

एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

पंजीकृत कार्यालय: द्वारा एनएमडीसी आयरन एंड स्टील प्लांट, पोस्ट: नगरनार, जिला: बस्तर, पिन: 494001, छत्तीसगढ़
Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh.
नैगम पहचान संख्या/ Corporate Identity Number : U27310CT2015GOI001618

No.18(5)/2008-Sectt.

11.08.2023

BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400001	National Stock Exchange of India Limited Exchange Plaza, C- 1,Block G, Bandra-Kurla Complex, Bandra (East), Mumbai – 400051
Calcutta Stock Exchange 7, Lyons Range, Murgighata, Dalhousie, Kolkata, West Bengal 700001	

Dear Sir / Madam,

Sub: Outcome of Board Meeting.

Ref: Regulations 33, 52 and 54 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; BSE Equity Scrip ID: 543768, NSE Security ID: NSLNISP; BSE NCD Scrip ID: 959957.

This is to inform that the Board of Directors of the Company in its meeting held on Friday, 11th August 2023, *inter-alia* approved the Unaudited Financial Results of the Company for the first quarter ended 30th June 2023 together with the disclosure in financial results in terms of Regulation 33(1)(e) read with Schedule IV of SEBI LODR Regulations, 2015.

Accordingly, the following documents are enclosed:

1. Unaudited Financial Results of the Company for the first quarter ended 30th June 2023;
2. Disclosure in terms of Regulation 33(1)(e) read with Schedule IV of SEBI LODR Regulations, 2015;
3. Limited Review Report of the Statutory Auditor on the said results;
4. Information pursuant to Regulation 52(4) of SEBI(LODR) Regulation 2015 is covered in Unaudited financial Results of the company.
5. Statutory Auditors certificate regarding assets cover availability pursuant to Regulation 54 of SEBI (LODR) Regulation 2015.

The Board Meeting commenced at 05.30 p.m. and concluded at 08.00 p.m.

The above information is also available on the Company's website: <https://nmdcsteel.nmdc.co.in/>.

Please take the above information on record.

Thanking you,

Yours faithfully,
for NMDC Steel Limited

(Dilip Kumar Mohanty)
Director (Production)

Encl: a/a



LIMITED REVIEW REPORT

Independent Auditors' Limited Review Report on Unaudited Standalone Financial Results of NMDC STEEL LIMITED for the quarter ended 30th June, 2023 Pursuant to the Regulation 33 and Regulation 52 of SEBI (Listing Obligations and Disclosure requirement) Regulations, 2015

**To,
The Board of Directors,
NMDC STEEL LIMITED**

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **NMDC STEEL LIMITED** (the "Company") for the quarter ended **June 30, 2023** (the "Statement"), being submitted by the company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing obligations and disclosure Requirements) Regulations, 2015, as amended.
2. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, have been prepared on the basis of related financial statements which is in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting prescribed under Section 133 of the companies Act, 2013, as amended read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the independent auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.





N G RAO & ASSOCIATES
CHARTERED ACCOUNTANTS

☎ Off: +91-40-6661 7089
Mobile : 98480 18791
98491 35573
95421 87777

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under section 133 of the Companies Act, 2013, read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M/s N G Rao & Associates

Chartered Accountants

FRN: 009399S



MVV Siva Ram

CA M V V SIVARAMAYYA

Partner

M.No. 229564

UDIN: 23229564BGXCTJ9759

Place: Hyderabad

Date: 11th August, 2023

एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

-1-

**Compliance under Part-A: Disclosures in Financial Results (Regulation 33 (1)(e) of SEBI
(Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended) for
Financial Results for the period ended 30th June 2023.**

Sl.no	Particulars	Status
(i) (a)	Issue of Equity Shares	<p>The Scheme of arrangement between NMDC Limited & NMDC Steel Limited to demerge the NMDC Iron & Steel Plant (NISP) a division of NMDC Limited into NMDC Steel Limited was approved by MCA with effective date as 13.10.2022 & Appointed date as 01.04.2021.</p> <p>Pursuant to the scheme of demerger, the net of assets and liabilities of the NMDC Iron & Steel Plant (NISP) division of NMDC Limited as on 01.04.2021 amounting to Rs 17048.54 Cr has been transferred to NMDC Steel Limited. As per the Scheme as a compensation, fully paid Equity Shares of 2,93,06,05,850 with face value of Rs 10/- each were allotted to the shareholders of NMDC Limited during November 2022. The balance of Rs 14,117.97 Cr is recognized in Other Equity.</p> <p>The Equity Share Capital as on 30.06.2023 remains at Rs 2930.61 Crore.</p>
(i) (b)	Issue of Debentures	<p>Unsecured Non-Cumulative Non-Convertible redeemable taxable debentures Series-I amounting to Rs 523.80 Crore have been raised on 28th August 2020 by NMDC Limited.</p> <p>Pursuant to the scheme of arrangement, the NCD's have been taken in the books of NMDC Steel Limited.</p>
(ii)	Utilization of fund raised above	<p>Pursuant to the scheme of demerger, the assets and liabilities of the NMDC Iron & Steel Plant (NISP) division of NMDC Limited have been transferred to NMDC Steel Limited with appointed date as 01.04.2021 resulting in an Equity Share Capital of Rs. 2930.61 Cr & Rs. 14117.97 Cr has been recognised as 'Other Equity'. The funds have been utilized fully.</p>
(iii)	Details of investment made pending utilization	<p>With respect to the above, Equity Share Capital Amount and amounts raised through NCDs have been fully utilised for construction of the project.</p>

Corporate Office: C/o. NMDC Ltd. 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad – 500 028
Phone: 040-23538713, 23538726, 23538767. Fax: +91-040-23538750, E-mail: cs_nisp@nmdc.co.in
Website: <https://nmdcsteel.nmdc.co.in>



एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

-2-

(iv)	Brief Description of the project which is pending completion	<p>NMDC Steel Limited (NSL) is setting up a 3MTPA green field integrated steel plant at Nagarnar, Bastar Dist, Chattisgarh.</p> <p>The NMDC Iron & Steel Plant (NISP) was a division of NMDC Limited & as per scheme of arrangement between NMDC Limited & NMDC Steel Limited, the unit got demerged from NMDC Limited into NMDC Steel Limited with appointed date as 01.04.2021 & effective date 13.10.2022.</p>
(v)	Status of the Project	<ul style="list-style-type: none">• The Commissioning activities are in progress as on 30.06.2023.• The Coke Oven Battery #1 along with by Product Plant & Part of Raw Material Handling System started operation from 28.10.2022 and is under Stabilization.• Coke Oven Battery #2 has also been taken for operation from 24.04.2023 & is under Stabilization.• All Auxiliary Units/Services like Main Receiving Station(MRS), Plant Power Distribution System (PPDS), Water Supply, Compressed Air Station(CAS), DG Station and Central Stores are ready.• Sinter Plant was put on hot trails on 19.04.2023 along with relevant conveying and feeding system to ensure supply of Sinter for Blast Furnace.• Oxygen Plant stream 2 was put into operation w.e.f. 21.04.2023. Commissioning activities of Oxygen Plant- Stream 1 are under progress.• In Blast Furnace, the major pre-commissioning activities have been completed. Hot commissioning of Blast Furnace is expected in Aug' 2023.• Commissioning of Steel Melting Shop (SMS), Thin Slab Caster and Hot Strip Mill (TSC-HSM) is expected in Aug'2023. HSM has commenced Trial Run with purchased plates and First Coil from HSM has been rolled out on 30th June'2023.
(vi)	Expected date of Commencement of Commercial production	By 31 st August'2023



एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagamar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

-3-

Statement of Un-Audited Financial Results for the Quarter ended 30th June 2023

(₹ in Crore)

Particulars	Quarter Ended			Year Ended
	30-Jun-2023	31-Mar-2023	30-Jun-2022 (Restated)	31-Mar-2023
	Un-audited	Audited	Un-audited	Audited
I. Revenue from operations	-	-	-	-
II. Other Income	-	-	-	-
III. Total income (I+II)	-	-	-	-
IV. Expenses				
(a) Consumption of raw materials	-	-	-	-
(b) Consumption of stores & spares	-	-	-	-
(c) Changes in inventories of finished goods and work-in-progress	-	-	-	-
(d) Employee benefit expense	-	-	-	-
(e) Royalty and other levies	-	-	-	-
(f) Selling exps incl. freight	-	-	-	-
(g) Depreciation and amortisation	-	-	-	-
(h) Finance cost	-	-	-	-
(i) Other expenses	-	-	-	-
Total expenses	-	-	-	-
V. Profit from ordinary activities before exceptional items and Tax (III-IV)	-	-	-	-
VI. Exceptional items - Expenses/(Income)	-	-	-	-
VII. Profit before tax (V-VI)	-	-	-	-
VIII. Tax expense				
a) Current Tax	-	-	-	-
b) Earlier Year Tax (Net)	-	-	-	-
c) Deferred Tax	-	-	-	-
Total tax expense	-	-	-	-
IX. Net Profit for the period from continuing operations (VII-VIII)	-	-	-	-
X Profit/(Loss) from discontinued operations	-	-	-	-
XI. Tax Expenses of discontinued operations	-	-	-	-
XII. Profit/(Loss) from Discontinued operations (after tax)	-	-	-	-
XIII. Profit for the period (IX+XII) :	-	-	-	-
XIV. Other Comprehensive income/(expenses):				
Item that will not be reclassified to profit or loss (net of income tax)	-	-	-	-
XV. Total Comprehensive Income for the period (XIII+XIV)	-	-	-	-
XVI. Paid-up Equity Share Capital	2,930.61	2,930.61	-	2,930.61
XVII. Borrowings	4,875.51	3,818.30	2,196.09	3,818.30
XVIII. Total Interest on Borrowings	78.76	59.10	33.69	185.45
XIX. Other equity excluding revaluation reserve as per balance sheet	14,117.97	14,117.97	17,048.58	14,117.97
XX. Net Worth	17,048.58	17,048.58	17,048.58	17,048.58
XXI. Debenture redemption reserve	-	-	-	-
XXII. Face value per share (₹)	10	10	-	10
XXIII. EPS for the period (₹.)-basic and diluted before and after extraordinary items	-	-	-	-
XXIV. Debt equity ratio	0.29	0.23	0.13	0.23
XXV. Debt service coverage ratio (DSCR)	NA	NA	NA	NA
XXVI. Interest service coverage ratio (ISCO)	NA	NA	NA	NA
	Not Annualised			Annualised

The Company has not yet started Commercial Production as of 30-06-2023. Hence no Profit/Loss reported for the Quarter ended 30-06-2023.

Corporate Office: C/o. NMDC Ltd. 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad – 500 028
Phone: 040-23538713, 23538726, 23538767. Fax: +91-040-23538750, E-mail: cs_nisp@nmdc.co.in
Website: <https://nmdcsteel.nmdc.co.in>



एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

- 4 -

Compliance under regulation 52(4) and regulation 52(2) of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 (as amended) for Standalone Financial Results for quarter and year ended 30th June-2023					
Sl.No	Particulars	Quarter Ended			Year Ended
		30-June-2023	31-Mar-2023	30-June-2022 (Restated)	31-Mar-2023
1	Debt Equity Ratio (Total Borrowings/ Total Equity)	0.29	0.23	0.13	0.23
2	Net Worth (INR In crore)	17,048.58	17,048.58	17,048.58	17,048.58
3	Current Ratio (Current Asset/ Current Liabilities)	1.21	1.23	0.25	1.23
4	Long Term Debt to Working Capital (Non Current Borrowings including Current maturity of long term debt and lease liabilities/ working capital)	11.65	7.65	(1.63)	7.65
5	Current Liability Ratio Current Liabilities/Total Liabilities)	0.21	0.26	0.41	0.26
6	Total Debt to Total Assets (Total Debt / Total Assets)	0.19	0.15	0.10	0.15
7	Debt Service Coverage Ratio (Earning before interest and Tax (EBITDA)/Debt Service)	NA	NA	NA	NA
8	Interest Service Coverage Ratio (EBITDA/Total finance cost)	NA	NA	NA	NA
9	Outstanding redeemable preference shares(quantity and values)	-	-	-	-
10	Debenture Redemption Reserve (INR In crore)	-	-	-	-
11	Net Profit/(Loss) after Tax (INR In crore)	-	-	-	-
12	Earning Per Share (June 2023 & June 2022)	NA	NA	NA	NA
13	Bad Debt to Account Receivables ratio (Bad Debts written off/ Accounts Receivables)	NA	NA	NA	NA
14	Debtors turnover ratio (Revenue from Operation/ average trade receivables) - Annualised	NA	NA	NA	NA
15	Inventory Turnover ratio (Revenue from Operation/ Average inventories) - Annualised	NA	NA	NA	NA
16	Operating Margine (%) (Profit before depreciation, interest, tax and exceptional items / Revenue from Operation)	NA	NA	NA	NA
17	Net Profit Margine (%) Net Profit after tax / Revenue from operations)	NA	NA	NA	NA

* Working Capital is negative

Corporate Office: C/o. NMDC Ltd. 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad – 500 028
Phone: 040-23538713, 23538726,23538767. Fax: +91-040-23538750, E-mail: cs_nisp@nmdc.co.in
Website: <https://nmdcsteel.nmdc.co.in>



एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

-5-

NOTES:

1. The above results have been reviewed and approved by the Board of Directors in the meeting held on 11th Aug 2023.
 2. The unaudited financial results for the quarter ended 30th June 2023 have been reviewed by the Statutory Auditors as required under Regulation 33 and Regulation 52 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended.
 3. The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under the Companies (Indian Accounting Standards) Rules 2015 (as amended). The financial results have been prepared in accordance with the recognition and measurement principles of Ind-AS, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
 4. As per clause E of Part A of Schedule IV of Regulation 33(1)(e) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, "If the listed entity had not commenced commercial production or commercial operations during the reportable period, the listed entity shall, instead of submitting financial results, disclose the following details:
 - (i) details of amount raised i.e. proceeds of any issue of shares or debentures made by the listed entity;
 - (ii) the portions thereof which is utilized and that remaining unutilized;
 - (iii) the details of investment made pending utilisation;
 - (iv) brief description of the project which is pending completion;
 - (v) status of the project and
 - (vi) expected date of commencement of commercial production or commercial operations.
- Pursuant to the above clause and since the Company had not started the Commercial Production as on 30th June'2023, the Company has disclosed the details as per the above stipulated clause. Accordingly, no profit & Loss has been reported for the period ended as on 30th June 2023. Therefore, "NIL" financial result is disclosed additionally.
5. The Company had not commenced commercial production as on 30th June 2023 and hence no reportable operating segments are identified as per Ind As 108- "Operating Segment".

Corporate Office: C/o. NMDC Ltd. 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad – 500 028
Phone: 040-23538713, 23538726, 23538767. Fax: +91-040-23538750, E-mail: cs_nisp@nmdc.co.in
Website: <https://nmdcsteel.nmdc.co.in>



एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

-6-

6. NMDC Board in its 525th meeting held on 10.12.2019 has accorded approval for borrowing up to a limit of Rs. 5,000 crores for capex requirements of the company by raising terms loans from Banks/ Financial Institutions etc., Accordingly, Rupee term Loan facility (RTL) of Rs. 4476.20 crores were availed from State Bank of India (SBI) for part funding of Nagarnar Integrated Steel Plant (NISP), at an interest rate fixed at 7.10% p.a. till the Date of Commencement of Commercial Operation (DCCO) and there after 15 bps above the six months MCLR. The same has been transferred to the Books of accounts of NMDC Steel Limited (NSL) at the time of demerger of NISP from NMDC. NMDC Steel Limited (NSL), as a security, has hypothecated the entire Fixed Assets including Plant and Machinery, equitable mortgage of Land & Building (except forest land) and First charge on the entire cash flows of the NSL. The availability period of the loan is 6 months from the Date of commencement of Commercial Operation repayable in 30 quarterly instalments.

The common Loan agreement has been entered on 10.06.2021 with SBI for RTL not exceeding Rs. 4476.20 crore and a drawdown of Rs.4351.71 crore have been made till 30.06.2023 against the loan.

7. The Non-Convertible Debentures of Rs. 523.80 Cr were issued by NMDC Ltd at a coupon rate of 7.30% for a tenure of 5 years from the date of allotment i.e., 28th Aug,2020 to meet the capex requirement of the Steel Plant. The NCDs are unsecured, non-cumulative, non-convertible, redeemable taxable bonds (Series I-2020) of face value Rs. 10 Lakhs each issued through private placement. The bonds are rated by ICRA Limited as "ICRA AAA" (pronounced as "ICRA Triple A" with outlook on the long term is stable) And India Rating and Research Private Limited as "IND AAA" (pronounced as "IND Triple A" with outlook on the long term is stable) at the time of Issue by NMDC Ltd.

Post-demerger of NISP from NMDC and part of NSL, the rating agencies M/s ICRA Limited and M/s India Ratings & Research have downgraded the ratings to "ICRA A" on Rating watch with Developing Implications and "Ind A-/Stable" respectively. As the lowest credit rating i.e., "A-" has been downgraded from "AAA", by six notches and therefore the coupon rate worked out to 8.80% from the existing rate of 7.30%. The above coupon rate of 8.80% rate is payable from 16th Feb'2023 i.e., from the date of downgrade of the Rating. The additional financial Implications per Annum shall be Rs. 7.85 Cr. The financial Implications from April to June'23 is Rs. 1.96 Cr.

8. Cabinet Committee on Economic Affairs ("CCEA"), in its meeting dated October 27, 2016, gave in-principle approval for strategic disinvestment ("Strategic Disinvestment") of several CPSEs including the NISP unit of NMDC Ltd. Subsequently, on October 14, 2020, CCEA gave its 'in-principle' approval to the demerger of NISP from NMDC and strategic disinvestment of the resulting entity by selling entire stake of Government of India ("GoI").

As per the Preliminary Information Memorandum and Request for Expression of Interest invited, GOI had decided to divest its 50.79% shareholding in Resulting Company ("NMDC Steel Limited" or "NSL") along with management control to strategic buyer. Additionally, GoI



एनएमडीसी स्टील लिमिटेड

NMDC STEEL LIMITED

Regd. Office: C/o. NMDC Iron & Steel Plant, Post: Nagarnar, Dist: Bastar, Pin: 494001, Chhattisgarh
CIN: U27310CT2015GOI001618

-7-

shall offer 10% stake in Resulting Company to NMDC Limited after the strategic buyer has been identified through the bidding process.

9. During the quarter Apr' 23 to June'23, a total amount of Rs. 227.12 Cr of sales were made to different parties of Nut Coke, BF Coke, Coke dust and Coal tar. The Sales income has been credited to the Capital Account.
10. Figures for the previous period have been regrouped wherever considered necessary so as to conform to the classification of the current period.

For M/s. N.G Rao & Associates

Chartered Accountants

FR No: 009399S

MVV Sivaramayya

(CA MVV Sivaramayya)

Partner

Membership No: 229564

UDIN: *23 229564 BG XCTJ 9759.*

Place: Hyderabad

Date: 11th Aug-2023

Our website : www.nmdcsteel.nmdc.co.in

For NMDC Steel Limited

Amitava Mukherjee

(Amitava Mukherjee)

Chairman-cum -Managing

Director (Addl. Charge) &

Director (Finance)

DIN:08265207

Corporate Office: C/o. NMDC Ltd. 'Khanij Bhavan' 10-3-311/A, Castle Hills, Masab Tank, Hyderabad – 500 028

Phone: 040-23538713, 23538726,23538767. Fax: +91-040-23538750, E-mail: cs_nisp@nmdc.co.in

Website: <https://nmdcsteel.nmdc.co.in>



CERTIFICATE

To,
Beacon Trusteeship Limited
Mumbai.

Independent Statutory Auditor's Certificate with respect to maintenance of Asset Cover in respect of listed non-convertible debt securities of NMDC Steel Limited as on 30th June' 2023.

We understand that NMDC Steel Ltd. ("the Company") (CIN: U27310CT2015GOI001618) having its registered office at C/o. NMDC Iron & Steel Plant, Nagamar, Bastar, Chattisgarh, India, 494001 is required to obtain a certificate from the statutory auditors for the purpose of submission with Beacon Trusteeship Limited with respect to maintenance of asset cover in respect of listed non-convertible debt securities of the Company as per Regulation 54 read with Regulation 56(1)(d) of Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements) Regulation, 2015 ("Regulations") in the format notified by SEBI vide circular no. SEBI/ HO/ MIRSD/ CRADT/ CIR/ P / 2020/230 dated 12th November, 2020.

Management's Responsibility

The Company's Management is responsible for preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and calculation of asset cover with respect to listed non-convertible debt securities of the Company as on 30th June'2023 in the format notified by SEBI vide circular no. SEBI/ HO/ MIRSD/ CRADT/ CIR/ P / 2020/230 dated 12th November, 2020.

Auditor's Responsibility

Our responsibility is to provide reasonable assurance with respect to asset cover maintained by the Company with respect to listed non-convertible debt securities as on 30th June'2023.

We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.





N G RAO & ASSOCIATES
CHARTERED ACCOUNTANTS

☎ Off: +91-40-6661 7089
Mobile : 98480 18791
98491 35573
95421 87777

Opinion

As per Annexure - 1

Restriction on Use: This certificate is being issued to Beacon Trusteeship Limited with respect to asset cover maintained by the NMDC Steel Limited with respect to listed non-convertible debt securities of the Company as on 30th June'2023. Our certificate should not to be used for any other purpose or by any person other than the addressees of this certificate. Accordingly, we do not accept or assume any liability or duty of care to any other person to whom this certificate is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

For N. G. Rao & Associates
Chartered Accountants
FRNo: 09399S

MVV Sivaramayya

CA MVV Sivaramayya
Partner

M.No.229564

UDIN: *23229564BGXCTK8067*



Place: Hyderabad
Date: 11th Aug-2023

Annexure – 1

Based on the unaudited financial statements for the period from 1st April 2023 to 30th June'2023, other related records, management representation, further information and explanations given to us, we hereby certify the matters given in para (a), (b) and (c) below

- a) The Company i.e. NMDC Limited had vide its Board Resolution and information memorandum/ offer document and under various Debenture Trust Deeds, has issued the following listed debt securities on 28/08/2020:

ISIN	Private Placement/ Public Issue	Secured/ Unsecured	Sanctioned Amount Rs. in Crores
INE584A08010	Private Placement	Unsecured	523.80

b) Asset Cover for listed debt securities:

- i. The financial information as on 30th June'2023 has been extracted from the books of accounts of NMDC Steel Limited (Resulting Company, post demerger as per scheme of arrangement approved by Ministry of Corporate Affairs on 06/10/2022 and filing of the same with the RoC on 13/10/2022) for the quarter ended on 30-06-2023 and other relevant records of the entity;
- ii. The assets of the NMDC Steel Limited provide coverage of "NIL" times of the interest and principal amount, which is in accordance with the terms of issue/ debenture trust deed (calculation as per statement of asset cover ratio for the Secured debt securities - table – I.
- iii. The total assets of the NMDC Steel Limited provide coverage of **28.92** times of the principal plus accrued interest, which is in accordance with the terms of issue (calculation as per statement of asset coverage ratio available for the unsecured debt securities - table – II) (as per requirement of Regulation 54 read with Regulation 56(1) (d) of LODR Regulations).



Table – I:

Sr. No.	Particulars		Amount
i.	Total assets available for secured Debt Securities' – (secured by either pari passu or exclusive charge on assets) (mention the share of Debt Securities' charge holders)	A	
	▪ Property Plant & Equipment (Fixed assets) - movable/immovable property etc		NA
	▪ Loans /advances given (net of provisions, NPAs and sell down portfolio), Debt Securities, other credit extended etc		NA
	▪ Receivables including interest accrued on Term loan/ Debt Securities etc		NA
	▪ Investment(s)		NA
	▪ Cash and cash equivalents and other current/ Non-current assets		NA
ii.	Total borrowing through issue of secured Debt Securities (secured by either pari passu or exclusive charge on assets)	B	
	▪ Debt Securities (Provide details as per table below)		NA
	▪ IND - AS adjustment for effective Interest rate on secured Debt Securities		NA
	▪ Interest accrued/payable on secured Debt Securities		NA
iii.	Asset Coverage Ratio (100% or higher as per the terms of offer document/information memorandum/ debenture trust deed)	A/B	NIL

ISIN wise details

S.N	ISIN	Facility	Type of charge	Sanctioned Amount Rs in Crore	Outstanding Amount As on 30/06/20223 Amount Rs in Crore	Cover Required	Assets Required
1.	INE584A08010	Non-convertible Debt Securities	NIL	523.80	558.87 (incl. accrued interest of Rs 35.07 Crore)	NIL	NIL
	Grand Total		NIL	523.80	558.87	NIL	NIL



Table - II

SN	Particulars		Amount Rs in Crore
i.	Net assets of the NMDC Steel Limited entity available for unsecured lenders (Property Plant & Equipment (excluding intangible assets and prepaid expenses) + Investments + Cash & Bank Balances + Other current/ Non-current assets excluding deferred tax assets (-) Total assets available for secured lenders/creditors on pari passu/exclusive charge basis under the above heads (-) unsecured current/ non-current liabilities (-) interest accrued/payable on unsecured borrowings)	A	16,160.99
ii.	Total Borrowings (unsecured)	B	
	□ Term loan		NIL
	□ Non-convertible Debt Securities (incl. accrued interest)		558.87
	□ CC/ OD Limits		NIL
	□ Other Borrowings		NIL
	□ IND - AS adjustment for effective Interest rate on unsecured borrowings		NIL
			558.87
iii.	Assets Coverage Ratio (100% or higher as per the terms of Offer Document/Information Memorandum/ Debenture Trust Deed)	(A/ B)	28.92

c) Compliance of all the covenants/terms of the issue in respect of listed debt securities of the NMDC Steel Limited:

We have examined the compliances made by the company in respect of the covenants/terms of the issue of the listed debt securities (NCD's) and certify that such covenants/terms of the issue have been complied by the company.

