

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Electrosteel Castings Limited

Report on the Audit of the Consolidated Annual Financial Results

Qualified Opinion

We have audited the accompanying consolidated financial results of Electrosteel Castings Limited (hereinafter referred to as the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the year ended March 31, 2026 and the notes thereon (hereinafter referred to as the "Consolidated Financial Results") attached herewith, being compiled by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). The consolidated financial results have been initiated by us for the purpose of identification.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements/ information of the subsidiaries, the consolidated financial results:

a) include the annual financial results of the following entities:

Name of the Parent	
Electrosteel Castings Limited	
Name of the Subsidiaries (Including Step-down Subsidiaries)	
a) Electrosteel Trading S.A.U Spain	b) Electrosteel Castings (UK) Limited
c) Electrosteel Castings Gulf FZE	d) Electrosteel USA, LLC
e) Electrosteel Doha for Trading LLC	f) WaterFab LLC (acquired 100% share capital through wholly owned subsidiary Electrosteel USA, LLC)
g) Electrosteel Brasil Ltd. Tubos e Conexoes Duties	h) Electrosteel Bahrain Trading WLL (subsidiary of Electrosteel Bahrain Holding W.L.L)
i) Electrosteel Bahrain Holding W.L.L	j) Electrosteel Algeria SPA
k) Electrosteel Europe S.A	l) Singardo International Pte. Limited
m) Electrosteel Vietnam Company Limited (subsidiary of Singardo International Pte. Limited w.e.f. October 21, 2025)	n) T.I.S. Services S.P.A (w.e.f. July 29, 2025)
o) T.I.S Polska SP. Z.O.O, Poland (subsidiary of T.I.S. Service S.P.A)	p) T.I.S. Turkey Water Technologies San. Ve Tic. A., Turkey (subsidiary of T.I.S. Service S.P.A)
q) T.I.S Engineering D.O.O, Croatia (subsidiary of T.I.S. Service S.P.A)	r) T.I.S. Nuoval S.r.l. (subsidiary of T.I.S. Service S.P.A w.e.f. November 04, 2025)
Name of the Joint Venture Company	
a) North Dhadhu Mining Company Private Limited (Refer Note no. (d) below in Other Matters)	

- b) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c) except for the possible effect of the matter described in the "Basis for Qualified Opinion" paragraph below, give a true and fair view in conformity with the recognition and measurement principles laid down as per the applicable Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India of the net profit and other comprehensive income for the quarter and year ended March 31, 2026 and other financial information for the year ended on that date.

Basis for Qualified Opinion

Attention is invited to the following notes of the accompanying Consolidated financial Results:

- a) Note no. 3 regarding cancellation of coal block allotted to the parent in earlier year and adjustments to be given effect to in respect of the claims made by the parent, amount determined, awarded/received so far in this respect and required disclosures/ adjustments in terms of Ind AS with respect to the carrying amounts of the property, plant and equipment, capital work in progress, inventory and balances lying under other heads of account and carried forward pending finalisation of the amount of claim in this respect as stated in the said note; and
- b) Note no. 4(a) in respect of parent's investment in the equity shares of ESL Steel Limited (ESL), the pledge of which was invoked by the lenders of ESL, and which was set aside by Hon'ble High court at Kolkata and the matter is currently pending before the said court. Further, as stated in Note no. 4(b) dealing with mortgage of Land at Elavur plant in favour of one of the lenders of ESL who had assigned their rights to another party and thereby symbolic possession of the said land was taken by the said party. The matter has been disputed by the parent and the matter is pending before DRAT and Hon'ble Madras High Court as stated in the said note is currently sub-judice and pending final adjudication.
- c) Pending finalization of the matters dealt with in (a) and (b) above, required disclosures, adjustments, and impacts thereof are presently not ascertainable and as such cannot be commented upon by us.

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, in accordance with the Code of Ethics and provisions of the Companies Act, 2013 that are relevant to our audit of the consolidated financial statements in India under the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics and the requirements under the Companies Act, 2013. We believe that the audit evidence obtained by us along with the consideration of auditors' report referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our qualified opinion on the consolidated financial results.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Results

The Parent Company's management and the Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to preparation and presentation of these consolidated financial results that give a true and fair view of the net profit for the year ended March 31, 2026 and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.



The respective Management and the Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Parent Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditors' Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We, also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Parent has adequate internal financial controls system in place with reference to financial statement and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial results of which we are the Independent Auditors. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation; and
- Obtain sufficient appropriate audit evidence regarding the financial results/ financial information of the entities or business activities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of the financial results of the Parent included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Parent of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We have also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

Other Matters

- a) We did not audit the consolidated financial statements of the following subsidiary companies, whose financial statements reflect total assets as at March 31, 2026, total revenue and net cash flow/(outflow) for the year ended as on that date, considered as under in the consolidated financial results based on financial statements audited and reported upon by another auditors:

(Rs. In Lakhs)

Name of the Subsidiary	Total Assets as at March 31, 2026	For the year ended March 31, 2026			
		Total Income	Net Profit/ (Loss) after tax	Total Comprehensive Income	Net Cash Inflow/ (Outflow)
Electrosteel Europe S.A.	74,934.73	76,157.26	(6,67.89)	1,513.66	629.66
T.I.S. Services S.P.A (w.e.f. July 29, 2025)*	39,163.14	24,114.51	1,335.45	2,221.57	2,315.37
Electrosteel Trading S.A.U. Spain	255.55	334.93	(53.58)	(29.31)	(26.03)
Electrosteel Casting Gulf FZE	4,463.83	7,688.84	391.89	538.30	152.64



Name of the Subsidiary	Total Assets as at March 31, 2026	For the year ended March 31, 2026			
		Total Income	Net Profit/ (Loss) after tax	Total Comprehensive Income	Net Cash Inflow/ (Outflow)
Electrosteel Bahrain Holding Company S.P.C*	12,339.33	21,419.79	138.03	675.50	126.68
Electrosteel Doha for Trading LLC	3,138.46	2,310.03	109.53	284.35	18.84
Electrosteel Algeria SPA	381.60	206.49	119.36	142.93	(2.76)
Electrosteel Castings (UK) Limited	30,036.88	32,747.79	2,262.22	3,053.98	2,754.46
Electrosteel USA LLC*	20,238.44	18,296.03	1,040.22	1,544.11	638.71
Electrosteel Brasil Ltda. Tubos e Conexoes Duteis	-	-	-	(16.63)	-
Singardo International Pte Limited*	10,139.71	6,261.62	18.85	869.18	214.57
Total	1,95,091.67	1,89,537.29	4,694.08	10,797.64	6,822.14

*consolidated financial statement including stepdown subsidiaries

These consolidated financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results of the Parent, in so far as it relates to the amounts and disclosures included in respect of the subsidiaries is based solely on the reports of the other auditors and the procedure performed by us as stated in Paragraph above.

The above-mentioned subsidiaries are located outside India whose annual financial results have been prepared in accordance with the accounting principles generally accepted in their respective countries and have been audited by their auditors under generally accepted auditing standards and practices applicable in the respective countries.

The financial results of Electrosteel Brasil Ltda. Tubos e Conexoes Duteis which are not required to be audited as per the relevant laws of the host country and which as such are not material to the overall operations of the Group have been taken as audited by an Independent Chartered Accountant. The financial results of aforesaid subsidiaries have been converted to Indian rupees (INR) and compiled as per the accounting principles generally accepted in India by the Parent's management and carrying out the adjustments ('the subsidiary statements') required for the purpose of incorporating these in the consolidated financial results of the Group and reliance has been placed by us on these for the purpose of our review. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the subsidiary statements and additional disclosures as prepared and certified by the management of the Parent and reliance has been placed by us on these for the purpose of reporting on the consolidated financial results of the Group.

- b) Our Opinion on the Consolidated Financial Results is not modified in respect of the matters stated in (a) above with respect to reliance on the work done by us and the reports of other auditors and the subsidiary statements certified by the management.



- c) As stated in Note no. 8, T.I.S. Service S.P.A ("TIS") has become the wholly owned subsidiary of the Group with effect from July 29, 2025. Accordingly, as required in terms of the Ind AS 103 'Business Combination', the parent has carried out fair valuation of the assets and liabilities taken as per the financial statements of the said subsidiary as on July 29, 2025 ('the acquisition date') as reviewed by the statutory auditors of TIS. The said valuation has been carried out by an Independent Valuer ('final valuation report') appointed in this respect and the values of the assets and liabilities so arrived at have been taken into consideration for giving effect to the said acquisition as on the said date.

Further, as required in terms of Ind AS 110 'Consolidated Financial Statements' for arriving at the results of the operations for the period subsequent to the acquisition date till the year ended on March 31, 2026, effect of the valuation report has been considered for the purpose of consolidated financial results of the Group. Reliance has been placed by us with respect to the financial statements for the period ended July 29, 2025 as reviewed by the statutory auditors of the said subsidiary and the final valuation report of the assets and liabilities of TIS as on that date as valued and reported upon by an Independent Valuer appointed for the purpose.

- d) In view of the Investment in North Dhadhu Mining Company Private Limited, a Joint Venture of the Parent being fully provided in the books in the earlier year, the results of North Dhadhu Mining Company Private Limited have not been incorporated in these consolidated financial results.
- e) These consolidated financial results include the results for the quarter ended March 31, 2026, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto December 31, 2025. These figures were subject to limited review by us as required under the Listing Regulations.
- f) Our Opinion is not modified with respect to the matters stated in (c) to (e) above.

Place: Kolkata
Date: May 18, 2026



For Lodha & Co LLP,
Chartered Accountants
Firm's ICAI Registration No. 301051E/E300284

R. P. Singh
R. P. Singh
Partner
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(Rs. in lakhs)

STATEMENT OF AUDITED CONSOLIDATED RESULTS FOR THE QUARTER AND YEAR ENDED 31/03/2026

Particulars		3 months ended 31/03/2026	Preceding 3 months ended 31/12/2025	Corresponding 3 months ended 31/03/2025	Year to date figures for current year ended 31/03/2026	Year to date figures for previous year ended 31/03/2025
		(Audited) (Refer Note No.10)	(Unaudited)	(Audited) (Refer Note No.10)	(Audited)	(Audited)
1.	Revenue From Operations	149273.54	147180.60	170068.16	591802.44	731996.71
2.	Other Income	3747.63	5394.91	3864.72	21457.37	12311.11
3.	Total income (1 + 2)	153021.17	152575.51	173932.88	613259.81	744307.82
4.	EXPENSES					
	(a) Cost of materials consumed	73096.55	61868.66	87384.49	287473.19	364430.45
	(b) Purchase of Stock-in-Trade	2769.25	4745.58	4639.77	16411.64	16192.29
	(c) Changes in inventories of finished goods, Stock-In-Trade and process stock	5909.28	22144.82	(9422.84)	13757.84	(19653.80)
	(d) Employee benefit expenses	15850.38	13585.94	14277.95	59524.27	55186.85
	(e) Finance costs	3222.26	3688.27	3450.73	14374.17	16070.87
	(f) Depreciation and amortization expense	4437.98	4459.86	3738.37	17255.94	14205.26
	(g) Other expenses	45469.15	41426.16	57228.76	178737.83	212264.14
	Total expenses	150754.85	151919.29	161297.23	587534.88	658696.06
5.	Profit before exceptional items and tax (3 - 4)	2266.32	656.22	12635.65	25724.93	85611.76
6.	Exceptional Item (refer note no. 7)	-	3838.26	-	3838.26	-
7.	Profit / (Loss) before tax (5-6)	2266.32	(3182.04)	12635.65	21886.67	85611.76
8.	Tax expense:					
	Current tax	1295.51	(994.95)	2763.87	4382.62	21628.36
	Deferred tax	(700.65)	(30.12)	(6958.82)	1253.03	(6987.88)
	Income tax pertaining to earlier years	72.54	30.95	-	103.49	-
9.	Profit / (Loss) for the period (7-8)	1598.92	(2187.92)	16830.60	16147.53	70971.28
10.	Profit / (Loss) for the period attributable to:					
	- Owners of the Parent	1598.07	(2188.42)	16831.32	16143.59	70955.79
	- Non-Controlling Interest	0.85	0.50	(0.72)	3.94	15.49
11.	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss					
	a) Remeasurements of the defined benefit plans	281.03	355.85	(200.86)	577.18	(118.31)
	b) Equity Instruments through other comprehensive income	(0.22)	0.42	0.12	(286.69)	(1031.43)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(70.74)	(89.62)	50.93	(145.34)	28.88
	B (i) Items that will be reclassified to profit or loss					
	- Foreign currency translation differences	1996.18	628.48	819.70	6103.71	870.28
	(ii) Income tax relating to item that will be reclassified to profit or loss	-	-	-	-	-
	Other Comprehensive Income for the period (net of tax)	2206.25	895.13	669.89	6248.86	(250.58)
12.	Other Comprehensive Income attributable to:					
	- Owners of the Parent	2206.25	895.13	669.89	6248.86	(250.58)
	- Non-Controlling Interest	-	-	-	-	-
13.	Total Comprehensive Income for the period (9+11)	3805.17	(1292.79)	17500.49	22396.39	70720.70
14.	Total Comprehensive Income attributable to:					
	- Owners of the Parent	3804.32	(1293.29)	17501.21	22392.45	70705.21
	- Non-Controlling Interest	0.85	0.50	(0.72)	3.94	15.49
15.	Paid-up equity share capital (Face value - Re. 1/-)	6181.84	6181.84	6181.84	6181.84	6181.84
16.	Other equity excluding revaluation reserve				586150.40	571977.52
17.	Earnings per equity share of par value of Re. 1 each (not annualised)					
	(1) Basic (Rs.)	0.26	(0.35)	2.72	2.61	11.48
	(2) Diluted (Rs.)	0.26	(0.35)	2.72	2.61	11.48



Annexure I

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
	(Audited)	(Audited)
A. ASSETS		
(1) Non-current assets		
(a) Property, Plant and Equipment	312408.09	301806.87
(b) Capital work-in-progress	118568.75	124889.33
(c) Goodwill on consolidation	216.03	216.03
(d) Other Intangible assets	1710.85	427.61
(e) Right-of-use assets	6844.55	7716.03
(f) Investments in joint ventures	-	(Audited) (Refer Note No.10)
(g) Financial Assets		
(i) Investments	4647.25	4933.94
(ii) Loans	500.61	110.46
(iii) Other financial assets	28767.93	62372.33
(h) Non Current Tax Assets (Net)	1880.28	795.76
(i) Other non-current assets	444.75	728.86
Total Non-Current assets	475989.09	503997.22
(2) Current assets		
(a) Inventories	239819.00	246397.19
(b) Financial Assets		
(i) Investments	53130.47	9588.03
(ii) Trade receivables	107060.42	148274.45
(iii) Cash and cash equivalents	29441.45	16735.31
(iv) Bank balances other than (iii) above	3828.40	3827.76
(v) Other financial assets	20191.03	22147.55
(c) Other current assets	16684.19	18564.09
Total Current assets	470154.96	465534.38
Total Assets	946144.05	969531.60
B. EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	6181.84	6181.84
(b) Other Equity	586150.40	571977.52
(c) Non-Controlling Interest	104.01	112.66
Total Equity	592436.25	578272.02
LIABILITIES		
(1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	25369.78	21821.42
(ii) Lease liabilities	3544.37	4884.53
(iii) Other financial liabilities	55971.29	55940.29
(b) Provisions	6959.56	4898.69
(c) Deferred tax liabilities (Net)	24742.13	23472.56
(d) Other non-current liabilities	355.54	374.07
(e) Non-current Tax Liabilities (Net)	2072.67	1969.79
Total Non-current liabilities	119015.34	113361.35
(2) Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	125897.58	184146.78
(ii) Lease liabilities	1294.15	1692.57
(iii) Trade payables		
(a) Total Outstanding dues of micro and small enterprises: and	1600.83	1604.00
(b) Total Outstanding other than micro and small enterprises	53643.16	54048.16
(iv) Other financial liabilities	19392.55	8088.88
(b) Other current liabilities	25177.82	24269.95
(c) Provisions	6809.59	3167.35
(d) Current Tax Liabilities (Net)	876.78	880.54
Total Current liabilities	234692.46	277898.23
Total Equity and Liabilities	946144.05	969531.60



CONSOLIDATED STATEMENT OF CASH FLOW		(Rs. in lakhs)	
Particulars	For the year ended March 31,2026	For the year ended March 31,2025	
A.CASH FLOW FROM OPERATING ACTIVITIES			
Profit before Tax	21886.67		85611.76
Adjustment to reconcile profit before tax to net cash generated from operating activities			
Add : Depreciation and amortisation expenses	17255.94	14205.26	
Sundry balances/Advances written off	44.78	26.55	
Bad Debts	50.79	10.09	
Provision for inflationary and other risks	-	72.35	
Fair Valuation of derivative Instruments through Profit and Loss (Net)	1715.94	543.08	
Finance costs	14374.17	16070.87	30928.20
	55328.29		116539.96
Less: Interest Income	7401.39	5716.18	
Deferred Income	25.64	672.81	
Net gain on derecognition of financial assets at amortised cost	0.65	4.72	
Profit on sale of Current Investments (Net)	614.14	455.71	
Profit/(Loss) on sale/discard of Property, Plant and Equipments (Net)	1033.49	(1382.19)	
Credit loss allowance on trade receivables/advances/others	216.42	(3.60)	
Net gain /(loss) on Fair valuation of Current Investments	872.98	865.91	
Unrealised foreign exchange fluctuation and translation	1349.88	893.37	
Provisions / Liabilities no longer required written back	9972.19	1364.19	8587.10
Operating Profit before Working Capital changes	33841.51		107952.86
Movements in working capital			
Less: Increase/(Decrease) In Inventories	(20640.37)	16351.02	
Increase/(Decrease) In Trade Receivables	(54775.16)	10823.69	
Increase/(Decrease) In Loans and Advances, other financial and non-financial assets	(5024.80)	843.64	
(Increase)/Decrease In Trade Payables, other financial and non-financial liabilities and provisions	(6723.59)	9849.71	37868.06
Cash generated From Operations	121005.43		70084.80
Less: Direct Taxes paid (Net)	6342.23		22040.20
Net cash flow from Operating activities (A)	114663.20		48044.60
B. CASH FLOW FROM INVESTING ACTIVITIES			
Payment against Property, Plant and Equipment, Intangible Assets and movements in Capital work in progress	(13009.08)	(27765.27)	
Realisation against Property, Plant and Equipment	2433.81	364.69	
Purchase of Current Investments	(397133.54)	(385580.71)	
Proceeds on redemption/sale of Current Investments	355078.22	391834.65	
Consideration paid for business acquisition	(11919.10)	(4148.97)	
Interest received	9918.83	2766.58	
Amount received against claim for coal mines	9837.87	-	
Increase in non current financial liabilities	-	30896.87	
(Investment)/Redemption of fixed deposits against non current financial liabilities	31283.08	(30896.87)	
Movement in bank balances other than cash and cash equivalents	(79.72)	8338.59	(14190.44)
Net Cash flow from Investing activities (B)	(13589.63)		(14190.44)
C. CASH FLOW FROM FINANCING ACTIVITIES			
Payment to Non- Controlling Interest	(23.77)	(59.49)	
Proceeds/(Repayments) from short term borrowings (net)	(61088.18)	(9513.35)	
Repayment of Long Term borrowings	(21962.18)	(13319.77)	
Proceeds from Long Term borrowings	16750.00	-	
Interest and other borrowing cost paid	(13612.91)	(16443.36)	
Payment against Lease Liabilities	(1445.13)	(540.01)	
Dividend paid	(8654.58)	(5563.66)	(45439.64)
Net cash flow from Financing activities (C)	(90036.75)		(45439.64)
D. Net Increase/ (decrease) In Cash and Cash equivalents (A+B+C)	11036.82		(11585.48)
E. Cash and Cash equivalents at the beginning of the year	16735.31		27908.09
F. Cash and Cash equivalents acquired on Business Combination	1669.32		412.70
G. Cash and Cash equivalents at the end of the year	29441.45		16735.31

Note :

(a) The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Ind AS 7, 'Statement of Cash Flows' as noted under Companies Act, 2013.



Notes:

1. (a) The above Audited Consolidated Financial Results for the quarter and year ended March 31, 2026 includes Statement of Asset and Liabilities as at March 31, 2026 (enclosed as "Annexure I") and Statement of Cash Flow for the year ended March 31, 2026 (enclosed as "Annexure II") (hereinafter referred to as "Consolidated Financial Results") attached herewith which have been prepared in accordance with the Indian Accounting Standard ("Ind AS") as prescribed under section 133 of the Companies Act, 2013 and compiled keeping in view the provision of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 18, 2026 and have been subject to Audit by the Parent's Statutory Auditors.

(b) The consolidated financial results for the quarter and year ended March 31, 2026 include the figures of the Electrosteel Castings Limited ('the parent') together with its subsidiaries namely Electrosteel Trading S.A.U Spain, Electrosteel Castings Gulf FZE, Electrosteel Doha for Trading LLC, Electrosteel Brasil Ltd. Tubes e Conexoes Duties, Electrosteel Bahrain Holding Company W.L.L, Electrosteel Bahrain Trading WLL (subsidiary of Electrosteel Bahrain Holding Company W.L.L), Electrosteel Europe S.A, Electrosteel Castings (UK) Limited, Electrosteel USA, LLC, WaterFab LLC (wholly owned subsidiary of Electrosteel USA LLC), Electrosteel Algeria SPA, Singardo International Pte. Limited, Electrosteel Vietnam Company Limited (wholly owned subsidiary of Singardo International Pte. Limited), T.I.S. Service S.p.A ("TIS") and it's wholly owned subsidiaries (w.e.f. July 29, 2025) i.e. T.I.S. Polska S.P. Z.O.O, Poland, T.I.S. Turkey Water Technologies San.Ve Tic. A. Turkey, T.I.S. Engineering D.O.O., Croatia and T.I.S. Nuoval S.r.l. (w.e.f. November 04, 2025),

2. The group operates mainly in one business segment viz. Pipes and fittings and all other activities revolve around the main business.

3. In pursuance of the Order dated September 24, 2014 passed by the Hon'ble Supreme Court of India ('the Order'), followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice ('legislative department') dated October 21, 2014 ('Ordinance') for implementing the Order, allotment of Parbatpur coal block ('coal block'/mine) to the Parent, which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance (subsequently promulgated into Coal Mines (special provisions) Act 2015 i.e. 'CMSP Act'), the Parent was allowed to continue the operations in the said coal block till March 31, 2015. Accordingly, the said coal block had been handed over to Bharat Coking Coal Limited ('BCCL') as per the direction from Ministry of Coal ('Ministry'), with effect from April 01, 2015 and the same was thereafter allotted to Steel Authority of India Limited ('SAIL') and an initial compensation of Rs. 8432.32 lakhs was awarded, of which Rs. 8312.14 lakhs was received by the Parent. SAIL subsequently surrendered the coal block and handed over the said coal block back to the custody of BCCL.

Following a petition filed by the Parent, challenging the method and amount of compensation being determined, the Hon'ble High Court of Delhi pronounced its judgement on March 09, 2017 laying down the principles of determination of revised compensation. Accordingly, based on the said judgement, the Parent claimed Rs.154944.48 lakhs towards compensation against the said coal block, acceptance whereof is awaited. The then Nominated Authority, for deciding the amount of compensation, had passed an order, after the above judgement, revising the compensation by a small amount. However, upon an appeal being made by the Parent, the said order was set aside by the Hon'ble High Court, with a direction to the Nominated Authority to reconsider the same. The Nominated Authority thereafter passed an order dated November 11, 2019 awarding an additional compensation of Rs. 180.00 lakhs, with a further direction to determine the value of certain assets forming part of the mine infrastructure, liable for compensation in terms of the CMSP Act to the Parent. Subsequently, the Nominated Authority, appointed a valuer to determine the value of those specified assets and thereafter an another valuer was also appointed for cross verification of certain back-up documents, details and indirect costs related thereto, so that to arrive at the correct valuation for compensation against those assets. Moreover, the Parent had also earlier approached the Nominated Authority/Ministry to reconsider the compensation, determined by the previous officer holding charge of office of Nominated Authority, for land and some other major assets and the final compensation thereof is yet to be decided.

In the meantime, JSW Steel Limited ('JSW') had been declared as successful bidder for Parbatpur Coal Block in "16th Tranche of Auction Under Coal Mines (Special Provisions) Act, 2015" and vesting order dated June 08, 2023 was issued by the Ministry in their favour. JSW, as being claimed by them, took over the physical possession of said coal block and requested the Parent to initiate negotiations for utilization of movable property/ assets used in coal mining. Pursuant to this, the Parent has submitted that the matter is sub-judice and pending decision thereof, it is premature to initiate such negotiations at this stage.

On July 15, 2025, the Nominated Authority ('NA') has passed a Provisional Compensation Order of even date ('Provisional Order') declaring additional compensation of Rs. 47610.62 lakhs against shaft and incline and certain other mine infrastructure and Rs. 2260.31 lakhs against land aggregating to Rs. 49870.93 lakhs in favour of the Parent. Comments/ objections sought by the Nominated Authority from the Parent, SAIL and JSW in respect of the Provisional Order have been submitted for their consideration. Subsequently, after considering the comments/objections so received, NA passed a compensation order dated November 19, 2025 ('Compensation Order') and determined that Rs. 25304.42 lakhs is payable as compensation towards 'hard cost' of shafts and inclines and certain other mine infrastructure. JSW has been directed to deposit the amount of Rs. 19675.74 lakhs being the aggregate amount of the compensation as above. The compensation towards soft costs of shaft and incline and land is pending determination as on this date and will therefore be decided by NA in due course of time. It has further been directed that the differential cost for preparation of updated Geological Report may be mutually settled between the Parent and JSW after verification from CMPDIL. At present, JSW has since submitted a bank guarantee of the amount, directed to be deposited as above, to the NA. The CMSP Act also provides for negotiation and decide mutually between the Parent and JSW, the compensation amount towards the cost of movable assets not declared as mine infrastructure.

JSW meanwhile filed two petitions, seeking 'stay' and challenging the Compensation Order before the Tribunal, under the CMSP Act, at Ranchi ("Tribunal"). The Tribunal denied JSW's petition seeking 'stay' of the Compensation Order, vide an order dated January 21, 2026. Thereafter, on a petition being filed against the said denial, the Hon'ble Jharkhand High Court, vide order dated January 21, 2026 granted conditional stay against the Compensation Order, subject to JSW depositing 50% of the amount i.e. 9837.87 lakhs as directed by NA and the same has been stayed by JSW.

On an application filed before the Tribunal vide order dated March 19, 2026, has allowed the withdrawal of the amount so deposited on submission of unconditional and irrecoverable Bank Guarantee ("BG") of an equivalent amount. Pending decision on the matter, the amount so received on submitting the BG have been recognised and disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Moreover, the Parent's petition before Hon'ble High Court of Delhi, filed in earlier year, for declaration of certain assets as mine infrastructure and determination of the amount of the compensation for the coal block, pertaining to mine infrastructure and land etc., so as to arrive at the total amount of compensation against entire coal block in terms of the CMSP Act read with judgement dated March 09, 2017 pronounced by the Hon'ble High Court at Delhi, is also being actively pursued and the same is pending adjudication as on this date.

Pending finalisation of the matter as above, no adjustment for the amount of the compensation has been given effect to and various balances pertaining to said mines, as appearing in the books of account, have been dealt with as follows:

- (i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Parent has been continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;
- (ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs have been considered as other recoverable under current assets; and
- (iii) Compensation of Rs. 8312.34 lakhs have so far been received. Further net realisations/claims against sale of assets, advances, etc. in this respect aggregates to Rs. 2090.04 lakhs. Bank guarantee amounting to Rs. 920.00 lakhs has been given against the compensation received.
- (iv) Rs. 9837.87 lakhs received against Bank Guarantee have been disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Necessary disclosures and adjustments arising with respect to above, pending determination of the claim will be given effect to on the finalisation and acceptance of the amount thereof.



4. (a) The Parent holds 19796000 equity shares of Rs. 10/- each in ESL Steel Limited ('ESL') out of which 17334999 equity shares of Rs. 10/- each amounting to Rs. 4059.85 lakhs were pledged with the consortium of lenders of ESL ('lenders'). The notices issued by the lenders for invocation of pledge of parent's investment was set aside by the Hon'ble High Court at Kolkata in the earlier year and the parent's plea for release of such pledge is pending before the said Hon'ble High Court.
- (b) Further in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the parent, situated at Elavur, Tamil Nadu, were mortgaged to another lender of ESL viz SREI Infrastructure Finance Limited ('SREI') and SREI had subsequently assigned its right against the said Land to an Asset Reconstruction Company ('ARC') although the claims of the said lender were fully discharged by ESL as per the Resolution Plan approved by Hon'ble National Company Law Tribunal ('NCLT'), Kolkata. Subsequently, the ARC had issued SARAFESI Notice and taken the symbolic possession of the said land. The Parent had disputed the alleged assignment of the loan by the lender and as directed by the Hon'ble Supreme Court had filed an application before the Debt Recovery Tribunal ('DRT'), Chennai for setting aside the SARAFESI actions and release of the title deeds of the land which vide order dated April 08, 2022 (uploaded on April 27, 2022) had been dismissed by DRT. On filing the appeal before the Debt Recovery Appellate Tribunal ('DRAT') against the order of DRT, DRAT has directed the Parent to deposit 50% of the SARAFESI demand i.e. Rs. 29355.04 lakhs against which revision application under Article 227 of the Indian Constitution and a Writ Application under Article 226 of Indian Constitution has been filed before Hon'ble Madras High Court and the matter is pending before the said court.
- Earlier, the ARC had also filed an application before Hon'ble NCLT, Cuttack for Initiation of Corporate Insolvency and Resolution Process ('CIRP') against the Parent which had been decided in the favour of the Parent vide NCLT order dated June 24, 2022 ('the Order'). The said order on being challenged by ARC has been upheld by Hon'ble National Company Law Appellate Tribunal ('NCLAT') vide its order dated January 24, 2024. The Judgement of NCLAT was challenged before Hon'ble Supreme Court of India. Hon'ble Supreme Court vide its Judgement dated January 6, 2026 confirmed that the Parent is not a guarantor for financial facilities availed by ESL. Hence, no CIRP Proceedings can be initiated against the Parent. However, Hon'ble Supreme Court has also held that the approval and / or implementation of the Resolution Plan of Vedanta Limited for ESL does not result in extinguishment of the entire debt so as to bar any claim against the Third-Party Security Providers. The Parent is contemplating legal option of filing a Review Application before Hon'ble Supreme Court of India.
- (c) Pending finalization of the matter, these assets have been carried forward at their respective book value.
5. During the year, the State Government of West Bengal ('State Government') has notified the enactment of the Revocation of West Bengal Incentive Schemes and Obligations in the nature of Grants and Incentive Act, 2025 ('the Revocation Act') rescinding, revoking and discontinuing all West Bengal Incentive Schemes including West Bengal Incentive Scheme, 2000 ('WBIS 2000') ('the Scheme') retrospectively from the date of implementation of the respective scheme.
- The parent is entitled to receive incentive in the form of Industrial Promotion Assistance under WBIS 2000 for the period starting from April 01, 2004 till March 31, 2019 in respect of parent's manufacturing units at Khardah and Haldia and the same as required in terms of WBIS 2000 have been granted to the parent. Accordingly, the benefits under the said scheme has accrued and vested to the parent before the enactment of the Revocation Act and Rs. 4680.58 lakhs out of the amount accrued in this respect till June 30, 2017 (pending determination of the amount pertaining to GST Regime for the remaining period till March 31, 2019) is outstanding as on March 31, 2026. The Hon'ble High Court of Calcutta on a petition filed by the parent for the claim upto March 31, 2015 vide its order dated April 08, 2024 has directed the State Government to pay the amount remaining unpaid under the Scheme and pending receipt of the claim despite the direction of the Hon'ble High Court, the parent has filed contempt petition before the said court on August 23, 2024. An another petition claiming the incentive for the remaining period upto June 30, 2017 has also been filed before the said court. During the year, the parent based on the legal advice has filed a writ petition before the Hon'ble Calcutta High Court challenging the constitutional validity and retrospective applicability of the Revocation Act. The decisions with respect to these petitions are pending adjudication as on this date. Accordingly, the amount of claim accrued in earlier years and outstanding as above being considered good and recoverable has been so carried forward as on March 31, 2026.
6. During the quarter ended September 30, 2025, the parent under The West Bengal Sales Tax (Settlement of Dispute) Act, 1999 as amended by the West Bengal Sales Tax (Settlement of Dispute) (Amendment) Act, 2025 ('SOD'), has availed the settlement in terms of the SOD in respect of demands of Rs. 2762.77 lakhs for Entry Tax (excluding interest and late fee) against the parent pertaining to the period from April 01, 2012 to June 30, 2017 and Rs. 2072.38 lakhs has been paid in full and final settlement of these demands. Consequent to this, Rs. 6362.00 lakhs being the resultant additional amount of provision made in earlier years has been written back and included under Other Income for the year ended March 31, 2026.
7. The Government of India vide notification dated November 21, 2025 has notified the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as 'the Labour Code') consolidating and replacing the then existing multiple labour legislations in the country. In accordance with the requirements of Ind AS 19, 'Employee Benefits', changes to employee benefit resulting from legislative amendments constitute a plan amendment, necessitating the immediate recognition of any variation in the costs upon such notification. Consequently, the potential impact on the employee benefit and expenses of the parent on account of past service costs in respect of Gratuity and Leave Encashment amounting to Rs. 3838.26 lakhs as evaluated and determined by an independent actuary or otherwise as estimated has been recognised and disclosed as exceptional items in these consolidated financial results. The Parent continues to monitor the provision of the Labour codes and development thereof, including related Central and State rules as and when notified, and implications as relevant to the Parent are given effect to in the respective period.
8. The Parent pursuant to Share Purchase Agreement ('SPA') entered into with TIS Group S.P.A. has acquired 3000000 equity shares of EURO 1 each of T.I.S. Services S.P.A ('TIS') representing 100% shareholding of TIS at an aggregate consideration of EURO 11500000 equivalent to Rs. 11470.16 lakhs. The entire consideration has been remitted on July 29, 2025 and therefore TIS has become a wholly owned subsidiary of the Group. For the purpose of consolidation as required in terms of the Ind AS 103 'Business Combination', the parent has carried out fair valuation of the assets and liabilities taken as per the consolidated financial statements of TIS as on July 29, 2025 ('the acquisition date') as reviewed by the statutory auditors of TIS. The said valuation has been carried out by an Independent Valuer ('final valuation report') appointed in this respect and the values of the assets and liabilities so arrived at have been taken into consideration for giving effect to the said acquisition as on the said date. Further, TIS has acquired a subsidiary T.I.S. Nuoval S.r.l. with effect from November 04, 2025 and thereby it has become the step down subsidiary of the Parent. As required in terms of Ind AS 110 'Consolidated Financial Statements' for arriving at the assets and liabilities of TIS as on March 31, 2026 and results of the operations for the period subsequent to the acquisition date till the year ended on March 31, 2026, has been considered for the purpose of consolidated financial results of the Group. Accordingly, figures for the quarters and year ended March 31, 2026 are not comparable with the figures of the previous periods.
9. Subsequent to the Balance Sheet date, the Board of Directors of the parent at its meeting held on May 18, 2026 has recommended a final dividend of Re. 0.90 per equity share to be paid on fully paid up equity shares in respect of financial year ended March 31, 2026. The equity dividend is subject to approval by the shareholders at the ensuing Annual General Meeting and has not been included as a liability in these consolidated financial results. The estimated amount of final dividend to be paid thereof amounts to Rs. 5563.66 lakhs.
10. The figures for the quarters ended March 31, 2026 and March 31, 2025 are the balancing figures between the audited figures in respect of the full financial year and the year to date figure upto the quarter ended December 31 of the respective years which were subject to limited review by the Statutory Auditors.
11. Previous periods' figures have been regrouped/rearranged wherever necessary.

Kolkata
May 18, 2026



For ELECTROSTEEL CASTINGS LIMITED


Umang Kejriwal
Managing Director
(DIN: 00065173)

ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Consolidated Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2026
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs in Lakhs)

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	613259.81	Not Ascertainable
	2.	Total Expenditure	587534.88	
	3.	Net Profit/(Loss) (including other comprehensive income)	22396.39	
	4.	Earnings Per Share (Basic)	2.61	
	5.	Total Assets	946144.05	
	6.	Total Liabilities	946144.05	
	7.	Net Worth (Equity Share Capital plus Other Equity)	592436.25	
	8.	Any other financial item(s) (as felt appropriate by the management)	--	

II. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

Attention has been drawn by the Auditors' under the heading "Basis of Qualified Opinion" of the Auditors' Report to the following notes of the financial results for the quarter and year ended 31st March 2026 -

Sub Para (a): Note no. 3 regarding cancellation of coal block allotted to the parent in earlier year and adjustments to be given effect to in respect of the claims made by the parent, amount determined, awarded/received so far in this respect and required disclosures/ adjustments in terms of Ind AS with respect to the carrying amounts of the property, plant and equipment, capital work in progress, inventory and balances lying under other heads of account and carried forward pending finalisation of the amount of claim in this respect due to the reasons stated therein.

Sub Para (b): Note no. 4(a) in respect of parent's investment in the equity shares of ESL Steel Limited (ESL), the pledge of which was invoked by the lenders of ESL, and which was set aside by Hon'ble High court at Kolkata and the matter is currently pending before the said court. Further, as stated in Note no. 4(b) dealing with mortgage of Land at Elavur plant in favour of one of the lenders of ESL who had assigned their rights to another party and thereby symbolic possession of the said land was taken by the said party. The matter has been disputed by the parent and the matter is pending before DRAT and Hon'ble Madras High Court as stated in the said note is currently sub-judice and pending final adjudication.



Sub Para (c): Pending finalization of the matters dealt with in (a) and (b) above, required disclosures, adjustments, and impacts thereof are presently not ascertainable and as such cannot be commented upon by us.

b. **Type of Audit Qualification:** Qualified Opinion / ~~Disclaimer of Opinion~~ / ~~Adverse Opinion~~

c. **Frequency of qualification:** Whether appeared first time / repetitive / since how long continuing – Note no. 3 since financial year 2014-15 and Note no. 4 since financial year 2017-18.

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

e. **For Audit Qualification(s) where the impact is not quantified by the auditor:**

(i) **Management's estimation on the impact of audit qualification:** N.A

(ii) **If management is unable to estimate the impact, reasons for the same:**

Sub Para (a) In pursuance of the Order dated September 24, 2014 passed by the Hon'ble Supreme Court of India ('the Order'), followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice ('legislative department') dated October 21, 2014 ('Ordinance') for implementing the Order, allotment of Parbatpur coal block ('coal block'/'mine') to the Parent, which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance (subsequently promulgated into Coal Mines (special provisions) Act 2015 i.e. 'CMSP Act'), the Parent was allowed to continue the operations in the said coal block till March 31, 2015. Accordingly, the said coal block had been handed over to Bharat Coking Coal Limited ('BCCL') as per the direction from Ministry of Coal ('Ministry'), with effect from April 01, 2015 and the same was thereafter allotted to Steel Authority of India Limited ('SAIL') and an initial compensation of Rs. 8432.32 lakhs was awarded, of which Rs. 8312.14 lakhs was received by the Parent. SAIL subsequently surrendered the coal block and handed over the said coal block back to the custody of BCCL.

Following a petition filed by the Parent, challenging the method and amount of compensation being determined, the Hon'ble High Court of Delhi pronounced its judgement on March 09, 2017 laying down the principles of determination of revised compensation. Accordingly, based on the said judgement, the Parent claimed Rs.154944.48 lakhs towards compensation against the said coal block, acceptance whereof is awaited. The then Nominated Authority, for deciding the amount of compensation, had passed an order, after the above judgement, revising the compensation by a small amount. However, upon an appeal being made by the Parent, the said order was set aside by the Hon'ble High Court, with a direction to the Nominated Authority to reconsider the same. The Nominated Authority thereafter passed an order dated November 11, 2019 awarding an additional compensation of Rs. 180.00 lakhs, with a further direction to determine the value of certain assets forming part of the mine infrastructure, liable for compensation in terms of the CMSP Act to the Parent. Subsequently, the Nominated Authority, appointed a valuer to determine the value of those specified assets and thereafter another valuer was also appointed for cross verification of certain back-up documents, details and indirect costs related thereto, so that to arrive at the correct valuation for compensation against those assets. Moreover, the Parent had also earlier approached the Nominated Authority/Ministry to reconsider the compensation, determined by the previous



officer holding charge of office of Nominated Authority, for land and some other major assets and the final compensation thereof is yet to be decided.

In the meantime, JSW Steel Limited ('JSW') had been declared as successful bidder for Parbatpur Coal Block in "16th Tranche of Auction Under Coal Mines (Special Provisions) Act, 2015" and vesting order dated June 08, 2023 was issued by the Ministry in their favour. JSW, as being claimed by them, took over the physical possession of said coal block and requested the Parent to initiate negotiations for utilization of movable property/ assets used in coal mining. Pursuant to this, the Parent has submitted that the matter is sub-judice and pending decision thereof, it is premature to initiate such negotiations at this stage.

On July 15, 2025, the Nominated Authority ('NA') has passed a Provisional Compensation Order of even date ('Provisional Order') declaring additional compensation of Rs. 47610.62 lakhs against shaft and incline and certain other mine infrastructure and Rs. 2260.31 lakhs against land aggregating to Rs. 49870.93 lakhs in favour of the Parent. Comments/ objections sought by the Nominated Authority from the Parent, SAIL and JSW in respect of the Provisional Order have been submitted for their consideration. Subsequently, after considering the comments/objections so received, NA passed a compensation order dated November 19, 2025 ('Compensation Order') and determined that Rs. 25304.42 lakhs is payable as compensation towards 'hard cost' of shafts and inclines and certain other mine infrastructure. JSW has been directed to deposit the amount of Rs. 19675.74 lakhs being the aggregate amount of the compensation as above. The compensation towards soft costs of shaft and incline and land is pending determination as on this date and will therefore be decided by NA in due course of time. It has further been directed that the differential cost for preparation of updated Geological Report may be mutually settled between the Parent and JSW after verification from CMPDIL. At present, JSW has since submitted a bank guarantee of the amount, directed to be deposited as above, to the NA. The CMSP Act also provides for negotiation and decide mutually between the Parent and JSW, the compensation amount towards the cost of movable assets not declared as mine infrastructure.

JSW meanwhile filed two petitions, seeking 'stay' and challenging the Compensation Order before the Tribunal, under the CMSP Act, at Ranchi ("Tribunal"). The Tribunal denied JSW's petition seeking 'stay' of the Compensation Order, vide an order dated January 21, 2026. Thereafter, on a petition being filed against the said denial, the Hon'ble Jharkhand High Court, vide order dated January 21, 2026 granted conditional stay against the Compensation Order, subject to JSW depositing 50% of the amount i.e. 9837.87 lakhs as directed by NA and the same has been deposited by JSW.

On an application filed before the Tribunal vide order dated March 19, 2026, has allowed the withdrawal of the amount so deposited on submission of unconditional and irrecoverable Bank Guarantee ("BG") of an equivalent amount. Pending decision on the matter, the amount so received on submitting the BG have been recognised and disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Moreover, the Parent's petition before Hon'ble High Court of Delhi, filed in earlier year, for declaration of certain assets as mine infrastructure and determination of the amount of the compensation for the coal block, pertaining to mine infrastructure and land etc., so as to arrive at the total amount of compensation against entire coal block in terms of the CMSP Act read with judgement dated March 09, 2017 pronounced by the Hon'ble High Court at Delhi, is also being actively pursued and the same is pending adjudication as on this date.



Pending finalisation of the matter as above, no adjustment for the amount of the compensation has been given effect to and various balances pertaining to said mines, as appearing in the books of account, have been dealt with as follows:

(i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Parent has been continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;

(ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs have been considered as other recoverable under current assets; and

(iii) Compensation of Rs. 8312.34 lakhs have so far been received. Further net realisations/claims against sale of assets, advances, etc. in this respect aggregates to Rs. 2090.04 lakhs. Bank guarantee amounting to Rs. 920.00 lakhs has been given against the compensation received.

(iv) Rs. 9837.87 lakhs received against Bank Guarantee have been disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Necessary disclosures and adjustments arising with respect to above, pending determination of the claim will be given effect to on the finalisation and acceptance of the amount thereof.

Sub Para (b) - Investment in ESL include 17334999 equity shares of Rs. 10 each in ESL amounting to Rs. 4059.85 lakhs as on March 31, 2026 which were pledged with the consortium of lenders of ESL (lenders) and the said pledge was not released by the lenders even after the settlement of their debt as per the approved resolution plan as above. The notices issued by the lenders for invocation of pledge of parent's investment was set aside by the Hon'ble High Court at Kolkata in the earlier year and the parent's plea for release of such pledge is pending before the said Hon'ble High Court.

In the earlier years, certain land amounting to Rs. 29493.58 lakhs of the parent, situated at Elavur, Tamil Nadu, were mortgaged to another lender of ESL viz SREI Infrastructure Finance Limited ('SREI') and SREI had subsequently assigned its right against the said Land to an Asset Reconstruction Company ('ARC') although the claims of the said lender were fully discharged by ESL as per the Resolution Plan approved by Hon'ble National Company Law Tribunal ('NCLT'), Kolkata. Subsequently, the ARC had issued SARAFESI Notice and taken the symbolic possession of the said land. The Parent had disputed the alleged assignment of the loan by the lender and as directed by the Hon'ble Supreme Court had filed an application before the Debt Recovery Tribunal ('DRT'), Chennai for setting aside the SARAFESI actions and release of the title deeds of the land which vide order dated April 08, 2022 (uploaded on April 27, 2022) had been dismissed by DRT. On filing the appeal before the Debt Recovery Appellate Tribunal ('DRAT') against the order of DRT, DRAT has directed the Parent to deposit 50% of the SARAFESI demand i.e. Rs. 29355.04 lakhs against which revision application under Article 227 of the Indian Constitution and a Writ Application under Article 226 of Indian Constitution has been filed before Hon'ble Madras High Court and the matter is pending before the said court.

Earlier, the ARC had also filed an application before Hon'ble NCLT, Cuttack for initiation of Corporate Insolvency and Resolution Process ('CIRP') against the Parent which had been decided in the favour of the Parent vide NCLT order dated June 24, 2022 ('the Order'). The said order on being challenged by ARC has been upheld by Hon'ble National Company Law Appellate Tribunal ('NCLAT') vide its






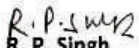
order dated January 24, 2024. The Judgement of NCLAT was challenged before Hon'ble Supreme Court of India. Hon'ble Supreme Court vide its Judgement dated January 6, 2026 confirmed that the Parent is not a guarantor for financial facilities availed by ESL. Hence, no CIRP Proceedings can be initiated against the Parent. However, Hon'ble Supreme Court has also held that the approval and / or implementation of the Resolution Plan of Vedanta Limited for ESL does not result in extinguishment of the entire debt so as to bar any claim against the Third-Party Security Providers. The Parent is contemplating legal option of filing a Review Application before Hon'ble Supreme Court of India.

Pending finalization of the matter, these assets have been carried forward at their respective book value.

(iii) **Auditors' Comments on (i) or (ii) above:**

As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained and as such cannot be commented upon by us.

iii. **Signatories:**

CEO/Managing Director	 Sunil Katial (Wholetime Director and Group Chief Executive Officer)
CFO	 Ashutosh Agarwal (Wholetime Director and Chief Financial Officer)
Audit Committee Chairman	 Jinendra Kumar Jain (Audit Committee Chairman)
Statutory Auditor	For Lodha & Co LLP Chartered Accountants Firm's Registration No: 301051E / E300284  R. P. Singh (Partner) Membership No: 052438



Place: Kolkata
 Date: May 18, 2026

INDEPENDENT AUDITORS' REPORT**The Board of Directors of Electrosteel Castings Limited****Report on the Audit of the Standalone Annual Financial Results****Qualified Opinion**

We have audited the accompanying standalone financial results of Electrosteel Castings Limited (hereinafter referred to as the "Company") for the year ended March 31, 2026 and the notes thereon (hereinafter referred to as the "Financial Results") attached herewith, being compiled by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). The financial results have been initialed by us for the purpose of identification.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) except for the possible effect of the matter described in the "Basis for Qualified Opinion" paragraph below, give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India of the net profit and other comprehensive income for the quarter and year ended March 31, 2026 and other financial information for the year ended on that date.

Basis for Qualified Opinion

Attention is invited to the following notes of the accompanying financial results:

- a) Note no. 3 regarding cancellation of the coal block allotted to the company in earlier year and adjustments to be given effect to in respect of the claims made by the company, amount determined, awarded/received so far in this respect and required disclosures/ adjustments in terms of Ind AS with respect to the carrying amounts of the property, plant and equipment, capital work in progress, inventory and balances lying under other heads of account and carried forward pending finalisation of the amount of claim in this respect as stated in the said note; and
- b) Note No. 4(a) in respect of company's investment in the equity shares of ESL Steel Limited (ESL), the pledge of which was invoked by the lenders of ESL, and which was set aside by Hon'ble High court at Kolkata and the matter is currently pending before the said court. Further, as stated in Note no. 4(b) dealing with mortgage of Land at Elavur plant in favour of one of the lenders of ESL which had assigned their rights to another party and thereby symbolic possession of the said land was taken by the said party. The matter has been disputed by the company and the matter is pending before DRAT and Hon'ble Madras High Court as stated in the said note is currently sub-judice and pending final adjudication.
- c) Pending finalization of the matters dealt with in (a) and (b) above, required disclosures, adjustments and impacts thereof are presently not ascertainable and as such cannot be commented upon by us.



We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditors' Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company, in accordance with the Code of Ethics and provisions of the Companies Act, 2013 that are relevant to our audit of the financial statements in India under the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics and the requirements under the Companies act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Results

These financial results have been prepared on the basis of the standalone annual financial statements. The Company's Management and Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit for the year ended March 31, 2026 and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We, also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;



- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern; and
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

These standalone annual financial results include the results for the quarter ended March 31, 2026, being the balancing figure between the audited figures in respect of the full financial year and the published year to date figures upto December 31, 2025. These figures were subject to limited review by us as required under the Listing Regulations. Our opinion is not modified in this respect.

Place: Kolkata
Date: May 18, 2026



For Lodha & Co LLP,
Chartered Accountants
Firm's ICAI Registration No. 301051E/ E300284

R.P. Singh
R. P. Singh
Partner
Membership No: 052438
UDIN: 26052438DNJIEN7751



ELECTROSTEEL CASTINGS LIMITED
CIN: L27310OR1955PLC000310

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(Rs. in lakhs)

STATEMENT OF AUDITED STANDALONE RESULTS FOR THE QUARTER AND YEAR ENDED 31/03/2026

Particulars	3 months ended 31/03/2026	Preceding 3 months ended 31/12/2025	Corresponding 3 months ended in the previous year 31/03/2025	Year to date figures for current period ended 31/03/2026	Year to date figures for previous year ended 31/03/2025
	(Audited) (Refer Note No. 9)	(Unaudited)	(Audited) (Refer Note No.9)	(Audited)	(Audited)
1. Revenue From Operations	119654.01	124157.02	156255.35	503253.91	674588.28
2. Other Income	3195.19	4875.43	3815.97	19545.63	9392.58
3. Total income (1 + 2)	122849.20	129032.45	160071.32	522799.54	683980.86
4. EXPENSES					
(a) Cost of materials consumed	67904.75	56797.12	87384.49	273577.65	364430.45
(b) Purchase of Stock-in-Trade	0.25	10.75	-	59.55	3.91
(c) Changes in inventories of finished goods, Stock-in-Trade and process stock	368.57	24162.14	(7707.90)	9428.12	(20017.77)
(d) Employee benefit expenses	9103.35	9198.77	11318.99	41410.57	43607.61
(e) Finance costs	2740.05	3270.92	3058.78	12672.06	14181.44
(f) Depreciation and amortization expense	3755.00	3774.39	3304.07	14939.95	12747.28
(g) Other expenses	39745.16	30609.80	47776.75	148375.81	184356.14
Total expenses	123617.13	127823.89	145135.18	500463.71	599309.06
5. Profit before exceptional items and tax (3 - 4)	(767.93)	1208.56	14936.14	22335.83	84671.80
6. Exceptional Item (refer note no.7)	-	3838.26	-	3838.26	-
7. Profit / (Loss) before Tax (5 - 6)	(767.93)	(2629.70)	14936.14	18497.57	84671.80
8. Tax expense:					
Current tax	447.71	(557.14)	3042.33	3078.70	20863.00
Deferred tax	(219.22)	(103.00)	(7181.14)	2181.41	(7403.52)
Income tax pertaining to earlier years	72.54	30.95	-	103.49	-
9. Profit / (Loss) for the period (7 - 8)	(1068.96)	(2000.51)	19074.95	13133.97	71212.32
10. Other Comprehensive Income					
A (i) Items that will not be reclassified to profit or loss					
a) Remeasurements of the defined benefit plans	281.03	355.85	(200.86)	577.18	(118.31)
b) Equity instruments through other comprehensive income	-	0.47	-	(286.57)	(1031.70)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(70.74)	(89.62)	50.93	(145.34)	28.88
Other Comprehensive Income for the period (net of tax)	210.29	266.70	(149.93)	145.27	(1121.13)
11. Total Comprehensive Income for the period (9+10)	(858.67)	(1733.81)	18925.02	13279.24	70091.19
12. Paid-up equity share capital (Face value - Re. 1/-)	6181.84	6181.84	6181.84	6181.84	6181.84
13. Other equity excluding revaluation reserve				562159.87	557535.21
14. Earnings per equity share of par value of Re. 1 each. (not annualised)					
(1) Basic (Rs.)	(0.17)	(0.32)	3.09	2.12	11.52
(2) Diluted (Rs.)	(0.17)	(0.32)	3.09	2.12	11.52



(Rs.in lakhs)

STANDALONE STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at	As at
	March 31, 2026	March 31, 2025
	Audited	Audited
A. ASSETS		
(1) Non-current assets		
(a) Property, Plant and Equipment	293523.70	290727.30
(b) Capital work-in-progress	118493.88	124878.49
(c) Other Intangible assets	350.91	368.28
(d) Right-of-use assets	3047.19	3560.58
(e) Investments in subsidiaries and joint ventures	22472.67	10553.57
(f) Financial Assets		
(i) Investments	4646.18	4932.75
(ii) Loans	4348.90	-
(iii) Other financial assets	28549.32	62306.90
(g) Non-current tax assets (Net)	1564.47	561.27
(h) Other non-current assets	407.08	728.86
Total Non-Current assets	477404.30	498618.00
(2) Current assets		
(a) Inventories	160050.34	188387.01
(b) Financial Assets		
(i) Investments	53130.47	9588.03
(ii) Trade receivables	122293.42	171241.94
(iii) Cash and cash equivalents	16889.05	11005.04
(iv) Bank balances other than (iii) above	3828.40	3827.76
(v) Other financial assets	19615.38	19461.18
(c) Other current assets	10144.20	13900.29
Total Current assets	385951.26	417411.25
Total Assets	863355.56	916029.25
B. EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	6181.84	6181.84
(b) Other Equity	562159.87	557535.21
Total Equity	568341.71	563717.05
Liabilities		
(1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	19864.76	19118.40
(ii) Lease liabilities	1181.18	1954.93
(iii) Other financial liabilities	55971.29	55940.29
(b) Provisions	6530.21	4545.13
(c) Deferred tax liabilities (Net)	29227.77	26901.02
(d) Other non-current liabilities	355.54	374.07
(e) Non-current Tax Liabilities (Net)	2072.67	1969.79
Total Non-current liabilities	115203.42	110803.63
(2) Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	100345.20	160934.49
(ii) Lease liabilities	315.17	801.61
(iii) Trade payables		
(a) Total Outstanding dues of micro and small enterprises; and	1600.83	1604.00
(b) Total Outstanding dues other than micro and small enterprises	40939.81	44860.54
(iv) Other financial liabilities	17760.26	7347.95
(b) Other current liabilities	15891.66	23114.69
(c) Provisions	2957.50	2458.09
(d) Current Tax Liabilities (Net)	-	387.20
Total Current liabilities	179810.43	241508.57
Total Equity and Liabilities	863355.56	916029.25



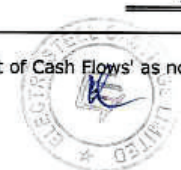
STANDALONE STATEMENT OF CASH FLOW

(Rs. in lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	18497.57	84671.80
Adjustment to reconcile profit before tax to net cash generated from operating activities		
Add : Depreciation and amortisation expenses	14939.95	12747.28
Sundry balances/Advances written off	44.78	26.55
Credit loss allowance on trade receivables/advances/others	52.99	19.81
Fair Valuation of derivative Instruments through Profit and Loss (Net)	1721.28	543.08
Finance costs	12672.06	14181.44
	29431.06	27518.16
	47928.63	112189.96
Less: Interest income	7362.23	5715.70
Dividend income from Investments	-	840.08
Deferred Income	25.64	672.81
Net gain on derecognition of financial assets at amortised cost	0.65	4.72
Profit on sale of Current Investments (Net)	614.14	455.71
Profit/ (loss) on sale / discard of Property, Plant and Equipments (Net)	1023.07	(1339.43)
Net gain/(Loss) on fair valuation of Current Investment	872.98	865.91
Unrealised Foreign Exchange Fluctuation and translation	1349.88	893.37
Provisions / Liabilities no longer required written back	9096.30	199.27
	20344.89	8308.14
Operating Profit before Working Capital changes	27583.74	103881.82
Movements in working capital		
Less: Increase/(Decrease) in Inventories	(28336.67)	14575.85
Increase/(Decrease) in Trade Receivables	(51653.37)	14557.30
Increase/(Decrease) in Loans and Advances, other financial and non-financial assets	(3152.48)	996.89
(Increase)/Decrease in Trade Payables, other financial and non-financial liabilities and provisions	622.06	10320.87
	(82520.46)	40450.91
Cash generated From Operations	110104.20	63430.91
Less: Direct Taxes paid (Net)	4466.13	20617.09
Net cash flow from Operating Activities (A)	105638.07	42813.82
B. CASH FLOW FROM INVESTING ACTIVITIES		
Payment against Property, Plant and Equipment, Intangible Assets and movements in Capital work in progress	(12105.40)	(27195.36)
Realisation against Property, Plant and Equipment	2170.65	350.69
Purchase of Current Investments	(397133.54)	(385580.71)
Proceeds on redemption / sale of Current Investments	355078.22	391834.65
Investment in Subsidiary	(11919.10)	(4148.97)
Inter Corporate Loan given	(4092.20)	-
Interest received	9792.05	2766.10
Dividend received	-	840.08
Amount received against claim for coal mines	9837.87	-
Increase/ (Decrease) in non current financial liabilities	-	30896.87
(Investment)/Redemption of fixed deposits against non current financial liabilities	31283.08	(30896.87)
Movement in bank balances other than cash and cash equivalents	2.97	8338.59
	(17085.40)	(12794.93)
Net Cash flow from Investing Activities (B)	(17085.40)	(12794.93)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds/(Repayments) from short term borrowings (net)	(56486.76)	(8883.04)
Repayment of long term borrowings	(21640.49)	(11810.20)
Proceeds from long term borrowings	16750.00	-
Interest and other borrowing cost paid	(12172.83)	(14776.53)
Payment against Lease Liabilities	(464.00)	(138.88)
Dividend paid	(8654.58)	(5563.66)
	(82668.66)	(41172.31)
Net cash flow from Financing Activities (C)	(82668.66)	(41172.31)
D. Net increase/(decrease) in Cash and Cash equivalents (A+B+C)	5884.01	(11153.42)
E. Cash and Cash equivalents at the beginning of the year	11005.04	22158.46
F. Cash and Cash equivalents as at the end of the year	16889.05	11005.04

Note:

The above Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Ind AS 7, 'Statement of Cash Flows' as noted under Companies Act, 2013.



Notes:

1. The above Audited Standalone Financial Results for the quarter and year ended March 31, 2026 includes Statement of Assets and Liabilities as on March 31, 2026 (Enclosed as "Annexure I") and Cash Flows for the year ended March 31, 2026 (Enclosed as "Annexure II") (hereinafter referred to as "Financial Results") attached herewith which have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under section 133 of Companies Act, 2013 and compiled keeping in view the provision of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 18, 2026 and have been subject to Audit by the Statutory Auditors.
2. The Company operates mainly in one business segment viz. Pipes and fittings and all other activities revolve around the main business.
3. In pursuance of the Order dated September 24, 2014 passed by the Hon'ble Supreme Court of India ('the Order'), followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice ('legislative department') dated October 21, 2014 ('Ordinance') for implementing the Order, allotment of Parbatpur coal block ('coal block'/mine) to the Company, which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance (subsequently promulgated into Coal Mines (Special Provisions) Act, 2015 i.e. 'CMSP Act'), the Company was allowed to continue the operations in the said coal block till March 31, 2015. Accordingly, the said coal block had been handed over to Bharat Coking Coal Limited ('BCCL') as per the direction from Ministry of Coal ('Ministry'), with effect from April 01, 2015 and the same was thereafter allotted to Steel Authority of India Limited ('SAIL') and an initial compensation of Rs. 8432.32 lakhs was awarded, of which Rs. 8312.14 lakhs was received by the Company. SAIL subsequently surrendered the coal block and handed over the said coal block back to the custody of BCCL.

Following a petition filed by the Company, challenging the method and amount of compensation being determined, the Hon'ble High Court of Delhi pronounced its judgement on March 09, 2017 laying down the principles of determination of revised compensation. Accordingly, based on the said judgement, the Company claimed Rs.154944.48 lakhs towards compensation against the said coal block, acceptance whereof is awaited. The then Nominated Authority, for deciding the amount of compensation, had passed an order, after the above judgement, revising the compensation by a small amount. However, upon an appeal being made by the Company, the said order was set aside by the Hon'ble High Court, with a direction to the Nominated Authority to reconsider the same. The Nominated Authority thereafter passed an order dated November 11, 2019 awarding an additional compensation of Rs. 180.00 lakhs, with a further direction to determine the value of certain assets forming part of the mine infrastructure, liable for compensation in terms of the CMSP Act to the Company. Subsequently, the Nominated Authority, appointed a valuer to determine the value of those specified assets and thereafter another valuer was also appointed for cross verification of certain back-up documents, details and indirect costs related thereto, so that to arrive at the correct valuation for compensation against those assets. Moreover, the Company had also earlier approached the Nominated Authority/Ministry to reconsider the compensation, determined by the previous officer holding charge of office of Nominated Authority, for land and some other major assets and the final amount thereof is yet to be decided.

In the meantime, JSW Steel Limited ('JSW') had been declared as successful bidder for Parbatpur Coal Block in "16th Tranche of Auction Under Coal Mines (Special Provisions) Act, 2015" and vesting order dated June 08, 2023 was issued by the Ministry in their favour. JSW, as being claimed by them, took over the physical possession of said coal block and requested the Company to initiate negotiations for utilization of movable property/ assets used in coal mining. Pursuant to this, the Company has submitted that the matter is sub-judice and pending decision thereof, it is premature to initiate such negotiations at this stage.

On July 15, 2025, the Nominated Authority ('NA') has passed a Provisional Compensation Order of even date ('Provisional Order') declaring additional compensation of Rs. 47610.62 lakhs against shaft and incline and certain other mine infrastructure and Rs. 2260.31 lakhs against land aggregating to Rs. 49870.93 lakhs in favour of the Company. Comments/ objections sought by the Nominated Authority from the Company, SAIL and JSW in respect of the Provisional Order have been submitted for their consideration. Subsequently, after considering the comments/objections so received, NA passed a compensation order dated November 19, 2025 ('Compensation Order') and determined that Rs. 25304.42 lakhs is payable as compensation towards 'hard cost' of shafts and inclines and certain other mine infrastructure. JSW has been directed to deposit the amount of Rs. 19675.74 lakhs being the aggregate amount of the compensation as above. The compensation towards soft costs of shaft and incline and land is pending determination as on this date and will therefore be decided by NA in due course of time. It has further been directed that the differential cost for preparation of updated Geological Report may be mutually settled between the company and JSW after verification from CMPDIL. At present, JSW has since submitted a bank guarantee of the amount, directed to be deposited as above, to the NA. The CMSP Act also provides for negotiation and decide mutually between the Company and JSW, the compensation amount towards the cost of movable assets not declared as mine infrastructure.

JSW meanwhile filed two petitions, seeking 'stay' and challenging the Compensation Order before the Tribunal, under the CMSP Act, at Ranchi ("Tribunal"). The Tribunal denied JSW's petition seeking 'stay' of the Compensation Order, vide an order dated January 21, 2026. Thereafter, on a petition being filed against the said denial, the Hon'ble Jharkhand High Court, vide order dated January 21, 2026 granted conditional stay against the Compensation Order, subject to JSW depositing 50% of the amount i.e. 9837.87 lakhs as directed by NA and the same has been deposited by JSW.

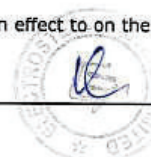
On an application filed before the Tribunal vide order dated March 19, 2026, has allowed the withdrawal of the amount so deposited on submission of unconditional and irrecoverable Bank Guarantee ("BG") of an equivalent amount. Pending decision on the matter, the amount so received on submitting the BG have been recognised and disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Moreover, the Company's petition before Hon'ble High Court of Delhi, filed in earlier year, for declaration of certain assets as mine infrastructure and determination of the amount of the compensation for the coal block, pertaining to mine infrastructure and land etc., so as to arrive at the total amount of compensation against entire coal block in terms of the CMSP Act read with judgement dated March 09, 2017 pronounced by the Hon'ble High Court at Delhi, is also being actively pursued and the same is pending adjudication as on this date.

Pending finalisation of the matter as above, no adjustment for the amount of the compensation has been given effect to and various balances pertaining to said mine, as appearing in the books of accounts, have been dealt with as follows:

- (i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Company has been continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;
- (ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs have been considered as other recoverable under current assets; and
- (iii) Compensation of Rs. 8312.34 lakhs have so far been received. Further net realisations/claims against sale of assets, advances, etc. in this respect aggregates to Rs. 2090.04 lakhs. Bank guarantee amounting to Rs. 920.00 lakhs has been given against the compensation received.
- (iv) Rs. 9837.87 lakhs received against Bank Guarantee have been disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Necessary disclosures and adjustments arising with respect to above, pending determination of the claim will be given effect to on the finalisation and acceptance of the amount thereof.



4. (a) The Company holds 19796000 equity shares of Rs. 10/- each in ESL Steel Limited ('ESL') out of which 17334999 equity shares of Rs. 10/- each amounting to Rs. 4059.85 lakhs were pledged with the consortium of lenders of ESL ('lenders'). The notices issued by the lenders for invocation of pledge of company's investment was set aside by the Hon'ble High Court at Kolkata in the earlier year and the company's plea for release of such pledge is pending before the said Hon'ble High Court.
- (b) Further in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the company, situated at Elavur, Tamil Nadu, were mortgaged to another lender of ESL viz SREI Infrastructure Finance Limited ('SREI') and SREI had subsequently assigned its right against the said land to an Asset Reconstruction Company ('ARC') although the claims of the said lender were fully discharged by ESL as per the Resolution Plan approved by Hon'ble National Company Law Tribunal ('NCLT'), Kolkata. Subsequently, the ARC had issued SARAFESI Notice and taken the symbolic possession of the said land. The Company had disputed the alleged assignment of the loan by the lender and as directed by the Hon'ble Supreme Court had filed an application before the Debt Recovery Tribunal ('DRT'), Chennai for setting aside the SARAFESI actions and release of the title deeds of the land which vide order dated April 08, 2022 (uploaded on April 27, 2022) had been dismissed by DRT. On filing the appeal before the Debt Recovery Appellate Tribunal ('DRAT') against the order of DRT, DRAT has directed the Company to deposit 50% of the SARAFESI demand i.e. Rs. 29355.04 lakhs against which revision application under Article 227 of the Indian Constitution and a Writ Application under Article 226 of Indian Constitution has been filed before Hon'ble Madras High Court and the matter is pending before the said court.
- Earlier, the ARC had also filed an application before Hon'ble NCLT, Cuttack for Initiation of Corporate Insolvency and Resolution Process ('CIRP') against the Company which had been decided in the favour of the Company vide NCLT order dated June 24, 2022 ('the Order'). The said order on being challenged by ARC has been upheld by Hon'ble National Company Law Appellate Tribunal ('NCLAT') vide its order dated January 24, 2024. The Judgement of NCLAT was challenged before Hon'ble Supreme Court of India. Hon'ble Supreme Court vide its Judgement dated January 6, 2026 confirmed that the Company is not a guarantor for financial facilities availed by ESL. Hence, no CIRP Proceedings can be initiated against the Company. However, Hon'ble Supreme Court has also held that the approval and / or implementation of the Resolution Plan of Vedanta Limited for ESL does not result in extinguishment of the entire debt so as to bar any claim against the Third-Party Security Providers. The Company is contemplating legal option of filing a Review Application before Hon'ble Supreme Court of India.
- (c) Pending finalization of the matter, these assets have been carried forward at their respective book value.
5. During the year, the State Government of West Bengal ('State Government') has notified the enactment of the Revocation of West Bengal Incentive Schemes and Obligations in the nature of Grants and Incentive Act, 2025 ('the Revocation Act') rescinding, revoking and discontinuing all West Bengal Incentive Schemes including West Bengal Incentive Scheme, 2000 ('WBIS 2000') ('the Scheme') retrospectively from the date of implementation of the respective scheme.
- The company is entitled to receive incentive in the form of Industrial Promotion Assistance under WBIS 2000 for the period starting from April 01, 2004 till March 31, 2019 in respect of company's manufacturing units at Khardah and Haldia and the same as required in terms of WBIS 2000 have been granted to the company. Accordingly, the benefits under the said scheme has accrued and vested to the company before the enactment of the Revocation Act and Rs. 4680.58 lakhs out of the amount accrued in this respect till June 30, 2017 (pending determination of the amount pertaining to GST Regime for the remaining period till March 31, 2019) is outstanding as on March 31, 2026. The Hon'ble High Court of Calcutta on a petition filed by the company for the claim upto March 31, 2015 vide its order dated April 08, 2024 has directed the State Government to pay the amount remaining unpaid under the Scheme and pending receipt of the claim despite the direction of the Hon'ble High Court, the company has filed contempt petition before the said court on August 23, 2024. An another petition claiming the incentive for the remaining period upto June 30, 2017 has also been filed before the said court. During the year, the company based on the legal advice has filed a writ petition before the Hon'ble Calcutta High Court challenging the constitutional validity and retrospective applicability of the Revocation Act. The decisions with respect to these petitions are pending adjudication as on this date. Accordingly, the amount of claim accrued in earlier years and outstanding as above being considered good and recoverable has been so carried forward as on March 31, 2026.
6. During the quarter ended September 30, 2025, the company under The West Bengal Sales Tax (Settlement of Dispute) Act, 1999 as amended by the West Bengal Sales Tax (Settlement of Dispute) (Amendment) Act, 2025 ('SOD'), has availed the settlement in terms of the SOD in respect of demands of Rs. 2762.77 lakhs for Entry Tax (excluding interest and late fee) against the company pertaining to the period from April 01, 2012 to June 30, 2017 and Rs. 2072.38 lakhs has been paid in full and final settlement of these demands. Consequent to this, Rs. 6362.00 lakhs being the resultant additional amount of provision made in earlier years has been written back and included under Other Income for the year ended March 31, 2026.
7. The Government of India vide notification dated November 21, 2025 has notified the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 (collectively referred to as 'the Labour Code') consolidating and replacing the then existing multiple labour legislations in the country. In accordance with the requirements of In AS 19, 'Employee Benefits', changes to employee benefit resulting from legislative amendments constitute a plan amendment, necessitating the immediate recognition of any variation in the costs upon such notification. Consequently, the potential impact on the employee benefit and expenses on account of past service costs in respect of Gratuity and Leave Encashment amounting to Rs. 3838.26 lakhs as evaluated and determined by an independent actuary or otherwise as estimated has been recognised and disclosed as exceptional items in these financial results. The Company continues to monitor the provision of the Labour Code and development thereof, including related Central and State rules as and when notified, and implications as relevant to the company are given effect to in the respective period.
8. Subsequent to the Balance Sheet date, the Board of Directors at its meeting held on May 18, 2026 has recommended a final dividend of Re. 0.90 per equity share to be paid on fully paid up equity shares in respect of financial year ended March 31, 2026. The equity dividend is subject to approval by the shareholders at the ensuing Annual General Meeting and has not been included as a liability in these financial results. The estimated amount of final dividend to be paid thereof amounts to Rs. 5563.66 lakhs.
9. The figures for the quarters ended March 31, 2026 and March 31, 2025 are the balancing figures between the audited figures in respect of the full financial year and the year to date figure upto the quarter ended December 31 of the respective years which were subject to limited review by the Statutory Auditors.
10. Previous periods' figures have been regrouped/rearranged wherever necessary.

Kolkata
May 18, 2026



For ELECTROSTEEL CASTINGS LIMITED


Umang Kejriwal
Managing Director
(DIN: 00065173)

ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Standalone Audited Financial Results

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2026
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]**

(Rs in Lakhs)

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	522799.54	Not Ascertainable
	2.	Total Expenditure	500463.71	
	3.	Net Profit/(Loss) (including other comprehensive income)	13279.24	
	4.	Earnings Per Share (Basic)	2.12	
	5.	Total Assets	863355.56	
	6.	Total Liabilities	863355.56	
	7.	Net Worth (Equity Share Capital plus Other Equity)	568341.71	
	8.	Any other financial item(s) (as felt appropriate by the management)	--	

II.

Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

Attention has been drawn by the Auditors' under the heading "Basis of Qualified Opinion" of the Auditors' Report to the following notes of the financial results for the quarter and year ended 31st March 2026 -

Sub Para (a): Note no. 3 regarding cancellation of the coal block allotted to the company in earlier year and adjustments to be given effect to in respect of the claims made by the company, amount determined, awarded/received so far in this respect and required disclosures/ adjustments in terms of Ind AS with respect to the carrying amounts of the property, plant and equipment, capital work in progress, inventory and balances lying under other heads of account and carried forward pending finalisation of the amount of claim in this respect due to the reasons stated therein.

Sub Para (b): Note No. 4(a) in respect of company's investment in the equity shares of ESL Steel Limited (ESL), the pledge of which was invoked by the lenders of ESL, and which was set aside by Hon'ble High court at Kolkata and the matter is currently pending before the said court. Further, as stated in Note no. 4(b) dealing with mortgage of Land at Elavur plant in favour of one of the lenders of ESL which had assigned their rights to another party and thereby symbolic possession of the said land was taken by the said party. The matter has been disputed by the company and the matter is pending before DRAT and Hon'ble Madras High Court as stated in the said note is currently sub-judice and pending final adjudication.

Sub Para (c): Pending finalization of the matters dealt with in (a) and (b) above, required disclosures, adjustments and impacts thereof are presently not ascertainable and as such cannot be commented upon by us.



b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion

c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing – Note no. 3 since financial year 2014-15 and Note no. 4 since financial year 2017-18.

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

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) **Management's estimation on the impact of audit qualification:** N.A

(ii) **If management is unable to estimate the impact, reasons for the same:**

Sub Para (a) - In pursuance of the Order dated September 24, 2014 passed by the Hon'ble Supreme Court of India ('the Order'), followed by the Ordinance promulgated by the Government of India, Ministry of Law & Justice ('legislative department') dated October 21, 2014 ('Ordinance') for implementing the Order, allotment of Parbatpur coal block ('coal block'/mine) to the Company, which was under advanced stage of implementation, had been cancelled w.e.f. April 01, 2015. In terms of the Ordinance (subsequently promulgated into Coal Mines (Special Provisions) Act, 2015 i.e. 'CMSP Act'), the Company was allowed to continue the operations in the said coal block till March 31, 2015. Accordingly, the said coal block had been handed over to Bharat Coking Coal Limited ('BCCL') as per the direction from Ministry of Coal ('Ministry'), with effect from April 01, 2015 and the same was thereafter allotted to Steel Authority of India Limited ('SAIL') and an initial compensation of Rs. 8432.32 lakhs was awarded, of which Rs. 8312.14 lakhs was received by the Company. SAIL subsequently surrendered the coal block and handed over the said coal block back to the custody of BCCL.

Following a petition filed by the Company, challenging the method and amount of compensation being determined, the Hon'ble High Court of Delhi pronounced its judgement on March 09, 2017 laying down the principles of determination of revised compensation. Accordingly, based on the said judgement, the Company claimed Rs.154944.48 lakhs towards compensation against the said coal block, acceptance whereof is awaited. The then Nominated Authority, for deciding the amount of compensation, had passed an order, after the above judgement, revising the compensation by a small amount. However, upon an appeal being made by the Company, the said order was set aside by the Hon'ble High Court, with a direction to the Nominated Authority to reconsider the same. The Nominated Authority thereafter passed an order dated November 11, 2019 awarding an additional compensation of Rs. 180.00 lakhs, with a further direction to determine the value of certain assets forming part of the mine infrastructure, liable for compensation in terms of the CMSP Act to the Company. Subsequently, the Nominated Authority, appointed a valuer to determine the value of those specified assets and thereafter an another valuer was also appointed for cross verification of certain back-up documents, details and indirect costs related thereto, so that to arrive at the correct valuation for compensation against those assets. Moreover, the Company had also earlier approached the Nominated Authority/Ministry to reconsider the compensation, determined by the previous officer holding charge of office of Nominated Authority, for land and some other major assets and the final amount thereof is yet to be decided.



In the meantime, JSW Steel Limited ('JSW') had been declared as successful bidder for Parbatpur Coal Block in "16th Tranche of Auction Under Coal Mines (Special Provisions) Act, 2015" and vesting order dated June 08, 2023 was issued by the Ministry in their favour. JSW, as being claimed by them, took over the physical possession of said coal block and requested the Company to initiate negotiations for utilization of movable property/ assets used in coal mining. Pursuant to this, the Company has submitted that the matter is sub-judice and pending decision thereof, it is premature to initiate such negotiations at this stage.

On July 15, 2025, the Nominated Authority ('NA') has passed a Provisional Compensation Order of even date ('Provisional Order') declaring additional compensation of Rs. 47610.62 lakhs against shaft and incline and certain other mine infrastructure and Rs. 2260.31 lakhs against land aggregating to Rs. 49870.93 lakhs in favour of the Company. Comments/ objections sought by the Nominated Authority from the Company, SAIL and JSW in respect of the Provisional Order have been submitted for their consideration. Subsequently, after considering the comments/objections so received, NA passed a compensation order dated November 19, 2025 ('Compensation Order') and determined that Rs. 25304.42 lakhs is payable as compensation towards 'hard cost' of shafts and inclines and certain other mine infrastructure. JSW has been directed to deposit the amount of Rs. 19675.74 lakhs being the aggregate amount of the compensation as above. The compensation towards soft costs of shaft and incline and land is pending determination as on this date and will therefore be decided by NA in due course of time. It has further been directed that the differential cost for preparation of updated Geological Report may be mutually settled between the company and JSW after verification from CMPDIL. At present, JSW has since submitted a bank guarantee of the amount, directed to be deposited as above, to the NA. The CMSP Act also provides for negotiation and decide mutually between the Company and JSW, the compensation amount towards the cost of movable assets not declared as mine infrastructure.

JSW meanwhile filed two petitions, seeking 'stay' and challenging the Compensation Order before the Tribunal, under the CMSP Act, at Ranchi ("Tribunal"). The Tribunal denied JSW's petition seeking 'stay' of the Compensation Order, vide an order dated January 21, 2026. Thereafter, on a petition being filed against the said denial, the Hon'ble Jharkhand High Court, vide order dated January 21, 2026 granted conditional stay against the Compensation Order, subject to JSW depositing 50% of the amount i.e. 9837.87 lakhs as directed by NA and the same has been deposited by JSW.

On an application filed before the Tribunal vide order dated March 19, 2026, has allowed the withdrawal of the amount so deposited on submission of unconditional and irrecoverable Bank Guarantee ("BG") of an equivalent amount. Pending decision on the matter, the amount so received on submitting the BG have been recognised and disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Moreover, the Company's petition before Hon'ble High Court of Delhi, filed in earlier year, for declaration of certain assets as mine infrastructure and determination of the amount of the compensation for the coal block, pertaining to mine infrastructure and land etc., so as to arrive at the total amount of compensation against entire coal block in terms of the CMSP Act read with judgement dated March 09, 2017 pronounced by the Hon'ble High Court at Delhi, is also being actively pursued and the same is pending adjudication as on this date.

Pending finalisation of the matter as above, no adjustment for the amount of the compensation has been given effect to and various balances pertaining to said mine, as appearing in the books of accounts, have been dealt with as follows:



(i) Rs.128884.11 lakhs incurred pertaining to the coal block till March 31, 2015 after setting off income, stocks etc. there against as per the accounting policy then followed by the Company has been continued to be shown as freehold land, capital work in progress, other fixed assets and other respective heads of account;

(ii) Interest and other finance cost for the year ended March 31, 2016 against the fund borrowed and other expenses directly attributable in this respect amounting to Rs. 9514.74 lakhs have been considered as other recoverable under current assets; and

(iii) Compensation of Rs. 8312.34 lakhs have so far been received. Further net realisations/claims against sale of assets, advances, etc. in this respect aggregates to Rs. 2090.04 lakhs. Bank guarantee amounting to Rs. 920.00 lakhs has been given against the compensation received.

(iv) Rs. 9837.87 lakhs received against Bank Guarantee have been disclosed as "Receipt against claim for Coal Mines" under Financial Liabilities.

Necessary disclosures and adjustments arising with respect to above, pending determination of the claim will be given effect to on the finalisation and acceptance of the amount thereof.

Sub Para (b) - Investment in ESL include 17334999 equity shares of Rs. 10 each in ESL amounting to Rs. 4059.85 lakhs as on March 31, 2026 which were pledged with the consortium of lenders of ESL (lenders) and the said pledge was not released by the lenders even after the settlement of their debt as per the approved resolution plan as above. The notices issued by the lenders for invocation of pledge of company's investment was set aside by the Hon'ble High Court at Kolkata in the earlier year and the company's plea for release of such pledge is pending before the said Hon'ble High Court.

in the earlier years, certain land amounting to Rs. 29493.58 lakhs of the company, situated at Elavur, Tamil Nadu, were mortgaged to an another lender of ESL viz SREI Infrastructure Finance Limited ('SREI') and SREI had subsequently assigned it's right against the said Land to an Asset Reconstruction Company ('ARC') although the claims of the said lender were fully discharged by ESL as per the Resolution Plan approved by Hon'ble National Company Law Tribunal ('NCLT'), Kolkata. Subsequently, the ARC had issued SARAFESI Notice and taken the symbolic possession of the said land. The Company had disputed the alleged assignment of the loan by the lender and as directed by the Hon'ble Supreme Court had filed an application before the Debt Recovery Tribunal ('DRT'), Chennai for setting aside the SARAFESI actions and release of the title deeds of the land which vide order dated April 08, 2022 (uploaded on April 27, 2022) had been dismissed by DRT. On filing the appeal before the Debt Recovery Appellate Tribunal ('DRAT') against the order of DRT, DRAT has directed the Company to deposit 50% of the SARAFESI demand i.e. Rs. 29355.04 lakhs against which revision application under Article 227 of the Indian Constitution and a Writ Application under Article 226 of Indian Constitution has been filed before Hon'ble Madras High Court and the matter is pending before the said court.

Earlier, the ARC had also filed an application before Hon'ble NCLT, Cuttack for initiation of Corporate Insolvency and Resolution Process ('CIRP') against the Company which had been decided in the favour of the Company vide NCLT order dated June 24, 2022 ('the Order'). The said order on being challenged by ARC has been upheld by Hon'ble National Company Law Appellate Tribunal ('NCLAT') vide its order dated January 24, 2024. The Judgement of NCLAT was challenged before Hon'ble Supreme Court of India. Hon'ble Supreme Court vide its Judgement dated January 6, 2026 confirmed that the Company is not a guarantor for financial facilities availed by ESL. Hence, no CIRP Proceedings can be initiated against the Company. However, Hon'ble Supreme Court has also held that the approval and / or implementation of the Resolution Plan of Vedanta Limited for ESL does not result in extinguishment of the entire debt so as to bar any claim against the Third-



Party Security Providers. The Company is contemplating legal option of filing a Review Application before Hon'ble Supreme Court of India.

Pending finalization of the matter, these assets have been carried forward at their respective book value.


(iii) **Auditors' Comments on (i) or (ii) above:**

As stated herein above, the impact with respect to above and consequential adjustments cannot be ascertained and as such cannot be commented upon by us.

III.

Signatories:

CEO/Managing Director



Sunil Katial
(Whotetime Director and Group Chief Executive Officer)

CFO



Ashutosh Agarwal
(Wholetime Director and Chief Financial Officer)



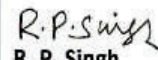
Audit Committee Chairman



Jinendra Kumar Jain
(Audit Committee Chairman)

Statutory Auditor

For Lodha & Co LLP
Chartered Accountants
Firm's Registration No: 301051E / E300284


R. P. Singh
(Partner)
Membership No: 052438



Place: Kolkata

Date: May 18, 2026