trade payables	1,169.80	1,644.34
Other financial liabilities	3,105.96	1,889.77
Employee benefit obligations	9.26	7.37
	19,307.49	20,115.41

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



Shipra Singh Rana
Director

Place : New Delhi
Date : 30/05/2026

Mideast Integrated Steels Limited
 Regd. Off: H-1, Zamrudpur Community Centre, Kallash Colony, New Delhi - 110 048
 Website: www.mescosteel.com; CIN: L74899DL1992PLC050216; Ph. No. 011-29241099 & 40587085

Statement of Consolidated Audited Financial Results for the Financial Year ended 31st March, 2026

Sr. No.	Particulars	Year ended	Q ended	Year ended
		31/03/2026	31/03/2025	31/03/2025
		Audited	Audited	Audited
		Rs. in Mn	Rs. in Mn	Rs. in Mn
1	Revenue from Operations	5,446.13	1,386.84	6,275.06
2	Other Income	231.47	184.09	(61.89)
3	Total Income (1+2)	5,677.59	1,570.93	6,213.17
4	Expenses			
	(a) Cost of materials consumed	4,170.59	1,136.03	4,872.92
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	287.72	(60.60)	(291.46)
	(c) Employee benefits expense	225.70	62.90	174.28
	(d) Finance cost	484.81	84.99	1,255.91
	(e) Depreciation and amortisation expense	698.12	168.32	658.27
	(f) Other expenses	1,085.98	132.76	1,802.89
	Total Expenses	6,952.92	1,524.40	8,472.81
5	Profit / (Loss) from operations before exceptional items (3-4)	(1,275.33)	46.54	(2,259.64)
6	Less			
	Exceptional/Extraordinary items	33.85	33.20	43.01
	Adjustments for Prior period Expenses	0.08	0.08	111.61
	Adjustments for Prior period Income	-	(0.08)	(0.17)
7	Profit / (Loss) before tax (5+6)	(1,309.27)	13.34	(2,414.07)
8	Tax expense:			
	Deferred tax (Liabilities)	(376.20)	(359.51)	22.56
	Deferred tax (Assets)	-	-	(260.24)
9	Net Profit / (Loss) after tax (7-8)	(1,685.46)	(346.17)	(2,391.51)
10	Other Comprehensive Income	4.98	4.98	3,728.53
11	Total Comprehensive Income / (Loss) (13+14)	(1,680.49)	(341.19)	1,337.01
12	Earning Per Share (in Rs.)			
	- Basic	(12.22)	(2.51)	(17.35)
	- Diluted	(12.22)	(2.51)	(17.35)

- The figures for the quarter ended March 31, 2026 and March 31, 2025 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2026 and March 31, 2026 and the unaudited published quarterly figures for December 31, 2025 being the dates of the end of the third quarter of the financial year which were subjected to limited review.
- 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 should be deposited with the State of Odisha towards partial satisfaction of the Compensation demand raised by Demand Notice dated 02.09.2017. The Company is in process to sell the iron ore and to comply with the norms, it is further to be noted that Company managed to get an extension of further six months vide last order dated 24th November, 2020. The Company has deposited with the Government Rs.415.79 crores including GST till March 2024 and Rs. 98.025 crores including GST recovered by OMC till march 2026 under protest towards Compensation amount.
- 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.

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


- Shipra Singh Rana
Director

Place : New Delhi
Date : 30/05/2026

Mideast Integrated Steels Limited
Consolidated Cash Flow Statement for the year ended 31st March, 2026

	For the year ended 31st March, 2026		For the year ended 31st March, 2025	
	₹ in Mn	₹ in Mn	₹ in Mn	₹ in Mn
A. Cash flow from operating activities				
Net Profit / (Loss) before tax		(1,309.27)		(2,373.69)
Adjustments for				
Depreciation and amortisation	698.12		658.27	
Finance costs	484.81		1,255.91	
Interest income	(13.64)		(6.42)	
Rental income	(0.61)		(0.60)	
Impairment Loss	0.00		633.79	
		1,168.68		2,540.95
Operating profit / (loss) before working capital changes		(140.58)		167.26
Adjustments for (increase) / decrease in operating assets				
Inventories	251.17		(478.72)	
Trade receivables	(314.93)		172.68	
Short-term loans and advances	23.93		7.65	
Long-term loans and advances	(18.93)		215.08	
Other non-current assets	54.53		7.65	
Other current assets	(15.66)		24.36	
Adjustments for increase / (decrease) in operating liabilities				
Trade payables	(29.69)		521.39	
Other current liabilities	213.77		(256.53)	
Other long-term liabilities	(46.25)		578.88	
Short-term provisions	1.18		(0.76)	
Long-term provisions	8.50		(9.25)	
		127.62		782.43
Cash generated from operations		(12.96)		949.70
Net cash flow from / (used in) operating activities (A)		(12.96)		949.70
B. Cash flow from investing activities				
(Purchase)/Sale of fixed assets including capital advance	(42.63)		(25.81)	
Investment in subsidiaries and joint ventures	0.00		-	
Rental income	0.61		0.60	
Interest received	13.64		6.42	
(Investment in fixed deposit)/Proceeds from fixed deposits	(3.22)		(5.26)	
		(31.60)		(24.05)
Net cash flow from / (used in) investing activities (B)		(31.60)		(24.05)
C. Cash flow from financing activities				
Proceeds/(Repayment) of borrowings	(5.26)		(64.99)	
Increase/(Decrease) in other Financial Liabilities- Short term borrowing	0.00		804.01	
Finance cost	(0.63)		(1,255.91)	
Net cash flow from / (used in) financing activities (C)		(5.89)		(516.88)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(50.45)		408.77
Cash and cash equivalents at the beginning of the year		783.60		374.83
Cash and cash equivalents at the end of the year		733.15		783.60

The accompanying notes are an integral part of the financial statements.
As per our report of even date
For Ashok Shyam & Associates
Chartered Accountants
ICAI Reg No. 011223N

Ashok Gupta
Partner
M No.
UDIN:

Place : New Delhi
Date : 30/05/2026


For and on behalf of the Board of Directors

Shipra Singh Rana
Director